

Notice-cum-addendum

Addenda to the Statement of Additional Information, Scheme Information Documents and Key Information Memorandum of Morgan Stanley Mutual Fund [MSMF]

1. Modifications to Know Your Customer [KYC] Compliance Requirements:

As per the existing provisions in the Statement of Additional Information/Key Information Memorandum, it is mandatory for all applications for subscription value of ₹ 50,000 and above to quote the KYC Compliance Status of each applicant and attach a proof of KYC Compliance.

Pursuant to implementation of Know Your Customer [KYC] norms under Prevention of Money Laundering Act, 2002 [PMLA], SEBI's master circular no. ISD/AML/CIR-1/2010 dated February 12, 2010 and AMFI guidelines dated August 16, 2010, the threshold limit of KYC Compliance for certain category of investors stand revised effective October 1, 2010, ["Effective Date"] as under:

It shall be mandatory for the following category of investors to be KYC Compliant through CDSL Ventures Ltd., irrespective of the amount of investment:

1. All non-individual investors such as Companies, Body Corporates, Association of Persons, Banks, Financial Institutions, Funds, Trusts, Societies, Hindu Undivided Family [HUF], Partnership Firms, Limited Liability Partnerships [LLPs], Foreign Institutional Investors [FIIs], etc.;
2. Non Resident Indians [NRIs] including Persons of Indian Origin [PIOs];
3. Investors [individuals and non-individuals] investing through the Channel Distributors* route.

*Channel Distributors are those distributors who have an arrangement with Morgan Stanley Investment Management Pvt. Ltd. ["MSIM"] wherein they will submit the mutual fund transactions details [viz. subscriptions/redemptions/switches, other non-financial transactions, etc.] of their clients electronically to MSIM.

The above category of investors for the purpose of KYC compliance shall include (i) their constituted Power of Attorney (PoA) holder, in case of investments through a PoA; and (ii) each of the applicants, in case of application in joint names. The aforesaid provisions shall be applicable in respect of all investments made on or after the Effective Date.

2. Designating Mr. Swanand Kelkar as Key Personnel of Morgan Stanley Investment Management Pvt. Ltd.:

In accordance with SEBI circular SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007, Mr. Swanand Kelkar has been designated, with effect from September 17, 2010, as the dedicated Portfolio Manager for investments in Foreign Securities across equity-oriented schemes of MSMF. His educational background and brief experience is as under:

Name	Age/Qualification	Brief Experience
Mr. Swanand Kelkar	31 years B.COM., A.C.A., PGDM (IIM-A)	Swanand has over 5 years of experience, in equities research in investment management. Prior to joining Morgan Stanley Investment Management in August 2007, Swanand has worked with HSBC Asset Management Pvt. Ltd. and Fidelity Business Services India Pvt. Ltd.

This addendum dated September 27, 2010 forms an integral part of Statement of Additional Information [SAI], Scheme Information Documents [SID] and Key Information Memorandum [KIM] of the Schemes of MSMF. All references to the above provisions in the said Scheme related documents stands modified accordingly. All the other terms and conditions mentioned therein remain unchanged.

For **Morgan Stanley Investment Management Pvt. Ltd.**
(Investment Manager of Morgan Stanley Mutual Fund)

Sd/-
Sonali Bendke
Vice President

For more information, please contact

Morgan Stanley Investment Management Private Limited

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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 ₹ 5 lac towards setting up of the Mutual Fund and such other accretions and additions to the corpus. **Investors should read the Scheme Information Document, Statement of Additional Information and Key Information Memorandum (available at Investor Service Centres, Distributors, and on the Mutual Fund website www.morganstanley.com/indiamf), carefully before investing.**