INITIAL
End Date: 7/2/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Submit Date: 7/3/2018
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 280,000,000
  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**
   - **Cash**: 3,178,885,594 [7315]
   - **Securities (at market)**: 2,031,238,884 [7317]

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade**: -465,676,759 [7325]

3. **Exchange traded options**
   - **Market value of open option contracts purchased on a foreign board of trade**: 40,671,985 [7335]
   - **Market value of open contracts granted (sold) on a foreign board of trade**: -26,856,979 [7337]

4. **Net equity (deficit) (add lines 1. 2. and 3.)**: 4,758,262,725 [7345]

5. **Account liquidating to a deficit and account with a debit balances - gross amount**
   - **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)**: 4,759,109,560 [7355]

6. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.**: 4,759,109,560 [7360]

### FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. **Cash in banks**
   - **Banks located in the United States**: 552,720,019 [7500]
   - **Other banks qualified under Regulation 30.7**: 614,493,870 [7520] 1,167,213,889 [7530]

2. **Securities**
   - **In safekeeping with banks located in the United States**: 55,935,884 [7540]
   - **In safekeeping with other banks qualified under Regulation 30.7**: 0 [7560] 55,935,884 [7570]

3. **Equities with registered futures commission merchants**
   - **Cash**: 5,941,598 [7580]
   - **Securities**: 0 [7590]
   - **Unrealized gain (loss) on open futures contracts**: 675,199 [7600]
   - **Value of long option contracts**: 0 [7610]
   - **Value of short option contracts**: 0 [7615] 6,616,797 [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**: 2,198,948,334 [7700]
   - **Securities**: 1,975,303,000 [7710]
   - **Unrealized gain (loss) on open futures contracts**: -466,351,958 [7720]
   - **Value of long option contracts**: 40,671,985 [7730]
   - **Value of short option contracts**: -26,856,979 [7735] 3,721,714,382 [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**: 4,951,480,952 [7770]

9. **Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)**: 192,371,392 [7380]

10. **Excess (deficiency) funds in separate section 30.7 accounts over (under) Management Target**: 140,000,000 [7780]

11. **Excess (deficiency) funds in separate 30.7 accounts over Management Target**: 52,371,392 [7785]
<table>
<thead>
<tr>
<th>Requirement                                                                ifers</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net ledger balance</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$10,390,684,557</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>$5,498,209,163</td>
</tr>
<tr>
<td>Net unrealized profit (loss) in open futures contracts traded on a contract market</td>
<td>($409,405,896)</td>
</tr>
<tr>
<td>Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Add market value of open option contracts purchased on a contract market</td>
<td>$371,201,183</td>
</tr>
<tr>
<td>B. Deduct market value of open option contracts granted (sold) on a contract market</td>
<td>($661,783,290)</td>
</tr>
<tr>
<td>Net equity (deficit) (add lines 1, 2 and 3)</td>
<td></td>
</tr>
<tr>
<td>Accounts liquidating to a deficit and accounts with debit balances - gross amount</td>
<td>$483,082,676</td>
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<tr>
<td>Less: amount offset by customer securities</td>
<td></td>
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<tr>
<td>Amount required to be segregated (add lines 4 and 5)</td>
<td>$15,291,174,950</td>
</tr>
<tr>
<td>Deposited in segregated funds bank accounts</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$4,415,638,084</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>$685,084,300</td>
</tr>
<tr>
<td>Margins on deposit with derivatives clearing organizations of contract markets</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$5,746,947,937</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>$4,813,124,863</td>
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<tr>
<td>Net settlement from (to) derivatives clearing organizations of contract markets</td>
<td>$144,930,849</td>
</tr>
<tr>
<td>Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Value of open long option contracts</td>
<td>$371,201,183</td>
</tr>
<tr>
<td>B. Value of open short option contracts</td>
<td>($661,783,290)</td>
</tr>
<tr>
<td>Net equities with other FCMs</td>
<td></td>
</tr>
<tr>
<td>A. Net liquidating equity</td>
<td>$12,840,897</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>
<tr>
<td>Segregated funds on hand</td>
<td>$0</td>
</tr>
<tr>
<td>Total amount in segregation (add lines 7 through 12)</td>
<td>$15,627,984,823</td>
</tr>
<tr>
<td>Excess (deficiency) funds in segregation (subtract line 6 from line 13)</td>
<td>$336,809,873</td>
</tr>
<tr>
<td>Management Target Amount for Excess funds in segregation</td>
<td>$280,000,000</td>
</tr>
<tr>
<td>Excess (deficiency) funds in segregation over (under) Management Target Amount Excess</td>
<td>$56,809,873</td>
</tr>
</tbody>
</table>
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 7,178,870,083 [8500]
   B. Securities (at market) 6,408,257,188 [8510]

2. Net unrealized profit (loss) in open cleared swaps 3,456,164,875 [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) 17,043,292,146 [8550]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount 78,581,518 [8560]
   Less: amount offset by customer owned securities -78,287,701 [8570] 293,817 [8580]

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 17,043,585,963 [8590]

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks
   A. Cash 2,041,549,182 [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) 227,694,673 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   A. Cash 8,709,600,278 [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) 6,180,562,515 [8650]

9. Net settlement from (to) derivatives clearing organizations 46,341,602 [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) 17,205,748,250 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 162,162,287 [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 70,162,287 [8770]