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January 6, 2012

Via E-Mail: submissions@cftc.gov

Mr. David Stawick
Secretary of the Commission
Office of the Secretariat
Commodity Futures Trading Commission
3 Lafayette Centre
1155 21st Street, N.W.
Washington D.C. 20581

RE: Weekly Notification of Rule Amendments: Nadex Amends the Strike Price Interval on its Weekly Silver Binary Contracts and Adds Additional Strike Levels in its Daily US Index, Gold and Silver Binary Contracts For Trade Date January 3, 2012 – Submission Pursuant to Commission Regulation §40.6(d)(iv)

Dear Mr. Stawick:

Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended ("Act"), and section §40.6(d)(iv) of the regulations promulgated by the Commodity Futures Trading Commission (the "Commission") under the Act (the "Regulations"), North American Derivatives Exchange, Inc. ("Nadex", the "Exchange") hereby provides notice to the Commission its intent to amend the strike price intervals on its Weekly Silver Binary Contracts. This strike price intervals amendment will be effective January 9, 2012.

Rule changes have been outlined in Exhibit A, and Rule amendments are attached hereto in Exhibit B. Rule amendments have been underlined and deletions have been stricken out.

Additionally, Nadex has added additional strike levels in its Daily US 500, US SmallCap 2000, Wall St 30, US Tech 100, Silver, and Gold Binary contracts on a discretionary basis for trade date January 3, 2012. Nadex returned to its regular listing schedule on January 4, 2012 for these contracts. New strikes created for trade date January 3, 2012 are set forth in Exhibit C.

No substantive opposing views were expressed to Nadex with respect to this amendment.

Nadex hereby certifies that the revision contained herein complies with the Act, as amended, and the Commission Regulations adopted thereunder.

Nadex hereby certifies that a copy of these amendments was posted on its website at the time of this filing.

Should you have any questions regarding the above, please do not hesitate to contact me by telephone at (312) 884-0171 or by email at tim.mcdermott@nadex.com.

Sincerely,

Timothy G. McDermott
General Counsel and Chief Regulatory
Officer

cc: DMOSubmission@cftc.gov
        Jon Hultquist – CFTC (Acting Branch Chief, DMO, Chicago)
        Tom Leahy – CFTC
        Riva Adriance – CFTC
        Nancy Markowitz – CFTC

        Yossi Beinart - Nadex

Rule	Asset	Duration/ Close Time	Action	Effective Date
12.7	Silver Binary Contracts	Weekly Contracts; 1:25 ET Close Time	Amend strike price intervals from 200 to 100.	1/9/2012

EXHIBIT B

Amendment of Rule 12.7

(The following new Rule deletions are stricken out)

RULE 1.1 – 12.6 [Unchanged]

RULE 12.7 SILVER BINARY CONTRACTS

(a) SCOPE –These Rules shall apply to the Class of Contracts referred to as the Silver Binary Contract issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Contracts is the price, cents per troy ounce (in US Currency), of Silver obtained from the Silver Futures Contracts ("SFC") traded on the COMEX Division of the New York Mercantile Exchange ("NYMEX®"[1]). The SFC trade prices that will be used to for the Underlying will be taken from the March, May, July, September, or December SFC delivery months (each an "SFC Delivery Month"). The specific SFC Delivery Month that will be used for the Underlying will be based on the SFC represented in the following schedule of dates for 2012:

Start Date	End Date	SFC Delivery Month Used for the Underlying and to Calculate the Expiration Value	Futures Expiration Date
8/27/2011	11/25/2011	Comex Silver December 2011 Futures	12/28/2011
11/26/2011	2/24/2012~1~	Comex Silver March 2012 Futures	3/28/2012
2/25/2012	4/27/2012	Comex Silver May 2012 Futures	5/29/2012
4/28/2012	6/29/2012	Comex Silver July 2012 Futures	7/27/2012
6/30/2012	8/31/2012	Comex Silver September 2012 Futures	9/26/2012
9/1/2012	11/30/2012	Comex Silver December 2012 Futures	12/27/2012
12/1/2012	2/22/2013	Comex Silver March 2013 Futures	3/26/2013

On the date listed in the 'Start Date' column above, the SFC trade prices to be used for the Underlying and to calculate the Expiration Value will be done with the corresponding SFC Delivery Month listed. For instance, beginning on February 25, 2012, Nadex will use the Silver May 2012 futures prices as the

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[1] *Supra, at fn 4.*

Underlying as well as use such prices to calculate the Expiration Value on the Expiration Date from the relevant Silver Binary Contract.

(c) SOURCE AGENCY – The Source Agency is Nadex.

(d) TYPE – The Type of Contract is a Binary Contract.

(e) ISSUANCE – For each planned release by the Source Agency of the Underlying, Nadex will issue various Contracts, each of a different Series.   A new issuance of Contracts will commence no later than two (2) business days following the Expiration Date.

(f) PAYOUT CRITERION – The Payout Criterion for each Contract will be set by Nadex at the time the Binary Contracts are initially issued. For the Silver Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY SILVER BINARY CONTRACTS, 1:25 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than X – 140 cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than X – 120 cents.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than X – 100 cents.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than X – 80 cents.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than X – 60 cents.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than X – 40 cents.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than X – 20 cents.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than X.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than X + 20 cents.

(10) Binary Contract 10: One Contract will have a Payout Criterion of greater than X + 40 cents.

(11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X + 60 cents.

(12) Binary Contract 12: One Contract will have a Payout Criterion of greater than X + 80 cents.

(13) Binary Contract 13: One Contract will have a Payout Criterion of greater than X + 100 cents.

(14) Binary Contract 14: One Contract will have a Payout Criterion of greater than X + 120 cents.

(15) Binary Contract 15: One Contract will have a Payout Criterion of greater than X + 140 cents.

(16) In each case, "X" equals the last Silver Price rounded to the nearest ten cents (10), as reported by the Source Agency.

(ii) WEEKLY SILVER BINARY CONTRACTS, 1:25PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than Y- ~~1200~~600 cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Y – ~~1000~~ 500 cents.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than Y- ~~800~~ 400 cents.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than Y – ~~600~~ 300 cents.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than Y – ~~400~~ 200 cents.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than Y – ~~200~~ 100 cents.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than Y.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than Y + ~~200~~100 cents.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than Y + ~~400~~200 cents.

(10) Binary Contract 10: One Contract will have a Payout Criterion of greater than Y + ~~600~~300 cents.

(11) Binary Contract 11: One Contract will have a Payout Criterion of greater than Y + ~~800~~400 cents.

(12) Binary Contract 12: One Contract will have a Payout Criterion of greater than Y + ~~1000~~500 cents.

(13) Binary Contract 13: One Contract will have a Payout Criterion of greater than Y + ~~1200~~600 cents.

(14) In each case, "X" equals the last Silver Price rounded to the nearest value ending in either twenty-five cents (25) or seventy-five cents (75), as reported by the Source Agency.

(iii) INTRADAY SILVER BINARY CONTRACTS, 8:00 AM to 10:00 AM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z_1 – 20 cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Z_1.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than Z_1 + 20 cents.

(4) In each case above, Z_1 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(iv) INTRADAY SILVER BINARY CONTRACTS, 9:00 AM to 11:00 AM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z_2 – 20 cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Z_2.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than Z_2 + 20 cents.

(4) In each case above, Z_2 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(v) INTRADAY SILVER BINARY CONTRACTS, 10:00 AM to 12:00 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z3 – 20-cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Z3.

(3) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z3 + 20-cents.

(4) In each case above, Z3 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(vi) INTRADAY SILVER BINARY CONTRACTS, 11:00 AM to 1:00 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z4 – 20-cents.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Z4.

(3) Binary Contract 1: One Contract will have a Payout Criterion of greater than Z4 + 20-cents.

(4) In each case above, Z4 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(v) Nadex may list additional Silver Binary Contract with different ranges of Payout Criteria on a discretionary basis in accordance with the CEA and Commission Regulations.

(g) MINIMUM TICK – The Minimum Tick size for Silver Binary Contracts shall be $0.25.

(h) REPORTING LEVEL – The Reporting Level for the Silver Binary Contract shall be 1,400 contracts.

(i) POSITION LIMIT – The Position Limits for Silver Binary Contracts shall be 2,000 Contracts.

(j) LAST TRADING DATE – The Last Trading Date in a Series is the same date as the Expiration Date.

(k) SETTLEMENT DATE – The Settlement Date will be the same date as the Expiration Date.

(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the Silver price is released by the Source Agency.

(m) SETTLEMENT VALUE – The Settlement Value is the amount paid to the holder of the in the money Contract on Settlement Date. The Settlement Value of an in the money Silver Binary Contract is $100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of Silver on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) SFC trade prices just prior to the close of trading of the Silver Binary Contract and removing the highest five (5) SFC trade prices and the lowest five (5) SFC trade prices, using the remaining fifteen (15) SFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) SFC trade prices, rounded to one decimal point past the precision of the underlying market.

(o) CONTINGENCIES – If no level is actually announced on the Expiration Date due to a delay, postponement or otherwise in such release announcement by the Source Agency, the Settlement Date will be delayed until the Underlying number is released for that Series. If there are less than 250 SFC trade prices available during a single trading day prior to the issuance of a new Silver Contract Nadex may switch to the next available SFC Delivery Month that provides at least 250 SFC trade prices.

RULES 12.8 – 12.78 [UNCHANGED]

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EXHIBIT C

Daily Binary US 500 Strikes Added on January 3, 2012

1) US 500 (Mar) >1284.5 (4:15PM)
2) US 500 (Mar) >1287.5 (4:15PM)
3) US 500 (Mar) >1290.5 (4:15PM)
4) US 500 (Mar) >1293.5 (4:15PM)
5) US 500 (Mar) >1296.5 (4:15PM)
6) US 500 (Mar) >1299.5 (4:15PM)
7) US 500 (Mar) >1302.5 (4:15PM)
8) US 500 (Mar) >1305.5 (4:15PM)
9) US 500 (Mar) >1308.5 (4:15PM)
10) US 500 (Mar) >1311.5 (4:15PM)
11) US 500 (Mar) >1314.5 (4:15PM)
12) US 500 (Mar) >1317.5 (4:15PM)
13) US 500 (Mar) >1320.5 (4:15PM)
14) US 500 (Mar) >1323.5 (4:15PM)
15) US 500 (Mar) >1326.5 (4:15PM)
16) US 500 (Mar) >1329.5 (4:15PM)
17) US 500 (Mar) >1332.5 (4:15PM)
18) US 500 (Mar) >1335.5 (4:15PM)
19) US 500 (Mar) >1338.5 (4:15PM)
20) US 500 (Mar) >1341.5 (4:15PM)
21) US 500 (Mar) >1344.5 (4:15PM)

Daily Binary US SmallCap 2000 Strikes Added on January 3, 2012

1) US SmallCap 2000 (Mar) >758.0 (4:15PM)
2) US SmallCap 2000 (Mar) >760.0 (4:15PM)
3) US SmallCap 2000 (Mar) >762.0 (4:15PM)
4) US SmallCap 2000 (Mar) >764.0 (4:15PM)
5) US SmallCap 2000 (Mar) >766.0 (4:15PM)
6) US SmallCap 2000 (Mar) >768.0 (4:15PM)
7) US SmallCap 2000 (Mar) >770.0 (4:15PM)
8) US SmallCap 2000 (Mar) >772.0 (4:15PM)
9) US SmallCap 2000 (Mar) >774.0 (4:15PM)
10) US SmallCap 2000 (Mar) >776.0 (4:15PM)
11) US SmallCap 2000 (Mar) >778.0 (4:15PM)
12) US SmallCap 2000 (Mar) >780.0 (4:15PM)
13) US SmallCap 2000 (Mar) >782.0 (4:15PM)
14) US SmallCap 2000 (Mar) >784.0 (4:15PM)
15) US SmallCap 2000 (Mar) >786.0 (4:15PM)
16) US SmallCap 2000 (Mar) >788.0 (4:15PM)
17) US SmallCap 2000 (Mar) >790.0 (4:15PM)

18) US SmallCap 2000 (Mar) >792.0 (4:15PM)
19) US SmallCap 2000 (Mar) >794.0 (4:15PM)
20) US SmallCap 2000 (Mar) >796.0 (4:15PM)
21) US SmallCap 2000 (Mar) >798.0 (4:15PM)

Daily Binary Wall St 30 Strikes Added on January 3, 2012

1) Wall St 30 (Mar) >12325 (4:15PM)
2) Wall St 30 (Mar) >12345 (4:15PM)
3) Wall St 30 (Mar) >12365 (4:15PM)
4) Wall St 30 (Mar) >12385 (4:15PM)
5) Wall St 30 (Mar) >12405 (4:15PM)
6) Wall St 30 (Mar) >12425 (4:15PM)
7) Wall St 30 (Mar) >12445 (4:15PM)
8) Wall St 30 (Mar) >12465 (4:15PM)
9) Wall St 30 (Mar) >12485 (4:15PM)
10) Wall St 30 (Mar) >12505 (4:15PM)
11) Wall St 30 (Mar) >12525 (4:15PM)
12) Wall St 30 (Mar) >12545 (4:15PM)
13) Wall St 30 (Mar) >12565 (4:15PM)
14) Wall St 30 (Mar) >12585 (4:15PM)
15) Wall St 30 (Mar) >12605 (4:15PM)
16) Wall St 30 (Mar) >12625 (4:15PM)
17) Wall St 30 (Mar) >12645 (4:15PM)
18) Wall St 30 (Mar) >12665 (4:15PM)
19) Wall St 30 (Mar) >12685 (4:15PM)
20) Wall St 30 (Mar) >12705 (4:15PM)
21) Wall St 30 (Mar) >12725 (4:15PM)

Daily Binary US Tech 100 Strikes Added on January 3, 2012

1) US Tech 100 (Mar) >2326 (4:15PM)
2) US Tech 100 (Mar) >2330 (4:15PM)
3) US Tech 100 (Mar) >2334 (4:15PM)
4) US Tech 100 (Mar) >2338 (4:15PM)
5) US Tech 100 (Mar) >2342 (4:15PM)
6) US Tech 100 (Mar) >2346 (4:15PM)
7) US Tech 100 (Mar) >2350 (4:15PM)
8) US Tech 100 (Mar) >2354 (4:15PM)
9) US Tech 100 (Mar) >2358 (4:15PM)
10) US Tech 100 (Mar) >2362 (4:15PM)
11) US Tech 100 (Mar) >2366 (4:15PM)
12) US Tech 100 (Mar) >2370 (4:15PM)
13) US Tech 100 (Mar) >2374 (4:15PM)
14) US Tech 100 (Mar) >2378 (4:15PM)

15) US Tech 100 (Mar) >2382 (4:15PM)
16) US Tech 100 (Mar) >2386 (4:15PM)
17) US Tech 100 (Mar) >2390 (4:15PM)
18) US Tech 100 (Mar) >2394 (4:15PM)
19) US Tech 100 (Mar) >2398 (4:15PM)
20) US Tech 100 (Mar) >2402 (4:15PM)
21) US Tech 100 (Mar) >2406 (4:15PM)

Daily Binary Gold Strikes Added on January 3, 2012

1) Gold (Feb) > 1602.0 (1:30PM)
2) Gold (Feb) > 1605.0 (1:30PM)
3) Gold (Feb) > 1608.0 (1:30PM)
4) Gold (Feb) > 1611.0 (1:30PM)
5) Gold (Feb) > 1614.0 (1:30PM)
6) Gold (Feb) > 1617.0 (1:30PM)
7) Gold (Feb) > 1620.0 (1:30PM)
8) Gold (Feb) > 1623.0 (1:30PM)
9) Gold (Feb) > 1626.0 (1:30PM)
10) Gold (Feb) > 1629.0 (1:30PM)
11) Gold (Feb) > 1632.0 (1:30PM)
12) Gold (Feb) > 1635.0 (1:30PM)
13) Gold (Feb) > 1638.0 (1:30PM)
14) Gold (Feb) > 1641.0 (1:30PM)
15) Gold (Feb) > 1644.0 (1:30PM)
16) Gold (Feb) > 1647.0 (1:30PM)
17) Gold (Feb) > 1650.0 (1:30PM)
18) Gold (Feb) > 1653.0 (1:30PM)
19) Gold (Feb) > 1656.0 (1:30PM)
20) Gold (Feb) > 1659.0 (1:30PM)
21) Gold (Feb) > 1662.0 (1:30PM)
22) Gold (Feb) > 1665.0 (1:30PM)
23) Gold (Feb) > 1668.0 (1:30PM)

Daily Binary Silver Strikes Added on January 3, 2012

1) Silver (Mar) > 2930 (1:25PM)
2) Silver (Mar) > 2950 (1:25PM)
3) Silver (Mar) > 2970 (1:25PM)
4) Silver (Mar) > 2990 (1:25PM)
5) Silver (Mar) > 3010 (1:25PM)
6) Silver (Mar) > 3030 (1:25PM)
7) Silver (Mar) > 3050 (1:25PM)
8) Silver (Mar) > 3070 (1:25PM)
9) Silver (Mar) > 3090 (1:25PM)

10) Silver (Mar) > 3110 (1:25PM)
11) Silver (Mar) > 3130 (1:25PM)
12) Silver (Mar) > 3150 (1:25PM)
13) Silver (Mar) > 3170 (1:25PM)
14) Silver (Mar) > 3190 (1:25PM)
15) Silver (Mar) > 3210 (1:25PM)