

Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

US Dollar Liquidity Fund - AX

ISIN: LU0086462446, Base Currency: USD

A fund of Morgan Stanley Investment Funds

The fund is managed by Morgan Stanley Investment Management (ACD) Limited, part of the Morgan Stanley group.

OBJECTIVES AND INVESTMENT POLICY

Objective

- To provide capital preservation and same day liquidity

Main Investments

- At least 85% of the fund's investments will be in shares of the Morgan Stanley Liquidity Funds - US Dollar Liquidity Fund

Investment Policy

- The Morgan Stanley Liquidity Funds - US Dollar Liquidity Fund is a Short Term Money Market Fund, which invests in a range of high quality (a minimum rating of P-1 by Moodys or its equivalent), short term (investments will have no more than 397 days until the amount is fully repaid) fixed and floating interest rate securities issued in US Dollars. The Fund may buy securities from or sell securities to other financial institutions for cash with an associated agreement to resell/repurchase them at a later date.
- It is expected that the share price of the distributing share classes will remain at US \$1.

Other Information

- The fund may invest up to 15% of its value in cash and other short term money market securities.
- Income may be paid in cash or additional shares.
- Except for additional expenses incurred in running the fund, its performance is expected to be broadly similar to the performance of the Morgan Stanley Liquidity Funds - US Dollar Liquidity Fund, to the extent that it invests in that fund.

Buying and selling shares

- Investors may buy and sell shares on any Luxembourg business day.

RISK AND REWARD PROFILE



The risk and reward category shown is based on historic data.

- Historic figures are only a guide and may not be a reliable indicator of what may happen in the future.
- As such this category may change in the future.
- The higher the category, the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk free investment.
- The fund is in this category because it mainly invests in the Morgan Stanley Liquidity Funds - US Dollar Liquidity Fund and the fund's simulated and/or realised return has experienced low rises and falls historically.
- The fund may be impacted by movements in the exchange rates between the fund's currency and the currencies of the fund's investments.

This rating does not take into account other risk factors which should be considered before investing, these include:

- The value of bonds are likely to decrease if interest rates rise and vice versa.
- Issuers may not be able to repay their debts, if this happens the value of your investment will decrease. This risk is higher where the fund invests in a bond with a lower credit rating.
- The fund relies on other parties to fulfill certain services, investments or transactions. If these parties become insolvent, it may expose the fund to financial loss.
- Purchases and sales of fund shares received before 1pm CET will be invested into/disinvested from the Morgan Stanley Liquidity Funds - USD Liquidity Fund on the same day.
- While it is intended that the distributing share classes will maintain a share price of \$1, this may be affected by the creditworthiness of the issuers of investments held or large changes in interest rates.

CHARGES

The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

Entry charge	0.00%
Exit charge	0.00%

This is the maximum that might be taken out of your money before it is invested / before the proceeds of your investment are paid out.

Charges taken from the fund over a year

Ongoing charges	0.66%
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Charges taken from the fund under certain specific conditions

Performance fee	Not applicable
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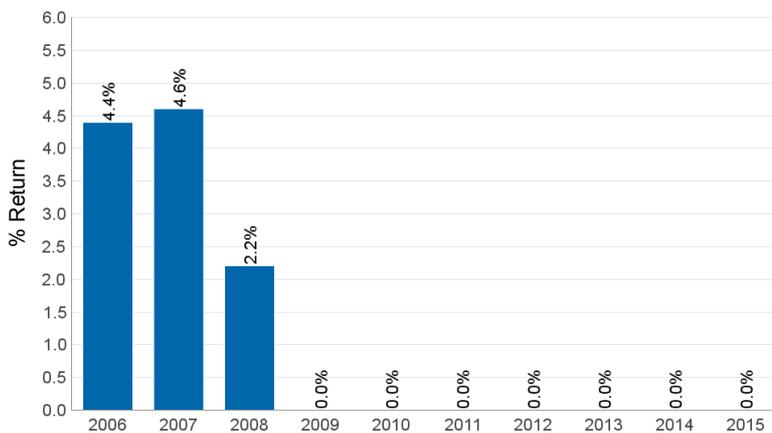
The entry and exit charges shown are maximum figures. In some cases you might pay less, you can find this out from your financial adviser.

The ongoing charges figure shown here is an estimate of the charges based on the current expense policy of the fund. It excludes almost all costs of dealing in the fund's underlying investments. The UCITS' annual report for each financial year will include detail on the exact charges made. This figure may vary from year to year.

The fund may charge a fee on purchases, sales or switches if it feels other shareholders will suffer as a result of the cost of the transaction. This fee will be retained by the fund for the benefit of all shareholders.

For more information about charges, please see the Charges and Expenses section of the prospectus.

PAST PERFORMANCE



- Past performance is only a guide and does not guarantee future performance.
- Past performance has been calculated after the deduction of ongoing charges, as described above, but not the deduction of entry or exit charges.
- The fund was launched in 1998.
- Past performance has been calculated in USD.
- The fund's objective and investment policy changed on 9th September 2013. The past performance shown before this date was achieved under different circumstances that no longer apply.

PRACTICAL INFORMATION

- The depositary is J.P. Morgan Bank Luxembourg S.A.
- Prices of shares and other information can be obtained at www.morganstanleyinvestmentfunds.com.
- Further information can be obtained by contacting your financial adviser. Copies of the prospectus, latest annual report and semi annual report, in English, can be obtained free of charge from Morgan Stanley Investment Management Ltd, European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, Luxembourg. This key investor information document describes a compartment of a UCITS. The prospectus and periodic reports are prepared for the entire UCITS, Morgan Stanley Investment Funds. The assets and liabilities of each compartment are segregated by law so an investor has no claims over the assets of a compartment in which they do not own shares.
- The tax legislation of Luxembourg may have an impact on the personal tax position of the investor.
- Morgan Stanley Investment Management (ACD) Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.
- Investors may switch between compartments of the Morgan Stanley Investment Funds. Please see the prospectus or contact your financial adviser for details.
- The Morgan Stanley Liquidity Funds - US Dollar Liquidity Fund is also authorised in Luxembourg and regulated by the CSSF. Copies of its key investor information document, in English, French and German, as well as its prospectus, annual and semi annual reports, in English, can also be obtained from the above address.
- Details regarding the remuneration to the Management Company and the Management Company's up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee where such a committee exists, may be obtained free of charge during normal office hours at the registered office of the Company and is available at www.morganstanleyinvestmentfunds.com

This fund is authorised in Luxembourg and regulated by the CSSF.
Morgan Stanley Investment Management (ACD) Limited is authorised in the United Kingdom and regulated by the FCA.
This key investor information is accurate as at 02/08/2016.