

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

	QUARTER ENDED							Percentage Change From:		Nine Months Ended		Percentage
	Feb 28, 2001	May 31, 2001	Aug 31, 2001	Nov 30, 2001	Feb 28, 2002	May 31, 2002	Aug 31, 2002	3Q02 vs. 3Q01	3Q02 vs. 2Q02	Aug 31, 2001	Aug 31, 2002	Change
INVESTMENT MANAGEMENT (\$ billions)												
Net flows												
Retail	\$ 1.3	\$ (0.2)	\$ (1.1)	\$ (7.8) ⁽¹⁾	\$ 1.5	\$ 1.1	\$ (0.2)	82%	(118%)	\$ -	\$ 2.4	*
Institutional	(2.4)	(1.1)	0.7	0.5	(0.5)	(0.6)	0.0	*	*	(2.8)	(1.1)	61%
Net flows excluding money markets	(1.1)	(1.3)	(0.4)	(7.3)	1.0	0.5	(0.2)	50%	(140%)	(2.8)	1.3	146%
Money markets	4.9	(1.2)	(0.2)	1.1	(1.3)	(4.1)	0.1	150%	102%	3.5	(5.3)	*
Assets under management or supervision by business												
Retail	\$ 309	\$ 303	\$ 292	\$ 280	\$ 273	\$ 269	\$ 252	(14%)	(6%)			
Institutional	183	184	179	179	179	182	172	(4%)	(5%)			
Total	<u>\$ 492</u>	<u>\$ 487</u>	<u>\$ 471</u>	<u>\$ 459</u>	<u>\$ 452</u>	<u>\$ 451</u>	<u>\$ 424</u>	(10%)	(6%)			
Assets under management or supervision by product												
Equity	\$ 225	\$ 220	\$ 202	\$ 199	\$ 195	\$ 201	\$ 175	(13%)	(13%)			
Fixed income	138	136	138	128	128	126	127	(8%)	1%			
Money market	67	67	69	70	70	65	66	(4%)	2%			
Other (2)	62	64	62	62	59	59	56	(10%)	(5%)			
Total	<u>\$ 492</u>	<u>\$ 487</u>	<u>\$ 471</u>	<u>\$ 459</u>	<u>\$ 452</u>	<u>\$ 451</u>	<u>\$ 424</u>	(10%)	(6%)			

(1) Includes sale of Van Kampen separate account fixed income business.

(2) Includes Alternative Investments.

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

Refer to Legal Notice page 11.