INITIAL
End Date: 5/14/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Submit Date: 5/15/2018
<table>
<thead>
<tr>
<th>FCM’s Customer Segregated Funds Residual Interest Target (choose one):</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>a. Minimum dollar amount:</td>
<td>280,000,000</td>
</tr>
<tr>
<td>b. Minimum percentage of customer segregated funds required:</td>
<td>0</td>
</tr>
<tr>
<td>c. Dollar amount range between:and; or</td>
<td>0 0</td>
</tr>
<tr>
<td>d. Percentage range of customer segregated funds required between:% and%.</td>
<td>0 0</td>
</tr>
</tbody>
</table>

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<tr>
<th>FCM’s Customer Secured Amount Funds Residual Interest Target (choose one):</th>
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</thead>
<tbody>
<tr>
<td>a. Minimum dollar amount:</td>
<td>140,000,000</td>
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<tr>
<td>b. Minimum percentage of customer secured funds required:</td>
<td>0</td>
</tr>
<tr>
<td>c. Dollar amount range between:and; or</td>
<td>0 0</td>
</tr>
<tr>
<td>d. Percentage range of customer secured funds required between:% and%.</td>
<td>0 0</td>
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<th>FCM’s Cleared Swaps Customer Collateral Residual Interest Target (choose one):</th>
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<tbody>
<tr>
<td>a. Minimum dollar amount:</td>
<td>92,000,000</td>
</tr>
<tr>
<td>b. Minimum percentage of cleared swaps customer collateral required:</td>
<td>0</td>
</tr>
<tr>
<td>c. Dollar amount range between:and; or</td>
<td>0 0</td>
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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 2,997,752,137 [7315]
   B. Securities (at market) 2,080,309,397 [7317]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade 642,094,545 [7325]

3. Exchange traded options
   a. Market value of open option contracts purchased on a foreign board of trade 24,592,087 [7335]
   b. Market value of open contracts granted (sold) on a foreign board of trade -24,270,393 [7337]

4. Net equity (deficit) (add lines 1. 2. and 3.) 5,720,477,773 [7345]

5. Account liquidating to a deficit and account with a debit balances - gross amount 33,557,151 [7351]
   Less: amount offset by customer owned securities -32,242,265 [7352] 1,314,886 [7354]

6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5) 5,721,792,659 [7355]

7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6. 5,721,792,659 [7360]

Funds Deposited in Separate Regulation 30.7 Accounts

1. Cash in banks
   A. Banks located in the United States 162,620,492 [7500]
   B. Other banks qualified under Regulation 30.7 976,714,413 [7520] 1,139,334,905 [7530]

2. Securities
   A. In safekeeping with banks located in the United States 224,264,133 [7540]
   B. In safekeeping with other banks qualified under Regulation 30.7 0 [7560] 224,264,133 [7570]

3. Equities with registered futures commission merchants
   A. Cash 5,703,137 [7580]
   B. Securities 0 [7590]
   C. Unrealized gain (loss) on open futures contracts 660,407 [7600]
   D. Value of long option contracts 0 [7610]
   E. Value of short option contracts 0 [7615] 6,363,544 [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 2,044,555,140 [7700]
   B. Securities 1,856,045,264 [7710]
   C. Unrealized gain (loss) on open futures contracts 641,434,138 [7720]
   D. Value of long option contracts 24,592,087 [7730]
   E. Value of short option contracts -24,270,393 [7735] 4,542,356,236 [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 5,912,318,818 [7770]

9. Excess (deficiency) set aside for secured amount (subtract line 7 secured statement Page 1 from Line 8) 190,526,159 [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 50,526,159 [7785]
### Daily Segregation - Segregation Statement

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

1. **Net ledger balance**
   - A. Cash: $9,737,444,930
   - B. Securities (at market): $5,297,448,072

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**
   - $642,531,086

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market: $438,138,730
   - B. Deduct market value of open option contracts granted (sold) on a contract market: $-624,084,095

4. **Net equity (deficit) (add lines 1, 2 and 3)**
   - $15,491,478,723

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - Less: amount offset by customer securities: $-220,563,317
   - $222,146,320

6. **Amount required to be segregated (add lines 4 and 5)**
   - $15,493,061,726

**FUNDS IN SEGREGATED ACCOUNTS**

7. **Deposited in segregated funds bank accounts**
   - A. Cash: $4,557,636,845
   - B. Securities representing investments of customers' funds (at market): $0
   - C. Securities held for particular customers or option customers in lieu of cash (at market): $969,630,771

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash: $6,243,576,747
   - B. Securities representing investments of customers' funds (at market): $0
   - C. Securities held for particular customers or option customers in lieu of cash (at market): $4,327,817,301

9. **Net settlement from (to) derivatives clearing organizations of contract markets**
   - $-93,280,399

10. **Exchange traded options**
    - A. Value of open long option contracts: $438,138,730
    - B. Value of open short option contracts: $-624,084,095

11. **Net equities with other FCMs**
    - A. Net liquidating equity: $5,076,405
    - B. Securities representing investments of customers' funds (at market): $0
    - C. Securities held for particular customers or option customers in lieu of cash (at market): $0

12. **Segregated funds on hand**
    - $0

13. **Total amount in segregation (add lines 7 through 12)**
    - $15,824,512,305

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**
    - $331,450,579

15. **Management Target Amount for Excess funds in segregation**
    - $280,000,000

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount**
    - Excess: $51,450,579
### 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: 5,872,487,277 [8500]
   - B. Securities (at market): 5,823,082,891 [8510]

2. **Net unrealized profit (loss) in open cleared swaps**
   - 4,693,201,432 [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)**
   - 16,388,771,600 [8550]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - 85,763,543 [8560]
   - Less: amount offset by customer owned securities
     - -84,694,399 [8570]
     - 1,069,144 [8580]

6. **Amount required to be segregated for cleared swaps customers (add lines 4 and 5)**
   - 16,389,840,744 [8590]

7. **Funds in Cleared Swaps Customer Segregated Accounts**
   - Deposited in cleared swaps customer segregated accounts at banks
     - A. Cash: 2,209,359,778 [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): 251,132,188 [8620]

8. **Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts**
   - A. Cash: 8,364,350,680 [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): 5,571,950,703 [8650]

9. **Net settlement from (to) derivatives clearing organizations**
   - 154,694,222 [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)**
    - 16,551,487,571 [8720]

14. **Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)**
    - 161,646,827 [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**
    - 69,646,827 [8770]