

Morgan Stanley Investment Funds Global Active Factor Equity Fund

Investment objective

The investment objective is to seek long term capital appreciation, measured in US Dollars. The Fund seeks to outperform the benchmark regardless of which investment style – value or growth – is currently in favour. Their flexible approach combines quantitative models with stock-specific research to identify 30-60 global companies with attractive valuations, above-average appreciation potential and competitive dividend yields.

Share Class Z Risk and Reward profile

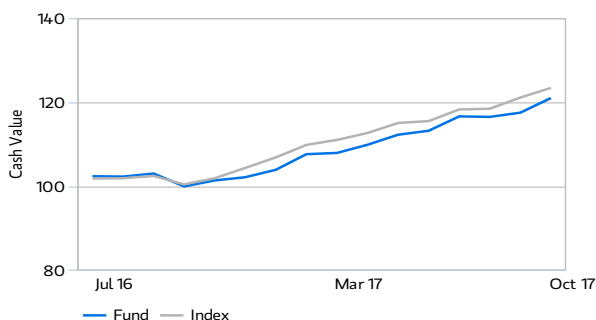


The higher the category (1 - 7), the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk-free investment.

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	2.96	2.89	2.79	1.89
Last three months	3.74	3.53	3.25	4.32
YTD	18.40	17.53	16.50	18.21
One year	20.95	19.89	18.66	22.77
Since inception (annualised)	15.74	n/a	n/a	17.50

% 12 month returns

31.10.16 - 31.10.17	20.95	19.89	18.66	22.77
---------------------	-------	-------	-------	-------

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.

Fund facts

Fund launch	July 2016
Investment team	Andrew Slimmon, Phillip Kim
Location	Chicago
Base currency	U.S. dollars
Benchmark	MSCI World Net Index
Total assets	\$ 7.9 million
NAV Class Z	\$ 30.25

Portfolio characteristics

	Fund	Index
Active share	91.69	n/a
Number of holdings	36	1652
P/E (Next 12 Months)	17.27	16.91
Weighted average market capitalization (\$B)	161.13	117.02

Top 10 holdings (% of Total Net Assets)

	Fund	Index
Tencent Holdings Ltd	5.39	-
JP Morgan Chase & Co.	5.30	0.91
Apple Inc	5.29	2.26
Nippon Telegraph & Telephone Corp	4.50	0.09
Taiwan Semiconductor Mfg Co. Ltd	4.47	-
Priceline Group Inc/the	4.31	0.24
Comcast Corp	4.19	0.44
Ryanair Holdings plc	4.09	0.01
Broadcom Corp	4.05	0.27
CIGNA Corp	3.75	0.13
Total	45.34	-

Sector distribution (% of Total Net Assets)

	Fund	Index
Information Technology	33.56	17.08
Financials	18.94	18.06
Industrials	18.05	11.50
Consumer Discretionary	11.93	12.09
Health Care	5.87	11.95
Telecommunication Services	4.50	2.76
Consumer Staples	2.82	8.90
Materials	2.18	5.16
Energy	2.04	6.22
Cash & Equivalents	0.13	-
Total	100.00	-

Charges

	Z	A	B
Ongoing charges % ²	0.70	1.59	2.59
Management Fee %	0.55	1.35	1.35

Share Class

Share Class	CCY	ISIN	Bloomberg	Launch
A	USD	LU1442194145	MSGAFEA LX	12.07.2016
AH (EUR)	EUR	LU1442194731	MSGAAHE LX	12.07.2016
B	USD	LU1442194228	MSGAFEB LX	12.07.2016
BH (EUR)	EUR	LU1442194814	MSGABHE LX	12.07.2016
C	USD	LU1442194491	MSGAFEC LX	12.07.2016
CH (EUR)	EUR	LU1442194905	MSGACHE LX	12.07.2016
I	USD	LU1442194574	MSGAFEI LX	12.07.2016
Z	USD	LU1442194657	MSGAFEZ LX	12.07.2016

Footnotes

Publication date: 16 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.

Important information

This document has been prepared by Morgan Stanley Investment Management Limited ("MSIM") solely for informational purposes and does not seek to make any recommendation to buy or sell any particular security (including Shares in the Fund) or to adopt any specific investment strategy. MSIM has not authorised financial intermediaries to use and to distribute this document, unless such use and distribution is made in accordance with applicable law and regulation. Additionally, financial intermediaries are required to satisfy themselves that the information in this document and an investment in Shares of the Fund is suitable for any person to whom they provide this document in view of that person's circumstances and purpose. MSIM shall not be liable for, and accepts no liability for, the use or misuse of this document by any such financial intermediary. If such a person considers an investment in Shares of the Fund, she/he should always ensure that she/he has satisfied herself/himself that she/he has been properly advised by that financial intermediary about the suitability of an investment.

Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. The value of the investments and the income from them can go down as well as up and an investor may not get back the amount invested. There are additional risks involved with this type of investment. Please refer to the Prospectus and relevant Key Investor Information for full risk disclosure.

This Financial Promotion has been issued and approved in the UK by Morgan Stanley Investment Management Limited, 25 Cabot Square, Canary Wharf, London E14 4QA, authorised and regulated by the Financial Conduct Authority.

This publication is disseminated in Australia by Morgan Stanley Investment Management (Australia) Pty Limited ACN: 122040037, A.F.S.L. No. 314182, which accept responsibility for its contents. This publication, and any access to it, is intended only for "wholesale clients" within the meaning of the Australian Corporations Act.

This document should not be considered to be the subject of an invitation for subscription or purchase, whether directly or indirectly, to the public or any member of the public in Singapore other than (i) to an institutional investor under section 304 of the Securities and Futures Act, Chapter 289 of Singapore ("SFA"), (ii) to a "relevant person" (which includes an accredited investor) pursuant to section 305 of the SFA, and such distribution is in accordance with the conditions specified in section 305 of the SFA; or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. In particular, for investment funds that are not authorized or recognized by the MAS, units in such funds are not allowed to be offered to the retail public; any written material issued to persons as aforementioned in connection with an offer is not a prospectus as defined in the SFA and, accordingly, statutory liability under the SFA in relation to the content of prospectuses does not apply, and investors should consider carefully whether the investment is suitable for them.

This document contains information relating to the sub-funds ("Funds") of Morgan Stanley Investment Funds, a Luxembourg domiciled Société d'Investissement à Capital Variable. Morgan Stanley Investment Funds (the "Company") is registered in the Grand Duchy of Luxembourg as an undertaking for collective investment pursuant to Part 1 of the Law of 17th December 2010, as amended. The Company is an Undertaking for Collective Investment in Transferable Securities ("UCITS").

This communication is only intended for and will only be distributed to persons resident in jurisdictions where such distribution or availability would not be contrary to local laws or regulations. In particular, the Shares are not for distribution in the United States or to US persons.

If you are a distributor of the Morgan Stanley Investment Funds, some or all of the funds, or Shares in individual funds, may be available for distribution. Please refer to your sub-distribution agreement, for these details before forwarding fund information to your clients.

Applications for shares in Morgan Stanley Investment Funds should not be made without first consulting the current Prospectus, Key Investor Information Document, Annual Report and Semi-Annual Report ('Offering Documents'), or other documents available in your local jurisdiction, which are available free of charge from the Registered Office: European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, R.C.S. Luxembourg B 29 192. In addition, all Italian investors should refer to the 'Extended Application Form', and all Hong Kong investors should refer to the 'Additional Information for Hong Kong Investors' section, outlined within the Prospectus.

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.

For cash management purposes the Fund may invest in shares in the Liquidity Funds of Morgan Stanley Liquidity Funds.

This document may be translated into other languages. Where such a translation is made this English version remains definitive. If there are any discrepancies between the English version and any version of this document in another language, the English version shall prevail.