

INVESTMENT MANAGEMENT

Morgan Stanley Institutional Fund

U.S. Focus Real Estate Portfolio

Morningstar Category: Real Estate

Lipper Category: Real Estate

Investment Objective: Seeks to provide current income and long-term capital appreciation.

Investment Approach: The Fund invests in a high-conviction, focused portfolio of primarily equity securities of companies in the U.S. real estate industry. The Fund is actively managed using a disciplined, bottom-up, fundamentally-driven investment methodology and invests in companies which the Team believes have the best forward total return potential based upon relative valuation. The Team assesses real estate specific factors, broader equity factors, and may consider Environmental, Social and Governance factors (ESG) in its fundamental analysis in order to calculate appropriate valuation metrics. Top-down considerations are incorporated into the portfolio construction process, and the Team integrates forecasted fundamental inflections and macroeconomic considerations, among other factors. The Team actively selects positions in a limited number of equity securities.

Class I Shares (% net of fees) vs. Index

Performance of 10,000 USD Invested Since Inception (Cash Value (\$))



— Class I Shares
— FTSE Nareit All Equity REITs Index

Investment Team

Laurel Durkay

JOINED INVESTMENT FIRM EXPERIENCE

2020 21 Years

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

Fund Facts

Inception date	September 30, 2021
Total net assets	\$ 5.50 million
Benchmark ¹	FTSE Nareit All Equity REITs Index
Distribution frequency	Quarterly

Characteristics

	FUND
Active share (%)	58.27
Number of holdings	28
Weighted average market capitalization (\$B)	40.79
Weighted median market capitalization (\$B)	33.80

Investment Performance (% net of fees) in USD

	Cumulative (%)			Annualized (% p.a.)			
	1Q22	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class I Shares	-4.11	-4.11	--	--	--	--	9.90
FTSE Nareit All Equity REITs Index	-5.26	-5.26	--	--	--	--	10.06

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 March 31, 2022, 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.

Short-term returns may not be indicative of the fund's long-term performance potential. A fund's performance, especially for very short time periods, should not be the sole factor in making your investment decision.

Expense Ratios

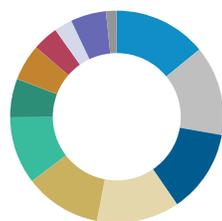
	SYMBOL	CUSIP	GROSS (%)	NET (%)
Class A	MAAYX	61768B711	1.51	1.25
Class C	MABBX	61768B695	2.26	2.00
Class I	MAAWX	61768B729	1.21	0.90
Class IS	MABCX	61768B687	1.12	0.85

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.

Effective April 29, 2022, the minimum initial investment for Class I shares will be reduced from \$5,000,000 to \$1,000,000, and for Class R6 shares (formerly Class IS) it will be reduced from \$10,000,000 to \$5,000,000. The minimum initial investment may be waived in certain situations. Please see the Fund's prospectus for additional information.

Sector Allocation(% of Total Net Assets)#

FUND



Sector	FUND
Industrial	14.12
Infrastructure	13.68
Health Care	12.70
Self Storage	12.56
Apartments	11.65
Shopping Centers	10.30
Data Centers	5.89
Free Standing	5.56
Manufactured Homes	3.91
Lodging/Resorts	2.74
Other	5.41
Cash	1.61

Top Holdings (% of Total Net Assets)

FUND

Prologis Inc	9.04
Public Storage Inc	7.84
Welltower Inc	7.57
SBA Communications Corp	7.30
American Tower Corp	6.38
Extra Space Storage Inc	4.72
Equity Residential	4.65
Mid-America Apartment Communities Inc	4.36
Sun Communities Inc	3.91
Realty Income Corp	3.85
Total	59.62

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. **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. **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 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 **FTSE Nareit (National Association of Real Estate Investment Trusts) All Equity REITs Index** is a free float-adjusted market-capitalization-weighted index of tax qualified REITs listed on the New York Stock Exchange, NYSE Amex and the NASDAQ National Market Systems. 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 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. **Real estate investments**, including **real estate investment trusts**, are subject to risks similar to those associated with the direct ownership of real estate and they are sensitive to such factors as management skills and changes in tax laws. **Nondiversified portfolios** often invest in a more limited number of issuers. As such, changes in the financial condition or market value of a single issuer may cause greater volatility. 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. **Exchange traded funds (ETFs)** shares have many of the same risks as direct investments in common stocks or bonds and their market value will fluctuate as the value of the underlying index does. By investing in exchange traded funds (ETFs), the portfolio absorbs both its own expenses and those of the ETFs it invests in.

Supply and demand for ETFs may not be correlated to that of the underlying securities. **ESG Strategies** that incorporate impact investing and/or Environmental, Social and Governance (ESG) factors could result in relative investment performance deviating from other strategies or broad market benchmarks, depending on whether such sectors or investments are in or out of favor in the market. As a result, there is no assurance ESG strategies could result in more favorable investment performance.

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.