

MORGAN STANLEY
Quarterly Financial Information and Statistical Data
(unaudited)

	QUARTER ENDED						Percentage Change From:	
	Feb 28, 2002	May 31, 2002	Aug 31, 2002	Nov 30, 2002	Feb 28, 2003	May 31, 2003	2Q03 vs. 2Q02	2Q03 vs. 1Q03
Total assets (millions)	\$ 491,651	\$ 553,924	\$ 516,772	\$ 529,499	\$ 559,436	\$ 586,881	6%	5%
Adjusted assets (1)	\$ 341,782	\$ 382,306	\$ 361,517	\$ 358,470	\$ 389,103	\$ 406,977	6%	5%
Period end common shares outstanding (millions)	1,101.2	1,097.1	1,093.1	1,081.4	1,089.7	1,086.7	(1%)	--
Book value per common share	\$ 18.97	\$ 19.39	\$ 19.59	\$ 20.24	\$ 20.62	\$ 20.83	7%	1%
Shareholders' equity (millions) (2)	\$ 22,102	\$ 22,486	\$ 22,626	\$ 23,096	\$ 24,475	\$ 25,341	13%	4%
Total capital (millions) (3)	\$ 61,042	\$ 67,690	\$ 66,631	\$ 65,936	\$ 72,432	\$ 78,665	16%	9%
Worldwide employees	59,875	58,538	57,799	55,726	54,493	53,507	(9%)	(2%)
Average Daily 99%/One-Day Value-at-Risk ("VaR") (4)								
Primary Market Risk Category (\$ millions, pre-tax)								
Interest rate and credit spread	\$ 30	\$ 34	\$ 45	\$ 40	\$ 42	\$ 41		
Equity price	23	26	22	15	24	23		
Foreign exchange rate	9	5	7	6	12	11		
Commodity price	29	27	22	23	29	27		
Aggregate trading VaR	\$ 46	\$ 52	\$ 54	\$ 54	\$ 52	\$ 54		

- (1) Represents total assets less assets attributable to matched resale agreements, certain securities borrowed transactions and segregated customer cash balances. See page 19 for further information.
- (2) Includes preferred and common equity and preferred securities subject to mandatory redemption.
- (3) Includes preferred and common equity, preferred securities subject to mandatory redemption, capital units and the non-current portion of long-term debt.
- (4) 99%/One-Day VaR represents the loss amount that one would not expect to exceed, on average, more than one time every one hundred trading days in the Company's Institutional trading positions if the portfolio were held constant for a one day period. The Company's VaR incorporates substantially all financial instruments generating market risk that are managed by the Company's Institutional trading businesses. For a further discussion of the calculation of VaR and the limitations of the Company's VaR methodology, see Part II, Item 7A "Quantitative and Qualitative Disclosures about Market Risk" in the firm's Annual Report on Form 10-K for the fiscal year ended November 30, 2002.

Notes: Certain reclassifications have been made to prior period amounts to conform to the current presentation.
Refer to Legal Notice page 15.