

Morgan Stanley Investment Management (ACD) Limited

Morgan Stanley Funds (UK) US Advantage Fund (the "Fund")

FCA Product Reference Number ("PRN"): 757430

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This document provides sustainability information for consumers in relation to the Fund.

Sustainable investment labels help investors find funds that have a specific sustainability goal. This Fund does not have a UK sustainable investment label because it does not have a sustainability objective in line with the Financial Conduct Authority's Sustainability Disclosure Requirements ("SDR"). However, the Fund's investment approach takes into consideration sustainability characteristics as detailed below.

Sustainability Approach

Binding Criteria

- Exclusions: The Fund screens out certain sectors and issuers that are deemed to be involved in controversial environmental or social activities, including tobacco, coal, and controversial weapons, such as civilian firearms, ammunition, and anti-personnel mines.

Glossary for this Fund

Investment manager the company who oversees and makes decisions about what the Fund invests in.

Non-binding Criteria

- The investment process integrates analysis of sustainability on a non-binding basis by using sustainability factors as a lens for additional fundamental research, which can contribute to investment decision-making. The investment manager seeks to understand how environmental and social initiatives within companies can create value by strengthening durable competitive advantages, creating growth opportunities, driving profitability, and/or aligning with secular growth trends.
- Additionally, the investment manager assesses governance practices of investee companies, including but not limited to looking at the management structures, employee relations, and remuneration of staff of such companies. In particular, the investment manager uses a proprietary, systematic evaluation of governance policies, specifically focusing on alignment with long-term value creation.
- The investment manager may engage companies to discuss their corporate governance practices or issues that may include environmental and social policies and themes that are deemed material to the issuer's business value.

Further details are provided in the Fund's Prospectus and in the Sustainability Metrics section below.

Sustainability Metrics

The table below summarises the Fund's performance against relevant metrics in relation to its sustainability characteristics:

Sustainability Metrics	Metric Threshold	Metric Value
Exclusions		
% Fund invested in companies whose Global Industry Classification Standard (GICS) sub-industry is:		
Tobacco	0%	—
Coal & consumable fuels	0%	—
% Fund invested in companies which derive revenue (as defined by external third party data) from:		
Tobacco (>5% recent year revenue or estimated revenue)	0%	—
Thermal coal (>10% recent year revenue or estimated revenue)	0%	—

Manufacture of civilian Firearms and ammunition (>10% recent year revenue of estimated revenue)	0%	—
% Fund invested in companies involved as identified by an external third party data provider through corporate ownership, in manufacturing the core weapon system or components/services of the core weapon system that are considered tailor-made and essential for the lethal use of cluster munitions & anti-personnel mines	0%	—

These metrics will be updated with actual values when the Fund publishes its first annual SDR Sustainability Report.

Further Details

Further information on the Fund, including the Fund's Prospectus, the Fund's Annual Report, the Key Investor Information Document (which includes information on the Fund's costs and charges), the Fund's SDR Sustainability Report (once available), and other relevant information can be found here: <https://www.morganstanley.com/im/en-gb/intermediary-investor/funds-and-performance/morgan-stanley-funds-UK/equity/us-advantage-fund.shareClass.U1.html>