

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II CSE

BROKER OR DEALER MORGAN STANLEY & CO. LLC	as of <u>04/30/16</u>
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STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION
FOR CUSTOMERS TRADING ON U.S. COMMODITY EXCHANGES

SEGREGATION REQUIREMENTS (Section 4d(2) of the CEAct) _____

1. Net ledger balance			
A. Cash		\$	8,521,920,416 7010
B. Securities (at market)			4,876,275,068 7020
2. Net unrealized profit (loss) in open futures contracts traded on a contract market			
			217,591,997 7030
3. Exchange traded options			
A. Add market value of open option contracts purchased on a contract market			617,711,141 7032
B. Deduct market value of open option contracts granted (sold) on a contract market		(353,063,320) 7033
4. Net equity (deficit) (add lines 1, 2, and 3)			
			13,880,435,302 7040
5. Accounts liquidating to a deficit and accounts with debit balances			
- gross amount	162,726,330		7045
Less: amount offset by customer owned securities	(161,536,360)		7047 1,189,970 7050
6. Amount required to be segregated (add lines 4 and 5)			
		\$	13,881,625,272 7060

FUNDS IN SEGREGATED ACCOUNTS _____

7. Deposited in segregated funds bank accounts			
A. Cash			3,806,712,260 7070
B. Securities representing investments of customers' funds (at market)			251,228 7080
C. Securities held for particular customers or option customers in lieu of cash (at market)			1,607,231,338 7090
8. Margins on deposit with derivatives clearing organizations of contract markets			
A. Cash		\$	4,147,250,268 7100
B. Securities representing investments of customers' funds (at market)			999,959,294 7110
C. Securities held for particular customers or option customers in lieu of cash (at market)			3,269,043,730 7120
9. Net settlement from (to) derivatives clearing organizations of contract markets			
			(7,143,725) 7130
10. Exchange traded options			
A. Value of open long option contracts			617,711,141 7132
B. Value of open short option contracts		(353,063,320) 7133
11. Net equities with other FCMs			
A. Net liquidating equity			2,690,465 7140
B. Securities representing investments of customers' funds (at market)			0 7160
C. Securities held for particular customers or option customers in lieu of cash (at market)			0 7170
12. Segregated funds on hand (describe: _____)			
			0 7150
13. Total amount in segregation (add lines 7 through 12)			
			14,090,642,679 7180
14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)			
		\$	209,017,407 7190
15. Management Target Amount for Excess funds in segregation			
		\$	105,000,000 7194
16. Excess (deficiency) funds in segregation over (under) Management Target Amount Excess			
		\$	104,017,407 7198

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STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION
FOR CUSTOMERS' DEALER OPTIONS ACCOUNTS

1. Amount required to be segregated in accordance with Commission regulation 32.6		\$		0	7200
2. Funds in segregated accounts					
A. Cash	\$			0	7210
B. Securities (at market)					0 7220
C. Total					0 7230
3. Excess (deficiency) funds in segregation (subtract line 2.C from line 1)		\$			0 7240

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STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FOREIGN FUTURES AND FOREIGN OPTIONS SECURED AMOUNTS

Amount required to be set aside pursuant to law, rule or regulation of a foreign government or a rule of a self-regulatory organization authorized thereunder	\$ <u>0</u>	<u>7305</u>
1. Net ledger balance - Foreign Futures and Foreign Option Trading - All Customers		
A. Cash	\$ <u>2,419,036,636</u>	<u>7315</u>
B. Securities (at market)	<u>1,651,955,956</u>	<u>7317</u>
2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade	<u>163,996,729</u>	<u>7325</u>
3. Exchange traded options		
A. Market value of open option contracts purchased on a foreign board of trade	<u>26,667,225</u>	<u>7335</u>
B. Market value of open contracts granted (sold) on a foreign board of trade	<u>(18,843,338)</u>	<u>7337</u>
4. Net equity (deficit) (add lines 1. 2. and 3.)	\$ <u>4,242,813,208</u>	<u>7345</u>
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount	\$ <u>117,763,326</u>	<u>7351</u>
Less: amount offset by customer owned securities	<u>(114,993,066)</u>	<u>7352</u>
	<u>2,770,260</u>	<u>7354</u>
6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)	\$ <u>4,245,583,468</u>	<u>7355</u>
7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.	\$ <u>4,245,583,468</u>	<u>7360</u>

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STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks

A. Banks located in the United States	\$	791,415,418	7500	
B. Other banks qualified under Regulation 30.7				
Name(s):		0	7510	
		406,318,970	7520	\$ 1,197,734,388 7530

2. Securities

A. In safekeeping with banks located in the United States	\$	404,143,358	7540	
B. In safekeeping with other banks qualified under Regulation 30.7				
Name(s):		0	7550	
		0	7560	404,143,358 7570

3. Equities with registered futures commission merchants

A. Cash	\$	0	7580	
B. Securities		0	7590	
C. Unrealized gain (loss) on open futures contracts		0	7600	
D. Value of long option contracts		0	7610	
E. Value of short option contracts		(0)	7615	0 7620

4. Amounts held by clearing organizations of foreign boards of trade

Name(s):		0	7630	
A. Cash	\$	0	7640	
B. Securities		0	7650	
C. Amount due to (from) clearing organizations - daily variation		0	7660	
D. Value of long option contracts		0	7670	
E. Value of short option contracts		(0)	7675	0 7680

5. Amounts held by members of foreign boards of trade

Name(s):		0	7690	
A. Cash	\$	1,432,154,213	7700	
B. Securities		1,247,812,598	7710	
C. Unrealized gain (loss) on open futures contracts		163,996,776	7720	
D. Value of long option contracts		26,667,225	7730	
E. Value of short option contracts		(18,843,338)	7735	2,851,787,474 7740

6. Amounts with other depositories designated by a foreign board of trade

Name(s):		0	7750	0 7760
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7. Segregated funds on hand (describe: _____)

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8. Total funds in separate section 30.7 accounts

	\$	4,453,665,220	7770	
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9. Excess (deficiency) set Aside Funds for Secured Amount (subtract Line 7 Secured Statement page 15 from Line 8)

	\$	208,081,752	7380	
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10. Management Target Amount for Excess funds in separate section 30.7 accounts

	\$	105,000,000	7780	
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11. Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target

	\$	103,081,752	7785	
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STATEMENT OF CLEARED SWAPS CUSTOMER SEGREGATION REQUIREMENTS AND
FUNDS IN CLEARED SWAPS CUSTOMER ACCOUNTS UNDER 4D(F) OF THE CEA

Cleared Swaps Customer Requirements

1. Net ledger balance			
A. Cash	\$	10,583,033,237	8500
B. Securities (at market)		6,312,071,145	8510
2. Net unrealized profit (loss) in open cleared swaps			
		(5,671,531,717)	8520
3. Cleared swaps options			
A. Market value of open cleared swaps option contracts purchased		0	8530
B. Market value of open cleared swaps option contracts granted (sold)		(0)	8540
4. Net equity (deficit) (add lines 1, 2, and 3)			
	\$	11,223,572,665	8550
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount			
	\$	118,433,437	8560
Less: amount offset by customer owned securities		(118,006,597)	8570
		426,840	8580
6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5)			
	\$	11,223,999,505	8590

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks			
A. Cash	\$	2,098,019,116	8600
B. Securities representing investments of cleared swaps customers' funds (at market)		0	8610
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		102,373,237	8620
8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts			
A. Cash		3,028,687,552	8630
B. Securities representing investments of cleared swaps customers' funds (at market)		0	8640
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		6,209,697,907	8650
9. Net settlement from (to) derivatives clearing organizations			
		(97,521,724)	8660
10. Cleared swaps options			
A. Value of open cleared swaps long option contracts		0	8670
B. Value of open cleared swaps short option contracts		(0)	8680
11. Net equities with other FCMs			
A. Net liquidating equity		0	8690
B. Securities representing investments of cleared swaps customers' funds (at market)		0	8700
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		0	8710
12. Cleared swaps customer funds on hand (describe: _____)			
		0	8715
13. Total amount in cleared swaps customer segregation (add lines 7 through 12)			
	\$	11,341,256,088	8720
14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)			
	\$	117,256,583	8730
15. Management Target Amount for Excess funds in cleared swaps segregated accounts			
	\$	92,000,000	8760
16. Excess (deficiency) funds in cleared swaps customer segregated accounts over (under) Management Target Excess			
	\$	25,256,583	8770