

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

MORGAN STANLEY INSURED MUNICIPAL TRUST
 Form N-Q
 September 29, 2006

UNITED STATES
 SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
 MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-06434

Morgan Stanley Insured Municipal Trust
 (Exact name of registrant as specified in charter)

1221 Avenue of the Americas, New York, New York 10020
 (Address of principal executive offices) (Zip code)

Ronald E. Robison
 1221 Avenue of the Americas, New York, New York 10020
 (Name and address of agent for service)

Registrant's telephone number, including area code: 212-762-4000

Date of fiscal year end: October 31, 2006

Date of reporting period: July 31, 2006

ITEM 1. SCHEDULE OF INVESTMENTS.

The Trust's schedule of investments as of the close of the reporting period prepared pursuant to Rule 12-12 of Regulation S-X is as follows:

MORGAN STANLEY INSURED MUNICIPAL TRUST
 PORTFOLIO OF INVESTMENTS July 31, 2006 (unaudited)

PRINCIPAL
 AMOUNT IN
 THOUSANDS

PRINCIPAL AMOUNT IN THOUSANDS -----		COU RA --
	TAX-EXEMPT MUNICIPAL BONDS (142.5%)	
	General Obligation (24.2%)	
\$10,000	North Slope Borough, Alaska, Ser 2000 B (MBIA)	0.0
3,000	Los Angeles, California, Ser 2004 A (MBIA)	5.0
3,000	Florida Board of Education, Capital Outlay Refg Ser 2002 C (MBIA)	5.0
	Honolulu City & County, Hawaii,	
2,500	ROLS RR II R 237-2 (MBIA)	5.2
2,500	ROLS RR II R 237-3 (MBIA)	5.2
	Chicago, Illinois,	
8,000	Refg Ser 1992 (Ambac)	6.2
2,000	Refg 2001 A (MBIA)	0.0
2,000	Refg 2001 A (MBIA)	0.0
	Illinois,	
10,000	Ser 2001 (MBIA)	5.3
10,000	Ser 2001 (MBIA)	5.3

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

3,000	Brainerd Independent School District #181, Minnesota, Ser 2002 A (FGIC)	5.3
1,000	Omaha Convention Hotel Corp, Nebraska, Ser 2002 A (Ambac)	5.5
4,000	Clark County, Nevada, Transportation Impr Ltd Tax Ser 06/01/92 B (Ambac)	6.5
1,880	King County, Washington, Refg 1998 Ser B (MBIA)	5.2

62,880		

	Educational Facilities Revenue (5.3%)	
2,000	Arizona Board of Regents, Arizona State University Ser 2004 COPs (Ambac)	5.0
	University of California,	
1,000	Limited Projects Ser 2005 B (FSA)	5.0
2,000	Multi Purpose Ser Q (FSA)	5.0
1,735	Orange County Educational Facilities Authority, Florida, Rollins College Ser 2005 (Ambac)	5.1
	Fulton County Development Authority, Georgia,	
900	Morehouse College Ser 2000 (Ambac)	6.2
1,700	Morehouse College Ser 2000 (Ambac)	5.8
2,500	University of North Carolina, Ser 2000 (Ambac)	5.2
2,000	University of North Carolina at Wilmington, Student Housing Ser 2005 COPs (FGIC)	5.0

13,835		

	Electric Revenue (14.1%)	
2,000	Arkansas River Power Authority, Colorado, Power Ser 2006 (XLCA)	5.2
2,000	Indiana Municipal Power Agency, Power Supply 2004 Ser A (FGIC)	5.0
1,000	Long Island Power Authority, New York, Ser 2006 A (XLCA)	5.0
	South Carolina Public Service Authority,	
9,325	Ser 2002 B (FSA)	5.3
2,000	Ser 2003 A (Ambac)	5.0
10,000	Lower Colorado River Authority, Texas, Refg Ser 1999 A (FSA)	5.8
10,000	Seattle, Washington, Light & Power Refg Rev 2001 (FSA)	5.1

36,325		

	Hospital Revenue (4.6%)	
3,000	Indiana Health Facilities Financing Authority, Community Health Ser 2005 A (Ambac)	5.0
2,000	Louisiana Public Facilities Authority, Baton Rouge General Medical Center-FHA Insured Mtge Ser 2004 (MBIA)	5.2
4,000	Minneapolis, Minnesota, Fairview Health 2005 Ser D (Ambac)	5.0
2,000	New York State Dormitory Authority, Montefiore Hospital - FHA Insured Mtge Ser 2004 (FGIC)	5.0
1,000	Medical University Hospital Authority, South Carolina, FHA Insured Mtge Refg Ser 2004 A (MBIA)	5.2

12,000		

	Industrial Development/Pollution Control Revenue (4.3%)	
5,000	Humboldt County, Nevada, Sierra Pacific Power Co Refg Ser 1987 (Ambac)	6.5

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

5,000	New York State Energy Research & Development Authority, Brooklyn Union Gas Co 1996 Ser (MBIA)**	5.5
1,500	Delaware County Industrial Development Authority, Pennsylvania, Aqua Inc Ser A 2005 (AMT) (FGIC)	5.0

11,500		

	Mortgage Revenue - Multi-Family (1.4%)	
3,695	New Jersey Housing Mortgage Finance Authority, Home Buyer Ser 2000 CC (AMT) (MBIA)	5.8

	Public Facilities Revenue (5.0%)	
2,000	Kern County Board of Education, California, Refg Ser 2006 A COPs (MBIA)	5.0
4,000	District of Columbia Ballpark, Ser B-1	5.0
2,000	Missouri Joint Municipal Electrical Utility, Plum Point Project	5.0
1,500	Albuquerque, New Mexico, Gross Receipts Lodgers' Tax Refg Ser 2004 A (FSA)	5.0
1,685	Oregon Department of Administrative Services, Ser 2005 B COPs (FGIC)	5.0
2,000	Pennsylvania Public School Building Authority, Philadelphia School District Ser 2003 (FSA)	5.0

13,185		

	Recreational Facilities Revenue (8.9%)	
6,500	Denver Convention Center Hotel Authority, Colorado, Refg Ser 2006 (XLCA)	5.0
	Iowa,	
3,600	Vision Iowa Ser 2001 (MBIA)	5.5
2,500	Vision Iowa Ser 2001 (MBIA)	5.5
10,000	Hamilton County, Ohio, Sales Tax Ser 2000 (Ambac)	5.2

22,600		

	Tax Allocation Revenue (0.9%)	
2,390	San Jose Redevelopment Agency, California, Merged Area Ser 2002 (MBIA)	5.0

	Transportation Facilities Revenue (31.2%)	
5,000	Denver City & County, Colorado, Airport Refg Ser 2000 A (AMT) (Ambac)	6.0
	Miami Dade County, Florida,	
2,155	Miami Int'l Airport Refg Ser 2003 B (AMT) (MBIA)	5.2
2,270	Miami Int'l Airport Refg Ser 2003 B (AMT) (MBIA)	5.2
5,000	Atlanta, Georgia, Airport Ser 2004 C (FSA)	5.0
5,000	Hawaii, Airports Refg Ser 2001 (AMT) (FGIC)	5.2
	Chicago, Illinois,	
3,000	O'Hare Int'l Airport, Ser 2005 (MBIA)	5.2
2,000	O' Hare Int'l Airport Third Lien Ser 2003 B-2 (AMT) (FSA)	5.7
4,000	Regional Transportation Authority, Illinois, Refg Ser 1999 (FSA)	5.7
2,500	Maryland Economic Development Corporation, Maryland Aviation Administration Ser 2003 (AMT) (FSA)	5.3
2,000	Massachusetts Turnpike Authority, Metropolitan Highway ROLS RRII R536 (MBIA)	5.7
5,000	Minneapolis - St Paul Metropolitan Airports Commission, Minnesota, Ser 2001 C (FGIC)	5.2
5,000	Nevada Department of Business & Industry, Las Vegas Monorail 1st Tier Ser 2000 (Ambac)	0.0

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

2,000	New Jersey Transportation Trust Fund Authority, Ser 2005 C (FGIC)	5.2
5,000	New Jersey Turnpike Authority, Ser 2003 A (Ambac)	5.0
	Metropolitan Transportation Authority, New York,	
6,805	State Service Contract Refg Ser 2002 B (MBIA)	5.5
10,000	Transportation Refg Ser 2002 A (Ambac)	5.5
2,000	Transportation Refg Ser 2002 A (FGIC)	5.0
	Pennsylvania Turnpike Commission,	
4,000	Ser R 2001 (Ambac)	5.0
4,000	Ser A 2004 (Ambac)	5.0
3,000	Harris County, Texas, Toll Road Sr Lien Ser 2005 A (FSA)	5.2
2,500	Port of Seattle, Washington, Ser 2001 B (AMT) (MBIA)	5.6

82,230		

	Water & Sewer Revenue (35.7%)	
1,000	Phoenix Civic Improvement Corporation, Arizona, Jr Lien Wastewater Ser 2004 (MBIA)	5.0
4,000	Eastern Municipal Water District, California, Water Ser 2006 A COPs (MBIA)	5.0
5,000	Los Angeles Department Water & Power, California, 2006 Ser A-1 (Ambac)	5.0
2,000	Sacramento County, California, Sanitation District Financing Authority	5.0
5,000	San Diego County Water Authority, California, Ser 2004 A COPs (FSA)	5.0
10,000	Tampa Bay Water, Florida, Ser 2001 B (FGIC)	5.0
2,000	Atlanta, Georgia, Water & Wastewater Ser 1999 A (FGIC)	5.0
5,000	Honolulu City & County, Hawaii, Wastewater Ser 2001 (Ambac)	5.1
10,000	Louisville & Jefferson County Metropolitan Sewer District, Kentucky, Ser 1999 A (FGIC)	5.7
3,800	Louisville Board of Water Works, Kentucky, Water Ser 2000 (FSA)	5.5
5,000	Detroit, Michigan, Sewage Disposal Ser 2001 A (FGIC)	5.1
5,000	Grand Strand Water & Sewer Authority, South Carolina, Refg Ser 2001 (FSA)	5.0
	Austin, Texas,	
1,250	Water & Wastewater Refg Ser 2002 A (FSA)	6.1
2,000	Water & Wastewater Ser 2004 A (Ambac)	5.0
15,000	Houston, Texas, Combined Utility First Lien Refg 2004 Ser A (FGIC)	5.2
	San Antonio, Texas,	
2,000	Water & Refg Ser 2002 (FSA)	5.5
2,500	Water & Refg Ser 2002 (FSA)	5.5
2,000	Water & Refg Ser 2002 A (FSA)	5.0
	Wichita Falls, Texas,	
2,000	Water & Sewer Ser 2001 (Ambac)	5.3
3,000	Water & Sewer Ser 2001 (Ambac)	5.3
5,000	King County, Washington, Sewer Refg 2001 (FGIC)	5.0

92,550		

	Other Revenue (3.3%)	
2,500	California, Economic Recovery Ser 2004 A (MBIA)	5.0
6,000	Golden State Tobacco Securitization Corporation, California,	5.0

	Enhanced Asset Backed Ser 2005 A (FGIC)	
8,500		

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

	Refunded (3.6%)	
3,000	San Diego Unified School District, California, Ser 2003 E (FSA)	5.2
3,000	Utah Board of Regents, University of Utah - Huntsman Cancer Institute Refg Ser 2000 A (MBIA)	5.5
3,000	Alexandria Industrial Development Authority, Virginia, Institute for	5.9

	Defense Analysis Ser 2000 A (Ambac)	
9,000		

370,690	TOTAL TAX-EXEMPT MUNICIPAL BONDS (Cost \$368,712,462)	

	SHORT-TERM TAX-EXEMPT MUNICIPAL OBLIGATIONS (4.1%)	
400	Indiana Health Facility Financing Authority, Clarian Health Ser 2000 B (Demand 08/01/06)	3.7
10,100	San Antonio Educational Facilities Corporation, Texas, Trinity University Ser 2002 (Demand 08/01/06)	3.6
600	Roanoke Industrial Development Authority, Virginia, Carilion Health 1997 A (Demand 08/01/05)	3.6
11,100	TOTAL SHORT-TERM TAX-EXEMPT MUNICIPAL OBLIGATIONS (Cost \$11,100,000)	

\$381,790	TOTAL INVESTMENTS (Cost \$379,812,462) (a) (b)	
=====		

OTHER ASSETS IN EXCESS OF LIABILITIES

PREFERRED SHARES OF BENEFICIAL INTEREST

NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS

 Note: The categories of investments are shown as a percentage of net assets applicable to common shareholders.

AMT Alternative Minimum Tax.

COPs Certificates of Participation.

FHA Federal Housing Authority.

ROLS Reset Option Longs. (Illiquid securities).

Crossover refunded to call date shown.

+ Prerefunded to call date shown.

++ Security is a "step-up" bond where the coupon increases on a predetermined future date.

+++ Current coupon rate for residual interest bond. This rate resets periodically as the auction rate on the related security changes. Positions in inverse floating rate municipal obligation have a value of \$9,032,395, which represents 3.3% of net assets applicable to common shareholders.

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

- * Current coupon of variable rate demand obligation.
- ** A portion of this security has been physically segregated in connection with open futures contracts in the amount of \$217,500.
- (a) Securities have been designated as collateral in an amount equal to \$46,737,188 in connection with open futures contracts.
- (b) The aggregate cost for federal income tax purposes is \$379,807,273. The aggregate gross unrealized appreciation is \$16,504,032 and the aggregate gross unrealized depreciation is \$296,079, resulting in net unrealized appreciation of \$16,207,953.

Bond Insurance:

AGC Assured Guaranty Corporation.
 Ambac Ambac Assurance Corporation.
 FGIC Financial Guaranty Insurance Company.
 FSA Financial Security Assurance Inc.
 MBIA Municipal Bond Investors Assurance Corporation.
 XLCA XL Capital Assurance Inc.

FUTURES CONTRACTS OPEN AT JULY 31, 2006:

NUMBER OF CONTRACTS	LONG/SHORT	DESCRIPTION, DELIVERY MONTH AND YEAR	UNDERLYING AMOUNT AT
150	Short	U.S. Treasury Notes 10 year, September 2006	\$(15,904,
300	Short	U.S. Treasury Notes 5 year, September 2006	(31,265,6
Total Unrealized Depreciation.....			

GEOGRAPHIC SUMMARY OF INVESTMENTS
 BASED ON MARKET VALUE AS A PERCENT OF TOTAL INVESTMENTS
 JULY, 2006 (UNAUDITED)

Alaska
 Arizona
 California
 Colorado
 District of Columbia
 Florida
 Georgia
 Hawaii
 Illinois
 Indiana
 Iowa
 Kentucky

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

Louisiana
Maryland
Massachusetts
Michigan
Missouri
Minnesota
Nebraska
Nevada
New Jersey
New Mexico
New York
North Carolina
Ohio
Oregon
Pennsylvania
South Carolina
Texas
Utah
Virginia
Washington

Total+

+ Does not include open short futures contracts with an underlying face amount of \$47,170,313 with unrealized depreciation of \$216,862.

ITEM 2. CONTROLS AND PROCEDURES.

(a) The Trust's principal executive officer and principal financial officer have concluded that the Trust's disclosure controls and procedures are sufficient to ensure that information required to be disclosed by the Trust in this Form N-Q was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms, based upon such officers' evaluation of these controls and procedures as of a date within 90 days of the filing date of the report.

(b) There were no changes in the Trust's internal control over financial reporting that occurred during the registrant's fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Trust's internal control over financial reporting.

ITEM 3. EXHIBITS.

(a) A separate certification for each principal executive officer and principal financial officer of the registrant are attached hereto.

2

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Morgan Stanley Insured Municipal Trust

/s/ Ronald E. Robison
Ronald E. Robison

Edgar Filing: MORGAN STANLEY INSURED MUNICIPAL TRUST - Form N-Q

Principal Executive Officer
September 21, 2006

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

/s/ Ronald E. Robison
Ronald E. Robison
Principal Executive Officer
September 21, 2006

/s/ Francis Smith
Francis Smith
Principal Financial Officer
September 21, 2006