

Morgan Stanley Funds (UK)

## Global Brands Equity Income Fund - F Income Shares

FACTSHEET | 30 September 2021

Investors should read the Key Investor Information Document and Prospectus before investing.



MORNINGSTAR OVERALL RATING\*

EAA FUND GLOBAL LARGE-CAP BLEND EQUITY

CLASS F INC SHARES

Out of 3558 Funds. Based on Risk Adjusted Return. Class F INC Shares: 3yr. rating 4 Stars.

### Investment Objective

The fund aims to provide regular income and to grow your investment over 5 to 10 years.

### Investment Approach

Seeks to provide investors with an attractive and sustainable income alongside long-term compounding of capital. The investment team builds a portfolio of high quality securities, primarily issued by companies located in developed markets, in line with that of the MS INVF Global Brands Fund. A conservative overwriting strategy is also used.

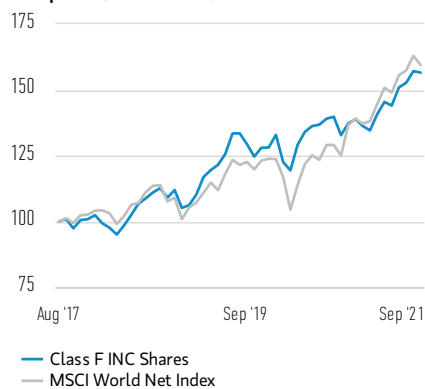
### Investment Team

	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
William Lock, Head of International Equity Team	1994	29
Bruno Paulson, Managing Director	2009	27
Nic Sochovsky, Managing Director	2015	23
Marcus Watson, Executive Director	2008	13
Alex Gabriele, Executive Director	2012	12
Nathan Wong, Executive Director	2017	21
Richard Perrott, Executive Director	2015	15
Vladimir A. Demine, Head of ESG Research	2009	19
Isabelle Mast, Executive Director	2021	16

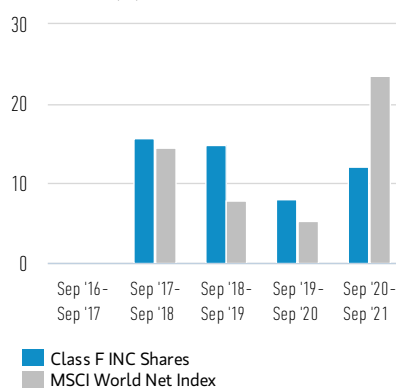
Team members may be subject to change at any time without notice. The investment team currently has 13 members; information on additional team members can be found on msim.com.

### Class F INC shares (% net of fees) vs. Index in GBP

#### Performance of 100 GBP Invested Since Inception (Cash Value)



#### 12 Month Performance Periods to Latest Month End (%)



### Investment Performance (% net of fees) in GBP

	Cumulative (%)				Annualised (% p.a.)			
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class F INC Shares	-0.35	3.74	12.74	12.02	11.60	--	--	11.59
MSCI World Net Index	-2.17	2.45	14.60	23.51	11.89	--	--	12.08

### Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015	2014
Class F INC Shares	8.42	21.85	2.68	--	--	--	--
MSCI World Net Index	12.32	22.74	-3.04	--	--	--	--

Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. All performance data is calculated NAV to NAV, net of fees, and does not take account of commissions and costs incurred on the issue and redemption of units. The sources for all performance and Index data is Morgan Stanley Investment Management.

### Share Class

	CLASS F INC
Currency	Sterling
ISIN	GBO0BF2B0R27
Bloomberg	MGBEIFI LN
Inception date	29 August 2017
Net asset value	£ 13.47

### Fund Facts

Launch date	30 August 2016
Base currency	Sterling
Index	MSCI World Net Index
Total net assets	£ 53.21 million
Structure	UK OEIC

### Charges (%)

	CLASS F INC
Max Entry Charge	0.00
Ongoing Charges	0.65
Management Fee	0.50

Entry Charge is a maximum possible figure. In some cases you might pay less, you can find this out from your financial adviser. Ongoing Charges reflect the payments and expenses incurred during the fund's operation and are deducted from the assets of the fund over the period. It includes fees paid for investment management (Management Fee), trustee/custodian, and administration charges. For more information please see the Charges and Expenses section of the prospectus.

### Subscriptions (GBP)

	CLASS F INC
Minimum initial investment	150,000,000
Minimum subsequent investment	0

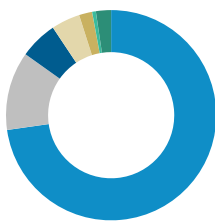
### Statistics

(3 Year Annualised)	CLASS F INC	INDEX
Excess Return (%)	-0.29	--
Alpha (%)	3.68	--
Beta	0.66	1.00
Information ratio	-0.03	--
R squared	0.64	1.00
Tracking error (%)	8.94	--
Volatility (Standard deviation) (%)	12.23	14.96

### Characteristics

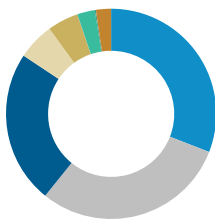
	FUND	INDEX
Number of holdings	32	1,561
Price/earnings (Next 12 months)	22.88	18.61

**Top Countries (% of Total Net Assets)<sup>1</sup>**



	FUND	INDEX
United States	72.76	67.66
United Kingdom	12.09	4.18
France	5.81	3.26
Germany	4.41	2.65
Netherlands	2.03	1.41
Italy	0.57	0.71
Cash	2.33	--

**Sector Allocation (% of Total Net Assets)<sup>1,2</sup>**



	FUND	INDEX
Consumer Staples	30.92	6.89
Information Technology	29.88	22.53
Health Care	23.55	12.61
Industrials	5.66	10.31
Financials	4.78	13.69
Consumer Discretionary	2.72	12.13
Other	0.16	--
Cash	2.33	--

**Top Holdings (% of Total Net Assets)<sup>3</sup>**

	FUND	INDEX
Microsoft Corp	9.42	3.48
Philip Morris International Inc	8.31	0.26
Reckitt Benckiser Group plc	6.41	0.10
Visa Inc	5.19	0.65
Danaher Corp	4.80	0.34
Accenture plc	4.77	0.35
Thermo Fisher Scientific Inc	4.66	0.39
Procter & Gamble Co/the	4.48	0.59
Sap Se	4.41	0.24
Abbott Laboratories	4.31	0.36
<b>Total</b>	<b>56.76</b>	<b>--</b>

<sup>1</sup> May not sum to 100% due to the exclusion of other assets and liabilities.  
<sup>2</sup> For additional information regarding sector classification/definitions please visit [www.msci.com/gics](http://www.msci.com/gics) and the glossary at [www.morganstanley.com/im](http://www.morganstanley.com/im).  
<sup>3</sup> These securities and percentage allocations are only for illustrative purposes and do not constitute, and should not be construed as, investment advice or recommendations with respect to the securities or investments mentioned.

Please refer to the Prospectus for full risk disclosures. All data as of 30.09.2021 and subject to change daily.

**Share Class F INC Risk and Reward Profile**



The risk and reward category shown is based on simulated historic performance data.

- Historic figures are only a guide and may not be a reliable indicator of what may happen in the future.
  - As such this category may change in the future.
  - The higher the category, the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk free investment.
  - The fund is in this category because it invests in company shares and the fund's simulated and/or realised return has experienced high rises and falls historically.
  - The fund may be impacted by movements in the exchange rates between the fund's currency and the currencies of the fund's investments.
- This rating does not take into account other risk factors which should be considered before investing, these include:
- The value of financial derivative instruments are highly sensitive and may result in losses in excess of the amount invested by the fund.
  - The fund relies on other parties to fulfill certain services, investments or transactions. If these parties become insolvent, it may expose the fund to financial loss.
  - There may be an insufficient number of buyers or sellers which may affect the fund's ability to buy or sell securities.
  - Investment in China A-Shares via Shanghai-Hong Kong Stock Connect program may also entail additional risks, such as risks linked to the ownership of shares.
  - The derivative strategy aims to increase the income paid to investors, but there is potential for the fund to suffer losses.
  - Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. The value of investments and the income from them can go down as well as up and investors may lose all or a substantial portion of his or her investment.
  - The value of the investments and the income from them will vary and there can be no assurance that the Fund will achieve its investment objectives.
  - Investments may be in a variety of currencies and therefore changes in rates of exchange between currencies may cause the value of investments to decrease or increase. Furthermore, the value of investments may be adversely affected by fluctuations in exchange rates between the investor's reference currency and the base currency of the investments.

**DEFINITIONS**

**Alpha** (Jensen's) is a risk-adjusted performance measure that represents the average return on a portfolio or investment above or below that predicted by the capital asset pricing model (CAPM) given the portfolio's or investment's beta and the average market return. Prior to 6/30/2018 Alpha was calculated as the excess return of the fund versus benchmark. **Beta** is a measure of the relative volatility of a fund to the market's upward or downward movements. A beta greater than 1.0 identifies an issue or fund that will move more than the market, while a beta less than 1.0 identifies an issue or fund that will move less than the market. The Beta of the Market is always equal to 1. **Bloomberg** stands for 'Bloomberg Global Identifier (BBGID)'. This is a unique 12 digit alphanumeric code designed to enable the identification of securities, such as the Morgan Stanley Investment Funds sub-funds at share class level, on a Bloomberg Terminal. The Bloomberg Terminal, a system provided by Bloomberg L.P., enables analysts to access and analyse real-time financial market data. Each Bloomberg code starts with the same BBG prefix, followed by nine further characters that we list here in this guide for each share class of each fund. **Cash & Equivalents** are defined as the value of assets that can be converted into cash immediately. These include commercial paper, open FX transactions, Treasury bills and other short-term instruments. Such instruments are considered cash equivalents because they are deemed liquid and not subject to significant risk of changes in values. **Distributed Yield** is an aggregate of the previous four quarter-end dividend rates per share expressed as a percentage of the average of the quarter-ends' NAVs per share. **Excess Return** or value added (positive or negative) is the

portfolio's return relative to the return of the benchmark. **Free cash flow yield (Next 12 months)** is a financial ratio that measures a company's operating free cash flow minus its capital expenditures per share and dividing by its price per share. Free cash flow yield ratio is calculated by using the underlying securities of the fund. **Information ratio** is the portfolio's alpha or excess return per unit of risk, as measured by tracking error, versus the portfolio's benchmark. **ISIN** is the international securities identification number (ISIN), a 12 digit code consisting of numbers and letters that distinctly identifies securities. **NAV** is the Net Asset Value per share of the Fund (NAV), which represents the value of the assets of a fund less its liabilities. **Number of holdings** provided are a typical range, not a maximum number. The portfolio may exceed this from time to time due to market conditions and outstanding trades. **Price/earnings (P/E)** is the price of a stock divided by its earnings per share for the past 12 months. Sometimes called the multiple, P/E gives investors an idea of how much they are paying for a company's earning power. The higher the P/E, the more investors are paying, and therefore the more earnings growth they are expecting. **R squared** measures how well an investment's returns correlate to an index. An R squared of 1.00 means the portfolio performance is 100% correlated to the index's, whereas a low r-squared means that the portfolio performance is less correlated to the index's. **Tracking error** is the standard deviation of the difference between the returns of an investment and its benchmark. **Volatility (Standard deviation)** measures how widely individual performance returns, within a performance series, are dispersed from the average or mean value.

## INDEX INFORMATION

The **MSCI World Net Index** is a free float adjusted market capitalization weighted index that is designed to measure the global equity market performance of developed markets. The term "free float" represents the portion of shares outstanding that are deemed to be available for purchase in the public equity markets by investors. The performance of the index is listed in U.S. dollars and assumes reinvestment of net dividends. The index is unmanaged and does not include any expenses, fees or sales charges. It is not possible to invest directly in an index.

The index has been chosen for performance comparison purposes because it is a broad global equity index that represents large and medium sized company performance across developed countries.

## IMPORTANT INFORMATION

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account sales loads.

The **Europe/Asia and South Africa category (EAA)** includes funds domiciled in European markets, major cross-border Asian markets where material numbers of European UCITS funds are available (principally Hong Kong, Singapore and Taiwan), South Africa, and selected other Asian and African markets where Morningstar believes it is of benefit to investors for the funds to be included in the EAA classification system.

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