**Supplement to**

**Financial and Operational Combined Uniform Single Report**

**Part II CSE**

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**BROKER OR DEALER**

MORGAN STANLEY & CO. LLC  
as of 07/31/16

**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**  
     $ 7,009,848,650  
   - **B. Securities (at market)**  
     6,633,117,809

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**  
   1,944,596,022

3. **Exchange traded options**
   - **A. Add market value of open option contracts purchased on a contract market**  
     428,871,940
   - **B. Deduct market value of open option contracts granted (sold) on a contract market**  
     (353,763,289)

4. **Net equity (deficit) (add lines 1, 2, and 3)**  
   15,662,671,132

5. **Accounts liquidating to a deficit and accounts with debit balances**  
   - **gross amount**  
     183,887,366
   - **Less: amount offset by customer owned securities**  
     (179,850,990)  
     4,036,376

6. **Amount required to be segregated (add lines 4 and 5)**  
   $ 15,666,707,508

**FUNDS IN SEGREGATED ACCOUNTS**

7. **Deposited in segregated funds bank accounts**
   - **A. Cash**  
     4,162,201,577
   - **B. Securities representing investments of customers' funds (at market)**  
     0
   - **C. Securities held for particular customers or option customers in lieu of cash (at market)**  
     1,414,402,391

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - **A. Cash**  
     4,829,646,657
   - **B. Securities representing investments of customers' funds (at market)**  
     0
   - **C. Securities held for particular customers or option customers in lieu of cash (at market)**  
     5,218,715,417

9. **Net settlement from (to) derivatives clearing organizations of contract markets**  
   164,592,646

10. **Exchange traded options**
    - **A. Value of open long option contracts**  
      428,871,940
    - **B. Value of open short option contracts**  
      (353,763,289)

11. **Net equities with other FCMs**
    - **A. Net liquidating equity**  
      3,817,775
    - **B. Securities representing investments of customers' funds (at market)**  
      0
    - **C. Securities held for particular customers or option customers in lieu of cash (at market)**  
      0

12. **Segregated funds on hand (describe:)**  

13. **Total amount in segregation (add lines 7 through 12)**  
    15,868,485,114

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**  
    $ 201,777,606

15. **Management Target Amount for Excess funds in segregation**  
    $ 105,000,000

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount Excess**  
    $ 96,777,606
# 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**

2. **Funds in segregated accounts**
   - **A. Cash**
   - **B. Securities (at market)**
   - **C. Total**

3. **Excess (deficiency) funds in segregation**
   (subtract line 2.C from line 1)
### 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 $0 0

1. **Net ledger balance - Foreign Futures and Foreign Option Trading - All Customers**
   - **A. Cash** $2,365,936,974 7315
   - **B. Securities (at market)** $1,340,058,443 7317

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade** $262,828,672 7325

3. **Exchange traded options**
   - **A. Market value of open option contracts purchased on a foreign board of trade** $19,791,351 7335
   - **B. Market value of open contracts granted (sold) on a foreign board of trade** $(8,296,953) 7337

4. **Net equity (deficit) (add lines 1. 2. and 3.)** $3,980,318,487 7345

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount** $16,548,121 7351
   - **Less: amount offset by customer owned securities** $(12,960,745) 7352

6. **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)** $3,983,905,863 7355

7. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.** $3,983,905,863 7360
## 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: $313,151,716
   - B. Other banks qualified under Regulation 30.7:
     - Name(s): 0

2. **Securities**
   - A. In safekeeping with banks located in the United States: $364,706,830
   - B. In safekeeping with other banks qualified under Regulation 30.7:
     - Name(s): 0

3. **Equities with registered futures commission merchants**
   - A. Cash: 0
   - B. Securities: 0
   - C. Unrealized gain (loss) on open futures contracts: 0
   - D. Value of long option contracts: 0
   - E. Value of short option contracts: (8,296,953)

4. **Amounts held by clearing organizations of foreign boards of trade**
   - Name(s): 0
     - A. Cash: 0
     - B. Securities: 0
     - C. Amount due to (from) clearing organizations - daily variation: 0
     - D. Value of long option contracts: 0
     - E. Value of short option contracts: 0

5. **Amounts held by members of foreign boards of trade**
   - Name(s): 0
     - A. Cash: 1,747,414,692
     - B. Securities: 975,351,612
     - C. Unrealized gain (loss) on open futures contracts: 262,829,503
     - D. Value of long option contracts: 19,791,351
     - E. Value of short option contracts: (8,296,953)

6. **Amounts with other depositories designated by a foreign board of trade**
   - Name(s): 0

7. **Segregated funds on hand (describe: )

8. **Total funds in separate section 30.7 accounts**

9. **Excess (deficiency) set Aside Funds for Secured Amount** (subtract Line 7 Secured Statement page 15 from Line 8)

10. **Management Target Amount for Excess funds in separate section 30.7 accounts**

11. **Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target**

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### Cleared Swaps Customer Requirements

1. Net ledger balance
   - A. Cash $13,334,425,578
   - B. Securities (at market) $6,709,334,855

2. Net unrealized profit (loss) in open cleared swaps $(8,196,994,239)

3. Cleared swaps options
   - A. Market value of open cleared swaps option contracts purchased 0
   - B. Market value of open cleared swaps option contracts granted (sold) 0

4. Net equity (deficit) (add lines 1, 2, and 3) $11,846,766,194

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount $415,980,116
   - Less: amount offset by customer owned securities $(414,970,125)

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) $11,847,776,185

### Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks
   - A. Cash $2,149,388,256
   - B. Securities representing investments of cleared swaps customers’ funds (at market) 0
   - C. Securities held for particular cleared swaps customers in lieu of cash (at market) 202,741,286

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   - A. Cash 3,792,097,694
   - B. Securities representing investments of cleared swaps customers’ funds (at market) 0
   - C. Securities held for particular cleared swaps customers in lieu of cash (at market) 6,506,593,569

9. Net settlement from (to) derivatives clearing organizations (504,780,306)

10. Cleared swaps options
    - A. Value of open cleared swaps long option contracts 0
    - B. Value of open cleared swaps short option contracts 0

11. Net equities with other FCMs
    - A. Net liquidating equity 0
    - B. Securities representing investments of cleared swaps customers’ funds (at market) 0
    - C. Securities held for particular cleared swaps customers in lieu of cash (at market) 0

12. Cleared swaps customer funds on hand (describe: ____________________________________________ ) 0

13. Total amount in cleared swaps customer segregation (add lines 7 through 12) $12,146,040,499

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) $298,264,314

15. Management Target Amount for Excess funds in cleared swaps segregated accounts $92,000,000

16. Excess (deficiency) funds in cleared swaps customer segregated accounts over (under) Management Target Excess $206,264,314