SONORACATTLE

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the total number of calendar days <time period> on which a suspension, publicly announced by a United States federal authority, of imports of live cattle originating from the State of Sonora, Mexico, through every United States port of entry then authorized for such imports is in effect. 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 United States Department of Agriculture (including the Animal and Plant Health Inspection Service and the Agricultural Marketing Service, and including the official websites usda.gov, aphis.usda.gov, and Screwworm.gov, import alerts, stakeholder announcements, port-status updates, press releases, and other public communications), the White House (including the official website and public communications of the President of the United States and the Executive Office of the President), U.S. Customs and Border Protection, a component of the U.S. Department of Homeland Security (including its official website, trade and cargo notices, and public communications), the Federal Register (as published by the Office of the Federal Register of the National Archives and Records Administration at federalregister.gov and govinfo.gov), the Associated Press, Bloomberg News, Reuters, the New York Times, the Washington Post, CNBC, BBC, ABC, CBS, CNN, Fox News, MS Now, NBC, and the Wall Street Journal.

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.

<count>: <count> refers to a whole number of calendar days specified by the Exchange. The Exchange may list iterations of the Contract with <count> levels that fall within an inclusive range beginning at one (1) day and ending at one thousand (1000) days at consecutive increments of one (1) day. Due to the potential for variability in the Underlying, the Exchange may modify <count> levels in response to suggestions by Members.

<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., "between January 1, 2026, and December 31, 2026"), relative markers (e.g., "before July 1, 2027"), an event, or broader intervals (e.g., "Q1–Q2 2027," "January–March 2026"). "Between" is inclusive of both endpoints, while "before" and "after" exclude the specified date unless stated otherwise. <time period> may also refer to "Any" or "None," to multiple dates (even if non-consecutive), or to a singular and discrete date or time.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that the total number of Suspension Days (as defined below) <time period> is at least <count>.

Additional Clarifications:

Definition of Suspension:

- A “Suspension” is a stop to imports into the United States of live cattle originating from the State of Sonora, Mexico, that (i) is publicly announced by a United States federal authority, being the United States Department of Agriculture (including the Animal and Plant Health Inspection Service), U.S. Customs and Border Protection, or the President of the United States or the White House (including by proclamation, executive order, or other presidential action), and (ii) covers every United States port of entry then authorized for the import of live cattle originating from Sonora. A suspension of live cattle imports from all of Mexico, a suspension covering any region that includes the entire State of Sonora, and a closure of the United States border to such imports are each a Suspension.
- A stop counts as a Suspension for any reason, whether sanitary, technical, administrative, or otherwise, whether or not a reason is given, and regardless of the term used to describe it (e.g., “suspension,” “pause,” “closure,” “halt,” or “cancellation”) or its announced or expected duration, including a stop announced “until further notice” or for a single day, and including a stop resulting from an equipment failure or other operational cause where that stop is publicly announced by a United States federal authority. A stop includes ceasing to permit, schedule, accept, or process import requests or crossing appointments for such cattle.
- “Live cattle” means live bovine animals of any class or purpose, including feeder, breeding, and slaughter cattle. A stop that applies to some classes of live cattle originating from Sonora while other classes remain permitted to be imported is not a Suspension.
- An “authorized port” is a United States port of entry, together with its associated import inspection facility, through which the United States Department of Agriculture permits live cattle originating from Sonora to be imported at the relevant time. Where more than one port is authorized, a stop is a Suspension only if it covers all authorized ports at

the same time.

- "Publicly announced" means published on an official website or official social media account, in a press release, stakeholder announcement, port-status update, import alert, or trade or cargo notice, in the Federal Register, or in an on-the-record public statement by an authorized official. A communication made only privately to particular importers, brokers, facility operators, or foreign officials is not a public announcement; if the stop is later publicly announced, it is a Suspension from the Effective Date determined under that stated in that public announcement.
- An announcement, publication, or confirmation of a planned, anticipated, or possible Suspension, including a statement that ports may be paused, does not by itself constitute a Suspension; a Suspension is in effect only from its Effective Date.

What Is Not a Suspension:

- A stoppage of crossings that is not publicly announced as a stop by a United States federal authority, including a stoppage caused by an equipment failure, weather, staffing shortage, or a decision of an import facility operator, is not a Suspension.
- A stoppage on the Mexican side, including any halt of exports or export certification by the Government of Mexico, the National Service of Agro-Alimentary Health, Safety and Quality (SENASICA), the Government of the State of Sonora, or any producer or exporter, is not a Suspension while live cattle originating from Sonora remain permitted to be imported into the United States through at least one authorized port.
- Quotas, head-count limits, reduced operating hours or days, appointment caps, additional inspection, treatment, testing, or quarantine requirements, and any other partial restriction under which live cattle originating from Sonora may still be imported through at least one authorized port are not Suspensions. A stop covering only some municipalities, zones, or regions of Sonora while live cattle from other parts of Sonora remain permitted is not a Suspension.
- A stop covering one or more authorized ports while live cattle originating from Sonora remain permitted to be imported through at least one other authorized port is not a Suspension.

Counting of Suspension Days:

- A "Suspension Day" is a calendar day <time period> on which a Suspension is in effect. A Suspension is in effect from its Effective Date through the calendar day immediately preceding its Reopening Date. If a Suspension's Effective Date and Reopening Date fall on the same calendar day, that day counts as one (1) Suspension Day. Once a suspension is effective, Suspension Days include weekends, federal holidays, and any other days on which crossings would not ordinarily be scheduled, unless otherwise explicitly specified by the Exchange.
- The "Effective Date" of a Suspension is the date stated in the public announcement on which the stop takes effect or, if no such date is stated, the date of the public announcement; provided that an Effective Date is never earlier than the date of the public announcement. For the avoidance of doubt, in the case in which the stop takes effect prior to <time period>, the date of public announcement shall be used as the first day (the "Effective Date"), provided it occurs within <time period>.
- The "Reopening Date" of a Suspension is the date on which the import of live cattle originating from Sonora is permitted to resume through at least one authorized port, as stated in a public announcement by a United States federal authority or, where the Suspension is ended by a court order, the date on which that order takes effect.
- Calendar dates are determined as stated in the applicable announcements; where an announcement states only a time, or is otherwise ambiguous as to the date, the date is determined in Eastern Time.
- A Suspension remains in effect until its Reopening Date, whether or not an end date was announced when the Suspension began. If no Reopening Date has occurred by the final day of <time period>, every calendar day from the later of the Effective Date and the first day of <time period> through the final day of <time period> is a Suspension Day.
- If a Reopening Date is announced but, before that date arrives, is postponed, cancelled, or superseded, the Suspension remains in effect until the Reopening Date on which resumption of imports is actually permitted.
- A reopening that is subject to quotas, new inspection or treatment protocols, other partial restrictions, or that occurs through a different authorized port ends the Suspension on its Reopening Date, provided live cattle originating from Sonora are permitted to be imported through at least one authorized port.
- A Suspension already in effect at the start of <time period> counts from the first day of <time period>. Calendar days before the first day or after the final day of <time period> are not counted.
- Suspension Days are cumulative across all Suspensions <time period> and need not be consecutive. Where two or more Suspensions are in effect on the same calendar day, including Suspensions announced by different United States federal authorities, that day counts as one (1) Suspension Day, and a day is a Suspension Day so long as any Suspension is in effect on it.

Reversal, Successors, and Changes:

- If a Suspension takes effect and is later rescinded, enjoined, vacated, narrowed into a partial restriction, or otherwise ended, including by court order, the days from its Effective Date through the calendar day immediately preceding its Reopening Date count as Suspension Days, irrespective of the later rescission. A Suspension that is announced and then rescinded before its Effective Date results in no Suspension Days.
- If the functions of the United States Department of Agriculture, the Animal and Plant Health Inspection Service, U.S. Customs and Border Protection, or any other United States federal authority with respect to the import of live cattle are reorganized, renamed, transferred, or consolidated <time period>, public announcements by the successor authority count as announcements of a United States federal authority for purposes of the Contract.
- If Screwworm.gov, the Animal and Plant Health Inspection Service import alert for Mexico, or any other channel through which the United States Department of Agriculture publishes the status of live cattle imports is renamed, relocated, replaced, or reorganized <time period>, but the United States Department of Agriculture continues to publish the status of imports of live cattle originating from Sonora through the same or a successor channel reflecting the continuation of that record, that continued record governs and the Contract remains open.
- If an authorized port or its import inspection facility is renamed, relocated, re-designated, or replaced <time period>, but the United States Department of Agriculture continues to permit live cattle originating from Sonora to be imported through the same or a successor port or facility, that successor is an authorized port, that continued record governs, and the Contract remains open.

Source and Corrections:

- The media Source Agencies may be used only as evidence of whether, and when, a United States federal authority publicly announced a Suspension, an Effective Date, or a Reopening Date.
- If the Source Agencies conflict as to whether a Suspension was publicly announced, or as to any Effective Date or Reopening Date, the hierarchy set out in Source Agency above will govern. Continuing ambiguity or dispute will be resolved by Kalshi pursuant to Rule 7.1.
- If a Source Agency publishes an announcement and subsequently corrects, retracts, or removes that announcement prior to Expiration, the corrected announcement governs only if the Exchange determines, in its sole discretion, that the correction remedies a material error in the initial announcement; otherwise, the initial announcement governs as set forth below. Corrections, retractions, or removals published after Expiration will not be accounted for in determining the Expiration Value.
- If the Exchange determines, in its sole discretion, that the initial non-preliminary announcement 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 No, unless a “No data” strike is listed, in which case the “No data” strike will resolve Yes and all others will resolve No.
- For the avoidance of doubt, a later announcement that lifts, extends, modifies, or postpones the start or the end of a Suspension is a new announcement governed by the counting rules above, and is not a correction, retraction, or removal of the earlier announcement.
- If there is no data for the Underlying published by a Source Agency by the Expiration Date, all markets will resolve to No, unless a “No data” strike is listed, in which case the “No data” strike will resolve Yes and all others will resolve No. For the avoidance of doubt, if no Suspension is publicly announced <time period>, there are zero (0) Suspension Days and the Contract will resolve No.

Examples that would resolve the market to Yes: ***Assuming <count> is thirty (30) and <time period> is “between October 19, 2026, and***

September 30, 2027”:

- The United States Department of Agriculture announces a Suspension effective December 1, 2026, until further notice, and later announces a Reopening Date of March 15, 2027. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve Yes, because December 1, 2026, through March 14, 2027, is one hundred four (104) Suspension Days.
- Two separate Suspensions are announced, one lasting twenty (20) days in January 2027 and another lasting fifteen (15) days in May 2027. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve Yes, because Suspension Days are cumulative and total thirty-five (35).
- The United States Department of Agriculture announces a Suspension effective February 1, 2027, announces a Reopening Date of February 20, 2027, then postpones that reopening before it arrives, and finally permits imports to resume on April 1, 2027. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve Yes, because the Suspension remained in effect until the reopening actually occurred, for fifty-nine (59) Suspension Days.
- A presidential proclamation closes the United States border to all live cattle imports from Mexico effective August 15, 2027, and no reopening occurs by September 30, 2027. The Contract for a total of at least thirty (30) days between

October 19, 2026, and September 30, 2027 will resolve Yes, because a Mexico-wide closure is a Suspension and every day from August 15, 2027, through September 30, 2027, totaling forty-seven (47) days, is counted.

Examples that would NOT resolve the market to Yes: *Assuming <count> is thirty (30) and <time period> is "between October 19, 2026, and*

September 30, 2027":

- No United States federal authority announces any stop to imports of live cattle from Sonora, and crossings continue through Douglas, Arizona. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve No, because there are zero (0) Suspension Days.
- An inspection facility equipment failure halts crossings at Douglas, Arizona, for twelve (12) days, and no United States federal authority publicly announces a stop. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve No, because an unannounced operational stoppage is not a Suspension.
- The Government of Mexico halts export certification of Sonoran cattle for sixty (60) days while United States ports remain authorized to receive them. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve No, because a stoppage on the Mexican side is not a Suspension.
- The United States Department of Agriculture stops Sonoran cattle at Douglas, Arizona, for forty-five (45) days but keeps another port authorized for Sonoran cattle throughout. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve No, because the stop did not cover every authorized port.
- The United States Department of Agriculture announces a Suspension effective September 15, 2027, and it remains in effect through September 30, 2027. The Contract for a total of at least thirty (30) days between October 19, 2026, and September 30, 2027 will resolve No, because only sixteen (16) Suspension Days fall within the period.

If a natural person who is the primary subject of a Contract'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 Contract'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 Kalshi'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 one week after the final day of <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.

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.