

MSCI[®] press release

MSCI SMALL CAP INDEX SERIES MAY 2005 SEMI-ANNUAL INDEX REVIEW

Geneva, May 12, 2005. MSCI, a leading provider of international equity, US equity, fixed income and hedge fund indices, announced today changes to the MSCI Small Cap Index Series that will be effective as of the close of May 31, 2005. These changes result from the May 2005 Semi-Annual Index Review, including a full review of the free float of all constituents. The list of changes in constituents for the MSCI Small Cap Index Series as well as an updated methodology book have been posted on MSCI's web site at www.msci.com/smallcap.

Effective as of the close of May 31, 2005, 279 securities will be added to the MSCI Small Cap Index Series and 90 securities will be deleted. In addition, MSCI reviewed the free float of all constituents of the MSCI Small Cap Index Series, leading to changes in Foreign Inclusion Factors (FIFs) for 455 securities. FIFs adjust the market capitalization of securities for free float available to foreign investors.

The MSCI Small Cap Index Series attempts to represent the business activities of small capitalization companies across developed markets. Companies with a full market capitalization between USD 200 and 1,500 million are eligible for inclusion. MSCI then selects the most liquid securities relative to their market capitalization, and targets for index inclusion 40% of the full universe within each industry group, within each country. Finally, the market capitalization of index constituents is free float-adjusted.

Below is a brief pro forma analysis of the changes that will occur in the MSCI Small Cap Index Series for some of the more frequently used global and regional composite indices, using data as of April 20, 2005.

World Index - The MSCI World Small Cap Index represents the small cap segment in 23 of the world's developed equity markets. On a pro forma basis, the market capitalization of the index will be USD 1,168 billion, and the index will include 1,920 securities.

EAFE (Europe, Australasia, Far East) Index - The MSCI EAFE Small Cap Index represents the small cap segment in 21 developed equity markets outside of North America. On a pro forma basis, the market capitalization of the index will be USD 609 billion, and the index will include 1,088 securities.

Europe Index - The MSCI Europe Small Cap Index represents the small cap segment in 16 developed equity markets in Europe. On a pro forma basis, the market capitalization of the index will be USD 323 billion, and the index will include 502 securities.

The results of the May 2005 Annual Index Review for the MSCI Standard Index Series, the MSCI Pan-Euro and Euro Indices and the MSCI China A Index, as well as the May 2005 Semi-Annual Index Review for the MSCI Global Value and Growth Index Series, the MSCI US Equity Indices and the Morgan Stanley REIT Index have also been posted on MSCI's web site at www.msci.com.

**MSCI SMALL CAP INDEX SERIES
PRO FORMA DATA FOR MAIN REGIONAL INDICES**

MSCI WORLD SMALL CAP INDEX

Top 10 Country Weights	Weight	Top 10 Industry Group Weights	Weight
USA	43.07%	Capital Goods	11.38%
Japan	16.63%	Materials	7.53%
United Kingdom	8.81%	Real Estate	6.97%
Canada	4.82%	Software & Services	5.75%
Australia	4.35%	Technology Hardware & Equipment	5.42%
France	2.46%	Retailing	5.23%
Sweden	2.26%	Health Care Equipment & Services	5.12%
Germany	2.17%	Banks	4.81%
Switzerland	1.96%	Consumer Durables & Apparel	4.74%
Netherlands	1.57%	Energy	4.58%

MSCI EAFE SMALL CAP INDEX

Top 10 Country Weights	Weight	Top 10 Industry Group Weights	Weight
Japan	31.92%	Capital Goods	14.80%
United Kingdom	16.90%	Materials	8.40%
Australia	8.35%	Real Estate	7.59%
France	4.71%	Transportation	5.34%
Sweden	4.33%	Consumer Durables & Apparel	5.33%
Germany	4.17%	Retailing	5.15%
Switzerland	3.76%	Diversified Financials	5.00%
Netherlands	3.01%	Technology Hardware & Equipment	4.97%
Italy	2.87%	Food, Beverage & Tobacco	4.72%
Finland	2.81%	Commercial Services & Supplies	4.35%

MSCI EUROPE SMALL CAP INDEX

Top 10 Country Weights	Weight	Top 10 Industry Group Weights	Weight
United Kingdom	31.89%	Capital Goods	14.96%
France	8.89%	Real Estate	8.03%
Sweden	8.17%	Materials	6.50%
Germany	7.86%	Transportation	5.38%
Switzerland	7.09%	Commercial Services & Supplies	5.33%
Netherlands	5.67%	Energy	5.31%
Italy	5.42%	Diversified Financials	5.19%
Finland	5.30%	Consumer Durables & Apparel	4.71%
Norway	4.08%	Retailing	4.32%
Belgium	3.67%	Consumer Services	4.32%

Note: All pro forma information uses data as of April 20, 2005.

About MSCI

MSCI (www.msci.com) is a leading provider of equity, fixed income and hedge fund indices, and related products and services. MSCI estimates that over USD 3 trillion is benchmarked to its indices on a worldwide basis. MSCI is headquartered in New York, with research and commercial offices around the world. In 2004, MSCI acquired Barra, Inc. (www.barra.com), a global leader in delivering risk analytics, performance measurement and attribution systems and services to managers of portfolio and firm-wide investment risk. Morgan Stanley, a global financial services firm and a market leader in securities, asset management, and credit services, is the majority shareholder of MSCI, and Capital International Inc., part of the global investment management group of The Capital Group Companies, Inc., is the minority shareholder.

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