

Fact Sheet

April 2011



FIXED INCOME OVERVIEW

The inflation as measured by WPI continued to surprise on the upside with a reading of 8.31% y-o-y in Feb '11 from 8.23% in Jan. More worrying was the sharp revision in the December WPI inflation to 9.41% from 8.43% released earlier. WPI for February was also a matter of concern as the same was due to a spike in manufacturing inflation even as the primary inflation led by food prices continued to decline both in absolute as well as y-o-y terms. Not surprisingly, RBI in its mid-quarter policy revised its inflation expectation to 8% by Mar. '11 from the 7% mark projected earlier due to the impact of freely priced petroleum products, increase in the administered coal prices and pick up in the manufacturing product prices. It also hiked the repo and reverse-repo rates by 25 bps each to 6.75% and 5.75% respectively while reiterating its anti-inflationary stance. The RBI highlighted its growing dilemma in managing upside risks to inflation (primarily due to higher global oil prices and domestic demand pressures) on the one hand and emerging risks to growth on the other. It retained the cash reserve ratio (CRR) of scheduled banks at 6.0% of net demand and time liabilities (NDTL).

The Government of India announced a gross borrowing of INR 2.50 trillion for H1FY12. With redemption of INR 600 billion due in H1FY12, the net borrowing figure for the first half of FY12 will be INR 1.90 trillion. The borrowing is likely to be in tranches of INR100bn-INR120bn for the first twenty-six weeks of the H1FY12. The GOI currently holds a comfortable cash balance of INR 900bn and is likely to draw down this balance during the first half of FY12. The lower than expected borrowing in the first half may also be a signal for the government's confidence that there will be no slippage on the fiscal side. With under provisioning of subsidies in the Union Budget FY12, this move provided the required boost to the sentiment in the bond market.

The IIP growth stood at 3.7% y-o-y for Jan. '11, up from an upwardly revised 2.5% y-o-y in Dec. '10. However, the low y-o-y figures for IIP were largely due to a strong base effect, even though the sequential growth rate remained healthy. The positives were primarily from basic goods and consumer goods, which displayed strong performance, with a growth rate of 7.6% and 11.3% respectively. However, the capital goods remained sluggish, with a y-o-y growth rate of -18.6%. The y-o-y growth rate for IIP is likely to remain low in the months ahead owing to strong base effect from the last year.

The current account deficit (CAD) for Q4 2010 narrowed to US\$ 9.7 bn (2.8% of GDP) from US\$ 16.8 bn in Q3 2010 (4.3% of GDP), owing to a smaller trade deficit and a higher invisibles surplus. India's exports have rebounded because of rising demand from developed economies. However, imports as reported by the RBI are 17% higher than the imports released by the Commerce Ministry (customs). Despite the substantial reduction in the current account deficit, India's balance of payments surplus rose only marginally to US\$ 4.0 bn in Q4 2010 from US\$ 3.3 bn in Q3.

The systemic liquidity remained in the deficit mode for all part of the month, and the conditions were exacerbated by the tax outflows in mid-March forcing the banks to borrow heavily from RBI under the LAF window. The short end of the curve continues to remain elevated. However, the sovereign bonds rallied during the course of the month underlying sentiment remained buoyant in anticipation of increased demand for sovereign securities after SEBI allocated

EQUITY OVERVIEW

March 2011 saw a smart pullback from the Indian markets with benchmark BSE 100 returning a good 9%. Indian markets outperformed MSCI Emerging Markets in March with a MSCI Index USD return of 11%. Despite a strong March, for the first quarter of calendar 2011 India continued to underperform the EM Index. After being net sellers for a few months, Foreign Institutional Investors (FIIs) were net buyers in the month of March to the tune of USD 1.55 bn, although the year to date FII investment number remains negative. Domestic Institutions continued to remain net buyers in the market in March 2011.

The Union Budget was received positively by the markets with revenue collection and fiscal deficit numbers surprising on the upside. Tightness in the money market also eased as evidenced by the net balances at the repo window and inter-bank offered rates. Sectorally, this reflected in some of hitherto beaten down rate sensitive sectors doing well. Thus BSE Realty sub-index rallied over strongly in March followed by BSE Consumer durables and BSE Bankex. FMCG and healthcare that had thus far been outperforming the index underperformed in March 2011.

the unused investment limits to FIIs. Yields corrected in the range of 10-17bps, since the budget on Feb. 28, '11 due to the lower than expected borrowing from GOI and then boosted by the additional demand from FIIs. Since the sovereign limits had a restriction of residual maturity of more than five years, the belly of the curve gained the maximum.

On the global front, the geo-political tension in Libya continued to create upward pressure on oil prices, with Nymex prices remaining broadly in the range of \$100-\$105 per barrel for most part of the month. Inflationary pressures have remained high in the emerging market economies, creating pressure towards monetary tightening.

Portfolio review for March '11

The systemic liquidity continued to remain tight due to tax outflows in the month of March. In the Short Term Bond Fund, we increased duration marginally to capitalise on high yields owing to tight liquidity and the year-end factors.

Expectations for April '11

Liquidity is likely to normalise gradually in the system. Money market yields have corrected sharply towards the end of March, and are likely to correct further in the month of April.

Key Financial Data

Benchmark	Current Month	Previous Month	Previous Financial Year	Change	Change
	31/03/11	28/02/11	31/03/10	Monthly Change	Change since March
364 Day T-bill (Primary)	7.64%	7.68%	5.14%	-0.04%	2.50%
5-year Gilt Benchmark	7.95%	8.02%	7.53%	-0.07%	0.42%
10-year Gilt Benchmark	7.99%	8.02%	7.83%	-0.03%	0.16%
30-year Gilt Benchmark	8.36%	8.53%	8.80%	-0.17%	-0.44%
91 Day Manufacturing CP(P1+)	10.36%	10.56%	5.75%	-0.20%	4.61%
91 day Bank CD	9.70%	10.10%	9.75%	-0.40%	-0.05%
1-yr AAA Spreads	2.02%	2.16%	1.55%	-0.14%	0.47%
5-yr AAA Spreads	1.28%	1.26%	0.90%	0.02%	0.38%
5-yr OIS	7.97%	8.11%	6.88%	-0.14%	1.10%
CRR	6.00%	6.00%	5.75%	0.00%	0.25%
RBI LAF- Reverse Repo Rate*	5.75%	5.50%	3.50%	0.25%	2.25%
Foreign Exchange Reserve (\$ bn)	303.51	300.79	277.04	2.72	26.46
Nymex Crude	106.72	96.97	83.76	9.75	22.96
US Fed Funds Rate	0.25%	0.25%	0.25%	0.00%	0.00%
US 10-yr Gilt	3.47%	3.43%	3.83%	0.04%	-0.36%
INR/USD	44.59	45.27	44.92	-1.51%	-0.74%
USD/Euro	1.42	1.38	1.35	-2.55%	-4.80%
USD/Yen	83.13	81.78	93.47	1.65%	-11.06%

*RBI Repo Rate at 6.75%

Sources - Internal & Bloomberg

Ritesh Jain

Head of Fixed Income & Lead Portfolio Manager, Fixed Income Boutique

Wholesale Price Index (WPI) inflation for February 2011 was reported at 8.31% and the market expects the Reserve Bank of India to continue its tightening bias at least till the next meeting. However, the effective interest rates in the system have shown some signs of softening. The markets seem to be seeing through the near term tightening by RBI and deriving some comfort that high inflation and interest rates that were the foremost worries in the beginning of the year will abate over the medium term. Whether this view pans out will be one of the key factors that will decide the course that markets take.

From a portfolio standpoint, we remain overweight technology, healthcare and consumer durable sectors while maintaining our underweight bias towards energy and financials. We closely observe the evolving dynamics of inflation and interest rates to evaluate opportunities to add back to some of the domestic rate sensitive names.

Amay Hattangadi and Sridhar Sivaram

Lead Portfolio Managers, Large Cap Equities



Morgan Stanley A.C.E. Fund

(An open-ended Across Capitalisations Equity Fund)

Details as on Mar. 31, 2011

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Banks		22.51%
	✓ ICICI Bank Limited	6.65%
	✓ HDFC Bank Limited	4.85%
	✓ State Bank of India Limited	2.68%
	Axis Bank Limited	2.18%
	Bank Of Baroda	2.08%
	ING Vysya Bank Limited	1.62%
	IndusInd Bank Limited	1.23%
	Dhanlaxmi Bank Limited	1.22%
Software		12.09%
	✓ Infosys Technologies Limited	6.55%
	✓ Tata Consultancy Services Limited	3.38%
	Wipro Limited	2.16%
Petroleum Products		9.06%
	✓ Reliance Industries Limited	9.06%
Pharmaceuticals		7.34%
	✓ Cadila Healthcare Limited	2.84%
	Sun Pharmaceutical Industries Limited	1.84%
	Aurobindo Pharma Limited	1.84%
	Jubilant Life Sciences Limited	0.82%
Consumer Non Durables		6.45%
	✓ ITC Limited	6.45%
Auto		5.88%
	TVS Motor Company Limited	2.04%
	Tata Motors Limited	1.99%
	Mahindra and Mahindra Limited	1.85%
Construction Project		4.53%
	✓ Larsen and Toubro Limited	2.71%
	Volta Limited	1.82%
Ferrous Metals		4.22%
	✓ Jindal Steel and Power Limited	2.90%
	Usha Martin Limited	1.32%
Power		3.31%
	Power Grid Corporation of India Limited	2.44%
	Reliance Infrastructure Limited	0.87%
Transportation		3.27%
	IRB Infrastructure Developers Limited	2.01%
	Spice Jet Limited	1.26%
Gas		2.63%
	GAIL India Limited	2.63%
Media and Entertainment		2.55%
	Zee Entertainment Enterprises Limited	2.55%
Non - Ferrous Metals		2.35%
	Hindustan Zinc Limited	1.84%
	Hindalco Industries Limited	0.51%
Construction		1.71%
	Sobha Developers Limited	1.07%
	Oberoi Realty Limited	0.64%
Oil		1.50%
	Cairn India Limited	1.50%
Finance		1.25%
	Infrastructure Development Finance Company Limited	0.77%
	Manappuram General Finance and Leasing Limited	0.48%
Cement		0.97%
	Grasim Industries Limited	0.97%

Industry Classification	Security Description	% of Total Net Assets
Retailing		0.89%
	Shoppers Stop Limited	0.89%
Engineering Services		0.81%
	Va Tech Wabag Limited	0.81%
Auto Ancillaries		0.10%
	Exide Industries Limited	0.10%
Cash and other assets		6.58%
Grand Total		100.00%

Fund Features:

Asset Allocation:

Equity and Equity Related Instruments: 65% – 100%
Debt and Money Market Instruments (including Securitised Debt): 0 – 35%

NAV (₹):

Growth 14.994 per unit
Dividend 14.116 per unit

Expense Ratio:

2.33% of average daily net assets

Portfolio Turnover:

1.33

Fund AUM:

₹ 396.17 crore

Performance (in %)

Period	Fund Returns	BSE 200
1 year	9.42	8.15
Since inception (April 03, 2008)	14.49	6.86

Past performance is not a guarantee of future returns. Compounded annualised returns of the growth option are computed. Since Inception returns are calculated on ₹ 10/- invested at inception.

SIP Performance - Growth option (as on Mar. 31, 2011)

₹ 2000 invested every month	Amount Invested (₹)	MSACE		Benchmark - BSE 200	
		Present Value (₹)	Returns XIRR %	Present Value (₹)	Returns XIRR %
2 years	48000	59193.73	21.68	55870.67	15.41
Since inception*	70000	103468.03	28.03	93474.19	20.37

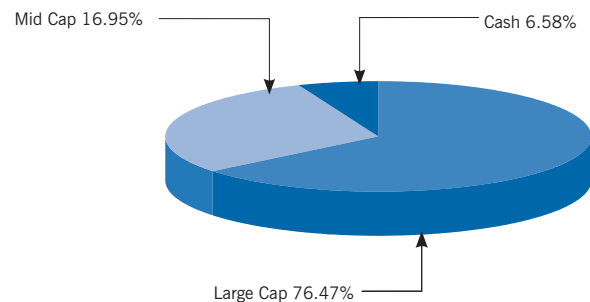
Past performance is not a guarantee of future returns. For SIP returns, monthly investment of equal amounts invested on the first business day of every month have been considered. *The 1st SIP date is considered as May 02, 2008.

Dividend History

Record Date	Dividend Per Unit (₹)	Ex Dividend NAV (₹)
Nov. 04, 2010	1.00	16.076

Note: Face Value Rs. 10/- per unit.

Market Cap Classification



Market Cap Definition:
Mid Cap < ₹ 5000 crore
Large Cap >= ₹ 5000 crore

CRISIL Fund Rank 1 Open Ended Diversified Equity Scheme, December 2010. **Ranking Methodology:** CRISIL Fund Rank 1 – The mutual fund ranking of Morgan Stanley ACE Fund is “Very Good” in the Open Ended Diversified Equity Category, and ranks within the Top 10 percentile of the 76 schemes ranked in this category. The criteria used in computing the CRISIL Mutual Fund Ranking are Superior Return Score, based on NAVs over the 2-year period ended December 31, 2010, Concentration and Liquidity of the scheme. The methodology does not take into account the entry and exit loads levied by the scheme. The CRISIL Mutual Fund Ranking is no indication of the performance that can be expected from the scheme in future.

Morgan Stanley Growth Fund

(An open-ended Equity Fund)

Details as on Mar. 31, 2011

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Banks		20.69%
	✓ HDFC Bank Limited	8.43%
	✓ ICICI Bank Limited	5.33%
	✓ IndusInd Bank Limited	4.32%
	State Bank of India Limited	1.63%
	Bank Of Baroda	0.98%
Software		14.06%
	✓ Infosys Technologies Limited	8.28%
	✓ Tata Consultancy Services Limited	5.78%
Pharmaceuticals		8.39%
	✓ Dr. Reddy's Laboratories Limited	4.19%
	✓ Glenmark Pharmaceutical Limited	2.85%
	Aurobindo Pharma Limited	1.35%
Petroleum Products		8.09%
	✓ Reliance Industries Limited	8.09%
Consumer Non Durables		7.34%
	✓ ITC Limited	3.85%
	Nestle India Limited	1.20%
	Asian Paints Limited	1.19%
	Shree Renuka Sugars Limited	1.10%
Media and Entertainment		6.62%
	✓ Sun TV Network Limited	3.78%
	Television Eighteen India Limited	1.12%
	Deccan Chronicle Holdings Limited	0.86%
	DB Corp Limited	0.52%
	IBN18 Broadcast Limited	0.34%
Industrial Capital Goods		4.27%
	Crompton Greaves Limited	1.55%
	Thermax Limited	1.37%
	AIA Engineering Limited	1.35%
Auto		3.76%
	Mahindra and Mahindra Limited	2.03%
	Tata Motors Limited	1.38%
	Ashok Leyland Limited	0.34%
	Hero Honda Motors Limited	0.01%
Ferrous Metals		3.38%
	Jindal Steel and Power Limited	2.14%
	Usha Martin Limited	1.24%
Construction Project		3.29%
	Larsen and Toubro Limited	2.34%
	Gammon India Limited	0.95%
Industrial Products		3.26%
	Ess Dee Aluminium Limited	1.73%
	Cummins (India) Limited	1.53%
Non - Ferrous Metals		2.60%
	Hindalco Industries Limited	1.44%
	Hindustan Zinc Limited	1.16%
Power		2.02%
	KSK Energy Ventures Limited	1.54%
	Jaiprakash Power Ventures Limited	0.48%
Finance		1.86%
	Infrastructure Development Finance Company Limited	1.10%
	Manappuram General Finance and Leasing Limited	0.76%
Gas		1.43%
	GAIL India Limited	1.43%
Auto Ancillaries		1.35%
	Motherson Sumi Systems Limited	1.35%
Fertilisers		1.23%
	Coromandel International Limited	1.23%
Construction		1.19%
	Oberoi Realty Limited	0.71%
	The Phoenix Mills Limited	0.48%
Hardware		1.18%
	Redington India Limited	1.18%
Transportation		0.83%
	Spice Jet Limited	0.83%
Retailing		0.79%
	Pantaloon Retail India Limited	0.79%
Cash and other assets		2.37%
Grand Total		100.00%

Fund Features:

Asset Allocation:

Equity and Equity related instruments of companies having large market capitalization*: 65 – 100%

Equity and Equity related instruments other than mentioned in above: 0 – 35%

Debt and Money Market Instruments (including Securitised Debt): 0 – 35%

NAV (₹):

Growth 62.736 per unit

Dividend* 19.152 per unit

*option introduced on Jan. 19, 2009

Expense Ratio:

1.89% of average daily net assets

Portfolio Turnover:

0.55

Volatility Measures:

(for trailing 3 year period)

Standard Deviation 9.44%

Beta 0.92

Sharpe Ratio¹ 0.01

Fund AUM:

₹ 1646.30 crore

¹ Risk Free rate is based on 3 month T-Bill rate

Performance (in %)

Period	Fund Returns	BSE 100
1 year	6.28	8.55
3 years	5.88	7.04
5 years	6.30	11.33
Since Inception (18th February 1994)	13.26	10.25

Past performance is not a guarantee of future returns. Compounded annualised returns of the Growth Option has been calculated based on the assumption that all dividends during the period have been reinvested in the scheme at the then prevailing NAV.

SIP Performance - Growth option (as on Mar. 31, 2011)

₹ 2000 invested every month	Amount Invested (₹)	MSGF		Benchmark - BSE 100	
		Present Value (₹)	Returns XIRR %	Present Value (₹)	Returns XIRR %
2 years	48000	55100.14	13.93	55895.06	15.45
Since inception*	52000	63840.38	19.46	64878.25	21.09

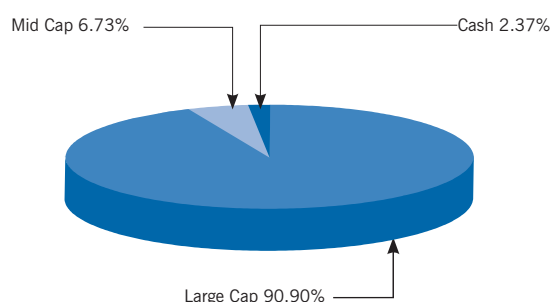
Past performance is not a guarantee of future returns. For SIP returns, monthly investment of equal amounts invested on the 1st business day of every month have been considered. *MSGF became open ended on January 19, 2009, and the first SIP date is considered as February 02, 2009.

Dividend History

Record Date	Dividend Per Unit (₹)	Ex Dividend NAV (₹)
Nov. 04, 2010	1.50	22.258

Note: Face Value Rs. 10/- per unit. For details of dividends declared since inception of MSGF, please refer our website.

Market Cap Classification[#]



[#]For the purpose of this Scheme, any company having a minimum threshold limit of market capitalization which is equal to or more than the market capitalization of the 100th stock in BSE 100, as on the date of investment shall qualify as Large Cap Company.

Morgan Stanley Short Term Bond Fund

(An open-ended Debt Fund)



Details as on Mar. 31, 2011

Portfolio

Security Description	Rating	% of Total Net Assets
Money Market Instruments		85.27%
ING Vysya Bank Ltd.	P1+	7.19%
IDBI Bank Ltd.	P1+	7.18%
UCO Bank	P1+	7.18%
Aditya Birla Finance Ltd.	A1+	7.17%
Kotak Mahindra Prime Ltd.	P1+	7.16%
Bank of Maharashtra	P1+	7.16%
Axis Bank Ltd.	P1+	7.15%
Bank of India	P1+	7.03%
Vijaya Bank	P1+	7.02%
Oriental Bank of Commerce	P1+	7.02%
Indian Bank	F1+	7.02%
State Bank of Patiala	A1+	6.99%
Corporate Debt		8.05%
Housing Development Finance Corporation	AAA	8.05%
Cash & Current Assets		6.68%
Grand Total		100.00%

Rating Profile

Rating Category	
AAA	93.32%
Cash & Current Assets	6.68%
Grand Total	100.00%

Asset Allocation

Asset Class	
Money Market Instruments	85.27%
Corporate Debt	8.05%
Cash & Current Assets	6.68%
Grand Total	100.00%

CRISIL Mutual Fund Rank 1 Debt Short Schemes, December 2010. **Ranking Methodology:** CRISIL Fund Rank 1 – The mutual fund ranking of Morgan Stanley Short Term Bond Fund is “Very Good” in the Debt Short Category, and ranks within the Top 30 percentile of the 31 schemes ranked in this category. The criteria used in computing the CRISIL Mutual Fund Ranking are Superior Return Score, based on NAVs over the 1-year period ended December 31, 2010, Concentration and Liquidity of the scheme. The methodology does not take into account the entry and exit loads levied by the scheme. The CRISIL Mutual Fund Ranking is no indication of the performance that can be expected from the scheme in future.

Morgan Stanley Active Bond Fund

(An open-ended Debt Fund)

Details as on Mar. 31, 2011

Portfolio

Security Description	Rating	% of Total Net Assets
Cash & Current Assets		100.00%
Grand Total		100.00%

Rating Profile

Rating Category	
Cash & Current Assets	100.00%
Grand Total	100.00%

Asset Allocation

Asset Class	
Cash & Current Assets	100.00%
Grand Total	100.00%

Performance (in %)

Period	Regular Plan	Crisil Composite Bond Fund Index
1 year	3.48	5.06
Since inception (May 28, 2009)	2.15	4.63

Past performance is not a guarantee of future returns. Compounded Annualised returns are computed using NAV of Growth Option. Since Inception returns are calculated on ₹ 10/- invested at inception.

Performance (in %)

Period	Regular Plan	Institutional Plus Plan	Crisil Short Term Bond Fund Index
1 year	6.14	6.51	5.12
Since inception (May 26, 2009)	5.61	5.97	4.79

Past performance is not a guarantee of future returns. Compounded Annualised returns are computed using NAV of Growth Option. Since Inception returns are calculated on ₹ 10/- invested at inception.

Fund Features:

Plans/Options and NAV (₹):

Institutional Plus Plan	
Weekly Dividend	
Reinvestment:	10.1074
Monthly Dividend (Payout and Reinvestment):	10.0886
Growth:	11.1320

Regular Plan

Weekly Dividend	
Reinvestment:	10.0912
Monthly Dividend (Payout and Reinvestment):	10.0858
Growth:	11.0645

Expense Ratio:

Institutional Plus Plan	0.60%
Regular Plan	0.90%

Average Maturity: 4.65 months

Modified Duration: 0.36 years

Yield to Maturity: 9.40%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

₹ 68.36 crore

Dividend History

Plan/Frequency	Record Date	Non-Individuals Per Unit (₹)	Individuals Per Unit (₹)	Ex Dividend NAV (₹)
Regular Plan-Monthly Dividend	Mar. 25, 2011	0.0502	0.0539	10.0540
Regular Plan-Monthly Dividend	Feb. 25, 2011	0.0440	0.0472	10.0505
Regular Plan-Monthly Dividend	Jan. 28, 2011	0.0408	0.0438	10.0434

Note: Face Value ₹ 10 per unit.

Fund Features:

Plans/Options and NAV (₹):

Institutional Plus Plan	
Quarterly Dividend (Payout and Reinvestment):	10.0000
Growth:	10.0000

Regular Plan

Quarterly Dividend (Payout and Reinvestment):	10.4027
Growth:	10.4027

Average Maturity: 0.15 months

Modified Duration: 0.012 years

Yield to Maturity: 7.25%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

₹ 0.53 crore

Expense Ratio:

Institutional Plus Plan	1.20%
Regular Plan	1.75%

[#]ICRA has assigned the “Credit Risk Rating mfAAA” to Morgan Stanley Short Term Bond Fund and Morgan Stanley Active Bond Fund which means that both funds carry the lowest credit risk, similar to that associated with long-term debt obligations rated in the highest-credit-quality category. This rating should however, not be construed as an indication of the performance of the aforesaid Funds or of volatility in their returns. Further, the above rating should not be treated as ICRA’s recommendation to buy, sell or hold the units issued under the said Funds.

Funds at a glance

Particulars	Morgan Stanley A.C.E. Fund	Morgan Stanley Growth Fund	Morgan Stanley Short Term Bond Fund	Morgan Stanley Active Bond Fund
Nature of the Fund	An open-ended Across Capitalisations Equity Fund	An open-ended Equity Fund (open-ended from Jan. 19, 2009)	An open-ended Debt Fund	An open-ended Debt Fund
Date of Allotment	April 03, 2008	February 18, 1994	May 26, 2009	May 28, 2009
Fund Manager	Jayesh Gandhi	Sridhar Sivaram Amay Hattangadi	Ritesh Jain	Ritesh Jain
Investment Objective	To generate long-term capital growth from an actively managed portfolio of equity and equity-related securities including equity derivatives.	To achieve long-term capital appreciation by investing primarily in equity and equity related securities of companies having large market capitalization#.	To generate income from a diversified portfolio of short to medium term debt and money market securities.	To generate optimal returns through active management of the portfolio consisting of debt and money market securities.
Benchmark	BSE 200	BSE 100	CRISIL Short-Term Bond Fund Index	CRISIL Composite Bond Fund Index
Investment Plan/Options	<ul style="list-style-type: none"> Growth Dividend Option - Reinvestment and Payout 	<ul style="list-style-type: none"> Growth Dividend Option - Reinvestment and Payout 	Institutional Plus Plan <ul style="list-style-type: none"> Growth Option Dividend Option - Weekly Reinvestment - Monthly Reinvestment and Payout Regular Plan <ul style="list-style-type: none"> Growth Option Dividend Option - Weekly Reinvestment - Monthly Reinvestment and Payout 	Institutional Plus Plan <ul style="list-style-type: none"> Growth Option Dividend Option - Quarterly Reinvestment and Payout Regular Plan <ul style="list-style-type: none"> Growth Option Dividend Option - Quarterly Reinvestment and Payout
Minimum Investment Amount	Lumpsum: ₹ 5000 and in multiples of ₹ 1/- thereafter SIP: ₹ 1000/- via minimum 6 installments Group SIP: ₹ 250/- via minimum 6 installments	Lumpsum: ₹ 5000 and in multiples of ₹ 1/- thereafter SIP: ₹ 1000/- via minimum 6 installments Group SIP: ₹ 250/- via minimum 6 installments	Lumpsum: Regular Plan - ₹ 5000/- and multiples of ₹ 1/- thereafter Institutional Plus Plan - ₹ 50 lacs and in multiples of ₹ 1/- thereafter SIP: (Regular Plan Only) ₹ 1000/- via minimum 6 installments Group SIP: ₹ 250/- via minimum 6 installments	Lumpsum: Regular Plan - ₹ 5000/- plus in multiples of ₹ 1/- thereafter Institutional Plus Plan - ₹ 50 lacs plus in multiples of ₹ 1/- thereafter SIP: (Regular Plan Only) ₹ 1000/- via minimum 6 installments Group SIP: ₹ 250/- via minimum 6 installments
Additional Investment	₹ 1000 and in multiples of ₹ 1/- thereafter	₹ 1000 and in multiples of ₹ 1/- thereafter	Regular Plan - ₹ 1000/- and in multiples of ₹ 1/- thereafter Institutional Plus Plan- ₹ 1 lac and in multiples of ₹ 1/- thereafter	Regular Plan - ₹ 1000/- and in multiples of ₹ 1/- thereafter Institutional Plus Plan- ₹ 1 lac and in multiples of ₹ 1/- thereafter
Minimum Repurchase amount	₹ 1000/- and in multiples of ₹ 1/- thereafter	₹ 1000/- and in multiples of ₹ 1/- thereafter	₹ 1000/- and in multiples of ₹ 1/- thereafter	₹ 1000/- and in multiples of ₹ 1/- thereafter
SIP/STP Dates	1st, 5th, 10th, 15th, 20th, 25th of every Month/Quarter	1st, 5th, 10th, 15th, 20th, 25th of every Month/Quarter	1st, 5th, 10th, 15th, 20th, 25th of every Month/Quarter	1st, 5th, 10th, 15th, 20th, 25th of every Month/Quarter
Entry Load	Nil.	Nil.	Nil.	Nil.
Exit Load	1% if redeemed/switched on or before the expiry of one year from the date of allotment; otherwise: Nil.	1% if redeemed/switched on or before the expiry of one year from the date of allotment; otherwise: Nil.	Nil.	Nil.

#For the purpose of this Scheme, any company having a minimum threshold limit of market capitalization which is equal to or more than the market capitalization of the 100th stock in BSE 100, as on the date of investment shall qualify as Large Cap Company.

Morgan Stanley Mutual Fund Branch Offices

• Ahmedabad	079 2644 9132	• Bangalore	080 4180 0702	• Chandigarh	0172 4665 295	• Chennai	044 2830 2091
• Delhi	011 6624 9133	• Hyderabad	040 4002 4168	• Kolkata	033 3984 5315	• Mumbai	022 6118 2929
• Pune	020 6500 8349						

Registered Office: Morgan Stanley Investment Management Pvt. Ltd., 19th Floor, One Indiabulls Centre, Tower 2, Jupiter Mills Compound, Elphinstone Road, Mumbai 400 013. Toll free 1800 425 1313, Non-toll-free 040 2342 8757

Note: SIP does not guarantee protection against loss in a declining market. Applicable taxes, exit load, if any have not been considered in calculations and the same, if taken into consideration, may reduce the returns on your actual investments. Please consult your legal/tax/investment advisor before investing.

Statutory Details: Morgan Stanley Mutual Fund has been set up as a Trust under Indian Trusts Act, 1882. **Sponsor:** Morgan Stanley. **Trustee:** Board of Trustees. **Investment Manager:** Morgan Stanley Investment Management Pvt. Ltd. **Risk Factors:** All mutual funds and securities investments are subject to market risks and there can be no assurance that the objectives of the Scheme will be achieved. As with any securities investment, the NAV of the units issued under the Scheme may go up or down, depending upon the factors and forces affecting the capital markets. Past performance of the Sponsors/Investment Manager/Mutual Fund does not, in any manner, indicate the future performance of the Scheme, and may not necessarily provide a basis of comparison with other investments. There is no assurance or guarantee to the unit holders as to the rate of dividend distribution nor that dividends will be paid regularly. Investors in the Scheme are not being offered any guaranteed/assured returns. **Morgan Stanley A.C.E. Fund, Morgan Stanley Growth Fund, Morgan Stanley Active Bond Fund and Morgan Stanley Short Term Bond Fund are only the names of the schemes and do not in any manner indicate either the quality of the schemes, its future prospects or returns.** The liquidity of investments made in the Scheme may be restricted by trading volumes and settlement periods. The Sponsor is not responsible or liable for any loss resulting from the operations of the Scheme beyond their initial contribution of ₹ 5 lac towards setting up of the Mutual Fund and such other accretions and additions to the corpus. **Investors should read the Statement of Additional Information and Scheme Information Document/Key Information Memorandum (available at Investor Service Centres, Distributors, and on the Mutual Fund website www.morganstanley.com/indiamf), carefully before investing.**