

## EXHIBIT 5 – TEXT OF PROPOSED RULE CHANGE

Proposed new language is underlined; proposed deletions are [bracketed]

**LONG-TERM STOCK EXCHANGE RULE BOOK**

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**Rule 11.380. Risk Management**

## (a) Risk Controls

- (1) Risk Controls may be optionally elected by a Member or the clearing firm of a Member.
- (2) [LTSE] Risk [c]Controls can be configured to accumulate and specify a limit or limits on the [g]Gross [n]Notional [e]Exposure, Net Notional Exposure, or both, as defined in subparagraphs (a)(2)(A) and (a)(2)(B), respectively (“Risk Controls Limit”). Risk Controls Limits can be configured for matched trades for a Member or clearing firm’s broker correspondent across MPIDs, by MPID, by FIX session, or in combination, per clearing firm relationship or Member, as applicable. If a Risk [c]Controls Limit is exceeded, [accumulates the gross notional value of trades for a Member or clearing firm’s broker correspondent as specified in subparagraph (2)(A), and will automatically reject] new orders will be automatically rejected and [cancel]all open orders will be canceled [when the notional exposure has exceeded a predetermined limit]. Any Risk Controls Limit may be increased or decreased on an intra-day basis by a Member or the clearing firm of a Member, as applicable.
  - (A) “Gross [n]Notional [e]Exposure” is calculated as the absolute sum of the notional value of all buy and sell trades: equal to the value of executed buys plus the absolute value of executed long sells plus the absolute value of executed short sells. There is no netting of buys and sales in the same symbol or across symbols. Gross [n]Notional [e]Exposure resets for each new trading day.
  - (B) “Net Notional Exposure” is calculated as the absolute net sum of the notional value of all buy and sell trades: equal to the value of executed buys minus the absolute value of executed long sells minus the absolute value of executed short sells. Netting is calculated across symbols. Net Notional Exposure resets for each new trading day.

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