MORGAN STANLEY
Quarterly Financial Summary
(unaudited, dollars in millions)

	QUARTER ENDED								Percentage Change From:		Twelve Months Ended		Percentage
	Feb 28, 2003	May 31, 2003	Aug 31, 2003	Nov 30, 2003	Feb 29, 2004	May 31, 2004	Aug 31, 2004	Nov 30, 2004	4Q04 vs. 4Q03	4Q04 vs. 3Q04	Nov 30, 2003	Nov 30, 2004	Change
Net revenues													
Institutional Securities	$ 3,136	$ 2,680	$ 2,792	$ 2,603	$ 3,504	$ 3,947	$ 2,776	$ 2,836	9%	2%	$ 11,211	$ 13,063	17%
Individual Investor Group	985	1,002	1,102	1,153	1,211	1,209	1,124	1,071	(7%)	(5%)	4,242	4,615	9%
Investment Management	525	558	598	595	642	690	692	714	20%	3%	2,276	2,738	20%
Credit Services	898	884	834	811	958	879	897	900	11%	--	3,427	3,634	6%
Intersegment Eliminations	(69)	(78)	(77)	(75)	(74)	(75)	(64)	(72)	4%	(13%)	(299)	(285)	5%
Consolidated net revenues	$ 5,475	$ 5,046	$ 5,249	$ 5,087	$ 6,241	$ 6,650	$ 5,425	$ 5,449	7%	--	$ 20,857	$ 23,765	14%
Income before taxes (1)													
Institutional Securities	$ 1,112	$ 544	$ 925	$ 1,064	$ 1,183	$ 1,135	$ 682	$ 1,097	3%	61%	$ 3,645	$ 4,097	12%
Individual Investor Group	83	85	143	153	166	132	22	51	(67%)	132%	464	371	(20%)
Investment Management	110	133	142	97	170	209	217	231	138%	6%	482	827	72%
Credit Services	293	304	287	209	365	298	330	279	33%	(15%)	1,093	1,272	16%
Intersegment Eliminations	33	29	31	28	29	29	31	29	4%	(6%)	121	118	(2%)
Consolidated income before taxes	$ 1,631	$ 1,095	$ 1,528	$ 1,551	$ 1,913	$ 1,803	$ 1,282	$ 1,687	9%	32%	$ 5,805	$ 6,685	15%
Earnings per basic share:													
Income from continuing operations	$ 0.97	$ 0.67	$ 0.96	$ 0.94	$ 1.14	$ 1.13	$ 0.80	$ 1.11	18%	39%	$ 3.54	$ 4.17	18%
Loss from discontinued operations	$ (0.01)	$ (0.01)	$ -	$ -	$ -	$ -	$ (0.02)	$ -	--	*	$ (0.02)	$ (0.02)	--
Earnings per basic share	$ 0.96	$ 0.66	$ 0.96	$ 0.94	$ 1.14	$ 1.13	$ 0.78	$ 1.11	18%	42%	$ 3.52	$ 4.15	18%
Earnings per diluted share:													
Income from continuing operations	$ 0.95	$ 0.66	$ 0.94	$ 0.92	$ 1.11	$ 1.10	$ 0.78	$ 1.09	18%	40%	$ 3.47	$ 4.08	18%
Loss from discontinued operations	$ (0.01)	$ (0.01)	$ -	$ -	$ -	$ -	$ (0.02)	$ -	--	*	$ (0.02)	$ (0.02)	--
Earnings per diluted share	$ 0.94	$ 0.65	$ 0.94	$ 0.92	$ 1.11	$ 1.10	$ 0.76	$ 1.09	18%	43%	$ 3.45	$ 4.06	18%
Average common shares outstanding													
Basic	1,079,052,442	1,077,386,468	1,077,680,996	1,077,914,054	1,078,718,046	1,082,211,511	1,081,448,663	1,076,221,276			1,076,754,740	1,080,121,708	
Diluted	1,099,724,140	1,097,478,351	1,100,593,303	1,103,285,225	1,106,000,596	1,110,357,415	1,105,546,130	1,098,282,118			1,099,117,972	1,105,185,480	
Period end common shares outstanding	1,089,745,941	1,086,735,086	1,088,107,975	1,084,696,446	1,097,652,112	1,098,127,106	1,096,707,183	1,087,087,116			1,084,696,446	1,087,087,116	
Return on common equity	18.5%	12.5%	17.8%	16.9%	19.2%	18.4%	12.3%	17.4%			16.4%	16.8%	

(1) Represents consolidated income from continuing operations before losses from unconsolidated investees, taxes and dividends on preferred securities subject to mandatory redemption.

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

Refer to Legal Notice page 22.