C.F.T.C. OFFICE OF THE SECRETARIAT



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December 7, 2010

VIA E-MAIL

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

Re:

Rule Certification. New York Mercantile Exchange, Inc. Submission #10-360: Notification of Amendment to the Minimum Price Fluctuation for Daily Natural Gas Option

Dear Mr. Stawick:

The New York Mercantile Exchange, Inc. ("NYMEX") is notifying the Commodity Futures Trading Commission ("CFTC" or "Commission") that it is self-certifying an amendment to Chapter 832, Rule 832.05 ("PRICES IN DAILY NATURAL GAS OPTION CONTRACTS") in order to change the minimum price fluctuation for the Daily Natural Gas Option contract (code KD) from one-tenth of a cent per MMBtu to one-hundredth of a cent per MMBtu.

The proposed rule amendment is reflected below in blackline format.

(Strikethrough indicates deletion; underscore indicates addition)

Chapter 832

Daily Natural Gas Option

832.05.

PRICES IN DAILY NATURAL GAS OPTION CONTRACTS

Prices shall be quoted in dollars and tenths hundredths of cents per MMBtu.

By changing the minimum price fluctuation from one-tenth of a cent to one-hundredth of a cent per MMBtu, the Exchange is amending this rule in order to facilitate the trading of the Daily Natural Gas Option.

Pursuant to Section 5c(c) of the Commodity Exchange Act ("Act") and CFTC Rules 40.2 and 40.6, the Exchange hereby certifies that the rule amendment complies with the Act, including regulations under the Act. This amendment will become effective on trade date December 13, 2010.

Should you have any questions concerning the above, please contact the undersigned at (212) 299-2200 or Bob Biolsi at (212) 299-2610.

Sincerely,

/s/ Christopher K. Bowen
Managing Director, Chief Regulatory Counsel

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