SUPPLEMENT TO

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT

PART II

BROKER OR DEALER

MORGAN STANLEY

as of 07/31/13

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			$ 652,637,137	7010
B. Securities (at market)			32,337,133	7020
2. Net unrealized profit (loss) in open futures contracts traded on a contract market			(49,444,039)	7030
3. Exchange traded options				
A. Add market value of open option contracts purchased on a contract market			33,869,104	7032
B. Deduct market value of open option contracts granted (sold) on a contract market			(27,606,601)	7033
4. Net equity (deficit) (add lines 1, 2, and 3)			641,792,734	7040
5. Accounts liquidating to a deficit and accounts with debit balances				
- gross amount	2,405,815	7045		
Less: amount offset by customer owned securities	(241,229)	7047	2,164,586	7050
6. Amount required to be segregated (add lines 4 and 5)			$ 643,957,320	7060

FUNDS IN SEGREGATED ACCOUNTS

7. Deposited in segregated funds bank accounts		
A. Cash	64,280,237	7070
B. Securities representing investments of customers' funds (at market)		7080
C. Securities held for particular customers or option customers in lieu of cash (at market)	32,337,133	7090
8. Margins on deposit with derivatives clearing organizations of contract markets		
A. Cash	$	7100
B. Securities representing investments of customers' funds (at market)		7110
C. Securities held for particular customers or option customers in lieu of cash (at market)		7120
9. Net settlement from (to) derivatives clearing organizations of contract markets		7130
10. Exchange traded options		
A. Value of open long option contracts		7132
B. Value of open short option contracts	( )	7133
11. Net equities with other FCMs		
A. Net liquidating equity	651,913,565	7140
B. Securities representing investments of customers' funds (at market)		7160
C. Securities held for particular customers or option customers in lieu of cash (at market)		7170
12. Segregated funds on hand (describe:)		7150
13. Total amount in segregation (add lines 7 through 12)	748,530,935	7180
14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)	$ 104,573,615	7190

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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			$	7200
2. Funds in segregated accounts				
A. Cash	$	7210		
B. Securities (at market)		7220		
C. Total				7230
3. Excess (deficiency) funds in segregation (subtract line 2.C from line 1)			$	7240

SUPPLEMENT TO
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STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS FOR FOREIGN FUTURES AND FOREIGN OPTIONS CUSTOMERS PURSUANT TO COMMISSION REGULATION 30.7

FOREIGN FUTURES AND FOREIGN OPTIONS SECURED AMOUNTS - SUMMARY

I. Check the appropriate box to identify the amount shown on line 1. below.

	7300	Secured amounts in only U.S. - domiciled customers' accounts
X	7310	Secured amounts in U.S. and foreign - domiciled customers' accounts
	7320	Net liquidating equities in all accounts of customers trading on foreign boards of trade
	7330	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.

II. Has the FCM changed the method of calculating the amount to be set aside in separate accounts since the last financial report it filed ?

	Yes	7340	If yes, explain the change below
X	No	7350	

1. Amount to be set aside in separate section 30.7 accounts	$	59,120,541	7360
2. Total funds in separate section 30.7 accounts (page T10-4, line 8)		84,365,692	7370
3. Excess (deficiency) - (subtract line 1 from line 2)	$	25,245,151	7380

SUPPLEMENT TO

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PART II

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MORGAN STANLEY

as of 07/31/13

STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS FOR FOREIGN FUTURES AND FOREIGN OPTIONS CUSTOMERS 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		$ 2,620,073	7500		
B. Other banks designated by the Commission Name(s):	7510	9,124,308	7520	$ 11,744,381	7530
2. Securities					
A. In safekeeping with banks located in the United States		$	7540		
B. In safekeeping with other banks designated by the Commission Name(s):	7550		7560		7570
3. Equities with registered futures commission merchants					
A. Cash		$ 72,629,822	7580		
B. Securities			7590		
C. Unrealized gain (loss) on open futures contracts			7600		
D. Value of long option contracts			7610		
E. Value of short option contracts		(8,511)	7615	72,621,311	7620
4. Amounts held by clearing organizations of foreign boards of trade Name(s):	7630				
A. Cash		$	7640		
B. Securities			7650		
C. Amount due to (from) clearing organizations - daily variation			7660		
D. Value of long option contracts			7670		
E. Value of short option contracts		( )	7675		7680
5. Amounts held by members of foreign boards of trade Name(s):	7690				
A. Cash		$	7700		
B. Securities			7710		
C. Unrealized gain (loss) on open futures contracts			7720		
D. Value of long option contracts			7730		
E. Value of short option contracts		( )	7735		7740
6. Amounts with other depositories designated by a foreign board of trade Name(s):	7750				7760
7. Segregated funds on hand (describe:)					7765
8. Total funds in separate section 30.7 accounts (to page T10-3 line 2)				$ 84,365,692	7770

A. If any securities shown are other than the types of securities referred to in CFTC Regulation 1.25, attach a separate schedule detailing the obligations shown on each such line.

SUPPLEMENT TO
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PART II

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MORGAN STANLEY	as of	07/31/13

STATEMENT OF SEQUESTRATION REQUIREMENTS AND FUNDS IN CLEARED OTC DERIVATIVES SEQUESTERED ACCOUNTS

CLEARED OTC DERIVATIVES CUSTOMER REQUIREMENTS

1. Net ledger balance				
A. Cash			$	8500
B. Securities (at market)				8510
2. Net unrealized profit (loss) in open cleared OTC derivatives				8520
3. Cleared OTC derivatives options				
A. Market value of open cleared OTC derivatives option contracts purchased				8530
B. Market value of open cleared OTC derivatives option contracts granted (sold)			( )	8540
4. Net equity (deficit) (add lines 1, 2 and 3)			$	8550
5. Accounts liquidating to a deficit and accounts with debit balances				
- gross amount	$	8560		
Less: amount offset by customer owned securities	( )	8570		8580
6. Amount required to be sequestered for cleared OTC derivatives customers (add lines 4 and 5)			$	8590

FUNDS IN CLEARED OTC DERIVATIVES CUSTOMER SEQUESTERED ACCOUNTS

7. Deposited in cleared OTC derivatives customer sequestered accounts at banks		
A. Cash	$	8600
B. Securities representing investment of customers' funds (at market)		8610
C. Securities held for particular customers or option customers in lieu of cash (at market)		8620
8. Margins on deposit with derivatives clearing organizations in cleared OTC derivatives customer sequestered accounts		
A. Cash		8630
B. Securities representing investment of customers' funds (at market)		8640
C. Securities held for particular customers or option customers in lieu of cash (at market)		8650
9. Net settlement from (to) derivatives clearing organizations		8660
10. Cleared OTC derivatives options		
A. Value of open cleared OTC derivatives long option contracts		8670
B. Value of open cleared OTC derivatives short option contracts	( )	8680
11. Net equities with other FCMs		
A. Net liquidating equity		8690
B. Securities representing investment of customers' funds (at market)		8700
C. Securities held for particular customers or option customers in lieu of cash (at market)		8710
12. Cleared OTC derivatives customer funds on hand		8715
13. Total amount in sequestration (add lines 7 through 12)	$	8720
14. Excess (deficiency) funds in sequestration (subtract line 6 from line 13)	$	8730