INITIAL
End Date: 1/10/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II

Daily Segregation - Cover Page

Name of Company
Morgan Stanley & Co. LLC
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FCM’s Customer Segregated Funds Residual Interest Target (choose one):
- Minimum dollar amount: $285,000,000
- Minimum percentage of customer segregated funds required: 0%
- Dollar amount range between: and:
- Percentage range of customer segregated funds required between: % and %:

FCM’s Customer Secured Amount Funds Residual Interest Target (choose one):
- Minimum dollar amount: $140,000,000
- Minimum percentage of customer secured funds required: 0%
- Dollar amount range between: and:
- Percentage range of customer secured funds required between: % and %:

FCM’s Cleared Swaps Customer Collateral Residual Interest Target (choose one):
- Minimum dollar amount: $92,000,000
- Minimum percentage of cleared swaps customer collateral required: 0%
- Dollar amount range between: and:
- Percentage range of cleared swaps customer collateral required between: % and %:

Attach supporting documents
### Daily Segregation - Secured Amounts

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**
   
   2,807,086,042 [7315]

   **B. Securities (at market)**
   
   1,696,264,848 [7317]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade

   864,082,236 [7325]

3. Exchange traded options

   a. Market value of open option contracts purchased on a foreign board of trade
   
   9,395,762 [7335]

   b. Market value of open contracts granted (sold) on a foreign board of trade
   
   -12,544,198 [7337]

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

   5,364,284,690 [7345]

5. Account liquidating to a deficit and account with a debit balances - gross amount

   18,989,392 [7351]

   Less: amount offset by customer owned securities

   -18,539,847 [7352]

   **449,545** [7354]

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

   5,364,734,235 [7355]

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.

   5,364,734,235 [7360]

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### FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks

   **A. Banks located in the United States**
   
   140,156,733 [7500]

   **B. Other banks qualified under Regulation 30.7**
   
   920,146,836 [7520]

2. Securities

   **A. In safekeeping with banks located in the United States**
   
   353,780,411 [7540]

   **B. In safekeeping with other banks qualified under Regulation 30.7**
   
   0 [7560]

3. Equities with registered futures commission merchants

   **A. Cash**
   
   8,376,976 [7580]

   **B. Securities**
   
   0 [7590]

   **C. Unrealized gain (loss) on open futures contracts**
   
   -92,314 [7600]

   **D. Value of long option contracts**
   
   0 [7610]

   **E. Value of short option contracts**
   
   0 [7615]

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

   **A. Cash**
   
   0 [7640]

   **B. Securities**
   
   0 [7650]

   **C. Amount due to (from) clearing organization - daily variation**
   
   0 [7660]

   **D. Value of long option contracts**
   
   0 [7670]

   **E. Value of short option contracts**
   
   0 [7675]

5. Amounts held by members of foreign boards of trade

   **A. Cash**
   
   1,930,425,764 [7700]

   **B. Securities**
   
   1,342,484,437 [7710]

   **C. Unrealized gain (loss) on open futures contracts**
   
   864,174,550 [7720]

   **D. Value of long option contracts**
   
   9,395,762 [7730]

   **E. Value of short option contracts**
   
   -12,544,198 [7735]

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

   0 [7740]

7. Segregated funds on hand

   0 [7765]

8. Total funds in separate section 30.7 accounts

   5,556,304,957 [7770]

9. Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)

   191,570,722 [7780]

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

   140,000,000 [7780]

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

   51,570,722 [7785]
<table>
<thead>
<tr>
<th>Requirement</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>SEGREGATION REQUIREMENTS (Section 4d(2) of the CEA act)</strong></td>
<td></td>
</tr>
<tr>
<td>1. Net ledger balance</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>7,821,133,369</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>4,758,809,797</td>
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<tr>
<td>2. Net unrealized profit (loss) in open futures contracts traded on a contract market</td>
<td>1,310,877,628</td>
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<tr>
<td>3. Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Add market value of open option contracts purchased on a contract market</td>
<td>319,774,132</td>
</tr>
<tr>
<td>B. Deduct market value of open option contracts granted (sold) on a contract market</td>
<td>-470,921,789</td>
</tr>
<tr>
<td>4. Net equity (deficit) (add lines 1, 2 and 3)</td>
<td>13,739,673,137</td>
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<tr>
<td>5. Accounts liquidating to a deficit and accounts with debit balances - gross amount</td>
<td>271,671,945</td>
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<tr>
<td>Less: amount offset by customer securities</td>
<td>-204,854,838</td>
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<tr>
<td>6. Amount required to be segregated (add lines 4 and 5)</td>
<td>13,806,490,244</td>
</tr>
<tr>
<td><strong>FUNDS IN SEGREGATED ACCOUNTS</strong></td>
<td></td>
</tr>
<tr>
<td>7. Deposited in segregated funds bank accounts</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>4,084,866,112</td>
</tr>
<tr>
<td>B. Securities representing investments of customers' funds (at market)</td>
<td>0</td>
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<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>1,057,842,585</td>
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<tr>
<td>8. Margins on deposit with derivatives clearing organizations of contract markets</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>5,301,238,605</td>
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<tr>
<td>B. Securities representing investments of customers' funds (at market)</td>
<td>0</td>
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<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>3,700,967,212</td>
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<tr>
<td>9. Net settlement from (to) derivatives clearing organizations of contract markets</td>
<td>147,255,225</td>
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<tr>
<td>10. Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Value of open long option contracts</td>
<td>319,774,132</td>
</tr>
<tr>
<td>B. Value of open short option contracts</td>
<td>-470,921,789</td>
</tr>
<tr>
<td>11. Net equities with other FCMs</td>
<td></td>
</tr>
<tr>
<td>A. Net liquidating equity</td>
<td>4,520,468</td>
</tr>
<tr>
<td>B. Securities representing investments of customers' funds (at market)</td>
<td>0</td>
</tr>
<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>0</td>
</tr>
<tr>
<td>12. Segregated funds on hand</td>
<td>0</td>
</tr>
<tr>
<td>13. Total amount in segregation (add lines 7 through 12)</td>
<td>14,145,542,550</td>
</tr>
<tr>
<td>14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)</td>
<td>339,052,306</td>
</tr>
<tr>
<td>15. Management Target Amount for Excess funds in segregation</td>
<td>285,000,000</td>
</tr>
<tr>
<td>16. Excess (deficiency) funds in segregation over (under) Management Target Amount</td>
<td>54,052,306</td>
</tr>
</tbody>
</table>
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 8,333,855,926 [8500]
   B. Securities (at market) 5,187,604,570 [8510]

2. Net unrealized profit (loss) in open cleared swaps 1,564,348,255 [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) 15,085,808,751 [8550]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount 45,133,543 [8560]
   Less: amount offset by customer owned securities -41,581,707 [8570] 3,551,836 [8580]

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 15,089,360,587 [8590]

7. Deposited in cleared swaps customer segregated accounts at banks
   A. Cash 2,792,125,639 [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) 257,484,859 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   A. Cash 7,189,788,634 [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) 4,930,119,711 [8650]

9. Net settlement from (to) derivatives clearing organizations 81,843,206 [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
    A. Cash 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 [8715]

13. Total amount in cleared swaps customer segregation (add lines 7 through 12) 15,251,362,049 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 162,001,462 [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 70,001,462 [8770]