

GRAYSCALE ETHEREUM TRUST (ETH)

2022 Grantor Trust Tax Information

EIN: 82-6677805

The following information is being provided to assist Shareholders of the Grayscale Ethereum Trust (ETH) (the "Trust") with reporting of their taxable income and expenses for the period January 1, 2022 through December 31, 2022

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 Ethereum ("ETH") tokens and, accordingly, received no income during the year.

The Trust paid expenses periodically, as shown in the attached 2022 Gross Proceeds File. These expenses are allocated into monthly periods as shown in the 2022 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 ETH 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 2022 Gross Proceeds File together with an example illustrating how a Shareholder should calculate gain or loss.

GLOSSARY OF TERMS

Grayscale Ethereum Trust (ETH) - (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 ETH), amount of ETH paid to cover trust expenses (in ETH), and per share proceeds from ETH 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 ETHEREUM TRUST (ETH) 2022 EXPENSE FILE

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

Date	Expenses Per Share (USD)	Amount of ETH Per Share
January	0.06367885	0.00002130
February	0.05443950	0.00001920
March	0.06966945	0.00002121
April	0.05749491	0.00002049
May	0.04082014	0.00002113
June	0.02080345	0.00002040
July	0.03614693	0.00002104
August	0.03307672	0.00002099
September	0.02711573	0.00002027
October	0.03268418	0.00002091
November	0.02614789	0.00002019
December	0.02500913	0.00002082
Total for year	0.48708688	0.00024795

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 2022 Grayscale Ethereum Trust (ETH) Expenses

Assume that a Shareholder purchased 20,000 shares on February 15, 2022 and sold them on September 15, 2022. For the month of February, Shareholder's expenses are \$0.05443950 (See Summary Table above – February Factor) x (13/28) = \$0.02527548 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 \$0.02711573 (See Summary Table above – September Factor) x (15/30) = \$0.01355787. The total expenses for Shareholder are therefore \$0.29684495 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$5,936.90.

Total Expenses per Share	\$ 0.29684495
Number of Shares Held	20,000.00
Total Expense	\$ 5,936.90

(Please consult your tax advisor as to reporting)

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
1/1/2022	0.01004106		
1/2/2022	0.01004037		
1/3/2022	0.01003968		
1/4/2022	0.01003899	0.00000275	0.01049741
1/5/2022	0.01003831		
1/6/2022	0.01003762		
1/7/2022	0.01003693		
1/8/2022	0.01003624		
1/9/2022	0.01003556		
1/10/2022	0.01003487		
1/11/2022	0.01003418		
1/12/2022	0.01003349	0.00000481	0.01627981
1/13/2022	0.01003281		
1/14/2022	0.01003212		
1/15/2022	0.01003143		
1/16/2022	0.01003074		
1/17/2022	0.01003006		
1/18/2022	0.01002937		
1/19/2022	0.01002868		
1/20/2022	0.01002800		
1/21/2022	0.01002731		
1/22/2022	0.01002662		
1/23/2022	0.01002594		
1/24/2022	0.01002525		
1/25/2022	0.01002456		
1/26/2022	0.01002388		
1/27/2022	0.01002319		
1/28/2022	0.01002250		
1/29/2022	0.01002182		
1/30/2022	0.01002113		
1/31/2022	0.01002044	0.00001374	0.03690163

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
2/1/2022	0.01001976		
2/2/2022	0.01001907		
2/3/2022	0.01001839		
2/4/2022	0.01001770		
2/5/2022	0.01001701		
2/6/2022	0.01001633		
2/7/2022	0.01001564		
2/8/2022	0.01001495		
2/9/2022	0.01001427		
2/10/2022	0.01001358		
2/11/2022	0.01001290		
2/12/2022	0.01001221		
2/13/2022	0.01001153		
2/14/2022	0.01001084		
2/15/2022	0.01001015		
2/16/2022	0.01000947		
2/17/2022	0.01000878		
2/18/2022	0.01000810		
2/19/2022	0.01000741		
2/20/2022	0.01000673		
2/21/2022	0.01000604		
2/22/2022	0.01000536		
2/23/2022	0.01000467		
2/24/2022	0.01000398		
2/25/2022	0.01000330		
2/26/2022	0.01000261		
2/27/2022	0.01000193		
2/28/2022	0.01000124	0.00001920	0.05443950

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
3/1/2022	0.01000056		
3/2/2022	0.00999987		
3/3/2022	0.00999919		
3/4/2022	0.00999850		
3/5/2022	0.00999782		
3/6/2022	0.00999713		
3/7/2022	0.00999645		
3/8/2022	0.00999577		
3/9/2022	0.00999508		
3/10/2022	0.00999440		
3/11/2022	0.00999371		
3/12/2022	0.00999303		
3/13/2022	0.00999234		
3/14/2022	0.00999166		
3/15/2022	0.00999097		
3/16/2022	0.00999029		
3/17/2022	0.00998961		
3/18/2022	0.00998892		
3/19/2022	0.00998824		
3/20/2022	0.00998755		
3/21/2022	0.00998687		
3/22/2022	0.00998618		
3/23/2022	0.00998550		
3/24/2022	0.00998482		
3/25/2022	0.00998413		
3/26/2022	0.00998345		
3/27/2022	0.00998277		
3/28/2022	0.00998208		
3/29/2022	0.00998140		
3/30/2022	0.00998071		
3/31/2022	0.00998003	0.00002121	0.06966945

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
4/1/2022	0.00997935		
4/2/2022	0.00997866		
4/3/2022	0.00997798		
4/4/2022	0.00997730		
4/5/2022	0.00997661		
4/6/2022	0.00997593		
4/7/2022	0.00997525		
4/8/2022	0.00997456		
4/9/2022	0.00997388		
4/10/2022	0.00997320		
4/11/2022	0.00997251		
4/12/2022	0.00997183		
4/13/2022	0.00997115		
4/14/2022	0.00997046		
4/15/2022	0.00996978		
4/16/2022	0.00996910		
4/17/2022	0.00996842		
4/18/2022	0.00996773		
4/19/2022	0.00996705		
4/20/2022	0.00996637		
4/21/2022	0.00996569		
4/22/2022	0.00996500		
4/23/2022	0.00996432		
4/24/2022	0.00996364		
4/25/2022	0.00996296		
4/26/2022	0.00996227		
4/27/2022	0.00996159		
4/28/2022	0.00996091		
4/29/2022	0.00996023		
4/30/2022	0.00995954	0.00002049	0.05749491

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
5/1/2022	0.00995886		
5/2/2022	0.00995818		
5/3/2022	0.00995750		
5/4/2022	0.00995682		
5/5/2022	0.00995613		
5/6/2022	0.00995545		
5/7/2022	0.00995477		
5/8/2022	0.00995409		
5/9/2022	0.00995341		
5/10/2022	0.00995272		
5/11/2022	0.00995204		
5/12/2022	0.00995136		
5/13/2022	0.00995068		
5/14/2022	0.00995000		
5/15/2022	0.00994932		
5/16/2022	0.00994864		
5/17/2022	0.00994795		
5/18/2022	0.00994727		
5/19/2022	0.00994659		
5/20/2022	0.00994591		
5/21/2022	0.00994523		
5/22/2022	0.00994455		
5/23/2022	0.00994387		
5/24/2022	0.00994319		
5/25/2022	0.00994250		
5/26/2022	0.00994182		
5/27/2022	0.00994114		
5/28/2022	0.00994046		
5/29/2022	0.00993978		
5/30/2022	0.00993910		
5/31/2022	0.00993842	0.00002113	0.04082014

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
6/1/2022	0.00993774		
6/2/2022	0.00993706		
6/3/2022	0.00993638		
6/4/2022	0.00993570		
6/5/2022	0.00993502		
6/6/2022	0.00993434		
6/7/2022	0.00993365		
6/8/2022	0.00993297		
6/9/2022	0.00993229		
6/10/2022	0.00993161		
6/11/2022	0.00993093		
6/12/2022	0.00993025		
6/13/2022	0.00992957		
6/14/2022	0.00992889		
6/15/2022	0.00992821		
6/16/2022	0.00992753		
6/17/2022	0.00992685		
6/18/2022	0.00992617		
6/19/2022	0.00992549		
6/20/2022	0.00992481		
6/21/2022	0.00992413		
6/22/2022	0.00992345		
6/23/2022	0.00992277		
6/24/2022	0.00992209		
6/25/2022	0.00992141		
6/26/2022	0.00992074		
6/27/2022	0.00992006		
6/28/2022	0.00991938		
6/29/2022	0.00991870		
6/30/2022	0.00991802	0.00002040	0.02080345

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
7/1/2022	0.00991734		
7/2/2022	0.00991666		
7/3/2022	0.00991598		
7/4/2022	0.00991530		
7/5/2022	0.00991462		
7/6/2022	0.00991394		
7/7/2022	0.00991326		
7/8/2022	0.00991258		
7/9/2022	0.00991191		
7/10/2022	0.00991123		
7/11/2022	0.00991055		
7/12/2022	0.00990987		
7/13/2022	0.00990919		
7/14/2022	0.00990851		
7/15/2022	0.00990783		
7/16/2022	0.00990715		
7/17/2022	0.00990648		
7/18/2022	0.00990580		
7/19/2022	0.00990512		
7/20/2022	0.00990444		
7/21/2022	0.00990376		
7/22/2022	0.00990308		
7/23/2022	0.00990241		
7/24/2022	0.00990173		
7/25/2022	0.00990105		
7/26/2022	0.00990037		
7/27/2022	0.00989969		
7/28/2022	0.00989901		
7/29/2022	0.00989834		
7/30/2022	0.00989766		
7/31/2022	0.00989698	0.00002104	0.03614693

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
8/1/2022	0.00989630		
8/2/2022	0.00989562		
8/3/2022	0.00989495		
8/4/2022	0.00989427		
8/5/2022	0.00989359		
8/6/2022	0.00989291		
8/7/2022	0.00989224		
8/8/2022	0.00989156		
8/9/2022	0.00989088		
8/10/2022	0.00989020		
8/11/2022	0.00988953		
8/12/2022	0.00988885		
8/13/2022	0.00988817		
8/14/2022	0.00988749		
8/15/2022	0.00988682		
8/16/2022	0.00988614		
8/17/2022	0.00988546		
8/18/2022	0.00988479		
8/19/2022	0.00988411		
8/20/2022	0.00988343		
8/21/2022	0.00988275		
8/22/2022	0.00988208		
8/23/2022	0.00988140		
8/24/2022	0.00988072		
8/25/2022	0.00988005		
8/26/2022	0.00987937		
8/27/2022	0.00987869		
8/28/2022	0.00987802		
8/29/2022	0.00987734		
8/30/2022	0.00987666		
8/31/2022	0.00987599	0.00002099	0.03307672

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
9/1/2022	0.00987531		
9/2/2022	0.00987464		
9/3/2022	0.00987396		
9/4/2022	0.00987328		
9/5/2022	0.00987261		
9/6/2022	0.00987193		
9/7/2022	0.00987125		
9/8/2022	0.00987058		
9/9/2022	0.00986990		
9/10/2022	0.00986923		
9/11/2022	0.00986855		
9/12/2022	0.00986787		
9/13/2022	0.00986720		
9/14/2022	0.00986652		
9/15/2022	0.00986585		
9/16/2022	0.00986517		
9/17/2022	0.00986449		
9/18/2022	0.00986382		
9/19/2022	0.00986314		
9/20/2022	0.00986247		
9/21/2022	0.00986179		
9/22/2022	0.00986112		
9/23/2022	0.00986044		
9/24/2022	0.00985977		
9/25/2022	0.00985909		
9/26/2022	0.00985842		
9/27/2022	0.00985774		
9/28/2022	0.00985707		
9/29/2022	0.00985639		
9/30/2022	0.00985571	0.00002027	0.02711573

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
10/1/2022	0.00985504		
10/2/2022	0.00985436		
10/3/2022	0.00985369		
10/4/2022	0.00985302		
10/5/2022	0.00985234		
10/6/2022	0.00985167		
10/7/2022	0.00985099		
10/8/2022	0.00985032		
10/9/2022	0.00984964		
10/10/2022	0.00984897		
10/11/2022	0.00984829		
10/12/2022	0.00984762		
10/13/2022	0.00984694		
10/14/2022	0.00984627		
10/15/2022	0.00984559		
10/16/2022	0.00984492		
10/17/2022	0.00984425		
10/18/2022	0.00984357		
10/19/2022	0.00984290		
10/20/2022	0.00984222		
10/21/2022	0.00984155		
10/22/2022	0.00984087		
10/23/2022	0.00984020		
10/24/2022	0.00983953		
10/25/2022	0.00983885		
10/26/2022	0.00983818		
10/27/2022	0.00983750		
10/28/2022	0.00983683		
10/29/2022	0.00983616		
10/30/2022	0.00983548		
10/31/2022	0.00983481	0.00002091	0.03268418

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
11/1/2022	0.00983414		
11/2/2022	0.00983346		
11/3/2022	0.00983279		
11/4/2022	0.00983212		
11/5/2022	0.00983144		
11/6/2022	0.00983077		
11/7/2022	0.00983010		
11/8/2022	0.00982942		
11/9/2022	0.00982875		
11/10/2022	0.00982808		
11/11/2022	0.00982740		
11/12/2022	0.00982673		
11/13/2022	0.00982606		
11/14/2022	0.00982538		
11/15/2022	0.00982471		
11/16/2022	0.00982404		
11/17/2022	0.00982336		
11/18/2022	0.00982269		
11/19/2022	0.00982202		
11/20/2022	0.00982135		
11/21/2022	0.00982067		
11/22/2022	0.00982000		
11/23/2022	0.00981933		
11/24/2022	0.00981866		
11/25/2022	0.00981798		
11/26/2022	0.00981731		
11/27/2022	0.00981664		
11/28/2022	0.00981597		
11/29/2022	0.00981529		
11/30/2022	0.00981462	0.00002019	0.02614789

GRAYSCALE ETHEREUM TRUST (ETH) 2022 GROSS PROCEEDS FILE

Date	ETH Per Share	Number of ETH Used to Cover Trust Expenses Per Share (in ETH)	Proceeds from Payout of ETH to Cover Trust Expenses Per Share (in USD)
12/1/2022	0.00981395		
12/2/2022	0.00981328		
12/3/2022	0.00981260		
12/4/2022	0.00981193		
12/5/2022	0.00981126		
12/6/2022	0.00981059		
12/7/2022	0.00980992		
12/8/2022	0.00980924		
12/9/2022	0.00980857		
12/10/2022	0.00980790		
12/11/2022	0.00980723		
12/12/2022	0.00980656		
12/13/2022	0.00980589		
12/14/2022	0.00980521		
12/15/2022	0.00980454		
12/16/2022	0.00980387		
12/17/2022	0.00980320		
12/18/2022	0.00980253		
12/19/2022	0.00980186		
12/20/2022	0.00980119		
12/21/2022	0.00980051		
12/22/2022	0.00979984		
12/23/2022	0.00979917		
12/24/2022	0.00979850		
12/25/2022	0.00979783		
12/26/2022	0.00979716		
12/27/2022	0.00979649		
12/28/2022	0.00979582		
12/29/2022	0.00979515		
12/30/2022	0.00979447		
12/31/2022	0.00979380	0.00002082	0.02500913
TOTAL		0.00024795	0.48708688

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

The Trust holds no assets other than ETH tokens. Accordingly, when expenses are incurred, Trust assets (i.e., ETH 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 ETH 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 ETH tokens they still own). In Step 3, we determine the Shareholder's basis in the ETH 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 ETH tokens at the end of the year and his or her new cost basis in the ETH 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 2/10/2022 at a price of \$31.18 per share for a total purchase price of \$623,600. Shareholder XYZ had no other purchases or sales of Trust shares during 2022 and held the shares for the remainder of 2022.

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

Locate the Ethereum Per Share amount on Shareholder XYZ's purchase date of 2/10/2022 in the gross proceeds file. In this example the number is 0.01001358. This represents the number of ETH tokens per share on that date.

For Shareholder XYZ, the total amount of ETH tokens owned for its 2/10/2022 purchase is 200.27160000 (0.01001358 per share multiplied by 20,000 shares purchased on 2/10/2022). Note: This step should be completed for each date on which Trust shares were purchased.

Step 2: Calculate the Ethereum paid out from Shareholder XYZ's account during 2022 to pay expenses

The ETH tokens paid out per share during 2022 includes the cumulative amounts of all ETH token payouts for the period which includes the day after the purchase date of 2/10/2022 through the day before payout date.

During 2022, the total amount of ETH tokens paid out after the 2/10/2022 purchase date is 0.00021979 per share. This is determined by taking the total amount of ETH tokens per share paid out in 2022 (0.00024795) and subtracting the amount of ETH tokens paid out prior to the purchase (0.00002130 from January plus 0.00000686 (10/28 multiplied by 0.00001920 from February)). Then multiply this number (0.00021979) by the number of shares owned (20,000) for a total of 4.39585714 ETH tokens paid to cover trust expenses.

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

Total ETH token payout (<i>Step 2</i>)	4.39585714		
	<hr/>	x	\$623,600
ETH tokens acquired (<i>Step 1</i>)	200.27160000		
Cost basis of ETH token payout	\$13,687.69		

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

Identify all proceeds per share received by the Trust after Shareholder XYZ's 2/10/2022 purchase date. During 2022, periodic payouts for the period 2/11/2022 through 12/31/2022 generated proceeds per share of \$0.40396535 (total proceeds of payout of ETH tokens for the year, \$0.48708688, less \$0.08312153, which is the proceeds of payouts made prior to purchase [\$0.06367885 from January] plus \$0.01944268 from the first ten days in February). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.40396535 per share X 20,000 shares	\$	8,079.31
Less: Total cost basis of ETH token payout (<i>Step 3</i>)		<hr/> 13,687.69
Total Reportable Gain/(Loss)	\$	<hr/> <u>(5,608.38)</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 2/10/2022 purchase date. During 2022, the expenses were paid periodically, and for the period of 2/11/2022 through 12/31/2022 amounted to \$0.40396535 per share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share (<i>Step 4</i>)	\$	0.40396535
Total Shares		<hr/> 20,000
Total Expense	\$	<hr/> <u>8,079.31</u>

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

ETH tokens Purchased on 2/10/2022 (<i>Step 1</i>)		200.27160000
Less: ETH token payout during 2022 (<i>Step 2</i>)		<hr/> 4.39585714
Adjusted Shareholder's ETH tokens at 12/31/2022		<hr/> <u>195.87574286</u>
Original Purchase Cost on 2/10/2022	\$	623,600.00
Less: Cost of ETH token payout during 2022 (<i>Step 3</i>)		<hr/> 13,687.69
Adjusted Shareholder's basis at 12/31/2022	\$	<hr/> <u>609,912.31</u>

Shareholder's adjusted ETH tokens and adjusted cost calculated in Step 6 are his/her adjusted ETH tokens and adjusted basis for the 2/10/2022 purchase at the end of 12/31/2022.

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 2022, 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 12/31/2021 should be used as the beginning cost for 2022 instead of the original purchase cost. Shareholders with an additional purchase in 2022 will have two cost lots to account for in 2022. The calculation of gains and losses will be affected by the cost basis method used to account for the sales.