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FACTSHEET | DATA AS OF OCTOBER 31, 2017

Morgan Stanley Investment Funds

European Champions Fund

Investment objective

Seeks long-term capital appreciation by investing in European companies that the investment team believes possess a prominent and sustainable position in their field, potentially enabling superior profitability and investment returns. The investment team combines quantitative filters with rigorous qualitative analysis to create a concentrated, high conviction portfolio.

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 vs. benchmark^{1,2}

Performance of 100 Euro invested since inception



Returns in Euro vs. benchmark^{1,2}

Fund (net of fees) %

Period	Z	A	B	Index
One month	3.17	3.07	2.98	1.96
Last three months	4.41	4.19	3.94	5.10
YTD	12.36	11.54	10.59	11.70
One year	16.28	15.28	14.12	19.52
Since inception (annualised)	13.08	n/a	n/a	15.48

% 12 month returns

31.10.16 - 31.10.17	16.28	15.28	14.12	19.52
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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 2016
Investment team	Matthew Leeman, Riccardo Bindi, Jonathan Day, Jaymeen Patel
Location	London
Base currency	Euro
Benchmark	MSCI Europe Index
Total assets	€ 41.2 million
NAV Class Z	€ 30.28

Portfolio characteristics

	Fund	Index
P/CF	19.23	9.79
P/BV	5.23	1.96
Dividend Yield	1.90	2.97
Number of holdings	24	445

Top 5 holdings (% of Total Net Assets)¹

	Fund	Index
Asml Holding NV	6.03	0.72
Grifols S.A.	5.20	0.10
Sap Se	4.70	1.19
Symrise AG	4.62	0.10
Hermes International S.A.	4.56	0.18
Total	25.11	-

Geographic distribution (% of Total Net Assets)

	Fund	Index
Germany	21.92	15.24
Switzerland	18.56	12.45
United Kingdom	11.84	27.54
France	11.64	16.77
Netherlands	10.43	5.76
Spain	9.35	5.31
Denmark	8.35	2.91
Sweden	3.86	4.49
Finland	3.56	1.50
Cash & Equivalents	0.49	-
Total	100.00	-

Sector distribution (% of Total Net Assets)

	Fund	Index
Health Care	28.28	12.30
Industrials	19.80	13.33
Consumer Staples	16.02	13.75
Consumer Discretionary	15.90	10.63
Information Technology	14.88	4.94
Materials	4.62	8.06
Cash & Equivalents	0.49	-
Total	100.00	-

Charges

	Z	I	A	B	C
Ongoing charges % ³	0.90	0.94	1.74	2.74	2.44
Management Fee %	0.75	0.75	1.50	1.50	2.20

Share Class	CCY	ISIN	Bloomberg	Launch
A	EUR	LU1387591305	MSTEUCA LX	08.04.2016
AH (USD)	USD	LU1387591487	MSTEAHU LX	08.04.2016
B	EUR	LU1394890559	MSTEUCLB LX	15.04.2016
C	EUR	LU1394890807	MSTEUCC LX	15.04.2016
I	EUR	LU1387591560	MSTEUCLX LX	08.04.2016
IH (USD)	USD	LU1387591644	MSTEUHLX LX	08.04.2016
Z	EUR	LU1387591727	MSTEUCLZ LX	08.04.2016

Footnotes

Publication date: 16 November 2017.

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

² The investment team uses analysis tools to assess companies in their investment universe against a set of very strict criteria. This significantly reduces the number of companies; the team then conducts further in-depth analysis, finally building a portfolio of 20-30 stocks that they believe best meet their investment criteria.

³ 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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