

Morgan Stanley Investment Funds

Japanese Equity Fund - ZH (EUR) Shares (Accumulating NAV Currency Hedged Share Class)

Investment Objective

Long term growth of your investment.

Investment Approach

Seeks long-term capital appreciation measured in Japanese yen, by investing primarily in the equity securities of companies domiciled in or exercising the predominant part of their economic activity in Japan and which are listed on any exchanges or over-the-counter markets.

Investment Team

	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
Yasuyuki Ochi, CMA, Mitsubishi UFJ Asset Management Co., Ltd.	2014	19

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

Mitsubishi UFJ Asset Management (UK) Ltd started to manage the fund in July 2014.

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

Performance of 100 EUR Invested Since Inception (Cash Value)



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

	AUG '19 - AUG '20	AUG '18 - AUG '19	AUG '17 - AUG '18	AUG '16 - AUG '17	AUG '15 - AUG '16
Class ZH (EUR) Gross (without deduction of max sales charge) ¹	4.03	-14.43	4.48	23.62	-18.47
Class ZH (EUR) Net (with the deduction of max sales charge) ²	2.98	-15.25	3.42	22.31	-19.24

Investment Performance (% net of fees) in EUR

	Cumulative (%)				Annualised (% p.a.)			
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class ZH (EUR) Gross (without deduction of max sales charge) ¹	7.63	5.20	-10.52	4.03	-2.39	-1.29	--	4.71
Class ZH (EUR) Net (with the deduction of max sales charge) ²	6.56	4.14	-11.41	2.98	-2.71	-1.48	--	4.61

Calendar Year Returns (%)

	2019	2018	2017	2016	2015	2014	2013
Class ZH (EUR) Gross (without deduction of max sales charge) ¹	15.47	-21.59	19.35	-4.06	8.63	2.62	48.10

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

Calculations are based on the close of business NAV which is valued at the close of the Tokyo Stock Exchange (15.00 JST). This NAV may differ from the official NAV of the fund which is calculated during the Luxembourg business day. All subscriptions and redemptions will be dealt at the official NAV.

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.

Share Class

	CLASS ZH (EUR)
Currency	Euro
ISIN	LU0512095166
Bloomberg	MSJPEZH LX
Inception date	29 September 2010
Net asset value	€ 39.48

Fund Facts

Launch date	14 June 2010
Base currency	Japanese yen
Index	MSCI Japan Index
Total net assets	¥ 8.0 billion
Structure	Luxembourg SICAV

Charges (%)

	CLASS ZH (EUR)
Max Entry Charge	1.00
Ongoing Charges	0.94
Management Fee	0.75

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 (EUR)
Minimum initial investment	0
Minimum subsequent investment	0

Characteristics

	FUND	INDEX
Number of holdings	38	320
Price/cash flow	3.97	5.49
Price/book	1.01	1.31

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

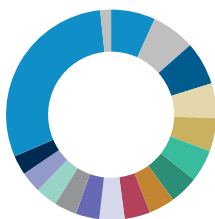
[†] Example: An investor wishes to purchase shares of USD 100. At the maximum sales charge of 5.75% the investor has to expend USD 106.10. The sales charge is only incurred upon subscription.

Top Holdings (% of Total Net Assets)³

	FUND	INDEX
Softbank Corp	4.08	3.48
Ryohin Keikaku Co. Ltd	4.00	0.11
Nojima Corp	3.97	--
Itochu Corp	3.65	0.98
Kubota Ltd	3.59	0.53
Fujitsu Ltd	3.50	0.73
Daiwa House Industry Co. Ltd	3.48	0.43
Takeda Pharmaceutical Company Limited	3.46	1.67
Sony Corp	3.32	2.83
Megmilk Snow Brand Co. Ltd	3.26	--
Total	36.31	--

Industry Distribution (% of Total Net Assets)^{4,5}

	FUND	INDEX
● Wireless		
Telecommunication Services	6.82	5.77
● Real Estate		
Management & Development	6.70	2.11
● It Services	6.68	2.47
● Food Products	5.35	1.58
● Beverages	5.12	1.15
● Machinery	4.94	5.38
● Chemicals	4.42	3.88
● Multiline Retail	4.00	0.53
● Specialty Retail	3.97	1.93
● Banks	3.88	4.69
● Trading Companies & Distributors	3.65	3.78
● Pharmaceuticals	3.46	7.33
● Household Durables	3.32	4.33
● Auto Components	3.29	2.16
● Insurance	3.00	2.60
● Other	29.83	--
● Cash	1.68	--



Share Class ZH (EUR) 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 company shares and the fund's simulated and/or realised return has experienced 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:

- 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.
- 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	JPY	14.06.2010	LU0512094433	MSJPEQZ LX

³ These 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.

⁴ May not sum to 100% due to the exclusion of other assets and liabilities.

⁵ For additional information regarding sector classification/definitions please visit www.msci.com/gics and the glossary at www.morganstanley.com/im.

Please refer to the Prospectus for full risk disclosures, available at www.morganstanleyinvestmentfunds.com. All data as of 31.08.2020 and subject to change daily.

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Price/cash flow (P/CF) is a ratio used to compare a company's market value to its cash flow. It is calculated by dividing the company's per-share stock price by the per-share operating cash flow.

INDEX INFORMATION

The **MSCI Japan Index** is a free-floated adjusted market capitalization weighted index that is designed to track the equity market performance of Japanese securities listed on the Tokyo Stock Exchange, Osaka Stock Exchange, JASDAQ and Nagoya Stock Exchange. The MSCI Japan Index is constructed based on the MSCI Global Investable Market Indices Methodology, targeting a free-float market capitalization coverage of 85%.

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