

MXN 800,000,000

Morgan Stanley

NOTES, SERIES A Senior Discount Bearer Notes

Mexican Peso Zero Coupon Senior Discount Bearer Notes Due 2016

We, Morgan Stanley, may not redeem these Mexican Peso Zero Coupon Senior Discount Bearer Notes Due 2016, which we refer to as the "notes", prior to the maturity date thereof other than under the circumstances described under "Description of New York Law Notes—Tax Redemption" in the accompanying Base Prospectus defined below. The notes will be governed by New York Law.

The notes offered hereby constitute a further issuance of the MXN 2,300,000,000 Mexican Peso Zero Coupon Senior Discount Bearer Notes Due 2016 of Morgan Stanley issued on February 8, 2006, which we refer to as the original notes, and form a single series with the original notes. The issuance of the notes will increase the aggregate principal amount of the outstanding notes of this series to MXN 3,100,000,000. We will issue the notes only in bearer form, which form is further described under "Form of Notes" in the accompanying Base Prospectus dated 21 June 2005 and Base Prospectus Supplements dated 29 June 2005, 29 July 2005, 6 October 2005, 8 November 2005, 10 November 2005 and 20 February 2006 in respect of the Program for the Issuance of Notes, Series A and B (the "Base Prospectus"). The notes will initially be issued in temporary global bearer form and will be designated by the Temporary ISIN and Temporary Common Code noted below. After an initial approximately 40 day period required for tax certification, we expect the notes offered hereby to be exchanged for notes in permanent global bearer form and to trade interchangeably with the original notes under the Permanent ISIN number and Permanent Common Code noted below assigned to the original notes. You may not exchange notes in bearer form at any time for notes in registered form.

Application will be made for the further issuance of notes described herein to be admitted to listing on the Official List of the United Kingdom Financial Services Authority, the United Kingdom competent authority for the purposes of Directive 2003/71/EC (the "Prospectus Directive") and relevant implementing measures in the United Kingdom and to trading on the gilt-edged and fixed-interest market of the London Stock Exchange plc. No assurance can be given that such applications will be granted. Morgan Stanley accepts responsibility for the information contained in this document, which, when read together with the accompanying Base Prospectus, contains all information that is material in the context of the issuance of the notes. The London Stock Exchange plc assumes no responsibility for the correctness of any of the statements or opinions made or reports contained in this document. Admission to the Official List of and quotation of the notes on the London Stock Exchange plc is not to be taken as an indication of the merits of Morgan Stanley or the notes.

This document constitutes the Final Terms (as defined in the Base Prospectus) relating to the issuance of notes described herein for the purposes of Article 5.4 of the Prospectus Directive. Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus. These Final Terms are supplemental to and must be read in conjunction with such Base Prospectus.

We describe the basic features of this type of note in the section called "Description of New York Law Notes" in the accompanying Base Prospectus, subject to and as modified by the provisions described below.

Principal Amount:	800,000,000 Mexican Pesos ("MXN")	Estimated Total Expenses Related to Admission to Trading:	USD\$5,000
Maturity Date:	February 8, 2016; provided that if such day is not a business day, the maturity date will be the next succeeding business day, unless that succeeding business day would fall in the next calendar month, in which case the maturity date will be the immediately preceding business day.	Specified Currency:	MXN
Original Issue Date for the original notes:	February 8, 2006	Redemption Percentage at Maturity:	100%
Original Issue Price for the original notes:	42.7521%	Optional Redemption Date:	N/A
Settlement Date (Issue Date) for this further issuance of notes:	March 17, 2006	Business Day:	Mexico City and New York
Issue Price:	43.0015%	Denominations:	MXN 1,000,000
Proceeds to Company:	43.0015%	Distribution Agent:	Morgan Stanley & Co. International Limited
		SIC Ticker Symbol:	MS 1-06
		Temporary ISIN:	XS0247908279
		Permanent ISIN:	XS0242145679
		Temporary Common Code:	024790827
		Permanent Common Code:	024214567
		Other Provisions:	None

Terms not defined above have the meanings given to such terms in the accompanying Base Prospectus.

THE SECURITIES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE "SECURITIES ACT"), OR THE SECURITIES LAWS OF ANY STATE IN THE UNITED STATES, AND ARE SUBJECT TO U.S. TAX LAW REQUIREMENTS. THE SECURITIES MAY NOT BE OFFERED, SOLD OR DELIVERED AT ANY TIME, DIRECTLY OR INDIRECTLY, WITHIN THE UNITED STATES (WHICH TERM INCLUDES THE TERRITORIES, THE POSSESSIONS AND ALL OTHER AREAS SUBJECT TO THE JURISDICTION OF THE UNITED STATES OF AMERICA) OR TO OR FOR THE ACCOUNT OR BENEFIT OF A U.S. PERSON (AS DEFINED IN REGULATION S UNDER THE SECURITIES ACT OR THE UNITED STATES INTERNAL REVENUE CODE OF 1986, AS AMENDED). IN PURCHASING THE SECURITIES YOU HEREBY REPRESENT AND WARRANT THAT YOU ARE NEITHER LOCATED IN THE UNITED STATES NOR A U.S. PERSON AND THAT YOU ARE NOT PURCHASING FOR, OR FOR THE ACCOUNT OR BENEFIT OF, ANY SUCH PERSON. SEE "SUBSCRIPTION AND SALE" AND "NO OWNERSHIP BY U.S. PERSONS" IN THE BASE PROSPECTUS.

MORGAN STANLEY

The proposed European Union Transparency Obligations Directive (the "Directive") may be implemented in a manner which could be burdensome for companies such as Morgan Stanley. In particular, Morgan Stanley may be required to prepare financial statements in accordance with accounting standards other than U.S. GAAP. Morgan Stanley is under no obligation to maintain the listing of the notes, and prospective purchasers of notes should be aware that, in circumstances where a listing of the notes by the UK Listing Authority would require preparation of financial statements in accordance with standards other than U.S. GAAP, or in any other circumstances where the Directive is implemented in a manner that, in the opinion of Morgan Stanley, is burdensome, the notes may be de-listed. In such a case of de-listing, Morgan Stanley may, but is not obliged to, seek an alternative listing for the notes on a stock exchange outside the European Union. However, if such an alternative listing is not available or is, in the opinion of Morgan Stanley, burdensome, an alternative listing for the notes may not be considered. Although no assurance is made as to the liquidity of the notes as a result of listing by the UK Listing Authority, de-listing the notes may have a material effect on a Noteholder's ability to resell the notes in the secondary market.

The information contained in these Final Terms and the accompanying Base Prospectus is solely Morgan Stanley's responsibility and has not been authorized by the Mexican National Banking and Securities Commission (Comisión Nacional Bancaria y de Valores or "CNBV"). The notes have not been registered with the Securities Section (Sección de Valores) of the National Securities Registry (Registro Nacional de Valores) of the CNBV, and therefore the notes may not be publicly offered or sold in Mexico. The original notes have been listed on the International Quotation System (Sistema Internacional de Cotizaciones or "SIC") of the Mexican Stock Exchange (Bolsa Mexicana de Valores, S.A. de C.V.). Application will be made with the Mexican Stock Exchange to list this further issuance of notes on SIC. Any Mexican investor that acquires notes will do so under its own responsibility. In making an investment decision, all investors, regardless of their nationality and expertise, must rely on their own examination of Morgan Stanley.

Ratings

As senior debt securities of Morgan Stanley, the notes carry the following ratings:

Moody's Investors Service (1)	Aa3
Fitch Ratings	AA-
Standard & Poor's	A+

(1) On April 5, 2005, Moody's Investors Service changed the outlook on Morgan Stanley's senior debt ratings from Stable to Negative.

The ratings listed above reflect only the views of the respective rating agencies listed above, and are not recommendations to buy, sell or hold securities of Morgan Stanley. The ratings assigned by the rating agencies listed above are subject to revision or withdrawal at any time by such rating agencies in their sole discretion. Each rating should be evaluated independently of any other rating.

Interests of Natural and Legal Persons Involved in the Offering

Save as discussed in "Subscription and Sale", so far as Morgan Stanley is aware, no person involved in the offer of the notes has an interest material to the offer.

Supplemental Information Concerning Subscription and Sale

Distribution Agent: Morgan Stanley & Co. International Limited.

Indication of Yield

13.20% (calculated on an actual/360 day count basis; not compounded). The yield for this further issuance of notes will be determined under the Issue Date for these notes on the basis of the Issue Price for these notes. It is not an indication of future yield for this further issuance of notes or for the original notes.

Solely in the event, and only in the event, any of the notes of this series were declared to be due and payable immediately as described under "Description of New York Law Notes—Events of Default" or were to be redeemed as described under "Description of New York Law Notes—Tax Redemption" in the Base Prospectus, the amount of principal due and payable will be calculated based on the Original Issue Price for the original notes and a compounded yield of 13.20% (calculated on an actual/360 day count basis; not compounded), which is equivalent to 8.68% (calculated on a 30/360 day count basis; compounded semi-annually), as determined on the Original Issue Date for the original notes. It is not an indication of future yield of the original notes or for this further issuance of notes.

Plan of Distribution

We will issue these notes in temporary global bearer form with the Temporary ISIN XS0247908279 and Temporary Common Code 024790827. Once these notes have been exchanged for notes in permanent global bearer form, which we expect to be on or about April 26, 2006, they will be combined with our Mexican Peso Zero Coupon Senior Discount Bearer Notes Due 2016 issued on February 8, 2006, with the ISIN XS0242145679 and the Common Code 024214567, and offered pursuant to Final Terms No. NY-4 dated February 1, 2006 to the accompanying Base Prospectus. Following the exchange, both these notes and the Mexican Peso Zero Coupon Senior Discount Bearer Notes Due 2016 issued on February 8, 2006 in a combined aggregate amount of MXN 3,100,000,000 will bear the ISIN XS0242145679 and the Common Code 024214567.