

Morgan Stanley Investment Funds

US Insight Fund - A Shares (Accumulation Share Class)

Investment Objective

Long term growth of your investment, as measured in US Dollars.

Investment Approach

We seek high-quality established and cyclical companies with strong free-cash-flow yields and favorable returns on invested capital trends. We focus on long-term growth rather than short-term events, with our stock selection informed by rigorous fundamental analysis.

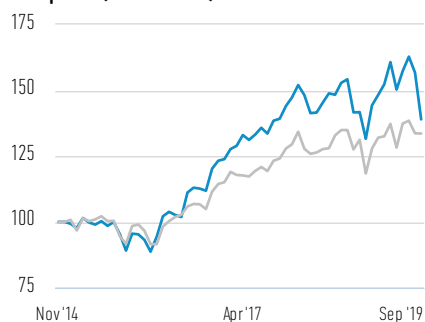
Investment Team

	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
Dennis Lynch, Head of Counterpoint Global	1998	25
Sam Chainani, Managing Director	1996	23
Jason Yeung, Managing Director	2002	22
Armistead Nash, Managing Director	2002	19
David Cohen, Managing Director	1993	31
Alexander Norton, Executive Director	2000	24

Team members may be subject to change at any time without notice. Prior to 30 April 2018, Burak Alici was primarily responsible for day to day management.

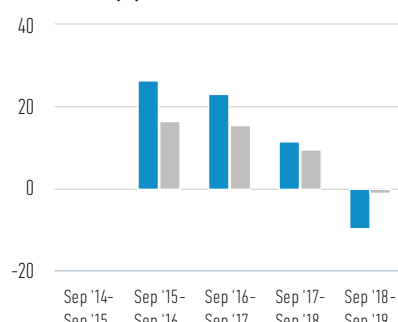
Class A Shares (% net of fees) vs. Index in USD

Performance of 100 USD Invested Since Inception (Cash Value)



— Class A Shares
— Russell 3000® Growth Index

12 Month Performance Periods to Latest Month End (%)



■ Class A Shares
■ Russell 3000® Growth Index

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	-11.33	-11.67	5.59	-9.88	7.25	--	--	7.04
Russell 3000® Growth Index	-0.04	-2.77	12.83	-0.97	7.79	--	--	6.17

Calendar Year Returns (%)

	2018	2017	2016	2015	2014	2013	2012
Class A Shares	-10.67	19.54	32.29	-6.16	--	--	--
Russell 3000® Growth Index	-8.58	13.19	18.40	-4.12	--	--	--

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

Effective 30 August, the Morgan Stanley Investment Funds US Insight Fund amended its investment style to include US Equities across the all capitalisation spectrum. Please refer to the fund's prospectus for further information on these changes.

The Blended Index performance shown is calculated using the Russell 3000® Value Index from inception through 30th August 2019 and the Russell 3000® Growth Index thereafter.

Share Class

	CLASS A
Currency	U.S. dollars
ISIN	LU1121084831
Bloomberg	MORUSAA LX
Inception date	28 November 2014
Net asset value	\$ 34.74

Fund Facts

Launch date	28 November 2014
Base currency	U.S. dollars
Index	Russell 3000® Growth Index
Total net assets	\$ 10.25 million
Structure	Luxembourg SICAV

Charges (%)

	CLASS A
Max Entry Charge	5.75
Ongoing Charges	1.74
Management Fee	1.50

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

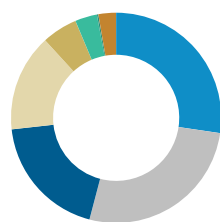
Statistics

(3 Year Annualised)

	CLASS A	INDEX
Excess Return (%)	-0.54	--
Alpha (%)	-0.18	--
Beta	0.94	1.00
Information ratio	-0.06	--
R squared	0.63	1.00
Tracking error (%)	9.04	--
Volatility (Standard deviation) (%)	14.87	12.53
Down-capture ratio (%)	118.35	100.00
Up-capture ratio (%)	110.94	100.00

Characteristics

	FUND	INDEX
Active share (%)	92.18	--
Number of holdings	40	1,695
Return on capital (%)	0.61	21.87
5 year EPS growth (%)	15.41	17.47
Sales growth (%)	30.30	15.45
Weighted median market capitalization (\$B)	20.09	114.12
D/E weighted median (%)	41.87	84.49
Dividend Yield (%)	0.15	1.19

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

	FUND	INDEX
Information Technology	27.06	36.33
Health Care	26.46	15.08
Communication Services	18.96	10.84
Consumer Discretionary	14.80	14.30
Materials	5.41	1.56
Industrials	3.36	10.59
Other	0.22	--
Cash	2.68	--

Top Holdings (% of Total Net Assets)³

	FUND	INDEX
Amazon.com Inc	6.59	4.81
Intuitive Surgical Inc	5.72	0.41
Twitter Inc	5.67	0.21
Ecolab Inc	5.41	0.33
Disney Walt Holding Co.	5.20	--
Illumina Inc	4.97	0.30
Spotify Technology S.A.	4.07	0.09
Shopify Inc.	3.64	--
Twilio Inc	3.62	0.09
Coupa Software Inc	3.50	0.05
Total	48.39	--

¹ May not sum to 100%.

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

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.

Please refer to the Prospectus for full risk disclosures, available at www.morganstanleyinvestmentfunds.com. All data as of 30.09.2019 and subject to change daily.

DEFINITIONS

The **5 year Earnings Per Share (EPS) growth rate** is the weighted average of earnings per share growth for all securities in the portfolio projected for the past five fiscal years. Earnings per share for a company is defined as total earnings divided by shares outstanding. **Active Share** is a measure of the percentage of stock holdings in a manager's 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. **Alpha** (Jensen's) is a risk-adjusted performance measure that represents the average return on a portfolio or investment above or below that predicted by the capital asset pricing model (CAPM) given the portfolio's or investment's beta and the average market return. Prior to 6/30/2018 Alpha was calculated as the excess return of the fund versus benchmark. **Beta** is a measure of the relative volatility of a fund to the market's upward or downward movements. A beta greater than 1.0 identifies an issue or fund that will move more than the market, while a beta less than 1.0 identifies an issue or fund that will move less than the market. The Beta of the Market is always equal to 1. **Bloomberg** stands for 'Bloomberg Global Identifier (BBGID)'. This is a unique 12 digit alphanumerical 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. **Debt/equity (D/E)** is a measure of a company's financial leverage calculated by dividing its total liabilities by stockholders' equity. **Dividend yield** is the ratio between how much a company pays out in dividends each year relative to its share price. **Down Capture Ratio** is a statistical measure of an investment manager's overall performance in down-markets. Downside capture indicates how correlated a fund is to a market, when the market declines. **Excess Return** or value added (positive or negative) is the portfolio's return relative to the return of the benchmark. **Information ratio** is the portfolio's alpha or excess return per unit of risk, as measured

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:

- 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.
- Investment in China A-Shares via Shanghai-Hong Kong and Shenzhen-Hong Kong Stock Connect programs may also entail additional risks, such as risks linked to the ownership of shares.
- 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.

by tracking error, versus the portfolio's benchmark. **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 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. **R squared** measures how well an investment's returns correlate to an index. An R squared of 1.00 means the portfolio performance is 100% correlated to the index's, whereas a low r-squared means that the portfolio performance is less correlated to the index's. **Return on capital** is a measure of a company's efficiency at allocating the capital under its control to profitable investments, calculated by dividing net income minus dividends by total capital. **Sales growth** is the increase in sales over a specific period of time, often but not necessarily annually. **Tracking error** is the standard deviation of the difference between the returns of an investment and its benchmark. **Upside/downside market capture** measures annualized performance in up/down markets relative to the market benchmark. **Volatility (Standard deviation)** measures how widely individual performance returns, within a performance series, are dispersed from the average or mean value. **Weighted median market capitalization** is the point at which half of the market value of a portfolio or index is invested in stocks with a greater market cap, while the other half of the market value is invested in stocks with a lower market cap.

INDEX INFORMATION

The **Russell 3000® Growth Index** measures the performance of the broad growth segment of the U.S. equity universe. It includes those Russell 3000® Index companies with higher price-to-book ratios and higher forecasted growth values. The Russell 3000® Index measures the performance of the largest 3000 U.S. companies representing approximately 98% of the investable U.S. equity market.

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