INITIAL
End Date: 6/28/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Daily Segregation - Cover Page

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: 280,000,000
- b. Minimum percentage of customer segregated funds required: 0%
- c. Dollar amount range between: 0 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: 0 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: 0 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**
   - **Cash**: 3,225,933,806 [7315]
   - **Securities (at market)**: 1,992,859,352 [7317]

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade**: -307,341,107 [7325]

3. **Exchange traded options**
   a. Market value of open option contracts purchased on a foreign board of trade: 34,620,841 [7335]
   b. Market value of open contracts granted (sold) on a foreign board of trade: -25,126,515 [7337]

4. **Net equity (deficit) (add lines 1. 2. and 3.)**: 4,920,946,377 [7345]

5. **Account liquidating to a deficit and account with a debit balances - gross amount**
   Less: amount offset by customer owned securities: -162,543,464 [7354]

6. **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)**: 4,923,055,195 [7355]

7. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.**: 4,923,055,195 [7360]

**FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS**

1. **Cash in banks**
   - **Banks located in the United States**: 673,442,831 [7500]
   - **Other banks qualified under Regulation 30.7**: 643,125,216 [7520] 1,316,568,047 [7530]

2. **Securities**
   - **In safekeeping with banks located in the United States**: 17,312,830 [7540]
   - **In safekeeping with other banks qualified under Regulation 30.7**: 0 [7560] 17,312,830 [7570]

3. **Equities with registered futures commission merchants**
   - **Cash**: 5,910,702 [7580]
   - **Securities**: 0 [7590]
   - **Unrealized gain (loss) on open futures contracts**: 619,558 [7600]
   - **Value of long option contracts**: 0 [7610]
   - **Value of short option contracts**: 0 [7615] 6,530,260 [7620]

4. **Amounts held by clearing organizations of foreign boards of trade**
   - **Cash**: 0 [7640]
   - **Securities**: 0 [7650]
   - **Amount due to (from) clearing organization - daily variation**: 0 [7660]
   - **Value of long option contracts**: 0 [7670]
   - **Value of short option contracts**: 0 [7675] 0 [7680]

5. **Amounts held by members of foreign boards of trade**
   - **Cash**: 2,097,979,424 [7700]
   - **Securities**: 1,975,546,522 [7710]
   - **Unrealized gain (loss) on open futures contracts**: -307,960,665 [7720]
   - **Value of long option contracts**: 34,620,841 [7730]
   - **Value of short option contracts**: -25,126,515 [7735] 3,775,059,607 [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**: 5,115,470,744 [7770]

9. **Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)**: 192,415,549 [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**: 52,415,549 [7785]
### Daily Segregation - Segregation Statement

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

<table>
<thead>
<tr>
<th>1. Net ledger balance</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Cash</td>
<td>11,035,573,067</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>5,515,846,311</td>
</tr>
</tbody>
</table>

| 2. Net unrealized profit (loss) in open futures contracts traded on a contract market | -413,829,549 |

<table>
<thead>
<tr>
<th>3. Exchange traded options</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Add market value of open option contracts purchased on a contract market</td>
<td>370,113,262</td>
</tr>
<tr>
<td>B. Deduct market value of open option contracts granted (sold) on a contract market</td>
<td>-540,547,225</td>
</tr>
</tbody>
</table>

| 4. Net equity (deficit) (add lines 1, 2 and 3) | 15,967,155,866 |

| 5. Accounts liquidating to a deficit and accounts with debit balances - gross amount | 296,758,129 |
| Less: amount offset by customer securities | -296,442,672 |
|                                    | 315,457 |

| 6. Amount required to be segregated (add lines 4 and 5) | 15,967,471,323 |

<table>
<thead>
<tr>
<th>7. Deposited in segregated funds bank accounts</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Cash</td>
<td>4,819,717,527</td>
</tr>
<tr>
<td>B. Securities representing investments of customers’ funds (at market)</td>
<td>0</td>
</tr>
<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>780,610,525</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>8. Margins on deposit with derivatives clearing organizations of contract markets</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Cash</td>
<td>5,996,007,548</td>
</tr>
<tr>
<td>B. Securities representing investments of customers’ funds (at market)</td>
<td>0</td>
</tr>
<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>4,735,235,786</td>
</tr>
</tbody>
</table>

| 9. Net settlement from (to) derivatives clearing organizations of contract markets | 127,216,758 |

<table>
<thead>
<tr>
<th>10. Exchange traded options</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Value of open long option contracts</td>
<td>370,113,262</td>
</tr>
<tr>
<td>B. Value of open short option contracts</td>
<td>-540,547,225</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>11. Net equities with other FCMs</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Net liquidating equity</td>
<td>11,683,147</td>
</tr>
<tr>
<td>B. Securities representing investments of customers’ funds (at market)</td>
<td>0</td>
</tr>
<tr>
<td>C. Securities held for particular customers or option customers in lieu of cash (at market)</td>
<td>0</td>
</tr>
</tbody>
</table>

| 12. Segregated funds on hand | 0               |

| 13. Total amount in segregation (add lines 7 through 12) | 16,300,037,328 |

| 14. Excess (deficiency) funds in segregation (subtract line 6 from line 13) | 332,566,005 |

| 15. Management Target Amount for Excess funds in segregation | 280,000,000 |

| 16. Excess (deficiency) funds in segregation over (under) Management Target Amount | 52,566,005 |
## 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

1. **Net ledger balance**
   - A. Cash: $7,168,604,676 [8500]
   - B. Securities (at market): $6,395,370,849 [8510]
2. **Net unrealized profit (loss) in open cleared swaps**: $3,475,053,306 [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)**: $17,039,028,831 [8550]
5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**: $103,920,890 [8560]
   - Less: amount offset by customer owned securities: $-103,647,011 [8570] $273,879 [8580]
6. **Amount required to be segregated for cleared swaps customers (add lines 4 and 5)**: $17,039,302,710 [8590]

### Funds in Cleared Swaps Customer Segregated Accounts

7. **Deposited in cleared swaps customer segregated accounts at banks**
   - A. Cash: $2,161,553,850 [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): $237,636,004 [8620]
8. **Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts**
   - A. Cash: $8,532,787,256 [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): $6,157,734,845 [8650]
9. **Net settlement from (to) derivatives clearing organizations**: $110,672,573 [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)**: $17,200,384,528 [8720]
14. **Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)**: $161,081,818 [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**: $69,081,818 [8770]