

## **Soccer Outcome Event Contract - Terms & Conditions**

**Scope** – These terms govern the trading of the Soccer Outcome Event Contract (the “Contract”), a type of “Event Contract” listed by the Exchange.

**Underlying** – The Underlying for this Contract is the final result of whether <soccer team> wins <soccer match>.

**Source Agency** – The Source Agencies are, in hierarchical order, the governing body of the league or association (“Soccer”), ESPN, CBS Sports, Fox Sports, the Associated Press, The Wall Street Journal, and the official broadcaster of <soccer match>.

**Type** – The Type of Contract is a swap.

**Issuance** – The Contract is based on the outcome of a recurrent sporting event. Accordingly, Contract iterations will be issued on a recurring basis, and future Contract iterations will generally correspond to subsequent scheduled <soccer match> or similar games within the same league or season as specified by the Exchange. The Exchange may, for any <soccer match>, list a separate “tie” iteration of the Contract, resolving with the tie provision of the Payment Criterion section below. The Exchange may also, for any <soccer match>, list a separate “to advance” iteration of the Contract, resolving with a <soccer team> advancing to a subsequent <soccer match> as specified by the Exchange.

**<soccer team>** – Refers to a soccer entity participating in a <soccer match>, as specified by the Exchange. <soccer team> may refer to a singular team, multiple teams using AND/OR logic, a team within a set of teams, or teams defined by distinguishing characteristics (e.g., “any group team,” “the home team,” “teams with winning records”). <soccer team> may also take the values “Any” or “None.” The Exchange may list iterations of the Contract corresponding to variations of <soccer team>. If a team name changes, or undergoes organizational restructuring while maintaining substantial continuity, <soccer team> shall track the successor entity. This will be announced by the Exchange in the event it is relevant.

**<soccer match>** – Refers to a specific, identified soccer match or set of matches specified by the Exchange, which may be defined by specific matchup (e.g. “Argentina vs. Brazil”), date and time, venue, game number within a playoff round, or other distinguishing characteristics. <soccer match> may also refer to multiple matches (even if non-consecutive), a specified portion of a match (e.g. “halftime”, “regulation time”, “first half”, “second half”), an element in a match or set of matches, matches defined by distinguishing characteristics (e.g. “any playoff game,” “all games

on July 4, 2025,” “home games”), or the overarching tournament as a whole (e.g. the “Soccer Championship”). <soccer match> may also take the values “Any” or “None”. The Exchange may list iterations of the Contract corresponding to variations of <soccer match>, including “to advance.” The Contract has not been endorsed by any league or association and the use of any names of any leagues or associations does not indicate an endorsement of this product.

**Trading and Settlement** – During the Event Contract trading hours, Participants are able to adjust their positions and trade freely. After trading of the Event Contract has closed, Rothera will determine the Expiration Value and whether the Payment Criteria encompasses the Expiration Value (i.e. whether the outcome is “Yes” or “No”). The market is then settled by Rothera, and either the long position holders or the short position holders are paid the Settlement Value. In this case, “long position holders” refers to Participants who purchased the “Yes” side of the Event Contract and “short position holders” refers to Participants who purchased the “No” side of the Event Contract. If the Expiration Value is “Yes”, then the long position holders are paid an absolute amount proportional to the size of their position and the short position holders receive no payment. If the Expiration Value is “No,” then the short position holders are paid an absolute amount proportional to the size of their position and the long position holders receive no payment. Specification of the circumstances that would trigger an Expiration Value of “Yes” are included below in the section titled “Payment Criterion”. The Expiration Date of the Contract is designed to account for multiple possible contingencies regarding the timing of the determination of the event. Any subsequent revisions to the initial release of the final result of a <soccer match> by the league or association will NOT affect or alter the settlement value of the Contract once the Expiration Value is determined by the Exchange.

**Payment Criterion** – The Payment Criterion for the Contract encompasses the Expiration Value where <soccer team> is the winner of <soccer match>. In order to be considered the “winner” of <soccer match>, <soccer team> must have scored more goals (a strictly greater number) than its opponent at the conclusion of regulation time (90 minutes plus stoppage time only). Where the Contract is listed as a “tie” iteration, each <soccer team> must have scored an equal number of goals (including 0-0 draws)(90 minutes plus stoppage time only). Where the Contract is listed as a “to advance” iteration, <soccer team> must be deemed eligible by the relevant league or association to play in a subsequent <soccer match>. The market resolves based on the first final result reported by the Source Agency, unless the Exchange, in its sole discretion, determines such result to be clearly erroneous and elects to defer to a corrected final result issued prior to Expiration.

- Extra time, penalty shoot-outs or tie-breaking procedures are NOT included in determining the winner, EXCEPT that the aforementioned procedures ARE

included in the final result for any “to advance” iteration.

- If <soccer match> is (i) abandoned, cancelled, or (ii) not scheduled or rescheduled to take place before the expiration time of the <soccer match>, the Contract will resolve based on the last fair market price as determined by the Exchange pursuant to Rothera DCM Rule 7.2. Long position holders will receive the number of Contracts held multiplied by the fair market price, and short position holders will receive the number of Contracts held multiplied by \$1 minus the fair market price.
- If <soccer match> is suspended during play and is officially scheduled to resume from the point of suspension (i.e., from the minute and score at which play was halted) before expiration time of the <soccer match>, the Contract shall remain open and shall settle based on the final result of the <soccer match> as so resumed. If <soccer match> does not resume from the point of suspension before expiration time of the <soccer match> and no final result has been declared, the Contract shall resolve based on the last fair market price as determined by the Exchange pursuant to Rothera DCM Rule 7.2. Long position holders will receive the number of Contracts held multiplied by the fair market price, and short position holders will receive the number of Contracts held multiplied by \$1 minus the fair market price.
- If <soccer match> is shortened, called, or otherwise ended before the completion of regulation time (e.g., due to weather or curfew), and the Source Agency declares the game final and records a winner, the market will resolve based on that final result.
- If <soccer team> forfeits <soccer match> before <soccer match> begins, the market for the forfeiting <soccer team> will resolve to “No”, and the opposing <soccer team> market will resolve to “Yes”.
- If <soccer team> is disqualified, deemed ineligible, or has the result of <soccer match> vacated after the game has started but before the Contract expires, the market will resolve to “No” for the disqualified <soccer team>. If such disqualification causes the opposing team to be declared the winner, the market for that team will resolve to “Yes.”
- If the <soccer match> is moved to either an earlier or later time of day than originally scheduled, then the market will remain open and will resolve based on the final result.
- The specific criteria by which a <soccer team> is deemed to have advanced shall be determined by the rules of the competition governing the <soccer match> and will be specified by the Exchange accordingly.
- If a <soccer team> is mathematically eliminated from advancement - meaning it cannot satisfy the advancement criteria specified by the Exchange regardless of the outcome of any remaining matches - the Exchange may resolve the contract to “No” prior to the final confirmation of standings, based on the first Source Agency report of such elimination.

- Where <soccer match> is decided over multiple legs on an aggregate basis, the Contract shall remain open until the conclusion of the final leg and shall resolve based on the aggregate result as officially determined by the governing body, including any extra time or penalty shootout played as part of the final leg.
- If <soccer team> is confirmed as having advanced but is subsequently disqualified or deemed ineligible by the governing body before the Contract is settled, the market shall resolve to "No." If such disqualification occurs after the Contract is settled, it shall have no effect on settlement.

**Minimum Tick** – The Minimum Tick for the Event Contract shall be \$0.01.

**Position Limits** – The Position Limit for the Event Contract is 500,000 Contracts for Participants. The Position Limit for Market Makers is 5,000,000 Contracts.

**Last Trading Date** – The Last Trading Date of the Contract is the date on which <soccer match> is completed or otherwise resolved pursuant to the Payment Criterion.

**Settlement Date** – The Settlement Date is the date on which money is paid to the account of a Participant in whose favor the contract settled pursuant to an Event Contract held until Expiration, and on which money is paid from the account of a Participant who is obligated to pay money pursuant to an Event Contract held until Expiration. The Settlement Date of the Contract shall be no later than the day after the Expiration Date.

**Expiration Date** – The latest Expiration Date of the Contract shall be two (2) days after the originally scheduled date of <soccer match>. If an event described in the Payment Criterion occurs (e.g., a winner is reported for or the game concludes with a tie), expiration will be moved to an earlier date and time as determined by the Exchange.

**Expiration Time** – The Expiration Time of the Event Contract shall be 10:00 AM CT on the Expiration Date.

**Settlement Value** – The Settlement Value is the amount paid to the holder of the in-the-money Event Contract on the Settlement Date. The Settlement Value of an in-the-money Event Contract is \$1.

**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** – If the Source Agency does not actually announce a result consistent with the settlement methodology or the Payment Criterion on or before the Expiration Date due to a delay, postponement, cancellation or otherwise in such release announcement by the Source Agency, the Settlement Date, Expiration Date and Expiration Time will be delayed until the Underlying outcome or results are released or as otherwise set forth on the Exchange pursuant to DCM Rule 7.2. Consistent with DCM Rule 7.2, Rothera reserves the right to make settlement determinations.

**Trading Prohibitions** – In addition to the prohibition against the misappropriation of material nonpublic information under CFTC Regulation 180.1, the Exchange's prohibited trading activities set forth in Chapter 7 of the DCM Rulebook, certain additional individuals are prohibited from trading the Event Contract. Those persons include:

- Any player, manager, coach, assistant coach, goalkeeping coaches, fitness staff, and on-field/bench personnel of either <soccer team> participating in <soccer match>, including reserve and academy players designated for matchday.
- Any replay official or other league or association official assigned to, supervising, or with authority over the referenced soccer game.
- Any scouting, analytics, medical, training, or clubhouse personnel of any Member Association participating in the referenced soccer match.
- Any employee, officer, or contractor of a league or association, or any league or association controlled or league-affiliated entity who has access to information relating to game operations, scheduling, officiating assignments, disciplinary actions, or competitive conditions.
- Any sports agent, advisor, or representative of a player or team participating in the referenced <soccer match>.
- Any immediate family member or household member of any of the foregoing persons, where such person reasonably may have access to material nonpublic information regarding the referenced soccer game.
- Any individual subject to integrity or ethics rules of a soccer league or association who has a duty to safeguard the integrity of football competitions.
- Any other Person who, by sole determination of the Exchange, possesses material nonpublic information relating to the Underlying.