

**NORTH AMERICAN DERIVATIVES EXCHANGE, INC.
NOTICE OF DISCIPLINARY ACTION**

FILE NO.: TPI_2018_003(f)

MEMBER: Mohammad Ummar Khpalwak

NADEX RULES:

RULE 5.19 PROHIBITED TRANSACTIONS AND ACTIVITIES

(k) No Person shall intentionally provide misleading, erroneous, or fraudulent information to Nadex on a membership application or otherwise.

FINDINGS: In April 2018, the Compliance Department contacted Mohammad Ummar Khpalwak (“Khpalwak”) requesting that he provide information regarding his trading activity on Nadex, general trading knowledge and background, and relevant financial information. Khpalwak responded to this request, however, he also provided false, misleading, and/or incomplete information to the Compliance Department relevant to a pending investigation. Based on Nadex’s investigation, the Compliance Department concluded that Khpalwak violated Nadex Rule 5.19(k) when he provided false, misleading, and/or incomplete information relevant to Nadex’s investigation into his account activity.

PENALTY: As a result of his violation of Nadex Rule 5.19(k), Mohammad Ummar Khpalwak has been fined \$1,500.00. Additionally, Mohammad Ummar Khpalwak’s membership has been revoked and he has been permanently banned from trading on the Nadex markets by any means.

EFFECTIVE DATE: May 1, 2019