

TRAVELWARNING

Scope: These rules shall apply to this contract.

Underlying: The Underlying for this Contract is the U.S. State Department's Travel Advisory <category> for <country> 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 Agency is the U.S. State Department.

Instructions: The Underlying can be found at: <https://travel.state.gov/content/travel/en/traveladvisories/traveladvisories.html/>. 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.

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.

<category>: <category> refers to one of the four official U.S. State Department Travel Advisory levels:

- Level 1: Exercise Normal Precautions
- Level 2: Exercise Increased Caution
- Level 3: Reconsider Travel
- Level 4: Do Not Travel

The Exchange will specify the exact level in each contract iteration. Contracts may also be listed in a "<category> or higher" or "<category> or lower" specification, where higher/lower refer to the number above/below the word Level. For example, "Level 3 or higher" refers to "Level 3" or "Level 4" categories.

<country>: <country> refers to a sovereign nation or territory as recognized by the U.S. State Department for travel advisory purposes. This includes independent sovereign nations, territories, dependencies, or administrative regions that receive separate travel advisories (e.g., Hong Kong, Taiwan, Puerto Rico), and regions within countries that receive distinct sub-advisories when the State Department issues region-specific guidance. If <country> undergoes a name change, merger, partition, or change in sovereignty status, the contract will follow the State Department's updated designation. If the State Department ceases to issue advisories for <country> due to political changes, the contract will resolve based on the final advisory level issued before cessation.

<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 U.S. State Department has issued, updated, or reaffirmed a <category> level Travel Advisory for <country> after Issuance and before <date>. Advisories dated for future events must be effective before <date> to qualify. The <category> level must be the one that applies to the whole <country>, rather than a particular region, unless <country> in this case refers to a region.

The following constitute qualifying Travel Advisory actions:

- Initial issuance of a <category> level advisory for <country>
- Update of an existing advisory to <category> level
- Reaffirmation of an existing <category> level advisory with updated content or date
- Reinstatement of a <category> level advisory after temporary suspension

A Travel Advisory is considered "issued" when it appears on the official State Department travel advisories website with an official publication date.

The following do NOT constitute qualifying Travel Advisory actions:

- Informal statements, press releases, or social media posts that do not constitute official Travel Advisories
- Security alerts, embassy messages, or consular notifications that are not formal Travel Advisories
- Draft or preliminary advisories not yet officially published

Examples that would resolve the market to Yes:

- The State Department updates <country> from Level 2 to Level 3 on [date before expiration]
- The State Department issues a new Level 4 advisory for <country> that was previously unrated
- The State Department reaffirms an existing Level 3 advisory for <country> with updated language and a new publication date
- A regional crisis causes the State Department to elevate <country> to Level 4 due to widespread civil unrest

Examples that would NOT resolve the market to Yes:

- The State Department issues a Level 2 advisory when the contract specifies Level 3
- A U.S. Embassy security message recommends avoiding travel but no formal Travel Advisory is updated
- The State Department issues the qualifying advisory level on the day after <date>
- Informal State Department comments to media about travel concerns without official advisory changes

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.