

Morgan Stanley

To the Unitholders of: *Morgan Stanley Portfolios, Series 54 - Quality Dividend Strategy, Series 3*

In accordance with the Standard Terms and Conditions of the Trust, The Bank of New York Mellon, Trustee, submits the following cash basis statement for the period January 1, 2023 thru the termination date March 31, 2023.

Income Account			Securities Removed From the Portfolio				
Balance on January 1, 2023			\$ 111,656.99				
Income Received on Securities			\$ 260,173.64				
Supplemental Deposit Income			\$ 192.55				
Less:							
Trustee Fee and Fund Expenses	\$ 22,110.68		\$ 4,246 3M Co				
Income Paid for Unit			\$ 6,377 Abbott Laboratories				
Redemptions	\$ 80,110.41		\$ 1,765 Accenture Plc				
Distributions to Unitholders	\$ 269,802.09		\$ 2,086 Advance Auto Parts Inc				
Balance on March 31, 2023*			\$ 372,023.18				
Balance on March 31, 2023*			\$ 0.00				
Distributions From the Income Account							
	Date	Rate per Unit	Total per Distribution				
Monthly:							
	01-09-23	\$ 0.00508	\$ 21,248.77	\$ 31,809 AT&T Inc			
	01-25-23	0.02125	88,423.40	\$ 1,792 Automatic Data Processing Inc			
	02-25-23	0.01596	61,743.51	\$ 31,236 Bank of America Corp			
	03-31-23	0.05042	98,386.41	\$ 10,159 Bristol Myers Squibb Co			
Total		\$ 0.09271	\$ 269,802.09	\$ 2,233 Broadridge Financial Solutions			
Principal and Redemption Accounts							
Balance on January 1, 2023			\$ 157,137.87				
Proceeds Received from Sale, Maturity, Liquidation or Redemption of Securities			\$ 36,067,040.22				
Receipts from Supplemental Deposits			\$ 73,478.53				
Miscellaneous Principal			(\$44.58)				
Less:							
Payments for Securities Acquired	\$ 62,093.56		\$ 3,191 Capital One Financial				
Proceeds Paid to Unitholders from the Redemption Account for Redemption of Units	\$ 19,578,922.56		\$ 18,651 Carnival Corp				
Principal Distributions from Capital Account	\$ 16,655,198.24		\$ 2,184 Caterpillar Inc				
Organizational Expenses	\$ 1,397.68		\$ 4,658 Cbre Group Inc				
Balance on March 31, 2023*			\$ 36,297,612.04				
Balance on March 31, 2023*			\$ 0.00				
Distributions From the Principal Account							
	Date	Rate per Unit	Total per Distribution				
03-31-23		\$ 8.53521	\$ 16,655,198.24				
Total		\$ 8.53521	\$ 16,655,198.24	\$ 4,221 Northrop Grumman Corp			

Statement Regarding Negative Balances. Income Account - A negative balance in the Income Account may be attributed to the payment cycle of the securities in the Portfolio. Distributions may be more or less than the amount credited to the Income Account. Principal and Redemption Accounts - A negative balance in the Principal and Redemption Accounts may be attributed to pending securities sales to meet unit redemptions.

Bid prices have been determined and furnished to the Trustee by the Evaluator for the Trust. The prices quoted above are stated as a percentage of the face value.

The Bank of New York Mellon, as Trustee, is not in a position to determine, or assist unit holders in determining capital gains and losses. Questions that apply to the calculations of income taxes should be referred to your tax consultant.

Securities Removed From the Portfolio - Continued

Date	Shares	Description	Proceeds
Various	29,454	Old Republic International	736,325.20
Various	2,417	Perkinelmer Inc	312,703.68
Various	15,638	Pfizer Inc	639,282.01
Various	2,843	Pioneer Natural Resources Co	576,939.74
Various	7,326	Procter & Gamble Co	1,054,907.09
Various	4,232	Prudential Financial Inc	367,637.12
Various	5,473	State Street Corp	434,506.81
Various	2,622	Texas Instruments	465,131.19
Various	12,641	The Bank of New York Mellon Corp	585,662.95
Various	2,276	The Cigna Group	616,677.19
Various	12,367	U S Bancorp Com	491,479.68
Various	1,953	Union Pacific Corp	388,184.02
Various	2,725	Unitedhealth Group Inc	1,304,410.11
Various	7,689	Warner Bros Discovery Inc	113,229.30
Various	5,898	Wec Energy Group Inc	544,524.40
Totals	512,090		\$ 36,067,040.22

Securities Acquired - Purchases - Continued

Date	Shares	Description	Cost
Various	7	3M Co	\$ 826.83
Various	11	Abbott Laboratories	1,239.73
Various	2	Accenture Plc	552.03
Various	3	Advance Auto Parts Inc	449.19
Various	6	Agco Corp	811.01
Various	8	Agilent Technologies	1,259.12
Various	23	Alliant Energy Corp	1,246.23
Various	13	Alphabet Inc Class A	1,252.65
Various	11	Amdocs Ltd	996.97
Various	61	AT&T Inc	1,155.22
Various	2	Automatic Data Processing Inc	482.07
Various	59	Bank of America Corp	2,018.44
Various	18	Bristol Myers Squibb Co	1,306.18
Various	3	Broadridge Financial Solutions	449.88
Various	5	Capital One Financial	524.64
Various	36	Carnival Corp	371.60
Various	3	Caterpillar Inc	750.65
Various	8	Cbre Group Inc	669.04
Various	34	Cisco Systems	1,615.27
Various	22	Conagra Brands Inc	835.71
Various	1	Costco Wholesale Corp	492.07
Various	26	Coterra Energy Inc	657.60
Totals	920		\$ 62,093.56

Securities Portfolio As of March 31, 2023

NONE