INITIAL
End Date: 3/5/2018
Firm Name: Morgan Stanley & Co. LLC
Form: Daily Seg - FOCUS II
Name of Company: Morgan Stanley & Co. LLC
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FCM’s Customer Segregated Funds Residual Interest Target (choose one):
   a. Minimum dollar amount: $331,000,000
   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: 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: 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: 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 3,456,786,088 [7315]
   - B. Securities (at market) 1,790,952,175 [7317]

2. **Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade**
   - -172,986,046 [7325]

3. **Exchange traded options**
   - a. Market value of open option contracts purchased on a foreign board of trade 24,870,818 [7335]
   - b. Market value of open contracts granted (sold) on a foreign board of trade -20,197,473 [7337]

4. **Net equity (deficit) (add lines 1. 2. and 3.)**
   - 18,690,325 [7351]

5. **Less: amount offset by customer owned securities**
   - -17,919,468 [7352] 770,857 [7354]

6. **Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)**
   - 5,080,196,419 [7355]

7. **Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.**
   - 5,080,196,419 [7360]

### FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. **Cash in banks**
   - A. Banks located in the United States 613,285,974 [7500]
   - B. Other banks qualified under Regulation 30.7 496,028,951 [7520] 1,109,314,925 [7530]

2. **Securities**
   - A. In safekeeping with banks located in the United States 202,574,485 [7540]
   - B. In safekeeping with other banks qualified under Regulation 30.7 0 [7560] 202,574,485 [7570]

3. **Equities with registered futures commission merchants**
   - A. Cash 5,831,489 [7580]
   - B. Securities 0 [7590]
   - C. Unrealized gain (loss) on open futures contracts -202,216 [7600]
   - D. Value of long option contracts 0 [7610]
   - E. Value of short option contracts 0 [7615] 5,629,273 [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 2,535,477,918 [7700]
   - B. Securities 1,588,377,690 [7710]
   - C. Unrealized gain (loss) on open futures contracts -172,783,830 [7720]
   - D. Value of long option contracts 24,870,818 [7730]
   - E. Value of short option contracts -20,197,473 [7735] 3,955,745,123 [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**
   - 5,273,263,806 [7770]

9. **Excess (deficiency) Set Aside for Secured Amount (subtract line 7 Secured Statement Page 1 from Line 8)**
   - 193,067,387 [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**
    - 53,067,387 [7785]
**Daily Segregation - Segregation Statement**

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

1. Net ledger balance
   - A. Cash: $9,686,582,115 [7010]
   - B. Securities (at market): $5,255,705,285 [7020]

2. Net unrealized profit (loss) in open futures contracts traded on a contract market: $991,387,652 [7030]

3. Exchange traded options
   - A. Add market value of open option contracts purchased on a contract market: $428,533,772 [7032]
   - B. Deduct market value of open option contracts granted (sold) on a contract market: $-661,846,633 [7033]

4. Net equity (deficit) (add lines 1, 2 and 3): $15,700,362,191 [7040]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount
   - Less: amount offset by customer securities: $224,187,623 [7045]

6. Amount required to be segregated (add lines 4 and 5): $15,732,824,429 [7060]

7. Deposited in segregated funds bank accounts
   - A. Cash: $4,632,562,868 [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): $953,651,894 [7090]

8. Margins on deposit with derivatives clearing organizations of contract markets
   - A. Cash: $6,388,743,268 [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): $4,302,053,391 [7120]


10. Exchange traded options
    - A. Value of open long option contracts: $428,533,772 [7132]
    - B. Value of open short option contracts: $-661,846,633 [7133]

11. Net equities with other FCMs
    - A. Net liquidating equity: $2,311,198 [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): $16,107,442,912 [7180]

14. Excess (deficiency) funds in segregation (subtract line 6 from line 13): $374,618,483 [7190]

15. Management Target Amount for Excess funds in segregation: $331,000,000 [7194]

16. Excess (deficiency) funds in segregation over (under) Management Target Amount
    - Excess: $43,618,483 [7198]
**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 7,394,405,004 [8500]
   - B. Securities (at market) 5,602,270,557 [8510]

2. Net unrealized profit (loss) in open cleared swaps 3,356,663,083 [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) 16,353,338,644 [8550]

5. Accounts liquidating to a deficit and accounts with debit balances - gross amount 76,000,073 [8560]

6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5) 16,353,775,035 [8590]

7. Deposited in cleared swaps customer segregated accounts at banks
   - A. Cash 2,628,624,513 [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) 240,200,333 [8620]

8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts
   - A. Cash 8,184,933,660 [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) 5,362,070,224 [8650]

9. Net settlement from (to) derivatives clearing organizations 148,257,827 [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) 16,564,086,557 [8720]

14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13) 210,311,522 [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 118,311,522 [8770]