

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934

Release No. 77063 / February 4, 2016

ADMINISTRATIVE PROCEEDING

File No. 3-15982

In the Matter of

**MORGAN STANLEY AND CO. LLC;
MORGAN STANLEY ABS CAPITAL I
INC.;**
**and MORGAN STANLEY MORTGAGE
CAPITAL HOLDINGS LLC**

Respondents.

**ORDER APPOINTING FUND
PLAN ADMINISTRATOR AND
SETTING ADMINISTRATOR
BOND AMOUNT**

On July 24, 2014, the Commission issued an order (“Order”) finding that Morgan Stanley and Co. LLC, Morgan Stanley ABS Capital I Inc., and Morgan Stanley Mortgage Capital Holdings LLC (“Respondents”) violated the federal securities laws.¹ Pursuant to the Order, Respondents paid disgorgement of \$160,627,852, prejudgment interest of \$17,995,437, and a civil money penalty of \$96,376,711 to the Securities and Exchange Commission. The Order also created a Fair Fund for distribution to harmed investors pursuant to Section 308(a) of the Sarbanes-Oxley Act of 2002, as amended.

¹ *Order Instituting Cease-and-Desist Proceedings Pursuant to Section 8A of the Securities Act of 1933, Making Findings, and Imposing a Cease-and-Desist Order*, Securities Act Release No. 9617 (July 24, 2014).

The Division of Enforcement now seeks the appointment of Garden City Group, LLC (“GCG”) as the fund plan administrator and requests that the administrator’s bond be set at \$275,000,000. GCG is included in the Commission’s approved pool of administrators.

Accordingly, pursuant to Rule 1105(a), it is hereby ORDERED that GCG is appointed as the fund plan administrator and shall obtain a bond in accordance with Rule 1105(c) in the amount of \$275,000,000.

For the Commission, by the Division of Enforcement, pursuant to delegated authority.²

Brent J. Fields
Secretary

² 17 C.F.R. § 200.30-4(a)(17).