

RECOG

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is diplomatic recognition by the United States. Revisions to the Underlying made after Expiration will not be accounted for in determining the Expiration Value.

Source Agency: The Source Agency is the President of the United States and the United States Department of State.

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.

<country>: <country> refers to a nation specified by the Exchange.

<government>: <government> refers to the claimed legitimate government of a given nation.

<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 the United States explicitly and formally recognizes <country> as a sovereign state independent from any previously recognized country after Issuance and before <date>. This could include:

- Opening a U.S. embassy with <country>
- Accepting an ambassador from <country>
- Including the entity as an independent country in U.S. Department of State country lists
- Signing a formal treaty, bilateral agreement, or communique that explicitly identifies <country> as an independent and sovereign state

Merely acknowledging a governing authority exists, without recognizing its authority, is insufficient to resolve the market to Yes. Establishing a consulate or liaison office without the formal status and language of recognition does not qualify. Trade offices, cultural centers, or other non-embassy missions are insufficient. Participation alongside the entity in international conferences, humanitarian aid missions, or multilateral forums does not in itself constitute recognition as a sovereign state. Nor does U.S. abstention or vote in an international organization automatically equate to bilateral recognition.

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 <date>. If an event encompassed by 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.