

Morgan Stanley Investment Funds

Liquid Alternatives Fund

Investment objective

Seeks to provide an attractive level of return, measured in U.S. dollars, while managing total portfolio risk. The Fund will seek to achieve its investment objective through investment primarily in non-traditional asset classes either by investment in collective investment schemes or direct investment in eligible assets including equity securities, debt securities, derivatives, exchange traded funds and exchange traded notes.

Share Class Z 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 Z shares^{1,2}

Performance of 100 U.S. dollars invested since inception



Returns in U.S. dollars^{1,2}

Fund (net of fees) %

Period	Z
One month	1.39
Last three months	3.66
YTD	2.43
One year	(1.43)
Since inception (annualised)	(1.61)

% 12 month returns

31.08.15 - 31.08.16	(1.43)
31.08.14 - 31.08.15	(3.71)

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	April 2014
Investment team	Ryan Meredith, Joseph McDonnell, Rui de Figueiredo, Janghoon Kim
Location	New York
Base currency	U.S. dollars
Total assets	\$ 10.4 million
NAV Class Z	\$ 24.07

Asset Allocation (% of Total Net Assets)³

Fund	
Alpha Capture	28.58
Listed Private Equity	9.54
High Yield	7.51
Frontier Equity	6.90
Convertible Bonds	4.87
REITS	2.59
Listed Infrastructure	1.93
Commodities	1.53
Emerging Market Debt	1.04
Cash & equivalents	35.52
Total	100.00

Charges

Z	
Ongoing charges % ⁴	1.48
Management Fee %	0.60

Share Class	CCY	ISIN	Bloomberg	Launch
A	USD	LU1072256768	MSLALTA LX	30.05.2014
AH (EUR)	EUR	LU1038805302	MSLALAH LX	30.04.2014
BH (EUR)	EUR	LU1038805484	MSLALBH LX	30.04.2014
C	USD	LU1072256842	MSLALTC LX	30.05.2014
CH (EUR)	EUR	LU1038805724	MSLALCH LX	30.04.2014
I	USD	LU1072256925	MSLALTI LX	30.05.2014
IH (GBP)	GBP	LU1038804834	MSLAIHG LX	30.04.2014
Z	USD	LU1038804594	MSLALTZ LX	30.04.2014
ZH (EUR)	EUR	LU1038805138	MSLALZH LX	30.04.2014

Footnotes

Publication date: 15 September 2016.

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

² The investment team do not target a benchmark index when managing the portfolio.

³ 'Cash & Equivalents' includes cash and short futures contracts.

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.

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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.

