



MORGAN STANLEY DEAN WITTER & CO.
Quarterly Consolidated Income Statement Information
 (unaudited, dollars in millions)

	QUARTER ENDED						Percentage Change From		Six Months Ended		Percentage Change
	Feb 28, 2001	May 31, 2001	Aug 31, 2001	Nov 30, 2001	Feb 28, 2002	May 31, 2002	2Q02 vs. 2Q01	2Q02 vs. 1Q02	May 31, 2001	May 31, 2002	
Investment banking	\$ 981	\$ 840	\$ 789	\$ 805	\$ 684	\$ 655	(22%)	(4%)	\$ 1,821	\$ 1,339	(26%)
Principal transactions:											
Trading	1,685	2,070	1,097	649	1,122	704	(66%)	(37%)	3,755	1,826	(51%)
Investments	(46)	(107)	(59)	(104)	33	(16)	85%	(148%)	(153)	17	111%
Commissions	851	838	720	753	777	900	7%	16%	1,689	1,677	(1%)
Fees:											
Asset management, distribution and admin.	1,109	1,074	1,054	979	1,016	1,054	(2%)	4%	2,183	2,070	(5%)
Merchant and cardmember	313	325	362	345	341	359	10%	5%	638	700	10%
Servicing	427	476	434	567	541	511	7%	(6%)	903	1,052	17%
Interest and dividends	7,236	6,950	5,825	4,116	3,832	3,874	(44%)	1%	14,186	7,706	(46%)
Other	125	139	110	146	194	108	(22%)	(44%)	264	302	14%
Total revenues	12,681	12,605	10,332	8,256	8,540	8,149	(35%)	(5%)	25,286	16,689	(34%)
Interest expense	6,172	6,406	4,869	3,282	2,936	2,844	(56%)	(3%)	12,578	5,780	(54%)
Provision for consumer loan losses	213	231	277	331	345	340	47%	(1%)	444	685	54%
Net revenues	6,296	5,968	5,186	4,643	5,259	4,965	(17%)	(6%)	12,264	10,224	(17%)
Compensation and benefits	2,839	2,732	2,374	1,420	2,488	2,234	(18%)	(10%)	5,571	4,722	(15%)
Occupancy and equipment	218	230	226	217	200	210	(9%)	5%	448	410	(8%)
Brokerage, clearing and exchange fees	167	177	176	180	179	176	(1%)	(2%)	344	355	3%
Information processing and communications	352	368	361	369	320	335	(9%)	5%	720	655	(9%)
Marketing and business development	366	331	274	287	251	259	(22%)	3%	697	510	(27%)
Professional services	334	336	284	345	225	250	(26%)	11%	670	475	(29%)
Other	320	322	319	435	249	254	(21%)	2%	642	503	(22%)
Total non-interest expenses	4,596	4,496	4,014	3,253	3,912	3,718	(17%)	(5%)	9,092	7,630	(16%)
Income before taxes, extraordinary item and cumulative effect of accounting change	1,700	1,472	1,172	1,390	1,347	1,247	(15%)	(7%)	3,172	2,594	(18%)
Income tax expense	618	535	423	498	477	428	(20%)	(10%)	1,153	905	(22%)
Div. on Pref. Sec. subject to mandatory redemption	7	7	14	22	22	22	214%	--	14	44	214%
Income before extraordinary item and cumulative effect of accounting change	1,075	930	735	870	848	797	(14%)	(6%)	2,005	1,645	(18%)
Extraordinary Item (1)	0	0	(30)	0	0	0	--	--	0	0	--
Cumulative effect of accounting change (2)	(59)	0	0	0	0	0	--	--	(59)	0	*
Net income	\$ 1,016	\$ 930	\$ 705	\$ 870	\$ 848	\$ 797	(14%)	(6%)	\$ 1,946	\$ 1,645	(15%)
Preferred stock dividend requirements	\$ 9	\$ 9	\$ 9	\$ 5	\$ -	\$ -	*	--	\$ 18	\$ -	*
Earnings applicable to common shares	\$ 1,007	\$ 921	\$ 696	\$ 865	\$ 848	\$ 797	(13%)	(6%)	\$ 1,928	\$ 1,645	(15%)
Compensation and benefits as a % of net revenues	45%	46%	46%	31%	47%	45%			45%	46%	
Non-compensation expenses as a % of net revenues	28%	30%	32%	40%	27%	30%			29%	28%	
Profit margin (3)	17%	16%	14%	19%	16%	16%			16%	16%	

(1) Represents extraordinary loss on the early extinguishment of debt

(2) Represents the effects of an accounting change adopted in the first quarter of fiscal 2001 with respect to the accounting for derivative instruments and hedging activities associated with SFAS 13:

(3) Net income as a % of net revenues.

Notes: Certain reclassifications have been made to prior period amounts to conform to the current presentation

Refer to Legal Notice page 11.