Morgan Stanley

INVESTMENT MANAGEMENT

ACTIVE FUNDAMENTAL EQUITY
FACTSHEET | 30 June 2018
Investors should read the Key Investor Information Document and Prospectus before investing.

Morgan Stanley Investment Funds

Global Brands Fund - BH (EUR) Shares
(Accumulating NAV Currency Hedged Share Class)

Investment Objective
Long term growth of your investment.

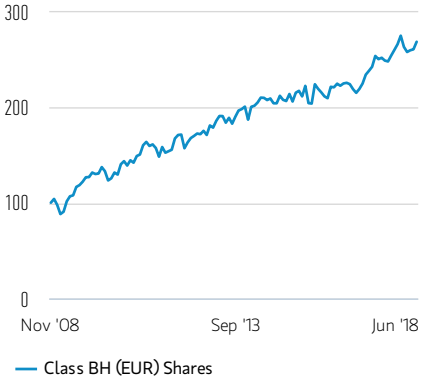
Investment Approach
The investment team believes that high-quality companies can generate superior returns over the long term. Such companies are typically built on dominant market positions, underpinned by powerful, hard to replicate intangible assets that can generate high, unlevered returns on operating capital and strong free cash flows. Other characteristics are recurring revenue streams, pricing power, low capital intensity and organic growth.

Investment Team	JOINED FIRM	YEARS OF INVESTMENT EXPERIENCE
William Lock, Head of International Equity Team	1994	26
Bruno Paulson, Managing Director	2009	24
Dirk Hoffmann-Becking, Executive Director	2013	20
Nic Sochovsky, Executive Director	2015	20
Vladimir A. Demine, Executive Director	2009	16
Nathan Wong, Executive Director	2017	18
Marcus Watson, Executive Director	2008	10
Alex Gabriele, Executive Director	2012	8
Richard Perrott, Vice President	2015	11

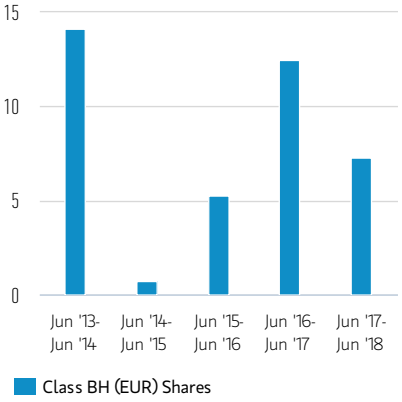
Team members may be subject to change at any time without notice. The investment team took over management of the fund in June 2009.

Class BH (EUR) Shares (% net of fees) in EUR

Performance of 100 EUR Invested Since Inception (Cash Value)



12 Month Performance Periods to Latest Month End (%)



Investment Performance (% net of fees) in EUR

	Cumulative (%)				Annualised (% p.a.)			
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
Class BH (EUR) Shares	3.03	4.15	0.98	7.27	8.30	7.87	--	10.82

Calendar Year Returns (%)	2017	2016	2015	2014	2013	2012	2011
Class BH (EUR) Shares	21.32	1.63	3.80	3.54	17.31	11.07	6.54

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. The sources for all performance and Index data is Morgan Stanley Investment Management.

Share Class	CLASS BH (EUR)
Currency	Euro
ISIN	LU0341470192
Bloomberg	MORGBBH LX
Inception Date	12 November 2008
NAV	€ 67.28

Fund Facts	
Launch date	30 October 2000
Base currency	U.S. dollars
Index	MSCI World Net Index
Total assets	$ 10.0 billion
Structure	Luxembourg SICAV

Charges (%)	CLASS BH (EUR)
Max Entry Charge	0.00
Ongoing Charges	**2.68**
Management Fee	1.40

Entry Charge is a maximum possible figure. In some cases you might pay less, you can find this out from your financial adviser. Ongoing Charges reflect the payments and expenses incurred during the fund's operation and are deducted from the assets of the fund over the period. It includes fees paid for investment management (Management Fee), trustee/custodian, and administration charges. For more information please see the Charges and Expenses section of the prospectus.

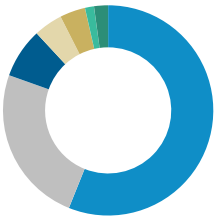
Subscriptions (USD)	CLASS BH (EUR)
Minimum Initial Investment	0
Minimum Subsequent Investment	0

Characteristics	FUND	INDEX
Active share (%)	93.58	--
Number of holdings	26	1,643
Free cash flow yield (Next 12 Months) (%)[1]	4.67	5.35
Price/earnings (Next 12 months)	20.70	15.25
Dividend Yield (Next 12 Months) (%)	2.24	2.59

[1] Financials and Real Estate sectors are excluded from characteristics where income statement, balance sheet, or cash flow statement ratios are not economically meaningful.

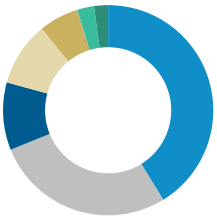
Please refer to the additional information and definitions section at the end of this document.

Top Countries (% of Total Net Assets)[2]



	FUND	INDEX
United States	56.10	60.68
United Kingdom	24.34	6.43
France	7.66	3.94
Germany	4.43	3.41
Netherlands	3.93	1.29
Italy	1.38	0.87
Cash & equivalents	2.16	--
Total	**100.00**	**--**

Sector Allocation (% of Total Net Assets)[2,3]



	FUND	INDEX
Consumer Staples	41.24	8.29
Information Technology	27.64	18.53
Consumer Discretionary	10.41	12.72
Health Care	9.84	12.16
Industrials	6.12	11.19
Financials	2.59	16.75
Cash & equivalents	2.16	--
Total	**100.00**	**--**

Top Holdings (% of Total Net Assets)[4]

	FUND	INDEX
Reckitt Benckiser plc	7.80	0.14
Twenty-First Century Fox Inc	7.42	0.19
Unilever plc	7.16	0.17
Microsoft Corp	6.71	1.80
Accenture plc	6.62	0.25
Visa Inc	4.60	0.60
British American Tobacco plc	4.50	0.29
Sap Se	4.43	0.28
Philip Morris Inc	4.41	0.31
L'Oreal	4.21	0.16
Total	**57.86**	**--**

[2] May not sum to 100% due to rounding.
[3] For additional information regarding sector classification/definitions please visit www.msci.com/gics and the glossary at www.morganstanley.com/im.
[4] These securities and percentage allocations are only for illustrative purposes and do not constitute, and should not be construed as, investment advice or recommendations with respect to the securities or investments mentioned.

Please refer to the Prospectus for full risk disclosures, available at www.morganstanleyinvestmentfunds.com. All data as of 30.06.2018 and subject to change daily.

Share Class BH (EUR) Risk and Reward Profile

Lower Risk **Higher Risk**



Potentially Lower Rewards **Potentially Higher Rewards**

The risk and reward category shown is based on historic data.

- Historic figures are only a guide and may not be a reliable indicator of what may happen in the future.
- As such this category may change in the future.
- The higher the category, the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk free investment.
- The fund is in this category because it invests in company shares and the fund's simulated and/or realised return has experienced high rises and falls historically.
- The fund may be impacted by movements in the exchange rates between the fund's currency and the currencies of the fund's investments.

This rating does not take into account other risk factors which should be considered before investing, these include:

- In order to achieve the currency hedging, this share class relies on other parties to fulfil certain contractual obligations, as these parties may fail to do so there is a higher risk to your investment.
- The fund relies on other parties to fulfill certain services, investments or transactions. If these parties become insolvent, it may expose the fund to financial loss.
- There may be an insufficient number of buyers or sellers which may affect the funds ability to buy or sell securities.
- Investment in China A-Shares via Shanghai-Hong Kong and Shenzhen-Hong Kong Stock Connect programs may also entail additional risks, such as risks linked to the ownership of shares.
- Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. The value of investments and the income from them can go down as well as up and investors may lose all or a substantial portion of his or her investment.
- The value of the investments and the income from them will vary and there can be no assurance that the Fund will achieve its investment objectives.
- Investments may be in a variety of currencies and therefore changes in rates of exchange between currencies may cause the value of investments to decrease or increase. Furthermore, the value of investments may be adversely affected by fluctuations in exchange rates between the investor's reference currency and the base currency of the investments.

Additional B Share Classes

	CURRENCY	LAUNCH	ISIN	BLOOMBERG
B	USD	30.10.2000	LU0119620507	MORGBRB LX
BHX (EUR)	EUR	25.10.2010	LU0552900168	MSGBBHX LX
BX	USD	25.10.2010	LU0552899568	MSGBRBX LX

DEFINITIONS

Active share is a measure of the percentage of stock holdings in a managers portfolio that differ from the benchmark index (based on holdings and weight of holdings). Active share scores range from 0%-100%. A score of 100% means you are completely different from the benchmark. **Bloomberg** stands for 'Bloomberg Global Identifier (BBGID)'. This is a unique 12 digit alphanumerical code designed to enable the identification of securities, such as the Morgan Stanley Investment Funds sub-funds at share class level, on a Bloomberg Terminal. The Bloomberg Terminal, a system provided by Bloomberg L.P., enables analysts to access and analyse real-time financial market data. Each Bloomberg code starts with the same BBG prefix, followed by nine further characters that we list here in this guide for each share class of each fund. **Cash & Equivalents** are defined as the value of assets that can be converted into cash immediately. These include commercial paper, open FX transactions, Treasury bills and other short-term instruments. Such instruments are considered cash equivalents because they are deemed liquid and not subject to significant risk of changes in values. **Dividend yield** is the ratio between how much a company pays out in dividends each year relative to its share price. **Free cash flow yield (Next 12 months)** is a financial ratio that measures a company's operating free cash flow minus its capital expenditures per share and dividing by its price per share. Free cash flow yield ratio is calculated by using the underlying securities of the fund. **ISIN** is the international securities identification number (ISIN), a 12 digit code consisting of numbers and letters that distinctly identifies securities. **NAV** is the Net Asset Value per share of the Fund (NAV), which represents the value of the assets of a fund less its liabilities. **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. **Price/earnings (P/E)** is the price of a stock divided by its earnings per share for the past 12 months. Sometimes called the multiple, P/E gives investors an idea of how much they are paying for a company's earning power. The higher the P/E, the more investors are paying, and therefore the more earnings growth they are expecting.

INDEX INFORMATION

The **MSCI World Net Index** is a free float adjusted market capitalization weighted index that is designed to measure the global equity market performance of developed 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.

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