APPENDIX A – CONTRACT TERMS AND CONDITIONS

TERMS OF CONTRACTS TRADED ON KALSHI

Rule 100.5

Contract: "Will the target federal funds rate be <above/below> <percent>?"

Scope: These rules shall apply to the contract referred to as "Will the target federal funds rate be <above/below> <percent>?".

Underlying: The Underlying for this Contract is the upper bound of the target federal funds range published by the official website of the Federal Reserve. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Instructions: The Underlying can be accessed in the latest table entry under the Column titled "Level (%)"(https://www.federalreserve.gov/monetarypolicy/openmarket.htm). The linked website displays a continuously updated list of changes to the target federal funds range in table format. The most recent entry on the page determines the value of the Underlying. For example, on March 16, 2020, the FOMC voted to lower the target range to "0-0.25%", where the upper bound is 0.25%, which is reflected in the table entry for March 16, 2020 and thus the Underlying value would be 0.25%. Statements from meetings can be accessed at https://www.federalreserve.gov/monetarypolicy/fomccalendars.htm. Statements are released at 2:00 PM ET on the last day of meetings. 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 Agency is the United States Federal Reserve System.

Type: The type of Contract is a Binary Contract.

Issuance: The Contract is intended to be issued one year in advance of Federal Reserve meetings. At issuance, contracts will be issued for each scheduled meeting for 2022 (currently, eight are scheduled). After the first meeting of 2022 has passed, the Exchange will list a Contract corresponding to the first meeting of 2023. The Exchange may list additional contracts with different <percent> levels for a given <meeting> according to changes in forecasts. The Exchange may also list additional contracts corresponding to emergency meetings, which are announced at the same source listed in <meeting>.

Percent: Kalshi may list “Will the target federal funds rate be <above/below> <percent>?” contracts with <percent> levels that fall within an inclusive range between a maximum value of 20.00% and a minimum value of 0.00% at consecutive increments of 0.05%. Due to the potential for variability in the Underlying, the Exchange may modify <percent> levels in response to suggestions by Members.

<meeting>: Kalshi may list “Will the target federal funds rate be above <percent>?” contracts with <meeting> values corresponding to Federal Reserve meetings over the next 12 months. The list of meetings for the current year can be found at https://www.federalreserve.gov/monetarypolicy/fomccalendars.htm. The 2022 calendar can be found at https://www.federalreserve.gov/monetarypolicy/fomccalendars.htm.

Payout Criterion: The Payout Criterion encompasses Expiration Values that are strictly <greater than/less than> <percent> for <meeting>. If no data is available on the Expiration Date at the Expiration Time, the Contract resolves to No.

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

Position Accountability Level: The Position Accountability Level for the $1 referred Contract shall be $25,000 per Member.

Last Trading Date: The Last Trading Date of the Contract will be the last day of <meeting>. If <meeting> spans two days, then the Last Trading Date will be the second day. The Last Trading Time will be 1:55 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 Expiration Date of the Contract will be the sooner of the first of the first 2:05 PM ET following the release of a Federal Reserve statement for <meeting> and one week following the last day of <meeting>. The link to find these statements is found in the Instructions. These statements are typically titled with, “Decisions Regarding Monetary Policy Implementation.”

Expiration time: The Expiration time of the Contract shall be 2:05 PM 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(c) of the Rulebook.