Morgan Stanley

MORGAN STANLEY THEMATIC BASKETS

Seeking the Next "FAANGs," Series 2

INVESTMENT THESIS

In early 2013, the term "FAANG" came about to represent a small group of fast-growing stocks including Facebook, Amazon, Apple, Netflix and Google.

Morgan Stanley Wealth Management Global Investment Office ("MSWM GIO") developed a research report titled "Who Will Be the Next FAANGs?" with the goal of identifying a group of stocks that may have strong growth potential because they share similar competitive and financial attributes with those found among FAANG stocks in their earlier stages of growth.

While the FAANG companies are focused on providing services directly to consumers, MSWM GIO focused on companies providing business-to-business ("B2B") services because MSWM GIO believes that in the coming years, B2B companies will be best positioned to potentially benefit within a specific market.

PORTFOLIO SELECTION

Generally, the companies in the Trust meet many of the following Financial, Valuation and Competitive characteristics:

Financial / Valuation Criteria	Competitive Dynamics Criteria
1. Market Cap between 4B and $115B	1. Leading Market Share or Niche
2. Revenue Growth Estimates > 10%	2. Economies of Scale[1]
3. Price to Earnings Growth < 2.0	3. Network Effects[2]
4. MS&CO. Research Rating of Overweight or Equal-weight	4. Recurring Revenue[3]
	5. Large Addressable Markets
	6. Focused on B2B Markets

Unit Investment Trust Portfolio Information

SPONSOR:	Morgan Stanley Smith Barney LLC
ASSET CLASS:	U.S. Equities
INITIAL DATE OF DEPOSIT:	May 6, 2021
TERMINATION DATE:	May 15, 2023
SECURITIES:	25
CUSIPs	
Cash accounts	617722103
Fee accounts[6]	617722111
MORGAN STANLEY SYMBOLS	
Cash accounts	MSSNF2
Fee accounts[6]	MSSNF2F
NASDAQ ticker	MSSNGX
Sales Charges for Standard Accounts[4,5,7]	
Retail/Brokerage Accounts	
Initial Sales Charge[5]	0.00%
Deferred Sales Charge	2.40%
Maximum Sales Charge	2.40%
CGA/PM ADVISORY ACCOUNT[6,7]	

1. This term refers to the occurrence of decreased costs in production as a company's output level increases.
2. This term refers to the phenomenon of the value of a product or service increasing the more it is used.
3. This term refers to the portion of a company's revenue that may be expected to continue in the future.
4. Based on a $10.00 Unit price.
5. There is no initial sales charge if the Unit price is $10.00 per Unit or less. If the Unit price exceeds $10.00 per Unit an initial sales charge is paid at the time of purchase.
6. Advisory accounts are charged an annual asset-based fee. See the disclosure page for more information.
7. Unitholders also pay other fees and ongoing Operating Expenses. Please see the prospectus for more information regarding fees and expenses.

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As of April 30, 2021

TICKER	SECURITY	WEIGHT
Communications Services		**7.99%**
PINS	Pinterest, Inc. Class A	4.04
Z	Zillow Group, Inc. Class C	3.95
Consumer Discretionary		**7.99%**
BKNG	Booking Holdings Inc	3.96
DPZ	Domino's Pizza Inc.	4.03
Financials		**8.02%**
GOCO	GoHealth Inc Class A	3.98
MCO	Moody's Corporation	4.04
Health Care		**15.97%**
EW	Edwards Lifesciences Corporation	4.01
IQV	IQVIA Holdings Inc	4.03
ISRG	Intuitive Surgical, Inc	3.91
UNH	UnitedHealth Group Inc.	4.02
Industrials		**12.15%**
EFX	Equifax Inc.	4.07
SNDR	Schneider National, Inc. Class B	4.06
VRSK	Verisk Analytics Inc.	4.02

TICKER	SECURITY	WEIGHT
Information Technology		**36.14%**
ANET	Arista Networks, Inc.	4.03
ADSK	Autodesk, Inc.	4.05
BOX	Box, Inc. Class A	4.03
IT	Gartner, Inc.	4.11
PANW	Palo Alto Networks, Inc.	4.05
PYPL	PayPal Holdings, Inc	3.99
CRM	salesforce.com Inc.	4.02
NOW	ServiceNow, Inc.	3.87
ZEN	Zendesk, Inc.	3.99
Materials		**7.92%**
ECL	Ecolab Inc.	3.96
SHW	Sherwin-Williams Company	3.96
Real Estate		**3.82%**
EQIX	Equinix, Inc.	3.82

The composition of the Trust’s portfolio was determined as of the initial date of deposit and may slightly differ from that shown due to the requirement that only whole shares be purchased for the portfolio. Sector weightings will likely vary thereafter due to market fluctuations in the underlying securities. Please refer to the prospectus for important disclosures regarding Morgan Stanley & Co. LLC's investment banking relationships and other matters related to the Trust's securities holdings.

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Disclosures | Seeking the Next “FAANGs,” Series 2

ABOUT UITs

Morgan Stanley UITs offer numerous benefits for clients:

- *Disciplined approach:* Takes the emotion out of the investment process by eliminating the need for buy and sell decisions
- *Fully transparent:* Clients know what the UIT holds for the duration of the UIT’s life
- *Defined life:* UITs have a defined maturity date
- *Convenience:* UITs offer one ticket exposure to various asset classes, market sectors, thought leadership and/or investment themes
- *Exclusivity:* Offered only to Morgan Stanley clients

DISCLOSURES | The portfolio is designed to remain fixed over its 24-month term. There is no guarantee it will achieve its objective.

This communication shall not constitute an offer to sell or a solicitation of an offer to buy; nor shall there be any sale of these securities in any state in which such offer, solicitation, or sale would be unlawful prior to registration or qualification under the securities laws of any such state.

Investors should consider the investment objectives, risks, and charges and expenses carefully before investing. Clients should contact their Financial Advisor or call Morgan Stanley Smith Barney LLC at 1-800-869-0690 to request a prospectus, which contains this and other information about the Trust. Clients should read it carefully before investing.

RISK CONSIDERATIONS | Choosing a unit investment trust (“UIT”) depends on a client’s tolerance for risk, among other things. As with any equity investment, unit prices will fluctuate and there is no assurance that prices will appreciate and not decline over the life of a UIT. Stock prices can be volatile and holders can lose money by investing in a UIT. In addition, the amount of dividends a client receives depends on each issuer’s dividend policy, the financial condition of the securities and general economic conditions. Clients should understand the potential risks associated with common stocks. In addition, the Trust may invest significantly in one or more sectors. Because of their narrow focus, sector investments tend to be more volatile than investments that diversify across many sectors.

The portfolio is a UIT, which uses a buy and hold strategy that is designed to remain fixed over its 24 month term. The Trust issues redeemable securities or “units” at prices based on net asset value. Units can be sold at any time, in accordance with a trust’s prospectus, at a price that will reflect the net asset value less any remaining deferred sales charge and/or other charges as applicable. The proceeds may be more or less than the original value of a client’s investment. Clients can opt for dividends to be reinvested in additional units or paid out in cash. The Trust is part of a long-term strategy and clients should consider their ability to remain invested until the trust reaches maturity. Clients should also consider the tax implications of investing in successive portfolios if one is available. Morgan Stanley Smith Barney LLC and its affiliates do not provide tax or legal advice. Clients should seek advice based on the taxpayer’s particular circumstances from an independent tax advisor.

You should note that the Trust will continue to purchase or hold securities, notwithstanding the fact that MSWM GIO may revise its opinion with respect to any individual security based on the selection process employed by MSWM GIO or any subsequent analysis. In particular, any subsequent creation of a similar type of list of securities or an update of any above referenced selection process by MSWM GIO will not affect the composition of the Trust.

Further, please note that the Trust’s strategy is to invest in stocks identified by MSWM GIO believed to be poised for growth because they share certain competitive and financial attributes of FAANG stocks in their earlier stages of growth and operate in the B2B markets. There can be no assurance that any of the stocks included in the Trust’s portfolio will achieve any level of capital appreciation, including that of any FAANG stock in recent years. There is no assurance that factors that may have contributed to a FAANG stock’s past performance will result in capital appreciation among the stocks included in the Trust’s portfolio. Further, there is no assurance that stocks of companies focused on the B2B markets will outperform consumer-focused companies during the life of the Trust, or that if B2B-focused companies do outperform, that such a broader economic trend will benefit the stocks in the Trust’s portfolio in a manner anticipated by MSWM GIO and the Sponsor.

Consulting Group Advisor or Portfolio Manager Accounts – Units may be purchased through a Consulting Group Advisor (“CGA”) non-discretionary investment advisory account or a Portfolio Manager (“PM”) discretionary investment advisory account. Units that are eligible for purchase through CGA/PM accounts are not assessed sales charges but CGA/PM accounts charge up to a maximum annual asset-based program fee of 2.00%. Clients should see the CGA/PM program disclosure brochure (available online at www.morganstanley.com/ADV) for more information on the CGA/PM program, including the conflicts of interest associated with offering a proprietary UIT in the CGA/PM program.

Diversification does not guarantee a profit or protect against a loss.