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December 14, 2016

VIA CFTC PORTAL

Commodity Futures Trading Commission Attention: Chris Kirkpatrick, Secretary Three Lafayette Centre 1155 21st Street, NW Washington, DC 20581

Re: Nodal Exchange Power Incentive Program II: Certification Submission No. 16-026 Pursuant to Regulation 40.6(a)

Dear Mr. Kirkpatrick:

Pursuant to Commission Regulation 40.6(a), Nodal Exchange, LLC ("Nodal Exchange" or "Exchange") is notifying the Commission by self-certification of the Exchange's intention to continue the Nodal Exchange Power Incentive Program II ("Program"). The complete description of the Program is separately included and segregated as Exhibit 1 for which the Exchange seeks confidential treatment. A redacted version is also included. This filing is effective immediately and the Program is effective for the first quarter of 2017.

Exchange management has assessed the Program and certifies its compliance with the Commodity Exchange Act ("Act"), including the Commissions Regulations and the Core Principles. Specifically, the Program complies with Core Principle 2 (Compliance with Rules), Core Principle 4 (Prevention of Market Disruption), Core Principle 9 (Execution of Transactions), Core Principle 12 (Protection of Market Participants), and Core Principle 18 (Recordkeeping).

Pursuant to Section 5c(c) of the Act and Commission Regulation 40.6, the Exchange certifies that the Program complies with the Act and the Commission's Regulations thereunder. There have not been any opposing views expressed regarding the Program.

Nodal Exchange certifies that, concurrent with this submission, a redacted version of the Program was posted on the Nodal Exchange website at <u>www.nodalexchange.com</u>.

If you have any questions or need additional information regarding this submission, please contact me at 703-962-9853 or <u>Markotic@nodalexchange.com</u>.

Sincerely,

/s/ Max Markotic

Compliance Manager

Attachments:

Exhibit 1: Nodal Exchange Power Incentive Program II - Confidential Exhibit 1: Nodal Exchange Power Incentive Program II – Redacted Request for Confidential Treatment