

SUPPLEMENT TO  
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART II CSE

BROKER OR DEALER  
MORGAN STANLEY & CO. LLC

as of 06/30/13

STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION  
FOR CUSTOMERS TRADING ON U.S. COMMODITY EXCHANGES

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

1. Net ledger balance			
A. Cash		\$ 6,859,421,786	7010
B. Securities (at market)		1,779,482,096	7020
2. Net unrealized profit (loss) in open futures contracts traded on a contract market		(1,235,488,049)	7030
3. Exchange traded options			
A. Add market value of open option contracts purchased on a contract market		229,642,404	7032
B. Deduct market value of open option contracts granted (sold) on a contract market		(243,544,576)	7033
4. Net equity (deficit) (add lines 1, 2, and 3)		7,389,513,661	7040
5. Accounts liquidating to a deficit and accounts with debit balances			
- gross amount	154,885,535		7045
Less: amount offset by customer owned securities	(154,726,421)	159,114	7050
6. Amount required to be segregated (add lines 4 and 5)		\$ 7,389,672,775	7060

FUNDS IN SEGREGATED ACCOUNTS

7. Deposited in segregated funds bank accounts			
A. Cash		3,120,462,280	7070
B. Securities representing investments of customers' funds (at market)		460,032,342	7080
C. Securities held for particular customers or option customers in lieu of cash (at market)		233,037,755	7090
8. Margins on deposit with derivatives clearing organizations of contract markets			
A. Cash		\$ 357,340,512	7100
B. Securities representing investments of customers' funds (at market)		1,943,118,781	7110
C. Securities held for particular customers or option customers in lieu of cash (at market)		1,541,444,341	7120
9. Net settlement from (to) derivatives clearing organizations of contract markets		(58,737,058)	7130
10. Exchange traded options			
A. Value of open long option contracts		229,642,404	7132
B. Value of open short option contracts		(243,544,576)	7133
11. Net equities with other FCMs			
A. Net liquidating equity		15,067,686	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 (describe: _____)		0	7150
13. Total amount in segregation (add lines 7 through 12)		7,597,864,467	7180
14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)		\$ 208,191,692	7190

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STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION  
FOR CUSTOMERS' DEALER OPTIONS ACCOUNTS

1. Amount required to be segregated in accordance with Commission regulation 32.6	\$ _____ 0 <span style="border: 1px solid black; padding: 0 2px;">7200</span>
2. Funds in segregated accounts	
A. Cash	\$ _____ 0 <span style="border: 1px solid black; padding: 0 2px;">7210</span>
B. Securities (at market)	_____ 0 <span style="border: 1px solid black; padding: 0 2px;">7220</span>
C. Total	_____ 0 <span style="border: 1px solid black; padding: 0 2px;">7230</span>
3. Excess (deficiency) funds in segregation (subtract line 2.C from line 1)	\$ _____ 0 <span style="border: 1px solid black; padding: 0 2px;">7240</span>

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STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS  
FOR FOREIGN FUTURES AND FOREIGN OPTIONS CUSTOMERS  
PURSUANT TO COMMISSION REGULATION 30.7

FOREIGN FUTURES AND FOREIGN OPTIONS SECURED AMOUNTS - SUMMARY

I. Check the appropriate box to identify the amount shown on line 1. below.

- 7300 Secured amounts in only U.S. - domiciled customers' accounts
- 7310 Secured amounts in U.S. and foreign - domiciled customers' accounts
- 7320 Net liquidating equities in all accounts of customers trading on foreign boards of trade
- 7330 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.

II. Has the FCM changed the method of calculating the amount to be set aside in separate accounts since the last financial report it filed ?

- Yes 7340 If yes, explain the change below
- No 7350

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1. Amount to be set aside in separate section  
30.7 accounts

\$ 1,916,312,105 7360

2. Total funds in separate section 30.7 accounts  
(page 16, line 8)

2,122,690,961 7370

3. Excess (deficiency) - (subtract line 1 from line 2)

\$ 206,378,856 7380

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FOR FOREIGN FUTURES AND FOREIGN OPTIONS CUSTOMERS  
PURSUANT TO COMMISSION REGULATION 30.7

FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks			
A. Banks located in the United States	\$	<u>181,426,324</u>	<u>7500</u>
B. Other banks designated by the Commission			
Name(s): <u>0</u>		<u>186,845,133</u>	<u>7520</u>
	\$		<u>368,271,457</u>
2. Securities			
A. In safekeeping with banks located in the United States	\$	<u>538,975,516</u>	<u>7540</u>
B. In safekeeping with other banks designated by the Commission			
Name(s): <u>0</u>		<u>0</u>	<u>7560</u>
			<u>538,975,516</u>
3. Equities with registered futures commission merchants			
A. Cash	\$	<u>0</u>	<u>7580</u>
B. Securities		<u>0</u>	<u>7590</u>
C. Unrealized gain (loss) on open futures contracts		<u>0</u>	<u>7600</u>
D. Value of long option contracts		<u>0</u>	<u>7610</u>
E. Value of short option contracts	(	<u>0</u> )	<u>7615</u>
			<u>0</u>
4. Amounts held by clearing organizations of foreign boards of trade			
Name(s): <u>0</u>			<u>7630</u>
A. Cash	\$	<u>0</u>	<u>7640</u>
B. Securities		<u>0</u>	<u>7650</u>
C. Amount due to (from) clearing organizations - daily variation		<u>0</u>	<u>7660</u>
D. Value of long option contracts		<u>0</u>	<u>7670</u>
E. Value of short option contracts	(	<u>0</u> )	<u>7675</u>
			<u>0</u>
5. Amounts held by members of foreign boards of trade			
Name(s): <u>0</u>			<u>7690</u>
A. Cash	\$	<u>1,110,846,702</u>	<u>7700</u>
B. Securities		<u>296,137,534</u>	<u>7710</u>
C. Unrealized gain (loss) on open futures contracts		<u>(204,211,826)</u>	<u>7720</u>
D. Value of long option contracts		<u>35,295,234</u>	<u>7730</u>
E. Value of short option contracts	(	<u>(22,623,656)</u> )	<u>7735</u>
			<u>1,215,443,988</u>
6. Amounts with other depositories designated by a foreign board of trade			
Name(s): <u>0</u>			<u>7750</u>
			<u>0</u>
7. Segregated funds on hand (describe: _____ )			
			<u>0</u>
			<u>7765</u>
8. Total funds in separate section 30.7 accounts (to page 15 line 2)			
	\$	<u>2,122,690,961</u>	<u>7770</u>

A. If any securities shown are other than the types of securities referred to in CFTC Regulation 1.25, attach a separate schedule detailing the obligations shown on each such line.

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STATEMENT OF SEQUESTRATION REQUIREMENTS AND  
FUNDS IN CLEARED OTC DERIVATIVES SEQUESTERED ACCOUNTS

CLEARED OTC DERIVATIVES CUSTOMER REQUIREMENTS

1. Net ledger balance			
A. Cash		\$	581,495,464 8500
B. Securities (at market)			783,223,688 8510
2. Net unrealized profit (loss) in open cleared OTC derivatives			399,095,276 8520
3. Cleared OTC derivatives options			
A. Market value of open cleared OTC derivatives option contracts purchased			0 8530
B. Market value of open cleared OTC derivatives option contracts granted (sold)		(	0) 8540
4. Net equity (deficit) (add lines 1, 2 and 3)		\$	1,763,814,428 8550
5. Accounts liquidating to a deficit and accounts with debit balances			
- gross amount	\$	29,641,005	8560
Less: amount offset by customer owned securities	(	28,773,032)	8570
6. Amount required to be sequestered for cleared OTC derivatives customers (add lines 4 and 5)			867,973 8580
	\$		1,764,682,401 8590

FUNDS IN CLEARED OTC DERIVATIVES CUSTOMER SEQUESTERED ACCOUNTS

7. Deposited in cleared OTC derivatives customer sequestered accounts at banks			
A. Cash		\$	265,375,529 8600
B. Securities representing investment of customers' funds (at market)			0 8610
C. Securities held for particular customers or option customers in lieu of cash (at market)			317,367 8620
8. Margins on deposit with derivatives clearing organizations in cleared OTC derivatives customer sequestered accounts			
A. Cash			936,655,628 8630
B. Securities representing investment of customers' funds (at market)			0 8640
C. Securities held for particular customers or option customers in lieu of cash (at market)			782,994,048 8650
9. Net settlement from (to) derivatives clearing organizations			(44,681,108) 8660
10. Cleared OTC derivatives options			
A. Value of open cleared OTC derivatives long option contracts			0 8670
B. Value of open cleared OTC derivatives short option contracts		(	0) 8680
11. Net equities with other FCMs			
A. Net liquidating equity			0 8690
B. Securities representing investment of customers' funds (at market)			0 8700
C. Securities held for particular customers or option customers in lieu of cash (at market)			0 8710
12. Cleared OTC derivatives customer funds on hand			0 8715
13. Total amount in sequestration (add lines 7 through 12)	\$		1,940,661,464 8720
14. Excess (deficiency) funds in sequestration (subtract line 6 from line 13)	\$		175,979,063 8730