

## Notice-cum-Addendum

### Morgan Stanley A.C.E. Fund - An open-ended Across Capitalisations Equity Scheme

The Board of Trustees of Morgan Stanley Mutual Fund has approved the following revisions to the features of Morgan Stanley A.C.E. Fund, an open-ended equity scheme, ("the Scheme") of Morgan Stanley Mutual Fund:

#### **Addition to specified date/s for Systematic Investment Plan (SIP):**

With immediate effect, the specified dates for commencing Systematic Investment Plan ("SIP") under the Scheme, in case of both monthly and quarterly SIPs would be 1st, 5th, 10th, 15th and 25th of every month/any month of a calendar quarter as against 1st, 10th, 15th and 25th earlier.

#### **Multiple SIPs under single Folio:**

An enhancement is hereby made in the facilities offered to the investor under the Scheme by allowing the unit holders an option to apply for multiple SIPs per month/quarter under the same Folio/Account.

Accordingly, with immediate effect, the investors may avail multiple SIPs per month/quarter under the same Folio/Account on any of the following dates namely, 1st, 5th, 10th, 15th and 25th of every month/any month in a calendar quarter.

#### **Reduction in additional purchase amount:**

Effective September 18, 2008, minimum additional purchase amount is reduced from Rs. 5,000/- and in multiples of Re. 1 thereof to Rs. 1,000/- and in multiples of Re. 1 thereof.

#### **Load structure:**

The clause in the existing offer document under section on "Load Structure" of the scheme which specifies load exemptions stands deleted with immediate effect to the extent it specifies that "investments by FII and their sub-accounts does not attract any load".

This addendum dated September 17, 2008 forms an integral part of the offer document and Key Information Memorandum of the Scheme. All the other terms and conditions mentioned in the offer document and Key Information Memorandum of the Scheme remains unchanged.

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

Sd/-  
Sonali Bendke  
Vice President

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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 Pvt. Ltd. **Investment Objective:** To generate long-term capital growth from an actively managed portfolio of equity and equity-related securities including equity derivatives. **Load Structure: Entry Load:** For purchases of less than Rs. 5 crore: 2.25%, For purchases of Rs. 5 crore and above: Nil, In case of purchases in SIPs under salary saving schemes for groups of employees through an arrangement with their employer: Nil. **Exit Load:** (a) For purchases of less than Rs. 5 crore: If redeemed/switched on or before the expiry of one year from the date of allotment: 1%. After the expiry of one year from the date of allotment: Nil. b) For purchases of Rs. 5 crore and above: Nil. No entry load will be levied where application for investments in the Scheme is not routed through any distributor/agent/broker. However, investors may note that the "Exit Load" will be levied as applicable. **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. 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 Offer Document/Key Information Memorandum (available at Investor Service Centres, Distributors, and on the Mutual Fund website [www.morganstanley.com/indiamf](http://www.morganstanley.com/indiamf)), carefully before investing.**