

BASE PROSPECTUS SUPPLEMENT

Morgan Stanley

as issuer
(incorporated under
the laws of the State of Delaware in the United States of America)

MORGAN STANLEY (JERSEY) LIMITED
as issuer
(incorporated with limited liability in Jersey, Channel Islands)

MORGAN STANLEY B.V.
as issuer
(incorporated with limited liability in The Netherlands)

Program for the Issuance of Notes, Series A and B

The Issuers, as defined below, have prepared this supplemental base prospectus (the "**Supplemental Base Prospectus**"), which constitutes a supplementary prospectus for the purposes of 87G of the Financial Services and Markets Act 2000 and has been approved by the Financial Services Authority in its capacity as United Kingdom competent authority as a prospectus supplement for the purposes of Directive 2003/71/EC (the "**Prospectus Directive**"), to supplement and be read in conjunction with the base prospectus dated 22 June 2007 prepared by the Issuers (the "**Base Prospectus**") (and any documents incorporated by reference therein and any supplements thereto) and used in connection with the program (the "**Program**") under which Morgan Stanley ("**Morgan Stanley**"), Morgan Stanley (Jersey) Limited and Morgan Stanley B.V. (together the "**Issuers**") may offer from time to time Notes (the "**Notes**").

Defined terms used in the Base Prospectus shall have the same meaning when used in this Supplemental Base Prospectus.

On 17 September 2007, Morgan Stanley's Board of Directors approved the increase of the aggregate principal amount of outstanding Notes issued under the Program from U.S.\$ 30,000,000,000 to U.S.\$ 40,000,000,000.

To the extent that there is any inconsistency between any statement in this Supplemental Base Prospectus and any other statement in or incorporated by reference in the Base Prospectus, the statements in this Supplemental Base Prospectus will prevail.

Save as disclosed in this Supplemental Base Prospectus, no significant new factor, material mistake or inaccuracy relating to information included in the Base Prospectus has arisen since the publication of the Base Prospectus.

The Issuers accepts responsibility for the information contained in this document. To the best of the knowledge and belief of the Issuers (who have taken all reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of such information.

This Supplemental Base Prospectus is available for viewing, and copies may be obtained from, the offices of the Issuers and the Paying Agents.

THE NOTES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE "SECURITIES ACT"), OR THE SECURITIES LAWS OF ANY STATE IN THE UNITED STATES, AND ARE SUBJECT TO U.S. TAX LAW REQUIREMENTS. THE NOTES MAY NOT BE OFFERED, SOLD OR DELIVERED AT ANY TIME, DIRECTLY OR INDIRECTLY, WITHIN THE UNITED STATES OR TO OR FOR THE ACCOUNT OF U.S. PERSONS (AS DEFINED IN EITHER REGULATION S UNDER THE SECURITIES ACT OR THE UNITED STATES INTERNAL REVENUE CODE OF 1986, AS AMENDED).

Investors should be aware of their rights under Section 87Q(4) of FSMA 2000.

Neither the Issuers nor Morgan Stanley & Co. International plc, as agent for the Notes, has or will take any action in any country or jurisdiction that would permit a public offering of the Notes or possession or distribution of any offering material in relation to a public offering in any country or jurisdiction where action for that purpose is required. Each investor must comply with all applicable laws and regulations in each country or jurisdiction in or from which the investor purchases, offers, sells or delivers the Notes or has in the investor's possession or distributes this Supplemental Base Prospectus, the Base Prospectus or any accompanying Final Terms.

MORGAN STANLEY

11 October 2007