

Long-Term Stock Exchange, Inc.

Date of filing: February 26, 2019

Date as of which the information is accurate: February 26, 2019

Exhibit I

**For the latest fiscal year of the applicant, audited financial statements which are prepared in accordance with, or in the case of a foreign applicant, reconciled with, United States generally accepted accounting principles, and are covered by a report prepared by an independent public accountant. If an applicant has no consolidated subsidiaries, it shall file audited financial statements under Exhibit I alone and need not file a separate unaudited financial statement for the applicant under Exhibit D.**

The Exchange was formed in 2017 and has not yet commenced operations, so it does not yet have audited financial statements for any fiscal year. If the Commission approves the Exchange's Form 1 Application for Registration as a National Securities Exchange, LTSE Group, Inc., as the sole owner of the common stock of the Exchange, will allocate sufficient assets to the Exchange to enable the Exchange's operation. In particular, LTSE Group, Inc. shall make a cash contribution to the Exchange of \$5 million, in addition to any previously-provided in-kind contributions, such as legal, regulatory, and infrastructure-related services. The Exchange represents that such cash and in-kind contributions from LTSE Group, Inc. will be adequate to operate the Exchange, including the regulation of the Exchange.

In addition, the Exchange represents that there will be an explicit agreement between the Exchange and LTSE Group, Inc. that requires LTSE Group, Inc. to provide adequate funding for the Exchange's operations on an ongoing basis, including the regulation of the Exchange. This agreement will provide that the Exchange will receive all fees, including regulatory fees and trading fees, payable by the Exchange's Members, as well as any funds received from any applicable market data fees and tape revenue. The agreement will further provide that LTSE Group, Inc. will reimburse the Exchange for its costs and expenses to the extent the Exchange's assets are insufficient to meet its costs and expenses. Excess non-regulatory funds, as solely determined by the Exchange, will be remitted to LTSE Group, Inc. in accordance with the Bylaws of the Exchange.

The Exchange will file pro forma financial statements with the Commission prior to final Commission action on the Exchange's Form 1 Application for Registration as a National Securities Exchange. The financial statements of LTSE Holdings, Inc. provided in Exhibit D include the funds that will be used to provide a loan to LTSE Group, Inc., which will make the cash contribution to the Exchange.

Addendum

Unaudited Financial Statements of Long-Term Stock Exchange, Inc. for the fiscal year ending 12/31/18.....I-1

Addendum I-1  
Long-Term Stock Exchange, Inc.  
Unaudited Financial Statements

**Long-Term Stock Exchange, Inc.**

**Unaudited Balance Sheet**

As of December 31, 2018

(in US Dollars)

**Assets**

**Total Cash and Cash Equivalents** **\$0.00**

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**Current Assets**

Loan Receivable

Security Deposit

**Total Current Assets** **\$10.00**

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**Total Assets** **\$10.00**

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**Liabilities and Equity**

**Liabilities**

**Total Current Liabilities** **\$0.00**

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**Total Liabilities** **\$0.00**

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**Equity**

Common Stock \$10.00

Current Year Earnings \$0.00

FLEX SAFE-Ser B \$0.00

Founders Stock \$0.00

Retained Earnings \$0.00

Series A Issuance Costs \$0.00

Series A Pref Stock,net of issuance cos \$0.00

**Total Equity** **\$10.00**

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**Total Liabilities and Equity** **\$10.00**

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**Long-Term Stock Exchange, Inc.**  
**Unaudited Income Statement-**  
in US Dollars  
For the period January 1 2018 to December 31, 2018

<b>Total Revenue</b>	<b>\$0.00</b>
<b>Operating Expenses</b>	<b>\$0.00</b>
<b>Operating Income</b>	<b>\$0.00</b>
<b>Interest Income</b>	
<b>Other Income (settlement)</b>	
<b>Net Income</b>	<b>\$0.00</b>
<b>Total Comprehensive Income (Loss)</b>	<b>\$0.00</b>