

Morgan Stanley Funds (UK)
US Advantage Fund

Investment Objective

The Fund aims to grow your investment over 3 to 5 years.

Investment Approach

We seek high-quality established companies with strong brand recognition, sustainable competitive advantages, strong current free-cash-flow yields and favorable returns on invested capital trends. We focus on long-term growth rather than short-term events, with our stock selection informed by rigorous fundamental analysis.

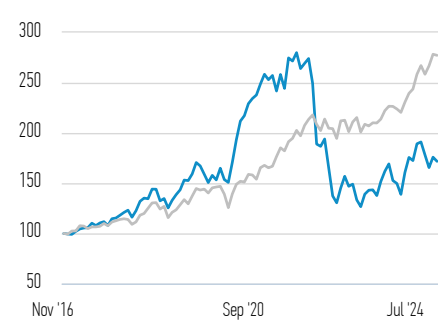
Investment Team

	JOINED FIRM	YEARS OF INDUSTRY EXPERIENCE
Dennis Lynch, Head of Counterpoint Global	1998	30
Sam Chainani, CFA, Managing Director	1996	28
Jason Yeung, Managing Director	2002	27
Armistead Nash, Managing Director	2002	24
David Cohen, Managing Director	1993	36
Alexander Norton, Executive Director	2000	29

Team members may be subject to change at any time without notice.

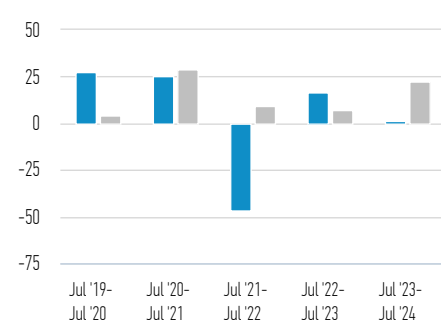
Class F ACC shares (% net of fees) vs. Index in GBP

Performance of 100 GBP Invested Since Inception (Cash Value)



— Class F ACC Shares
— S&P 500 Index

12 Month Performance Periods to Latest Month End (%)



■ Class F ACC Shares
■ S&P 500 Index

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 ACC Shares	-2.35	-3.57	-2.20	1.51	-14.17	0.14	--	7.31
S&P 500 Index	-0.39	7.28	15.82	22.36	12.53	13.90	--	14.22

Calendar Year Returns (%)

	2023	2022	2021	2020	2019	2018	2017
Class F ACC Shares	38.73	-49.26	-3.47	68.63	22.28	6.18	19.22
S&P 500 Index	19.16	-7.79	29.89	14.74	26.41	1.56	11.29

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.

COUNTERPOINT GLOBAL

Share Class

CLASS F ACC

Currency	Sterling
ISIN	GB00BYDFT68
Bloomberg	MSUSAF LN
Inception date	28 November 2016
Net asset value	£ 17.18

Fund Facts

Launch date	15 September 2016
Base currency	Sterling
Index	S&P 500 Index
Total net assets	£ 57.10 million
Structure	UK OEIC

Charges (%)

CLASS F ACC

Max Entry Charge	0.00
Ongoing Charges	0.55
Management Fee	0.40

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 ACC

Minimum initial investment	150,000,000
Minimum subsequent investment	0

Statistics (3 Year Annualised)

CLASS F ACC INDEX

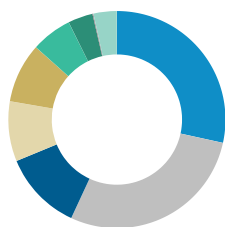
Excess Return (%)	-26.70	--
Alpha (%)	-31.78	--
Beta	1.54	1.00
Information ratio	-1.13	--
R squared	0.43	1.00
Sharpe ratio	-0.57	0.74
Tracking error (%)	23.68	--
Volatility (Standard deviation) (%)	30.00	12.80
Down-capture ratio (%)	262.14	100.00
Up-capture ratio (%)	94.21	100.00

Characteristics

FUND INDEX

Active share (%)	92.67	--
Number of holdings [#]	25	503
Return on capital (%)	4.84	18.72
5 year EPS growth (%)	9.31	18.47
Sales growth (%)	18.95	6.70
Weighted median market capitalization (\$B)	45.25	244.60
D/E weighted median (%)	36.50	63.68
Dividend Yield (%)	0.38	1.30

[#] The portfolio may at times be concentrated, and will typically have less than 50 holdings.

Sector Allocation (% of Total Net Assets)^{1,2}

Sector	FUND	INDEX
Consumer Discretionary	28.61	10.00
Information Technology	28.61	31.39
Communication Services	11.93	8.85
Financials	8.98	13.05
Health Care	8.93	11.87
Industrials	6.12	8.43
Real Estate	3.72	2.28
Consumer Staples	--	5.80
Energy	--	3.69
Materials	--	2.25
Utilities	--	2.39
Other	0.13	--
Cash	3.50	--

Top Holdings (% of Total Net Assets)³

Top Holdings	FUND	INDEX
Cloudflare Inc	9.47	--
Doordash Inc	7.72	--
Tesla Inc	7.37	1.39
The Trade Desk Inc	6.56	--
Shopify Inc	5.83	--
Amazon.com Inc	4.88	3.69
Snowflake Inc	4.81	--
Roblox Corp	4.80	--
Intercontinental Exchange Inc	4.79	0.19
Royalalty Pharma plc	4.69	--
Total	60.92	--

¹May not sum to 100% due to the exclusion of other assets and liabilities.

²For additional information regarding sector classification/definitions please visit www.msci.com/gics and the glossary at www.morganstanley.com/im.

³These 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 31.07.2024 and subject to change daily.

Share Class F ACC Risk and Reward Profile

Lower Risk

Higher Risk



Potentially Lower Rewards

Potentially Higher Rewards

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 very 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:

- 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 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.
- Sustainability factors can pose risks to investments, for example: impact asset values and increased operational costs.
- There may be an insufficient number of buyers or sellers which may affect the fund's ability to buy or sell securities.
- There are increased risks of investing in emerging markets as political, legal and operational systems may be less developed than in developed markets.
- 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

The **5 year Earnings Per Share (EPS) growth rate** is the weighted average of earnings per share growth for all securities in the portfolio projected for the past five fiscal years.

Earnings per share for a company is defined as total earnings divided by shares outstanding.

Active Share is a measure of the percentage of stock holdings in a managers portfolio that differ from the benchmark index (based on holdings and weight of holdings). Active Share scores range from 0%-100%. A score of 100% means you are completely different from the benchmark. Active Share calculation may consolidate holdings with the same economic exposure.

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, 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 are listed for each share class of the Sub-Fund.

Debt/equity (D/E) is a measure of a company's financial leverage calculated by dividing its total liabilities by stockholders' equity. **Dividend yield** is the ratio between how much a company pays out in dividends each year relative to its share price. **Excess Return** or value added (positive or negative) is the portfolio's return relative to the return of the benchmark.

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 Sub-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.

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.

Return on capital is a measure of a company's efficiency at allocating the capital under its control to profitable investments, calculated by dividing operating income [excluding dividends and taxes] by total capital. **Sales growth** is the increase in sales over a specific period of time, often but not necessarily annually.

Sharpe ratio is a risk-adjusted measure calculated as the ratio of excess return to standard deviation. The Sharpe ratio determines reward per unit of risk. The higher the Sharpe ratio, the better the historical risk-adjusted performance.

Tracking error is the standard deviation of the difference between the returns of an investment and its benchmark. **Turnover** is a measure of how frequently assets within a fund are bought and sold by the managers. Turnover is calculated by taking either the total amount of new securities purchased or the amount of securities sold - whichever is less - over a particular period, divided by the total net asset value of the fund.

Upside/downside market capture measures annualized performance in up/down markets relative to the market benchmark. **Volatility (Standard deviation)** measures how widely individual performance returns, within a performance series, are dispersed from the average or mean value. **Weighted median market capitalization** is the point at which half of the market value of a portfolio or index is invested in stocks with a greater market cap, while the other half of the market value is invested in stocks with a lower market cap.

INDEX INFORMATION

The **Standard & Poor's 500® Index (S&P 500®)** measures the performance of the large cap segment of the U.S. equities market, covering approximately 80% of the U.S. equities market. The Index includes 500 leading companies in leading industries of the U.S. economy.

The Index has been selected as a benchmark for performance because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the fund's performance.

IMPORTANT INFORMATION

This document contains information relating to the sub-funds of Morgan Stanley Funds (UK) (the 'Company') in accordance with the Open-Ended Investment Companies Regulations 2001 and the rules contained in the Collective Investment Schemes Sourcebook made by the Financial Conduct Authority in exercise of its powers under Section 247 of the Financial Services and Markets Act 2000. The Company is an Undertaking for Collective Investment in Transferable Securities ("UCITS").

Applications for shares in the sub-funds should not be made without first consulting the current Prospectus, Key Investor Information Document ("KIID"), Annual Report and Semi-Annual Report ("Offering Documents"), or other documents available in your local jurisdiction which is available free of charge from the Registered Office: 25 Cabot Square, Canary Wharf, London E14 4QA. The document has been prepared solely for informational purposes and does not constitute an offer or a recommendation to buy or sell any particular security or to adopt any specific investment strategy. Investors should be aware that a diversified strategy does not protect against a loss in a particular market.

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