

April 15, 2026

Negative news dominated the first quarter of 2026, which resulted in lower returns for both stocks and bonds. At the top of the news cycle was, and still is, the war in Iran, the fear of higher inflation, as well as difficulties in the private credit markets. The silver lining may be that market declines due to military conflict are often short lived, as illustrated in your quarterly report.¹ AI has gone from the technology driving efficiencies in our economy, to fears that it will destroy jobs and make many software companies obsolete. This narrative resulted in a market which has been range bound for many months, breaking to the downside in a quarter which brought negative total returns of -4.4% for the S&P 500, despite six of its 11 sectors posting gains, led by energy gaining 38.2%. These positive sectors were overshadowed by financial, consumer discretionary, and technology stocks, the largest portions of the S&P, all shedding over 9%.¹ US equities broadly declined in the quarter, with the S&P 500, Nasdaq, and Dow all sinking amid falling investor sentiment. Over the same timeframe, the Russell 2000 Index, the small-cap benchmark, was an outlier, rising by 0.9%, while the Bloomberg US Aggregate Index, a broad measure of the US bond market, decreased by -0.05%. The yield on the 10-year US Treasury note closed the quarter at 4.32% up from 4.17% at the start of the year, while the three-month US Treasury bill yield ended at 3.67%.²

The Federal Reserve kept the federal funds rate unchanged in its January and March FOMC meetings. Gold prices increased 7.8%, and the US dollar rose by 1.6%.

Headline Consumer Price Index inflation was moderately lower throughout the quarter, measuring 2.4% in February. The labor market remained relatively stable throughout the quarter, with the unemployment rate decreasing slightly to 4.3% in March. MS & Co.'s US Economics team expects the Fed to cut rates by 25 bp in September and December 2026, bringing the terminal target range to 3.0%–3.25% by the end of 2026.

With the current economic backdrop, the Global Investment Committee (GIC) is overweight equities. In equities, we prefer stock picking to owning the cap-weighted index, favoring mega-cap secular growers with pricing power. The GIC is modestly underweight fixed income assets and recommends slightly underweight-duration positioning, as the trajectory of US debt and deficits may crimp potential declines in longer-term US Treasury yields.

As always, please reach out to anyone on our team if you have any questions.

Best Regards,



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Financial Advisor
Portfolio Management Director
Alternative Investment Director
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Sources:

¹ Morgan Stanley Wealthbook slides, April 2026

² Morgan Stanley Q1 2026 client market commentary letter

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For index definitions to the indices referenced in this report please visit the following:

<https://www.morganstanley.com/wealth-investmentsolutions/wmir-definitions>

Risk Considerations

Equity securities may fluctuate in response to news on companies, industries, market conditions and general economic environment.

Investing in small- to medium-sized companies entails special risks, such as limited product lines, markets and financial resources, and greater volatility than securities of larger, more established companies.

Investing in currency involves additional special risks such as credit, interest rate fluctuations, derivative investment risk, and domestic and foreign inflation rates, which can be volatile and may be less liquid than other securities and more sensitive to the effect of varied economic conditions.

The value of **fixed income securities** will fluctuate and, upon a sale, may be worth more or less than their original cost or maturity value. Bonds are subject to interest rate risk, call risk, reinvestment risk, liquidity risk, and credit risk of the issuer.

High yield bonds (bonds rated below investment grade) may have speculative characteristics and present significant risks beyond those of other securities, including greater credit risk, price volatility, and limited liquidity in the secondary market. High yield bonds should comprise only a limited portion of a balanced portfolio.

Treasury Inflation Protection Securities' (TIPS) coupon payments and underlying principal are automatically increased to compensate for inflation by tracking the consumer price index (CPI). While the real rate of return is guaranteed, TIPS tend to offer a low return. Because the return of TIPS is linked to inflation, TIPS may significantly underperform versus conventional U.S. Treasuries in times of low inflation.

Yields are subject to change with economic conditions. Yield is only one factor that should be considered when making an investment decision.

Duration, the most commonly used measure of bond risk, quantifies the effect of changes in interest rates on the price of a bond or bond portfolio. The longer the duration, the more sensitive the bond or portfolio would be to changes in interest rates. Generally, if interest rates rise, bond prices fall and vice versa. Longer-term bonds carry a longer or higher duration than shorter-term bonds; as such, they would be affected by changing interest rates for a greater period of time if interest rates were to increase. Consequently, the price of a long-term bond would drop significantly as compared to the price of a short-term bond.

Physical precious metals are non-regulated products. Precious metals are speculative investments, which may experience short-term and long-term price volatility. The value of precious metals investments may fluctuate and may appreciate or decline, depending on market conditions. If sold in a declining market, the price you receive may be less than your original investment. Unlike bonds and stocks, precious metals do not make interest or dividend payments. Therefore, precious metals may not be appropriate for investors who require current income. Precious metals are commodities that should be safely stored, which may impose additional costs on the investor. The Securities Investor Protection Corporation ("SIPC") provides certain protection for customers' cash and securities in the event of a brokerage firm's bankruptcy, other financial difficulties, or if customers' assets are missing. SIPC insurance does not apply to precious metals or other commodities.

Asset allocation and diversification do not assure a profit or protect against loss in declining financial markets.

The 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. The indices are not subject to expenses or fees and are often comprised of securities and other investment instruments, the liquidity of which is not restricted. A particular investment product may consist of securities significantly different than those in any index referred to herein. Comparing an investment to a particular index may be of limited use.

The **indices selected by Morgan Stanley Wealth Management** to measure performance are representative of broad asset classes. Morgan Stanley Wealth Management retains the right to change representative indices at any time.

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Past performance of any security is not a guarantee of future performance. There is no guarantee that this investment strategy will work under all market conditions.

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Indices are unmanaged. An investor cannot invest directly in an index. They are shown for illustration purposes only and do not show the performance of any specific investment. Reference to an index does not imply that the portfolio will achieve return, volatility or other results similar to the index. The composition of an index may not reflect the manner in which a portfolio is constructed in relation to expected or achieved returns, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility, or tracking error target, all of which are subject to change over time.

For index, indicator and survey definitions referenced in this report please visit the following:

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Bonds are subject to interest rate risk. When interest rates rise, bond prices fall; generally, the longer a bond's maturity, the more sensitive it is to this risk. Bonds may also be subject to call risk, which is the risk that the issuer will redeem the debt at its option, fully or partially, before the scheduled maturity date. The market value of debt instruments may fluctuate, and proceeds from sales prior to maturity may be more or less than the amount originally invested or the maturity value due to changes in market conditions or changes in the credit quality of the issuer. Bonds are subject to the credit risk of the issuer. This is the risk that the issuer might be unable to make interest and/or principal payments on a timely basis. Bonds are also subject to reinvestment risk, which is the risk that principal and/or interest payments from a given investment may be reinvested at a lower interest rate.

Equity securities may fluctuate in response to news on companies, industries, market conditions and the general economic environments. Companies cannot assure or guarantee a certain rate of return or dividend yield: they can increase, decrease, or totally eliminate dividends without notice.

Because of their narrow focus, sector investments tend to be more volatile than investments that diversify across many sectors and companies.

Value investing does not guarantee a profit or eliminate risk. Not all companies whose stocks are considered value stocks are able to turn their business around or successfully employ corrective strategies which would result in stock prices that do not rise as expected.

Small- and mid-capitalization companies may lack the financial resources, product diversification and competitive strengths of larger companies. In addition, the securities of small- and mid-capitalization companies may not trade as readily as, and be subject to higher volatility than, those of larger, more established companies.

Technical analysis is the study of past price and volume trends of a security in an attempt to predict the security's future price and volume trends. Its limitations include but are not limited to: the lack of fundamental analysis of a security's financial condition, lack

of analysis of macroeconomic trend forecasts, the bias of the technician's view and the possibility that past participants were not entirely rational in their past purchases or sales of the security being analyzed. Investors using technical analysis should consider these limitations prior to making an investment decision.

Asset Allocation and diversification do not assure a profit or protect against loss in declining financial markets.

The Global Investment Committee is a group of seasoned investment professionals who meet regularly to discuss the global economy and markets. The committee determines the investment outlook that guides our advice to clients. They continually monitor developing economic and market conditions, review tactical outlooks and recommend model portfolio weightings, as well as produce a suite of strategy, analysis, commentary, and portfolio positioning suggestions and other reports and broadcasts.

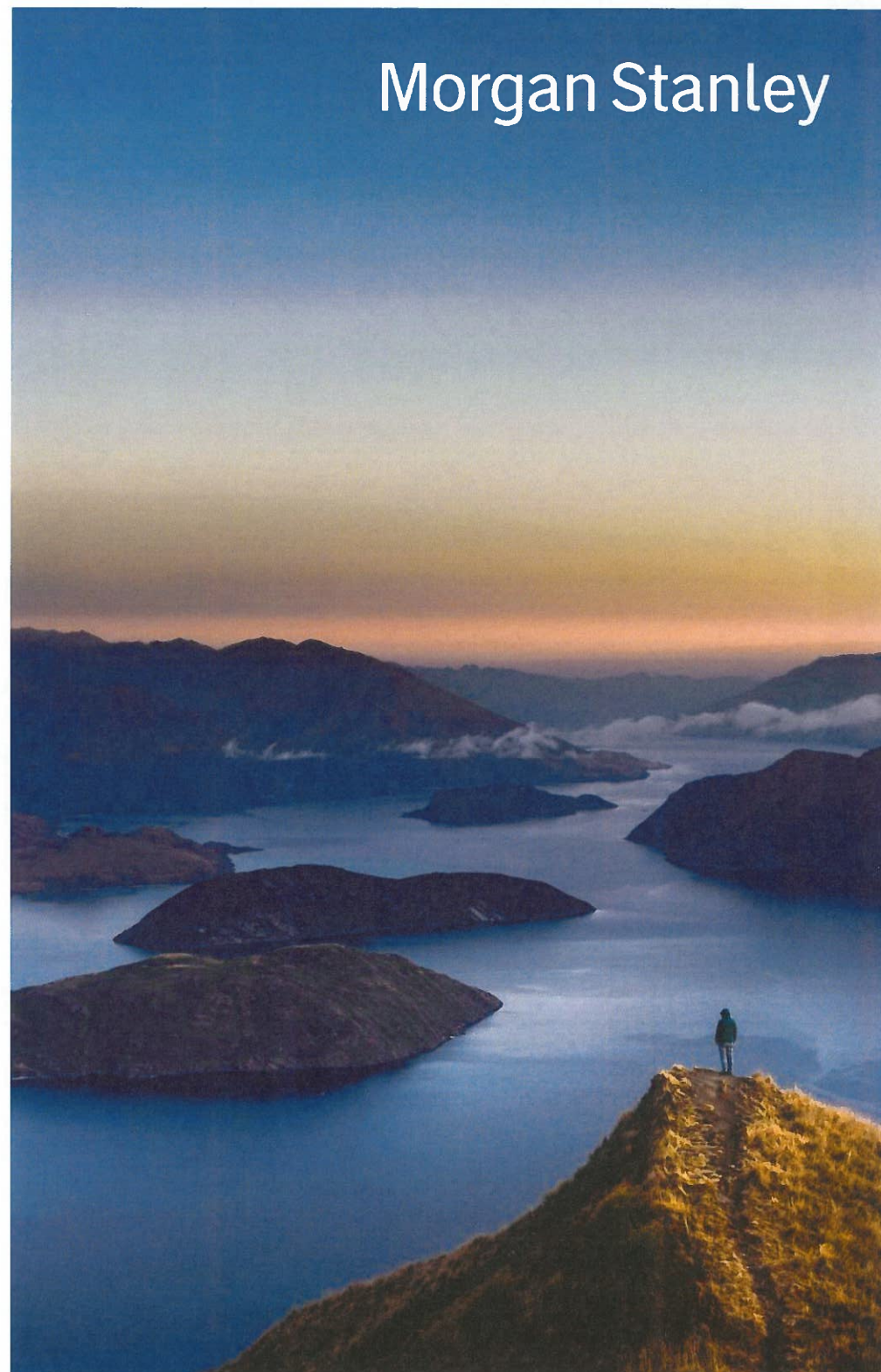
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WEALTH MANAGEMENT

Wealth Management Perspectives



History of Market Impact of Military Conflict Is Short-Lived

S&P 500 RETURNS AROUND GEOPOLITICAL EVENTS

AS OF MARCH 31, 2026

Episode	Start Date	1D	1W	1M	3M	12M
Korean War	Jun. 25, 1950	0.0%	2.3%	-4.9%	7.3%	19.0%
Vietnam War starts	Nov. 01, 1955	0.2%	4.4%	7.3%	3.6%	9.7%
Suez Crisis	Oct. 29, 1956	-0.1%	2.6%	-4.2%	-4.1%	-12.9%
1958 Lebanon Crisis	Jul. 15, 1958	0.3%	2.9%	6.2%	13.6%	32.0%
Indo-Pakistani War	Aug. 05, 1965	0.3%	0.7%	2.6%	7.8%	-2.2%
Six-Day War	Jun. 05, 1967	2.0%	4.1%	3.3%	5.9%	13.1%
Fall/Liberation of Saigon	Apr. 30, 1975	0.9%	2.0%	4.4%	1.8%	17.0%
Iran Hostage Crisis	Nov. 04, 1979	0.0%	-0.3%	4.9%	13.1%	25.2%
Soviet Afghan War	Dec. 24, 1979	0.0%	0.3%	5.4%	-7.8%	26.1%
Iran-Iraq War	Sep. 22, 1980	-0.7%	-5.3%	1.2%	4.1%	-10.1%
Multinational Force in Lebanon	Aug. 25, 1982	0.8%	0.6%	4.9%	13.9%	37.1%
1986 United States bombing of Libya	Apr. 15, 1986	1.9%	2.0%	-1.4%	-1.7%	17.4%
United States invasion of Panama	Dec. 20, 1989	0.6%	1.7%	-1.1%	-0.9%	-3.7%
Gulf War	Aug. 02, 1990	-1.9%	-3.3%	-8.2%	-12.6%	10.1%
Iraqi no-fly zones conflict	Mar. 01, 1991	-0.3%	1.2%	2.4%	5.2%	11.4%
Croatian War	Mar. 31, 1991	0.0%	1.1%	1.1%	0.0%	8.7%
Bosnian War	Apr. 06, 1992	-1.9%	0.1%	2.8%	2.0%	9.0%
Kosovo War	Feb. 28, 1998	0.0%	0.8%	5.2%	4.1%	18.2%
War in Afghanistan	Oct. 07, 2001	0.0%	2.7%	5.3%	10.4%	-24.6%
Iraq War	Mar. 20, 2003	2.3%	-0.8%	1.9%	13.6%	28.2%
Russia-Ukraine war	Feb. 24, 2022	2.2%	1.7%	6.7%	-5.4%	-6.4%
Average		0.3%	1.0%	2.2%	3.5%	10.6%
Median		0.1%	1.2%	2.8%	4.1%	11.4%

DXY INDEX RETURNS AROUND GEOPOLITICAL EVENTS

AS OF MARCH 31, 2026

Episode	Start Date	1D	1W	1M	3M	12M
Fall/Liberation of Saigon	Apr. 30, 1975	0.0%	-0.5%	-0.8%	6.0%	11.5%
Iran Hostage Crisis	Nov. 04, 1979	0.0%	0.4%	-2.3%	-2.8%	-0.3%
Soviet Afghan War	Dec. 24, 1979	0.0%	-0.4%	-0.7%	6.3%	5.1%
Iran-Iraq War	Sep. 22, 1980	0.3%	0.1%	1.2%	5.3%	20.7%
Multinational Force in Lebanon	Aug. 25, 1982	0.4%	2.3%	3.6%	4.9%	9.5%
1986 United States bombing of Libya	Apr. 15, 1986	-2.1%	-4.3%	-4.8%	-6.0%	-18.1%
United States invasion of Panama	Dec. 20, 1989	-0.2%	-1.8%	-0.7%	0.1%	-12.5%
Gulf War	Aug. 02, 1990	-0.2%	0.0%	-1.3%	-5.6%	7.1%
Iraqi no-fly zones conflict	Mar. 01, 1991	-0.1%	1.7%	6.5%	9.8%	4.9%
Croatian War	Mar. 31, 1991	0.0%	0.1%	1.1%	6.1%	-1.1%
Bosnian War	Apr. 06, 1992	-0.2%	0.9%	-0.4%	-6.6%	2.4%
Kosovo War	Feb. 28, 1998	0.0%	1.1%	1.9%	0.9%	-0.9%
War in Afghanistan	Oct. 07, 2001	0.0%	0.9%	2.3%	3.3%	-4.4%
Iraq War	Mar. 20, 2003	0.8%	-0.5%	-1.5%	-7.9%	-13.4%
Russia-Ukraine war	Feb. 24, 2022	-0.5%	0.7%	2.0%	4.8%	7.7%
Average		-0.1%	0.0%	0.4%	1.3%	1.2%
Median		0.0%	0.1%	-0.4%	3.3%	2.4%

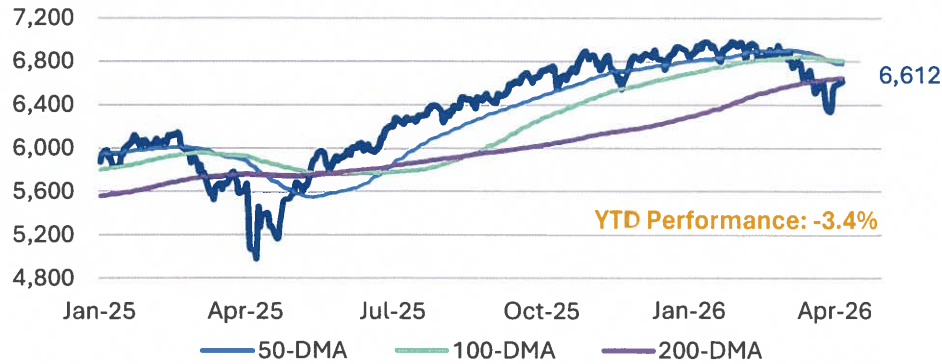
Source: Morgan Stanley Wealth Management GIO, MS & Co. Research

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US Stocks Have Broken Their Five-Month Range to the Downside

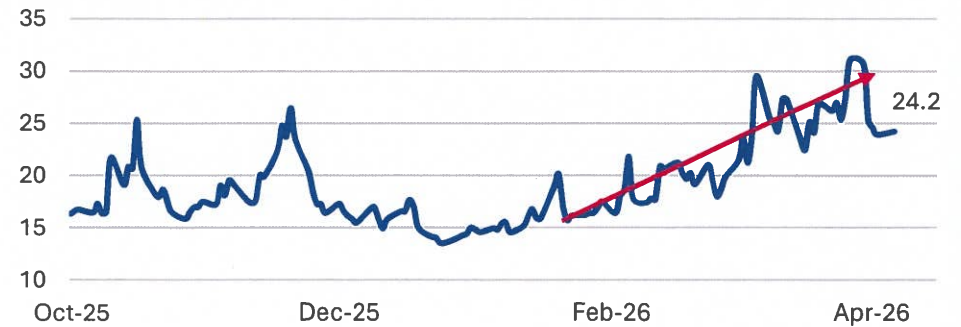
S&P 500 INDEX

AS OF APRIL 6, 2026



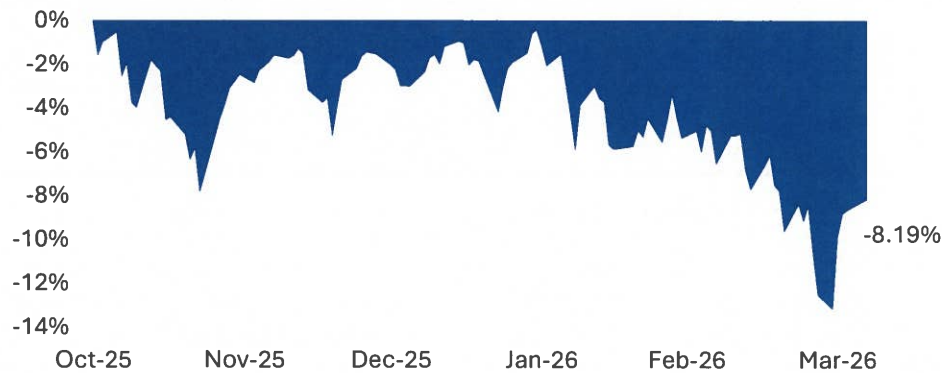
VIX INDEX

AS OF APRIL 6, 2026



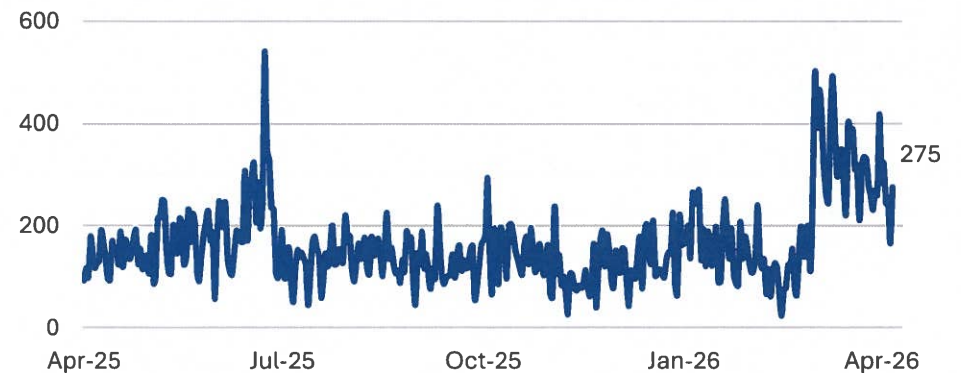
NASDAQ COMPOSITE DRAWDOWN FROM OCT. 29, 2025 PEAK

AS OF APRIL 6, 2026



CALDARA IACOVIELLO GEOPOLITICAL RISK UNCERTAINTY INDEX

AS OF APRIL 6, 2026



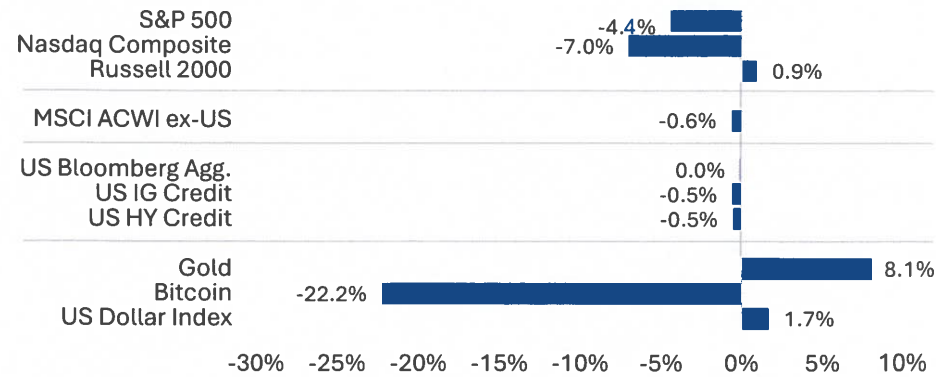
Source: Morgan Stanley Wealth Management GIO, Bloomberg

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A Tough Q1

CROSS ASSET 1Q2026 TOTAL RETURN

AS OF MARCH 31, 2026



S&P 500 2026 YEAR-TO-DATE SECTOR PERFORMANCE

AS OF MARCH 31, 2026

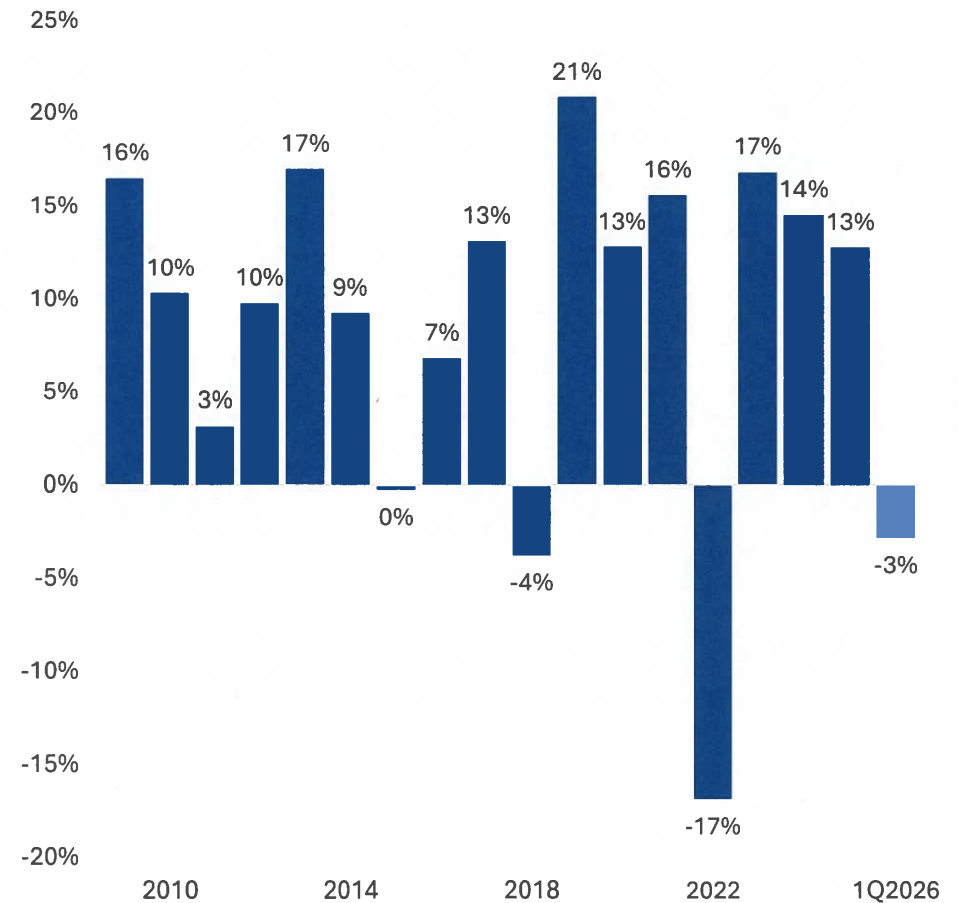
S&P 500 Sector	Total Return
Energy	38.2%
Materials	9.7%
Utilities	8.3%
Consumer Staples	7.7%
Industrials	4.6%
Real Estate	2.8%
Health Care	-4.9%
Communication Services	-6.9%
Information Technology	-9.1%
Consumer Discretionary	-9.2%
Financials	-9.5%

Source: Morgan Stanley Wealth Management GIO, Bloomberg

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60/40 PORTFOLIO PERFORMANCE

AS OF MARCH 31, 2026



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Indices are unmanaged and cannot be invested in directly. For index, indicator and survey definitions referenced in this report, please visit: www.morganstanley.com/wealth-investmentsolutions/wmir-definitions

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Risks Associated With Investing

Investing in the markets entails the risk of market volatility. The value of all types of investments, including stocks, mutual funds, exchange-traded funds ("ETFs"), closed-end funds, and unit investment trusts, may increase or decrease over varying time periods. **Please carefully consider the investment objectives, risks, charges and expenses of investment fund(s) before investing. The fund prospectus contains this and other information about the fund(s). To obtain a prospectus, contact your financial advisor. Please read the prospectus carefully before investing.** There is no assurance that investment funds will achieve their investment objectives. Besides the general investment risk of holding securities that may decline in value and the possible loss of principal invested, **closed-end funds** may have additional risks related to declining market prices relative to net asset values (NAVs), active manager underperformance and potential leverage. To the extent the investments depicted herein represent **international securities**, you should be aware that there may be additional risks associated with international investing, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes, and differences in financial and accounting standards. These risks may be magnified in emerging markets and frontier markets. Some funds also invest in foreign securities, which may involve currency risk. **Equity securities** may fluctuate in response to news on companies, industries, market conditions and general economic environment. Companies paying dividends can reduce or cut payouts at any time. Small- and mid-capitalization companies may lack the financial resources, product diversification and competitive strengths of larger companies. In addition, the securities of **small- and mid-capitalization** companies may not trade as readily as, and be subject to higher volatility than, those of larger, more established companies. **Growth investing** does not guarantee a profit or eliminate risk. Growth stocks can trade at relatively high valuations which may increase risk compared with an investment in a company with more modest growth expectations. **Value investing** does not guarantee a profit or eliminate risk. Not all companies deemed value stocks are able to turn around their business or successfully execute corrective strategies, and their stock prices may not rise as initially expected.

The value of **fixed income securities** will fluctuate and, upon a sale, may be worth more or less than their original cost or value at maturity. Bonds are subject to interest rate risk, call risk, reinvestment risk, liquidity risk, and credit risk of the issuer. Yields may change with economic conditions and should be considered alongside other factors when making investment decisions. Credit ratings are subject to change. **High yield bonds** carry additional risks, including increased risk of default and greater volatility due to lower credit quality of the issues. In the case of **municipal bonds**, income is generally exempt from federal income taxes, though some income may be subject to state and local taxes and to the federal alternative minimum tax. Capital gains, if any, are subject to tax. **Treasury Inflation Protection Securities (TIPS)** adjust coupon payments and underlying principal to compensate for inflation in line with the consumer price index (CPI). While the real rate of return is guaranteed, TIPS typically offer lower returns and may significantly underperform conventional U.S. Treasuries during periods of low inflation. There is no guarantee that investors will receive par if TIPS are sold prior to maturity. The **Ultrashort-term fixed income** asset class consists of high-quality securities with very short maturities and is therefore still subject to the risks associated with debt securities such as credit and interest rate risk.

Money Market Funds: You could lose money in money market funds. Although government money market funds (defined as investing 99.5% of total assets in cash and/or securities backed by the U.S. government) and retail funds (defined as money market funds open to natural person investors only) seek to preserve value at \$1.00 per share, they cannot guarantee doing so. The price of other money market funds will fluctuate, and when you sell shares they may be worth more or less than originally paid. Money market funds may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A money market fund investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund and investors should not expect that the sponsor will provide financial support to the Fund at any time.

Investing in **Commodities:** Commodity prices may be affected by factors such as supply and demand, government policies, domestic or international political and economic events (including war or terrorism), changes in interest and exchange rates, trading activity in commodities and related contracts, pestilence, technological developments, weather, price volatility, and liquidity constraints. Physical precious metals are speculative, non-regulated products that may experience short- and long-term price volatility. Precious metals do not make interest or dividend payments and therefore may not be appropriate for investors who require current income. Precious metals must be stored, which may impose additional costs on investors.

Master Limited Partnerships (MLPs): Investments in MLPs are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity price fluctuations, supply

and demand imbalances, resource depletion and exploration risk. MLPs also carry interest rate risk and may underperform in rising interest rate environments. In addition, MLP funds accrue deferred income taxes on net operating gains and capital appreciation; as a result their after-tax performance could differ significantly from that of its underlying assets.

Exchange Funds are private placement vehicles that enable holders of concentrated single-stock positions to exchange those stocks for a diversified portfolio. Investors may benefit from greater diversification.

Alternative investments are often speculative and include a high degree of risk. Investors can lose all or a substantial amount of their investment. They are appropriate only for eligible, long-term investors willing to forgo liquidity and put capital at risk for an indefinite period. They are often illiquid, may employ leverage, short-selling, or other speculative practices that increase volatility and risk of loss, and may require large minimum investments and initial lock-ups. Alternative investments may also involve complex tax structures, tax-inefficient investing, and delays in distributing important tax documents. Clients should consult their own tax and legal advisors, as Morgan Stanley Wealth Management does not provide tax or legal advice. They also typically carry higher fees and expenses than traditional investments, which can reduce overall returns.

Sector investments, due to their narrow focus, tend to be more volatile than broadly diversified investments. **Non-diversified portfolios:** Portfolios that hold a concentrated number of securities may experience greater overall declines when those securities lose value compared with more diversified portfolios. Portfolios that invest heavily in one or a few industry sectors are more vulnerable to price fluctuations than those diversified across a wider range of sectors.

Environmental, Social and Governance (ESG) investments in a portfolio may experience performance that is lower or higher than a portfolio not employing such practices. Portfolios with ESG restrictions and strategies as well as ESG investments may not be able to take advantage of the same opportunities or market trends as portfolios where ESG criteria is not applied. There are inconsistent ESG definitions and criteria within the industry, as well as multiple ESG ratings providers that provide ESG ratings of the same subject companies and/or securities that vary among the providers. Certain issuers of investments may have inconsistent views concerning ESG criteria where the ESG claims made in offering documents or other literature may overstate ESG impact. ESG designations are as of the date of this material, and no assurance is provided that the underlying assets have maintained or will maintain any such designation or any stated ESG compliance. As a result, it is difficult to compare ESG investment products or to evaluate an ESG investment product in comparison to one that does not focus on ESG. Investors should also independently consider whether the ESG investment product meets their own ESG objectives or criteria. There is no assurance that an ESG investing strategy or techniques employed will be successful. Past performance is not a guarantee or a dependable measure of future results.

Buying, selling, and transacting in Bitcoin, Ethereum or other digital assets ("Digital Assets"), and related funds and products, is highly speculative and may result in a loss of the entire investment. Risks and considerations include but are not limited to: Digital Assets have only been in existence for a short period of time and historical trading prices for Digital Assets have been highly volatile. The price of Digital Assets could decline rapidly, and investors could lose their entire investment. Although any Digital Asset product and its service providers have in place significant safeguards against loss, theft, destruction and inaccessibility, there is nonetheless a risk that some or all of a product's Digital Asset could be permanently lost, stolen, destroyed or inaccessible by virtue of, among other things, the loss or theft of the "private keys" necessary to access a product's Digital Asset. Digital Assets may not have an established track record of credibility and trust. Further, any performance data relating to Digital Asset products may not be verifiable as pricing models are not uniform.

For more information, please refer to additional Risks Associated With Investing here: www.morganstanley.com/wealthbooks#risks-associated-with-investing.

Investment Advisory Programs

The sole purpose of this material is to inform, and it in no way is intended to be an offer or solicitation to purchase or sell any security, other investment or service, or to attract any funds or deposits. Investments mentioned may not be appropriate for all clients. MSWM offers investment program services through a variety of investment programs, which are opened pursuant to written client agreements. Each program offers investment managers, funds and features that are not available in other programs; conversely, some investment managers, funds or investment strategies may be available in more than one program. For more information, please see the Morgan Stanley Smith Barney LLC MSWM program disclosure brochure (the "Morgan Stanley ADV"). The Morgan Stanley ADV is available at www.morganstanley.com/ADV.

The Morgan Stanley Pathway Funds, Firm Discretionary UMA Model Portfolios, and other asset allocation or any other model portfolios that are discussed in this material are available only to investors participating in Morgan Stanley Consulting Group advisory programs. For additional information on the Morgan Stanley Consulting Group advisory programs, see the applicable ADV brochure, available at www.morganstanley.com/ADV or request from your Morgan Stanley Financial Advisor or Private Wealth Advisor. To learn more about the Morgan Stanley Pathway Funds, visit the Funds' website at www.morganstanley.com/wealth-investmentsolutions/cgcm.

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 Morgan Stanley ADV. Accounts invested in the Select UMA program may also pay a separate Sub-Manager fee, if applicable.

If your account is invested in mutual funds or 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 advisory program you choose is described in the Morgan Stanley ADV.

Morgan Stanley or Executing Sub-Managers, as applicable, in some of Morgan Stanley's SMA programs may effect transactions through broker-dealers other than Morgan Stanley or our affiliates. In such instances, you 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 **Morgan Stanley ADV** or contact your Financial Advisor / Private Wealth Advisor.

GIMA Conflicts of Interest: Our business is subject to various conflicts of interest. For example, ideas and suggestions for which investment products should be evaluated by Global Investment Manager Analysis (GIMA) come from a variety of sources, including our MSWM Financial Advisors and their direct or indirect managers, and other business persons within MSWM or its affiliates. Such persons may have an ongoing business relationship with certain investment managers or mutual fund companies whereby they, MSWM or its affiliates receive compensation from, or otherwise related to, those investment managers or mutual funds or for which a portion of their clients' assets are already invested. Separately, certain strategies managed or sub-advised by us or our affiliates, including but not limited to MSIM and Eaton Vance Management ("EVM") and its investment affiliates, may be included in your account. See the conflicts of interest section in the applicable Morgan Stanley ADV brochure for a discussion of other types of conflicts that may be relevant to GIMA's evaluation of managers and funds. In addition, MSWM, Morgan Stanley & Co. LLC ("MS & Co."), managers and their affiliates provide a variety of services (including research, brokerage, asset management, trading, lending and investment banking services) for each other and for various clients, including issuers of securities that may be recommended for purchase or sale by clients or are otherwise held in client accounts, and managers in various advisory programs.

MSWM, managers, MS & Co., and their affiliates receive compensation and fees in connection with these services. MSWM believes that the nature and range of clients to which such services are rendered is such that it would be inadvisable to exclude categorically all these companies from an account.

Morgan Stanley charges each fund family we offer a **mutual fund support fee**, also called a "revenue-sharing payment," on client account holdings in fund families according to a tiered rate that increases along with the management fee of the fund so that lower management fee funds pay lower rates than those with higher management fees.

For more information, please refer to additional Investment Advisory Programs disclosures here: www.morganstanley.com/wealthbooks#investment-advisory-programs.

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Residential mortgage loans and home equity lines of credit are offered by MSPBNA, Member FDIC an Equal Housing Lender. Nationwide Mortgage Licensing System Unique Identifier #663185. **The proceeds from a residential mortgage loan (including draws and advances from a home equity line of credit) are not permitted to be used to purchase, trade, or carry eligible margin stock; repay margin debt that was used to purchase, trade, or carry margin stock; or to make payments on any amounts owed under the note, loan agreement, or loan security agreement; and cannot be deposited into a MSSB or other brokerage account.** The pledged-asset feature allows eligible securities to be used as a substitute for a cash down payment. The pledged-asset feature allows eligible securities to be used as an alternative to a cash down payment. Clients must maintain collateral levels and may be subject to liquidation if requirements are not met. Interest-only and adjustable-rate mortgages (ARMs) carry specific risks, including payment increases and higher total interest costs. ARMs are based on the SOFR 30-Day Average. Relationship-based pricing is available based on eligible household assets held at the Firm.

Cards and Cash Management: Debit Cards offered through the Firm are issued by MSPBNA under license from Mastercard. American Express Cards offered through the Firm include the Platinum Card®, Blue Cash Preferred®, and the Morgan Stanley Credit Card. Eligibility requires an "Eligible Account" at the Firm. Cards are issued by American Express National Bank. Terms, conditions, and restrictions apply. The Greenlight App and Debit Card is provided by Greenlight Financial Technologies, not the Firm or any of its affiliates. The Morgan Stanley CashPlus is a brokerage account offered through MSSB. Conditions and restrictions apply. For more information, see the CashPlus Disclosure Statement.

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