

Release Date: 12-31-2018

Morgan Stanley VIF Global Infrastructure Portfolio — Class II

Investment Strategy from investment's prospectus

The investment seeks both capital appreciation and current income. The fund normally invests at least 80% of its assets in equity securities issued by companies located throughout the world that are engaged in the infrastructure business. It may invest up to 100% of its net assets in foreign securities, which may include emerging market securities. Under normal market conditions, the fund invests at least 40% of its assets in the securities of issuers located outside of the United States. It is non-diversified.

Past name: Morgan Stanley UIF Global Infrast II.

Category Description: Infrastructure

Infrastructure equity funds invest more than 60% of their assets in stocks of companies engaged in infrastructure activities. Industries considered to be part of the infrastructure sector include: oil & gas midstream; waste management; airports; integrated shipping; railroads; shipping & ports; trucking; engineering & construction; infrastructure operations; and the utilities sector.

Operations

Fund Inception Date	06-05-00
Initial Share Class Inception Date	03-01-90
Advisor	Morgan Stanley Investment Management, Inc.
Subadvisor	Morgan Stanley Investment Management Co Morgan Stanley Investment Management Ltd

Fees and Expenses as of 04-30-18

Gross Prospectus Expense Ratio	1.59%
Net Prospectus Expense Ratio	1.12%

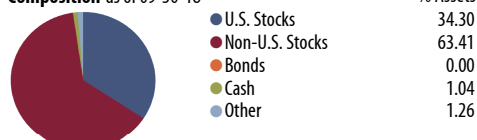
Waiver Data	Type	Exp.Date	%
Expense Ratio	Contractual	04-30-19	0.47

Portfolio Manager(s)

Matthew King, CFA. M.B.A., Columbia Business School. B.A., Occidental College. Since 2014.
 Theodore R. Bigman. M.B.A., Harvard Business School. B.A., Brandeis University. Since 2014.

Portfolio Analysis as of 09-30-18

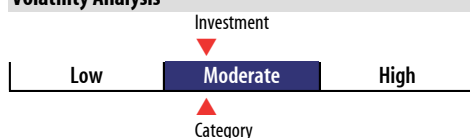
Composition as of 09-30-18



Top 20 Holdings as of 09-30-18

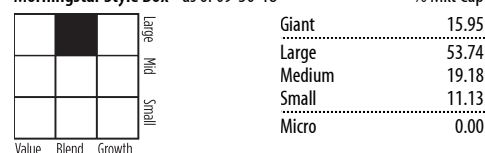
Company	% Assets
Atlantica Yield PLC	6.34
Promotora Y Operadora de Infraestructura SAB de CV	5.66
Enbridge Inc	5.57
American Tower Corp	5.42
National Grid PLC	4.57
Vinci SA	4.18
Kinder Morgan Inc P	3.64
Crown Castle International Corp	3.59
Sempra Energy	3.46
Transurban Group	3.38
TransCanada Corp	3.34
John Laing Group PLC	3.16
United Utilities Group PLC	2.87
Hydro One Ltd	2.84
Pembina Pipeline Corp	2.45
Williams Companies Inc	2.33
PG&E Corp	2.28
Edison International	2.22
Cheniere Energy Inc	1.69
Getlink SE	1.62
Total Number of Stock Holdings	50
Total Number of Bond Holdings	—
Annual Turnover Ratio %	50.00
Total Fund Assets (\$mil)	76.86

Volatility Analysis



In the past, this investment has shown a relatively moderate range of price fluctuations relative to other investments. This investment may experience larger or smaller price declines or price increases depending on market conditions. Some of this risk may be offset by owning other investments with different portfolio makeups or investment strategies.

Morningstar Style Box™ as of 09-30-18



Statistics as of 09-30-18

Statistic	Stk Port Avg	S&P 500	Category
P/E Ratio	18.93	14.35	15.98
P/B Ratio	1.83	2.73	1.83
P/C Ratio	8.67	11.79	6.72
GeoAvgCap(\$mil)	16,223.18	93,688.30	16,693.62

Risk Measures as of 12-31-18

Metric	Port Avg	S&P 500	Category
3 Yr Std Dev	9.61	10.95	9.88
3 Yr Sharpe Ratio	0.54	0.76	0.52
3 Yr Alpha	1.97	—	1.55
3 Yr Beta	0.55	—	0.62
3 Yr R-squared	37.20	—	45.17

Morningstar Sectors as of 09-30-18

Sector	%Fund	S&P 500 %
Cyclical	3.76	32.63
Basic Materials	0.00	2.56
Consumer Cyclical	0.00	11.82
Financial Services	0.00	15.83
Real Estate	3.76	2.42
Sensitive	58.15	40.71
Communication Services	5.67	3.58
Energy	21.24	5.32
Industrials	31.24	9.92
Technology	0.00	21.89
Defensive	38.09	26.65
Consumer Defensive	0.00	7.85
Healthcare	0.00	15.46
Utilities	38.09	3.34

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus, a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

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