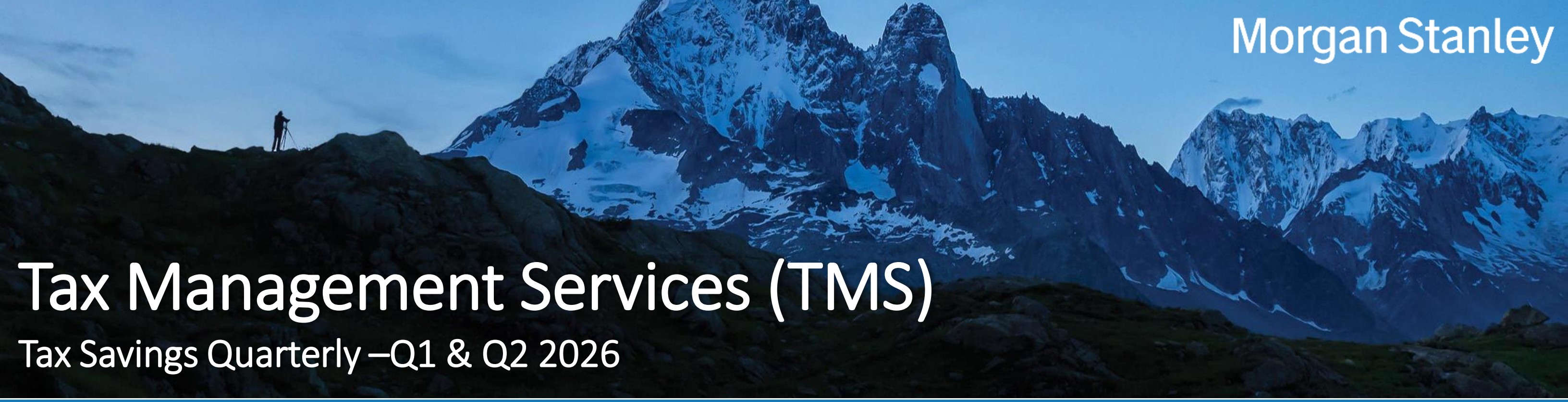


Tax Management Services (TMS)

Tax Savings Quarterly –Q1 & Q2 2026

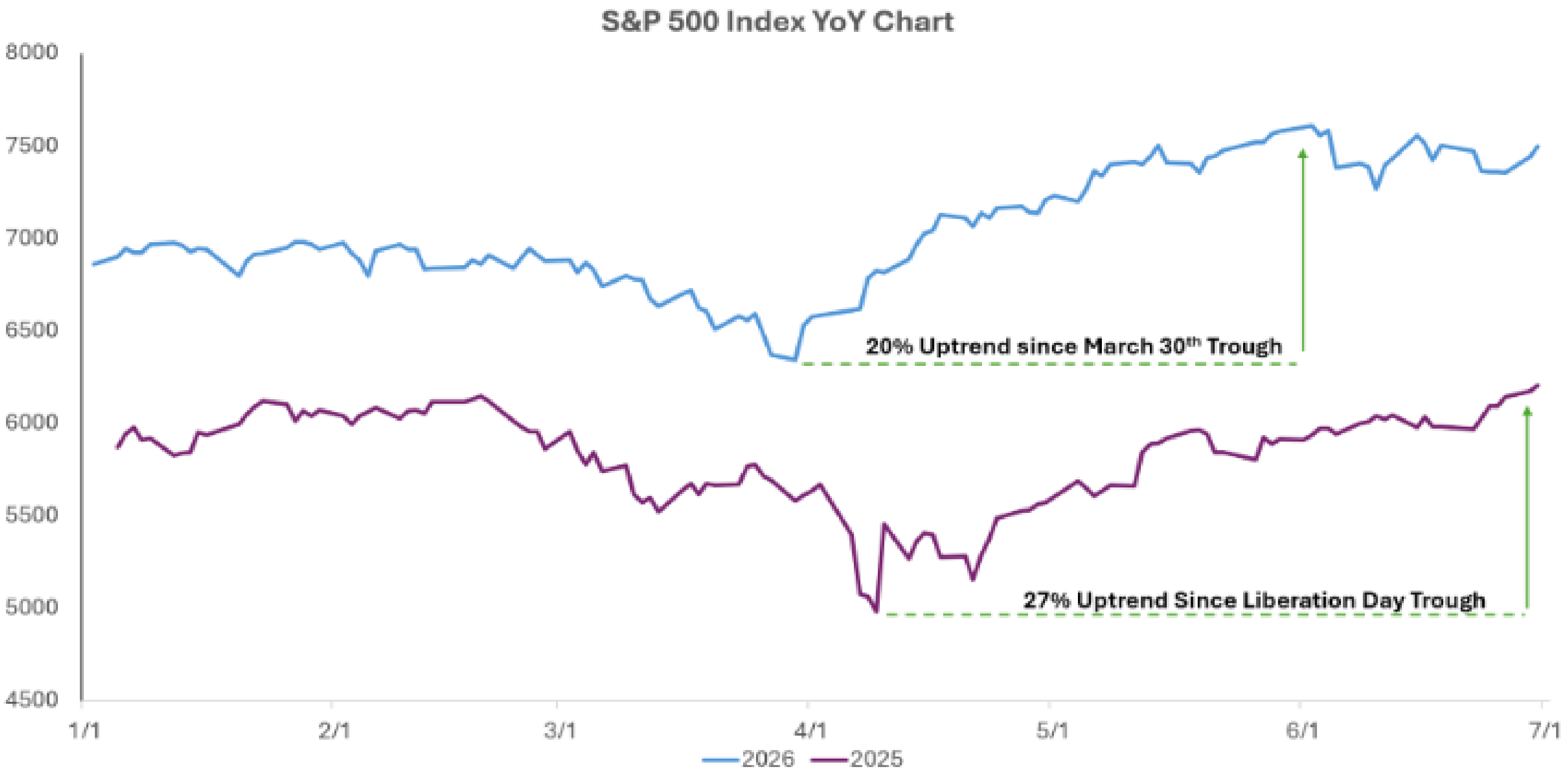
Tax Management Market Review

+$287B	$3.7B	~$898M	0.94%
YTD Tax Managed AUM	**YTD Total Tax Losses Harvested**	**YTD Estimated Tax Savings***	**YTD Estimated Tax Savings Yield**

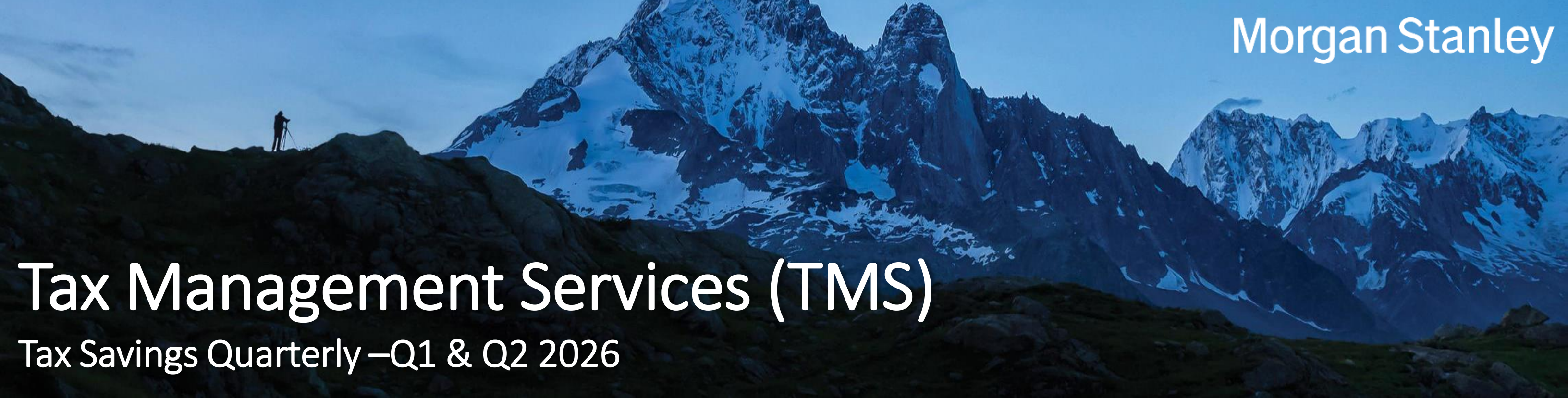
*Does not include losses harvested by money manager executed strategies, including Parametric but does include losses harvested by FAs

Proactively Harvesting During Market Dislocations

Volatility has remained a persistent feature of markets, underscoring the potential value of active portfolio management and tax-aware solutions. In the first half of 2026, equity markets experienced a notable drawdown amid geopolitical tensions, an oil-driven inflation, rates shock, followed by a rebound as conflict concerns eased, with the S&P 500 finishing the second quarter up roughly 9% year-to-date. The S&P 500 Index last year took a similar volatile ride through Q1 and Q2. The recovery story last year ended with a 16% return. Don’t miss on the draw backs in this market enroll in tax management services today.



Source: Thompson One as July 31st - 2025 & 2026 Q1 & Q2



Tax Management Services (TMS)

Tax Savings Quarterly –Q1 & Q2 2026

Time Save & Value Add: Advisors Can Focus On Relationships

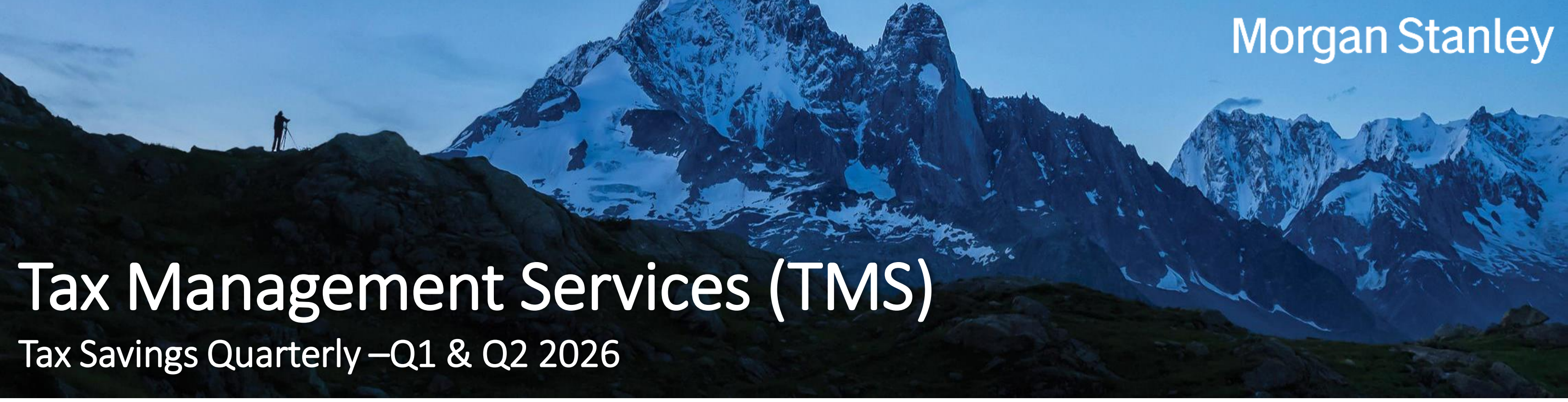
These cross-asset and security-level dislocations created meaningful opportunities for tax-loss harvesting, including the June sale of $435 million notional in Microsoft, $280 million in Meta, and $215 million in Accenture, all within a sector that also delivered strong upside during the quarter. More broadly, active tax management in the second quarter generated average tax savings of 0.41% for tax-management clients.

Sector performance reinforced a backdrop of rotation and dispersion, which can create tactical opportunities: in Q2,the S&P 500 gained 15.2%, with nine of 11 sectors posting positive returns and market breadth improving as the equal-weighted index began to catch up to the cap-weighted benchmark. While Information Technology remained a leader, up 19.8% year-to-date, less-crowded cyclical areas also performed well, including Industrials and Energy, alongside resilience in small caps, regional banks, consumer discretionary and transportation.

Asset Manager Sector Exposure Changes

Percentage of SMA managers that made a sector change within the UMA Platform

Source: Portfolio & Trading Solutions Data as of July 2026



Morgan Stanley

Tax Management Services (TMS)

Tax Savings Quarterly –Q1 & Q2 2026

TM UMA Active Tax-Loss Harvest Results	Q1 2026	Q2 2026	YTD 2026	Since 2014
Total Tax Losses Harvested*	$2.2B	$1.5B	$3.7B	**$20.1B**
Total Est. Tax Bill Savings*	$537M	$359M	$898M	**$5.7B**
Avg Est. Tax Savings Yield (%)**	0.53%	0.41%	0.94%	**1.35%**

Amid heightened market volatility and drawdowns, tax management has continued to create meaningful value for clients. Through the first half of 2026, clients have generated an estimated average tax savings yield of **0.94%**, with an estimated **1.35%** tax savings yield since 2014.

Against a multi-year backdrop of volatility driven by geopolitical conflict, policy uncertainty and macroeconomic shocks, these dynamics highlight the importance of disciplined, active management and financial advice in helping clients navigate market dislocations while seeking to enhance after-tax outcomes.

Consider reviewing eligible taxable portfolios to help clients identify opportunities. Manage taxable gains while remaining invested. Help clients keep more of what they earn and offer greater personalization using tax management. Morgan Stanley Financial Advisors can tailor tax-loss harvesting preferences for their clients, allowing for a more tactical approach in the market.

Scheduled Tax Loss Harvesting Frequency	Accounts
Monthly	27,987
Quarterly	309,327
Semi-annually	3,834
Annually	1,643
No Scheduled Harvest	109
Total Diff from Default	**44,119**

Tax Management Preference	Accounts
No Limit to Gains	263,460
Maximum Net Gain	53,311
No Net Gains	13,607
Max Net ST/LT Gains	7,793
Maximum Tax Bill	2,663
Max Long-Term Gain	1,269
Max Short-Term Gain	807
Total	**342,910**

Reach out to your Financial Advisor for additional information on Tax Management Services

Additional Resources:

[Tax Management Services]

[6 Ways To Customize Your Tax Management Experience]

[New Tax Loss Harvesting Algorithm]

[Tax-Loss Harvesting Reimagined]

Sources:
Source(s)
MyGIO - GIC Tactical Asset Allocation Changes: Taking Some "Chips" off the Table June 30, 2026
MyGIO - GIC Monthly Perspectives: July 8, 2026 July 8, 2026
MyGIO - Topics in Portfolio Construction: Mid-Summer Stretch: Reassessing First-Half Trends and Considering Second-Half Shifts July 14, 2026
MyGIO - On the Markets: Reflections and Projections at Midyear July 2, 2026
MyGIO - US Equity Strategy: Weekly Warm-up: The Winds of Change June 29, 2026
MyGIO - Market Commentary Client Letter: 2Q 2026 July 9, 2026
MyGIO - Topics in Portfolio Construction: Mid-Summer Stretch: Reassessing First-Half Trends and Considering Second-Half Shifts July 14, 2026
MyGIO - GIC Monthly Perspectives: April 2026 (Webcast) April 9, 2026

Disclosures

Morgan Stanley and its employees do not provide tax advice, and tax rules are complex and subject to change. Consult the EY Tax Line with general questions about tax concepts. Responses are for internal informational purposes only and should not be treated as financial advice or direct recommendations for financial products when communicating with clients.There is no guarantee that tax-loss harvesting will achieve any particular tax result.

Generally, investment advisory accounts are subject to an annual asset-based fee (the "Fee") which is payable monthly in advance (some account types may be billed differently). In general, the Fee covers Morgan Stanley investment advisory services, custody of securities with Morgan Stanley, trade execution with or through Morgan Stanley or its affiliates, as well as compensation to any Morgan Stanley Financial Advisor.
In addition, each account that is invested in a program that is eligible to purchase certain investment products, such as mutual funds, will also pay a Platform Fee (which is subject to a Platform Fee offset) as described in the applicable ADV brochure. Accounts invested in the Select UMA program may also pay a separate Sub-Manager fee, if applicable.

If a client's account is invested in mutual funds or exchange traded funds (collectively "funds"), they will pay the fees and expenses of any funds in which their account is invested. Fees and expenses are charged directly to the pool of assets the fund invests in and are reflected in each fund's share price. These fees and expenses are an additional cost to the client and would not be included in the Fee amount in their account statements. The advisory program the client chooses is described in the applicable Morgan Stanley Smith Barney LLC ADV Brochure, available at www.morganstanley.com/ADV.
Morgan Stanley or Executing Sub-Managers, as applicable, in some of Morgan Stanley's Separately Managed Account ("SMA") programs may affect transactions through broker-dealers other than Morgan Stanley or our affiliates. In such instance, the client may be assessed additional costs by the other firm in addition to the Morgan Stanley and Sub-Manager fees. Those costs will be included in the net price of the security, not separately reported on trade confirmations or account statements. Certain Sub-Managers have historically directed most, if not all, of their trades to outside firms. Information provided by Sub-Managers concerning trade execution away from Morgan Stanley is summarized at: www.morganstanley.com/wealth/investmentsolutions/pdfs/adv/sotresponse.pdf. For more information on trading and costs, please refer to the ADV Brochure for your client's program(s), available at www.morganstanley.com/ADV.

This material has been prepared for informational purposes only. It does not provide individually tailored investment advice. It has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. Morgan Stanley Smith Barney LLC ("Morgan Stanley") recommends that investors independently evaluate particular investments and strategies, and encourages investors to seek the advice of a Morgan Stanley Financial Advisor. The appropriateness of a particular investment or strategy will depend on an investor's individual circumstances and objectives. The discussion of any securities in this material should not be construed as a solicitation to buy or sell such securities. Portfolio holdings are subject to change and there is no guarantee that any securities mentioned will be held in a client's account. It should not be assumed that the securities transactions or holdings discussed were or will be profitable. Historical data shown represents past performance and does not guarantee comparable future results. The information and statistical data contained herein have been obtained from sources that are believed to be reliable but in no way are guaranteed by Morgan Stanley Smith Barney as to accuracy or completeness.

Morgan Stanley does not provide tax or legal advice. Financial Advisors should encourage their clients to consult his/her personal tax and/or legal advisor to learn about any potential tax or other implications that may result from acting on a particular recommendation.
Morgan Stanley and the Select UMA Tax Management Service do not guarantee adherence to the IRS Wash Sale Rule.
A client may elect Tax Management Services for the account by notifying their Financial Advisor, and indicate what Maximum Tax or Realized Capital Gain Instruction is desired for the account, if any. The Tax Management Services Terms and Conditions attached to the Morgan Stanley Smith Barney LLC Select UMA ADV brochure as Exhibit A will govern Tax Management Services in the account. Clients should review the Morgan Stanley Smith Barney LLC Select UMA ADV brochure carefully with their tax advisor. Tax Management Services are not available for all accounts or clients and may adversely impact account performance. Tax Management Services do not constitute tax advice or a complete tax-sensitive investment management program. There is no guarantee that Tax Management Services will produce the desired tax results.

*Portfolio & Trading Solutions Data

**Estimated Tax Savings: The estimated reduction in the amount of taxes that would be paid by an individual, business, or other taxable entity in dollar terms by applying the maximum marginal federal tax rates to the total Tax Harvested Losses. (Tax Harvested Losses * Federal Tax Rates = Estimated Tax Savings).
Estimated Tax Savings Yield: The Estimated Tax Savings yield is

Disclosures

Investing in the markets entails the risk of market volatility. The value of all types of securities, including mutual funds and exchange-traded funds, may increase or decrease over varying time periods.

This material may provide the addresses of, or contain hyperlinks to, websites. Except to the extent to which the material refers to website material of Morgan Stanley Wealth Management, the firm has not reviewed the linked site. Equally, except to the extent to which the material refers to website material of Morgan Stanley Wealth Management, the firm takes no responsibility for, and makes no representations or warranties whatsoever as to, the data and information contained therein. Such address or hyperlink (including addresses or hyperlinks to website material of Morgan Stanley Wealth Management) is provided solely for your convenience and information and the content of the linked site does not in any way form part of this document. Accessing such website or following such link through the material or the website of the firm shall be at your own risk and we shall have no liability arising out of, or in connection with, any such referenced website. Morgan Stanley Wealth Management is a business of Morgan Stanley Smith Barney LLC.

Diversification and asset allocation do not assure a profit or protect against loss. Past performance is not a guarantee of future results.
Rebalancing does not protect against a loss in declining financial markets. There may be a potential tax implication with a rebalancing strategy. Clients should consult their tax advisor before implementing such a strategy.

Indices are unmanaged. An investor cannot invest directly in an index. They are shown for illustrative purposes only and do not represent the performance of any specific investment. Index returns include the reinvestment of all dividends, but do not reflect the payment of transaction costs, advisory fees or expenses that are associated with an investment. Performance of indices may be more or less volatile than any investment product. The risk of loss in value of a specific investment is not the same as the risk of loss in a broad market index. Therefore, the historical returns of an index will not be the same as the historical returns of a particular investment a client selects. Past performance does not guarantee future results.

Please see the Morgan Stanley Smith Barney LLC Select UMA Form ADV Wrap Fee Brochure (the “Morgan Stanley ADV”) for more information on the Select UMA Investment Advisory Program. The Morgan Stanley ADV is online at www.morganstanley.com/ADV

Clients should consider the investment objectives, risks, charges, and expenses of the Mutual Fund/Exchange Traded Fund (ETF) carefully before investing. The prospectus contains this and other information about the fund and can be obtained by contacting your Financial Advisor. Please read the prospectus carefully before investing.