

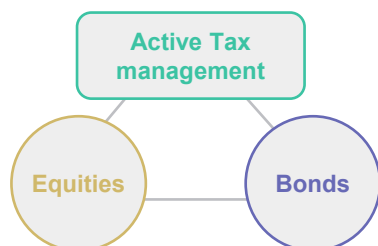
Tax-Efficient Portfolios

Morgan Stanley Portfolio Solutions/Parametric Tax Efficient Portfolios are designed for high-net-worth investors seeking a tax-managed, diversified portfolio. Each customizable portfolio is managed by Parametric, a pioneer in managing tax-efficient portfolios, with asset allocation driven by the investment insight of the Morgan Stanley Global Investment Committee. Portfolios are monitored, evaluated and rebalanced to maintain diversification and react to changing market conditions.

PORTFOLIO OVERVIEW

Customization

- Each portfolio is a separately managed account (SMA) that can be customized to meet unique investment needs.
- Investors can screen certain equities or sectors, apply state selection for bonds, transition existing holdings, and apply active tax management strategies across equities and bonds.



Eligibility

INVESTMENT MINIMUMS START AT

\$750,000

Tactical



Portfolios adjust based on changes in economic, geopolitical, fundamental, technical and risk indicators

KEY BENEFITS



Tax-efficient

- Seeks to maximize loss opportunities that arise throughout the year, not just at year-end
- A wide array of other tax management strategies are available, including ability to fund in-kind or cash, tax-efficient cash withdrawals, and smart rebalancing



Confidence

- Asset allocation advice from the Global Investment Committee, so you have confidence that portfolios are aligned with the firm's best thinking
- Robust technology combined with deep experience in structuring and managing diversified, tax-efficient asset allocation portfolios



Flexibility

- Provides you with access to flexible, approaches to managing concentrated positions, appreciated stock, and charitable gifting strategies



Clarity

- Multiple asset classes and investments are combined in a single account with reporting to help keep you informed.
- Transparent, rules-based implementation so you'll always know what you are invested in

These portfolios are offered in the Morgan Stanley Wealth Management's Select UMA program only. Parametric is part of Morgan Stanley Investment Management, the asset management division of Morgan Stanley, and an affiliate of Morgan Stanley Wealth Management.

Tax-Efficient Portfolios Designed to Benefit from Morgan Stanley's Vast Resources

LEVERAGE THE FIRM'S KEY RESOURCES



GLOBAL INVESTMENT COMMITTEE

- Provide direction on strategic and tactical asset allocation advice so that portfolios are aligned with the Firm's best thinking
- Manage the firm's goals-based asset allocation models that serve as a foundation for your custom portfolio

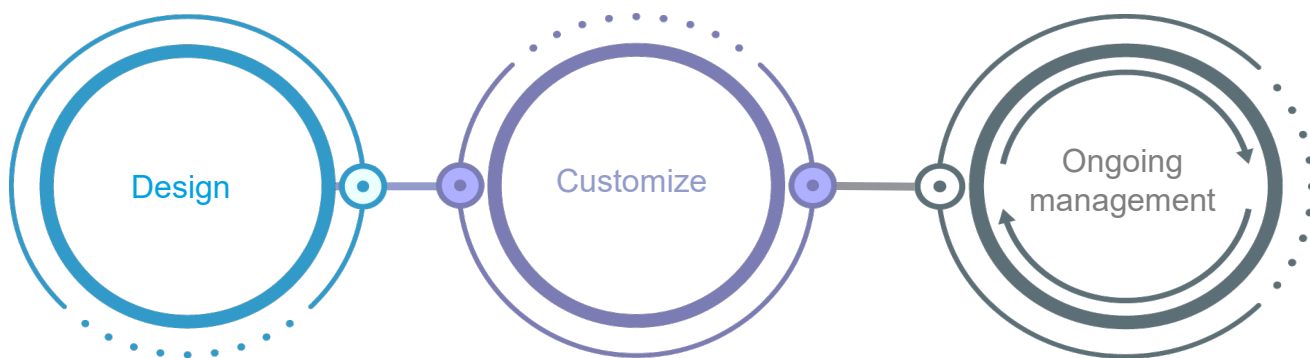
PARAMETRIC PORTFOLIOS

- Implements the portfolios and provides active tax management with the goal of adding up to 2% in additional annualized returns over the long term
- Over 25 years experience in delivering tax-efficient diversified portfolios through customized separately managed accounts

PORTFOLIO CONSTRUCTION AND IMPLEMENTATION

- Combine objective portfolio constructive discipline with sophisticated risk management
- Access a transparent investment implementation approach that seeks to optimize for tax, tracking error, transaction costs, and wash sale concerns

INVESTMENT PROCESS



Designed to align your investment with your goals

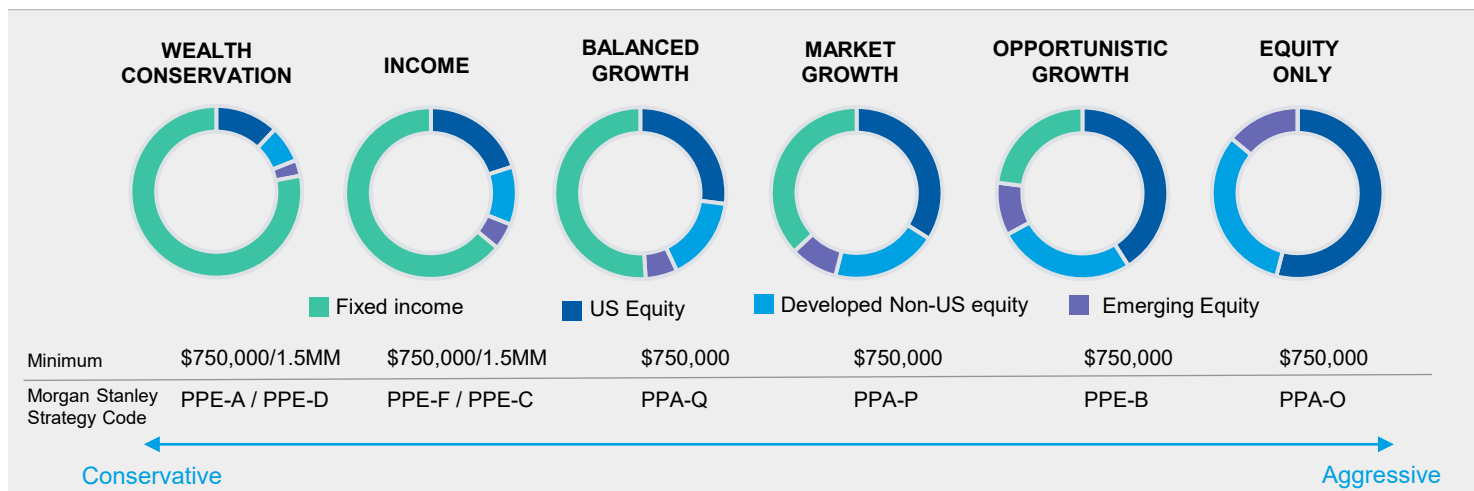
Portfolios are customized to meet your unique needs

Seeks optimization for both risk and tax-management opportunities

Portfolio Overview

Select a goal to determine your portfolio's allocation to fixed income, US equity, and international equities

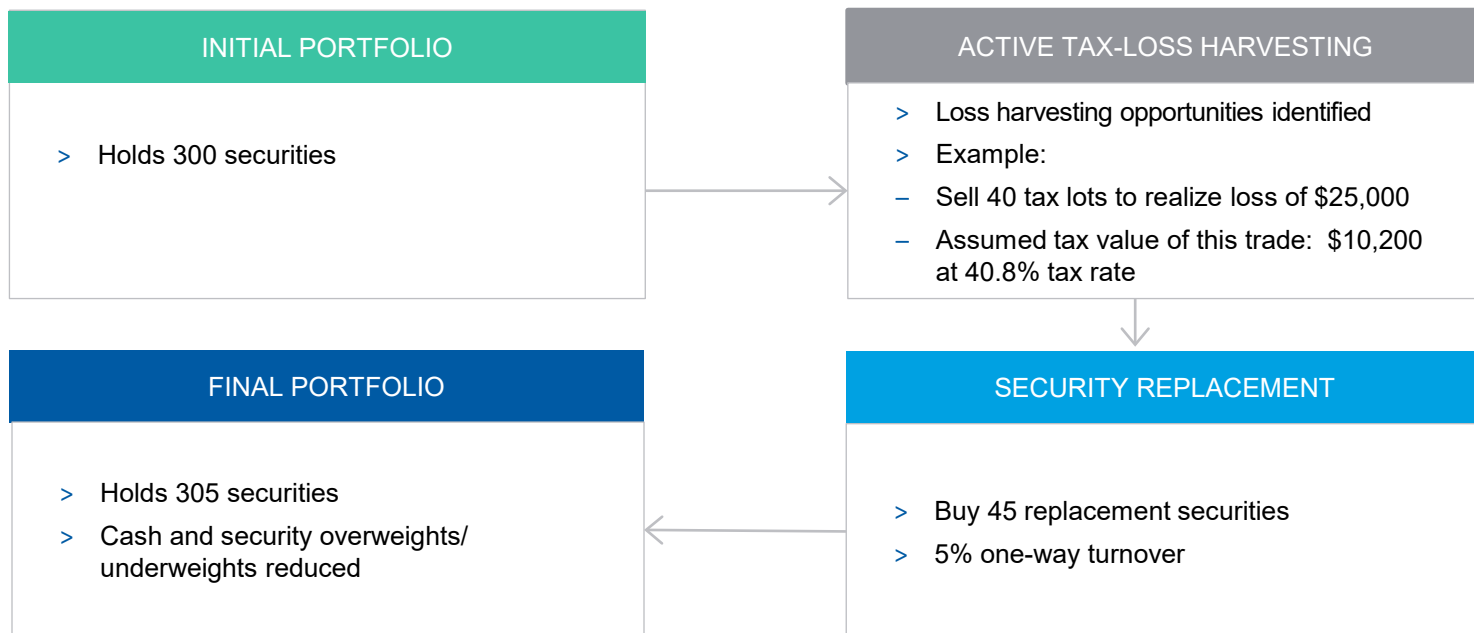
Morgan Stanley Portfolio Solutions/Parametric Tax Efficient Portfolios seeks to provide a tax-managed, diversified portfolio that is consistent with investor goals. Portfolios can invest in a mix of equity securities, fixed income, and ETFs.



TAX-LOSS HARVESTING EXPLAINED

Tax-loss harvesting—selling a basket of securities at a loss and simultaneously replacing it with a different basket of securities—helps clients reduce their tax risk while maintaining their market exposure.

Below is a hypothetical illustration of a tax-loss harvesting trade.



Source: Morgan Stanley, Parametric as of October 15, 2021. Subject to change at any time without notice. Pie charts represent tactical allocation for all models with alternative investments. The allocation to different investment products within the same asset class may differ depending on the asset allocation model in which you are invested. Tax-loss harvesting trade hypothetical illustration assumes the 40.8% short-term gains tax rate and includes the highest US federal marginal income tax rate of 37% plus the 3.8% net investment income tax. Actual client experience will vary.

Disclosures

All ETF products are sold by prospectus, which contains more complete information about the fund. Please contact your Financial Advisor for copies. Please read the prospectus and consider the fund's objectives, risks, charges and expenses carefully before investing. The prospectus contains this and other information about the fund.

This material is only to be used in Morgan Stanley Wealth Management investment advisory programs and not in connection with brokerage accounts. This material has been prepared for informational purposes only and is not an offer to buy or sell, or a solicitation of any offer to buy or sell any security or other financial instrument, or to participate in any trading strategy and has been prepared without consideration of an individual's investment objectives, risk tolerance or financial circumstances. The products and services highlighted are ideas only. 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 any securities transactions or holdings discussed were or will prove to be profitable.

All opinions included in this material constitute the Firm's judgment as of the date of this material and are subject to change without notice. Past performance is not a guarantee of future results.

This material relates to the UMA Model Portfolios available through Select UMA, a unified managed account program. The asset allocation models are based in part on the strategic and tactical asset allocation work of the Morgan Stanley Wealth Management Global Investment Committee (GIC). The model portfolios range in risk profile from conservative (Model 1) through moderate (Models 2 – 4) to aggressive (Model 5) risk profiles. In this program, the client selects an asset allocation model in line with his or her risk and return targets and time horizon. For more information about Select UMA, read the applicable Morgan Stanley ADV brochure, available at www.morganstanley.com/ADV.

Certain strategies managed or sub-advised by us or our affiliates, including but not limited to Morgan Stanley Investment Management ("MSIM"), Eaton Vance Management ("EVM"), Parametric Portfolio Associates® LLC ("Parametric"), and its investment affiliates, may be included in your account. Please contact your Morgan Stanley team and/or see the applicable Form ADV, which can be accessed at www.morganstanley.com/adv for more information about additional disclosures applicable to affiliated products that could be included in your account.

Morgan Stanley uses, among other things, model asset allocations produced by the Morgan Stanley Wealth Management Global Investment Committee (the "GIC"). The GIC was formed in 2009 and is currently composed of senior professionals from Morgan Stanley Wealth Management, Morgan Stanley & Co. LLC and Morgan Stanley Investment Management. The GIC Asset Allocation Models are not provided as part of an investment advisory service offered by Morgan Stanley Wealth Management and are not available to be directly implemented as part of an investment advisory service and should not be regarded as a recommendation of any Morgan Stanley Wealth Management investment advisory service.

Parametric is headquartered in Seattle and is registered as an investment advisor with the Securities and Exchange Commission under the Investment Advisers Act of 1940. Parametric is a leading global asset management firm, providing investment strategies and customized exposure management directly to institutional investors and indirectly to individual investors through financial intermediaries. Parametric offers a variety of rules-based investment strategies, including alpha-seeking equity, fixed-income, alternative and options strategies. Parametric also offers implementation services, including customized equity, traditional overlay and centralized portfolio management.

The model portfolios are formulated based on general client characteristics including risk tolerance. This material is not intended to be a client-specific analysis or recommendation or offer to participate in any investment. Therefore, do not use this material as the sole basis for investment decisions. Consider all relevant information, including your existing portfolio, investment objectives, risk tolerance, liquidity needs and investment time horizon. Talk to your Financial Advisor or Private Wealth Advisor about what would be an appropriate asset allocation for you and whether a Morgan Stanley Select UMA is appropriate for you.

Generally, investment advisory accounts are subject to an annual asset-based fee which is payable monthly in advance (some account types may be billed differently). (The "Fee"). 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, including the Select UMA program, that is eligible to purchase certain investment products, such as ETF, 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 will also pay a separate Morgan Stanley Overlay Manager Fee and any applicable Sub-Manager fees. The Morgan Stanley Smith Barney LLC Select UMA program is described in the applicable Morgan Stanley Smith Barney LLC ADV Brochure, available at www.morganstanley.com/ADV.

If your account is invested in exchange traded funds (collectively "funds"), you will pay the fees and expenses of any funds in which your 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 you and would not be included in the Fee amount in your account statements. The Morgan Stanley Smith Barney LLC Select UMA program is described in the applicable Morgan Stanley Smith Barney LLC ADV Brochure, available at www.morganstanley.com/ADV.

Overlay Managers or Executing Sub-Managers ("managers") in some of Morgan Stanley's Separately Managed Account ("SMA") programs may affect transactions through broker-dealers other than Morgan Stanley or our affiliates. If your manager trades with another firm, you may be assessed costs by the other firm in addition to Morgan Stanley's fees. Those costs will be included in the net price of the security, not separately reported on trade confirmations or account statements. Certain managers have historically directed most, if not all, of their trades to outside firms. Information provided by 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 program(s), available at www.morganstanley.com/ADV, or contact your Financial Advisor/Private Wealth Advisor.

Disclosures

Investing in the markets entails the risk of market volatility. The value of all types of investments may increase or decrease over varying time periods.

As a diversified global financial services firm, Morgan Stanley engages in a broad spectrum of activities including financial advisory services, investment management activities, sponsoring and managing private investment funds, engaging in broker-dealer transactions and principal securities, commodities and foreign exchange transactions, research publication, and other activities. In the ordinary course of its business, Morgan Stanley therefore engages in activities where Morgan Stanley's interests may conflict with the interests of its clients, including the private investment funds it manages. Morgan Stanley can give no assurance that conflicts of interest will be resolved in favor of its clients or any such fund.

All expressions of opinion are subject to change without notice and are not intended to be a forecast of future events or results. Further, opinions expressed herein may differ from the opinions expressed by Morgan Stanley Wealth Management and/or other businesses/affiliates of Morgan Stanley Wealth Management. Although the statements of fact and data in this report have been obtained from, and are based upon, sources that the Firm believes to be reliable, we do not guarantee their accuracy, and any such information may be incomplete or condensed.

Morgan Stanley Wealth Management is the trade name of Morgan Stanley Smith Barney LLC, a registered broker-dealer in the United States. This material has been prepared for informational purposes only and is not an offer to buy or sell or a solicitation of any offer to buy or sell any security or other financial instrument or to participate in any trading strategy. Past performance is not necessarily a guide to future performance.

The investment management services of Morgan Stanley Smith Barney LLC and investment vehicles managed by Morgan Stanley Smith Barney LLC or its affiliates are not guaranteed and could result in the loss of value to your account. You should note that investing in financial instruments carries with it the possibility of losses and that a focus on above-market returns exposes the portfolio to above-average risk. Performance aspirations are not guaranteed and are subject to market conditions. High volatility investments may be subject to sudden and large falls in value, and there could be a large loss on realization which could be equal to the amount invested.

Asset allocation, diversification and rebalancing do not assure a profit or protect against loss. There may be a potential tax implication with a rebalancing strategy. Please consult your 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. The indices selected by Morgan Stanley to measure performance are representative of broad asset classes. Morgan Stanley retains the right to change representative indices at any time.

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.

Risk Profiles

Wealth Conservation is the GIC's most conservative allocation. The model is about 65% fixed income, 15% ultrashort fixed income and 20% in equities. This model may be appropriate for clients with a conservative risk tolerance and the need to prioritize conservation of purchasing power. **Benchmark** 20% MSCI All Country World Index(net) / 65% Bloomberg Barclay's Managed Money Short / Intermediate Muni Index / 15% Bloomberg 1-3 Month T-Bill Index

Income Model is the GIC's second most conservative allocation. The model is about 50% fixed income, 15% ultrashort fixed income and 35% equities. This model may be appropriate for clients who have a moderately conservative risk tolerance who wish to generate steady income from their portfolio while tempering the risk that comes with more growth-oriented allocations. **Benchmark** 35% MSCI All Country World Index(net) / 55% Bloomberg Barclay's Managed Money Short / Intermediate Muni Index / 10% Bloomberg 1-3 Month T-Bill Index.

Balanced Growth is the GIC's middle-of-the-road allocation. The model is about 50% equity, with the balance in fixed income, and a small position in ultrashort fixed income. This model may be appropriate for clients who have a moderate risk tolerance and are able to tolerate moderate volatility. **Benchmark** 50% MSCI All Country World Index(net) / 45% Bloomberg Barclay's Managed Money Short / Intermediate Muni Index / 5% Bloomberg 1-3 Month T-Bill Index.

Market Growth is one of the GIC's more aggressive allocations. This model is about 60% equity, with the balance in fixed income and a small position in ultrashort fixed income. This model may be appropriate for clients who have a moderate-to-aggressive risk tolerance and are able to tolerate moderate-to-high volatility.

Benchmark 65% MSCI All Country World Index(net) / 35% Bloomberg Barclay's Managed Money Short / Intermediate Muni Index.

Opportunistic Growth is the GIC's most aggressive allocation. The model is about 80% equity, with the balance in fixed income. This model, which has no fixed income or ultrashort fixed income exposure may be appropriate for clients with an aggressive risk tolerance and are able to tolerate high volatility. **Benchmark** 80% MSCI All Country World Index(net) / 20% Bloomberg Barclay's Managed Money Short / Intermediate Muni Index.

Equity Only model is 100% equity and may be appropriate for clients with an aggressive risk tolerance and are able to tolerate high volatility. **Benchmark** 100% MSCI All Country World Index(net).

One-way Turnover is calculated by taking the market values of the securities bought divided by the total market value of the account.