

MORGAN STANLEY QUALITY MUNICIPAL INCOME TRUST
Form N-Q
September 29, 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: 811-06591
Morgan Stanley Quality 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: July 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 Quality Municipal Income Trust
Portfolio of Investments July 31, 2009 (unaudited)

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|--------------|
| | Tax-Exempt Municipal Bonds (173.4%) | | | |
| | Alaska (0.8%) | | | |
| \$ 4,000 | Northern Tobacco Securitization Corporation, Asset Backed Ser 2006 A | 5.00 | 06/01/46 | \$ 2,188,280 |
| | Arizona (6.1%) | | | |
| 2,000 | Arizona Transportation Board, Highway Refg Ser 2002 A | 5.25 | 07/01/19 | 2,179,360 |
| 650 | Maricopa County, Pollution Control Corp., 2009 Ser A | 6.00 | 05/01/29 | 661,375 |
| 3,000 | Phoenix Civic Improvement Corporation, Airport Ser 2002 B (AMT) (FGIC Insd) | 5.25 | 07/01/32 | 2,700,930 |
| 3,800 | Phoenix Civic Improvement Corporation, Jr Lien Water Ser 2002 (FGIC Insd) | 5.00 | 07/01/26 | 3,816,188 |
| 6,000 | Salt River Project Agricultural Improvement & Power District, 2002 Ser B (a) | 5.00 | 01/01/31 | 6,153,699 |
| 2,000 | Surprise Municipal Property Corporation Ser 2007 | 4.90 | 04/01/32 | 1,522,240 |
| | | | | 17,033,792 |
| | California (27.2%) | | | |
| 1,575 | Alhambra Unified School District 2009 Ser B (g) | 0.00 | 08/01/35 | 283,169 |
| 2,545 | Alhambra Unified School District 2009 Ser B (g) | 0.00 | 08/01/36 | 430,589 |
| 2,000 | California Health Facilities Financing Authority, Cedars-Sinai Medical Center Ser 2005 | 5.00 | 11/15/34 | 1,745,920 |
| 2,000 | California Health Facilities Financing Authority, Kaiser Permanente Ser 2006 A | 5.25 | 04/01/39 | 1,763,060 |
| 5,000 | California Infrastructure & Economic Development Bank, Bay Area Toll Bridges First Lien Ser 2003 (a) | 5.00 | 01/01/28(b) | 5,692,580 |
| 3,000 | California Infrastructure & Economic Development Bank, The Scripps Research Institute Ser 2005 A | 5.00 | 07/01/29 | 3,005,970 |
| 6,000 | | 6.875 | 11/01/27 | 6,002,160 |

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| | | | | |
|--------|--|-------|----------|-----------|
| | California Pollution Control Financing Authority, Keller Canyon Landfill Co/Browning-Ferris Industries Inc Ser 1992 (AMT) | | | |
| 5,000 | California State Economic Recovery Ser 2004 A | 5.00 | 07/01/16 | 5,128,850 |
| 4,000 | California Statewide Communities Development, Baptist University Ser 2007 A | 5.40 | 11/01/27 | 2,844,080 |
| 5,000 | California Statewide Communities Development, John Muir Health Ser 2006 A | 5.00 | 08/15/32 | 4,335,150 |
| 5,000 | California, Various Purpose Dtd 05/01/03 | 5.25 | 02/01/19 | 5,199,100 |
| 4,685 | Dry Creek Joint Elementary School District Election 2008 E Ser 2009 (g) | 0.00 | 08/01/40 | 568,103 |
| 4,535 | Dry Creek Joint Elementary School District Election 2008 E Ser 2009 (g) | 0.00 | 08/01/41 | 513,090 |
| 6,000 | Golden State Tobacco Securitization Corporation, Enhanced Asset Backed Ser 2005 A (AMBAC Insd) | 5.00 | 06/01/29 | 5,111,100 |
| 1,150 | Golden State Tobacco Securitization Corporation, Enhanced Asset Backed Ser 2007 A | 5.75 | 06/01/47 | 690,173 |
| 5,100 | Golden State Tobacco Securitization Corporation, Enhanced Asset Backed Ser 2007 A-1 | 5.125 | 06/01/47 | 2,757,774 |
| 4,000 | Los Angeles Ser 2004 A (NATL-RE Insd) | 5.00 | 09/01/24 | 4,139,400 |
| 1,745 | Moreland School District, Santa Clara County 2006 Ser C (AMBAC Insd) (g) | 0.00 | 08/01/29 | 457,591 |
| 1,270 | Oak Grove School District, Santa Clara County Election 2008 Ser A | 0.00 | 08/01/28 | 376,682 |
| 1,000 | Port of Oakland Ser 2002 L (AMT) (FGIC Insd) | 5.00 | 11/01/21 | 916,630 |
| 4,000 | Port of Oakland Ser 2002 L (AMT) (FGIC Insd) | 5.00 | 11/01/32 | 3,256,400 |
| 22,685 | San Bernardino Community College District Election 2002 Ser B (g) | 0.00 | 08/01/44 | 2,133,071 |
| 1,000 | San Diego County, Burnham Institute for Medical Research Ser 2006 (COPs) | 5.00 | 09/01/34 | 737,030 |
| 3,720 | San Diego County Water Authority Ser 2002 A (COPs) (NATL-RE Insd) | 5.00 | 05/01/27 | 3,751,322 |
| 960 | San Francisco City and County, Laguna Honda Hospital Refg Ser 2008 R3 (AGC Insd) (a) | 5.00 | 06/15/28 | 965,966 |
| 720 | San Rafael City Elementary School District, Marin County Election 2002 Ser B (g) | 0.00 | 08/01/25 | 286,639 |
| 16,000 | Silicon Valley Tobacco Securitization Authority Tobacco Settlement, Santa Clara Tobacco Securitization Corp Ser 2007 (g) | 0.00 | 06/01/36 | 1,120,000 |
| 5,000 | Tobacco Securitization Authority of Northern California, Sacramento County Tobacco Securitization Corporation Ser 2006 A-1 | 5.00 | 06/01/37 | 3,019,550 |
| 1,350 | Twin Rivers Unified School District, Ser 2009 (BANs) (g) | 0.00 | 04/01/14 | 1,071,144 |

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| | | | | |
|--------|---|------|----------|------------|
| 500 | University of California, 2009 Ser 0 | 5.25 | 05/15/39 | 511,490 |
| 2,760 | University of California Ser 2007-J (FSA Insd) | | | |
| | (a) | 4.50 | 05/15/31 | 2,492,945 |
| 2,240 | University of California Ser 2007-J (FSA Insd) | | | |
| | (a) | 4.50 | 05/15/35 | 1,978,317 |
| 10,100 | William S. Hart Union High School District, Los Angeles County Election 2008 Ser A (g) | 0.00 | 08/01/32 | 2,228,262 |
| | | | | 75,513,307 |

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|------------|
| | Colorado (3.9%) | | | |
| 1,750 | Boulder County, University Corp for Atmospheric Research Ser 2002 (NATL-RE Insd) | 5.375 | 09/01/18 | 1,861,230 |
| 1,750 | Boulder County, University Corp for Atmospheric Research Ser 2002 (NATL-RE Insd) | 5.375 | 09/01/21 | 1,861,125 |
| 2,000 | Colorado Educational & Cultural Facilities Authority, Peak to Peak Charter School Refg & Impr Ser 2004 (XLCA Insd) | 5.25 | 08/15/34 | 1,773,820 |
| 2,000 | Colorado Health Facilities Authority, Adventist/Sunbelt Ser 2006 D | 5.25 | 11/15/35 | 1,865,080 |
| 1,820 | Denver Airport System Ser 2006 B (AMT) | 5.00 | 11/15/12 | 1,905,467 |
| 1,590 | Denver Convention Center Hotel Authority, Refg Ser 2006 (XLCA Insd) | 5.00 | 12/01/30 | 1,221,406 |
| 265 | Public Authority For Colorado Energy, Natural Gas Ser 2008 | 6.25 | 11/15/28 | 256,332 |
| | | | | 10,744,460 |
| | Connecticut (1.7%) | | | |
| 5,000 | Connecticut Housing Finance Authority, SubSer A-2 (AMT) | 5.15 | 05/15/38 | 4,775,900 |
| | Delaware (0.3%) | | | |
| 1,000 | New Castle County, Newark Charter School Inc Ser 2006 | 5.00 | 09/01/36 | 735,630 |
| | District of Columbia (1.8%) | | | |
| 6,000 | District of Columbia Ballpark Ser 2006 B-1 (FGIC Insd) | 5.00 | 02/01/31 | 4,905,540 |
| | Florida (8.9%) | | | |
| 2,000 | Broward County School Board, Ser 2001 A (COPs) (FSA Insd) | 5.00 | 07/01/26 | 2,004,760 |
| 3,000 | Highlands County Health Facilities Authority, Adventist Health/ Sunbelt Ser 2006 C | 5.25 | 11/15/36 | 2,840,032 |
| 3,300 | Jacksonville Electric Authority, St Johns Power Park Refg Issue 2 Ser 17 | 5.00 | 10/01/18 | 3,370,620 |
| 1,500 | Lee County Industrial Development Authority, Shell Point Village/ The Alliance Community | 5.125 | 11/15/36 | 933,645 |

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|--------|---|-------|----------|------------|
| | for Retirement Living Inc, Ser 2006 | | | |
| 2,000 | Miami-Dade County, Building Better Communities Program Ser 2008 B-1 | 6.00 | 07/01/38 | 2,085,360 |
| 1,250 | Miami-Dade County, Miami International Airport Ser 2009 A | 5.00 | 10/01/25 | 1,257,838 |
| 1,200 | Palm Beach County, Solid Waste Authority Ser 2009 (BHAC Insd) | 5.50 | 10/01/23 | 1,324,800 |
| 12,000 | South Miami Health Facilities Authority, Baptist Health South Florida Ser 2007 | 5.00 | 08/15/42 | 10,772,520 |
| | | | | 24,589,575 |
| | Georgia (4.1%) | | | |
| 2,000 | Atlanta, Airport Ser 2004 J (FSA Insd) | 5.00 | 01/01/34 | 1,983,200 |
| 6,000 | Georgia State Road & Tollway Authority Ser 2004 | 5.00 | 10/01/22 | 6,366,180 |
| 3,000 | Georgia State Road & Tollway Authority Ser 2004 | 5.00 | 10/01/23 | 3,171,360 |
| | | | | 11,520,740 |
| | Hawaii (3.7%) | | | |
| 10,000 | Honolulu City & County Ser 2003 A (NATL-RE Insd) (a) | 5.25 | 03/01/26 | 10,318,750 |
| | | | | 10,318,750 |
| | Idaho (1.3%) | | | |
| 35 | Idaho Housing Agency, 1992 Ser E (AMT) | 6.75 | 07/01/12 | 35,069 |
| 745 | Idaho Housing & Finance Association, 2000 Ser E (AMT) | 6.00 | 01/01/32 | 762,835 |
| 2,600 | Idaho Housing & Finance Association 2008 Ser A | 5.25 | 07/15/23 | 2,800,772 |
| | | | | 3,598,676 |
| | Illinois (5.0%) | | | |
| 4,000 | Chicago, O Hare Int 1 Airport Third Lien Ser 2003 B-2 (AMT) (FSA Insd) | 5.75 | 01/01/23 | 4,052,600 |
| 830 | Illinois Finance Authority, Northwestern Memorial Hospital Ser 2009 B | 5.00 | 08/15/16 | 894,184 |
| 645 | Illinois Finance Authority, Rush University Medical Center Obligated Group Ser 2009 A | 7.25 | 11/01/38 | 679,978 |
| 6,000 | Illinois, First Ser 2002 (NATL-RE Insd) | 5.375 | 07/01/20 | 6,228,120 |
| 2,000 | Schaumburg Ser 2004 B (FGIC Insd) | 5.25 | 12/01/34 | 2,027,680 |
| | | | | 13,882,562 |
| | Indiana (6.5%) | | | |
| 10,000 | Indiana Bond Bank, Revolving Fund Ser 2001 A | 5.00 | 02/01/23 | 10,411,000 |
| 6,000 | | 5.25 | 02/15/40 | 5,245,020 |

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|-------|--|------|----------|------------|
| | Indiana Health & Educational Facility Financing Authority, Clarian Health Ser 2006 A | | | |
| 1,400 | Marion County Convention & Recreational Facilities Authority, Refg Ser 2003 A (AMBAC Insd) | 5.00 | 06/01/21 | 1,417,472 |
| 820 | Rockport Indiana Michigan Power Company Project, Refg Ser 2009 B | 6.25 | 06/01/25 | 859,180 |
| | | | | 17,932,672 |
| | Iowa (1.4%) | | | |
| 2120 | Iowa State LJOBS Program Ser 2009 A (a) | 5.00 | 06/01/25 | 2,277,584 |
| 1590 | Iowa State LJOBS Program Ser 2009 A (a) | 5.00 | 06/01/26 | 1,695,228 |
| | | | | 3,972,812 |
| | Kansas (1.2%) | | | |
| 730 | Kansas Development Finance Authority, Adventist Health System Sunbelt Obligated Group Ser 2009 C | 5.50 | 11/15/29 | 736,212 |

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| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|-----------|
| 3,000 | University of Kansas Hospital Authority, KU Health Ser 2002 | 4.50 | 09/01/32 | 2,613,840 |
| | | | | 3,350,052 |
| | Kentucky (1.8%) | | | |
| 5,000 | Louisville & Jefferson County Metropolitan Sewer District, Ser 1999 A (FGIC Insd) | 5.75 | 05/15/33 | 5,047,450 |
| | Louisiana (0.5%) | | | |
| 1,500 | Louisiana Offshore Terminal Authority, Deepwater Port Ser 2007 B-2 | 4.30 | 10/01/37 | 1,518,390 |
| | Maryland (2.5%) | | | |
| 1,105 | Baltimore County, Oak Crest Village Ser 2007 A | 5.00 | 01/01/37 | 951,902 |
| 2,885 | Maryland Health & Higher Educational Facilities Authority, King Farm Presbyterian Community 2006 Ser B | 5.00 | 01/01/17 | 2,419,765 |
| 1,700 | Maryland Health & Higher Educational Facilities Authority, University of Maryland Medical Ser 2006 A | 5.00 | 07/01/41 | 1,465,944 |
| 2,000 | Northeast Maryland Waste Disposal Authority, Montgomery County Ser 2003 (AMT) (AMBAC Insd) | 5.50 | 04/01/16 | 2,091,540 |
| | | | | 6,929,151 |
| | Massachusetts (0.6%) | | | |
| 1,600 | Massachusetts Health and Educational Facilities Authority, Boston College 2008 Ser M-2 | 5.50 | 06/01/30 | 1,791,568 |
| | Michigan (3.9%) | | | |
| 1,735 | Michigan Hospital Finance Authority, Henry Ford Health Refg Ser 2006 A | 5.25 | 11/15/46 | 1,329,096 |
| 5,000 | Michigan Strategic Fund, Detroit Edison Co Ser 2001 C (AMT) | 5.65 | 09/01/29 | 4,480,450 |
| 3,000 | Wayne County, Detroit Metropolitan Wayne County Airport Refg Ser 2002 D (AMT) (FGIC Insd) | 5.50 | 12/01/17 | 3,024,990 |
| 1,855 | | 5.00 | 11/15/25 | 1,919,109 |

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|-------|--|-------|----------|------------|
| | Wayne State University, Refg Ser 2008 (FSA Insd) | | | 10,753,645 |
| | Minnesota (0.7%) | | | |
| 2,000 | Western Minnesota Municipal Power Agency, 2003 Ser A (NATL-RE Insd) | 5.00 | 01/01/30 | 1,977,220 |
| | Missouri (0.5%) | | | |
| 1,500 | Missouri Health & Educational Facilities Authority, Lutheran Senior Services Ser 2005 A | 5.375 | 02/01/35 | 1,159,500 |
| 150 | Missouri Housing Development Commission, Homeownership Ser 2000 B-1 (AMT) | 6.25 | 03/01/31 | 155,299 |
| | | | | 1,314,799 |
| | Montana (1.0%) | | | |
| 2,705 | Montana Board of Housing, 2000 Ser B (AMT) | 6.00 | 12/01/29 | 2,741,598 |
| | Nevada (4.3%) | | | |
| 2,000 | Clark County, Airport SubLien Ser 2004 A-1 (AMT) (FGIC Insd) | 5.50 | 07/01/20 | 1,990,180 |
| 1,000 | Clark County, Jet Aviation Fuel Tax Ser 2003 C (AMT) (AMBAC Insd) | 5.375 | 07/01/19 | 969,700 |
| 1,100 | Clark County, Jet Aviation Fuel Tax Ser 2003 C (AMT) (AMBAC Insd) | 5.375 | 07/01/20 | 1,057,793 |
| 2,000 | Clark County, Jet Aviation Fuel Tax Ser 2003 C (AMT) (AMBAC Insd) | 5.375 | 07/01/22 | 1,893,800 |
| 640 | Las Vegas Redevelopment Agency, Tax Increment Ser 2009 A | 6.25 | 06/15/16 | 677,613 |
| 5,345 | Las Vegas Valley Water District, Water Impr Refg Ser 2003 A (FGIC Insd) | 5.25 | 06/01/20 | 5,485,253 |
| | | | | 12,074,339 |
| | New Hampshire (0.2%) | | | |
| 655 | New Hampshire Business Finance Authority, Ser 2009 | 7.125 | 07/01/27 | 674,244 |
| | New Jersey (9.3%) | | | |
| 2,000 | New Jersey Economic Development Authority, School Facilities Construction Refd 2005 Ser N | 5.50 | 09/01/24 | 2,164,640 |
| 1,555 | New Jersey Housing Mortgage Finance Authority, Home Buyer Ser 2000 CC (AMT) (NATL-RE Insd) | 5.875 | 10/01/31 | 1,561,718 |
| 5,000 | New Jersey Transportation Trust Fund Authority, 1999 Ser A | 5.75 | 06/15/20 | 5,498,100 |
| 1,500 | | 5.00 | 01/01/27 | 1,525,530 |

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|--------|--|-------|----------|------------|
| | New Jersey Turnpike Authority, Ser 2003 A (FGIC Insd) (c) | | | |
| 10,000 | Passaic Valley Sewerage Commissioners Ser F (FGIC Insd) | 5.00 | 12/01/20 | 9,329,600 |
| 5,000 | Tobacco Settlement Financing Corporation Ser 2007-1 A | 4.625 | 06/01/26 | 3,464,050 |
| 6,000 | Tobacco Settlement Financing Corporation Ser 2007-1 B (g) | 0.00 | 06/01/41 | 263,760 |
| 2,000 | University of Medicine & Dentistry Ser 2004 (COPs) (NATL-RE Insd) | 5.25 | 06/15/23 | 1,947,060 |
| | | | | 25,754,458 |
| | New York (25.4%) | | | |
| 10,000 | Metropolitan Transportation Authority, Transportation Refg Ser 2002 A (FGIC Insd) | 5.00 | 11/15/25 | 10,080,600 |
| 2,380 | New York City, 2009 Subser A-1 (a) | 5.25 | 08/15/27 | 2,478,333 |
| 2,380 | New York City, 2009 Subser A-1 (a) | 5.25 | 08/15/28 | 2,478,334 |
| 2,040 | New York City Transitional Finance Authority, 2010 Subser A-1 (a) | 5.00 | 05/01/28 | 2,107,891 |
| 1,635 | New York City Transitional Finance Authority, 2010 Subser A-1 (a) | 5.00 | 05/01/29 | 1,689,413 |

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| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|--|----------------|------------------|------------|
| 1,635 | New York City Transitional Finance Authority, 2010 Subser A-1 (a) | 5.00 | 05/01/30 | 1,689,413 |
| 3,500 | New York City Municipal Water Finance Authority, Ser A-2003 | 5.375 | 06/15/19 | 3,793,510 |
| 18,000 | New York City Municipal Water Finance Authority, 2002 Ser B (a) | 5.00 | 06/15/26 | 18,213,720 |
| 10,000 | New York City Municipal Water Finance Authority, 2004 Ser A | 5.00 | 06/15/35 | 10,013,400 |
| 1,935 | New York City Trust for Cultural Resources, Museum of Modern Art Refg Ser 2008 1A (a) | 5.00 | 04/01/26 | 2,039,751 |
| 2,815 | New York City Trust for Cultural Resources, Museum of Modern Art Refg Ser 2008 1A (a) | 5.00 | 04/01/27 | 2,967,389 |
| 1,100 | New York State Dormitory Authority, Court Facilities Lease Ser 2005 A | 5.50 | 05/15/29 | 1,157,156 |
| 2,000 | Seneca Nation of Indians Ser 2007 A (d) | 5.00 | 12/01/23 | 1,498,320 |
| 5,000 | Tobacco Settlement Financing Corporation, State Contingency Ser 2003 B-1C | 5.50 | 06/01/17 | 5,165,900 |
| 5,000 | Triborough Bridge & Tunnel Authority Refg 2002 E (NATL-RE Insd) (a) | 5.25 | 11/15/22 | 5,185,604 |
| | | | | 70,558,734 |
| | North Carolina (1.7%) | | | |
| 4,500 | Charlotte, Water & Sewer Ser 2001 | 5.125 | 06/01/26 | 4,637,745 |
| | North Dakota (0.8%) | | | |
| 2,750 | Ward County, Trinity Ser 2006 | 5.125 | 07/01/29 | 2,155,890 |
| | Ohio (5.9%) | | | |
| 5,100 | American Municipal Power Ohio, Inc., Prairie State Energy Campus Ser 2008 A (AGC Insd) (a) | 5.25 | 02/15/33 | 5,177,271 |
| 5,370 | Cuyahoga County, Cleveland Clinic Ser 2003 A | 6.00 | 01/01/32 | 5,591,512 |
| 3,000 | Lorain County, Catholic Healthcare Partners Ser 2001 A | 5.625 | 10/01/17 | 3,097,410 |
| 2,000 | Ohio State University, General Receipts Ser 2002 A | 5.125 | 12/01/31 | 2,013,540 |
| 410 | Ohio State Water Development Authority 2009 Ser A | 5.875 | 06/01/33 | 426,503 |
| | | | | 16,306,236 |

| | | | | |
|------------------------------|---|---------|----------|------------|
| Oklahoma (0.4%) | | | | |
| 1,500 | Oklahoma Development Finance Authority, Great Plains Medical Center Ser 2007 | 5.125 | 12/01/36 | 1,111,695 |
| Oregon (0.3%) | | | | |
| 685 | Oregon Department of Administrative Services 2009 Ser A | 5.25 | 04/01/24 | 755,651 |
| Pennsylvania (0.9%) | | | | |
| 4,000 | Allegheny County Redevelopment Authority, West Penn Allegheny Health Ser 2007 A | 5.375 | 11/15/40 | 2,410,760 |
| Puerto Rico (0.5%) | | | | |
| 1,375 | Puerto Rico, Sales Tax Financing 2009 Subser A | 5.00(e) | 08/01/39 | 1,398,526 |
| South Carolina (5.8%) | | | | |
| 3,000 | Charleston Educational Excellence Financing Corporation, Charleston County School District Ser 2005 | 5.25 | 12/01/29 | 3,040,080 |
| 70 | Lexington County Health Services District, Lexmed Inc, Ser 2007 A | 5.00 | 11/01/16 | 73,184 |
| 5,000 | South Carolina Public Service Authority, Refg Ser 2002 D (FSA Insd) | 5.00 | 01/01/20 | 5,317,300 |
| 7,000 | South Carolina Public Service Authority, Refg Ser 2003 A (AMBAC Insd) (a) | 5.00 | 01/01/22 | 7,207,601 |
| 345 | Richland County, Environmental Improvement, International Paper Company Ser 2007 A | 4.60 | 09/01/12 | 337,959 |
| | | | | 15,976,124 |
| Tennessee (0.6%) | | | | |
| 1,620 | Tennessee Energy Acquisition Corporation Ser 2006 A | 5.25 | 09/01/19 | 1,556,545 |
| Texas (20.8%) | | | | |
| 2,000 | Alliance Airport Authority, Federal Express Corp Refg Ser 2006 (AMT) | 4.85 | 04/01/21 | 1,708,060 |
| 2,500 | Arlington City, Special Tax Ser 2009 | 5.00 | 08/15/28 | 2,460,750 |
| 10,000 | Austin, Water & Wastewater Rrfg Sec 2001 A & B (FSA Insd) (a) (d) | 5.125 | 05/15/27 | 10,105,155 |
| 5,100 | Board of Regents of the University of Houston System Ser 2008 (FSA Insd) (a) | 5.00 | 02/15/33 | 5,135,173 |

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|--------|--|-------|----------|------------|
| 2,380 | Harris County, Toll Road Unlimited Tax Ser 2007 C | 5.25 | 08/15/31 | 2,596,295 |
| 6,000 | Houston, Airport Sub Lien Ser 2000 A (AMT) (FSA Insd) | 5.875 | 07/01/17 | 6,063,660 |
| 5,000 | Houston, Airport Sub Lien Ser 2000 A (AMT) (FSA Insd) | 5.625 | 07/01/30 | 4,870,850 |
| 5,120 | Houston, Combined Utility First Lien Refg 2004 Ser A (FGIC Insd) | 5.25 | 05/15/23 | 5,325,926 |
| 8,600 | North Texas Tollway Authority Refg First Tier Ser 2008 D (g) | 0.00 | 01/01/28 | 2,828,626 |
| 1,650 | North Texas Tollway Authority Refg First Tier Ser 2008 D (g) | 0.00 | 01/01/31 | 437,069 |
| 13,960 | San Antonio, Water & Refg Ser 2001 (FGIC Insd) | 5.00 | 05/15/26 | 14,058,697 |
| 2,000 | Tarrant County Cultural Educational Facilities Finance Corp, Air Force Village II Inc Ser 2007 | 5.125 | 05/15/37 | 1,439,300 |
| 530 | Texas Municipal Gas Acquisition and Supply Corp. Ser 2008 D | 6.25 | 12/15/26 | 512,531 |
| | | | | 57,542,092 |
| | Vermont (0.7%) | | | |
| 2,500 | Vermont Economic Development Authority, Wake Robin Corp Ser 2006 A | 5.375 | 05/01/36 | 1,839,300 |

| PRINCIPAL AMOUNT IN THOUSANDS | | COUPON RATE | MATURITY DATE | VALUE |
|--|---|----------------|------------------|-------------|
| | Virginia (1.4%) | | | |
| 2,000 | Fairfax County Economic Development Authority, Goodwin House Inc Ser 2007 | 5.125 | 10/01/42 | 1,524,960 |
| 1,450 | Henrico County Economic Development Authority, Residential Care Facility, Westminster Canterbury-Management Corp Ser 2006 | 5.00 | 10/01/27 | 1,170,875 |
| 1,750 | Henrico County Economic Development Authority, Residential Care Facility, Westminster Canterbury-Management Corp Ser 2006 | 5.00 | 10/01/35 | 1,315,615 |
| | | | | 4,011,450 |
| | Washington (9.0%) | | | |
| 5,000 | Energy Northwest, ColuNATL-RE Refg Ser 2001 C (NATL-RE Insd) | 5.75 | 07/01/18 | 5,483,100 |
| 5,000 | Grant County Public Utility District #2, Electric Refg Ser 2001 H (FSA Insd) | 5.375 | 01/01/18 | 5,299,900 |
| 3,510 | Port of Seattle, Passenger Facility Ser 1998 A (NATL-RE Insd) | 5.00 | 12/01/23 | 3,474,373 |
| 2,500 | Spokane School District #81 Ser 2005 (NATL-RE Insd) (g) | 0.00(e) | 06/01/23 | 2,660,825 |
| 3,725 | Washington State, Various Purpose Ser 2010 A (a) | 5.00 | 08/01/29 | 3,885,683 |
| 3,915 | Washington State, Various Purpose Ser 2010 A (a) | 5.00 | 08/01/30 | 4,083,879 |
| | | | | 24,887,760 |
| | Total Tax-Exempt Municipal Bonds (Cost \$500,204,019) | | | 480,788,118 |
| NUMBER OF SHARES (000) | | | | |
| | Short-Term Investment (f) (2.5%) <i>Investment Company</i> | | | |
| 6,882 | Morgan Stanley Institutional Liquidity Funds Tax-Exempt Portfolio Institutional Class (Cost \$6,881,704) | | | 6,881,704 |

| | | |
|--|--------|----------------|
| Total Investments (Cost \$507,085,723) (i) (j) | 175.9% | 487,669,822 |
| Other Assets in Excess of Liabilities | 3.9 | 10,822,620 |
| Floating Rate Note and Dealer Trusts Obligations Related to Securities Held Notes with interest rates ranging from 0.31% to 0.71% at July 31, 2009 and contractual maturities of collateral ranging from 01/01/22 to 07/01/36 (h) (Cost (\$66,824,000)) | -24.1 | (66,824,000) |
| Preferred Shares of Beneficial Interest | (55.7) | (154,500,000) |
| Net Assets Applicable to Common Shareholders | 100.0% | \$ 277,168,442 |

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.

(a) Underlying
security related
to inverse
floater entered
into by the
Fund.

(b) Prerefunded to
call date shown.

(c) A portion of this
security has
been physically
segregated in
connection with
open futures
contracts.

(d) Resale is
restricted to
qualified
institutional
investors.

(e) Security is a
Step-up bond

where the coupon increases on a predetermined future date.

- (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)

Capital appreciation bond.

- (h) *Floating rate note and dealer trusts obligations related to securities held*
The Trust 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 Trust to retain residual interest in the bonds. The Trust enters into shortfall agreements with the Dealer Trusts which commit the Trust 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 Trust (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 Trust, thereby collapsing the Dealer Trusts.

The Trust accounts for the transfer of bonds to the Dealer Trusts as secured borrowings, with the securities transferred remaining in the Trust's investment assets, and the related floating rate notes reflected as Trust 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 July 31, 2009, Trust investments with a value of \$106,019,678 are held by the Dealer Trusts and serve as collateral for the \$66,824,000 in floating rate note obligations outstanding at that date.

(i)

Securities have been designated as collateral in connection with open futures contracts and inverse floating rate municipal obligations.

- (j) *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.

FGIC Financial Guaranty Insurance Company.

FSA Financial Security Assurance Inc.

NATL-RE National Public Finance Guarantee Corporation.

XLCA XL Capital Assurance Inc.

Futures Contracts Open at July 31, 2009:

| NUMBER OF CONTRACTS | LONG/SHORT | DESCRIPTION, DELIVERY MONTH AND YEAR | UNDERLYING FACE AMOUNT AT VALUE | UNREALIZED |
|---------------------------|------------|--|--|---------------------------------|
| | | | | APPRECIATION/ (DEPRECIATION) |
| 14 | Long | U.S. Treasury Notes 5 Year September 2009 | \$ 1,615,359 | \$ (313) |
| 4 | Long | U.S. Treasury Bond 2 Year September 2009 | 866,312 | 366 |
| 23 | Short | U.S. Treasury Notes 10 Year September 2009 | (2,697,469) | (25,723) |
| 267 | Short | U.S. Treasury Notes 20 Year September 2009 | (31,773,000) | (982,283) |
| | | Net Unrealized Depreciation | | \$ (1,007,952) |

Morgan Stanley Quality Municipal Income Trust**Notes to the Portfolio of Investments****SFAS 157 Disclosure****7/31/2009**

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 unadjusted 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 July 31, 2009 in valuing the Fund's investments carried at value:

| Investment Type | Total | Fair Value Measurements at July 31, 2009 Using | | |
|----------------------------------|----------------------|--|---|---|
| | | Unadjusted Quoted Prices In Active Market for Identical Investments (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Assets | | | | |
| Tax-Exempt Municipal Bonds | \$480,788,118 | | \$480,788,118 | |
| Short-Term Investment Investment | | | | |
| Company | 6,881,704 | \$ 6,881,704 | | |
| Futures | 366 | 366 | | |
| Total | \$487,670,188 | \$ 6,882,070 | \$480,788,118 | |
| Liabilities | | | | |
| Futures | (\$1,008,318) | (\$1,008,318) | | |

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 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, which approximates market value.

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 Quality Municipal Income
Trust

/s/ Randy Takian
Randy Takian
Principal Executive Officer
September 17, 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
September 17, 2009

/s/ Francis Smith
Francis Smith
Principal Financial Officer
September 17, 2009