## Supplement to Financial and Operational Combined Uniform Single Report

**Part II CSE**

**BROKER OR DEALER**

MORGAN STANLEY & CO. LLC

**as of**

03/31/17

**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
   - B. Securities (at market)

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market
   - B. Deduct market value of open option contracts granted (sold) on a contract market

4. **Net equity (deficit) (add lines 1, 2, and 3)**

5. **Accounts liquidating to a deficit and accounts with debit balances**
   - Gross amount
   - Less: amount offset by customer owned securities

6. **Amount required to be segregated** (add lines 4 and 5)

### Funds in Segregated Accounts

7. **Deposited in segregated funds bank accounts**
   - A. Cash
   - B. Securities representing investments of customers’ funds (at market)
   - C. Securities held for particular customers or option customers in lieu of cash (at market)

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash
   - B. Securities representing investments of customers’ funds (at market)
   - C. Securities held for particular customers or option customers in lieu of cash (at market)

9. **Net settlement from (to) derivatives clearing organizations of contract markets**

10. **Exchange traded options**
    - A. Value of open long option contracts
    - B. Value of open short option contracts

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

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

13. **Total amount in segregation (add lines 7 through 12)**

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**

15. **Management Target Amount for Excess funds in segregation**

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount Excess**

---

Page 13
### 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

2. Funds in segregated accounts
   - A. Cash $0
   - B. Securities (at market) $0
   - C. Total $0

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

---

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

<table>
<thead>
<tr>
<th>BROKER OR DEALER</th>
<th>as of</th>
</tr>
</thead>
<tbody>
<tr>
<td>MORGAN STANLEY &amp; CO. LLC</td>
<td>03/31/17</td>
</tr>
</tbody>
</table>
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 7305

1. Net ledger balance - Foreign Futures and Foreign Option Trading - All Customers
   A. Cash $ 2,837,092,522 7315
   B. Securities (at market) 1,472,698,969 7317

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade 164,811,861 7325

3. Exchange traded options
   A. Market value of open option contracts purchased on a foreign board of trade 32,685,933 7335
   B. Market value of open contracts granted (sold) on a foreign board of trade (16,568,929) 7337

4. Net equity (deficit) (add lines 1. 2. and 3.) $ 4,490,720,356 7345

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount $ 23,053,011 7351
   Less: amount offset by customer owned securities (22,741,604) 7352 311,407 7354

6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5) $ 4,491,031,763 7355

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6. $ 4,491,031,763 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
   - B. Other banks qualified under Regulation 30.7
     
     | Name(s): | 0 | 7510 | 491,141,229 | 7500 |
     |---------|---|------|-------------|-----|
     |         |   |      | 426,768,556 | 7520 |
     |         |   |      | $917,909,785 | 7530 |

2. Securities
   - A. In safekeeping with banks located in the United States
   - B. In safekeeping with other banks qualified under Regulation 30.7
     
     | Name(s): | 0 | 7550 | 374,692,916 | 7540 |
     |---------|---|------|-------------|-----|
     |         |   |      | 0 | 7560 |
     |         |   |      | 374,692,916 | 7570 |

3. Equities with registered futures commission merchants
   - A. Cash
   - B. Securities
   - C. Unrealized gain (loss) on open futures contracts
   - D. Value of long option contracts
   - E. Value of short option contracts
     
     | Name(s): | 0 | 7580 |
     |---------|---|------|
     |         |   | 0 |
     |         |   | 7590 |
     |         |   | 0 |
     |         |   | 0 |
     |         |   | 7610 |
     |         |   | 0 |

4. Amounts held by clearing organizations of foreign boards of trade
   - Name(s): 0 | 7630 |
     
     | Name(s): | 0 | 7640 |
     |---------|---|------|
     |         |   | 0 |
     |         |   | 7650 |
     |         |   | 0 |
     |         |   | 7660 |
     |         |   | 0 |

5. Amounts held by members of foreign boards of trade
   - Name(s): 0 | 7690 |
     
     | Name(s): | 0 | 7700 |
     |---------|---|------|
     |         |   | 2,127,257,187 |
     |         |   | 1,098,006,053 |
     |         |   | 164,813,749 |
     |         |   | 32,685,933 |
     |         |   | (16,568,929) |

6. Amounts with other depositories designated by a foreign board of trade
   - Name(s): 0 | 7750 |
     
     | Name(s): | 0 | 7760 |
     |---------|---|------|
     |         |   | 4,698,796,694 |

7. Segregated funds on hand (describe: )

8. Total funds in separate section 30.7 accounts
   
   $4,698,796,694 | 7770 |

9. Excess (deficiency) set Aside Funds for Secured Amount (subtract Line 7 Secured Statement page 15 from Line 6)
   
   $207,764,931 | 7380 |

10. Management Target Amount for Excess funds in separate section 30.7 accounts
    
    $160,000,000 | 7780 |

11. Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target
    
    $47,764,931 | 7785 |
## Cleared Swaps Customer Requirements

1. **Net ledger balance**
   - A. Cash $5,157,593,331
   - B. Securities (at market) $5,903,136,509

2. **Net unrealized profit (loss) in open cleared swaps** $1,631,739,535

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) $(81,916,291)

4. **Net equity (deficit) (add lines 1, 2, and 3)** $(12,692,469,375)

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount** $8500

6. **Amount required to be segregated for cleared swaps customers (add lines 4 and 5)** $(12,692,469,375)

### Funds in Cleared Swaps Customer Segregated Accounts

7. **Deposited in cleared swaps customer segregated accounts at banks**
   - A. Cash $2,318,822,259
   - 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) 268,932,033

8. **Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts**
   - A. Cash 4,670,742,963
   - 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) 5,634,204,476

9. **Net settlement from (to) derivatives clearing organizations** $(81,916,291)

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)** $12,810,785,440

14. **Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)** $113,523,139

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** $21,523,139