

# MS INVF Quarterly Global Opportunity Spotlight

MARKETING COMMUNICATION | GLOBAL OPPORTUNITY TEAM | SPOTLIGHT | 31 DECEMBER 2025

**TEAM OVERVIEW:** Kristian Heugh is the lead investor of the Morgan Stanley Investment Funds (MS INVF) Opportunity portfolios. With a long-term ownership mind-set that emphasizes perspective and insight, supported by fundamental bottom-up analysis, the portfolios invest in high quality companies that the investment team believes are undervalued at the time of purchase.

**Past performance is not a reliable indicator of future results.**

PRODUCT	MS INVF GLOBAL OPPORTUNITY	MS INVF ASIA OPPORTUNITY	MS INVF EUROPE OPPORTUNITY	MS INVF DEVELOPING OPPORTUNITY
<b>Share Class: ISIN</b>	A: LU0552385295   B: LU0552385378   I: LU0834154790   Z: LU0552385535	A: LU1378878430   B: LU1378878513   I: LU1378878869   Z: LU1378878604	Z: LU1387591727	Z: LU2091680657
<b>Inception Dates: Fund   Strategy</b>	30 November 2010   31 December 2007	31 March 2016   31 December 2015	08 April 2016   30 April 2020	20 December 2019   31 December 2017
<b>Index</b>	MSCI All Country World Net Index	MSCI All Country Asia Ex Japan Net Index	MSCI Europe (Net) Index	MSCI Emerging Markets Net Index
<b>Investment Universe</b>	Global	Asia ex-Japan	Europe	Emerging Markets
<b>Turnover Range</b>	Typically 20-50% annually	Typically 20-50% annually	Typically 20-50% annually	Typically 20-50% annually
<b>Process<sup>1</sup></b>	<ul style="list-style-type: none"> <li>A concentrated portfolio of undervalued, high quality companies globally</li> </ul>	<ul style="list-style-type: none"> <li>A concentrated portfolio of undervalued, high quality companies in Asia</li> </ul>	<ul style="list-style-type: none"> <li>A concentrated portfolio of undervalued, high quality companies in Europe</li> </ul>	<ul style="list-style-type: none"> <li>A concentrated portfolio of undervalued, high quality companies in developing or emerging market countries</li> </ul>
<b>Portfolio Managers</b>	Kristian Heugh, CFA	Kristian Heugh, CFA, Anil Agarwal, Alastair Pang, Jeremy Wu	Kristian Heugh, CFA, Anil Agarwal	Kristian Heugh, CFA
<b>Total Assets: Fund   Strategy<sup>2</sup></b>	\$14.1 Bn   \$ 31.0 Bn	\$2.9 Bn   \$ 3.6 Bn	€896.28 Mn   \$ 1.3 Bn	\$88.69 Mn   \$ 602.81 Mn
<b>Ongoing Charges<sup>2</sup></b>	0.86%	0.91%	0.86%	0.96%
<b>Morningstar Category</b>	EAA Fund Global Large-Cap Growth Equity	EAA Fund Asia ex-Japan Equity	EAA Fund Europe Large-Cap Growth Equity	EAA Fund Global Emerging Markets Equity
<b>Overall Morningstar Rating<sup>TM</sup> (# of funds)<sup>3</sup></b>	★★★★★ (Out of 2559 Funds)	★ (Out of 881 Funds)	★★ (Out of 388 Funds)	★ (Out of 3049 Funds)
<b>Investment Performance (% net of fees)</b>	Class Z Shares	Index	Class Z Shares	Index
3 Months	-3.61	3.29	-8.61	4.29
YTD	12.16	22.34	5.77	32.26
1 YR	12.16	22.34	5.77	32.26
3 YR	29.38	20.65	6.11	16.21
5 YR	4.89	11.19	-5.75	3.73
INCEPTION	14.19	10.27	9.42	8.58
<b>Statistics (3 Year annualised)</b>	Class Z Shares	Index	Class Z Shares	Index
Beta	1.38	1.00	1.02	1.00
Sharpe ratio	1.29	1.38	0.06	0.79
Tracking error (%)	11.50	--	11.09	--
Volatility (Standard deviation) (%)	18.91	11.33	18.27	14.23
<b>Characteristics</b>	Fund	Index	Fund	Index
Active share (%)	90.84	--	77.65	--
Return on invested capital - NTM (%) <sup>#</sup>	102.05	24.54	72.49	22.02
Sales growth 3 year forward CAGR <sup>**</sup>	14.27	7.27	12.69	9.10
Net cash to equity (%)	3	-33	38	-18
Weighted average market capitalization (\$B)	411.16	947.39	218.53	302.11

<sup>\*\*</sup> Source: FactSet Research Systems Inc.

<sup>#</sup> Next Twelve Months consensus estimates.

<sup>^</sup> Strategy AUM data as of September 30, 2025.

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.

Source: Morgan Stanley Investment Management. 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.

## Portfolio Management Team



**KRISTIAN HEUGH, CFA**  
Managing Director  
Joined the firm in 2001 and has 25 years of industry experience



**ANIL AGARWAL**  
Managing Director  
Joined the firm in 2001 and has 25 years of industry experience



**ALASTAIR PANG**  
Managing Director  
Joined the firm in 2016 and has 17 years of industry experience



**JEREMY WU**  
Managing Director  
Joined the firm in 2013 and has 15 years of industry experience



**LINDSAY CONNOR**  
Managing Director  
Joined the firm in 2023 and has 24 years of industry experience

Team members are subject to change from time to time without notice.

## Calendar Year Returns(%)

Past performance is not a reliable indicator of future results.

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Global Opportunity - Z Shares	12.16	27.28	51.72	-41.89	0.89	55.47	36.10	-648	49.84	0.39
Asia Opportunity - Z Shares	5.77	21.49	-7.01	-21.86	-20.35	51.80	41.66	-14.68	74.92	--
Europe Opportunity - Z Shares	-1.16	18.44	21.41	-39.97	24.21	41.12	30.08	-9.25	10.76	--
Developing Opportunity - Z Shares	8.55	18.77	6.84	-29.37	-18.72	59.39	--	--	--	--
MSCI All Country World Net Index	22.34	17.49	22.20	-18.36	18.54	16.25	26.60	-9.41	23.97	7.86
MSCI All Country Asia Ex Japan Net Index	32.26	11.96	5.98	-19.67	-4.72	25.02	18.17	-14.37	41.72	--
MSCI Europe (Net) Index	19.39	8.59	15.83	-9.49	2513	-3.32	26.05	-10.57	10.24	--
MSCI Emerging Markets Net Index	33.57	7.50	9.83	-20.09	-2.54	18.31	--	--	--	--

All data is as of 31.12.2025 unless otherwise stated.

### Risk Considerations:

- 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.
- Investments in China involves a risk of a total loss due to factors such as government action or inaction, market volatility and reliance on primary trading partners.
- 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.
- 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.

<sup>1</sup> The information presented represents how the investment team generally applies their investment processes under normal market conditions. There can be no guarantee that any strategy will achieve its investment objectives or that a portfolio consisting of the team's "best ideas" will experience positive performance.

<sup>2</sup> 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.

Applications for shares in the Sub-Fund should not be made without first consulting the current Prospectus and the Key

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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 in English online at: [Sustainable Finance Disclosure Regulation](#).

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.

**INDEX INFORMATION:** The **MSCI All Country Asia Ex Japan Net Index** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of Asia, excluding Japan. The performance of the Index is listed in U.S. dollars and assumes reinvestment of net dividends. The index is unmanaged and does not include any expenses, fees or sales charges. It is not possible to invest directly in an index.

The **MSCI All Country World Net Index (ACWI)** is a free float-adjusted market capitalization weighted index designed to measure the equity market performance of developed and emerging markets. 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 Europe (Net) Index** is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Europe. As of September 2002, the MSCI Europe Index consisted of the following 16 developed market country indices: Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the United Kingdom.

The **MSCI Emerging Markets Net Index** is a free float-adjusted market capitalization weighted index that is designed to measure equity market performance of emerging markets. 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 **MSCI Emerging Markets Index** currently consists of 24 emerging-market country indices. The performance of the index is listed in U.S. dollars and assumes reinvestment of net dividends.

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**\*Global Opportunity Fund:** Class Z Shares 3 year 5 Stars out of 2559 funds, 5 year 2 Stars out of 1941 funds, 10 year 5 Stars out of 856 funds. **Asia Opportunity:** Class Z Shares 3 year 1 Stars out of 881 funds, 5 year 1 Stars out of 794 funds.

**Europe Opportunity:** Class Z Shares 3 year 4 Stars out of 388 funds, 5 year 1 Stars out of 325 funds. **Developing Opportunity:** Class Z Shares 3 year 1 Stars out of 3049 funds, 5 year 1 Stars out of 2597 funds.

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