INITIAL
End Date: 2/1/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Submit Date: 2/2/2018
Name of Company: Morgan Stanley & Co. LLC
Contact Name: Ikram Shah
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FCM’s Customer Segregated Funds Residual Interest Target (choose one):
- Minimum dollar amount: 0 331,000,000
- Minimum percentage of customer segregated funds required: 0 0
- Dollar amount range between: 0 0
- Percentage range of customer segregated funds required between: 0 0

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

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

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: 3,049,065,173 [7315]
   - B. Securities (at market): 1,699,199,360 [7317]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade: 830,000,926 [7325]

3. Exchange traded options
   - a. Market value of open option contracts purchased on a foreign board of trade: 21,605,168 [7335]
   - b. Market value of open contracts granted (sold) on a foreign board of trade: -26,622,119 [7337]

4. Net equity (deficit) (add lines 1. 2. and 3.)
   - 5,573,248,508 [7345]

5. Account liquidating to a deficit and account with a debit balances - gross amount
   - Less: amount offset by customer owned securities
     - 1,270,108 [7354]
   - 5,574,518,616 [7355]

6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)
   - 5,574,518,616 [7356]

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.
   - 5,574,518,616 [7360]

### FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks
   - A. Banks located in the United States: 348,414,194 [7500]
   - B. Other banks qualified under Regulation 30.7: 885,726,974 [7520] 1,234,141,168 [7530]

2. Securities
   - A. In safekeeping with banks located in the United States: 341,698,070 [7540]
   - B. In safekeeping with other banks qualified under Regulation 30.7: 0 [7560] 341,698,070 [7570]

3. Equities with registered futures commission merchants
   - A. Cash: 8,685,750 [7580]
   - B. Securities: 0 [7590]
   - C. Unrealized gain (loss) on open futures contracts: -589,462 [7600]
   - D. Value of long option contracts: 0 [7610]
   - E. Value of short option contracts: 0 [7615] 8,096,288 [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: 1,998,333,535 [7700]
   - B. Securities: 1,357,501,291 [7710]
   - C. Unrealized gain (loss) on open futures contracts: 830,590,387 [7720]
   - D. Value of long option contracts: 21,605,168 [7730]
   - E. Value of short option contracts: -26,622,119 [7735] 4,181,408,262 [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: 5,765,343,788 [7770]

9. Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)
   - 190,825,172 [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: 50,825,172 [7785]
**SEGREGATION REQUIREMENTS (Section 4d(2) of the CEA)**

1. **Net ledger balance**
   - A. Cash: 7,910,394,442 [7010]
   - B. Securities (at market): 5,168,152,350 [7020]

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**: 1,842,882,311 [7030]

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market: 461,498,875 [7032]
   - B. Deduct market value of open option contracts granted (sold) on a contract market: -680,295,182 [7033]

4. **Net equity (deficit) (add lines 1, 2 and 3)**: 14,702,632,796 [7040]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**: 533,710,640 [7045]
   - Less: amount offset by customer securities: -444,209,156 [7047] 89,501,484 [7050]

6. **Amount required to be segregated (add lines 4 and 5)**: 14,792,134,280 [7060]

7. **Deposited in segregated funds bank accounts**
   - A. Cash: 4,590,341,168 [7070]
   - B. Securities representing investments of customers’ funds (at market): 0 [7080]
   - C. Securities held for particular customers or option customers in lieu of cash (at market): 1,055,902,783 [7090]

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash: 5,725,984,499 [7100]
   - B. Securities representing investments of customers’ funds (at market): 0 [7110]
   - C. Securities held for particular customers or option customers in lieu of cash (at market): 4,112,249,567 [7120]

9. **Net settlement from (to) derivatives clearing organizations of contract markets**: -91,875,017 [7130]

10. **Exchange traded options**
    - A. Value of open long option contracts: 461,498,875 [7132]
    - B. Value of open short option contracts: -680,295,182 [7133]

11. **Net equities with other FCMs**
    - A. Net liquidating equity: 3,468,857 [7140]
    - B. Securities representing investments of customers’ funds (at market): 0 [7160]
    - C. Securities held for particular customers or option customers in lieu of cash (at market): 0 [7170]

12. **Segregated funds on hand**: 0 [7150]

13. **Total amount in segregation (add lines 7 through 12)**: 15,177,275,550 [7180]

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**: 385,141,270 [7190]

15. **Management Target Amount for Excess funds in segregation**: 331,000,000 [7194]

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount**
    - Excess: 54,141,270 [7198]
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 7,542,199,849 [8500]
   B. Securities (at market) 5,399,851,433 [8510]

2. Net unrealized profit (loss) in open cleared swaps 3,089,804,537 [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]
   C. Net Equity (deficit) (add lines 1, 2, and 3) 16,031,855,819 [8550]

4. Accounts liquidating to a deficit and accounts with debit balances - gross amount 119,990,865 [8560]
   Less: amount offset by customer owned securities -118,423,704 [8570] 1,567,161 [8580]

5. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 16,033,422,980 [8590]

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks
   A. Cash 2,912,822,324 [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) 244,211,435 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   A. Cash 7,504,576,998 [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) 5,155,639,998 [8650]

9. Net settlement from (to) derivatives clearing organizations 374,327,113 [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) 16,191,577,868 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 158,154,888 [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 66,154,888 [8770]