FCM's Customer Segregated Funds Residual Interest Target (choose one):
a. Minimum dollar amount: ; or
b. Minimum percentage of customer segregated funds required: % ; or
c. Dollar amount range between: ; or
d. Percentage range of customer segregated funds required between: % and %.

FCM's Customer Secured Amount Funds Residual Interest Target (choose one):

FCM's Cleared Swaps Customer Collateral Residual Interest Target (choose one):

Attach supporting documents
**INITIAL**

**End Date:** 7/23/2018  
**Firm Name:** Morgan Stanley & Co. LLC  
**Form:** Daily Seg - FOCUS II  
**Submit Date:** 7/24/2018

### 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**: 3,385,068,073 [7315]
   - **B. Securities (at market)**: 2,163,547,902 [7317]

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade**: -492,405,037 [7325]

3. **Exchange traded options**
   - **a. Market value of open option contracts purchased on a foreign board of trade**: 33,261,423 [7335]
   - **b. Market value of open contracts granted (sold) on a foreign board of trade**: -28,252,134 [7337]

4. **Net equity (deficit) (add lines 1, 2, and 3.)**: 5,061,220,227 [7345]

5. **Account liquidating to a deficit and account with a debit balances - gross amount**: -263,144,191 [7352] 490,015 [7354]

6. **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)**: 5,061,710,242 [7355]

7. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.**: 5,061,710,242 [7360]

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**FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS**

1. **Cash in banks**
   - **A. Banks located in the United States**: 595,072,368 [7500]
   - **B. Other banks qualified under Regulation 30.7**: 568,467,972 [7520] 1,163,540,340 [7530]

2. **Securities**
   - **A. In safekeeping with banks located in the United States**: 130,437,454 [7540]
   - **B. In safekeeping with other banks qualified under Regulation 30.7**: 0 [7560] 130,437,454 [7570]

3. **Equities with registered futures commission merchants**
   - **A. Cash**: 6,314,181 [7580]
   - **B. Securities**: 0 [7590]
   - **C. Unrealized gain (loss) on open futures contracts**: 299,948 [7600]
   - **D. Value of long option contracts**: 0 [7610]
   - **E. Value of short option contracts**: 0 [7615] 6,614,129 [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**: 2,406,577,727 [7700]
   - **B. Securities**: 2,033,110,447 [7710]
   - **C. Unrealized gain (loss) on open futures contracts**: -492,704,985 [7720]
   - **D. Value of long option contracts**: 33,261,423 [7730]
   - **E. Value of short option contracts**: -28,252,134 [7735] 3,951,992,478 [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**: 5,252,584,401 [7770]

9. **Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)**
   - **Excess (deficiency) Set Aside for Secured Amount**: 190,874,159 [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**: 50,874,159 [7785]
**SEGREGATION REQUIREMENTS (Section 4d(2) of the CEAct)**

1. **Net ledger balance**
   - A. Cash: 11,436,548,703 [7010]
   - B. Securities (at market): 5,752,414,813 [7020]

2. **Net unrealized profit (loss) in open futures contracts traded on a contract market**
   - -472,971,506 [7030]

3. **Exchange traded options**
   - A. Add market value of open option contracts purchased on a contract market: 418,116,565 [7032]
   - B. Deduct market value of open option contracts granted (sold) on a contract market: -553,938,370 [7033]

4. **Net equity (deficit) (add lines 1, 2 and 3)**
   - 16,580,170,205 [7040]

5. **Accounts liquidating to a deficit and accounts with debit balances - gross amount**
   - Less: amount offset by customer securities: -558,603,295 [7047] 1,397,271 [7050]

6. **Amount required to be segregated (add lines 4 and 5)**
   - 16,581,567,476 [7060]

**FUNDS IN SEGREGATED ACCOUNTS**

7. **Deposited in segregated funds bank accounts**
   - A. Cash: 4,729,370,220 [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): 616,754,486 [7090]

8. **Margins on deposit with derivatives clearing organizations of contract markets**
   - A. Cash: 6,573,734,291 [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): 5,135,660,327 [7120]

9. **Net settlement from (to) derivatives clearing organizations of contract markets**
   - -20,064,918 [7130]

10. **Exchange traded options**
    - A. Value of open long option contracts: 418,116,565 [7132]
    - B. Value of open short option contracts: -553,938,370 [7133]

11. **Net equities with other FCMs**
    - A. Net liquidating equity: 11,841,514 [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)**
    - 16,911,474,115 [7180]

14. **Excess (deficiency) funds in segregation (subtract line 6 from line 13)**
    - 329,906,639 [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 49,906,639 [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 7,278,821,535 [8500]
   B. Securities (at market) 6,258,288,537 [8510]

2. Net unrealized profit (loss) in open cleared swaps 3,800,644,550 [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) 17,337,754,622 [8550]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount 131,683,329 [8560]
   Less: amount offset by customer owned securities -129,224,596 [8570] 2,458,733 [8580]

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 17,340,213,355 [8590]

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks
   A. Cash 2,417,836,850 [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) 261,860,654 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   A. Cash 8,241,356,509 [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) 5,996,427,883 [8650]

9. Net settlement from (to) derivatives clearing organizations 541,829,384 [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) 17,459,311,280 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 119,097,925 [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 27,097,925 [8770]