

**NOTICE TO SHAREHOLDERS OF
MORGAN STANLEY INVESTMENT FUNDS
GLOBAL INFRASTRUCTURE FUND**

Luxembourg, 1 October 2024

Dear shareholder,

We are writing to you because you are an investor in the Global Infrastructure Fund (the “Fund”), a sub-fund of Morgan Stanley Investment Funds (the “SICAV”).

Morgan Stanley Investment Management, the investment manager of the Fund, has made a strategic decision to close its current listed global infrastructure business and will cease to offer the particular investment strategy followed by the Fund in its current format. As such, the board of directors of the SICAV (the “Board”) has decided to amend the investment policy of the Fund, to appoint a new sub-investment manager to implement it and to change the name of the Fund. This will provide a listed global infrastructure offering, in a simplified format as detailed below, and provide an additional option for you to consider.

The new sub-investment manager of the Fund will be FundLogic S.A.S., another regulated investment management entity within the Morgan Stanley group (“FundLogic”).

In this simplified format, FundLogic will implement a different investment approach to the existing sub-investment manager for the Fund. FundLogic will follow an active quantitative approach by applying fundamental factors to inform the weightings applied to holdings in the Fund, as opposed to qualitative stock selection and the name of the Fund will be changed to “QuantActive Global Infrastructure Fund” to reflect this.

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GUARANTEE FUTURE RETURNS

In this context, the “Strategy” section of the Fund Description as set out in the Prospectus shall be amended. The current and revised versions are shown in the table below.

	Current version	Future version
Strategy (investment philosophy)	In actively managing the Fund, the investment manager uses fundamental analysis to identify companies whose securities appear undervalued relative to intrinsic value and earnings power (value-oriented bottom-up approach). The Fund is not benchmark-constrained and its performance may deviate significantly from that of the benchmark.	In actively managing the Fund, the investment manager uses fundamental analysis to identify companies whose securities may offer the best return potential based on a multi-layered filtering process (bottom-up approach). The investment manager applies a quantitative approach by considering a discretionary group of factors including, but not limited to trend, valuation, market capitalisation and further incorporates accounting and valuation assessments to identify equities for inclusion in the portfolio. ESG factors are incorporated using ESG Corporate Ratings provided by third party vendors in addition to binding restrictions. Additional discretionary adjustments may be made to meet diversification requirements. The Fund is not benchmark-constrained and its performance may deviate significantly from that of the benchmark.
Strategy (sustainability approach)	<p>The investment manager actively integrates sustainability into the investment process by assessing key ESG risks and opportunities in the bottom-up stock selection process primarily by leveraging third party ESG providers to assess and quantify ESG performance for issuers, supplementing third party research with proprietary research conducted by the investment manager including utilising a framework for evaluating and assessing risks and opportunities related to ESG which are incorporated into the team’s company analysis, and through engagements with company management to discuss ESG-related strengths, weaknesses, and opportunities in an effort to effect positive change within the industry.</p> <p>In an effort to drive positive change and encourage companies to improve their performance on material ESG issues, the investment manager may approach company management with competitive insights, financially sound business cases and practical solutions to potentially improve their infrastructure operations. While ESG considerations are an integrated and fundamental part of the investment process, they are only one of several key determinants used by the investment manager to determine if an investment will be made or size adjusted in the overall portfolio.</p> <p>Investments shall not knowingly include any company whose primary business activity in any of the following is more than 10% of company revenue:</p> <ul style="list-style-type: none"> • manufacturing or production of tobacco • manufacturing or production of controversial weapons and civilian firearms • operating gambling activity • operating adult entertainment <p>Investments shall not knowingly include the following companies that:</p> <ul style="list-style-type: none"> • have a notable controversy related to their operations and/ or products, where the severity of the social or environmental impact of the controversy, is judged by the investment manager • fail to comply with the UN Global Compact or the ILO Fundamental Principles, without material remediation and improvement 	<p>The investment manager actively integrates sustainability into the investment process by assessing key ESG risks and opportunities in the bottom-up stock selection process by leveraging third party ESG data providers to assess and quantify ESG performance for issuers, informing position sizing; increasing allocation to those companies with more favourable ESG ratings</p> <p>While ESG considerations are an integrated and fundamental part of the investment process, they are only one of several key determinants used by the investment manager to determine if an investment will be made or size adjusted in the overall portfolio.</p> <p>Investments shall not knowingly include any company whose primary business activity in any of the following is more than 10% of company revenue:</p> <ul style="list-style-type: none"> • manufacturing or production of tobacco • manufacturing or production of controversial weapons and civilian firearms • operating gambling activity • operating adult entertainment <p>Investments shall not knowingly include the following companies that:</p> <ul style="list-style-type: none"> • have a notable controversy related to their operations and/or products, where the severity of the social or environmental impact of the controversy, is judged by the investment manager • fail to comply with the UN Global Compact or the ILO Fundamental Principles, without material remediation and improvement • do not have at least one female board member

	Current version	Future version
	<ul style="list-style-type: none"> do not have at least one female board member <p>The investment manager references third party ESG data and its own proprietary research during the security research process. The investment manager will review controversy cases (such as the exclusions noted above) that it views as being very severe using ratings by relevant ESG data providers and internal research. However, in some cases data on specific issuers or the exclusions noted above may not be readily available and/or may be estimated by the investment manager using reasonable estimates.</p> <p>SFDR product category Article 8.</p> <p>For more information on sustainability, see the Fund's sustainability annex and the "Sustainable Investing" section on page 178 of the Prospectus.</p>	<p>The investment manager references third party ESG data during the security research process. The investment manager will review controversy cases (such as the exclusions noted above) that it views as being very severe using ratings by relevant ESG data providers. However, in some cases data on specific issuers or the exclusions noted above may not be readily available.</p> <p>SFDR product category Article 8.</p> <p>For more information on sustainability, see the Fund's sustainability annex and the "Sustainable Investing" section on page 178 of the Prospectus.</p>

Additionally, it has been decided to rename the Fund, as follows:

Current name	Future name
Global Infrastructure Fund	QuantActive Global Infrastructure Fund

We wish to draw your attention to the following key changes regarding how the Fund will be managed:

- While the Fund will continue to provide exposure to listed infrastructure stocks, they will display different characteristics to previous portfolio positions. The changes will result in significant changes to the Fund's investments. Based on current expectations, approximately 26% of the Fund's portfolio will remain the same, with the remaining 74% changing. This is expected to result in trading costs of approximately 10-12 basis points. The shareholders of the Fund will bear such trading costs.
- The Fund will remain actively managed, although in accordance with the active quantitative style described above.
- FundLogic will not undertake an active engagement approach with companies in which the Fund invests.
- The Fund currently applies exclusions as part of its integration of ESG factors. The existing exclusions will continue to be applied by FundLogic. In addition, and as noted in the table above under the "Strategy" section of the Fund Description, position sizing will be informed by ESG Corporate Ratings sourced from third party data vendor(s). These amendments will also be reflected in the Sustainability Annex dedicated to the Fund, included in the Prospectus.
- The management fee of the Fund will be lower than the management fee that is currently charged. A table setting out the relevant fees is included below:

Share Class	Current management fee	New management fee
A	1.50%	1.25%
B	1.50%	1.25%
C	2.30%	1.65%
I	0.85%	0.50%
Z	0.85%	0.50%

These changes will become effective from 6 December 2024. Changes will be included in the version of the Prospectus dated November 2024. The full list of share classes affected by these changes is

available in [Appendix 1](#).

Your options

1. If you are happy to remain invested in the Fund following the changes mentioned above, you do not need to take any action. The changes will automatically come into effect on 6 December 2024.

2. If you do not wish to remain invested in the Fund, you may either:

a) Convert your shares into another fund of the SICAV. Any applications for conversion must be received by 1 pm CET on 28 November 2024 and be made in accordance with section “[Buying, Exchanging, Converting and Selling Shares](#)” (notably sub-section “[Exchanging and converting shares](#)”) of the Prospectus. Please ensure that you read the UCITS KIID or PRIIPs KID for any other fund of the SICAV that you are considering converting into and seek advice from your financial adviser if you are unsure about the action you should take.

or,

b) Redeem your investment. Any applications for redemption must be received by 1 pm CET on 28 November 2024 and be made in accordance with section “[Buying, Exchanging, Converting and Selling Shares](#)” (notably sub-section “[Selling shares](#)”) of the Prospectus.

Conversions or redemptions will be processed free of charge at the relevant net asset value per share on the dealing day on which the relevant shares are redeemed or converted, in accordance with the terms of the Prospectus. Given the significant nature of the changes to the Fund, contingent deferred sales charges (CDSC) will be waived from the date of this notice until 28 November 2024. These charges apply only to B and C shares of the Fund.

Terms used in this notice shall have the meaning ascribed to them in the current Prospectus, unless the context otherwise requires.

The Board accepts responsibility for the accuracy of the information contained in this notice. The Prospectus and the relevant UCITS KIID or PRIIPs KID are available to investors, free of charge, at the registered office of the SICAV or at the offices of foreign representatives.

Should you have any questions or concerns about the foregoing, please contact the SICAV at its registered office in Luxembourg, the investment manager, or the representative of the SICAV in your jurisdiction. Please be aware that we are not in a position to provide investment advice. If you are uncertain as to how the amendments may affect you, you should consult your financial adviser. In addition, you should inform yourself of, and where appropriate take advice on, the tax consequences of the foregoing in your country of citizenship, residence, or domicile.

Yours sincerely

The Board

Appendix 1

The ISIN numbers listed in the table below are correct as at the date of this notice. We recommend that you visit the SICAV’s website (www.morganstanleyinvestmentfunds.com) for most up-to-date information.

Share classes	ISIN numbers	
Morgan Stanley Investment Funds Global Infrastructure Fund	A	LU0384381660
	A (EUR)	LU2337806694
	AH (EUR)	LU0512092221
	B	LU0384385067

Share classes		ISIN numbers
	BH (EUR)	LU0512092577
	C	LU0384385737
	CH (EUR)	LU0512093203
	I	LU0384383286
	IH (EUR)	LU0512092817
	IHR (EUR)	LU1578093426
	N	LU2012063835
	Z	LU0384383872
	ZH (EUR)	LU0512093039
	ZX	LU0947203542

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