

## GOLFLEADMARGIN

**Scope:** These rules shall apply to this contract.

**Underlying:** The Underlying for this Contract is the official stroke margin by which <golfer> leads (or trails) the field, or a specified competitor, in <time period> at <tournament> as published by the governing body of <tournament>. 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 website of the governing body of <tournament> (e.g., pgatour.com for PGA Tour events, livgolf.com for LIV Golf events, europeantour.com or dpworldtour.com for DP World Tour events, lpga.com for LPGA Tour events, randa.org or usga.org for major championships governed by The R&A or USGA). 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, in hierarchical order: the governing body of <tournament>, ESPN, Fox Sports, Golf Channel, CBS Sports, the Associated Press, and the official broadcaster of <tournament>.

**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.

**<golfer>:** refers to an individual golfer, or a defined pairing or group of golfers, specified by the Exchange who are entered in <tournament>. <golfer> may include, but is not limited to, an individual golfer, or multiple golfers designated collectively as a pairing, group, or team. <golfer> may also refer to any participant or group of participants by distinguishing characteristics. For head-to-head or group margin Contracts, <golfer> identifies the golfer(s) whose stroke margin is being measured. The Exchange may list iterations of the Contract corresponding to variations of <golfer>.

**<above/below/between/within/exactly/at least/at most>:**

<above/below/between/within/exactly/at least/at most> refers to comparison operators. "Above" means greater than (>), "below" means less than (<), "exactly" means equal to (=), "at least" means greater than or equal to ( $\geq$ ), "at most" means less than or equal to ( $\leq$ ), "between" means within an inclusive range ( $\geq$  lower bound and  $\leq$  upper bound) unless otherwise specified, and "within" means the absolute value of the stroke difference is less than or equal to the specified <count> (i.e., the lead or deficit does not exceed <count> strokes in either direction).

**<count>:** <count> refers to a numerical value or range specified by the Exchange representing a stroke margin. This may take the form(s) of, but is not limited to the form(s) of:

- A specific integer (e.g., 1, 3, 5)
- A range of values (e.g., "2-5", "between 1 and 3")
- Multiple discrete values (e.g., "1, 3, or 5")
- A count defined by distinguishing characteristics
- "Any" or "None"

<count> may refer to singular or plural numerical thresholds as specified by the Exchange.

Fractional strokes are not applicable in golf; <count> shall always be expressed in whole strokes.

**<time period>:** <time period> refers to a specific point in or period during <tournament> as specified by the Exchange. This may be defined by:

- A specific round conclusion (e.g., "after Round 1," "after Round 2," "after Round 3," "after the final round")
- A point during a round (e.g., "after the 36th hole," "at the turn in Round 3," "through 54 holes")
- The conclusion of regulation play (before any playoff)
- Any discrete moment during the tournament as specified by the Exchange (e.g., "at any point during the tournament," "at the end of any round")
- "Any" or "None"

If <time period> specifies "at any point" or similar language, the Payout Criterion is satisfied if the stroke margin condition is met at the conclusion of any completed hole by all relevant players during the specified period. Intra-hole scoring (i.e., mid-hole positions) shall not be used for resolution. If <time period> refers to a specific round conclusion, the stroke margin shall be calculated based on the official leaderboard at the completion of that round.

**<tournament>:** <tournament> refers to a specific golf tournament, or subsection of such a tournament specified by the Exchange, including the tournament name and year (e.g., "2026 Masters Tournament," "2026 PGA Championship," "2026 U.S. Open," "2026 The Open Championship," "2026 PLAYERS Championship"). The Exchange may list iterations of the Contract corresponding to variations of <tournament>.

**Payout Criterion:** The Payout Criterion for the Contract encompasses the Expiration Values that <golfer> leads by <above/below/between/within/exactly/at least/at most> <count> strokes in <time period> at <tournament>, as reflected on the official leaderboard published by the governing body of <tournament>.

For the purposes of this Contract, the "stroke lead" or "stroke margin" is calculated as the difference between <golfer>'s cumulative score and the cumulative score of the next-best competitor (or specified competitor, if the Contract designates one) on the official leaderboard at the relevant <time period>. A positive margin indicates <golfer> is leading; a negative margin indicates <golfer> is trailing. A margin of zero indicates a tie for the lead.

**Additional clarification(s):**

- **Stroke Lead Calculation:** The stroke margin is determined by the number of strokes separating <golfer> from the next-closest competitor on the official leaderboard at the specified <time period>. If <golfer> is not in the lead, the stroke margin for purposes of "leading" is zero or negative (i.e., <golfer> does not lead). If the Contract specifies a head-to-head margin against a named competitor, the stroke margin is the difference between <golfer>'s score and that competitor's score.
- **Tie Handling:** If <golfer> is tied for the lead at the specified <time period>, <golfer>'s stroke margin over the next-best competitor is zero. Therefore, a Contract requiring <golfer> to lead by "at least 1" stroke would resolve to No in the event of a tie for the lead. A Contract requiring <golfer> to lead by "exactly 0" or "at most 0" strokes, or to be "within 0" strokes, would resolve to Yes if <golfer> is tied for the lead.

- **"At any point" Contracts:** For Contracts specifying that the stroke margin condition must be met "at any point" during <time period>, the stroke margin shall be evaluated against the real-time official leaderboard at the moment <golfer> completes any hole during the relevant period. It is not required that other players in the field have completed the same number of holes, unless otherwise specified by the Exchange. One such occurrence where the condition is satisfied shall validate the Contract condition for settlement.
- **"Throughout" Contracts:** For Contracts specifying that the stroke margin condition must be maintained "throughout" <time period>, the condition must hold on the real-time official leaderboard at the conclusion of every hole completed by <golfer> during the entirety of <time period>. It is not required that other players in the field have completed the same number of holes. Any single instance of the condition not being met shall cause the Contract to resolve "No."
  - Round or Tournament Conclusion Time Periods: If <time period> specifies the conclusion of a specific round (e.g., "after Round 2") or the conclusion of the tournament (e.g., "after the final round"), and the Contract does not specify "at any point" or "throughout," the stroke margin shall be calculated based on the official leaderboard only after all golfers who are still active in the relevant round or tournament have completed play for that round or tournament. The real-time leaderboard during ongoing play shall not be used for resolution of such Contracts. For "throughout" Contracts where <time period> spans one or more rounds (e.g., "throughout Rounds 2, 3, and 4"), the real-time leaderboard at the conclusion of every hole completed by <golfer> shall be used, consistent with the "throughout" evaluation method described above.
- **Withdrawal/Disqualification After Tee-Off:** If <golfer> tees off in <tournament> but subsequently withdraws or is disqualified before the conclusion of the relevant <time period>, <golfer> is deemed not to have achieved the stroke margin condition, and the market resolves to No. If a competitor whose score is relevant to the stroke margin calculation withdraws or is disqualified, the stroke margin shall be recalculated against the next-closest remaining competitor on the official leaderboard.
- **Withdrawal Before Tee-Off:** If <golfer> refers to a specific individual golfer and that golfer does not tee off in <tournament> (including withdrawal before the first round begins), the market resolves to No. If <golfer> refers to a group, pairing, or team, a pre-tournament withdrawal of any individual within that group does not void the Contract; the stroke margin shall be evaluated based on the remaining members of the group who tee off. If no member of the group tees off, the market resolves to No.
- **Missed Cut:** If <golfer> tees off but fails to make the cut in <tournament> (including being designated "MDF" or "Made Cut, Did Not Finish" by the PGA Tour or equivalent designation by other tours), and <time period> extends beyond the cut, the market resolves to No. If <time period> concludes before the cut is applied (e.g., "after Round 1"), the market resolves based on the official leaderboard at the conclusion of the specified <time period> regardless of subsequent cut outcomes.
- **Tournament Shortened:** If <tournament> is officially shortened from its scheduled number of holes (e.g., from 72 holes to 54 holes due to weather) but an official leaderboard is declared by the governing body at the conclusion of the shortened event, the market will resolve based on the official leaderboard at the relevant <time period>. If <time period> references a round that is not played due to the shortening (e.g., "after Round 4" when only three rounds are completed), the market will resolve at the last fair price as determined in the sole discretion of the Exchange.

- **Tournament Postponed:** If <tournament> is postponed but later resumed, the market will remain open and resolve based on the official leaderboard once the relevant <time period> is completed, provided the tournament is completed within two weeks of its originally scheduled start date (and the rescheduling is announced within one week of the originally scheduled start date). If the tournament is postponed further, all markets will resolve at the last fair price as determined in the sole discretion of the Exchange.
- **Tournament Cancelled:** If <tournament> is officially cancelled and no official leaderboard is produced, all markets will resolve at the last fair price as determined in the sole discretion of the Exchange.
- **Playoff:** Playoff holes are considered separate from regulation play. If <time period> specifies "after the final round" or "at the end of regulation," the stroke margin is calculated based on the leaderboard at the conclusion of the final regulation round, before any playoff begins. If <time period> specifies "after the playoff" or "final official result," the stroke margin shall reflect the post-playoff outcome as published on the official final leaderboard.
- **Suspended or Incomplete Rounds:** If a round is suspended (e.g., due to weather or darkness) and later completed, the stroke margin for that round shall be determined upon the official completion of the round, not at the time of suspension. If a round is suspended and not completed, and the governing body does not publish an official leaderboard for that round, the market will resolve at the last fair price as determined in the sole discretion of the Exchange.
- **Disqualification After Official Result:** If <golfer> or a relevant competitor is disqualified or has their result altered after the official leaderboard for the relevant <time period> has been published and the market has expired, the original official result at Expiration will stand and no revision will be made.
- **Official Result Timing:** The official leaderboard for the relevant <time period> is determined at the time of the round's or tournament's official conclusion as announced by the governing body. Markets will be settled based on the first official leaderboard published by the governing body for the relevant <time period>, regardless of any subsequent corrections.
- **Head-to-Head Contracts:** If the Contract specifies a stroke margin between <golfer> and a named competitor (rather than the field): (a) If <golfer> withdraws, is disqualified, or does not tee off, the Contract resolves to No. (b) If the named competitor withdraws, is disqualified, or does not tee off but <golfer> completes the relevant <time period>, the Contract resolves to Yes regardless of stroke margin. (c) If both <golfer> and the named competitor withdraw, are disqualified, or do not tee off, the Contract resolves to No.

#### **Examples that would resolve the market to Yes:**

- <golfer> leads by 3 strokes after Round 2 when <count> is 2 and the operator is "at least" and <time period> is "after Round 2."
- <golfer> leads by exactly 1 stroke after the final round of regulation when <count> is 1 and the operator is "exactly" and <time period> is "after the final round."
- <golfer> leads by 5 strokes at any point during the tournament when <count> is 4 and the operator is "above" and <time period> is "at any point during the tournament."
- <golfer> is tied for the lead (0-stroke margin) after Round 3 when <count> is 2 and the operator is "within" and <time period> is "after Round 3."
- <golfer> trails by 1 stroke after Round 1 when <count> is 2 and the operator is "within" and <time period> is "after Round 1" (because the absolute margin of 1 is  $\leq$  2).

- The tournament is shortened to 54 holes due to weather, and the official leaderboard shows <golfer> leading by 2 strokes when <count> is 2 and the operator is "at least" and <time period> is "after the final round."

**Examples that would NOT resolve the market to Yes:**

- <golfer> leads by 1 stroke after Round 2 when <count> is 2 and the operator is "at least" and <time period> is "after Round 2."
- <golfer> is tied for the lead after Round 3 when <count> is 1 and the operator is "at least" and <time period> is "after Round 3."
- <golfer> trails by 3 strokes after the final round when <count> is 2 and the operator is "within" and <time period> is "after the final round" (because the absolute margin of 3 exceeds 2).
- <golfer> misses the cut in <tournament> and <time period> extends beyond the cut.
- <golfer> withdraws during the second round due to injury and <time period> is "after Round 2."
- <golfer> is disqualified for a rules violation during the tournament before the relevant <time period>.
- <golfer> does not tee off in <tournament> (resolves to No).
- The tournament is cancelled without an official leaderboard being produced (would resolve to last fair price).
- <time period> references a round that is not played due to tournament shortening (would resolve to last fair price).

**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 two weeks after the end of <tournament>. If an event described in the Payout Criterion occurs (including the official leaderboard for the relevant <time period> being published, or <golfer> being eliminated from contention by missing the cut, withdrawing, or being disqualified), 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.

