



MORGAN STANLEY
Quarterly Financial Information and Statistical Data
Investment Management
(unaudited)

(\$ billions)	QUARTER ENDED						Percentage Change From:		Six Months Ended		Percentage Change	
	Feb 28, 2002	May 31, 2002	Aug 31, 2002	Nov 30, 2002	Feb 28, 2003	May 31, 2003	2Q03 vs. 2Q02	2Q03 vs. 1Q03	May 31, 2002	May 31, 2003	May 31, 2002	May 31, 2003
Net flows												
Retail	\$ 1.6	\$ 1.2	\$ (0.7)	\$ (1.0)	\$ (0.5)	\$ 1.2	--	*	\$ 2.8	\$ 0.7	(75%)	*
Institutional	(0.6)	(0.6)	0.0	(0.8)	(2.5)	(4.0)	*	(60%)	(1.2)	(6.5)	*	*
Net flows excluding money markets	<u>1.0</u>	<u>0.6</u>	<u>(0.7)</u>	<u>(1.8)</u>	<u>(3.0)</u>	<u>(2.8)</u>	*	7%	<u>1.6</u>	<u>(5.8)</u>	*	*
Money markets	(1.2)	(4.1)	1.0	(1.2)	(0.9)	(2.6)	37%	*	(5.3)	(3.5)	34%	34%
Assets under management or supervision by distribution channel												
Retail	\$ 280	\$ 276	\$ 260	\$ 256	\$ 246	\$ 259	(6%)	5%	\$ 280	\$ 259	(7%)	*
Institutional	172	175	164	164	158	162	(7%)	3%	172	162	(5%)	*
Total	<u>\$ 452</u>	<u>\$ 451</u>	<u>\$ 424</u>	<u>\$ 420</u>	<u>\$ 404</u>	<u>\$ 421</u>	(7%)	4%	421	421	4%	4%
Assets under management or supervision by asset class												
Equity	\$ 196	\$ 201	\$ 175	\$ 172	\$ 155	\$ 174	(13%)	12%	\$ 196	\$ 174	(12%)	*
Fixed income	128	126	127	127	129	127	1%	(2%)	128	127	(1%)	*
Money market	70	65	66	66	67	65	--	(3%)	70	65	(2%)	*
Other (1)	58	59	56	55	53	55	(7%)	4%	58	55	(4%)	*
Total	<u>\$ 452</u>	<u>\$ 451</u>	<u>\$ 424</u>	<u>\$ 420</u>	<u>\$ 404</u>	<u>\$ 421</u>	(7%)	4%	421	421	4%	4%

(1) Includes Alternative Investments.

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

Refer to Legal Notice page 20.