

Morgan Stanley Institutional Liquidity Funds

### ESG Money Market Portfolio (Participant Share Class)

#### Investment Objective

The Morgan Stanley Institutional Liquidity Funds (MSILF) ESG Money Market Portfolio seeks preservation of capital, daily liquidity and maximum current income.

#### Investment Philosophy

We believe that a conservatively managed portfolio of liquid, high-quality money market instruments may offer the best means of maximizing current income while preserving capital and liquidity.

#### Investment Process

The Fund's investment process incorporates information about ESG via a proprietary ESG scoring methodology which is integrated within the fundamental investment analysis framework. The management team follows a multi-pronged investment process with respect to credit risk, interest rate risk, liquidity and ESG factors. Securities are reviewed on an ongoing basis taking into consideration factors such as cash flows, asset quality, debt service coverage ratios and economic developments. The Fund has a number of business activity revenue exclusions, including tobacco, landmines, cluster munitions, firearms, thermal coal and fossil fuels.

#### Fund Highlights

The MSILF Money Market Portfolio offers the following potential benefits:

**Security:** the fund is rated AAAM by S&P and AAAMmf by Fitch, reflecting the credit quality, diversification and security of the fund.

**Liquidity:** competitive trading deadlines and same-day access give you flexibility and control.

**Yield:** provides a competitive rate of return.

#### Investment Performance

|                 | Cumulative (%) |      |      | Annualized (% p.a.) |      |       |           |
|-----------------|----------------|------|------|---------------------|------|-------|-----------|
|                 | MTD            | YTD  | 1 YR | 3 YR                | 5 YR | 10 YR | INCEPTION |
| Class PT Shares | 0.03           | 0.04 | 0.05 | 0.45                | 0.83 | 0.45  | 1.09      |

#### Calendar Year Returns (%)

|                 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-----------------|------|------|------|------|------|------|------|
| Class PT Shares | 0.03 | 0.32 | 1.84 | 1.53 | 0.63 | 0.06 | 0.01 |

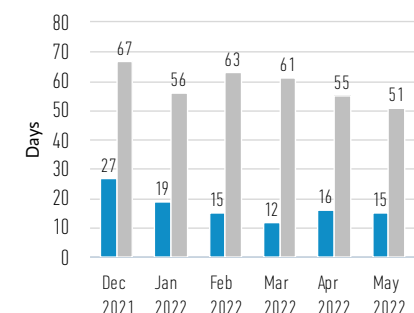
#### Average Annualized Monthly Net Yield (%)

|          | MAY 2022 | APR 2022 | MAR 2022 | FEB 2022 | JAN 2022 | DEC 2021 | NOV 2021 | OCT 2021 | SEP 2021 | AUG 2021 | JUL 2021 | JUN 2021 |
|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Class PT | 0.25     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     | 0.05     |

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 [www.morganstanley.com/liquidity](http://www.morganstanley.com/liquidity). Investment returns will fluctuate and fund shares, when redeemed, may be worth more or less than their original cost. Yield quotation more closely reflects the current earnings of the Portfolio than the total return. Yields are subsidized.

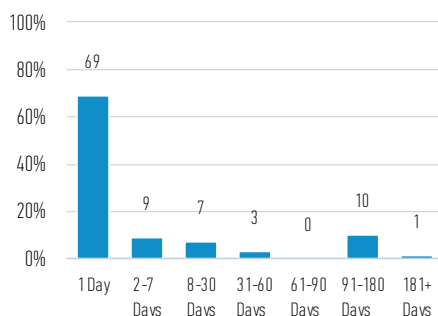
#### Average Portfolio Maturity

(Month-end figures)



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#### Maturity Distribution



The maturity distribution reflects the final maturity date except for floating rate securities for which the next reset date is reflected.

#### CONTACT DETAILS

For further information, please contact your Morgan Stanley Team:

Tel: 1.800.236.0992  
Email: [liquidityteam@morganstanley.com](mailto:liquidityteam@morganstanley.com)  
Web: [www.morganstanley.com/liquidity](http://www.morganstanley.com/liquidity)

#### Fund Facts

|                     |                     |
|---------------------|---------------------|
| Fund number         | 8350                |
| Total net assets    | \$ 3,021.16 million |
| Purchase deadline   | 3 PM ET             |
| Redemption deadline | 3 PM ET             |

#### Share Class

#### CLASS PT

|                                       |            |
|---------------------------------------|------------|
| Inception date                        | 11/01/2004 |
| Ticker                                | MMNXX      |
| CUSIP                                 | 61747C756  |
| Net asset value (\$)                  | 1.0006     |
| Dividends declared                    | Daily      |
| Minimum initial investment (\$)       | 10,000,000 |
| 1-day liquidity (%)                   | 41.63      |
| 7-day liquidity (%)                   | 50.82      |
| 7-day current yield subsidized (%)    | 0.29       |
| 30-day effective yield subsidized (%) | 0.26       |

Yields are subsidized. As of May 31, 2022, the fund's 7 day and 30 day unsubsidized yields were 0.24% and 0.20%, respectively, and its simple (7-day) yield, gross of all fee waivers and expense reimbursements, was 0.97%.

Yield quotations more closely reflect current earnings of the money market fund than total return quotations. Yields are subject to change.

Recent and any future declines in interest rate levels could cause these funds' earnings to fall below the funds' expense ratios, resulting in a negative yield.

#### Characteristics

#### FUND

|                                  |    |
|----------------------------------|----|
| Weighted Average Maturity (Days) | 15 |
| Weighted Average Life (Days)     | 51 |

#### Breakdown by Instrument (%)

#### FUND

|                         |       |
|-------------------------|-------|
| Commercial Paper        | 38.64 |
| Time Deposits           | 27.59 |
| Repurchase Agreements   | 24.05 |
| Certificates of Deposit | 8.79  |
| Corporate Notes         | 0.93  |

Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell securities in the sectors shown above.

**DEFINITIONS**

**Unsubsidized yield** The unsubsidized yield reflects what the yield would have been had a fee and/or expense waiver not been in place during the period shown. **Total return** A measure of a fund's performance that encompasses all elements of return: dividends, capital gain distributions, and changes in net asset value. Total return is the change in value of an investment over a given period, assuming reinvestment of any dividends and capital gain distributions, expressed as a percentage of the initial investment. **Weighted average life** measures the weighted average of the maturities of the portfolio's individual holdings. **Weighted average maturity** measures the weighted average of the maturities of the portfolio's individual holdings, taking into account reset dates for floating rate securities. **Yield definitions** The 7-day current yield is an annualized net yield which assumes dividends are not reinvested in the fund. The 30-day effective yields are annualized net yields that describe 1-year earnings assuming dividends are reinvested at the average rate of the last 30 days. The 7-day simple yield describes the annualized income earned over the last 7 days.

**IMPORTANT RATINGS DISCLOSURES**

Ratings represent the opinions of the rating agency as to the quality of the securities they rate. Standard & Poor's, Moody's, Fitch and NAIC ratings rate the investment quality of the fund's shares. Independent rating agency ratings include, but are not limited to, a regular analysis of a fund's liquidity, diversification, operational policies and internal controls, its management characteristics and the creditworthiness of its assets.

Ratings are not intended as a recommendation and are subject to change. Ratings are relative and subjective and are not absolute standards of quality. The portfolio's credit quality does not remove market risk.

**Standard & Poor's** money market fund ratings are forward-looking opinions about a fixed-income fund's capacity to maintain stable principal (net asset value). When assigning a principal stability rating to a fund, Standard & Poor's analysis focuses primarily on the creditworthiness of the fund's investments and counterparties, and also its investments maturity structure and management's ability and policies to maintain the fund's stable net asset value. For more information, please visit: <http://www.understandingratings.com>.

**Fitch Ratings'** money market fund ratings are an opinion as to the capacity of a money market fund to preserve principal and provide shareholder liquidity. Money market fund ratings are distinguished from the long-term credit-rating scale by the 'mmf' rating subscript and range from 'AAAmmf' to 'Bmmf'. For more information, please visit: [http://www.fitchratings.com/creditdesk/public/ratings\\_definitions/index.cfm](http://www.fitchratings.com/creditdesk/public/ratings_definitions/index.cfm).

**RISK CONSIDERATIONS****FLOATING NAV FUNDS**

**You could lose money by investing in the Fund. Because the share price of the Fund will fluctuate, when you sell your shares they may be worth more or less than what you originally paid for them. The Fund may impose a fee upon the sale of your shares or may temporarily suspend your ability to sell shares if the Fund's liquidity falls below required minimums because of market conditions or other factors. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Funds' sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.**

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.

The prices of fixed income securities respond to economic developments, including interest rate changes. Indeed, prices tend to be inversely affected by changes in interest rates. Accordingly, the portfolio is subject to interest rate risk, and in a rising interest rate environment, portfolio shares can decline in value.

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.

**OTHER CONSIDERATIONS**

**Morgan Stanley Institutional Liquidity Funds (MSILFs)** MSILFs are institutional mutual funds offering seven different cash management portfolios.

**Fund adviser** The Morgan Stanley Institutional Liquidity Funds (MSILFs) are managed by Morgan Stanley Investment Management, Inc.

MSILF returns are net of fees and assume the reinvestment of all dividends and income. Returns for less than one year are cumulative (unannualized). MSILF returns are reported for Participant class shares. Performance for the other classes will differ. The Portfolio's "Adviser" and "Administrator," Morgan Stanley Investment Management Inc., has agreed to reduce its advisory fee, its administration fee and/or reimburse the Portfolio's Institutional, Institutional Select, Investor, Administrative, Advisory, Participant and Cash Management Classes so that Total Annual Portfolio Operating Expenses, excluding certain investment related expenses, taxes, interest and other extraordinary expenses (including litigation), will not exceed 0.20%, 0.25%, 0.30%, 0.35%, 0.45%, 0.70% and 0.35%, respectively. The fee waivers and/or expense reimbursements will continue for at least one year or until such time as the Board of Trustees of Morgan Stanley Institutional Liquidity Funds (the "Fund") acts to discontinue all or a portion of such waivers and/or reimbursements when it deems such action is appropriate.

**This material must be preceded or accompanied by a prospectus for the Morgan Stanley Institutional Liquidity Funds. The prospectus contains information about the funds, including the investment objectives, risks, charges and expenses. For an additional copy of the prospectus, please visit [www.morganstanley.com](http://www.morganstanley.com). Please read the prospectus carefully before investing.**

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.

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