

Pricing Supplement dated 9 November 2018

Morgan Stanley & Co. International plc

Legal Entity Identifier (LEI): 4PQUHN3JPF6FNF3BB653

Issue of USD 3,000,000 Callable Steepener Notes due 2023

(the "Notes")

Guaranteed by Morgan Stanley

under the

Regulation S Program for the Issuance of Notes, Series A and B, Warrants and Certificates

The Offering Circular referred to below (as completed by this Pricing Supplement) has been prepared on the basis that any offer of the Notes in any Member State of the European Economic Area which has implemented the Prospectus Directive (2003/71/EC) (as amended, including by Directive 2010/73/EU (together, the "Prospectus Directive")) (each, a "Relevant Member State") will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Notes. Accordingly any person making or intending to make an offer in that Relevant Member State of the Notes may only do so in circumstances in which no obligation arises for the Issuer or any Distribution Agent to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. Neither the Issuer nor any Distribution Agent has authorised, nor do they authorise, the making of any offer of Notes in any other circumstances.

Warning: Neither this Pricing Supplement nor the Offering Circular referred to below constitutes a "prospectus" for the purposes of Article 5.4 of the Prospectus Directive, and the Pricing Supplement and the Offering Circular have been prepared on the basis that no prospectus shall be required under the Prospectus Directive in relation to any Notes to be offered and sold hereunder.

THE NOTES ARE NOT DEPOSITS OR SAVINGS ACCOUNTS AND ARE NOT INSURED BY THE U.S. FEDERAL DEPOSIT INSURANCE CORPORATION OR ANY OTHER GOVERNMENTAL AGENCY OR INSTRUMENTALITY OR DEPOSIT PROTECTION SCHEME ANYWHERE, NOR ARE THEY OBLIGATIONS OF, OR GUARANTEED BY, A BANK.

PROHIBITION OF SALES TO EEA RETAIL INVESTORS:

THE NOTES ARE NOT INTENDED TO BE OFFERED, SOLD OR OTHERWISE MADE AVAILABLE TO AND SHOULD NOT BE OFFERED, SOLD OR OTHERWISE MADE AVAILABLE TO ANY RETAIL INVESTOR IN THE EUROPEAN ECONOMIC AREA. FOR THESE PURPOSES, A RETAIL INVESTOR MEANS A PERSON WHO IS ONE (OR MORE) OF:

- (A) A RETAIL CLIENT AS DEFINED IN POINT (11) OF ARTICLE 4(1) OF DIRECTIVE 2014/65/EU, AS AMENDED ("MIFID II");**
- (B) A CUSTOMER WITHIN THE MEANING OF DIRECTIVE 2002/92/EC, AS AMENDED, WHERE THAT CUSTOMER WOULD NOT QUALIFY AS A PROFESSIONAL CLIENT AS DEFINED IN POINT (10) OF ARTICLE 4(1) OF MIFID II; OR**
- (C) NOT A QUALIFIED INVESTOR AS DEFINED IN DIRECTIVE 2003/71/EC, AS AMENDED.**

CONSEQUENTLY NO KEY INFORMATION DOCUMENT REQUIRED BY REGULATION (EU) NO 1286/2014, AS AMENDED (THE "PRIIPS REGULATION") FOR OFFERING OR SELLING THE NOTES OR OTHERWISE MAKING THEM AVAILABLE TO RETAIL INVESTORS IN THE EUROPEAN ECONOMIC AREA HAS BEEN OR WILL BE PREPARED AND THEREFORE OFFERING OR SELLING THE NOTES OR OTHERWISE MAKING THEM AVAILABLE TO ANY RETAIL INVESTOR IN THE EUROPEAN ECONOMIC AREA MAY BE UNLAWFUL UNDER THE PRIIPS REGULATION.

PART A – CONTRACTUAL TERMS

THE NOTES DESCRIBED HEREIN AND ANY GUARANTEE IN RESPECT THEREOF, AND THE SECURITIES TO BE DELIVERED ON REDEMPTION OF THE NOTES (IF ANY) 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 OR OTHER JURISDICTION OF THE UNITED STATES, AND ARE SUBJECT TO U.S. TAX LAW REQUIREMENTS. NEITHER THE ISSUER NOR THE GUARANTOR IS REGISTERED, OR WILL REGISTER, UNDER THE U.S. INVESTMENT COMPANY ACT OF 1940, AS AMENDED. TRADING IN THE NOTES HAS NOT BEEN APPROVED BY THE U.S. COMMODITY FUTURES TRADING COMMISSION UNDER THE U.S. COMMODITY EXCHANGE ACT OF 1936, AS AMENDED.

THE NOTES DESCRIBED HEREIN AND ANY INTEREST THEREIN, ANY GUARANTEE IN RESPECT THEREOF AND THE SECURITIES TO BE DELIVERED ON REDEMPTION OF THE NOTES (IF ANY) MAY NOT BE OFFERED, SOLD, PLEDGED, ASSIGNED, DELIVERED OR OTHERWISE TRANSFERRED OR REDEEMED AT ANY TIME, DIRECTLY OR INDIRECTLY, WITHIN THE UNITED STATES OR TO OR FOR THE ACCOUNT OR BENEFIT OF U.S. PERSONS (AS DEFINED IN EITHER REGULATIONS UNDER THE SECURITIES ACT). HEDGING TRANSACTIONS INVOLVING ANY "EQUITY SECURITIES" OF "DOMESTIC ISSUERS" (AS SUCH TERMS ARE DEFINED IN THE SECURITIES ACT AND REGULATIONS THEREUNDER) MAY ONLY BE CONDUCTED IN ACCORDANCE WITH THE SECURITIES ACT. SEE "SUBSCRIPTION AND SALE" AND "NO OWNERSHIP BY U.S. PERSONS" IN THE ACCOMPANYING OFFERING CIRCULAR DATED 29 JUNE 2018 IN PURCHASING THE NOTES, PURCHASERS WILL BE DEEMED TO REPRESENT AND WARRANT THAT THEY ARE NEITHER LOCATED IN THE UNITED STATES NOR A U.S. PERSON AND THAT THEY ARE NOT PURCHASING ON BEHALF OF, OR FOR THE ACCOUNT OR BENEFIT OF, ANY U.S. PERSON.

THE NOTES ARE NOT RATED.

This document constitutes the Pricing Supplement relating to the issue of the Notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions of the English Law Notes set forth in the Offering Circular dated 29 June 2018 as supplemented by the first supplement to the Offering Circular dated 12 September 2018 and the second supplement to the Offering Circular dated 10 October 2018 (the "**Offering Circular**"). This Pricing Supplement must be read in conjunction with such Offering Circular. Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of this Pricing Supplement and the Offering Circular. In the event of any inconsistency between the Offering Circular and this Pricing Supplement, this Pricing Supplement will govern. Copies of the Offering Circular are available from the offices of Morgan Stanley Finance & Co. International plc at 25 Cabot Square, Canary Wharf, London, E14 4QA. The Offering Circular has also been published on the website of Euronext Dublin (www.ise.ie) and the Luxembourg Stock Exchange (www.bourse.lu).

Information Concerning Investment Risk

Noteholders and prospective purchasers of Notes should ensure that they understand the nature of the Notes and the extent of their exposure to risk and that they consider the suitability of the Notes as an investment in the light of their own circumstances and financial condition.

In purchasing any Notes, purchasers will be deemed to represent and undertake to the Issuer, Dealer and each of their affiliates that (i) such purchaser understands the risks and potential consequences associated with the purchase of the Notes and (ii) that such purchaser has consulted with its own legal, regulatory, investment, accounting, tax and other advisers to extent it believes is appropriate to assist it in understanding and evaluating the risks involved in, and the consequences of, purchasing the Notes.

Potential investors are urged to consult with their legal, regulatory, investment, accounting, tax and other advisors with regard to any proposed or actual investment in the Notes and to review the Offering Circular. Please see the Offering Circular together with this Pricing Supplement for a full detailed description of the Notes and in particular, please review the Risk Factors associated with these Notes. Investing in the Notes entails certain risks including, but not limited to, the following:

Adjustments by the Determination Agent: The terms and conditions of the Notes will allow the Determination Agent to make adjustments or take any other appropriate action if circumstances occur where the Notes or any exchanges are affected by market disruption, adjustment events or circumstances affecting normal activities.

Credit Risk: Investors are exposed to the credit risk of the Issuer. The Notes are essentially a loan to the Issuer with a repayment amount that the Issuer promises to pay to you at maturity. There is the risk, however, that the Issuer may not be able to fulfil its promise to you. If any companies in the Morgan Stanley group incur losses with respect to any of their activities, this may have a negative impact on the financial condition of the Issuer. You may lose all or part of your investment if the Issuer is unable to pay the redemption amount and/or goes into liquidation. No assets of the Issuer are segregated and specifically set aside in order to pay the holders of the Notes in the event of liquidation of the Issuer, and the holders of the Notes will rank behind creditors who have priority rights over certain assets of the Issuer.

Market Risk: The Notes are denominated, and all payments will be made, in United States Dollar. There are risks inherent in investments in notes denominated and payable in United States Dollar for investors whose home and/or functional currency is not United States Dollar. You should consult your financial, legal and tax advisers as to any specific risks entailed by an investment in notes that are denominated and payable in a currency other than the currency of the country in which you are resident or in which you conduct your business. We refer to such country as your “home country” and to the currency of your home country as your “home currency”. In addition, the interest rate of the Notes from the second year onwards depend on the movement of the 30-year USD swap rate and 2-year USD swap rate and steepness of the swap rate curve. If the swap rates do not move as anticipated by the investors, the interest rate may be less than expected and may be as low as zero. In addition, even if the swap rates perform as expected by the investors, the interest rate is capped at 10% per annum.

Exit Risk: The secondary market price of the Notes will depend on many factors, including interest rates, interest rate volatility, time remaining to maturity and the creditworthiness of the Issuer. Depending on the actual or anticipated level of any of the above, the market value of the notes may decrease and you may receive substantially less than 100% of the issue price if you sell your notes prior to maturity.

Early Redemption for Taxation Reasons: The terms and conditions of the Notes allow the Issuer to redeem the Notes early if the Issuer is required to deduct or withhold any taxes in respect of its payments on the Notes. In such circumstances, Noteholders may receive less than the principal amount of the Notes upon such early redemption.

The Notes are subject to the Issuer’s redemption right. The term of the Notes may be limited by the Issuer’s right to redeem the Notes at its option on certain dates. As a result, the term of the Noteholder’s investment in the Notes may be less than the original tenor of the Notes. It is more likely that the Issuer will redeem the Notes when it would be advantageous for Noteholders to continue to hold the Notes. If the Notes are redeemed prior to maturity, the Noteholders may be forced to invest in a lower interest rate environment and may not be able to reinvest at comparable terms or returns.

Liquidity Risk: Any secondary market in the Notes made by the Dealer will be made on a reasonable efforts basis only and subject to market conditions, law, regulation and internal policy. Even whilst there may be a secondary market in the Notes it may not be liquid enough to facilitate a sale by the holder.

Potential Conflict of Interest: The Determination Agent (MSI plc) is an affiliate of the Issuer and the economic interests of the Determination Agent may be adverse to the interests of holders of the Notes. Determinations made by the Determination Agent may affect the amount payable to holders pursuant to the terms of the Notes.

Tax Considerations: Special tax considerations may apply to certain types of taxpayers. Prospective investors are urged to consult with their own tax advisors to determine any tax implications of this investment.

Accounting Considerations: Special accounting considerations may apply to certain types of investors. Prospective investors are urged to consult with their own accounting advisors to determine implications of this investment.

Morgan Stanley Finance & Co. International plc is not qualified to give legal, tax or accounting advice to its clients and does not purport to do so in this document. Clients are urged to seek the advice of their own professional advisers about the consequences of the proposals contained herein.

1.	(i)	Issuer:	Morgan Stanley & Co. International plc
	(ii)	Guarantor:	Not Applicable
2.	(i)	Series Number:	K0131
	(ii)	Tranche Number:	1
3.		Specified Currency or Currencies:	United States Dollar ("USD")
4.		Aggregate Nominal Amount of the Notes:	
	(i)	Series:	USD 3,000,000
	(ii)	Tranche:	USD 3,000,000
5.		Issue Price	100 per cent. of par per Note
6.	(i)	Specified Denominations:	USD 100,000
	(ii)	Calculation Amount (Par):	USD 100,000
7.	(i)	Issue Date:	26 October 2018
	(ii)	Trade Date:	9 November 2018
	(iii)	Interest Commencement Date:	Issue Date
	(iv)	Strike Date:	Not Applicable
	(v)	Determination Date:	Not Applicable
8.		Maturity Date:	9 November 2023, subject to adjustment in accordance with the Business Day Convention
9.		Interest Basis:	Fixed Rate to Steepener (as more particularly described in paragraph 16 below)
10.		Redemption/Payment Basis:	Redemption at Par
11.		Change of Interest or Redemption/Payment Basis:	Not Applicable
12.		Put/Call Options/Autocallable Early Redemption:	
	(i)	Redemption at the Option of the Issuer: (Condition 21.5)	Applicable
	(ii)	Redemption at the Option of the Noteholders: (Condition 21.7)	Not Applicable
	(iii)	Autocallable Early Redemption: (Condition 18)	Not Applicable

- (iv) Other Put/Call Options: Not Applicable
13. (i) Status of the Notes: As set out in Condition 4.1
(Condition 4)
- (ii) Status of the Guarantee: As set out in Condition 4.2
14. Method of distribution: Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15. **Fixed Rate Note Provisions** Applicable
(Condition 5)

- (i) Rate(s) of Interest: In respect of: (a) the first four Interest Periods commencing on and including the Interest Commencement Date and ending on but excluding 9 November 2019, 7.00 per cent per annum; and (b) each remaining Interest Period commencing on and including 9 November 2019 and ending on but excluding the Maturity Date, the percentage per annum calculated in accordance with the following formula:

$\text{Min}(10.00\%, \text{Max}(0.00\%, 12.6 \times \text{CMS Spread}))$

Where:

“CMS Spread” means USD 30Y CMS minus USD 2Y CMS

“USD 30Y CMS” means the USD CMS rate with a maturity of 30 years. In relation to each Interest Period, USD 30Y CMS will be determined by the Determination Agent by reference to the 30 year CMS rate that appears on Reuters ICESWAP1 page (the “ICESWAP1 Page”) or any successor thereto as of 11:00 a.m., New York City time, on the relevant Determination Date. If such rate does not appear on the Reuters Page, the Determination Agent will determine the rate in good faith and in a commercially reasonable manner.

“USD 2Y CMS” means the USD CMS rate with a maturity of 2 years. In relation to each Interest Period, USD 2Y CMS will be determined by the Determination Agent by reference to the 2 year CMS rate that appears on Reuters ICESWAP1 page (the “ICESWAP1 Page”) or any successor thereto as of 11:00 a.m., New York City time, on the relevant Determination Date. If such rate does not appear on the Reuters Page, the Determination Agent will determine the rate in good faith and in a commercially reasonable manner.

“Determination Date” means each second New York business day prior to the first day of each Interest Period.

(ii)	Interest Period:	As set out in Condition 2.1, Unadjusted.
(iii)	Interest Payment Date(s):	9 February, 9 May, 9 August and 9 November in each year, from and including 9 February 2019, to and including the Maturity Date, in each case as adjusted in accordance with the Business Day Convention
(iv)	Fixed Coupon Amount(s):	See item (ix) below
(v)	Broken Amount(s):	Not Applicable
(vi)	Day Count Fraction:	30/360
(vii)	Business Day Convention:	Modified Following Business Day Convention
(viii)	Additional Business Centres:	London and New York
(ix)	Other terms relating to the method of calculating interest for Fixed Rate Notes:	The Interest Amount payable in respect of any Interest Period will be an amount per Calculation Amount equal to: Calculation Amount x Rate of Interest x Day Count Fraction
(x)	Party Responsible for calculating the Rate(s) of Interest and/or Interest Amount(s):	Determination Agent
16.	Floating Rate Note Provisions	Not Applicable
17.	Zero Coupon Note Provisions	Not Applicable
18.	Dual Currency-Linked Note Interest Provisions	Not Applicable
19.	Equity Linked Note Interest Provisions	Not Applicable
20.	Commodity Linked Note Interest Provisions	Not Applicable
21.	Currency Linked Interest Note Provisions	Not Applicable
22.	Inflation-Linked Note Interest Provisions	Not Applicable
23.	Property-Linked Interest Note Provisions	Not Applicable
24.	Fund-Linked Interest Note Provisions	Not Applicable
25.	Credit-Linked Interest Note Provisions	Not Applicable

PROVISIONS RELATING TO REDEMPTION

26.	Call Option (Condition 21.5)	Applicable
	Optional Redemption Date:	9 February, 9 May, 9 August and 9 November of each year from and including 9 November 2019 to and including 9 August 2023
	Optional Redemption Amount of each Note and method, if any, of calculation of such amount:	USD 100,000 per Calculation Amount

	Maximum Call Notice Number of Day(s):	Not Applicable
	Minimum Call Notice Number of Day(s):	35 Business Days. Upon delivery of the call notice, the Maturity Date will be the Optional Redemption Date and in no circumstance shall the Maturity Date be accelerated, waived or changed to a date which is prior to the 35th calendar day following the day of the notice.
27.	Put Option (Condition 21.7)	Not Applicable
28.	Autocallable Early Redemption (Condition 18)	Not Applicable
29.	Final Redemption Amount of each Note (Condition 21.1)	Par per Calculation Amount
30.	Dual Currency Redemption Provisions (Condition 8)	Not Applicable
31.	Equity-Linked Redemption Provisions (Condition 10)	Not Applicable
32.	Commodity-Linked Redemption Provisions (Condition 11)	Not Applicable
33.	Currency-Linked Redemption Provisions (Condition 12)	Not Applicable
34.	Inflation-Linked Redemption Provisions (Condition 13)	Not Applicable
35.	Property-Linked Redemption Provisions (Condition 14)	Not Applicable
36.	Fund-Linked Redemption Provisions (Condition 15)	Not Applicable
37.	Credit Linked Redemption Provisions (Condition 16)	Not Applicable
38.	Preference Share-Linked Redemption Provisions (Condition 17)	Not Applicable
39.	(i) Early Redemption Amount(s) upon an Event of Default: (Condition 26)	Par Redemption
	(ii) Early Redemption Amount(s) payable upon an event described in Condition 10.2(b)/10.2(d)/10.4(a)(iii)/10.4(b)(iii)/10.5(c)/10.6(c)/10.7(c)/10.8(c)/11.7(b)/12.5(c).13.6(c)/14.5/14.6(c)/15.5(d)/17.5/17.6	Not Applicable
	(iii) Early redemption amount(s) per Calculation Amount payable on redemption for taxation reasons:	Fair Market Value Less Costs

(Condition 21.2, 21.3)

40. Illegality and Regulatory Event:
(Condition 27)
- (i) Illegality and Regulatory Event: Applicable
- (ii) Early Redemption Amount (Illegality and Regulatory Event): Early Redemption Amount (Illegality and Regulatory Event) – Fair Market Value Less Costs
41. Substitution of Issuer or Guarantor with non Morgan Stanley Group entities: Applicable
42. Governing Law: English law

GENERAL PROVISIONS APPLICABLE TO THE NOTES

43. Form of Notes:
(Condition 3) Registered Notes
Global Note Certificate registered in the name of a nominee for a common depository for Euroclear and Clearstream, Luxembourg.
44. Record Date: The Record Date is one Clearing System Business Day before the relevant due date for payment
45. Additional Financial Centre(s) or other special provisions relating to Payment Business Days: New York and London
46. Determination Agent: Morgan Stanley & Co. International plc
47. Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: Not Applicable
48. Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: Not Applicable
49. Redenomination, renominatisation and reconventioning provisions: Not Applicable
50. Restrictions on free transferability of the Notes: None
51. Inconvertibility Event Provisions: Not Applicable
52. CNY Centre: Not Applicable
53. Taxation:
- (i) Condition 25.1 "Additional Amounts" is Not Applicable
- (ii) Condition 25.4 Implementation of Financial Transaction Tax: Applicable

54. Other terms: Not Applicable

DISTRIBUTION

55. (i) If syndicated, names and addresses of Managers and underwriting commitments: and names and addresses of the entities agreeing to place the issue without a firm commitment or on a "best efforts" basis if such entities are not the same as Managers.) Not Applicable
- (ii) Date of Agreement: Not Applicable
- (iii) Stabilising Manager(s) (if any): Not Applicable
56. If non-syndicated, name and address of Dealer: Morgan Stanley & Co. International plc
25 Cabot Square
London E14 4QA
57. U.S. Selling Restrictions: Regulation S
58. Total commission and concession: Not Applicable
59. Additional Selling Restrictions: This term sheet is being disseminated in Singapore by Morgan Stanley Asia (Singapore) Pte. and has not been registered as a prospectus with the Monetary Authority of Singapore. Accordingly, this term sheet and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of the Notes may not be circulated or distributed, nor may the Notes be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor under Section 274 of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"), (ii) to a relevant person pursuant Section 275(1), or any person pursuant to Section 275(1A), and in accordance with the conditions, specified in Section 275 of the SFA or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. Where Notes are subscribed or purchased under Section 275 by a relevant person which is:
- (a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or
- (b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor,
- shares, debentures and units of shares and

debentures of that corporation or the beneficiaries' rights and interests (howsoever described) in that trust shall not be transferred within six months after that corporation or that trust has acquired the securities pursuant to an offer made under Section 275 except:

- (1) to an institutional investor (for corporations under Section 274 of the SFA) or to a relevant person defined in Section 275(2) of the SFA, or to any person pursuant to an offer that is made on terms that such shares, debentures and units of shares and debentures of that corporation or such rights and interest in that trust are acquired at a consideration of not less than S\$200,000 (or its equivalent in a foreign currency) for each transaction, whether such amount is to be paid for in cash or by exchange of securities or other assets, and further for corporations, in accordance with the conditions specified in Section 275 of the SFA;
- (2) where no consideration is or will be given for the transfer; or
- (3) where the transfer is by operation of law or
- (4) as specified in Section 276(7) of the SFA.

The Notes are offered through Morgan Stanley Asia (Singapore) Pte., an entity regulated by the Monetary Authority of Singapore.

Taxation

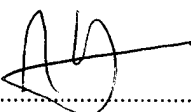
This discussion is limited to the U.S. federal tax issues addressed below. Additional issues may exist that are not addressed in this discussion and that could affect the federal tax treatment of an investment in the Notes. Holders should seek their own advice based upon their particular circumstances from an independent tax advisor.

A Non-U.S. Holder (as defined in the Offering Circular) should review carefully the section entitled "United States Federal Taxation" in the Offering Circular.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer:

By: 
Duly authorised

PART B – OTHER INFORMATION

1. LISTING

Listing and admission to Trading: Application is expected to be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the Global Exchange Market of Euronext Dublin with effect from the Issue Date.

No assurances can be given that such application for listing and/or admission to trading will be granted or will be granted on or prior to the Issue Date.

2. RATINGS

Ratings: Not Applicable

3. OPERATIONAL INFORMATION

ISIN Code: XS1538853547

Common Code: 153885354

Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking *société anonyme* and the relevant identification number(s): Not Applicable

CFI: Not Applicable

FISN: Not Applicable

Delivery: Delivery free of payment

Names and addresses of initial Paying Agent(s): The Bank of New York Mellon
One Canada Square
London E14

Names and addresses of additional Paying Agent(s) (if any): Not Applicable

Intended to be held in a manner which would allow Eurosystem eligibility: No. Whilst the designation is specified as "no" at the date of this Pricing Supplement, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

4. **POTENTIAL SECTION 871(M) TRANSACTION** Not Applicable

5. **PROHIBITION OF SALES TO EEA RETAIL INVESTORS:** Applicable

6. **BENCHMARK
REGULATION:** Not Applicable

INVESTOR REPRESENTATIONS

Any investment in the Notes made with the intention to offer, sell or otherwise transfer (together, “distribute” and each a “distribution”) such Notes to prospective investors will be deemed to include, without limitation, the following representations, undertakings and acknowledgements:

- a) (i) you are purchasing the instruments as principal (and not as agent or in any other capacity); (ii) none of the Issuer, the Dealer or their affiliates is acting as a fiduciary or an advisor to it in respect of the instruments; (iii) you are not relying upon any representations made by the Issuer, the Guarantor or any of their affiliates; (iv) you have consulted with your own legal, regulatory, tax, business, investments, financial, and accounting advisers to the extent that you have deemed necessary, and you have made your own investments, hedging and trading decisions based upon your own judgement and upon any advice from such advisers as you have deemed necessary and not upon any view expressed by the Issuer or any of its affiliates or agents and (v) you are purchasing the instruments with a full understanding of the terms, conditions and risks thereof and you are capable of and willing to assume those risks;
- b) you shall only distribute as principal or, alternatively, acting on a commission basis in your own name for the account of your investors and will not do so as agent for any Morgan Stanley entity (together “Morgan Stanley”) who shall assume no responsibility or liability whatsoever in relation to any such distribution. You shall distribute the product in your own name and to such customers as you identify in your own discretion, at your own risk and under your sole responsibility. You shall make such enquiries you deem relevant in order to satisfy yourself that prospective investors have the requisite capacity and authority to purchase the product and that the product is suitable for those investors;
- c) you shall not make any representation or offer any warranty to investors regarding the product, the Issuer or Morgan Stanley or make any use of the Issuer’s or Morgan Stanley’s name, brand or intellectual property which is not expressly authorised and you shall not represent you are acting as an agent of Morgan Stanley in such distribution. You acknowledge that neither the Issuer nor Morgan Stanley assume any responsibility or liability whatsoever in relation to any representation or warranty you make in breach hereof;
- d) if you distribute any material prepared and transmitted by the Issuer or by Morgan Stanley, you shall only distribute the entire material and not parts thereof. Any material you, or any third party you engage on your behalf, prepare shall be true and accurate in all material respects and consistent in all material respects with the content of the Base Prospectus or Offering Circular and the Pricing Supplement and shall not contain any omissions that would make them misleading. You shall only prepare and distribute such material in accordance with all applicable laws, regulations, codes, directives, orders and/or regulatory requirements, rules and guidance in force from time to time (“Regulations”). You acknowledge that neither the Issuer nor Morgan Stanley shall have any liability in respect of such material which shall, for the avoidance of doubt, at all times be your sole responsibility;
- e) you will not, directly or indirectly, distribute or arrange the distribution of the product or disseminate or publish (which for the avoidance of doubt will include the dissemination of any such materials or information via the internet) any materials or carry out any type of solicitation in connection with the product in any country or jurisdiction, except under circumstances that will result in compliance with all applicable Regulations and selling practices, and will not give rise to any liability for the Issuer or Morgan Stanley. For the avoidance of doubt, this includes compliance with the selling restrictions mentioned herein;
- f) if you receive any fee, rebate or discount, you shall not be in breach of any Regulation or customer or contractual requirements or obligations and you shall, where required to do so (whether by any applicable Regulation, contract, fiduciary obligation or otherwise), disclose such fees, rebates and discounts to your investors. You acknowledge that where fees are payable, or rebates or discounts applied, the Issuer and Morgan Stanley are obliged to disclose the amounts and/or basis of such fees, rebates or discounts at the request of any of your investors or where required by any applicable Regulations.

- g) you will be committed to purchase at the issue price stated in the term sheet for these Notes (or at the price otherwise agreed between us) instruments, when issued, in the agreed quantity and having terms, as provided in the definitive documentation, consistent with those in the term sheet (subject to any modifications agreed between us);
- h) we may enter into hedging or other arrangements in reliance upon your commitment, and, if you fail to comply with your commitment, your liability to us shall include liability for our costs and losses in unwinding such hedging or other arrangements;
- i) you agree and undertake to indemnify and hold harmless and keep indemnified and held harmless the Issuer, the Dealer and each of their respective affiliates and their respective directors, officers and controlling persons from and against any and all losses, actions, claims, damages and liabilities (including without limitation any fines or penalties and any legal or other expenses incurred in connection with defending or investigating any such action or claim) caused directly or indirectly by you or any of your affiliates or agents to comply with any of the provisions set out in (a) to (i) above, or acting otherwise than as required or contemplated herein; and
- j) you are not purchasing the Notes as an extension of credit to Morgan Stanley pursuant to a loan agreement entered into in the ordinary course of your trade or business.