

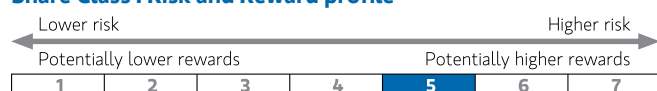
Morgan Stanley Investment Funds

Asian Equity Fund

Investment objective

Seeks long-term capital appreciation, measured in U.S. dollars, through investment primarily in the equity securities of companies, for the avoidance of doubt including Real Estate Investment Trusts (REITs), domiciled in or exercising the predominant part of their economic activity in Asia, excluding Japan, thereby taking advantage of the dynamic economic growth capabilities of the region.

Share Class I Risk and Reward profile



The higher the category (1 - 7), the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk-free investment.

Download the fund's Key Investor Information document for share class tailored risk ratings and warnings at: www.morganstanleyinvestmentfunds.com

Class I shares vs. benchmark^{1,2}

Performance of 100 U.S. dollars invested since inception



Returns in U.S. dollars vs. benchmark¹

Fund (net of fees) %

Period	I	A	B	Index
One month	4.86	4.78	4.69	5.35
Last three months	10.51	10.30	10.01	11.68
YTD	27.40	26.88	26.15	29.38
One year	21.34	20.46	19.26	27.34
Three years (annualised)	3.89	3.14	2.11	5.44
Five years (annualised)	6.51	5.74	4.69	8.32
Ten years (annualised)	2.45	1.70	0.69	4.12
Since inception (annualised)	7.16	n/a	n/a	7.63

% 12 month returns

31.07.16 - 31.07.17	21.34	20.46	19.26	27.34
31.07.15 - 31.07.16	(2.19)	(2.88)	(3.87)	(0.70)
31.07.14 - 31.07.15	(5.53)	(6.21)	(7.13)	(7.29)
31.07.13 - 31.07.14	13.32	12.48	11.38	17.38
31.07.12 - 31.07.13	7.89	7.10	6.02	8.40

Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. All performance data is calculated NAV to NAV, net of fees, and does not take account of commissions and costs incurred on the issue and redemption of units.

Morningstar Overall Rating

Class I shares



EAA Fund Asia ex Japan Equity

Out of 652 Funds. Based on Risk Adjusted Return.

Fund facts

Fund launch	October 1991
Investment team³	Munib Madni
Location	Singapore
Base currency	U.S. dollars
Benchmark²	Blended Index
Total assets	\$ 255.4 million
NAV Class I	\$ 59.60

Portfolio characteristics	Fund	Index
P/CF	8.48	8.12
P/BV	2.30	1.73
P/E	18.68	15.45
Dividend Yield	1.85	2.23
Number of holdings	84	637

Top 10 holdings (% of Total Net Assets)	Fund	Index
Tencent Holdings Ltd	9.03	5.34
Taiwan Semiconductor Mfg Co. Ltd	4.46	4.10
Alibaba Group Holding Ltd	3.94	4.10
Samsung Electronics Co. Ltd	3.76	5.66
Bank of China Ltd	3.07	0.92
Boc Hong Kong	2.43	0.43
Aia Group Ltd	2.27	2.22
China Construction Bank Corp	2.15	1.64
Ck Hutchison Holdings Ltd	1.96	0.83
Hon Hai Precision Industry Co.	1.86	1.42
Total	34.93	-

Geographic distribution (% of Total Net Assets)

	Fund	Index
China	28.82	32.97
India	13.61	10.33
Taiwan	11.89	13.83
South Korea	11.79	17.62
Hong Kong	9.87	11.59
Indonesia	6.22	2.69
Malaysia	5.00	2.63
Singapore	3.81	4.40
Philippines	2.83	1.32
Other	2.09	-
Cash & Equivalents	4.06	-
Total	100.00	-

Statistics (Class I shares)	Fund	Index
Alpha	(1.56)	-
Beta	0.89	1.00
R squared	0.95	1.00
Information ratio	(0.41)	-
Tracking error	3.77	-
Fund volatility (Standard deviation)	14.63	16.01

Based on monthly observations, annualised over last 3 years.

Charges	Z	I	A	B
Ongoing charges % ⁴	0.95	0.99	1.69	2.69
Management Fee %	0.75	0.75	1.40	1.40

Share Class	CCY	ISIN	Bloomberg	Launch
A	USD	LU0073229253	MORASEI LX	01.02.1997
B	USD	LU0073229410	MORASEB LX	01.07.1997
I	USD	LU0034260769	MORIASL LX	01.10.1991
N	USD	LU0365480960	MSASEQN LX	03.01.2011
Z	USD	LU0360480692	MSASEQZ LX	24.06.2008

Footnotes

Publication date: 16 August 2017.

¹ See the 'Share Class' section for inception date(s).

² The benchmark for the Fund is a blend of the MSCI AC Far East Free Ex-Japan Index (Gross Returns) from inception to 31 December 2000, the MSCI AC Far East Free Ex-Japan Index (Net Returns) to 29 February 2016 and the MSCI AC Asia ex Japan Index (Net Returns) thereafter. The benchmark is calculated by geometrically chain-linking the monthly returns.

³ Munib Madni started to manage the fund in January 2013.

⁴ The Ongoing Charges Figure ("OCF") reflects the payments and expenses which cover aspects of operating the fund and is deducted from the assets over the period. It includes fees paid for investment management, trustee/custodian, and administration charges.

This fund received a compensation payment in connection with Prudential Equity Group's settlement with the U.S. SEC relating to market timing charges. Consequently, the net cash injection received in March 2010 and the related withholding tax, accrued in September 2010 and received in August 2011, have enhanced the fund's performance by 72bps and 33bps, respectively.

Morningstar

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 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. © 2017 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.**

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Copies of the Prospectus, Key Investor Information Document, the Articles of Incorporation and the annual and semi-annual reports, in German, and further information can be obtained free of charge from the representative in Switzerland. The representative in Switzerland is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva. The paying agent in Switzerland is Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva.

The source for all performance and index data is Morgan Stanley Investment Management Limited. Calculations are NAV to NAV. Performance is quoted net of fees and with income reinvested.

For cash management purposes the Fund may invest in shares in the Liquidity Funds of Morgan Stanley Liquidity Funds.

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