

Cboe AAPL Earnings Per Share (\$/share) Binary Options Contract Specifications - **DRAFT**

Trading Symbol:

KAAPL

Settlement Value Symbol:

KAAPL

Description:

Cboe AAPL Earnings Per Share (\$/share) Binary Options are European-style option contracts that pays \$1 if the settlement value of the underlying interest is equal to or exceeds the exercise price in the case of a call option or is less than the exercise price in the case of a put option.

The underlying interest of Cboe AAPL Earnings Per Share (\$/share) Binary Options is the Earnings per share: Diluted of the underlying company for a three-month reporting period, as reported in the company's quarterly earnings release for the applicable [Reporting Period], furnished as Exhibit 99 to its Form 8-K filed with the U.S. Securities and Exchange Commission. For settlement purposes, the numerical settlement value shall be determined based on the reported three-month-ended Earnings per share: Diluted, divided by 1.0, and expressed as Earnings Per Share (\$/share) .

Company Symbol means the equity ticker for the company.

KPI Symbol means the trading symbol for the KPI binary option.

KPI Description means the Key Performance Indicator as reported in the company's earnings release published by the company or furnished as Exhibit 99 to its Form 8-K filed with the U.S. Securities and Exchange Commission

Reporting Period means the fiscal quarter and year specified by the Exchange (e.g., "Q1 2026" or "Fiscal Q3 2026"), as determined based on the company's fiscal calendar, which may differ from the calendar year.

Scale means the divisor factor used for scaling the reported KPI value for purposes of determining the final settlement value.

KPI Metric means the KPI and the unit of measure in which the settlement value is expressed, if applicable (e.g., dollars, millions, percentages, or whole numbers).

Report Time means the time of day the product is scheduled to settle, either AM or PM.

Company Symbol means the official equity ticker for a given company.

- This contract specification applies to Apple Inc.

Multiplier:

\$1

Strike (Exercise) Prices:

In-, at-, and out-of-the-money strike prices are initially listed. New strikes can be added as the underlying trades through the highest and lowest strike price available.

Strike Price Interval:

The minimum strike price interval for Cboe AAPL Earnings Per Share (\$/share) Binary Options is determined based on the strike price level, as follows:

- 0.01 where the strike price is less than 10
- 0.10 where the strike price is 10 or greater but less than 100
- \$1.00 where the strike price is 100 or greater but less than 1,000
- \$10.00 where the strike price is 1,000 or greater but less than 10,000
- \$100.00 where the strike price is 10,000 or greater

Cboe may list strike prices only at intervals equal to or greater than the applicable minimum strike price interval.

Premium Quotation:

Stated in decimals. One point equals \$1.00. The minimum increment is 0.01 (\$0.01).

Exercise Style:

European – Cboe AAPL Earnings Per Share (\$/share) Binary Options may be exercised on the expiration date

Expiration Date:

Cboe AAPL Earnings Per Share (\$/share) Binary Options expire on a date designated by the Exchange. Such date may be determined with reference to the announced timing of company's earnings release or earnings call.

Expiration Time:

Cboe AAPL Earnings Per Share (\$/share) Binary Options are PM-Settled option contracts.

PM: 3:00 p.m. (CT)

Last Trading Day:

PM: Trading in Cboe AAPL Earnings Per Share (\$/share) Binary Options ordinarily terminate at 3:00 p.m. (CT) on the expiration date.

Expiration Months:

Cboe may list up to six quarterly expirations.

Settlement of Option Exercise:

The settlement value shall be determined based on the Earnings per share: Diluted of the underlying company for the applicable [Reporting Period], as reported in the company's earnings release published by the company or furnished as Exhibit 99 to its Form **8-K** filed with the U.S. Securities and Exchange Commission, divided by 1.0, and expressed as Earnings Per Share (\$/share).

If the Earnings per share: Diluted for the applicable reporting period is disclosed multiple times in a specific earnings release document, the settlement value shall be determined using the disclosed Earnings per share: Diluted figure with the highest level of numerical precision for that reporting period.

In the event that the *KPI Description* of the underlying company required for the settlement value calculation is not stated in the company's earnings release published by the company or in the earnings release furnished as Exhibit 99 to the company's Form 8-K filed with the U.S. Securities and Exchange Commission, the applicable Earnings per share: Diluted shall instead be determined from the corresponding Form 10-Q or Form 10-K filed by the company with the U.S. Securities and Exchange Commission for the same applicable Reporting Period.

If the precise wording of the *KPI Description* is changed or unclear, such change shall be treated as a corporate action, and the Binary Options Settlement Determinations Committee will determine the process used to settle the contract.

Once the settlement value for the applicable reporting period is determined, it shall not be adjusted for any subsequent revisions, amendments, restatements, or recharacterizations of the *KPI Description*, whether disclosed in a later earnings release, Form 8-K, Form 10-Q, Form 10-K, or any other filing, unless expressly provided in the contract terms.

Exercise will result in delivery of cash on the business day following the expiration date. If the determination of the settlement value is delayed, exercise will instead result in delivery of cash on the business day following the date on which the settlement value is determined.

The exercise settlement value is set at 1.00 if settlement value is greater than or equal to the exercise price in the case of a call option, or less than the exercise price in the case of a put option. The exercise settlement value is set at 0.00 (zero) if settlement value is less than the exercise price in the case of a call option, or greater than or equal to the exercise price in the case of a put option.

The exercise settlement amount, which is the amount of cash that a holder will receive upon exercise of the contract, is the exercise settlement value multiplied by the contract multiplier.

FLEX Eligible:

No.

Position and Exercise Limits:

TBD

Customer Margin:

Margin requirements for binary options are set forth in Exchange rules. Purchases of binary options must be paid for in full. Buyers are required to deposit and maintain 100% of the purchase price in their account for the duration of the position.

Writers of binary options are required to deposit and maintain 100% of the option's exercise settlement amount, as defined in Exchange rules, for each binary option sold. The full value of the contract (Exercise Settlement Amount) must be maintained in the seller's account beginning with the first settlement cycle and continuing until option expiration.

No margin is required on a binary call option (put option) carried short in a customer's account that is offset by a long binary call option (put option) for the same underlying security or instrument that expires at the same time and has an exercise price that is less than (greater than) the exercise price of the short call (put). The long call (put) must be paid for in full.

When a binary call option is carried short in a customer's account and there is also carried a short binary put option for the same underlying security or instrument that expires at the same time and has an exercise price that is less than or equal to the exercise price of the short call, the initial and maintenance margin required is the exercise settlement amount applicable to one contract

CUSIP:

[CUSIP]

Trading Hours:



Regular Hours

8:30 a.m. to 3:00 p.m. (CT)