

*This announcement appears for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for any warrants, callable bull/bear contracts and other structured products issued or to be issued by Morgan Stanley Asia Products Limited (“**Structured Products**”).*

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (“**Stock Exchange**”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

Morgan Stanley

Non-collateralised Structured Products

Notice of Valuation of Residual Value of European Style Cash Settled Category R Callable Bull/Bear Contracts (“CBBCs”)

Issuer: Morgan Stanley Asia Products Limited

(incorporated in the Cayman Islands with limited liability)

Guarantor: Morgan Stanley

(incorporated in the State of Delaware, United States of America)

Manager: Morgan Stanley Asia Limited

(incorporated in Hong Kong)

Announcement

Terms not defined in this notice have the same meaning as defined in the terms and conditions of the CBBCs (“**Conditions**”).

The Issuer announces that under the Conditions, following the occurrence of a mandatory call event (“**MCE**”) in respect of the CBBCs described in the table below in the pre-opening session or the continuous trading session or the closing auction session (as the case may be) of the Stock Exchange at the time (“**MCE Time**”) and on the date (“**MCE Date**”) specified in the table below, the Residual Value in respect of the CBBCs has been determined as follows:

Stock Code	Type	MCE Date	MCE Time	Issue Size (CBBCs)	Underlying	Number of CBBCs per Entitlement	Entitlement	Board Lot (CBBCs)	Strike Price (HK\$)	Maximum / Minimum Trade Price (HK\$)	Residual Value per Board Lot (HK\$)
67156	Bull	15 January 2021	13:01:01	58,000,000	Xiaomi Corporation	50	1 Share(s)	10,000	28.40	28.20	0

In respect of a series of Bull CBBCs, the Residual Value per Board Lot is calculated by the Issuer in accordance with the following formula:

$$\frac{\text{Entitlement} \times (\text{Minimum Trade Price} - \text{Strike Price}) \times \text{one Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

In respect of a series of Bear CBBCs, the Residual Value per Board Lot is calculated by the Issuer in accordance with the following formula:

$$\frac{\text{Entitlement} \times (\text{Strike Price} - \text{Maximum Trade Price}) \times \text{one Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

Subject to the occurrence of a settlement disruption event, the residual value (if any) will be delivered to HKSCC Nominees Limited (as the registered holder of the CBBCs) no later than 21 January 2021, which is three CCASS settlement days following the end of the MCE valuation period. HKSCC Nominees Limited will then distribute such amount to the securities account(s) of relevant broker(s) (and if applicable, the custodian(s) of such broker(s)) or to the CCASS Investor Participant securities account(s) of the relevant investor(s) (as the case may be).

Morgan Stanley Asia Products Limited

Hong Kong, 18 January 2021