

## INVESTMENT MANAGEMENT

Morgan Stanley Investment Funds

### Saudi Equity Fund - A Shares (Accumulation Share Class)

#### Investment Objective

Long term growth of your investment.

#### Investment Approach

To seek long-term capital appreciation and growth, measured in US Dollars, by investing in securities listed on the main market of the Saudi Stock Exchange, the Tadawul, and in securities offered in the course of an Initial Public Offering (IPO) in the Kingdom of Saudi Arabia.

#### Investment Team

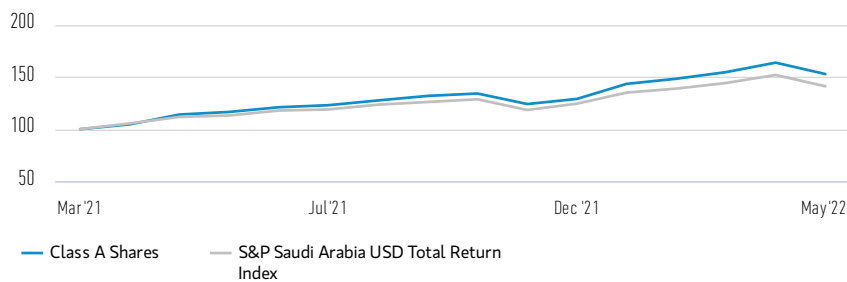
	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
Najmul Hasnain, Head of Saudi Arabian Equity Team	2007	28
Alowi AliMirah, Executive Director	2007	15
Khurram Javed, Executive Director	2008	14

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

#### Class A Shares (% net of fees) vs. Index in USD

##### Performance of 100 USD Invested Since Inception (Cash Value)

Past performance is not a reliable indicator of future results.



#### 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 A Shares	-6.68	3.04	18.53	31.26	--	--	--	43.12
S&P Saudi Arabia USD Total Return Index	-7.14	1.62	13.44	24.83	--	--	--	33.78

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

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.

#### Share Class

	CLASS A
Currency	U.S. dollars
ISIN	LU2275417330
Bloomberg	MSISEAU LX
Inception date	24 March 2021
Net asset value	\$ 38.25

#### Fund Facts

Launch date	24 March 2021
Base currency	U.S. dollars
Index	S&P Saudi Arabia USD Total Return Index
Total net assets	\$ 22.93 million
Structure	Luxembourg SICAV

#### Charges (%)

	CLASS A
Max Entry Charge	5.75
Ongoing Charges	2.39
Management Fee	1.90

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)

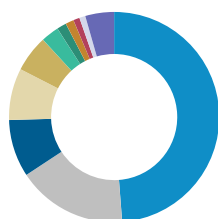
	CLASS A
Minimum initial investment	0
Minimum subsequent investment	0

#### Characteristics

	FUND	INDEX
Active share (%)	55.66	--
Price/book	2.38	2.60
Return on equity (%)	16.91	17.56
Dividend Yield (%)	2.21	2.02
Number of holdings	34	198

**Top Holdings (% of Total Net Assets)<sup>1</sup>**

	FUND	INDEX
Saudi National Bank/the	9.43	9.95
Al Rajhi Bank	8.30	21.86
Riyad Bank	6.83	3.18
Alinma Bank	6.81	4.25
Sahara International Petrochemical Co.	5.61	2.15
Saudi British Bank/the	4.32	2.26
Bank Al-Jazira	4.25	1.24
Banque Saudi Fransi	4.18	2.23
Arab National Bank	4.04	1.07
Sabic Agri-Nutrients Co.	2.91	1.80
<b>Total</b>	<b>56.68</b>	<b>--</b>

**Sector Allocation (% of Total Net Assets)<sup>2,3</sup>**

	FUND	INDEX
Financials	48.65	49.67
Materials	16.88	22.14
Industrials	8.80	1.85
Health Care	7.94	2.77
Consumer Discretionary	5.63	2.58
Energy	2.77	6.47
Real Estate	1.46	2.30
Utilities	1.27	2.68
Consumer Staples	0.96	2.99
Information Technology	0.92	0.45
Cash	4.42	--

<sup>1</sup> 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.

<sup>2</sup> May not sum to 100% due to the exclusion of other assets and liabilities.

<sup>3</sup> For additional information regarding sector classification/definitions please visit [www.msci.com/gics](http://www.msci.com/gics) and the glossary at [www.morganstanley.com/im](http://www.morganstanley.com/im).

Please refer to the Prospectus for full risk disclosures, available at [www.morganstanleyinvestmentfunds.com](http://www.morganstanleyinvestmentfunds.com). All data as of 31.05.2022 and subject to change daily.

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**DEFINITIONS**

**Active Share** is a measure of the percentage of stock holdings in a managers portfolio that differ from the benchmark index (based on holdings and weight of holdings). Active Share scores range from 0%-100%. A score of 100% means you are completely different from the benchmark. Active Share calculation may consolidate holdings with the same economic exposure. **Bloomberg** stands for 'Bloomberg Global Identifier (BBGID)'. This is a unique 12 digit alphanumeric code designed to enable the identification of securities, such as the Morgan Stanley Investment Funds sub-funds at share class level, on a Bloomberg Terminal. The Bloomberg Terminal, a system provided by Bloomberg L.P., enables analysts to access and analyse real-time financial market data. Each Bloomberg code starts with the same BBG prefix, followed by nine further characters that we list here in this guide for each share class of each fund. **Cash & Equivalents** are defined as the value of assets that can be converted into cash immediately. These include commercial paper, open FX transactions, Treasury bills and other short-term instruments. Such instruments are considered cash equivalents because they are deemed liquid and not subject to significant risk of changes in values. **Dividend yield** is the ratio between how much a company pays out in dividends each year relative to its share price. **ISIN** is the international securities identification number (ISIN), a 12 digit code consisting of numbers and

**Share Class A Risk and Reward Profile**

Lower Risk

Higher Risk



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:

- There are additional risks associated with investing in real estate.
- 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.
- Sustainability factors can pose risks to investments, for example: impact asset values, increased operational costs.
- There may be an insufficient number of buyers or sellers which may affect the Fund's 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.
- 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.

letters that distinctly identifies securities. **NAV** is the Net Asset Value per share of the Fund (NAV), which represents the value of the assets of a fund less its liabilities. **Number of holdings** provided are a typical range, not a maximum number. The portfolio may exceed this from time to time due to market conditions and outstanding trades. **Price/book (P/BV)** compares a stock's market value to the book value per share of total assets less total liabilities. This number is used to judge whether a stock is undervalued or overvalued. **Return on equity (ROE)** is the amount of net income returned as a percentage of shareholders equity. Return on equity measures a corporation's profitability by revealing how much profit a company generates with the money shareholders have invested.

**INDEX INFORMATION**

The **S&P Saudi Arabia Total Return Index (USD)** is a comprehensive benchmark that defines and measures the investable universe of publicly traded companies domiciled in Saudi Arabia.

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