

# **GRAYSCALE BITCOIN CASH TRUST (BCH)**

2024 Grantor Trust Tax Information

EIN: 82-6867376

CUSIP: 38963P109

Ticker: BCHG

The following information is being provided to assist Shareholders of the Grayscale Bitcoin Cash Trust (BCH) (the "Trust") with reporting of their taxable income and expenses for the period January 1, 2024 through December 31, 2024.

## **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 Bitcoin Cash ("BCH") tokens and, accordingly, received no income during the year.

The Trust paid expenses periodically, as shown in the attached 2024 Gross Proceeds File. These expenses are allocated into monthly periods as shown in the 2024 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 BCH 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. In lieu of Form 1099B, this information is contained in the attached 2024 Gross Proceeds File together with an example illustrating how a Shareholder should calculate gain or loss.

## **GLOSSARY OF TERMS**

Grayscale Bitcoin Cash Trust (BCH) - (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 BCH), amount of BCH paid to cover trust expenses (in BCH), and per share proceeds from BCH 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 BITCOIN CASH TRUST (BCH) 2024 EXPENSE FILE

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

Date	Expenses Per Share (USD)	Amount of BCH Per Share
January	0.00428893	0.00001828
February	0.00520191	0.00001690
March	0.01183712	0.00001807
April	0.00725081	0.00001690
May	0.00822989	0.00001797
June	0.00677455	0.00001729
July	0.00741031	0.00001775
August	0.00570827	0.00001772
September	0.00588930	0.00001728
October	0.00619350	0.00001762
November	0.00905931	0.00001719
December	0.00771323	0.00001770
Total for year	0.08555713	0.00021067

## 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 prorated based on the number of days held (see attached details for each month pages 3-14).

## Example illustrating calculation of a Shareholder's 2024 Grayscale Bitcoin Cash Trust (BCH) Expenses

Assume that a Shareholder purchased 20,000 shares on February 15, 2024 and sold them on September 15, 2024. For the month of February, Shareholder's expenses are \$0.00520191 (See Summary Table above – February Factor) x (14/29) = \$0.00251127 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 \$0.00588930 (See Summary Table above – September Factor) x (15/30) = \$0.00294465. The total expenses for the Shareholder are therefore \$0.05266687 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$1,053.34.

Total Expenses per Share	\$ 0.05266687
Number of Shares Held	20,000
<b>Total Expense</b>	<b>\$ 1,053.34</b>

(Please consult your tax advisor as to reporting)

# GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
1/1/2024	0.00864130		
1/2/2024	0.00864071		
1/3/2024	0.00864012		
1/4/2024	0.00863953		
1/5/2024	0.00863894		
1/6/2024	0.00863835		
1/7/2024	0.00863776		
1/8/2024	0.00863717		
1/9/2024	0.00863658		
1/10/2024	0.00863599		
1/11/2024	0.00863540		
1/12/2024	0.00863481		
1/13/2024	0.00863422		
1/14/2024	0.00863363		
1/15/2024	0.00863304		
1/16/2024	0.00863245		
1/17/2024	0.00863186		
1/18/2024	0.00863127		
1/19/2024	0.00863068		
1/20/2024	0.00863009		
1/21/2024	0.00862950		
1/22/2024	0.00862891		
1/23/2024	0.00862832		
1/24/2024	0.00862773		
1/25/2024	0.00862714		
1/26/2024	0.00862655		
1/27/2024	0.00862597		
1/28/2024	0.00862538		
1/29/2024	0.00862479		
1/30/2024	0.00862420		
<b>1/31/2024</b>	<b>0.00862361</b>	<b>0.00001828</b>	<b>0.00428893</b>

# GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
2/1/2024	0.00862302		
2/2/2024	0.00862243		
2/3/2024	0.00862184		
2/4/2024	0.00862125		
2/5/2024	0.00862066		
2/6/2024	0.00862007		
2/7/2024	0.00861949		
2/8/2024	0.00861890		
2/9/2024	0.00861831		
2/10/2024	0.00861772		
2/11/2024	0.00861713		
2/12/2024	0.00861654		
2/13/2024	0.00861595		
2/14/2024	0.00861537		
2/15/2024	0.00861478		
2/16/2024	0.00861419		
2/17/2024	0.00861360		
2/18/2024	0.00861301		
2/19/2024	0.00861242		
2/20/2024	0.00861184		
2/21/2024	0.00861125		
2/22/2024	0.00861066		
2/23/2024	0.00861007		
2/24/2024	0.00860948		
2/25/2024	0.00860889		
2/26/2024	0.00860831		
2/27/2024	0.00860772		
2/28/2024	0.00860713		
<b>2/29/2024</b>	<b>0.00860654</b>	<b>0.00001690</b>	<b>0.00520191</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
3/1/2024	0.00860595		
3/2/2024	0.00860537		
3/3/2024	0.00860478		
3/4/2024	0.00860419		
3/5/2024	0.00860360		
3/6/2024	0.00860302		
3/7/2024	0.00860243		
3/8/2024	0.00860184		
3/9/2024	0.00860125		
3/10/2024	0.00860067		
3/11/2024	0.00860008		
3/12/2024	0.00859949		
3/13/2024	0.00859890		
3/14/2024	0.00859832		
3/15/2024	0.00859773		
3/16/2024	0.00859714		
3/17/2024	0.00859655		
3/18/2024	0.00859597		
3/19/2024	0.00859538		
3/20/2024	0.00859479		
3/21/2024	0.00859421		
3/22/2024	0.00859362		
3/23/2024	0.00859303		
3/24/2024	0.00859244		
3/25/2024	0.00859186		
3/26/2024	0.00859127		
3/27/2024	0.00859068		
3/28/2024	0.00859010		
3/29/2024	0.00858951		
3/30/2024	0.00858892		
<b>3/31/2024</b>	<b>0.00858834</b>	<b>0.00001807</b>	<b>0.01183712</b>

# GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
4/1/2024	0.00858775		
4/2/2024	0.00858716		
4/3/2024	0.00858658		
4/4/2024	0.00858599		
4/5/2024	0.00858540		
4/6/2024	0.00858482		
4/7/2024	0.00858423		
4/8/2024	0.00858365		
4/9/2024	0.00858306		
4/10/2024	0.00858247		
4/11/2024	0.00858189		
4/12/2024	0.00858130		
4/13/2024	0.00858071		
4/14/2024	0.00858013		
4/15/2024	0.00857954		
4/16/2024	0.00857896		
4/17/2024	0.00857837		
4/18/2024	0.00857778		
4/19/2024	0.00857720		
4/20/2024	0.00857661		
4/21/2024	0.00857603		
4/22/2024	0.00857544		
4/23/2024	0.00857485		
4/24/2024	0.00857427		
4/25/2024	0.00857368		
4/26/2024	0.00857310		
4/27/2024	0.00857251		
4/28/2024	0.00857193		
4/29/2024	0.00857134		
<b>4/30/2024</b>	<b>0.00857076</b>	<b>0.00001690</b>	<b>0.00725081</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
5/1/2024	0.00857017		
5/2/2024	0.00856958		
5/3/2024	0.00856900		
5/4/2024	0.00856841		
5/5/2024	0.00856783		
5/6/2024	0.00856724		
5/7/2024	0.00856666		
5/8/2024	0.00856607		
5/9/2024	0.00856549		
5/10/2024	0.00856490		
5/11/2024	0.00856432		
5/12/2024	0.00856373		
5/13/2024	0.00856315		
5/14/2024	0.00856256		
5/15/2024	0.00856198		
5/16/2024	0.00856139		
5/17/2024	0.00856081		
5/18/2024	0.00856022		
5/19/2024	0.00855964		
5/20/2024	0.00855905		
5/21/2024	0.00855847		
5/22/2024	0.00855789		
5/23/2024	0.00855730		
5/24/2024	0.00855672		
5/25/2024	0.00855613		
5/26/2024	0.00855555		
5/27/2024	0.00855496		
5/28/2024	0.00855438		
5/29/2024	0.00855379		
5/30/2024	0.00855321		
<b>5/31/2024</b>	<b>0.00855263</b>	<b>0.00001797</b>	<b>0.00822989</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
6/1/2024	0.00855204		
6/2/2024	0.00855146		
6/3/2024	0.00855087		
6/4/2024	0.00855029		
6/5/2024	0.00854970		
6/6/2024	0.00854912		
6/7/2024	0.00854854		
6/8/2024	0.00854795		
6/9/2024	0.00854737		
6/10/2024	0.00854679		
6/11/2024	0.00854620		
6/12/2024	0.00854562		
6/13/2024	0.00854503		
6/14/2024	0.00854445		
6/15/2024	0.00854387		
6/16/2024	0.00854328		
6/17/2024	0.00854270		
6/18/2024	0.00854212		
6/19/2024	0.00854153		
6/20/2024	0.00854095		
6/21/2024	0.00854037		
6/22/2024	0.00853978		
6/23/2024	0.00853920		
6/24/2024	0.00853862		
6/25/2024	0.00853803		
6/26/2024	0.00853745		
6/27/2024	0.00853687		
6/28/2024	0.00853628		
6/29/2024	0.00853570		
<b>6/30/2024</b>	<b>0.00853512</b>	<b>0.00001729</b>	<b>0.00677455</b>



# GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
7/1/2024	0.00853453		
7/2/2024	0.00853395		
7/3/2024	0.00853337		
7/4/2024	0.00853279		
7/5/2024	0.00853220		
7/6/2024	0.00853162		
7/7/2024	0.00853104		
7/8/2024	0.00853045		
7/9/2024	0.00852987		
7/10/2024	0.00852929		
7/11/2024	0.00852871		
7/12/2024	0.00852812		
7/13/2024	0.00852754		
7/14/2024	0.00852696		
7/15/2024	0.00852638		
7/16/2024	0.00852579		
7/17/2024	0.00852521		
7/18/2024	0.00852463		
7/19/2024	0.00852405		
7/20/2024	0.00852346		
7/21/2024	0.00852288		
7/22/2024	0.00852230		
7/23/2024	0.00852172		
7/24/2024	0.00852114		
7/25/2024	0.00852055		
7/26/2024	0.00851997		
7/27/2024	0.00851939		
7/28/2024	0.00851881		
7/29/2024	0.00851823		
7/30/2024	0.00851764		
<b>7/31/2024</b>	<b>0.00851706</b>	<b>0.00001775</b>	<b>0.00741031</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
8/1/2024	0.00851648		
8/2/2024	0.00851590		
8/3/2024	0.00851532		
8/4/2024	0.00851474		
8/5/2024	0.00851415		
8/6/2024	0.00851357		
8/7/2024	0.00851299		
8/8/2024	0.00851241		
8/9/2024	0.00851183		
8/10/2024	0.00851125		
8/11/2024	0.00851067		
8/12/2024	0.00851008		
8/13/2024	0.00850950		
8/14/2024	0.00850892		
8/15/2024	0.00850834		
8/16/2024	0.00850776		
8/17/2024	0.00850718		
8/18/2024	0.00850660		
8/19/2024	0.00850602		
8/20/2024	0.00850543		
8/21/2024	0.00850485		
8/22/2024	0.00850427		
8/23/2024	0.00850369		
8/24/2024	0.00850311		
8/25/2024	0.00850253		
8/26/2024	0.00850195		
8/27/2024	0.00850137		
8/28/2024	0.00850079		
8/29/2024	0.00850021		
8/30/2024	0.00849963		
<b>8/31/2024</b>	<b>0.00849905</b>	<b>0.00001772</b>	<b>0.00570827</b>

# GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
9/1/2024	0.00849847		
9/2/2024	0.00849789		
9/3/2024	0.00849730		
9/4/2024	0.00849672		
9/5/2024	0.00849614		
9/6/2024	0.00849556		
9/7/2024	0.00849498		
9/8/2024	0.00849440		
9/9/2024	0.00849382		
9/10/2024	0.00849324		
9/11/2024	0.00849266		
9/12/2024	0.00849208		
9/13/2024	0.00849150		
9/14/2024	0.00849092		
9/15/2024	0.00849034		
9/16/2024	0.00848976		
9/17/2024	0.00848918		
9/18/2024	0.00848860		
9/19/2024	0.00848802		
9/20/2024	0.00848744		
9/21/2024	0.00848686		
9/22/2024	0.00848628		
9/23/2024	0.00848570		
9/24/2024	0.00848512		
9/25/2024	0.00848454		
9/26/2024	0.00848397		
9/27/2024	0.00848339		
9/28/2024	0.00848281		
9/29/2024	0.00848223		
<b>9/30/2024</b>	<b>0.00848165</b>	<b>0.00001728</b>	<b>0.00588930</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
10/1/2024	0.00848107		
10/2/2024	0.00848049		
10/3/2024	0.00847991		
10/4/2024	0.00847933		
10/5/2024	0.00847875		
10/6/2024	0.00847817		
10/7/2024	0.00847759		
10/8/2024	0.00847701		
10/9/2024	0.00847643		
10/10/2024	0.00847586		
10/11/2024	0.00847528		
10/12/2024	0.00847470		
10/13/2024	0.00847412		
10/14/2024	0.00847354		
10/15/2024	0.00847296		
10/16/2024	0.00847238		
10/17/2024	0.00847180		
10/18/2024	0.00847123		
10/19/2024	0.00847065		
10/20/2024	0.00847007		
10/21/2024	0.00846949		
10/22/2024	0.00846891		
10/23/2024	0.00846833		
10/24/2024	0.00846775		
10/25/2024	0.00846718		
10/26/2024	0.00846660		
10/27/2024	0.00846602		
10/28/2024	0.00846544		
10/29/2024	0.00846486		
10/30/2024	0.00846428		
<b>10/31/2024</b>	<b>0.00846371</b>	<b>0.00001762</b>	<b>0.00619350</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
11/1/2024	0.00846313		
11/2/2024	0.00846255		
11/3/2024	0.00846197		
11/4/2024	0.00846139		
11/5/2024	0.00846082		
11/6/2024	0.00846024		
11/7/2024	0.00845966		
11/8/2024	0.00845908		
11/9/2024	0.00845850		
11/10/2024	0.00845793		
11/11/2024	0.00845735		
11/12/2024	0.00845677		
11/13/2024	0.00845619		
11/14/2024	0.00845562		
11/15/2024	0.00845504		
11/16/2024	0.00845446		
11/17/2024	0.00845388		
11/18/2024	0.00845331		
11/19/2024	0.00845273		
11/20/2024	0.00845215		
11/21/2024	0.00845157		
11/22/2024	0.00845100		
11/23/2024	0.00845042		
11/24/2024	0.00844984		
11/25/2024	0.00844926		
11/26/2024	0.00844869		
11/27/2024	0.00844811		
11/28/2024	0.00844753		
11/29/2024	0.00844696		
<b>11/30/2024</b>	<b>0.00844638</b>	<b>0.00001719</b>	<b>0.00905931</b>

## GRAYSCALE BITCOIN CASH TRUST (BCH) 2024 GROSS PROCEEDS FILE

Date	BCH Per Share	Number of BCH Used to Cover Trust Expenses Per Share (in BCH)	Proceeds from Payout of BCH to Cover Trust Expenses Per Share (in USD)
12/1/2024	0.00844580		
12/2/2024	0.00844523		
12/3/2024	0.00844465		
12/4/2024	0.00844407		
12/5/2024	0.00844350		
12/6/2024	0.00844292		
12/7/2024	0.00844234		
12/8/2024	0.00844177		
12/9/2024	0.00844119		
12/10/2024	0.00844061		
12/11/2024	0.00844004		
12/12/2024	0.00843946		
12/13/2024	0.00843888		
12/14/2024	0.00843831		
12/15/2024	0.00843773		
12/16/2024	0.00843715		
12/17/2024	0.00843658		
12/18/2024	0.00843600		
12/19/2024	0.00843542		
12/20/2024	0.00843485		
12/21/2024	0.00843427		
12/22/2024	0.00843370		
12/23/2024	0.00843312		
12/24/2024	0.00843254		
12/25/2024	0.00843197		
12/26/2024	0.00843139		
12/27/2024	0.00843082		
12/28/2024	0.00843024		
12/29/2024	0.00842966		
12/30/2024	0.00842909		
<b>12/31/2024</b>	<b>0.00842851</b>	<b>0.00001770</b>	<b>0.00771323</b>
<b>TOTAL</b>		<b>0.00021067</b>	<b>0.08555713</b>

Grayscale Bitcoin Cash Trust (BCH) Gross Proceeds and Expense Files show BCH tokens per share owned in the Trust, as well as BCH 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 BCH tokens to pay such expenses.

The Trust holds no assets other than BCH tokens. Accordingly, when expenses are incurred, Trust assets (i.e., BCH 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 BCH 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 BCH tokens they still own). In Step 3, we determine the Shareholder's basis in the BCH 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 BCH tokens at the end of the year and his or her new cost basis in the BCH 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 2/10/2024 at a price of \$2.14 per share for a total purchase price of \$42,800. Shareholder XYZ had no other purchases or sales of Trust shares during 2024 and held the shares for the remainder of 2024.

**Step 1: Identify the shareholder's pro rata ownership of Bitcoin Cash**

Locate the Bitcoin Cash Per Share amount on Shareholder XYZ's purchase date of 2/10/2024 in the gross proceeds file. In this example the number is 0.00861772. This represents the number of BCH tokens per share on that date.

For Shareholder XYZ, the total amount of BCH tokens owned for its 2/10/2024 purchase is 172.35440000 (0.00861772 per share multiplied by 20,000 shares purchased on 2/10/2024). Note: This step should be completed for each date on which Trust shares were purchased.

**Step 2: Calculate the Bitcoin Cash paid out from Shareholder XYZ's account during 2024 to pay expenses**

The BCH tokens paid out per share during 2024 includes the cumulative amounts of all BCH token payouts for the period which includes the day after the purchase date of 2/10/2024 through the day before payout date.

During 2024, the total amount of BCH tokens paid out after the 2/10/2024 purchase date is 0.00018656 per share. This is determined by taking the total amount of BCH tokens per share paid out in 2024 (0.00021067) and subtracting the amount of BCH tokens paid out prior to the purchase (0.00001828 from January plus 0.00000583 (10/29 multiplied by 0.00001690 from February)). Then multiply this number (0.00018656) by the number of shares owned (20,000) for a total of 3.73124828 BCH tokens paid to cover trust expenses.

**Step 3: Calculate Shareholder's cost basis in Bitcoin Cash paid out from Shareholder's account**

Total BCH token payout ( <i>Step 2</i> )	3.73124828		
	<hr/>	x	\$ 42,800
BCH tokens acquired ( <i>Step 1</i> )	172.35440000		
Cost basis of BCH token payout	\$ 926.56		

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

Identify all proceeds per share received by the Trust after Shareholder XYZ's 2/10/2024 purchase date. During 2024, periodic payouts for the period 2/11/2024 through 12/31/2024 generated proceeds per share of \$0.07947444 (total proceeds of payout of BCH tokens for the year, \$0.08555713, less \$0.00608269, which is the proceeds of payouts made prior to purchase [\$0.00428893 from January] plus \$0.00179376 from the first ten days in February). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.07947444 per share X 20,000 shares	\$	1,589.49
Less: Total cost basis of BCH token payout ( <i>Step 3</i> )		926.56
Total Reportable Gain/(Loss)	\$	<hr/> 662.93
(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 2/10/2024 purchase date. During 2024, the expenses were paid periodically and for the period of 2/11/2024 through 12/31/2024 amounted to \$0.07947444 per share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share ( <i>Step 4</i> )	\$	0.07947444
Total Shares		20,000
Total Expense	\$	<hr/> 1,589.49

**Step 6: Calculate Shareholder's Adjusted Bitcoin Cash Held and Cost Basis**

BCH tokens Purchased on 2/10/2024 ( <i>Step 1</i> )	172.35440000
Less: BCH token payout during 2024 ( <i>Step 2</i> )	<hr/> 3.73124828
Adjusted Shareholder's BCH tokens at 12/31/2024	<hr/> 168.62315172
Original Purchase Cost on 2/10/2024	\$ 42,800.00
Less: Cost of BCH token payout during 2024 ( <i>Step 3</i> )	<hr/> 926.56
Adjusted Shareholder's basis at 12/31/2024	<hr/> \$ 41,873.44



Shareholder's adjusted BCH tokens and adjusted cost calculated in Step 6 are his/her adjusted BCH tokens and adjusted basis for the 2/10/2024 purchase at the end of 12/31/2024.

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 2024, 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 12/31/2023 should be used as the beginning cost for 2024 instead of the original purchase cost. Shareholders with an additional purchase in 2024 will have two cost lots to account for in 2024. The calculation of gains and losses will be affected by the cost basis method used to account for the sales.