

Morgan Stanley Institutional Fund

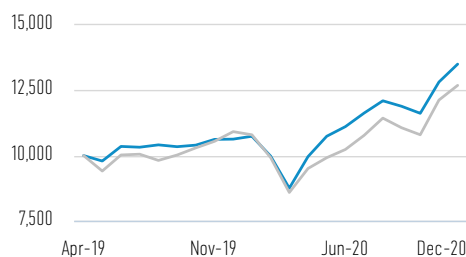
Global Permanence Portfolio

Investment Objective: Seeks long-term capital appreciation.

Investment Approach: The investment team makes long-term investments in unique companies whose market value can increase significantly over time for underlying fundamental reasons. The Global Permanence Portfolio focuses primarily on established companies globally that benefit from efficient scale. Due to the durability of this long-term competitive advantage, the investment team believes these companies are relatively insulated from disruptive change.

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.)			
	4Q20	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class I Shares	13.59	27.06	27.06	--	--	--	19.70
MSCI All Country World Net Index	14.68	16.25	16.25	--	--	--	15.35

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.

Performance and fund information is as of December 31, 2020, 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	MGKAX	61768B208	30.61	1.35
Class C	MGKCX	61768B307	31.59	2.10
Class I	MGKIX	61768B109	12.79	1.00
Class IS	MGKQX	61768B406	30.53	0.95

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.

Investment Team

	JOINED	INVESTMENT
	FIRM	EXPERIENCE
Dennis Lynch	1998	27 Years
Sam Chainani	1996	25 Years
Jason Yeung	2002	24 Years
Armistead Nash	2002	21 Years
David Cohen	1993	33 Years
Alexander Norton	2000	26 Years
Manas Gautam	2015	9 Years

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

Morningstar Category: World Large Stock

Lipper Category: Global Multi-Cap Core

Fund Facts

Inception date	April 30, 2019
Total net assets	\$ 3.25 million
Benchmark ¹	MSCI All Country World Net Index
Distribution frequency	Annually

Characteristics

	FUND	INDEX
Active share (%)	94.73	--
Number of holdings	44	2,982
Return on capital (%)	14.71	13.04
5 year EPS growth (%)	15.00	11.23
Sales growth (%)	10.91	7.04
Weighted median market capitalization (\$B)	37.13	66.93
D/E weighted median (%)	73.63	74.79

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

	FUND	INDEX
United States	52.82	57.28
France	15.78	2.96
Canada	11.04	2.70
India	3.52	1.23
United Kingdom	3.36	3.75
Mexico	2.46	0.23
Spain	2.42	0.65
Netherlands	1.56	1.03
Denmark	1.47	0.67
Other	0.96	--
Cash	2.01	--

Sector Allocation (% of Total Net Assets)[#]

	FUND	INDEX
Industrials	16.37	9.68
Consumer Discretionary	14.21	13.00
Health Care	13.68	11.86
Information Technology	12.98	21.86
Materials	10.63	4.92
Consumer Staples	8.59	7.38
Financials	8.38	13.46
Real Estate	4.83	2.57
Communication Services	3.54	9.26
Energy	2.10	3.02
Other	0.07	--
Cash	2.01	--

Top Holdings (% of Total Net Assets)

	FUND
Royalty Pharma Plc	5.22
ASML Holding NV	4.90
FirstService Corp	4.83
Constellation Software Inc	4.72
Hermes International S.A.	4.70
Christian Dior S.A.	4.09
The Walt Disney Company	3.54
HDFC Bank Ltd	3.52
Veeva Systems Inc	3.50
Costco Wholesale Corp	3.49
Total	42.51

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

This material is a general communication, which is not impartial and all information provided has been prepared solely for informational and educational purposes and does not constitute an offer or a recommendation to buy or sell any particular security or to adopt any specific investment strategy. The information herein has not been based on a consideration of any individual investor 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, including advice as to tax consequences, before making any investment decision.

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. **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. **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. **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. **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 capitalization, and consequently the other half of the market value is invested in stocks with a lower market capitalization.

INDEX INFORMATION: ⁽¹⁾ 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).

Please consider the investment objective, risks, charges and expenses of the fund carefully before investing. The prospectus contains this and other information about the fund. To obtain a prospectus, download one at morganstanley.com/im or call 1-800-548-7786. Please read the prospectus carefully before investing.

Morgan Stanley Investment Management (MSIM) is the asset management division of Morgan Stanley.