SEATCOUNT

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the number of seats won by <party> in <election> as reported by the Source Agencies. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agencies are the official electoral commission or electoral authority responsible for <election>, The New York Times, the Associated Press, Bloomberg News, Reuters, Politico, The Washington Post, The Wall Street Journal, ABC, CBS, CNN, Fox News, MSNBC, and NBC.

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.

<party>: <party> refers to a political party or coalition specified by the Exchange. May include formal political parties, electoral alliances, or groupings such as “independents” or “others.” Candidates who are listed on the ballot as affiliated with <party> at the time of <election> will count toward <party>'s seat total, regardless of any post-election changes in affiliation.

<count>: <count> refers to a numerical value specified by the Exchange, representing a number of legislative seats.

<election>: <election> refers to a specific election event specified by the Exchange, including the date, jurisdiction, and legislative body. May refer to general elections, midterm elections, special elections, or other electoral events. The specific legislative chamber(s) being counted will be defined at Issuance.

<above/below/between/exactly/at least>: Refers to comparison operators specified by the Exchange. “Above X” means >X seats, “below X” means <X seats, “exactly X” means =X seats, “at least X” means ≥X seats, “between X and Y” means ≥X and ≤Y seats.

<time period>: <time period> refers to a specific duration or range of time as specified by the Exchange. May be expressed as a calendar year, a calendar month and year, a calendar quarter, a specific week, a season, or other bounded time periods. All time periods are interpreted in Eastern Time (ET) unless otherwise specified. The end of <time period> is defined as 11:59:59 PM ET on the final day of the specified period. The Exchange may list iterations of the Contract corresponding to variations of <time period>.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that <party> has won <above/below/between/exactly/at least> <count> seats in <election>.

For the purposes of this Contract:

- A seat is considered “won” when a candidate affiliated with <party> has been declared elected by the relevant electoral authority and either (a) the time for filing legal challenges has expired without challenge, (b) any legal challenges have been finally resolved, or (c) the elected member has taken their seat in the parliament/legislature.
- Party affiliation is determined by the party under whose banner the candidate was elected, regardless of any subsequent changes in affiliation.
- The count will be determined when the new legislature takes their seat, even if vacant seats remain or some results are continuing to be challenged.
- If <election> is postponed, the market will remain open and resolve based on the rescheduled election, unless the postponement extends beyond one year from the originally scheduled date, in which case the market will resolve to the last fair market price.
- If <election> is cancelled entirely (that is, it is not Fully Conducted as defined below), the market will resolve to the last fair market price.
- If only partial elections are held (some constituencies vote, others do not), only seats actually contested and filled will be counted.
- By-elections occurring after the main election will be included in the count only if they are sat at the same time as the rest of the legislature.
- If results in specific constituencies are annulled after initial declaration but before the seating of the legislature, those seats will not count toward any party's total unless (a) new elections are held and completed before their seating, or (b) those constituencies were Fully Conducted, in which case those seats shall be counted in accordance with the Fully-Conducted Elections provision below using the most recently reported unofficial results for those constituencies.

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 <election> 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 the strike is "at least 60 seats"):

- <party> is reported to have won 64 seats on certified results.
- <election> is Fully Conducted, <party> is reported to have won 63 seats on the most recently published count reflecting 100% of votes cast, and the national result is annulled by a court before certification — the Contract resolves Yes using that count.

Examples that would NOT resolve to Yes:

- <party> is reported to have won 58 seats on the Fully-Conducted unofficial results.
- <election> is cancelled before voting concludes and no Source Agency reports a count reflecting at least 95% of votes cast by the Expiration Date (market resolves to the last fair market price).

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 week after the end of <time period>. If an event described in the Payout Criterion occurs and all seats in <election> have been called by Source Agencies with no outstanding races (or, depending on the strikes listed, if additional recounts/by-elections will not affect the value of the market), 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.