



AP Contract Terms and Conditions

Sample Question: Will the [month over month/year over year] change in prices paid by farmers for [commodity] exceed [X.X]% in [date]?

Product Code: AP[M or Y][two letter commodity code]

Instructions: The Monthly Agriculture Prices Report is published by the U.S. Department of Agriculture typically on the last business day of the month at 2:00 PM CT. A schedule of release dates is available [here](#). This contract is not subject to early Resolution.

Underlying: The Farmer Prices Paid Forecast Contract is resolved based upon the Agricultural Prices Report. The Underlying can be accessed [here](#) where the Monthly Agriculture Prices Report is available. After opening the page, scroll down to the section titled “Releases” and select the report dated one month after the month listed in the event question. Once the report is opened, navigate to page two to access the table of contents. From there, identify the page number corresponding to the selected commodity and locate the relevant table. To calculate the year-over-year percentage change, divide the value for the selected month by the value for the same month in the prior year, subtract one, and express the result as a percentage. For monthly contracts, calculate the month-overmonth percentage change by dividing the value for the selected month by the value from the immediately preceding month, subtracting one, and expressing the result as a percentage. This calculation determines the Underlying value for the contract. For monthly contracts, the Underlying reflects the value published for the specified month. For annual contracts, the Underlying is resolved using the final published value representing the full calendar year, as reported by the source agency. The contract is resolved once this value is published, regardless of the publication date. Subsequent revisions do not impact the Outcome of the Contracts. Links are provided for informational purposes only and the source agency may decide to publish the data at a different location at any time.

Source Agency: U.S. Department of Agriculture

Minimum Tick: The Minimum Tick size for the referred Contract shall be \$0.01.

Listing Cycle: ForecastEx will list Contract expirations at its discretion.

Thresholds: For each Contract expiration, thresholds will be listed at ForecastEx's discretion.

Position Accountability: The position accountability level is 250,000 Contracts in any one Forecast Market.

Last Trading Time: Same as Resolution Time.

Payout Criteria: The Settlement Value of each Contract is \$1.00 or \$0.00 depending on the Outcome of the Contract. If the Outcome of the Contract is “Yes,” then holders of the “Yes” Position will be entitled to receive the Settlement Value of \$1.00 per contract and holders of the “No” Position will receive \$0.00. If the Outcome of the Contract is “No,” then holders of the “No” Position will be entitled to receive the Settlement Value of \$1.00 per contract and holders of the “Yes” Position will receive \$0.00.

Resolution Time: 2:00 PM CT on the date listed in the event question.

Changes in Resolution Time: The Resolution Time of a Forecast Contract is dependent on the time that the Source Agency releases the Underlying data. There are circumstances in which ForecastEx will change the Resolution Time of a Contract as described below:

1. **Delay by Source Agency:** If the Source Agency delays the release of the underlying data required for Resolution, ForecastEx will delay the Resolution Time of the Contract until such data is released. In these circumstances, ForecastEx will release a public notice to its website informing Market Participants that the Resolution of the Contract has been delayed and release a second notice to its website informing Market Participants when the Contract is resolved.
2. **Change in Release Schedule:** ForecastEx sets the Resolution Time of each Contract based on either the published or anticipated release schedule of the Source Agency for the underlying data. If the Source Agency amends its release schedule or announces that it will publish the underlying data at a different time than anticipated, ForecastEx may, at its sole discretion, amend the Resolution Time of the Contract to match the updated release schedule when doing so is necessary to ensure the accurate and fair resolution of the contract. In these circumstances, ForecastEx will publish a public notice to its website informing Market Participants of the revised Resolution Time.
3. **Event Review Process:** In accordance with ForecastEx Rule 415, ForecastEx may, at its sole discretion, initiate the event review process prior to Settlement which may delay the Resolution of a Contract. In these cases, ForecastEx will publish a public notice to its website informing Market Participants that the Contract's Outcome is under review.
4. **Early Resolution:** If a Forecast Contract resolves based on whether a specific event occurs before a defined point in time, it will be subject to early resolution. For these Contracts, if the Outcome of the contract becomes determinable prior to the scheduled Resolution Time – either because the event has occurred (resolving “Yes”) or because it can no longer occur (resolving “No”) – ForecastEx may, at its sole discretion, accelerate the Resolution Time of the Contract in accordance with ForecastEx Rule 413. Whether or not this Contract is subject to early resolution is specified in the Instructions section.

Expiration Time: Same as Resolution time.

Settlement Date: Unless the Outcome of the Contract is under review in accordance with ForecastEx Rule 415, Settlement of the Contract will occur no later than the day following Expiration Time.