

Morningstar, Inc.  
Form 4  
April 24, 2007

# FORM 4

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

OMB APPROVAL

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

## 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 \*  
Boudos Martha Dustin

(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)  
04/24/2007

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)

Chief Financial Officer

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 Ownership (Instr. 4)
				(A) or (D)	Price		
Common Stock	04/24/2007		M	V	7,662 A \$ 14.13	41,436	D
Common Stock	04/24/2007		S <sup>(2)</sup>		100 D \$ 53.04	41,336	D
Common Stock	04/24/2007		S <sup>(2)</sup>		200 D \$ 53.05	41,136	D
Common Stock	04/24/2007		S <sup>(2)</sup>		300 D \$ 53.07	40,836	D
Common Stock	04/24/2007		S <sup>(2)</sup>		300 D \$ 53.09	40,536	D

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Common Stock	04/24/2007	<u>S</u> (2)	400	D	\$ 53.1	40,136	D
Common Stock	04/24/2007	<u>S</u> (2)	400	D	\$ 53.11	39,736	D
Common Stock	04/24/2007	<u>S</u> (2)	399	D	\$ 53.12	39,337	D
Common Stock	04/24/2007	<u>S</u> (2)	894	D	\$ 53.13	38,443	D
Common Stock	04/24/2007	<u>S</u> (2)	500	D	\$ 53.14	37,943	D
Common Stock	04/24/2007	<u>S</u> (2)	1,700	D	\$ 53.15	36,243	D
Common Stock	04/24/2007	<u>S</u> (2)	400	D	\$ 53.16	35,843	D
Common Stock	04/24/2007	<u>S</u> (2)	769	D	\$ 53.2	35,074	D
Common Stock	04/24/2007	<u>S</u> (2)	400	D	\$ 53.21	34,674	D
Common Stock	04/24/2007	<u>S</u> (2)	300	D	\$ 53.27	34,374	D
Common Stock	04/24/2007	<u>S</u> (2)	200	D	\$ 53.38	34,174	D
Common Stock	04/24/2007	<u>S</u> (2)	100	D	\$ 53.39	34,074	D
Common Stock	04/24/2007	<u>S</u> (2)	100	D	\$ 53.4	33,974	D
Common Stock	04/24/2007	<u>S</u> (2)	100	D	\$ 53.47	33,874	D
Common Stock	04/24/2007	<u>S</u> (2)	100	D	\$ 53.76	33,774	D

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

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(9-02)

**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	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	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. D S (1
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Derivative Security			(A) or Disposed of (D) (Instr. 3, 4, and 5)		Date Exercisable	Expiration Date	Title	Amount or Number of Shares
	Code	V	(A)	(D)				
Employee Stock Option (Right to Buy)	\$ 14.13	04/24/2007	M	7,662	<u>(1)</u>	03/05/2011	Common Stock	7,662

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Boudos Martha Dustin C/O MORNINGSTAR, INC. 225 WEST WACKER DRIVE CHICAGO, IL 60606			Chief Financial Officer	

## Signatures

/s/ Heidi Miller, by power of attorney 04/24/2007

\_\_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 options became exercisable in four equal installments on March 5, 2002, 2003, 2004 and 2005.
- (2) The sales reported on this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on March 21, 2007.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.