

Morningstar, Inc.
Form 4
October 19, 2006

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
Expires: January 31, 2005
Estimated average burden hours per response... 0.5

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
Boruff Christopher P

(Last) (First) (Middle)

C/O MORNINGSTAR, INC., 225
WEST WACKER DRIVE

(Street)

CHICAGO, IL 60606

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
Morningstar, Inc. [MORN]

3. Date of Earliest Transaction
(Month/Day/Year)
10/18/2006

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)

President, Advisor Business

6. Individual or Joint/Group Filing(Check Applicable Line)

Form filed by One Reporting Person
 Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price
Common Stock	10/18/2006		M		2,751	A	\$ 14.13
Common Stock	10/18/2006		S ⁽¹⁾		51	D	\$ 41.24
Common Stock	10/18/2006		S ⁽¹⁾		100	D	\$ 41.25
Common Stock	10/18/2006		S ⁽¹⁾		100	D	\$ 41.41
Common Stock	10/18/2006		S ⁽¹⁾		100	D	\$ 41.42

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Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.48	24,058	D
Common Stock	10/18/2006	<u>S(1)</u>	92	D	\$ 41.5	23,966	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.55	23,866	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.57	23,766	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.5783	23,666	D
Common Stock	10/18/2006	<u>S(1)</u>	108	D	\$ 41.59	23,558	D
Common Stock	10/18/2006	<u>S(1)</u>	200	D	\$ 41.63	23,358	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.64	23,258	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.6701	23,158	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.68	23,058	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.69	22,958	D
Common Stock	10/18/2006	<u>S(1)</u>	160	D	\$ 41.71	22,798	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.72	22,698	D
Common Stock	10/18/2006	<u>S(1)</u>	140	D	\$ 41.73	22,558	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.7413	22,458	D
Common Stock	10/18/2006	<u>S(1)</u>	400	D	\$ 41.75	22,058	D
Common Stock	10/18/2006	<u>S(1)</u>	200	D	\$ 41.77	21,858	D
Common Stock	10/18/2006	<u>S(1)</u>	100	D	\$ 41.78	21,758	D

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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SEC 1474
(9-02)

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Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Amount or Number of Shares
Employee Stock Option (Right to Buy)	\$ 14.13	10/18/2006		M	2,751	(2) 05/01/2010	Common Stock	2,751

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Boruff Christopher P C/O MORNINGSTAR, INC. 225 WEST WACKER DRIVE CHICAGO, IL 60606			President, Advisor Business	

Signatures

/s/ Rachel Felsenthal, by power of attorney
10/19/2006
**Signature of Reporting Person Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) The exercise reported on this Form 4 was effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on March 26, 2006.
- (2) The options became exercisable in four equal installments on May 1, 2001, 2002, 2003 and 2004.

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