

BF&M GOLDEN ACCUMULATOR

Morgan Stanley US Small Cap Growth Fund as of March 31, 2004

Investment Philosophy

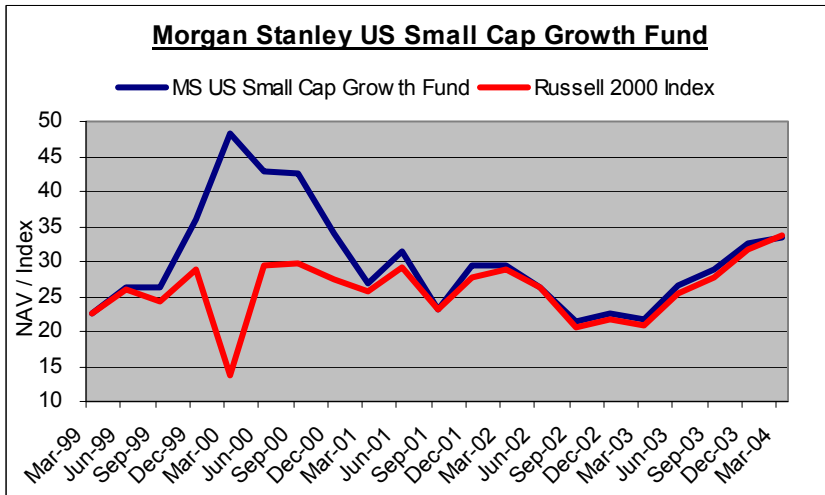
The fund seeks to increase in value over the long-term by investing primarily in shares of small and medium sized US companies, which are early in their development. It is growth orientated fund, yet selects stocks based on earnings, growth, and return on equity. Customer base and product lines need to be broad and level of competition is assessed.

Performance Statistics (percentage change)

Comparison	3 Mos	1 Yr	3 Yr*	5 Yrs*
Fund	3.36	53.87	7.61	8.18
Index	6.00	61.93	9.43	8.22

	2003	2002	2001	2000	1999	1998
Fund	43.10	-22.7	-19.1	-2.8	107.3	26.2
Index	45.37	28.0	-21.0	-39.3	85.6	39.6

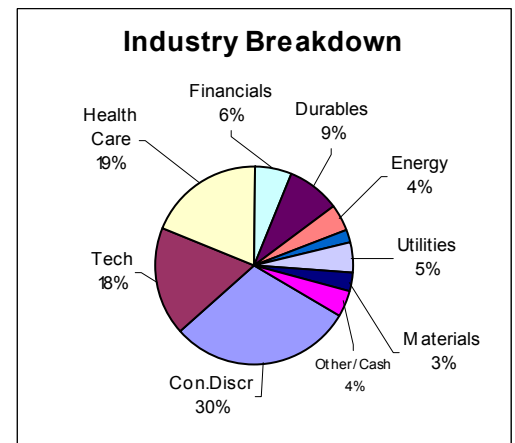
* Annualized return.



This report does not constitute or form part of any offer for shares of any of the Funds or an invitation to apply for shares of any Fund, and subscription for shares in any Fund can only be made on the basis of the Funds' current Prospectus. Past performance is no guarantee of future performance. The price of the shares of each Fund and the income received from each Fund may go down as well as up, and shareholders may not get back the full amount that they invested. Investment in any of the Funds involves risks which are described in the Funds' prospectus. Currency fluctuations will affect the value of overseas investments.

Top Holdings (as of Mar 04)

1. Ultra Petroleum
2. Dade Behring Holdings
3. Spectrasite
4. Imagistic Intl
5. Ntl
6. Wynn Resorts
7. Arbitron
8. Vca Antech
9. GTECH Holdings
10. Tuesday Morning



Fund Facts

Initial Date: August 1991
 Total Assets: \$ 168.5 million
 Managers: Dennis Lynch and David Cohen

Statistics	Fund
Beta:	1.70
R Squared:	0.70
Sharpe	(0.02)
Treynor	(0.42)
Micropal Stars:	4