ELECTIONMOV

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the margin by which <person/party/option> wins or loses in <election> in <geography> based on the official certified election results. The margin shall be calculated according to <margin_type> as specified below. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agencies are, in hierarchical order, the official election authority responsible for certifying results in <geography>, the Federal Election Commission (for federal American elections), the Secretary of State of <geography> (for American state elections), the Associated Press, Reuters, Bloomberg News, The New York Times, The Wall Street Journal, CNN, Fox News, NBC News, ABC News, CBS News, NPR, Politico, Ballotpedia, and the official government website of <geography>.

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.

<person/party/option>: <person/party/option> refers to a specific individual candidate, option, or political party specified by the Exchange.

<election>: <election> refers to a specific election specified by the Exchange, including the office, ballot initiative, level of government, and year, where applicable.

<geography>: <geography> refers to the specific geographic area for the election, such as supra-national, nationwide, a specific state, congressional district, county, or other political subdivision.

<margin_type>: <margin_type> refers to the method of calculating the margin. Valid values include:

- “percentage points” - the difference in vote share percentages
- “raw votes” - the difference in total vote counts
- “electoral votes” - the difference in electoral votes (for applicable elections)

<margin_range>: <margin_range> refers to a range specified by the Exchange in the format “X to Y” where X and Y are numbers that may be positive, negative, or zero, with appropriate units based on <margin_type>.

<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 where the margin of victory for <person/party/option> in <election> in <geography> falls within <margin_range>, inclusive of its lower bound and exclusive of its upper bound.

The margin of victory shall be calculated as follows based on <margin_type>:

- For “percentage points”: (Vote percentage received by <person/party/option>) minus (Vote percentage received by the person/party/option that finishes immediately behind <person/party/option> if <person/party/option> wins, or the person/party/option that finishes first if <person/party/option> loses).
- For “raw votes”: (Total votes received by <person/party/option>) minus (Total votes received by the person/party/option that finishes immediately behind <person/party/option> if <person/party/option> wins, or the person/party/option that finishes first if <person/party/option> loses).

- For “electoral votes”: (Electoral votes received by <person/party/option>) minus (Electoral votes received by the person/party/option with the second-most electoral votes) if <person/party/option> wins, or ((Electoral votes received by <person/party/option>) minus (Electoral votes received by the person/party/option with the most electoral votes)) if <person/party/option> does not.

Additional provisions:

- Each <margin_range> is inclusive of its lower bound and exclusive of its upper bound, except that a <margin_range> whose upper bound equals the maximum possible value of the margin (100 percentage points for "percentage points," or the total number of votes cast for "raw votes") shall be inclusive of its upper bound. No rounding shall be applied to the calculated margin. For example, for consecutive ranges of 5-6% and 6-7%, a margin of 5.99999% resolves within the 5-6% range, while a margin of exactly 6% resolves within the 6-7% range. Per the above, for a range of 5% to 100%, a margin of exactly 100 percentage points (e.g., resulting from an uncontested race) resolves within that range.
- If <person/party/option> runs under multiple parties or is listed multiple times, votes attributable to the same underlying natural <person/party/option> will be summed.
- If <person/party/option> wins the election, the margin will be positive
- If <person/party/option> loses the election, the margin will be negative
- If <person/party/option> ties for first place, the margin shall be 0. If the official certified results reflect an exact tie for first place among two or more <person/party/option> that is not resolved by an applicable tiebreaker procedure under the law of <geography> (e.g., recount, runoff, or coin flip) by the Expiration Date, then, for the <margin_range> that includes a margin of 0, holders of the “Yes” side of such a Contract shall receive $1.00 divided by the number of entities tied for first place, and holders of “No” on such candidates shall receive $1.00 minus the “Yes” value per Contract held. All other markets shall resolve to “No”. For uncontested races where <person/party/option> is the only candidate, including where the race is cancelled, not held, or the general election is skipped by the relevant election authority because <person/party/option> is unopposed and is thereby declared the winner without a vote (e.g., under state laws that cancel general elections for unopposed candidates), the margin shall be 100 percentage points or the total number of votes cast (for raw votes, where votes have been cast). Where votes have not been cast (and “raw votes” has been specified as <margin_type>), the market encompassing the greatest number of votes shall resolve “Yes” and all others shall resolve to “No”.
- For multi-winner elections (e.g., at-large seats), the margin for <person/party/option> shall be calculated relative to the final candidate elected if elected, or to the final candidate elected if <person/party/option> is not elected, unless otherwise specified by the Exchange.
- Except as provided in the Fully-Conducted Elections provision below, only certified results shall be used; preliminary or unofficial results shall not determine the outcome.
- If the election is cancelled, suspended, or postponed before voting concluded, or no results (certified or unofficial as reported by the Source Agencies) are available by the Expiration Date, all markets shall resolve to “No”, except as provided in the Fully-Conducted Elections provision below, and/or if the case is cancelled or not held because <person/party/option> is unopposed, in which case the margin shall be determined in accordance with the uncontested-race provision above.
- If a recount changes the certified percentage after the initial certification but before the Expiration Date, the most recent certified percentage shall be used.
- If, after Contract Issuance, the relevant election authority changes the name, voting system, or round structure of <election>, the following applies:
    - Where the change alters the voting system used to determine the outcome of <election> (for example, from first-past-the-post to ranked-choice voting), the margin of victory shall be calculated in accordance with <margin_type> under the clarifications that govern the relevant new voting system.
    - Where the change alters the number, sequence, or conditional structure of rounds comprising <election> (including a change from a single round to multiple rounds, or the reverse), the margin of victory shall be calculated in accordance with <margin_type> using the official results of the decisive round — the round whose certified result determines the outcome of <election> without a subsequent round being required. The uncontested-race provision above applies only where <person/party/option> faced no opposition in the decisive round, and does not apply merely because a subsequent round was not held.
        - For example, if <election> initially refers to general election and the relevant authority restructures the race into a jungle primary in which a candidate may win outright by exceeding a specified vote-share threshold, and a candidate meets that threshold against one or more opposing candidates so that no runoff

or general election is held, the margin is calculated from the certified results of that primary as it would be for any contested round; the uncontested-race provision applies only if <person/party/option> had no opponent in that round.

- Where a change to <election> is not described above, the Exchange will identify the round or procedure that determines the outcome of <election> consistent with the decisive-round principle described above, and may clarify the election procedure to which <election> refers pursuant to Rule 7.2 of the Rulebook.

Fully-Conducted Elections. For purposes of this Contract, an election is "Fully Conducted" if, and only if, voting was completed at every polling place and for every ballot in each contest whose result is necessary to determine the Expiration Value of this Contract. An election that was cancelled, suspended, or postponed before voting concluded, or in which voting did not occur for any contest necessary to determine the Expiration Value, is not Fully Conducted. Notwithstanding any other provision of these rules, if was Fully Conducted but its results are nullified, annulled, voided, set aside, or invalidated, in whole or in part, or are not officially certified by the Source Agency on or before the Expiration Date, the Contract shall not for any of those reasons resolve to "No" and shall instead resolve using the unofficial results reported by the Source Agencies, taken in their hierarchical order, that (i) reflect the counting of at least 95% of the total number of votes the Source Agencies report as having been cast in each contest necessary to determine the Expiration Value, and (ii) are the most recently published such results as of the Expiration Time (and, where more than one report satisfying clause (i) is published at the same time, the report reflecting the greater number of counted votes). The Expiration Value shall be determined from those results in the same manner as it would be determined from certified results. If no results satisfying clause (i) are reported by the Source Agencies on or before the Expiration Date, this provision does not apply and the Contract resolves as otherwise provided in these rules. If a re-run, re-vote, or fresh election is held following a Fully Conducted election and its results are reported by the Source Agencies on or before the Expiration Date, those later results supersede the results of the Fully Conducted election for purposes of resolution; otherwise the results of the Fully Conducted election govern under this provision.

Examples that would resolve to Yes (assuming <margin_range> is "5 to 10 percentage points"):

- <person/party/option> wins with 52% of the vote and second place has 45% (margin: +7 percentage points)
- <person/party/option> wins with 50% and second place has 45% (margin: +5 percentage points)
- <election> is Fully Conducted, <person/party/option> leads by 7 percentage points on the most recently published count reflecting 99% of votes cast, and the result is annulled by a court before certification — the Contract resolves Yes using that count.

Examples that would NOT resolve to Yes:

- <person/party/option> wins with 49% and second place has 45% (margin: +4 percentage points)
- <person/party/option> loses with 45% to a winner with 52% (margin: -7 percentage points)
- <person/party/option> wins with 56% and second place has 45% (margin: +11 percentage points)
- The election is cancelled (it is contested) before voting concludes and no Source Agency reports a count reflecting at least 95% of votes cast by the Expiration Date (all markets resolve to "No").

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 same as the Expiration Date. The Last Trading Time will be the same as the Expiration Time.

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 year after the election date for <election>. If certified results are published for <geography>, 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.

Accelerated Resolution Upon Designated Media Source Declarations: A specific strike of this Contract may be resolved on an accelerated basis prior to the Expiration Date if the Designated Media Sources have, by the thresholds set forth below, made declarations that are dispositive of whether the Yes condition of that strike is definitively satisfied or definitively cannot be satisfied. Where the declarations establish that the Yes condition is definitively satisfied for a strike, that strike shall be resolved Yes; where the declarations establish that the Yes condition definitively cannot be satisfied for a strike, that strike shall be resolved No. For United States based elections, the foregoing applies if (A) at least four (4) of the eight (8) Designated Media Sources have made the relevant declaration, and (B) none of the Designated Media Sources have issued a contradictory declaration. “Designated Media Sources” are: The New York Times (NYT), The Associated Press (AP), Decision Desk HQ (DDHQ), CNN, Fox News, NBC News, CBS News, and ABC News. For international elections, the foregoing applies if at least two (2) of the six (6) Designated International Media Sources have made the relevant declaration, and none of the Designated International Media Sources have issued a contradictory declaration. “Designated International Media Sources” are: Reuters, The Associated Press (AP), Agence France-Presse (AFP), BBC News, Bloomberg, and The New York Times (NYT). Should any of the Designated Media Sources or Designated International Media Sources cease to provide independent election calls (or, in the case of international sources, cease independent international election reporting), it may be replaced at the sole discretion of the Exchange. For the purposes of this clause, a source makes a declaration when it either (i) issues a formal projection by its centralized decision desk, or (ii) makes an unambiguous statement in a news article. A statement is unambiguous only if it conveys, in substance, that the relevant fact underlying the strike (such as the winner of the election, the margin of victory, the rank in which a participant finished, the number of seats won, the total votes received, or the percentage of votes received) has been determined; statements indicating that an outcome is “leading,” “on course,” “likely,” or similar conditional language shall not qualify. For the network sources (Fox, NBC, CBS, ABC), a declaration from a local affiliate may represent the parent network; however, a declaration from the national desk shall always supersede any affiliate’s call. In all instances, a parent network and all of its affiliates shall collectively constitute a single source for the purpose of this clause. Accelerated resolution of a strike under this provision becomes effective immediately upon the requisite declarations being made, provided no contradictory declaration has been issued.

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.