INITIAL
End Date: 10/4/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Submit Date: 10/5/2018
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: $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
**INITIAL**

**End Date:** 10/4/2018  
**Firm Name:** Morgan Stanley & Co. LLC  
**Form:** Daily Seg - FOCUS II  
**Submit Date:** 10/5/2018

### 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:** 2,381,245,630 [7315]  
   - **B. Securities (at market):** 2,282,548,591 [7317]

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade:** 593,844,859 [7325]

3. **Exchange traded options**
   a. Market value of open option contracts purchased on a foreign board of trade: 19,665,134 [7335]
   b. Market value of open contracts granted (sold) on a foreign board of trade: -22,569,494 [7337]

4. **Net equity (deficit) (add lines 1. 2. and 3.):** 5,254,734,720 [7345]

5. **Account liquidating to a deficit and account with a debit balances - gross amount**
   - Less: amount offset by customer owned securities: -201,372,319 [7352]  
   - **Net Liquidating Equity:** 5,256,038,135 [7355]

6. **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5):** 5,256,038,135 [7360]

7. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6:** 5,256,038,135 [7360]

**FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS**

1. **Cash in banks**
   - **A. Banks located in the United States:** 510,726,686 [7500]  
   - **B. Other banks qualified under Regulation 30.7:** 882,372,080 [7520]  
   - **Total:** 1,393,098,766 [7530]

2. **Securities**
   - **A. In safekeeping with banks located in the United States:** 0 [7560] 123,142,187 [7570]
   - **B. In safekeeping with other banks qualified under Regulation 30.7:** 0 [7580]

3. **Equities with registered futures commission merchants**
   - **A. Cash:** 7,893,234 [7580]  
   - **B. Securities:** 0 [7590]  
   - **C. Unrealized gain (loss) on open futures contracts:** 562,591 [7600]  
   - **D. Value of long option contracts:** 0 [7610]  
   - **E. Value of short option contracts:** 0 [7615] 8,455,825 [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] 9 [7680]

5. **Amounts held by members of foreign boards of trade**
   - **A. Cash:** 1,172,851,846 [7700]  
   - **B. Securities:** 2,159,406,404 [7710]  
   - **C. Unrealized gain (loss) on open futures contracts:** 593,282,268 [7720]  
   - **D. Value of long option contracts:** 19,665,134 [7730]  
   - **E. Value of short option contracts:** -22,569,494 [7735] 3,922,636,158 [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:** 5,447,332,936 [7770]

9. **Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8):** 191,294,801 [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:** 51,294,801 [7785]
### SEGREGATION REQUIREMENTS (Section 4d(2) of the CEA)

<table>
<thead>
<tr>
<th>Requirement</th>
<th>Calculation</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Net ledger balance</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$11,220,400,307</td>
</tr>
<tr>
<td>B. Securities (at market)</td>
<td>$6,532,361,638</td>
</tr>
<tr>
<td>2. Net unrealized profit (loss) in open futures contracts traded on a contract market</td>
<td>$-1,186,762,850</td>
</tr>
<tr>
<td>3. Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Add market value of open option contracts purchased on a contract market</td>
<td>$404,855,209</td>
</tr>
<tr>
<td>B. Deduct market value of open option contracts granted (sold) on a contract market</td>
<td>$-600,418,084</td>
</tr>
<tr>
<td>4. Net equity (deficit) (add lines 1, 2 and 3)</td>
<td>$16,370,436,220</td>
</tr>
<tr>
<td>5. Accounts liquidating to a deficit and accounts with debit balances - gross amount</td>
<td>$1,132,503,988</td>
</tr>
<tr>
<td>Less: amount offset by customer securities</td>
<td>$-1,130,587,227</td>
</tr>
<tr>
<td>6. Amount required to be segregated (add lines 4 and 5)</td>
<td>$16,372,352,981</td>
</tr>
<tr>
<td>7. Deposited in segregated funds bank accounts</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$4,596,607,527</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>$694,521,031</td>
</tr>
<tr>
<td>8. Margins on deposit with derivatives clearing organizations of contract markets</td>
<td></td>
</tr>
<tr>
<td>A. Cash</td>
<td>$5,905,019,120</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>$5,837,840,607</td>
</tr>
<tr>
<td>9. Net settlement from (to) derivatives clearing organizations of contract markets</td>
<td>$-136,521,757</td>
</tr>
<tr>
<td>10. Exchange traded options</td>
<td></td>
</tr>
<tr>
<td>A. Value of open long option contracts</td>
<td>$404,855,209</td>
</tr>
<tr>
<td>B. Value of open short option contracts</td>
<td>$-600,418,084</td>
</tr>
<tr>
<td>11. Net equities with other FCMs</td>
<td></td>
</tr>
<tr>
<td>A. Net liquidating equity</td>
<td>$6,137,852</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>12. Segregated funds on hand</td>
<td>$0</td>
</tr>
<tr>
<td>13. Total amount in segregation (add lines 7 through 12)</td>
<td>$16,708,041,505</td>
</tr>
<tr>
<td>14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)</td>
<td>$335,688,524</td>
</tr>
<tr>
<td>15. Management Target Amount for Excess funds in segregation</td>
<td>$280,000,000</td>
</tr>
<tr>
<td>16. Excess (deficiency) funds in segregation over (under) Management Target Amount</td>
<td>$55,688,524</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 4,248,085,404 [8500]
   B. Securities (at market) 5,782,449,909 [8510]

2. Net unrealized profit (loss) in open cleared swaps 5,755,616,564 [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) 15,786,151,877 [8550]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount 103,085,179 [8560]
   Less: amount offset by customer owned securities -102,509,271 [8570] 575,908 [8580]

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 15,786,727,785 [8590]

7. Deposited in cleared swaps customer segregated accounts at banks
   A. Cash 2,172,214,655 [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) 247,894,145 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   A. Cash 7,750,272,520 [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) 5,534,555,764 [8650]

9. Net settlement from (to) derivatives clearing organizations 276,493,967 [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) 15,981,431,051 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 194,703,266 [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 102,703,266 [8770]