

ARREST

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the arrest status of <person> as reported by the Source Agencies after Issuance and before <date>. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agencies are <person>, The New York Times, the Associated Press, Bloomberg News, Reuters, Axios, Politico, Semafor, The Information, The Washington Post, The Wall Street Journal, ABC, CBS, CNN, Fox News, MSNBC, NBC, the law enforcement agency with jurisdiction over the location where the arrest occurred, and the relevant prosecutor's office.

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. May include:

- Named individuals (with identity persistence through name changes)
- Multiple individuals using AND/OR logic
- Groups defined by characteristics

<date>: <date> refers to a calendar date specified by the Exchange in Eastern Time. The Exchange may list iterations of the Contract corresponding to variations of <date>. Time zones will be explicitly handled, with all arrests evaluated based on the local time converted to ET.

Payout Criterion: The Payout Criterion for the Contract encompasses the Expiration Values that <person> has been arrested after Issuance and before <date>.

For purposes of this Contract, "arrested" means:

- Being taken into physical custody by law enforcement authorities (including federal, state, local, military, or international law enforcement)
- Voluntarily surrendering to law enforcement authorities in response to an arrest warrant
- Being formally booked or processed following detention

The following scenarios would satisfy the Payout Criterion:

- <person> is handcuffed and taken to a police station
- <person> surrenders at a police station or courthouse with their attorney
- <person> is arrested in any country and this is reported by a Source Agency
- <person> is detained at an airport or border crossing and formally arrested

The following scenarios would NOT satisfy the Payout Criterion:

- An arrest warrant being issued but not executed
- <person> being briefly detained but not arrested
- <person> being questioned or interviewed without arrest
- <person> being placed under house arrest or electronic monitoring without physical custody
- <person> being named in an indictment without arrest
- <person> being arrested after <date>

- Protective custody that is not an arrest

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 day prior to <date>. The Last Trading Time will be 11:59 PM ET.

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.