

Fact Sheet

November 2009



FIXED INCOME OVERVIEW

In line with the broad market expectations, the RBI decided not to hike the administrative rates in the quarterly review of the monetary policy. Perhaps, the decision was influenced by the fact that inflationary pressures were essentially from food and commodity prices, which cannot be tamed by raising rates. However, short of explicitly raising rates, the RBI has clearly started withdrawing the stimulus it had provided through unconventional measures during the course of last year or so. The RBI raised SLR by 1 percent to restore it to the pre-crisis level of 25 percent of banks' net demand and time liabilities, subjected collateralized borrowings obligations to CRR norms, raised risk weights on commercial real estate and increased the NPA provisioning ratio to 70 percent as a first step towards unwinding. The RBI also revised upwards its estimate for end-March 2010 WPI Inflation from 5% to a more realistic 6.5%.

During the course of the month, the fixed income market continued to trade with a distinct tinge of volatility as the expectation of leniency on the Hold to Maturity (HTM) norm was adversely affected by the statement from finance ministry suggesting delay in implementation of the decision. The progressively uptick on the WPI also contributed to the yield curve moving higher. However, towards the month end the bond prices rallied significantly on the back of SLR revision.

The recovery in the manufacturing sector seems to be getting more broad-based. The Industrial Production (IP) numbers rose by a more-than-expected 10.4% YoY in August from 7.2% rise in July (revised from 6.8%). This is partly due to a low base (IP rose 1.7% YoY in August 2008), but also reflects improving domestic demand with all sub-sectors posting robust growth. On the trade front, exports for August showing lesser pace of decline were down 19.4% YoY (in \$) compared to the decline of 28.4% YoY in July. On a seasonally adjusted sequential basis, exports (in dollar terms) rose 2.8% MoM (vs. 5.5% MoM in July 09). Imports also declined sharply on high base effect with a fall of 32.4% YoY in August, compared with a fall of 37.1% in July 2009.

Maintaining its trajectory, the annual inflation (WPI) for the week ended October 17 stood 30bps higher than the previous week, at 1.51%. The provisional figure for week ended August 22 also got revised up 38bps to 0.17%. The Food prices and the Primary article indices will continue to remain elevated through the rest of the year on pressures stemming from actual/perceived supply shortages. The international crude price moved up sharply to close at around \$80 a barrel.

The domestic currency closed at around INR 47.10 to a \$, strengthening significantly as "return in risk appetite" drove demand for higher return currencies. The FII inflow and inward remittances led to sustained appreciation for the INR. The Foreign Exchange reserve closed at around \$285.52 billion as on 23rd October 09. The liquidity situation in the market continues to remain benign with around a trillion rupees still being in place in LAF.

On the Global front, US, the largest Economy, released its third quarter GDP. The US economy grew for the first time in a year, beating market expectations, as consumer spending and new home building rebounded, signaling the end of the worst recession in 70 years. The economy grew at 3.5% annually, after contracting 0.7% in the 2nd

EQUITY OVERVIEW

The headline BSE100 declined 6.7% in October 2009. Foreign Institutional Investors continued to invest into India with net flows of USD 176 mn. during the month whereas domestic institutions remained cautious. Sectorally however the returns varied with BSE FMCG (Consumer Staples) outperforming with 9.05% returns while BSE Realty and BSE Oil lagged with returns of -15.13% and -9.94% respectively.

This was also a reflection of the results season where sectoral corporate performance showed divergent trend. For the headline Sensex constituents net sales growth was 3% YoY, EBITDA improved 7% but PAT declined 3%. Sector level trends showed a wider dispersion with automobile and consumer staples showing strong growth while infrastructure and oil and gas companies generally lagged. The Reserve Bank of India in its October 27 meeting kept policy rates unchanged but signaled the beginning of an "exit" through measures like withdrawal of refinance facilities, hiking provision cover requirements, especially for real estate lending. Exit strategies, monetary tightening and withdrawal of fiscal stimulus seem to be the worry points and in the short term, there could be increased volatility surrounding

quarter. However, the market still grapples with the sustainability of the recovery. As a first reaction to the data, the global equity and commodity markets rallied quite smartly with the positive surprise.

Portfolio review for October 2009

The abundance of liquidity in the system assured that the short maturity yields stayed low during the month. The marginal duration plan continues to rely on accrual income while the active duration plan maintained the cautious stance.

Expectations for November 2009

The news flow from the Government/RBI will dictate the general direction of the market. 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 (Monthly)	Change (Since March 09)
364 Day T-bill (Primary)	4.54%	4.33%	5.50%	0.21%	-0.96%
5-year Gilt Benchmark	7.37%	7.08%	6.76%	0.29%	0.61%
10-year Gilt Benchmark	7.30%	7.16%	7.01%	0.15%	0.29%
30-year Gilt Benchmark	8.39%	8.19%	8.42%	0.20%	-0.03%
91 day Bank CD	3.55%	3.63%	9.75%	-0.08%	-6.20%
1-yr AAA Spreads	1.20%	1.30%	2.36%	-0.10%	-1.16%
5-yr AAA Spreads	1.10%	1.25%	1.66%	-0.15%	-0.56%
5-yr OIS	6.78%	6.61%	5.61%	0.17%	1.17%
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)	285.52	279.91	252.33	5.61	33.19
Nymex Crude	77.00	70.61	49.66	6.39	27.34
US Fed Funds Rate	0.25%	0.25%	0.25%	0.00%	0.00%
US 10-yr Gilt	3.38%	3.31%	2.66%	0.08%	0.72%
INR/USD	46.98	48.11	50.73	(0.02)	(0.07)

*RBI Repo Rate at 4.75%

Sources - Internal & Bloomberg

Ritesh Jain

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

newsflow on these.

Thematically, we have been impressed by the resilience of the Indian consumer and feel that increased income levels due to various stimulus measures will translate into higher consumption spends. Consumer staples and consumer discretionary sectors will be the beneficiaries of this trend and these sectors remain our largest overweights in the portfolio. We continue to remain underweight global cyclicals like material and energy where we feel that demand supply dynamics remain fragile. We have also reduced our over-weight in the financials sector especially state owned banks primarily because of margin compression and niggling asset quality worries. Overall, from a bottom up perspective, we remain biased towards earnings and cash flow visibility rather than uncertain asset valuations.

Sridhar Sivaram and Amay Hattangadi

Lead Portfolio Managers, Large Cap Equities

Morgan Stanley A.C.E. Fund

(An open-ended Across Capitalisations Equity Fund)

Details as on Oct. 30, 2009

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Consumer Non Durables		12.13%
	✓ Emami Limited	2.66%
	✓ Marico Limited	2.29%
	ITC Limited	2.23%
	Lakshmi Energy and Foods Limited	1.84%
	Dhampur Sugar Mills Limited	1.73%
	United Spirits Limited	1.38%
Software		10.51%
	✓ Infosys Technologies Limited	3.79%
	✓ Tata Consultancy Services Limited	3.28%
	Mphasis Limited	1.58%
	Wipro Limited	0.98%
	Infotech Enterprises Limited	0.88%
Banks		10.29%
	✓ ICICI Bank Limited	4.53%
	HDFC Bank Limited	2.10%
	Axis Bank Limited	1.89%
	IndusInd Bank Limited	1.77%
Pharmaceuticals		7.12%
	✓ Aurobindo Pharma Limited	2.81%
	✓ Cadila Healthcare Limited	2.42%
	Dr. Reddy's Laboratories Limited	1.89%
Power		6.27%
	✓ GVK Power and Infrastructure Limited	2.29%
	Torrent Power Limited	1.55%
	KEC International Limited	1.30%
	Reliance Infrastructure Limited	1.13%
Industrial Capital Goods		5.85%
	Crompton Greaves Limited	2.27%
	Sterlite Technologies Limited	2.17%
	Bharat Heavy Electricals Limited	1.41%
Petroleum Products		4.97%
	✓ Reliance Industries Limited	4.97%
Gas		4.01%
	Gujarat State Petronet Limited	2.09%
	GAIL India Limited	1.92%
Cement		3.13%
	Shree Cement Limited	1.78%
	Jaiprakash Associates Limited	1.35%
Auto		3.01%
	✓ Mahindra and Mahindra Limited	3.01%
Oil		2.98%
	Oil India Limited	2.00%
	Oil and Natural Gas Corporation Limited	0.98%
Construction Projects		2.87%
	Voltas Limited	2.15%
	Larsen and Toubro Limited	0.72%
Construction		2.86%
	The Phoenix Mills Limited	1.91%
	Sobha Developers Limited	0.95%
Finance		2.86%
	Housing Development Finance Corporation Limited	2.01%
	Reliance Capital Limited	0.85%
Auto Ancillaries		2.80%
	Ceat Limited	1.83%
	Exide Industries Limited	0.97%

Industry Classification	Security Description	% of Total Net Assets
Non - Ferrous Metals		2.72%
	Hindustan Zinc Limited	1.90%
	Sterlite Industries (India) Limited	0.82%
Retailing		2.11%
	Shoppers Stop Limited	2.11%
Media & Entertainment		1.82%
	Deccan Chronicle Holdings Limited	1.82%
Diversified		1.47%
	Hindustan Unilever Limited	1.47%
Consumer Durables		1.19%
	Bajaj Electricals Limited	1.19%
Ferrous Metals		0.88%
	Jindal Steel and Power Limited	0.88%
Telecom - Services		0.66%
	Bharti Airtel Limited	0.66%
Cash and other assets		7.49%
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 Rs. 11.563 per unit
Dividend Rs. 11.563 per unit

Expense Ratio:

2.48% of average daily net assets

Portfolio Turnover:

2.17

Fund AUM:

Rs. 118.51 crore

Performance (in %)

Period	Fund Returns	BSE 200
6 months*	61.07	46.55
1 year*	85.65	71.33

Compounded Annualised Return

Since Inception (3rd April, 2008) 9.62 0.41

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.

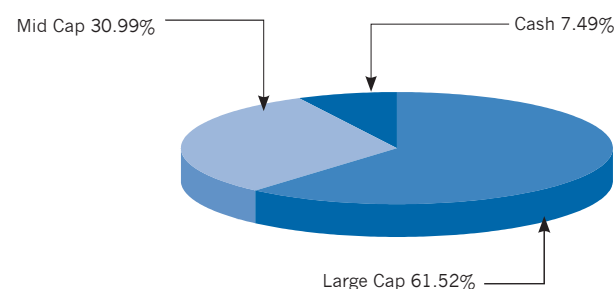
SIP Performance (as on Oct. 30, 2009)

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

Total Amount Invested (Rs.)	Present Value (Rs.)	Profit (Rs.)	Annualised Returns % (XIRR)
24,000	36,213.69	12,213.69	126.30

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 Oct. 30, 2009

Portfolio (✓ Top Ten Holdings)

Industry Classification	Security Description	% of Total Net Assets
Banks		18.67%
	✓ HDFC Bank Limited	9.49%
	✓ ICICI Bank Limited	2.78%
	Bank of Baroda	2.40%
	IndusInd Bank Limited	1.73%
	Yes Bank Limited	1.28%
	State Bank of India	0.99%
Software		11.23%
	✓ Infosys Technologies Limited	7.54%
	Tata Consultancy Services Limited	1.99%
	Wipro Limited	1.22%
	Geodesic Limited	0.48%
Consumer Non Durables		9.59%
	✓ Nestle India Limited	4.09%
	ITC Limited	2.36%
	Mcleod Russel India Limited	0.89%
	Balrampur Chini Mills Limited	0.85%
	Bajaj Hindusthan Limited	0.74%
	Shree Renuka Sugars Limited	0.66%
Auto		9.30%
	✓ Hero Honda Motors Limited	7.72%
	Tata Motors Limited	1.58%
Power		7.25%
	KSK Energy Ventures Limited	2.59%
	GVK Power and Infrastructure Limited	1.56%
	NHPC Limited	1.06%
	Jyoti Structures Limited	1.06%
	Torrent Power Limited	0.98%
Petroleum Products		6.31%
	✓ Reliance Industries Limited	5.00%
	Hindustan Petroleum Corporation Limited	1.31%
Industrial Capital Goods		6.02%
	✓ Bharat Heavy Electricals Limited	4.81%
	ABB Limited	1.21%
Media & Entertainment		5.53%
	✓ Sun TV Network Limited	3.02%
	Deccan Chronicle Holdings Limited	2.51%
Construction Projects		4.85%
	Hindustan Construction Co Limited	2.47%
	Larsen and Toubro Limited	2.38%
Pharmaceuticals		4.29%
	Glenmark Pharmaceutical Limited	2.09%
	Aurobindo Pharma Limited	1.38%
	Dr. Reddy's Laboratories Limited	0.82%
Diversified		4.09%
	✓ Hindustan Unilever Limited	4.09%
Cement		3.70%
	✓ Jaiprakash Associates Limited	3.70%
Construction		2.15%
	The Phoenix Mills Limited	0.97%
	DLF Limited	0.92%
	Indiabulls Real Estate Limited	0.26%
Finance		1.28%
	Indiabulls Financial Services Limited	1.28%
Industrial Products		1.25%
	Ess Dee Aluminium Limited	1.25%
Telecom - Services		1.06%
	Bharti Airtel Limited	1.06%
Transportation		0.99%
	Mundra Port and Special Economic Zone Ltd.	0.99%
Pesticides		0.80%
	United Phosphorus Limited	0.80%
Cash and other assets		1.64%
Grand Total		100.00%

Performance (in %)

Period	Fund Returns*	BSE 100
6 months [^]	44.97	43.58
1 year [^]	63.83	68.21
Compounded Annualised Growth Rate		
Last 3 years	3.07	8.06
Last 5 years	20.29	22.44
Since inception (18th February 1994)	13.21	9.87

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 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%

Portfolio Turnover:

0.85

Volatility Measures:

(for trailing 3 year period)
Standard Deviation 10.00%
Beta 0.91
Sharpe Ratio¹ -0.09

Fund AUM:

Rs. 2033.27 crore

NAV:

Growth Rs. 52.261 per unit

Dividend* Rs. 17.029 per unit

*option introduced on Jan. 19, 2009

Expense Ratio:

1.91% of average daily net assets

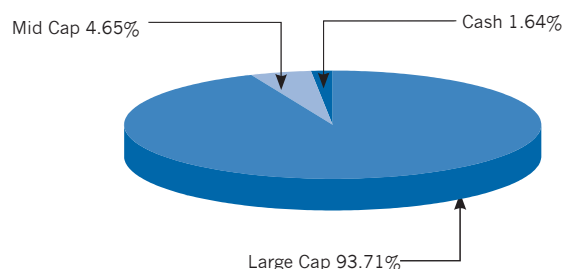
¹ Risk Free rate is based on 3 month T-Bill rate

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 Oct. 30, 2009

Portfolio

Security Description	Rating	% of Total Net Assets
Money Market Instruments		55.14%
UCO Bank	P1+	15.98%
Vijaya Bank	PR1+	15.72%
Kotak Mahindra Bank Ltd	P1+	7.84%
Yes Bank Ltd	A1+	7.84%
Indian Oil Corporation	P1+	7.76%
Corporate Debt		16.32%
LIC Housing Finance Ltd	AAA	8.19%
Housing Development Finance Corporation Ltd	AAA	8.13%
PSU Bonds		8.46%
National Bank for Agriculture & Rural Development	AAA	8.46%
Cash & Current Assets		20.08%
Grand Total		100.00%

Performance (in %)

Plan	Fund Returns* (since inception May 26, 2009)	Crisil Short Term Bond Fund Index
Regular Plan	2.10	1.51
Institutional Plus Plan	2.29	1.51

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	79.92%
Cash & Current Assets	20.08%
Grand Total	100.00%

Asset Allocation

Asset Class	
Money Market Instruments	55.14%
Corporate Debt	16.32%
PSU Bonds	8.46%
Cash & Current Assets	20.08%
Grand Total	100.00%

Fund Features:

Plans/Options and NAV (Rs.):

Institutional Plus Plan	
Weekly Dividend	
Reinvestment:	10.0402
Monthly Dividend	
(Payout and Reinvestment):	10.0000
Growth:	10.2289

Regular Plan

Monthly Dividend	
(Payout and Reinvestment):	10.0685
Growth:	10.2102

Expense Ratio:

Institutional Plus Plan	0.60%
Regular Plan	0.90%

Average Maturity: 10.18 months

Modified Duration: 0.77 years

Yield to Maturity: 5.31%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

Rs. 61.33 crore

Dividend History

Plan/Frequency	Record Date	Non-Individuals Per Unit (Rs.)	Individuals Per Unit (Rs.)	Ex Dividend NAV (Rs.)
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
Regular Plan-Monthly Dividend	Aug. 28, 2009	0.0167	0.018	10.0128

Note: Face Value Rs. 10 per unit.

Morgan Stanley Active Bond Fund

(An open-ended Debt Fund)

Details as on Oct. 30, 2009

Portfolio

Security Description	Rating	% of Total Net Assets
Government Securities		74.13%
7.02% CGL 2016	SOV	74.13%
Cash & Current Assets		25.87%
Grand Total		100.00%

Performance (in %)

Plan	Fund Returns* (since inception May 28, 2009)	Crisil Composite Bond Fund Index
Regular Plan	- 1.01%	0.94%
Institutional Plus Plan	- 0.78%	0.94%

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	
Sovereign	74.13%
Cash & Current Assets	25.87%
Grand Total	100.00%

Asset Allocation

Asset Class	
Government Securities	74.13%
Cash & Current Assets	25.87%
Grand Total	100.00%

Fund Features:

Plans/Options and NAV (Rs.):

Institutional Plus Plan	
Quarterly Dividend	
(Payout and Reinvestment):	10.0000
Growth:	9.9220

Regular Plan

Quarterly Dividend (Payout and Reinvestment):	9.8987
Growth:	9.8987

Expense Ratio:

Institutional Plus Plan	1.20%
Regular Plan	1.75%

Average Maturity: 61.48 months

Modified Duration: 4.01 years

Yield to Maturity: 6.23%

Rating:

Credit risk rating mfAAA by ICRA[#]

Fund AUM:

Rs. 6.62 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.**