

GRAYSCALE HORIZEN TRUST (ZEN)

2024 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, 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 Horizen ("ZEN") 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 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. 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 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) 2024 EXPENSE FILE

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

Date	Expenses Per Share (USD)	Amount of ZEN Per Share
January	0.00145247	0.00018479
February	0.00197876	0.00017252
March	0.00272926	0.00018404
April	0.00143072	0.00017773
May	0.00177957	0.00018327
June	0.00117699	0.00017699
July	0.00169369	0.00018251
August	0.00132586	0.00018212
September	0.00142992	0.00017588
October	0.00132579	0.00018137
November	0.00293026	0.00017515
December	0.00417502	0.00014441
Total for year	0.02342831	0.00212078

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 2024 Grayscale Horizen Trust (ZEN) 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 \$0.00197876 (See Summary Table above – February Factor) x (14/29) = \$0.00095526 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 \$0.00142992 (See Summary Table above – September Factor) x (15/30) = \$0.00071496. The total expenses for the Shareholder are therefore \$0.01180631 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$236.13.

Total Expenses per Share	\$ 0.01180631
Number of Shares Held	20,000
Total Expense	\$ 236.13

(Please consult your tax advisor as to reporting)

GRAYSCALE HORIZEN TRUST (ZEN) 2024 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)
1/1/2024	0.08735325		
1/2/2024	0.08734729		
1/3/2024	0.08734132		
1/4/2024	0.08733535		
1/5/2024	0.08732939		
1/6/2024	0.08732342		
1/7/2024	0.08731746		
1/8/2024	0.08731149		
1/9/2024	0.08730553		
1/10/2024	0.08729957		
1/11/2024	0.08729360		
1/12/2024	0.08728764		
1/13/2024	0.08728168		
1/14/2024	0.08727572		
1/15/2024	0.08726975		
1/16/2024	0.08726379		
1/17/2024	0.08725783		
1/18/2024	0.08725187		
1/19/2024	0.08724591		
1/20/2024	0.08723995		
1/21/2024	0.08723399		
1/22/2024	0.08722804		
1/23/2024	0.08722208		
1/24/2024	0.08721612		
1/25/2024	0.08721016		
1/26/2024	0.08720421		
1/27/2024	0.08719825		
1/28/2024	0.08719229		
1/29/2024	0.08718634		
1/30/2024	0.08718038		
1/31/2024	0.08717443	0.00018479	0.00145247

GRAYSCALE HORIZEN TRUST (ZEN) 2024 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)
2/1/2024	0.08716847		
2/2/2024	0.08716252		
2/3/2024	0.08715656		
2/4/2024	0.08715061		
2/5/2024	0.08714466		
2/6/2024	0.08713871		
2/7/2024	0.08713275		
2/8/2024	0.08712680		
2/9/2024	0.08712085		
2/10/2024	0.08711490		
2/11/2024	0.08710895		
2/12/2024	0.08710300		
2/13/2024	0.08709705		
2/14/2024	0.08709110		
2/15/2024	0.08708515		
2/16/2024	0.08707920		
2/17/2024	0.08707325		
2/18/2024	0.08706731		
2/19/2024	0.08706136		
2/20/2024	0.08705541		
2/21/2024	0.08704947		
2/22/2024	0.08704352		
2/23/2024	0.08703757		
2/24/2024	0.08703163		
2/25/2024	0.08702568		
2/26/2024	0.08701974		
2/27/2024	0.08701380		
2/28/2024	0.08700785		
2/29/2024	0.08700191	0.00017252	0.00197876

GRAYSCALE HORIZEN TRUST (ZEN) 2024 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)
3/1/2024	0.08699597		
3/2/2024	0.08699002		
3/3/2024	0.08698408		
3/4/2024	0.08697814		
3/5/2024	0.08697220		
3/6/2024	0.08696626		
3/7/2024	0.08696032		
3/8/2024	0.08695438		
3/9/2024	0.08694844		
3/10/2024	0.08694250		
3/11/2024	0.08693656		
3/12/2024	0.08693062		
3/13/2024	0.08692469		
3/14/2024	0.08691875		
3/15/2024	0.08691281		
3/16/2024	0.08690687		
3/17/2024	0.08690094		
3/18/2024	0.08689500		
3/19/2024	0.08688907		
3/20/2024	0.08688313		
3/21/2024	0.08687720		
3/22/2024	0.08687126		
3/23/2024	0.08686533		
3/24/2024	0.08685940		
3/25/2024	0.08685346		
3/26/2024	0.08684753		
3/27/2024	0.08684160		
3/28/2024	0.08683567		
3/29/2024	0.08682973		
3/30/2024	0.08682380		
3/31/2024	0.08681787	0.00018404	0.00272926

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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)
4/1/2024	0.08681194		
4/2/2024	0.08680601		
4/3/2024	0.08680008		
4/4/2024	0.08679415		
4/5/2024	0.08678823		
4/6/2024	0.08678230		
4/7/2024	0.08677637		
4/8/2024	0.08677044		
4/9/2024	0.08676452		
4/10/2024	0.08675859		
4/11/2024	0.08675266		
4/12/2024	0.08674674		
4/13/2024	0.08674081		
4/14/2024	0.08673489		
4/15/2024	0.08672896		
4/16/2024	0.08672304		
4/17/2024	0.08671712		
4/18/2024	0.08671119		
4/19/2024	0.08670527		
4/20/2024	0.08669935		
4/21/2024	0.08669342		
4/22/2024	0.08668750		
4/23/2024	0.08668158		
4/24/2024	0.08667566		
4/25/2024	0.08666974		
4/26/2024	0.08666382		
4/27/2024	0.08665790		
4/28/2024	0.08665198		
4/29/2024	0.08664606		
4/30/2024	0.08664014	0.00017773	0.00143072

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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)
5/1/2024	0.08663423		
5/2/2024	0.08662831		
5/3/2024	0.08662239		
5/4/2024	0.08661647		
5/5/2024	0.08661056		
5/6/2024	0.08660464		
5/7/2024	0.08659873		
5/8/2024	0.08659281		
5/9/2024	0.08658690		
5/10/2024	0.08658098		
5/11/2024	0.08657507		
5/12/2024	0.08656915		
5/13/2024	0.08656324		
5/14/2024	0.08655733		
5/15/2024	0.08655142		
5/16/2024	0.08654550		
5/17/2024	0.08653959		
5/18/2024	0.08653368		
5/19/2024	0.08652777		
5/20/2024	0.08652186		
5/21/2024	0.08651595		
5/22/2024	0.08651004		
5/23/2024	0.08650413		
5/24/2024	0.08649822		
5/25/2024	0.08649231		
5/26/2024	0.08648641		
5/27/2024	0.08648050		
5/28/2024	0.08647459		
5/29/2024	0.08646868		
5/30/2024	0.08646278		
5/31/2024	0.08645687	0.00018327	0.00177957

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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)
6/1/2024	0.08645097		
6/2/2024	0.08644506		
6/3/2024	0.08643916		
6/4/2024	0.08643325		
6/5/2024	0.08642735		
6/6/2024	0.08642145		
6/7/2024	0.08641554		
6/8/2024	0.08640964		
6/9/2024	0.08640374		
6/10/2024	0.08639784		
6/11/2024	0.08639193		
6/12/2024	0.08638603		
6/13/2024	0.08638013		
6/14/2024	0.08637423		
6/15/2024	0.08636833		
6/16/2024	0.08636243		
6/17/2024	0.08635653		
6/18/2024	0.08635063		
6/19/2024	0.08634474		
6/20/2024	0.08633884		
6/21/2024	0.08633294		
6/22/2024	0.08632704		
6/23/2024	0.08632115		
6/24/2024	0.08631525		
6/25/2024	0.08630936		
6/26/2024	0.08630346		
6/27/2024	0.08629756		
6/28/2024	0.08629167		
6/29/2024	0.08628578		
6/30/2024	0.08627988	0.00017699	0.00117699

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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)
7/1/2024	0.08627399		
7/2/2024	0.08626810		
7/3/2024	0.08626220		
7/4/2024	0.08625631		
7/5/2024	0.08625042		
7/6/2024	0.08624453		
7/7/2024	0.08623864		
7/8/2024	0.08623275		
7/9/2024	0.08622686		
7/10/2024	0.08622097		
7/11/2024	0.08621508		
7/12/2024	0.08620919		
7/13/2024	0.08620330		
7/14/2024	0.08619741		
7/15/2024	0.08619152		
7/16/2024	0.08618564		
7/17/2024	0.08617975		
7/18/2024	0.08617386		
7/19/2024	0.08616798		
7/20/2024	0.08616209		
7/21/2024	0.08615620		
7/22/2024	0.08615032		
7/23/2024	0.08614443		
7/24/2024	0.08613855		
7/25/2024	0.08613267		
7/26/2024	0.08612678		
7/27/2024	0.08612090		
7/28/2024	0.08611502		
7/29/2024	0.08610914		
7/30/2024	0.08610325		
7/31/2024	0.08609737	0.00018251	0.00169369

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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)
8/1/2024	0.08609149		
8/2/2024	0.08608561		
8/3/2024	0.08607973		
8/4/2024	0.08607385		
8/5/2024	0.08606797		
8/6/2024	0.08606209		
8/7/2024	0.08605621		
8/8/2024	0.08605034		
8/9/2024	0.08604446		
8/10/2024	0.08603858		
8/11/2024	0.08603270		
8/12/2024	0.08602683		
8/13/2024	0.08602095		
8/14/2024	0.08601508		
8/15/2024	0.08600920		
8/16/2024	0.08600333		
8/17/2024	0.08599745		
8/18/2024	0.08599158		
8/19/2024	0.08598570		
8/20/2024	0.08597983		
8/21/2024	0.08597396		
8/22/2024	0.08596808		
8/23/2024	0.08596221		
8/24/2024	0.08595634		
8/25/2024	0.08595047		
8/26/2024	0.08594460		
8/27/2024	0.08593873		
8/28/2024	0.08593286		
8/29/2024	0.08592699		
8/30/2024	0.08592112		
8/31/2024	0.08591525	0.00018212	0.00132586

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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)
9/1/2024	0.08590938		
9/2/2024	0.08590351		
9/3/2024	0.08589764		
9/4/2024	0.08589178		
9/5/2024	0.08588591		
9/6/2024	0.08588004		
9/7/2024	0.08587418		
9/8/2024	0.08586831		
9/9/2024	0.08586245		
9/10/2024	0.08585658		
9/11/2024	0.08585072		
9/12/2024	0.08584485		
9/13/2024	0.08583899		
9/14/2024	0.08583313		
9/15/2024	0.08582726		
9/16/2024	0.08582140		
9/17/2024	0.08581554		
9/18/2024	0.08580968		
9/19/2024	0.08580382		
9/20/2024	0.08579795		
9/21/2024	0.08579209		
9/22/2024	0.08578623		
9/23/2024	0.08578037		
9/24/2024	0.08577452		
9/25/2024	0.08576866		
9/26/2024	0.08576280		
9/27/2024	0.08575694		
9/28/2024	0.08575108		
9/29/2024	0.08574522		
9/30/2024	0.08573937	0.00017588	0.00142992

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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)
10/1/2024	0.08573351		
10/2/2024	0.08572765		
10/3/2024	0.08572180		
10/4/2024	0.08571594		
10/5/2024	0.08571009		
10/6/2024	0.08570423		
10/7/2024	0.08569838		
10/8/2024	0.08569253		
10/9/2024	0.08568667		
10/10/2024	0.08568082		
10/11/2024	0.08567497		
10/12/2024	0.08566912		
10/13/2024	0.08566326		
10/14/2024	0.08565741		
10/15/2024	0.08565156		
10/16/2024	0.08564571		
10/17/2024	0.08563986		
10/18/2024	0.08563401		
10/19/2024	0.08562816		
10/20/2024	0.08562231		
10/21/2024	0.08561646		
10/22/2024	0.08561062		
10/23/2024	0.08560477		
10/24/2024	0.08559892		
10/25/2024	0.08559307		
10/26/2024	0.08558723		
10/27/2024	0.08558138		
10/28/2024	0.08557554		
10/29/2024	0.08556969		
10/30/2024	0.08556385		
10/31/2024	0.08555800	0.00018137	0.00132579

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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)
11/1/2024	0.08555216		
11/2/2024	0.08554631		
11/3/2024	0.08554047		
11/4/2024	0.08553463		
11/5/2024	0.08552878		
11/6/2024	0.08552294		
11/7/2024	0.08551710		
11/8/2024	0.08551126		
11/9/2024	0.08550542		
11/10/2024	0.08549958		
11/11/2024	0.08549374		
11/12/2024	0.08548790		
11/13/2024	0.08548206		
11/14/2024	0.08547622		
11/15/2024	0.08547038		
11/16/2024	0.08546454		
11/17/2024	0.08545871		
11/18/2024	0.08545287		
11/19/2024	0.08544703		
11/20/2024	0.08544119		
11/21/2024	0.08543536		
11/22/2024	0.08542952		
11/23/2024	0.08542369		
11/24/2024	0.08541785		
11/25/2024	0.08541202		
11/26/2024	0.08540618		
11/27/2024	0.08540035		
11/28/2024	0.08539452		
11/29/2024	0.08538868		
11/30/2024	0.08538285	0.00017515	0.00293026

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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)
12/1/2024	0.08537702		
12/2/2024	0.08537119		
12/3/2024	0.08536536		
12/4/2024	0.08535953		
12/5/2024	0.08535369		
12/6/2024	0.08534786		
12/7/2024	0.08534203		
12/8/2024	0.08533621		
12/9/2024	0.08533038		
12/10/2024	0.08532455		
12/11/2024	0.08531872		
12/12/2024	0.08531289		
12/13/2024	0.08530706		
12/14/2024	0.08530124		
12/15/2024	0.08529541		
12/16/2024	0.08528958		
12/17/2024	0.08528376		
12/18/2024	0.08527793		
12/19/2024	0.08527211		
12/20/2024	0.08526628		
12/21/2024	0.08526046		
12/22/2024	0.08525464		
12/23/2024	0.08524881		
12/24/2024	0.08524299		
12/25/2024	0.08523717		
12/26/2024	0.08523134		
12/27/2024	0.08522552		
12/28/2024	0.08521970		
12/29/2024	0.08521388		
12/30/2024	0.08520806		
12/31/2024	0.08520224	0.00014441	0.00417502
TOTAL		0.00212078	0.02342831

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 2/10/2024 at a price of \$0.70 per share for a total purchase price of \$14,000. 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 Horizen

Locate the Horizen Per Share amount on Shareholder XYZ's purchase date of 2/10/2024 in the gross proceeds file. In this example the number is 0.08711490. This represents the number of ZEN tokens per share on that date.

For Shareholder XYZ, the total amount of ZEN tokens owned for its 2/10/2024 purchase is 1,742.29800000 (0.08711490 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 Horizen paid out from Shareholder XYZ's account during 2024 to pay expenses

The ZEN tokens paid out per share during 2024 includes the cumulative amounts of all ZEN 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 ZEN tokens paid out after the 2/10/2024 purchase date is 0.00187650 per share. This is determined by taking the total amount of ZEN tokens per share paid out in 2024 (0.00212078) and subtracting the amount of ZEN tokens paid out prior to the purchase (0.00018479 from January plus 0.00005949 (10/29 multiplied by 0.00017252 from February)). Then multiply this number (0.00187650) by the number of shares owned (20,000) for a total of 37.53000690 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>)	37.53000690		
	-----	x	\$ 14,000
ZEN tokens acquired (<i>Step 1</i>)	1,742.29800000		
Cost basis of ZEN token payout	\$ 301.57		

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 2/10/2024 purchase date. During 2024, periodic payouts for the period 2/11/2024 through 12/31/2024 generated proceeds per share of \$0.02129351 (total proceeds of payout of ZEN tokens for the year, \$0.02342831, less \$0.00213480, which is the proceeds of payouts made prior to purchase [\$0.00145247 from January] plus \$0.00068233 from the first ten days in February). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.02129351 per share X 20,000 shares	\$	425.87
Less: Total cost basis of ZEN token payout (<i>Step 3</i>)		301.57
Total Reportable Gain/(Loss)	\$	<u>124.30</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 2/10/2024 purchase date. During 2024, the expenses were paid periodically and for the period of 2/11/2024 through 12/31/2024 amounted to \$0.02129351 per share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share (<i>Step 4</i>)	\$	0.02129351
Total Shares		<u>20,000</u>
Total Expense	\$	<u>425.87</u>

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

ZEN tokens Purchased on 2/10/2024 (<i>Step 1</i>)		1,742.29800000
Less: ZEN token payout during 2024 (<i>Step 2</i>)		<u>37.53000690</u>
Adjusted Shareholder's ZEN tokens at 12/31/2024		<u>1,704.76799310</u>
Original Purchase Cost on 2/10/2024	\$	14,000.00
Less: Cost of ZEN token payout during 2024 (<i>Step 3</i>)		<u>301.57</u>
Adjusted Shareholder's basis at 12/31/2024	\$	<u>13,698.43</u>

Shareholder's adjusted ZEN tokens and adjusted cost calculated in Step 6 are his/her adjusted ZEN tokens and adjusted basis for the 2/10/2024 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.