

Morgan Stanley Investment Funds

Diversified Alpha Plus Fund

Investment objective

To seek to provide an absolute return, measured in euros, while actively managing total portfolio risk. The Investment Adviser seeks to manage downside risk and targets below market volatility.

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^{1,2,3}

Performance of 100 Euro invested since inception



Returns in Euro^{1,2,3}

Fund (net of fees) %

Period	I (EUR)	A (EUR)	B (EUR)	AH (USD)	IH (USD)
One month	(1.49)	(1.60)	(1.67)	(1.45)	(1.41)
Last three months	(2.87)	(3.11)	(3.37)	(2.66)	(2.47)
YTD	(2.20)	(2.87)	(3.52)	(1.75)	(1.14)
One year	(0.80)	(1.81)	(2.80)	(0.20)	0.79
Three years (annualised)	(5.19)	(6.15)	(7.10)	(5.30)	(4.34)
Five years (annualised)	(0.31)	(1.33)	(2.31)	(0.71)	-
Since inception (annualised)	1.82	n/a	n/a	1.36	(3.61)

% 12 month returns

31.08.16 - 31.08.17	(0.80)	(1.81)	(2.80)	(0.20)	0.79
31.08.15 - 31.08.16	(11.11)	(12.03)	(12.89)	(11.19)	(10.25)
31.08.14 - 31.08.15	(3.35)	(4.31)	(5.29)	(4.18)	(3.23)
31.08.13 - 31.08.14	3.28	2.22	1.22	2.20	-
31.08.12 - 31.08.13	11.85	10.71	9.62	11.20	-

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.

Fund facts

Fund launch	June 2008
Investment team⁵	Cyril Moullé-Berteaux, Sergei Parmenov
Location	New York
Base currency	Euro
Total assets	€ 1.2 billion
NAV Class I	€ 29.75

Charges

	Z	I	A	B
Ongoing charges % ⁶	0.95	0.99	1.99	2.99
Management Fee %	0.80	0.80	1.75	1.75

Share Class	CCY	ISIN	Bloomberg	Launch
A	EUR	LU0299413608	MSTDV4A LX	03.06.2008
AH (CHF)	CHF	LU0982289851	MSDAAHC LX	21.10.2013
AH (SEK)	SEK	LU1057380567	MSDAAHS LX	30.04.2014
AH (USD)	USD	LU0413863472	MSGDAAH LX	20.03.2009
AX	EUR	LU0299417773	MSDAPAX LX	25.04.2014
B	EUR	LU0299417690	MSTDV4B LX	03.06.2008
BH (USD)	USD	LU0413863639	MSGDABH LX	20.03.2009
C	EUR	LU0362499435	MSDVALC LX	23.02.2010
FH (USD)	USD	LU1080260653	MSGDFHU LX	25.06.2014
I	EUR	LU0299413863	MSTDV4I LX	03.06.2008
IH (GBP)	GBP	LU0415628469	MSTDIIH LX	20.03.2015
IH (USD)	USD	LU0611318501	MSDALIH LX	25.10.2013
Z	EUR	LU0360491038	MSTDIVZ LX	03.06.2008
ZH (CHF)	CHF	LU0982289935	MSDAZHC LX	21.10.2013
ZH (GBP)	GBP	LU0415628626	MSDAZHS LX	29.10.2010
ZH (USD)	USD	LU0360491202	MSDAUZH LX	28.11.2012
ZHX (GBP)	GBP	LU1087826092	MSDZXHG LX	05.09.2014

Footnotes

Publication date: 18 September 2017.

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

² Launch date of Class AH shares was March 2008. The Diversified Alpha Plus Fund launched as a sub-fund of MS Galaxy Fund FCP range in January 2008 and merged into the MS Investment Funds range in June 2008.

³ The investment team do not target a benchmark index when managing the portfolio.

⁴ The inception of the Fund's current investment policy is August 31, 2012.

⁵ Cyril Moullé-Berteaux and Sergei Parmenov started to manage the fund in August 2011.

⁶ 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.

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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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