TEAMRECORDS

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the final regular season standings for <league/division> in <season> as documented 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 league governing <league/division>, official league statistics websites, ESPN, The Athletic, Sports Reference sites (Baseball Reference, Basketball Reference, etc.), the Associated Press, and official league media guides.

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.

<team>: <team> refers to a specific franchise specified by the Exchange. Team identity persists through relocations or rebrandings during <season>.

<best rank/worst rank>: <best rank/worst rank> refers to the ranking criterion specified by the Exchange. "Best" means highest ranked (i.e. first place) according to the official league standings methodology. "Worst" means lowest ranked (i.e. in last place) according to the official league standings methodology.

<league/division>: <league/division> refers to a specific competitive grouping specified by the Exchange. This may be an entire league, a conference, or a division. Only teams that are members of <league/division> at the conclusion of <season> are considered.

<season>: <season> refers to a specific regular season specified by the Exchange, identified by year(s) and sport. This explicitly EXCLUDES playoffs, play-in games, and postseason tournaments unless otherwise specified.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that <team> finishes with the <best rank/worst rank> record in <league/division> at the conclusion of the regular season portion of <season>, as determined by the official league standings methodology.

Record determination follows the official league methodology:

- For leagues using winning percentage: Highest/lowest winning percentage
- For leagues using points systems: Most/fewest points
- For leagues using other systems: The official primary standings criterion
- If additional tiebreakers are needed, then tiebreakers used for playoff seeding will be used until there is only one team remaining; if there are still multiple teams (e.g. because neither team was qualifying to the playoffs) ALL tied teams satisfy the Payout Criterion (market resolves to "Yes" for all tied teams, with "Yes" holders receiving $1.00/number of tied teams)

The following scenarios result in special handling:

- Shortened/extended season: Uses official final standings regardless of games played
- Cancelled season: Market resolves to "No" for all teams, if the entirety of the season is cancelled

- Games not played due to COVID, weather, etc.: Follow league's official determination

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 month after the scheduled end of <season> regular season. 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.