

Change in Key Personnel

Investors/Unit holders of Morgan Stanley Mutual Fund are advised to note a change in Key Personnel of Morgan Stanley Investment Management Private Limited on account of resignation of Mr. Pranay Sinha, Portfolio Manager–Fixed Income Boutique, from the services of the Company effective October 20, 2010.

Investors are further requested to note that both the Debt oriented Funds of Morgan Stanley Mutual Fund i.e. Morgan Stanley Short Term Bond Fund and Morgan Stanley Active Bond Fund continue to be managed by Mr. Ritesh Jain- Lead Portfolio Manager- Fixed Income Boutique.

This addendum dated October 25, 2010 sets forth changes made to the Statement of Additional Information [SAI], Scheme Information Documents and Key Information Memorandum of the schemes of Morgan Stanley Mutual Fund. All the other terms and conditions mentioned therein remain unchanged.

For more information, please contact

Morgan Stanley Investment Management Private Limited

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www.morganstanley.com/indiamf

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 Private Limited.

Risk Factors: All mutual funds and securities investments are subject to market risks and there can be no assurance that the objectives of the Schemes will be achieved. As with any securities investment, the NAV of the units issued under the Schemes 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 Schemes, 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 Schemes are not being offered any guaranteed/assured returns. The liquidity of investments made in the Schemes 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 Schemes 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 Scheme related documents (available at Investor Service Centres, Distributors, and on the Mutual Fund website www.morganstanley.com/indiamf), carefully before investing.**