

Exhibit 5  
Text of the Proposed Rule Change  
Underlining indicates additions; [brackets] indicate deletions.

**Rule 306. Registration Requirements**

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***Supplementary Material to Rule 306***

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- \_08 (a) An individual associated person who:
- (1) is engaged in proprietary trading, market-making and/or effecting transactions on behalf of a broker-dealer is required to register and qualify as a Securities Trader (TD) in WebCRD;
  - (2) (i) supervises or monitors proprietary trading, market-making and/or brokerage activities for broker-dealers; (ii) supervises or trains those engaged in proprietary trading, market-making and/or effecting transactions on behalf of a broker-dealer, with respect to those activities; and/or (iii) is an officer, partner or director of a [Permit Holder] Member is required to register and qualify as a Securities Trader Principal (TP) in WebCRD and satisfy the prerequisite registration and qualification requirements; and
  - (3) is a Chief Compliance Officer (or performs similar functions) for a [Permit Holder] Member that engages in proprietary trading, market-making or effecting transactions on behalf of a broker-dealer is required to register and qualify as a Securities Trader Compliance Officer (CT) in WebCRD and satisfy the prerequisite registration and qualification requirements.

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