

Fact Sheet

December 2009



FIXED INCOME OVERVIEW

Overshooting market expectations, India's real GDP grew by a strong 7.9% y-o-y in 3Q09, from 6.1% in 2Q09. The composition of demand side GDP suggests that private demand bottomed out in 2Q09 and is on a recovery path since then, as rising asset prices, fiscal stimulus, improving consumer confidence and lower interest rates boosted consumption after a prolonged period of sluggish demand. The recovery looks to be gaining momentum and conditions are in place for a more broad-based expansion in 2010. The data also suggests and strengthens the case for the normalisation in policy rates.

The momentum in manufacturing sector too remains buoyant with Index for Industrial Production (IIP) rising by a larger than expected 9.1% y-o-y in September from an upwardly revised 11.0% in August. While the September data may have been boosted by firms increasing their production ahead of the festive season in October, the data confirms the view that the manufacturing sector is on a firm recovery path, aided by low interest rate, rising business and consumer confidence and easier availability of capital.

The government shifted its inflation reporting from weekly to monthly basis, with WPI during October '09 up 1.3% y-o-y vs. 0.5% y-o-y in September. However, this is the existing index with the same weights. The revamped index is likely to come into play next year. In the latest weekly inflation release, the y-o-y price growth in the Primary article group charted deeper in the double digit terrain at 11.04%, the fuel group for the week ended November 14 remained unchanged at -1.51%. Food articles, which had seen m-o-m contraction in the previous monthly release, surged to 15.58% y-o-y to post a rise of 1.6% over the previous week. The Consumer Price Index continues to remain in the double digit. The international crude price remained range bound to close the month at around \$77 a barrel.

The local currency appreciated significantly to close at around INR 46.50 to a \$, with "return in risk appetite" driving demand for higher return currencies. The dollar lost ground against all the major currencies across the globe. The FII inflow and inward remittances led to sustained appreciation of the INR. The Foreign Exchange Reserve closed at around \$286.52 billion as on 20th November '09. The liquidity situation in the market continues to remain benign with around a trillion rupees still being placed in LAF.

The fixed income market continues its uptrend due to relatively thin supply and aggressive bidding in the primary auctions. The auction supply got absorbed quite comfortably with cut off in successive auctions remaining distinctly higher than the prevailing market prices. Towards the month end, the yield curve shifted marginally higher due to strong GDP numbers fuelling concern of monetary action. The credit curve performed well with spreads narrowing to levels last seen in mid-2006. During the month, the AAA 5-year benchmark yield touched a low of 8.05% while the annualized credit spread was at 89 bps over sovereign. Narrowing of spreads is due to abundant liquidity chasing corporate assets leading to the steeper fall in the corporate bond yields compared with the fall in government bond yields.

Portfolio review for November '09

The abundance of liquidity in the system assured that the short maturity yields stayed

low during the month. In the marginal duration plan, we continue to rely on accrual income while in the active duration plan the curve trade helped in generation of alpha.

Expectations for December '09

The news flow from the Government/RBI will dictate the general direction of the market. The upside on inflation number could have an adverse bearing on the yield curve. The portfolio duration in the bond plan is likely to be moderate and in short-term plan the focus will continue to generate accrual income with marginal duration risk.

Key Financial Data

Benchmark	Current Month	Previous Month	Previous Financial Year	Change	Change
	30/11/09	31/10/09	31/03/09	(Monthly)	(Since March 09)
364 Day T-bill (Primary)	4.45%	4.54%	5.50%	-0.09%	-1.05%
5-year Gilt Benchmark	7.10%	7.37%	6.76%	-0.27%	0.34%
10-year Gilt Benchmark	7.26%	7.30%	7.01%	-0.04%	0.25%
30-year Gilt Benchmark	8.33%	8.39%	8.42%	-0.03%	-0.09%
91 day Bank CD	3.50%	3.55%	9.75%	-0.05%	-6.25%
1-yr AAA Spreads	1.05%	1.20%	2.36%	-0.15%	-1.31%
5-yr AAA Spreads	0.95%	1.10%	1.66%	-0.15%	-0.71%
5-yr OIS	6.50%	6.78%	5.61%	-0.28%	0.89%
CRR	5.00%	5.00%	5.00%	0.00%	0.00%
RBI LAF- Reverse Repo Rate*	3.25%	3.25%	3.50%	0.00%	-0.25%
Foreign Exchange Reserve (\$ bn)	285.35	285.52	252.33	-0.17	33.02
Nymex Crude	76.9	77	49.66	-0.1	27.24
US Fed Funds Rate	0.25%	0.25%	0.25%	0.00%	0.00%
US 10-yr Gilt	3.21%	3.38%	2.66%	-0.17%	0.55%
INR/USD	46.44	46.98	50.73	-1.15%	-8.46%

*RBI Repo Rate at 4.75%

Sources – Internal & Bloomberg

Ritesh Jain

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

EQUITY OVERVIEW

November 2009 turned out to be yet another month of positive returns for the equity markets. India is now the 4th best performing equity market in the world year-to-date, with returns in excess of 70%.

Recently, the Fed's commentary hinted at keeping interest rates low for an extended period of time and it seems unlikely that Fed would raise interest rates/adopt exit policy, until there is a meaningful economic recovery in the US. The low interest rates environment enhances liquidity in the global financial markets, leading to weakness in dollar and surge in capital inflows in risky assets such as commodities and emerging markets, including India. It appears that the trade of weak dollar (de-facto currency for carry trade now) causing continuous funds inflows into risky assets is set to continue for some more time.

Dubai crisis dominated business headlines towards the end of the month. Though the amount of debt called to be re-structured is relatively small, it did bring into limelight the "sovereign debt risk" given the debt that was built up in the process of doling out fiscal stimulus, across countries. It appears unlikely that the Dubai event would cause "Risk Aversion" and much steeper correction than what we have seen in last 6 months.

For India, the September quarter GDP numbers were a startling 7.9%, significantly better than consensus expectations. While economic growth continues to surprise

on the upside, the worrying factor is food inflation, which is running at around 15% as of mid-November. The latest reports on sowing pattern of Rabi crop raise expectation of higher winter output and this should to some extent offset the impact of deficient Kharif output, thus help containing food inflation, going forward. The strong economic data may prompt RBI to exit from fiscal stimulus sooner than expected.

Our portfolio allocation continues to reflect Barbell strategy, simultaneously maintaining overweight on cyclical and defensive/conservative sectors. We continue to remain overweight on consumer products, pharmaceuticals and software services, and infrastructure related names such as power generation, gas pipeline cos. Our under-weights are in banking, oil & gas, materials and telecom. Our current allocation to mid cap stocks is in the range of 30-35%, which we believe is adequate. In the current phase bottom-up stock picking would assume far greater importance, which is our single minded focus for alpha generation.

Jayesh Gandhi

Lead Portfolio Manager, Multi/Mid Cap Equities

Morgan Stanley A.C.E. Fund

(An open-ended Across Capitalisations Equity Fund)

Details as on Nov. 30, 2009

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Software		12.63%
	✓ Infosys Technologies Limited	4.17%
	✓ Tata Consultancy Services Limited	3.23%
	Mphasis Limited	1.42%
	Oracle Financial Services Software Limited	1.41%
	Wipro Limited	1.40%
	Infotech Enterprises Limited	1.00%
Consumer Non Durables		11.58%
	Marico Limited	2.18%
	Emami Limited	2.07%
	Lakshmi Energy and Foods Limited	2.03%
	ITC Limited	2.02%
	Dhampur Sugar Mills Limited	1.81%
	United Spirits Limited	1.47%
Banks		11.10%
	✓ ICICI Bank Limited	4.47%
	✓ IndusInd Bank Limited	2.40%
	Axis Bank Limited	2.17%
	HDFC Bank Limited	2.06%
Pharmaceuticals		7.09%
	✓ Aurobindo Pharma Limited	2.89%
	Cadila Healthcare Limited	2.30%
	Dr. Reddy's Laboratories Limited	1.90%
Industrial Capital Goods		6.04%
	✓ Sterlite Technologies Limited	2.64%
	Crompton Greaves Limited	2.11%
	Bharat Heavy Electricals Limited	1.29%
Power		5.94%
	✓ KEC International Limited	2.51%
	GVK Power and Infrastructure Limited	1.85%
	Torrent Power Limited	1.58%
Gas		4.92%
	✓ GAIL India Limited	2.62%
	Gujarat State Petronet Limited	2.30%
Finance		4.83%
	Housing Development Finance Corporation Limited	1.89%
	Power Finance Corporation Limited	1.59%
	Reliance Capital Limited	1.35%
Petroleum Products		4.20%
	✓ Reliance Industries Limited	4.20%
Non - Ferrous Metals		3.09%
	Hindustan Zinc Limited	2.27%
	Sterlite Industries (India) Limited	0.82%
Auto		3.03%
	✓ Mahindra and Mahindra Limited	3.03%
Oil		2.97%
	Oil India Limited	2.04%
	Oil and Natural Gas Corporation Limited	0.93%
Construction		2.97%
	The Phoenix Mills Limited	2.09%
	Sobha Developers Limited	0.88%
Construction Projects		2.78%
	Voltas Limited	2.12%
	Larsen and Toubro Limited	0.66%
Cement		2.65%
	Shree Cement Limited	1.81%
	Jaiprakash Associates Limited	0.84%

Industry Classification	Security Description	% of Total Net Assets
Retailing		2.34%
	Shoppers Stop Limited	2.34%
Media & Entertainment		1.83%
	Deccan Chronicle Holdings Limited	1.83%
Auto Ancillaries		1.32%
	Ceat Limited	1.32%
Transportation		1.12%
	Cox and Kings (India) Limited	1.12%
Consumer Durables		1.07%
	Bajaj Electricals Limited	1.07%
Diversified		0.83%
	Hindustan Unilever Limited	0.83%
Telecom - Services		0.61%
	Bharti Airtel Limited	0.61%
Cash and other assets		5.06%
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%

Expense Ratio:

2.48% of average daily net assets

Portfolio Turnover:

2.11

NAV:

Growth Rs. 12.603 per unit
Dividend Rs. 12.603 per unit

Fund AUM:

Rs.131.67 crore

Performance (in %)

Period	Fund Returns	BSE 200
6 months*	35.09	18.77
1 year*	114.69	98.19

Compounded Annualised Return

Since Inception (April 03, 2008) 14.94 4.72

Past performance may or may not be sustained in future. *Absolute returns of the growth option are computed. Since Inception returns are calculated on Rs. 10/- invested at inception.

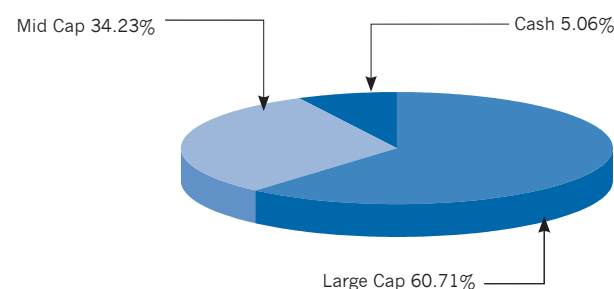
SIP Performance (as on Nov. 30, 2009)

If Rs. 2000/- were invested per month, from Dec. 25, 2008 to Nov. 25, 2009

Total Amount Invested (Rs.)	Present Value (Rs.)	Profit (Rs.)	Annualised Returns % (XIRR)
24,000	36,991.96	12,991.96	134.83

Past performance may or may not be sustained in future.

Market Cap Classification



Market Cap Definition:

Mid Cap < Rs. 5000 crore
Large Cap >= Rs. 5000 crore

Morgan Stanley Growth Fund

(An open-ended Equity Fund)

Details as on Nov. 30, 2009

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Banks		18.58%
	✓ HDFC Bank Limited	9.25%
	✓ ICICI Bank Limited	2.70%
	Bank of Baroda	2.39%
	IndusInd Bank Limited	1.74%
	Yes Bank Limited	1.52%
	State Bank of India	0.98%
Software		10.94%
	✓ Infosys Technologies Limited	7.61%
	Tata Consultancy Services Limited	2.11%
	Wipro Limited	1.22%
Consumer Non Durables		10.29%
	✓ Nestle India Limited	3.90%
	ITC Limited	2.31%
	McLeod Russel India Limited	1.53%
	Balrampur Chini Mills Limited	1.29%
	Shree Renuka Sugars Limited	1.26%
Auto		10.19%
	✓ Hero Honda Motors Limited	6.71%
	Tata Motors Limited	2.26%
	Ashok Leyland Limited	1.22%
Power		7.13%
	✓ KSK Energy Ventures Limited	2.71%
	GVK Power and Infrastructure Limited	1.50%
	Torrent Power Limited	1.08%
	NHPC Limited	1.05%
	Jyoti Structures Limited	0.79%
Petroleum Products		6.34%
	✓ Reliance Industries Limited	5.05%
	Hindustan Petroleum Corporation Limited	1.29%
Pharmaceuticals		6.05%
	Dr. Reddy's Laboratories Limited	2.44%
	Glenmark Pharmaceutical Limited	2.08%
	Aurobindo Pharma Limited	1.53%
Media & Entertainment		5.81%
	✓ Sun TV Network Limited	3.09%
	✓ Deccan Chronicle Holdings Limited	2.72%
Construction Projects		5.02%
	Hindustan Construction Co Limited	2.64%
	Larsen and Toubro Limited	2.38%
Industrial Capital Goods		4.03%
	✓ Bharat Heavy Electricals Limited	4.03%
Non- Ferrous Metals		3.42%
	Hindalco Industries Limited	2.13%
	Hindustan Zinc Limited	1.29%
Cement		2.61%
	Jaiprakash Associates Limited	2.61%
Diversified		2.35%
	Hindustan Unilever Limited	2.35%
Construction		1.99%
	The Phoenix Mills Limited	1.14%
	DLF Limited	0.85%
Industrial Products		1.11%
	Ess Dee Aluminium Limited	1.11%
Telecom - Services		1.05%
	Bharti Airtel Limited	1.05%
Transportation		1.04%
	Mundra Port and Special Economic Zone Limited	1.04%
Ferrous Metals		0.56%
	Tata Steel Limited	0.56%
Finance		0.47%
	Indiabulls Financial Services Limited	0.47%
Cash and other assets		1.02%
Grand Total		100.00%

Performance (in %)

Period	Fund Returns*	BSE 100
6 months [^]	19.37	16.99
1 year [^]	87.20	93.78
Compounded Annualised Growth Rate		
Last 3 years	3.29	8.75
Last 5 years	19.54	21.70
Since inception (18th February 1994)	13.58	10.29

Past performance may or may not be sustained in future. *Performance of the fund (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. [^]Absolute Returns

Fund Features:

Asset Allocation:

Equity and Equity related instruments of companies having large market capitalization²: 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 Rs. 55.577 per unit

Dividend* Rs. 18.110 per unit

*option introduced on Jan. 19, 2009

Expense Ratio:

1.91% of average daily net assets

Portfolio Turnover:

0.90

Volatility Measures:

(for trailing 3 year period)

Standard Deviation 10.02%

Beta 0.91

Sharpe Ratio¹ -0.08

Fund AUM:

Rs. 2099.59 crore

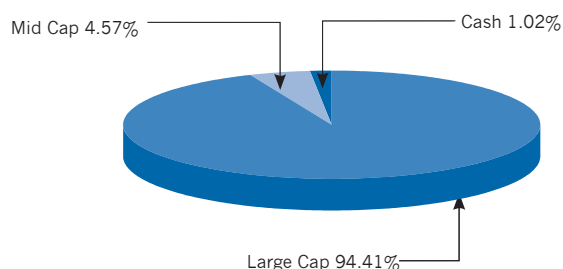
¹ Risk Free rate is based on 3 month T-Bill rate

Dividend History

Record Date	Date of Declaration	Dividend per unit (Rs.)	Ex-Dividend NAV Date	Ex-Dividend NAV per unit (Rs.)
July 09, 1999	June 23, 1999	0.75	June 25, 1999	12.83
April 29, 2000	April 18, 2000	0.75	April 20, 2000	16.60
June 11, 2001	June 4, 2001	1.00	June 06, 2001	10.72
May 13, 2004	April 28, 2004	1.50	April 29, 2004	21.82
October 27, 2006	October 13, 2006	2.00	October 16, 2006	46.88

Note: Face Value Rs. 10 per unit.

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 Nov. 30, 2009

Portfolio

Security Description	Rating	% of Total Net Assets
Money Market Instruments		50.57%
UCO Bank	P1+	14.65%
Vijaya Bank	PR1+	14.42%
Kotak Mahindra Bank Ltd	P1+	7.19%
Yes Bank Ltd	A1+	7.19%
Indian Oil Corporation	P1+	7.11%
Corporate Debt		15.00%
LIC Housing Finance Ltd	AAA	7.50%
Housing Development Finance Corporation Ltd	AAA	7.50%
Cash & Current Assets		34.43%
Grand Total		100.00%

Performance (in %)

Plan	Fund Returns* (since inception May 26, 2009)	Crisil Short Term Bond Fund Index
Regular Plan	2.79	2.26
Institutional Plus Plan	3.00	2.26

Past performance may or may not be sustained in future. *Absolute returns of the growth option are computed. Since Inception returns are calculated on Rs. 10/- invested at inception.

Rating Profile

Rating Category	
AAA	65.57%
Cash & Current Assets	34.43%
Grand Total	100.00%

Asset Allocation

Asset Class	
Money Market Instruments	50.57%
Corporate Debt	15.00%
Cash & Current Assets	34.43%
Grand Total	100.00%

Fund Features:

Plans/Options and NAV (Rs.):

Institutional Plus Plan	
Weekly Dividend	
Reinvestment:	10.0600
Monthly Dividend (Payout and Reinvestment):	10.0000
Growth:	10.3001

Regular Plan

Monthly Dividend (Payout and Reinvestment):	10.0460
Growth:	10.2786

Expense Ratio:

Institutional Plus Plan	0.60%
Regular Plan	0.90%

Average Maturity: 5.87 months

Modified Duration: 0.46 years

Yield to Maturity: 4.86%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

Rs. 67.20 crore

Dividend History

Plan/Frequency	Record Date	Non-Individuals Per Unit (Rs.)	Individuals Per Unit (Rs.)	Ex Dividend NAV (Rs.)
Regular Plan-Monthly Dividend	Nov. 27, 2009	0.0313	0.0336	10.0422
Regular Plan-Monthly Dividend	Oct. 30, 2009	0.0418	0.0449	10.0172
Regular Plan-Monthly Dividend	Sep. 25, 2009	0.0308	0.0331	10.0128

Note: Face Value Rs. 10 per unit.

Morgan Stanley Active Bond Fund

(An open-ended Debt Fund)

Details as on Nov. 30, 2009

Portfolio

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

Performance (in %)

Plan	Fund Returns* (since inception May 28, 2009)	Crisil Composite Bond Fund Index
Regular Plan	0.31	2.21
Institutional Plus Plan	0.60	2.21

Past performance may or may not be sustained in future. *Absolute returns of the growth option are computed. Since Inception returns are calculated on Rs. 10/- invested at inception.

Asset Allocation

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

Fund Features:

Plans/Options and NAV (Rs.):

Institutional Plus Plan	
Quarterly Dividend (Payout and Reinvestment):	10.0000
Growth:	10.0597

Regular Plan

Quarterly Dividend (Payout and Reinvestment):	10.0314
Growth:	10.0314

Expense Ratio:

Institutional Plus Plan	1.20%
Regular Plan	1.75%

Average Maturity: 0.03 months

Modified Duration: 0.03 months

Yield to Maturity: 2.92%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

Rs. 6.65 crore

[#]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	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 - 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: Rs. 5000 and in multiples of Re. 1/- thereafter SIP: Rs. 1000/- via minimum 6 installments	Lumpsum: Rs. 5000 and in multiples of Re. 1/- thereafter SIP: Rs. 1000/- via minimum 6 installments	Lumpsum: Regular Plan - Rs. 5000/- and multiples of Re. 1/- thereafter Institutional Plus Plan - Rs. 50 lacs and in multiples of Re. 1/- thereafter SIP: (Regular Plan Only) Rs. 1000/- via minimum 6 installments	Lumpsum: Regular Plan - Rs. 5000/- plus in multiples of Re. 1/- thereafter Institutional Plus Plan - Rs. 50 lacs plus in multiples of Re. 1/- thereafter SIP: (Regular Plan Only) Rs. 1000/- via minimum 6 installments
Additional Investment	Rs. 1000 and in multiples of Re. 1/- thereafter	Rs. 1000 and in multiples of Re. 1/- thereafter	Regular Plan - Rs. 1000/- and in multiples of Re. 1/- thereafter Institutional Plus Plan- Rs. 1 lac and in multiples of Re. 1/- thereafter	Regular Plan - Rs. 1000/- and in multiples of Re. 1/- thereafter Institutional Plus Plan- Rs. 1 lac and in multiples of Re. 1/- thereafter
Minimum Repurchase amount	Rs. 1000/- and in multiples of Re. 1/- thereafter	Rs. 1000/- and in multiples of Re. 1/- thereafter	Rs. 1000/- and in multiples of Re. 1/- thereafter	Rs. 1000/- and in multiples of Re. 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 4077 9227
• Pune 020 6500 8349			

Registered Office: Morgan Stanley Investment Management Pvt. Ltd., Forbes Building, Charanjit Rai Marg, Fort, Mumbai 400 001; Tel 91 22 2209 6600.

Toll free 1800 425 1313, Non-toll-free 040 2342 8757

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 Rs. 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.**