

**OSPREY BITCOIN TRUST (BTC)**  
**2024 Grantor Trust Tax Information**  
**EIN: 37-6695894**

The following information is being provided to assist Unitholders of the Osprey Bitcoin Trust (BTC) (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 Unitholders.

**TAXATION OF US INDIVIDUAL UNITHOLDERS**

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

The Trust holds only Bitcoin ("BTC") tokens and, accordingly, received 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 Unitholder's share of expenses is provided.

Because the Trust sold only a de minimis amount of BTC for payment of Trust expenses during the year and made no distributions of sale proceeds to its Unitholders, 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 Unitholders 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 Unitholder should calculate gain or loss.

**GLOSSARY OF TERMS**

Osprey Bitcoin Trust (BTC) - (the "Trust")

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

Gross Proceeds File – Summary of daily value per unit (in BTC), amount of BTC sold (in BTC), and per Unit proceeds from BTC sold (in USD) - (pages 3 -11)

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

## OSPREY BITCOIN TRUST (BTC) 2024 EXPENSE FILE

Summary of Expenses and Sales by Month		
Date	Expenses Per Unit (USD)	Amount of BTC Sold Per Unit
January	0.02063362	0.00000018
February	0.01483501	0.00000055
March	0.03926956	0.00000043
April	0.01653350	0.00000025
May	0.01624581	0.00000049
June	0.01425120	0.00000029
July	0.01339081	0.00000019
August	0.01294798	0.00000019
September	0.01270863	0.00000027
October	0.02705163	0.00000031
November	0.02869255	0.00000026
December	0.03617808	0.00000019
<b>Total for year</b>	<b>0.25273838</b>	<b>0.00000360</b>

### How to Calculate the Unitholder's Investment Expenses

Identify in the table above the months (full and partial) in which the Unitholder held Units in the Trust. The amount in the column labeled "Expenses Per Unit," represents the amount of investment expense paid per Unit for a full month. For any month in which the Units were not held on each day in such month, the expenses should be pro-rated based on the actual number of days held.

### Example illustrating calculation of a Unitholder's 2024 Osprey Bitcoin Trust (BTC) Expenses

Assume that a Unitholder purchased 20,000 Units on February 15, 2024 and sold them on September 15, 2024. For the month of February, Unitholder's expenses are \$0.00767328 (See Summary Table above – February Factor) x (15/29) per Unit. For the months of March through August, the expenses per Unit are as shown in the summary table above. For the month of September, Unitholder's expenses are \$0.00635432 (See Summary Table above – September Factor) x (15/30) per Unit. The total expenses for Unitholder are therefore \$0.12666645 (sum of all factors from February 15<sup>th</sup> through September 15<sup>th</sup>) per Unit multiplied by the number of Units held (20,000), or \$2,533.33.

Total Expenses per Unit	0.12666645
Number of Units Held	20,000
<b>Total Expense</b>	<b>\$ 2,533.33</b>
(Please consult your tax advisor as to reporting)	

**OSPREY BITCOIN TRUST (BTC) 2024 GROSS PROCEEDS FILE**

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
1/1/2024	0.0003294900000		
1/2/2024	0.0003294860000		
1/3/2024	0.0003294720000		
1/4/2024	0.0003294650000	0.00000014	0.005864316
1/5/2024	0.0003294550000		
1/6/2024	0.0003294450000		
1/7/2024	0.0003294350000		
1/8/2024	0.0003294330000		
1/9/2024	0.0003294230000		
1/10/2024	0.0003294120000		
1/11/2024	0.0003292440000		
1/12/2024	0.0003292160000		
1/13/2024	0.0003292060000		
1/14/2024	0.0003291960000		
1/15/2024	0.0003291860000		
1/16/2024	0.0003291720000		
1/17/2024	0.0003291580000		
1/18/2024	0.0003291320000	0.00000005	0.001996554
1/19/2024	0.0003291290000		
1/20/2024	0.0003291190000		
1/21/2024	0.0003291090000		
1/22/2024	0.0003290870000		
1/23/2024	0.0003290670000		
1/24/2024	0.0003290600000		
1/25/2024	0.0003290530000		
1/26/2024	0.0003290630000		
1/27/2024	0.0003290530000		
1/28/2024	0.0003290430000		
1/29/2024	0.0003290430000		
1/30/2024	0.0003290370000		
1/31/2024	0.0003290170000		
2/1/2024	0.0003290120000		
2/2/2024	0.0003290010000	0.00000014	0.005891792
2/3/2024	0.0003289910000		
2/4/2024	0.0003289810000		
2/5/2024	0.0003289660000		
2/6/2024	0.0003289270000	0.00000037	0.015871589
2/7/2024	0.0003289190000		
2/8/2024	0.0003289120000		
2/9/2024	0.0003289060000		
2/10/2024	0.0003288960000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
2/12/2024	0.0003288830000		
2/13/2024	0.0003288720000		
2/14/2024	0.0003288670000		
2/15/2024	0.0003288580000	0.00000003	0.001796953
2/16/2024	0.0003288490000		
2/17/2024	0.0003288400000		
2/18/2024	0.0003288310000		
2/19/2024	0.0003288210000		
2/20/2024	0.0003288120000		
2/21/2024	0.0003288010000		
2/22/2024	0.0003287940000		
2/23/2024	0.0003287830000		
2/24/2024	0.0003287730000		
2/25/2024	0.0003287640000		
2/26/2024	0.0003287630000		
2/27/2024	0.0003287600000		
2/28/2024	0.0003287580000		
2/29/2024	0.0003287520000		
3/1/2024	0.0003287450000		
3/2/2024	0.0003287370000		
3/3/2024	0.0003287280000		
3/4/2024	0.0003287290000	0.00000013	0.008064810
3/5/2024	0.0003287080000		
3/6/2024	0.0003287110000		
3/7/2024	0.0003287040000		
3/8/2024	0.0003285360000	0.00000031	0.020664665
3/9/2024	0.0003285280000		
3/10/2024	0.0003285200000		
3/11/2024	0.0003285120000		
3/12/2024	0.0003285030000		
3/13/2024	0.0003284950000		
3/14/2024	0.0003284860000		
3/15/2024	0.0003284780000		
3/16/2024	0.0003284690000		
3/17/2024	0.0003284610000		
3/18/2024	0.0003284510000		
3/19/2024	0.0003284410000		
3/20/2024	0.0003284340000		
3/21/2024	0.0003284250000		
3/22/2024	0.0003284150000		
3/23/2024	0.0003284070000		
3/24/2024	0.0003283980000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
3/26/2024	0.0003283870000		
3/27/2024	0.0003283770000		
3/28/2024	0.0003283710000		
3/29/2024	0.0003283620000		
3/30/2024	0.0003283530000		
3/31/2024	0.0003283430000		
4/1/2024	0.0003283320000		
4/2/2024	0.0003283150000		
4/3/2024	0.0003283050000	0.00000018	0.012191525
4/4/2024	0.0003283030000		
4/5/2024	0.0003282920000		
4/6/2024	0.0003282840000		
4/7/2024	0.0003282750000		
4/8/2024	0.0003282770000		
4/9/2024	0.0003282620000		
4/10/2024	0.0003282570000		
4/11/2024	0.0003282490000		
4/12/2024	0.0003282320000		
4/13/2024	0.0003282240000	0.00000006	0.004024011
4/14/2024	0.0003282160000		
4/15/2024	0.0003282000000		
4/16/2024	0.0003281900000		
4/17/2024	0.0003281780000		
4/18/2024	0.0003281750000		
4/19/2024	0.0003281690000		
4/20/2024	0.0003281610000		
4/21/2024	0.0003281520000		
4/22/2024	0.0003281500000		
4/23/2024	0.0003281410000		
4/24/2024	0.0003281270000		
4/25/2024	0.0003281210000		
4/26/2024	0.0003281100000		
4/27/2024	0.0003281020000		
4/28/2024	0.0003280940000		
4/29/2024	0.0003280840000		
4/30/2024	0.0003280630000		
5/1/2024	0.0003280470000		
5/2/2024	0.0003280470000		
5/3/2024	0.0003280480000		
5/4/2024	0.0003280400000		
5/5/2024	0.0003280320000		
5/6/2024	0.0003280280000	0.00000013	0.008205155

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
5/8/2024	0.0003280140000		
5/9/2024	0.0003280050000		
5/10/2024	0.0003280010000		
5/11/2024	0.0003279930000		
5/12/2024	0.0003279850000		
5/13/2024	0.0003279710000		
5/14/2024	0.0003279660000		
5/15/2024	0.0003279500000		
5/16/2024	0.0003279430000		
5/17/2024	0.0003279320000		
5/18/2024	0.0003279240000		
5/19/2024	0.0003279160000		
5/20/2024	0.0003279050000		
5/21/2024	0.0003278980000		
5/22/2024	0.0003278890000		
5/23/2024	0.0003278840000		
5/24/2024	0.0003278740000		
5/25/2024	0.0003278660000		
5/26/2024	0.0003278580000		
5/27/2024	0.0003278500000		
5/28/2024	0.0003278430000		
5/29/2024	0.0003278360000		
5/30/2024	0.0003278270000		
5/31/2024	0.0003278200000		
6/1/2024	0.0003278150000		
6/2/2024	0.0003278100000		
6/3/2024	0.0003278050000	0.00000014	0.009222936
6/4/2024	0.0003277860000		
6/5/2024	0.0003277780000		
6/6/2024	0.0003277710000		
6/7/2024	0.0003277630000		
6/8/2024	0.0003277550000		
6/9/2024	0.0003277470000		
6/10/2024	0.0003277390000		
6/11/2024	0.0003277380000	0.00000015	0.010349159
6/12/2024	0.0003277310000		
6/13/2024	0.0003277260000		
6/14/2024	0.0003277220000		
6/15/2024	0.0003277150000		
6/16/2024	0.0003277080000		
6/17/2024	0.0003276990000		
6/18/2024	0.0003276970000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
6/20/2024	0.0003276820000		
6/21/2024	0.0003276770000		
6/22/2024	0.0003276700000		
6/23/2024	0.0003276630000		
6/24/2024	0.0003276680000		
6/25/2024	0.0003276550000		
6/26/2024	0.0003276500000		
6/27/2024	0.0003276420000		
6/28/2024	0.0003276390000		
6/29/2024	0.0003276320000		
6/30/2024	0.0003276250000		
7/1/2024	0.0003276110000		
7/2/2024	0.0003276070000	0.00000013	0.008336647
7/3/2024	0.0003276040000		
7/4/2024	0.0003275970000		
7/5/2024	0.0003275970000		
7/6/2024	0.0003275900000		
7/7/2024	0.0003275830000		
7/8/2024	0.0003275760000		
7/9/2024	0.0003275660000		
7/10/2024	0.0003275600000		
7/11/2024	0.0003275530000		
7/12/2024	0.0003275460000	0.00000005	0.003140609
7/13/2024	0.0003275390000		
7/14/2024	0.0003275320000		
7/15/2024	0.0003275100000		
7/16/2024	0.0003274990000		
7/17/2024	0.0003274940000		
7/18/2024	0.0003274890000		
7/19/2024	0.0003274750000		
7/20/2024	0.0003274680000		
7/21/2024	0.0003274610000		
7/22/2024	0.0003274530000		
7/23/2024	0.0003274510000		
7/24/2024	0.0003274440000		
7/25/2024	0.0003274390000		
7/26/2024	0.0003274260000		
7/27/2024	0.0003274190000		
7/28/2024	0.0003274130000		
7/29/2024	0.0003274070000		
7/30/2024	0.0003274020000		
7/31/2024	0.0003273960000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
8/2/2024	0.0003273870000	0.00000014	0.008634019
8/3/2024	0.0003273800000		
8/4/2024	0.0003273730000		
8/5/2024	0.0003273820000		
8/6/2024	0.0003273680000		
8/7/2024	0.0003273650000		
8/8/2024	0.0003273460000	0.00000006	0.003134887
8/9/2024	0.0003273360000		
8/10/2024	0.0003273290000		
8/11/2024	0.0003273220000		
8/12/2024	0.0003273190000		
8/13/2024	0.0003273080000		
8/14/2024	0.0003273050000		
8/15/2024	0.0003273020000		
8/16/2024	0.0003272890000		
8/17/2024	0.0003272820000		
8/18/2024	0.0003272760000		
8/19/2024	0.0003272700000		
8/20/2024	0.0003272620000		
8/21/2024	0.0003272510000		
8/22/2024	0.0003272470000		
8/23/2024	0.0003272340000		
8/24/2024	0.0003272280000		
8/25/2024	0.0003272210000		
8/26/2024	0.0003272140000		
8/27/2024	0.0003272090000		
8/28/2024	0.0003272070000		
8/29/2024	0.0003271990000		
8/30/2024	0.0003271930000		
8/31/2024	0.0003271860000		
9/1/2024	0.0003271790000		
9/2/2024	0.0003271720000		
9/3/2024	0.0003271660000		
9/4/2024	0.0003271590000	0.00000014	0.007902508
9/5/2024	0.0003271550000		
9/6/2024	0.0003271510000		
9/7/2024	0.0003271440000		
9/8/2024	0.0003271370000		
9/9/2024	0.0003271260000		
9/10/2024	0.0003271180000		
9/11/2024	0.0003271110000		
9/12/2024	0.0003271030000		



<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
9/14/2024	0.0003270880000		
9/15/2024	0.0003270810000		
9/16/2024	0.0003270760000		
9/17/2024	0.0003270600000	0.00000013	0.007719184
9/18/2024	0.0003270520000		
9/19/2024	0.0003270370000		
9/20/2024	0.0003270320000		
9/21/2024	0.0003270250000		
9/22/2024	0.0003270180000		
9/23/2024	0.0003270100000		
9/24/2024	0.0003270010000		
9/25/2024	0.0003269970000		
9/26/2024	0.0003269860000		
9/27/2024	0.0003269780000		
9/28/2024	0.0003269710000		
9/29/2024	0.0003269640000		
9/30/2024	0.0003269610000		
10/1/2024	0.0003269580000	0.00000013	0.008359993
10/2/2024	0.0003269540000		
10/3/2024	0.0003269460000		
10/4/2024	0.0003269360000		
10/5/2024	0.0003269290000		
10/6/2024	0.0003269220000		
10/7/2024	0.0003269140000		
10/8/2024	0.0003269090000		
10/9/2024	0.0003269040000		
10/10/2024	0.0003268990000		
10/11/2024	0.0003268870000		
10/12/2024	0.0003268800000		
10/13/2024	0.0003268730000		
10/14/2024	0.0003268620000		
10/15/2024	0.0003268540000		
10/16/2024	0.0003267250000	0.00000018	0.012135385
10/17/2024	0.0003267150000		
10/18/2024	0.0003267000000		
10/19/2024	0.0003266880000		
10/20/2024	0.0003266760000		
10/21/2024	0.0003266660000		
10/22/2024	0.0003266540000		
10/23/2024	0.0003266440000		
10/24/2024	0.0003266300000		
10/25/2024	0.0003266200000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
10/27/2024	0.0003265960000		
10/28/2024	0.0003265820000		
10/29/2024	0.0003265690000		
10/30/2024	0.0003265580000		
10/31/2024	0.0003265470000		
11/1/2024	0.0003265360000		
11/2/2024	0.0003265240000		
11/3/2024	0.0003265120000		
11/4/2024	0.0003265010000	0.00000014	0.009412116
11/5/2024	0.0003264890000		
11/6/2024	0.0003264790000		
11/7/2024	0.0003264680000		
11/8/2024	0.0003264570000		
11/9/2024	0.0003264460000		
11/10/2024	0.0003264350000		
11/11/2024	0.0003264300000		
11/12/2024	0.0003264210000		
11/13/2024	0.0003264110000		
11/14/2024	0.0003264020000	0.00000012	0.010872755
11/15/2024	0.0003263890000		
11/16/2024	0.0003263790000		
11/17/2024	0.0003263690000		
11/18/2024	0.0003263580000		
11/19/2024	0.0003263470000		
11/20/2024	0.0003263350000		
11/21/2024	0.0003263230000		
11/22/2024	0.0003263110000		
11/23/2024	0.0003263000000		
11/24/2024	0.0003262890000		
11/25/2024	0.0003262770000		
11/26/2024	0.0003262650000		
11/27/2024	0.0003262550000		
11/28/2024	0.0003262440000		
11/29/2024	0.0003262330000		
11/30/2024	0.0003262220000		
12/1/2024	0.0003262110000		
12/2/2024	0.0003261980000		
12/3/2024	0.0003261870000		
12/4/2024	0.0003261780000		
12/5/2024	0.0003261670000		
12/6/2024	0.0003261580000	0.00000013	0.013032104
12/7/2024	0.0003261470000		

<b>Date</b>	<b>BTC/Unit (Net)</b>	<b>BTC Sold per Unit (in BTC)</b>	<b>Proceeds from Sales of BTC per Unit (in USD)</b>
12/9/2024	0.0003261190000		
12/10/2024	0.0003261080000		
12/11/2024	0.0003261030000		
12/12/2024	0.0003260900000		
12/13/2024	0.0003260620000	0.00000006	0.006014446
12/14/2024	0.0003260510000		
12/15/2024	0.0003260400000		
12/16/2024	0.0003260340000		
12/17/2024	0.0003260240000		
12/18/2024	0.0003260060000		
12/19/2024	0.0003259890000		
12/20/2024	0.0003259780000		
12/21/2024	0.0003259670000		
12/22/2024	0.0003259560000		
12/23/2024	0.0003259380000		
12/24/2024	0.0003259350000		
12/25/2024	0.0003259230000		
12/26/2024	0.0003259090000		
12/27/2024	0.0003258950000		
12/28/2024	0.0003258840000		
12/29/2024	0.0003258730000		
12/30/2024	0.0003258610000		
12/31/2024	0.0003258440000		
<b>Totals</b>		0.00000360	0.22571992

Osprey Bitcoin Trust (BTC) Gross Proceeds and Expense Files show BTC tokens per Unit owned in the Trust, as well as BTC tokens sold, proceeds, and expenses per Unit in the Trust. You can use this information to calculate your share of Trust expenses, and your gain or loss on sale of BTC tokens.

The Trust holds no assets other than BTC tokens. Accordingly, when expenses are incurred, Trust assets (i.e., BTC tokens) are sold to cover the expenses. The following example illustrates the tax consequences to the Unitholder. In Step 1, we discuss how a Unitholder would determine his or her stake in the Trust (i.e., how many BTC tokens they own). In Step 2, we discuss how much of his or her stake is sold throughout the year. In Step 3, we determine the Unitholder's basis in the BTC 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 Unitholder's tax return. In Step 5, we calculate the Unitholder's portion of the Trust's expenses. In Step 6, we determine the Unitholder's new balance of BTC tokens at the end of the year and his or her new cost basis in the BTC tokens.

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

Example: Unitholder XYZ purchases 20,000 Trust Units on 4/14/2024 at a price of \$21.94 per Unit for a total purchase price of \$438,800. Unitholder XYZ had no other purchases or sales of Trust Units during 2024 and held the Units for the remainder of 2024.

**Step 1: Identify the Unitholder's pro rata ownership of Bitcoin.**

Locate the Bitcoin Per Unit amount on Unitholder XYZ's purchase date of 4/14/2024 in the gross proceeds file. In this example the number is 0.000328216. This represents the number of BTC tokens per Unit on that date.

For Unitholder XYZ, the total amount of BTC tokens owned for its 4/14/2024 purchase is 6.56432 (0.000328216 per Unit multiplied by 20,000 Units purchased on 4/14/2024). Note: This step should be completed for each date on which Trust Units were purchased.

**Step 2: Calculate the Bitcoin sold from Unitholder XYZ's account during 2024**

The BTC tokens sold per Unit during 2024 includes the cumulative amounts of all BTC token sales for the period which includes the day after the Unit purchase date of 4/14/2024 through the day before Unit sale, if any.

During 2024, the total amount of BTC tokens sold after the 4/14/2024 purchase date is 0.00000219 per Unit. This is determined by taking the total amount of BTC tokens sold per Unit in 2024 (0.00000360) and subtracting the amount of BTC tokens sold prior to the purchase date (0.00000141). Then multiply this number (0.00000219) by the number of Units owned (20,000) for a total of 0.04380000 BTC tokens sold.

**Step 3: Calculate Unitholder's cost basis in Bitcoin sold from Unitholder's account**

Total BTC tokens sold (Step 2)	0.04380		
	-----	x	\$438,800 (\$21.94 multiplied by 20,000 Units)
BTC tokens acquired (Step 1)	6.56432		
Cost basis of BTC tokens sold	\$ 2,927.86		

**Step 4: Calculate Unitholder's gain or loss on Bitcoin sold for each lot purchased**

Identify all proceeds per Unit received by the Trust after Unitholder XYZ's 4/14/2024 purchase date. During 2024, there were twenty-six total sales of BTC. Periodic sales for the period 4/14/2024 to 12/31/2024 generated Proceeds per Unit of \$0.14935371 (total proceeds of sales of BTC for the year was \$0.22571992, less \$0.07636621 which represents the proceeds of sales made prior to purchase). Therefore, Unitholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.14935371 per Unit X 20,000 Units	\$ 2,987.07
Less: Total cost basis of BTC token payout (Step 3)	<u>\$ 2,927.86</u>
Total Reportable Gain/(Loss)	<u>\$ 59.21</u>

(To be reported on Unitholder's Form 1040 Schedule D)

**Step 5: Calculate Unitholder's investment expenses**

Identify all expenses per Unit paid by the Trust after Unitholder XYZ's 4/14/2024 purchase date. During 2024, the expenses were paid periodically and for the period of 4/15/2024 through 12/31/2024 amounted to \$0.17028456 per Unit. Therefore, Unitholder XYZ's expenses are as follows:

Total Expenses Per Unit	\$0.17028456
Total Units	<u>20,000</u>
Total Expense	<u>\$ 3,405.69</u>

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

BTC tokens Purchased on 4/14/2024 (Step 1)	6.56432000
Less: BTC token sold during 2024 (Step 2)	<u>0.04380000</u>
Adjusted Unitholder's BTC tokens at 12/31/2024	<u>6.52052000</u>

Original Purchase Cost on 4/14/2024	\$ 438,800
Less: Cost of BTC tokens sold during 2024 (Step 3)	<u>\$ 2,927.86</u>
Adjusted Unitholder's basis at 12/31/2024	<u>\$ 435,872.14</u>

Unitholder's adjusted BTC tokens and adjusted cost calculated in Step 6 are his/her adjusted BTC tokens and adjusted tax basis for the 4/14/2024 purchase at the end of 12/31/2024.

Unitholders 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. Unitholder who purchased their Units 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 on 12/31/2023 should be used as the beginning cost for 2024 instead of the original purchase cost. Unitholders with additional purchases in 2024 will have separate cost lots. The calculation of gains and losses will be affected by the cost basis method used to account for the sales.