

Marketing Communication

## SFDR Article 8 Website Disclosure

# MS INVF Global Sustain Fund

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DECEMBER 2022

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## SFDR Article 8 Website Disclosure

**Product name:** *Global Sustain Fund (the “Fund”)*

**A fund of Morgan Stanley Investment Funds**

**Legal entity identifier:** 549300QP5BPQ4JSACK62

## No Sustainable investment objective

This financial product promotes environmental or social characteristics but does not have as its objective sustainable investment.

When classifying investments as sustainable or not (as defined under the SFDR rules), the Investment Adviser applies four tests as required by the SFDR rules:

- **good governance:** this test seeks to ensure that investee companies classified as sustainable investments follow good governance practices;
- **minimum social safeguards:** this test seeks to ensure that companies classified as sustainable investments are aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights;
- **do no significant harm (“DNSH”):** this test seeks to ensure that investments that cause significant harm to any of the mandatory, SFDR-defined principal adverse impact (“PAI”) indicators which are relevant to the investment are not classified as sustainable; and
- **positive contribution to environmental or social objective:** this test seeks to ensure that the sustainable investments of the Fund shall be classified based on their net positive alignment with the UN Sustainable Development Goals (“SDGs”) (which shall be determined using alignment scores obtained from third-party data providers).

Further detail regarding the good governance test can be found in the section below titled “*Investment strategy*” (*Governance practices of investee companies*), while details of the remaining tests can be found in the section below titled “*Methodologies for environmental and social characteristics*”.

## Environmental or social characteristics of the financial product

The Fund promotes the environmental characteristic of seeking to achieve a greenhouse gas (GHG) emissions intensity for the portfolio that is significantly lower than that of the reference universe by applying a GHG emissions intensity tilt and environmental exclusions to the portfolio. The reference universe is defined, only for the purposes of comparing GHG emissions intensity, as the MSCI AC World Index.

The Fund also considers social characteristics by avoiding investments in certain sectors with the potential to cause harm to human health and wellbeing via the application of binding exclusions.

In addition, a proportion of the Fund’s investments will be classified as sustainable investments, through an assessment comprising four tests, which includes evaluating investee companies’ positive alignment with the UN SDGs.

## Investment Strategy

The Fund will seek to achieve its investment objective by investing primarily in equity securities, including depositary receipts, of issuers located in any jurisdiction. The Fund may, on an ancillary basis, invest in equity securities of companies located in emerging markets, including China A-Shares via Stock Connect, as well as in preference shares, debt securities convertible into common shares or preference shares, warrants on securities and other equity linked securities.

The Investment Adviser seeks to invest in a concentrated portfolio of high quality, dominant franchises characterised by sustainably high returns on operating capital, powerful intangible assets including brands, networks, licences and patents, and pricing power. 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 Adviser assesses relevant factors material to long-term sustainably high returns on operating capital including ESG factors and seeks to engage with company management teams as part of this.

Subject to the Fund's investment objective, investment restrictions and its binding Article 8 characteristics (as explained below), the Investment Adviser retains discretion over which investments are selected for inclusion in the Fund.

The Fund is actively managed by the Investment Adviser on an ongoing basis in accordance with its investment strategy.

### **Investment strategy used to meet the environmental and social characteristics of the Fund**

1. As set out above, the Fund seeks to achieve a GHG emissions intensity that is significantly lower than that of the reference universe (for these purposes, the MSCI AC World Index) by applying environmental exclusions and a GHG emissions tilt to the portfolio in the following manner:
  - the Fund firstly excludes investments in any company that the Investment Adviser determines:
    - to have any tie to fossil fuels (such as oil, gas and coal) as classified by the MSCI ESG Business Involvement Screening Research database ("**MSCI ESG BISR**");
    - or any company that has been assigned the following sectors or industries under the MSCI Global Industry Classification Standards ("**MSCI GICS**"): energy, construction materials, utilities (excluding renewable electricity and water utilities), metals and mining;
    - for which GHG emissions intensity estimates are not available and/or cannot be estimated (in the Investment Adviser's discretion); and the remaining issuers are then ranked according to their GHG emissions intensity estimates, and those with the highest intensity are excluded from the reference universe, with a view to ensuring that the overall GHG emissions intensity of the portfolio amounts to 50% or less of the GHG emissions intensity of the MSCI AC World Index.
2. The Fund also applies the following binding screens, as listed below:
  - Firstly, the Fund screens out any company that has been assigned any of the following MSCI GICS sectors or industries:
    - o Brewers
    - o Casinos & Gaming
    - o Distillers & Vintners
    - o Tobacco
  - Further to this, the Fund's investments shall not knowingly include any company whose core business activity includes the following, as classified by the MSCI ESG BISR database:
    - a. tobacco;
    - b. alcohol;
    - c. adult entertainment;
    - d. gambling;
    - e. civilian firearms; or
    - f. weapons.
  - The Fund shall also not invest in any company that is defined by the MSCI ESG BISR database to have any tie to controversial weapons.
  - The details of the above exclusions can be found in the Fund's Restriction Screening policy which is available on the Company's website ([www.morganstanleyinvestmentfunds.com](http://www.morganstanleyinvestmentfunds.com)) and on [www.morganstanley.com/im](http://www.morganstanley.com/im)).

- Further to the above, the Investment Adviser may, in its discretion, elect to apply additional ESG-related 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.morganstanleyinvestmentfunds.com](http://www.morganstanleyinvestmentfunds.com) and on [www.morganstanley.com/im](http://www.morganstanley.com/im).

A description of the methodologies by which compliance with these exclusionary screens are measured can be found in the “*Methodologies for environmental and social characteristics*” section below.

### 3. Sustainable investments

As noted above, the Fund also commits to invest a proportion of its assets in sustainable investments. The Fund classifies a security as a sustainable investment using a framework based on four tests:

- good governance:** all investee companies, including those classified as sustainable investments, have to be considered by the Investment Adviser to follow good governance practices to be included in the Fund’s portfolio. This test is described immediately below under “*Governance practices of investee companies*”;
- minimum social safeguards:** this test seeks to ensure that companies classified as sustainable investments are aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights;
- DNSH:** the Investment Adviser applies a DNSH methodology, which seeks to ensure that investments that cause significant harm to any of the mandatory, SFDR-defined PAI indicators which are relevant to the investment are not classified as sustainable; and
- positive contribution to environmental or social objective:** the sustainable investments made by the Fund shall be classified based on their net positive alignment with the UN SDGs (which shall be determined using alignment scores obtained from third party data providers).

More details regarding steps (ii) to (iv) can be found in the “*Methodologies for environmental and social characteristics*” section below.

#### **Governance practices of investee companies**

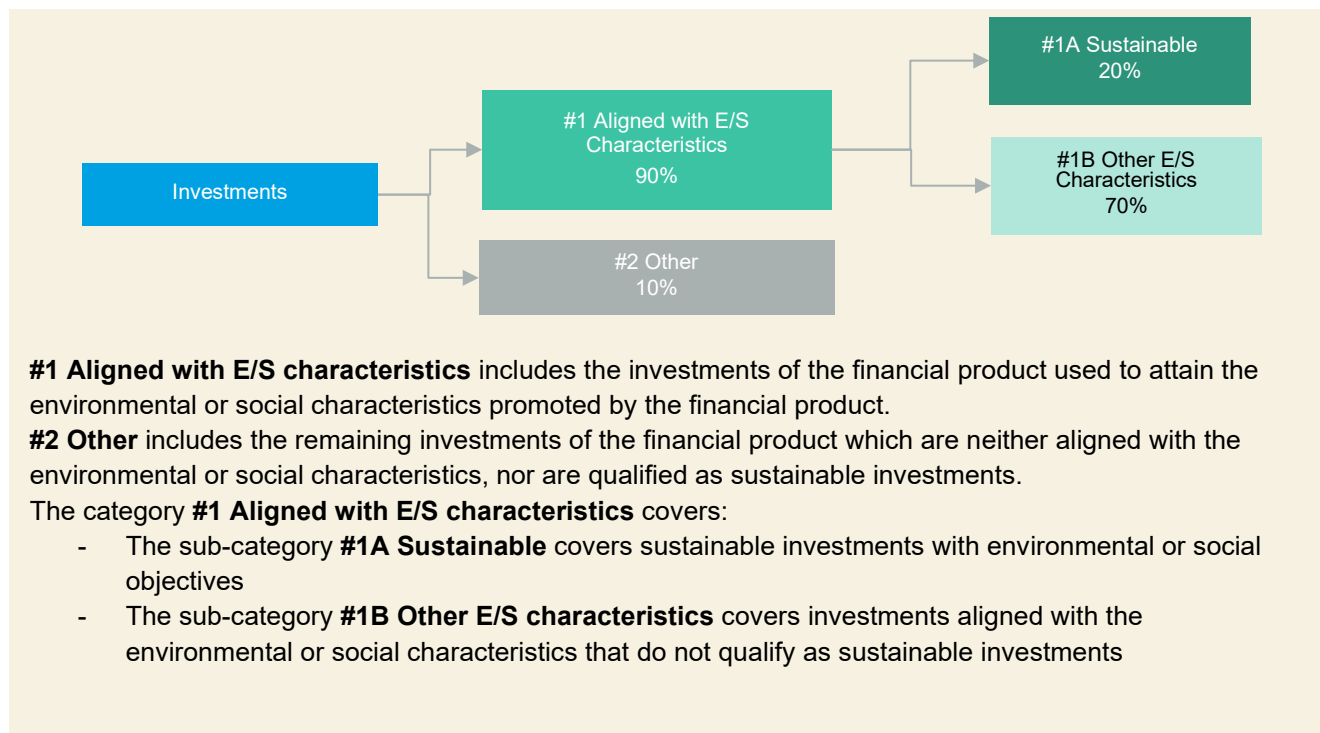
The investment process is focused on identifying high quality companies that can sustain their high returns on operating capital over the long term, both for the Fund’s sustainable investments and for other investments which are aligned with the Fund’s environmental or social characteristics. Effective governance is important and governance criteria are therefore embedded within the investment process and considered as part of initial research and portfolio selection. On-going monitoring is facilitated through engagement with the company as well as by using, where appropriate, company data, third party data and governance related controversy screens. An investment has to be considered by the Investment Adviser to have good governance to be included within the portfolio.

In addition to meet the EU SFDR regulatory requirements, the Investment Adviser also has regard to third-party proxy indicators as considerations to assess four specific aspects of Governance: issuer management structures, employee relations, remuneration of staff and tax compliance. All companies in the Fund are assessed against these indicators. The Investment Adviser may include issuers that fail on one or more of these proxy indicators where (i) it considers that the third-party data is inaccurate or out of date; or (ii) it considers that, upon review, the issuer is exhibiting good governance practices overall (such that the results of the proxy indicator tests do not in fact indicate a material impact on good governance). In reaching this determination, the Investment Adviser may take into account any remedial actions being undertaken by the company.

The team engages with companies on issues material to the sustainability of company returns on operating capital. Direct engagement with companies and boards on material ESG risks and opportunities, and other issues, plays a role in informing the team on the soundness of company management and whether it can

maintain high returns on operating capital while growing the business over the long term. Dialogue with companies on engagement topics can be prolonged and require multiple engagements.

## Proportion of investments



The environmental and social exclusions are expected to apply to 90% of the portfolio and the Fund also expects a minimum of 20% of its assets to meet the sustainable investment criteria. The Investment Adviser anticipates that the remainder of the Fund will be made up of investments held for ancillary liquidity, including cash and money market instruments, with this proportion expected to comprise 10% of the Fund's assets. No minimum environmental or social safeguards are applied to such investments.

The 90% of the portfolio which is aligned with environmental or social characteristics entirely comprises investments which offer direct exposure to investee entities.

As noted above, the GHG emissions intensity tilt is applied at a portfolio level (and not at the level of individual holdings, some of which may have a higher GHG emissions intensity than the portfolio level average or target).

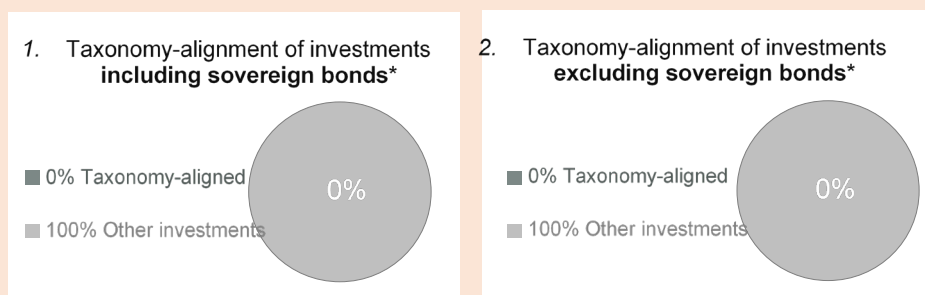
These percentages are measured according to the value of the investments.

### Taxonomy disclosures

The Fund does not take account of the EU Taxonomy in its management of the Fund and as such the Fund's investments do not take into account the criteria for environmentally sustainable economic activities under the EU Taxonomy.

The EU Taxonomy does not comprehensively cover all industries and sectors, or even all environmental objectives. This financial product invests in sustainable investments within sectors which may or may not be covered by the EU Taxonomy currently. Accordingly, the Investment Adviser uses its own methodology to determine whether certain investments are environmentally sustainable in accordance with the SFDR sustainable investment test, and then the Investment Adviser invests part of the Fund in such assets.

**The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy-alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy-alignment only in relation to the investments of the financial product other than sovereign bonds.**



## Monitoring of environmental or social characteristics

The environmental and social characteristics promoted by the Fund are incorporated within the investment guidelines and subject to ongoing monitoring by the Investment Adviser. Morgan Stanley Investment Management's Portfolio Surveillance team also codes the investment guidelines into the firm's surveillance system. The Portfolio Surveillance team uses an automated process to monitor adherence to investment guidelines, including pre- and post-trade guideline monitoring and exception-based screening, and informs the Investment Team of any possible guideline violations.

The investment process is subject to regular review, as part of a control and monitoring framework implemented by the Investment Adviser and the Management Company. The Investment Adviser's Compliance, Risk and Portfolio Surveillance teams collaborate with the Investment Adviser to conduct regular portfolio/performance reviews and systemic checks to ensure compliance with portfolio investment objectives, investment, and client guidelines, taking into account changing market conditions, information and strategy developments.

Investments that are held by the Fund but become restricted because they breach the exclusionary criteria as set out in points one and two in the "Investment strategy" section 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 Adviser, taking into account the best interests of the Shareholders of the Fund.

If the Investment Adviser considers that the portfolio no longer meets the Fund's commitment to 20% sustainable investments or the GHG emissions intensity objective, the Investment Adviser will take such remedial action as it determines to be appropriate. Any such remedial action will be taken over a time period to be determined by the Investment Adviser, considering the relevant circumstances and best interests of the shareholders of the Fund.

## Methodologies for environmental and social characteristics

### 1. Environmental characteristics

The Investment Team measures and monitors compliance with the GHG emissions intensity characteristics using the following sustainability indicators (as indicated below). The table below specifies the sustainability indicators, the detail of the metric and the methodology applied.

Sustainability indicator	Metric	Methodology
GHG emissions intensity of company sales (metric tonnes of GHG per \$1m of sales).	<p>GHG emissions intensity of company sales as measured by Scope 1 and Scope 2 emissions.</p> <p>Scope 1 emissions: emissions generated from sources that are controlled by the company that issues the underlying securities.</p> <p>Scope 2 emissions: emissions from the consumption of purchased electricity, steam, or other sources of energy generated upstream from the company that issues the underlying securities.</p>	<p>A weighted average GHG emissions intensity calculation is made for the portfolio and compared against the MSCI AC World Index reference universe. The Fund aims to have a GHG emissions intensity that is at least 50% lower than that of the reference universe.</p> <p>The GHG emissions intensity limit is applied to the portfolio and not individual holdings – accordingly individual holdings may have a GHG emissions intensity higher than the 50% or less target applied at the portfolio level.</p>

Compliance with the environmental exclusionary screens is measured based on the exclusionary criteria and the percentage of the Fund's investments which breach the exclusionary screens.

## 2. Social characteristics

Compliance with the social exclusionary screens is measured based on the exclusionary criteria and the percentage of the Fund's investments which breach the exclusionary screens.

## 3. Sustainable Investments Commitment

As described in the "*Investment strategy*" section above, the Fund has a sustainable investment framework based on four tests. All stocks that are classified as sustainable investments need to meet all four tests. Further details for these four tests are set out below.

Compliance with the sustainable investment commitment is measured by the percentage of the Fund's investments which pass all of the below four tests. As stated in the section above, "*Proportion of investments*", 20% of the Fund's investments are expected to pass the below four tests and qualify as sustainable investments.

### (i) Governance of investee companies

The first test relating to the governance practices of investee companies is described in the section above, "*Investment Strategy*".

### (ii) Minimum social safeguards

The second test seeks to ensure companies show alignment with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

The Fund will not treat as sustainable investments:

- issuers that fail to comply with the themes and values promoted by the UN Global Compact or the OECD Guidelines for Multinational Enterprises (which incorporate the ILO Fundamental Principles); and
- issuers which lack processes and compliance mechanisms to monitor compliance with the themes and values promoted by the UN Global Compact principles and OECD Guidelines for Multinational Enterprises (which incorporate UN Guiding Principles and ILO conventions).

In each case, this assessment is based on information obtained from third-party data providers and/or internal assessments.

(iii) DNSH assessment

As noted in previous sections, when classifying investments as sustainable or not (as defined under the SFDR rules), the Investment Adviser applies a DNSH methodology. This seeks to ensure that investments that cause significant harm to any of the mandatory, SFDR-defined PAI indicators which are relevant to the investment are not classified as sustainable.

The Fund gains data to assess the PAI indicators from third-party providers as well as internal research. The Fund may use reasonable proxies for those PAIs for which the Investment Adviser considers that the data is not widely or reliably available (currently these are the 'Unadjusted gender pay gap', 'Activities negatively affecting biodiversity sensitive areas' and 'Emissions to water' indicators). These proxies will be kept under review and will be replaced by data from third-party data providers, when the Investment Adviser determines that sufficiently reliable data has become available.

To determine whether significant harm is caused, initial thresholds for each mandatory PAI indicator are generally set in two ways:

- for binary indicators (e.g., 'Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises'), a binary pass/fail test is applied, based on the data;
- for indicators using quantifiable numerical data (e.g., 'GHG intensity of investee companies'), the worst performers (based on their relative performance within the broader investable universe, which itself is limited to issuers for which data is available – subject to the exceptions noted below), are deemed to fail the initial test.

For both types of indicators, where data is not available, the investment is deemed to fail the initial test and cannot be regarded as a sustainable investment. However, in cases where the third-party data provider determines that a particular PAI indicator is not meaningful given the nature or the industry of the issuer, and therefore does not provide data on that PAI indicator, the investment is deemed to pass the initial test on the basis that the investment's activities are unlikely to be causing significant harm to the environmental or social theme covered by that PAI indicator. For example, in the case of software companies with a limited physical presence, the expectation is that their activities are unlikely to have significant negative impacts on water quality, therefore the 'emissions to water' PAI is considered by the third-party provider to be not meaningful for that industry.

Instances in which the third-party data provider determines that a PAI indicator is not meaningful will be kept under periodic review by the Investment Adviser, in case the third-party data provider subsequently deems the PAI indicator meaningful for the issuer (in which case the Investment Adviser will re-assess the issuer against the relevant PAI indicator data).

Additionally, the outcome of the initial test may be supplemented (as appropriate) by the Investment Adviser's internal qualitative assessments on significant harm (having regard to other data sources and/or its



engagements with the investment) on one or more PAIs. For example, the Investment Adviser may treat a company which does not report its share of non-renewable energy consumption as not failing the initial PAI test, if the Investment Adviser is satisfied through its qualitative assessment that the company in question has a low energy consumption intensity overall. Similarly, where the Investment Adviser considers that an issuer is taking appropriate and credible remedial actions to rectify its failings on a PAI, the issuer may still be considered a sustainable investment, subject to the Internal Adviser's ongoing review and tracking of the issuers' remedial actions.

As part of its long-term investment approach, the Investment Adviser also seeks to engage with company management teams and boards to encourage companies towards better ESG practices and to minimise or mitigate the principal adverse impacts of their activities.

(iv) Positive contribution to environmental or social objective

When classifying investments as sustainable or not (as defined under the SFDR rules), the Investment Adviser will also classify companies on their net positive alignment with the UN SDGs (which shall be determined using alignment scores obtained from third party data providers).

The UN SDGs include environmental (e.g., Climate Action or Life on Land) and social (e.g. Good Health and Well-Being) objectives. In order to be classified as sustainable investments, the data providers' alignment scores indicate whether the Fund's investments have a net positive alignment across the UN SDGs, either through their products and services (e.g. a health care company's essential medical products may be positively aligned with the Good Health and Well-Being SDG), or through business practices such as policies, actions and targets aimed at aligning with one or more of the SDGs (e.g. a company with robust carbon reduction plans may align with the Climate Action SDG by reducing its own emissions, switching to renewable energy or by seeking emission reductions in its value chain by engaging with suppliers and/or through product design). More information on the UN SDGs can be found at: <https://www.undp.org/sustainable-development-goals>. The Investment Adviser recognise that the UN SDGs were written by Governments for Governments and therefore data that seeks to align corporate actions to the SDGs will not be perfectly representative.

The Investment Adviser classifies a company as having a positive contribution to an environmental or social objective as simultaneously meeting three criteria assessed using third-party data: (1) having a net positive aggregate alignment score across all the SDGs (i.e. scores measuring positive alignment to individual SDGs have to, in total, be greater than the total of any negative alignment scores), (2) having sufficient positive alignment (in the Investment Adviser's view) with at least one individual SDG and (3) not having any material mis-alignments on any of the SDGs.

In limited cases, and where it is satisfied that it is appropriate to do so based on its internal analysis (having regard to its engagements with the company or other data sources), the Investment Adviser may treat an investment as failing or passing its sustainable investment criteria, contrary to the position indicated by the third-party SDG alignment score. The Investment Adviser may do this when, for example, it considers the third-party SDG alignment data to be out of date or incorrect based on the Investment Adviser's own engagement efforts or research.

## Data sources and processing

MSIM uses ESG data from various leading external data vendors. This data is collected and stored in Morgan Stanley's centralised ESG data repository, to allow any Morgan Stanley Business Unit, including MSIM, to access the information for research, portfolio analysis and construction, and client and regulatory reporting. A data quality process is also in place to allow for enhancements as data quality/reporting improves.

Morgan Stanley also leverages third-party data in order to produce proprietary insights.

MSIM assesses data quality by liaising with the different data providers to obtain updates to the datasets as the regulation evolves. They also ensure that ESG data adheres to the Firm's data governance and quality standards through procedures to assess the appropriateness and delivery of data feeds. MSIM also conducts, as appropriate, due diligence on the external data providers in order to assess whether their methodologies are appropriate for the intended use case.

In limited cases, and where it is satisfied that it is appropriate to do so based on its internal analysis (having regard to its engagements with the company or other data sources), the Investment Adviser may treat an investment as failing or passing its sustainable investment criteria, contrary to the position indicated by the third-party vendor. The Investment Adviser may do this when, for example, it considers the third-party SDG alignment data as one of many inputs input to its definition for sustainable investments and finds that data to be out of date or incorrect based on the Investment Adviser's own engagement efforts or research.

Some examples of SFDR dataset definitions are listed below:

Data Set	Definition
Screening/Controversies	Business practices and products/services
SDG/Sustainable Revenues	Revenue alignment or misalignment with the UN SDGs
Diversity & Inclusion	Board level diversity metrics and corporate policies
Environmental Metrics	Water use, waste generation and local pollution
Carbon Metrics	Emissions, fossil fuel, and power generation
Gender Equality	Gender-related metrics and policies

A small proportion of the data which is used to assess alignment with E/S characteristics is estimated. The Investment Adviser estimates this data due to a lack of availability of reliable data. The Investment Adviser will keep this lack of data under review and replace the estimated data with third-party data sources or data obtained by other means (e.g., directly from investee companies) when available.

## Limitations to methodologies and data

As noted above, some of the data which is used to assess alignment with E/S characteristics is estimated due to lack of availability of reliable data. Additionally, the Fund gains data to assess the PAI indicators from third-party providers. The Fund may use reasonable proxy data for those PAI indicators for which the Investment Adviser considers that the data is not widely or reliably available. Currently the Investment Adviser uses proxy data to assess significant harm for the following PAIs:

- PAI indicator 12: Unadjusted gender pay gap;
- PAI indicator 7: Activities negatively affecting biodiversity sensitive areas; and
- PAI indicator 8: Emissions to water.

These proxies will be kept under review and will be replaced by data from third-party data providers, when the Investment Adviser determines that sufficiently reliable data has become available. This limitation does not affect how the environmental and social characteristics promoted by the Fund are met because the proxies are reviewed and assessed by the Investment Adviser to ensure they are appropriate substitutes.

The Investment Adviser may also supplement, as appropriate, the outcome of its initial tests for sustainable investments with qualitative assessments, including for the purposes of the DNSH assessment on one or more PAIs, by having regard to other data sources and/or engagements with the investment. For example, the Investment Adviser may treat a company which does not report its share of non-renewable energy consumption as not failing the initial PAI test, if the Investment Adviser is satisfied through its qualitative assessment that the company in question has a low energy consumption intensity overall. Similarly, where the Investment Adviser considers that an issuer is taking appropriate and credible remedial actions to rectify its failings on a PAI, the issuer may still be considered a sustainable investment, subject to the Internal Adviser's ongoing review and tracking of the issuers' remedial actions.

Additionally, the below outlines some of the key themes and commonalities which may also contribute to limitations in data and/or poor data quality:

- methodology differences between data providers
- discrepancies in reported vs. estimated carbon emissions data such as Scope 3 emissions
- data lags i.e., reporting timelines for data may not align with SFDR reporting timelines
- data coverage gaps across asset classes, geographies and market capitalisation

Despite these limitations, some of which impact all consumers of ESG data and are not particular to MSIM, the Investment Adviser does not consider that these limitations hinder the Fund's ability to meet its environmental and social characteristics and takes reasonable steps to manage this risk, including by reviewing and assessing proxies to ensure they are reliable substitutes and through MSIM level procedures to assess data quality. The binding exclusions are applied using appropriate third-party data including industry classification (GICS) and business revenue (MSCI ESG BISR) databases, and the GHG emissions intensity is measured based on Scope 1 and 2 emissions data which the Investment Adviser considers to be more reliable than Scope 3 emissions data.

As part of its long-term investment approach, the investment team also seeks to engage with company management teams and boards to encourage companies towards better ESG practices and to minimise or mitigate the principal adverse impacts of their activities.

## Due diligence

The Investment Adviser uses bottom-up fundamental analysis to invest in high quality companies at reasonable valuations that can sustain their high returns on operating capital over the long term. ESG considerations are a fundamental part of the investment process and assessed directly by the portfolio managers, using a proprietary ESG framework. The portfolio has a significantly lower carbon footprint than the broader market, with a robust carbon-related exclusions policy and filtering process. It also excludes a number of contentious sectors including alcohol, tobacco, and weapons. The Investment Adviser views long-term, portfolio manager-led engagement with company management, when appropriate, to identify material ESG risks and opportunities to the sustainability of long-term company returns, as a critical underpinning to an active investment process. This includes seeking regular dialogue with company management on their progress towards decarbonisation.

### **Quality Screening of the Investment Universe, Post Exclusions**



- ✓ High unlevered returns on operating capital employed (ROOCE)<sup>(1)</sup>
  - ✓ High gross margins (pricing power)
  - ✓ Capital-light business models driving free cash flow (FCF)<sup>(2)</sup> generation
  - ✓ Strong balance sheet
-

The investment process is based on bottom-up stock selection, beginning with a quantitative screen to identify high return companies.

The investment team uses FactSet Research Systems, a financial database and analytical tool, to screen for various financial characteristics we associate with strong business franchises including high gross margins, high returns on operating capital, low capital expenditure as a percentage of sales, strong balance sheets and the return of cash to shareholders.

## 2 MAKE SURE RETURNS ARE SUSTAINABLE

- ✓ Ability to remain relevant through powerful intangible assets including brands and networks, sustaining high barriers to entry
- ✓ Returns sustainable against material threats or improvable through material opportunities, including Environmental or Social factors
- ✓ Strong market shares helping to protect against new entrants
- ✓ Stable sales – often repeat business driving recurring revenues
- ✓ Steady organic growth & geographic spread

**Franchise Quality:** The Investment Adviser believes that high quality companies have potential for a sustainable competitive advantage by virtue of their intangible assets, which are generally difficult to re-create or duplicate by competitors. These dominant and durable intangible assets may include strong brand recognition, advertising and promotion, licensing agreements, customer loyalty, patents and networks, copyrights and distribution networks.

The investment team then analyses if a company can continue to deliver sustainably high returns on operating capital with an evaluation of franchise quality, growth potential, management capability and financial strength, together with an assessment of relevant ESG factors. ESG considerations are a fundamental and integrated part of the investment and risk assessment process. The investment team explicitly focuses on material ESG risks and opportunities and their effect on the sustainability of future returns on operating capital. The investment team uses its proprietary ESG scoring framework, the Material Risk Indicator (MRI), as a tool to record portfolio managers' ESG company assessments in a consistent and comparable way over time. This explicitly documents the team's evaluation of the ESG factors/risks relevant to the sustainability of returns for its investments. The MRI supplements the existing qualitative and quantitative outputs of the research process. Investors should note, however, that this ESG scoring framework (unlike the binding characteristics described elsewhere in this document) are not binding on the Investment Adviser's selection of investments for the Fund.

## 3 CONFIRM MANAGEMENT'S COMMITMENT TO SUSTAINING RETURNS

- ✓ Focus on returns on capital rather than sales or EPS growth
- ✓ Capital discipline (reinvest at high returns or return the excess capital to shareholders)
- ✓ Commitment to innovation and investment in franchises
- ✓ Review management incentives
- ✓ Sound Governance structure
- ✓ Engagement on material issues or opportunities where relevant, including ESG factors

**Management Capability:** A key characteristic of a compounder relates to the quality and focus of its management. Interviewing management is a valuable part of the research process. Franchise or brand abuse is an important consideration. It is important that management is not distracted from the long-term task of building and improving the company's intangible assets by the temptation to meet short-term targets. Cuts to advertising and promotion, or research and development budgets, either in absolute terms or as a percentage of sales, can have long-term negative consequences to franchise strength and brand recognition.

Compounders enjoy sustainable, high returns on operating capital employed and growth potential, typically generated by a combination of recurring revenues, high gross margins and low capital intensity. This supports strong free cash flow generation which the investment team wants to see management reinvest at high rates of return or distributed to shareholders.

We have engaged directly with companies on issues material to the sustainability of returns on operating capital for over 20 years. Direct engagement with companies and boards on material ESG risks and opportunities, and other issues, plays a role in informing us whether management can maintain their high returns on operating capital while growing the business over the long term. Dialogue with companies on engagement topics can be prolonged and require multiple engagements. As long-term shareholders with an owner's mindset, our active engagement is aligned to our long-term investment approach.

## 4 VALUATION

- ✓ A focus on free cash flow, not accounting numbers
- ✓ FCF yield, DCF, EV/NOPAT<sup>(3)</sup>

**Valuation:** The investment team then values the stock candidate, seeking to minimise the risk of overpaying.

In the investment team's opinion, the most accurate measure of value is on an absolute rather than relative basis.

The investment team's valuation analysis for non-financial companies is rooted in free cash flow analysis. The investment team typically uses 10-year Discounted Cashflows (DCFs), cross checked with a variety of multiples, primarily free cash flow yields. Depending on the company and / or industry, the investment team can also triangulate valuation with price earnings ratios and EV/NOPAT (to adjust for leverage, where useful). For more cyclical companies, the investment team can also look at EV/Sales, EV to invested capital and price to book.

The investment team does not adjust the cost of equity in response to government bond yields.

## 5 PORTFOLIO CONSTRUCTION

- ✓ Weights influenced by absolute level of risk, the team's level of conviction, liquidity, and material ESG considerations
- ✓ 10% max at time of purchase in any one security
- ✓ No country or sector limits. Typical industry limit of 25%
- ✓ Does new idea offer better risk / reward tradeoff?

If the stock is considered a potential candidate for the portfolio, it will be presented at the weekly investment meeting for debate by investors. When a stock is admitted to the portfolio, the weighting is influenced by the absolute level of risk, the investment team's level of conviction, its liquidity, and any material ESG considerations.

## Engagement policies

The Investment Adviser has engaged directly with companies on issues material to the sustainability of returns for over 20 years. The investment team believes active managers running concentrated portfolios are well positioned to develop long-term relationships with investee companies. Their investment process is focused on understanding the long-term viability of a company's returns on operating capital and engagement with management plays a vital role in this. It informs them whether management can maintain these returns while growing the business over the long term. This includes direct engagement with companies and boards on material ESG risks and opportunities.

Dialogue with companies on engagement topics can be prolonged and require multiple engagements. As long-term shareholders with an owner's mindset, the Investment Adviser's active engagement is aligned to its long-term investment approach. The investment team attempts to encourage good corporate governance through diligent attention to proxy voting responsibilities, raising issues of concern directly with company management, consistent with the objective of maximizing long-term investment returns, as well as voting against items they do not believe are in the long-term interests of shareholders.

The Investment Adviser's ESG engagements have three key purposes: assessment of materiality of specific ESG issues relevant to companies and their strategies to address these issues, monitoring of progress and encouraging companies towards better practices. In the case of the latter, the investment team engages with specific objectives and track the company's response and progress, including but not limited to improved disclosure, behaviour change, and (where appropriate) target-setting. The Investment Adviser recognises that large global organisations may encounter ESG issues, but a lot can be learned from how they address them. Their awareness, policies and responses to these issues can give us insight into the quality of the management.

Potential ESG engagement topics are discussed and agreed at the Investment Adviser's quarterly internal engagement meetings. Should companies offer sub-optimal responses or improvements over time, the Investment Adviser discusses the relevant issue and escalation options at the investment meeting. Engagement generates knowledge that 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.

Please also refer to the Investment Adviser's engagement policy

[engagementpolicy\\_msinvf\\_msfundasuk\\_globalsustain\\_en.pdf \(morganstanley.com\)](#)

## **Designated reference benchmark**

The Fund has not designated a reference benchmark for the purpose of attaining its environmental or social characteristics.

Global Sustain Fund

# Website Disclosure Summaries (Multiple Languages)

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## Webové prohlášení ohledně článku 8 nařízení SFDR

**Název produktu:** *Global Sustain Fund (dále jen „fond“)*

společnosti Morgan Stanley Investment Funds vedený pod identifikátorem LEI 549300QP5BPQ4JSACK62

### Shrnutí

#### Bez cíle udržitelných investic

Tento finanční produkt skýtá environmentální a sociální charakteristiky, avšak udržitelnost není součástí investičních cílů.

Při určování, zda jsou investice udržitelné (v souladu s pravidly SFDR), investiční poradce postupuje podle metodiky „bez zásadního nepříznivého dopadu“. Tato metodika zajišťuje, že investice, které významně negativně ovlivňují kterýkoli z relevantních povinných ukazatelů zásadního nepříznivého dopadu (PAI) definovaných nařízením SFDR, nebudou za udržitelné označeny. Na udržitelné investice investiční poradce dále uplatňuje metodiku, aby zajistil, že splňují pravidly SFDR definované minimální sociální záruky.

#### Environmentální nebo sociální vlastnosti finančního produktu

Environmentální charakteristikou fondu je snaha o dosažení výrazně nižší intenzity emisí skleníkových plynů (GHG) ve srovnání s referenčním prostředím. K tomu slouží prioritizace intenzity emisí GHG a vyloučení s ohledem na environmentální kritéria. Při porovnávání intenzity emisí GHG se za referenční prostředí považuje index MSCI AC World Index.

Fond zohledňuje také sociální charakteristiky a prostřednictvím závazných vyloučení se vyhýbá investicím v určitých sektorech, které by mohly ohrožovat lidské zdraví a kvalitu života.

Ve fondu budou částečně zastoupeny udržitelné investice, které přispívají k cílům udržitelného rozvoje stanoveným OSN.

#### Investiční strategie

- Záměrem fondu je investovat do soustředěného portfolia vysoce kvalitních, dominantních franšíz charakterizovaných udržitelně vysokou návratností provozního kapitálu, silnými nehmotnými aktivy včetně značek, sítí, licencí a patentů a silnou schopností cenotvorby.
- Hodnocení relevantních faktorů s významem

pro dlouhodobě udržitelnou vysokou návratnost provozního kapitálu, včetně faktorů ESG, je základní a nedílnou součástí investičního procesu, kterou se investiční poradce snaží provádět ve spolupráci s týmy vedení společnosti.

- Fond naplňuje environmentální a sociální charakteristiky prostřednictvím vyloučení v oblasti klimatu, filtru intenzity emisí GHG a dalších omezení dle sektoru / průmyslového odvětví, zejména pokud jde o zbraně, alkohol a tabákové výrobky.
- V rámci investičního procesu se hledají vysoce kvalitní společnosti, které jsou schopny dlouhodobě udržovat vysokou návratnost provozního kapitálu. Nedílnou složkou posuzování cílových společností investování je kvalita systému správy a řízení. Kritéria pro správu a řízení jsou začleněna do investičního procesu a zohledňují se během úvodního průzkumu a výběru složek portfolia. Portfolio je průběžně monitorováno prostřednictvím jednání se společnostmi a v přiměřené míře také s využitím firemních dat, dat třetích stran a prověrek ohledně kontroverzí kolem správy a řízení.

#### Podíl investic

<b>V souladu s environmentálními a sociálními charakteristikami</b>	<b>90%</b>
Udržitelné investice	20%
V souladu s taxonomií	-
Další environmentálně zaměřené	-
Sociálně zaměřené	-
Další environmentální a sociální charakteristiky	70%
<b>Další investice</b>	<b>10%</b>

Fond předpokládá alokaci aktiv do udržitelných investic alespoň z 20 %.

Tyto podíly se měří podle hodnoty investic.

Požadavky na environmentální nebo sociální charakteristiky splňuje 90 % investic. Sem patří výhradně investice s přímou expozicí vůči subjektům investic.

#### Monitorování environmentálních nebo sociálních vlastností

Prosazované environmentální a sociální charakteristiky jsou náležitě sledovány za použití kombinace datových nástrojů / prověrek, nástrojů pro monitorování portfolia a manuálních administrativních kontrol a analýz.



Investiční poradce uplatňuje rámec pravidelných kontrol a sledování investičního procesu. Tým investičního poradce pro dodržování předpisů, řízení rizik a sledování portfolia spolupracují s investičním týmem při pravidelných kontrolách portfolia/výkonnosti a systémových kontrolách, aby zajistily dodržování cílů investic v portfoliu i environmentálních a sociálních charakteristik.

### Metodologie

Dodržování charakteristické intenzity emisí GHG měří a sleduje investiční poradce tak, že vypočítá vážený průměr intenzity emisí GHG celého portfolia a srovná jej s indexem MSCI AC World Index. Průměr se vyjadřuje v metrických tunách na 1 milion amerických dolarů v tržbách společnosti (emise rozsahu 1 a 2).

Udržitelné investice fondu se posuzují podle čistého přínosu cílům udržitelného rozvoje OSN a podle metodiky „bez zásadního nepříznivého dopadu“ uplatňované investičním poradcem.

Dodržování prověrek vyloučení se měří podle kritérií vyloučení a procentuálního podílu investic fondu, které v prověrkách neuspěly.

### Zdroje údajů a jejich zpracování

Investiční poradce využívá ESG data od různých externích dodavatelů. Tato data jsou shromažďována a ukládána v centralizovaném úložišti ESG dat společnosti Morgan Stanley, kde je mohou všechny obchodní jednotky Morgan Stanley i investiční týmy MSIM používat jako podklad pro výzkum, analýzu/sestavení portfolia a pro výkazy pro klienty a úřady.

Z důvodu neúplnosti dostupných dat k posouzení souladu s environmentálními a sociálními charakteristikami je jejich malá část doplněna odhady.

### Omezení metodologií a údajů

V případech, kdy investiční poradce usoudí, že potřebná data nejsou obecně dostupná nebo spolehlivá, fond může pro ukazatele PAI používat přiměřené zástupné údaje. Další podrobnosti o omezení dat najdete v plném znění webového prohlášení.

Investiční poradce podniká přiměřené kroky s cílem zajistit, že fond bude i přes tato omezení plnit své environmentální a sociální charakteristiky, a to

včetně kontroly a posouzení zástupných údajů s cílem ujistit se, že se jedná o spolehlivou náhradu za charakteristiky ESG podporované příslušným indikátorem PAI.

### Náležitá péče

Investiční poradce na základě fundamentální analýzy zdola nahoru investuje do vysoce kvalitních společností s přiměřeným oceněním, které jsou schopny dlouhodobě udržovat vysokou návratnost provozního kapitálu. Po provedení úvodního kvantitativního prověření několika finančních charakteristik, které investiční poradce považuje za ukazatele silné obchodní franšízy, poradce zhodnotí kvalitu franšízy, schopnosti vedení, finanční sílu a relevantní faktory ESG, aby určil, zda je společnost schopna i nadále poskytovat vysokou návratnost provozního kapitálu.

Hodnocení relevantních faktorů důležitých pro dlouhodobě udržitelnou vysokou návratnost provozního kapitálu včetně faktorů ESG je základní a nedílnou součástí investičního procesu, kterou se investiční poradce snaží provádět ve spolupráci s vedením společností.

### Politiky zapojení

Tým se zapojuje do jednání ohledně ESG ze tří zásadních důvodů: vyhodnocení závažnosti konkrétních otázek ESG, které jsou pro společnosti relevantní, a posouzení strategie jejich řešení, sledování pokroku a vedení společností k lepším praktikám. Investiční poradce zohlední veškeré problémy (např. neuspokojivou míru komunikace či průběžného zlepšování). Komunikace se společnostmi se může v případě potřeby prodloužit a rozdělit do několika jednání. Zapojení do jednání je zdrojem znalostí, které mohou spolu s dalšími faktory ovlivňovat náhled na investici, ocenění, přiřazování váhy a rozhodování o koupi/prodeji.

### Určená referenční hodnota

Fond si referenční benchmark pro dosažení stanovených environmentálních a sociálních charakteristik nedefinoval.

## SFDR artikel 8 websted oplysninger

**Produkt navn:** *Global Sustain Fund ("Fond")*

**En fond under Morgan Stanley Investment Funds**

**Identifikator for juridisk enhed:**

549300QP5BPQ4JSACK62

### Sammenfatning

#### Intet bæredygtigt investeringsmål

Dette finansielle produkt fremmer miljømæssige eller sociale karakteristika, men har ikke bæredygtige investeringer som målsætning.

Ved klassificering af investeringer som bæredygtige eller ej (som defineret under SFDR-reglerne) anvender Investeringsrådgiveren en metode, der hedder "gør ikke væsentlig skade". Det søger at sikre, at investeringer, der forårsager betydelig skade på de obligatoriske, SFDR-definerede vigtigste indikatorer for ugunstig virkning, som er relevante for investeringen, klassificeres ikke som bæredygtige. For bæredygtige investeringer anvender investeringsrådgiveren også en metode til opfyldelse af sociale minimumsgarantier, der er fastsat i SFDR-reglerne.

#### Det finansielle produkts miljømæssige eller sociale karakteristika

Fonden fremmer de miljømæssige karakteristika ved at søge at opnå en drivhusgasintensitet (GHG) for porteføljen, der er betydeligt lavere end referenceuniversets, ved at anvende en vægtning af emissionsintensiteten for drivhusgasser og miljømæssige udelukkelse på porteføljen. Referenceuniverset er defineret udelukkende med henblik på sammenligning af drivhusgasemissionsintensiteten som MSCI AC World Index.

Fonden tager også hensyn til sociale karakteristika ved at undgå investeringer i visse sektorer, der kan skade menneskers sundhed og velbefindende, gennem anvendelsen af bindende udelukkelse.

Desuden vil en del af fondens investeringer være bæredygtige investeringer, der yder et positivt bidrag til FN's mål for bæredygtig udvikling.

#### Investeringsstrategi

- Fonden søger at investere i en koncentreret portefølje af dominerende koncessioner af høj kvalitet, der er præget af stabilt høj forrentning af driftskapitalen, kraftfulde immaterielle aktiver, herunder varemærker, netværk, licenser og patenter samt indflydelse på prisdannelsen.
- Som en væsentlig og integreret del af investeringsprocessen vurderer investeringsrådgiveren relevante faktorer, der er væsentlige for langsigtet bæredygtigt højt afkast af driftskapitalen inklusive ESG-faktorer og søger at engagere sig i virksomhedens ledelsesteam som led i dette.
- Fonden opfylder sine miljømæssige og sociale karakteristika ved at anvende klimarelaterede undtagelser, et filter for drivhusgasemissioner og

andre sektor-/industriebegrænsninger, herunder, bl.a. våben, alkohol og tobak.

- Investeringsprocessen fokuserer på at identificere virksomheder af høj kvalitet, der kan opretholde deres høje afkast af driftskapitalen på lang sigt. God ledelse af de virksomheder, der investeres i, er en integreret del af denne vurdering. Ledelseskriterierne er integreret i investeringsprocessen og indgår som en del af den indledende research og porteføljevalg. Løbende overvågning udføres gennem engagement med virksomheden såvel som ved brug af, hvor det er relevant, virksomhedsdata, tredjepartsdata og ledelsesrelaterede tvistighedsscreeninger.

#### Andel af investeringerne

Justeret i forhold til E/S-karakteristika	90%
Bæredygtige investeringer	20%
Taksonomtilpasset	-
Andre miljømæssige sociale	-
Andre E/S-karakteristika	70%
Andre investeringer	10%

Fonden forventer at allokere 20 % af sine aktiver til bæredygtige investeringer.

Disse procentsatser måles i forhold til værdien af investeringerne.

90% af porteføljen investeringerne er tilpasset til miljømæssige eller sociale karakteristika. Dette omfatter fuldt ud investeringer, der giver direkte eksponering mod enheder, hvori der investeres.

#### Overvågning af miljømæssige eller sociale karakteristika

De miljømæssige og sociale karakteristika, der fremmes, overvåges ved hjælp af en kombination af data-værktøjer/screeninger, porteføljeovervågningsværktøjer og manuelle skrivebordsundersøgelser og analyser, efter behov.

Investeringsprocessen er genstand for regelmæssig revision som led i en kontrol- og overvågningsprocedure, der gennemføres af investeringsrådgiveren.

Investeringsrådgiverens compliance-, risiko- og porteføljeovervågningshold samarbejder med investeringsteamet om at foretage regelmæssige portefølje-/resultatgennemgange og systemiske kontroller for at sikre overensstemmelse med porteføljeinvesteringsmål og miljømæssige og sociale karakteristika.

#### Metoder

Investeringsrådgiveren måler og overvåger overholdelsen af karakteristikkene for drivhusgasemissionsintensitet ved at beregne en vægtnings gennemsnitlig drivhusgasemissionsintensitet for den samlede portefølje og sammenligne den med MSCI AC World-indekset. Dette er baseret på metriske tons pr. 1 mio. USD af

virksomhedens salg (emissioner i anvendelsesområde 1 og 2).

De bæredygtige investeringer, fonden foretager, vurderes på grundlag af deres positive nettobidrag til FN's mål for bæredygtig udvikling og rådgiverens DNSH-metode.

Overholdelsen af udelukkelsesfiltrene måles på grundlag af udelukkelseskriterierne og den procentdel af fondens investeringer, som er i strid med udelukkelsesfiltrene.

### **Datakilder og databehandling**

Investeringsrådgiveren indhenter ESG-data fra forskellige eksterne leverandører. Dataene indsamles og lagres i Morgan Stanleys centraliserede ESG-database, så alle Morgan Stanleys forretningsenheder, herunder MSIM-investeringssteams, kan få adgang til oplysningerne med henblik på forskning, porteføljeanalyse og -konstruktion samt rapportering til kunder og myndigheder.

På grund af lakuner i datadækningen er en lille del af de data, der anvendes til at vurdere overensstemmelsen med de miljømæssige/ sociale karakteristika, estimerede data.

### **Begrænsninger mht. metoder og data**

Fonden kan anvende passende erstatningsdata for PAI-indikatorer, hvis investeringsrådgiveren mener, at dataene ikke er bredt eller pålideligt tilgængelige. Yderligere oplysninger om databegrænsninger findes i den fuldstændige meddelelse på webstedet.

Investeringsrådgiveren træffer rimelige foranstaltninger for at sikre, at fonden er i stand til at efterleve sine miljømæssige og sociale karakteristika på trods af disse begrænsninger, herunder gennemgang og vurdering af proxyer for at sikre, at de er pålidelige substitutter for de ESG-temaer, der fremmes af den relevante PAI-indikator.

### **Due diligence**

Investeringsrådgiveren benytter grundlæggende bottom-up analyse til at investere i virksomheder af høj kvalitet til rimelige værdiansættelser, der kan opretholde deres høje afkast af driftskapitalen på lang sigt. Efter en indledende kvantitativ screening af en række finansielle karakteristika, som investeringsrådgiveren mener kendetegner stærke forretningskoncerner, analyserer investeringsrådgiveren, om et selskab fortsat kan levere et vedvarende højt afkast af driftskapital med en vurdering af franchisekvalitet, ledelseskapacitet og finansiell styrke sammen med en vurdering af relevante ESG-faktorer.

Som en væsentlig og integreret del af investeringsprocessen vurderer investeringsrådgiveren relevante faktorer, der er væsentlige for langsigtet højt bæredygtighedsafkast af driftskapitalen herunder ESG-faktorer og søger at samarbejde med virksomhedens ledelse som led i dette.

### **Politikker for aktivt ejerskab**

Teamets ESG-engagementer har tre hovedformål: vurdering af væsentligheden af konkrete ESG-aspekter, der er relevante for virksomhederne, og deres strategier til at løse disse udfordringer, overvågning af fremskridt og tilskyndelse af virksomhederne til at forbedre deres praksis. Ethvert emne (f.eks. utilfredsstillende svar eller forbedringer over tid) vil blive overvejet af investeringsrådgiveren. Dialogen med virksomhederne kan være langvarig og kræve flere forhandlinger over tid. Forhandling skaber viden, som er en faktor, der kan påvirke investeringssynet, værdiansættelsen, vægtningen eller købs/salgs-disciplinen.

### **Angivet referencebenchmark**

Fonden har ikke udpeget et referencebenchmark med henblik på at opnå sine miljømæssige eller sociale karakteristika.

## Offenlegung nach Artikel 8 der SFDR für die Website

**Produktname:** *Global Sustain Fund (der „Fonds“)*

**Ein Fonds von Morgan Stanley Investment Funds**

**LEI-Code:** 549300QP5BPQ4JSACK62

### Zusammenfassung

#### Kein nachhaltiges Investitionsziel

Dieses Finanzprodukt fördert ökologische oder soziale Merkmale, hat jedoch keine nachhaltige Anlage zum Ziel.

Bei der Einstufung von Anlagen als nachhaltig (gemäß den SFDR-Bestimmungen) wendet der Anlageberater eine DNSH-Methodologie („Do No Significant Harm“) an. Damit soll sichergestellt werden, dass Anlagen, die den für die Anlage relevanten obligatorischen PAI-Indikatoren (wesentliche nachteilige Auswirkungen), wie von der SFDR definiert, erheblichen Schaden zufügen, nicht als nachhaltig eingestuft werden. Bei nachhaltigen Anlagen wendet der Anlageberater ferner eine Methode an, um den sozialen Mindestbedingungen („minimum social safeguards“) gemäß den SFDR-Bestimmungen zu entsprechen.

#### Ökologische oder soziale Merkmale des Finanzprodukts

Der Fonds fördert das ökologische Merkmal einer Treibhausgasintensität des Portfolios, die deutlich unter dem Niveau des Referenzuniversums liegt, indem er seine Anlagen entsprechend ausrichtet und ökologische Ausschlusskriterien auf das Portfolio anwendet. Als Referenzuniversum dient – nur für den Vergleich der Treibhausgasintensität – der MSCI AC World Index.

Der Fonds berücksichtigt auch soziale Merkmale, indem er durch die Anwendung von verbindlichen Ausschlüssen Anlagen in bestimmten Sektoren vermeidet, die schädlich für Gesundheit und Wohlergehen der Menschen sind.

Außerdem sind ein Teil der Anlagen des Fonds nachhaltige Anlagen, die positiv zu den Nachhaltigkeitszielen der UN beitragen.

#### Anlagestrategie

- Der Fonds ist bestrebt, in ein konzentriertes Portfolio hochwertiger, marktführender Unternehmen zu investieren, die sich durch nachhaltig hohe Renditen auf das eingesetzte Kapital, starke immaterielle Vermögenswerte wie Marken, Netzwerke, Lizenzen und Patente sowie Preissetzungsmacht auszeichnen.
- Als wesentlicher und integrierter Teil des Investmentprozesses bewertet der Anlageberater relevante Faktoren, die für eine langfristige, nachhaltige hohe Rendite auf das eingesetzte Kapital von Bedeutung sind, einschließlich ESG-Faktoren, und ist dabei bestrebt, mit den Managementteams zusammenzuarbeiten.
- Der Fonds erfüllt seine ökologischen und sozialen Merkmale, indem er klimabezogene Ausschlüsse, einen Filter für die Intensität von Treibhausgasemissionen und andere Sektor-/Branchenbeschränkungen anwendet, wozu ohne Einschränkung Waffen, Alkohol und Tabak zählen.

- Der Anlageprozess konzentriert sich auf die Identifikation von qualitativ hochwertigen Unternehmen, die langfristig hohe Renditen auf das eingesetzte Kapital bieten können. Eine gute Unternehmensführung ist unerlässlich, um für eine Investition in Frage zu kommen. Die entsprechenden Kriterien sind in den Anlageprozess eingebettet und werden im Rahmen des anfänglichen Research und der Titelauswahl berücksichtigt. Die laufende Überwachung erfolgt durch den Austausch mit den Unternehmen sowie gegebenenfalls durch die Verwendung von Unternehmensdaten, Daten von Drittanbietern und Screenings zu Kontroversen im Zusammenhang mit der Unternehmensführung.

#### Aufteilung der Investitionen

Ausgerichtet auf ökologische und soziale Merkmale	90%
Nachhaltige Anlagen	20%
Taxonomie-konform	-
Sonstig ökologisch	-
Sozial	-
Sonstige ökologische und soziale Merkmale	70%
Sonstige Investitionen	10%

Der Fonds wird voraussichtlich mindestens 20 % seines Vermögens in nachhaltige Anlagen investieren.

Grundlage für die Prozentangaben sind der Wert der Anlagen.

90 % des Portfolios weisen ökologische oder soziale Merkmale auf. Das bezieht sich ausschließlich auf Investitionen, die ein direktes Engagement in Unternehmen darstellen.

#### Überwachung der ökologischen oder sozialen Merkmale

Die ökologischen und sozialen Merkmale werden durch eine Kombination von Verfahren/Screens, Tools zur Portfolioüberwachung und manuellen Prüfungen und Analysen überwacht.

Der Anlageprozess wird im Rahmen des Kontroll- und Überwachungssystems des Anlageberaters regelmäßig überprüft. Die für Compliance, Risiko und Portfolioüberwachung zuständigen Teams des Anlageberaters arbeiten mit dem Anlageteam zusammen, um regelmäßige Portfolio-/Performanceüberprüfungen und systemische Checks durchzuführen und so sicherzustellen, dass die Anlageziele des Portfolios und die ökologischen und sozialen Merkmale eingehalten werden.

#### Methoden

Der Anlageberater misst und überwacht die Compliance mit dem Merkmal der Treibhausgasintensität, indem er einen gewichteten Durchschnitt für das Gesamtportfolio berechnet und ihn mit dem des MSCI AC World Index

vergleicht. Das basiert auf metrischen Tonnen pro Unternehmensumsätze von 1 Mio. US-Dollar (Scope-1- und -2-Emissionen).

Die nachhaltigen Anlagen des Fonds werden anhand ihres positiven Nettobeitrags zu den Nachhaltigkeitszielen der UN und der DNSH-Methodologie des Anlageberaters bewertet.

Die Compliance mit den Ausschlussfiltern wird anhand der Ausschlusskriterien und des Anteils der Anlagen des Fonds gemessen, die gegen die Ausschlussfilter verstoßen.

### **Datenquellen und -verarbeitung**

Der Anlageberater nutzt ESG-Daten verschiedener externer Anbieter. Die Daten werden im zentralisierten ESG-Datenspeicher von Morgan Stanley gesammelt und gespeichert, sodass alle Geschäftseinheiten von Morgan Stanley, darunter auch die Anlageteams von MSIM, Zugang zu diesen Informationen für Research, Portfolioanalysen und -zusammensetzung und die Berichterstattung an Kunden und Aufsichtsbehörden haben.

Aufgrund von Lücken bei der Datenabdeckung handelt es sich bei einem kleinen Anteil der Daten, die zur Bewertung der Compliance mit ökologischen/sozialen Merkmalen eingesetzt werden, um Schätzungen.

### **Beschränkungen hinsichtlich der Methoden und Daten**

Der Fonds kann angemessene Proxydaten für PAI-Indikatoren einsetzen, wenn der Anlageberater der Ansicht ist, dass die Daten nicht allgemein verfügbar oder leicht erhältlich sind. Weitere Informationen zur begrenzten Datenverfügbarkeit finden Sie in der vollständigen Offenlegung auf der Website.

Der Anlageberater ergreift angemessene Maßnahmen, um sicherzustellen, dass der Fonds seine ökologischen und sozialen Merkmale dennoch erfüllen kann, beispielsweise die Prüfung und Bewertung von Proxydaten, um sicherzustellen, dass sie ein verlässlicher Ersatz für die ESG-Themen sind, die vom jeweiligen PAI-Indikator gefördert werden.

### **Sorgfaltspflicht**

Der Anlageberater verwendet Bottom-up-Fundamentalanalysen, um in qualitativ hochwertige Unternehmen, die langfristig hohe Renditen auf das eingesetzte Kapital bieten können, zu angemessenen Bewertungen zu investieren. Nach einem ersten quantitativen Filterprozess in Bezug auf mehrere finanzielle Aspekte, von denen der Anlageberater glaubt, dass sie auf ein robustes Geschäft hindeuten, analysiert der Anlageberater, ob ein Unternehmen langfristig hohe Renditen auf das eingesetzte Kapital bieten kann. Diese

Analyse beruht auf der Bewertung der Qualität des Unternehmens, der Kompetenz der Geschäftsleitung und der finanziellen Lage sowie einer Prüfung der relevanten ESG-Faktoren.

Als wesentlicher und integrierter Teil des Investmentprozesses bewertet der Anlageberater relevante Faktoren, die für eine langfristige, nachhaltige hohe Rendite auf das eingesetzte Kapital von Bedeutung sind, einschließlich ESG-Faktoren, und ist dabei bestrebt, mit der Unternehmensleitung zusammenzuarbeiten.

### **Mitwirkungspolitik**

Die Einflussnahme des Teams in Bezug auf ESG-Faktoren konzentriert sich auf drei Ziele: Bewertung der Dringlichkeit bestimmter ESG-Themen, die für Unternehmen und ihre Strategien relevant sind, um diese Themen zu navigieren, Überwachung des Prozesses und die Beeinflussung von Unternehmen hin zu besseren Praktiken. Der Anlageberater berücksichtigt hierbei alle Entwicklungen (z. B. eine nicht zufriedenstellende Reaktion oder Fortschritte im Lauf der Zeit). Der Dialog mit Unternehmen kann über einen langen Zeitraum erfolgen und zahlreiche Gespräche erfordern. Die Einflussnahme führt zu Erkenntnissen, die sich auf die Einschätzung der Anlage, die Bewertung, Gewichtung oder die Kauf-/Verkaufdisziplin auswirken können.

### **Bestimmter Referenzwert**

Im Hinblick auf die Erreichung seiner ökologischen oder sozialen Merkmale verfügt der Fonds über keine Benchmark.



## SFDR Άρθρο 8 Γνωστοποίηση ιστοτόπου

**Όνομα προϊόντος** Global Sustain Fund (το «**Αμοιβαίο Κεφάλαιο**»)

**Ένα αμοιβαίο κεφάλαιο της Morgan Stanley Investment Funds**

**Αναγνωριστικός κωδικός νομικής οντότητας:**  
549300QP5BPQ4JSACK62

### Περίληψη

#### Κανένας στόχος αειφόρων επενδύσεων

Αυτό το χρηματοπιστωτικό προϊόν προωθεί περιβαλλοντικά ή κοινωνικά χαρακτηριστικά, αλλά δεν έχει ως στόχο του αειφόρες επενδύσεις.

Όταν χαρακτηρίζει τις επενδύσεις αειφόρες ή μη αειφόρες (όπως ορίζονται με βάση τους κανόνες SFDR), ο Σύμβουλος Επενδύσεων εφαρμόζει μια μεθοδολογία «μη πρόκλησης σημαντικής ζημίας» (DNSH). Στόχος της μεθοδολογίας αυτής είναι να διασφαλίζεται ότι οι επενδύσεις που προκαλούν σημαντική ζημία σε οποιονδήποτε από τους υποχρεωτικούς και οριζόμενους από τον Κανονισμό SFDR δείκτες κύριων δυσμενών επιπτώσεων («PAI») που σχετίζονται με την επένδυση δεν χαρακτηρίζονται αειφόρες. Για τις αειφόρες επενδύσεις, ο Σύμβουλος Επενδύσεων εφαρμόζει, επίσης, μια μεθοδολογία, για να καλύψει τις ελάχιστες κοινωνικές εγγυήσεις που προβλέπονται στους κανόνες SFDR.

#### Περιβαλλοντικά ή κοινωνικά χαρακτηριστικά του χρηματοπιστωτικού προϊόντος

Το Αμοιβαίο Κεφάλαιο προωθεί το περιβαλλοντικό χαρακτηριστικό της επίδωξης επίτευξης μιας έντασης εκπομπών αερίων του θερμοκηπίου («GHG») για το χαρτοφυλάκιο η οποία είναι σημαντικά χαμηλότερη από εκείνη του περιβάλλοντος αναφοράς, ακολουθώντας μια τάση προς την ένταση εκπομπών GHG και επιβάλλοντας περιβαλλοντικούς αποκλεισμούς στο χαρτοφυλάκιο. Ως περιβάλλον αναφοράς ορίζεται, μόνο για τους σκοπούς της σύγκρισης της έντασης των εκπομπών GHG, ο δείκτης MSCI AC World Index.

Το Αμοιβαίο Κεφάλαιο λαμβάνει επίσης υπόψη κοινωνικά χαρακτηριστικά, αποφεύγοντας επενδύσεις σε ορισμένους τομείς που ενδέχεται να βλάψουν την ανθρωπίνη υγεία και ευημερία μέσω της εφαρμογής δεσμευτικών αποκλεισμών.

Επιπλέον, ένα μέρος των επενδύσεων του Αμοιβαίου Κεφαλαίου θα είναι σε αειφόρες επενδύσεις που συμβάλλουν θετικά στην επίτευξη των Στόχων Βιώσιμης Ανάπτυξης των Ηνωμένων Εθνών.

#### Επενδυτική στρατηγική

- Το Αμοιβαίο Κεφάλαιο επιδιώκει να επενδύει σε ένα συγκεντρωτικό χαρτοφυλάκιο κυρίαρχων franchise υψηλής ποιότητας, τα οποία χαρακτηρίζονται από βιώσιμες υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης, ισχυρά άυλα περιουσιακά στοιχεία, όπως εμπορικά σήματα, δίκτυα, άδειες χρήσης και διπλώματα ευρεσιτεχνίας, καθώς και από τιμολογιακή δύναμη.
- Στο πλαίσιο μιας ουσιαστικής και ολοκληρωμένης επενδυτικής διαδικασίας, ο Σύμβουλος Επενδύσεων αξιολογεί σημαντικούς παράγοντες για μακροπρόθεσμες βιώσιμες υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης, συμπεριλαμβανομένων των παραγόντων ESG, και επιδιώκει να συνεργάζεται με ομάδες διαχείρισης εταιρειών ως προς αυτόν τον σκοπό.
- Το Αμοιβαίο Κεφάλαιο πληροί τα περιβαλλοντικά και κοινωνικά χαρακτηριστικά του εφαρμόζοντας αποκλεισμούς που σχετίζονται με το κλίμα, ένα φίλτρο έντασης εκπομπών αερίων του θερμοκηπίου (GHG) και άλλους περιορισμούς σε τομείς/βιομηχανίες, συμπεριλαμβανομένων, μεταξύ

- άλλων, των όπλων, του αλκοόλ και του καπνού.
- Η επενδυτική διαδικασία επικεντρώνεται στον εντοπισμό εταιρειών υψηλής ποιότητας, οι οποίες μπορούν να διατηρήσουν τις υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης μακροπρόθεσμα. Η ορθή διακυβέρνηση των εταιρειών-αποδεκτών της επένδυσης αποτελεί αναπόσπαστο μέρος αυτής της αξιολόγησης. Τα κριτήρια διακυβέρνησης ενσωματώνονται στην επενδυτική διαδικασία και λαμβάνονται υπόψη στο πλαίσιο της αρχικής έρευνας και της επιλογής χαρτοφυλακίου. Η διαρκής παρακολούθηση πραγματοποιείται μέσω ενεργούς συνεργασίας με την εταιρεία, καθώς και χρησιμοποιώντας, κατά περίπτωση, δεδομένα της εταιρείας, δεδομένα τρίτου μέρους και ελέγχους αμφισβήτησης που σχετίζονται με τη διακυβέρνηση.

#### Ποσοστό επενδύσεων

Ευθυγράμμιση με Π/Κ χαρακτηριστικά	90%
Αειφόρες επενδύσεις	20%
Ευθυγράμμιση με ταξινόμια	-
Άλλα περιβαλλοντικά	-
Κοινωνικά	-
Άλλα Π/Κ χαρακτηριστικά	70%
<b>Άλλες επενδύσεις</b>	<b>10%</b>

Το Αμοιβαίο Κεφάλαιο αναμένει να διαθέσει τουλάχιστον το 20% του ενεργητικού του σε αειφόρες επενδύσεις.

Τα ποσοστά αυτά υπολογίζονται σύμφωνα με την αξία των επενδύσεων.

Το 90% του χαρτοφυλακίου είναι ευθυγραμμισμένο με περιβαλλοντικά ή κοινωνικά χαρακτηριστικά. Αυτό περιλαμβάνει εξ ολοκλήρου επενδύσεις που προσφέρουν άμεση έκθεση σε οντότητες-αποδέκτες των επενδύσεων.

#### Παρακολούθηση περιβαλλοντικών ή κοινωνικών χαρακτηριστικών

Τα προωθούμενα περιβαλλοντικά και κοινωνικά χαρακτηριστικά παρακολουθούνται χρησιμοποιώντας ένα συνδυασμό εργαλείων/ελέγχων δεδομένων εργαλείων επιτήρησης χαρτοφυλακίου και χειροκίνητων επισκοπήσεων και αναλύσεων, ανάλογα με την περίπτωση.

Η επενδυτική διαδικασία υπόκειται σε τακτική επισκόπηση, ως μέρος ενός πλαισίου ελέγχου και παρακολούθησης που εφαρμόζει ο Σύμβουλος Επενδύσεων. Οι ομάδες κανονιστικής συμμόρφωσης, κινδύνων και εποπτείας χαρτοφυλακίου του Συμβούλου Επενδύσεων συνεργάζονται με την επενδυτική ομάδα για τη διενέργεια τακτικών επισκοπήσεων χαρτοφυλακίου/απόδοσης και συστημικών ελέγχων προκειμένου να διασφαλιστεί η συμμόρφωση με τους επενδυτικούς στόχους του χαρτοφυλακίου και τα περιβαλλοντικά και κοινωνικά χαρακτηριστικά.

#### Μεθοδολογίες

Ο Σύμβουλος Επενδύσεων μετρά και παρακολουθεί τη συμμόρφωση με το χαρακτηριστικό της έντασης εκπομπών αερίων του θερμοκηπίου υπολογίζοντας μια σταθμισμένη μέση ένταση εκπομπών αερίων του θερμοκηπίου για το συνολικό χαρτοφυλάκιο και συγκρίνοντάς την με τον δείκτη MSCI AC World Index. Αυτό βασίζεται σε μετρικούς τόνους ανά 1 εκατ. δολάρια πωλήσεων της εταιρείας (εκπομπές στα πεδία 1 και 2).

Οι αειφόρες επενδύσεις που πραγματοποιούνται από το Αμοιβαίο Κεφάλαιο αξιολογούνται με βάση την καθαρή θετική συμβολή

τους στους Στόχους Βιώσιμης Ανάπτυξης των Ηνωμένων Εθνών και τη μεθοδολογία DNSH του Συμβούλου Επενδύσεων.

Η συμμόρφωση με τους ελέγχους αποκλεισμού μετράται με βάση τα κριτήρια αποκλεισμού και το ποσοστό των επενδύσεων του Αμοιβαίου Κεφαλαίου που παραβιάζουν τους ελέγχους αποκλεισμού.

### Πηγές και επεξεργασία δεδομένων

Ο Σύμβουλος Επενδύσεων αξιοποιεί δεδομένα ESG από διάφορους εξωτερικούς προμηθευτές. Τα δεδομένα συλλέγονται και αποθηκεύονται στο κεντρικό αποθετήριο δεδομένων ESG της Morgan Stanley, ώστε οποιαδήποτε επιχειρηματική μονάδα της Morgan Stanley, συμπεριλαμβανομένων των επενδυτικών ομάδων MSIM, να έχει πρόσβαση στις πληροφορίες για σκοπούς έρευνας, ανάλυσης και δημιουργίας χαρτοφυλακίου, καθώς και υποβολής εκθέσεων σε πελάτες και κανονιστικές αρχές.

Λόγω κενών στην κάλυψη των δεδομένων, ένα μικρό ποσοστό των δεδομένων που χρησιμοποιούνται για την αξιολόγηση της ευθυγράμμισης με τα περιβαλλοντικά/κοινωνικά χαρακτηριστικά είναι κατ' εκτίμηση δεδομένα.

### Περιορισμοί μεθοδολογιών και δεδομένων

Το Αμοιβαίο Κεφάλαιο μπορεί να χρησιμοποιεί εύλογα δεδομένα υποκατάστασης για τους δείκτες PAI όταν ο Σύμβουλος Επενδύσεων θεωρεί ότι τα δεδομένα δεν είναι ευρέως ή αξιόπιστα διαθέσιμα. Για περισσότερες λεπτομέρειες σχετικά με τους περιορισμούς των δεδομένων, ανατρέξτε στην πλήρη γνωστοποίηση του ιστότοπου.

Ο Σύμβουλος Επενδύσεων λαμβάνει εύλογα μέτρα για να διασφαλίσει ότι το Αμοιβαίο Κεφάλαιο είναι σε θέση να ανταποκριθεί στα περιβαλλοντικά και κοινωνικά χαρακτηριστικά του παρά τους περιορισμούς αυτούς, συμπεριλαμβανομένης της εξέτασης και αξιολόγησης των δεδομένων υποκατάστασης για να διασφαλίσει ότι αποτελούν αξιόπιστα υποκατάστατα των ζητημάτων ESG που προωθεί ο σχετικός δείκτης PAI.

### Δέουσα επιμέλεια

Ο Σύμβουλος Επενδύσεων χρησιμοποιεί θεμελιώδη «bottom-up» (από τη βάση προς την κορυφή) ανάλυση για επενδύσεις σε εταιρείες υψηλής ποιότητας σε λογικές αποτιμήσεις οι οποίες μπορούν να διατηρήσουν τις υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης μακροπρόθεσμα. Έπειτα από έναν αρχικό ποσοτικό έλεγχο για μια σειρά οικονομικών χαρακτηριστικών που ο Σύμβουλος Επενδύσεων πιστεύει ότι χαρακτηρίζουν ισχυρά επιχειρηματικά franchise, ο Σύμβουλος Επενδύσεων αναλύει κατά πόσον μια εταιρεία μπορεί να συνεχίσει να παρέχει σταθερά υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης με αξιολόγηση της ποιότητας του franchise, της διοικητικής ικανότητας και της χρηματοοικονομικής ισχύος, σε συνδυασμό με αξιολόγηση των σχετικών παραγόντων ESG.

Στο πλαίσιο της επενδυτικής διαδικασίας, ο Σύμβουλος Επενδύσεων αξιολογεί σημαντικούς παράγοντες για μακροπρόθεσμες βιώσιμες υψηλές αποδόσεις επιχειρηματικού κεφαλαίου κίνησης, συμπεριλαμβανομένων των παραγόντων ESG, και επιδιώκει να συνεργάζεται με τη διοίκηση των εταιρειών ως προς αυτόν τον σκοπό.

### Πολιτικές ενεργούς συμμετοχής

Η ενεργή συμμετοχή της ομάδας ESG έχει τρεις βασικούς σκοπούς: αξιολόγηση της σημαντικότητας συγκεκριμένων

θεμάτων ESG που αφορούν τις εταιρείες και τις στρατηγικές τους για την αντιμετώπισή τους, παρακολούθηση της πρόόδου και ενθάρρυνση των εταιρειών προς την κατεύθυνση καλύτερων πρακτικών. Κάθε ζήτημα (π.χ. μη ικανοποιητικές απαντήσεις ή βελτιώσεις με την πάροδο του χρόνου) θα εξετάζεται από τον Σύμβουλο Επενδύσεων. Ο διάλογος με τις εταιρείες μπορεί να είναι παρατεταμένος και να απαιτεί επανειλημμένη ενεργή συμμετοχή σε βάθος χρόνου. Η ενεργή συμμετοχή δημιουργεί γνώσεις οι οποίες αποτελούν παράγοντα που θα μπορούσε να επηρεάσει την επενδυτική άποψη, την αποτίμηση, τη στάθμιση ή την πειθαρχία αγοράς/πώλησης.

### Καθορισμένος δείκτης αναφοράς

Το Αμοιβαίο Κεφάλαιο δεν έχει ορίσει δείκτη αναφοράς για την επίτευξη των περιβαλλοντικών ή κοινωνικών χαρακτηριστικών του.

## SFDR Article 8 Website Disclosure

**Product name:** *Global Sustain Fund (the “Fund”)*

**A fund of Morgan Stanley Investment Funds**

**Legal entity identifier:** 549300QP5BPQ4JSACK62

### Summary

#### No Sustainable investment objective

This financial product promotes environmental or social characteristics, but does not have as its objective sustainable investment.

When classifying investments as sustainable or not (as defined under the SFDR rules), the Investment Adviser applies a do no significant harm (DNSH) methodology. This seeks to ensure that investments that cause significant harm to any of the mandatory, SFDR-defined principal adverse impact (“PAI”) indicators which are relevant to the investment are not classified as sustainable. For sustainable investments, the Investment Adviser also applies a methodology to meet the minimum social safeguards set out in the SFDR rules.

#### Environmental or social characteristics of the financial product

The Fund promotes the environmental characteristic of seeking to achieve a greenhouse gas (GHG) emissions intensity for the portfolio that is significantly lower than that of the reference universe by applying a GHG emissions intensity tilt and environmental exclusions to the portfolio. The reference universe is defined, only for the purposes of comparing GHG emissions intensity, as the MSCI AC World Index.

The Fund also considers social characteristics by avoiding investments in certain sectors with the potential to cause harm to human health and wellbeing via the application of binding exclusions.

In addition, a proportion of the Fund’s investments will be sustainable investments that make a positive contribution to the UN Sustainable Development Goals.

#### Investment Strategy

- The Fund seeks to invest in a concentrated portfolio of high quality, dominant franchises characterised by sustainably high returns on operating capital, powerful intangible assets including brands, networks, licences and patents, and pricing power.
- As an essential and integrated part of the investment process, the Investment Adviser assesses relevant factors material to long-term sustainably high returns on operating capital

including ESG factors and seeks to engage with company management teams as part of this.

- The Fund meets its environmental and social characteristics by applying climate-related exclusions, a GHG emissions intensity filter, and other sector/industry restrictions, including but not limited to weapons, alcohol and tobacco.
- The investment process focuses on identifying high quality companies that can sustain their high returns on operating capital over the long term. Good governance of investee companies is integral to this assessment. Governance criteria are embedded in the investment process and considered as part of initial research and portfolio selection. On-going monitoring is done through engagement with the company as well as using where appropriate company data, third party data and governance related controversy screens.

#### Proportion of Investments

Aligned with E/S characteristics	90%
Sustainable investments	20%
Taxonomy aligned	-
Other environmental	-
Social	-
Other E/S characteristics	70%
Other investments	10%

The Fund expects to allocate a minimum of 20% of its assets to sustainable investments.

These percentages are measured according to the value of the investments.

90% of the portfolio is aligned with environmental or social characteristics. This entirely comprises investments which offer direct exposure to investee entities.

#### Monitoring of environmental or social characteristics

The promoted environmental and social characteristics are monitored using a combination of data tools / screens, portfolio surveillance tools and manual desk reviews and analyses, as appropriate.

The investment process is subject to regular review, as part of a control and monitoring framework implemented by the Investment Adviser. The Investment Adviser’s Compliance, Risk and Portfolio Surveillance teams collaborate with the Investment Adviser to conduct regular portfolio/performance reviews and systemic checks to ensure compliance



with portfolio investment objectives and environmental and social characteristics.

### **Methodologies**

The Investment Adviser measures and monitors compliance with the GHG emissions intensity characteristic by calculating a weighted average GHG emissions intensity for the overall portfolio, and comparing with the MSCI AC World Index. This is based on metric tonnes per \$1m of company sales (Scopes 1 and 2 emissions).

The sustainable investments made by the Fund are assessed based on their net positive contribution to the UN Sustainable Development Goals and the Investment Adviser's DNSH methodology.

Compliance with the exclusionary screens is measured based on the exclusionary criteria and the percentage of the Fund's investments which breach the exclusionary screens.

### **Data sources and processing**

The Investment Adviser uses ESG data from various external vendors. The data is collected and stored in Morgan Stanley's centralised ESG data repository to allow any Morgan Stanley business unit, including MSIM investment teams, to access the information for research, portfolio analysis and construction, and client and regulatory reporting.

Due to gaps in data coverage, a small proportion of the data which is used to assess alignment with environmental / social characteristics is estimated data.

### **Limitations to methodologies and data**

The Fund may use reasonable proxy data for PAI indicators where the Investment Adviser considers that the data is not widely or reliably available. For further details of data limitations, please see the full website disclosure.

The Investment Adviser takes reasonable steps to ensure that the Fund is able to meet its environmental and social characteristics despite these limitations, including reviewing and assessing proxies to ensure they are reliable substitutes for the ESG themes promoted by the relevant PAI indicator.

### **Due diligence**

The Investment Adviser uses bottom-up fundamental analysis to invest in high quality

companies at reasonable valuations that can sustain their high returns on operating capital over the long term. After an initial quantitative screen for a number of financial characteristics which the Investment Adviser believes characterise strong business franchises, the Investment Adviser analyses whether a company can continue to deliver sustainably high returns on operating capital with an evaluation of franchise quality, management capability and financial strength, together with an assessment of relevant ESG factors.

As an essential and integrated part of the investment process, the Investment Adviser assesses relevant factors material to the long-term sustainability of high returns on operating capital including ESG factors and seeks to engage with company management as part of this.

### **Engagement policies**

The team's ESG engagements have three key purposes: assessment of materiality of specific ESG issues relevant to companies and their strategies to address these issues, monitoring of progress and encouraging companies towards better practices. Any issue (e.g. unsatisfactory responses or improvements over time) will be considered by the Investment Adviser. Dialogue with companies can be prolonged and require multiple engagements over time. Engagement generates knowledge that is one factor that could affect the investment view, valuation, weighting or buy/ sell discipline.

### **Designated reference benchmark**

The Fund has not designated a reference benchmark for the purpose of attaining its environmental or social characteristics.

## Presentación de información en el sitio web en virtud del Artículo 8

**Nombre del producto:** *Global Sustain Fund* (el “fondo”)  
**Fondo de Morgan Stanley Investment Funds**  
**Identificador de personas jurídicas:**  
549300QP5BPQ4JSACK62

### Resumen

#### Sin objetivo de inversión sostenible

Este producto financiero promueve características medioambientales o sociales, pero no tiene como objetivo una inversión sostenible.

Al clasificar las inversiones como sostenibles o no (según se define en la normativa del SFDR), el asesor de inversiones aplica una metodología de “no causar un perjuicio significativo”. Tiene como objetivo velar por que no sean clasificadas como inversiones sostenibles aquellas que ocasionen un perjuicio significativo en cualquiera de los indicadores de principales incidencias adversas (“PIA”) obligatorios que se definen en el SFDR que sean relevantes para la inversión. En el caso de las inversiones sostenibles, el asesor de inversiones también aplica una metodología para cumplir las garantías sociales mínimas previstas en la normativa estipulada en el SFDR.

#### Características medioambientales o sociales del producto financiero

El fondo promueve la característica medioambiental de tratar de lograr una intensidad de emisiones de gases de efecto invernadero (GEI) para la cartera que sea significativamente menor que la del universo de referencia, aplicando en la cartera un sesgo específico y exclusiones medioambientales. El universo de referencia queda definido, solo a efectos de comparar la intensidad de las emisiones de GEI, por el índice MSCI AC World.

El fondo también tiene en cuenta características sociales evitando inversiones en determinados sectores con el potencial de causar un perjuicio en la salud y el bienestar del ser humano, mediante la aplicación de exclusiones vinculantes.

Además, una parte de las inversiones del fondo serán inversiones sostenibles que contribuyan positivamente a los Objetivos de Desarrollo Sostenible de las Naciones Unidas.

#### Estrategia de inversión

- El fondo aspira a invertir en una cartera concentrada de negocios dominantes de alta calidad caracterizados por retornos sobre el capital operativo sosteniblemente elevados, potentes activos intangibles como marcas, redes, licencias y patentes, y capacidad de fijar precios.
- Como parte esencial e integrada del proceso de inversión, el asesor de inversiones evalúa factores relevantes sustanciales para la consecución de retornos sobre el capital operativo sosteniblemente elevados a largo plazo, incluidos factores ESG, y

procura implicarse con los equipos de dirección de las compañías en el marco de dicho proceso.

- El fondo cumple sus características medioambientales y sociales aplicando exclusiones relacionadas con el clima, un filtro de intensidad de las emisiones de GEI y otras restricciones sectoriales, incluidas, entre otras, restricciones a las armas, el alcohol y el tabaco.
- El proceso de inversión se centra en identificar compañías de alta calidad capaces de mantener a largo plazo sus altos retornos sobre el capital operativo. El buen gobierno de las compañías en las que se invierte forma parte integrante de esta evaluación. Los criterios de gobierno están integrados en el proceso de inversión y se consideran parte del análisis inicial y la selección de la cartera. El seguimiento continuo se logra mediante la implicación con la compañía, así como utilizando, cuando resulta adecuado, datos de la empresa, datos de terceros y controles de controversias relacionadas con su gobierno.

#### Proporción de inversiones

<b>Conformes con características medioambientales/sociales</b>	<b>90%</b>
Inversiones sostenibles	20%
Conformes con la Taxonomía	-
Otras medioambientales	-
Sociales	-
Otras características medioambientales/sociales	70%
<b>Otras inversiones</b>	<b>10%</b>

El fondo prevé destinar un mínimo del 20% de sus activos a inversiones sostenibles.

Estos porcentajes se cuantifican de acuerdo con el valor de las inversiones.

El 90% de la cartera es conforme con características medioambientales o sociales. Se incluyen íntegramente las inversiones que ofrecen exposición directa a las compañías en las que se invierte.

#### Seguimiento de las características medioambientales o sociales

Las características medioambientales y sociales promovidas se controlan utilizando una combinación de herramientas/controles de datos, medios de supervisión de la cartera, y evaluaciones y análisis manuales, según corresponda.

El proceso de inversión se somete a revisión habitual, en el marco de control y seguimiento implementado por el asesor de inversiones. Los equipos de cumplimiento, riesgo y supervisión de carteras del asesor de inversiones colaboran con el equipo de inversión para llevar a cabo revisiones periódicas de la cartera / el rendimiento y comprobaciones sistémicas para asegurar el cumplimiento de los objetivos de inversión de la cartera y las características medioambientales y sociales.

## Métodos

El asesor de inversiones cuantifica y controla el cumplimiento de la característica de intensidad de las emisiones de GEI calculando una media ponderada de la intensidad de toda la cartera, y comparándola con el índice MSCI AC World. Esta intensidad se calcula en toneladas métricas por cada millón de dólares de ventas de la compañía (emisiones de Alcances 1 y 2).

Las inversiones sostenibles que realiza el fondo se evalúan según su contribución positiva neta a los Objetivos de Desarrollo Sostenible de las Naciones Unidas y la metodología de "no causar un perjuicio significativo" del asesor de inversiones.

El cumplimiento con los controles de exclusión se cuantifica según los propios criterios y el porcentaje de las inversiones del fondo que los incumplen.

## Fuentes y tratamiento de datos

El asesor de inversiones recurre a datos ESG de varios proveedores externos. Los datos se recogen y se almacenan en el depósito centralizado de datos ESG de Morgan Stanley para permitir a la unidad de negocio de Morgan Stanley, incluidos los equipos de inversión de MSIM, acceder a la información para realizar estudios, llevar a cabo análisis y elaboración de carteras, y facilitar información a clientes y reguladores.

Debido a las carencias en la cobertura de los datos, una pequeña proporción de los datos que se utilizan para evaluar el cumplimiento de las características medioambientales/sociales corresponde a datos estimados.

## Limitaciones de los métodos y los datos

El fondo puede utilizar datos indirectos razonables relativos a los indicadores de PIA cuando el asesor de inversiones considere que no se dispone de datos de forma generalizada o que estos no resultan fiables. Para obtener más información sobre limitaciones de los datos, consulte la información íntegra en el sitio web.

El asesor de inversiones toma medidas razonables para velar por que el fondo pueda cumplir sus características medioambientales o sociales a pesar de estas limitaciones; esas medidas incluyen revisar y evaluar los datos indirectos para velar por que sean sustitutos fiables para los temas ESG promovidos por el indicador de PIA correspondiente.

## Diligencia debida

El asesor de inversiones emplea un análisis fundamental bottom-up para invertir en compañías de alta calidad con valoraciones razonables capaces de mantener a largo plazo sus altos retornos sobre el capital operativo. Tras un control cuantitativo inicial de diversas características financieras que el asesor de inversiones considere

propias de negocios sólidos, el asesor de inversiones analiza si una compañía puede continuar registrando retornos sobre el capital operativo sosteniblemente elevados mediante una evaluación de su calidad, la capacidad del equipo directivo y la solidez financiera, además de una evaluación de factores ESG relevantes.

Como parte esencial e integrada del proceso de inversión, el asesor de inversiones evalúa factores relevantes sustanciales para la sostenibilidad a largo plazo de retornos sobre el capital operativo elevados, incluidos factores ESG, y procura implicarse con los equipos de dirección de las compañías en el marco de dicho proceso.

## Políticas de implicación

Las implicaciones ESG del equipo sirven a tres fines fundamentales: evaluar la relevancia de cuestiones ESG específicas relevantes para las compañías y sus estrategias para abordarlas, seguir los avances y fomentar que las compañías logren prácticas mejores. Las cuestiones que puedan surgir (por ejemplo, respuestas insatisfactorias o mejoras a lo largo del tiempo) serán analizadas por el asesor de inversiones. El diálogo con las compañías se puede prolongar y exigir múltiples encuentros a lo largo del tiempo. La implicación genera conocimientos, que es un factor que podría afectar a la opinión sobre la inversión, la valoración, la ponderación y la disciplina de compraventa.

## Índice de referencia designado

El fondo no ha designado un índice de referencia para cumplir sus características medioambientales o sociales.

## SFDR-asetuksen 8 artiklan perusteella verkkosivustolla annettavat tuotetiedot

**Tuotteen nimi:** *Global Sustain Fund* ("rahasto")

**Morgan Stanley Investment Funds -rahasto**

**Tunnus:** 549300QP5BPQ4JSACK62

### Tiivistelmä

#### Ei kestäväää sijoitustavoitetta

Tämä rahoitustuote edistää ympäristöön tai yhteiskuntaan liittyviä ominaisuuksia, mutta sen tavoitteena ei ole vastuullisten sijoitusten tekeminen.

Kun rahastonhoitaja luokittelee sijoituksia vastuullisiksi tai ei-vastuullisiksi (SFDR-asetuksen määritelmien mukaisesti), hän soveltaa ei merkittävää haittaa -menetelmää. Sillä pyritään varmistamaan, että sijoituksia, jotka aiheuttavat merkittävää haittaa jollekin pakolliselle SFDR-asetuksessa määritellylle pääasiallisen haitallisen vaikutuksen indikaattorille, jotka ovat sijoituksen kannalta merkityksellisiä, ei luokitella vastuullisiksi. Rahastonhoitaja soveltaa vastuullisten sijoitusten osalta myös menetelmää SFDR-asetuksen mukaisten sosiaalisten vähimmäissuojatoimien noudattamiseksi.

#### Ympäristöön tai yhteiskuntaan liittyvät rahoitustuotteen ominaisuudet

Rahaston ympäristöön liittyvänä ominaisuutena on pyrkiä saavuttamaan salkun kasvihuonekaasupäästöjen intensiteetti, joka on huomattavasti alhaisempi kuin vertailu-universumin, soveltamalla salkkuun GHG-päästöintensiteettikallistumaa ja ympäristörajoituksia. MSCI AC World -indeksiä käytetään kasvihuonekaasupäästöjen intensiteetin vertailuun.

Rahasto huomioi myös yhteiskuntaan liittyviä ominaisuuksia välttämällä sijoituksia tietyille sektoreille, jotka voivat aiheuttaa haittaa ihmisten terveydelle ja hyvinvoinnille.

Lisäksi osa rahaston sijoituksista on vastuullisia sijoituksia, jotka edistävät YK:n kestävä kehityksen tavoitteiden saavuttamista.

#### Sijoitusstrategia

- Rahasto sijoittaa korkealaatuisista ja markkinoita dominoivista toimijoista koostuvaan salkkuun, joille ovat ominaisia kestävä ja korkeat tuotot sijoitetulle pääomalle, vahvat aineettomat varat, mukaan lukien brändejä, verkostoja, lisenssejä ja patenteja, sekä hinnoitteluvoima.
- Rahastonhoitaja arvioi olennaisena ja

integroituna osana sijoitusprosessia tekijöitä, jotka ovat olennaisia käyttöpääoman pitkäaikaisen ja kestävästi korkean tuoton kannalta, mukaan lukien ESG-tekijät, ja pyrkii tekemään yhteistyötä yritysten johtoryhmien kanssa osana tätä.

- Rahasto täyttää ympäristöön tai yhteiskuntaan liittyvät ominaisuudet soveltamalla ilmaston liittyviä rajoituksia, kasvihuonekaasujen (GHG) päästöjen intensiteettisuodattimen ja muita sektori-/toimialakohtaisia rajoituksia, mukaan lukien aseet, alkoholi ja tupakka.
- Sijoitusprosessissa keskitytään tunnistamaan korkealaatuisia yrityksiä, jotka pystyvät ylläpitämään korkeaa käyttöpääoman tuottoa pitkällä aikavälillä. Sijoituskohteena olevien yritysten hyvä hallintotapa on olennainen osa tätä arviointia. Hallinnointikriteerit on sisällytetty sijoitusprosessiin, ja ne otetaan huomioon osana alkututkimusta ja salkun valintaa. Jatkuvaa seuranta tehdään yritysjohdon kanssa käytävillä keskusteluilla sekä käyttämällä tarvittaessa yrityksen tietoja, kolmansien osapuolten tietoja ja hallintoon liittyviä kiistanalaisuusseuloja.

#### Sijoitusten osuus

E/S-ominaisuuksien mukainen	90%
Vastuulliset sijoitukset	20%
Luokitusjärjestelmän mukainen	-
Muu ympäristöön liittyvä	-
Yhteiskuntaan liittyvä	-
Muu ympäristöön tai yhteiskuntaan liittyvä ominaisuus	70%
Muut sijoitukset	10%

Rahasto aikoo sijoittaa vähintään 20 prosenttia varoistaan vastuullisiin sijoituksiin.

Nämä prosenttiosuudet mitataan sijoitusten arvon mukaan.

90 prosenttia sijoituksista on ympäristöön tai yhteiskuntaan liittyvien ominaisuuksien mukaisia. Tämä koostuu kokonaan sijoituksista, jotka tarjoavat suoran sijoituksen sijoituskohteisiin.

#### Ympäristöön tai yhteiskuntaan liittyvien ominaisuuksien seuranta

Edistettäviä ympäristöön ja yhteiskuntaan liittyviä ominaisuuksia seurataan yhdistelmällä datatyökaluja/seuloja, arvopaperisalkun valvontatyökaluja ja käsin tehtävää asiakirjatarkastusta ja analyyssejä, tarpeen mukaan.

Sijoitusprosessia tarkastellaan säännöllisesti osana rahastonhoitajan toteuttamaa valvonta- ja

seurantakehystä. Rahastonhoitajan compliance-, riski- ja salkunvalvontatiimit suorittavat sijoitustiimin kanssa säännöllisiä salkku- ja tulostarkastuksia sekä järjestelmäkontroleja varmistaa, että salkun sijoitustavoitteita sekä ympäristö- ja yhteiskuntateemoja noudatetaan.

### **Menetelmät**

Rahastonhoitaja mittaa ja valvoo kasvihuonekaasupäästöjen intensiteettiä koskevan ominaisuuden noudattamista laskemalla kasvihuonekaasupäästöjen intensiteetin painotetun keskiarvon koko salkulle ja vertaamalla sitä MSCI AC World -indeksiin. Tämä perustuu metrisiin tonneihin liikevaihdon miljoonaa dollaria kohti (Scope 1 ja 2 päästöt).

Rahaston vastuullisia sijoituksia arvioidaan sen perusteella, kuinka paljon ne edistävät YK:n kestävän kehityksen tavoitteiden saavuttamista ja rahastonhoitajan DNSH-menetelmän mukaan.

Poissulkemisrajojen noudattamista mitataan poissulkemisperusteiden ja rahaston sellaisten sijoitusten prosenttiosuuden perusteella, jotka ovat poissulkemisrajojen vastaisia.

### **Tietolähteet ja käsittely**

Rahastonhoitaja hyödyntää ulkopuolisilta toimittajilta saatuja ESG-tietoja. Nämä tiedot kerätään ja niitä säilytetään Morgan Stanleyn keskitetyssä ESG-tietovarastossa, jotta Morgan Stanleyn liiketoimintayksiköillä ja MSIM-sijoitustiimeillä on pääsy tietoihin tutkimusta, salkkuanalyseja ja salkun rakentamista sekä asiakasraportointia ja sääntelyn edellyttämää raportointia varten.

Tietojen kattavuudessa olevien puutteiden takia pieni osa tiedoista, joita käytetään ympäristöön tai yhteiskuntaan liittyvien ominaisuuksien mukaisuuden arvioimiseen, on arvioituja tietoja.

### **Menetelmiä ja tietoja koskevat rajoitukset**

Rahasto voi PAI-indikaattorien osalta hyödyntää kohtuudella korvikedataa, jos rahastonhoitaja katsoo, ettei kattavaa tai luotettavaa tietoa ole saatavilla. Lisätietoja tietojen rajoituksista on verkkosivujen täydellisissä tuotetiedoissa.

Rahastonhoitaja ryhtyy kohtuullisiin toimiin sen varmistamiseksi, että rahasto pystyy saavuttamaan ympäristöön ja yhteiskuntaan liittyvät ominaisuudet näistä rajoituksista huolimatta, esimerkiksi

arvioimalla korvikedataa sen varmistamiseksi, että se edustaa kunkin PAI-indikaattorin edistämää ESG-teemaa asianmukaisesti.

### **Asianmukainen huolellisuus**

Rahastonhoitaja käyttää fundamentaalista bottom-up-analyysiä tunnistaakseen korkealaatuisia ja kohtuuhintaisia yrityksiä, jotka voivat ylläpitää korkeaa käyttöpääoman tuottoa pitkällä aikavälillä. Sen jälkeen kun rahastonhoitaja on alustavasti tarkastellut määrällisesti useita taloudellisia ominaisuuksia, jotka rahastonhoitajan mukaan kuvaavat vahvaa liiketoimintaa, rahastonhoitaja analysoi, voiko yritys jatkossakin tuottaa kestävästi korkeaa tuottoa käyttöpääomalle, arvioimalla franchising-toiminnan laatua, johdon kyvykkyyttä ja taloudellista vahvuutta sekä arvioimalla asiaankuuluvia ESG-tekijöitä.

Rahastonhoitaja arvioi olennaisena ja integroituna osana sijoitusprosessia merkityksellisiä tekijöitä, jotka ovat olennaisia käyttöpääoman pitkäaikaisen ja kestävästi korkean tuoton kannalta, mukaan lukien ESG-tekijät, ja pyrkii tekemään yhteistyötä yritysten johtoryhmien kanssa osana tätä.

### **Vaikuttamispolitiikat**

Tiimin ESG-vaikuttamisella on kolme päätavoitetta: yritysten kannalta merkittävien ESG-kysymysten olennaisuuden arviointi ja niiden strategiat näiden kysymysten käsittelemiseksi, edistymisen seuranta ja yritysten kannustaminen parempiin käytäntöihin. Rahastonhoitaja tarkastelee kaikkia kysymyksiä (esim. epätyydyttäviä vastauksia tai ajan myötä tapahtuneita parannuksia). Vuoropuhelu yritysten kanssa voi olla pitkäkestoista ja edellyttää useita tapaamisia ajan mittaan. Vaikuttaminen tuottaa tietoa, joka on yksi tekijä, joka voi vaikuttaa sijoitusnäkemykseen, arvostukseen, painotukseen tai osto-/myyntikuriin.

### **Nimetty vertailuarvo**

Rahastolle ei ole nimetty vertailuindeksiä sen ympäristöön ja yhteiskuntaan liittyvien ominaisuuksien saavuttamiselle.



## Divulgations sur le site Web en vertu de l'Article 8 du SFDR

**Nom du produit** *Global Sustain Fund* (le « **Fonds** »)

**Un fonds de Morgan Stanley Investment Funds**

**Identifiant de l'entité juridique :**

549300QP5BPQ4JSACK62

### Résumé

#### Sans objectif d'investissement durable

Ce produit financier promeut des caractéristiques environnementales ou sociales, mais n'a pas pour objectif l'investissement durable.

Lors de la classification des investissements comme durables ou non (tels que définis par les règles de la SFDR), le Conseiller en investissements applique une méthodologie « ne pas nuire de façon significative » (« DNSH ») Cela vise à garantir que les investissements causant des dommages significatifs à n'importe lequel des indicateurs obligatoires, définis par la SFDR, des principales incidences négatives (« PAI ») qui sont pertinentes pour l'investissement ne sont pas classés comme durables. Pour les investissements durables, le Conseiller en investissements applique également une méthodologie visant à respecter les garanties sociales minimales définies dans les règles de la SFDR.

#### Caractéristiques environnementales ou sociales du produit financier

Le Fonds fait la promotion de la caractéristique environnementale visant à atteindre une intensité d'émissions de gaz à effet de serre (« GES ») pour le portefeuille qui soit nettement inférieure à celle de l'univers de référence en appliquant une orientation d'intensité des émissions de GES et des exclusions environnementales au portefeuille. L'univers de référence est défini, uniquement à des fins de comparaison de l'intensité des émissions de GES, comme étant l'indice MSCI AC World.

Le Fonds tient également compte de caractéristiques sociales en évitant les investissements dans certains secteurs qui peuvent nuire à la santé et au bien-être humains en appliquant des exclusions contraignantes.

En outre, une partie des investissements du Fonds seront des investissements durables qui apportent une contribution positive aux Objectifs de développement durable de l'ONU.

#### Stratégie d'investissement

- Le fonds cherche à investir dans un portefeuille concentré de sociétés dominantes de haute qualité, caractérisées par des rendements durablement élevés du capital d'exploitation, des actifs incorporels puissants, notamment des marques, des réseaux, des licences et des brevets, et un pouvoir de fixation des prix.
- En qualité de partie essentielle et intégrante du processus d'investissement, le Conseiller en investissements évalue les facteurs susceptibles

d'exercer une influence importante sur la soutenabilité des hautes performances à long terme sur le capital d'exploitation, y compris les critères environnementaux, sociaux et de gouvernance (ESG) et cherche dans ce cadre à nouer un dialogue avec les équipes dirigeantes des sociétés.

- Le Fonds respecte ses caractéristiques environnementales et sociales en appliquant des exclusions liées au climat, un filtre d'intensité des émissions de gaz à effet de serre (GES) et d'autres restrictions sectorielles/industrielles incluant, sans s'y limiter, les armes, l'alcool et le tabac.
- Le processus d'investissement se concentre sur l'identification de sociétés de qualité supérieure capables de générer des rendements supérieurs sur leur capital d'exploitation sur le long terme. La bonne gouvernance des sociétés bénéficiaires des investissements fait partie intégrante de cette évaluation. Les critères de gouvernance sont intégrés au processus d'investissement et considérés comme faisant partie des recherches initiales, de la sélection de portefeuille. La surveillance continue se fait par le biais d'un dialogue avec l'entreprise ainsi qu'en utilisant, le cas échéant, les données de l'entreprise, les données de tiers et les filtrages de controverse liées à la gouvernance.

#### Proportion des investissements

Alignés sur les caractéristiques environnementales et sociales (E/S)	90%
Investissements durables	20%
alignés sur la taxonomie	-
Autres caractéristiques environnementales	-
Sociales	-
Autres caractéristiques E/S	70%
Autres investissements	10%

Le Fonds prévoit d'allouer un minimum de 20 % de ses actifs aux investissements durables.

Ces pourcentages sont mesurés en fonction de la valeur des investissements.

90 % du portefeuille est aligné sur des caractéristiques environnementales ou sociales. Il s'agit intégralement d'investissements qui offrent une exposition directe aux entités bénéficiaires.

#### Contrôle des caractéristiques environnementales ou sociales

Les caractéristiques environnementales et sociales sont contrôlées à l'aide d'une combinaison de données, d'outils et filtrages, d'outils de surveillance du portefeuille et d'examen et analyses documentaires manuels, e cas échéant.

Le processus d'investissement est soumis à des examens réguliers qui font partie intégrante d'un cadre de contrôle et de suivi mis en œuvre par le Conseiller en investissement. Les équipes de conformité, de risque et de surveillance du portefeuille du Conseiller en investissements collaborent avec l'équipe d'investissement

pour effectuer des examens réguliers du portefeuille/de la performance et des contrôles systémiques afin de garantir le respect des objectifs d'investissement du portefeuille et des caractéristiques environnementales et sociales.

### Méthodes

Le Conseiller en investissements mesure et suit la conformité aux caractéristiques d'intensité des émissions de GES en calculant une moyenne de l'intensité en question pour le portefeuille dans son ensemble, pour ensuite la comparer à celle de l'indice MSCI AC World. Ceci est basé sur les tonnes cubiques par 1 million de dollars de ventes de l'entreprise (émissions de portées 1 et 2).

Les investissements durables effectués par le Fonds sont évalués en fonction de leur contribution positive nette aux Objectifs de développement durable de l'ONU et à la méthodologie DNSH du Conseiller en investissement.

La conformité aux filtres excluants est mesurée en fonction des critères d'exclusion et du pourcentage des investissements du fonds qui ne remplissent pas les conditions de filtrage excluants.

### Sources et traitement des données

Le Conseiller en investissements du Fonds utilise des données ESG provenant de divers fournisseurs externes. Les données sont collectées et stockées dans le référentiel de données ESG centralisé de Morgan Stanley afin de permettre à toute division commerciale de Morgan Stanley, y compris les équipes d'investissement MSIM, d'accéder aux informations à des fins de recherche, d'analyse et de constitution de portefeuilles, ainsi que pour les rapports destinés aux clients et aux autorités réglementaires.

En raison de lacunes dans la couverture des données, une faible proportion des données utilisées pour évaluer la conformité aux caractéristiques environnementales et sociales sont des données estimées.

### Limites aux méthodes et aux données

Le Fonds peut utiliser des données de substitution raisonnables pour les indicateurs PAI lorsque le Conseiller en investissements considère que les données ne sont pas disponibles de manière large ou fiable. Pour plus d'informations sur les limitations des données, veuillez consulter la déclaration complète du site Web.

Le Conseiller en investissements prend des mesures raisonnables pour s'assurer que le Fonds est en mesure de respecter ses caractéristiques environnementales et sociales malgré ces limites, notamment en examinant et en évaluant les mandataires pour s'assurer qu'ils sont des substituts fiables aux thèmes ESG préconisés par l'indicateur PAI pertinent.

### Diligence raisonnable

Le Conseiller en investissements recourt à une analyse fondamentale ascendante pour investir dans des sociétés de qualité supérieure, ayant des valorisations raisonnables, capables de générer des rendements supérieurs sur leur capital d'exploitation sur le long terme. Après un filtrage quantitatif initial selon un certain nombre de caractéristiques financières dont le Conseiller en investissements estime qu'elles caractérisent des franchises commerciales solides, celui-ci analyse l'entreprise afin de déterminer si elle est en mesure de fournir une productivité du capital d'exploitation durablement élevée au moyen d'une évaluation de la qualité de la franchise, de la capacité de la direction et de la solidité financière, ainsi qu'une évaluation des facteurs ESG pertinents.

En tant que partie essentielle et intégrante du processus d'investissement, le Conseiller en investissement évalue les facteurs susceptibles d'exercer une influence importante sur la durabilité des hautes performances à long terme sur le capital d'exploitation, y compris les critères environnementaux, sociaux et de gouvernance (ESG) et cherche dans ce cadre à nouer un dialogue avec la direction des sociétés.

### Politiques d'engagement

Les engagements ESG de l'équipe ont trois objectifs clés : évaluation de l'importance de questions ESG spécifiques, pertinentes pour les sociétés, et leurs stratégies pour traiter ces questions, suivi de la progression et encouragement des entreprises s'agissant d'adopter de meilleures pratiques. Tout problème (par exemple, réponses ou améliorations insatisfaisantes au fil du temps) sera étudié par le Conseiller en investissement. Le dialogue avec les entreprises peut être prolongé et exige des engagements multiples au fil du temps. Les rencontres génèrent la connaissance, laquelle est un facteur susceptible d'affecter le point de vue sur l'investissement, son évaluation, sa pondération ou les décisions d'achat/vente.

### Indice de référence désigné

Le Fonds n'a pas désigné d'indice de référence aux fins de la réalisation de ses caractéristiques environnementales ou sociales.

## Informativa del sito web per i prodotti ai sensi dell'Articolo 8 del Regolamento SFDR

**Nome del prodotto:** *Global Sustain Fund (il "Comparto")*

**Un comparto di Morgan Stanley Investment Funds**

**Identificativo della persona giuridica:**

549300QP5BPQ4JSACK62

### Sintesi

#### Nessun obiettivo d'investimento sostenibile

Questo prodotto finanziario promuove caratteristiche ambientali o sociali, ma non persegue l'obiettivo di un investimento sostenibile.

Nella fase di classificazione degli investimenti in quanto sostenibili o meno (ai sensi delle norme SFDR), il Consulente d'investimento applica una metodologia "non arrecare un danno significativo" (DNSH, do no significant harm). Questo mira a garantire che gli investimenti che causano danni significativi a qualsivoglia indicatore obbligatorio dei principali effetti negativi ("PAI") ai sensi del Regolamento SFDR e applicabile all'investimento non vengano classificati come investimenti sostenibili. Per gli investimenti sostenibili, il Consulente d'investimento applica inoltre una metodologia per soddisfare le garanzie sociali minime previste dalle norme SFDR.

#### Caratteristiche ambientali o sociali del prodotto finanziario

Il Comparto promuove le caratteristiche ambientali che mirano a far raggiungere al portafoglio un'intensità delle emissioni di gas a effetto serra (GHG) nettamente inferiore a quella dell'universo di riferimento applicando un orientamento dell'intensità delle emissioni GHG ed esclusioni ambientali al portafoglio. L'universo di riferimento viene definito, ai soli fini di confronto dell'intensità delle emissioni GHG, come l'indice MSCI AC World.

Il Comparto valuta inoltre le caratteristiche sociali evitando gli investimenti in determinati settori che hanno il potenziale di arrecare danni alla salute e al benessere dell'uomo.

Inoltre, una parte degli investimenti del Comparto sarà destinata a investimenti sostenibili che apportano un contributo positivo agli Obiettivi di sviluppo sostenibile (SDG) delle Nazioni Unite.

#### Strategia d'investimento

- Il Comparto si prefigge di investire in un portafoglio concentrato di marchi dominanti di alta qualità caratterizzati da una redditività del capitale operativo impiegato elevata e sostenibile, attività immateriali di valore compresi marchi, reti, licenze e brevetti, e potere di determinazione dei prezzi.
- Quale parte essenziale e integrante del processo d'investimento, il Consulente d'investimento conduce una valutazione dei principali fattori riguardanti la generazione di una redditività del capitale operativo sostenibile ed elevata nel lungo termine, tra cui i fattori ESG, e nell'ambito di questo processo mira a

un engagement con i team di management delle società.

- Il Comparto soddisfa le caratteristiche ambientali o sociali applicando esclusioni legate al clima, un filtro dell'intensità delle emissioni GHG e altre restrizioni settoriali, compresi, a mero titolo esemplificativo, armi, alcool e tabacco.
- Il processo d'investimento si concentra sull'individuazione di società di alta qualità in grado di sostenere rendimenti elevati sul capitale operativo nel lungo periodo. La buona governance delle imprese beneficiarie degli investimenti fa parte integrante di questa valutazione. I criteri di governance sono integrati nel processo d'investimento e valutati nell'ambito della ricerca iniziale, della selezione del portafoglio. Il monitoraggio continuativo viene realizzato attraverso l'engagement con la società e l'uso, ove applicabile, di dati provenienti dalla società, dati di terzi e screening delle controversie legate alla governance.

#### Quota degli investimenti

Allineati con caratteristiche A/S	90%
Investimenti sostenibili	20%
Allineati alla tassonomia	-
Altri aspetti ambientali	-
Sociali	-
Altre caratteristiche A/S	70%
Altri investimenti	10%

Il Comparto prevede di allocare almeno il 20% del proprio patrimonio negli investimenti sostenibili.

Queste percentuali sono misurate in base al valore degli investimenti.

Il 90% del portafoglio è allineato a caratteristiche ambientali o sociali. Si tratta esclusivamente di investimenti che offrono un'esposizione diretta alle entità partecipate.

#### Monitoraggio delle caratteristiche ambientali o sociali

Le caratteristiche ambientali e sociali vengono monitorate utilizzando una combinazione di screening/strumenti basati su dati, strumenti di monitoraggio del portafoglio e analisi/revisioni della sala operativa, ove opportuno.

Il processo d'investimento è soggetto a un esame periodico nell'ambito di una struttura di controllo e monitoraggio implementata dal Consulente d'investimento. I team responsabili della conformità, del rischio e del monitoraggio del portafoglio del Consulente d'investimento collaborano con il team d'investimento per condurre periodicamente esami del portafoglio/della performance e controlli sistemici per garantire l'aderenza agli obiettivi d'investimento del portafoglio e alle caratteristiche ambientali e sociali.

#### Metodologie

Il Consulente d'investimento misura e monitora la conformità con la caratteristica dell'intensità delle



emissioni GHG calcolando un'intensità delle emissioni GHG media ponderata per il portafoglio nel suo complesso ed effettuando il confronto con l'indice MSCI AC World. Il calcolo si basa sulle tonnellate per milione di dollari di fatturato (emissioni di ambito 1 e 2).

Gli investimenti sostenibili effettuati dal Comparto vengono valutati in base al loro contributo positivo netto agli Obiettivi di sviluppo sostenibile (SDG) delle Nazioni Unite e alla metodologia DNSH del Consulente d'investimento.

La conformità con i filtri di esclusione viene misurata in base ai criteri di esclusione e alla percentuale di investimenti del Comparto che viola i filtri di esclusione.

#### **Fonti e trattamento dei dati**

Il Consulente d'investimento si avvale di dati ESG provenienti da diversi fornitori esterni. I dati vengono raccolti e conservati nell'archivio dei dati ESG centralizzato di Morgan Stanley per consentire a qualunque divisione di quest'ultima, ivi compresi i team d'investimento MSIM, di accedere alle informazioni per effettuare ricerche e analisi e occuparsi della costruzione del portafoglio, nonché per fornire a clienti e autorità di regolamentazione le informative richieste.

Per via di alcune lacune nella copertura dei dati, una piccola parte dei dati utilizzati per valutare l'allineamento a caratteristiche ambientali/sociali è costituita da dati stimati.

#### **Limiti delle metodologie e dei dati**

Il Comparto può utilizzare dati surrogati ragionevoli per gli indicatori PAI laddove il Consulente d'investimento ritenga che i dati non siano generalmente disponibili o non siano attendibili. Per maggiori dettagli sui limiti dei dati, si rimanda all'informativa completa presente sul sito web.

Il Consulente d'investimento adotta misure ragionevoli per garantire che il Comparto risponda alle proprie caratteristiche ambientali o sociali nonostante tali limitazioni, conducendo, tra le altre cose, una revisione e una valutazione dei dati surrogati per assicurarsi che siano sostituiti attendibili per i temi ESG promossi dall'indicatore PAI applicabile.

#### **Dovuta diligenza**

Il Consulente d'investimento utilizza l'analisi fondamentale di tipo bottom-up per investire in società di alta qualità a valutazioni ragionevoli in grado di mantenere rendimenti elevati e sostenibili sul capitale operativo nel lungo termine. Dopo uno screening quantitativo iniziale di una serie di caratteristiche finanziarie che a parere del Consulente d'investimento caratterizzano i marchi aziendali solidi, il Consulente d'investimento verifica se la società è in grado di continuare a generare una redditività del capitale operativo elevata e sostenibile effettuando

una valutazione della qualità del marchio, delle capacità del management e della solidità finanziaria, unitamente a una valutazione dei fattori ESG applicabili.

Quale parte essenziale e integrante del processo d'investimento, il Consulente d'investimento conduce una valutazione dei principali fattori riguardanti la generazione di una redditività del capitale operativo sostenuta ed elevata nel lungo termine, tra cui i fattori ESG, e nell'ambito di questo mira a un engagement con il management delle società.

#### **Politiche di impegno**

Le attività di engagement ESG del team si pongono tre obiettivi: la valutazione della rilevanza delle specifiche questioni ESG riguardanti le diverse società e le strategie adottate da queste ultime per affrontare tali questioni, il monitoraggio dei progressi compiuti e le azioni volte a incoraggiare le aziende ad adottare pratiche migliori. Il Consulente d'investimento prenderà in considerazione eventuali problemi (ad es. risposte insoddisfacenti o miglioramenti nel tempo). Il dialogo con le società può protrarsi e richiedere più iniziative di engagement nel corso del tempo. L'engagement genera conoscenza, vale a dire quel fattore che può influire sul giudizio d'investimento, sulla valutazione, sulla ponderazione o sulle regole di acquisto/vendita.

#### **Indice di riferimento designato**

Per realizzare le proprie caratteristiche ambientali o sociali, il Comparto non ha designato alcun indice di riferimento.

## Vermelding op de website volgens artikel 8 van de SFDR

**Productnaam:** *Global Sustain Fund (het "Fonds")*

**Een fonds van Morgan Stanley Investment Funds**

**Identificatiecode rechtspersoon:**

549300QP5BPQ4JSACK62

### Samenvatting

#### Geen duurzame beleggingsdoelstelling

Dit financiële product bevordert milieu- of sociale kenmerken, maar heeft niet tot doel duurzaam te beleggen.

Als beleggingen al dan niet als duurzaam worden aangemerkt (conform de SFDR-regels), zal de beleggingsadviseur een methode van "do no significant harm (DNSH)" toepassen. Dit heeft tot doel om zeker te stellen dat beleggingen die aanzienlijke schade kunnen aanbrengen aan een van de verplichte door de SFDR bepaalde negatieve hoofdeffecten ("PAI")-indicatoren die relevant zijn voor beleggingen die niet als duurzaam zijn aangemerkt. Voor duurzame beleggingen past de beleggingsadviseur ook een methode toe om te voldoen aan de minimale sociale waarborgen, zoals uiteengezet in de SFDR-regels.

#### Ecologische of sociale kenmerken van het financiële product

Het fonds bevordert het ecologische kenmerk van het streven naar een broeikasgasemissie-intensiteit voor de portefeuille die aanzienlijk lager is dan die van het referentie-universum door een oriëntering voor de broeikasgasemissie-intensiteit en door ecologische-uitsluitingen op de portefeuille toe te passen. Het referentie-universum wordt, alleen voor de vergelijking van de broeikasgasemissie-intensiteit, gedefinieerd als de MSCI AC World Index.

Het Fonds houdt ook rekening met sociale kenmerken door via de toepassing van bindende uitsluitingen, beleggingen te vermijden in bepaalde sectoren die de menselijke gezondheid en het menselijk welzijn kunnen schaden.

Daarnaast zal een deel van de beleggingen van het Fonds bestaan uit duurzame beleggingen die een positieve bijdrage leveren aan de VN-doelstellingen voor duurzame ontwikkeling.

#### Beleggingsstrategie

- Het Fonds streeft ernaar te beleggen in een geconcentreerde portefeuille van kwalitatief hoogwaardige, dominante franchiseorganisaties die zich kenmerken door duurzaam hoge rendementen op bedrijfskapitaal, krachtige immateriële activa, waaronder merknamen, netwerken, licenties en patenten, en prijsstellingsvermogen.
- Als een essentieel en geïntegreerd onderdeel van het beleggingsproces beoordeelt de beleggingsadviseur relevante factoren die van belang zijn voor duurzaam hoge rendementen op

bedrijfskapitaal op lange termijn, waaronder ESG-factoren, en streeft ernaar in het kader hiervan in gesprek te gaan met managementteams van ondernemingen.

- Het Fonds voldoet aan zijn ecologische en sociale kenmerken door klimaatgerelateerde uitsluitingen, een broeikasgasemissie-intensiteitsfilter en andere sector-/industriebeperkingen, met inbegrip van maar niet beperkt tot wapens, alcohol en tabak.
- Het beleggingsproces is gericht op het identificeren van kwalitatief hoogwaardige ondernemingen die hun hoge rendement op bedrijfskapitaal op lange termijn kunnen handhaven. Goede governance van de bedrijven waarin wordt geïnvesteerd is een integraal onderdeel van deze beoordeling. Governancecriteria zijn ingebed in het beleggingsproces en worden in overweging genomen als onderdeel van het eerste onderzoek en de portefeuilleselectie. Voortdurend toezicht vindt plaats door overleg met de onderneming en, waar nodig, door gebruik te maken van bedrijfsgegevens, gegevens van derden en controletests met betrekking tot bestuur.

#### Aandeel beleggingen

Afgestemd op E/S-kenmerken	90%
Duurzame beleggingen	20%
Afgestemd op taxonomie	-
Overig ecologisch	-
Sociaal	-
Overige E/S-kenmerken	70%
Overige beleggingen	10%

Het Fonds verwacht minimaal 20% van zijn activa toe te kennen aan duurzame beleggingen.

Deze percentages worden gemeten volgens de waarde van de beleggingen.

90% van de portefeuille is afgestemd op milieu- of sociale kenmerken. Dit bestaat volledig uit beleggingen die een directe blootstelling bieden aan de entiteiten waarin men belegt.

#### Monitoring ecologische of sociale kenmerken

De bevorderde milieu- en sociale kenmerken worden gemonitord met behulp van een combinatie van gegevens instrumenten/screens, instrumenten voor portefeuillebewaking en handmatig bureauonderzoek en analyses, daar waar van toepassing.

Het beleggingsproces wordt regelmatig geëvalueerd, als onderdeel van een controle- en toezichtskader dat door de beleggingsadviseur wordt uitgevoerd. De teams Compliance, Risk en Portfolio Surveillance van de beleggingsadviseur werken samen met het beleggingsteam om regelmatig portefeuille-/prestatiebeoordelingen en systemische controles uit te voeren om ervoor te zorgen dat de beleggingsdoelstellingen van de portefeuille en de milieu- en sociale kenmerken worden nageleefd.

#### Methodologieën

De beleggingsadviseur meet en controleert de naleving van het kenmerk broeikasgasemissie-intensiteit door een gewogen gemiddelde broeikasgasemissie-intensiteit voor de gehele portefeuille te berekenen en deze te vergelijken met de MSCI AC World Index. Dit is gebaseerd op metrische tonnen per \$ 1 miljoen bedrijfsomzet (Scopes 1 en 2 emissies).

De duurzame beleggingen van het Fonds worden beoordeeld op basis van hun netto positieve bijdrage aan de VN-doelstellingen voor duurzame ontwikkeling en de DNSH-methodologie van de beleggingsadviseur.

De naleving van de uitsluitingsschermen wordt gemeten op basis van de uitsluitingscriteria en het percentage van de beleggingen van het Fonds dat de uitsluitingsschermen schendt.

### **Databronnen en -verwerking**

De beleggingsadviseur maakt gebruik van ESG-gegevens van diverse externe leveranciers. De gegevens worden verzameld en opgeslagen in de gecentraliseerde ESG-dataopslagplaats die elke afdeling van Morgan Stanley, inclusief de beleggingsteams van MSIM, toegang verstrekt tot de informatie voor onderzoek, portefeuileanalyse en -opbouw, en rapportage aan cliënten en toezichthouders.

Als gevolg van lacunes in de gegevensdekking wordt een klein deel van de gegevens die worden gebruikt om de afstemming op de milieu-/ sociale kenmerken te beoordelen, geschat.

### **Methodologische en databeperkingen**

Het Fonds kan redelijke vervangende gegevens voor PAI-indicatoren gebruiken wanneer de beleggingsadviseur van mening is dat de gegevens niet algemeen of betrouwbaar beschikbaar zijn. Voor meer details over de gegevensbeperkingen wordt verwezen naar de volledige bekendmaking op de website.

De beleggingsadviseur neemt redelijke maatregelen om ervoor te zorgen dat het Fonds ondanks deze beperkingen aan zijn ecologische en sociale kenmerken kan voldoen, met inbegrip van het herzien en beoordelen van proxy's om ervoor te zorgen dat zij betrouwbare vervangers zijn voor de ESG-thema's die door de relevante PAI-indicator worden bevorderd.

### **Due diligence**

De beleggingsadviseur maakt gebruik van bottom-up fundamentele analyse om te beleggen in kwalitatief hoogwaardige ondernemingen tegen redelijke waarderingen die hun hoge rendement op bedrijfskapitaal op lange termijn kunnen handhaven. Na een eerste kwantitatieve screening op een aantal financiële kenmerken die volgens de beleggingsadviseur kenmerkend zijn voor sterke bedrijfsfranchises, analyseert

de beleggingsadviseur of een onderneming duurzaam hoge rendementen op het bedrijfskapitaal kan blijven leveren aan de hand van een evaluatie van de kwaliteit van de franchise, het managementvermogen en de financiële kracht, samen met een beoordeling van relevante ESG-factoren.

Als een essentieel en geïntegreerd onderdeel van het beleggingsproces beoordeelt de beleggingsadviseur relevante factoren die van wezenlijk belang zijn voor een duurzaam hoog rendement op bedrijfskapitaal op lange termijn, waaronder ESG-factoren, en streeft hij ernaar in het kader hiervan in gesprek te gaan met het management van ondernemingen.

### **Engagementbeleid**

De ESG-engagements van het team hebben drie belangrijke doelen: beoordeling van de materialiteit van specifieke ESG-kwesties die relevant zijn voor ondernemingen en hun strategieën om deze kwesties aan te pakken, monitoring van de vooruitgang en het aanmoedigen van ondernemingen tot betere praktijken. Elke kwestie (bijv. onbevredigende antwoorden of verbeteringen in de loop van de tijd) zal door de beleggingsadviseur in overweging worden genomen. De dialoog met ondernemingen kan langdurig zijn en meerdere gesprekken in de loop van de tijd vereisen. Betrokkenheid genereert kennis die de beleggingsvisie, waardering, weging of koop-/verkoopdiscipline kan beïnvloeden.

### **Aangewezen referentiebenchmark**

Het Fonds heeft geen referentiebenchmark aangewezen voor het bereiken van zijn ecologische of sociale kenmerken.

## SFDR, artikkel 8 – kunngjøring på nettsted

**Produkt navn:** *Global Sustain Fund* ("fondet")

**Et fond i Morgan Stanley Investment Funds**

**LEI-kode:** 549300QP5BPQ4JSACK62

### Sammendrag

#### Ingen mål om bærekraftig investering

Dette finansproduktet fremmer miljømessige eller sosiale egenskaper, men har ikke bærekraftig investering som mål.

Når investeringer klassifiseres som bærekraftige eller ikke (slik det er definert i SFDR-reglene), anvender investeringsrådgiveren en metodikk med "ikke forårsak betydelig skade" (DNSH). Denne søker å sikre at investeringer som forårsaker betydelig skade på noen av de obligatoriske, SFDR-definerte indikatorene for viktigste negative effekter ("PAI") som er relevante for investeringen ikke klassifiseres som bærekraftige. For bærekraftige investeringer anvender investeringsrådgiveren også en metodikk for å oppfylle minimum sosiale beskyttelsesordninger spesifisert i SFDR-reglene.

#### Miljømessige eller sosiale egenskaper ved det finansielle produktet

Fondet fremmer miljøegenskapene ved å søke å oppnå en intensitet i klimagassutslipp ("GHG") for porteføljen som er betydelig lavere enn referanseuniverset ved å anvende en GHG-utslippsintensitetsskjevhet og miljøekskluderinger på porteføljen. Referanseuniverset er definert som MSCI AC World Index, kun med det formål å sammenligne intensiteten i klimagassutslipp.

Fondet vurderer også sosiale egenskaper ved å unngå investeringer i visse sektorer som har potensial til å skade menneskers helse og velvære, gjennom anvendelse av bindende ekskluderinger.

I tillegg vil en andel av fondets investeringer være bærekraftige investeringer som bidrar positivt til FNs bærekraftsmål.

#### Investeringsstrategi

- Fondet søker å investere i en konsentrert portefølje dominante franchiser av høy kvalitet, kjennetegnet ved bærekraftig, høy avkastning på driftskapital, solide immaterielle aktiva inkludert varemerker, nettverk, lisenser og patenter, og prissettingskraft.
- Som en vesentlig og integrert del av investeringsprosessen vurderer investeringsrådgiveren relevante faktorer som

er vesentlige for langsiktig bærekraftig høy avkastning på driftskapital, inkludert ESG-faktorer, og søker å engasjere med selskapsledelsesteam som del av dette.

- Fondet oppfyller sine miljømessige og sosiale egenskaper ved å bruke klimarelaterte ekskluderinger, et intensitetsfilter for klimagassutslipp og andre sektor-/bransjerestriksjoner, blant annet for våpen, alkohol og tobakk.
- Investeringsprosessen fokuserer på å identifisere selskaper av høy kvalitet som kan opprettholde sin høye avkastning på driftskapital på lang sikt. God selskapsstyring i selskaper det blir investert i, er vesentlig i denne vurderingen. Selskapsstyringskriterier er integrert i investeringsprosessen og betraktes som en del av innledende analyse og porteføljeutvelgelse. Løpende overvåking utføres gjennom engasjement overfor selskapet, samt bruk, der det foreligger, av hensiktsmessige selskapsdata, tredjepartsdata og styringsrelaterte kontroverser.

#### Andel av investeringer

<b>Tilpasset miljømessige/sosiale egenskaper</b>	<b>90%</b>
Bærekraftige investeringer	20%
Tilpasset til taksonomi	-
Andre miljøforhold	-
Sosiale forhold	-
Andre miljømessige/sosiale egenskaper	70%
<b>Andre investeringer</b>	<b>10%</b>

Fondet forventer å allokere minimum 20 % av sine aktiva til bærekraftige investeringer.

Disse prosentandelene måles i henhold til verdien av investeringene.

90 % av porteføljen er på linje med miljømessige eller sosiale egenskaper. Dette består utelukkende av investeringer som gir direkte eksponering mot foretak som det investeres i.

#### Overvåking av miljømessige eller sosiale egenskaper

De miljømessige og sosiale egenskapene overvåkes ved hjelp av en kombinasjon av dataverktøy/utslingsmekanismer, porteføljeovervåkingsverktøy og manuelle gjennomganger av dokumentasjon og analyser.

Investeringsprosessen er gjenstand for regelmessig gjennomgang, som en del av et kontroll- og overvåkingsrammeverk implementert av

investeringsrådgiveren. Investeringsrådgiverens etterlevelses-, risiko- og porteføljeovervåkingsteam samarbeider med investeringsteamet for å gjennomføre regelmessige gjennomganger og systemkontroller av portefølje/verdiutvikling for å sikre etterlevelse mht. porteføljens investeringsmål og miljømessige og sosiale egenskaper.

### Metoder

Investeringsrådgiveren måler og overvåker samsvar med intensitetskarakteristikken for klimagassutslipp ved å beregne en vektet gjennomsnittlig intensitet for klimagassutslipp for den samlede porteføljen, og sammenligne med MSCI AC World Index. Dette er basert på tonn per USD 1 mill. av selskapets salg (Scope 1- og 2-utslipp).

De bærekraftige investeringene som gjøres av fondet vurderes ut fra deres netto positive bidrag til FNs bærekraftsmål og investeringsrådgiverens DNSH-metodikk.

Overholdelse av utsilingen for ekskludering måles basert på kriteriene for ekskludering og prosentandelen av fondets investeringer som bryter med ekskluderingsfiltrene.

### Datakilder og -behandling

Investeringsrådgiveren utnytter ESG-data fra ulike eksterne leverandører. Disse dataene samles inn og lagres i Morgan Stanleys sentraliserte ESG-datalager, slik at enhver forretningsenhet hos Morgan Stanley, deriblant MSIM-investeringsteamet, har tilgang til informasjonen for analyse, porteføljegjennomgang og -oppbygning samt klient- og regelverksrapportering.

På grunn av hull i datadekningen er en liten andel av dataene som brukes til å vurdere etterlevelse mht. miljømessige/sosiale egenskaper, estimerte data.

### Begrensninger i metoder og data

Fondet kan bruke rimelige referansedata for PAI-indikatorer der investeringsrådgiveren anser at dataene ikke er allment tilgjengelig eller pålitelige. Ytterligere detaljer om databegrensninger er å finne i de fullstendige opplysningene på nettsiden.

Investeringsrådgiveren treffer rimelige tiltak for å sikre at fondet er i stand til å oppfylle sine miljømessige og sosiale egenskaper til tross for disse begrensningene, inkludert gjennomgang og

vurdering av fullmakter for å sikre at de utgjør pålitelige erstatninger for ESG-temaene som fremmes av den relevante PAI-indikatoren.

### Due diligence

Investeringsrådgiveren bruker nedenfra-og-opp-analyse av fundamentale forhold for å investere i selskaper av høy kvalitet med rimelig verdivurdering som kan opprettholde høy avkastning på driftskapitalen på lang sikt. Etter en innledende kvantitativ utsiling for en rekke finansielle egenskaper som investeringsrådgiveren mener kjennetegner sterke forretningsfranchiser, analyserer investeringsrådgiveren om et selskap kan fortsette å levere bærekraftig høy avkastning på driftskapitalen med en evaluering av franchisekvalitet, ledelsesevne og finansiell styrke, sammen med en vurdering av relevante ESG-faktorer.

Som en vesentlig og integrert del av investeringsprosessen vurderer investeringsrådgiveren relevante faktorer som er vesentlige for langsiktig bærekraftig høy avkastning på driftskapital, inkludert ESG-faktorer, og søker å delta i selskapets ledelse som del av dette.

### Retningslinjer for engasjement

Teamets ESG-engasjementer har tre hovedformål: vurdering av vesentligheten ved spesifikke ESG-problemer som er relevante for selskapene og deres strategier for å håndtere disse problemene, overvåking av fremgang og oppmuntring av selskaper til bedre praksis. Ethvert problem (f.eks. utilfredsstillende svar eller forbedringer over tid) vil bli vurdert av investeringsrådgiveren. Dialogen med selskapene kan bli langvarig og kreve gjentatt engasjement over tid. Engasjement genererer kunnskap som er en faktor som kan påvirke investeringssynet, verdivurdering, vekting eller kjøp/salg-disiplin.

### Utpekt referanseindeks

Fondet har ikke utpekt en referanseindeks for å oppnå sine miljømessige eller sosiale egenskaper.



## Divulgação do artigo 8.º do SFDR no site

**Nome do produto:** *Global Sustain Fund* (o “Fundo”)

**Um fundo da Morgan Stanley Investment Funds**

**Identificador de entidade jurídica:**

549300QP5BPQ4JSACK62

### Resumo

#### Produto sem objetivo de investimento sustentável

Este produto financeiro promove características ambientais ou sociais, mas não tem por objetivo o investimento sustentável.

Ao classificar os investimentos como sustentáveis ou não sustentáveis (conforme definido nas regras do SFDR), o Consultor de Investimentos aplica uma metodologia de “não prejudicar significativamente” (do no significant harm, DNSH). Tal visa assegurar que os investimentos que prejudiquem significativamente qualquer um dos indicadores dos principais impactos negativos (“PAI”) obrigatórios e definidos pelo SFDR e relevantes para o investimento não sejam classificados como sustentáveis. Para investimentos sustentáveis, o Consultor de Investimentos também aplica uma metodologia para cumprir as salvaguardas sociais mínimas que constam das regras do SFDR.

#### Caraterísticas ambientais ou sociais do produto financeiro

O Fundo promove a característica ambiental de alcançar uma intensidade de emissões de gases com efeito de estufa (GEE) para a carteira que seja significativamente menor do que a do universo de referência ao aplicar um pendor de intensidade de emissões de GEE e exclusões ambientais à carteira. O universo de referência é definido, apenas para efeitos de comparação da intensidade de emissões de GEE, como o MSCI AC World Index.

O Fundo tem também em consideração características sociais ao evitar investimentos em determinados setores com potencial para causar danos à saúde e bem-estar humano através da aplicação de exclusões vinculativas.

Além disso, uma proporção dos investimentos do Fundo serão investimentos sustentáveis que apresentam um contributo positivo para os Objetivos de Desenvolvimento Sustentável das Nações Unidas.

#### Estratégia de investimento

- O Fundo visa investir numa carteira concentrada de franquias de elevada qualidade e com uma posição dominante, caracterizadas por retornos sustentáveis e elevados do capital de exploração, por ativos intangíveis sólidos, incluindo marcas, redes, licenças e patentes, e pelo poder de fixação dos preços.
- O Consultor de Investimentos, como parte essencial e integrada do processo de investimento, avalia fatores relevantes para obter, a longo prazo, retornos sustentáveis e elevados do capital de exploração, incluindo fatores ASG, e, nesse sentido, procura envolver-se com as equipas de gestão das empresas.

- O Fundo cumpre as suas características ambientais e sociais ao aplicar exclusões relacionadas com o clima, um filtro da intensidade de emissões de GEE e restrições a outros setores/indústrias, incluindo, entre outros, armas, álcool e tabaco.
- O processo de investimento centra-se na identificação de empresas de elevada qualidade com a capacidade de manter elevados retornos a longo prazo do capital de exploração. Para esta avaliação, é essencial existir uma boa governação nas empresas investidas. Os critérios de governação estão incorporados no processo de investimento e são considerados parte da análise inicial e da seleção de carteiras. A monitorização contínua é realizada através do envolvimento com a empresa bem como fazendo uso, se for caso disso, dos dados da empresa, de dados de terceiros e análises de controvérsias relacionadas com governação.

#### Proporção dos investimentos

Alinhados com as características A/S	90%
Investimentos sustentáveis	20%
Alinhados com a taxonomia	-
Outras características ambientais	-
Características sociais	-
Outras características A/S	70%
Outros investimentos	10%

O Fundo prevê afetar um mínimo de 20% dos seus ativos a investimentos sustentáveis.

Estas percentagens são calculadas de acordo com o valor dos investimentos.

90% da carteira está alinhada com características ambientais ou sociais. Tal abrange a totalidade dos investimentos que oferecem exposição direta às entidades investidas.

#### Monitorização das características ambientais ou sociais

As características ambientais e sociais promovidas são monitorizadas mediante a utilização de uma combinação de ferramentas/análise de dados, ferramentas de supervisão das carteiras, e análises e revisões documentais manuais, se for caso disso.

O processo de investimento está sujeito a revisões periódicas, como parte de uma estrutura de controlo e monitorização implementada pelo Consultor de Investimentos. As equipas de Conformidade, Risco e Supervisão de Carteiras do Consultor de Investimentos colaboram com a equipa de investimento na realização de revisões periódicas da carteira/do desempenho e de verificações sistémicas para garantir o cumprimento dos objetivos de investimento da carteira e das características ambientais e sociais.

#### Metodologias

O Consultor de Investimentos mede e monitoriza a conformidade com a característica da intensidade de

emissões de GEE ao calcular uma média ponderada da intensidade de emissões de GEE para a carteira em geral e ao compará-la com o MSCI AC World Index. Tal baseia-se em toneladas métricas por 1 milhão de dólares em vendas da empresa (emissões de âmbito 1 e 2).

Os investimentos sustentáveis realizados pelo Fundo são avaliados com base no seu contributo positivo líquido para os Objetivos de Desenvolvimento Sustentável das Nações Unidas e para a metodologia de DNSH do Consultor de Investimentos.

A conformidade com as análises de exclusão é medida com base nos critérios de exclusão e na percentagem dos investimentos do Fundo que violam as análises de exclusão.

### **Fontes e tratamento dos dados**

O Consultor de Investimentos tira partido de dados ASG de fornecedores terceiros. Os dados são recolhidos e armazenados no repositório centralizado de dados ASG da Morgan Stanley para que todas as unidades de negócio da Morgan Stanley, incluindo as equipas de investimento da MSIM, tenham acesso às informações para efeitos de investigação, análise e constituição de carteiras, e para comunicação de informações a clientes e de natureza regulamentar.

Devido a lacunas na cobertura dos dados, uma pequena proporção dos dados utilizados para avaliar o alinhamento com as características A/S pode corresponder a dados estimados.

### **Limitações da metodologia e dos dados**

O Fundo pode utilizar dados aproximativos razoáveis para os indicadores de principais impactos negativos quando o Consultor de Investimentos considerar que os dados não estão disponíveis ou não são fiáveis de forma generalizada. Para obter mais informações sobre as limitações de dados, consulte a divulgação completa no site.

O Consultor de Investimentos toma medidas razoáveis para garantir que o Fundo é capaz de cumprir as suas características ambientais ou sociais apesar destas limitações, incluindo a análise e avaliação de indicadores alternativos para garantir que são substitutos fiáveis para as temáticas ASG promovidas pelo indicador de principais impactos negativos relevante.

### **Diligência devida**

O Consultor de Investimentos utiliza uma análise fundamental e ascendente para investir em empresas de grande qualidade com avaliações razoáveis e capacidade de manter elevados retornos a longo prazo do capital de exploração. Após uma análise quantitativa inicial de uma série de características financeiras que o Consultor de Investimentos acredita serem caracterizadoras de

franquias empresariais sólidas, o Consultor de Investimentos verifica se a empresa tem a capacidade de continuar a proporcionar elevados retornos sustentáveis do capital de exploração com uma apreciação da qualidade da franquia, da capacidade de gestão e da solidez financeira, em conjunto com uma avaliação dos fatores ASG relevantes.

O Consultor de Investimentos, como parte essencial e integrada do processo de investimento, avalia fatores relevantes para obter, a longo prazo, retornos sustentáveis e elevados do capital de exploração, incluindo fatores ASG, e, nesse sentido, procura envolver-se com a administração das empresas.

### **Políticas de envolvimento**

O envolvimento da equipa em relação aos critérios ASG tem três objetivos fundamentais: avaliação da materialidade de questões ASG específicas relevantes para as empresas e as respetivas estratégias para as resolver, monitorização dos progressos e incentivo para as empresas implementarem melhores práticas. Todas as questões (por exemplo, respostas insatisfatórias ou melhorias ao longo do tempo) serão tidas em conta pelo Consultor de Investimentos. O diálogo com as empresas pode ser prolongado e exigir um envolvimento contínuo ao longo do tempo. O envolvimento gera conhecimento, um fator que pode afetar a visão de investimento, a sua avaliação, ponderação ou a disciplina de compra/venda.

### **Índice de referência designado**

O Fundo não designou um índice de referência com o objetivo de concretizar as respetivas características ambientais ou sociais.

## SFDR Artikel 8 Webbplatsinformation

**Produktnamn:** Global Sustain Fund ("fonden")

**En fond tillhörig Morgan Stanley Investment Funds**

**Identifieringskod för juridisk person:**

549300QP5BPQ4JSACK62

### Sammanfattning

#### Inga mål för hållbar investering

Denna finansiella produkt främjar miljömässiga eller sociala egenskaper, men har inte hållbar investering som mål.

Vid klassificering av investeringar som hållbara eller inte (enligt SFDR-reglerna), tillämpar investeringsrådgivaren metodiken "ingen betydande negativ inverkan". Syftet med detta är att säkerställa att investeringar som orsakar betydande skada för någon av de obligatoriska, SFDR-definerade PAI-indikatorerna (Principal Adverse Impact) som är relevanta för investeringen inte är klassificerade som hållbara. För hållbara investeringar tillämpar investeringsrådgivaren även en metodik för att uppfylla minimikraven för socialt skydd som anges i SFDR-reglerna.

#### Den finansiella produktens miljörelaterade eller sociala egenskaper

Fonden främjar miljöegenskaper genom att sträva efter att uppnå en växthusgasutsläppsintensitet ("GHG") för portföljen som är markant lägre än intensiteten i referensområdet genom att tillämpa en inriktning på GHG-utsläppsintensiteten och miljömässiga utslutningar för portföljen. Referensområdet, som endast används i syfte att jämföra GHG-utsläppsintensiteten, är fastställt till MSCI AC World Index.

Fonden beaktar även sociala egenskaper genom att undvika investeringar i vissa sektorer som kan skada människors hälsa och välbefinnande genom att tillämpa de bindande utslutningarna.

Dessutom kommer en del av fondernas investeringar att vara hållbara investeringar som bidrar positivt till FN:s hållbarhetsmål.

#### Investeringsstrategi

- Fonden strävar efter att investera i en koncentrerad portfölj som består av högkvalitativa, dominerande franchiseföretag som kännetecknas av en hållbar och hög avkastning på rörelsekapitalet, kraftfulla immateriella tillgångar däribland varumärken, nätverk, licenser och and patent samt prissättningsmakt.
- Som en väsentlig och integrerad del av investeringsprocessen bedömer investeringsrådgivaren relevanta faktorer som är väsentliga för hållbart långsiktig avkastning på rörelsekapitalet däribland ESG-faktorer och som strävar efter att interagera med företags ledningsgrupper som en del av detta.
- Fonden uppfyller sina miljö- och samhällsegenskaper genom att tillämpa klimatrelaterade utslutningar, ett intensitetsfilter för växthusgasutsläpp (GHG) och övriga sektors-

/branschuteslutningar inklusive men inte begränsat till alkohol och tobak.

- Investeringsprocessen fokuserar på att identifiera högkvalitativa företag som kan upprätthålla sin höga avkastning på rörelsekapitalet på lång sikt. God bolagsstyrning av investeringsobjekten är en integrerad del i denna bedömning. Bolagsstyrningskriterierna är införlivade i investeringsprocessen och anses vara en del av den inledande analysen och portföljval. Den fortlöpande övervakningen sker genom samarbete med företaget och genom att vid behov använda företagsdata, data från tredje part och styrningsrelaterad screening för kontroverser.

#### Andel av investeringar

I linje med egenskaper för miljö och samhälle	90%
Hållbara investeringar	20%
I linje med taxonomin	-
Övrigt miljömässigt	-
Samhälle	-
Andra egenskaper för miljö och samhälle	70%
Övriga investeringar	10%

Fonden förväntas allokera minst 20 % av tillgångarna till hållbara investeringar.

Dessa procentsatser mäts efter investeringarnas värde.

90 % av portföljen är i linje med miljömässiga eller sociala egenskaper. Detta består helt och hållet av investeringar som erbjuder direkt exponering mot investeringsobjekt.

#### Övervakning av miljörelaterade eller sociala egenskaper

De miljömässiga och sociala egenskaperna övervakas med en kombination av verktyg/granskningar, verktyg för portföljövervakning och manuella skrivbordsgranskningar och analyser.

Investeringsprocessen är föremål för en ordinarie granskning, som en del av en kontroll- och övervakningsram som genomförs av investeringsrådgivaren. Investeringsrådgivarens efterlevnads-, risk- och portföljövervakningsteam samarbetar med investeringsteamet för att genomföra regelbundna portfölj-/resultatgranskningar och systemkontroller för att säkerställa efterlevnad av portföljens investeringsmål och miljömässiga och sociala egenskaper.

#### Metoder

Investeringsrådgivaren mäter och övervakar regelefterlevnaden av egenskaperna för GHG-utsläppsintensiteten genom att beräkna ett viktat genomsnitt för GHG-utsläppsintensiteten för portföljen totalt, och jämför det med MSCI AC World Index. Detta baseras på metriska ton per 1 miljon dollar av företagets försäljning (Utsläpp inom tillämpningsområdena 1 och 2).



De hållbara investeringarna som görs av fonden bedöms baserat på deras nettopositiva bidrag till FN:s hållbarhetsmål och investeringsförvaltarens DNSH-metod.

Efterlevnad av uteslutningsscreeningen mäts baserat på uteslutningskriterierna och den procentsats av fondens investeringar som överträder uteslutningsscreeningen.

### **Datakällor och databehandling**

Investeringsrådgivaren utnyttjar ESG-data från olika externa leverantörer. Dessa data samlas in och lagras i Morgan Stanleys centraliserade ESG-dataarkiv för att göra det möjligt för alla Morgan Stanleys affärsenheter, inklusive MSIM-investeringssteamerna, att få tillgång till informationen för forskning, portföljanalys och portföljkonstruktion samt kundrelaterad och lagstadgad rapportering.

På grund av luckor i datatäckningen är en liten del av de data som används för att bedöma överensstämmelse med de miljömässiga/sociala egenskaperna uppskattade data.

### **Begränsningar för metoder och data**

Fonden kan använda rimliga indirekta uppgifter för PAI-indikatorer där investeringsrådgivaren anser att data inte är allmänt eller tillförlitligt tillgängliga. För mer information om databegränsningar, se den fullständiga informationen på webbplatsen.

Investeringsrådgivaren vidtar rimliga åtgärder för att säkerställa att fonden kan uppfylla sina miljömässiga och sociala egenskaper trots dessa begränsningar, inklusive granskning och bedömning av indirekta uppgifter för att säkerställa att de är tillförlitliga substitut för ESG-teman som främjas av den relevanta PAI-indikatorn.

### **Due diligence**

Investeringsrådgivaren använder en grundläggande företagsanalys för att investera i högkvalitativa företag som kan upprätthålla sin höga avkastning på rörelsekapitalet på lång sikt. Efter en inledande kvantitativ granskning av ett antal finansiella egenskaper som investeringsrådgivaren anser kännetecknar av starka franchiseföretag, analyserar investeringsrådgivaren om ett företag kan fortsätta att leverera en varaktigt hög avkastning på rörelsekapitalet genom att utvärdera kvaliteten på affärsverksamheterna, ledningens förmåga och den finansiella styrkan, tillsammans med en bedömning av relevanta ESG-faktorer.

Som en väsentlig och integrerad del av investeringsprocessen bedömer investeringsrådgivaren relevanta faktorer som är väsentliga för hållbart långsiktig avkastning på rörelsekapitalet däribland ESG-faktorer och som strävar efter att interagera med företags ledningsgrupper som en del av detta.

### **Strategier för engagemang**

Teamets ESG-engagemang har tre huvudsakliga syften: bedömning av betydelsen av specifika ESG-frågor som är relevanta för företagen och deras strategier för att ta itu med dessa frågor, övervakning av framstegen och uppmuntran av företagen till bättre praxis. Alla frågor (t.ex. otillfredsställande svar eller förbättringar med tiden) kommer att beaktas av investeringsrådgivaren. Dialogen med företagen kan vara långvarig och kräva flera möten över tid. Engagemanget genererar kunskap som är en faktor som kan påverka investeringssynen, värderingen, viktningen eller köp/försäljningsdisciplinen.

### **Valt referensvärde**

Fonden har inte angivit något referensindex i syfte att uppnå sina miljömässiga eller sociala egenskaper.

Applications for shares in the Fund should not be made without first consulting the current Prospectus and the Key Investor Information Document (“KIID”), which are available in English and in the official language of your local jurisdiction at [morganstanleyinvestmentfunds.com](http://morganstanleyinvestmentfunds.com) or free of charge from the Registered Office of Morgan Stanley Investment Funds, European Bank and Business Centre, 6B route de Trèves, L-2633 Senningerberg, R.C.S. Luxemburg B 29 192. A summary of investor rights is available in English at the same website.

Information in relation to sustainability aspects of the Fund and the summary of investor rights is available at the aforementioned website.

If the management company of the relevant Fund decides to terminate its arrangement for marketing that Fund in any EEA country where it is registered for sale, it will do so in accordance with the relevant UCITS rules.

## DEFINITIONS

“ESG” investment: Environmental Social and Governance based investment is an investment approach which takes explicit account of the environmental, social and corporate governance aspects of all proposed investments.

## ESG RISKS

ESG strategies that incorporate impact investing and/or environmental, social and governance (ESG) factors could result in relative investment performance deviating from other strategies or broad market benchmarks, depending on whether such sectors or investments are in or out of favor in the market. As a result, there is no assurance ESG strategies could result in more favorable investment performance.

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