APPENDIX A – CONTRACT TERMS AND CONDITIONS

Official Product Name: "Will USD/BRL be <above/below/exactly/at least/between> <value> <in/at> <time period>?"
Rulebook: FXUSDBRL

FXUSDBRL

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the price of USD/BRL as reported by the Source Agency. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agency is Pyth Network.

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.

USD/BRL: USD/BRL refers to the spot exchange rate between the U.S. Dollar and the Brazilian Real, expressed as the number of Brazilian Reais per one U.S. Dollar, as published by the Source Agency under its USD/BRL price feed (identified by feed name and/or price feed ID, e.g., "FX.USD/BRL") that is specified at Contract Issuance by the Exchange. Where the Source Agency publishes both a price and an associated confidence interval, the Underlying shall refer to the midpoint/aggregate price only, unless otherwise specified by the Exchange. If the Source Agency revises its feed identification, naming convention, or publishing methodology, the Exchange will identify the successor feed representing the same underlying exchange rate.

<above/below/exactly/at least/between>: <above/below/exactly/at least/between> refers to comparison operators. "Above" means greater than (>), "below" means less than (<), "exactly" means equal to (=) when rounded to four decimal places (unless otherwise specified by the Exchange), "at least" means greater than or equal to (≥), and "between" means within an inclusive range (≥ lower bound and ≤ upper bound), unless otherwise specified by the Exchange.

<value>: <value> refers to a specific numeric exchange rate level specified by the Exchange, expressed in Brazilian Reais per U.S. Dollar to four decimal places (standard FX pip convention), with any applicable rounding specified by the Exchange. Rounding to four decimal places shall be assumed unless otherwise specified. <value> may also take the form of a relative value to itself, a time period, or other assets (e.g., above the opening rate on October 16th), "Any," or "None."

<in/at>: <in/at> refers to whether the Contract will be determined on the basis of whether a given threshold is hit or maintained within <time period> (<in>) or at a certain discrete time within <time period> (<at>).

<time period>: <time period> refers to either (i) a specific discrete date and time, or (ii) a specific range of time, in either case as specified by the Exchange.

Where <time period> refers to a discrete date and time (used in conjunction with <at>), it shall be defined as a single calendar date paired with a specific time (e.g., "5:00 PM ET on December 31, 2026"). The Expiration Value shall be determined solely by reference to the Underlying's value at that exact date and time, without regard to the Underlying's value at any other point.
Where <time period> refers to a range of time (used in conjunction with <in>), it 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 (e.g., "the duration of the address"), 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 as described above.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that the price of USD/BRL, as published by the Source Agency, is <above/below/exactly/at least/between> <value> <in/at> <time period>.

Additional clarification(s):

- For Contracts specifying "above," "below," or "at least" in conjunction with "at" and a discrete date and time, the Expiration Value must satisfy the specified comparison relative to <value> at the single discrete date and time specified, without regard to whether the threshold was crossed, met, or maintained at any other point during the surrounding period.
- For Contracts specifying "exactly" in conjunction with "at," the Expiration Value must match the specified <value> at the discrete date and time to the level of precision specified by the Exchange.
- For Contracts specifying "above," "below," "at least," and "in" (in conjunction) with a time range, it shall be sufficient that the Expiration Value crosses or meets the specified threshold at any point during the relevant time range. One such crossing (in the case of above/below) or meeting (in the case of at least) shall validate the Contract condition for settlement.
- For Contracts specifying "between" and "in" (in conjunction) with a time range, the Expiration Value must reach the specified range at any point within the time period. For Contracts specifying “between” and “at” (in conjunction) with a discrete date and time listed, the Expiration Value must be within the specified range at that date and time to meet the Payout Criterion.

- If the Source Agency's feed for USD/BRL becomes unavailable, is deprecated, or is materially altered such that it no longer reflects the same underlying exchange rate, but a substantially equivalent replacement feed is published by the Source Agency, the Contract may resolve based on that replacement feed at the discretion of the Exchange. This will be announced to Members of the Exchange.
- Where the Source Agency's published price and confidence interval at the relevant date and time (or, for a time range, at any point therein) are such that the confidence interval spans the specified <value>, the midpoint/aggregate price alone shall govern resolution, and the confidence interval shall not itself be a basis for dispute absent a determination by the Exchange under the Contingencies provision below.

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 Expiration Date. The Last Trading Time will be 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 <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.

APPENDIX B – TRADING PROHIBITIONS

In addition to the general prohibition against trading on material nonpublic information, the Exchange will institute additional prohibitions for trading the contract. Persons under 18 years of age are not permitted to create Kalshi accounts. The following individuals will be prohibited from trading:

- Any employee, officer, director, or contractor of Pyth Network, or of any data provider contributing price feeds to Pyth Network's USD/BRL aggregate price.
- Any individual or entity with the ability to directly influence, manipulate, or alter the Source Agency's published USD/BRL price, including node operators, data publishers contributing to the Pyth aggregate, or personnel with administrative access to the feed's publication infrastructure.
- Any employee or official of the U.S. Federal Reserve, the Central Bank of Brazil (Banco Central do Brasil), or other monetary authority who has non-public knowledge of imminent monetary policy decisions, interventions (including foreign exchange market interventions), or actions reasonably likely to materially affect the USD/BRL exchange rate, during the period in which such information remains non-public.
- Any Member identified as a Politically Engaged Person, or as a family member or close associate of a Politically Engaged Person, whose role or relationships could reasonably be expected to provide advance knowledge of market-moving fiscal or monetary policy actions affecting USD/BRL.
- Any Member engaging in wash trading, spoofing, or coordinated trading activity designed to influence the Source Agency's published price, or other conduct prohibited under Chapter 5 of the Rulebook.
- Any individual or entity subject to sanctions, watchlist designation, or other legal restriction that would prohibit their participation in derivatives trading under applicable law.