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July 26, 2013

Via E-Mail: submissions@cftc.gov

Ms. Melissa Jurgens,
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: Rule Certification: Nadex Amends its Rulebook to Clarify Notice of Authorized Trader Resignation, Provide for Discretionary Adjustment of Underlying Delivery Month, Amend Title of Index Binary Contracts to Maintain Consistency, Correct Typographical Error in Holiday Product Schedule Guidelines – Submission pursuant to Commission Regulation §40.6(a)

Dear Ms. Jurgens,

Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended (“Act”), and section §40.6(a) 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 submits to the Commission its intent to amend its Rulebook to clarify that with respect to an entity account, either the Trading Member or the Authorized Trader may provide written notice of the Authorized Trader’s resignation, and to provide for discretionary adjustment of the Underlying delivery month for its Corn and Soybean Variable Payout and Binary contracts based on the trading activity of the Underlying market. Additionally, Nadex is removing “Nadex” from the title of its Germany 30, Japan 225, US 500, US SmallCap 2000, US Tech 100, and Wall Street 30 Binary contracts in order to maintain consistency with the naming of its other products, and corrects a typographical error

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in its Holiday Product Schedule Guidelines. These amendments and additions would be effective for the start of trade date August 12, 2013.

Authorized Trader Resignation Notice

The following designated contract market (“DCM”) and derivatives clearing organization (“DCO”) core principles (“Core Principles”) have been identified as potentially being impacted by the Rule clarification as to who may provide written notice of an Authorized Trader’s resignation: Compliance with Rules (DCM), Availability of General Information (DCM), Public Information (DCO). Regulation 38.151 addresses access requirements for persons with trading privileges. The amendment to the Rules clarifies that an Authorized Trader for an entity Member, in addition to the Trading Member itself, may provide written notice to the Exchange of that Authorized Trader’s resignation, thereby terminating that Authorized Trader’s trading privileges. This clarification will be reflected in Rule 3.5 in the Rulebook, which is and will continue to be made available to the public via the Nadex website.

Discretionary Adjustment to Underlying Delivery Month

Providing for the discretionary adjustment of the Underlying delivery month for the Corn and Soybean contracts may impact the following DCM Core Principles: Contracts Not Readily Subject to Manipulation, Prevention of Market Disruption, Availability of General Information, Daily Publication of Trading Information, Execution of Transactions, Compliance with Rules, Protection of Market Participants, and Recordkeeping.

The Nadex Corn and Soybean Variable Payout and Binary contracts are derivatives of underlying CBOT[®] Corn and Soybean futures contracts, respectively (the “Underlying”). The regular listing schedule for the Nadex Corn contracts follows a March, May, July, September, December cycle, whereas the Nadex Soybean contracts follow a January, March, May, July, August, September, November cycle. These cycles match the delivery month cycles for the Underlying contracts. Occasionally, the most actively traded Underlying futures contract is not the nearest contract, but can be the subsequent delivery month. In such cases, Nadex can, in its discretion, roll the Underlying for its Corn and Soybean contracts to the subsequent Underlying delivery month with a more robust market. Any adjustments to the Nadex listing schedule to roll the Underlying would be announced no later than two business days prior to the next scheduled Start Date of Nadex’s Weekly Corn or Soybean contracts. Listing Nadex contracts based on an Underlying market with more active trading should encourage greater liquidity in the Nadex contracts and further minimize the possibility of any attempt to manipulate either the Nadex contract or the Underlying market. While Nadex has not identified any instances of

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distortions or threats of manipulation based on the existing listing process, providing for the ability to adjust the Nadex listing schedule is in accordance with Core Principle 4 (Prevention of Market Disruption), which requires the DCM to make a good faith effort to resolve conditions, including amending contract terms, where there is a threat of market manipulation, disruptions, or distortions. Specific contract terms will continue to be readily available to the public both on the trading platform and the Daily Bulletin, and contract specifications will continue to be listed in Chapter 12 of the Nadex Rulebook.

Furthermore, adjustment of the Underlying delivery month upon which the Corn and Soybean contracts are based will not impact Nadex's ability to perform its trade practice and market surveillance obligations under the Commodity Exchange Act ("CEA"). Nadex market regulation staff will continue to monitor all market participants that trade these products to prevent manipulative trading and market abuse. Any adjustment of Underlying delivery month would not impact Nadex's order execution, which will continue in the same manner as before. Chapter 5 of the Nadex Rulebook prohibits fraudulent, non-competitive, and unfair or abusive practices. These Rules continue to apply regardless of the Underlying market upon which Nadex contracts are based. All trading that occurs in these products will continue to be subject to Nadex's record retention policies which comply with the CEA.

Providing for the discretionary adjustment of the Underlying delivery month for the Corn and Soybean contracts may impact the following DCO Core Principles: Reporting, Recordkeeping, Public Information. As previously discussed, the terms of any Corn or Soybean contract which has been adjusted to reflect a different Underlying delivery month than originally scheduled will continue to be readily available to the public both on the trading platform and the Daily Bulletin, and contract specifications will continue to be listed in Chapter 12 of the Nadex Rulebook. All trading that occurs in these products will continue to be subject to Nadex's daily reporting requirements and record retention policies which comply with the CEA.

Amendment to Certain Index Binary Contract Names

No DCM or DCO Core Principles will be affected by the re-naming of certain Index Binary contracts to remove "Nadex" from the title. The amendment to certain Index Binary contracts to remove "Nadex" from the title is being made to maintain consistency with the other Nadex contracts and the name change will not affect any contract terms or the display of the contract on the platform.

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Holiday Product Schedule Guidelines

No DCM or DCO Core Principles will be affected by the correction of the typographical error in the Holiday Product Schedule Guidelines.

Rule changes have been outlined in Exhibit A, Rule amendments are attached hereto in Exhibit B, and Holiday Product Schedule Guidelines attached in Exhibit C. Any amendments have been underlined and deletions have been stricken out.

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

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

Nadex hereby certifies that a copy of these additions 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

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EXHIBIT A

Rule	Asset	Duration/ Close Time	Action	Effective Date
3.5	Authorized Traders	N/A	Clarify who can provide written notice of Authorized Trader resignation.	08/12/2013
12.12	Corn Variable Payout Contracts	All	Provide for discretionary adjustment of delivery month based on Underlying trading activity.	08/12/2013
12.13	Corn Binary Contracts	All	Provide for discretionary adjustment of delivery month based on Underlying trading activity.	08/12/2013
12.14	Soybeans Variable Payout Contracts	All	Provide for discretionary adjustment of delivery month based on Underlying trading activity.	08/12/2013
12.15	Soybean Binary Contracts	All	Provide for discretionary adjustment of delivery month based on Underlying trading activity.	08/12/2013
12.51	Nadex Germany 30 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with other products.	08/12/2013
12.55	Nadex Japan 225 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with other products.	08/12/2013
12.59	Nadex US 500 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with other products.	08/12/2013
12.61	Nadex US SmallCap 2000 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with	08/12/2013

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			other products.	
12.63	Nadex US Tech 100 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with other products.	08/12/2013
12.65	Nadex Wall Street 30 Binary Contracts	All	Remove “Nadex” from contract name to maintain consistency with other products.	08/12/2013

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EXHIBIT B

Amendment of Rules 3.5, 12.12-12.15, 12.51, 12.55, 12.59, 12.61, 12.63, 12.65

(The following Rule amendments are underline and deletions are stricken out)

RULE 1.1 – 3.4 [UNCHANGED]

RULE 3.5 AUTHORIZED TRADERS

(a) A Trading Member other than a natural person must register one or more individuals who will be Authorized Trader(s) for the Trading Member's account, who are subject to approval by Nadex. The Trading Member and the Authorized Trader must provide Nadex with any information it requests in connection with this registration process. Before an Authorized Trader may enter orders or execute trades on the Market, he/she must acknowledge having read and understood these Rules and agree to comply with these Rules. Only those individuals authorized by the Trading Member and approved by Nadex may enter and execute transactions on the Market for the Trading Member's account.

(b) Nadex may withdraw or suspend the registration of any Authorized Trader if Nadex determines that;

(i) an Authorized Trader has caused the Trading Member to fail to comply with the Rules of Nadex;

(ii) an Authorized Trader is not properly performing the responsibilities of an authorized representative of a Trading Member;

(iii) an Authorized Trader has failed to comply with the conditions set forth in paragraph (a) of this Rule; or

(iv) it is in the best interests of maintaining a fair and orderly market to do so.

(c) If the Trading Member withdraws or Nadex suspends the registration of any Authorized Trader, the Trading Member must ensure that such Authorized Trader does not submit any quotes or orders into the Nadex system.

(d) The registration of an Authorized Trader will be withdrawn upon the written request of either the Authorized Trader or the Trading Member for which an Authorized Trader is registered. Such written request shall be submitted in a manner prescribed by Nadex. Until such written request is

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received and processed by Nadex, or an Authorized Trader's registration is suspended or withdrawn pursuant to paragraph (c) of this Rule, a Trading Member will be responsible for all activity of such Authorized Trader(s) related to Nadex.

RULE 3.6 – 12.11 [UNCHANGED]

RULE 12.12 CORN VARIABLE PAYOUT CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the Corn Variable Payout Contracts issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Contracts is the Corn price per bushel (in U.S. cents), as calculated by Nadex using a proprietary algorithm which takes a sampling of prices¹ obtained from the specified Corn Futures contracts (“CNFC”) currently trading on the Chicago Board of Trade (CBOT®)². The CNFC prices that will be used to calculate the Underlying will be taken from the March, May, July, September, or December CNFC delivery months (each a “CNFC Delivery Month”). The Start and End Date for which Nadex will use a specific delivery month as the Underlying, will be set based on the Settlement date of the Underlying futures contract. The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is typically the last Friday of the month preceding the month of the Underlying futures contracts Expiration Date. For example, the CBOT Corn March 2012 futures have an Expiration Date of March 14, 2012. The last day on which the Corn March 2012 futures prices will be as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant Corn contracts will be the last Friday of the preceding month, February. Therefore, the End Date for using CBOT Corn March 2012 futures will be February 24, 2012 and the Start Date for using the next delivery month, CBOT Corn May 2012 futures, will be February 25, 2012. Nadex, in its discretion, may accelerate the End Date (which shall still occur on a Friday) and roll early to the next Underlying delivery month or bypass a particular Underlying delivery month entirely based on the trading activity in that Underlying market. Any such decision to roll to a subsequent Underlying delivery month will be announced made no later than two business days prior to such new scheduled Start Date.

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

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

¹ The term “Prices” does not include any settlement prices calculated or issued by CBOT. Nadex only uses the prices reported on the CBOT in order to formulate its own settlement price.

² CBOT® is a registered service mark of the Board of Trade of the City of Chicago. Nadex is not affiliated with the Board of Trade of the City of Chicago and neither the Board of Trade of the City of Chicago, nor its affiliates, sponsor or endorse Nadex or its products in any way.

(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 Variable Payout Contracts are initially issued. For the Corn Variable Payout Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY VARIABLE CORN CONTRACTS, 2:15 PM ET CLOSE SPREAD - At the commencement of trading in a Daily Spread Corn Variable Payout Contract, Nadex shall list one (1) Variable Payout Contract, referred to as a ‘Spread’, which conforms to the Payout Criteria listed below:

(1) DAILY VARIABLE PAYOUT CONTRACT ‘SPREAD’

(aa) CAP – The Cap shall be $X + 20$.

(bb) FLOOR – The Floor shall be $X - 20$.

(cc) DOLLAR MULTIPLIER – The Dollar Multiplier shall be 10.

(2) In each case, “X” equals the last Corn price, as reported by the Source Agency, rounded to the nearest 10.

(ii) DAILY VARIABLE CORN CONTRACTS, 2:15 PM ET CLOSE NARROW SPREAD – At the commencement of trading in a Daily Narrow Spread Corn Variable Payout Contract, Nadex shall list a set of three (3) Variable Payout Contracts with overlapping ranges referred to as ‘Narrow Spreads’, which conform to the Payout Criteria listed below:

(1) DAILY VARIABLE PAYOUT CONTRACTS ‘NARROW SPREAD’

(aa) CONTRACT 1: The Cap shall be X ; The Floor shall be $X - 20$.

(bb) CONTRACT 2: The Cap shall be $X + 10$; The Floor shall be $X - 10$.

(cc) CONTRACT 3: The CAP shall be $X + 20$; The Floor shall be X .

(dd) DOLLAR MULTIPLIER – The Dollar Multiplier shall be 10.

(2) In each case, “X” equals the last Corn price, as reported by the Source Agency rounded to the nearest 10.

(iii) Nadex may list additional Variable Payout Contracts 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 Corn Variable Payout Contracts shall be 0.10.

(h) **REPORTING LEVEL** – The Reporting Level for the Corn Variable Payout Contracts shall be 3,125 Contracts.

(i) **POSITION LIMIT** – The Position Limits for Corn Variable Payout Contracts shall be 62,500 Contracts.

(j) **LAST TRADING DATE** – The Last Trading Date of the Contract is the same date as the Settlement Date.

(k) **SETTLEMENT DATE** – The Settlement Date of the Contract shall be the same date as the Expiration Date.

(l) **EXPIRATION DATE** – The Expiration Date of the Contract shall be the date on which the Corn Expiration Value is released by the Source Agency.

(m) **SETTLEMENT VALUE** – The Settlement Value is the amount paid to the holder of either a Short or Long Variable Payout Contract on Settlement Date. The Settlement Value of a Variable Payout Contract is determined as described in the definition for Long and Short Variable Payout Contracts.

(n) **EXPIRATION VALUE** – The Expiration Value is the level of Corn as calculated by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) CNFC trade prices just prior to the close of trading of the Corn Variable Contract and removing the highest five (5) CNFC trade prices and the lowest five (5) CNFC trade prices, using the remaining fifteen (15) CNFC trade prices to calculate the Expiration Value. The Calculation used is a simple average of all fifteen (15) CNFC 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 the Series.

RULE 12.13 CORN BINARY CONTRACTS

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

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(b) UNDERLYING – The Underlying for this Class of Contracts is the Corn price per bushel (in U.S. cents), herein after referred to as “Corn”, as calculated by Nadex using a proprietary algorithm which takes a sampling of prices³ obtained from the specified Corn Futures Contracts (“CNFC”) currently trading on the Chicago Board of Trade (CBOT®)⁴. The CNFC prices that will be used to calculate the Underlying will be taken from the March, May, July, September, or December CNFC delivery months (each a “CNFC Delivery Month”). The Start and End Date for which Nadex will use a specific delivery month as the Underlying, will be set based on the Settlement date of the Underlying futures contract. The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is typically the last Friday of the month preceding the month of the Underlying futures contracts Expiration Date. For example, the CBOT Corn March 2012 futures have an Expiration Date of March 14, 2012. The last day on which the Corn March 2012 futures prices will be as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant Corn contracts will be the last Friday of the preceding month, February. Therefore, the End Date for using CBOT Corn March 2012 futures will be February 24, 2012 and the Start Date for using the next delivery month, CBOT Corn May 2012 futures, will be February 25, 2012. Nadex, in its discretion, may accelerate the End Date (which shall still occur on a Friday) and roll early to the next Underlying delivery month or bypass a particular Underlying delivery month entirely based on the trading activity in that Underlying market. Any such decision to roll to a subsequent Underlying delivery month will be announced made no later than two business days prior to such new scheduled Start Date

(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 Corn Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY CORN BINARY CONTACTS, 2:15 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than X – 14.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than X – 12.

³ *Supra*, at fn 14.

⁴ *Supra*, at fn 15.

- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 8$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 6$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 4$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 2$.
- (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 $X + 2$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X + 4$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $X + 6$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 8$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 10$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 12$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 14$.
- (16) In each case, "X" equals the last Corn price rounded to the nearest one (1), as reported by the Source Agency.

(ii) WEEKLY CORN BINARY CONTRACTS, 2:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 15$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 10$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 5$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than Y .
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y + 5$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y + 10$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Y + 15$.

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(8) In each case, “Y” equals the last Corn price rounded to the nearest 0.5, as reported by the Source Agency.

(iii) Nadex may list additional Corn Binary Contracts 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 Corn Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL - The Reporting Level for the Corn Binary Contracts shall be 1,750 Contracts.

(i) POSITION LIMIT - The Position Limit for Corn Binary Contracts shall be 2,500 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 Corn Expiration Value 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 the Settlement Date. The Settlement Value of an in the money Corn Binary Contract is \$100.

(n) EXPIRATION VALUE - The Expiration Value is the level of Corn as calculated by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) CNFC trade prices just prior to the close of trading of the Corn Binary Contract and removing the highest five (5) CNFC trade prices and the lowest five (5) CNFC trade prices, using the remaining fifteen (15) CNFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) CNFC 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.

RULE 12.14 SOYBEANS VARIABLE PAYOUT CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the Soybeans Variable Payout Contracts issued by Nadex.

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(b) UNDERLYING – The Underlying for this Class of Contracts is the Soybean price per bushel (in U.S. cents), herein after referred to as “Soybean” or “Soybeans”, as calculated by Nadex using a proprietary algorithm which takes a sampling of prices⁵ obtained from the specified Soybean Futures contracts (“SBFC”) currently trading on the Chicago Board of Trade (CBOT®)⁶. The SBFC prices that will be used to calculate the Underlying will be taken from the January, March, May, July, August, September, or November SBFC delivery months (each a “SBFC Delivery Month”). The Start and End Date for which Nadex will use a specific delivery month as the Underlying, will be set based on the Settlement date of the Underlying futures contract. The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is typically the last Friday of the month preceding the month of the Underlying futures contracts Expiration Date. For example, the CBOT Soybeans March 2012 futures have an Expiration Date of March 14, 2012. The last day on which the Soybeans March 2012 futures prices will be as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant Soybeans contracts will be the last Friday of the preceding month, February. Therefore, the End Date for using CBOT Soybeans March 2012 futures will be February 24, 2012 and the Start Date for using the next delivery month, CBOT Soybeans May 2012 futures, will be February 25, 2012. Nadex, in its discretion, may accelerate the End Date (which shall still occur on a Friday) and roll early to the next Underlying delivery month or bypass a particular Underlying delivery month entirely based on the trading activity in that Underlying market. Any such decision to roll to a subsequent Underlying delivery month will be announced made no later than two business days prior to such new scheduled Start Date

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

(d) TYPE – The Type of Contract is a Variable Payout 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 Variable Payout Contracts are initially issued. For the Soybeans Variable Payout Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY VARIABLE SOYBEANS CONTRACTS, 2:15 PM ET CLOSE
SPREAD - At the commencement of trading in a Daily Spread Soybeans Variable Payout Contract,

⁵ The term “Prices” does not include any settlement prices calculated or issued by CBOT. Nadex only uses the prices reported on the CBOT in order to formulate its own Expiration Value.

⁶ CBOT® is a registered service mark of the Board of Trade of the City of Chicago. Nadex is not affiliated with the Board of Trade of the City of Chicago and neither the Board of Trade of the City of Chicago, nor its affiliates, sponsor or endorse Nadex or its products in any way.

Nadex shall list one (1) Variable Payout Contract, referred to as a 'Spread', which conforms to the Payout Criteria listed below:

(1) DAILY VARIABLE PAYOUT CONTRACT 'SPREAD'

(aa) CAP – The Cap shall be $X + 40$.

(bb) FLOOR – The Floor shall be $X - 40$.

(cc) DOLLAR MULTIPLIER – The Dollar Multiplier shall be 10.

(2) In each case, "X" equals the last Soybeans price, as reported by the Source Agency, rounded to the nearest 10.

(ii) DAILY VARIABLE SOYBEANS CONTRACTS, 2:15 PM ET CLOSE NARROW SPREAD – At the commencement of trading in a Daily Narrow Spread Soybeans Variable Payout Contract, Nadex shall list a set of three (3) Variable Payout Contracts with overlapping ranges referred to as 'Narrow Spreads', which conform to the Payout Criteria listed below:

(1) DAILY VARIABLE PAYOUT CONTRACTS 'NARROW SPREAD'

(aa) CONTRACT 1: The Cap shall be X ; The Floor shall be $X - 40$.

(bb) CONTRACT 2; The Cap shall be $X + 20$; The Floor shall be $X - 20$.

(cc) CONTRACT 3: The CAP shall be $X + 40$; The Floor shall be X .

(dd) DOLLAR MULTIPLIER – The Dollar Multiplier shall be 10.

(2) In each case, "X" equals the last Soybeans price, as reported by the Source Agency rounded to the nearest 10.

(iii) Nadex may list additional Variable Payout Contracts 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 Soybeans Variable Payout Contracts shall be 0.10.

(h) **REPORTING LEVEL** – The Reporting Level for the Soybeans Variable Payout Contracts shall be 1,562 Contracts.

(i) **POSITION LIMIT** – The Position Limits for Soybeans Variable Payout Contracts shall be 31,250 Contracts.

(j) **LAST TRADING DATE** – The Last Trading Date of the Contract is the same date as the Settlement Date.

(k) **SETTLEMENT DATE** – The Settlement Date of the Contract shall be the same date as the Expiration Date.

(l) **EXPIRATION DATE** – The Expiration Date of the Contract shall be the date on which the Soybeans Expiration Value is released by the Source Agency.

(m) **SETTLEMENT VALUE** – The Settlement Value is the amount paid to the holder of either a Short or Long Variable Payout Contract on Settlement Date. The Settlement Value of a Variable Payout Contract is determined as described in the definition for Long and Short Variable Payout Contracts.

(n) **EXPIRATION VALUE** – The Expiration Value is the level of Soybeans as calculated by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) SBFC trade prices just prior to the close of trading of the Soybeans Variable Contract and removing the highest five (5) SBFC trade prices and the lowest five (5) SBFC trade prices, using the remaining fifteen (15) SBFC trade prices to calculate the Expiration Value. The Calculation used is a simple average of all fifteen (15) SBFC 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 the Series.

RULE 12.15 SOYBEAN BINARY CONTRACTS

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

(b) **UNDERLYING** – The Underlying for this Class of Contracts is the Soybean price per bushel (in U.S. cents), herein after referred to as “Soybean” or “Soybeans”, as calculated by Nadex using a

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proprietary algorithm which takes a sampling of prices⁷ obtained from the specified Soybean Futures contracts (“SBFC”) currently trading in the Chicago Board of Trade (CBOT®)⁸ The SBFC prices that will be used to calculate the Underlying will be taken from the January, March, May, July, August, September, or November SBFC delivery months (each a “SBFC Delivery Month”). The Start and End Date for which Nadex will use a specific delivery month as the Underlying, will be set based on the Settlement date of the Underlying futures contract. The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is typically the last Friday of the month preceding the month of the Underlying futures contracts Expiration Date. For example, the CBOT Soybeans March 2012 futures have an Expiration Date of March 14, 2012. The last day on which the Soybeans March 2012 futures prices will be as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant Soybeans contracts will be the last Friday of the preceding month, February. Therefore, the End Date for using CBOT Soybeans March 2012 futures will be February 24, 2012 and the Start Date for using the next delivery month, CBOT Soybeans May 2012 futures, will be February 25, 2012. Nadex, in its discretion, may accelerate the End Date (which shall still occur on a Friday) and roll early to the next Underlying delivery month or bypass a particular Underlying delivery month entirely based on the trading activity in that Underlying market. Any such decision to roll to a subsequent Underlying delivery month will be announced made no later than two business days prior to such new scheduled Start Date

(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 Soybean Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY SOYBEANS BINARY CONTRACTS, 2:15 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than X - 21.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than X - 18.

⁷ The term “Prices” does not include any settlement prices calculated or issued by CBOT. Nadex only uses the prices reported on the CBOT in order to formulate its own Expiration Value.

⁸ CBOT® is a registered service mark of the Chicago Board of Trade. Nadex is not affiliated with the Chicago Board of Trade and neither the Chicago Board of Trade, nor its affiliates, sponsor or endorse Nadex in any way.

- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 15$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 12$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 9$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 6$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 3$.
- (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 $X + 3$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X + 6$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $X + 9$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 12$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 15$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 18$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 21$.
- (16) In each case, "X" equals the last Soybean price rounded to the nearest one (1), as reported by the Source Agency.

(ii) WEEKLY SOYBEANS BINARY CONTRACTS, 2:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 30$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 20$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than Y .
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y + 10$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Y + 30$.

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(8) In each case, “Y” equals the last Soybean price rounded to the nearest 0.5, as reported by the Source Agency.

(iii) Nadex may list additional Soybean 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 Soybean Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL - The Reporting Level for the Soybean Binary Contract shall be 1750 Contracts.

(i) POSITION LIMIT - The Position Limit for Soybean Binary Contract shall be 2500 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 Expiration Value 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 the Settlement Date. The Settlement Value of an in the money Soybean Binary Contract is \$100.

(n) EXPIRATION VALUE - The Expiration Value is the level of Soybeans as calculated by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) SBFC trade prices just prior to the close of trading of the Soybean Binary Contract and removing the highest five (5) SBFC trade prices and the lowest five (5) SBFC trade prices, using the remaining fifteen (15) SBFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) SBFC 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.

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RULE 12.16 – 50 [UNCHANGED]

RULE 12.51 ~~NADEX~~ GERMANY 30 BINARY CONTRACTS

SCOPE – These Rules shall apply to the Class of Contracts referred to as the Germany 30 Binary Contracts issued by Nadex.

UNDERLYING – The Underlying for this Class of Binary Contracts is the price (in Euro Currency) of the DAX[®] Futures contracts (“DFC”) traded on the Eurex[®] exchange (Eurex).⁹ The DFC trade prices that will be used for the Underlying will be taken from four (4) DFC delivery months: March, June, September, or December (each a “DFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Monday of the week of the Underlying futures contracts Expiration Date. For example, the Eurex DAX March 2012 futures have an Expiration Date of March 16, 2012. The last day on which the DAX March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant DAX contracts will be the Monday of the week of the Eurex DAX March 2012 futures contracts Expiration Date (i.e. March 16, 2012). Therefore, the End Date for using Eurex DAX March 2012 futures will be March 12, 2012 and the Start Date for the next delivery month, Eurex DAX June 2012 futures, will be March 13, 2012¹⁰.

(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 Germany 30 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

⁹ Eurex[®] and DAX[®] are registered marks of Deutsche Börse AG. Nadex is not affiliated with the Eurex or Deutsche Börse AG, and neither Eurex nor its affiliates sponsor or endorse Nadex or its products in any way. In particular, the Nadex Germany 30 Binary Option Contracts are not sponsored, endorsed, sold or promoted by Eurex or Deutsche Börse AG.

¹⁰ Weekly contracts listed on a Monday during a week containing an Underlying futures rollover date will be listed using the Underlying futures month scheduled to be used to determine the settlement value on the day the contract expires. For example, the End Date for the Eurex DAX March 2012 Underlying futures is March 12, 2012. March 12, 2012 is a Monday, however, and any Nadex weekly contracts listed on this date and expiring on Friday, March 16, 2012, will be listed using the Eurex DAX June 2012 futures as its Underlying, as June is the futures month scheduled to be used to determine the Settlement Value of the Nadex weekly contract on its expiration date. Therefore, the Start Date for the Eurex DAX June 2012 futures will be Monday, March 12, 2012 for any Nadex weekly contracts listed on this date.

(i) DAILY GERMANY 30 BINARY CONTRACTS, 4:00 PM (ET) CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $X - 200$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $X - 180$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 160$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 140$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 120$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 100$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 80$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $X - 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $X - 40$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X - 20$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X .
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 20$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 40$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 60$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 80$.
- (16) Binary Contract 16: One Contract will have a Payout Criterion of greater than $X + 100$.
- (17) Binary Contract 17: One Contract will have a Payout Criterion of greater than $X + 120$.
- (18) Binary Contract 18: One Contract will have a Payout Criterion of greater than $X + 140$.
- (19) Binary Contract 19: One Contract will have a Payout Criterion of greater than $X + 160$.

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

200. (21) Binary Contract 21: One Contract will have a Payout Criterion of greater than $X +$

(22) In each case above, "X" equals the Germany 30 reference price, as calculated by the Source Agency, rounded to the nearest twenty (20).

(ii) WEEKLY GERMANY 30 BINARY CONTRACTS, 4:00 PM (ET)

CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 300$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 250$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 200$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 150$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 100$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 50$.

(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 $Y + 50$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Y + 100$.

150. (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $Y +$

200. (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $Y +$

250. (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $Y +$

300. (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $Y +$

(14) In each case above, "Y" equals the Germany 30 reference price, as calculated by the Source Agency, rounded to the nearest value ending in either twenty-five (25) or seventy-five (75).

(iii) INTRADAY GERMANY 30 BINARY CONTRACTS, 3:00 AM to 5:00 AM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z1 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z1 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z1 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z1 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z1$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z1 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z1 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z1 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z1 + 80$.
- (10) In each case above, $Z1$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.
- (11) The Intraday Germany 30 Binary Contracts, 3:00AM to 5:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(iv) INTRADAY GERMANY 30 BINARY CONTRACTS, 4:00 AM to 6:00 AM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z2 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z2 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z2 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z2 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z2$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z2 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z2 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z2 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z2 + 80$.

(10) In each case above, $Z2$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 4:00AM to 6:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(v) INTRADAY GERMANY 30 BINARY CONTRACTS, 5:00 AM to 7:00 AM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z3 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z3 - 60$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z3 - 40$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z3 - 20$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z3$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z3 + 20$.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z3 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z3 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z3 + 80$.

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

(11) The Intraday Germany 30 Binary Contracts, 5:00AM to 7:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(vi) INTRADAY GERMANY 30 BINARY CONTRACTS, 6:00 AM to 8:00 AM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z4 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z4 - 60$.

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- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z4 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z4 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z4$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z4 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z4 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z4 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z4 + 80$.

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

(11) The Intraday Germany 30 Binary Contracts, 6:00AM to 8:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(vii) INTRADAY GERMANY 30 BINARY CONTRACTS, 7:00 AM to 9:00 AM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z5 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z5 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z5 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z5 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z5$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z5 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z5 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z5 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z5 + 80$.

(10) In each case above, $Z5$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 7:00AM to 9:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(viii) INTRADAY GERMANY 30 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 $Z6 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z6 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z6 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z6 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z6$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z6 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z6 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z6 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z6 + 80$.

(10) In each case above, $Z6$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 8:00AM to 10:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(ix) INTRADAY GERMANY 30 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 $Z7 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z7 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z7 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z7 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z7$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z7 + 20$.

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(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z7 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z7 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z7 + 80$.

(10) In each case above, $Z7$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 9:00AM to 11:00AM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(x) INTRADAY GERMANY 30 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 $Z8 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z8 - 60$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z8 - 40$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z8 - 20$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z8$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z8 + 20$.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z8 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z8 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z8 + 80$.

(10) In each case above, $Z8$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 10:00AM to 12:00PM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(xi) INTRADAY GERMANY 30 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 $Z9 - 80$.

- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z9 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z9 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z9 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z9$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z9 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z9 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z9 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z9 + 80$.

(10) In each case above, $Z9$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 11:00AM to 1:00PM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(xii) INTRADAY GERMANY 30 BINARY CONTRACTS, 12:00 PM to 2:00 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z10 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z10 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z10 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z10 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z10$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z10 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z10 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z10 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z10 + 80$.

(10) In each case above, $Z10$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 12:00PM to 2:00PM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(xiii) INTRADAY GERMANY 30 BINARY CONTRACTS, 1:00 PM to 3:00 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z11 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z11 - 60$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z11 - 40$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z11 - 20$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z11$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z11 + 20$.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z11 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z11 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z11 + 80$.

(10) In each case above, $Z11$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(11) The Intraday Germany 30 Binary Contracts, 1:00PM to 3:00PM ET Close, will not be listed on the three business days immediately following the End Date of the Underlying.

(xiv) Nadex may list additional Germany 30 Binary Contract with different ranges of Payout Criteria on a discretionary basis in accordance with the CEA and Commission Regulations.

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(g) **MINIMUM TICK** – The Minimum Tick size for the Germany 30 Binary Contract shall be \$0.25.

(h) **REPORTING LEVEL** – The Reporting Level for the Germany 30 Binary Contracts shall be 1,750 Contracts.

(i) **POSITION LIMIT** – The Position Limits for the Germany 30 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

(l) **EXPIRATION DATE** – The Expiration Date of the Contract will be the date for which the relevant DFC daily settlement 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 the Settlement Date. The Settlement Value of an in-the-money Germany 30 Binary Contract is \$100.

(n) **EXPIRATION VALUE** – The Expiration Value is the level of the Germany 30 release number on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) DFC trade prices just prior to the close of trading of the Germany 30 Binary Contract and removing the highest five (5) DFC trade prices and the lowest five (5) DFC trade prices, using the remaining fifteen (15) DFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining DFC trade prices, rounded to one decimal point past the precision of the underlying market.

(o) **CONTINGENCIES** – If no daily settlement price of the relevant DFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

RULE 12.52 – 12.54 [UNCHANGED]

RULE 12.55 ~~NADEX~~ JAPAN 225 BINARY CONTRACTS

(a) **SCOPE** – These Rules shall apply to the Class of Contracts referred to as the Japan 225 Binary Contracts issued by Nadex.

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(b) UNDERLYING – The Underlying for this Class of Contracts is the price of the SGX[®] Nikkei 225 Futures contracts (“NKFC”) traded on the Singapore Exchange (SGX)¹¹. The NKFC trade prices that will be used to calculate the Underlying will be taken from four (4) NKFC delivery months: March, June, September, or December (each a “NKFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Friday of the week preceding the Underlying futures contracts Expiration Date. For example, the SGX Nikkei 225 March 2012 futures have an Expiration Date of March 9, 2012. The last day on which the Nikkei 225 March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant Nikkei 225 contracts will be the Friday of the preceding week. Therefore, the End Date for using SGX Nikkei 225 March 2012 futures will be March 2, 2012 and the Start Date for the next delivery month, SGX Nikkei 225 June 2012 futures, will be March 3, 2012.

(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 Japan 225 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

¹¹ SGX[®] is a registered service mark of the Singapore Exchange Limited (“SGX”). Nikkei is a registered mark of Nikkei, Inc. All rights in the Trademarks and Futures Trading Data of SGX vest in Singapore Exchange Limited (“SGX”). The Japan 225 Binary Contract is not sponsored, endorsed, sold or promoted by SGX. SGX makes no representation or warranty, express or implied to the investors in the Japan 225 Binary Contract or any member of the public in any manner whatsoever regarding the advisability of investing in any financial product generally or in particularly the Japan 225 Binary Contract. The relationship of SGX towards Nadex is in respect of licensing the use of the SGX Nikkei 225 Index Futures Trading Data. SGX has no obligation to take the needs of the investors of the Japan 225 Binary Contract into consideration in determining, composing or calculating the SGX Nikkei 225 Index Futures Trading Data. SGX is neither responsible for nor has participated in the structure of the Japan 225 Binary Contract. SGX has no obligation or liability in connection with the administration, marketing or trading of the Japan 225 Binary Contract. You are strongly advised to independently verify the accuracy, timeliness and reliability of the Japan 225 Binary Contract and to consult with your investment advisor before investing. Nadex is not affiliated with Nikkei, Inc. and neither Nikkei, Inc., nor its affiliates, sponsor or endorse Nadex or its products in any way. In particular, the Nadex Japan 225 Contracts are not sponsored, endorsed, sold or promoted by Nikkei, Inc.

(i) DAILY JAPAN 225 BINARY CONTRACTS, 1:25 AM ET¹² CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $X - 280$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $X - 240$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 200$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 160$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 120$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 80$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 40$.
- (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 $X + 40$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X + 80$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $X + 120$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 160$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 200$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 240$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 280$.
- (16) In each case above, "X" equals the Japan 225 reference price, as calculated by the Source Agency, rounded to the nearest ten (10).

(ii) WEEKLY JAPAN 225 BINARY CONTRACTS, 1:25 AM ET¹³ CLOSE

¹² During the period when the US observes daylight savings time, all Binary Japan 225 contracts will open and close 1 hour later than their regular defined times.

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 600$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 500$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 400$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 300$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 200$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 100$.
- (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 $Y + 100$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Y + 200$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $Y + 300$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $Y + 400$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $Y + 500$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $Y + 600$.

(14) In each case above, “Y” equals the Japan 225 reference price, as calculated by the Source Agency, rounded to the nearest value ending in either twenty-five (25) or seventy-five (75).

(iii) Nadex may list additional Japan 225 Binary Contracts 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 the Japan 225 Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL – The Reporting Level for the Japan 225 Binary Contracts shall be 1,750 Contracts.

¹³ During the period when the US observes daylight savings time, all Binary Japan 225 contracts will open and close 1 hour later than their regular defined times.

(i) POSITION LIMIT – The Position Limits for the Japan 225 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the Japan 225 Expiration Value 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 the Settlement Date. The Settlement Value of an in-the-money Japan 225 Binary Contract is \$100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of Japan 225 released by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) NKFC trade prices just prior to the close of trading of the Japan 225 Binary Contract and removing the highest five (5) NKFC trade prices and the lowest five (5) NKFC trade prices, using the remaining fifteen (15) NKFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining NKFC trade prices, rounded to one decimal point past the precision of the underlying market.

(o) CONTINGENCIES – If no daily settlement price of the relevant NKFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

RULE 12.56 – 12.58 [UNCHANGED]

RULE 12.59 ~~NADEX~~-US 500 BINARY CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the US 500 Binary Contracts issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Binary Contracts is the price of the E-mini S&P 500® Futures contracts (“SPFC”) traded on the Chicago Mercantile Exchange® (CME®)¹⁴. The SPFC trade prices that will be used to calculate the Underlying will be taken from four (4) SPFC

¹⁴ CME® is a registered mark of the Chicago Mercantile Exchange. S&P 500 is a registered mark of the McGraw-Hill Companies, Inc. Nadex is not affiliated with the Chicago Mercantile Exchange or the McGraw-Hill Companies and neither the Chicago Mercantile Exchange, the McGraw-Hill Companies, nor its affiliates, sponsor or endorse Nadex or its products in any way. In particular, the Nadex US 500 Contracts are not sponsored, endorsed, sold or promoted by CME or the McGraw-Hill Companies.

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delivery months: March, June, September, or December (each a “SPFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Friday of the week preceding the Underlying futures contracts Expiration Date. For example, the CME e-mini S&P 500 March 2012 futures have an Expiration Date of March 16, 2012. The last day on which the e-mini S&P 500 March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant e-mini S&P 500 contracts will be the Friday of the preceding week. Therefore, the End Date for using CME e-mini S&P 500 March 2012 futures will be March 9, 2012 and the Start Date for the next delivery month, CME e-mini S&P 500 June 2012 futures, will be March 10, 2012.

(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 US 500 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY US 500 BINARY CONTRACTS, 4:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than X - 30.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than X - 27.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than X - 24.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than X - 21.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than X - 18.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than X - 15.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than X - 12.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than X - 9.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than X - 6.

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- 12.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X - 3$.
 - (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X .
 - (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 3$.
 - (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 6$.
 - (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 9$.
 - (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X +$
 - (16) Binary Contract 16: One Contract will have a Payout Criterion of greater than $X + 15$.
 - (17) Binary Contract 17: One Contract will have a Payout Criterion of greater than $X + 18$.
 - (18) Binary Contract 18: One Contract will have a Payout Criterion of greater than $X + 21$.
 - (19) Binary Contract 19: One Contract will have a Payout Criterion of greater than $X + 24$.
 - (20) Binary Contract 20: One Contract will have a Payout Criterion of greater than $X + 27$.
 - (21) Binary Contract 21: One Contract will have a Payout Criterion of greater than $X + 30$.
 - (22) In each case above, "X" equals the US 500 reference price, as calculated by the Source Agency, rounded to the nearest one (1).

(ii) WEEKLY US 500 BINARY CONTRACTS, 4:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 72$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 48$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 36$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 24$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 12$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than Y .

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- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Y + 12$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Y + 24$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $Y + 36$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $Y + 48$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $Y + 60$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $Y + 72$.

(14) In each case above, "Y" equals the US 500 reference price, as calculated by the Source Agency, rounded to the nearest value ending in 0.50.

(iii) INTRADAY US 500 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 $Z1 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z1 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z1 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z1 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z1$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z1 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z1 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z1 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z1 + 8$.

(10) In each case above, Z1 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(iv) INTRADAY US 500 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 $Z2 - 8$.

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- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z2 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z2 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z2 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z2$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z2 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z2 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z2 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z2 + 8$.

(10) In each case above, $Z2$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts

(v) INTRADAY US 500 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 $Z3 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z3 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z3 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z3 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z3$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z3 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z3 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z3 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z3 + 8$.

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

(vi) INTRADAY US 500 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 $Z4 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z4 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z4 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z4 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z4$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z4 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z4 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z4 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z4 + 8$.

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

(vii) INTRADAY US 500 BINARY CONTRACTS, 12:00 PM to 2:00 PM ET

CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z5 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z5 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z5 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z5 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z5$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z5 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z5 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z5 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z5 + 8$.

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(10) In each case above, $Z5$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(viii) INTRADAY US 500 BINARY CONTRACTS, 1:00 PM to 3:00 PM ET

CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z6 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z6 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z6 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z6 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z6$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z6 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z6 + 4$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z6 + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z6 + 8$.

(10) In each case above, $Z6$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(ix) INTRADAY US 500 BINARY CONTRACTS, 2:00 PM to 4:00 PM ET

CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z7 - 8$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z7 - 6$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z7 - 4$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z7 - 2$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z7$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z7 + 2$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z7 + 4$.

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(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z7 + 6$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z7 + 8$.

(10) In each case above, $Z7$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(x) Nadex may list additional US 500 Binary Contracts 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 the US 500 Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL – The Reporting Level for the US 500 Binary Contracts shall be 1,750 Contracts.

(i) POSITION LIMIT – The Position Limits for the US 500 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the 500 Expiration Value 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 the Settlement Date. The Settlement Value of an in-the-money US 500 Binary Contract is \$100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of US 500 released by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) SPFC trade prices just prior to the close of trading of the US 500 Binary Contract and removing the highest five (5) SPFC trade prices and the lowest five (5) SPFC trade prices, using the remaining fifteen (15) SPFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining SPFC trade prices, rounded to one decimal point past the precision of the underlying market.

(o) CONTINGENCIES – If no daily settlement price of the relevant SPFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

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RULE 12.60 [UNCHANGED]

RULE 12.61 ~~NADEX~~ US SMALLCAP 2000 BINARY CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the US SmallCap 2000 Binary Contracts issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Binary Contracts is the price of the Russell 2000[®] Mini Futures contracts (“RUFC”) traded on ICE Futures US[®] (ICE Futures)¹⁵. The RUFC trade prices that will be used to calculate the Underlying will be taken from four (4) RUFC delivery months: March, June, September, or December (each a “RUFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Friday of the week preceding the Underlying futures contracts Expiration Date. For example, the ICE e-mini Russell 2000 March 2012 futures have an Expiration Date of March 16, 2012. The last day on which the e-mini Russell 2000 March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant e-mini Russell 2000 contracts will be the Friday of the preceding week. Therefore, the End Date for using ICE e-mini Russell 2000 March 2012 futures will be March 9, 2012 and the Start Date for the next delivery month, ICE e-mini Russell 2000 June 2012 futures, will be March 10, 2012.

(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 US SmallCap 2000 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY US SMALLCAP 2000 BINARY CONTRACTS, 4:15 PM ET

CLOSE

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

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- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $X - 18$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 16$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 14$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 12$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 10$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 8$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $X - 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $X - 4$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X - 2$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X .
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 2$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 4$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 6$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 8$.
- (16) Binary Contract 16: One Contract will have a Payout Criterion of greater than $X + 10$.
- (17) Binary Contract 17: One Contract will have a Payout Criterion of greater than $X + 12$.
- (18) Binary Contract 18: One Contract will have a Payout Criterion of greater than $X + 14$.
- (19) Binary Contract 19: One Contract will have a Payout Criterion of greater than $X + 16$.
- (20) Binary Contract 20: One Contract will have a Payout Criterion of greater than $X + 18$.
- (21) Binary Contract 21: One Contract will have a Payout Criterion of greater than $X + 20$.
- (22) In each case above, "X" equals the US SmallCap 2000 reference price, as calculated by the Source Agency, rounded to the nearest one (1).

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CLOSE

(ii) WEEKLY US SMALLCAP 2000 BINARY CONTRACTS, 4:15 PM ET

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 36$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 30$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 24$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 18$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 12$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 6$.
- (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 $Y + 6$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Y + 12$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $Y + 18$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than $Y + 24$.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $Y + 30$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $Y + 36$.
- (14) In each case above, "Y" equals the US SmallCap 2000 reference price, as calculated by the Source Agency, rounded to the nearest two (2).

(iii) INTRADAY US SMALLCAP 2000 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 $Z1 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z1 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z1 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z1 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z1$.

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- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z1 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z1 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z1 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z1 + 4$.

(10) In each case above, $Z1$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(iv) INTRADAY US SMALLCAP 2000 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 $Z2 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z2 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z2 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z2 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z2$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z2 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z2 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z2 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z2 + 4$.

(10) In each case above, $Z2$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(v) INTRADAY US SMALLCAP 2000 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 $Z3 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z3 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z3 - 2$.

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- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z3 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z3$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z3 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z3 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z3 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z3 + 4$.

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

(vi) INTRADAY US SMALLCAP 2000 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 $Z4 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z4 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z4 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z4 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z4$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z4 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z4 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z4 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z4 + 4$.

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

(vii) INTRADAY US SMALLCAP 2000 BINARY CONTRACTS, 12:00 PM to 2:00 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z5 - 4$.

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- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z5 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z5 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z5 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z5$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z5 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z5 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z5 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z5 + 4$.

(10) In each case above, $Z5$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(viii) INTRADAY US SMALLCAP 2000 BINARY CONTRACTS, 1:00 PM to 3:00 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z6 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z6 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z6 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z6 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z6$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z6 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z6 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z6 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z6 + 4$.

(10) In each case above, $Z6$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(ix) INTRADAY US SMALLCAP 2000 BINARY CONTRACTS, 2:00 PM to 4:00 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z7 - 4$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z7 - 3$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z7 - 2$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z7 - 1$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z7$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z7 + 1$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z7 + 2$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z7 + 3$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z7 + 4$.

(10) In each case above, $Z7$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(x) Nadex may list additional US SmallCap 2000 Binary Contracts 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 the US SmallCap 2000 Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL – The Reporting Level for the US SmallCap 2000 Binary Contracts shall be 1,750 Contracts.

(i) POSITION LIMIT – The Position Limits for the US SmallCap 2000 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

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(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the 500 Expiration Value 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 the Settlement Date. The Settlement Value of an in-the-money US SmallCap 2000 Binary Contract is \$100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of US SmallCap 2000 released by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) RUFC trade prices just prior to the close of trading of the US SmallCap 2000 Binary Contract and removing the highest five (5) RUFC trade prices and the lowest five (5) RUFC trade prices, using the remaining fifteen (15) RUFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining RUFC trade prices, rounded to one decimal point past the precision of the underlying market.

(o) CONTINGENCIES – If no daily settlement price of the relevant RUFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

RULE 12.62 [UNCHANGED]

RULE 12.63 ~~NADEX~~-US TECH 100 BINARY CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the US Tech 100 Binary Contracts issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Binary Contracts is the price of the E-mini NASDAQ 100® Futures contracts (“NQFC”) traded on the Chicago Mercantile Exchange® (CME®)¹⁶. The NQFC trade prices that will be used to calculate the Underlying will be taken from four (4) NQFC delivery months: March, June, September, or December (each a “NQFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Friday of the week preceding the Underlying futures contracts Expiration Date. For example, the CME e-mini NASDAQ 100 March 2012 futures have an Expiration Date of March 16, 2012. The last day on which the e-mini NASDAQ 100 March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant e-mini NASDAQ

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100 contracts will be the Friday of the preceding week. Therefore, the End Date for using CME e-mini NASDAQ 100 March 2012 futures will be March 9, 2012 and the Start Date for the next delivery month, CME e-mini NASDAQ 100 June 2012 futures, will be March 10, 2012.

(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 US Tech 100 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY US TECH 100 BINARY CONTRACTS, 4:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than X - 40.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than X - 36.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than X - 32.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than X - 28.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than X - 24.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than X - 20.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than X - 16.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than X - 12.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than X - 8.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than X - 4.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than X + 4.

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8. (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X +$
12. (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X +$
16. (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X +$
20. (16) Binary Contract 16: One Contract will have a Payout Criterion of greater than $X +$
24. (17) Binary Contract 17: One Contract will have a Payout Criterion of greater than $X +$
28. (18) Binary Contract 18: One Contract will have a Payout Criterion of greater than $X +$
32. (19) Binary Contract 19: One Contract will have a Payout Criterion of greater than $X +$
36. (20) Binary Contract 20: One Contract will have a Payout Criterion of greater than $X +$
40. (21) Binary Contract 21: One Contract will have a Payout Criterion of greater than $X +$
- (22) In each case above, “X” equals the US Tech 100 reference price, as calculated by the Source Agency, rounded to the nearest four (4).

(ii) WEEKLY US TECH 100 BINARY CONTRACTS, 4:15 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Y - 72$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Y - 48$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 36$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 24$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 12$.

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- (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 + 12.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than Y + 24.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than Y + 36.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than Y + 48.
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than Y + 60.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than Y + 72.

(14) In each case above, "Y" equals the US Tech 100 reference price, as calculated by the Source Agency, rounded to the nearest 10.

(iii) INTRADAY US TECH 100 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 Z1 - 20.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than Z1 - 15.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than Z1 - 10.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than Z1 - 5.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than Z1.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than Z1 + 5.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than Z1 + 10.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than Z1 + 15.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than Z1 + 20.

(10) In each case above, Z1 equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(iv) INTRADAY US TECH 100 BINARY CONTRACTS, 9:00 AM to 11:00 AM ET CLOSE

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- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z2 - 20$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z2 - 15$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z2 - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z2 - 5$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z2$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z2 + 5$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z2 + 10$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z2 + 15$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z2 + 20$.

(10) In each case above, $Z2$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(v) INTRADAY US TECH 100 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 $Z3 - 20$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z3 - 15$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z3 - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z3 - 5$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z3$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z3 + 5$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z3 + 10$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z3 + 15$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z3 + 20$.

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

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(vi) INTRADAY US TECH 100 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 $Z4 - 20$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z4 - 15$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z4 - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z4 - 5$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z4$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z4 + 5$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z4 + 10$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z4 + 15$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z4 + 20$.

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

(vii) INTRADAY US TECH 100 BINARY CONTRACTS, 12:00 PM to 2:00

PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z5 - 20$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z5 - 15$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z5 - 10$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z5 - 5$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z5$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z5 + 5$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z5 + 10$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z5 + 15$.

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(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z5 + 20$.

(10) In each case above, $Z5$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(viii) INTRADAY US TECH 100 BINARY CONTRACTS, 1:00 PM to 3:00 PM
ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z6 - 20$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z6 - 15$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z6 - 10$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z6 - 5$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z6$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z6 + 5$.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z6 + 10$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z6 + 15$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z6 + 20$.

(10) In each case above, $Z6$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(ix) INTRADAY US TECH 100 BINARY CONTRACTS, 2:00 PM to 4:00 PM
ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z7 - 20$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z7 - 15$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z7 - 10$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z7 - 5$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z7$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z7 + 5$.

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(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z7 + 10$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z7 + 15$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z7 + 20$.

(10) In each case above, $Z7$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(x) Nadex may list additional US Tech 100 Binary Contracts 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 the US Tech 100 Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL – The Reporting Level for the US Tech 100 Binary Contracts shall be 1,750 Contracts.

(i) POSITION LIMIT – The Position Limits for the US Tech 100 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the US Tech 100 Expiration Value 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 the Settlement Date. The Settlement Value of an in-the-money US Tech 100 Binary Contract is \$100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of US Tech 100 released by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) NQFC trade prices just prior to the close of trading of the US Tech 100 Binary Contract and removing the highest five (5) NQFC trade prices and the lowest five (5) NQFC trade prices, using the remaining fifteen (15) NQFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining NQFC trade prices, rounded to one decimal point past the precision of the underlying market.

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(o) CONTINGENCIES – If no daily settlement price of the relevant NQFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

RULE 12.64 [UNCHANGED]

RULE 12.65 ~~NADEX~~ WALL STREET 30 BINARY CONTRACTS

(a) SCOPE – These Rules shall apply to the Class of Contracts referred to as the Wall Street 30 Binary Contracts issued by Nadex.

(b) UNDERLYING – The Underlying for this Class of Contracts is the price of the E-mini Dow® Futures contracts (“DJFC”) traded on the Chicago Board of Trade (CBOT®)¹⁷. The DJFC trade prices that will be used to calculate the Underlying will be taken from four (4) DJFC delivery months: March, June, September, or December (each a “DJFC Delivery Month”). The date on which a new delivery month will be used as the Underlying for Nadex contracts (i.e. “Start Date”) is one calendar day after the End Date for the previous delivery month contract. The last day on which a delivery month will be used as the Underlying for Nadex contracts (i.e. “End Date”) is the Friday of the week preceding the Underlying futures contracts Expiration Date. For example, the CME e-mini Dow March 2012 futures have an Expiration Date of March 16, 2012. The last day on which the e-mini Dow March 2012 futures prices will be used as the Underlying for Nadex contracts and to calculate the Expiration Value on the Expiration Date for the relevant e-mini Dow contracts will be the Friday of the preceding week. Therefore, the End Date for using CME e-mini Dow March 2012 futures will be March 9, 2012 and the Start Date for the next delivery month, CME e-mini Dow June 2012 futures, will be March 10, 2012.

(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 Wall Street 30 Binary Contract, the Payout Criteria for the Contracts will be set as follows:

(i) DAILY WALL STREET 30 BINARY CONTRACTS, 4:15 PM ET CLOSE

¹⁷ CBOT® is a registered service mark of the Board of Trade of the City of Chicago, “Dow Jones,” “DJIA,” and “The Dow” are registered trademarks of Dow Jones & Company, Inc. Nadex is not affiliated with the Board of Trade of the City of Chicago or Dow Jones and neither the Board of Trade of the City of Chicago, Dow Jones, nor its affiliates, sponsor or endorse Nadex or its products in any way. In particular, the Nadex Wall Street 30 Contracts are not sponsored, endorsed, sold or promoted by CBOT or Dow Jones.

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $X - 200$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $X - 180$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $X - 160$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $X - 140$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $X - 120$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $X - 100$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $X - 80$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $X - 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $X - 40$.
- (10) Binary Contract 10: One Contract will have a Payout Criterion of greater than $X - 20$.
- (11) Binary Contract 11: One Contract will have a Payout Criterion of greater than X .
- (12) Binary Contract 12: One Contract will have a Payout Criterion of greater than $X + 20$.
- (13) Binary Contract 13: One Contract will have a Payout Criterion of greater than $X + 40$.
- (14) Binary Contract 14: One Contract will have a Payout Criterion of greater than $X + 60$.
- (15) Binary Contract 15: One Contract will have a Payout Criterion of greater than $X + 80$.
- (16) Binary Contract 16: One Contract will have a Payout Criterion of greater than $X + 100$.
- (17) Binary Contract 17: One Contract will have a Payout Criterion of greater than $X + 120$.
- (18) Binary Contract 18: One Contract will have a Payout Criterion of greater than $X + 140$.
- (19) Binary Contract 19: One Contract will have a Payout Criterion of greater than $X + 160$.

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

200. (21) Binary Contract 21: One Contract will have a Payout Criterion of greater than $X +$

(22) In each case above, "X" equals the Wall Street 30 reference price, as calculated by the Source Agency, rounded to the nearest ten (10).

(ii) WEEKLY WALL STREET 30 BINARY CONTRACTS, 4:15 PM ET

CLOSE

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

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Y - 500$.

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

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Y - 300$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Y - 200$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Y - 100$.

(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 $Y + 100$.

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

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

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

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

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

(14) In each case above, "Y" equals the Wall Street 30 reference price, as calculated by the Source Agency, rounded to the nearest value ending in either twenty-five (25) or seventy-five (75).

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(iii) INTRADAY WALL STREET 30 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 $Z1 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z1 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z1 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z1 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z1$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z1 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z1 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z1 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z1 + 80$.
- (10) In each case above, $Z1$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(iv) INTRADAY WALL STREET 30 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 $Z2 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z2 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z2 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z2 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z2$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z2 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z2 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z2 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z2 + 80$.

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(10) In each case above, $Z2$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(v) INTRADAY WALL STREET 30 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 $Z3 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z3 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z3 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z3 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z3$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z3 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z3 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z3 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z3 + 80$.

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

(vi) INTRADAY WALL STREET 30 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 $Z4 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z4 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z4 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z4 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z4$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z4 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z4 + 40$.

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(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z4 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z4 + 80$.

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

(vii) INTRADAY WALL STREET 30 BINARY CONTRACTS, 12:00 PM to 2:00 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z5 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z5 - 60$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z5 - 40$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z5 - 20$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z5$.

(6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z5 + 20$.

(7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z5 + 40$.

(8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z5 + 60$.

(9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z5 + 80$.

(10) In each case above, $Z5$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(viii) INTRADAY WALL STREET 30 BINARY CONTRACTS, 1:00 PM to 3:00 PM ET CLOSE

(1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z6 - 80$.

(2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z6 - 60$.

(3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z6 - 40$.

(4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z6 - 20$.

(5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z6$.

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- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z6 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z6 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z6 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z6 + 80$.

(10) In each case above, $Z6$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

(ix) INTRADAY WALL STREET 30 BINARY CONTRACTS, 2:00 PM to 4:00 PM ET CLOSE

- (1) Binary Contract 1: One Contract will have a Payout Criterion of greater than $Z7 - 80$.
- (2) Binary Contract 2: One Contract will have a Payout Criterion of greater than $Z7 - 60$.
- (3) Binary Contract 3: One Contract will have a Payout Criterion of greater than $Z7 - 40$.
- (4) Binary Contract 4: One Contract will have a Payout Criterion of greater than $Z7 - 20$.
- (5) Binary Contract 5: One Contract will have a Payout Criterion of greater than $Z7$.
- (6) Binary Contract 6: One Contract will have a Payout Criterion of greater than $Z7 + 20$.
- (7) Binary Contract 7: One Contract will have a Payout Criterion of greater than $Z7 + 40$.
- (8) Binary Contract 8: One Contract will have a Payout Criterion of greater than $Z7 + 60$.
- (9) Binary Contract 9: One Contract will have a Payout Criterion of greater than $Z7 + 80$.

(10) In each case above, $Z7$ equals the strike level determined by the Source Agency immediately before the issuance of these contracts.

x) Nadex may list additional Wall Street 30 Binary Contracts 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 the Wall Street 30 Binary Contracts shall be \$0.25.

(h) REPORTING LEVEL – The Reporting Level for the Wall Street 30 Binary Contracts shall be 1,750 Contracts.

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(i) POSITION LIMIT – The Position Limits for the Wall Street 30 Binary Contracts shall be 2,500 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 in a Series is the same date as the Expiration Date.

(l) EXPIRATION DATE – The Expiration Date of the Contract will be the date on which the Wall Street 30 Expiration Value 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 the Settlement Date. The Settlement Value of an in-the-money Wall Street 30 Binary Contract is \$100.

(n) EXPIRATION VALUE – The Expiration Value is the price or value of Wall Street 30 released by the Source Agency on the Expiration Date. The Expiration Value is calculated by the Source Agency by taking the last twenty-five (25) DJFC trade prices just prior to the close of trading of the Wall Street 30 Binary Contract and removing the highest five (5) DJFC trade prices and the lowest five (5) DJFC trade prices, using the remaining fifteen (15) DJFC trade prices to calculate the Expiration Value. The calculation used is a simple average of all fifteen (15) remaining DJFC trade prices, rounded to the precision of the underlying market.

(o) CONTINGENCIES – If no daily settlement price of the relevant DJFC is announced by the Source Agency, the Settlement Date will be delayed until such daily settlement price for that Series is released and publicly available.

RULE 12.66 - 12.78 [UNCHANGED]

[End Rulebook]

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EXHIBIT C

Product Schedule Guidelines for Holidays

Below are the rules outlining the changes to product listing and/or settlement schedules for Nadex products due to US and foreign public and exchange holidays. In instances of an underlying market closing early, the Exchange will adjust its contracts accordingly to reflect this early close. In any week for which there are three or more holidays in the same underlying market resulting in the closure of that market and/or a holiday observed by Nadex, whether consecutive or not, no weekly contracts for products based on that underlying market will be listed for that week. If there are any product specific exceptions for a certain holiday not outlined below, Nadex will submit those exceptions to the CFTC separately as needed.

1. For US holidays that fall on a Monday, Nadex will observe the following business hours:
 - Monday trade date (holiday): The Exchange will be closed for Monday's trade date (from 6pm Sunday to 5pm ET Monday).
 - Tuesday trade date: The Exchange will observe regular business hours. Unless otherwise specified below, all contracts listed on this date will open and close at their regular times and weekly contracts listed on this date will have a settlement date of Friday of the current week. Exceptions are as follows:
 - All Daily and Weekly Nymex/Comex-based Commodity, FTSE 100, Germany 30, and U.S. Equity Index contracts will open at 3am ET and close at their regular times.
 - All Daily and Weekly Currency contracts will open at 6pm ET and close at their regular times. The Daily 7pm ET close time Binary contract ~~which~~ will open and close at its regular time.
 - All Event contracts listed on this date will open at 3am ET and close at their regular times.
2. For US holidays that fall on a Friday, Nadex will observe the following business hours:
 - Monday trade date (preceding the holiday): The Exchange will observe regular business hours. All Weekly contracts listed on this date will have a settlement date of Thursday of the current week, or the last available trade day if Thursday is also a holiday for which the Exchange is closed. Daily Currency Binary contracts which would normally expire at 7pm ET and 11pm ET will not be listed on Wednesday for Thursday's trade date.
 - Friday trade date (holiday): The Exchange will be closed for Friday's trade date (from 6pm Thursday to 4:15pm ET Friday).
3. For US Thanksgiving holiday on Thursday, Nadex will observe the following business hours:
 - Monday trade date (preceding the holiday): The Exchange will observe regular business hours. All Weekly contracts listed on this date will have a settlement date of Friday of the current week, with the exception of any contracts not available for trading on Friday, which will have a settlement date of Wednesday of the current week.

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- Wednesday trade date (preceding the holiday): No Daily Currency Binary contracts which would expire at 7pm ET, 11pm ET, 3am ET, 7am ET, 11am ET, or 3pm ET will be listed on Wednesday.
 - Thursday trade date (holiday): The Exchange will be closed for Thursday's trade date (from 6pm Wednesday to 5pm ET Thursday).
 - Friday trade date: The Exchange will open at 8am ET. Unless otherwise specified below, all contracts listed on this date will open and close at their regular times. Exceptions are as follows:
 - No Japan 225 contracts will be offered on this trade date.
 - All Daily and Weekly Nymex/Comex-based Commodity, FTSE 100, Germany 30, and U.S. Equity Index contracts will open at 8am ET and close at their regular times. All Weekly Currency and Daily Currency Variable Payout Contracts will open at 8am and close at their regular times.
 - No Daily Currency Binary contracts will be available for trading on Friday, with the exception of the 3pm ET close time contract which will open at 8am ET and close at 3pm ET.
4. For foreign public and exchange holidays that result in closure of the underlying market on which our products are based, Nadex will observe the following business hours:
- Monday holiday:
 - Monday trade date (holiday): The Exchange will observe regular business hours. No contracts will be offered for Monday's trade date for products based on the underlying market that is closed due to the foreign holiday.
 - Tuesday trade date: The Exchange will observe regular business hours. Unless otherwise specified below, all contracts listed on this date will open and close at their regular times and weekly contracts listed on this date will have a settlement date of Friday of the current week. Exceptions are as follows:
 - All Daily and Weekly FTSE 100 and Germany 30 contracts will open at 3am ET and close at their regular times.
 - Friday holiday:
 - Monday trade date (preceding the holiday): The Exchange will observe regular business hours. All Weekly contracts listed on this date for products based on the underlying market that is closed due to the foreign holiday will have a settlement date of Thursday of the current week, or the last available trade day if Thursday is also a holiday for which the underlying market is closed.
 - Friday trade date (holiday): The Exchange will observe regular business hours. No contracts will be offered for Friday's trade date for products based on the underlying market that is closed due to the foreign holiday.

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- Tuesday, Wednesday, or Thursday holiday:
 - Monday trade date (preceding the holiday): The Exchange will observe regular business hours. All contracts listed on this date will open and close at their regular times and weekly contracts listed on this date will have a settlement date of Friday of the current week.
 - Tuesday, Wednesday, or Thursday trade date (holiday): The Exchange will observe regular business hours. No contracts will be offered on this trade date for products based on the underlying market that is closed due to the foreign holiday. Weekly contracts listed for this week will be closed on this trade date.

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