INITIAL
End Date: 5/25/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
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):
  a. Minimum dollar amount: $280,000,000;
  b. Minimum percentage of customer segregated funds required: 0%;
  c. Dollar amount range between: and 0;
  d. Percentage range of customer segregated funds required between: 0% and 0%.

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 0;
  d. Percentage range of customer secured funds required between: 0% and 0%.

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 0;
  d. Percentage range of cleared swaps customer collateral required between: 0% and 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: 3,152,365,828 [7315]
   - B. Securities (at market): 2,023,246,447 [7317]

2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade: 81,257,477 [7325]

3. Exchange traded options
   - a. Market value of open option contracts purchased on a foreign board of trade: 25,863,352 [7335]
   - b. Market value of open contracts granted (sold) on a foreign board of trade: -25,716,345 [7337]

4. Account liquidating to a deficit and account with a debit balances - gross amount: 168,090,788 [7351]
   - Less: amount offset by customer owned securities: -165,544,645 [7352]
   - 2,546,143 [7354]

5. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5): 5,259,562,902 [7355]

6. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6: 5,259,562,902 [7360]

**Funds Deposited in Separate Regulation 30.7 Accounts**

1. Cash in banks
   - A. Banks located in the United States: 487,952,066 [7500]
   - B. Other banks qualified under Regulation 30.7: 907,342,861 [7520] 1,395,294,927 [7530]

2. Securities
   - A. In safekeeping with banks located in the United States: 55,213,912 [7540]
   - B. In safekeeping with other banks qualified under Regulation 30.7: 0 [7560] 55,213,912 [7570]

3. Equities with registered futures commission merchants
   - A. Cash: 6,046,558 [7580]
   - B. Securities: 0 [7590]
   - C. Unrealized gain (loss) on open futures contracts: 437,735 [7600]
   - D. Value of long option contracts: 0 [7610]
   - E. Value of short option contracts: 0 [7615] 6,484,293 [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: 1,945,733,339 [7700]
   - B. Securities: 1,968,032,535 [7710]
   - C. Unrealized gain (loss) on open futures contracts: 80,819,741 [7720]
   - D. Value of long option contracts: 25,863,352 [7730]

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: 5,451,725,754 [7770]

9. Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8): 192,162,852 [7380]

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: 52,162,852 [7785]
### Daily Segregation - Segregation Statement

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

1. **Net ledger balance**
   - A. Cash: $9,778,386,876 [7010]
   - B. Securities (at market): $5,502,763,076 [7020]

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**: $443,827,074 [7030]

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market: $423,136,402 [7032]
   - B. Deduct market value of open option contracts granted (sold) on a contract market: $-580,009,520 [7033]

4. **Net equity (deficit) (add lines 1, 2 and 3)**
   - $15,568,103,908 [7040]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - Less: amount offset by customer securities: $402,365,926 [7045]
   - $401,481,246 [7047] - $884,680 [7050]

6. **Amount required to be segregated (add lines 4 and 5)**
   - $15,568,988,588 [7060]

7. **Deposited in segregated funds bank accounts**
   - A. Cash: $4,151,888,153 [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): $945,356,052 [7090]

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash: $6,424,764,411 [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): $4,557,407,024 [7120]

9. **Net settlement from (to) derivatives clearing organizations of contract markets**: $-24,451,850 [7130]

10. **Exchange traded options**
    - A. Value of open long option contracts: $423,136,402 [7132]
    - B. Value of open short option contracts: $-580,009,520 [7133]

11. **Net equities with other FCMs**
    - A. Net liquidating equity: $6,202,064 [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)**: $15,904,292,736 [7180]

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**: $335,304,148 [7190]

15. **Management Target Amount for Excess funds in segregation**: $280,000,000 [7194]

16. **Excess (deficiency) funds in segregation over (under) Management Target Amount**

### Excess

**55,304,148** [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**
     - 6,152,933,399 [8500]
   - **B. Securities (at market)**
     - 5,965,657,392 [8510]

2. **Net unrealized profit (loss) in open cleared swaps**
   - 4,621,136,799 [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. Market value of open cleared swaps option contracts granted (sold)**
     - 16,739,727,590 [8550]

4. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - 176,500,920 [8560]
   - Less: amount offset by customer owned securities
     - 148,678,197 [8570]
     - 27,822,723 [8580]

5. **Amount required to be segregated for cleared swaps customers (add lines 4 and 5)**
   - 16,767,550,313 [8590]

6. **Deposited in cleared swaps customer segregated accounts at banks**
   - **A. Cash**
     - 2,208,123,917 [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)**
     - 249,251,532 [8620]

7. **Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts**
   - **A. Cash**
     - 8,869,231,216 [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)**
     - 5,716,405,860 [8650]

8. **Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts**
   - **A. Cash**
     - 8,869,231,216 [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)**
     - 5,716,405,860 [8650]

9. **Net settlement from (to) derivatives clearing organizations**
   - -41,331,913 [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)**
    - 17,001,680,612 [8720]

14. **Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)**
    - 234,130,299 [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**
    - 142,130,299 [8770]