

COMPARATIVEINFLATION

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the value of <inflation measure> <before/for> <period> relative to <inflation measure 2> <before/for> <period 2>, as reported by their respective Source Agencies. Revisions to either Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agencies are, in hierarchical order, (i) for <inflation measure>: the statistical agency or entity responsible for the calculation and release of <inflation measure> (e.g., Bureau of Labor Statistics, Eurostat, Office for National Statistics, Bank of Japan), followed by Trading Economics; and (ii) for <inflation measure 2>: the statistical agency or entity responsible for the calculation and release of <inflation measure 2>, followed by Trading Economics. Where <inflation measure> and <inflation measure 2> share a common Source Agency, that agency serves as the single authoritative Source Agency for both values.

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.

<inflation measure>: <inflation measure> refers to a specific inflation-related economic statistic specified by the Exchange (e.g., U.S. CPI Year-over-Year, U.S. shelter inflation YoY, U.S. PCE Month-over-Month, Eurozone HICP). Specification of <inflation measure> may match the format and terminology of the relevant Source Agency, including any applicable sub-component or variant (e.g., core, headline, trimmed mean). Where applicable, <inflation measure> will be expressed in line with the reporting conventions of its Source Agency and may be expressed as a percentage change, index level, or other unit as reported.

<inflation measure 2>: <inflation measure 2> refers to a second specific inflation-related economic statistic specified by the Exchange. <inflation measure 2> may be drawn from the same or a different Source Agency as <inflation measure>, and may refer to the same statistic type over a different period, a different sub-component or variant, or an entirely distinct inflation measure. All provisions applicable to <inflation measure> with respect to reporting conventions and source requirements apply equally to <inflation measure 2>. <inflation measure 2> serves as the reference value against which <inflation measure> is compared for purposes of the Payout Criterion.

<above/below/exactly/at least>: <above/below/exactly/at least> refers to comparison operators applied to the value of <inflation measure> relative to the value of <inflation measure 2>. "Above" means greater than (>), "below" means less than (<), "exactly" means equal to (=) when both values are rounded to two decimal places, and "at least" means greater than or equal to (≥). All comparisons shall be made using the units in which each statistic is natively reported; the Exchange will specify any necessary unit conversions or rounding adjustments at the time of listing. Rounding to two decimal places is assumed unless otherwise specified.

<before/for>: <before/for> refers to the temporal operator used to determine the relevant period for which each Expiration Value must apply. Its meaning depends on the value selected for each respective measure: <before>: The Expiration Value for the relevant measure must correspond to a statistic released after Issuance and prior to the beginning of the specified <period> or <period 2>, as applicable. No value from the specified period itself is eligible. <for>: The Expiration Value for the relevant measure must correspond to a statistic attributed to the specified <period> or <period 2>, as applicable, regardless of when it is released. <before/for> is specified independently for <inflation measure> and <inflation measure 2>, and the temporal operator applicable to each governs that measure's eligibility independently.

<period>: <period> refers to the reporting period specified by the Exchange for <inflation measure>. The <period> specified shall correspond exactly to the reporting period for <inflation measure> as defined by its Source Agency.

<period 2>: <period 2> refers to the reporting period specified by the Exchange for <inflation measure 2>. The <period 2> specified shall correspond exactly to the reporting period for <inflation measure 2> as defined by its Source Agency. <period 2> may be the same as, earlier than, or later than <period>. The Exchange may list iterations of the Contract corresponding to variations of <period 2>.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that <inflation measure> <before/for> <period> is <above/below/exactly/at least> <inflation measure 2> <before/for> <period 2>.

Unless explicitly stated otherwise, only the first non-preliminary release of each respective statistic will be used to resolve the Contract, and subsequent revisions will not affect resolution. Only official data released by the relevant statistical office will be considered for each measure.

The comparison is made between the first non-preliminary released values of both <inflation measure> and <inflation measure 2> at the time of resolution. Both values must be available and released in order for the Contract to resolve; if either value has not been released by the Expiration Date, the Contract shall not resolve based on an incomplete comparison, and the Exchange will proceed pursuant to the provisions set out in the Additional clarification(s) section below.

Additional clarification(s):

- If <inflation measure> and <inflation measure 2> are expressed in different units or on different bases (e.g., one is year-over-year and one is month-over-month), the Exchange will specify at listing the applicable unit normalization, if any. Absent such specification, both values will be compared as released by their respective Source Agencies.
- If <inflation measure 2> is the same statistic as <inflation measure> but for an earlier <period 2>, the first non-preliminary release of <inflation measure 2> for <period 2> at the time of Contract resolution shall govern, even if a later revision of that value has since been published.
- If one or both of <inflation measure> and <inflation measure 2> are not published by the Expiration Date, Contracts shall resolve in the following way:
 - If a “Data unavailable” strike is listed, it shall resolve to “Yes” and all others to “No”.
 - If a “Data unavailable” strike is not listed, all Contracts shall resolve to the last fair price determined in the sole discretion of the Exchange.

Examples that WOULD resolve the Contract to Yes (for "above"):

- The BLS releases CPI Year-over-Year for March at 3.5%, and the PCE Year-over-Year for February (as specified in the Contract as <inflation measure 2>) was previously released at 2.8%. The Contract resolves Yes because 3.5% > 2.8%.
- Eurozone HICP for January is released at 4.1%, and the U.S. CPI for January (as <inflation measure 2>) was released at 3.9%. The Contract resolves Yes because 4.1% > 3.9%.

Examples that would NOT resolve the Contract to Yes (for "above"):

- <inflation measure> has been released, but <inflation measure 2> has not yet been released by the Expiration Date. The market remains open until <inflation measure 2> is released, at which point, the Expiration Value is calculated and the market resolves to Yes or No.

- A revised value of <inflation measure> would satisfy the condition, but the first non-preliminary release did not.

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 7,000,000 Contracts, per Member.

Last Trading Date: The Last Trading Date of the Contract will be the later of (i) the day of expected release of <inflation measure> for <period> or (ii) the day of expected release of <inflation measure 2> for <period 2>. The Last Trading Time will be one (1) minute prior to the expected release of the later-releasing statistic, if a known discrete time, or one (1) minute prior to the earliest time in a given specified window in which either statistic may be released.

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 three months after the later of (i) the scheduled release date of <inflation measure> for <period> or (ii) the scheduled release date of <inflation measure 2> for <period 2>. 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. Additionally, if no data is released for either measure, or the relevant Source Agency announces that it will not release the applicable Underlying data, expiration may be moved to an earlier date and time in accordance with Rule 7.2. In the case where data for either measure is expected to be delayed and later released, the Exchange may, in its sole discretion, move the Expiration Date in line 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 7.1 of the Rulebook. If an Expiration Value cannot be determined on the Expiration Date, Kalshi has the right to determine payouts pursuant to Rule 7.1 in the Rulebook.

APPENDIX B – TRADING PROHIBITIONS

In addition to the general prohibition against trading on material nonpublic information, the Exchange will institute additional prohibitions for trading the contract. Persons under 18 years of age are not permitted to create Kalshi accounts. The following individuals will be prohibited from trading:

- Employees, contractors, and officials of any Source Agency statistical office with access to unreleased data — BLS, BEA, Eurostat, ONS, Bank of Japan, national statistical institutes, and any agency producing <inflation measure> or <inflation measure 2>. Includes commissioners, statisticians, data processing staff, and IT personnel with systems access.
- Government officials with pre-release access — in the U.S., individuals covered by pre-release procedures (e.g., CEA, Treasury, Fed Chair's office staff receiving advance briefings under the principal federal economic indicator protocols); foreign equivalents (e.g., ECB/finance ministry officials receiving embargoed Eurostat or NSI data).
- Journalists and media personnel in embargoed lockups — anyone receiving the release under embargo prior to public dissemination (e.g., press lockup participants at BLS/BEA or equivalent foreign arrangements).
- Employees of the fallback Source Agency (or its replacement) with control over published values — anyone able to alter, delay, or misreport the figure used for resolution if the hierarchy falls to the secondary source.
- Personnel involved in data collection or methodology — survey field staff, price collectors, and contractors who handle raw input data for the relevant index before publication; staff of third-party data providers under contract to the statistical agency (e.g., scanner-data vendors).

- Members of statistical agency oversight or revision committees with advance knowledge of methodology changes, benchmark revisions, or release schedule changes affecting the measures.