

## Morgan Stanley Investment Funds

## US Advantage Fund

(Accumulation Share Class)

## Important Information

- The Fund invests primarily in equity securities of companies domiciled or exercising the predominant part of their economic activity in the US.
- Investment involves risks. Key risks for this fund include Risk of Investment in Equity, Derivatives Risk and Risk of Exposure to the Euro and Eurozone.
- There is a risk that you may potentially lose your entire investment in this Fund.
- The investment decision is yours but you should not invest unless the intermediary who sells it to you has advised you that it is suitable for you and has explained why, including how buying it would be consistent with your investment objectives. You should not make any investment decision solely based on this document. Please read the relevant offering document carefully for further fund details including risk factors.

## Investment Approach

We seek established large cap companies in the United States, that we believe have strong name recognition and sustainable competitive advantages with above average business visibility, the ability to deploy capital at high rates of return, strong balance sheets and an attractive risk/reward profile.

Investment Team	JOINED FIRM	YEARS OF INDUSTRY EXPERIENCE
Dennis Lynch, Head of Counterpoint Global	1998	30
Sam Chainani, CFA, Managing Director	1996	28
Jason Yeung, Managing Director	2002	27
Armistead Nash, Managing Director	2002	24
David Cohen, Managing Director	1993	36
Alexander Norton, Executive Director	2000	29

Team members may be subject to change at any time without notice.

## Class A Shares (% net of fees) vs. Index in USD

Performance of 100 USD Invested Since Inception (Cash Value)

Past performance is not a reliable indicator of future results.



## Investment Performance (% net of fees) in USD

	Cumulative (%)				Annualised (% p.a.)				
	1 M	3 M	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION	
Class A Shares	9.33	17.34	6.75	36.58	-13.20	5.12	8.75	8.80	
Blended Benchmark	5.34	11.98	7.11	30.45	11.91	14.76	12.70	10.18	

## Calendar Year Returns (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class A Shares	44.56	-54.99	-3.90	75.62	25.53	0.96	31.12	1.49	10.69	8.04
Blended Benchmark	26.29	-18.11	28.71	18.40	31.49	-4.38	21.83	11.96	1.38	13.69

Investment involves risks. All performance data is calculated NAV to NAV, net of fees, and assume the reinvestment of all dividends and income. The sources for all performance and Index data is Morgan Stanley Investment Management. Please refer to the relevant offering documents for fund details, including risk factors.

The value of the investments and the income from them can go down as well as up and an investor may not get back the amount invested.

## C COUNTERPOINT GLOBAL

Share Class	CLASS A
Currency	U.S. dollars
ISIN	LU0225737302
Bloomberg	MORAMFA LX
Inception date	01 December 2005
Net asset value	\$ 116.50

## Fund Facts

Launch date	01 December 2005
Team inception date	15 June 2009
Base currency	U.S. dollars
Primary benchmark	S&P 500 Index
Custom benchmark	Blended Benchmark
Total net assets	\$ 4.5 billion
Structure	Luxembourg SICAV
SFDR Classification	Article 8

Charges (%)	CLASS A
Max Entry Charge	5.75
Ongoing Charges	1.64
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 A
Minimum initial investment	0
Minimum subsequent investment	0

Statistics (3 Year Annualised)	CLASS A	INDEX
Excess Return (%)	-25.11	--
Alpha (%)	-27.66	--
Beta	1.27	1.00
Information ratio	-1.01	--
R squared	0.46	1.00
Sharpe ratio	-0.47	0.53
Tracking error (%)	24.93	--
Volatility (Standard deviation) (%)	33.21	17.66
Down-capture ratio (%)	151.75	100.00
Up-capture ratio (%)	56.60	100.00

Risk/Return statistics shown are calculated versus the Blended Benchmark when an Index is used in the calculation.

Characteristics	FUND	INDEX
Active share (%)	92.88	--
Number of holdings	28	503
Return on capital (%)	4.18	18.93
5 year EPS growth (%)	9.99	16.66
Sales growth (%)	20.60	6.83
Weighted median market capitalization (\$B)	50.33	227.25
D/E weighted median (%)	39.37	67.07
Dividend Yield (%)	0.21	1.37
Turnover (%)#	51	--

# Portfolio turnover is sourced from the Fund's latest Annual/Semi-annual report. View the [latest report](#) for a description of methodology.

**Top Holdings**  
(% of Total Net Assets)<sup>3</sup>

	FUND	INDEX
Cloudflare Inc	9.10	--
Uber Technologies Inc	7.57	0.38
Doordash Inc	6.73	--
Shopify Inc	6.69	--
Snowflake Inc	6.64	--
The Trade Desk Inc	4.82	--
Tesla Inc	4.66	1.30
Royalty Pharma plc	4.66	--
Airbnb, Inc	4.62	0.16
Roblox Corp	4.53	--
<b>Total</b>	<b>60.02</b>	<b>--</b>

<sup>†</sup> This Fund is classified as an Article 8 product under the Sustainable Finance Disclosure Regulation. Article 8 products are those which promote environmental or social characteristics and which integrate sustainability into the investment process in a binding manner.

<sup>1</sup> May not sum to 100% due to the exclusion of other assets and liabilities.

<sup>2</sup> For additional information regarding sector classification/definitions please visit

[www.msci.com/gics](http://www.msci.com/gics) and the glossary at [www.morganstanley.com/im](http://www.morganstanley.com/im).

<sup>3</sup> 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.

Only A and C share classes of the Fund are authorized by the Securities & Futures Commission of Hong Kong to be offered to the public in Hong Kong.

Please refer to the Prospectus for full risk disclosures, available at [www.morganstanleyinvestmentfunds.com](http://www.morganstanleyinvestmentfunds.com). All data as of 29.02.2024 and subject to change daily.

**DEFINITIONS**

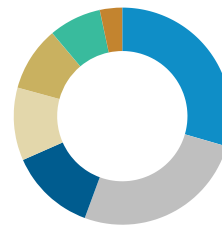
The **5 year Earnings Per Share (EPS) growth rate** is the weighted average of earnings per share growth for all securities in the portfolio projected for the past five fiscal years. Earnings per share for a company is defined as total earnings divided by shares outstanding. **Active Share** is a measure 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. Active Share calculation may consolidate holdings with the same economic exposure. **Alpha** (Jensen's) is a risk-adjusted performance measure that represents the average return on a portfolio or investment above or below that predicted by the capital asset pricing model (CAPM) given the portfolio's or investment's beta and the average market return. Prior to 6/30/2018 Alpha was calculated as the excess return of the fund versus benchmark. **Beta** is a measure of the relative volatility of a fund to the market's upward or downward movements. A beta greater than 1.0 identifies an issue or fund that will move more than the market, while a beta less than 1.0 identifies an issue or fund that will move less than the market. The Beta of the Market is always equal to 1. **Bloomberg** stands for Bloomberg Global Identifier (BBGID): This is a unique 12 digit alphanumeric code designed to enable the identification of securities, 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. **Debt/equity (D/E)** is a measure of a company's financial leverage calculated by dividing its total liabilities by stockholders' equity. **Dividend yield** is the ratio between how much a company pays out in dividends each year relative to its share price. **Excess Return** or value added (positive or negative) is the portfolio's return relative to the return of the benchmark. **Information ratio** is the portfolio's alpha or excess return per unit of risk, as measured by tracking error, versus the portfolio's benchmark. **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. **R squared** measures how well an investment's returns correlate to an index. An R squared of 1.00 means the portfolio performance is 100% correlated to the index's, whereas a low r-squared means that the portfolio performance is less correlated to the index's. **Return on capital** is a measure of a company's efficiency at allocating the capital under its control to profitable investments, calculated by dividing operating income [excluding dividends and taxes] by total capital. **Sales growth** is the increase in sales over a specific period of time, often but not necessarily annually. **Sharpe ratio** is a risk-adjusted measure calculated as the ratio of excess return to standard deviation. The Sharpe ratio determines reward per unit of risk. The higher the Sharpe ratio, the better the historical risk-adjusted performance. **Tracking error** is the standard deviation of the difference between the returns of an investment and its benchmark. **Upside/downside market capture** measures annualized performance in up/down markets relative to the market benchmark. **Volatility (Standard deviation)** measures how widely individual performance returns, within a performance series, are dispersed from the average or mean value. **Weighted median market capitalization** is the point at which half of the market value of a portfolio or index is invested in stocks with a greater market cap, while the other half of the market value is invested in stocks with a lower market cap.

**INDEX INFORMATION**

The Blended Index performance shown is calculated using the **S&P 500 Index** from inception through 31 August 2009, the **Russell 1000 Growth Net 30% Withholding Tax TR Index** to 31 March 2010 and the S&P 500 Index thereafter.

The **Standard & Poor's 500<sup>®</sup> Index (S&P 500<sup>®</sup>)** measures the performance of the large cap segment of the U.S. equities market, covering approximately 80% of the U.S. equities market. The Index includes 500 leading companies in leading industries of the U.S. economy.

The **Russell 1000 Growth Net 30% Withholding Tax TR Index** measures the performance

**Sector Allocation**  
(% of Total Net Assets)<sup>1,2</sup>

	FUND	INDEX
Information Technology	29.63	29.80
Consumer Discretionary	26.24	10.63
Communication Services	12.84	8.89
Health Care	10.89	12.52
Industrials	9.66	8.74
Financials	7.83	12.99
Other	0.01	16.42
Cash	3.35	--

**Additional A Share Classes**

	CURRENCY	LAUNCH	ISIN	BLOOMBERG
A (EUR)	EUR	16.04.2021	LU2295319482	MOFUAEE LX
AH (EUR)	EUR	31.10.2006	LU0266117927	MORAMAH LX

of the large-cap growth segment of the U.S. equity universe, net 30% withholding tax TR. It includes those Russell 1000<sup>®</sup> Index companies with higher price-to-book ratios and higher forecasted growth values. The Russell 1000<sup>®</sup> Index is an index of approximately 1,000 of the largest U.S. companies based on a combination of market capitalization and current index membership.

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