

Morgan Stanley Investment Management

City of Fort Pierce Retirement and Benefit System

May 21, 2015

Presented by: Sean McDermott, Vice President
(212) 296-0524

Table of Contents

| | |
|------------------|--|
| Section 1 | City of Fort Pierce Retirement and Benefit System |
| Section 2 | International Equity Trust |
| Section 3 | Emerging Markets Equity Portfolio |
| Section 4 | Appendix for International Equity Trust |
| Section 5 | Appendix for Emerging Markets Equity Portfolio |

This material authorized for distribution only when preceded or accompanied by an effective Private Placement Memorandum, which describes in detail the Fund's investment policies, management fees and other matter of interest to the prospective investor. Please read the memorandum carefully before you invest. Morgan Stanley & Co. Incorporated is the distributor of this portfolio. Foreign investing involves certain risks, including currency fluctuations and controls, restrictions on foreign investments, less governmental supervision and regulation, less liquidity and the potential for market volatility and political instability.

Section 1

City of Fort Pierce Retirement and Benefit System

Pooled International Equity Trust Portfolio

Data as of March 31, 2015

| | |
|---|------------------------------------|
| Original Investment (September 1, 1991) | \$ 2,767,286.72 |
| + Contributions | 3,295,000.00 |
| -Withdrawals | (14,881,563.00) |
| - Investment Management Fees | (2,098,634.16) |
| + Interest Income | 265,448.00 |
| + Dividend Income | 6,085,526.63 |
| + Realized Gain/(Loss) | 12,814,529.49 |
| - Other Expenses | (13,419.17) |
| +/- Market Appreciation/(Depreciation) | 5,650,547.19 |
| Market Value | \$12,396,157.21¹ |

1. State Street custodial accounting information reflects time period beginning January 1993. Data not available for client inception of September 1991. Fund Accounting Systems changed effective August 1, 2001. All cumulative numbers past July 31, 2001 should be considered estimates. Our figures represent investments in the Morgan Stanley Investment Management International Equity Trust.

Emerging Markets Equity Portfolio

Data as of March 31, 2015

Inception Date: June 30, 1997

| | |
|--|------------------|
| Original Investment | \$1,869,957.00 |
| +Contributions | \$ - |
| -Withdrawals | \$(3,741,548.00) |
| +Income Distribution | \$ 204,617.66 |
| +Capital Gains | \$1,320,962.27 |
| +/- Market Appreciation/(Depreciation) | \$ 1,462,877.75 |
| <hr/> | |
| Market Value | \$1,116,866.68 |

Past performance should not be construed as a guarantee of future performance. Performance returns reflect the average annual rates of return. Periods less than 1 year are not annualized. The Morgan Stanley Institutional Fund Emerging Markets Portfolio Class A shares investment returns are NET of custody as well as investment management fees and include the reinvestment of all dividends and income. The Emerging Markets Portfolio is quoted in USD. Investment returns and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost. Comparisons of performance assume the reinvestment of all dividends and income.

Section 2

International Equity Trust

We Are “Quality” Investors

Rule # 1: Don't Lose Money

Rule # 2: Don't Forget Rule 1

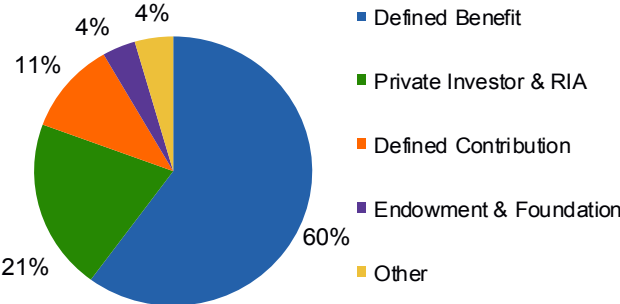
Benjamin Graham

- We believe the best route to attractive absolute returns is through **long term compounding and capital preservation**
- We believe **high quality companies** can generate superior returns for their owners over the long term
 - prefer high returns on unlevered capital
 - wary of excessive operational or financial leverage
 - insist on high quality management
- We look to buy these companies at a **discount to their long term intrinsic value**
- We are **genuine long term** investors
 - seek to take advantage of short term inefficiencies
 - avoid market fads & bubbles
 - believe fundamentals win out in the long run

This information reflects the views of the portfolio management team, may change without notice as circumstances or market conditions change, and do not necessarily represent those of the Firm.

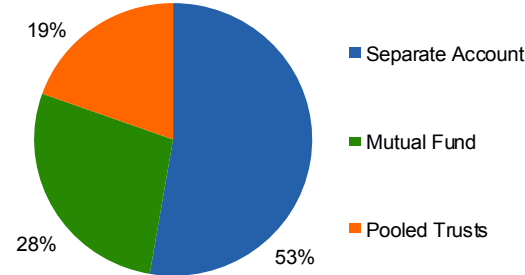
International Equity - Our Clients

International Equity AUM: \$19.2B¹



Other includes Bank Trust, Broker Dealer, Corporate Assets, Insurance, Government Agency and Investment Managers

By Vehicle



We are fortunate to have long term relationships:

- **93% of our 54 Pooled Trust ERISA clients** have been with us for **over 10 years**
 - This includes 7 since 1990 and 4 since 1989.

Our clients are among the largest U.S. retirement funds².

- We manage money for:
 - **Five** of the **Top Fifteen Largest Retirement Funds**
 - **Fourteen** separate account clients rank in the **Top 200 Largest Retirement Funds**
 - **Five** of the **Top Ten Largest Corporate Funds**
 - **Four** of the **Top Ten Largest Defined Contribution Plans**

Consultants find our strategy helps meet their clients' needs:

- We manage over **\$12 Bn** in assets where **investment consultants are involved**, including investment consultant retirement plans.

Source: MSIM, Pension and Investments
 Data as of March 31, 2015
 1. The assets under management figure include assets managed globally under this strategy within a number of separate products, jurisdictions and mandates.
 2. Pensions and Investments Top 1,000 Largest Retirement Funds, February 2015. Retirement Fund rankings based on total assets as of September 30, 2014.

Portfolio Management Team

Boutique within Morgan Stanley Investment Management

Compensation linked to economics of product with significant portion in units of funds under the firm's compensation plan

Team combines fundamental research with portfolio management

Portfolio specialists link portfolio team to client

| Investment Team ¹ | | | |
|---|---|--|--|
| <p>Christian Derold Managing Director (23/9 years)</p> | <p>William Lock – Head Managing Director (23/21 years)</p> | <p>Bruno Paulson² Managing Director (21/6 years)</p> | |
| <p>Vladimir Demine Executive Director (13/6 years)</p> | <p>Dirk Hoffmann-Becking³ Executive Director (17/2 years)</p> | <p>Marcus Watson Vice President (7/7 years)</p> | <p>Alex Gabriele Vice President (6/3 years)</p> |

| Portfolio Specialist Team ¹ | | |
|--|--|---|
| <p>International Equity U.S.\$19.2Bn Assets Under Management⁵</p> | <p>Global Quality U.S.\$2.9Bn Assets Under Management⁵</p> | <p>Global Franchise U.S.\$14.4Bn Assets Under Management⁵</p> |
| <p>Cathy Colecchi Managing Director (19/32 years)⁴</p> <p>Nancy Jean Norton Executive Director (32/12 years)⁴</p> <p>Sean McDermott Vice President (11/3 years)⁴</p> | <p>Alistair Corden-Lloyd Executive Director (14/18 years)⁴</p> <p>Anna Baron Vice President (14/14 years)⁴</p> <p>Munenori Yoshimi Executive Director (21/16 years)⁴</p> | <p>Laura Bottega Managing Director (17/9 years)⁴</p> <p>Monica Carta Vice President (13/13 years)⁴</p> <p>Cathy Colecchi Managing Director (19/32 years)⁴</p> <p>Munenori Yoshimi Executive Director (21/16 years)⁴</p> |

1. Years of investment experience / years on International Equity Team.
 2. Years of investment experience (7 years as a consultant, 14 years in financial services)/years on International Equity Team.
 3. Years of investment experience (5 years as a consultant, 12 years in financial services)/years on International Equity Team.
 4. Years of investment experience / years with the Firm.
 5. AUM as of March 31, 2015. The assets under management figures include assets managed globally under this strategy within a number of separate products, jurisdictions and mandates

Team members may change from time to time.

Primary Research Responsibilities

- Chart denotes primary responsibilities but high degree of cross coverage and overlapping responsibility.
- We are generalist stock pickers with sector responsibilities, and we are organized by sector rather than geographic coverage.



External Resources

Valuation Screens
Sell-Side Analysts
Industry Consultants

Internal Resources

Trading
Global Fixed Income
Morgan Stanley Offices

1. Dual coverage by William Lock and Vladimir Demine
 2. Dual coverage by Dirk Hoffmann-Becking and Bruno Paulson
 3. Dual coverage by Christian Derold and Marcus Watson
 4. Materials dual coverage by Christian Derold and Bruno Paulson
 5. Building Materials dual coverage by Christian Derold and Dirk Hoffmann-Becking
 6. Dual coverage by William Lock and Alex Gabriele
 7. Dual coverage by Bruno Paulson and Alex Gabriele

The primary research responsibilities may change from time to time, without prior notice.

Investment Philosophy

Quality at the right price

We Believe:

- The best route to attractive long term returns is through compounding and capital preservation
- Superior business companies can generate attractive returns over the long term
- Valuation is important; we look to buy these companies at a discount to their long term intrinsic value

Our Goal¹:

- To outperform the MSCI EAFE Index over a full market cycle while providing:
 - attractive absolute returns in rising markets
 - a measure of downside protection in challenging markets

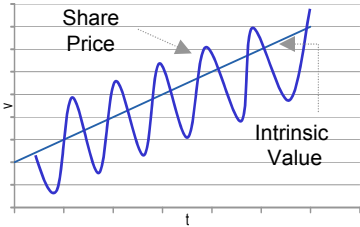
Source: Morgan Stanley Investment Management

1. This goal is a target only and no guarantee is made that it will be achieved. A full market cycle is generally 3-5 years. MSCI EAFE index is a reporting benchmark. It is not possible to invest directly in any index.

How We Categorize Businesses

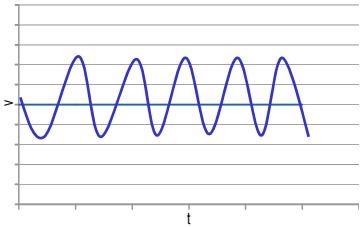
- Ideally buy “Compounders” at a discount to intrinsic value but true “Compounders” are scarce and rarely cheap
- “Cash Cows” at discount to intrinsic value are next best
- Avoid “Value Traps” or “Cash Cows” transitioning to “Value Traps”
- In reality, most companies contain a mix of all three. It is important to identify the hand of cards correctly

Compounder



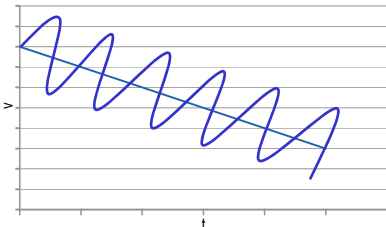
- High unlevered returns on operating capital, opportunities to grow capital base at high returns
- High barriers to entry, preferably intangible assets
- Strong market structure, few competitors
- Disciplined use of free cash flow

Cyclical “Cash Cow”



- Returns on capital close to cost of capital, regulated returns or high degree of cyclicity
- Mature business, few new investment opportunities
- Competitive market structures

Value Trap



- Low and structurally declining returns on capital
- High capital intensity, high fixed cost base
- Many competitors, new entrants
- Technology or IP risk, product obsolescence

v = Intrinsic Value
t = Time

For illustrative purposes only. There is no guarantee any security within each category will perform as outlined above.

Investment Process

A disciplined bottom-up approach

| | |
|--|--|
| 1. Quantitative Screens | <p>Initial Liquidity, Valuation and Quality Metrics (~ 1000 stocks)</p> <ul style="list-style-type: none"> • Is free float > \$2B? • Is stock attractively priced on absolute basis and relative to global peers? • Does stock possess desirable economic characteristics? |
| 2. Kicking the Tyres | <p>Assess Franchise, Financial Strength and Management (~ 300 - 400 stocks)</p> <ul style="list-style-type: none"> • Look for dominant market shares and effective barriers to entry • Are Returns on Operating Capital Employed improving, stable or fading? • How does management allocate capital? How are management paid? |
| 3. Assess Fair Value | <p>Determine Long Term Fair Value</p> <ul style="list-style-type: none"> • Focus on free cash flow, not accounting numbers • Why may the market be wrong? • Is there a catalyst to realize value? |
| 4. Portfolio Construction & Maintenance | <p>Meet Weekly to Review Portfolio & Stock Candidates (~ 70 - 90 stocks)</p> <ul style="list-style-type: none"> • Does new idea offer better risk/reward tradeoff? • Stock weighting influenced by level of conviction, risk/reward tradeoff, liquidity • Continuous re-evaluation and maintenance research • No prescribed industry or country limits; 5% max in any 1 security |

Risk Management

Seek to minimize risks that can jeopardize long term compounding

- We believe we are fallible and stress-test our assumptions about individual stocks accordingly
- We believe that cap-weighted benchmarks are inherently risky
- We worry about quality and price while indices do not
- We do not care about tracking error!

| Risks We Worry About |
|--|
| <ul style="list-style-type: none"> • Company Risk <ul style="list-style-type: none"> - Understand the specific risks facing the company we are buying - Look for resilient franchises - Understand motivations of management • Valuation Risk <ul style="list-style-type: none"> - Aim to avoid overpaying by emphasizing free cash-flow yields vs. local bond yields • Financial Risk <ul style="list-style-type: none"> - Prefer strong balance sheets with the ability to cover interest and other fixed charges • Portfolio Risk <ul style="list-style-type: none"> - Seek to maintain broad diversification by country, sector and number of holdings |

| Risks We don't |
|---|
| <ul style="list-style-type: none"> • Tracking error • Missing out on latest investment trend • Short term "noise" |

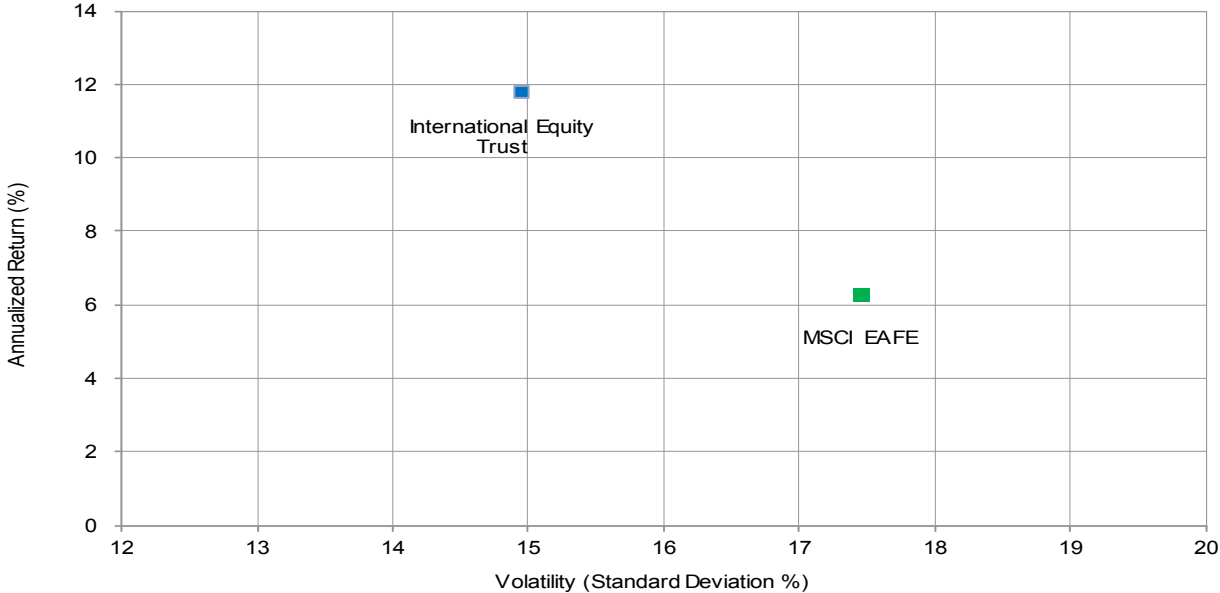
The views and opinions expressed herein are those of the portfolio management team as of the date of the presentation.

Historically Attractive Risk Return Profile

Morgan Stanley International Equity Trust

Return vs. Volatility – September 30, 1986 to March 31, 2015^{1,2}

- **Long-term investment record:**
 - International Equity¹, 29 Years
- **Performance History:**
 - Attractive upside capture
 - Strong downside protection
 - Lower volatility



Source: Morgan Stanley Investment Management

1. The inception date of the International Equity Trust is September 30, 1986.
2. Chart data is shown from September 30, 1986 to March 31, 2015 and includes the comparison index MSCI EAFE Index. Data updated quarterly.

Past performance is no guarantee of future results. Performance returns reflect the average annual rates of return. Returns are shown GROSS of investment advisory/management fees, are quoted in U.S.\$ and include the reinvestment of dividends and income. Had fees been included, returns would have been lower.

Asymmetric Return Profile

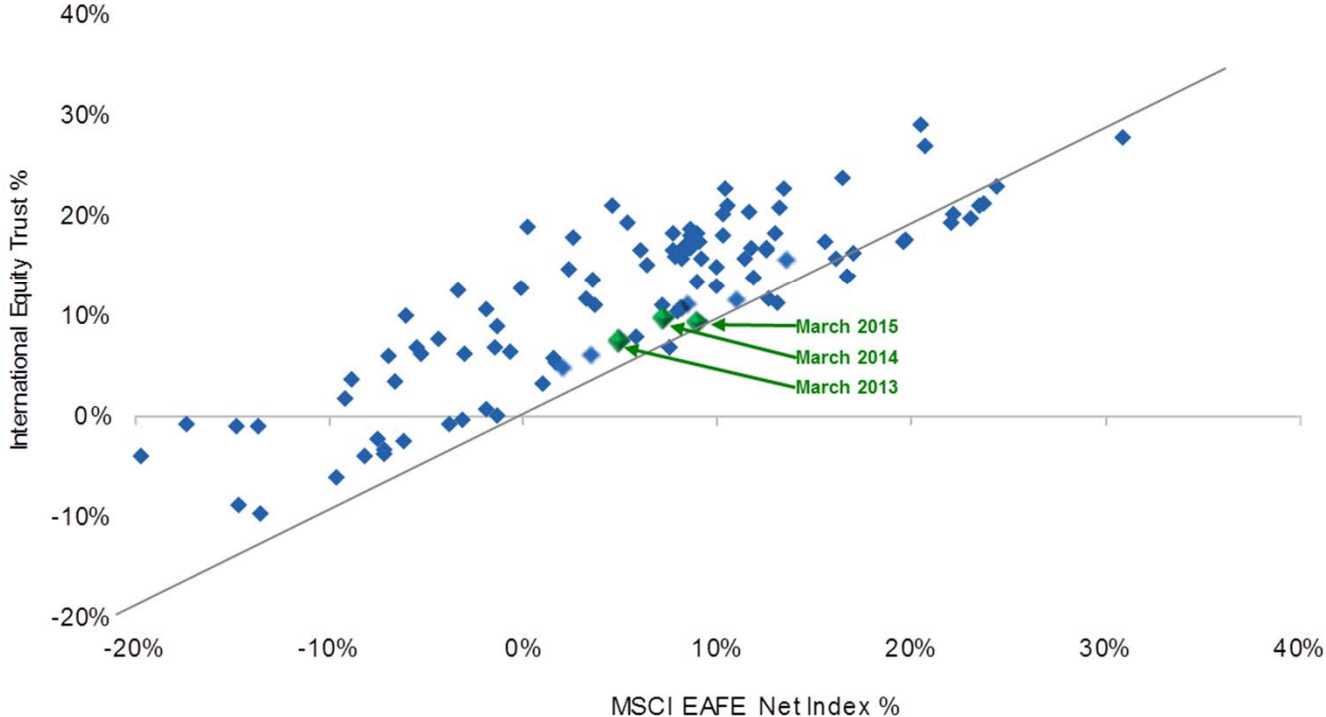
Morgan Stanley International Equity Trust – U.S.\$

Rolling 3 Year Periods Since Inception through March 31, 2015

The inception date of the Morgan Stanley International Equity Trust is September 30, 1986

- This strategy has exhibited:
 - Asymmetrical performance
 - Strong capital preservation characteristics
 - Strongest outperformance in down periods
 - Weakest relative performance in concentrated, momentum-driven “up” markets

Quarterly Data



The information shown herein for the International Equity Strategy supplements the International Equity Strategy GIPS(R) compliant presentation in the appendix.

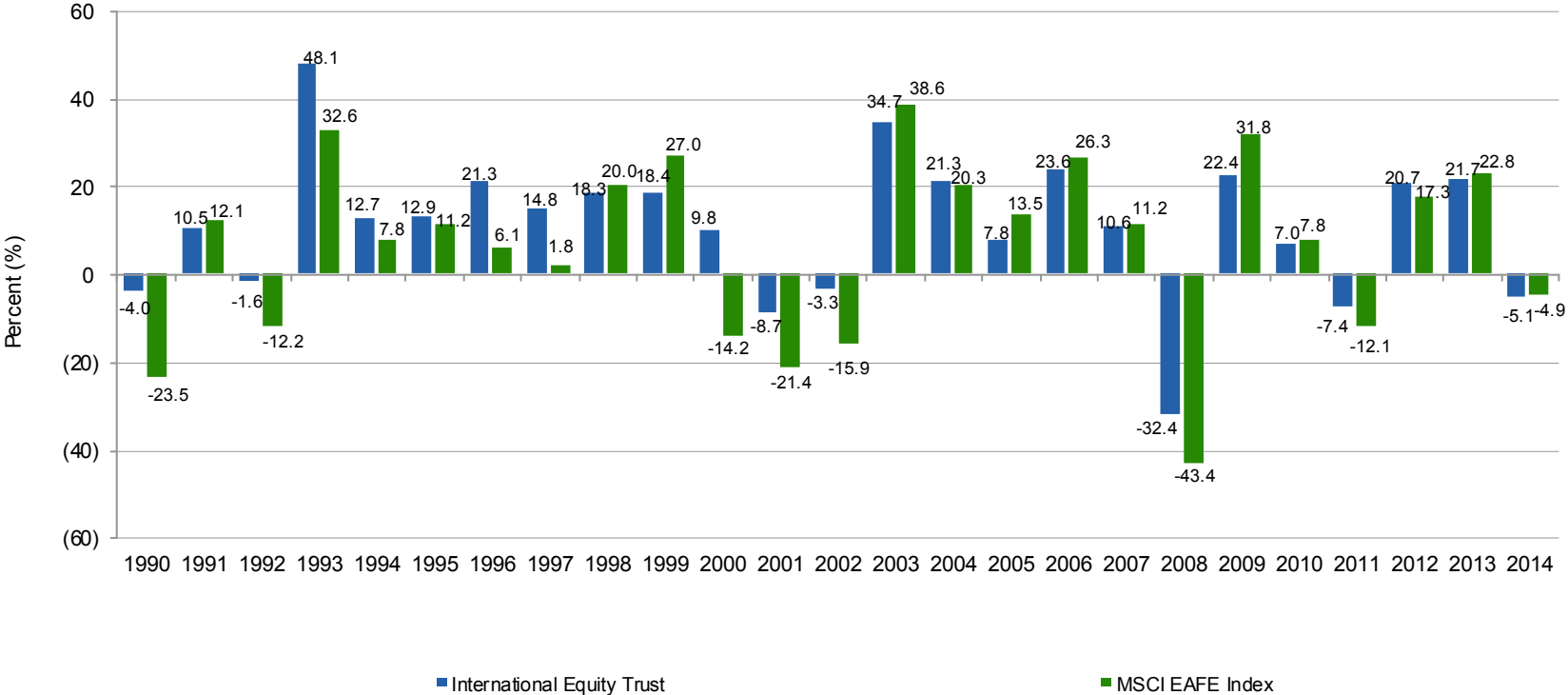
Past performance should not be construed as a guarantee of future performance. Performance returns reflect the average annual rates of return. The Morgan Stanley International Equity Trust investment returns are GROSS of custody as well as investment management fees, in U.S.\$ terms, and assume the reinvestment of all dividends and income. If expenses were deducted returns would have been lower. Investment returns and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost. Performance returns are compared to those of an unmanaged index and are considered to be a relevant comparison to the portfolio. Comparisons of performance assume the reinvestment of all dividends and income.

International Equity Trust

Presented in U.S.\$ Terms

Calendar Year Performance Returns

The inception date of the Morgan Stanley International Equity Trust is September 30, 1986

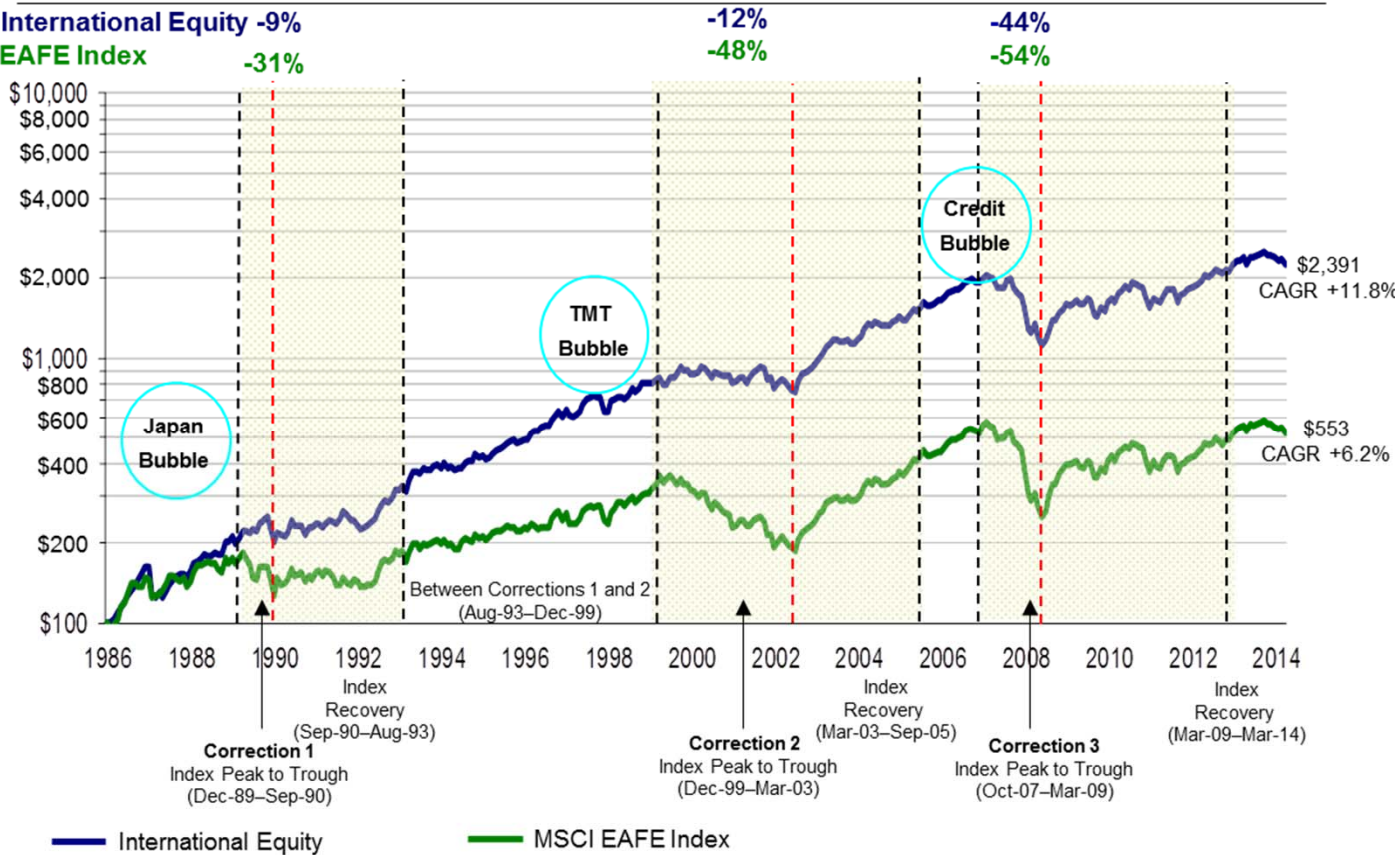


Source: Morgan Stanley Investment Management
Past performance should not be construed as a guarantee of future performance. Performance returns reflect the average annual rates of return. The Morgan Stanley International Equity Trust investment returns are GROSS of custody as well as investment management fees, in U.S.\$ terms, and assume the reinvestment of all dividends and income. If expenses were deducted, returns would have been lower. Investment returns and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost. Performance returns are compared to those of an unmanaged index and are considered to be a relevant comparison to the portfolio. Comparisons of performance assume the reinvestment of all dividends and income.

The Power of Compounding

Morgan Stanley International Equity Trust – U.S.\$

- \$100 invested in the portfolio worth \$2,391 v \$553 invested in the index as of March 31, 2015
- Our value discipline has identified and helped avoid the 3 great asset bubbles of the last 25 years



Source: MSCI, Morgan Stanley Investment Management; as of March 31, 2015
Past performance is no guarantee of future results. The returns represent the Morgan Stanley International Equity Trust and are presented GROSS of custody as well as investment management fees. Had fees been included, returns would be lower and results may be less favorable. Returns are quoted in U.S.\$ terms and include the reinvestment of all dividends and income. The inception date of the Morgan Stanley International Equity Trust is September 30, 1986. Please refer to section 2 of the presentation for the Trust’s annualized investment performance.

City of Fort Pierce Retirement Benefit System

Morgan Stanley International Equity Trust

Average Annual Returns

Presented in U.S.\$ terms

| | Periods Ending March 31, 2015 | | | | | | | |
|------------------------------------|-------------------------------|----------------|---------------|----------------|----------------|-----------------|-----------------|------------------------|
| | YTD 4/30/2015(%) | 1Q 2015 (%) | 1 Year (%) | 3 Years (%) | 5 Years (%) | 10 Years (%) | 20 Years (%) | Since Inception (%) |
| International Equity Trust (Gross) | 10.30 | 5.22 | -0.64 | 9.31 | 7.35 | 5.81 | 9.56 | 10.48 |
| International Equity Trust (Net) | 10.07 | 5.05 | -1.30 | 8.59 | 6.64 | 5.13 | 8.81 | 9.69 |
| MSCI EAFE Index | 9.16 | 4.88 | -0.92 | 9.02 | 6.16 | 4.95 | 5.18 | 5.79 |
| Excess Gross Returns (bps) | 114 | 34 | 28 | 29 | 119 | 86 | 438 | 469 |

| | Periods Ending December 31, 2014 | | | | | | |
|------------------------------------|----------------------------------|---------------|----------------|----------------|-----------------|-----------------|------------------------|
| | 4Q 2014 (%) | 1 Year (%) | 3 Years (%) | 5 Years (%) | 10 Years (%) | 20 Years (%) | Since Inception (%) |
| International Equity Trust (Gross) | -5.04 | -5.13 | 11.71 | 6.66 | 5.36 | 9.26 | 10.35 |
| International Equity Trust (Net) | -5.21 | -5.76 | 10.97 | 5.96 | 4.68 | 8.51 | 9.56 |
| MSCI EAFE Index | -3.57 | -4.90 | 11.06 | 5.33 | 4.43 | 5.02 | 5.63 |
| Excess Gross Returns (bps) | -1.47 | -23 | 65 | 133 | 93 | 424 | 472 |

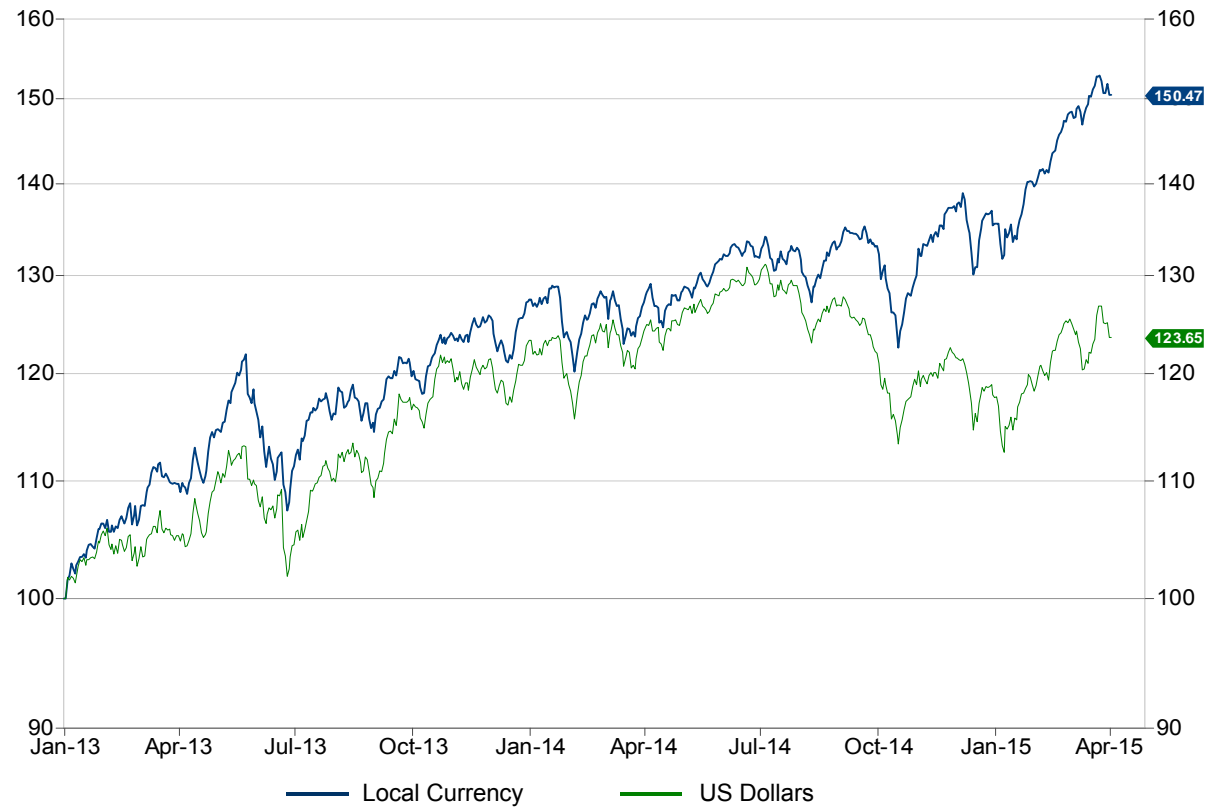
City of Fort Pierce Retirement Benefit System

- Market Value as of March 31, 2015: \$ 12,396,157.21
- Inception Date: September 1, 1991

Returns less than one year are not annualized. Performance returns reflect the average annual rates of return. **Past performance should not be construed as a guarantee of future performance.** The Morgan Stanley International Equity Trust investment returns are shown gross and net of investment management fees, in U.S.\$ terms and assume the reinvestment of all dividends and income and would be lower if expenses were deducted. Investment returns and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Performance returns are compared to those of an unmanaged index and are considered to be a relevant comparison to the portfolio. The comparison index is the MSCI EAFE Index with Net Dividends reinvested. Investments in foreign markets entail special risks such as currency, political, economic, and market risks. The risks of investing in emerging-market countries are greater than the risks generally associated with foreign investments.

Progress ...in local currency terms at least

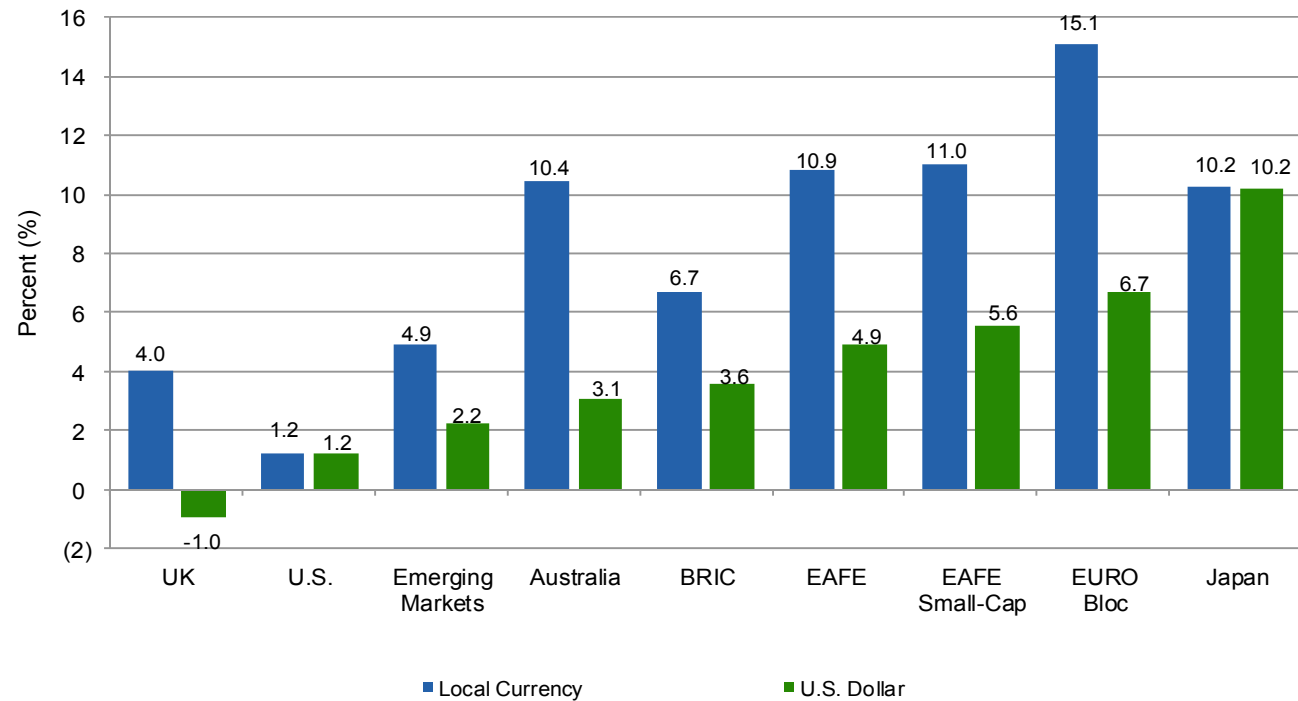
MSCI EAFE Total Returns
Net Official Index - Daily



Source: MSCI
Data as of March 31, 2015. **Past performance should not be construed as a guarantee of future performance.** Provided for informational purposes only.

1Q 2015 Index Regional Returns

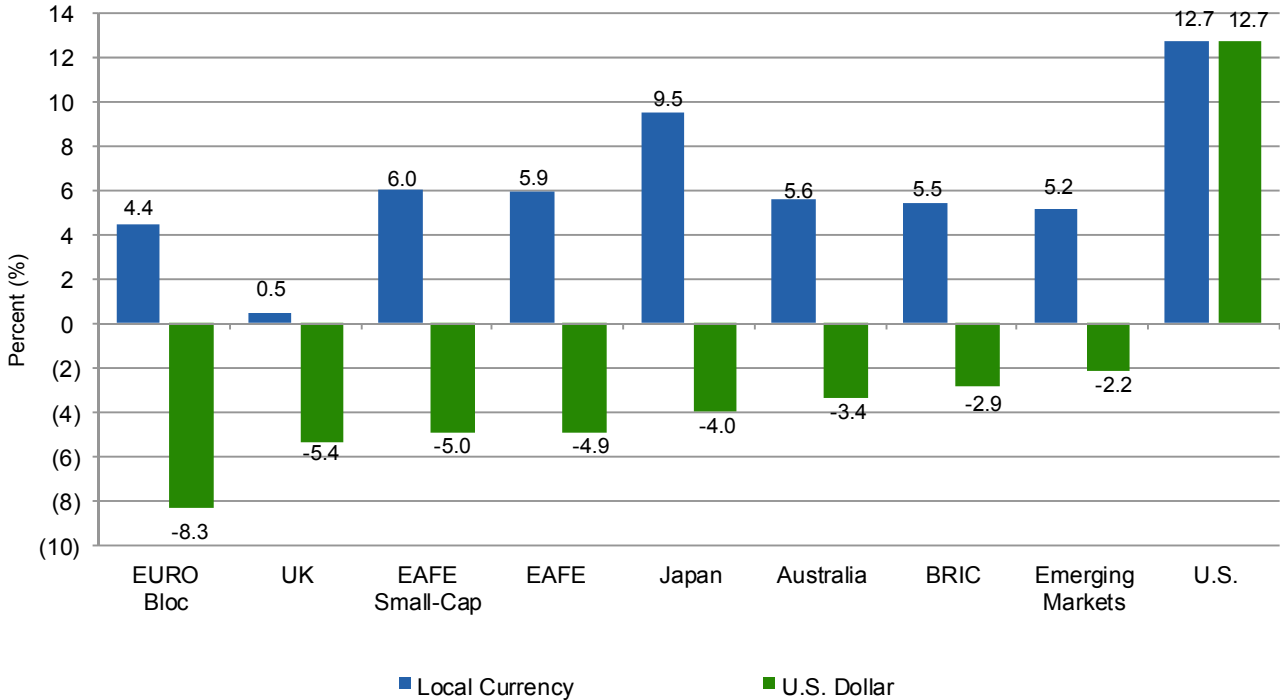
MSCI Official Indices



Source: FactSet
 Data as of March 31, 2015. **Past performance is no guarantee of future results.** For illustrative purposes only and should not be deemed as a recommendation to buy or sell securities in the countries or regions shown above. MSCI indices are unmanaged and it is not possible to invest directly in an index.

2014 Index Regional Returns

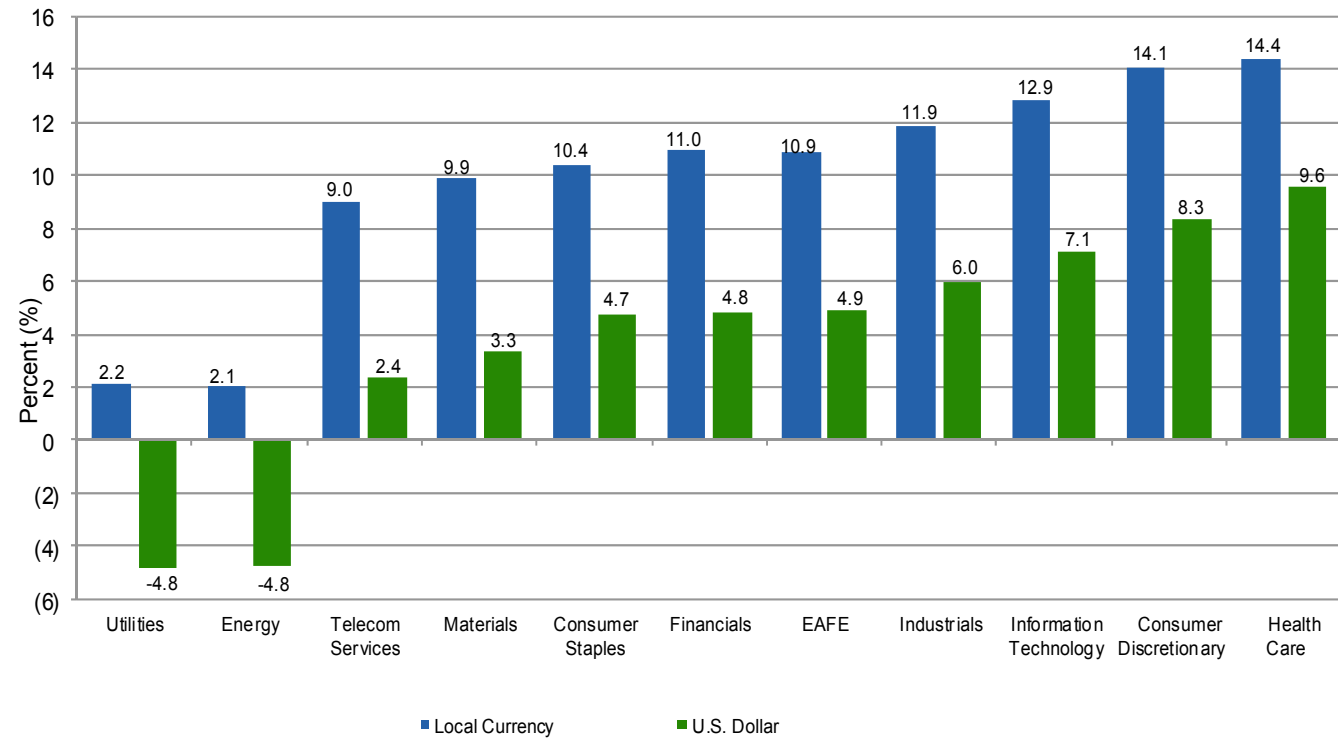
MSCI Official Indices



Source: FactSet
 Data as of December 31, 2014. **Past performance is no guarantee of future results.** For illustrative purposes only and should not be deemed a recommendation to buy or sell securities in the countries or regions shown above. MSCI indices are unmanaged and it is not possible to invest directly in an index.

1Q 2015 Index Sector Returns

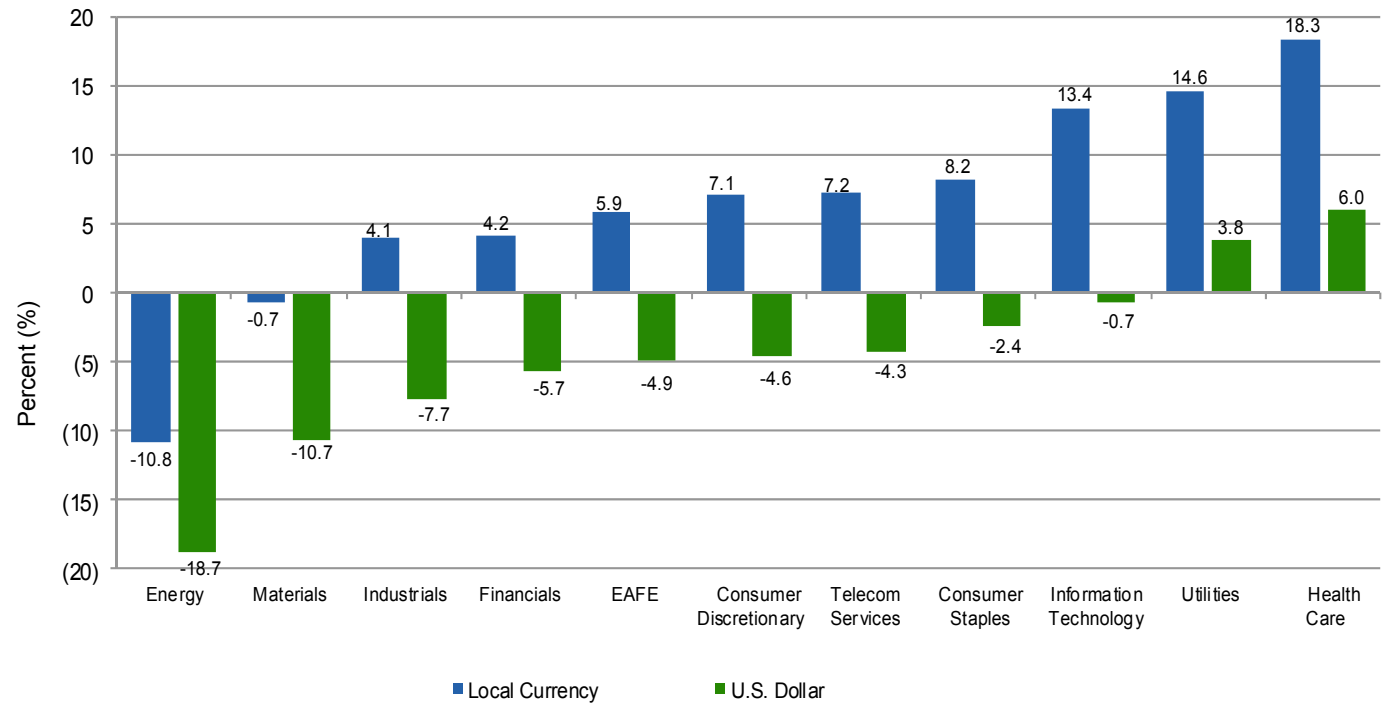
MSCI EAFE Net Official Index



Source: FactSet.
 Data as of March 31, 2015. **Past performance is no guarantee of future results.** For illustrative purposes only and should not be deemed as a recommendation to buy or sell securities in the sectors shown. MSCI EAFE is an unmanaged index and it is not possible to invest directly in an index.

2014 Index Sector Returns

MSCI EAFE Net Official Index



Source: FactSet.

Data as of December 31, 2014. **Past performance is no guarantee of future results.** For illustrative purposes only and should not be deemed as a recommendation to buy or sell securities in the sectors shown. MSCI EAFE is an unmanaged index and it is not possible to invest directly in an index.

1Q 2015 Sector Attribution

Morgan Stanley International Equity Trust

Data as of March 31, 2015¹

Top Five Contributors³:

| | |
|-------------------------|--------|
| • Sampo Japan Nipponkoa | +25bps |
| • Royal Dutch | +15bps |
| • Novartis | +13bps |
| • Banco Santander | +12bps |
| • NTT DoCoMo | +12bps |

Top Five Detractors³:

| | |
|----------------------------|--------|
| • British American Tobacco | -26bps |
| • Weir Group | -23bps |
| • NGK Spark Plug | -21bps |
| • Santos | -18bps |
| • Diageo | -17bps |

| | Sector Performance | | Average Sector Weightings | | Performance Attribution | | |
|------------------------|--------------------|-------------|---------------------------|---------------|-------------------------|--------------|--------------|
| | Portfolio % | Index % | Portfolio % | Index % | Selection % | Allocation % | Total % |
| Financials | 8.28 | 4.82 | 19.02 | 25.68 | 0.62 | 0.01 | 0.63 |
| Utilities | 0.00 | -4.81 | 0.00 | 3.69 | 0.00 | 0.36 | 0.36 |
| Materials | 5.81 | 3.33 | 8.33 | 7.54 | 0.20 | -0.01 | 0.20 |
| Telecom Services | 13.73 | 2.66 | 2.01 | 5.03 | 0.15 | 0.04 | 0.19 |
| Energy | -5.32 | -4.79 | 5.22 | 5.43 | -0.04 | 0.03 | -0.01 |
| Information Technology | 5.97 | 7.11 | 5.41 | 4.78 | -0.05 | 0.00 | -0.06 |
| Health Care | 8.23 | 9.57 | 13.55 | 11.25 | -0.15 | 0.09 | -0.06 |
| Consumer Discretionary | 6.39 | 8.27 | 10.26 | 12.69 | -0.17 | -0.08 | -0.25 |
| Consumer Staples | 3.66 | 4.71 | 24.69 | 11.26 | -0.26 | 0.00 | -0.25 |
| Industrials | -2.61 | 5.97 | 8.74 | 12.65 | -0.75 | -0.04 | -0.78 |
| Cash ² | 0.01 | 0.00 | 2.78 | 0.00 | 0.00 | -0.16 | -0.16 |
| Hedging | 0.01 | 0.00 | -0.01 | 0.00 | 0.00 | -0.02 | -0.02 |
| Total | 4.67 | 4.88 | 100.00 | 100.00 | -0.44 | 0.23 | -0.21 |
| Other ² | 0.55 | 0.00 | | | | | 0.55 |
| Total Returns | 5.22 | 4.88 | | | | | 0.34 |

Source: Morgan Stanley Investment Management and FactSet

1. Portfolio weight is an average for the period from January 1, 2015 through March 31, 2015. Index MSCI EAFE Net. Attribution total return may differ from reported total return due to differing methodologies. Returns are Gross of fees, quoted in USD terms, and include the reinvestment of all dividends and income. Had fees been included, returns would be lower and results may differ. **Past performance is no guarantee of future results.** Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned in the sectors shown. The holdings identified do not represent all of the securities purchased, sold, or recommended for advisory clients. To obtain the methodology of the return attribution analysis, a list showing every holding's contribution to the overall performance during the measurement periods, and/or if you have any questions, please contact your Morgan Stanley representative. Each portfolio is actively managed; therefore, holdings referenced may or may not be currently represented in each portfolio.

2. "Other" is the difference between the buy-and-hold attribution and official portfolio returns Gross of Fees. It reflects the Net impact of cash flows and security transactions. Additional contributors can include differences in pricing sources and fair valuation practices between systems used to calculate these returns. In volatile or illiquid markets and for high turnover portfolios, these differences can become increasingly significant. Attribution considers the total return of each security (price appreciation and dividend income). Management Fees and expenses are not considered by the attribution. The 'Cash' line in the attribution includes cash balances as well as other cash instruments.

3. Contribution is gross and relative to the index. We do not own companies listed in italics.

2014 Sector Attribution

Morgan Stanley International Equity Trust

Data as of December 31, 2014¹

Top Five Contributors³:

| | |
|----------------------------|--------|
| • Reckitt Benckiser | +48bps |
| • Novartis | +46bps |
| • British American Tobacco | +42bps |
| • NGK Spark Plug | +31bps |
| • Imperial Tobacco Group | +27bps |

Top Five Detractors³:

| | |
|----------------|--------|
| • Santos | -61bps |
| • Vallourec | -56bps |
| • BG Group | -43bps |
| • Barrick Gold | -43bps |
| • SAP | -29bps |

| | Sector Performance | | Average Sector Weightings | | Performance Attribution | | |
|------------------------|--------------------|--------------|---------------------------|---------------|-------------------------|--------------|--------------|
| | Portfolio % | Index % | Portfolio % | Index % | Selection % | Allocation % | Total % |
| Consumer Staples | 2.17 | -2.38 | 24.51 | 11.02 | 1.05 | 0.35 | 1.40 |
| Consumer Discretionary | 2.29 | -4.48 | 8.31 | 11.77 | 0.56 | 0.14 | 0.70 |
| Information Technology | -1.76 | -0.68 | 6.34 | 4.53 | -0.05 | 0.07 | 0.02 |
| Telecom Services | -6.44 | -4.30 | 1.93 | 5.06 | -0.01 | -0.04 | -0.04 |
| Industrials | -13.08 | -7.75 | 6.77 | 12.69 | -0.47 | 0.21 | -0.26 |
| Materials | -14.55 | -10.53 | 8.59 | 7.91 | -0.30 | 0.03 | -0.28 |
| Utilities | 0.00 | 3.77 | 0.00 | 3.78 | 0.00 | -0.30 | -0.30 |
| Financials | -7.52 | -5.77 | 18.83 | 25.58 | -0.39 | 0.04 | -0.34 |
| Health Care | -1.39 | 5.96 | 13.92 | 10.72 | -0.91 | 0.31 | -0.60 |
| Energy | -27.14 | -18.77 | 7.94 | 6.79 | -0.69 | 0.04 | -0.65 |
| Cash ² | 0.03 | 0.00 | 2.83 | 0.00 | 0.00 | 0.02 | 0.02 |
| Hedging | 0.03 | 0.00 | 0.04 | 0.00 | 0.00 | 0.77 | 0.77 |
| Total | -4.47 | -4.91 | 100.00 | 100.00 | -1.21 | 1.66 | 0.45 |
| Other ² | -0.66 | 0.01 | | | | | -0.67 |
| Total Returns | -5.13 | -4.90 | | | | | -0.23 |

Source: Morgan Stanley Investment Management and FactSet

1. Portfolio weight is an average for the period from January 1, 2014 through December 31, 2014. Index MSCI EAFE Net. Attribution total return may differ from reported total return due to differing methodologies. Returns are Gross of fees, quoted in USD terms, and include the reinvestment of all dividends and income. Had fees been included, returns would be lower and results may differ. **Past performance is no guarantee of future results.** Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned in the sectors shown. The holdings identified do not represent all of the securities purchased, sold, or recommended for advisory clients. To obtain the methodology of the return attribution analysis, a list showing every holding's contribution to the overall performance during the measurement periods, and/or if you have any questions, please contact your Morgan Stanley representative. Each portfolio is actively managed; therefore, holdings referenced may or may not be currently represented in each portfolio.

2. "Other" is the difference between the buy-and-hold attribution and official portfolio returns Gross of Fees. It reflects the Net impact of cash flows and security transactions. Additional contributors can include differences in pricing sources and fair valuation practices between systems used to calculate these returns. In volatile or illiquid markets and for high turnover portfolios, these differences can become increasingly significant. Attribution considers the total return of each security (price appreciation and dividend income). Management Fees and expenses are not considered by the attribution. The 'Cash' line in the attribution includes cash balances as well as other cash instruments.

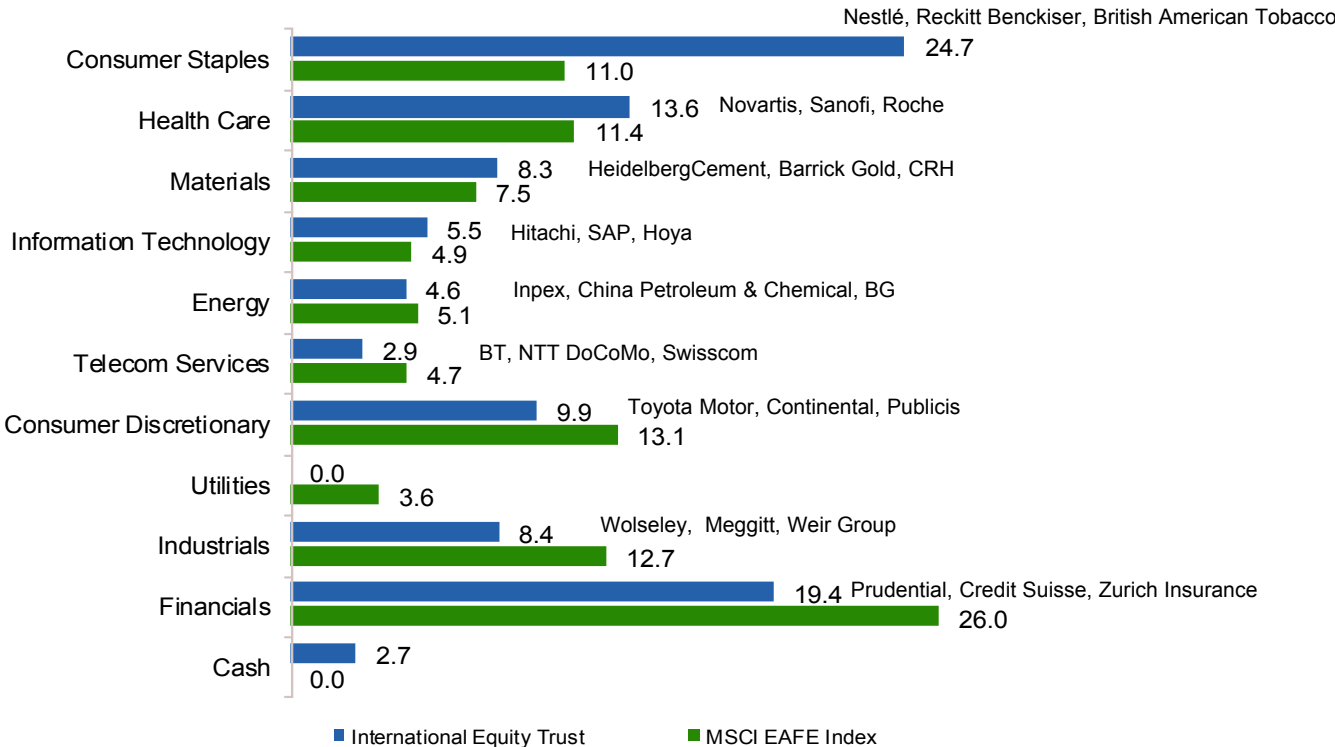
3. Contribution is gross and relative to the index. We do not own companies listed in italics.

Sector Weightings

Morgan Stanley International Equity Trust

Largest Portfolio Holdings within Each Sector

- Sector weights result from bottom-up stock selection process
- Overweight defensive sectors (43.9% vs 30.7%)
- Underweight cyclical sectors (56.1% vs 69.3%)



Source: Morgan Stanley Investment Management
 Data as of March 31, 2015. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the industries shown above. Up to the three largest holdings are stated for each sector.

Financials Underweight Dissected

Morgan Stanley International Equity Trust

- Remain heavily underweight banks with no direct exposure to PIIGS banks. Our strategy remains choosy and opportunistic. Few bank franchises can beat their cost of capital – de-levering and forced alterations to the business model require a heavy discount to account for the considerable risks
- Strongly overweight insurers given their limited solvency, liquidity and regulatory risks. Wary of exposure to vulnerable sovereigns and low long-run interest rates

| Financials Weighting | MSCI EAFE | Portfolio |
|----------------------|------------|------------|
| Banks | 13.4 | 6.5 |
| Capital Markets | 2.0 | 1.8 |
| Diversified | 1.2 | 0.0 |
| Insurance | 5.7 | 9.8 |
| Real Estate | <u>3.7</u> | <u>1.3</u> |
| Financials | 26.0 | 19.4 |

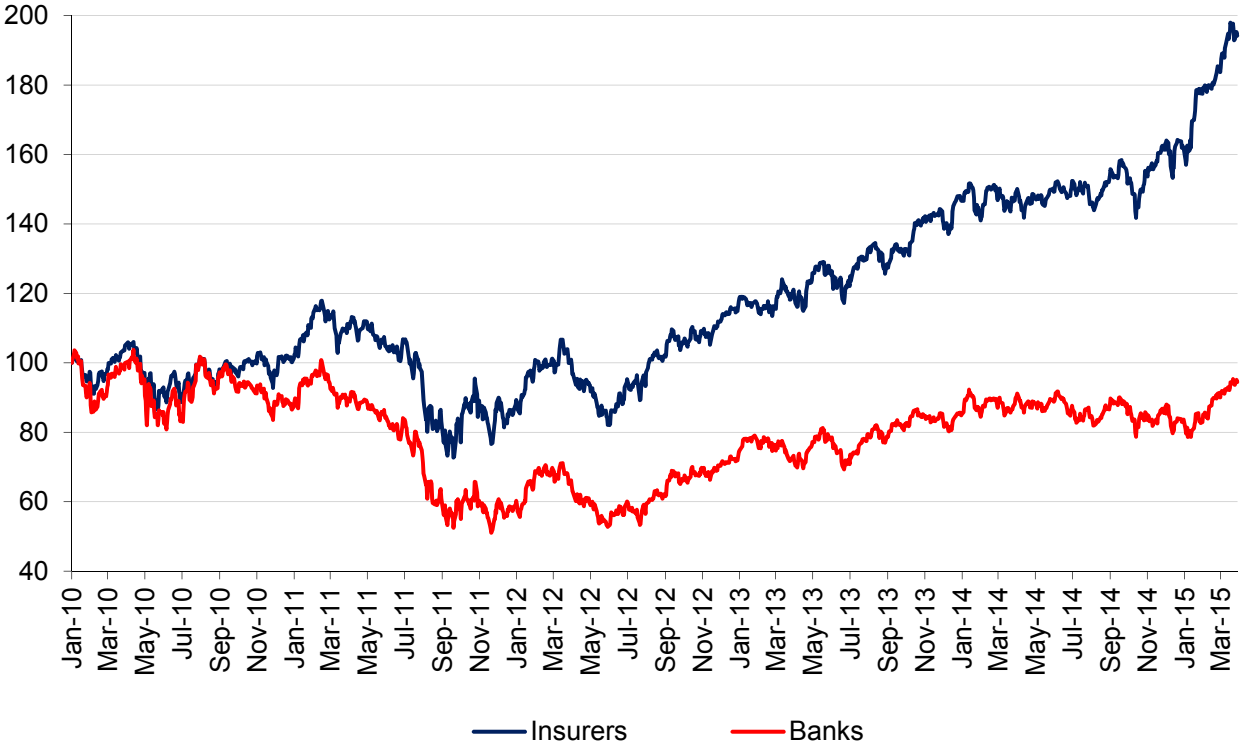
| Banks Weighting | MSCI EAFE | Portfolio | Main Holdings |
|-----------------|------------|------------|--|
| UK | 2.6 | 2.1 | Lloyds, HSBC |
| Japan | 2.0 | 1.5 | SMFG, Sumitomo Mitsui Trust Holdings |
| France | 0.9 | 1.1 | BNP Paribas |
| Australia | 2.8 | 0.0 | |
| Spain | 1.6 | 0.0 | |
| Italy | 0.7 | 0.0 | |
| Other | <u>2.8</u> | <u>1.8</u> | Nordea (Sweden) Svenska Handelsbanken (Sweden) |
| | 13.4 | 6.5 | |

| Insurance Weighting | MSCI EAFE | Portfolio | Main Holdings |
|---------------------|------------|------------|---|
| UK | 1.3 | 3.9 | Prudential, Admiral, Friends Life |
| Switzerland | 0.8 | 1.7 | Zurich Insurance Group |
| Japan | 0.6 | 2.4 | Sompo Japan Nipponkoa (NKSJ), MS&AD Insurance |
| Australia | 0.4 | 0.0 | |
| France | 0.4 | 1.1 | Axa |
| Germany | 0.9 | 0.0 | |
| Other | <u>1.3</u> | <u>0.7</u> | AIA |
| | 5.7 | 9.8 | |

The views and opinions are those of the portfolio management team as of the date of this presentation, are subject to change, and may not be representative of the firm as a whole.

Source: MSCI and FactSet
Data as of March 31, 2015. Subject to change daily. Up to three largest holdings, when available, are provided for each weighting. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the countries or industries shown above.

European Insurers vs Banks



Source: Bloomberg
STOXX600 European Banks (SX7P)
STOXX600 European Insurance (SXIP)
Data of March 31, 2015. Index rebased to 100 in January 2010. **Past performance is not indicative of future results.** Provided for informational purposes only and is not a recommendation to buy or sell any security.

Materials Dissected

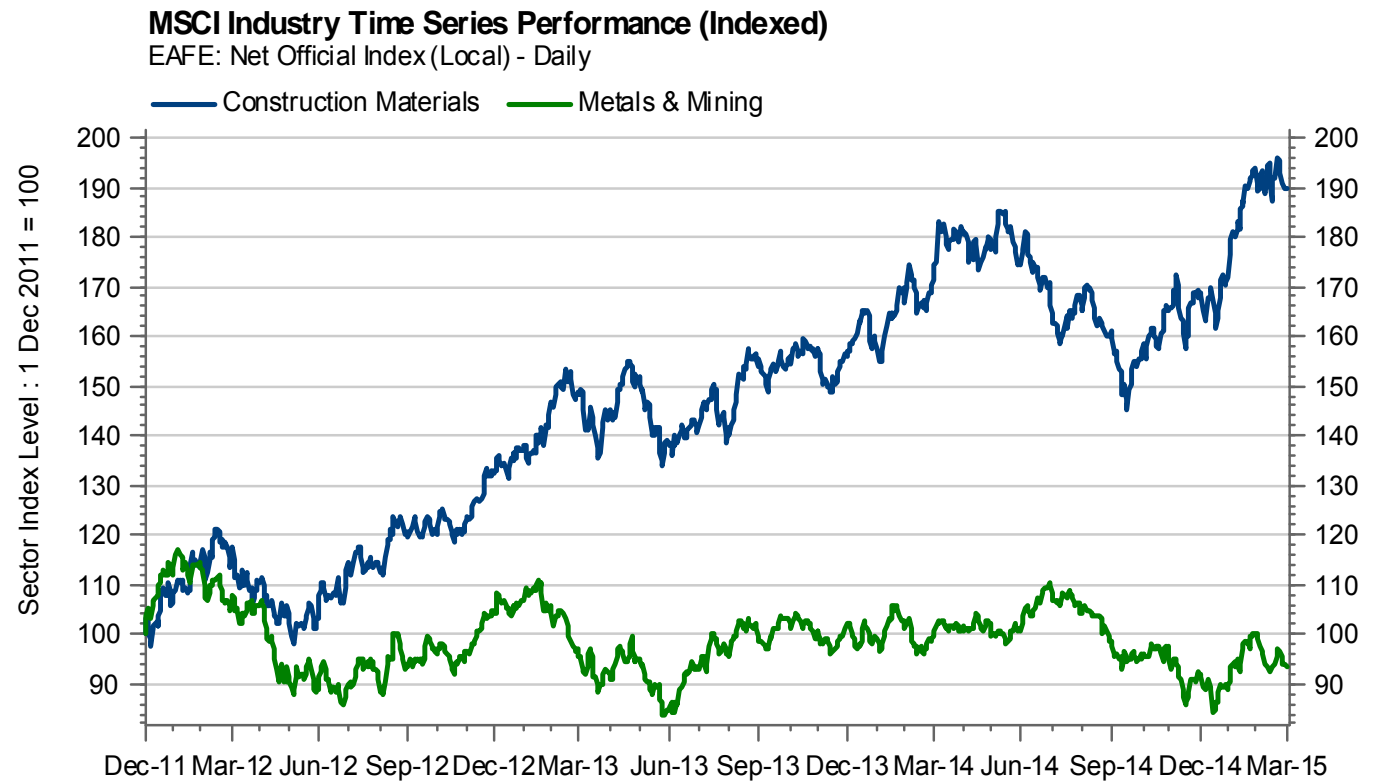
Morgan Stanley International Equity Trust

- Broadly neutral on metals and mining with improving medium term free cash flow prospects offset by shorter term concerns over Chinese demand
- Remain overweight construction materials where earnings are at cyclical lows but offer high operational leverage to any economic recovery

| Industry Sub Group | MSCI EAFE (%) | Portfolio (%) | Holdings |
|---------------------------|---------------|---------------|---|
| Metals and Mining | 2.94 | 3.53 | Barrick Gold, Glencore, BHP Billiton, Rio Tinto, Turquoise Hill Resources |
| Chemicals | 3.59 | 2.24 | Akzo Nobel, BASF, Nitto Denko |
| Construction Materials | 0.62 | 2.56 | HeidelbergCement, CRH |
| Paper and Forest Products | 0.15 | 0.00 | |
| Containers and Packaging | 0.16 | 0.00 | |
| | 7.46 | 8.33 | |

Source: MSCI and FactSet
 Data as of March 31, 2015. Subject to change daily. Up to three largest holdings, when available, are stated for each sector.
 Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the industries shown above.

Metals and Mining versus Building Materials



Source: MSCI, FactSet
Data of March 31, 2015. **Past performance is not indicative of future results.** Provided for illustrative purposes only and should not be deemed as a recommendation to buy or sell any securities in the industries shown above.

Geographic Allocation

Morgan Stanley International Equity Trust

Data as of March 31, 2015

| Region | International Equity Trust (%) | MSCI EAFE (%) | Currency Hedge ¹ (%) |
|------------------------|--------------------------------|---------------|---------------------------------|
| Europe non-Euro | | | |
| United Kingdom | 32.2 | 19.7 | |
| Switzerland | 15.3 | 9.3 | |
| Sweden | 1.8 | 3.1 | |
| Denmark | 0.0 | 1.6 | |
| Norway | 0.0 | 0.6 | |
| Total | 49.3% | 34.3% | |
| Asia/Pacific | | | |
| Japan | 19.6 | 22.2 | -7.3 |
| Australia | 1.1 | 7.3 | |
| Hong Kong | 0.7 | 3.1 | |
| Singapore | 0.0 | 1.5 | |
| New Zealand | 0.0 | 0.1 | |
| China | 0.9 | 0.0 | |
| Total | 22.3% | 34.3% | |
| Europe Euro | | | |
| France | 9.5 | 9.7 | |
| Germany | 7.4 | 9.6 | |
| Spain | 0.0 | 3.6 | |
| Netherlands | 5.6 | 2.7 | |
| Italy | 0.7 | 2.3 | |
| Belgium | 0.0 | 1.3 | |
| Finland | 0.0 | 0.9 | |
| Ireland | 1.1 | 0.3 | |
| Austria | 0.0 | 0.2 | |
| Portugal | 0.0 | 0.2 | |
| Total | 24.2% | 30.8% | |
| Africa/Mideast | | | |
| Israel | 0.0 | 0.6 | |
| Total | 0.0% | 0.6% | |
| North America | | | |
| United States | 0.0 | 0.0 | +7.3 |
| Canada | 1.5 | 0.0 | |
| Total | 1.5% | 0.0% | |
| Cash | 2.7% | 0.0% | |

1. Yen hedged to US dollar.

Source: Morgan Stanley Investment Management, MSCI and FactSet. Data is preliminary.

Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell securities in the regions shown above.

- Country weights result from bottom-up stock selection process
- Currency hedging primarily used for defensive purposes

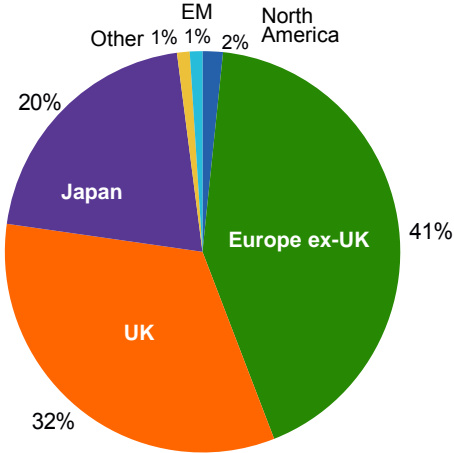
Regional Breakdown

Morgan Stanley International Equity Representative Account

Selected Company EM Exposure²

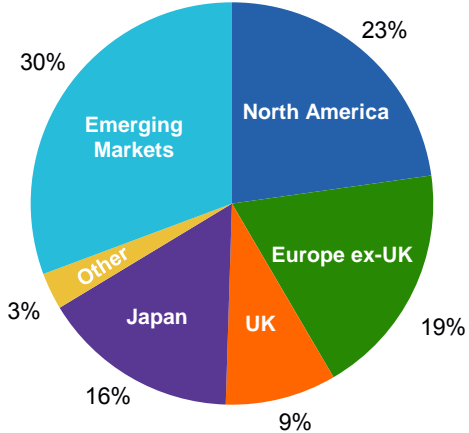
- AIA 100%
- Sinopec 100%
- BAT 68%
- Unilever 57%
- BHP 52%
- Prudential 45%
- Nestlé 43%
- Vallourec 38%
- Akzo Nobel 37%
- Diageo 35%
- Bayer 35%
- Roche 22%

Listed Exposure



Economic Exposure

Weighted Regional Exposure based on % of Company Sales¹



■ North America ■ Europe ex UK ■ UK ■ Japan ■ Other Developed Markets ■ Emerging Markets

Source: Morgan Stanley Investment Management
 1. Data as of March 31, 2015. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the countries or regions shown above. Holdings and weightings are subject to change.
 2. Data as of March 31, 2015. Securities shown are for illustrative purposes only and percentages represent the weighted average based on revenues from emerging market sales.

Top Ten Holdings

Morgan Stanley International Equity Trust

Data as of March 31, 2015

| Security | Industry | Country | (%) |
|--------------------------|--------------------|----------------|-------------|
| Nestlé | Food Products | Switzerland | 4.7 |
| Reckitt Benckiser | Household Products | United Kingdom | 4.5 |
| British American Tobacco | Tobacco | United Kingdom | 4.4 |
| Unilever | Food Products | Netherlands | 4.0 |
| Novartis | Pharmaceuticals | Switzerland | 3.6 |
| Sanofi | Pharmaceuticals | France | 3.0 |
| Roche | Pharmaceuticals | Switzerland | 2.9 |
| Toyota Motor | Automobiles | Japan | 2.8 |
| Diageo | Beverages | United Kingdom | 2.7 |
| Prudential | Insurance | United Kingdom | 2.4 |
| Total | | | 35.0 |

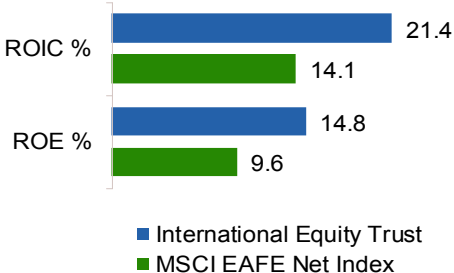
Source: Morgan Stanley Investment Management.
Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to purchase or sell the securities mentioned or securities in the industry and countries shown.

Portfolio Characteristics

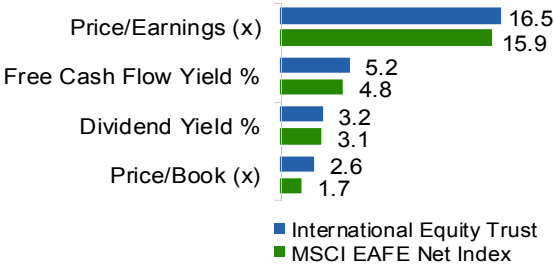
Morgan Stanley International Equity Trust

Data as of March 31, 2015

Quality Ratios^{1,2}



Valuation Ratios^{1,2}



Market Cap Weights

| | International Equity Trust % | MSCI EAFE Net Index % |
|------------------------------------|------------------------------|-----------------------|
| Mega Cap > \$100bn | 23 | 16 |
| Large Cap \$50-100bn | 27 | 19 |
| Mid Cap \$10-50 bn | 36 | 44 |
| Small/Mid Cap \$1-10bn | 14 | 21 |
| Small Cap <\$1bn | 0 | 0 |
| Weighted Average Market Cap (\$bn) | 70.7 | 52.0 |

Source: Morgan Stanley Investment Management, FactSet/Worldscope, MSCI
 1. ROIC=EBIT/PPE+trade working capital ex Financials (excludes goodwill). ROIC, ROE, Price/Book ratio are last reported. Price/Earnings ratio, Free Cash Flow (operating cash flow minus capex), and Dividend Yield are calculated using an average of the FactSet Consensus forecasted earnings per share, free cash flow, and dividend yield for the next 12 months for the underlying companies in the Trust as of March 31, 2015. Forecasted yields are not representative of the fund's yield. There is no guarantee that any International Equity portfolio will necessarily yield similar results over the next year.
 2. Ratio methodology: Index names (sum of numerator/sum of denominator). Portfolio names (weighted sum of numerator/weighted sum of denominator)

Information shown is for illustrative purposes only and is subject to change daily. **Past performance is no guarantee of future results.** There is no guarantee that forecasts and estimates will come to pass due to changing market and economic conditions.

Outlook

- Valuations have passed peak 2007 levels
- The world has not yet delevered
- Economic recovery in developed world remains fragile, particularly in Europe, while growth in Emerging Markets is weakening
- Deflationary pressures in US and Europe still a risk and may delay “normalization” of interest rates
- Political and policy risk remains high globally, particularly in Europe
- Japan showing early signs of breaking the deflationary mindset, but also of blowing up the Yen
- US dollar strength starting to hit the US economy as well as non-US earnings

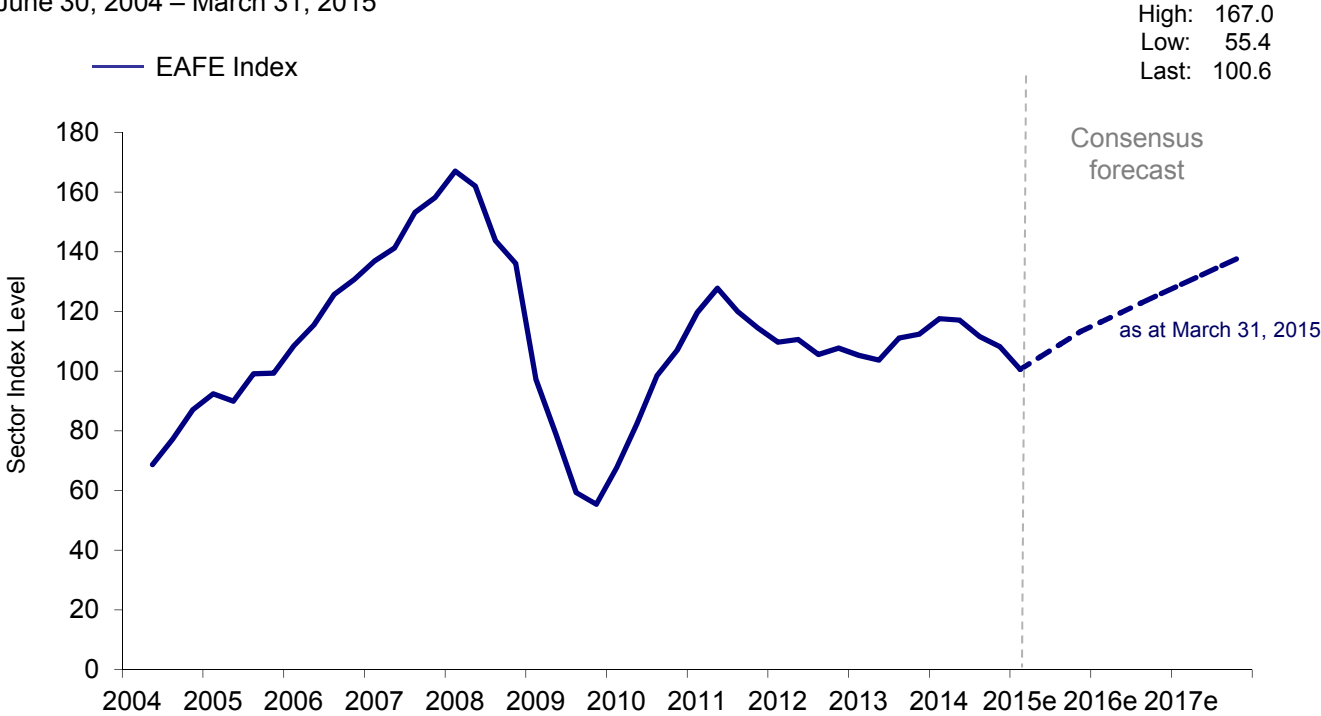
As of March 31, 2015. The information reflects the views of the Portfolio Management Team at the time of this writing. These views may change in response to changing economic and market conditions.

Valuations – Earnings Delivery is Key

MSCI Market Time Series – Valuation

Latest 12 Months EPS – Quarterly
June 30, 2004 – March 31, 2015

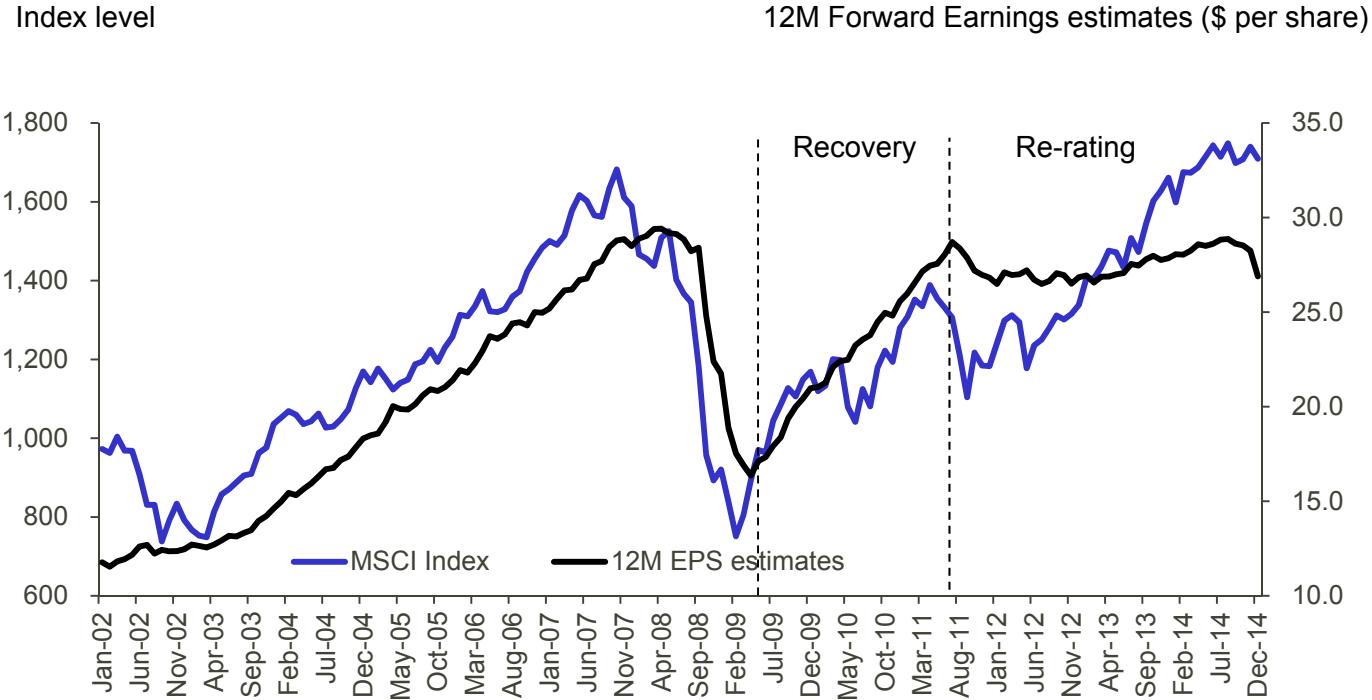
| | as of March 31, 2015 | | | |
|----------|----------------------|-------|-------|-------|
| | CY14 | CY15 | CY16 | CY17 |
| EPS | 108.2 | 113.3 | 126.0 | 138.5 |
| Growth % | | | 11.2 | 10.4 |
| PE | 16.4 | 16.2 | 14.5 | 13.2 |



Source: MSCI, FactSet
Data as of March 31, 2015 and quoted in USD.
Projection is for index, based on summation of consensus forecasts for constituents of index
Valuation series available from March 31, 2015
Past performance is no guarantee of future results. Forecasts/estimates are subject to change and may not necessarily come to pass due to changing markets and economic conditions.

The Equity Rally Has Consisted of Two Stages: Earnings Recovery 2009-2011 and Re-rating from 2011-2014

MSCI Developed Markets Global

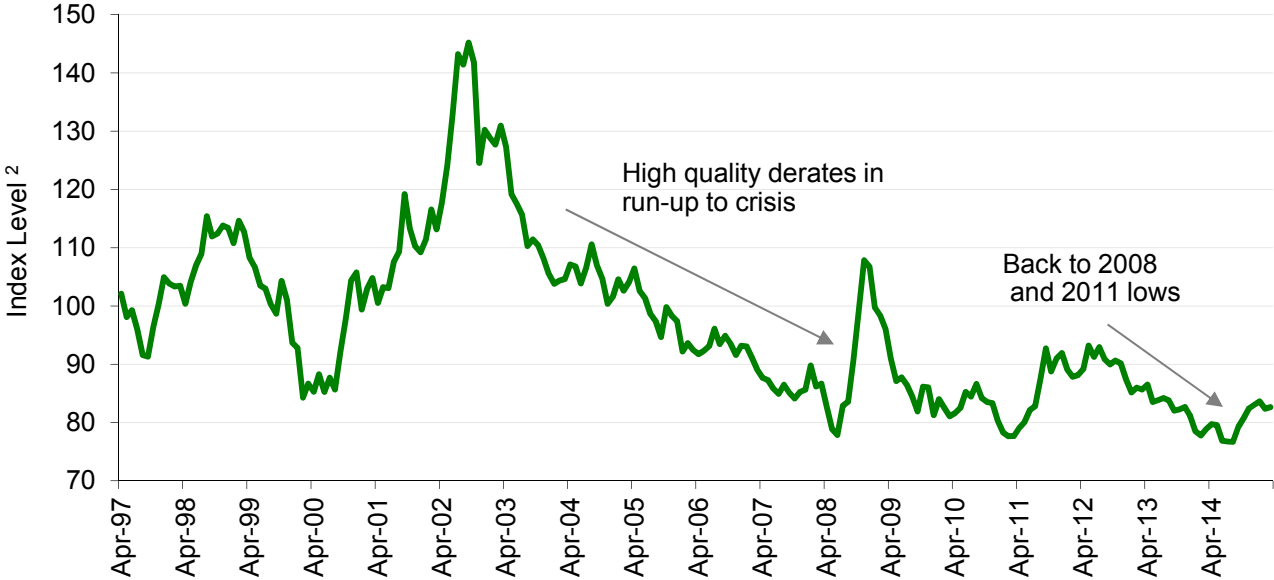


Source: MSCI, IBES datastream, Gerard Minack Associates
Data as of December 31, 2014. Information provided for illustrative purposes only. **Past performance is no guarantee of future results.**
Forecasts/estimates are subject to change and may not necessarily come to pass due to changing markets and economic conditions.

“Quality” – What Re-rating?

- S&P issues ‘quality’ ratings for equities based on factors such as earnings stability and balance sheet robustness
- High and low quality indices for top and bottom quality tranches of S&P500 were established in 2010 dating back to 1997
- High quality re-rated in 2000-2 and 2008-9, but in general the last decade has seen a de-rating of quality. Currently high quality vs low quality is back to 2000 and 2008 lows

S&P 500 High Versus Low Quality Indices¹



Data at March 31, 2015.

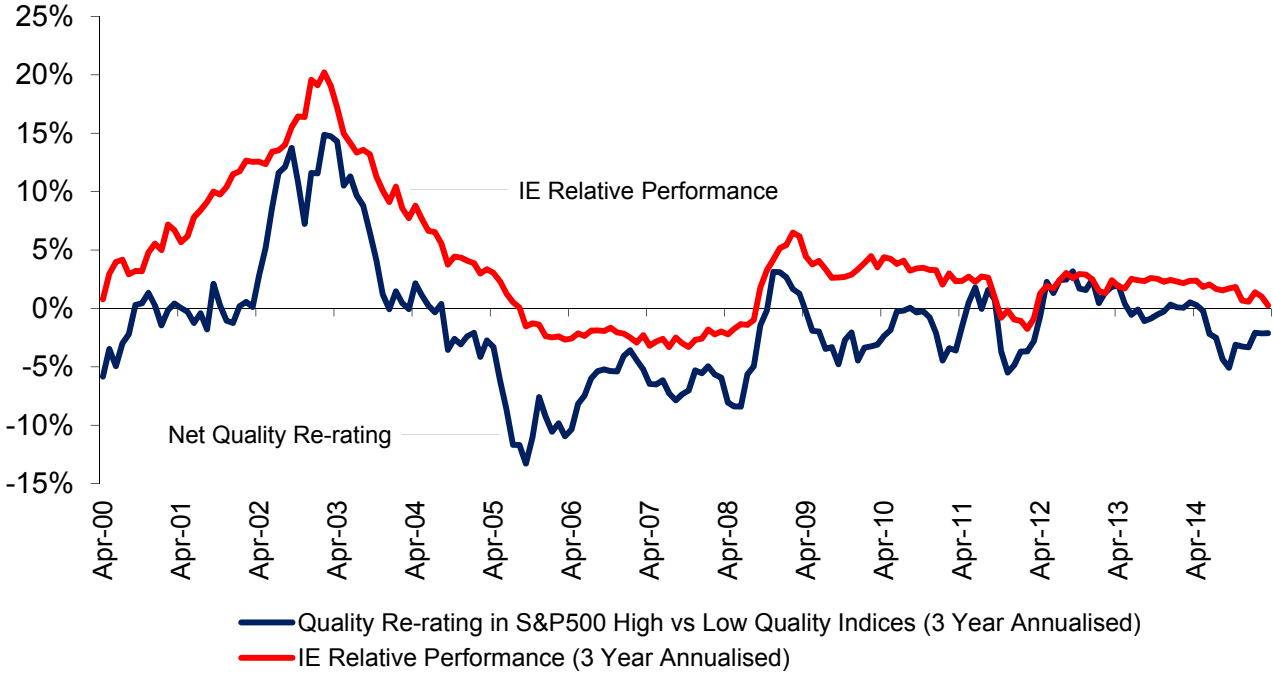
1. The Standard & Poor’s 500® Index (S&P 500®) measures the performance of the large cap segment of the U.S. equities market, covering approximately 75% of the U.S. equities market. The Index includes 500 leading companies in leading industries of the U.S. economy. It is not possible to invest directly in an index. The S&P 500 High Quality Rankings Index is designed to provide exposure to constituents of the S&P 500 identified as high quality stocks – stocks with Quality Rankings of A- and above. The S&P 500 Low Quality Rankings Index is designed to provide exposure to those constituents of the S&P 500 identified as low quality stocks – stocks with Quality Rankings of B and below (excluding companies with scores of D or in liquidation). **Past performance is no guarantee of future results.** Provided for illustrative purposes only.

2. Index is High Quality Index / Low Quality Index x 100

Re-rating of Quality Positive in the Past

- International Equity has outperformed MSCI EAFE at times where quality re-rated (2002-3, 2008-9), and only underperformed during severe de-ratings
- We believe the portfolio looks well positioned given currently low relative rating of high quality stocks

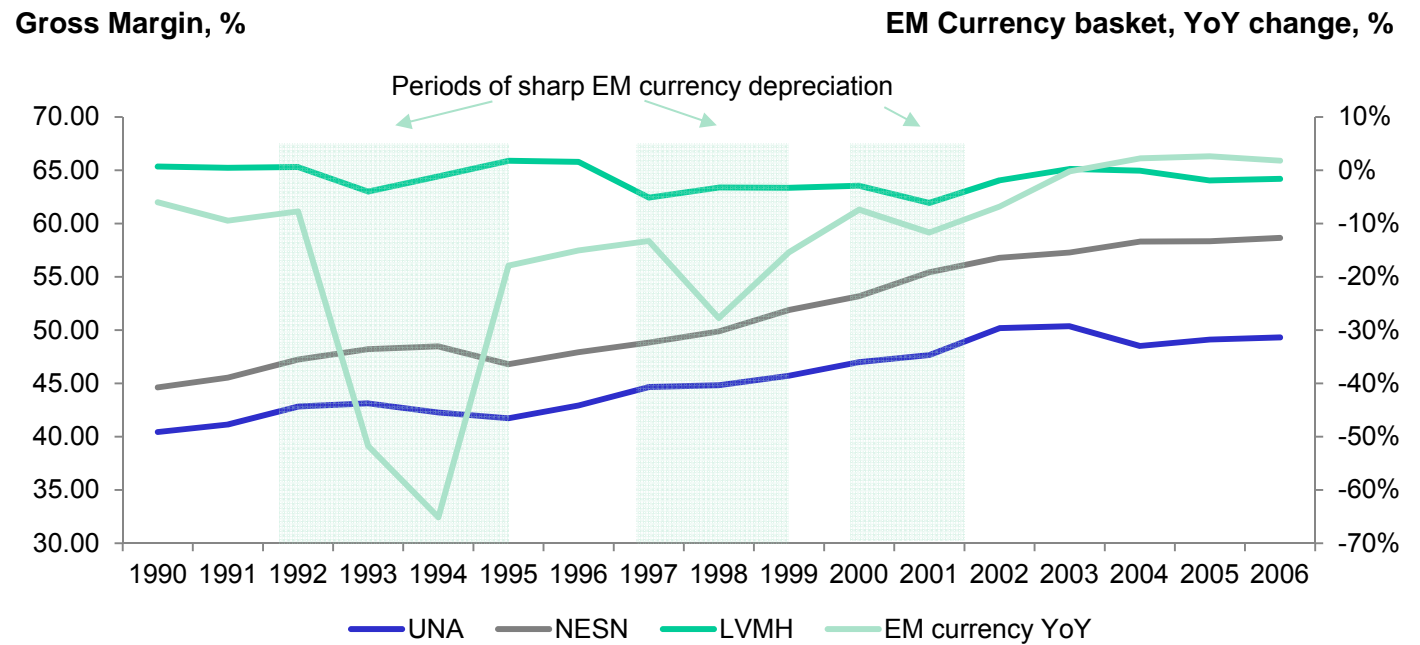
IE Relative Performance vs. Quality Re-rating (3 Year Annualised)



Data as of March 31, 2015
 Source: S&P, Morgan Stanley Investment Management. Quality re-rating is 3 year annualised change in S&P500 High Quality Rankings Index Total Return/S&P500 Low Quality Rankings Index.
 Information provided for illustrative purposes only. The relative performance represents the Morgan Stanley International Equity Representative Account versus MSCI EAFE. Performance figures are presented GROSS of custody as well as investment management fees. Had fees been included, returns would be lower and results may differ.
 Figures are quoted in US\$ and include the reinvestment of all dividends and income. **Past performance should not be construed as a guarantee of future performance. Individual results will vary.**

Pricing Power is Key to Protect Against FX Volatility

Gross Margin of Selected Companies



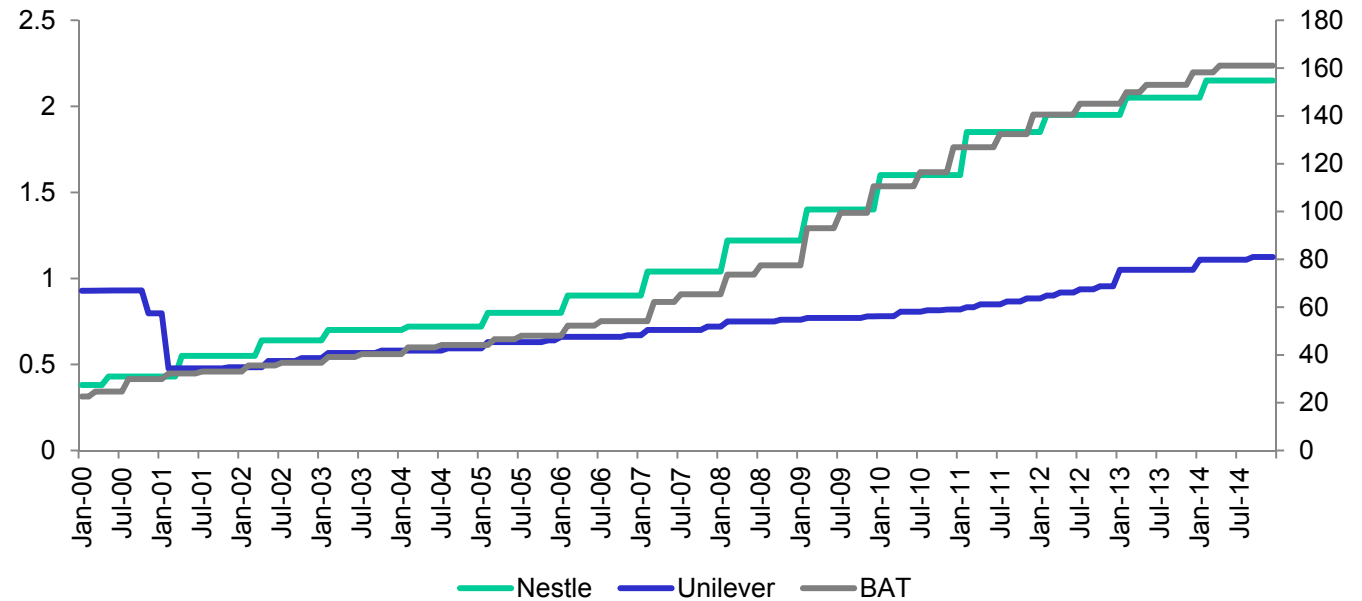
Source: Bloomberg
 Data as of December 31, 2014
 Currency basket is a straight average of daily changes in CNY, INR, IDR, MYR, TWD, THB, KRW, HKD, SGD, PHP, MXN, BRL, CLP, VEF, ZAR, RUB, TRY, HUF, PLN

Sustainable Dividends in a Deflationary, Zero Interest Rate Environment are Key

Annual Dividends Selected Stocks

12 month trailing dividend (Nestlé, Unilever), CHF/EUR

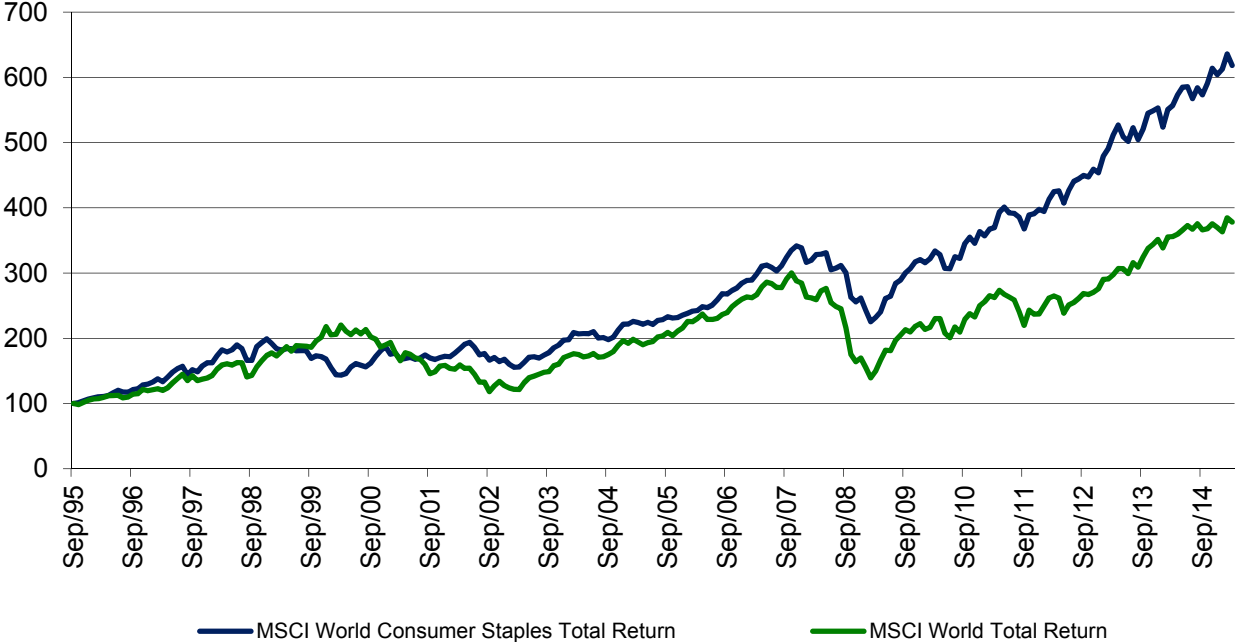
12 month trailing dividend (BAT), GBP



Source: Bloomberg
 Data as of December 31, 2014
 Information provided for illustrative purposes only. **Past performance is no guarantee of future results.**

Staples Have Outperformed The Market Over The Last Two Decades

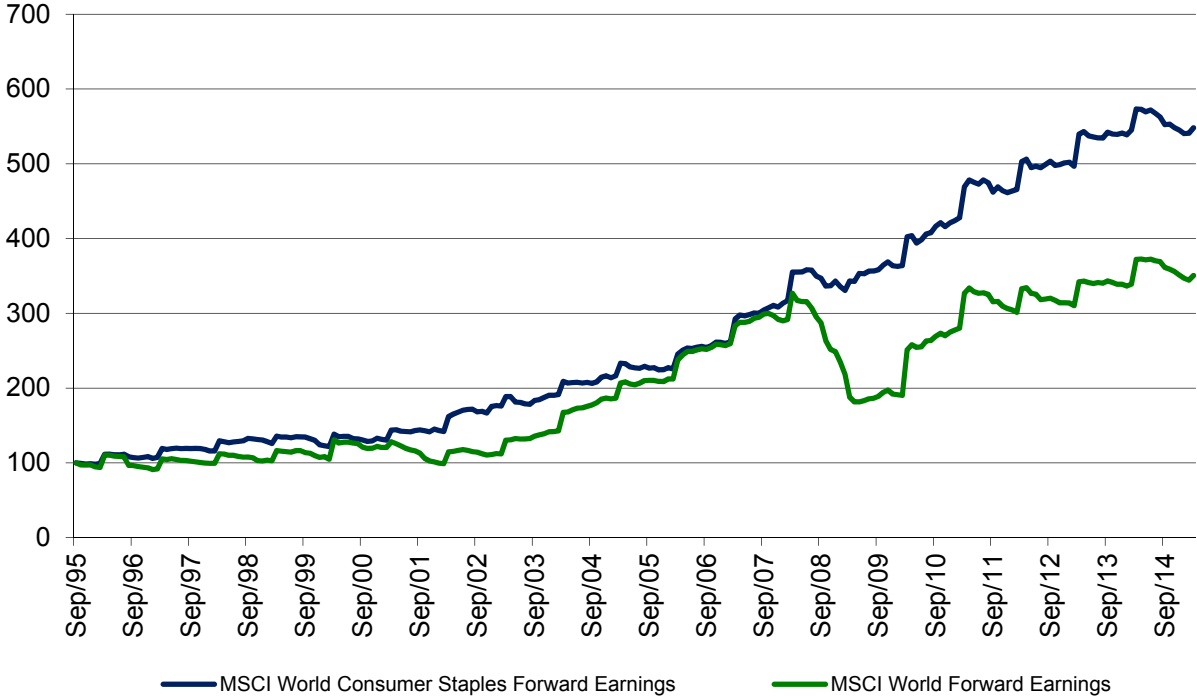
Total Return: Staples versus MSCI World



Source: Factset, MSIM analysis. Data as at March 31, 2015. Dividends reinvested for both series. **Past performance is no guarantee of future results.** Provided for informational purposes only and should not be deemed as a recommendation to buy or sell any security. It is not possible to invest directly in an index.

...Due to Far Better Earnings Growth...

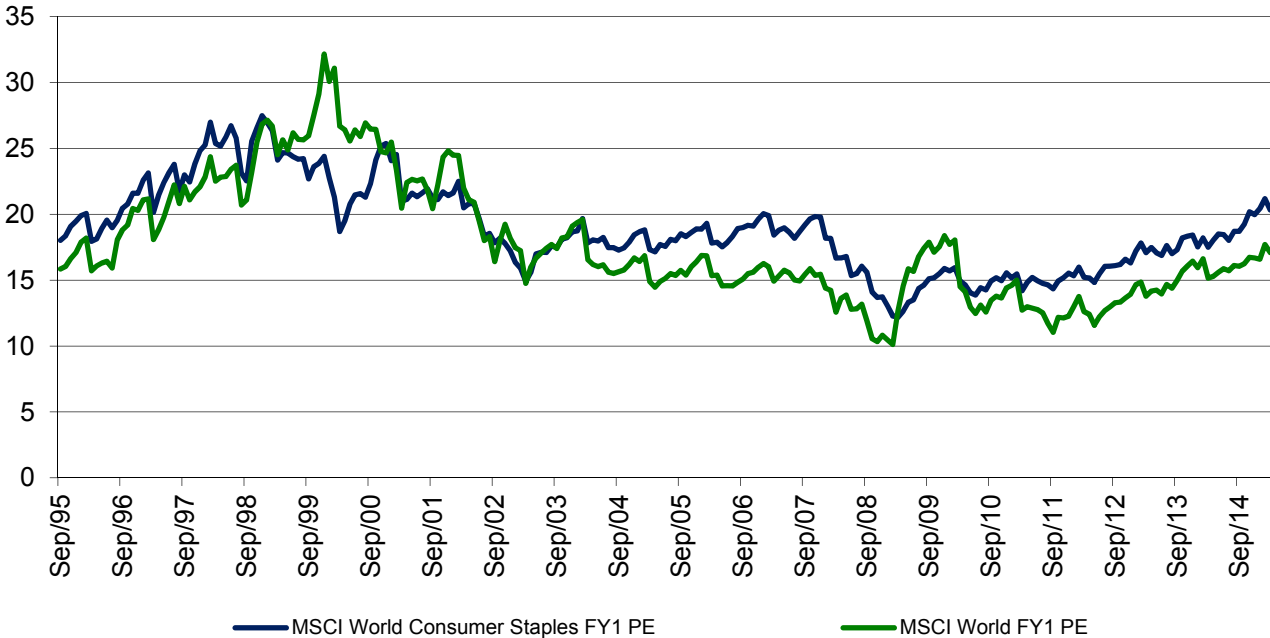
Earnings Growth: Staples versus MSCI World



Source: Factset, MSIM analysis. Data as at March 31, 2015. Dividends reinvested for both series. **Past performance is not guarantee of future results.** Provided for informational purposes only and should not be deemed as a recommendation to buy or sell any security. Forecasts/estimates are subject to change and may not necessarily come to pass due to changing markets and economic conditions. It is not possible to invest directly in an index.

...Rather Than Any Major Relative PE Shift

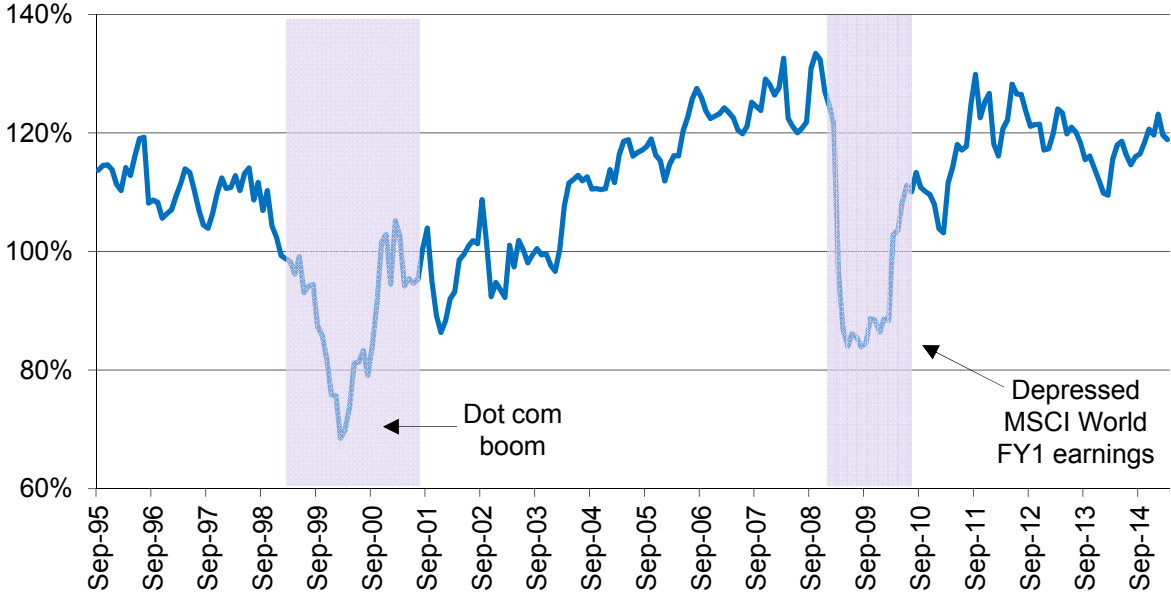
FY1 Forward PEs: Staples versus MSCI World



Data as of March 31, 2015.
 Source: Factset, MSIM analysis. For illustrative purposes only. **Past performance is not indicative of future results.** Forecasts/estimates are subject to change and may not necessarily come to pass due to changing markets and economic conditions. It is not possible to invest directly in an index. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell any security.

Staples Relative PE Multiple Reasonable by 'Normal' Historical Standards

MSCI World Staples Relative FY1 Forward PE Multiple



Source: Factset, MSIM analysis. Data as at March 31, 2015. Earnings shown are those of the MSCI World Consumer Staples relative to the MSCI World Index. **Past performance is not indicative of future results.** It is not possible to invest directly in an index. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell any security.

2015 Strategy

- Equities in the uncomfortable part of the cycle where both expectations and valuations are high
- Clear pockets of value (pharma, insurance, telecoms and Japan) have largely closed over the past 2-3 years. Some value in unloved Energy and Materials, but are we at bottom yet?
- European “re-convergence” plays have largely run their course and may reverse if politics go wrong, while the scarcity of genuine growth stocks has driven valuations too high
- Global, high quality, steady compounders with rock solid balance sheets and sustainable dividends still offer the best potential risk/reward trade-off

As of March 31, 2015. The information reflects the views of the Portfolio Management Team at the time of this writing. These views may change in response to changing circumstances and market conditions.

Important Disclosures

Morgan Stanley Investment Management International Equity Trust (the "Trust") is a privately offered unregistered fund whose units are offered for investment only to qualified employee benefit plans and certain governmental plans pursuant to a confidential offering memorandum. The Trust is not currently registered, and does not propose in the future to be, registered as an investment company under the U.S. Investment Company Act of 1940, as amended. Morgan Stanley Investment Management Inc. is the sponsor of the Trust and Morgan Stanley Investment Management Limited is the investment manager of the Trust; both of which are registered with the U.S. Securities and Exchange Commission as investment advisers under the U.S. Investment Advisers Act of 1940, as amended.

Past performance is no guarantee of future results. Returns are gross of fees and assume the reinvestment of all dividends and income. Periods less than one year are not annualized. Returns are compared to an unmanaged market index and assumes the reinvestment of dividends and income. The index shown is not meant to depict the performance of any specific investment, should not be considered an investment, and does not include any expenses, fees or sales charges, which would lower performance. An investor can not invest directly in an index.

Any views and opinions herein are those of the team only as of February 28, 2015 are not necessarily those of Morgan Stanley, and are subject to change at any time due to market or economic conditions. All information provided is for informational purposes only. Any forecasts or estimates herein are not necessarily those of Morgan Stanley, and may not actually come to pass.

This material has been prepared solely for informational purposes and is not an offer, or a solicitation of an offer, to buy or sell any security or instrument or to participate in any trading strategy. Sector and Country allocation data was generated from Morgan Stanley Investment Management's internal accounting records and is preliminary. The Trust has fair valuation policies and procedures to value foreign equity securities held by the Trust that become stale as a result of events that occur after the foreign markets close but before the Trust calculates its net asset value. These fair value adjustments are reflected in the net asset value of the Trust but are not reflected in MSIM's internal accounting records. The values of securities used to calculate the net asset value of the Trust could therefore differ from the information contained in this report. Using security values that do not reflect such fair value adjustments increases the comparability of the information to the stated benchmark.

Risk Factors

Equity Securities. In general, prices of equity securities are more volatile than those of fixed income securities. **Risks of International Investing.** Any investment in foreign equity securities may involve a greater degree of risk than an investment in domestic equity securities. Among other things, foreign securities investments may carry the risks of less publicly available information, more volatile markets, less strict securities regulation, less favorable tax provisions, and a greater likelihood of war and expropriation of personal property than investments in domestic securities. **Liquidity.** A withdrawing subscriber may, at the discretion of MSIM, receive securities owned by the Trust in lieu of cash. The risk of loss and delay in liquidating these securities will be borne by the subscriber, with the result that such subscriber may receive less cash than it would have received on the date of withdrawal. **ERISA Issues.** MSIM anticipates that most or all of the subscribers will be entities subject to the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and their participation will require special consideration of certain factors that are described in more detail in the Memorandum. **Federal Income Taxation.** The Trust has received a determination letter from the Internal Revenue Service as to the tax-exempt status of the Trust. MSIM, and the Trustee intend to comply with the provisions of ERISA and the Internal Revenue Code at all times. However, if for any reason the Trust should lose its tax-exempt status as a group trust, it would terminate pursuant to the terms of the Agreement of Trust.

© 2015 Morgan Stanley. All rights reserved

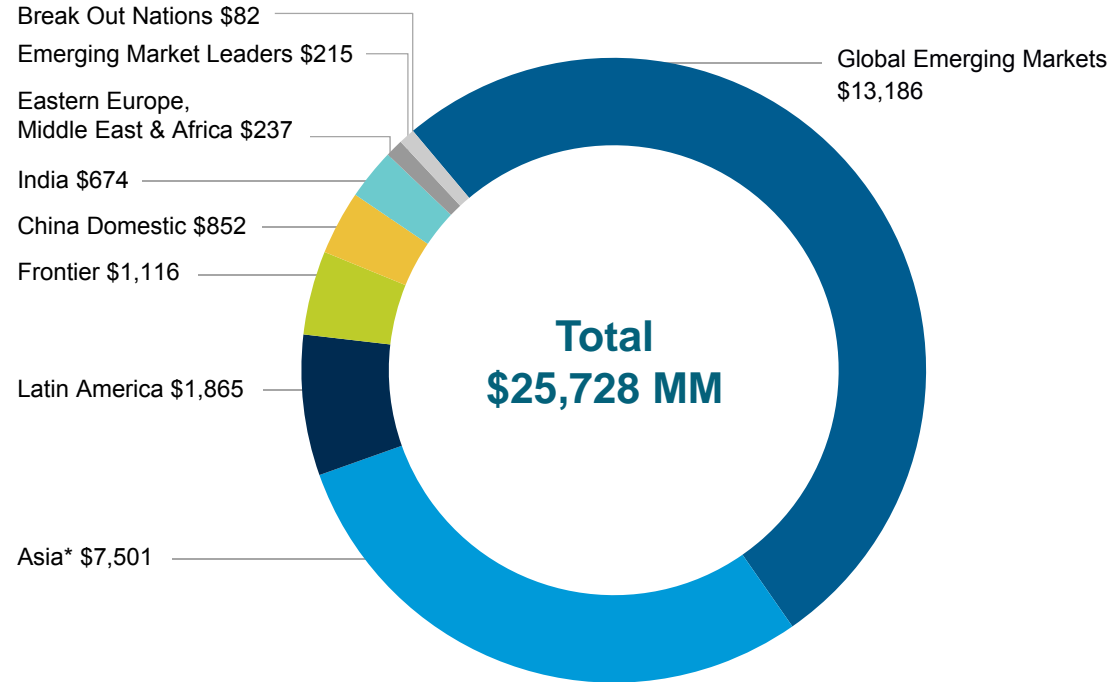
Section 3

Emerging Markets Equity Portfolio

MSIM Emerging Market Flagship Strategies

Assets Under Management¹ (MM)

As of March 31, 2015



Source: Morgan Stanley Investment Management

* Includes developed Asia as defined by MSCI.

1. Assets are presented in millions of US dollars. The figure includes assets managed globally under these strategies within a number of separate products, jurisdictions and mandates.

Assets in Emerging Markets

Assets as of March 31, 2015

| | U.S.\$M ¹ |
|---|----------------------|
| Global Emerging Markets Strategy | |
| MS Pooled Trust (U.S. ERISA) | 2,414 |
| Morgan Stanley Institutional Fund | 1,042 |
| Offshore Fund (U.S. Endowments & Foundations) | 206 |
| Separate Accounts | 6,480 |
| Closed-End Fund (MSF) | 242 |
| Sub-Advisory & Insurance | 1,001 |
| SICAV (Non-U.S. Clients) | 1,801 |
| Assets in Global Emerging Markets Strategy | 13,186 |
| Emerging Market Leaders | |
| Total Emerging Market Leaders | 215 |
| Break Out Nations | |
| Total Break Out Nations | 82 |
| Frontier Emerging Markets Equity Strategy | |
| Total Frontier | 1,116 |
| Regional and Country Strategies | |
| Emerging Market Asia ex Developed Asian Markets ² | 7,302 |
| Latin America | 1,865 |
| India | 674 |
| Emerging Europe | 237 |
| Assets in Regional and Country Strategies | 10,078 |
| Total Assets in Emerging Markets Equity ex Developed Asia | 24,677 |
| Developed Asia Ex Japan ³ | 1,051 |
| Total Assets In Emerging Markets Equity (Including Developed Asia ex-Japan) Strategy | 25,728 |

Source: Morgan Stanley Investment Management

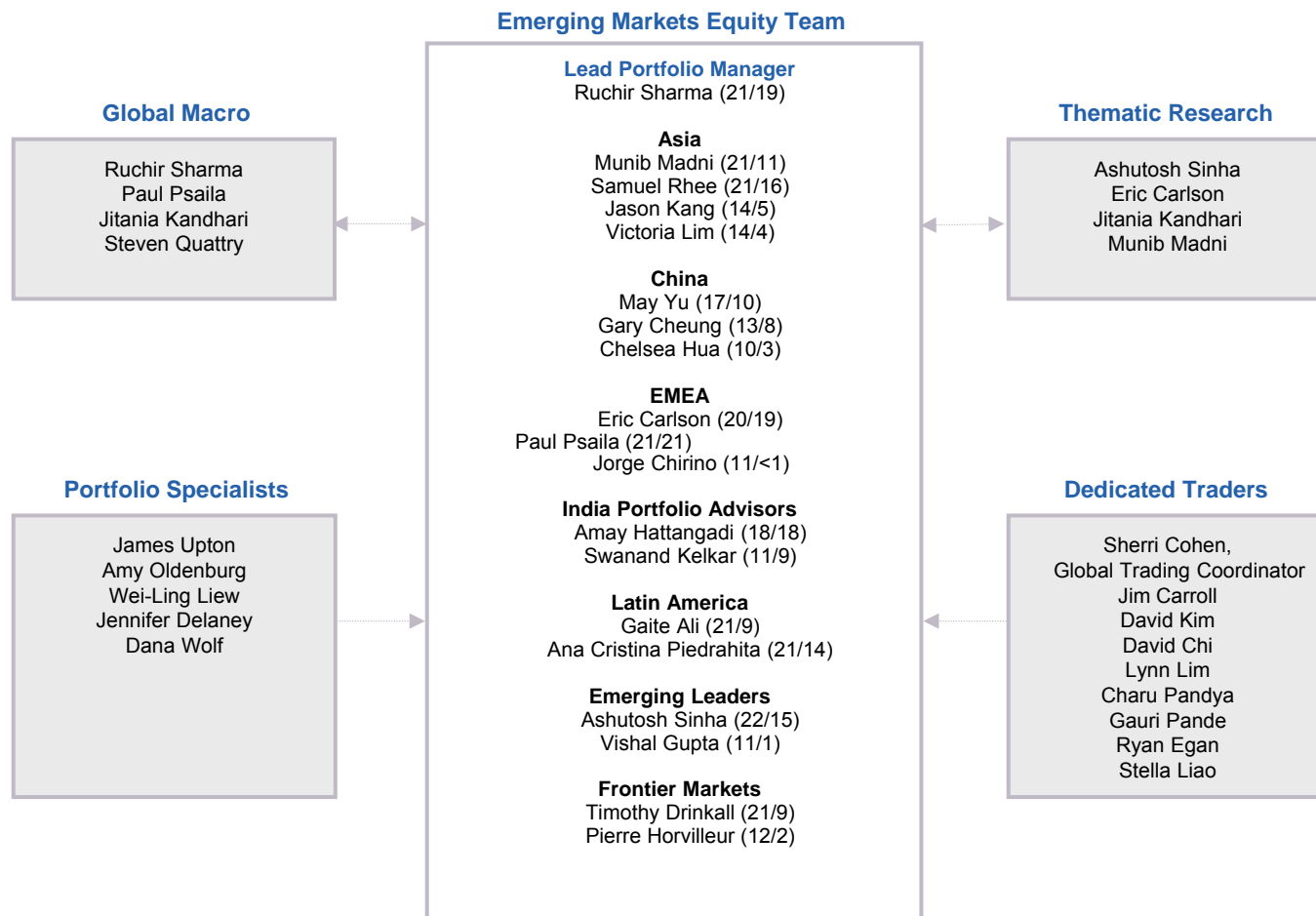
1. The figure includes assets managed globally under these strategies within a number of separate products, jurisdictions and mandates.
2. Excludes assets in countries defined as developed by MSCI.
3. Assets in countries defined as developed by MSCI (Australia, Hong Kong, New Zealand, and Singapore).

Our Investment Team

Ruchir Sharma leads global macro research, country allocation and overall portfolio construction

Portfolio managers build portfolios with country responsibility and accountability

Analysts support with macro and stock research

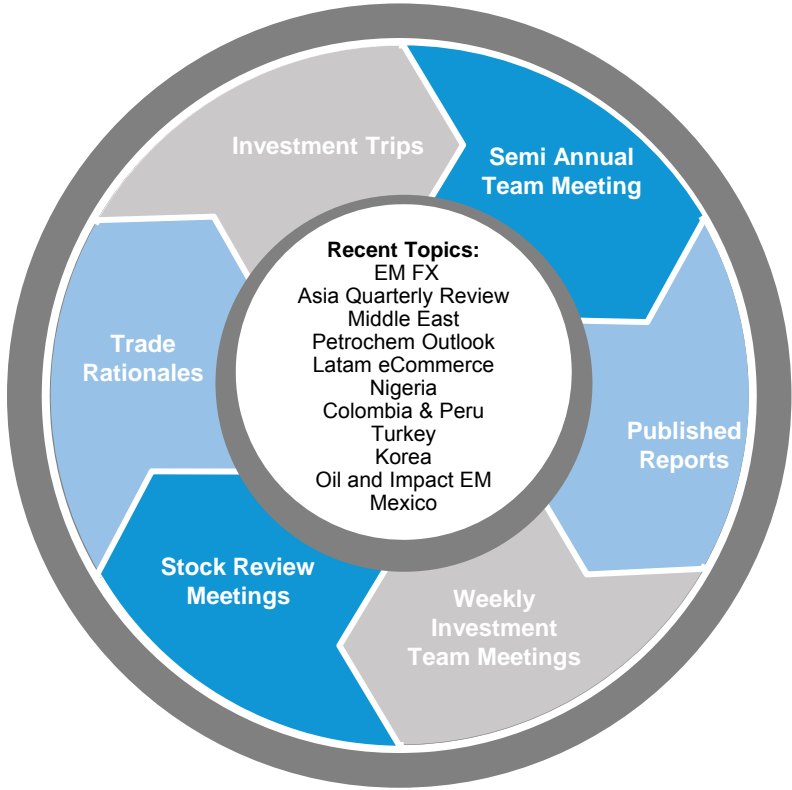


(#) Years of investment experience as of 2015/Number of Years with the Team, including previous tenure with the firm. Team members may change from time to time.

Team Dynamics

Investment team, traders and portfolio specialists with main offices in:

- New York
- Mumbai
- Singapore



This represents how the portfolio management team generally implements its investment process under normal market conditions. The targets and exposures presented are typical ranges. There is no assurance that these targets will be attained.

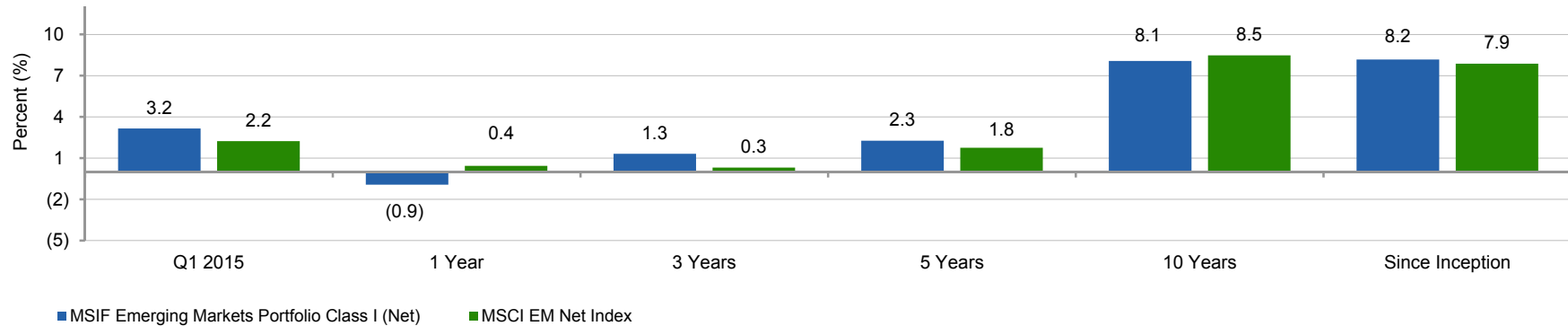
City of Fort Pierce Retirement and Benefit System

MSIF Emerging Markets Portfolio, Class I

Market Value as of March 31, 2015: \$1,116,867.

Performance Returns (% net of fees) as of March 31, 2015

The inception date of the Emerging Markets Portfolio is September 25, 1992



| Alpha (%) | Q1 2015 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
|-------------------|---------|--------|---------|---------|----------|-----------------|
| vs. MSCI EM Index | 0.92 | (1.37) | 1.01 | 0.52 | (0.41) | 0.30 |

Source: Morgan Stanley Investment Management

Performance data quoted represents past performance, which is no guarantee of future results, and current performance may be lower or higher than the figures shown. For the most recent month-end performance figures, please visit morganstanley.com/im or call 1-800-548-7786. Investment returns and principal value will fluctuate and fund shares, when redeemed, may be worth more or less than their original cost. The gross expense ratio is 1.49%. The net expense ratio is 1.25%. The net expense ratio is lower than the gross expense ratio because certain fees have been voluntarily waived and/or reimbursed. The fee waivers and/or expense reimbursements will continue for at least one year or until such time as the fund's Board of Directors acts to discontinue all or a portion of such waivers and/or reimbursements. Absent such fee waivers/ reimbursements returns would have been lower. Expenses are as of the fund's fiscal year end as outlined in the fund's current prospectus. The minimum initial investment is \$5,000,000. Returns are presented for Class I shares, net of fees and include the reinvestment of all dividends and income. Performance for other shares classes will vary. Class I shares are not subject to sales charges. The MSCI EM Net Index return data is used from its inception on January 1, 2001 and the MSCI EM Gross Index return data is used prior to such date. The MSCI EM Net Index assumes the reinvestment of dividends after the deduction of withholding tax and approximates the minimum possible dividend reinvestment, whereas the MSCI EM Gross Index assumes the maximum possible dividend reinvestment.

Attribution Summary¹: MSIF Emerging Markets

One Year ending March 31, 2015

| Attribution Summary: 3/31/2014 to 3/31/2015 | | | | | | | | | | | |
|---|---------------------|--------|------------|----------------|--------|------------|-------------------------|------------|-------|-------|--|
| Country | Country Performance | | | Country Weight | | | Performance Attribution | | | Total | |
| | Portfolio | Index | Difference | Portfolio | Index | Difference | Selection | Allocation | | | |
| India | 36.51 | 20.70 | 15.81 | 9.45 | 7.06 | 2.39 | 1.20 | 0.51 | 1.71 | | |
| Brazil | -23.94 | -28.63 | 4.69 | 8.06 | 10.03 | -1.97 | 0.65 | 0.43 | 1.09 | | |
| Greece | 0.00 | -64.08 | 64.08 | 0.00 | 0.58 | -0.58 | 0.00 | 0.56 | 0.56 | | |
| Philippines | 19.98 | 25.52 | -5.54 | 3.93 | 1.15 | 2.77 | -0.17 | 0.63 | 0.45 | | |
| Thailand | 11.61 | 10.89 | 0.72 | 4.59 | 2.33 | 2.26 | 0.04 | 0.21 | 0.26 | | |
| United Arab Emirates | 0.00 | -30.76 | 30.76 | 0.00 | 0.49 | -0.49 | 0.00 | 0.21 | 0.21 | | |
| South Africa | 8.23 | 3.71 | 4.53 | 5.39 | 7.73 | -2.33 | 0.26 | -0.07 | 0.19 | | |
| Hong Kong | 14.34 | 0.00 | 14.34 | 1.23 | 0.00 | 1.23 | 0.18 | 0.00 | 0.18 | | |
| Malaysia | -14.53 | -11.73 | -2.80 | 1.88 | 3.75 | -1.87 | -0.13 | 0.26 | 0.13 | | |
| Russia | -49.99 | -25.51 | -24.48 | 1.84 | 4.44 | -2.59 | -0.74 | 0.86 | 0.12 | | |
| Chile | -11.29 | -10.93 | -0.36 | 0.55 | 1.46 | -0.91 | -0.01 | 0.11 | 0.10 | | |
| Turkey | 0.00 | -4.61 | 4.61 | 0.00 | 1.69 | -1.69 | 0.00 | 0.08 | 0.08 | | |
| Peru | 3.34 | -0.45 | 3.79 | 1.16 | 0.44 | 0.72 | 0.04 | -0.01 | 0.03 | | |
| Indonesia | 7.94 | 6.93 | 1.02 | 1.48 | 2.65 | -1.17 | 0.07 | -0.06 | 0.01 | | |
| Czech Republic | -5.22 | -13.88 | 8.66 | 0.93 | 0.22 | 0.71 | 0.09 | -0.10 | -0.01 | | |
| Qatar | -24.70 | -18.88 | -5.82 | 0.44 | 0.56 | -0.12 | -0.04 | 0.02 | -0.01 | | |
| Pakistan | -9.78 | 0.00 | -9.78 | 0.55 | 0.00 | 0.55 | -0.03 | 0.00 | -0.03 | | |
| Egypt | 2.50 | 20.05 | -17.55 | 0.03 | 0.23 | -0.20 | 0.01 | -0.05 | -0.04 | | |
| Argentina | -11.68 | 0.00 | -11.68 | 0.51 | 0.00 | 0.51 | -0.06 | 0.00 | -0.06 | | |
| Hungary | -2.54 | -9.38 | 6.84 | 0.28 | 0.21 | 0.08 | 0.01 | -0.08 | -0.07 | | |
| Panama | -28.31 | 0.00 | -28.31 | 0.46 | 0.00 | 0.46 | -0.17 | 0.00 | -0.17 | | |
| Taiwan | 13.86 | 12.45 | 1.41 | 8.46 | 12.23 | -3.77 | 0.18 | -0.37 | -0.18 | | |
| Korea | -8.03 | -5.24 | -2.79 | 14.26 | 15.09 | -0.83 | -0.37 | -0.03 | -0.41 | | |
| Mexico | -9.72 | -6.45 | -3.27 | 7.00 | 5.08 | 1.92 | -0.26 | -0.18 | -0.43 | | |
| Other | -12.24 | 0.00 | -12.24 | 2.64 | 0.00 | 2.64 | -0.44 | 0.00 | -0.44 | | |
| Colombia | -32.46 | -38.31 | 5.84 | 2.24 | 0.93 | 1.31 | 0.27 | -0.72 | -0.45 | | |
| Poland | -21.87 | -19.56 | -2.31 | 3.73 | 1.63 | 2.10 | -0.20 | -0.45 | -0.65 | | |
| Austria | -23.26 | 0.00 | -23.26 | 2.27 | 0.00 | 2.27 | -0.67 | 0.00 | -0.67 | | |
| China | 22.58 | 24.00 | -1.42 | 13.74 | 20.04 | -6.30 | -0.14 | -1.37 | -1.51 | | |
| [Cash] | 0.00 | 0.00 | 0.00 | 2.90 | 0.00 | 2.90 | 0.41 | 0.00 | 0.41 | | |
| Total | 0.84 | 0.44 | 0.40 | 100.00 | 100.00 | 0.00 | 0.01 | 0.40 | 0.40 | | |
| +Trading/Hedging/Cash/ITG Impact | -0.52 | 0.00 | -0.52 | | | | | | -0.52 | | |
| =Total Return (Gross) | 0.32 | 0.44 | -0.12 | | | | | | -0.12 | | |
| =Total Return (NAV) | -0.93 | 0.44 | -1.37 | | | | | | | | |

1. Based on Morgan Stanley Investment Management's Emerging Markets Equity Portfolio and the FactSet Application. Countries in which the portfolio held trace positions and/or no positions have been omitted, whereas total attribution figures represent total portfolio data. The total contribution to alpha may not match the portfolio's relative performance as the attribution model is not reflective of intra-day trading and timing considerations. Past performance is not indicative of future results. The information shown is quoted in U.S.\$ and include the reinvestment of dividends and income. While the information contained herein is believed to be reliable, we cannot guarantee its accuracy or completeness. There may be additional risks associated with international investments and emerging markets, involving foreign, economic, political, monetary and or legal factors.

Attribution Summary¹: MSIF Emerging Markets

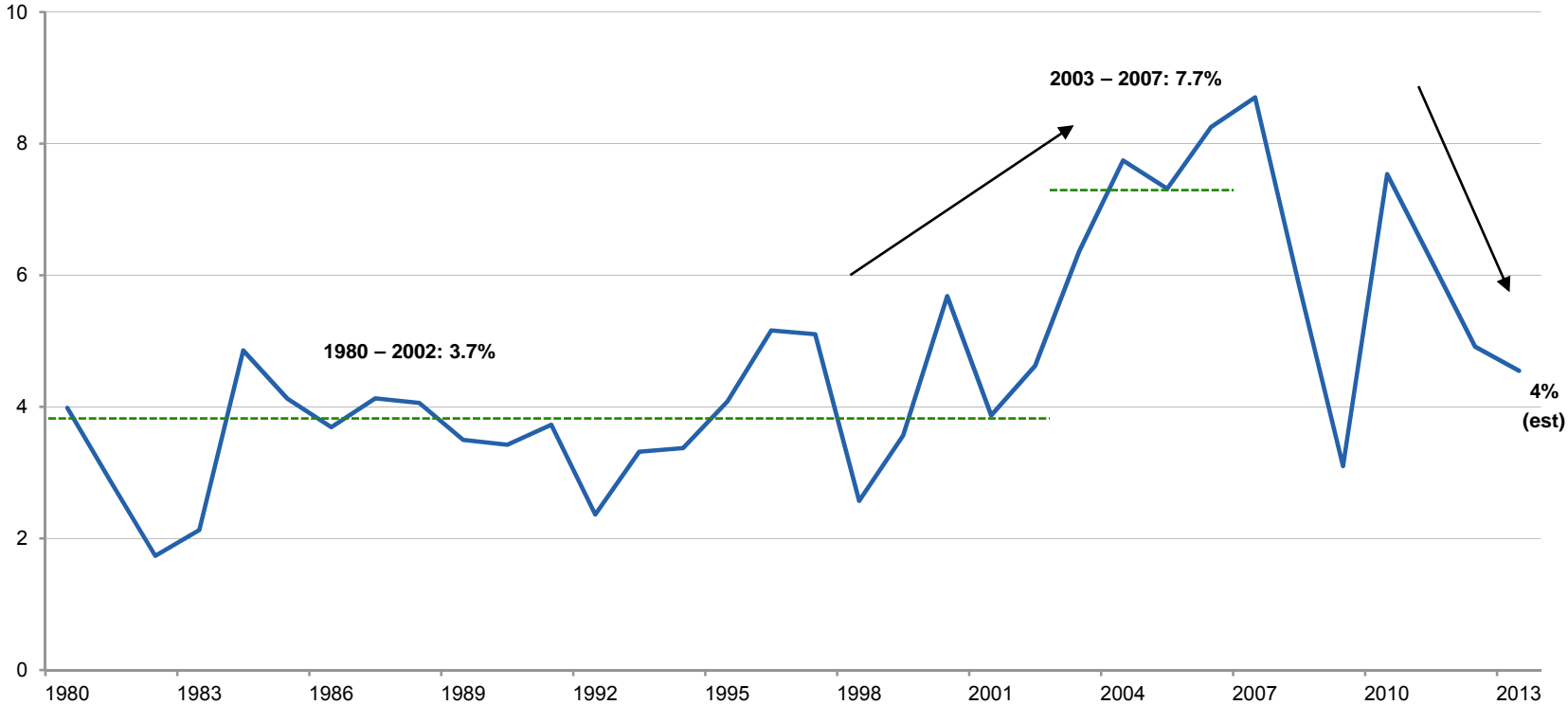
One Year ending March 31, 2015

| Attribution Summary: 3/31/2014 to 3/31/2015 | | | | | | | | | | | |
|---|--------------------|--------|------------|--|---------------|--------|------------|-------------------------|------------|-------|--|
| Sector | Sector Performance | | | | Sector Weight | | | Performance Attribution | | | |
| | Portfolio | Index | Difference | | Portfolio | Index | Difference | Selection | Allocation | Total | |
| Materials | -2.89 | -17.60 | 14.71 | | 4.09 | 8.52 | -4.44 | 0.64 | 0.83 | 1.47 | |
| Consumer Discretionary | 5.31 | -1.33 | 6.64 | | 11.79 | 9.11 | 2.68 | 0.76 | -0.03 | 0.73 | |
| Energy | -21.75 | -21.57 | -0.18 | | 6.32 | 9.65 | -3.33 | -0.01 | 0.49 | 0.48 | |
| Utilities | 76.97 | -3.54 | 80.51 | | 0.22 | 3.47 | -3.25 | 0.14 | 0.13 | 0.26 | |
| Industrials | 1.21 | -1.48 | 2.70 | | 7.79 | 6.58 | 1.21 | 0.20 | -0.03 | 0.17 | |
| Consumer Staples | -1.70 | -1.51 | -0.19 | | 9.50 | 7.89 | 1.60 | 0.02 | -0.02 | 0.00 | |
| Health Care | 6.75 | 25.51 | -18.76 | | 3.34 | 2.04 | 1.30 | -0.47 | 0.20 | -0.27 | |
| Telecommunication Services | -0.61 | 5.80 | -6.41 | | 8.76 | 7.40 | 1.37 | -0.53 | 0.07 | -0.46 | |
| Financials | 2.07 | 5.17 | -3.11 | | 28.90 | 27.91 | 0.99 | -0.87 | 0.10 | -0.77 | |
| Information Technology | 4.40 | 14.67 | -10.28 | | 16.40 | 17.42 | -1.02 | -1.49 | -0.12 | -1.61 | |
| [Cash] | 0.00 | 0.00 | 0.00 | | 2.90 | 0.00 | 2.90 | 0.00 | 0.39 | 0.39 | |
| Total | 0.84 | 0.44 | 0.40 | | 100.00 | 100.00 | 0.00 | -1.61 | 2.01 | 0.40 | |
| +Trading/Hedging/Cash/ITG Impact | -0.52 | 0.00 | -0.52 | | | | | | | -0.52 | |
| =Total Return (Gross) | 0.32 | 0.44 | -0.12 | | | | | | | -0.12 | |
| =Total Return (NAV) | -0.93 | 0.44 | -1.37 | | | | | | | | |

1. Based on Morgan Stanley Investment Management's Emerging Markets Equity Portfolio and the FactSet Application. Countries in which the portfolio held trace positions and/or no positions have been omitted, whereas total attribution figures represent total portfolio data. The total contribution to alpha may not match the portfolio's relative performance as the attribution model is not reflective of intra-day trading and timing considerations. Past performance is not indicative of future results. The information shown is quoted in U.S.\$ and include the reinvestment of dividends and income. While the information contained herein is believed to be reliable, we cannot guarantee its accuracy or completeness. There may be additional risks associated with international investments and emerging markets, involving foreign, economic, political, monetary and or legal factors.

The Era of Effortlessly Fast EM Growth Is Gone

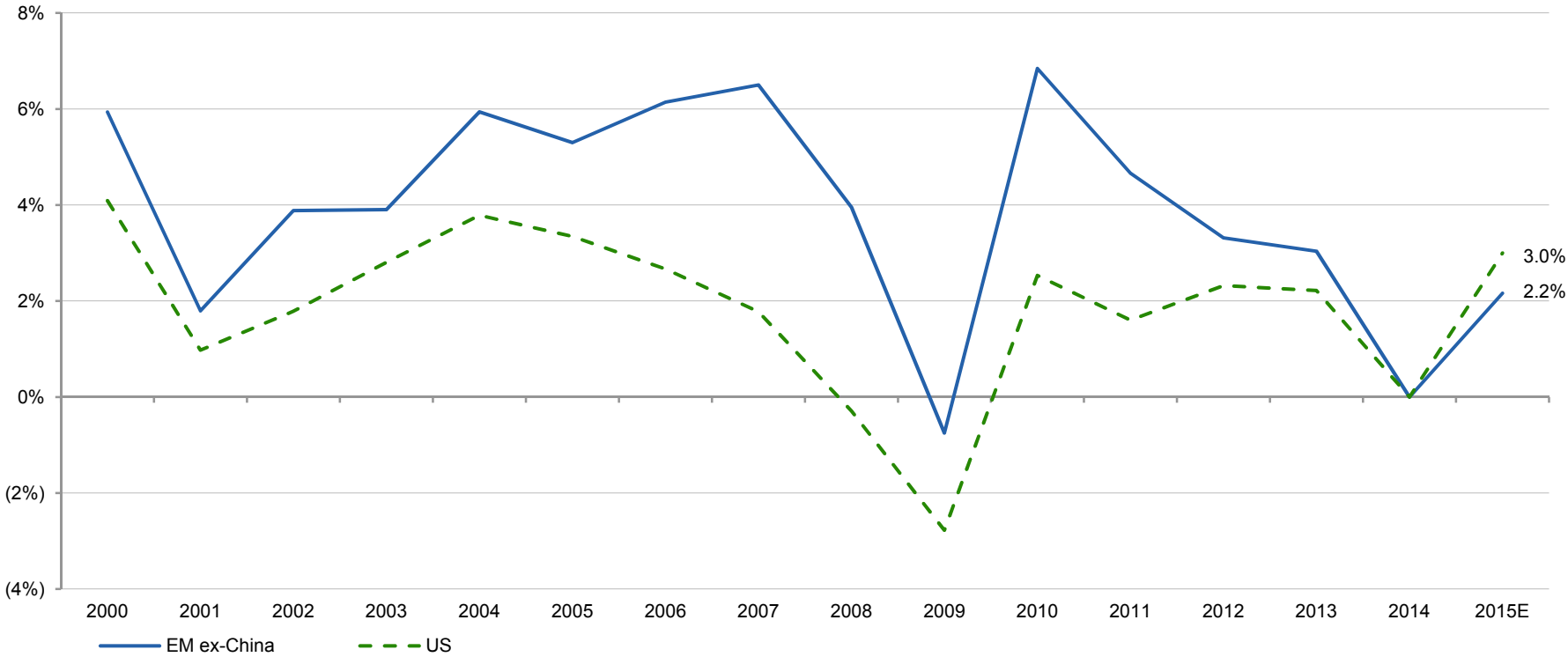
Average Real GDP Growth Rate in EM (%)



Source: MSIM Emerging Markets Research, IMF. Data as of Q1-2015.

In 2015, Many EMs Will Likely Grow Slower Than the United States

Real GDP Growth (%)

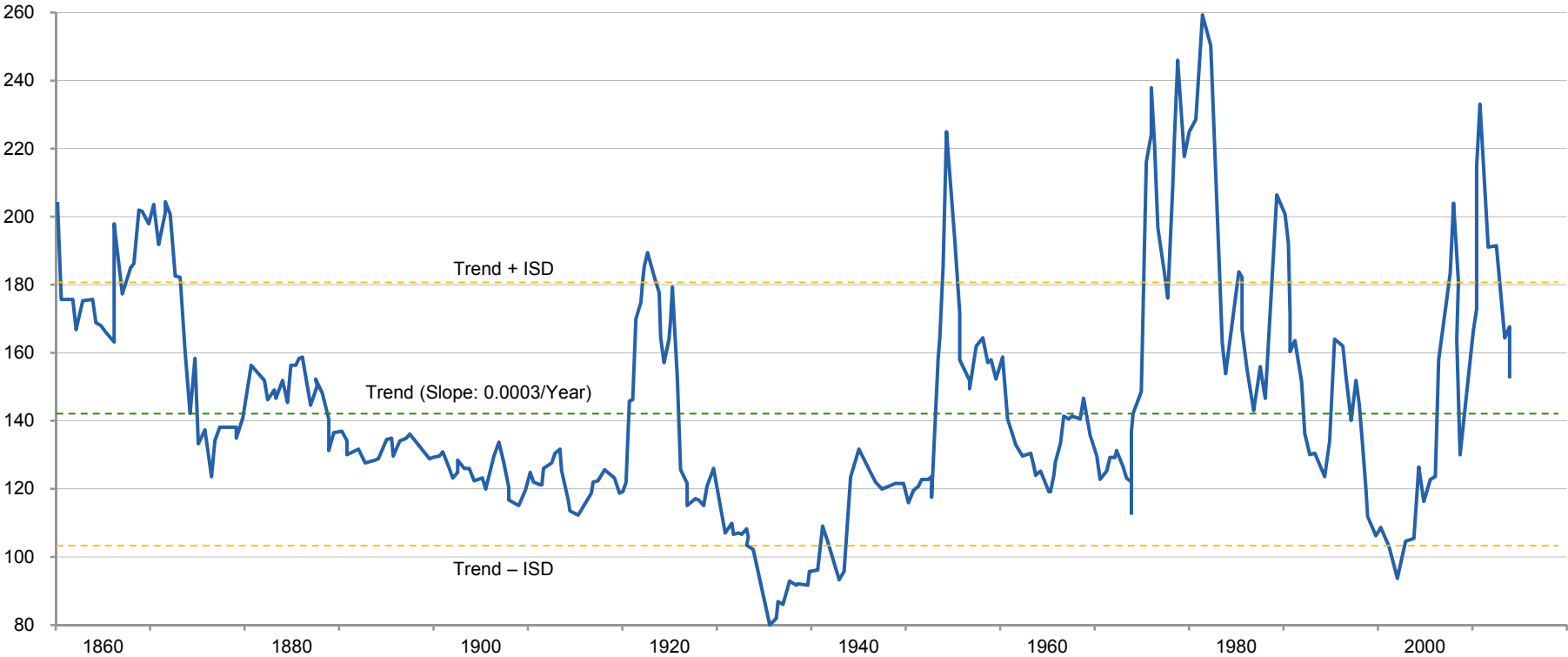


Source: MSIM Emerging Markets Research, Haver. Data as of Q1-2015.

Now, Commodity Prices Are Likely to Stay Low for a Long Time

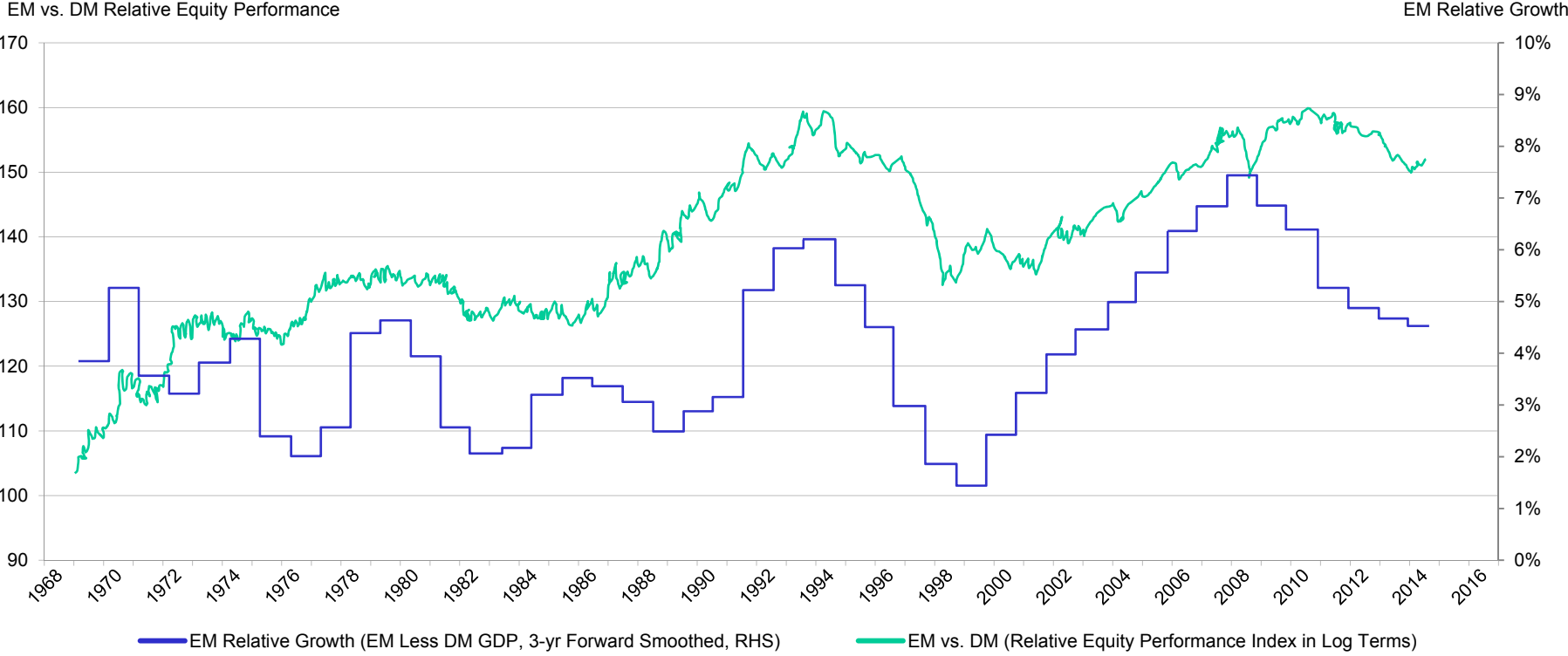
Over the Last 200 Years, Real Commodity Prices Have Been Flat

Real Prices: Economist All-Commodity Index



Source: MSIM GMA. Data as of December 2014.

Relative Growth Differentials Matter for EM Relative Performance



Source: Factset, Haver Analytics, Datastream, Bloomberg, Goldman Sachs Global Investment Research.

Where Growth Differentials Are Increasing and Decreasing

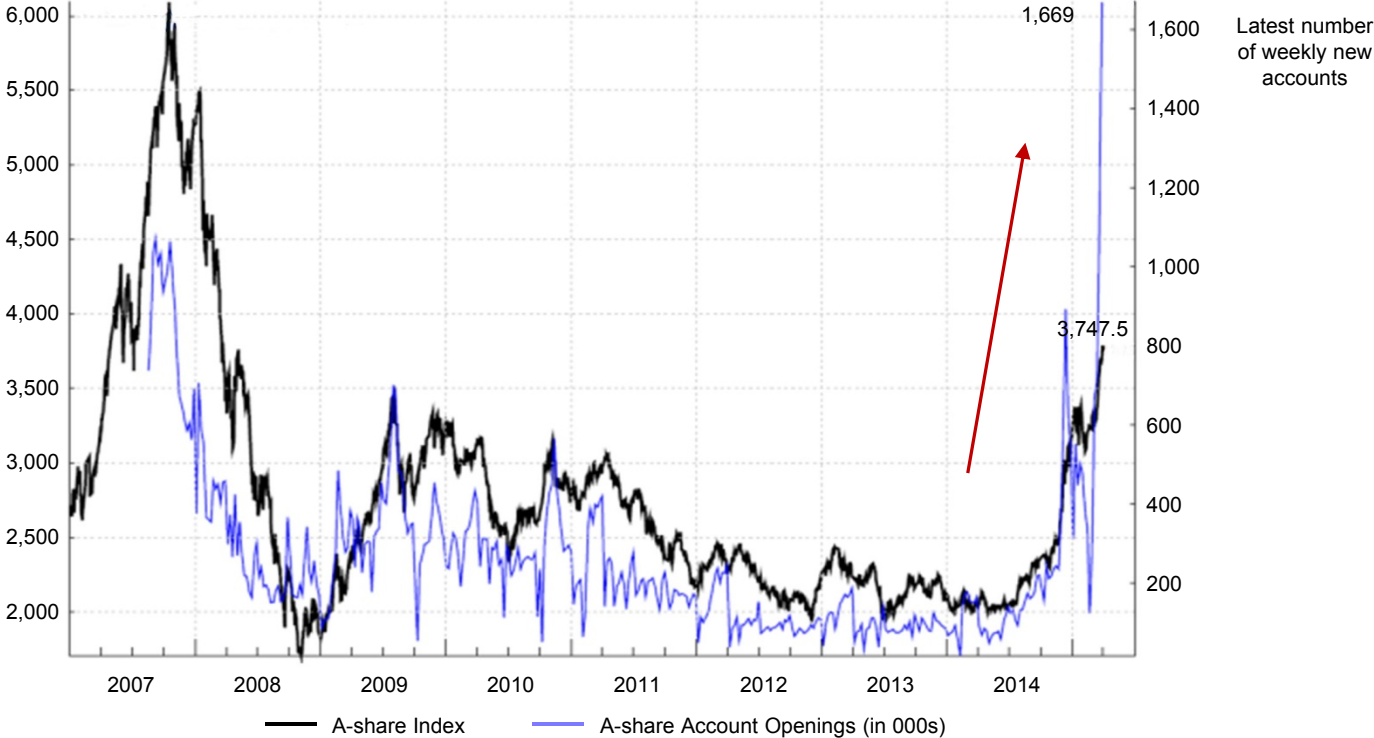


The rally in China

March 2015 new retail account openings tripled MoM at 4.2 million new accounts, highest since October 2007

A-shares vs. Weekly A Share Account Openings (000)

China A-share Performance vs Account Openings
Data through Mar 31, 2015, Mar 27, 2015

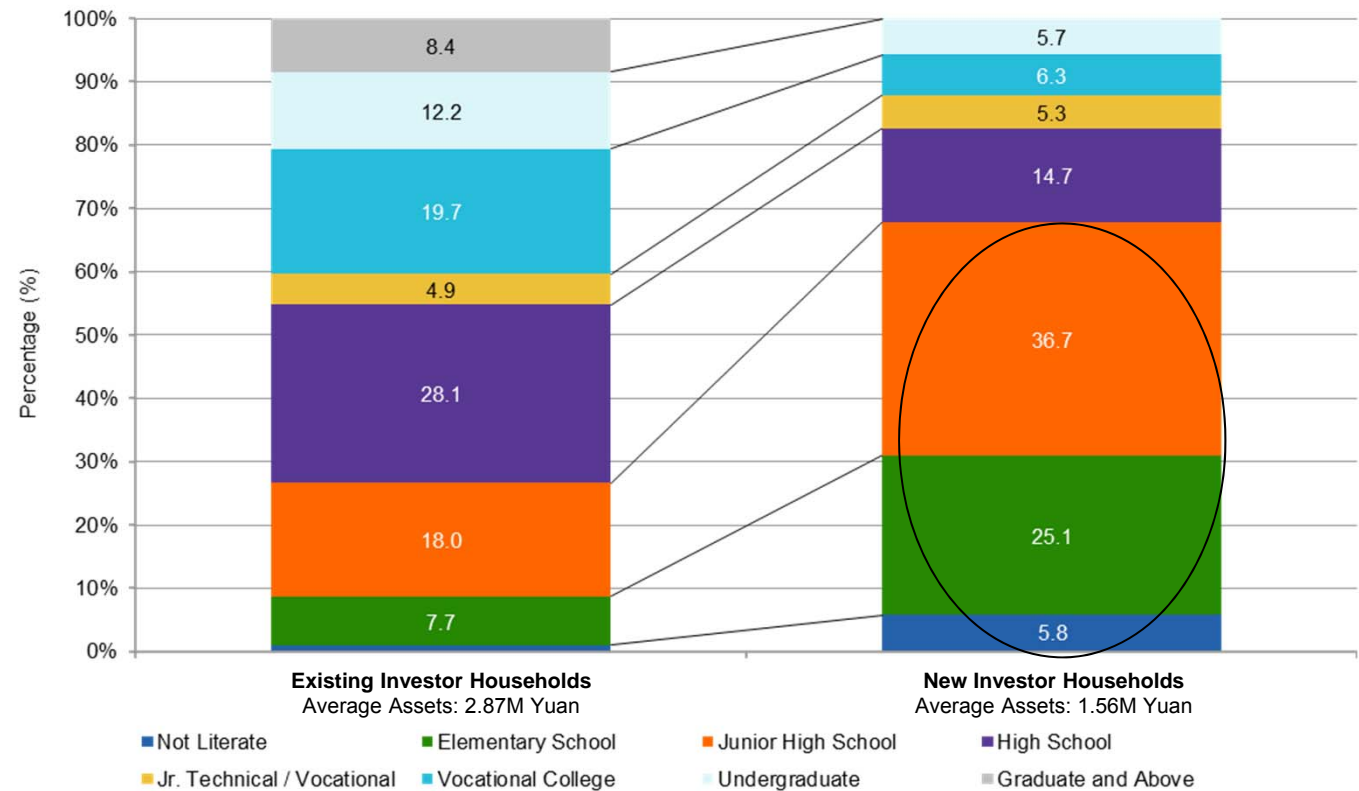


Source: MSCI. Data as of 1Q-2015. Past performance is no guarantee of future results.

More Unqualified Investors Getting in the Game

In the last quarter, the number of new investors hit a five-year high, but two thirds of them lacked even a high school diploma, compared to 25 percent of existing investors

Highest Level of Education Attained



Source: SWUFE China Household Finance Survey. Data as of 1Q-2015. The numbers may not add up to 100% due to rounding.

Economic Indicators Are Weak

Leading Indicator vs. A-shares



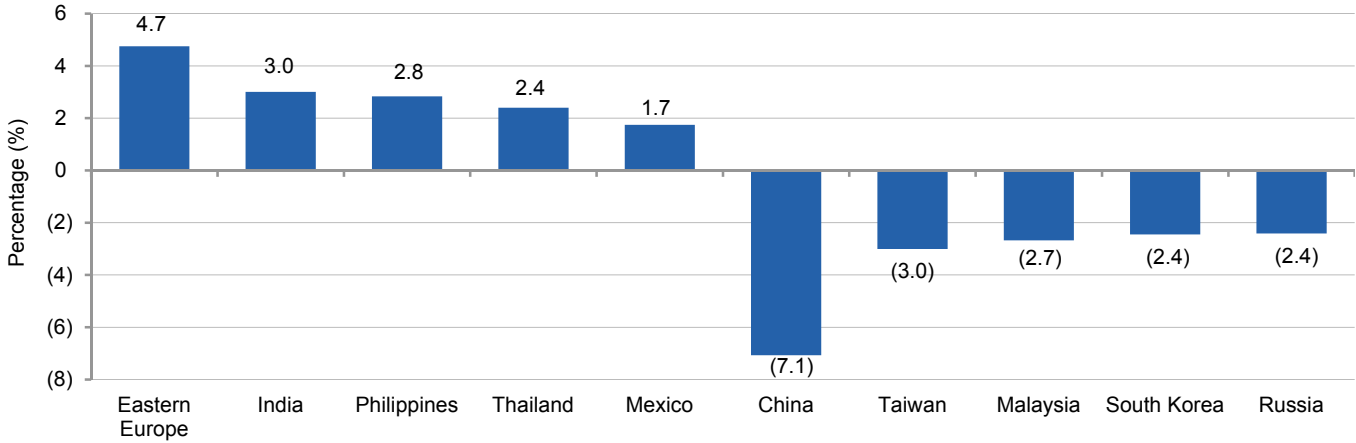
Source: Factset. Data as of 1Q-2015. Past performance is no guarantee of future results.

Relative Country Allocation

MSIF Emerging Markets Portfolio, Class I

Relative Weightings

Data as of March 31, 2015



Absolute Weightings (%)

| | Eastern Europe | India | Philippines | Thailand | Mexico | China | Taiwan | Malaysia | South Korea | Russia |
|--|----------------|-------|-------------|----------|--------|-------|--------|----------|-------------|--------|
| MSIF Emerging Markets Portfolio | 6.7 | 10.5 | 4.2 | 4.8 | 6.4 | 15.7 | 9.8 | 0.9 | 12.5 | 1.3 |
| MSCI EM Net Index | 1.9 | 7.5 | 1.4 | 2.4 | 4.7 | 22.8 | 12.8 | 3.5 | 15.0 | 3.7 |

Source: Morgan Stanley Investment Management

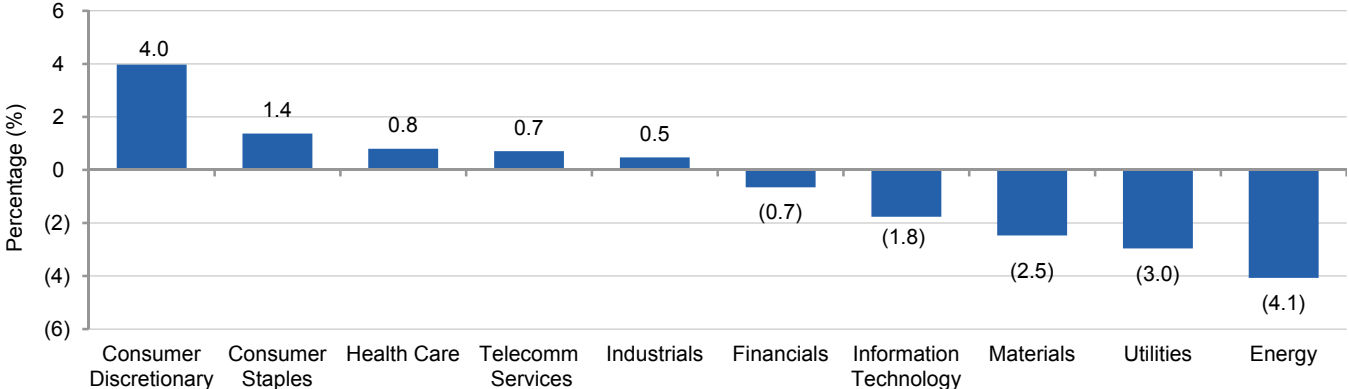
Numbers may not add up to 100% due to rounding. Morgan Stanley Institutional Fund Emerging Markets Portfolio Class I data was generated from Morgan Stanley’s internal accounting records. Portfolio allocation is based on the total market value of the portfolio. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell securities in the countries shown above.

Sector Allocation

MSIF Emerging Markets Portfolio, Class I

Relative Weightings

Data as of March 31, 2015



Absolute Weightings (%)

| | Consumer Discretionary | Consumer Staples | Health Care | Telecomm Services | Industrials | Financials | Information Technology | Materials | Utilities | Energy |
|--|------------------------|------------------|-------------|-------------------|-------------|------------|------------------------|-----------|-----------|--------|
| MSIF Emerging Markets Portfolio | 13.4 | 9.5 | 3.2 | 8.1 | 7.3 | 27.8 | 17.3 | 4.6 | 0.4 | 4.0 |
| MSCI EM Net Index | 9.4 | 8.1 | 2.4 | 7.3 | 6.8 | 28.5 | 19.1 | 7.0 | 3.3 | 8.0 |

Source: Morgan Stanley Investment Management

Numbers may not add up to 100% due to rounding. Morgan Stanley Institutional Fund Emerging Markets Portfolio Class I data was generated from Morgan Stanley’s internal accounting records. Portfolio allocation is based on the total market value of the portfolio. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell securities in the countries shown above.

Active Stock Allocations

MSIF Emerging Markets Portfolio, Class I

| Security | Country | Data as of March 31, 2015 Industry | MSIF Emerging | MSCI | Active |
|-----------------------------|-------------|--|-----------------------------|------------------------|--------------|
| | | | Markets Portfolio (%) | EM Net Index (%) | |
| Overweight | | | | | |
| Bank of China | China | Banks | 2.9 | 1.2 | 1.8 |
| BRF | Brazil | Food Products | 1.9 | 0.3 | 1.6 |
| Samsonite International | Hong Kong | Textiles, Apparel & Luxury Goods | 1.6 | 0.0 | 1.6 |
| Fomento Economico Mexicano | Mexico | Beverages | 1.9 | 0.5 | 1.4 |
| HDFC Bank | India | Banks | 1.4 | 0.0 | 1.4 |
| Erste Group Bank | Austria | Banks | 1.2 | 0.0 | 1.2 |
| Ashok Leyland | India | Machinery | 1.2 | 0.0 | 1.2 |
| Indusind Bank | India | Banks | 1.2 | 0.0 | 1.2 |
| Cemex | Mexico | Construction Materials | 1.4 | 0.3 | 1.1 |
| Maruti Suzuki India | India | Automobiles | 1.1 | 0.0 | 1.1 |
| | | | 15.7 | 2.3 | 13.4 |
| Underweight | | | | | |
| Indust & Comm Bank of China | China | Banks | 0.0 | 1.4 | (1.4) |
| Hon Hai Precision Industry | Taiwan | Electronic Equipment, Instruments & Components | 0.0 | 0.9 | (0.9) |
| Infosys | India | IT Services | 0.0 | 0.8 | (0.8) |
| Samsung Electronics | South Korea | Tech Hardware, Storage & Peripherals | 3.4 | 4.2 | (0.8) |
| Housing Development Finance | India | Thriffs & Mortgage Finance | 0.0 | 0.8 | (0.8) |
| | | | 3.4 | 8.2 | (4.8) |

Source: Morgan Stanley Investment Management

Morgan Stanley Institutional Fund Emerging Markets Portfolio Class I data was generated from Morgan Stanley's internal accounting records. Portfolio allocation is based on the total market value of the portfolio. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the countries and industries shown above.

Section 4

**International Equity
Appendix**

Risk Characteristics

Morgan Stanley International Equity Trust

We are benchmark aware, not benchmark driven

Periods Ending March 31, 2015

The inception date of the Morgan Stanley International Equity Trust is September 30, 1986

| Since Inception | Morgan Stanley International Equity Trust | MSCI EAFE Index |
|--------------------|---|-----------------|
| Annualized Return | 11.78 | 6.18 |
| Standard Deviation | 14.96 | 17.48 |
| Beta | 0.76 | - |
| Information Ratio | 0.71 | - |
| Sharpe Ratio | 0.55 | 0.15 |
| Tracking Error | 7.94 | - |
| 10 Years | | |
| Annualized Return | 5.81 | 4.95 |
| Standard Deviation | 15.82 | 18.17 |
| Beta | 0.85 | - |
| Information Ratio | 0.19 | - |
| Sharpe Ratio | 0.28 | 0.16 |
| Tracking Error | 4.56 | - |
| 5 Years | | |
| Annualized Return | 7.35 | 6.16 |
| Standard Deviation | 15.56 | 16.58 |
| Beta | 0.92 | - |
| Information Ratio | 0.37 | - |
| Sharpe Ratio | 0.47 | 0.37 |
| Tracking Error | 3.23 | - |

Past performance should not be construed as a guarantee of future performance. The Morgan Stanley International Equity Trust investment returns are GROSS of custody as well as investment Management fees, in USD, and include the reinvestment of all dividends and income. If expenses were deducted, returns would have been lower. Investment returns and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Performance returns are compared to those of an unmanaged index and are considered to be a relevant comparison to the portfolio. The comparison index is the MSCI EAFE Index with Net Dividends reinvested.

Portfolio Weighted Average Upside to Fair Value

Morgan Stanley International Equity Trust

Total Average Weighted Upside for week ending March 31, 2015



Source: Morgan Stanley Investment Management
 Data as of March 31, 2015. Subject to change daily. For illustrative purposes only. The weighted average upside for the portfolio based on the fair value estimate for each company weighted by its portfolio weighting. The fair value is what we believe is the stocks potential at a certain point of time. There can be no assurance that the portfolio can or will achieve its estimated fair value. The figures in the chart are derived from taking our estimated fair value of each underlying company and dividing it by the unit price of the stock and then multiplying it by the weight of the stock and then totaling all the results in the portfolio.

1Q 2015 Significant Movements in the Portfolio

Morgan Stanley International Equity Trust

Major Transactions: January 1, 2015 to March 31, 2015¹

| Initial Purchases | Additions | Reductions | Final Sales |
|-------------------|-----------------|-----------------------|---------------------------------------|
| BT Group | Japan Tobacco | BG Group | Indivior (Reckitt Benckiser Spin-off) |
| | GlaxoSmithKline | Continental | Hermes (LVMH Spin-off) |
| | Credit Suisse | Sompo Japan Nipponkoa | |
| | Nestlé | BHP Billiton | |
| | Axa | Toyota | |
| | Weir Group | Imperial Tobacco | |
| | Glencore | Nestlé | |
| | | Novartis | |
| | | Axa | |
| | | Zurich Insurance | |
| | | LVMH | |
| | | Nordea | |
| | | SAP | |
| | | Sekisui House | |
| | | Aggreko | |

Source: Morgan Stanley Investment Management

1. All information is provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned. There is no guarantee that the securities shown, or holdings in general, will perform well. Holdings are subject to change.

1Q 2015 Country Attribution

Morgan Stanley International Equity Trust (%)

Data as of March 31, 2015¹

| | Country Performance | | Country Weightings | | Attribution | | |
|----------------------|---------------------|-------------|--------------------|---------------|-------------|--------------|--------------|
| | Portfolio | Benchmark | Portfolio | Benchmark | Selection | Allocation | Total |
| Switzerland | 6.33 | 4.74 | 14.89 | 9.30 | 0.26 | 0.03 | 0.29 |
| Spain | 0.00 | -0.68 | 0.00 | 3.39 | 0.00 | 0.20 | 0.20 |
| Netherlands | 6.70 | 4.91 | 5.62 | 2.72 | 0.10 | 0.00 | 0.11 |
| Singapore | 0.00 | -1.91 | 0.00 | 1.49 | 0.00 | 0.10 | 0.10 |
| Ireland | 9.98 | 3.60 | 1.05 | 0.34 | 0.06 | -0.01 | 0.05 |
| Sweden | 7.28 | 5.19 | 2.06 | 3.10 | 0.04 | 0.00 | 0.04 |
| Germany | 9.83 | 8.28 | 7.34 | 9.29 | 0.11 | -0.08 | 0.04 |
| France | 5.00 | 4.70 | 9.72 | 9.72 | 0.03 | -0.01 | 0.02 |
| Finland | 0.00 | 2.49 | 0.00 | 0.89 | 0.00 | 0.02 | 0.02 |
| Norway | 0.00 | 2.28 | 0.00 | 0.65 | 0.00 | 0.01 | 0.01 |
| Hong Kong | 13.12 | 6.00 | 0.65 | 3.15 | 0.04 | -0.03 | 0.01 |
| New Zealand | 0.00 | -1.79 | 0.00 | 0.15 | 0.00 | 0.01 | 0.01 |
| Austria | 0.00 | 3.11 | 0.00 | 0.19 | 0.00 | 0.00 | 0.00 |
| Portugal | 0.00 | 7.27 | 0.00 | 0.15 | 0.00 | -0.01 | -0.01 |
| Belgium | 0.00 | 5.95 | 0.00 | 1.32 | 0.00 | -0.02 | -0.02 |
| Israel | 0.00 | 8.95 | 0.00 | 0.57 | 0.00 | -0.02 | -0.02 |
| Canada | 1.36 | 0.00 | 1.62 | 0.00 | 0.00 | -0.05 | -0.05 |
| China | -1.26 | 0.00 | 0.93 | 0.00 | 0.00 | -0.06 | -0.06 |
| Italy | -1.33 | 6.84 | 0.71 | 2.27 | -0.06 | -0.03 | -0.09 |
| Australia | -14.50 | 3.09 | 1.19 | 7.43 | -0.24 | 0.11 | -0.12 |
| Denmark | 0.00 | 15.82 | 0.00 | 1.55 | 0.00 | -0.16 | -0.16 |
| United Kingdom | 0.56 | -0.96 | 32.81 | 20.64 | 0.51 | -0.69 | -0.18 |
| Japan | 9.88 | 10.21 | 18.65 | 21.67 | -0.07 | -0.14 | -0.21 |
| Cash ² | 0.01 | 0.00 | 2.76 | 0.00 | 0.00 | -0.18 | -0.18 |
| Total | 4.67 | 4.88 | 100.00 | 100.00 | 0.79 | -1.00 | -0.21 |
| Other ² | 0.55 | 0.00 | | | | | 0.55 |
| Total Returns | 5.22 | 4.88 | | | | | 0.34 |

Source: Morgan Stanley Investment Management, FactSet

- Portfolio weight is an average for the period from January 1, 2015 through March 31, 2015. Index MSCI EAFE Net. **Past performance is not indicative of future results.** Attribution total return may differ from reported total return due to differing methodologies. Returns are Gross of fees, quoted in USD terms, and include the reinvestment of all dividends and income. Had fees been included, returns would be lower and results may differ. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities in the countries shown above.
- "Other" is the difference between the buy-and-hold attribution and official portfolio returns Gross of Fees. It reflects the Net impact of cash flows and security transactions. Additional contributors can include differences in pricing sources and fair valuation practices between systems used to calculate these returns. In volatile or illiquid markets and for high turnover portfolios, these differences can become increasingly significant. Attribution considers the total return of each security (price appreciation and dividend income). Management Fees and expenses are not considered by the attribution. The 'Cash' line in the attribution includes cash balances as well as other cash instruments.

2014 Country Attribution

Morgan Stanley International Equity Trust (%)

Data as of December 31, 2014¹

| | Country Performance | | Country Weightings | | Attribution | | |
|----------------------|---------------------|--------------|--------------------|---------------|--------------|-------------|--------------|
| | Portfolio | Benchmark | Portfolio | Benchmark | Selection | Allocation | Total |
| Switzerland | 5.26 | -0.15 | 15.63 | 9.10 | 0.77 | 0.32 | 1.09 |
| United Kingdom | -3.24 | -5.33 | 30.47 | 21.41 | 0.57 | -0.02 | 0.55 |
| Netherlands | 0.34 | -3.73 | 5.45 | 2.66 | 0.24 | 0.02 | 0.26 |
| China | 2.96 | 0.00 | 1.47 | 0.00 | 0.00 | 0.15 | 0.15 |
| Norway | 0.00 | -21.74 | 0.00 | 0.82 | 0.00 | 0.14 | 0.14 |
| Germany | -9.65 | -10.42 | 8.14 | 9.16 | 0.08 | 0.05 | 0.13 |
| Ireland | -1.48 | 2.29 | 1.04 | 0.32 | -0.02 | 0.10 | 0.08 |
| Portugal | 0.00 | -38.24 | 0.00 | 0.18 | 0.00 | 0.08 | 0.08 |
| Austria | 0.00 | -29.77 | 0.00 | 0.25 | 0.00 | 0.07 | 0.07 |
| Japan | -4.67 | -3.97 | 17.94 | 20.34 | -0.13 | 0.18 | 0.04 |
| Sweden | -5.73 | -7.55 | 2.33 | 3.13 | 0.02 | 0.02 | 0.04 |
| Spain | 0.00 | -4.65 | 0.00 | 3.57 | 0.00 | 0.00 | 0.00 |
| New Zealand | 0.00 | 7.31 | 0.00 | 0.13 | 0.00 | -0.01 | -0.01 |
| Italy | -22.64 | -9.53 | 1.14 | 2.48 | -0.15 | 0.14 | -0.02 |
| Finland | 0.00 | -0.71 | 0.00 | 0.89 | 0.00 | -0.04 | -0.04 |
| Singapore | 0.00 | 3.03 | 0.00 | 1.48 | 0.00 | -0.11 | -0.11 |
| Belgium | 0.00 | 4.12 | 0.00 | 1.22 | 0.00 | -0.11 | -0.11 |
| Israel | 0.00 | 22.77 | 0.00 | 0.53 | 0.00 | -0.12 | -0.12 |
| Denmark | 0.00 | 6.04 | 0.00 | 1.43 | 0.00 | -0.13 | -0.13 |
| Hong Kong | 12.15 | 5.03 | 0.56 | 2.93 | 0.04 | -0.22 | -0.17 |
| Canada | -30.06 | 0.00 | 1.44 | 0.00 | 0.00 | -0.44 | -0.44 |
| France | -17.84 | -9.93 | 9.58 | 10.00 | -0.81 | 0.05 | -0.76 |
| Australia | -45.60 | -3.61 | 1.94 | 7.70 | -0.96 | -0.09 | -1.06 |
| Cash ² | 0.03 | 0.00 | 2.87 | 0.00 | 0.00 | 0.78 | 0.78 |
| Total | -4.47 | -4.91 | 100.00 | 100.00 | -0.36 | 0.81 | 0.45 |
| Other ² | -0.66 | 0.01 | | | | | -0.67 |
| Total Returns | -5.13 | -4.90 | | | | | -0.23 |

Source: Morgan Stanley Investment Management, FactSet

1. Portfolio weight is an average for the period from January 1, 2014 through December 31, 2014. Index MSCI EAFE Net. **Past performance is not indicative of future results.** Attribution total return may differ from reported total return due to differing methodologies. Returns are Gross of fees, quoted in USD terms, and include the reinvestment of all dividends and income. Had fees been included, returns would be lower and results may differ. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities in the countries shown above.

2. "Other" is the difference between the buy-and-hold attribution and official portfolio returns Gross of Fees. It reflects the Net impact of cash flows and security transactions. Additional contributors can include differences in pricing sources and fair valuation practices between systems used to calculate these returns. In volatile or illiquid markets and for high turnover portfolios, these differences can become increasingly significant. Attribution considers the total return of each security (price appreciation and dividend income). Management Fees and expenses are not considered by the attribution. The 'Cash' line in the attribution includes cash balances as well as other cash instruments.

International Equity: Long Term Sector Attribution

Morgan Stanley International Equity Trust – U.S.\$

Cumulative Returns for January 1, 1999 – December 31, 2014¹

- Stock selection has accounted for 78% of the strategy's long term performance

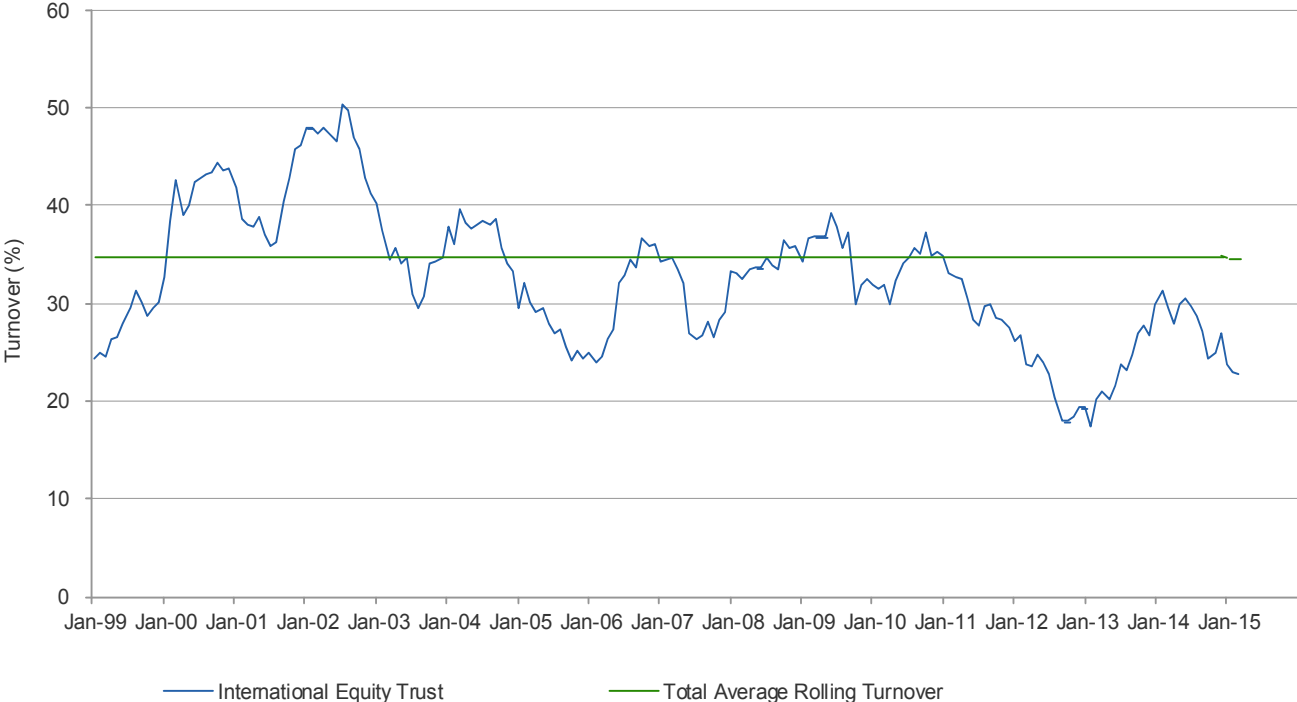
| | Sector Performance | | Average Sector Weightings | | Performance Attribution | | |
|------------------------|--------------------|--------------|---------------------------|---------------|-------------------------|----------------|---------------|
| | Portfolio (%) | Index (%) | Portfolio (%) | Index (%) | Selection (%) | Allocation (%) | Total (%) |
| Consumer Staples | 472.35 | 188.58 | 20.02 | 9.01 | 29.10 | 11.52 | 40.62 |
| Information Technology | 245.25 | 3.41 | 5.82 | 6.16 | 17.89 | 0.68 | 18.57 |
| Financials | 62.46 | 34.96 | 16.37 | 25.40 | 13.18 | 3.30 | 16.48 |
| Health Care | 338.03 | 150.16 | 8.90 | 8.81 | 11.96 | 3.03 | 14.99 |
| Materials | 310.78 | 216.21 | 8.43 | 7.88 | 7.16 | 5.88 | 13.04 |
| Consumer Discretionary | 185.89 | 99.58 | 8.72 | 11.97 | 9.02 | 2.44 | 11.45 |
| Industrials | 224.03 | 140.18 | 8.37 | 11.00 | 8.77 | 1.56 | 10.33 |
| Telecom Services | 70.17 | 36.77 | 7.57 | 7.09 | 5.19 | 0.21 | 5.39 |
| Utilities | 138.77 | 82.36 | 4.45 | 4.97 | 1.86 | 3.01 | 4.87 |
| Energy | 137.15 | 128.88 | 7.96 | 7.71 | 2.35 | 1.47 | 3.82 |
| Cash ² | 25.38 | - | 3.39 | - | - | -3.71 | -3.71 |
| Currency Forwards | -2.43 | - | -0.00 | - | - | 0.89 | 0.89 |
| Total | 220.68 | 83.94 | 100.00 | 100.00 | 106.47 | 30.27 | 136.74 |
| Other ² | -4.81 | 1.09 | - | - | - | - | -5.90 |
| Total Returns | 215.87 | 85.03 | - | - | - | - | 130.84 |

Source: Morgan Stanley Investment Management and FactSet

1. Portfolio weight is an average for the period January 1, 1999 through December 31, 2014. Index MSCI EAFE Net Index. **Past performance is not indicative of future results.** Attribution total return may differ from reported total return due to differing methodologies. Returns are Gross of fees, quoted in USD terms, and include the reinvestment of all dividends and income. Had fees been included, returns would be lower and results may differ. Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities in the sectors shown above.
2. Other² is the difference between the buy-and-hold attribution and official portfolio returns Gross of Fees. It reflects the Net impact of cash flows and security transactions. Additional contributors can include differences in pricing sources and fair valuation practices between systems used to calculate these returns. In volatile or illiquid markets and for high turnover portfolios, these differences can become increasingly significant. Attribution considers the total return of each security (price appreciation and dividend income). Management Fees and expenses are not considered by the attribution. The 'Cash' line in the attribution includes cash balances as well as other cash instruments and derivatives (e.g., currency forwards) that can be held by the portfolio for hedging purposes.

12 Month Rolling Turnover

Morgan Stanley International Equity Trust



Source: Morgan Stanley Investment Management
 Data from January 1, 1999 to March 31, 2015. **Past Performance is not indicative of future results.** Subject to change daily. Provided for informational purposes only. Turnover calculated as: (Total of the lesser of buys or sales over 12 month period / Averaged market values over period) x 100.

Portfolio Management Team

William Lock

Managing Director

william.lock@morganstanley.com

William is a portfolio manager and head of the London-based International Equity team. He joined Morgan Stanley in 1994 and has 23 years of investment experience. Prior to joining the firm, he worked at Credit Suisse First Boston’s Corporate Finance Group, and was a management consultant with Arthur D. Little. William received a B.A. in modern history from Keble College, Oxford.

Christian Derold

Managing Director

christian.derold@morganstanley.com

Christian is a portfolio manager for the London-based International Equity team. He joined Morgan Stanley in 2006 and has 23 years of investment experience. Prior to joining the firm, Christian was director of research at Millgate Capital, a long short equity hedge fund. Prior to this, he worked at the State of Wisconsin Investment Board where he managed the Board’s international equity portfolio. Christian received an M.A. in business administration from the University of Economics and Business Administration in Vienna, Austria.

Bruno Paulson

Managing Director

bruno.paulson@morganstanley.com

Bruno is a portfolio manager for the London-based International Equity team. He joined Morgan Stanley in 2009. Prior to joining the firm, Bruno worked for Sanford Bernstein in London, where he was a Senior Analyst covering the financial sector, particularly banks and insurers, for eight years. Previously, he was a manager at the Boston Consulting Group where he focused on the financial services industry. Bruno has an MBA from INSEAD where he received the Ford Prize for graduating top of class. He was also a Research Fellow in Political Economy at Nuffield College, Oxford, and received a B.A. in Politics, Philosophy and Economics with 1st Class Honors from Keble College, Oxford.

Team members may change from time to time.

Portfolio Management Team

Vladimir Demine, CFA

Executive Director

vladimir.demine@morganstanley.com

Vladimir is a portfolio manager for the London-based International Equity team. He joined Morgan Stanley in 2009 and has 13 years of investment management experience. Prior to joining the firm, Vladimir worked for UBS Global Asset Management in London, where he was an analyst responsible for stock selection of consumer staples holdings in key client mandates. Vladimir received an M.Sc. in investment management with Distinction from City University (CASS) Business School and a Master’s in finance with Distinction from St Petersburg State University of Economics and Finance.

Dirk Hoffmann-Becking

Executive Director

dirk.hoffmann-becking@morganstanley.com

Dirk is a portfolio manager for the London-based International Equity team. He joined Morgan Stanley in 2013 and has 17 years of investment experience. Prior to joining the firm, Dirk worked for Société Générale as Global Head of Bank Sector Research. Previously, was a senior research analyst covering European Banks at Sanford Bernstein. Prior to that, Dirk spent five years as a consultant for McKinsey & Company and three years as a strategy manager at ABN Amro. Dirk has a Ph.D. in Law (magna cum laude) from Christian Albrechts University of Kiel, Germany and trained and worked as a lawyer at Freshfields Bruckhaus Deringer.

Marcus Watson

Vice President

marcus.watson@morganstanley.com

Marcus is a portfolio manager for the London-based International Equity team. He joined Morgan Stanley in 2008. He received a B.Sc in psychology from the University of Newcastle Upon Tyne.

Alex Gabriele, CFA

Vice President

alexander.gabriele@morganstanley.com

Alex is a member of the London-based International Equity team and joined Morgan Stanley in 2012. He has 6 years of investment experience from a London based hedge fund. Previously, Alex was responsible for stock selection across the cyclical universe, predominantly in Asia ex-Japan. Alex holds a B.A in Natural Sciences from Trinity College, Cambridge.

Team members may change from time to time.

Portfolio Specialist Team

Catherine M. Colecchi

Managing Director

catherine.colecchi@morganstanley.com
Catherine is a portfolio specialist for the International Equity and Global Franchise products managed from London and works with clients based in the Americas. She joined Morgan Stanley in 1983 and MSIM in 1997, and has 19 years of investment experience. Previously she was a foreign exchange trader with assignments in Morgan Stanley's New York and London offices. Catherine received a BA from Vassar College and is a member of Phi Beta Kappa.

Nancy Jean Norton

Executive Director

nancy.norton@morganstanley.com
Nancy is a portfolio specialist for the International Equity products managed from London and works with North American-based clients. She re-joined Morgan Stanley Investment Management in 2011 and has 32 years of institutional investment experience. Prior to re-joining the firm, she was a Senior Vice President and Senior Relationship Manager at Cohen & Steers Capital Management, Director and Senior Relationship Manager at Deutsche Asset Management, Vice President and Principal Manager of Fiduciary Services at J.P. Morgan Asset Management. At MSIM, Nancy was Vice President in the Fiduciary Advisory Group. Nancy received a BA from St. John's University.

Sean McDermott

Vice President

sean.mcdermott1@morganstanley.com
Sean is a portfolio specialist for the International Equity products managed from London and works with North American-based clients. He joined Morgan Stanley in 2012 and has 11 years of investment experience. Prior to joining the firm, Sean was a Vice President and Relationship Manager at Cohen & Steers Capital Management. Previously, he was a client service and sales associate at Robeco Investment Management and a legal assistant at Office of the Corporation Counsel. Sean received a B.A. from the College of the Holy Cross.

Team members may change from time to time.

Section 5

Emerging Markets Equity Portfolio
Appendix

Emerging Markets Equity Team

Gaite Ali

Managing Director



gaite.ali@morganstanley.com
Gaite is co-lead portfolio manager for the Latin America portfolios on the Global Emerging Markets Equity team. She joined Morgan Stanley in 2007 and has 21 years of investment experience. Prior to joining the firm, Gaite was a portfolio manager at AllianceBernstein, London. Gaite received an M.B.A. in finance and an M.A. in international affairs from Columbia University, and a B.A. in history from Vassar College.

Eric Carlson

Managing Director



eric.carlson@morganstanley.com
Eric is a co-lead portfolio manager focusing on Europe, the Middle East and Africa, and thematic research, on the Global Emerging Markets Equity team. He joined Morgan Stanley in 1997 and has 20 years of investment experience. Prior to joining the firm, Eric worked as a telecommunications analyst at Neuberger Berman. Eric received a B.A. magna cum laude in social studies from Harvard University and a J.D. from Harvard Law School.

Jim Carroll

Executive Director



jim.carroll@morganstanley.com
Jim is the Head of the Singapore Trading team for the Global Emerging Markets Team. He joined Morgan Stanley in 2014 and has 16 years of investment experience. Prior to joining the firm, James was a senior trader at Asian Century Quest overseeing the night trading activities. In this role, he had both management and trading responsibilities across equities, futures, options, swaps and foreign exchange throughout the Asian markets. Previously, James held positions as both a retail and institutional Equity Sales Trader with Citigroup. James received a B.A. in business administration in finance from Hofstra University..

Gary Cheung, CFA

Executive Director



gary.cheung@morganstanley.com
Gary is a member of the Global Emerging Markets Equity team, focusing on China & China A shares for our Asian Equity strategies. He joined Morgan Stanley in 2008 and has 13 years of investment experience. Prior to joining the firm, Gary was a macro equity analyst at Tudor Investment. Previously, he was an investment banking analyst at Credit Suisse focusing on corporate financial strategies. Gary received a B.S. summa cum laude in industrial and management engineering from Rensselaer Polytechnic Institute, and an M.S. in financial engineering from Columbia University. He holds the Chartered Financial Analyst designation.

Team members may change without notice from time to time.

Emerging Markets Equity Team

David Chi

Vice President



david.chi@morganstanley.com
David is a trader for the Global Emerging Markets Equity team, focusing on Latin America. He joined Morgan Stanley in 2005 and has 21 years of industry experience. Prior to joining the firm, David worked as an investor services officer at Fiduciary Trust International, servicing institutional clients on custody services. Previously, he worked for Warburg Pincus Asset Management (later becoming Credit Suisse Asset Management) in various roles within operations. David received a B.S. in business administration from SUNY Buffalo.

Jorge Chirino

Vice President



jorge.chirino@morganstanley.com
Jorge is an analyst on the Global Emerging Markets Equity team. He joined Morgan Stanley in 2007 and has 11 years of investment experience. Prior to this role, Jorge was an equity research analyst focused on Latin America Financial Institutions. Previously, he was research analyst in the long/short equity group at Aksia and assistant vice-president investments in the asset management division of BBVA Compass Investment Solutions. Jorge received a B.A. in economics from Instituto Tecnológico Autonomo De Mexico (ITAM) and an M.B.A in finance from Columbia Business School.

Sherri Cohen

Managing Director



sherri.cohen@morganstanley.com
Sherri is the global trading coordinator for Morgan Stanley Investment Management. She joined Morgan Stanley in 1998 and has 27 years of investment experience. Prior to her current role, Sherri has managed the firm’s Global Equity Programs, Foreign Exchange and Derivative Trading team as well as the Global Emerging Markets Trading team. Prior to joining the firm, Sherri was head trader at Société Générale Asset Management. Previously, Sherri held various roles at General Electric Investments; including Far East trader, index fund manager and financial analyst. Additionally, she had investment experience as an investment market analyst at CIGNA Investments and a senior portfolio accountant at State Street Bank. Sherri received a B.A. in quantitative economics from Tufts University and an M.B.A. in finance and international business from the University of Connecticut.

Jennifer Delaney, CFA

Vice President



jennifer.delaney@morganstanley.com
Jennifer is a portfolio specialist on the Global Emerging Markets Equity team. She joined Morgan Stanley in 2013 and has 12 years of investment experience. Prior to joining the firm, Jennifer worked at UBS in New York, London and Mexico City writing macro strategy research across both developed and emerging market equities. She received an honors degree in economics from Cambridge University and holds the Chartered Financial Analyst designation.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Tim Drinkall

Managing Director



timothy.drinkall@morganstanley.com

Tim is the lead portfolio manager for the Frontier Emerging Markets strategy, on the Global Emerging Markets Equity team. He joined Morgan Stanley in 2007 and has 21 years of investment experience. Prior to joining the firm, Tim was a fund manager at Gustavia Capital where he was responsible for two funds investing in Emerging Europe. He has been working with Emerging Markets since 1992; Tim began his investment banking career with Creditanstalt Securities as an analyst based in Budapest, Hungary and was later promoted to head of Polish equity research in Warsaw, Poland. In 1997 he joined Deutsche Bank in London as director and head of Emerging Europe equity research. Tim received a B.A. in finance from Indiana University and an M.B.A. in international business from George Washington University.

Ryan Egan

Executive Director



ryan.egan@morganstanley.com

Ryan is a trader for the Global Emerging Markets Equity team focusing on Europe, the Middle East and Africa, and Frontier Emerging Markets. He joined Morgan Stanley in 2005 and has 11 years of industry experience. Previously, Ryan was a trader on Investment Management's U.S. Small Cap Equity team. He received a B.A. in economics and management from Gettysburg College.

Vishal Gupta

Vice President



vishal.gupta1@morganstanley.com

Vishal is an analyst on the Global Emerging Markets Equity team, focusing on the Emerging Markets Leaders strategy, based in Singapore. He joined Morgan Stanley in 2014 and has 11 years of investment experience. Prior to joining the firm, Vishal worked at Sansar Capital as a research analyst covering Asian equities. Previously, he was an analyst covering the India oil & gas and retail sectors at Brics Securities in Mumbai. Vishal received his Bachelor's degree in Mechanical Engineering from Thapar University and an M.B.A. from the Indian Institute of Management, Ahmedabad.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Amay Hattangadi, CFA

Executive Director



amay.hattangadi@morganstanley.com

Amay is a co-lead portfolio advisor, focusing on India, based in Mumbai. He joined Morgan Stanley in 1997 and has 18 years of investment experience. Previously, he was a portfolio administrator. Amay received a Bachelor of Commerce degree from the University of Mumbai. He is an Associate Member of the Institute of Chartered Accountants of India. He holds the Chartered Financial Analyst designation.

Pierre Horvilleur

Vice President



pierre.horvilleur@morganstanley.com

Pierre is the dedicated research analyst for the Frontier Emerging Markets strategy on the Global Emerging Markets Equity team. He re-joined Morgan Stanley in 2013 and has 12 years of investment experience. Prior to joining the firm, Pierre was a fundamental research analyst in emerging and international equity markets, focusing on industrials, at William Blair Investment Management. Previously, he was an emerging markets equities summer research analyst at Van Eck Global Investments. Prior to going to business school, Pierre worked at both ING financial and at Morgan Stanley in Emerging Markets Equity sales. Pierre received an MBA from the Kellogg School of Management at Northwestern University and a B.S. in finance and marketing from the University of Florida.

Chelsea Hua

Senior Associate



chelsea.hua@morganstanley.com

Chelsea is a research analyst on the Global Emerging Markets Equity team, focusing on China and Hong Kong. She joined Morgan Stanley in 2013 and has ten years of investment experience. Prior to joining the firm, Chelsea was a research analyst at ChinaRock Capital Management, a multi-strategy hedge fund for long/short China/Hong Kong equity. Previously, she worked for BNP Paribas and Citigroup where she was responsible for valuation, financial analysis and execution in a broad range of transactions. Chelsea received a B.A. in computer science (graduated Phi Beta Kappa) from Mount Holyoke College and an M.S. in computer science from Stanford University.

Jitania Kandhari

Executive Director



jitania.kandhari@morganstanley.com

Jitania is head of macroeconomic research on the Global Emerging Markets Equity team, focusing on global analytics, country and thematic research. She joined Morgan Stanley in 2006 and has 17 years of investment experience. Prior to joining the firm, Jitania was an emerging markets consultant at GMO. Previously, she was an associate vice president in private banking at ABN Amro, an associate vice president in securities broking and investment banking at Kotak Securities and a manager at First Global Securities. Jitania received a B.Com. in advanced financial and management accounting and an M.M.S in finance, both from the University of Bombay.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Jason Kang

Executive Director



jason.kang@morganstanley.com

Jason is a research analyst focusing on South Korea and Taiwan for our Asian Equity strategies, based in Singapore. He re-joined Morgan Stanley in 2011 and has 14 years of investment experience. Prior to joining the firm, Jason worked at Goldman Sachs on their institutional sales team in Korea. Previously, he spent six years as an analyst covering the Korean auto and shipbuilding sectors at Morgan Stanley Equity Research. Jason received a B.S. in accounting and finance from Washington University in St. Louis, Olin School of Business.

Swanand Kelkar

Executive Director



swanand.kelkar@morganstanley.com

Swanand is a portfolio advisor and analyst on the Global Emerging Markets Equity team, focusing on India, based in Mumbai. He joined Morgan Stanley in 2007 and has 11 years of investment experience. Prior to joining the firm, Swanand worked in the equity investment department at HSBC Asset Management. Swanand received his Bachelors degree in commerce from the University of Mumbai and an M.B.A. from the Indian Institute of Management, Ahmedabad. He is also an associate member of the Institute of Chartered Accountants of India.

David Kim

Vice President



david.kim3@morganstanley.com

David is a trader on the Global Emerging Markets Equity team. He joined Morgan Stanley in 2014 and has ten years of industry experience. Prior to joining the firm, David worked at BNP Korea and BNP New York, where he was a sales trader. David received a B.A. degree in political science and economics from the University of Rochester.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Edward Kuczma

Vice President



edward.kuczma@morganstanley.com

Edward is a senior analyst on the Global Emerging Markets Equity team focusing on Latin America. He joined Morgan Stanley in 2013 and has 12 years of investment experience. Prior to joining the firm, Edward was a global emerging markets investment analyst at Van Eck Global covering both Latin America and EMEA equities. Edward received a B.S. in finance from Georgetown University and holds the Chartered Financial Analyst designation.

Stella Liao

Senior Associate



stella.liao@morganstanley.com

Stella is a member of the Singapore trading team for the Emerging Markets Equity team (focusing on Asia) and the Asian Real Estate team. She joined Morgan Stanley in 2007 and has eight years of industry experience. Prior to joining the firm, Stella worked as a senior fund accountant at State Street Bank. Stella holds a Bachelor of Accountancy from the Nanyang Technological University in Singapore.

Wei-Ling Liew

Executive Director



wei-ling.liew@morganstanley.com

Wei-Ling is a portfolio specialist for the Asian Equity strategies, based in Singapore. She joined Morgan Stanley in 1996 and has 17 years of investment experience. Prior to this role, Wei-Ling worked in the firm's Global Portfolio Analysis and Research and Operations departments. She received a B.B.A. in finance from the National University of Singapore.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Lynn Lim

Vice President



lynn.lim@morganstanley.com

Lynn is a trader for the Emerging Markets Equity team, focusing on Asia. She joined Morgan Stanley in 2003 and has nine years of relevant industry experience. Prior to joining the firm, Lynn worked at JPMorgan. She holds a Bachelor of Business Administration from the University of South Australia.

Victoria Lim, CFA

Vice President



victoria.lim@morganstanley.com

Victoria is a research analyst on the Global Emerging Markets Equity team, focusing on the ASEAN & Australia markets. She joined Morgan Stanley in 2011 and has 14 years of investment experience. Prior to joining the firm, Victoria worked at Templeton Asset Management as a research analyst covering global equities. Previously, she was a project manager at UBS Wealth Management. Victoria received a B.S. in economics (first class honours) from London School of Economics & Political Science (LSE) and an M.A. in international policy studies from Stanford University. She holds the Chartered Financial Analyst designation.

Munib Madni, CFA

Managing Director



munib.madni@morganstanley.com

Munib is co-lead portfolio manager for the Asian Equity ex-Japan portfolios on the Global Emerging Markets Equity team, based in Singapore. He joined Morgan Stanley in 2005 and has 21 years of investment experience. Prior to joining the firm, Munib was associate director of Australian equities at Aberdeen Asset Management. Previously, he was a portfolio manager covering Australian equities at Equitilink Investment Management. Munib received a Bachelor of Business with Honors and Bachelor of Laws from the University of Technology in Sydney. He holds the Chartered Financial Analyst designation.

Amy Oldenburg

Executive Director



amy.oldenburg@morganstanley.com

Amy is a portfolio specialist and the chief operating officer of the Global Emerging Markets Equity team. She joined Morgan Stanley in 2001 and has 14 years of investment experience. Prior to this role, Amy was a trader on the Emerging Markets Equity team, focusing on program and foreign exchange trading. Previously, she was an analyst with the Product Development Group within Morgan Stanley Investment Management and started her career with the Emerging Markets Equity Portfolio Manager Reporting team. Amy received a B.A. in business administration with a concentration in finance from Fordham University.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Gauri Pande, CFA

Executive Director



gauri.pande@morganstanley.com

Gauri is a trader for the Domestic India Equity Funds and trade execution support for the Global Emerging Markets team, focusing on India and Europe, the Middle East and Africa. She joined Morgan Stanley in 2004 and has 13 years of industry experience. Prior to joining the firm, Gauri was an assistant manager at IDBI Capital Market Services. Gauri received a B.Comm. from the University of Pune in India. She holds the Chartered Accountant designation from the Institute of Chartered Accountants of India and the Chartered Financial Analyst designation.

Charu Pandya

Vice President

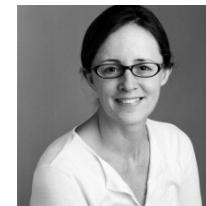


charu.pandya@morganstanley.com

Charu is a trader for Domestic India Equity Funds and trade execution support for the Global Emerging Markets Equity team, focusing on India. She joined Morgan Stanley in 2006 and has 14 years of industry experience. Prior to joining the firm, Charu was a senior equity sales trader at Enam Securities India Pvt. Ltd and Batilivala & Karani Securities India Pvt. Ltd. Charu received a bachelor of commerce from the University of Mumbai, India.

Ana Cristina Piedrahita

Executive Director



cristina.piedrahita@morganstanley.com

Cristina is co-lead portfolio manager for the Latin America portfolios on the Global Emerging Markets Equity team. She joined Morgan Stanley in 2002 and has 21 years of investment experience. Prior to joining the firm, Cristina was a Latin American equity analyst at Fidelity Investments, HSBC Asset Management and Baring Asset Management. Cristina received a B.A. in economics and political science from Brown University and an M.B.A. in business administration from the Sloan School of Management at the Massachusetts Institute of Technology.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Paul C. Psaila, CFA

Managing Director



paul.psaila@morganstanley.com

Paul is a portfolio manager for the Global Emerging Markets Equity portfolios, focusing on Global Macro Analytics and Emerging Europe, the Middle East and Africa region. He joined Morgan Stanley in 1994 and has 21 years of investment experience. Prior to joining the firm, Paul worked at the International Monetary Fund. Paul received a B.A. in political science from Brandeis University and a master's degree in economic and Latin American studies from the School of Advanced International Studies at Johns Hopkins University. He holds the Chartered Financial Analyst designation.

Steven Quattry

Vice President



steven.quattry@morganstanley.com

Steven is an analyst on the Global Emerging Markets Equity team, focusing on global macro-economic and thematic research. He joined Morgan Stanley in 2011 and has eight years of investment experience. Prior to joining the firm, Steven was an analyst at Panda Global Advisors concentrating on economic and investment research. Previously, he was in the financial management program at GE Capital. Steven received a B.A. in finance from the University of Florida and an M.A. in international affairs, with a focus on international economic policy, from Columbia University.

Samuel Rhee

Managing Director



sam.rhee@morganstanley.com

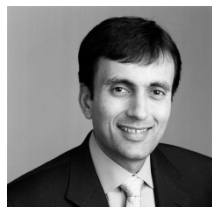
Sam is co-lead portfolio manager for our Asian ex-Japan Equity portfolios, based in Singapore. He joined Morgan Stanley in 2000 and has 21 years of investment experience. Previously, Sam was the head of Asian steel research and the Korean auto analyst at Morgan Stanley Asia. Prior to joining the firm, he worked for HSBC Investment Bank in Hong Kong and London. He received a B.A. with joint honors in economics and public administration from the Royal Holloway College, University of London.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Ruchir Sharma

Managing Director



ruchir.sharma@morganstanley.com

Ruchir is Head of Emerging Markets and Global Macro at Morgan Stanley Investment Management. He joined Morgan Stanley in 1996 and has 21 years of investment experience. Prior to joining the firm, Ruchir worked with Prime Securities (Delhi), a non-banking financial services firm, where he helped run the firm's foreign exchange business. He has been a contributing editor with *Newsweek* and has frequently penned essays for publications such as *The Wall Street Journal*, *Financial Times*, *New York Times*, *Foreign Affairs* and *Time* magazine. Ruchir has also authored the book, *Breakout Nations: In Pursuit of the Next Economic Miracles*, which is an international bestseller.

Ashutosh Sinha

Managing Director



ashutosh.sinha@morganstanley.com

Ashutosh is a portfolio manager on the Global Emerging Markets Equity team, focusing on the Emerging Markets Leaders strategy, based in Singapore. He re-joined Morgan Stanley in 2011 and has 22 years of investment experience. Prior to re-joining the firm, Ashutosh most recently founded and served as the managing partner of Amoeba Capital Partners, Pte, a money management firm focused on Asia long-short equity investing from 2006 to 2011. Previously, he was the lead portfolio manager for Asia ex-Japan Equities, part of MSIM's Global Emerging Markets Equity team from 1998 to 2006. Prior to becoming lead PM, Ashutosh covered Indian equities at MSIM. Before joining Morgan Stanley, he was a portfolio manager for Indian Equities at SBI Funds Management, Mumbai. Ashutosh holds a B.Tech degree in electrical engineering from the India Institute of Technology (IIT), Kanpur, and an M.B.A. from the India Institute of Management (IIM), Calcutta..

James Upton

Managing Director



james.upton@morganstanley.com

James is a senior portfolio specialist and chief strategic officer for the Global Emerging Markets Equity team. He re-joined Morgan Stanley in 2006 and has 23 years of investment experience. Prior to re-joining the firm, James was a senior investment strategist at Northern Trust Global Investments. Previously, he was the Latin America equity strategist and later a global equity strategist at Credit Suisse First Boston. He began his investment career as an international economist at Merrill Lynch and spent nearly two years as a sovereign risk analyst at Morgan Stanley. Before graduate school, he was a reporter in Mexico City with United Press International. James received a B.A. in history from Middlebury College and an M.A. in economics and U.S. foreign policy from the School of Advanced International Studies (SAIS) of Johns Hopkins University.

Team members may change without notice from time to time.

Emerging Markets Equity Team

Dana Wolf

Vice President



dana.wolf@morganstanley.com

Dana is the portfolio administrative officer for the Global Emerging Markets Equity team. She re-joined Morgan Stanley in 2010 and has eight years of industry experience. Prior to re-joining the firm, Dana was in the client strategies and portfolio solutions group at AQR Capital Management. Previously, she worked in the Investment Management institutional advisory group. Dana received a B.S. in economics and human & organizational development (cum laude) from Vanderbilt University.

May Yu

Executive Director



may.yu@morganstanley.com

May is a portfolio manager for the Asian Equity strategy, focusing on China and Hong Kong. She re-joined Morgan Stanley in 2012 and has 17 years of investment experience. May was previously with the Asian Equity team from 2006 to early 2011, dedicated to China investing. Prior to re-joining Morgan Stanley, she was lead portfolio manager at China International Capital Corporation (CICC) for long-only China/Hong Kong equity. Earlier in her career, May was an assistant director in China research at BNP Paribas Peregrine from a base in Beijing. She also worked as a manager for China Cinda Asset Management and China Construction Bank. May has received a Bachelor's in Engineering and Industrial Management from Dalian University of Technology, a Master of Economics in Finance from the Graduate School of the People's Bank of China and an M.B.A. from NYU's Stern School of Business.

Team members may change without notice from time to time.

Emerging Markets Equity Risk Disclosures

Risk Considerations:

There is no assurance that a Portfolio will achieve its investment objective. Portfolios are subject to market risk, which is the possibility that the market values of securities owned by the Portfolio will decline and that the value of Portfolio shares may therefore be less than what you paid for them. Accordingly, you can lose money investing in this Portfolio. Please be aware that this Portfolio may be subject to certain additional risks. **Equity securities.** In general, equity securities' values also fluctuate in response to activities specific to a company. **Foreign and emerging market securities.** Investments in foreign markets entail special risks such as currency, political, economic, and market risks. The risks of investing in emerging market countries are greater than the risks generally associated with investments in foreign developed countries. **Derivative instruments.** Derivatives can be illiquid, may disproportionately increase losses and may have a potentially large negative impact on the Portfolio's performance.

Please consider the investment objectives, risks, charges and expenses of the fund carefully before investing. The prospectus contains this and other information about the fund. To obtain a prospectus please download one at www.morganstanley.com/im. Please read the prospectus carefully before investing.

Morgan Stanley is a full-service securities firm engaged in securities trading and brokerage activities, investment banking, research and analysis, financing and financial advisory services.

©2014 Morgan Stanley. Morgan Stanley Distribution, Inc.

NOT FDIC INSURED | OFFER NO BANK GUARANTEE | MAY LOSE VALUE | NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY | NOT A DEPOSIT