

MORGAN STANLEY INSURED MUNICIPAL INCOME TRUST
Form N-Q
March 31, 2009

**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: 811-06590
Morgan Stanley Insured Municipal Income Trust
(Exact name of registrant as specified in charter)**

522 Fifth Avenue, New York, New York
(Address of principal executive offices)

10036
(Zip code)

Randy Takian
522 Fifth Avenue, New York, New York 10036
(Name and address of agent for service)

Registrant's telephone number, including area code: 212-296-6963

Date of fiscal year end: October 31, 2009

Date of reporting period: January 31, 2009

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 Income Trust
Portfolio of Investments § January 31, 2009 (unaudited)

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|--------------|
| Tax-Exempt Municipal Bonds (155.3%) | | | | |
| Alaska (0.5%) | | | | |
| \$ 1,250 | Matanuska-Susitna Borough, Goose Creek Correctional Center Ser 2008 | 6.00% | 09/01/28 | \$ 1,328,463 |
| Arizona (1.5%) | | | | |
| 1,595 | Arizona Certificates of Participation, Ser 2008 A (FSA Insd) | 5.00 | 09/01/26 | 1,615,033 |
| 2,500 | University of Arizona, 2003 Ser B (COPs) (AMBAC Insd) | 5.00 | 06/01/23 | 2,555,300 |
| | | | | 4,170,333 |
| California (35.4%) | | | | |
| 1,475 | Alameda County Joint Powers Authority, Ser 2008 (FSA Insd) | 5.00 | 12/01/24 | 1,519,722 |
| 1,160 | Alvord Unified School District, 2007 Election Ser 2007 A (FSA Insd) | 5.00 | 08/01/27 | 1,169,605 |
| 20,000 | Anaheim Public Financing Authority, California, Anaheim Electric Ser 2007-A (MBIA Insd)(a) | 4.50 | 10/01/37 | 16,444,200 |
| 1,170 | Beverly Hills Unified School District Ser 2009 WI | 0.00 | 08/01/26 | 436,749 |
| 2,275 | Beverly Hills Unified School District Ser 2009 WI | 0.00 | 08/01/31 | 592,365 |
| 8,000 | California, Ser 2007 (MBIA Insd) | 4.25 | 08/01/33 | 6,300,880 |
| 3,050 | California Department of Water Resources Power Supply, Ser 2008 H (FSA Insd) | 5.00 | 05/01/22 | 3,195,699 |
| 10,000 | California Infrastructure & Economic Development Bank, Bay Area Toll Bridges Seismic Retrofit 1st Lien Ser 2003 A (AMBAC Insd) (ETM) (a) | 5.00 | 01/01/28 | 11,526,974 |
| 5,000 | California Infrastructure & Economic Development Bank, Bay Area Toll Bridges Seismic Retrofit 1st Lien Ser 2003 A (FGIC Insd) (ETM) | 5.00 | 01/01/28 | 5,763,800 |
| 585 | Clovis, Unified School District 2004 Ser A | 0.00 | 08/01/29 | 174,500 |
| 3,065 | EL Segundo California School District 2008 Ser A WI | 0.00 | 08/01/31 | 736,182 |
| 6,000 | Golden State Tobacco Securitization Corporation, California, Enhanced Asset Backed Ser 2005 A (FGIC Insd) | 5.00 | 06/01/38 | 4,780,920 |
| 9,000 | Long Beach, Harbor Refg Ser 1998 A (AMT) (FGIC Insd) | 6.00 | 05/15/18 | 9,557,100 |
| 3,000 | Los Angeles, California, Ser 2004 A (MBIA Insd) | 5.00 | 09/01/24 | 3,083,700 |
| 5,000 | Los Angeles Department of Water & Power, California, Water 2004 Ser C (MBIA Insd) (a) | 5.00 | 07/01/24 | 5,125,477 |
| 4,000 | Oxnard Financing Authority, Water & Power, Water 2004 Ser C (XLCA Insd) | 5.00 | 06/01/28 | 3,841,600 |
| 4,245 | Poway Unifield School District, San Diego, 2008 Ser A | 0.00 | 08/01/31 | 1,105,313 |
| 3,925 | Poway Unifield School District, San Diego, 2008 Ser A | 0.00 | 08/01/28 | 1,265,224 |
| 3,000 | Sacramento County Sanitation District Financing Authority, California, Sacramento Regional Ser 2006 (FGIC Insd) | 5.00 | 12/01/36 | 2,853,240 |
| 5,000 | San Diego County Water Authority, California, Ser 2002 A (COPs) (MBIA Insd) | 5.00 | 05/01/27 | 5,014,800 |
| 5,000 | San Diego County Water Authority, California, ser 2004A (COPs)(FSA Insd) (a) | 5.00 | 05/01/29 | 4,955,700 |
| 3,000 | San Francisco City & County, City Buildings Ser 2007 A (COPs) (FGIC Insd) | 4.50 | 09/01/37 | 2,502,330 |
| 2,000 | University of California, Ser 2003 B (AMBAC Insd) | 5.00 | 05/15/22 | 2,062,280 |
| 3,310 | University of California, Ser 2007 J (FSA Insd) (a) | 4.50 | 05/15/31 | 2,916,272 |

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| | | | | |
|--------|---|-------|----------|------------|
| 2,690 | University of California, Ser 2007 J (FSA Insd) (a) | 4.50 | 05/15/35 | 2,320,013 |
| | | | | 99,244,645 |
| | Colorado (2.0%) | | | |
| 4,000 | Arkansas River Power Authority, Colorado, Power Ser 2006 (XLCA Insd) | 5.25 | 10/01/40 | 3,216,680 |
| 3,000 | Denver Convention Center Hotel Authority, Refg Ser 2006 (XLCA Insd) | 5.00 | 12/01/30 | 2,294,880 |
| | | | | 5,511,560 |
| | Connecticut (0.6%) | | | |
| 1,525 | Connecticut Health & Educational Facilities Authority, Quinnipiac University Issue Ser 2007 K-2 (MBIA Insd) | 5.00 | 07/01/25 | 1,540,921 |
| | District of Columbia (3.5%) | | | |
| 1,000 | District of Columbia, Ser 2008 E (BHAC Insd) (a) | 5.00 | 06/01/26 | 1,011,970 |
| 1,000 | District of Columbia, Ser 2008 E (BHAC Insd) (a) | 5.00 | 06/01/27 | 1,011,970 |
| 2,000 | District of Columbia, Ser 2008 E (BHAC Insd) (a) | 5.00 | 06/01/28 | 2,023,940 |
| 2,000 | District of Columbia Ballpark, Ser 2006 B-1 (FGIC Insd) | 5.00 | 02/01/31 | 1,637,320 |
| 3,000 | District of Columbia, American Association for the Advancement of Science Ser 1997 (AMBAC Insd) | 5.125 | 01/01/27 | 2,839,980 |
| 1,350 | District of Columbia, Water & Sewer Authority, Refg Sub-Lien Ser 2008 A (AGC Insd) | 5.00 | 10/01/28 | 1,343,223 |
| | | | | 9,868,403 |
| | Florida (8.2%) | | | |
| 1,550 | Florida Mid-Bay Bridge Authority, Refg Ser 2008 (AGC Insd) | 5.00 | 10/01/27 | 1,531,369 |
| 15,000 | Miami-Dade County School Board, 2003 Ser A (FGIC Insd) | 5.00 | 08/01/29 | 13,422,900 |
| 3,000 | Orange County School Board, Ser 2001 A (COPs) (AMBAC Insd) | 5.25 | 08/01/14 | 3,230,460 |
| 5,000 | Tampa Bay Water Authority, Ser 2001 A (FGIC Insd) | 5.00 | 10/01/28 | 4,877,400 |
| | | | | 23,062,129 |

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|---|----------------|------------------|------------|
| | Georgia (4.3%) | | | |
| 5,000 | Atlanta, Airport Passenger Facilities Sub-Lien Ser 2004 C (FSA Insd) (a) | 5.00 | 01/01/33 | 4,819,412 |
| 5,000 | Atlanta, Water & Wastewater, Ser 2004 (FSA Insd) | 5.00 | 11/01/23 | 5,090,900 |
| 2,000 | Augusta, Water & Sewer Ser 2004 (FSA Insd) | 5.25 | 10/01/39 | 2,011,520 |
| | | | | 11,921,832 |
| | Hawaii (1.5%) | | | |
| 5,000 | Hawaii Department of Budget & Finance, Hawaiian Electric Co Ser 1999 C (AMT) (AMBAC Insd) | 6.20 | 11/01/29 | 4,132,200 |
| | Idaho (1.0%) | | | |
| 2,500 | Idaho Housing & Finance Association, Federal Highway Trust, Ser 2008 A (AGC Insd) | 5.25 | 07/15/24 | 2,674,700 |
| | Illinois (7.0%) | | | |
| 5,000 | Chicago, O Hare Int 1 Airport, Third Lien Ser 2005 A (MBIA Insd) | 5.25 | 01/01/25 | 4,868,300 |
| 480 | Chicago Transit Authority, Capital Grant Receipts Federal Transit Administration Section 5309 Ser 2008 (AGC Insd) | 5.25 | 06/01/25 | 498,485 |
| 1,210 | Chicago Transit Authority, Capital Grant Receipts Federal Transit Administration Section 5309 Ser 2008 (AGC Insd) | 5.25 | 06/01/26 | 1,247,377 |
| 1,175 | DeKalb County Community Unit School District #428, Ser 2008 (FSA Insd) | 5.00 | 01/01/27 | 1,180,828 |
| 2,000 | Illinois Finance Authority, Swedish American Hospital Ser A (FSA Insd) | 5.00 | 11/15/31 | 1,539,980 |
| 6,575 | Kendall, Kane & Will Counties, Community Unit School District #308 Capital Appreciation Ser 2008 (FSA Insd) (b) | 0.00 | 02/01/27 | 2,519,409 |
| 3,000 | Metropolitan Pier & Exposition Authority McCormick Place Refinancing Ser 2002 B (MBIA Insd) | 0.00 (c) | 06/15/18 | 2,924,040 |
| 5,000 | Metropolitan Pier & Exposition Authority, McCormick Place Ser 2002 A (MBIA Insd) | 5.25 | 06/15/42 | 4,922,250 |
| | | | | 19,700,669 |
| | Indiana (1.4%) | | | |
| 2,000 | Indiana Health Facilities Financing Authority, Community Health Ser 2005 A (AMBAC Insd) | 5.00 | 05/01/35 | 1,489,720 |

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| | | | | |
|-------|---|-------|----------|-----------|
| 2,400 | Marion County Convention & Recreational Facilities Authority, Refg Ser 2003 A (AMBAC Insd) | 5.00 | 06/01/19 | 2,560,488 |
| | | | | 4,050,208 |
| | Kansas (0.5%) | | | |
| 1,295 | Unified Government of Wyandotte County, Ser 2009 A WI | 5.25 | 09/01/34 | 1,312,146 |
| | Louisiana (1.5%) | | | |
| 4,000 | Lafayette, Utilities Ser 2004 (MBIA Insd) | 5.25 | 11/01/25 | 4,055,120 |
| | Michigan (1.9%) | | | |
| 2,390 | Detroit, Sewage Refg Ser 2003 A (FSA Insd) | 5.00 | 07/01/28 | 2,062,570 |
| 1,125 | Ferris State University of Michigan, Refg Ser 2008 (FSA Insd) | 4.50 | 10/01/23 | 1,123,504 |
| 425 | Ferris State University of Michigan, Refg Ser 2008 (FSA Insd) | 4.50 | 10/01/24 | 416,776 |
| 760 | Wayne State University of Michigan, Refg Ser 2008 (FSA Insd) | 5.00 | 11/15/25 | 783,157 |
| 960 | Wayne State University of Michigan, Refg Ser 2008 (FSA Insd) | 5.00 | 11/15/29 | 962,880 |
| | | | | 5,348,887 |
| | Missouri (0.7%) | | | |
| 2,500 | Missouri Joint Municipal Electric Utility Commission Plum Point Ser 2006 (MBIA Insd) | 5.00 | 01/01/26 | 2,051,575 |
| | Montana (0.6%) | | | |
| 2,000 | Montana Facility Finance Authority, Bebefits Health Care Ser 2007 (AGC Insd) | 5.00 | 01/01/37 | 1,754,980 |
| | Nebraska (1.7%) | | | |
| 5,000 | Nebraska Public Power District, 2003 Ser A (AMBAC Insd) | 5.00 | 01/01/35 | 4,682,800 |
| | Nevada (3.5%) | | | |
| 5,080 | Las Vegas Water District, Impr & Refg Ser 2003 a (FGIC Insd) | 5.25 | 06/01/19 | 5,404,561 |
| 4,000 | Nevada Capital Improvement & Cultural Affairs Ser 2009 C (FSA Insd) (a) | 5.00 | 06/01/26 | 4,067,600 |
| 975 | Nevada Department of Business & Industry, Las Vegas Monorail 1st Tier Ser 2000 (AMBAC Insd) | 5.375 | 01/01/40 | 421,522 |
| | | | | 9,893,683 |

| | | | | |
|-------|--|-------|----------|-----------|
| | New Hampshire (0.4%) | | | |
| 1,300 | New Hampshire Health & Education Facilities Authority, University of New Hampshire Ser 2001 (AMBAC Insd) | 5.125 | 07/01/33 | 1,219,933 |

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|------------|
| | New Jersey (1.8%) | | | |
| 4,000 | New Jersey Transportation Trust Fund Authority, Ser 2005 C (FGIC Insd) | 5.25 | 06/15/20 | 4,304,120 |
| 1,000 | University of Medicine & Dentistry, Ser 2004 (COPs) (MBIA Insd) | 5.00 | 06/15/29 | 835,800 |
| | | | | 5,139,920 |
| | New York (16.9%) | | | |
| 16,000 | Hudson Yards Infrastructure Corporation, 2007 Ser A (MBIA Insd) | 4.50 | 02/15/47 | 11,850,880 |
| 3,000 | Long Island Power Authority, Refg Ser 2003 C (FSA Insd) | 5.00 | 09/01/28 | 2,912,340 |
| 4,000 | Long Island Power Authority, Ser 2006 A (XLCA Insd) | 5.00 | 12/01/26 | 3,831,200 |
| 3,000 | Metropolitan Transportation Authority, Dedicated Tax Fund Refg Ser 2002 A (FSA Insd) | 5.25 | 11/15/24 | 3,041,910 |
| 10,000 | Metropolitan Transportation Authority, Transportation Refg Ser 2002 A (FGIC Insd) | 5.00 | 11/15/25 | 10,006,100 |
| 2,000 | New York City Industrial Development Agency, Queens Baseball Stadium Ser 2006 (AMBAC Insd) | 5.00 | 01/01/31 | 1,637,840 |
| 2,500 | New York City Industrial Development Agency, Yankee Stadium Ser 2006 (FGIC Insd) | 5.00 | 03/01/46 | 1,815,775 |
| 1,735 | New York City Transitional Finance Authority, 2000 Ser C (AMBAC Insd) | 5.25 | 08/01/21 | 1,849,892 |
| 10,000 | Triborough Bridge & Tunnel Authority, Refg 2002 E (MBIA Insd) (a) | 5.25 | 11/15/22 | 10,471,202 |
| | | | | 47,417,139 |
| | North Carolina (1.0%) | | | |
| 3,000 | University of North Carolina at Wilmington, Student Housing Ser 2005 (COPs) (FGIC Insd) | 5.00 | 06/01/36 | 2,687,760 |
| | Ohio (0.5%) | | | |
| 2,545 | Cleveland Ohio Public Power System, Ser 2008 B-2 (MBIA Insd) | 0.00 | 11/15/26 | 957,608 |
| 1,720 | Cleveland Ohio Public Power System, Ser 2008 B-2 (MBIA Insd) | 0.00 | 11/15/28 | 554,304 |
| | | | | 1,511,912 |
| | Oregon (1.1%) | | | |
| 3,000 | | 5.00 | 11/01/24 | 3,027,150 |

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Oregon Department of Administrative Services, (COPs)
Ser 2005 B (FGIC Insd)

Pennsylvania (5.9%)

| | | | | |
|-------|--|-------|----------|------------|
| 5,000 | Allegheny County Hospital Development Authority, Pittsburgh Mercy Health Ser 1996 (AMBAC Insd) (ETM) | 5.625 | 08/15/18 | 5,353,200 |
| 2,000 | Delaware County Industrial Development Authority, Aqua Inc Ser A 2005 (AMT) (FGIC Insd) | 5.00 | 11/01/37 | 1,533,460 |
| 1,450 | Pennsylvania Turnpike Commission, Ser 2008 Subser A-1 (AGC Insd) | 5.00 | 06/01/25 | 1,476,550 |
| 875 | Philadelphia School District, Ser 2008 E (BHAC Insd) | 0.056 | 07/15/38 | 931,298 |
| 1,500 | The School District of Philadelphia, Ser 2008 E (BHAC Insd) | 5.125 | 09/01/23 | 1,577,055 |
| 5,000 | Philadelphia, Water & Wastewater Ser 1998 (AMBAC Insd) | 5.00 | 12/15/14 | 5,640,150 |
| | | | | 16,511,713 |

Rhode Island (4.2%)

| | | | | |
|--------|--|------|----------|------------|
| 10,000 | Rhode Island Depositors Economic Protection Corporation, Refg 1992 Ser B (MBIA Insd) (ETM) | 6.00 | 08/01/17 | 11,750,000 |
|--------|--|------|----------|------------|

South Carolina (5.4%)

| | | | | |
|--------|---|------|----------|------------|
| 1,500 | Medical University Hospital Authority, FHA Insured Mtge Ser 2004 A (MBIA Insd) | 5.25 | 02/15/25 | 1,432,485 |
| 10,000 | South Carolina Public Service Authority, Santee Cooper Ser 2003 A (AMBAC Insd)(a) | 5.00 | 01/01/27 | 9,882,406 |
| 4,000 | South Carolina Public Service Authority, Santee Cooper 2006 Ser A (MBIA Insd) | 5.00 | 01/01/36 | 3,907,279 |
| | | | | 15,222,170 |

Texas (24.4%)

| | | | | |
|--------|---|-------|----------|------------|
| 3,020 | Amarillo Health Facilities Corporation, Baptist St Anthony s Hospital Ser 1998 (FSA Insd) | 5.50 | 01/01/16 | 3,293,250 |
| 5,075 | Amarillo Health Facilities Corporation, Baptist St Anthony s Hospital Ser 1998 (FSA Insd) | 5.50 | 01/01/17 | 5,518,960 |
| 9,000 | Dallas-Fort Worth International Airport, Ser 2003 A (AMT) (FSA Insd)(a) | 5.375 | 11/01/22 | 8,616,201 |
| 1,000 | Friendswood Independent School District, Ser 2008 (PSF Insd) | 5.00 | 02/15/27 | 1,025,570 |
| 2,160 | Harris County Health Facilities Development Corp, Thermal Utility Ser 2008 (AGC Insd) | 5.25 | 11/15/24 | 2,254,457 |
| 15,000 | Houston, Combined Utility First Lien Refg 2004 Ser A (FGIC Insd) | 5.25 | 05/15/23 | 15,240,899 |
| 4,000 | Houston, Public Impr & Refg Ser 2001 B (FSA Insd) | 5.50 | 03/01/17 | 4,284,760 |
| 1,175 | Houston Community College System, Sr Lien Student Fee Ser 2008 (FSA Insd) | 5.00 | 04/15/25 | 1,198,112 |

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| | | | | |
|-------|--|------|----------|------------|
| 330 | Houston Community College System, Sr Lien Student Fee Ser 2008 (FSA Insd) | 5.00 | 04/15/26 | 334,033 |
| 3,975 | Houston Hotel Occupancy, Capital Appreciation Ser 2001 B (FSA Insd) | 0.00 | 09/01/26 | 1,504,935 |
| 1,550 | Humble Independent School District, Unlimited Tax School Building Ser 2008A (AGC Insd) | 5.00 | 02/15/25 | 1,590,672 |
| 8,575 | Lower Colorado River Authority, Refg Ser 1999 A (MBIA Insd) | 5.00 | 05/15/31 | 7,832,147 |
| 8,200 | North Texas Tollway Authority, First Tier Capital Appreciation Refg Ser 2008D (AGC Insd) | 0.00 | 01/01/28 | 2,554,710 |
| 5,000 | North Texas Tollway Authority, First Tier Capital Appreciation Refg Ser 2008D (AGC Insd) | 5.00 | 05/15/26 | 5,009,900 |
| 3,000 | San Antonio, Water & Refg Ser 2002 A (FSA Insd) | 5.00 | 05/15/32 | 2,955,120 |
| 4,000 | Texas Turnpike Authority, Central Texas Ser 2002 A (AMBAC Insd) | 5.50 | 08/15/39 | 3,545,720 |
| 1,510 | Victoria Independent School District, Unlimited Tax School Building Ser 2008 (PSF Insd) | 5.00 | 02/15/24 | 1,591,706 |
| | | | | 68,351,152 |

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|-------------|
| | Utah (1.9%) | | | |
| 5,000 | Intermountain Power Agency, Utah, 2003 Ser A (FSA Insd) | 5.00 | 07/01/21 | 5,237,050 |
| | Virginia (1.1%) | | | |
| 3,000 | Richmond Metropolitan Authority, Refg Ser 2002 (FGIC Insd) | 5.25 | 07/15/22 | 3,160,680 |
| | Washington (12.3%) | | | |
| 6,000 | Cowlitz County, Public Utility District # 1, Production Ser 2006 (MBIA Insd) | 5.00 | 09/01/31 | 5,519,880 |
| 5,000 | King County, Sewer Refg 2001 (FGIC Insd) | 5.00 | 01/01/31 | 4,732,300 |
| 8,025 | Port of Seattle, Passenger Facility Ser 1998 A (MBIA Insd) | 5.00 | 12/01/23 | 7,739,309 |
| 5,000 | Port of Seattle, Ser 2001 B (AMT) (MBIA Insd) | 5.625 | 02/01/24 | 4,792,400 |
| 2,890 | Seattle, Water Refg 2003 (MBIA Insd) | 5.00 | 09/01/20 | 3,028,287 |
| 2,870 | Seattle, Water Refg 2003 (MBIA Insd) | 5.00 | 09/01/23 | 2,952,713 |
| 2,500 | Spokane School District #81, Ser 2005 (MBIA Insd) | 5.13 (e) | 12/01/23 | 2,603,625 |
| 4,300 | Washington State Motor Vehicle Fuel Tax, Ser 2004F (AMBAC Insd) | 0.00 | 12/01/29 | 1,359,359 |
| 2,000 | Washington State Health Care Facilities Authority, Kadlec Medical Center Ser 2006 A (AGC Insd) | 5.00 | 12/01/30 | 1,727,640 |
| | | | | 34,455,513 |
| | West Virginia (1.1%) | | | |
| 2,900 | West Virginia Water Development Authority, Loan Program II Refg Ser 2003 B (AMBAC Insd) | 5.25 | 11/01/23 | 2,997,092 |
| | Total Tax-Exempt Municipal Bonds (Cost \$453,659,261) | | | 434,994,438 |
| NUMBER OF SHARES (000) | | | | |
| | Short-Term Investment (f) (2.2%) Investment Company | | | |
| 6,225 | Morgan Stanley Institutional Liquidity Funds Tax-Exempt Portfolio Institutional Class (Cost | | | 6,225,322 |

\$6,225,322)

Total Investments (*Cost \$459,884,583*) 441,219,760

PRINCIPAL
AMOUNT
IN
THOUSANDS

Floating Rate Note Obligations Related to Securities Held (-19.5%)

(54,645) Notes with interest rates ranging from 0.48% to 2.28% at January 31, 2009 and contractual maturities of collateral ranging from 11/01/22 to 10/01/37 (g) (*Cost \$(54,645,000)*) (54,645,000)

Total Net Investments (*Cost \$405,239,583*) (*h*) (*i*) 138.0% 386,574,760

Other Assets in Excess of Liabilities 0.9 2,429,749

Preferred Shares of Beneficial Interest (38.9) (108,863,672)

Net Assets Applicable to Common Shareholders 100.0% 280,140,837

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.

ETM Escrow to Maturity.

WI Securities purchased on a when-issued basis.

- (a) Underlying securities related to inverse floaters entered into by the Trust.*
- (b) Capital appreciation bond.*
- (c) Currently a zero coupon security; will convert to 5.30% on June 15, 2012.*
- (d) A portion of this security has been physically segregated in connection with open futures contracts in the amount of \$735,877.*
- (e) Prerefunded to call date shown.*
- (f) The Fund invests in Morgan Stanley Institutional Liquidity Funds Tax-Exempt Portfolio Institutional Class, an open-end management investment company managed by the Investment Adviser. Investment Advisory fees paid by the Fund are reduced by an amount equal to the advisory and administrative service fees paid by Morgan Stanley Institutional Liquidity Funds Tax-Exempt Portfolio Institutional Class with respect to assets invested by the Fund in Morgan Stanley Institutional Liquidity Funds Tax-Exempt Portfolio Institutional Class.*
- (g) Floating Rate Note Obligations Related to Securities Held The Fund enters into transactions in which it transfers to Dealer Trusts (Dealer Trusts), fixed rate bonds in exchange for cash and residual interests in the Dealer Trusts assets and cash flows, which are in the form of inverse floating rate investments. The Dealer Trusts fund the purchases of the fixed rate bonds by issuing floating rate notes to third parties and allowing the Fund to retain residual interest in the bonds. The Fund enters into shortfall agreements with the Dealer Trusts which commit the Fund to pay the Dealer Trusts, in certain circumstances, the difference between the liquidation value of the fixed rate bonds held by the Dealer Trusts and the liquidation value of the floating rate notes held by third parties, as well as any shortfalls in interest cash flows. The residual interests held by the Fund (inverse floating rate investments) include the right of the Fund (1) to cause the holders of the floating rate notes to tender their notes at par at the next interest rate reset date, and (2) to transfer the municipal bond from the Dealer Trusts to the Fund, thereby collapsing the Dealer Trusts. The Fund accounts for the transfer of bonds to the Dealer Trusts as secured borrowings, with the securities transferred remaining in the Fund s investment assets, and the related floating rate notes reflected as Fund liabilities. The notes issued by the Dealer Trusts have interest rates that reset weekly and the floating rate note holders have the option to tender their notes to the Dealer Trusts for redemption at par at each reset date. At January 31, 2009, Fund investments with a value of \$85,193,337 are held by the Dealer Trusts and serve as collateral for the \$54,645,000 in floating rate note obligations outstanding at that date.*
- (h) Securities have been designated as collateral in an amount equal to \$154,371,251, in connection with open futures contracts, security purchased on a when-issued basis and inverse floating rate municipal obligations.*

(i) *The aggregate cost for federal income tax purposes approximates the aggregate cost for book purposes.*

Bond Insurance:

AGC Assured Guaranty Corporation

AMBAC AMBAC Assurance Corporation.

BHAC Berkshire Hathaway Assurance Corporation.

FGIC Financial Guaranty Insurance Company.

FSA Financial Security Assurance Inc.

MBIA Municipal Bond Investors Assurance Corporation.

PSF Texas Permanent School Fund Guarantee Program.

XLCA XL Capital Assurance Inc.

FUTURES CONTRACTS OPEN AT JANUARY 31, 2009

| NUMBER OF | | DESCRIPTION, DELIVERY | UNDERLYING FACE AMOUNT AT VALUE | UNREALIZED APPRECIATION (DEPRECIATION) |
|-----------------------------|-------|---|--|--|
| CONTRACTS LONG/SHORT | | MONTH AND YEAR | | |
| 352 | Long | U.S. Treasury Notes 2 Year March 2009 | \$ 43,175,000 | \$ (730,201) |
| 119 | Long | Swap Future 5 Year March 2009 | 13,813,297 | (43,944) |
| 7 | Short | U.S. Treasury Notes 10 Year March 2009 | (1,523,375) | 1,519 |
| 38 | Short | U.S. Treasury Notes 5 Year March 2009 | (4,490,531) | 21,533 |
| 200 | Short | U.S. Treasury Bonds 30 Year March 2009 | (25,340,626) | 870,415 |
| 252 | Short | Swap Future 10 Year March 2009 | (31,448,814) | 387,853 |
| Net Unrealized Appreciation | | | | \$ 507,175 |

MS Insured Municipal Income Trust
Notes to the Portfolio of Investments

FAS 157

1/31/2009

The Fund adopted Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157, *Fair Value Measurements* (SFAS 157), effective November 1, 2008. In accordance with SFAS 157, fair value is defined as the price that the Fund would receive to sell an investment or pay to transfer a liability in a timely transaction with an independent buyer in the principal market, or in the absence of a principal market the most advantageous market for the investment or liability. SFAS 157 establishes a three-tier hierarchy to distinguish between (1) inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the reporting entity (observable inputs) and (2) inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing an asset or liability developed based on the best information available in the circumstances (unobservable inputs) and to establish classification of fair value measurements for disclosure purposes. Various inputs are used in determining the value of the Fund's investments. The inputs are summarized in the three broad levels listed below.

Level 1 quoted prices in active markets for identical investments

Level 2 other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities and the determination of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to each security.

The following is a summary of the inputs used as of January 31, 2009 in valuing the Fund's investments carried at value:

| | Total | Fair Value Measurements at January 31, 2009 Using | | |
|------------------------------|----------------|---|---|---|
| | | Quoted Prices In Active Market for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Investments in Securities | \$ 441,219,760 | \$ 6,225,322 | \$ 434,994,438 | |
| Other Financial Instruments* | 507,175 | 507,175 | | |
| Total | \$ 441,726,935 | \$ 6,732,497 | \$ 434,994,438 | |

* Other financial instruments include futures contracts.

Valuation of Investments (1) portfolio securities are valued by an outside independent pricing service approved by the Trustees. The pricing service uses both a computerized grid matrix of tax-exempt securities and and evaluations by its

staff, in each case based on information concerning market transactions and quotations from dealers which reflect the mean between the last reported bid and asked price. The portfolio securities are thus valued by reference to a combination of transactions and quotations for the same or other securities believed to be comparable in quality, coupon, maturity, type of issue, call provisions, trading characteristics and other features deemed to be relevant. The Trustees believe that timely and reliable market quotations are generally not readily available for purposes of valuing tax-exempt securities and that the valuations supplied by the pricing service are more likely to approximate the fair value of such securities; (2) futures are valued at the latest sale price on the commodities exchange on which they trade unless it is determined that such price does not reflect their market value, in which case they will be valued at their fair value as determined in good faith under procedures established by and under the supervision of the Trustees; (3) interest rate swaps are marked- to-market daily based upon quotations from market makers; (4) investments in open-end mutual funds, including the Morgan Stanley Institutional Liquidity Funds, are valued at the net asset value as of the close of each business day; and (5) short-term debt securities having a maturity date of more than sixty days at time of purchase are valued on a mark-to-market basis until sixty days prior to maturity and thereafter at amortized cost based on their value on the 61st day. Short-term debt securities having a maturity date of sixty days or less at the time of purchase are valued at amortized cost.

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.

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 Income Trust

/s/ Randy Takian

Randy Takian

Principal Executive Officer

March 19, 2009

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/ Randy Takian

Randy Takian

Principal Executive Officer

March 19, 2009

/s/ Francis Smith

Francis Smith

Principal Financial Officer

March 19, 2009