

NORTH AMERICAN DERIVATIVES EXCHANGE, INC.
NOTICE OF DISCIPLINARY ACTION

FILE NO.: TPI_2017_026(b)

MEMBER: XueYu Chen

NADEX RULES:

RULE 3.3 MEMBER OBLIGATIONS

(a) Each Member and any Authorized Trader(s) thereof, must comply with these Rules, applicable provisions of the Commodity Exchange Act, and relevant Commission regulations. Each Member and any Authorized Trader(s) thereof must also cooperate promptly and fully with Nadex, its agents, and/or the Commission in any investigation, call for information, inquiry, audit, examination, or proceeding. Such cooperation shall include providing Nadex with access to information on the activities of such Member and/or Authorized Trader in any referenced market that provides the underlying prices for any Nadex market

FINDINGS: In October and November of 2017, the Compliance Department contacted Ms. Chen on multiple occasions, requesting that she provide information regarding certain deposit activity occurring in her bank account in October 2017 relevant to a pending investigation. Ms. Chen refused to produce material information related to this deposit history. Based on Nadex's investigation, the Compliance Department concluded that Ms. Chen violated Nadex Rule 3.3(a) when she failed to fully respond to, and/or cooperate with, the Compliance Department's requests for information relative to these inquiries.

PENALTY: As a result of her non-compliance with Nadex Rule 3.3(a), and her failure to cooperate with the Nadex Compliance Department, Ms. Chen has been fined \$250.00. Additionally, Ms. Chen's membership has been revoked, and she has been permanently banned from trading on the Nadex markets by any means.

EFFECTIVE DATE: October 30, 2018