

Morgan Stanley Investment Funds

Emerging Markets Corporate Debt Fund

Investment objective

Seeks to maximise total return, measured in U.S. dollars, primarily through investments across the credit spectrum of debt securities of corporate issuers, together with investing in debt securities of government and government related issuers located in emerging markets. The Fund intends to invest its assets in emerging market corporate debt securities that provide a high level of current income, while at the same time holding the potential for capital appreciation.

Share Class Z Risk and Reward profile



The higher the category (1 - 7), the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk-free investment.

Download the fund's Key Investor Information document for share class tailored risk ratings and warnings at: www.morganstanleyinvestmentfunds.com

Class Z shares vs. benchmark¹

Performance of 100 U.S. dollars invested since inception



Returns in U.S. dollars vs. benchmark¹

Fund (net of fees) %

Period	Z	A	B	Index
One month	0.90	0.83	0.73	0.34
Last three months	2.38	2.23	1.96	1.66
YTD	10.53	9.99	9.06	7.59
One year	8.83	8.18	7.09	6.18
Three years (annualised)	5.95	5.30	4.26	5.37
Five years (annualised)	5.30	4.65	3.61	4.81
Since inception (annualised)	6.59	n/a	n/a	5.79

% 12 month returns

31.10.16 - 31.10.17	8.83	8.18	7.09	6.18
31.10.15 - 31.10.16	10.97	10.29	9.17	9.17
31.10.14 - 31.10.15	(1.53)	(2.13)	(3.07)	0.93
31.10.13 - 31.10.14	7.10	6.44	5.40	6.92
31.10.12 - 31.10.13	1.63	0.99	(0.03)	1.10

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.

Morningstar Overall Rating

Class Z shares



EAA Fund Global Emerging Markets Corporate Bond
Out of 312 Funds. Based on Risk Adjusted Return.

Fund facts

Fund launch	March 2011
Investment team	Warren Mar, Eric Baurmeister, Sahil Tandon
Location	New York
Base currency	U.S. dollars
Benchmark	JPM Corporate Emerging Markets Bond Index-Broad Diversified Index
Total assets	\$ 1.2 billion
NAV Class Z	\$ 38.21

Portfolio characteristics

	Fund	Index
Interest Rate Duration	4.80	4.64
Average yield to maturity	5.22	4.53
Number of holdings	179	1308

Top 10 Issuers (% of Total Net Assets)

	Fund
PETROBRAS GLOBAL FINANCE BV	2.58
DIGICEL GROUP LTD	1.88
BANCO DO BRASIL SA (GRAND CAYMAN BRANCH)	1.75
WOORI BANK	1.64
CREDIT BANK OF MOSCOW VIA CBOM FINANCE PLC	1.62
ACCESS BANK PLC	1.47
HUARONG FINANCE CO LTD	1.42
YPF SA	1.34
CENCOSUD SA	1.24
POSTAL SAVINGS BANK OF CHINA CO LTD	1.18
Total	16.12

Asset breakdown (% of Total Net Assets)

	Fund
Corporates	89.84
Quasi-Sovereign	4.17
Sovereign	0.44
Cash & Equivalents	5.55
Total	100.00

Geographic distribution (% of Total Net Assets)

	Fund
China	13.22
Brazil	10.29
India	5.70
Indonesia	5.02
Mexico	4.43
Nigeria	4.22
Argentina	3.81
Chile	3.57
Russia	3.53
Other	40.61
Cash & Equivalents	5.62
Total	100.00

Statistics (Class Z shares)

	Fund
Alpha	0.58
Beta	1.18
R squared	0.92
Information ratio	0.36
Tracking error	1.61
Fund volatility (Standard deviation)	4.96
Index volatility (Standard deviation)	4.02

Based on monthly observations, annualised over last 3 years.

Charges

	Z	A	B
Ongoing charges % ²	1.10	1.69	2.69
Management Fee %	0.95	1.45	1.45

Share Class	CCY	ISIN	Bloomberg	Launch
A	USD	LU0603408039	MSEMCDALX	07.03.2011
AH (EUR)	EUR	LU0603408468	MSEMCAHLX	07.03.2011
AHX (EUR)	EUR	LU0691070527	MSEMAHXLX	03.11.2011
AR	USD	LU1697575261	MSEMCARLX	11.10.2017
AX	USD	LU0691070444	MSEMCAHLX	03.11.2011
B	USD	LU0603408112	MSEMCDBLX	07.03.2011
BH (EUR)	EUR	LU0603408542	MSEMCBHLX	07.03.2011
BHX (EUR)	EUR	LU0691070873	MSEMBHXLX	03.11.2011
BX	USD	LU0691070790	MSEMCBXLX	03.11.2011
C	USD	LU0603408203	MSEMCBCLX	07.03.2011
CH (EUR)	EUR	LU0845089696	MSEMCHLX	15.11.2012
I	USD	LU0919597632	MSEMCDILX	24.04.2013
IH (EUR)	EUR	LU1361209569	MSEIHEULX	10.02.2016
Z	USD	LU0603408385	MSEMGBZLX	07.03.2011
ZH (EUR)	EUR	LU1026242203	MSEMKZHLX	05.02.2014

Footnotes

Publication date: 21 November 2017.

¹ See the 'Share Class' section for inception date(s).

² The Ongoing Charges Figure ("OCF") reflects the payments and expenses which cover aspects of operating the fund and is deducted from the assets over the period. It includes fees paid for investment management, trustee/custodian, and administration charges.

Morningstar

Ratings: 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. © 2017 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance is no guarantee of future results.**

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Copies of the Prospectus, Key Investor Information Document, the Articles of Incorporation and the annual and semi-annual reports, in German, and further information can be obtained free of charge from the representative in Switzerland. The representative in Switzerland is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva. The paying agent in Switzerland is Banque Cantonale de Genève, 17, quai de l'île, 1204 Geneva.

The source for all performance and index data is Morgan Stanley Investment Management Limited. Calculations are NAV to NAV. Performance is quoted net of fees and with income reinvested.

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