

A Sub-Fund of Morgan Stanley Investment Funds

US Dollar Short Duration High Yield Bond Fund

(Accumulating NAV Currency Hedged Share Class)

Investment Objective

To provide an attractive rate of total return.

Investment Approach

We focus on middle-market credits, or credits with less than \$1 billion of total debt outstanding, using a value-oriented fixed income approach. In our experience, middle-market issues relative to larger peers can provide superior yields, higher coupons, shorter maturities and lower volatility, with default rates that are generally in line with the broader market.

Investment Team	JOINED FIRM	YEARS OF INDUSTRY EXPERIENCE
Justin H. Bourgette, Managing Director, Head of Investment Strategy, Portfolio Manager	2006	20
Bo Hunt, Managing Director, Portfolio Manager	2016	24

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

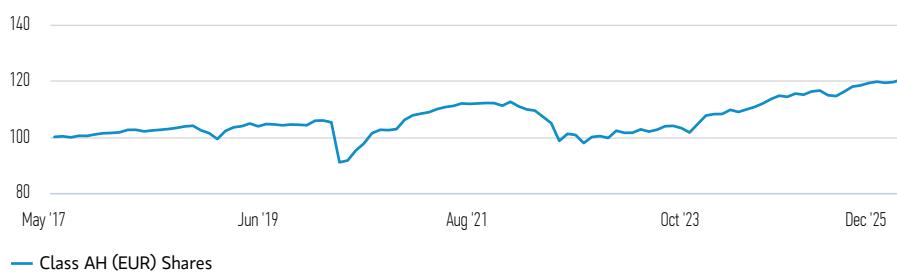
Effective 24 February 2025, Joseph Hurley is no longer serving as Portfolio Manager on the Fund.

Effective 23 October 2024, Jack Cimarosa is no longer serving as Portfolio Manager on the Fund.

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

Performance of 100 EUR Invested Since Inception (Cash Value)

Past performance is not a reliable indicator of future results.



Investment Performance (% net of fees) in EUR

	Cumulative (%)				Annualised (% p.a.)				INCEPTION
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR		
Class AH (EUR) Shares	0.74	0.60	4.66	4.66	6.53	2.26	--		2.18

Calendar Year Returns (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Class AH (EUR) Shares	4.66	6.91	8.03	-11.48	4.49	1.82	6.57	-2.34	--	--

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 shares. The sources for all performance and index data is Morgan Stanley Investment Management (MSIM Ltd).

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.

HIGH YIELD TEAM

Share Class	CLASS AH (EUR)
Currency	Euro
ISIN	LU1610904176
Bloomberg	MUSHYAH LX
Inception date	24 May 2017
Net asset value	€ 30.10

Fund Facts

Launch date	04 December 2014
Base currency	U.S. dollars
Index	Bloomberg US High Yield 1-5 Year Cash Pay 2% Issuer Capped Index
Total net assets	\$ 134.18 million
Structure	Luxembourg SICAV
SFDR	Article 8
Classification [†]	

Charges (%)

Charges (%)	CLASS AH (EUR)
Max Entry Charge	4.00
Ongoing Charges	126
Management Fee	1.00

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), custodian, and administration charges. For more information please see the Charges and Expenses section of the prospectus.

The fees provided are only attributable to the Morgan Stanley Investment Funds (SICAV) and do not include any additional fees which may be incurred if packaged in a product.

Subscriptions (USD)

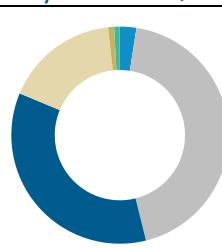
	CLASS AH (EUR)
Minimum initial investment	0
Minimum subsequent Investment	0

Characteristics

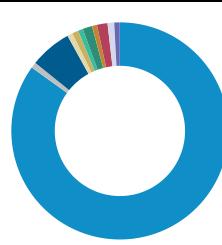
	FUND	INDEX
Duration (years)	1.94	1.90
Yield to worst (%)	6.28	6.61
Average maturity (years)	2.49	3.30
Number of holdings	134	1,235

Sector Allocation (% of Total Net Assets)^{1,2}

	FUND	INDEX
High Yield Corporates	97.08	99.01
Industrial	85.01	84.20
Basic Industry	5.81	6.13
Capital Goods	15.74	9.51
Communications	3.49	14.74
Consumer Cyclical	24.21	19.38
Consumer Non-Cyclical	9.94	10.82
Energy	11.36	10.65
Technology	6.78	9.37
Transportation	2.93	2.38
Industrial Other	4.76	1.23
Utility	3.81	3.14
Financial Institutions	8.26	11.66
Banking	0.00	0.02
Brokerage/Asset Managers/Exchanges	143	0.78
Finance Companies	4.06	4.45
Insurance	2.07	2.29
REITs	0.71	2.55
Financial Other	0.00	1.58
Convertibles	0.36	0.00
Investment Grade Corporates	1.18	0.69
NR Corporates	0.54	0.31
Cash & Equivalents	0.83	0.00

Quality Distribution (% of Total Net Assets)^{1,3}

	FUND
BBB	2.44
BB	43.70
B	35.16
CCC	16.96
Not Rated	0.90
Cash	0.84

Top Countries (% of Total Net Assets)¹

	FUND
U.S.	84.95
Spain	0.84
Canada	6.22
France	0.80
Turkey	0.90
Zambia	0.74
Ireland	1.43
Hong Kong	0.73
Switzerland	1.58
Other	0.98
Cash	0.84

[†]This Fund is classified as an Article 8 product under the Sustainable Finance Disclosure Regulation. Article 8 products are those which promote environmental or social characteristics and which integrate sustainability into the investment process in a binding manner.

¹May not sum to 100% due to rounding.

²For additional information regarding sector classification/definitions please visit www.msci.com/gics and the glossary at www.morganstanley.com/im.

³Quality 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.

Applications for shares in the Sub-Fund should not be made without first consulting the current Prospectus and the Key Information Document ("KID") or Key Investor Information Document ("KIID"), which are available in English and in the language of countries authorized for fund distribution and is available online at [Morgan Stanley Investment Funds Webpages](http://MorganStanleyInvestmentFundsWebpages) or free of charge from the Registered Office at European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, R.C.S. Luxembourg B 29 192.

The summary of investor rights is available in the aforementioned languages and website location under the General Literature section.

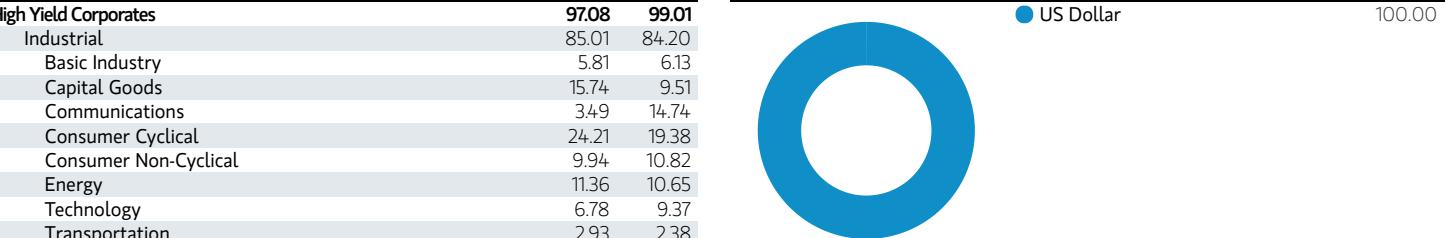
Information in relation to sustainability aspects of the Fund is available from the Prospectus of the Fund.

If the management company of the relevant Fund decides to terminate its arrangement for marketing that Fund in any EEA country where it is registered for sale, it will do so in accordance with the UCITS rules.

IMPORTANT INFORMATION

This material has been prepared solely for informational purposes and does not constitute an offer or a recommendation to buy or sell any particular security or to adopt any specific investment strategy. Investors should be aware that a diversified strategy does not protect against a loss in a particular market.

All investments involve risks, including the possible loss of principal. The material contained herein has not been based on a consideration of any individual client circumstances and is not investment advice, nor should it be construed in any way as tax, accounting, legal or regulatory advice. To that end, investors should seek independent legal and financial advice,

Currency Allocation (% of Total Net Assets)¹**Share Class AH (EUR) Risk and Reward Profile**

- The fund may be impacted by movements in the exchange rates between the fund's currency and the currencies of the fund's investments.
- 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.
- 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 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 A Share Classes

CURRENCY	LAUNCH	ISIN	BLOOMBERG
A	USD	LU1134225132	MUSDHYA LX
AR	USD	LU1697574967	MUSHYAR LX
AX	USD	LU1134225306	MUSHYAX LX

Please refer to the Prospectus for full risk disclosures, available at www.morganstanleyinvestmentfunds.com. All data as of 31.12.2025 and subject to change daily.

including advice as to tax consequences, before making any investment decision. The use of leverage increases risks, such that a relatively small movement in the value of an investment may result in a disproportionately large movement, unfavourable as well as favourable, in the value of that investment and, in turn, the value of the Fund.

Investment in the Fund concerns the acquisition of units or shares in a fund, and not in a given underlying asset such as building or shares of a company, as these are only the underlying assets owned.

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Charts and graphs provided herein are for illustrative purposes only and subject to change.

DEFINITIONS

Average maturity – weighted average of the maturities of the underlying securities in the portfolio. **Bloomberg** stands for Bloomberg Global Identifier ('BBGID'). This is a unique 12 digit alphanumerical code designed to enable the identification of securities, 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 are listed for each share class of the Sub-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.

Duration is a measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. Rising interest rates mean falling bond prices, while declining interest rates mean rising bond prices. **ISIN** is the international securities identification number (ISIN), a 12 digit code consisting of numbers and letters that distinctly identifies securities. **NAV** is the Net Asset Value per share of the Sub-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. **Yield to Worst** is the lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making worst-case scenario assumptions on the issuer by calculating the returns that would be received if provisions, including prepayment, call or sinking fund, are used by the issuer.

INDEX INFORMATION

Bloomberg US High Yield 1-5 Year Cash Pay 2% Issuer Capped Index is an issuer-constrained version of the Bloomberg US Corporate High-Yield Index that measures the market of USD denominated, noninvestment-grade, fixed-rate, taxable corporate bonds. The index follows the same rules as the uncapped index but only includes issues with a 1-5 year maturity and limits the exposure of each issuer to 2% of the total market value and redistributes any excess market value index-wide on a pro-rata basis.

The index is unmanaged and does not include any expenses, fees or sales charges. It is not possible to invest directly in an index.

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