AIRDROP

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the distribution of tokens by <project> to wallet addresses after Issuance and before <date>. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agencies are <project>, CoinDesk, CoinTelegraph, The Block, Decrypt, DeFi Llama, Etherscan, Polygonscan, Arbiscan, Base Explorer, Solscan, The New York Times, the Associated Press, Bloomberg News, Reuters, Axios, The Information, The Wall Street Journal, and official blockchain explorers for the relevant network.

Type: The type of Contract is an Event Contract.

Issuance: After the initial Contract, Contract iterations will be listed on an as-needed basis at the discretion of the Exchange and corresponding to the risk management needs of Members.

<project>: <project> refers to a blockchain project, protocol, decentralized application, or cryptocurrency organization specified by the Exchange. This includes the project's official entity, foundation, labs organization, or development team acting on behalf of the project. It may also refer to projects by characteristic, e.g., “any project”.

<date>: <date> refers to a calendar date specified by the Exchange. The Exchange may list iterations of the Contract corresponding to variations of <date>.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that <project> has conducted an airdrop of its official token after Issuance and before <date>.

For the purposes of this Contract, an "airdrop" is defined as the distribution of fungible tokens to multiple wallet addresses where:

- Recipients receive tokens without paying the full market value for them at the time of distribution
- The distribution is based on predetermined eligibility criteria (such as past protocol usage, wallet holdings, completing tasks, or other qualifications)
- Tokens are distributed to recipients' blockchain wallets either automatically or through a claiming process

The following SHALL constitute an airdrop:

- An announcement by the <project> that they will be conducting a token distribution they are describing as an airdrop
- Free token distributions requiring only gas fees to claim
- Distributions requiring a nominal donation (less than 10% of token market value at distribution)
- Retroactive rewards for past protocol activity
- Distributions to holders of other tokens or NFTs or additional distributions only for existing holders
- Task-based distributions (bounty airdrops)
- Distributions requiring social media actions or community participation
- Phased or vested distributions where initial tokens are received before <date>

The following SHALL NOT constitute an airdrop:

- Token sales where recipients pay 10% or more of market value
- Initial Coin Offerings (ICOs) or Initial DEX Offerings (IDOs)
- Employee compensation or founder allocations
- Liquidity mining or yield farming rewards for ongoing activity
- Staking rewards or protocol revenue sharing
- Testnet tokens with no mainnet value
- Non-fungible tokens (NFTs)
- Tokens that cannot be transferred, traded, or have no liquidity before <date>
- Points or credits that have not been converted to tokens before <date>

Examples that WOULD resolve to Yes:

- <project> distributes tokens for free to users who interacted with their protocol before a snapshot date
- <project> requires users to donate $0.10 per token worth $4.00 to claim their allocation
- <project> announces an airdrop on August 1st for tokens claimable starting August 15th, with <date> being August 31st
- <project> distributes tokens to all holders of a specific cryptocurrency or NFT collection

Examples that WOULD NOT resolve to Yes:

- <project> sells tokens at market price through a public sale
- <project> announces an airdrop will happen but does not distribute tokens before <date>
- <project> distributes "points" that may be converted to tokens after <date>
- <project> only distributes tokens to team members and investors
- <project> launches a token but explicitly states it is "not an airdrop" and requires payment of 75% of market value

Minimum Tick: The Minimum Tick size for the Contract shall be $0.01.

Position Accountability Level: The Position Accountability Level for the Contract shall be $25,000 per strike, per Member.

Last Trading Date: The Last Trading Date of the Contract will be the day prior to <date>. The Last Trading Time will be 11:59 PM ET.

Settlement Date: The Settlement Date of the Contract shall be no later than the day after the Expiration Date, unless the Market Outcome is under review pursuant to Rule 7.1.

Expiration Date: The latest Expiration Date of the Contract shall be one week after <date>. If an event described in the Payout Criterion occurs, expiration will be moved to an earlier date and time in accordance with Rule 7.2.

Expiration time: The Expiration time of the Contract shall be 10:00 AM ET.

Settlement Value: The Settlement Value for this Contract is $1.00.

Expiration Value: The Expiration Value is the value of the Underlying as documented by the Source Agency on the Expiration Date at the Expiration time.

Contingencies: Before Settlement, Kalshi may, at its sole discretion, initiate the Market Outcome Review Process pursuant to Rule 6.3(d) of the Rulebook. If an Expiration Value cannot be determined on the Expiration Date, Kalshi has the right to determine payouts pursuant to Rule 6.3(b) in the Rulebook.