INITIAL
End Date: 4/12/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Submit Date: 4/13/2018
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: ; or 331,000,000
   b. Minimum percentage of customer segregated funds required: % ; or 0
   c. Dollar amount range between: and; or 0 0
   d. Percentage range of customer segregated funds required between: % and%; 0 0

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

FCM's Cleared Swaps Customer Collateral Residual Interest Target (choose one):
   a. Minimum dollar amount: ; or 92,000,000
   b. Minimum percentage of cleared swaps customer collateral required: % ; or 0
   c. Dollar amount range between: and; or 0 0
   d. Percentage range of cleared swaps customer collateral required between: % and%; 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**
   - **B. Securities (at market)**
   - **Total:** **3,302,496,983** [7315]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade: **184,240,412** [7325]

3. Exchange traded options
   - **a. Market value of open option contracts purchased on a foreign board of trade:** **32,460,535** [7335]
   - **b. Market value of open contracts granted (sold) on a foreign board of trade:** **-26,025,473** [7337]
   - **Total:** **5,579,874,722** [7345]

4. Net equity (deficit) (add lines 1. 2. and 3.)
   - **Total:** **5,579,874,722** [7345]

5. Account liquidating to a deficit and account with a debit balances - gross amount
   - **Total:** **30,930,718** [7351]
   - **Less: amount offset by customer owned securities:** **-30,337,770** [7352]
   - **Total:** **592,948** [7354]

6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)
   - **Total:** **5,580,467,670** [7355]

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.
   - **Total:** **5,580,467,670** [7360]

#### 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**
   - **Total:** **1,270,318,183** [7530]

2. Securities
   - **A. In safekeeping with banks located in the United States**
   - **B. In safekeeping with other banks qualified under Regulation 30.7**
   - **Total:** **231,536,356** [7540]

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**
   - **Total:** **5,635,530** [7620]

4. Amounts held by clearing organizations of foreign boards of trade
   - **A. Cash**
   - **B. Securities**
   - **C. Amount due to (from) clearing organization - daily variation**
   - **D. Value of long option contracts**
   - **E. Value of short option contracts**
   - **Total:** **4,263,516,506** [7680]

5. Amounts held by members of foreign boards of trade
   - **A. Cash**
   - **B. Securities**
   - **C. Unrealized gain (loss) on open futures contracts**
   - **D. Value of long option contracts**
   - **E. Value of short option contracts**
   - **Total:** **2,217,882,201** [7700]

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

7. Segregated funds on hand
   - **Total:** **0** [7765]

8. Total funds in separate section 30.7 accounts
   - **Total:** **5,771,006,575** [7770]

9. Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)
   - **Total:** **190,538,905** [7780]

10. Management Target Amount for Excess funds in separate section 30.7 accounts
    - **Total:** **140,000,000** [7780]

11. Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target
    - **Total:** **50,538,905** [7785]
**SEGREGATION REQUIREMENTS (Section 4d(2) of the CEAct)**

1. **Net ledger balance**
   - A. Cash: \[10,100,002,698\] [7010]
   - B. Securities (at market): \[5,132,280,335\] [7020]

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**
   - \[506,747,497\] [7030]

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market: \[430,116,776\] [7032]
   - B. Deduct market value of open option contracts granted (sold) on a contract market: \[-699,260,677\] [7033]

4. **Net equity (deficit) (add lines 1, 2 and 3)**
   - \[15,469,886,629\] [7040]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - \[367,972,739\] [7045]
   - Less: amount offset by customer securities: \[-344,428,569\] [7047] \[23,544,170\] [7050]

6. **Amount required to be segregated (add lines 4 and 5)**
   - \[15,493,430,799\] [7060]

**FUNDS IN SEGREGATED ACCOUNTS**

7. **Deposited in segregated funds bank accounts**
   - A. Cash: \[4,360,632,167\] [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): \[1,071,419,065\] [7090]

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash: \[6,663,009,723\] [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): \[4,060,861,270\] [7120]

9. **Net settlement from (to) derivatives clearing organizations of contract markets**
   - \[-14,121,645\] [7130]

10. **Exchange traded options**
    - A. Value of open long option contracts: \[430,116,776\] [7132]
    - B. Value of open short option contracts: \[-699,260,677\] [7133]

11. **Net equities with other FCMs**
    - A. Net liquidating equity: \[4,392,348\] [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)**
    - \[15,877,049,027\] [7180]

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**
    - \[383,618,228\] [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**
    - \[52,618,228\] [7198]
### Daily Segregation - Swaps Statement

**STATEMENT OF CLEARED SWAPS CUSTOMER SEGREGATION REQUIREMENTS AND FUNDS IN CLEARED SWAPS CUSTOMER ACCOUNTS UNDER 4D(F) OF THE CEA**

#### Cleared Swaps Customer Requirements

<table>
<thead>
<tr>
<th>Requirement</th>
<th>Amount</th>
<th>Line</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Net ledger balance</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>7,025,760,817</td>
<td>[8500]</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>5,930,248,489</td>
<td>[8510]</td>
</tr>
<tr>
<td>2. Net unrealized profit (loss) in open cleared swaps</td>
<td>3,613,058,097</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>16,569,067,403</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>105,178,701</td>
<td>[8560]</td>
</tr>
<tr>
<td>Less: amount offset by customer owned securities</td>
<td>-103,865,451</td>
<td>[8570]</td>
</tr>
<tr>
<td>6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5)</td>
<td>16,570,380,653</td>
<td>[8590]</td>
</tr>
<tr>
<td>7. Deposited in cleared swaps customer segregated accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>2,231,256,273</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>238,728,028</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>8,210,789,072</td>
<td>[8630]</td>
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<tr>
<td>B. Securities representing investments of cleared swaps customers' funds (at market)</td>
<td>0 [8640]</td>
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</tr>
<tr>
<td>C. Securities held for particular cleared swaps customers in lieu of cash (at market)</td>
<td>5,691,520,461</td>
<td>[8650]</td>
</tr>
<tr>
<td>9. Net settlement from (to) derivatives clearing organizations</td>
<td>351,713,309</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>
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</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>16,724,007,143</td>
<td>[8720]</td>
</tr>
<tr>
<td>14. Excess (deficiency) funds in cleared swaps customer segregation</td>
<td>153,626,490</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>61,626,490</td>
<td>[8770]</td>
</tr>
</tbody>
</table>