

Morgan Stanley

INVESTMENT MANAGEMENT

MORGAN STANLEY INSTITUTIONAL FUND TRUST (MSIFT)

Corporate Bond Portfolio

FIXED INCOME

GLOBAL FIXED INCOME TEAM

INVESTMENT IDEA

JUNE 30, 2020



OVERALL MORNINGSTAR RATING™ FOR CLASS I

Out of 189 Funds. Based on Risk Adjusted Return. Class I Shares: 3 yr. rating 3 Stars (out of 189 funds); 5 yr. rating 5 Stars (out of 141 funds); 10 yr. rating 5 Stars (out of 90 funds). See next page for more information.

SYMBOLS

Class A	MIGAX
Class C	MSBOX
Class I	MPFDX

A Value-Driven Approach to Credit

The fund aims to provide greater income potential relative to treasuries through a diversified portfolio of primarily investment grade bonds. Our philosophy reflects a long-term, active, value-driven style to investing that focuses on maximizing risk adjusted returns. We look to add value by identifying inaccurate market forecasts and position the portfolio to exploit the value inherent in these opportunities.

1 Active Approach

Investment process blends top-down sector views with rigorous bottom-up credit analysis. While predominately comprised of U.S. investment grade corporate bonds, the fund opportunistically invests in off index sectors to help diversify alpha sources.

2 Diversified Portfolio¹

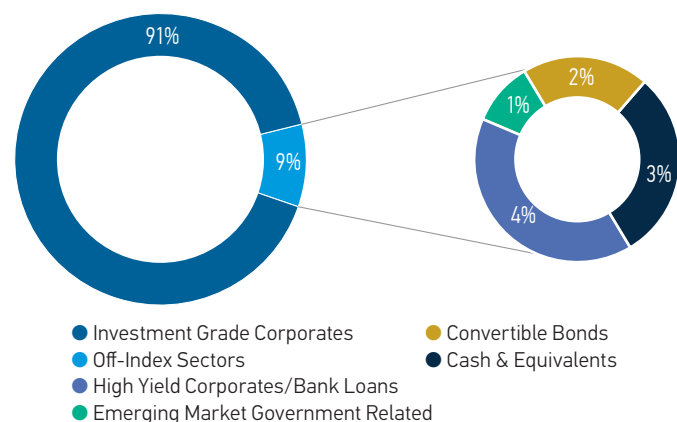
Our value-driven style is rooted in the belief that diversification can help mitigate idiosyncratic risk, an approach that has historically resulted in strong risk adjusted returns.

3 Global Team Resources

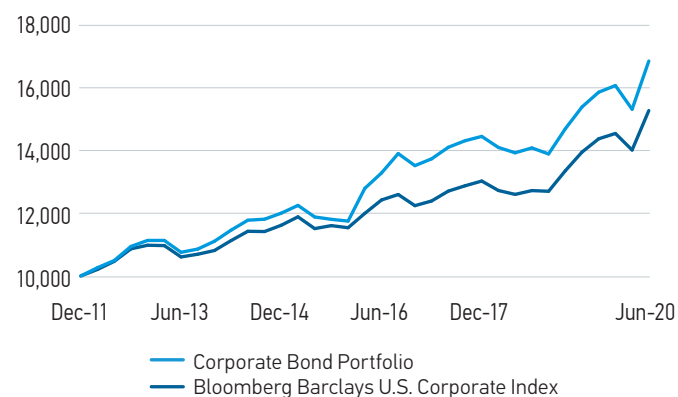
Portfolio managers average 25 years of experience in the corporate bond markets, with the expertise of a globally integrated, long-tenured team located in New York, Singapore and Tokyo.

Small Allocations to Off-Index Sectors have Historically Resulted in Strong Performance

Portfolio sector composition as of June 30, 2020



Growth of \$10,000 (December 31, 2011 - June 30, 2020, Class I Shares)²



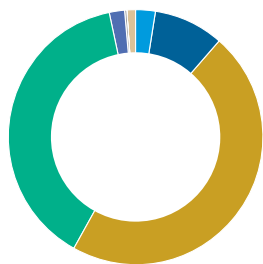
Performance data quoted represents past performance, which is no guarantee of future results, and current performance may be lower or higher than the figures shown. See next page for performance information. Growth of Investment illustration is based on an initial investment of \$10,000 made since fund 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.

¹ Diversification neither assures a profit nor guarantees against loss in a declining market

² Prior to December 20, 2011 the fund followed a core strategy benchmarked against the Bloomberg Barclays Aggregate Index and invested in the government, corporate and mortgage sectors. Data shown represents performance since that strategy change.

NOT FDIC INSURED | OFFER NO BANK GUARANTEE | MAY LOSE VALUE | NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY | NOT A DEPOSIT

Quality Distribution (% of Total Net Assets)*



* May not sum to 100% due to rounding.

** Not rated includes not rated corporate bonds and derivatives such as FX or CDX.

Investment Performance – Class I (% net of fees)

	CUMULATIVE (%)			ANNUALIZED (% P.A.)			
	2Q20	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION 8/31/90
MSIFT Corporate Bond Portfolio	10.05	4.87	9.53	6.12	7.25	6.21	6.50
Bloomberg Barclays U.S. Corporate Index	8.98	5.02	9.50	6.34	5.83	5.47	6.90

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 June 30, 2020, unless otherwise noted. Returns are net of fees and assume the reinvestment of all dividends and income. The fund has received proceeds related to certain non-recurring litigation settlements. If these monies were not received, any period returns which include these settlement monies would have been lower. These were one-time settlements, and as a result, the impact on the net asset value and consequently the performance will not likely be repeated in the future. Rankings for the fund were more favorable due to these settlements and ratings may also have been positively impacted. Please visit www.morganstanley.com/im for additional details.

The gross expense ratio is 1.01% for Class I shares and the net expense ratio is 0.70%. 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.

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.

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: Duration is a measure of the sensitivity of the price (the value of principal) of a fixed income investment to a change in interest rates. Duration is expressed as a number of years. Rising interest rates mean falling bond prices, while declining interest rates mean rising bond prices 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. **Quality distribution** refers to the rating given by a Nationally Recognized Statistical Rating Organization ("NRSRO") and is the rating firms' subjective opinion concerning the ability and willingness of an issuer to meet its financial obligations in full and on time. Ratings apply only to portfolio holdings and do not remove the Fund's market risk. Quality distribution data for securities is sourced from Fitch, Moody's and S&P. Where the credit ratings for individual securities differ between the three ratings agencies, the 'highest' rating is applied. The rating of credit default swaps is based on the 'highest' rating of the underlying reference bond. 'Cash' includes investments in short term instruments, including investments in Morgan Stanley liquidity funds.

Option-adjusted spread: Option Adjusted Spread is a measurement of the spread of a fixed-income security rate and the risk-free rate of return, which is adjusted to take into account an embedded option. Typically, an analyst would use the Treasury securities yield for the risk-free rate. The spread is added to the fixed-income security price to make the risk-free bond price the same as the bond. **SEC yield** is a measure of the income generated by the portfolio's underlying asset over the trailing 30 days, relative to the asset base of the portfolio itself. The **SEC 30-day yield - subsidized** reflects current fee waivers in effect. Absent such fee waivers, the yield would have been lower. The **SEC 30-day yield - unsubsidized** does not reflect the fee waivers currently in effect.

INDEX INFORMATION: The Bloomberg Barclays U.S. Corporate Index is a broad-based benchmark that measures the investment grade, fixed-rate, taxable, corporate bond market. 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

Portfolio Characteristics – Class I

As of June 30, 2020

SEC 30-day Yield (Class I)	1.88%/1.71%
Subsidized/Unsubsidized	
Duration (Port/Index)	8.34/8.37 Years
Option-Adjusted Spread (Port/Index)	185/148

Investment Team

JOSEPH MEHLMAN, *Managing Director*
Joined the firm in 2002, with 18 years of financial industry experience.

CHRISTIAN ROTH, *Managing Director*
Joined the firm in 1991, with 33 years of financial industry experience.

Team members may change, without notice, from time to time.

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. **Fixed-income securities** are subject to the ability of an issuer to make timely principal and interest payments (**credit risk**), changes in interest rates (**interest-rate risk**), the creditworthiness of the issuer and general market liquidity (**market risk**). In a rising interest-rate environment, bond prices may fall and may result in periods of volatility and increased portfolio redemptions. In a declining interest-rate environment, the portfolio may generate less income. **Longer-term securities** may be more sensitive to interest rate changes. **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. **Illiquid securities** may be more difficult to sell and value than publicly traded securities (liquidity risk).

Morningstar Ratings as of June 30, 2020: 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 open ended 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. © 2020 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. Morningstar information is based on quarter-end data.

Please visit morganstanley.com/im for the latest month-end Morningstar information. 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.