APPENDIX A â€“ CONTRACT TERMS AND CONDITIONS

Official Product Name: â€œWill the <measure> of the Corrugated Recyclable Paper PPI

<in/at> <time period> be <above/below/exactly/at least/at most/between> <value>?â€

Rulebook: CORRPAPERPPI

CORRPAPERPPI

Scope: These rules shall apply to each Contract within the Class.

Underlying: The Underlying for this Contract is the <measure> of the initially published monthly values of the Producer Price Index by Commodity for Pulp, Paper, and Allied Products: Corrugated Recyclable Paper (BLS series WPU09120325, not seasonally adjusted, Index June 2006=100) (the â€œCorrugated Recyclable Paper PPIâ€), as published by the U.S. Bureau of Labor Statistics, for the calendar months <in/at> <time period>. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Instructions: The Underlying can be found at: https://fred.stlouisfed.org/series/WPU09120325. These instructions on how to access the Underlying are provided for convenience only and are not part of the binding Terms and Conditions of the Contract. They may be clarified at any time.

Source Agency: The Source Agencies are, in hierarchical order, the U.S. Bureau of Labor Statistics of the U.S. Department of Labor (including the Producer Price Index news releases, PPI Detailed Report, and Producer Price Index database published by the U.S. Bureau of Labor Statistics at bls.gov), and the Federal Reserve Bank of St. Louis (including its Federal Reserve Economic Data (FRED) and Archival Federal Reserve Economic Data (ALFRED) databases at fred.stlouisfed.org and alfred.stlouisfed.org).

Type: The type of Contract is an Event Contract.

Issuance: The Contracts are based on the outcomes of recurrent events. Contract iterations will be issued on a recurring basis, and Contract iterations will generally correspond to each calendar month, calendar quarter, calendar year, or other <time period> for which monthly values of the Corrugated Recyclable Paper PPI are scheduled to be published by the U.S. Bureau of Labor Statistics.

<measure>: <measure> refers to the statistic, specified by the Exchange, by which the initially published monthly values of the Corrugated Recyclable Paper PPI for the calendar months <in/at> <time period> are combined or selected to produce a single value. <measure> takes one of the following forms, which together constitute the complete list: (a) â€œaverage,â€ meaning the arithmetic mean of the monthly values for all calendar months <in/at> <time period>, calculated as the sum of those monthly values divided by the number of those calendar months; (b) â€œhighest,â€ meaning the greatest of the monthly values for the calendar months <in/at> <time period>; (c) â€œlowest,â€ meaning the least of the monthly values for the calendar months <in/at> <time period>; and (d) â€œvalue,â€ meaning, where <time period> consists of a single calendar month, the monthly value for that calendar month. Only complete calendar months are counted; a calendar month of which only part falls <in/at> <time period> is not counted. Where â€œbeforeâ€ is

specified, <time period> begins at Issuance. Each monthly value is the value for that reference month as initially published by the U.S. Bureau of Labor Statistics, to the precision published (currently three (3) decimal places). An average is rounded to three (3) decimal places, with a fourth decimal digit of five (5) or greater rounded up and a fourth decimal digit of four (4) or less rounded down. The Exchange may list iterations of the Contract corresponding to variations of <measure>.

<in/at>: <in/at> refers to whether the Contract is determined on the basis of the initially published monthly values for the calendar months falling within <time period> (â€œinâ€) or on the basis of the initially published monthly value for a single discrete calendar month that <time period> specifies (e.g., March 2027) (â€œatâ€).

<time period>: <time period> refers to a specific range of time as specified by the Exchange. This may be defined by exact dates (e.g., â€œbetween January 1, 2026, and December 31, 2026â€), relative markers (e.g., â€œbefore July 1, 2027â€), an event, or broader intervals (e.g., â€œQ1 2027,â€ â€œJanuaryâ€“March 2026â€). â€œBetweenâ€ is inclusive of both endpoints, while â€œbeforeâ€ and â€œafterâ€ exclude the specified date unless stated otherwise. <time period> may also refer to â€œAnyâ€ or â€œNoneâ€, to multiple dates (even if non-consecutive), or to a singular and discrete date or time. Unless otherwise specified, the timezone shall be understood to be in Eastern Time.

<above/below/exactly/at least/at most/between>: <above/below/exactly/at least/at most/between> refers to comparison

operators specified by the Exchange. â€œAbove Xâ€ means strictly greater than X (>X). â€œBelow Xâ€ means strictly less than X (<X). â€œExactly Xâ€ means equal to X (=X), measured to the precision specified elsewhere in the Contract. â€œAt least Xâ€ means greater than or equal to X (â‰¥X). â€œAt most Xâ€ means less than or equal to X (â‰¤X). â€œBetween X and Yâ€ means greater than or equal to X and less than or equal to Y (â‰¥X and â‰¤Y), i.e., inclusive of both endpoints, unless otherwise specified. The Exchange may list iterations of the Contract corresponding to variations of <above/below/exactly/at least/at most/between>.

<value>: <value> refers to a level of the Corrugated Recyclable Paper PPI, expressed in index points on the Index June 2006=100 basis, specified by the Exchange; where <above/below/exactly/at least/at most/between> is â€œbetween,â€ <value> refers to two such levels. The Exchange may list iterations of the Contract with <value> levels that fall within an inclusive range beginning at 0 (zero) index points and ending at 300 (three hundred) index points at consecutive increments of 0.001 (one one-thousandth) of an index point. Due to the potential for variability in the Underlying, the Exchange may modify <value> levels in response to suggestions by Members.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that the <measure> of the Corrugated Recyclable Paper PPI <in/at> <time period> is <above/below/exactly/at least/at most/between> <value>.

Additional Clarifications: *Calculation and Comparison:*

- For the avoidance of doubt, the <measure> is calculated once, from the monthly values

for the calendar months <in/at> <time period>, and produces a single value; that single value is the applicable value compared against <value> under <above/below/exactly/at least/at most/between>, and no individual monthly value need separately satisfy the comparison criterion.

- For the avoidance of doubt, where <in/at> is â€œinâ€ and <time period> is â€œQ1 2027,â€ the

calendar months counted are January 2027, February 2027, and March 2027, and the average is the sum of the three initially published monthly values divided by three (3).

- A monthly value belongs to its reference month, not to the month in which it is published.

For example, the value for March 2027, which the U.S. Bureau of Labor Statistics ordinarily first publishes in April 2027, counts toward a Contract for Q1 2027, and a value for April 2027 does not, regardless of when either is published.

- Only the not seasonally adjusted Corrugated Recyclable Paper PPI on the Index June

2006=100 basis is used. Seasonally adjusted values, values on any other base period, percent changes, and any other index or price assessment for recovered paper are not used.

Source, Revisions, and Corrections:

- The monthly value used for each reference month is the value the U.S. Bureau of Labor

Statistics initially publishes for that month, including where the U.S. Bureau of Labor Statistics designates that value as preliminary. Revisions that the U.S. Bureau of Labor Statistics publishes in the ordinary course of its revision schedule (currently, a single revision four (4) months after initial publication) are not corrections for purposes of this Contract and are not accounted for, whether published before or after Expiration.

- If a Source Agency publishes a value and subsequently corrects, retracts, or removes that

value prior to Expiration, other than through a scheduled revision described above, the corrected value governs only if the Exchange determines, in its sole discretion, that the correction remedies a material error in the initial value; otherwise, the initial value governs as set forth below. Corrections, retractions, or removals published after Expiration will not be accounted for in determining the Expiration Value.

- Only values reported in the initial report for each reference month shall be used for the

purpose of resolution unless otherwise explicitly specified by the Exchange; for this Contract, the initial report is the first publication of that monthâ€™s value by the U.S. Bureau of Labor Statistics, even though it is designated preliminary. Corrections that the Exchange determines, in its sole discretion, do not remedy a material error shall not supersede earlier values.

- If the Exchange determines, in its sole discretion, that the initial publication of any

monthly value counted toward the Underlying contains a material error, it may delay

Expiration until the earlier of (i) publication of revised data or (ii) the Expiration Date. If no reliable data is available by the Expiration Date, all markets will resolve to the last fair price, as determined by the Exchange in its sole discretion, unless a â€œNo dataâ€ strike is listed, in which case the â€œNo dataâ€ strike will resolve Yes and all others will resolve No.

- The Federal Reserve Bank of St. Louisâ€™s FRED database displays the Corrugated

Recyclable Paper PPI as most recently revised. Where a current FRED observation differs from the value the U.S. Bureau of Labor Statistics initially published because of a scheduled revision, the initially published value, as shown in the U.S. Bureau of Labor Statisticsâ€™ release for that month or in the corresponding ALFRED vintage, governs.

- If the Source Agencies conflict as to the initially published value of the Corrugated

Recyclable Paper PPI for any reference month, the hierarchy set out in Source Agency above will govern.

Series Continuity and Unavailable Data:

- If, prior to Expiration, the U.S. Bureau of Labor Statistics renames, recodes, reclassifies,

or otherwise reidentifies series WPU09120325, but continues to publish the monthly not seasonally adjusted Producer Price Index for corrugated recyclable paper on the Index June 2006=100 basis under the same or a successor series identifier reflecting the continuation of the same index, that continued record governs and the Contract remains open.

- If the U.S. Bureau of Labor Statistics discontinues the index, or ceases to publish it on the

Index June 2006=100 basis, and no successor continues that record, the affected monthly values are treated as not published.

- If, by the Expiration Date, the U.S. Bureau of Labor Statistics has not initially published

a value for one or more calendar months counted toward the Underlying (e.g., because the index is not published for that month or a release is delayed), the Contract will resolve Yes or No only if the values that have been initially published determine the outcome irrespective of the missing value or values (e.g., a Contract on whether the highest is above a given level, where a published monthly value already exceeds that level); otherwise, the no-data clarification below governs.

- If there is no data for the Underlying published by the Source Agencies by the Expiration

Date, all markets will resolve to the last fair price, as determined by the Exchange in its sole discretion, unless a â€œNo dataâ€ strike is listed, in which case the â€œNo dataâ€ strike will resolve Yes and all others will resolve No.

Examples that would resolve the market to Yes: *Assuming <measure> is â€œaverage,â€ <in/at> is â€œin,â€ <time period> is â€œQ1 2027,â€ <above/below/exactly/at least/at most/between> is â€œabove,â€ and <value> is 60.000 index points:*

- The U.S. Bureau of Labor Statistics initially publishes values of 72.000 for January 2027,

74.000 for February 2027, and 76.000 for March 2027. The Contract for the average in

Q1 2027 above 60.000 index points will resolve Yes, because the average of 74.000 is greater than 60.000.

- The initially published values are 58.500 for January 2027, 60.200 for February 2027,

and 63.000 for March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve Yes, because the average of 60.567 is greater than 60.000, even though the January 2027 value alone is below 60.000.

- The initially published values are 60.000, 60.000, and 60.002 for January, February, and

March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve Yes, because the unrounded average of 60.000667 rounds to 60.001, which is greater than 60.000.

- The March 2027 value is first published in mid-April 2027, after Q1 2027 has ended, and

the three initially published Q1 2027 values average 65.000. The Contract for the average in Q1 2027 above 60.000 index points will resolve Yes, because a monthly value counts toward its reference month regardless of when it is published.

Examples that would NOT resolve the market to Yes: *Assuming <measure> is â€œaverage,â€ <in/at> is â€œin,â€ <time period> is â€œQ1 2027,â€ <above/below/exactly/at least/at most/between> is â€œabove,â€ and <value> is 60.000 index points:*

- The initially published values are 55.000 for January 2027, 57.000 for February 2027,

and 59.000 for March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve No, because the average of 57.000 is not greater than 60.000.

- The initially published values are 59.000, 60.000, and 61.000 for January, February, and

March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve No, because the average of exactly 60.000 is not strictly greater than 60.000.

- The initially published values are 60.000, 60.000, and 60.001 for January, February, and

March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve No, because the unrounded average of 60.000333 rounds to 60.000, which is not greater than 60.000.

- The initially published values are 70.000 for January 2027, 52.000 for February 2027,

and 55.000 for March 2027. The Contract for the average in Q1 2027 above 60.000 index points will resolve No, because the average of 59.000 is not greater than 60.000, even though the January 2027 value alone exceeds 60.000.

- The initially published Q1 2027 values average 58.000, and the April 2027 value is later

published at 80.000. The Contract for the average in Q1 2027 above 60.000 index points will resolve No, because April 2027 is not a calendar month in Q1 2027 and the Q1 2027 average is not greater than 60.000.

If a natural person who is the primary subject of a Contractâ€™s Underlying or Payout Criterion dies prior to Expiration, or if an act or attempted act of violence, assassination, or terrorism directly prevents, interrupts, or causes the event that is the primary subject of a Contractâ€™s Underlying or

Payout Criterion, Kalshi may, in its sole discretion, settle the Contract at the last traded price prior to the death or act. If Kalshi determines that trading activity was materially affected by the circumstances giving rise to the death or act, Kalshi may instead use the last traded price prior to such circumstances becoming known or reasonably anticipated by market participants. For purposes of this Rule, Kalshi may rely on an approximate time where the precise time is unknown or cannot be reasonably determined. If Kalshi determines that no last traded price represents a fair settlement, the Outcome Review Committee shall determine the fair settlement price. Kalshi may halt or pause trading in any such Contract (with public notice on Kalshiâ€™s website or the Platform) if it reasonably believes that a death or act of terrorism subject to this Rule has occurred, is imminent, or that circumstances giving rise to such an occurrence may be happening. Determinations of Kalshi and the Outcome Review Committee under this Rule are final and not subject to review.

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 final day of <time period>. The Last Trading Time will be one minute prior to the end of <time period>.

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 ninety (90) days after the scheduled release date of the Corrugated Recyclable Paper PPI for the last calendar month <in/at> <time period>. 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. In the case where data 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.