We believe that to deliver long-term outperformance, holdings should be
different to those of the benchmark.

We focus on making long-term investment decisions based on the
attractiveness of individual companies and, as a result, only invest in the
stocks for which we maintain the highest conviction. The MS INVF Eurozone
Equity Alpha Fund is a concentrated portfolio, characterised by an active,
fundamental and bottom-up approach to stock selection. We seek to
identify quality companies from across the 19 European Union member
states that have adopted the euro as their legal tender.

A Bottom-Up Approach to Selecting Quality

Our process is grounded upon disciplined, fundamental analysis to identify,
what we define as, quality companies. We define quality companies as those
that typically exhibit features such as:
- Strong and stable cash flow generation
- High returns on investment
- Visibility and predictability of earnings
- A solid balance sheet and management by a team with a proven track
record.

We focus on identifying long-term investment opportunities and utilise
primary financial analysis, including meetings with management, such that
we understand the key drivers of a company’s financial statement and to
identify the catalysts that can unlock a company’s value. Our diligent
analysis helps to identify investment ideas that exhibit an attractive
individual risk reward profile, which are carefully combined to create a
highly concentrated portfolio. Despite the concentrated nature of our
portfolios, risk is well-diversified and our portfolios are characterised by low
and stable tracking errors.

Benchmark Differentiation

We believe that in order to achieve performance that differs from the
benchmark, portfolio construction must differ from the benchmark itself.
Studies have suggested that adequate portfolio diversification may be
achieved with only 30-40 holdings. We adopt a high-conviction approach
to investing and our portfolio is highly differentiated from the benchmark. In
an effort to capture alpha, we limit the holdings of the fund to
approximately 30-50 names, without either diluting this excessively or taking
unnecessary risk.

A Stable, Experienced Team

The European Equity Team at Morgan Stanley Investment Management is an
experienced and long-tenured group of investors, with a strong team
dynamic established over 11 years of working together. Our deep
understanding of local nuances within the continental European markets,
and fluency in several European languages, enhance our approach to
down-up security analysis. The European Equity Team is part of the wider
Morgan Stanley network, which provides access to a broad array of
investment resources.

The Eurozone Equity Alpha Fund offers investors a
number of desirable portfolio characteristics

1 Societe Generale Cross Asset Research, “Mind Matters: The Dangers of Diversification and Evils of the Relative Performance Derby,” Strategy Research, 7 April
2009.

This represents how the portfolio management team generally implements its investment process under normal market conditions and is being provided for
informational purposes only.
Morningstar Overall Rating*

CLASS I SHARES

EAA Fund Eurozone Large-Cap Equity
Out of 1032 Funds. Based on Risk Adjusted Return.
Ratings as of 31/12/2019.

Investment Team

Matthew Leeman,
Head of European Equity Team
Riccardo Bindi, Executive Director
Jonathan Day, Executive Director
Jaymeen Patel, Executive Director

Investment Experience

Matthew Leeman
27 years
Riccardo Bindi
27 years
Jonathan Day
24 years
Jaymeen Patel
18 years

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

MS INVF Eurozone Equity Alpha Fund
Class I (% net of fees) Performance of 100 EUR Invested Since Inception (05 April 2000)

12 Month Performance Periods to Latest Month End (%)

<table>
<thead>
<tr>
<th>Class I Shares</th>
<th>MSCI EMU (Net) Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>DECEMBER '18 - DECEMBER '19</td>
<td>28.99       -15.34</td>
</tr>
<tr>
<td>DECEMBER '17 - DECEMBER '18</td>
<td>10.63       12.49</td>
</tr>
<tr>
<td>DECEMBER '16 - DECEMBER '17</td>
<td>3.59        4.37</td>
</tr>
<tr>
<td>DECEMBER '15 - DECEMBER '16</td>
<td>10.73       9.81</td>
</tr>
</tbody>
</table>
| MSCI EMU (Net) Index | 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. All data as of 31 December 2019 and subject to change daily. Please visit our website www.morganstanley.com/im to see the latest performance returns for the fund’s other share classes. The Blended Index performance shown is calculated using the MSCI Europe (Net) Index from inception through 31 October 2006, the MSCI Europe (Net) Hedged Index to 31 May 2007 and the MSCI EMU (Net) Index thereafter.

Share Class I Risk and Reward Profile

<table>
<thead>
<tr>
<th>Lower Risk</th>
<th>Higher Risk</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>7</td>
</tr>
<tr>
<td>2</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td></td>
</tr>
<tr>
<td>5</td>
<td></td>
</tr>
<tr>
<td>Potentially Lower Rewards</td>
<td>Potentially Higher Rewards</td>
</tr>
</tbody>
</table>

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 fund’s ability to buy or sell securities.
  - 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 can go down as well as up and investors may lose all or a substantial portion of his or her 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 fund may be adversely affected by fluctuations in exchange rates between the investor’s reference currency and the base currency of the investments.

3
DEFINITIONS
Gross domestic product (GDP) is the monetary value of all the finished goods and services produced within a country's borders in a specific time period. Volatility is a statistical measure of the dispersion of returns for a given security or market index.

INDEX INFORMATION
The MSCI Europe (Net) Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Europe. The term "free float" represents the portion of shares outstanding that are deemed to be available for purchase in the public equity markets by investors. The performance of the index is listed in U.S. dollars and assumes reinvestment of net dividends.

The MSCI EMU (European Economic and Monetary Union) Net Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of countries within EMU.

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