SPORTSOWNER

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the official ownership records of <league> teams and reporting from the Source Agencies regarding <person>'s ownership interest after Issuance and before <date>. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Instructions: Official ownership records can be accessed through the relevant professional sports league offices and regulatory filings. 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 <league>, the relevant professional sports team, <person>, The New York Times, the Associated Press, Bloomberg News, Reuters, Axios, Politico, Semafor, The Information, The Washington Post, The Wall Street Journal, ESPN, Fox Sports, 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.

<person>: <person> refers to an individual specified by the Exchange. Ownership through entities controlled by <person> (where <person> owns more than 50% voting control of the entity or more than 50% of the economic interest) will be attributed to <person>. Ownership through family trusts, foundations, or other structures where <person> is the primary beneficiary and decision-maker will be attributed to <person>. Joint ownership with spouses or family members will be attributed to <person>.

<league>: <league> refers to a professional sports league specified by the Exchange.

<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 that <person> has become a majority owner of a team in <league> after Issuance and before <date>.

For purposes of this Contract, <person> becomes a majority owner when they acquire more than 50% of the interest/voting power in a <league> team, or when it is officially recognized and approved by <league>. The ownership must be completed through the league's official approval process and cannot be merely an agreement in principle or pending transaction.

A <league> team includes any franchise that is an official member of <league> as of the time of acquisition, regardless of team name, location, or subsequent changes. If a team changes leagues after <person> acquires ownership, this still qualifies as owning a <league> team for purposes of this Contract.

The following scenarios will resolve the market to Yes:

- <person> acquires more than 50% economic ownership of any <league> team through

purchase, inheritance, or other transfer, with official league approval
- <person> increases their existing ownership stake in a <league> team to more than 50% from 50% or below
- <person> acquires majority control through entities they control (>50% voting or economic interest in the entity)
- A <league> team that <person> majority owns joins <league> from another league or as an expansion franchise
- If <person> acquires majority ownership but subsequently reduces their stake to 50% or below before <date>, this still resolves to Yes (the acquisition of majority ownership during the Contract period satisfies the criterion)

The following scenarios will NOT resolve the market to Yes:

- <person> acquires exactly 50% ownership (tie does not constitute majority)
- <person> has voting control or management authority but owns 50% or less economic interest
- Agreements to purchase that are not completed or not approved by <league>
- <person> acquires majority ownership of a team that is not in <league> (if the team later joins <league>, that would resolve the market to Yes)
- <person> has indirect ownership through entities they do not control
- Ownership acquired before Issuance, even if announced or reported after Issuance
- Management contracts, licensing deals, or other arrangements that do not involve equity ownership
- Ownership of league itself rather than individual teams

If <person> acquires majority ownership but subsequently reduces their stake to 50% or below before <date>, this still resolves to Yes as <person> did become a majority owner during the Contract period.

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 <date>. 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 6.3(d) of the Rulebook. If an Expiration Value cannot be determined on the Expiration Date, Kalshi has the right to determine payouts pursuant to Rule 6.3(b) in the Rulebook.