

Transferability of Units of the Schemes of Morgan Stanley Mutual Fund held in Dematerialised Form

Notice is hereby given to the unit holders of all the Schemes of Morgan Stanley Mutual Fund [“MSMF”] that pursuant to SEBI circular CIR/IMD/DF/10/2010 dated August 18, 2010, the units of the Schemes of MSMF held in dematerialised form would be freely transferable [except for cases where lock-in periods are applicable] from one demat account to another. The provisions with respect to transmission of such dematerialised units will be governed by SEBI [Depository Participants] Regulations, 1996.

This addendum dated October 1, 2010 forms an integral part of Statement of Additional Information [SAI] of the Schemes of MSMF. All references to the above provisions in SAI stands modified accordingly. All the other terms and conditions mentioned therein remain unchanged.

For more information, please contact

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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 Rs. 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.**