

Morgan Stanley VIF Emerging Markets Debt Portfolio — Class I

Investment Strategy from investment's prospectus

The investment seeks high total return. The fund invests at least 80% of the fund's assets in debt securities of issuers located in emerging market or developing countries. It may invest, to a lesser extent, in securities denominated in currencies other than U.S. dollars. The fund may invest in fixed income securities that are rated below "investment grade" or are not rated, but are of equivalent quality. It may, but it is not required to, use derivative instruments for a variety of purposes, including hedging, risk management, portfolio management or to earn income. The fund is non-diversified.

Past name: Morgan Stanley UIF Emerg Mkts Debt I.

Category Description: Emerging Markets Bond

Emerging-markets bond portfolios invest more than 65% of their assets in foreign bonds from developing countries. The largest portion of the emerging-markets bond market comes from Latin America, followed by Eastern Europe, Africa, the Middle East, and Asia make up the rest.

Operations

Fund Inception Date	06-16-97
Initial Share Class Inception Date	06-16-97
Advisor	Morgan Stanley Investment Management, Inc.
Subadvisor	—

Fees and Expenses as of 04-30-18

Gross Prospectus Expense Ratio	1.11%
Net Prospectus Expense Ratio	1.11%

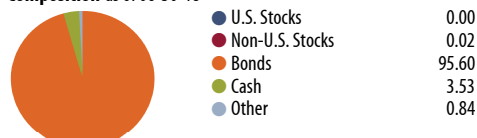
Waiver Data	Type	Exp.Date	%
—	—	—	—

Portfolio Manager(s)

Eric J. Baurmeister, CFA. Since 2002.
 Warren Mar. B.A., University of Auckland. Since 2014.

Portfolio Analysis as of 06-30-18

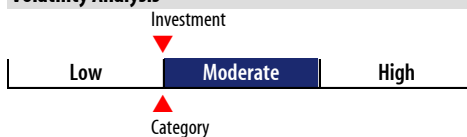
Composition as of 06-30-18



Top 20 Holdings as of 06-30-18

Holder	% Assets
Russian Federation Sr Unsecured Regs 04/22 4.5 04-04-22	5.04
Sinopec Group Overseas Development 2013 Ltd. 4.38% 10-17-23	2.42
Indonesia Republic 5.88% 01-15-24	2.17
Philippines (Republic Of) 9.5% 02-02-30	2.07
Turkey (Republic of) 5.62% 03-30-21	2.06
Brazil (Federative Republic) 6% 04-07-26	2.00
UKRAINE GOVERNMENT SR UNSECURED REGS 09/23 7.75 09-01-23	1.93
Hungary (Republic Of) 7.62% 03-29-41	1.76
Republic of South Africa 5.88% 09-16-25	1.74
JSC National Company KazMunayGas 6.38% 10-24-48	1.65
Petroleos de Venezuela SA 6% 11-15-26	1.61
Russian Federation 6.4% 6.4% 05-27-20	1.57
Petroleos Mexicanos 6.38% 01-23-45	1.52
Indonesia Republic 7.75% 01-17-38	1.52
Indonesia Republic 4.12% 01-15-25	1.38
Ukraine Government Sr Unsecured Regs 09/26 7.75 09-01-26	1.32
Brazil (Federative Republic) 5% 01-27-45	1.25
Ghana Rep 10.75% 10.75% 10-14-30	1.16
Mexico (United Mexican States) 4.6% 01-23-46	1.11
Republic of Colombia 5% 06-15-45	1.10
Total Number of Stock Holdings	1
Total Number of Bond Holdings	131
Annual Turnover Ratio %	46.00
Total Fund Assets (\$mil)	194.68

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 06-30-18

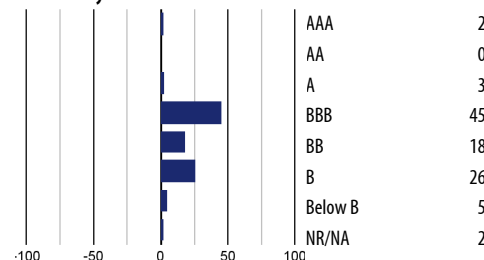


Risk Measures as of 09-30-18	Port Avg	BC Aggr	Category
3 Yr Std Dev	6.42	2.66	6.41
3 Yr Sharpe Ratio	0.69	0.16	0.76
3 Yr Alpha	3.92	—	4.27
3 Yr Beta	1.32	—	1.09
3 Yr R-squared	30.39	—	22.73

Morningstar Sectors as of 06-30-18

Sector	%Fund	%Category
Government	81.72	69.76
Corporate	14.70	19.61
Securitized	0.00	0.17
Municipal	0.00	0.03
Cash and Equivalents	3.58	7.71
Other	0.00	2.73

Credit Analysis as of 06-30-18



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.

NOT A DEPOSIT — NOT FDIC INSURED — NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY — NOT GUARANTEED BY THE INSTITUTION — MAY GO DOWN IN VALUE