

APPROVED FOR USE IN GERMANY

Morgan Stanley Investment Funds

Global Balanced Income Fund - ZH (USD) Shares (Accumulating NAV Currency Hedged Share Class)

Investment Objective

To generate regular income and long term growth of your investment.

Investment Approach

Seeks an attractive level of total return by managing a broad asset mix within a targeted risk range of 4-10%, which is subject to change. The fund invests primarily in equities, fixed income, commodity-linked investments and cash. Income is enhanced by the sale of put options on major equity indices. Derivatives such as index futures are used for efficient portfolio management.

Investment Team

	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
Andrew Harmstone, Managing Director	2008	40
Manfred Hui, Managing Director	2007	15

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

Class ZH (USD) Shares (% net of fees) in USD

Performance of 100 USD Invested Since Inception (Cash Value)



12 Month Performance Periods to Latest Month End (%)^{12†}

	SEP '20 - SEP '21	SEP '19 - SEP '20	SEP '18 - SEP '19	SEP '17 - SEP '18	SEP '16 - SEP '17
Class ZH (USD) Gross (without deduction of max sales charge) ¹	11.63	-3.65	6.16	1.86	--
Class ZH (USD) Net (with the deduction of max sales charge) ²	10.51	-4.61	5.09	0.84	--

Investment Performance (% net of fees) in USD

	Cumulative (%)				Annualised (% p.a.)			
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class ZH (USD) Gross (without deduction of max sales charge) ¹	-0.27	1.45	7.59	11.63	4.52	--	--	4.04
Class ZH (USD) Net (with the deduction of max sales charge) ²	-1.26	0.44	6.51	10.51	4.17	--	--	3.82

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015	2014
Class ZH (USD) Gross (without deduction of max sales charge) ¹	-1.97	12.39	-3.90	--	--	--	--

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. The sources for all performance and Index data is Morgan Stanley Investment Management.

The investment team do not target a benchmark index when managing the portfolio.

¹ Figure shown assumes reinvestment of all distributions and deduction of fund level costs, but does not reflect the deduction of any sales charge applicable at investor level.

² Figure shown assumes reinvestment of all distributions and deduction of fund level costs, and includes the deduction of the maximum sales charge applicable at investor level that may be taken out of your money before it is invested.

Please see the Fund's current prospectus and the share class' Key Investor Information Document for complete details on fees and sales charges.

† Example: An investor wishes to purchase shares of USD 100. At the maximum sales charge of 5.75% the investor has to expend USD 106.10. The sales charge is only incurred upon subscription.

Share Class

	CLASS ZH (USD)
Currency	U.S. dollars
ISIN	LU1559459315
Bloomberg	MSGBZHU LX
Inception date	07 February 2017
Net asset value	\$ 30.05

Fund Facts

Launch date	31 July 2014
Base currency	Euro
Total net assets	€ 233.20 million
Structure	Luxembourg SICAV

Charges (%)

	CLASS ZH (USD)
Max Entry Charge	1.00
Ongoing Charges	0.82
Management Fee	0.60

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 (USD)

	CLASS ZH (USD)
Minimum initial investment	0
Minimum subsequent Investment	0

Options Exposure

	FUND
Effective equity exposure (including options and futures)	0.40

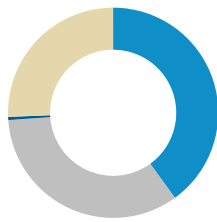
Target Income

	FUND
Underlying assets	2.00
Options related	2.00
Total	4.00

Characteristics

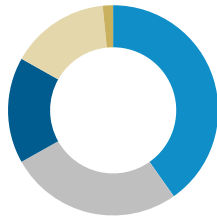
	FUND
Duration (years)	2.54

Asset Breakdown (% of Total Net Assets)³



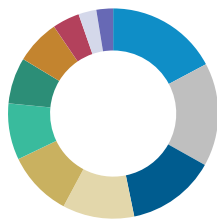
	FUND
Equity	40.02
Fixed Income	33.86
Commodities	0.50
Cash & equivalents	25.61

Regional Exposure (% of Equity)³



	FUND
North America	40.23
Europe	26.64
Japan	16.31
Emerging Market	15.23
Asia ex Japan	1.60

Sector Distribution (% of Equity)^{3,4}



	FUND
Information Technology	17.23
Financials	15.90
Consumer Discretionary	13.66
Industrials	11.03
Health Care	10.06
Communication Services	8.68
Energy	7.11
Consumer Staples	6.83
Materials	4.18
Utilities	2.76
Real Estate	2.57
Cash	--

Currency Exposure (Total Portfolio)³



	FUND
EUR	36.78
USD	30.78
JPY	7.97
GBP	5.15
ALL Others	19.31

Quality Distribution S&P (% of Fixed Income)^{3,5}



	FUND
AAA	13.60
AA	5.95
A	14.14
BBB	46.34
B or Below	19.97

Share Class ZH (USD) Risk and Reward Profile



Potentially Lower Rewards Potentially Higher Rewards

The risk and reward category shown is based on historic 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 a range of assets with different levels of risk and the fund's simulated and/or realised return has experienced medium 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 bonds are likely to decrease if interest rates rise and vice versa.
- The value of financial derivative instruments are highly sensitive and may result in losses in excess of the amount invested by the Sub-Fund.
- Issuers may not be able to repay their debts, if this happens the value of your investment will decrease. This risk is higher where the fund invests in a bond with a lower credit rating.
- 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 funds 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.
- The derivative strategy aims to increase the income paid to investors, but there is potential for the fund to suffer losses.
- In order to achieve the currency hedging, this share class relies on other parties to fulfil certain contractual obligations, as these parties may fail to do so there is a higher risk to your 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 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.

Additional Z Share Classes

	CURRENCY	LAUNCH	ISIN	BLOOMBERG
Z	EUR	31.07.2014	LU10781194.08	MSGBINZ LX
ZHR (GBP)	GBP	31.07.2015	LU126854.7731	MSGZHRG LX
ZR	EUR	24.11.2017	LU1725244.864	MSGBZRE LX

³ May not sum to 100% due to rounding.

⁴ For additional information regarding sector classification/definitions please visit www.msci.com/gics and the glossary at www.morganstanley.com/im.

⁵ Quality distribution data for securities is sourced from Fitch, Moody's and S&P. Where the credit ratings for individual securities differ between the three ratings agencies, the 'highest' rating is applied. The rating of credit default swaps is based on the 'highest' rating of the underlying reference bond. 'Cash' includes investments in short term instruments, including investments in Morgan Stanley liquidity funds.

Please refer to the Prospectus for full risk disclosures, available at www.morganstanleyinvestmentfunds.com. All data as of 30.09.2021 and subject to change daily.

EU Cross Border Distribution of Funds Important Disclosure

This is a marketing communication. Applications for shares in the Fund should not be made without first consulting the current Prospectus and the Key Investor Information Document ("KIID"), which are available in English and in the official language of your local jurisdiction at morganstanleyinvestmentfunds.com or free of charge from the Registered Office of Morgan Stanley Investment Funds, European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, R.C.S. Luxembourg B 29 192. A summary of investor rights is available in English at the same website.

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