

## Contract Terms and Conditions

**Event Question:** Will the Average Global Temperature in [year] be greater than [Celsius # C]([Fahrenheit # F]) above the 20<sup>th</sup> century average?

**Product Code:** GT

**Instructions:** The Average Annual Global Temperatures are published by the National Oceanic and Atmospheric Administration (“NOAA”) in the first half of the month of January at 10:00 AM CT. Definitive release dates are determined no later than one week prior to a report's release and all public calendars will be updated accordingly. A schedule of releases are available: [here](#).

**Underlying:** The Underlying can be accessed: [here](#). At the top of the page in the box labeled “report”, “global climate report,” the appropriate year, and “annual” should be selected. Then, click “view report” and scroll down to “Global Temperatures”. ForecastEx’s Event Question displays the temperature value in both Fahrenheit and Celsius for convenience. The underlying is reported in Celsius and only the Celsius value is used for the purposes of determining resolution. In addition, if there are changes made to NOAA’s methodology that impact how the underlying is calculated, ForecastEx will use the data from the most recent up to date model to determine settlement. 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:** NOAA

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

**Listing Cycle:** ForecastEx will list annual contracts for first three years of releases for the Average Global Temperatures and then for the next two years that end in a 5 or 0 (for example, 2030 and 2035).

**Thresholds:** For each contract expiration, one threshold will initially be listed and additional thresholds will be listed at ForecastEx’s discretion.

**Position Accountability:** The position accountability level is 250,000 Event Positions in any one Event Market.

**Last Trading Time:** 11:59:59 PM CT on the trading day preceding the Resolution Time.

**Payout Criteria:** The Settlement Value of each Average Global Temperature Contract is \$1.00 or \$0 depending on the Outcome of the Event Question. If the Outcome of the Event Question 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 Event Question 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:** 10:00 AM CT when NOAA publishes the Average Global Temperature.

**Changes in Resolution Time:** The Resolution Time of a Contract is dependent on the time that NOAA releases Average Global Temperature data. There are circumstances where ForecastEx may change the Resolution Time of a Contract.

- 1. Delay by Source Agency:** In the event that the release of the Average Global Temperature is delayed by NOAA, for instance in a government shutdown, ForecastEx will delay the Resolution Time of the Contract until such time as the NOAA releases the Average Global Temperature data. In this case, ForecastEx would 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 ultimately resolves.
- 2. Contracts with no currently scheduled release date:** The NOAA generally publishes the release dates for Average Global Temperature data up through the end of the current calendar year. ForecastEx will list multiple Average Global Temperature contracts that have Resolution dates beyond the currently published schedule of releases. For these contracts, ForecastEx will approximate the Resolution Time based on the anticipated release schedule from NOAA. Once NOAA has published the release schedule, ForecastEx will update the Resolution Times of the contract if necessary and publish a public notice to its website informing Market Participants of the revised Resolution Time.

**Expiration Time:** Same as Resolution time.

**Settlement Time:** Settlement for Resolved Average Global Temperature Contracts will occur after Resolution Time at 13:00 PM CT that same Business Day in accordance with ForecastEx Rule 603(b)(3).