

# Morgan Stanley Investment Funds

## US Dollar Short Duration Bond Fund

### Investment objective

Seeks to provide an attractive rate of return over a market cycle by investing primarily in high quality USD denominated Fixed Income Securities. To help achieve this, the Fund combines our top-down macro and asset allocation views with rigorous bottom-up fundamental and quantitative analysis that guide our active management decisions.

### 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](http://www.morganstanleyinvestmentfunds.com)

### Fund facts

<b>Fund launch</b>	April 2016
<b>Investment team</b>	Neil Stone, Eric Jesionowski, Matt Dunning
<b>Location</b>	New York
<b>Base currency</b>	U.S. dollars
<b>Benchmark</b>	Bank of America/Merrill Lynch 1-Year U.S. Treasury Note Index
<b>Total assets</b>	\$ 54.7 million
<b>NAV Class Z</b>	\$ 25.07

### Portfolio characteristics

	Fund	Index
Duration	0.92	0.99
Yield to worst	1.65	0.89
Number of holdings	186	1

### Sector distribution (Net of Options)

	%
<b>Corporates</b>	82.00
Industrial	39.19
Utility	1.04
Financial Institutions	41.77
<b>Securitized</b>	17.08
RMBS	8.60
CMBS	0.95
ABS	7.53
<b>Governments</b>	0.13
<b>Cash</b>	<b>0.79</b>

### Quality distribution (% of Total Net Assets)

	Fund
AAA	15.83
AA	30.17
A	35.78
BBB	13.79
Not Rated	1.19
Cash	3.24
<b>Total</b>	<b>100.00</b>

### Charges

	Z	A	I
Ongoing charges % <sup>2</sup>	0.39	0.80	0.43
Management Fee %	0.20	0.50	0.20

Share Class	CCY	ISIN	Bloomberg	Launch
A	USD	LU1387591990	MSTUDSA LX	22.04.2016
I	USD	LU1387592022	MSTUDSI LX	22.04.2016
Z	USD	LU1387592295	MSTUDSZ LX	22.04.2016

### Footnotes

Publication date: 16 December 2016.

<sup>1</sup> Quality distribution data for securities is sourced from Fitch, Moody's and S&P. Where the credit ratings for individual securities differ between the three ratings agencies, the 'highest' rating is applied. The rating of credit default swaps is based on the 'highest' rating of the underlying reference bond. 'Cash' includes investments in short term instruments, including investments in Morgan Stanley liquidity funds.

<sup>2</sup> 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.