

DRAFTPICK

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the official announcement by <sports league> of the player selected with the overall <count> pick in the draft, as documented by the Source Agencies. The player must be officially selected during the draft event itself. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Instructions: The Underlying can be found at the official <sports league> website and official draft coverage. 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 <sports league>, ESPN, The Associated Press, The Athletic, CBS Sports, Fox Sports, NBC Sports, and the official team making the selection.

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 the overall draft position number specified by the Exchange. This represents the sequential pick number across all rounds (e.g., the 32nd pick would be the last pick of the first round in a 32-team league). The Exchange may list iterations of the Contract corresponding to various values of <count>.

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

<person>: <person> refers to an individual player 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> is officially selected with the overall <count> pick in the <sports league> draft after Issuance.

- The selection must be announced during the official draft event by <sports league> or the team holding the pick
- If a pick is traded, the player selected with that pick number resolves the market, regardless of which team makes the selection
- If <sports league> voids, forfeits, or skips the <count> pick for any reason, the market resolves to "No player selected" (if listed) or all player markets resolve to No
- Compensatory or supplemental picks are numbered sequentially after regular picks in each round
 - In the NFL Draft, each round typically has 32 picks (one per team). However, the NFL awards additional "compensatory picks" to teams that lost more/better free agents than they gained. These extra picks are added at the end of rounds 3-7.
 - For example:
 - Round 3 regular picks: #65-96 (picks 1-32 of round 3)
 - Round 3 compensatory picks: #97-104 (picks 33-40 of round 3)

- This provision clarifies that for contract purposes, these compensatory picks are numbered in sequence after the regular picks, not as a separate category.
- The player's selection is final once officially announced, regardless of whether they sign a contract
- Name spelling or pronunciation variations do not affect resolution if the player's identity is clear
- If a player is selected but later ruled ineligible, the market still resolves based on the selection announcement
- If the draft is outright cancelled, then all markets resolve to No; if it is delayed, the market will remain open until the last day of the year in which it was scheduled to take place

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 the scheduled date for the draft round containing the <count> pick. 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.

