

Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Strategic Income Fund - IYM

ISIN: LU3285762103, Base Currency: USD

A fund of Morgan Stanley Investment Funds

The fund is managed by MSIM Fund Management (Ireland) Limited, part of the Morgan Stanley group.

OBJECTIVES AND INVESTMENT POLICY

Objective

- To increase the value of your investment through a combination of income and growth of capital (total return).

Main Investments

- At least 70% of the Fund's investments are in fixed income securities.

Investment Policy

- The fund invests at least 70% of total net assets in a range of fixed income securities, such as securitized instruments, corporate and government bonds, located anywhere in the world, including emerging markets and frontier markets, and in currencies.
- Specifically, these investments are in bonds of any credit quality rated at least CCC+/Caa1 or judged equivalent. If these securities are downgraded below CCC+/Caa1 or deemed distressed securities by the ratings agency, the fund may hold such securities up to 10% of total net assets, and will divest any of them, in excess of these 10%, that has not been upgraded to the required credit rating within six months. The fund will maintain an average credit quality of at least BBB-/Baa3 or judged equivalent. If one or more credit ratings have been assigned to a security, the highest rating will be retained. In actively managing the fund, the investment manager adjusts investments based on its macroeconomic views and analysis to take advantage of differences in investment sectors, such as U.S. Government, investment grade and below investment grade credit markets, and non-U.S. sectors (primarily focused on sovereign debt, currencies and interest rates). The investment manager considers the relative risk/return characteristics of prospective investments (whether securities, currencies, derivatives, commodities or other instruments) in determining the most efficient means for achieving desired exposures.
- The fund promotes environmental and social characteristics

through the application of sustainability-related exclusions. Additionally, as part of the investment manager's bottom-up, fundamental research process, and in its engagements with issuers, the investment manager incorporates an assessment of sustainability-related risks and opportunities through the use of proprietary ESG assessment and scoring methodologies. For further detail on the fund's sustainability approach, including the fund's SFDR environmental and social characteristics, investment restrictions, and use and limitations of ESG data, please see the Fund prospectus (www.morganstanleyinvestmentfunds.com and at www.morganstanley.com/im).

- The Fund will measure its performance against the Bloomberg U.S. Aggregate Bond Index (the "Benchmark"). The Fund is actively managed and is not designed to track the Benchmark. Therefore, the management of the Fund is not constrained by the composition of the Benchmark.

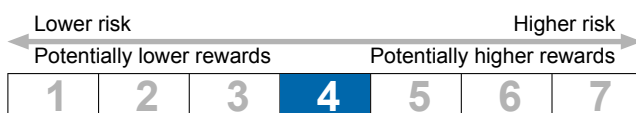
Other Information

- The fund may invest up to 30% of total net assets in securities not meeting the criteria of the fund's primary investments, preferred securities, convertible bonds (including contingent convertible bonds (up to 20%)).
- The fund may use derivatives for reducing risks (hedging) and costs, and for investment purposes.
- In addition to core derivatives (see "How the Funds Use Instruments and Techniques"), the fund may use total return swaps (TRSs). TRS usage 5-10% of total net assets expected, 50% maximum. Securities lending 0-5% of total net assets expected, 33% maximum. Refer to the prospectus ('Financial Derivative Instruments' section) for more details.
- Income may be paid in cash or additional shares.

Buying and selling shares

- Investors may buy and sell shares on every full banking business day in Luxembourg.

RISK AND REWARD PROFILE



The risk and reward category shown is based on historic data.

- Historic figures are only a guide and may not be a reliable indicator of what may happen in the future.
- As such this category may change in the future.
- The higher the category, the greater the potential reward, but also the greater the risk of losing the investment. Category 1 does not indicate a risk free investment.
- The fund is in this category because it invests in fixed income securities and the fund's simulated and/or realised return has experienced medium rises and falls historically.
- The fund may be impacted by movements in the exchange rates between the fund's currency and the currencies of the fund's investments.

This rating does not take into account other risk factors which should be considered before investing, these include:

- The value of bonds are likely to decrease if interest rates rise

and vice versa.

- The value of financial derivative instruments are highly sensitive and may result in losses in excess of the amount invested by the Sub-Fund.
- Issuers may not be able to repay their debts, if this happens the value of your investment will decrease. This risk is higher where the fund invests in a bond with a lower credit rating.
- The fund relies on other parties to fulfill certain services, investments or transactions. If these parties become insolvent, it may expose the fund to financial loss.
- Sustainability factors can pose risks to investments, for example: impact asset values, increased operational costs.
- There may be an insufficient number of buyers or sellers which may affect the fund's ability to buy or sell securities.
- Investment in Fixed Income Securities via the China Interbank Bond Market may also entail additional risks, such as counterparty and liquidity risk.
- There are increased risks of investing in emerging markets as political, legal and operational systems may be less developed than in developed markets.

CHARGES

The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

| | |
|---------------------|-------|
| Entry charge | 2.00% |
| Exit charge | 0.00% |

This is the maximum that might be taken out of your money before it is invested / before the proceeds of your investment are paid out.

Charges taken from the fund over a year

| | |
|------------------------|-------|
| Ongoing charges | 0.49% |
|------------------------|-------|

Charges taken from the fund under certain specific conditions

Performance fee

Not applicable

The entry and exit charges shown are maximum figures. In some cases you might pay less, you can find this out from your financial adviser.

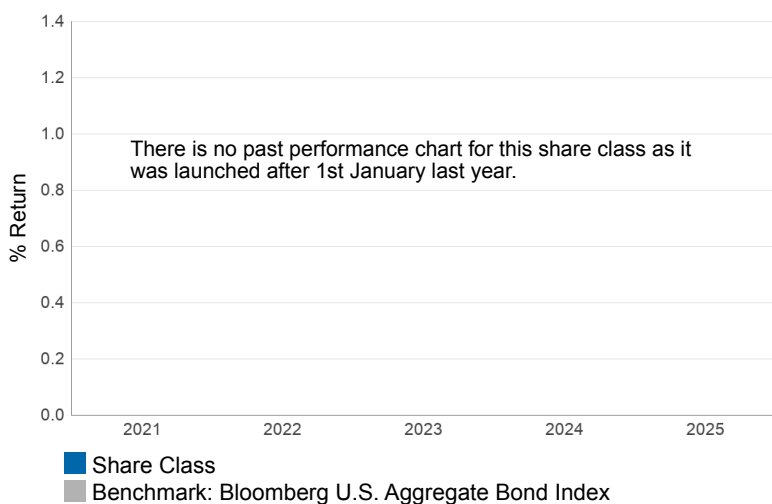
The ongoing charges figure shown here is an estimate of the charges based on the current expense policy of the Fund. It excludes almost all costs of dealing in the Fund's underlying investments. The Company's annual report for each financial year will include detail on the exact charges made. This figure may vary from year to year.

The fund may charge a fee on purchases, sales or switches if it feels other shareholders will suffer as a result of the cost of the transaction. This fee will be retained by the fund for the benefit of all shareholders.

For more information about charges, please see the Charges and Expenses section of the prospectus.

The ongoing charges figure incorporates a fee reduction by way of a waiver of 0.30% until 28/07/26. This fee reduction will expire 29/07/26.

PAST PERFORMANCE



- The fund was launched in 2026.
- The Fund measures its performance against the Bloomberg U.S. Aggregate Bond Index.

PRACTICAL INFORMATION

- Shares can also be bought in EUR
- The depositary is J.P. Morgan SE, Luxembourg Branch.
- Current prices of shares and other information can be obtained at www.morganstanleyinvestmentfunds.com or www.fundinfo.com.
- Further information can be obtained by contacting your financial adviser. Copies of the prospectus, latest annual report and semi annual report, in English, can be obtained free of charge from MSIM Fund Management (Ireland) Limited, European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, Luxembourg. This key investor information document describes a compartment of a UCITS. The prospectus and periodic reports are prepared for the entire UCITS, Morgan Stanley Investment Funds. The assets and liabilities of each compartment are segregated by law so an investor has no claims over the assets of a compartment in which they do not own shares.
- The tax legislation of Luxembourg may have an impact on the personal tax position of the investor.
- MSIM Fund Management (Ireland) Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.
- Investors may switch between compartments of the Morgan Stanley Investment Funds. Please see the prospectus or contact your financial adviser for details.
- Details regarding the remuneration to the Management Company and the Management Company's up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee where such a committee exists, may be obtained free of charge during normal office hours at the registered office of the Company and is available at www.morganstanleyinvestmentfunds.com

This fund is authorised in Luxembourg and supervised by the CSSF.
MSIM Fund Management (Ireland) Limited is authorised in the Republic of Ireland and regulated by the CBI.
This key investor information is accurate as at 28/04/2026.