

Release Date: 09-30-2018

Morgan Stanley VIF Growth Portfolio — Class I

Investment Strategy from investment's prospectus

The investment seeks long-term capital appreciation. The fund primarily invests in established and emerging companies, with capitalizations within the range of companies included in the Russell 1000 Growth Index. In selecting securities for investment, the Adviser seeks to invest in high quality companies it believes have sustainable competitive advantages and the ability to redeploy capital at high rates of return. The Adviser typically favors companies with rising returns on invested capital, above average business visibility, strong free cash flow generation and an attractive risk/reward.

Past name: Morgan Stanley UIF Growth I.

Category Description: Large Growth

Large-growth funds invest primarily in big companies that are projected to grow faster than other large-cap stocks. Most of these funds focus on companies in rapidly expanding industries.

Operations

Fund Inception Date	01-02-97
Initial Share Class Inception Date	01-02-97
Advisor	Morgan Stanley Investment Management, Inc.
Subadvisor	—

Fees and Expenses as of 04-30-18

Gross Prospectus Expense Ratio	0.81%
Net Prospectus Expense Ratio	0.80%

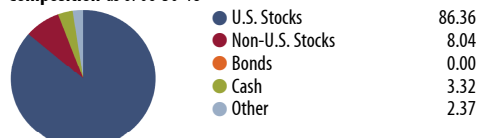
Waiver Data	Type	Exp.Date	%
Expense Ratio	Contractual	04-30-19	0.01

Portfolio Manager(s)

Dennis P. Lynch. M.B.A., Columbia University. B.A., Hamilton College. Since 2004.
 Alexander T. Norton. M.B.A., Columbia University. B.A., University of Pennsylvania. Since 2005.

Portfolio Analysis as of 06-30-18

Composition as of 06-30-18

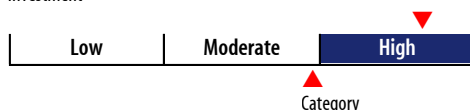


Top 20 Holdings as of 06-30-18

	% Assets
Amazon.com Inc	9.34
Twitter Inc	6.36
Veeva Systems Inc Class A	5.08
Salesforce.com Inc	5.07
Illumina Inc	5.01
Activision Blizzard Inc	4.92
Alphabet Inc C	4.89
Union Pacific Corp	4.87
Facebook Inc A	4.80
LVMH Moet Hennessy Louis Vuitton SE	4.49
Starbucks Corp	4.28
athenahealth Inc	3.53
Workday Inc Class A	3.31
ServiceNow Inc	3.25
DexCom Inc	2.61
Intuitive Surgical Inc	2.57
Booking Holdings Inc	2.31
Zillow Group Inc C	1.64
Spotify Technology SA	1.55
Intuit Inc	1.52
Total Number of Stock Holdings	36
Total Number of Bond Holdings	—
Annual Turnover Ratio %	54.00
Total Fund Assets (\$mil)	328.77

Volatility Analysis

Investment



In the past, this investment has shown a wide range of price fluctuations relative to other investments. This investment may experience significant price increases in favorable markets or undergo large price declines in adverse markets. Some of this risk may be offset by owning other investments that follow different investment strategies.

Morningstar Style Box™ as of 06-30-18

	% Mkt Cap
Giant	39.36
Large	42.67
Medium	17.27
Small	0.70
Micro	0.00

Value Blend Growth

Statistics as of 06-30-18

	Stk Port Avg	S&P 500	Category
P/E Ratio	39.32	17.98	24.28
P/B Ratio	7.98	3.17	5.69
P/C Ratio	26.18	13.67	17.92
GeoAvgCap(\$mil)	62,300.91	109,557.79	179,411.25

Risk Measures as of 09-30-18

	Port Avg	S&P 500	Category
3 Yr Std Dev	14.36	9.18	10.86
3 Yr Sharpe Ratio	1.61	1.69	1.49
3 Yr Alpha	8.08	—	0.03
3 Yr Beta	0.96	—	1.03
3 Yr R-squared	38.07	—	78.18

Morningstar Sectors as of 06-30-18

	%Fund	S&P 500 %
Cyclical	29.03	32.42
Basic Materials	3.18	2.27
Consumer Cyclical	24.11	12.18
Financial Services	0.00	15.79
Real Estate	1.74	2.18
Sensitive	58.51	42.67
Communication Services	0.00	3.24
Energy	0.00	6.00
Industrials	5.15	10.35
Technology	53.36	23.08
Defensive	12.45	24.92
Consumer Defensive	0.00	7.13
Healthcare	12.45	14.96
Utilities	0.00	2.83

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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