

**NOTICE TO INVESTORS
OF THE FOLLOWING FUNDS (THE “FUNDS”)**

**AMERICAN RESILIENCE EQUITY FUND
GLOBAL BRANDS EQUITY INCOME FUND
STERLING CORPORATE BOND FUND
SUSTAINABLE FIXED INCOME OPPORTUNITY FUND
GLOBAL GOVERNMENT BOND FUND**

**GLOBAL BRANDS FUND
US ADVANTAGE FUND
GLOBAL CORPORATE BOND FUND
GLOBAL SUSTAIN FUND**

We are required under the rules of the Financial Conduct Authority (FCA) to give you notice of these changes. **You do not need take any action, however we do recommend that you read this letter.**

30 September 2024

Dear Investor

We, **Morgan Stanley Investment Management (ACD) Limited**, as Authorised Corporate Director of the Funds, are writing to you as an investor in one or more of the Funds listed above and in the **Appendix** in relation to the following updates:

- 1. All Funds except Sterling Corporate Bond Fund:** All of the above listed Funds, except the Sterling Corporate Bond Fund, have sustainability characteristics. These Funds will **not** be adopting a **sustainability label** under the FCA's new Sustainability Disclosure Requirements (**SDR**). However, these Funds are updating their disclosures within the Funds' prospectus in order to comply with the SDR requirements that apply to funds that have sustainability characteristics but have not adopted a sustainability label (the "**SDR Related Changes**")
- 2. All Funds:** Each Fund will be changing its objective to clarify the term of its respective investment objective (the "**Other Changes**")

1. SDR RELATED CHANGES

What are the Sustainability Disclosure Requirements (SDR)?

In November 2023, the FCA published its Policy Statement (PS23/16) on Sustainable Disclosure Requirements and investment labels (known as "SDR"), setting out new rules which apply to funds domiciled in the UK. SDR includes rules on anti-greenwashing, a new sustainable labelling regime, naming and marketing rules, and fund and fund manager level disclosures.

The sustainability labels aim to clearly differentiate between i) sustainable labelled funds that qualify as sustainable funds, ii) non-labelled funds that have sustainable characteristics and discuss these in their documents and marketing materials, and iii) non-labelled funds with no sustainability characteristics.

Our approach - What changes are being made as a result of SDR?

With this in mind, we have decided to update the disclosures within the prospectus for the above listed Funds, except the Sterling Corporate Bond Fund, in order to comply with the SDR requirements for funds that have sustainable characteristics but have not adopted a sustainability label. These changes will take effect on 29 November 2024.

We have included a short description of the changes to the Funds below. For full details of the new disclosures that will be included in the Funds' prospectus, please see the **Appendix** to this letter. In addition, a new document, the "Consumer Facing Disclosure" will also be created, providing a summary of the Funds' approach and sustainable characteristics.

As part of these changes, we added a disclaimer to the prospectus disclosures for each Fund to make it clear that they have not adopted a sustainability label.

We also added metrics for each Fund that will be reported on an ongoing basis, to help investors understand the sustainability characteristics of the Funds.

Additional changes related to the sustainable features of certain Funds

In addition, we have assessed the sustainable features of certain Funds and have made relevant consequential clarificatory amendments to these Funds.

For American Resilience Equity Fund, Global Brands Fund and Global Brands Equity Income Fund, we added climate- and weapons- related exclusions to our process, to align the investment strategy of these Funds with similar products managed by the Investment Manager under a similar strategy.

For US Advantage Fund, we added tobacco, climate and weapons- related exclusions to our process, to align the investment strategy of these Funds with similar products managed by the Investment Manager under a similar strategy.

The details of these exclusions are set out in the Investment Restrictions section in the [Appendix](#) below. There will be no portfolio realignment to the above Funds as a result of these exclusions.

Additional changes to Sustainable Fixed Income Opportunities Fund only

In order to comply with the SDR requirements for funds that have sustainability characteristics but have not adopted a sustainability label, we are changing the name from “[Sustainable Fixed Income Opportunities Fund](#)” to “[MS Calvert Fixed Income Opportunities Fund](#)”.

We are also appointing Calvert Research and Management (“[Calvert](#)”) as a non-discretionary investment adviser of the Fund. Calvert, an indirect, wholly owned subsidiary of Morgan Stanley, and an affiliate of the Investment Manager, is a specialised responsible investment and research business, with an in-house ESG research function dedicated to conducting proprietary analysis of material ESG factors and sustainability evaluations. In line with this change, we are updating the investment strategy of the fund to reflect its focus on the Calvert Principles for Responsible Investment (the “[Calvert Principles](#)”), which are a set of ESG principles followed by Calvert. Additionally, we have amended the existing approach to positive ESG screening in the Fund from using different ESG scores across corporates and sovereigns, to the implementation of the Calvert Principles eligibility framework across all issuers held in the Fund. As a result of these changes the portfolio will need to be realigned and the relevant costs are expected to be no more than 0.06%, and they will be borne by the Fund.

Additional changes to Global Sustain Fund only

In order to comply with the SDR requirements for funds that have sustainability characteristics but have not adopted a sustainability label, we are changing the name from “[Global Sustain Fund](#)” to “[Global Quality Select Fund](#)”.

There are no material changes to the ESG criteria or investment process of the Fund.

2. OTHER CHANGES

Unrelated to SDR, we have also taken the opportunity to update the investment objectives of all Funds listed above, refining the target term to make the investment time horizon more specific. These target term changes will not affect the way the Funds are currently managed and will not change the risk and return profile of the Funds. Full details of the changes to the investment objectives of the Funds can be found in the [Appendix](#) to this letter.

3. WHAT ACTIONS SHOULD YOU TAKE?

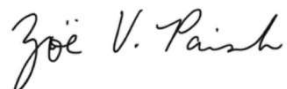
This letter is for information purposes and you are not required to take any action.

We hope you will continue to be invested in the Fund(s), but you may sell your investment in the Fund(s), or switch to another Morgan Stanley Funds (UK) fund at any point before or after the changes have taken place.

In relation to the proposed change to Sustainable Fixed Income Opportunities Fund (to be renamed MS Calvert Fixed Income Opportunities Fund) only, you may sell your investment in the Fund, or switch to another Morgan Stanley Funds (UK) fund, free of charge, prior to the changes taking place. Please see the Prospectus for further information.

If you have any questions regarding these changes, including a reminder of your options, please contact Morgan Stanley Customer Services Team on 0800 096 1962 between 9.00 a.m. and 5.00 p.m. Monday to Friday. Please be aware that we are not authorised to give investment advice. If you are uncertain as to the contents of this letter, you should consult a financial adviser.

Yours sincerely,

A handwritten signature in black ink that reads "Zoë V. Parish". The signature is written in a cursive, flowing style.

Zoë Parish
Director
For and on behalf of
Morgan Stanley Investment Management (ACD) Limited

APPENDIX

Part A – Name, SDR Status, Investment Objective and Investment Strategy

AMERICAN RESILIENCE EQUITY FUND

<p>SDR Status</p>	<p>-Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.</p>
<p>Investment Objective</p>	<p>The Fund aims to grow your investment over 5 –10 years or more.</p>
<p>Investment Policy</p>	<p>The Fund invests at least 80% of its assets in shares of U.S. companies.</p> <p>A company is considered to be a U.S. company if it meets one or more of the following criteria: (i) its securities are traded on a recognised stock exchange in the U.S.; (ii) alone or on a consolidated basis it derives 50% or more of its annual revenues or profits from either goods produced, sales made or services performed in the U.S.; (iii) it is organised or has a principal office in the U.S.; or (iv) it has at least 50% of its assets, core business operations and/or employees in the U.S., or; (v) any other factor which the Investment Manager, acting reasonably, considers denote an economic exposure to the U.S.</p> <p>The Fund may also invest up to 20% of its assets in non-U.S. companies.</p> <p>Investment in companies may include shares, depositary receipts (including American Depositary Receipts (ADRs) and Global Depositary Receipts (GDRs)), preference shares, debt securities convertible into common shares or preference shares, warrants on securities and other equity linked securities.</p> <p>As part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for efficient portfolio management (including hedging) purposes.</p> <p>The Fund is a concentrated portfolio (typically 20-50 holdings).</p>
<p>Investment Strategy</p>	<p>The Fund is a concentrated portfolio (typically 20-50 holdings) and seeks to identify high quality companies with sustainably high returns on operating capital with strong franchises, hard to replicate intangible assets (including brands, networks, licences and patents), and pricing power. The Fund also seeks to identify capable management teams able to allocate capital effectively to grow the franchise and sustain or improve the return on operating capital. In the team’s view, these high quality companies should lead to earnings resilience over the long term.</p> <p>As an essential and integrated part of the investment process, the Investment Manager assesses relevant factors potentially material to long term sustainably high returns on operating capital including environmental, social and governance (ESG) factors and seeks to engage with company management teamscompanies as part of this. The Investment Manager retains discretion over which investments are selected. In exercising this discretion, ESG factors are not the sole determinant of whether an investment can be made or a holding can remain in the Fund’s portfolio, but instead the Investment Manager considers potentially material risks or opportunities in any of the ESG areas which could potentially threaten or enhance the high returns on operating capital of a company. Further details of its processes and policies in assessing ESG factors are available on request from the ACD. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.</p>

Investment Restrictions

Investment restrictions:

- the Fund will apply climate-related restrictions to exclude investments in any company that the investment manager determines:
 - have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider; or
 - has been assigned the following sectors or industries under the MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining.
 - in addition, the Fund shall not knowingly include any company which has revenues above the thresholds defined by the Investment Manager (as set out below) related to the following business activities, classified by the Investment Manager's external third-party data provider:
 - Civilian Firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue);
 - Weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue); or
 - Depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider.
 - The Fund will not invest in any company that has any tie to controversial weapons as defined by the Investment Manager's external third-party data provider.
- Investments that are held by the Fund but become restricted under the investment restrictions set out above after they are acquired for the Fund will be sold. Such sales will take place over a time period to be determined by the Investment Manager, taking into account the best interests of the Shareholders of the Fund.

GLOBAL BRANDS FUND

SDR Status	<p>Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.</p>
Investment Objective	<p>The Fund aims to grow your investment over 5 –10-years or more.</p>
Investment Policy	<p>The Fund invests at least 80% of its assets in shares of companies in developed countries on a global basis.</p> <p>The Fund may also invest up to 20% of its assets in companies in emerging markets, including China A-Shares via Stock Connect. The Fund may invest up to 10% of its net assets in China A-Shares via Stock Connect.</p> <p>Investment in companies may include shares, depositary receipts, preference shares, debt securities convertible into common shares or preference shares, warrants on securities and other equity linked securities.</p> <p>As part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for efficient portfolio management (including hedging) purposes.</p> <p>The Fund is a concentrated portfolio (typically 20-40 holdings).</p>
Investment Strategy	<p>The Fund is a concentrated portfolio (typically 20-40 holdings) and seeks to identify high quality companies with sustainably high returns on operating capital with strong dominant franchises, powerful intangible assets including brands, networks, licences and patents, and pricing power. The Fund also seeks to identify capable management teams able to allocate capital effectively to grow the franchise and sustain and/or improve the return on operating capital.</p> <p>As an essential and integrated part of the investment process, the Investment Manager assesses relevant factors potentially material to long-term sustainably high returns on operating capital including environmental, social and governance (ESG) factors and seeks to engage with company management teamscompanies as part of this. The Investment Manager retains discretion over which investments are selected. In exercising this discretion, ESG factors are not the sole determinant of whether an investment can be made or a holding can remain in the Fund's portfolio, but instead the Investment Manager considers potentially material risks or opportunities in any of the ESG areas which could potentially threaten or enhance the high returns on operating capital of a company. Further details of its processes and policies in assessing ESG factors are available on request from the ACD. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.</p>
Investment Restrictions	<p>Investment restrictions:</p> <ul style="list-style-type: none"> • the Fund will apply climate-related restrictions to exclude investments in any company that the investment manager determines: <ul style="list-style-type: none"> ○ have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider; or ○ has been assigned the following sectors or industries under the MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining. • in addition, the Fund shall not knowingly include any company which has revenues above the thresholds defined by the Investment Manager (as set out below) related to the following business activities, classified by the Investment Manager's external third-party data provider:

	<ul style="list-style-type: none">○ <u>Civilian Firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue);</u>○ <u>Weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue); or</u>○ <u>Depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider.</u> <ul style="list-style-type: none">• <u>The Fund will not invest in any company that has any tie to controversial weapons as defined by the Investment Manager's external third-party data provider.</u> <p><u>Investments that are held by the Fund but become restricted under the investment restrictions set out above after they are acquired for the Fund will be sold. Such sales will take place over a time period to be determined by the Investment Manager, taking into account the best interests of the Shareholders of the Fund.</u></p>
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GLOBAL BRANDS EQUITY INCOME FUND

SDR Status	<p>-Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.</p>
Investment Objective	<p>The Fund aims to provide quarterly income and to grow your investment over 5 -10 years or more.</p>
Investment Policy	<p>The Fund invests at least 80% of its assets in shares of companies in developed countries on a global basis.</p> <p>The Fund is designed to provide a regular income stream through a combination of dividends from high-quality, steady dividend yield distributing equity securities and the premiums from selling index call options, aiming to deliver a yield. The relative contribution of dividends and call options to the overall income level may vary.</p> <p>The level of income is subject to change depending on market factors, including the volatility of general equity markets, as well as the current income of the underlying equity strategy, inflation and interest rates. Income may be lower in periods of strong markets and very low volatility.</p> <p>The Fund may also invest up to 20% of its assets in companies in emerging markets, including China A-Shares via Stock Connect. The Fund may invest up to 10% of its net assets in China A-Shares via Stock Connect.</p> <p>Investment in companies may include shares, depositary receipts, preference shares, debt securities convertible into common shares or preference shares, warrants on securities and other equity linked securities.</p> <p>As part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for efficient portfolio management (including hedging) purposes.</p> <p>As described above, the Fund may also use derivatives for investment purposes to enhance the level of income earned. This strategy is expected to include taking exposure via a swap on options on equity indices. This is expected to increase the amount of income earned, through receipt of the premiums received for writing the underlying options. However, in certain market circumstances, this may generate capital losses.</p> <p>The Fund is a concentrated portfolio (typically 20-40 holdings).</p>
Investment Strategy	<p>The Fund is a concentrated portfolio (typically 20-40 holdings) and seeks to identify high quality companies with sustainably high returns on operating capital with strong dominant franchises, powerful intangible assets including brands, networks, licences and patents, and pricing power. The Fund also seeks to identify capable management teams able to allocate capital effectively to grow the franchise and sustain and/or improve the return on operating capital.</p> <p>As an essential and integrated part of the investment process, the Investment Manager assesses relevant factors potentially material to long term sustainably high returns on operating capital including environmental, social and governance (ESG) factors and seeks to engage with company management teamscompanies as part of this. The Investment Manager retains discretion over which investments are selected. In exercising this discretion, ESG factors</p>

	<p>are not the sole determinant of whether an investment can be made or a holding can remain in the Fund's portfolio, but instead the Investment Manager considers <u>potentially</u> material risks or opportunities in any of the ESG areas which could <u>potentially</u> threaten or enhance the high returns on operating capital of a company. Further details of its processes and policies in assessing ESG factors are available on request from the ACD. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.</p>
<p>Investment Restrictions</p>	<p><u>Investment restrictions:</u></p> <ul style="list-style-type: none"> • <u>the Fund will apply climate-related restrictions to exclude investments in any company that the investment manager determines:</u> <ul style="list-style-type: none"> ○ <u>have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider; or</u> ○ <u>has been assigned the following sectors or industries under the MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining.</u> • <u>in addition, the Fund shall not knowingly include any company which has revenues above the thresholds defined by the Investment Manager (as set out below) related to the following business activities, classified by the Investment Manager's external third-party data provider:</u> <ul style="list-style-type: none"> ○ <u>Civilian Firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue);</u> ○ <u>Weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue); or</u> ○ <u>Depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider.</u> • <u>The Fund will not invest in any company that has any tie to controversial weapons as defined by the Investment Manager's external third-party data provider.</u> <p><u>Investments that are held by the Fund but become restricted under the investment restrictions set out above after they are acquired for the Fund will be sold. Such sales will take place over a time period to be determined by the Investment Manager, taking into account the best interests of the Shareholders of the Fund.</u></p>

GLOBAL SUSTAIN FUND

Name	Global Sustain Global Quality Select Fund
SDR Status	Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.
Investment Objective	<p>The Fund aims to grow your investment over 5 –10 years or more.</p> <p>The Investment Manager will also apply ESG criteria that seeks to achieve a greenhouse gas (“GHG”) emissions intensity for the Fund that is 50% lower than that of the reference universe (which term is defined, used only for the purposes of comparing GHG emissions intensity and comprises, as companies within the MSCI AC World Index). For the purpose of this Fund, the term GHG shall be as defined by the GHG protocol and include carbon dioxide (CO2), methane (CH4), nitrous oxide (N2O), hydrofluorocarbons (HFCs), perfluorocarbons (PFCs) and sulphur hexafluoride (SF6) in metric tonnes and in tonnes of CO2 equivalent.</p>
Investment Policy	<p>The Fund invests at least 70% of its assets in shares of companies in developed countries on a global basis.</p> <p>The Fund may also invest up to 30% of its assets in companies in emerging markets, including China A-Shares via Stock Connect. The Fund may invest up to 10% of its net assets in China A-Shares via Stock Connect.</p> <p>Investment in companies may include shares, depositary receipts, preference shares, debt securities convertible into common shares or preference shares, warrants on securities and other equity linked securities.</p> <p>As part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for efficient portfolio management (including hedging) purposes.</p> <p>The Fund is a concentrated portfolio (typically 25-50 holdings).</p>
Investment Strategy	<p>The Fund is a concentrated portfolio (typically 25-50 holdings) and seeks to identify high quality companies with sustainably high returns on operating capital with strong dominant franchises, powerful intangible assets including brands, networks, licences and patents, and pricing power. The Fund also seeks to identify capable management teams able to allocate capital effectively to grow the franchise and sustain and/or improve the return on operating capital. The Fund selects high quality companies that comply with the GHG emissions-related restrictions and additional investment restrictions set out below.</p> <p>The Fund’s investment process focuses on high quality companies with sustainably high returns on operating capital. As an essential and integrated part of the investment process, the Investment Manager assesses relevant factors potentially material to long-term sustainably high returns on operating capital including environmental, social and governance (ESG) factors. Subject to the Fund’s investment objective and policy above, the Investment Manager retains discretion over which investments are selected. In exercising this discretion, ESG factors are not the sole determinant of whether an investment can be made or a holding can remain in the Fund’s portfolio, but instead the Investment Manager considers potentially material risks or opportunities in any of the ESG areas which could potentially threaten or enhance the high returns on operating capital of a company. Further details of its processes and policies in assessing ESG factors are available on request from the ACD. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.</p> <p>As part of its long-term investment approach, the Investment Manager seeks to engage with company management teams and boards companies to understand the long-term viability of a company sustainability of a company’s returns on</p>

	<p>operating capital, including potentially material ESG risks and opportunities. The Investment Manager's ESG Such engagements have three key purposes: (i) assessment of may be carried out in order to assess materiality of specific ESG issues relevant to companies and their strategies to address these issues, (ii) monitoring of monitor progress, and (iii) encouraging encourage companies towards better practices. Any issue When undertaking engagements, relevant issues (e.g. unsatisfactory responses or improvements over time) will be considered by the Investment Manager. Dialogue with companies can be prolonged and require multiple engagements over time. Engagement is one factor that could affect the investment view, valuation, weighting or buy/sell discipline. Any sales will take place over a time period to be determined by the Investment Manager, taking into account the best interests of the Shareholders of the Fund. For detailed information on our approach please refer to our Engagement policy available online at https://www.morganstanley.com/im/publication/msinvf/material/engagementpolicy_msinvf_msfundsuk_globalsustain_en.pdf or from the ACD upon request.</p> <p>The Investment Manager also attempts to encourage good corporate governance through proxy voting responsibilities, raising issues of concern directly with company management companies, consistent with the objective of maximising long-term investment returns.</p>
<p>Investment Restrictions</p>	<p>GHG emissions-related restrictions</p> <p>In order to meet the low GHG emissions intensity criteria:</p> <ul style="list-style-type: none"> • The Investment Manager Fund will firstly exclude investments in any company that the Investment Manager determines: <ul style="list-style-type: none"> ○ have has any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider, ○ any company whose core business activity involves has been assigned the following sectors or industries under the MSCI Global Industry Classification Standards: energy, construction materials, gas and electric-utilities (excluding renewable electricity energy and water utilities), or metals and mining, or ○ for which GHG emissions intensity data and/or estimates are not available and/or cannot be estimated (in the Investment Manager's discretion); and. • The remaining issuers will then be ranked according to their GHG emissions intensity data and/or estimates in tons CO₂e / \$M revenue, and those with the highest intensity worst performers shall be excluded from the reference universe. <p>The GHG emissions-related restrictions based investment criteria should collectively result in a reduction of the reference universe by at least 20% and the Investment Manager will use its best efforts to ensure that at least 90% of the issuers in the portfolio are assessed against these criteria.</p> <p>For the purpose of this Fund, GHG emissions shall be defined as Scope 1 and 2 emissions. Further, the term GHG shall be as defined by the GHG protocol and include carbon dioxide (CO₂), methane (CH₄), nitrous oxide (N₂O), hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), sulphur hexafluoride (SF₆) and nitrogen trifluoride (NF₃) calculated in metric tonnes of CO₂ equivalent.</p> <p>As noted above, the Fund aims to achieve a GHG emissions intensity that is significantly lower (i.e. 50%) than that of its reference universe by excluding issuers on the basis of their relative GHG emissions intensity data and/or estimates. The Investment Manager uses third-party data providers to ascertain the GHG emissions intensity of specific issuers and in some cases data on specific issuers may not be available or may be estimated by an alternative third-party data provider or the Investment Manager using internal methodologies or reasonable estimates. A weighted average GHG emissions intensity calculation is made for the portfolio and compared against the MSCI ACWI reference universe. The carbon footprint of the portfolio is reported in the Fund's ESG factcard, which is available online at https://www.morganstanley.com/im/publication/msfundsuk/factsheet/fs_esg_msfund</p>

suk_globalsustainportfolio.pdf or from the ACD upon request. ~~Details of third party data providers and the methodology they use to calculate the GHG emissions intensity can be found in the Fund's restriction screening policy, which is available online at https://www.morganstanley.com/im/publication/msinvf/material/rsp_msinvf_msfund_uk_global_sustain_en.pdf or from the ACD upon request.~~ The methodologies used by different data providers may vary and if the preferred data provider changes its methodology, the GHG emissions intensity estimates for one or more issuers may also change significantly. The Investment Manager will also use its best efforts to exclude any company that the Investment Manager determines have a tie to fossil fuels (e.g. reserve ownership, related revenues and power generation) but in some cases the data may not be available or fully representative of the activities of the issuer.

[Additional investment restrictions](#)

In addition to the above GHG-related exclusions, investments shall not knowingly include ~~any company whose core business activity involves the following:~~

- [Any company assigned the following sectors or industries under the MSCI Global Industry Classification Standards: tobacco, casinos & gaming, brewers, or distillers & vintners.](#)
- [Any company which has revenues above the thresholds defined by the Investment Manager \(as set out below\) related to the following business activities, classified by the Investment Manager's ~~external~~ third-party data provider:](#)
 - a) [Tobacco: Production, distribution, retail, licensor or supplier of tobacco products \(>5% revenue\);](#)
 - b) [Alcohol and related activities \(as defined by the third-party data provider\) \(>10% revenue\);](#)
 - c) [Adult Entertainment: production, distribution or retail of adult entertainment products or services \(>10% revenue\);](#)
 - d) [Gambling: gambling operations, including online or mobile gambling, and supporting activities \(>10% revenue\);](#)
 - e) [Civilian Firearms: production, wholesale or retail of firearms and ammunition intended for civilian use \(>10% revenue\);](#)
 - f) [Weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the third-party data provider \(>10% revenue\); or](#)
 - g) [Depleted uranium: production of depleted uranium weapons \(>0% revenue\) or through indirect ownership as defined by the third-party data provider.](#)

[The Fund will not invest in any company that has any tie to controversial weapons as defined by the Investment Manager's ~~external~~ third-party data provider.](#)

- a) Tobacco¹;
- b) Alcohol²;
- c) Adult Entertainment²;
- d) Gambling²;
- e) Civilian Firearms; or²
- f) Weapons²

~~1) For the purposes of this investment restriction, a "core business activity" for any company is one that accounts for more than 5% of its revenue.~~

~~2) For the purposes of this investment restriction, a "core business activity" for any company is one that accounts for more than 10% of its revenue.~~

~~The details of the above exclusions can be found in the Fund's restriction screening policy which is available online at https://www.morganstanley.com/im/publication/msinvf/material/rsp_msinvf_msfund_uk_global_sustain_en.pdf or from the ACD upon request. Further to the above, the investment restrictions over time that it believes are consistent with its investment~~

~~objectives. Such additional restrictions will be disclosed as they are implemented on www.msim.com. Investments that are held by the Fund but become restricted under either the first or second bullet point [the GHG emissions exclusions emissions-related restrictions or additional investment restrictions set out](#) above after they are acquired for the Fund will be sold. Such sales will take place over a time period to be determined by the Investment Manager, taking into account the best interests of the Shareholders of the Fund.~~

The Investment Manager monitors business practices on an ongoing basis, through data on ESG controversies and standards screening that the Investment Manager sources from third party providers, including UN Global Compact violations, as well as its own engagement with companies ~~y management~~ and research. The Investment Manager reviews securities of issuers where it believes a significant breach of the above standards and principles has occurred and typically excludes such issuers where, after conducting ~~our~~ [its](#) research and/or engagement, the Investment Manager believes the breach [may potentially be](#) ~~is~~ material to the sustainability of returns on operating capital, poses significant financial and reputational risk and the issuer has not committed to appropriate remedial action. Such exclusions are determined by the Investment Manager in its discretion rather than by reliance on third party analysis. The analysis may be supported by third party ESG controversies analysis and business involvement metrics.

~~The Fund will not invest in any company that is defined by the MSCI ESG Business Involvement Screening Research (“MSCI ESG BISR”) database to have any tie to controversial weapons.~~

~~Where the Fund holds securities in a company that, after the date of purchase, changes its core business activity to include one of the prohibited activities above or is added to the MSCI ESG Business Involvement Screening Research (“MSCI ESG BISR”) database as having any tie to controversial weapons, then such securities will be sold within a reasonable period taking into account the best interests of the Fund.~~

US ADVANTAGE FUND

SDR Status	<p>Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.</p>
Investment Objective	<p>The US Advantage Fund's aim Fund aims to grow your investment over 3–5 years or more.</p>
Investment Policy	<p>The Fund invests at least 80% of its assets in securities issued by US companies. To be considered for investment a company may:</p> <ul style="list-style-type: none"> (i) have its principal securities trading market in the US; (ii) derive 50% or more of its total annual revenue from goods produced, sales made and/or services performed in the US; or (iii) be organized under the laws of, or has its principal office in, the US. <p>The Fund may also be invested in equities of companies not meeting the above requirements, securities of non-US issuers, debt securities convertible into common shares, depositary receipts (including American Depositary Receipts (ADRs) and Global Depositary Receipts (GDRs)), preference shares, warrants on securities, China A-Shares via Stock Connect, cash and cash equivalents and other equity linked securities. The Fund may invest up to 10% of its net assets in China A-Shares via Stock Connect.</p> <p>With a view to enhancing returns and/or as part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for investment or Efficient Portfolio Management (including hedging) purposes.</p> <p>The portfolio may at times be concentrated, and will generally hold less than 50 holdings.</p>
Investment Strategy	<p>The Fund's investment objective will be pursued by investing primarily in a portfolio of equity securities of established large-capitalisation companies. The portfolio may at times be concentrated, and will generally hold less than 50 holdings.</p> <p>The investment process will emphasise a bottom-up stock selection process, seeking attractive investments on an individual company basis. The selection of securities for investment will be driven by a search for large-capitalisation companies with strong name recognition and sustainable competitive advantages, typically favouring companies with rising returns on invested capital, above average business visibility, strong current period free cash flow generation and attractive risk/reward. Fundamental research drives the investment process. Company developments, including business strategy and financial results, will be studied on an ongoing basis. Portfolio holdings will generally be considered for divestment when the Investment Manager determines that the holding no longer satisfies the Fund's investment criteria.</p> <p>The Fund Sub-investment manager actively integrates sustainability into the investment process by using environmental, social and governance ("ESG") factors as a lens for additional fundamental research, which can contribute to investment decision-making. The Sub-investment manager seeks to understand how environmental and social initiatives within companies can create value by strengthening durable competitive advantages, creating growth</p>

opportunities, driving profitability, and/or aligning with secular growth trends. The Sub-investment manager generally engages with company management teams to discuss their ESG practices, with the aim of identifying how sustainability themes present opportunities and risks that can be material to the value of the security over the long-term. Other aspects of the investment process include a proprietary, systematic evaluation of governance policies, specifically focusing on compensation alignment on long-term value creation. ~~The Sub-investment manager does not treat ESG factors as a screen that determines whether an investment can be made or a holding can remain in the Fund's portfolio.~~ [For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.](#)

[Restriction screens are applied to the Fund to restrict investments in corporate issuers whose industry classification or core business activity includes:](#)

- [Tobacco.](#)
- [Coal; or](#)
- [Weapons, comprising civilian firearms, cluster munitions and anti-personnel mines.](#)

[The methodology used to determine industry classification or core business activity for the purpose of the above-described screening is as follows:](#)

1. [Global Industry Classification Standard \(GICS\) Sub-Industry is Tobacco or Coal & Consumable Fuels;](#)
2. [Revenue \(as defined by external third party data\):](#)
 - [more than 5% of its recent-year revenue \(or estimated revenue\) from Tobacco;](#)
 - [more than 10% of its recent-year revenue \(or estimated revenue\) from Thermal Coal;](#)
 - [more than 10% of its recent-year revenue \(or estimated revenue\) from the Manufacture of Civilian Firearms and ammunition; or](#)
3. [Involvement as identified by an external third party data provider through corporate ownership, in manufacturing the core weapon system, or components/services of the core weapon system that are considered tailor-made and essential for the lethal use of the weapon, or cluster munitions and anti-personnel mines.](#)

STERLING CORPORATE BOND FUND

Investment Objective	The Fund aims to provide income while also growing your investment by outperforming, net of fees, the ICE Bank of America Merrill Lynch Sterling Non-Gilt Index over 1 to 3 years <u>or more</u> .
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SUSTAINABLE FIXED INCOME OPPORTUNITY FUND

Name	Sustainable MS Calvert Fixed Income Opportunity Fund
SDR Status	Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.
Investment Objective	The Fund aims to provide income and capital growth over a 5-year period ³ years or more.
Investment Policy	<p>At least 80% of the Fund will invest in global fixed income securities issued by corporates and governments across a range of fixed income asset classes including investment grade bonds, high yield bonds, covered bonds, asset-backed securities, convertible bonds and currencies. These investments may include fixed income securities issued in emerging markets. The Fund will invest at least 50% in investment grade bonds. After hedging a maximum of 20% of the Fund will be exposed to non-GBP currencies.</p> <p>High yield bonds are non-investment grade bonds, issued by corporations that are rated lower than “BBB-” by S&P or “Baa3” by Moody’s or similarly by another internationally recognised rating service or determined to be of similar creditworthiness by the Investment Manager.</p> <p>The Fund may invest no more than 20% in non-fixed income securities including but not limited to cash, equities or other equity linked securities.</p> <p>The Fund may invest no more than 20% in Contingent Convertible Instruments.</p> <p>The Fund may invest no more than 10% in securities acquired on the China Interbank Bond Market.</p> <p>The Fund may invest no more than 10% in units/shares in other collective investment schemes, including those managed by the Investment Manager and open-ended ETFs provided that any ETFs are eligible investments for UCITS funds.</p> <p>With a view to enhancing returns and/or as part of the investment strategy, the Fund may make use of exchange traded and over-the-counter options, futures and other derivatives for efficient portfolio management (including hedging) purposes only.</p> <p>The investment strategy (as further detailed below) is a strategy that allocates in an opportunistic manner and is not managed by reference to a benchmark. Environmental, Social and Governance (“ESG”) considerations are fully integrated into the investment decision making process as described below.</p>
Investment Strategy	<p>In relation to this Fund, “Sustainable” means that the Investment Manager integrates ESG considerations into its investment decision-making by screening</p> <p><u>In relation to this Fund, the use of “Calvert” in the name refers to Calvert Research and Management (“Calvert”), an indirect, wholly owned subsidiary of Morgan Stanley. Further details on Calvert are set out in Section 2.</u></p> <p><u>To identify issuers which exhibit sound management of ESG characteristics, the Fund utilises a quantitative and qualitative ESG research process that applies the Calvert Principles. In doing so, the Fund promotes environmental sustainability and resource efficiency, equitable societies and respect for human rights, in addition to accountable governance and transparent operations.</u></p>

~~The Fund also screens out certain sectors and issuers with low overall sustainability scores and maintaining that are deemed to be involved in controversial activities, and maintains a lower carbon footprint intensity for corporate bond investments than the corporate bond component of the Bloomberg Global Aggregate Index, taking into account the long-term global warming objectives of the Paris Agreement. In certain limited circumstances an investment may not meet the ESG criteria, for example if there is an error in third party data or a change to any aspect of the previously assessed criteria resulting in the investment failing to meet the ESG criteria set out below, aiming to reduce such carbon intensity over time. This analysis is conducted by the Investment Manager using third party ESG data. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus.~~

~~Where this occurs, the Investment Manager will look to disinvest as soon as reasonably possible, taking into account the best interests of Shareholders of the Fund. The ACD will report to Shareholders on the Fund's sustainable investing annually, on its website at www.morganstanley.com/im/.~~

~~In addition, as part of the investment approach, the Investment Manager may include evaluation of positive and negative contributions towards the UN Sustainable Development Goals (SDGs) and may engage company management around undertake engagement activities with selected issuers on their corporate governance practices, as well as what it deems to be materially important environmental and/or social factors facing an issuer. These factors may include, but are on ESG-related controversies and other material sustainability themes including, but not limited to, sustainability themes such as decarbonisation & climate risk, circular economy & waste reduction, nature capital & biodiversity, diverse & inclusive business, and decent work & resilient jobs.~~

~~The purpose of engagement is threefold: (i) deepening the Investment Manager's understanding of an issuer and its sector in relation to material ESG considerations; (ii) drive desired sustainability outcomes by anchoring dialogues with issuers on a consistent set of thematic priorities; and (iii) seeking to identify investment opportunities by integrating engagement outcomes into the Investment Manager's view and analysis of an issuer. In cases where the Investment Manager assesses an issuer's response to engagement as unsatisfactory, it may decide to continue engaging over a prolonged period of time, or to reduce exposure to that issuer. Any sales of investments in the Fund will take place over a time period to be determined by the Investment Manager, taking into account the best interests of investors.~~

~~Further details on the Investment Manager's engagement approach are available in the MSIM Fixed Income Engagement Strategy available online at <https://www.morganstanley.com/im/insights/articles/fixed-income-engagement-strategy.html>: <https://morganstanley.com/im/en-gb/intermediary-investor/insights/articles/fixed-income-engagement-strategy.html> or from the ACD upon request.~~

Restriction Screening

Investments shall not knowingly include any company whose business activity involves the following:

- manufacturing or production of controversial weapons;
- manufacturing or production of civilian firearms;
- manufacturing or retail of military or conventional weapons or weapons systems, where the company derives >10% revenue from such business activity;
- manufacturing or production of tobacco, or where the company derives >10% revenue from tobacco distribution or retail;
- gambling, where the company derives >10% revenue from such business activity;
- adult entertainment, where the company derives >10% revenue from such business activity;

- manufacturing or production of alcoholic products, where the company derives >10 percent revenue from such business activity, >25 percent revenue from the retail or distribution of such products, or >50 percent revenue from the supply of key raw materials.

With respect to fossil fuel activities specifically, investments shall not knowingly include any company whose business activity involves the following:

- mining and extraction of thermal coal;
- coal-fired power generation, where the company derives >10% revenue from such business activity; [or](#)
- oil and gas exploration, development and production activities, where this represents the company's core business activity, including the more environmentally invasive forms of oil sands extraction and Arctic oil and gas exploration and extraction.

The exception to the fossil fuel related exclusions is that the Fund may invest in labelled Sustainable Bonds, as defined further below, or other debt securities that are issued to raise capital specifically for climate-related or environmental projects, which are issued by issuers that would otherwise be subject to the fossil fuel exclusions above, so long as the Investment Manager has determined that the objectives of such instruments are consistent with a reduction by the issuer in its carbon emissions. Investment in such instruments will be subject to diligence by the Investment Manager.

In addition to the above sectoral exclusions, the Investment Manager monitors business practices on an ongoing basis, through data on ESG controversies and standards screening sourced from third party providers. The Fund will not invest in securities of issuers that fail to comply with the UN Global Compact or the ILO Fundamental Principles, nor in securities of issuers with controversy cases that the Investment Manager views as "Very Severe", including those related to the OECD Guidelines for Multinational Enterprises, based on ratings by relevant ESG data providers, and where the Investment Manager believes appropriate remedial action has not been taken. A "Very Severe" controversy case is defined as an instance or ongoing situation in which company operations and/or products allegedly have an environmental, social, and/or governance impact that is serious or very serious in its nature, and extensive or extremely widespread in its scale.

Investments that are held by the Fund but become restricted after they are acquired for the Fund will be sold. Such sales will take place over a time period to be determined by the Investment Manager, taking into account best interests of the Shareholders of the Fund.

~~Further to the above, the Investment Manager may, in its discretion, elect to apply additional ESG related investment restrictions over time that it believes are consistent with the Fund's investment objective and policy.~~

Positive ESG Screening

~~Such additional restrictions will be disclosed in the Fund's Restriction Screening Policy available online at https://www.morganstanley.com/im/publication/msfundsuk/material/rsp_msfundsuk_sustainablefixedincomeopportunities.pdf or from the ACD upon request.~~

All investments in the Fund will be evaluated under the Calvert Principles for Responsible Investment (the "Calvert Principles"). The Calvert Principles provide a framework to assess investee issuer activities and behaviours across a number of financially material ESG themes to determine their eligibility for the Fund. The Investment Manager then constructs a portfolio of eligible issuers that meets the Fund's investment objective.

To conduct this analysis, Calvert uses the proprietary Calvert Research System ("CRS") that leverages indicators sourced from third party data vendors, external research partners, and Calvert's own custom indicators to support measurement and ranking of issuer performance on a number of financially material ESG themes, as determined by expert ESG sector analysts based on proprietary peer groups across the investable universe. A specific set of underlying relevant indicators tied to each theme are then assigned to

each sector peer group and weighted to produce a quantitative assessment for each issuer, with discounts applied based on circumstantial information (current and ongoing issues) from data vendors and news sources. Analysts then review the information from CRS to determine if the issuer meets the Calvert Principles. Such determinations are presented to and approved by Calvert's Responsible Research Review Committee.

~~Sustainable Bonds~~

~~As part of its pursuit of positive impact, the Investment Manager may invest a proportion of the Fund in Sustainable Bonds, defined as labelled debt instruments where the issuer has committed to financing or attaining specific environmental and/or social objectives, including but not limited to the below based on the main labels of bonds issued to date, including those recognised by the International Capital Market Association (ICMA). The Investment Manager deploys a proprietary assessment framework for Sustainable Bonds, through which the robustness, impact and transparency of such instruments are evaluated.~~

~~Examples of such bonds may include the following categories:~~

~~Examples of Sustainable Bond Labelling:~~

Occasionally, the Responsible Research Review Committee may deem an issuer to be eligible in accordance with the Calvert Principles pending the achievement of milestones set as part of Calvert's engagement activity with such issuer. The

following, non-exhaustive list of themes is considered in CRS, as applicable, depending on an issuer's peer group and the financial materiality of each theme to that peer group:

~~Sustainability Tilt – Exclusion of the bottom 20% of Corporate and Sovereign Issuers~~

~~For the Fund's investments in fixed income securities issued by corporations, the Fund will~~

~~only invest in corporations within the top 80% of ESG scoring corporates in each subsector of the Bloomberg Global Aggregate Index.~~

~~For the Fund's investments in fixed income securities issued by sovereigns, the Fund will~~

~~only invest in sovereigns within the top 80% of ESG scoring sovereigns that we have~~

~~evaluated, unless the Investment Manager perceives that a sovereign in the bottom 20%~~

~~is demonstrating positive sustainability momentum, and/or issues a Sustainable Bond. The~~

~~Fund will not invest in bonds from sovereigns which the Investment Manager has not scored.~~

~~The Investment Manager applies proprietary ESG assessment and scoring methodologies that are bespoke to Fixed Income Securities the Fund may invest in, focussed on corporate, sovereign and securitised issuance, using third party ESG data as an input where relevant.~~

~~The proprietary scoring processes and methodologies are available online or from the ACD upon request:~~

- ~~Corporate ESG scoring~~
~~https://www.morganstanley.com/im/publication/insights/investment-insights/ii_drivingvalueinfixedincomethroughesg_en.pdf~~ Environmental themes:

Biodiversity & Land

Climate & Energy

Overall Management of Environmental Risks

Packaging and Electronic Waste

Pollution and Waste

Environmental Impacts of the Supply Chain

Water

- ~~Sovereign~~ ~~ESG~~ ~~scoring~~
https://www.morganstanley.com/im/publication/insights/articles/article_esg_insovereignfixedincomeinvesting_en.pdf Social themes:
 - ~~Securitized ESG scoring~~
https://www.morganstanley.com/im/publication/insights/articles/article_securedsustainabilityframework_ltr.pdf
 - ~~Sustainable Bonds evaluation~~
https://www.morganstanley.com/im/publication/insights/articles/article_allgreenbondsarenotcreatedequal_en.pdf

Employee Health and Safety

Valuing Human Capital & Labour Management

Privacy & Data Security

Product Integrity

Stakeholder Relations

Social Impacts of the Supply Chain

In instances where ESG data is very limited and cannot be assessed through CRS, issuers may undergo a qualitative assessment to determine if the issuer meets the Calvert Principles. Qualitative assessments, like quantitative assessments, are presented to and approved by Calvert's Responsible Research Review Committee.

~~For the Fund's investments in non-corporate and non-sovereign fixed income securities,~~

~~ESG criteria are considered by the Investment Manager during the research and investment~~

~~process to limit exposure to ESG risks and evaluate investment opportunities.~~

~~If an investment no longer falls within either the top 80% of ESG scoring corporates~~ the eligibility criteria according to the Investment Manager's proprietary ESG frameworks, or

~~sovereigns or~~ falls within one of the ~~sector~~ exclusions listed under the "Restriction Screening" section, the Investment Manager will disinvest as soon as it is reasonably possible to do so, taking into account the best interests of ~~investors~~ shareholders.

More details on the Calvert Principles are available on the Fund's webpage at: <https://www.morganstanley.com/im/en-gb/intermediary-investor/funds-and-performance/morgan-stanley-funds-UK/fixed-income/sustainable-fixed-income-opportunities-fund.html>.

Carbon Footprint

For the proportion of the Fund invested in corporate ~~bonds issued by corporates,~~

the Fund will maintain a lower carbon footprint than the corporate bond component of the

Bloomberg ~~Barelays~~ Global Aggregate Index. Carbon footprint shall be measured as

Weighted Average Carbon Intensity (WACI), defined as tonnes of CO2 equivalent (Scope

1 and Scope 2 emissions) per \$1million revenue.

Sustainable Bonds, as defined further below, with climate-related objectives may be determined to have different

carbon footprints than the issuers of the bonds. In such cases, the Investment Manager shall disclose its methodology for determining the relevant carbon footprint. The Fund will seek to reduce its portfolio-level WACI for the corporate bond component over time.

Sustainable Bonds

The Fund may invest a proportion of its assets in Sustainable Bonds, defined as labelled debt instruments where the issuer has committed to financing or attaining specific environmental and/or social objectives, including but not

limited to the below based on the main labels of bonds issued to date, including those recognised by the International Capital Market Association (ICMA). The Investment Manager deploys a proprietary assessment framework for Sustainable Bonds, through which the robustness, impact and transparency of such instruments are evaluated. Examples of such Sustainable Bonds may include the following categories:

SUSTAINABLE BOND CATEGORY	OBJECTIVE
Green Bonds	Environmental goals
Social Bonds	Social goals and/or target populations
Sustainability Bonds (including SDG Bonds, Blue Bonds)	Environmental and social goals
Transition Bonds	Transition to low-carbon business models
Sustainability-Linked Bonds (or SDG-linked Bonds)	Based on Key Performance Indicators (KPIs)

Investments in Sustainable Bonds for the Fund will be evaluated through the proprietary Calvert Sustainable Bonds Evaluation framework. Details on such framework are available on the Fund's webpage at: <https://www.morganstanley.com/im/en-gb/intermediary-investor/funds-and-performance/morgan-stanley-funds-UK/fixed-income/sustainable-fixed-income-opportunities-fund.html>.

GLOBAL CORPORATE BOND FUND

SDR Status	Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.
Investment Objective	The Fund aims to provide capital growth and income by outperforming, net of fees, the Bloomberg Global Aggregate Corporate Total Return Index Value Hedged GBP over 3 years or more .
Investment Strategy (extract)	[...] Data sourced from third party providers may be subject to changes in methodologies. The Investment Manager may opt to use its in-house ESG scoring methodology to assess, compare and report on the portfolio and the index’s ESG scores, should it deem appropriate to do so. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus. [...]

GLOBAL GOVERNMENT BOND FUND

SDR Status	Sustainable investment labels help investors find products that have a specific sustainability goal. This product does not have a UK sustainable investment label as it does not have a sustainability objective in line with the requirements of Chapter 4 of the Environmental, Social and Governance Sourcebook of the Financial Conduct Authority.
Investment Objective	The Fund aims to provide capital growth and income by outperforming, net of fees, the Bloomberg Global Aggregate Treasuries Total Return Index Value Hedged GBP over 3 years or more .
Investment Strategy (extract)	[...] Data sourced from third party providers may be subject to changes in methodologies. The Investment Manager may opt to use its in-house ESG scoring methodology to assess, compare and report on the portfolio and the index’s ESG scores, should it deem appropriate to do so. For more information on the use and limitations of ESG data, please refer to the ESG Third Party Data Provider Disclaimer in the Section 5.18 of this prospectus. [...]

Part B – Sustainability Metrics

The metrics that will be reported on an ongoing basis for Funds without a sustainable label but with sustainability characteristics are as detailed below:

Product name: Global Brands Fund

PRN: 636211

Metrics
% of the Fund invested in companies which:
<ul style="list-style-type: none"> have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider
<ul style="list-style-type: none"> have been assigned any of the following sectors or industries under MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining
% of the Fund invested in companies which derive revenue from:
<ul style="list-style-type: none"> civilian firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue)
<ul style="list-style-type: none"> weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue)
<ul style="list-style-type: none"> depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider.
% of the Fund invested in companies which have any tie to controversial weapons as defined by the Investment Manager's external third-party data provider.

Product name: Global Brands Equity Income Fund

PRN: 757428

Metrics
% of the Fund invested in companies which:
<ul style="list-style-type: none"> have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider
<ul style="list-style-type: none"> have been assigned any of the following sectors or industries under MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining
% of the Fund invested in companies which derive revenue from:
<ul style="list-style-type: none"> civilian firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue)
<ul style="list-style-type: none"> weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue)
<ul style="list-style-type: none"> depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider.
% of the Fund invested in companies which have any tie to controversial weapons as defined by the Investment Manager's external third-party data provider.

<p>Metrics</p>
<p><u>GHG emissions intensity</u></p> <p>The Investment Manager will apply ESG criteria that seeks to achieve a GHG emissions intensity for the Fund that is 50% lower than that of the reference universe (which term is used only for the purposes of comparing GHG emissions intensity and comprises companies within the MSCI AC World Index).</p>
<p><u>GHG emissions-related restrictions</u></p> <p>% of the Fund invested in companies which:</p> <ul style="list-style-type: none"> • Have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager’s third-party data provider • Have been assigned any of the following sectors or industries under MSCI GICS: energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining • Do not have GHG emissions intensity data and/or estimates available and/or which cannot be estimated • The remaining issuers are then be ranked according to their GHG emissions intensity data and/or estimates in tons CO₂e / \$M revenue, and those with the highest intensity shall be excluded from the reference universe. The GHG emissions-related restrictions should collectively result in a reduction of the reference universe by at least 20%.
<p><u>Additional investment restrictions</u></p> <p>% of the Fund invested in companies which have revenues above the thresholds defined by the Investment Manager (as set out below) related to the following business activities, classified by the Investment Manager’s third-party data provider:</p> <ul style="list-style-type: none"> • Tobacco: Production, distribution, retail, licensor or supplier of tobacco products (>5%) • Alcohol and related activities as defined by the third-party data provider (>10%) • Adult Entertainment: production, distribution or retail of adult entertainment products or services (>10% revenue); • Gambling: gambling operations, including online or mobile gambling, and supporting activities (>10% revenue) • Civilian Firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue) • Weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the third-party data provider (>10% revenue) • Depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the third-party data provider <p>% of the Fund invested in companies which:</p> <ul style="list-style-type: none"> • Have any tie to controversial weapons as defined by the Investment Manager’s third-party data provider • Have been assigned any of the following sectors or industries under MSCI GICS: tobacco, casinos & gaming, brewers, or distillers & vintners

Product name: American Resilience Equity Fund

PRN: 1005410

Metrics
% of the Fund invested in companies which:
<ul style="list-style-type: none">• have any tie to fossil fuels (such as oil, gas and coal) as defined by the Investment Manager's external third-party data provider
<ul style="list-style-type: none">• have been assigned any of the following sectors or industries under MSCI Global Industry Classification Standards (GICS): energy, construction materials, utilities (excluding renewable electricity and water utilities), or metals and mining
% of the Fund invested in companies which derive revenue from:
<ul style="list-style-type: none">• civilian firearms: production, wholesale or retail of firearms and ammunition intended for civilian use (>10% revenue)
<ul style="list-style-type: none">• weapons: production of conventional, biological or chemical, nuclear weapons and blinding laser, incendiary or non-detectable fragments weapons and related activities as defined by the data provider (>10% revenue)
<ul style="list-style-type: none">• depleted uranium: production of depleted uranium weapons (>0% revenue) or through indirect ownership as defined by the data provider
% of the Fund invested in companies which have any tie to controversial weapons as defined by the Investment Manager's external third-party data provider

Product name: US Advantage Fund

PRN: 757430

Metrics
% Fund invested in companies whose Global Industry Classification Standard (GICS) sub-industry is:
tobacco
coal & consumable fuels
% Fund invested in companies which derive revenue (as defined by external third party data) from:
tobacco (>5% recent year revenue or estimated revenue)
thermal coal (>10% recent year revenue or estimated revenue)
manufacture of civilian Firearms and ammunition (>10% recent year revenue of estimated revenue)
% Fund invested in companies involved as identified by an external third party data provider through corporate ownership, in manufacturing the core weapon system or components/services of the core weapon system that are considered tailor-made and essential for the lethal use of cluster munitions & anti-personnel mines

Product name: Global Corporate Bond Fund

PRN: 996888

Metric
% Fund invested in companies which derive revenue from the manufacturing or production of controversial weapons (any revenue)
% Fund invested in companies which derive revenue from the manufacturing or production of civilian firearms (any revenue)
% Fund invested in companies which derive revenue from the manufacturing or production of tobacco (any revenue)
% Fund invested in companies which derive revenue from the mining and extraction of thermal coal (5% or more revenue)
% Fund invested in companies with evidence of UNGC violations
Aggregate portfolio weighted ESG score of (a) the Fund, and of (b) of the Bloomberg Global Aggregate Corporate Total Return Index

Product name: Global Government Bond Fund

PRN: 996887

Metric
% Fund exposure to sovereign issuers in bottom 10% ranked countries for social violations
% Fund invested in companies with evidence of UNGC violations
Aggregate portfolio-weighted ESG Score of (a) the Fund, and of (b) the Bloomberg Global Aggregate Treasuries Total Return Index

Product name: Sustainable Fixed Income Opportunities Fund

PRN: 996887

Metrics
% of the Fund invested in companies which have any tie to controversial weapons
% of the Fund invested in companies which derive revenue from civilian firearms (>10% revenue)
% Fund invested in companies which derive revenue from tobacco (>5% recent year revenue)
% Fund exposure to investee companies involved with gambling (>10% revenue)

% Fund exposure to companies which derive revenue from adult entertainment (>10% revenue)
% Fund exposure to companies involved in alcohol production or related activities, according to the revenue thresholds stated above
% Fund invested in companies which derive revenue from mining and extraction of thermal coal (>5% recent year revenue)
% Fund invested in companies which derive revenue from coal-fired power generation (>10% revenue)
% Fund exposure to companies involved in oil & gas related activities, according to the criteria stated above
% Fund invested in companies with evidence of UNGC violations
% of the Fund evaluated under the Calvert Principles for Responsible Investment
Weighted Average Carbon Intensity ("WACI"): scope 1 and 2 emissions in tons CO ₂ e/US\$ million revenue, normalised by corporate bond holdings