

# MORNINGSTAR, INC.

## FORM 4

(Statement of Changes in Beneficial Ownership)

Filed 12/8/2006 For Period Ending 12/8/2006

|             |  |
|-------------|--|
| Address     | 225 WEST WACKER DRIVE<br>CHICAGO, Illinois 60606 |
| Telephone   | (312) 696-6000                                   |
| CIK         | 0001289419                                       |
| Industry    | Computer Services                                |
| Sector      | Technology                                       |
| Fiscal Year | 12/31  |

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# FORM 4

[ ] Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

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

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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(f) of the  
Investment Company Act of 1940

|  |         |          |   |  |  |   |  |  |
|--|---------|----------|---|--|--|---|--|--|
| 1. Name and Address of Reporting Person *    |         |          | 2. Issuer Name and Ticker or Trading Symbol       |  |  | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable)   |  |  |
| <b>Desmond Bevin</b>                         |         |          | <b>Morningstar, Inc. [ MORN ]</b>                 |  |  | <input type="checkbox"/> Director <span style="float:right"><input type="checkbox"/> 10% Owner</span><br><input checked="" type="checkbox"/> Officer (give title below) <span style="float:right"><input type="checkbox"/> Other (specify below)</span><br><b>President, Int'l Business</b> |  |  |
| (Last)                                       | (First) | (Middle) | 3. Date of Earliest Transaction (MM/DD/YYYY)      |  |  |   |  |  |
|  |         |          | <b>12/8/2006</b>                                  |  |  |   |  |  |
| C/O MORNINGSTAR, INC., 225 WEST WACKER DRIVE |         |          | 4. If Amendment, Date Original Filed (MM/DD/YYYY) |  |  | 6. Individual or Joint/Group Filing (Check Applicable Line)   |  |  |
| (Street)                                     |         |          |   |  |  | <input checked="" type="checkbox"/> Form filed by One Reporting Person<br><input type="checkbox"/> Form filed by More than One Reporting Person   |  |  |
| CHICAGO, IL 60606                            |         |          |   |  |  |   |  |  |
| (City)                                       |         |          | (State)   |  |  | (Zip)   |  |  |

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

| 1. Title of Security (Instr. 3) | 2. Trans. Date | 2A. Deemed Execution Date, if any | 3. Trans. 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                    | 12/8/2006      |                                   | M                         |   | 11625   | A                | \$2.00  | 25206  | D   |  |

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

| 1. Title of Derivate Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Trans. Date | 3A. Deemed Execution Date, if any | 4. Trans. 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 |            | 7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4) |                 | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction (s) (Instr. 4) | 10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--|----------------|-----------------------------------|---------------------------|---|--|---|------------|---|-----------------|--|---|--|--|
|  |  |                |                                   | Code                      | V |  | (A)                                     | (D)        | Date Exercisable  | Expiration Date |  |   |  |  |
| Employee Stock Option (Right to Buy)     | \$2.00   | 12/8/2006      |                                   | M                         |   | 1305   | (1)                                     | 6/30/2007  | Common Stock  | 1305            | \$0  | 0   | D  |  |
| Employee Stock Option (Right to Buy)     | \$2.00   | 12/8/2006      |                                   | M                         |   | 10320  | (2)                                     | 12/31/2007 | Common Stock  | 10320           | \$0  | 13680   | D  |  |

**Explanation of Responses:**

- (1) The options became exercisable in five equal installments on June 30, 1998, 1999, 2000, 2001 and 2002.
- (2) The options became exercisable in five equal installments on December 31, 1998, 1999, 2000, 2001 and 2002.

**Reporting Owners**

| Reporting Owner Name / Address  | Relationships |           |                                  |       |
|---|---------------|-----------|----------------------------------|-------|
|   | Director      | 10% Owner | Officer                          | Other |
| <b>Desmond Bevin</b><br>C/O MORNINGSTAR, INC.<br>225 WEST WACKER DRIVE<br>CHICAGO, IL 60606 |               |           | <b>President, Int'l Business</b> |       |

## Signatures

/s/ Rachel Felsenthal

12/8/2006

Date

\*\* Signature of Reporting Person

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).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

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

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