COSTAR GROUP INC Form SC 13G/A February 09, 2011

	OMB APPROVAL	
OMB Number	r:	3235-0145
Expires:	February	28, 2009
Estimated	average burder	า
hours per	response	10.4

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

SCHEDULE 13G

Under the Securities Exchange Act of 1934

(Amendment No.5) \*

COSTAR GROUP INC (Name of Issuer) Common Stock (Title of Class of Securities) 22160N109 \_\_\_\_\_\_ (CUSIP Number) December 31, 2010 \_\_\_\_\_

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

(Date Of Event which Requires Filing of this Statement)

- [x] Rule 13d-1(b)
- [ ] Rule 13d-1(c)
- [ ] Rule 13d-1(d)
- \* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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.

SEC 1745 (3-06)

JSIP No.22	160N109	13G	Page 2 of 8 Page
	OF REPORT	NG PERSON: CATION NO. OF ABOVE PERSON:	
	an Stanley S. #36-314	972	
2. CHEC	K THE APPR	PRIATE BOX IF A MEMBER OF A GR	ROUP:
(a)	[ ]		
(b)	[ ]		
3. SEC	USE ONLY:		
4. CITI:	ZENSHIP OR	PLACE OF ORGANIZATION:	
The	state of o	ganization is Delaware.	
NUMBER OF		SOLE VOTING POWER: 1,747,868	
BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH:	Υ 6.	SHARED VOTING POWER:	
	7.	SOLE DISPOSITIVE POWER: 1,881,803	
	8.		
	EGATE AMOU! 1,803	T BENEFICIALLY OWNED BY EACH F	REPORTING PERSON:
10. CHEC	K BOX IF T	E AGGREGATE AMOUNT IN ROW (9)	EXCLUDES CERTAIN SHARES:
[ ]			
11. PERCI		S REPRESENTED BY AMOUNT IN ROW	1 (9):
12. TYPE		NG PERSON:	
JSIP No.22	160N109	13G	Page 3 of 8 Page

1. NAME OF REPORTING PERSON:
 I.R.S. IDENTIFICATION NO. OF ABOVE PERSON:

	_	Stanle #13-3	y Investment Management Inc. 040307	
2.	CHECK '	THE APP	ROPRIATE BOX IF A MEMBER OF A GROUP:	
	(a) [	]		
	(b) [	]		
3.	SEC US	E ONLY:		
4.			R PLACE OF ORGANIZATION:	
	The st		organization is Delaware. 	
NUMBER OF SHARES BENEFICIALLY			SOLE VOTING POWER: 1,384,608	
OWNED BY EACH		SHARED VOTING POWER:		
P	REPORTING PERSON WITH:	7.	SOLE DISPOSITIVE POWER: 1,518,543	
			SHARED DISPOSITIVE POWER:	
9.	AGGREG		UNT BENEFICIALLY OWNED BY EACH REPORTING PERS	ON:
10.	CHECK I	BOX IF	THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERT	AIN SHARES:
11.	PERCEN' 7.3%	T OF CL	ASS REPRESENTED BY AMOUNT IN ROW (9):	
12.	TYPE O		TING PERSON:	
CUSIP	No.2216	0N109	13G Pa	ge 4 of 8 Pages
Item 1	. (	a) Na	me of Issuer:	
		CO	STAR GROUP INC	
	(1	b) Ad	dress of Issuer's Principal Executive Offices	:
		10	BETHESDA METRO CENTER TH FLOOR THESDA MD 20814	
Item 2	. (	a) Na	me of Person Filing:	
		(1	) Morgan Stanley	

	(	2) Morgan Stanley Investment Management Inc.
	(b) A	ddress of Principal Business Office, or if None, Residence:
		<ol> <li>1) 1585 Broadway         New York, NY 10036</li> <li>2) 522 Fifth Avenue         New York, NY 10036</li> </ol>
	(c) C	ditizenship:
		1) The state of organization is Delaware. 2) The state of organization is Delaware.
	(d) T	itle of Class of Securities:
	C	Common Stock
	(e) C	USIP Number:
	2	2160N109
Item 3. If this statement is filed pursuant to Sections 240.13d-1(b 240.13d-2(b) or (c), check whether the person filing is a:		
	(a) [ ]	Broker or dealer registered under Section 15 of the Act (15 U.S.C. 780).
	(b) [ ]	Bank as defined in Section 3(a)(6) of the Act (15 U.S.C. 78c).
	(c) [ ]	Insurance company as defined in Section 3(a)(19) of the Act (15 U.S.C. 78c).
	(d) [ ]	Investment company registered under Section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8).
	(e) [x]	An investment adviser in accordance with Section 240.13d-1(b)(1)(ii)(E); Morgan Stanley Investment Management Inc.
	(f) [ ]	An employee benefit plan or endowment fund in accordance with Section 240.13d-1(b)(1)(ii)(F);
	(g) [x]	A parent holding company or control person in accordance with Section 240.13d-1(b)(1)(ii)(G); Morgan Stanley
	(h) [ ]	A savings association as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813);
	(i) [ ]	A church plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3);
	(j) []	Group, in accordance with Section 13d-1(b)(1)(ii)(J).

CUSIP No.22160N109 13-G

Page 5 of 8 Pages

- Item 4. Ownership as of December 31, 2010.\*
  - (a) Amount beneficially owned:
    See the response(s) to Item 9 on the attached cover page(s).
  - (b) Percent of Class:
    See the response(s) to Item 11 on the attached cover page(s).
  - (c) Number of shares as to which such person has:
    - (i) Sole power to vote or to direct the vote: See the response(s) to Item 5 on the attached cover page(s).
    - (ii) Shared power to vote or to direct the vote: See the response(s) to Item 6 on the attached cover page(s).
    - (iii) Sole power to dispose or to direct the disposition of:
       See the response(s) to Item 7 on the attached cover page(s).
    - (iv) Shared power to dispose or to direct the disposition of: See the response(s) to Item 8 on the attached cover page(s).
- Item 5. Ownership of Five Percent or Less of a Class.

Not Applicable

Item 6. Ownership of More Than Five Percent on Behalf of Another Person.

Not Applicable

Item 7. Identification and Classification of the Subsidiary which Acquired the Security Being Reported on By the Parent Holding Company.

See Exhibit 99.2

Item 8. Identification and Classification of Members of the Group.

Not Applicable

Item 9. Notice of Dissolution of Group.

Not Applicable

Item 10. Certification.

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were acquired and are held in the ordinary course of business and were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

\* In Accordance with the Securities and Exchange Commission Release No. 34-39538 (January 12, 1998) (the "Release"), this filing reflects the securities beneficially owned, or that may be deemed to be beneficially owned, by certain operating units (collectively, the "MS Reporting Units") of Morgan Stanley and its subsidiaries and affiliates (collectively, "MS"). This filing does not reflect securities, if any, beneficially owned by any operating units of MS whose ownership of securities is disaggregated from that of the MS Reporting Units in accordance with the Release.

CUSIP No.22	160N109	13-G	Page 6 of 8 Pages	
		Signature.		
			edge and belief, I certify true, complete and correct.	
Date:	February 9, 2011			
Signature:	/s/ Michael Lees			
Name/Title:	Michael Lees/Authorized Signatory, Morgan Stanley MORGAN STANLEY			
Date:	February 9, 2011			
Signature:	/s/ Mary Ann Picciotto			
Name/Title:	Mary Ann Picciotto	/Chief Compliance Offi Investment Managemen		
	MORGAN STANLEY INV	ESTMENT MANAGEMENT INC		
EXHIBIT NO.		EXHIBITS	PAGE	
99.1		Joint Filing Agreement	7	
99.2		Item 7 Information	8	
	n. Intentional miss olations (see 18 U.		of fact constitute federal	
CUSIP No.22	160N109	13-G	Page 7 of 8 Pages	
	JO	NO. 99.1 TO SCHEDULE		
		February 9, 2011		

MORGAN STANLEY and MORGAN STANLEY INVESTMENT MANAGEMENT INC., hereby agree that, unless differentiated, this

Schedule 13G is filed on behalf of each of the parties.

MORGAN STANLEY

BY: /s/ Michael Lees

\_\_\_\_\_\_

Michael Lees/Authorized Signatory, Morgan Stanley

MORGAN STANLEY INVESTMENT MANAGEMENT INC.

BY: /s/ Mary Ann Picciotto

\_\_\_\_\_\_

Mary Ann Picciotto/Chief Compliance Officer, Morgan Stanley
Investment Management Inc.

 $^{\star}$  Attention. Intentional misstatements or omissions of fact constitute federal criminal violations (see 18 U.S.C. 1001).

CUSIP No.22160N109

13-G

Page 8 of 8 Pages

\_\_\_\_\_\_

EXHIBIT NO. 99.2

ITEM 7 INFORMATION

The securities being reported on by Morgan Stanley as a parent holding company are owned, or may be deemed to be beneficially owned, by Morgan Stanley Investment Management Inc., an investment adviser in accordance with Rule 13d-1(b)(1)(ii)(E) as amended. Morgan Stanley Investment Management Inc. is a wholly-owned subsidiary of Morgan Stanley.