

INVESTMENT MANAGEMENT

Morgan Stanley Institutional Fund

Counterpoint Global Portfolio



Morningstar Overall Rating

CLASS I SHARES

Out of 307 Funds. Based on Risk Adjusted Return.
Class I Shares: 3yr. rating 5 Stars.

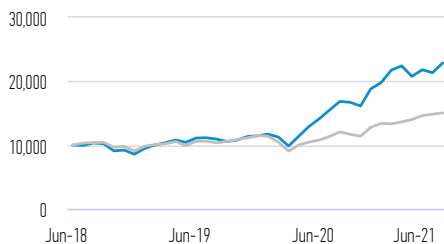
Morningstar Category: World Large-Stock Growth

Lipper Category: Global Multi-Cap Growth

Investment Objective: Seeks long-term capital appreciation.

Investment Approach: We seek to invest primarily in established and emerging companies located throughout the world with strong name recognition and sustainable competitive advantages with above average business visibility, the ability to deploy capital at high rates of return, strong balance sheets and an attractive risk/reward. We focus on long-term growth rather than short-term events, with our stock selection informed by rigorous fundamental analysis. The portfolio managers will collaborate to opportunistically allocate and rebalance the fund assets across underlying investment strategies.

Class I Shares (% net of fees) vs. Index Performance of 10,000 USD Invested Since Inception (Cash Value (\$))



— Class I Shares
— MSCI All Country World Net Index

Investment Performance (% net of fees) in USD

| | Cumulative (%) | | | Annualized (% p.a.) | | | |
|----------------------------------|----------------|-------|-------|---------------------|------|-------|------------------------|
| | 2Q21 | YTD | 1 YR | 3 YR | 5 YR | 10 YR | INCEPTION ¹ |
| Class I Shares | 10.18 | 15.62 | 61.80 | 31.78 | -- | -- | 31.74 |
| MSCI All Country World Net Index | 7.39 | 12.30 | 39.26 | 14.57 | -- | -- | 14.55 |

Calendar Year Returns (%)

| | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|----------------------------------|-------|-------|------|------|------|------|------|
| Class I Shares | 72.70 | 33.81 | -- | -- | -- | -- | -- |
| MSCI All Country World Net Index | 16.25 | 26.60 | -- | -- | -- | -- | -- |

Performance data quoted represents past performance, which is no guarantee of future results, and current performance may be lower or higher than the figures shown. For the most recent month-end performance figures, please visit morganstanley.com/im or call 1-800-548-7786. Investment returns and principal value will fluctuate and fund shares, when redeemed, may be worth more or less than their original cost.

¹ Inception returns reflect the inception date of the fund.

Performance and fund information is as of June 30, 2021, unless otherwise noted. Returns are net of fees and assume the reinvestment of all dividends and income. Returns for less than one year are cumulative (not annualized). Performance of other share classes will vary.

Growth of Investment illustration is based on an initial investment of \$10,000 made since fund inception, assumes reinvestment of dividends and capital gains and application of fees, but does not include sales charges. Performance would have been lower if sales charges had been included. Results are hypothetical.

Please keep in mind that high double-digit returns are highly unusual and cannot be sustained. Investors should also be aware that these returns were primarily achieved during favorable market conditions.

Expense Ratios

| | SYMBOL | CUSIP | GROSS (%) | NET (%) |
|----------|--------|-----------|-----------|---------|
| Class A | GLCAX | 61766J427 | 4.66 | 1.40 |
| Class C | GLCDX | 61766J419 | 18.62 | 2.15 |
| Class I | GLCIX | 61766J435 | 3.34 | 1.05 |
| Class IS | GLCSX | 61766J393 | 19.36 | 1.00 |

Where the net expense ratio is lower than the gross expense ratio, certain fees have been waived and/or expenses reimbursed. These waivers and/or reimbursements will continue for at least one year from the date of the applicable fund's current prospectus (unless otherwise noted in the applicable prospectus) or until such time as the fund's Board of Directors acts to discontinue all or a portion of such waivers and/or reimbursements. Absent such waivers and/or reimbursements, returns would have been lower. Expenses are based on the fund's current prospectus. The minimum initial investment is \$5,000,000 for Class I shares.

Morningstar Rankings - Class I

| | PERCENTILE | RANK/TOTAL IN CATEGORY |
|------|------------|------------------------|
| 1 YR | 3 | 6/352 |
| 3 YR | 4 | 10/307 |

Source: Morningstar, Inc. Rankings are based on total returns, are historical and do not guarantee future results.

Fund Facts

| | |
|------------------------|----------------------------------|
| Inception date | June 29, 2018 |
| Team inception date | June 29, 2018 |
| Total net assets | \$ 29.59 million |
| Benchmark ² | MSCI All Country World Net Index |
| Distribution frequency | Annually |

Statistics

| (3 Year Annualized) | CLASS I | INDEX |
|------------------------|---------|--------|
| Alpha (%) | 15.91 | -- |
| Beta (vs. benchmark) | 1.10 | 1.00 |
| Excess return (%) | 17.21 | -- |
| Information ratio | 1.27 | -- |
| R squared | 0.68 | 1.00 |
| Sharpe ratio | 1.28 | 0.74 |
| Standard deviation (%) | 23.84 | 17.95 |
| Tracking error (%) | 13.53 | -- |
| Up-capture ratio (%) | 129.22 | 100.00 |
| Down-capture ratio (%) | 66.44 | 100.00 |

Characteristics

| | FUND | INDEX |
|---|-------|-------|
| Active share (%) | 88.52 | -- |
| Number of holdings | 292 | 2,975 |
| Return on capital (%) | 5.65 | 14.65 |
| 5 year EPS growth (%) | 28.04 | 14.49 |
| Sales growth (%) | 22.82 | 3.78 |
| Weighted median market capitalization (\$B) | 30.60 | 74.39 |
| D/E weighted median (%) | 38.64 | 67.40 |
| Turnover (%) [*] | 116 | -- |

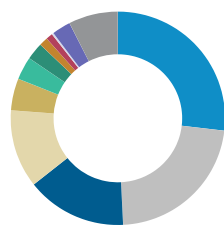
^{*} Turnover is sourced from the fund's current prospectus.

Top Countries (% of Total Net Assets)[#]

| | FUND | INDEX |
|----------------|-------|-------|
| United States | 64.18 | 58.67 |
| Canada | 4.74 | 2.91 |
| United Kingdom | 3.30 | 3.67 |
| Singapore | 2.91 | 0.27 |
| France | 2.54 | 2.94 |
| Netherlands | 2.44 | 1.11 |
| China | 2.40 | 4.85 |
| India | 1.76 | 1.28 |
| Sweden | 1.71 | 0.96 |
| Denmark | 1.65 | 0.66 |
| Other | 6.16 | -- |
| Cash | 7.56 | -- |

As of July 26, 2021 the Portfolio's allocation to China was ~6% and to Chinese ADRs ~2%.

Sector Allocation (% of Total Net Assets)#



| | FUND | INDEX |
|------------------------|-------|-------|
| Information Technology | 27.22 | 21.89 |
| Consumer Discretionary | 22.66 | 12.75 |
| Communication Services | 15.35 | 9.40 |
| Health Care | 12.00 | 11.57 |
| Industrials | 4.91 | 9.86 |
| Financials | 3.53 | 14.09 |
| Consumer Staples | 2.64 | 6.85 |
| Real Estate | 1.33 | 2.62 |
| Materials | 1.02 | 4.92 |
| Utilities | 0.28 | 2.63 |
| Other | 2.85 | -- |
| Cash | 7.56 | -- |

As of July 26, 2021 the Portfolio does not hold any U.S. listed China education companies.

Top Holdings (% of Total Net Assets)

| | FUND | INDEX |
|--------------------|--------------|-----------|
| Overstock.com Inc | 3.18 | -- |
| Sea Ltd | 2.91 | 0.01 |
| Shopify Inc | 2.90 | 0.25 |
| Fastly Inc | 2.15 | -- |
| Covetrus Inc | 1.85 | -- |
| Royalty Pharma Plc | 1.76 | 0.01 |
| Skillz Inc | 1.76 | -- |
| Twitter Inc | 1.70 | 0.08 |
| Carvana Co. | 1.67 | 0.03 |
| Veeva Systems Inc | 1.63 | 0.06 |
| Total | 21.51 | -- |

May not sum to 100% due to the exclusion of other assets and liabilities.

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Past performance is not indicative of future results. Subject to change daily. Fund information is provided for informational purposes only and should not be deemed as a recommendation to buy or sell any security or securities in the sectors and countries that may be presented.

Index data displayed under characteristics and allocations are calculated using MSIM and/or other third-party methodologies and may differ from data published by the vendor.

DEFINITIONS: **Active share** is the fraction of the portfolio or fund that is invested differently than its benchmark as of the last day of the reporting period. **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 security or portfolio to the market's upward or downward movements. **Earnings per share (EPS) growth** 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. **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 by tracking error, versus the portfolio's benchmark. **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 percentage increase in sales over a 1-year period. **Sharpe ratio** is a risk-adjusted measure calculated as the ratio of excess return to standard deviation. **Standard deviation** measures how widely individual performance returns, within a performance series, are dispersed from the average or mean value. **Tracking error** is the amount by which the performance of the portfolio differs from that of the benchmark. **Upside/downside market capture** measures annualized performance in up/down markets relative to the market benchmark. **Weighted average market capitalization** is an average of the market capitalization of stocks held by a portfolio or comprising an index, adjusted by each stock's corresponding weight in the portfolio or index. **Weighted median Debt to Equity ratio** is the point at which half of the market value of a portfolio or index is invested in stocks with a greater Debt to Equity ratio, while the other half of the market value is invested in stocks with a lower Debt to Equity ratio. **Debt/equity (D/E)** is a measure of a company's financial leverage calculated by dividing its total liabilities by stockholders' equity.

INDEX INFORMATION: (2) 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 index is unmanaged and does not include any expenses, fees or sales charges. It is not possible to invest directly in an index.

RISK CONSIDERATIONS: There is no assurance that a Portfolio will achieve its investment objective. Portfolios are subject to market risk, which is the possibility that the market values of securities owned by the Portfolio will decline and that the value of Portfolio shares may therefore be less than what you paid for them. Market values can change daily due to economic and other events (e.g. natural disasters, health crises, terrorism, conflicts and social unrest) that affect markets, countries, companies or governments. It is difficult to predict the timing, duration, and potential adverse effects (e.g. portfolio liquidity) of events. Accordingly, you can lose money investing in this Portfolio. Please be aware that this Portfolio may be subject to certain additional risks. In general, **equities securities'** values also fluctuate in response to activities specific to a company. Investments in **foreign markets** entail special risks such as currency, political, economic, market and liquidity risks. The risks of investing in **emerging market countries** are greater than risks associated with investments in foreign developed countries. **Illiquid securities** may be more difficult to sell and value than publicly traded securities (liquidity risk). **Asset allocation** to various underlying investment strategies may cause the portfolio to underperform a particular individual strategy, including those with a similar investment objective. It is possible that assets could be allocated to investment strategies that perform poorly or underperform other investments under various market conditions. **Asia market** entails liquidity risk due to the small markets and low trading volume in many countries. In addition, companies in the region tend to be volatile and there is a significant possibility of loss. Stocks of **small- and medium-capitalization companies** entail special risks, such as limited product lines, markets and financial resources, and greater market volatility than securities of larger, more established companies. **Derivative instruments** may disproportionately increase losses and have a significant impact on performance. They also may be subject to counterparty, liquidity, valuation, correlation and market risks. **Privately placed and restricted securities** may be subject to resale restrictions as well as a lack of publicly available information, which will increase their illiquidity and could adversely affect the ability to value and sell them (liquidity risk). **China risk.** Investments in China involve risk of a total loss due to government action or inaction. Additionally, the Chinese economy is export-driven and highly reliant on trade. Adverse changes to the economic conditions of its primary trading partners, such as the United States, Japan and South Korea, would adversely impact the Chinese economy and the Fund's investments. Moreover, a slowdown in other significant economies of the world, such as the United States, the European Union and certain Asian countries, may adversely affect economic growth in China. An economic downturn in China would adversely impact the Portfolio's investments.

Morningstar: Rankings and/or ratings as of June 30, 2021. **Rankings:** The percentile rankings are based on the average annual total returns for the periods stated and do not include any sales charges, but do include reinvestment of dividends and capital gains and Rule 12b-1 fees. The highest (or most favorable) percentile rank is 1 and the lowest (or least favorable) percentile rank is 100. The top-performing fund in a category will always receive a rank of 1.

Ratings: The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and openended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account sales loads.

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