INITIAL
End Date: 1/29/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Name of Company: Morgan Stanley & Co. LLC
Contact Name: Ikram Shah
Contact Phone Number: 212-276-0963
Contact Email Address: Ikram.shah@morganstanley.com

FCM’s Customer Segregated Funds Residual Interest Target (choose one):
  a. Minimum dollar amount: $285,000,000
  b. Minimum percentage of customer segregated funds required: 0%
  c. Dollar amount range between: and
  d. Percentage range of customer segregated funds required between: % and %.

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

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

Attach supporting documents
**INITIAL**
End Date: 1/29/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II

### 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 2,960,163,992 [7315]
   B. Securities (at market) 1,734,353,492 [7317]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade 999,443,777 [7325]

3. Exchange traded options
   a. Market value of open option contracts purchased on a foreign board of trade 18,613,662 [7335]
   b. Market value of open contracts granted (sold) on a foreign board of trade -24,751,107 [7337]

4. Account liquidating to a deficit and account with a debit balances - gross amount 5,687,823,816 [7345]

5. Less: amount offset by customer owned securities -12,390,469 [7354]
   1,670,844 [7354]

6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5) 5,689,494,660 [7355]

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6. 5,689,494,660 [7360]

**Funds Deposited in Separate Regulation 30.7 Accounts**

1. Cash in banks
   A. Banks located in the United States 243,058,824 [7500]
   B. Other banks qualified under Regulation 30.7 874,101,309 [7520] 1,117,160,133 [7530]

2. Securities
   A. In safekeeping with banks located in the United States 433,529,412 [7540]
   B. In safekeeping with other banks qualified under Regulation 30.7 0 [7560] 433,529,412 [7570]

3. Equities with registered futures commission merchants
   A. Cash 8,816,480 [7580]
   B. Securities 0 [7590]
   C. Unrealized gain (loss) on open futures contracts -623,098 [7600]
   D. Value of long option contracts 0 [7610]
   E. Value of short option contracts 0 [7615] 8,193,382 [7620]

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] 0 [7680]

5. Amounts held by members of foreign boards of trade
   A. Cash 2,028,543,031 [7700]
   B. Securities 1,300,824,080 [7710]
   C. Unrealized gain (loss) on open futures contracts 1,000,066,875 [7720]
   D. Value of long option contracts 18,613,662 [7730]
   E. Value of short option contracts -24,751,107 [7735] 4,323,296,541 [7740]

6. Amounts with other depositories designated by a foreign board of trade 0 [7760]

7. Segregated funds on hand 0 [7765]

8. Total funds in separate section 30.7 accounts 5,882,179,468 [7770]


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 52,684,808 [7785]
### Daily Segregation - Segregation Statement

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

1. **Net ledger balance**
   - **Cash**: \[7,048,158,957\]
   - **Securities (at market)**: \[5,136,821,234\]

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**
   - **Cash**: \[2,395,129,815\]

3. **Exchange traded options**
   - **Add market value of open option contracts purchased on a contract market**: \[411,987,877\]
   - **Deduct market value of open option contracts granted (sold) on a contract market**: \[-627,283,069\]

4. **Net equity (deficit) (add lines 1, 2 and 3)**
   - **Cash**: \[14,364,814,814\]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - **Cash**: \[631,495,608\]
   - **Less: amount offset by customer securities**: \[-544,606,567\]

6. **Amount required to be segregated (add lines 4 and 5)**
   - **Cash**: \[14,451,703,855\]

7. **Deposited in segregated funds bank accounts**
   - **Cash**: \[4,104,976,921\]
   - **Securities representing investments of customers’ funds (at market)**: \[0\]
   - **Securities held for particular customers or option customers in lieu of cash (at market)**: \[882,121,502\]

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - **Cash**: \[5,718,041,795\]
   - **Securities representing investments of customers’ funds (at market)**: \[0\]
   - **Securities held for particular customers or option customers in lieu of cash (at market)**: \[4,254,699,732\]

9. **Net settlement from (to) derivatives clearing organizations of contract markets**
   - **Cash**: \[39,533,118\]

10. **Exchange traded options**
    - **Value of open long option contracts**: \[411,987,877\]
    - **Value of open short option contracts**: \[-627,283,069\]

11. **Net equities with other FCMs**
    - **Net liquidating equity**: \[3,309,011\]
    - **Securities representing investments of customers’ funds (at market)**: \[0\]
    - **Securities held for particular customers or option customers in lieu of cash (at market)**: \[0\]

12. **Segregated funds on hand**
    - **Cash**: \[0\]

13. **Total amount in segregation (add lines 7 through 12)**
    - **Cash**: \[14,787,386,887\]

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**
    - **Cash**: \[335,683,032\]

15. **Management Target Amount for Excess funds in segregation**
    - **Cash**: \[285,000,000\]

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount**
    - **Cash**: \[50,683,032\]
INITIAL
End Date: 1/29/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II

Daily Segregation - Swaps Statement

<table>
<thead>
<tr>
<th>Requirement Description</th>
<th>Amount</th>
<th>Line Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cleared Swaps Customer Requirements</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1. Net ledger balance</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>7,697,365,410</td>
<td>[8500]</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>5,255,931,011</td>
<td>[8510]</td>
</tr>
<tr>
<td>2. Net unrealized profit (loss) in open cleared swaps</td>
<td>2,675,627,584</td>
<td>[8520]</td>
</tr>
<tr>
<td>3. Cleared swaps options</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Market value of open cleared swaps option contracts purchased</td>
<td>0 [8530]</td>
<td></td>
</tr>
<tr>
<td>B. Market value of open cleared swaps option contracts granted (sold)</td>
<td>0 [8540]</td>
<td></td>
</tr>
<tr>
<td>4. Net Equity (deficit) (add lines 1, 2, and 3)</td>
<td>15,628,924,005</td>
<td>[8550]</td>
</tr>
<tr>
<td>5. Accounts liquidating to a deficit and accounts with</td>
<td></td>
<td></td>
</tr>
<tr>
<td>debit balances - gross amount</td>
<td>82,429,506</td>
<td>[8560]</td>
</tr>
<tr>
<td>Less: amount offset by customer owned securities</td>
<td>-81,400,191</td>
<td>[8570]</td>
</tr>
<tr>
<td></td>
<td>1,029,315</td>
<td></td>
</tr>
<tr>
<td>6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5)</td>
<td>15,629,953,320</td>
<td>[8590]</td>
</tr>
<tr>
<td>Funds in Cleared Swaps Customer Segregated Accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>2,711,270,017</td>
<td>[8600]</td>
</tr>
<tr>
<td>B. Securities representing investments of cleared swaps customers' funds (at market)</td>
<td>0 [8610]</td>
<td></td>
</tr>
<tr>
<td>C. Securities held for particular cleared swaps customers in lieu of cash (at market)</td>
<td>256,368,356</td>
<td>[8620]</td>
</tr>
<tr>
<td>8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>7,620,527,615</td>
<td>[8630]</td>
</tr>
<tr>
<td>B. Securities representing investments of cleared swaps customers' funds (at market)</td>
<td>0 [8640]</td>
<td></td>
</tr>
<tr>
<td>C. Securities held for particular cleared swaps customers in lieu of cash (at market)</td>
<td>4,999,562,655</td>
<td>[8650]</td>
</tr>
<tr>
<td>9. Net settlement from (to) derivatives clearing organizations</td>
<td>185,139,176</td>
<td>[8660]</td>
</tr>
<tr>
<td>10. Cleared swaps options</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Value of open cleared swaps long option contracts</td>
<td>0 [8670]</td>
<td></td>
</tr>
<tr>
<td>B. Value of open cleared swaps short option contracts</td>
<td>0 [8680]</td>
<td></td>
</tr>
<tr>
<td>11. Net equities with other FCMs</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Net liquidating equity</td>
<td>0 [8690]</td>
<td></td>
</tr>
<tr>
<td>B. Securities representing investments of cleared swaps customers' funds (at market)</td>
<td>0 [8700]</td>
<td></td>
</tr>
<tr>
<td>C. Securities held for particular cleared swaps customers in lieu of cash (at market)</td>
<td>0 [8710]</td>
<td></td>
</tr>
<tr>
<td>12. Cleared swaps customer funds on hand</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>B. Securities representing investments of cleared swaps customers' funds (at market)</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>C. Securities held for particular cleared swaps customers in lieu of cash (at market)</td>
<td>0 [8715]</td>
<td></td>
</tr>
<tr>
<td>13. Total amount in cleared swaps customer segregation (add lines 7 through 12)</td>
<td>15,772,867,819</td>
<td>[8720]</td>
</tr>
<tr>
<td>14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)</td>
<td>142,914,499</td>
<td>[8730]</td>
</tr>
<tr>
<td>15. Management Target Amount for Excess funds in cleared swaps segregated accounts</td>
<td>92,000,000</td>
<td>[8760]</td>
</tr>
<tr>
<td>16. Excess (deficiency) funds in cleared swaps customer segregated accounts over (under) Management</td>
<td>50,914,499</td>
<td>[8770]</td>
</tr>
</tbody>
</table>