

Blue Chip Values Trust – *Morgan Stanley Portfolios*

New Product Aligned to Morgan Stanley & Co. Research

- Morgan Stanley & Co. Research (“Research”) recently published a report titled “Good Companies At Better Prices”.
 - Research believes that “**sell-offs bring opportunities**” and selected securities that they believe offer strong long term fundamental stories, at prices that are lower than recent highs.
- The **Blue Chips Values Trust** holds securities identified in this report.

Portfolio Selection Criteria

- Research sought to create a short list of global stocks that:
 - **Stand out as higher quality** within various sectors/regions
 - Have **sold off** within broader markets
- Specifically, Research screened for stocks that:
 1. Were over ~\$10B+ in USD Market Cap
 2. Were rated overweight by Morgan Stanley & Co. analysts
 3. Had Return on Equity (ROE) in the top 50% of stocks in their respective regions and sectors, and
 4. Had sold off at least 15% from 52 week highs
- Research analysts also nominated additional stocks that they forecasted to generate strong growth on a multi-year horizon but were not captured by the original screens’ parameters.
- From there, Research strategists, product teams, and analysts reduced the list to the stocks Identified in the report.

Creation of the Trust

- Morgan Stanley Smith Barney LLC, the Sponsor of the Trust, constructed the Trust’s portfolio based on the stocks identified from the process described above and holds 36 of the 38 stocks identified in the report.

PORTFOLIO INFORMATION

Sponsor:	Morgan Stanley Smith Barney LLC
Asset Class:	Global Equities
Initial Date of Deposit:	May 8, 2020
Termination Date:	August 9, 2021
Securities:	36
CUSIPs	
• Cash accounts	61773D108
• Fee accounts ¹	61773D116
Morgan Stanley Symbols	
• Cash accounts	MSBCV1
• Fee accounts ¹	MSBCV1F
• NASDAQ ticker	MSBCVX
SALES CHARGES for STANDARD ACCOUNTS	
Retail/Brokerage Accounts ²	
• Initial Sales Charge ³	0.00%
• Deferred Sales Charge	1.35%
• Creation & Development Fee	0.50%
• Maximum Sales Charge	1.85%
CGA ADVISORY ACCOUNT^{1,2,4}	
• Creation & Development Fee	0.50%

1. Not available in CGA retirement accounts.

2. Based on a \$10.00 Unit price.

3. 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.

4. CGA accounts are charged an annual asset-based fee. See the disclosure page for more information.

Blue Chip Values Trust

Ticker	Security	Weight
Communications Services		
		11.15%
GOOGL	Alphabet Inc. Class A	2.77
CHL	China Mobile Limited ADR	2.80
CMCSA	Comcast Corporation Class A	2.79
VIVHY	Vivendi SA ADR	2.79
Consumer Discretionary		
		16.66%
BABA	Alibaba Group Holding Ltd. ADR	2.78
ESLOY	EssilorLuxottica SA ADR	2.77
HD	Home Depot, Inc.	2.78
NPSNY	Naspers Limited ADR Class N	2.78
NKE	NIKE, Inc. Class B	2.73
TAL	TAL Education Group ADR Class A	2.82
Financials		
		8.27%
BLK	BlackRock, Inc.	2.76
ITUB	Itau Unibanco Holding S.A. ADR Pfd	2.82
SPGI	S&P Global, Inc.	2.69
Health Care		
		13.87%
BSX	Boston Scientific Corporation	2.80
DSNKY	Daiichi Sankyo Company, Limited Sponsored ADR	2.81
OCPNY	Olympus Corp. ADR	2.80
SYK	Stryker Corporation	2.72
UNH	UnitedHealth Group Incorporated	2.74

Ticker	Security	Weight
Industrials		
		11.18%
ALSMY	Alstom SA ADR	2.82
DOV	Dover Corporation	2.76
KMTUY	Komatsu Ltd. ADR	2.80
SBGSY	Schneider Electric SE ADR	2.80
Information Technology		
		24.91%
ADBE	Adobe Inc.	2.78
AAPL	Apple Inc.	2.76
MA	Mastercard Incorporated Class A	2.67
MSFT	Microsoft Corporation	2.78
MRAAY	Murata Manufacturing Co., Ltd. ADR	2.79
TSM	Taiwan Semiconductor Manufacturing Co., Ltd. ADR	2.78
ERIC	Telefonaktiebolaget LM Ericsson Sponsored ADR Class B	2.81
V	Visa Inc. Class A	2.77
XLNX	Xilinx, Inc.	2.77
Materials		
		8.21%
BLL	Ball Corporation	2.73
SHW	Sherwin-Williams Company	2.67
YARIY	Yara International ASA Sponsored ADR	2.81
Real Estate		
		5.75%
SEGXF	SEGRO plc	2.94
SUHJY	Sun Hung Kai Properties Limited Sponsored ADR	2.81

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.

Disclosures | Blue Chip Values Trust

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 in transactional and non-discretionary fee-based advisory platforms
- **Exclusivity:** Offered only to Morgan Stanley clients

DISCLOSURES | The portfolio is designed to remain fixed over its 15-month life. 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's portfolio 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 and companies. Further, clients should note that the ongoing global coronavirus pandemic has led to increased levels of market distress and volatility, which has adversely impacted the common stocks selected for inclusion in the Trust, and may further adversely impact these common stocks during the life of the Trust.

The Trust is a UIT, which uses a buy and hold strategy that is designed to remain fixed over its 15 month term. The Trust issues redeemable securities or "units" at prices based on net asset value. Units can be sold at any time, at a price that will reflect the net asset value on the date of sale 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 invest in successive portfolios at the applicable sales charge, if one is available. Clients should 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.

While the Trust is based on research published by Morgan Stanley & Co. (MS&Co.) Research, the securities in the Trust were selected by Morgan Stanley Smith Barney LLC, its affiliate and Sponsor of the Trusts. Other than providing research, MS&Co. Research is not liable for any information contained in the prospectus which it did not provide. The Trust is not sponsored or endorsed by MS&Co. Research. MS&Co. Research makes no representation or warranty, express or implied, to the unitholders of the Trust or any member of the public regarding the advisability of investing in units of the Trust. MS&Co. Research has no obligation or liability in connection with the investment decisions made by the Sponsor or the Trust or in connection with the administration of the Trust.

You should note that the Trust will continue to purchase or hold securities, notwithstanding the fact that MS&Co. Research may revise its opinion with respect to any individual security. In particular, any subsequent publication of a similar type of list of securities or an update of any above referenced list of securities by MS&Co. Research will not affect the composition of the Trust.

Consulting Group Advisor Accounts – Units of the portfolio may be purchased through a Consulting Group Advisor ("CGA") non-discretionary investment advisory account. Units that are eligible for purchase through CGA accounts are not assessed initial or deferred sales charges but are subject to the creation and development fee (\$0.05 per Unit). The creation and development fee is retained by the UIT sponsor (Morgan Stanley Smith Barney LLC). While units purchased through CGA accounts are not subject to initial or deferred sales charges, the CGA accounts may charge up to a maximum annual asset-based program fee of 2.00%. This UIT is not available in CGA retirement accounts. Clients should see the CGA program disclosure brochure (available online at www.morganstanley.com/ADV) for more information on the CGA program, including the conflicts of interest associated with offering a proprietary UIT in the CGA program.

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