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(f) of the Investment Company Act of 1940

1. Name and Address of Reporting Person *
   FRANCIS CHERYL A
   2. Issuer Name and Ticker or Trading Symbol
   Morningstar, Inc. [ MORN ]
   3. Date of Earliest Transaction (MM/DD/YYYY)
   10/16/2006
   4. If Amendment, Date Original Filed
   5. Relationship of Reporting Person(s) to Issuer (Check all applicable)
   _X_ Director
   ___ 10% Owner
   ___ Officer (give title below)
   ___ Other (specify below)
   6. Individual or Joint/Group Filing (Check Applicable Line)
   _X_ 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

<table>
<thead>
<tr>
<th>1. Title of Security (Instr. 3)</th>
<th>2. Trans. Date</th>
<th>3A. Deemed Execution Date, if any</th>
<th>3. Trans. Code (Instr. 8)</th>
<th>4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)</th>
<th>5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)</th>
<th>6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)</th>
<th>7. Nature of Indirect Beneficial Ownership (Instr. 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common Stock</td>
<td>10/16/2006</td>
<td>M</td>
<td>V</td>
<td>Amount</td>
<td>Price</td>
<td>D</td>
<td></td>
</tr>
<tr>
<td>Common Stock</td>
<td>10/17/2006</td>
<td>M</td>
<td>V</td>
<td>500</td>
<td>$8.57</td>
<td>2973</td>
<td>D</td>
</tr>
<tr>
<td>Common Stock</td>
<td>10/16/2006</td>
<td>S</td>
<td>V</td>
<td>500</td>
<td>$41.26</td>
<td>2973</td>
<td>D</td>
</tr>
<tr>
<td>Common Stock</td>
<td>10/17/2006</td>
<td>S</td>
<td>V</td>
<td>500</td>
<td>$41.25</td>
<td>2473</td>
<td>D</td>
</tr>
</tbody>
</table>

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

<table>
<thead>
<tr>
<th>1. Title of Derivative Security (Instr. 3)</th>
<th>2. Conversion or Exercise Price of Derivative Security</th>
<th>3. Trans. Date</th>
<th>3A. Deemed Execution Date, if any</th>
<th>4. Trans. Code (Instr. 8)</th>
<th>5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)</th>
<th>6. Date Exercisable and Expiration Date</th>
<th>7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)</th>
<th>8. Price of Derivative Security (Instr. 5)</th>
<th>9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)</th>
<th>10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)</th>
<th>11. Nature of Indirect Beneficial Ownership (Instr. 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Employee Stock Option (Right to Buy)</td>
<td>$8.57</td>
<td>10/16/2006</td>
<td>M</td>
<td>V</td>
<td>(1)</td>
<td>7/19/2012 Common Stock</td>
<td>500 $0</td>
<td>52000 D</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee Stock Option (Right to Buy)</td>
<td>$8.57</td>
<td>10/17/2006</td>
<td>M</td>
<td>V</td>
<td>(1)</td>
<td>7/19/2012 Common Stock</td>
<td>500 $0</td>
<td>51500 D</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Explanation of Responses:
(2) The sales reported on this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on May 9, 2006.

Reporting Owners
Reporting Owner Name / Address
FRANCIS CHERYL A
C/O MORNINGSTAR, INC.
225 WEST WACKER DRIVE
CHICAGO, IL 60606

Relationships
Director | 10% Owner | Officer | Other
--- | --- | --- | ---
X

Signatures
/s/ Rachel Felsenthal, by power of attorney
10/17/2006

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

* If the form is filed by more than one reporting person, see Instruction 4(b)(v).


Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.