

GRAYSCALE HORIZEN TRUST (ZEN)

2025 Grantor Trust Tax Information

EIN: 83-6217411

CUSIP: 38963T101

Ticker: HZEN

The following information is being provided to assist Shareholders of the Grayscale Horizen Trust (ZEN) (the "Trust") with reporting of their taxable income and expenses for the period January 1, 2025 through December 31, 2025.

TAXATION OF THE TRUST

The Trust is a grantor trust for U.S. federal income tax purposes. As a result, the Trust itself is not subject to U.S. federal income tax. Instead, the Trust's income and expenses "flow through" to the Shareholders.

TAXATION OF US INDIVIDUAL SHAREHOLDERS

Shareholders generally will be treated, for U.S. federal income tax purposes, as if they directly owned a pro rata share of the underlying assets held in the Trust. Shareholders also will be treated as if they directly received their respective pro rata shares of the Trust's income and proceeds, and directly incurred their pro rata share of the Trust's expenses. Most state and local tax authorities follow U.S. income tax rules in this regard. However, Shareholders should contact their own tax advisors as to the state and local tax consequences of ownership of the Trust.

The Trust holds only Horizen ("ZEN") tokens and, accordingly, received no income during the year.

The Trust paid expenses periodically, as shown in the attached 2025 Gross Proceeds File. These expenses are allocated into monthly periods as shown in the 2025 Expense File. An example illustrating the computation of a Shareholder's share of expenses is provided.

Because the Trust paid out only a de minimis amount of ZEN tokens for payment of Trust expenses during the year and made no distributions of sale proceeds to its Shareholders, under Treas. Reg. Sec. 1.671-5(c)(2)(iv)(B) neither the Trust nor brokers are required to report the gross proceeds of Trust sales to Shareholders on Form 1099B or 1099DA. In lieu of Form 1099B or 1099DA, this information is contained in the attached 2025 Gross Proceeds File together with an example illustrating how a Shareholder should calculate gain or loss.

GLOSSARY OF TERMS

Grayscale Horizen Trust (ZEN) - (the "Trust")

Expense File – Summary of allocated monthly Trust expenses per share in USD (page 2)

Gross Proceeds File – Summary of daily value per share (in ZEN), amount of ZEN paid to cover trust expenses (in ZEN), and per share proceeds from ZEN paid to cover trust expenses (in USD) - (pages 3 -14)

Pro-Rated Shares – All income and expenses are distributed pro rata based on the actual number of days in the calendar month (see example on page 2)

GRAYSCALE HORIZEN TRUST (ZEN) 2025 EXPENSE FILE

Summary of Expenses by Month (Details on pages 3-14)

Date	Expenses Per Share (USD)	Amount of ZEN Per Share
January	0.00350573	0.00018024
February	0.00215066	0.00015884
March	0.00157620	0.00017891
April	0.00155068	0.00017345
May	0.00158093	0.00017924
June	0.00127748	0.00017310
July	0.00143690	0.00017850
August	0.00129670	0.00017812
September	0.00134686	0.00017201
October	0.00222428	0.00017738
November	0.00176091	0.00017130
December	0.00161445	0.00017664
Total for year	0.02132178	0.00209773

How to Calculate the Shareholder's Investment Expenses

Identify in the table above the months (full and partial) in which the Shareholder held shares in the Trust. The amount in the column labeled "Expenses Per Share", represents the amount of investment expense paid per share for a full month. For any month in which the shares were not held on each day in such month, the expenses should be pro-rated based on the number of days held (see attached details for each month pages 3-14).

Example illustrating calculation of a Shareholder's 2025 Grayscale Horizen Trust (ZEN) Expenses

Assume that a Shareholder purchased 20,000 shares on February 15, 2025 and sold them on September 15, 2025. For the month of February, Shareholder's expenses are \$0.00215066 (See Summary Table above – February Factor) x (13/28) = \$0.00099852 per share. For the months of March through August, the expenses per share are as shown in the summary table above. For the month of September, Shareholder's expenses are \$0.00134686 (See Summary Table above – September Factor) x (15/30) = \$0.00067343. The total expenses for the Shareholder are therefore \$0.01039084 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$207.82.

Total Expenses per Share	\$ 0.01039084
Number of Shares Held	20,000
Total Expense	\$ 207.82

(Please consult your tax advisor as to reporting)

GRAYSCALE HORIZEN TRUST (ZEN) 2025 GROSS PROCEEDS FILE

Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
1/1/2025	0.08519640		
1/2/2025	0.08519057		
1/3/2025	0.08518473		
1/4/2025	0.08517890		
1/5/2025	0.08517306		
1/6/2025	0.08516723		
1/7/2025	0.08516140		
1/8/2025	0.08515556		
1/9/2025	0.08514973		
1/10/2025	0.08514390		
1/11/2025	0.08513807		
1/12/2025	0.08513224		
1/13/2025	0.08512641		
1/14/2025	0.08512057		
1/15/2025	0.08511474		
1/16/2025	0.08510892		
1/17/2025	0.08510309		
1/18/2025	0.08509726		
1/19/2025	0.08509143		
1/20/2025	0.08508560		
1/21/2025	0.08507977		
1/22/2025	0.08507394		
1/23/2025	0.08506812		
1/24/2025	0.08506229		
1/25/2025	0.08505646		
1/26/2025	0.08505064		
1/27/2025	0.08504481		
1/28/2025	0.08503899		
1/29/2025	0.08503316		
1/30/2025	0.08502734		
1/31/2025	0.08502152	0.00018024	0.00350573

GRAYSCALE HORIZEN TRUST (ZEN) 2025 GROSS PROCEEDS FILE

Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
2/1/2025	0.08501569		
2/2/2025	0.08500987		
2/3/2025	0.08500405		
2/4/2025	0.08499823		
2/5/2025	0.08499240		
2/6/2025	0.08498658		
2/7/2025	0.08498076		
2/8/2025	0.08497494		
2/9/2025	0.08496912		
2/10/2025	0.08496330		
2/11/2025	0.08495748		
2/12/2025	0.08495166		
2/13/2025	0.08494584		
2/14/2025	0.08494003		
2/15/2025	0.08493421		
2/16/2025	0.08492839		
2/17/2025	0.08492257		
2/18/2025	0.08491676		
2/19/2025	0.08491094		
2/20/2025	0.08490512		
2/21/2025	0.08489931		
2/22/2025	0.08489349		
2/23/2025	0.08488768		
2/24/2025	0.08488186		
2/25/2025	0.08487605		
2/26/2025	0.08487024		
2/27/2025	0.08486442		
2/28/2025	0.08485861	0.00015884	0.00215066

GRAYSCALE HORIZEN TRUST (ZEN) 2025 GROSS PROCEEDS FILE

Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
3/1/2025	0.08485280		
3/2/2025	0.08484699		
3/3/2025	0.08484118		
3/4/2025	0.08483537		
3/5/2025	0.08482955		
3/6/2025	0.08482374		
3/7/2025	0.08481793		
3/8/2025	0.08481213		
3/9/2025	0.08480632		
3/10/2025	0.08480051		
3/11/2025	0.08479470		
3/12/2025	0.08478889		
3/13/2025	0.08478308		
3/14/2025	0.08477728		
3/15/2025	0.08477147		
3/16/2025	0.08476566		
3/17/2025	0.08475986		
3/18/2025	0.08475405		
3/19/2025	0.08474825		
3/20/2025	0.08474244		
3/21/2025	0.08473664		
3/22/2025	0.08473083		
3/23/2025	0.08472503		
3/24/2025	0.08471923		
3/25/2025	0.08471343		
3/26/2025	0.08470762		
3/27/2025	0.08470182		
3/28/2025	0.08469602		
3/29/2025	0.08469022		
3/30/2025	0.08468442		
3/31/2025	0.08467862	0.00017891	0.00157620

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
4/1/2025	0.08467282		
4/2/2025	0.08466702		
4/3/2025	0.08466122		
4/4/2025	0.08465542		
4/5/2025	0.08464962		
4/6/2025	0.08464382		
4/7/2025	0.08463803		
4/8/2025	0.08463223		
4/9/2025	0.08462643		
4/10/2025	0.08462064		
4/11/2025	0.08461484		
4/12/2025	0.08460905		
4/13/2025	0.08460325		
4/14/2025	0.08459746		
4/15/2025	0.08459166		
4/16/2025	0.08458587		
4/17/2025	0.08458007		
4/18/2025	0.08457428		
4/19/2025	0.08456849		
4/20/2025	0.08456270		
4/21/2025	0.08455690		
4/22/2025	0.08455111		
4/23/2025	0.08454532		
4/24/2025	0.08453953		
4/25/2025	0.08453374		
4/26/2025	0.08452795		
4/27/2025	0.08452216		
4/28/2025	0.08451637		
4/29/2025	0.08451058		
4/30/2025	0.08450479	0.00017345	0.00155068

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
5/1/2025	0.08449901		
5/2/2025	0.08449322		
5/3/2025	0.08448743		
5/4/2025	0.08448164		
5/5/2025	0.08447586		
5/6/2025	0.08447007		
5/7/2025	0.08446429		
5/8/2025	0.08445850		
5/9/2025	0.08445272		
5/10/2025	0.08444693		
5/11/2025	0.08444115		
5/12/2025	0.08443536		
5/13/2025	0.08442958		
5/14/2025	0.08442380		
5/15/2025	0.08441801		
5/16/2025	0.08441223		
5/17/2025	0.08440645		
5/18/2025	0.08440067		
5/19/2025	0.08439489		
5/20/2025	0.08438911		
5/21/2025	0.08438333		
5/22/2025	0.08437755		
5/23/2025	0.08437177		
5/24/2025	0.08436599		
5/25/2025	0.08436021		
5/26/2025	0.08435443		
5/27/2025	0.08434866		
5/28/2025	0.08434288		
5/29/2025	0.08433710		
5/30/2025	0.08433133		
5/31/2025	0.08432555	0.00017924	0.00158093

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
6/1/2025	0.08431977		
6/2/2025	0.08431400		
6/3/2025	0.08430822		
6/4/2025	0.08430245		
6/5/2025	0.08429667		
6/6/2025	0.08429090		
6/7/2025	0.08428513		
6/8/2025	0.08427935		
6/9/2025	0.08427358		
6/10/2025	0.08426781		
6/11/2025	0.08426204		
6/12/2025	0.08425627		
6/13/2025	0.08425050		
6/14/2025	0.08424473		
6/15/2025	0.08423896		
6/16/2025	0.08423319		
6/17/2025	0.08422742		
6/18/2025	0.08422165		
6/19/2025	0.08421588		
6/20/2025	0.08421011		
6/21/2025	0.08420434		
6/22/2025	0.08419857		
6/23/2025	0.08419281		
6/24/2025	0.08418704		
6/25/2025	0.08418128		
6/26/2025	0.08417551		
6/27/2025	0.08416974		
6/28/2025	0.08416398		
6/29/2025	0.08415821		
6/30/2025	0.08415245	0.00017310	0.00127748

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
7/1/2025	0.08414669		
7/2/2025	0.08414092		
7/3/2025	0.08413516		
7/4/2025	0.08412940		
7/5/2025	0.08412363		
7/6/2025	0.08411787		
7/7/2025	0.08411211		
7/8/2025	0.08410635		
7/9/2025	0.08410059		
7/10/2025	0.08409483		
7/11/2025	0.08408907		
7/12/2025	0.08408331		
7/13/2025	0.08407755		
7/14/2025	0.08407179		
7/15/2025	0.08406603		
7/16/2025	0.08406028		
7/17/2025	0.08405452		
7/18/2025	0.08404876		
7/19/2025	0.08404300		
7/20/2025	0.08403725		
7/21/2025	0.08403149		
7/22/2025	0.08402574		
7/23/2025	0.08401998		
7/24/2025	0.08401423		
7/25/2025	0.08400847		
7/26/2025	0.08400272		
7/27/2025	0.08399696		
7/28/2025	0.08399121		
7/29/2025	0.08398546		
7/30/2025	0.08397971		
7/31/2025	0.08397395	0.00017850	0.00143690

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
8/1/2025	0.08396820		
8/2/2025	0.08396245		
8/3/2025	0.08395670		
8/4/2025	0.08395095		
8/5/2025	0.08394520		
8/6/2025	0.08393945		
8/7/2025	0.08393370		
8/8/2025	0.08392795		
8/9/2025	0.08392220		
8/10/2025	0.08391645		
8/11/2025	0.08391071		
8/12/2025	0.08390496		
8/13/2025	0.08389921		
8/14/2025	0.08389347		
8/15/2025	0.08388772		
8/16/2025	0.08388197		
8/17/2025	0.08387623		
8/18/2025	0.08387048		
8/19/2025	0.08386474		
8/20/2025	0.08385900		
8/21/2025	0.08385325		
8/22/2025	0.08384751		
8/23/2025	0.08384177		
8/24/2025	0.08383602		
8/25/2025	0.08383028		
8/26/2025	0.08382454		
8/27/2025	0.08381880		
8/28/2025	0.08381306		
8/29/2025	0.08380732		
8/30/2025	0.08380158		
8/31/2025	0.08379584	0.00017812	0.00129670

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
9/1/2025	0.08379010		
9/2/2025	0.08378436		
9/3/2025	0.08377862		
9/4/2025	0.08377288		
9/5/2025	0.08376714		
9/6/2025	0.08376140		
9/7/2025	0.08375567		
9/8/2025	0.08374993		
9/9/2025	0.08374419		
9/10/2025	0.08373846		
9/11/2025	0.08373272		
9/12/2025	0.08372699		
9/13/2025	0.08372125		
9/14/2025	0.08371552		
9/15/2025	0.08370979		
9/16/2025	0.08370405		
9/17/2025	0.08369832		
9/18/2025	0.08369259		
9/19/2025	0.08368685		
9/20/2025	0.08368112		
9/21/2025	0.08367539		
9/22/2025	0.08366966		
9/23/2025	0.08366393		
9/24/2025	0.08365820		
9/25/2025	0.08365247		
9/26/2025	0.08364674		
9/27/2025	0.08364101		
9/28/2025	0.08363528		
9/29/2025	0.08362955		
9/30/2025	0.08362382	0.00017201	0.00134686

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
10/1/2025	0.08361810		
10/2/2025	0.08361237		
10/3/2025	0.08360664		
10/4/2025	0.08360091		
10/5/2025	0.08359519		
10/6/2025	0.08358946		
10/7/2025	0.08358374		
10/8/2025	0.08357801		
10/9/2025	0.08357229		
10/10/2025	0.08356656		
10/11/2025	0.08356084		
10/12/2025	0.08355512		
10/13/2025	0.08354939		
10/14/2025	0.08354367		
10/15/2025	0.08353795		
10/16/2025	0.08353223		
10/17/2025	0.08352651		
10/18/2025	0.08352079		
10/19/2025	0.08351506		
10/20/2025	0.08350934		
10/21/2025	0.08350362		
10/22/2025	0.08349791		
10/23/2025	0.08349219		
10/24/2025	0.08348647		
10/25/2025	0.08348075		
10/26/2025	0.08347503		
10/27/2025	0.08346931		
10/28/2025	0.08346360		
10/29/2025	0.08345788		
10/30/2025	0.08345216		
10/31/2025	0.08344645	0.00017738	0.00222428

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
11/1/2025	0.08344073		
11/2/2025	0.08343502		
11/3/2025	0.08342930		
11/4/2025	0.08342359		
11/5/2025	0.08341787		
11/6/2025	0.08341216		
11/7/2025	0.08340645		
11/8/2025	0.08340074		
11/9/2025	0.08339502		
11/10/2025	0.08338931		
11/11/2025	0.08338360		
11/12/2025	0.08337789		
11/13/2025	0.08337218		
11/14/2025	0.08336647		
11/15/2025	0.08336076		
11/16/2025	0.08335505		
11/17/2025	0.08334934		
11/18/2025	0.08334363		
11/19/2025	0.08333792		
11/20/2025	0.08333221		
11/21/2025	0.08332650		
11/22/2025	0.08332080		
11/23/2025	0.08331509		
11/24/2025	0.08330938		
11/25/2025	0.08330368		
11/26/2025	0.08329797		
11/27/2025	0.08329227		
11/28/2025	0.08328656		
11/29/2025	0.08328086		
11/30/2025	0.08327515	0.00017130	0.00176091

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Date	ZEN Per Share	Number of ZEN Used to Cover Trust Expenses Per Share (in ZEN)	Proceeds from Payout of ZEN to Cover Trust Expenses Per Share (in USD)
12/1/2025	0.08326945		
12/2/2025	0.08326375		
12/3/2025	0.08325804		
12/4/2025	0.08325234		
12/5/2025	0.08324664		
12/6/2025	0.08324094		
12/7/2025	0.08323523		
12/8/2025	0.08322953		
12/9/2025	0.08322383		
12/10/2025	0.08321813		
12/11/2025	0.08321243		
12/12/2025	0.08320673		
12/13/2025	0.08320103		
12/14/2025	0.08319534		
12/15/2025	0.08318964		
12/16/2025	0.08318394		
12/17/2025	0.08317824		
12/18/2025	0.08317254		
12/19/2025	0.08316685		
12/20/2025	0.08316115		
12/21/2025	0.08315546		
12/22/2025	0.08314976		
12/23/2025	0.08314406		
12/24/2025	0.08313837		
12/25/2025	0.08313268		
12/26/2025	0.08312698		
12/27/2025	0.08312129		
12/28/2025	0.08311559		
12/29/2025	0.08310990		
12/30/2025	0.08310421		
12/31/2025	0.08309852	0.00017664	0.00161445
TOTAL		0.00209773	0.02132178

Grayscale Horizen Trust (ZEN) Gross Proceeds and Expense Files show ZEN tokens per share owned in the Trust, as well as ZEN tokens paid out, proceeds, and expenses per share in the Trust. You can use this information to calculate your share of Trust expenses, and your gain or loss on sale of ZEN tokens to pay such expenses.

The Trust holds no assets other than ZEN tokens. Accordingly, when expenses are incurred, Trust assets (i.e., ZEN tokens) are sold to cover the expenses. The following example illustrates the tax consequences to the Shareholder. In Step 1, we discuss how a Shareholder would determine his or her stake in the Trust (i.e., how many ZEN tokens they own). In Step 2, we discuss how much of his or her stake is sold throughout the year to cover expenses (and how many ZEN tokens they still own). In Step 3, we determine the Shareholder's basis in the ZEN tokens sold by the Trust. Gain or loss from this sale is determined in relation to the basis of the assets sold. In Step 4, we determine the gain or loss from the sale of the assets and where the gain or loss is reported on the Shareholder's tax return. In Step 5, we calculate the Shareholder's portion of the Trust's expenses. In Step 6, we determine the Shareholder's new balance of ZEN tokens at the end of the year and his or her new cost basis in the ZEN tokens.

The following example is for illustrative purposes only and is not intended to be construed as tax advice. Shareholders should consult a tax professional in the use of their information on their respective tax returns.

Example: Shareholder XYZ purchases 20,000 Trust shares on 2/10/2025 at a price of \$1.02 per share for a total purchase price of \$20,400. Shareholder XYZ had no other purchases or sales of Trust shares during 2025 and held the shares for the remainder of 2025.

Step 1: Identify the shareholder's pro rata ownership of Horizen

Locate the Horizen Per Share amount on Shareholder XYZ's purchase date of 2/10/2025 in the gross proceeds file. In this example the number is 0.08496330. This represents the number of ZEN tokens per share on that date.

For Shareholder XYZ, the total amount of ZEN tokens owned for its 2/10/2025 purchase is 1,699.26600000 (0.08496330 per share multiplied by 20,000 shares purchased on 2/10/2025). Note: This step should be completed for each date on which Trust shares were purchased.

Step 2: Calculate the Horizen paid out from Shareholder XYZ's account during 2025 to pay expenses

The ZEN tokens paid out per share during 2025 includes the cumulative amounts of all ZEN token payouts for the period which includes the day after the purchase date of 2/10/2025 through the day before payout date.

During 2025, the total amount of ZEN tokens paid out after the 2/10/2025 purchase date is 0.00186076 per share. This is determined by taking the total amount of ZEN tokens per share paid out in 2025 (0.00209773) and subtracting the amount of ZEN tokens paid out prior to the purchase (0.00018024 from January plus 0.00005673 (10/28 multiplied by 0.00015884 from February)). Then multiply this number (0.00186076) by the number of shares owned (20,000) for a total of 37.21522857 ZEN tokens paid to cover trust expenses.

Step 3: Calculate Shareholder's cost basis in Horizen paid out from Shareholder's account

Total ZEN token payout (<i>Step 2</i>)	37.21522857		
ZEN tokens acquired (<i>Step 1</i>)	1,699.26600000	x	\$ 20,400
Cost basis of ZEN token payout	\$ 446.78		

Step 4: Calculate Shareholder's gain or loss on Horizen payout for each lot purchased

Identify all proceeds per share received by the Trust after Shareholder XYZ's 2/10/2025 purchase date. During 2025, periodic payouts for the period 2/11/2025 through 12/31/2025 generated proceeds per share of \$0.01704796 (total proceeds of payout of ZEN tokens for the year, \$0.02132178, less \$0.00427382, which is the proceeds of payouts made prior to purchase [\$0.00350573 from January] plus \$0.00076809 from the first ten days in February). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.01704796 per share X 20,000 shares	\$	340.96
Less: Total cost basis of ZEN token payout (<i>Step 3</i>)		446.78
Total Reportable Gain/(Loss)	\$	<u>(105.82)</u>
(To be reported on Shareholder's Form 1040 Schedule D)		

Step 5: Calculate Shareholder's investment expenses

Identify all expenses per share paid by the Trust after Shareholder XYZ's 2/10/2025 purchase date. During 2025, the expenses were paid periodically and for the period of 2/11/2025 through 12/31/2025 amounted to \$0.01704796 per share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share (<i>Step 4</i>)	\$	0.01704796
Total Shares		20,000
Total Expense	\$	<u>340.96</u>

Step 6: Calculate Shareholder's Adjusted Horizen Held and Cost Basis

ZEN tokens Purchased on 2/10/2025 (<i>Step 1</i>)		1,699.26600000
Less: ZEN token payout during 2025 (<i>Step 2</i>)		37.21522857
Adjusted Shareholder's ZEN tokens at 12/31/2025		<u>1,662.05077143</u>
Original Purchase Cost on 2/10/2025	\$	20,400.00
Less: Cost of ZEN token payout during 2025 (<i>Step 3</i>)		446.78
Adjusted Shareholder's basis at 12/31/2025	\$	<u>19,953.22</u>

Shareholder's adjusted ZEN tokens and adjusted cost calculated in Step 6 are his/her adjusted ZEN tokens and adjusted basis for the 2/10/2025 purchase at the end of 12/31/2025.

Shareholders with several purchases should calculate gain, loss and adjusted basis separately for each purchased lot and then sum up the results of each lot to arrive at the net reportable gain or loss and the total investment expenses. Shareholders who purchased their shares prior to 2025, and made no other purchases, should calculate their adjusted cost basis using the gross proceeds information for the relevant years by following the same steps as in the example above. The adjusted cost basis at 12/31/2024 should be used as the beginning cost for 2025 instead of the original purchase cost. Shareholders with an additional purchase in 2025 will have two cost lots to account for in 2025. The calculation of gains and losses will be affected by the cost basis method used to account for the sales.