

Morgan Stanley Investment Management (ACD) Limited

6 September, 2019

Dear Shareholder,

Global Brands Fund and Sterling Corporate Bond Fund (each a "Fund" and together the "Funds"), both sub-funds of MS UK OEIC (the "Company")

We refer to your investment in one or more of the Funds and an important forthcoming development. **Please read the contents of this letter carefully.** If you have recently sold or instructed the sale of your holding, you may disregard this letter.

Proposal to compulsorily convert certain share classes

We are writing to inform you that we, Morgan Stanley Investment Management (ACD) Limited (the "ACD"), intend to consolidate certain share classes within each Fund through what is known as a share class conversion.

We have decided to consolidate a number of share classes as set out below. As a result this will reduce the Annual Management Charge (AMC) you currently pay on your investment, as per the table below.

The rights attached to your shares will not change.

When will conversion take place?

The effective date of the conversion is 5 November 2019. Under the FCA's rules we need to give you 60 days' notice before any compulsory conversion takes place. This letter serves as the notice we must give.

The following table shows the proposed share conversions:

Fund Name	Current Share Class	Current AMC	Destination Share Class	Destination AMC	AMC Reduction
Global Brands Fund	A Income	1.5%	I Income	0.75%	0.75%
Global Brands Fund	A Accumulation	1.5%	I Accumulation	0.75%	0.75%
Sterling Corporate Bond Fund	A Income	0.75%	I Income	0.25%	0.50%
Sterling Corporate Bond Fund	A Accumulation	0.75%	I Accumulation	0.25%	0.50%

We will send you confirmation of your new holdings following the conversions being effected. After the conversion, the A share class will close.

Will conversion affect my investment's overall value?

No. The number of shares you hold and their price will be different but the total value of your shareholding will stay the same. The identifier codes for your new shareholding, such as ISIN codes, will change to reflect the different share class.

The conversion will not be a tax event so you will not incur any capital gains tax on conversion.

You do not need to take any action, but if you are unhappy with the changes, you may redeem (cash in) your shares or switch into one of our other funds without any charge from us. If your investment is outside an ISA or other tax-efficient wrapper, please note that HMRC will treat a redemption or switch as a "disposal" of shares. This means you may be liable to capital gains tax on any gains arising from the redemption or switch of your shares.

If you are uncertain as to how to respond to this document, you should consult your financial adviser for advice.

If you have any questions concerning the proposals, please contact our customer services team on 0800 096 1962. Calls are free from landlines and mobiles within the UK between 9.00 a.m. and 5.30 p.m. Monday to Friday, but please be aware that we are not authorised to give investment advice.

Yours sincerely

A handwritten signature in black ink, appearing to read 'D Hosie', with a long horizontal flourish extending to the right.

Diane Hosie, Director
Morgan Stanley Investment Management (ACD) Limited