

# GRAYSCALE FILECOIN TRUST (FIL)

2023 Grantor Trust Tax Information

EIN: 85-6627668

The following information is being provided to assist Shareholders of the Grayscale Filecoin Trust (FIL) (the "Trust") with reporting of their taxable income and expenses for the period January 1, 2023 through December 31, 2023.

## 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 Filecoin ("FIL") tokens and, accordingly, received no income during the year.

The Trust paid expenses periodically, as shown in the attached 2023 Gross Proceeds File. These expenses are allocated into monthly periods as shown in the 2023 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 FIL 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 2023 Gross Proceeds File together with an example illustrating how a Shareholder should calculate gain or loss.

## GLOSSARY OF TERMS

Grayscale Filecoin Trust (FIL) - (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 FIL), amount of FIL paid to cover trust expenses (in FIL), and per share proceeds from FIL 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 FILECOIN TRUST (FIL) 2023 EXPENSE FILE

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

Date	Expenses Per Share (USD)	Amount of FIL Per Share
January	0.01072773	0.00202793
February	0.01184530	0.00182798
March	0.01147217	0.00201975
April	0.01066932	0.00195052
May	0.00943312	0.00201133
June	0.00763356	0.00194238
July	0.00849246	0.00200294
August	0.00639581	0.00199869
September	0.00648541	0.00193018
October	0.00758326	0.00199036
November	0.00839972	0.00192213
December	0.01411226	0.00198206
<b>Total for year</b>	<b>0.11325012</b>	<b>0.02360625</b>

### 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 2023 Grayscale Filecoin Trust (FIL) Expenses

Assume that a Shareholder purchased 20,000 shares on February 15, 2023 and sold them on September 15, 2023. For the month of February, Shareholder's expenses are \$0.0118453 (See Summary Table above – February Factor) x (13/28) = \$0.00549960 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 \$0.00648541 (See Summary Table above – September Factor) x (15/30) = \$0.00324271. The total expenses for Shareholder are therefore \$0.06283875 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$1,256.77.

Total Expenses per Share	\$ 0.06283875
Number of Shares Held	20,000
<b>Total Expense</b>	<b>\$ 1,256.77</b>

(Please consult your tax advisor as to reporting)

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
1/1/2023	0.95600396		
1/2/2023	0.95593848		
1/3/2023	0.95587301		
1/4/2023	0.95580754		
1/5/2023	0.95574207		
1/6/2023	0.95567661		
1/7/2023	0.95561115		
1/8/2023	0.95554570		
1/9/2023	0.95548025		
1/10/2023	0.95541480		
1/11/2023	0.95534937		
1/12/2023	0.95528393		
1/13/2023	0.95521850		
1/14/2023	0.95515307		
1/15/2023	0.95508765		
1/16/2023	0.95502224		
1/17/2023	0.95495682		
1/18/2023	0.95489142		
1/19/2023	0.95482601		
1/20/2023	0.95476061		
1/21/2023	0.95469522		
1/22/2023	0.95462983		
1/23/2023	0.95456444		
1/24/2023	0.95449906		
1/25/2023	0.95443368		
1/26/2023	0.95436831		
1/27/2023	0.95430294		
1/28/2023	0.95423758		
1/29/2023	0.95417222		
1/30/2023	0.95410687		
1/31/2023	0.95404152	0.00202793	0.01072773

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

<b>Date</b>	<b>FIL Per Share</b>	<b>Number of FIL Used to Cover Trust Expenses Per Share (in FIL)</b>	<b>Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)</b>
2/1/2023	0.95397617		
2/2/2023	0.95391083		
2/3/2023	0.95384550		
2/4/2023	0.95378016		
2/5/2023	0.95371484		
2/6/2023	0.95364951		
2/7/2023	0.95358420		
2/8/2023	0.95351888		
2/9/2023	0.95345357		
2/10/2023	0.95338827		
2/11/2023	0.95332297		
2/12/2023	0.95325767		
2/13/2023	0.95319238		
2/14/2023	0.95312709		
2/15/2023	0.95306181		
2/16/2023	0.95299653		
2/17/2023	0.95293126		
2/18/2023	0.95286599		
2/19/2023	0.95280072		
2/20/2023	0.95273546		
2/21/2023	0.95267021		
2/22/2023	0.95260496		
2/23/2023	0.95253971		
2/24/2023	0.95247447		
2/25/2023	0.95240923		
2/26/2023	0.95234399		
2/27/2023	0.95227877		
2/28/2023	0.95221354	0.00182798	0.01184530

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
3/1/2023	0.95214832		
3/2/2023	0.95208311		
3/3/2023	0.95201789		
3/4/2023	0.95195269		
3/5/2023	0.95188749		
3/6/2023	0.95182229		
3/7/2023	0.95175709		
3/8/2023	0.95169191		
3/9/2023	0.95162672		
3/10/2023	0.95156154		
3/11/2023	0.95149637		
3/12/2023	0.95143119		
3/13/2023	0.95136603		
3/14/2023	0.95130087		
3/15/2023	0.95123571		
3/16/2023	0.95117056		
3/17/2023	0.95110541		
3/18/2023	0.95104026		
3/19/2023	0.95097512		
3/20/2023	0.95090999		
3/21/2023	0.95084486		
3/22/2023	0.95077973		
3/23/2023	0.95071461		
3/24/2023	0.95064949		
3/25/2023	0.95058438		
3/26/2023	0.95051927		
3/27/2023	0.95045417		
3/28/2023	0.95038907		
3/29/2023	0.95032397		
3/30/2023	0.95025888		
3/31/2023	0.95019379	0.00201975	0.01147217

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
4/1/2023	0.95012871		
4/2/2023	0.95006363		
4/3/2023	0.94999856		
4/4/2023	0.94993349		
4/5/2023	0.94986843		
4/6/2023	0.94980337		
4/7/2023	0.94973831		
4/8/2023	0.94967326		
4/9/2023	0.94960822		
4/10/2023	0.94954318		
4/11/2023	0.94947814		
4/12/2023	0.94941311		
4/13/2023	0.94934808		
4/14/2023	0.94928305		
4/15/2023	0.94921803		
4/16/2023	0.94915302		
4/17/2023	0.94908801		
4/18/2023	0.94902300		
4/19/2023	0.94895800		
4/20/2023	0.94889300		
4/21/2023	0.94882801		
4/22/2023	0.94876302		
4/23/2023	0.94869804		
4/24/2023	0.94863306		
4/25/2023	0.94856809		
4/26/2023	0.94850312		
4/27/2023	0.94843815		
4/28/2023	0.94837319		
4/29/2023	0.94830823		
4/30/2023	0.94824328	0.00195052	0.01066932

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
5/1/2023	0.94817833		
5/2/2023	0.94811339		
5/3/2023	0.94804845		
5/4/2023	0.94798351		
5/5/2023	0.94791858		
5/6/2023	0.94785366		
5/7/2023	0.94778873		
5/8/2023	0.94772382		
5/9/2023	0.94765890		
5/10/2023	0.94759400		
5/11/2023	0.94752909		
5/12/2023	0.94746419		
5/13/2023	0.94739930		
5/14/2023	0.94733441		
5/15/2023	0.94726952		
5/16/2023	0.94720464		
5/17/2023	0.94713976		
5/18/2023	0.94707489		
5/19/2023	0.94701002		
5/20/2023	0.94694516		
5/21/2023	0.94688030		
5/22/2023	0.94681545		
5/23/2023	0.94675060		
5/24/2023	0.94668575		
5/25/2023	0.94662091		
5/26/2023	0.94655607		
5/27/2023	0.94649124		
5/28/2023	0.94642641		
5/29/2023	0.94636159		
5/30/2023	0.94629677		
5/31/2023	0.94623195	0.00201133	0.00943312

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
6/1/2023	0.94616714		
6/2/2023	0.94610234		
6/3/2023	0.94603753		
6/4/2023	0.94597274		
6/5/2023	0.94590794		
6/6/2023	0.94584316		
6/7/2023	0.94577837		
6/8/2023	0.94571359		
6/9/2023	0.94564882		
6/10/2023	0.94558405		
6/11/2023	0.94551928		
6/12/2023	0.94545452		
6/13/2023	0.94538976		
6/14/2023	0.94532501		
6/15/2023	0.94526026		
6/16/2023	0.94519552		
6/17/2023	0.94513078		
6/18/2023	0.94506604		
6/19/2023	0.94500131		
6/20/2023	0.94493659		
6/21/2023	0.94487187		
6/22/2023	0.94480715		
6/23/2023	0.94474244		
6/24/2023	0.94467773		
6/25/2023	0.94461302		
6/26/2023	0.94454832		
6/27/2023	0.94448363		
6/28/2023	0.94441894		
6/29/2023	0.94435425		
6/30/2023	0.94428957	0.00194238	0.00763356



## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
7/1/2023	0.94422489		
7/2/2023	0.94416022		
7/3/2023	0.94409555		
7/4/2023	0.94403089		
7/5/2023	0.94396623		
7/6/2023	0.94390157		
7/7/2023	0.94383692		
7/8/2023	0.94377227		
7/9/2023	0.94370763		
7/10/2023	0.94364300		
7/11/2023	0.94357836		
7/12/2023	0.94351373		
7/13/2023	0.94344911		
7/14/2023	0.94338449		
7/15/2023	0.94331987		
7/16/2023	0.94325526		
7/17/2023	0.94319066		
7/18/2023	0.94312605		
7/19/2023	0.94306146		
7/20/2023	0.94299686		
7/21/2023	0.94293227		
7/22/2023	0.94286769		
7/23/2023	0.94280311		
7/24/2023	0.94273853		
7/25/2023	0.94267396		
7/26/2023	0.94260940		
7/27/2023	0.94254483		
7/28/2023	0.94248028		
7/29/2023	0.94241572		
7/30/2023	0.94235117		
7/31/2023	0.94228663	0.00200294	0.00849246

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
8/1/2023	0.94222209		
8/2/2023	0.94215755		
8/3/2023	0.94209302		
8/4/2023	0.94202850		
8/5/2023	0.94196397		
8/6/2023	0.94189946		
8/7/2023	0.94183494		
8/8/2023	0.94177043		
8/9/2023	0.94170593		
8/10/2023	0.94164143		
8/11/2023	0.94157693		
8/12/2023	0.94151244		
8/13/2023	0.94144795		
8/14/2023	0.94138347		
8/15/2023	0.94131899		
8/16/2023	0.94125452		
8/17/2023	0.94119005		
8/18/2023	0.94112558		
8/19/2023	0.94106112		
8/20/2023	0.94099667		
8/21/2023	0.94093221		
8/22/2023	0.94086777		
8/23/2023	0.94080332		
8/24/2023	0.94073889		
8/25/2023	0.94067445		
8/26/2023	0.94061002		
8/27/2023	0.94054560		
8/28/2023	0.94048117		
8/29/2023	0.94041676		
8/30/2023	0.94035235		
8/31/2023	0.94028794	0.00199869	0.00639581

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
9/1/2023	0.94022354		
9/2/2023	0.94015914		
9/3/2023	0.94009474		
9/4/2023	0.94003035		
9/5/2023	0.93996597		
9/6/2023	0.93990158		
9/7/2023	0.93983721		
9/8/2023	0.93977284		
9/9/2023	0.93970847		
9/10/2023	0.93964410		
9/11/2023	0.93957974		
9/12/2023	0.93951539		
9/13/2023	0.93945104		
9/14/2023	0.93938669		
9/15/2023	0.93932235		
9/16/2023	0.93925802		
9/17/2023	0.93919368		
9/18/2023	0.93912935		
9/19/2023	0.93906503		
9/20/2023	0.93900071		
9/21/2023	0.93893640		
9/22/2023	0.93887208		
9/23/2023	0.93880778		
9/24/2023	0.93874348		
9/25/2023	0.93867918		
9/26/2023	0.93861489		
9/27/2023	0.93855060		
9/28/2023	0.93848631		
9/29/2023	0.93842203		
9/30/2023	0.93835776	0.00193018	0.00648541

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
10/1/2023	0.93829349		
10/2/2023	0.93822922		
10/3/2023	0.93816496		
10/4/2023	0.93810070		
10/5/2023	0.93803645		
10/6/2023	0.93797220		
10/7/2023	0.93790795		
10/8/2023	0.93784371		
10/9/2023	0.93777948		
10/10/2023	0.93771524		
10/11/2023	0.93765102		
10/12/2023	0.93758680		
10/13/2023	0.93752258		
10/14/2023	0.93745836		
10/15/2023	0.93739415		
10/16/2023	0.93732995		
10/17/2023	0.93726575		
10/18/2023	0.93720155		
10/19/2023	0.93713736		
10/20/2023	0.93707317		
10/21/2023	0.93700899		
10/22/2023	0.93694481		
10/23/2023	0.93688064		
10/24/2023	0.93681647		
10/25/2023	0.93675230		
10/26/2023	0.93668814		
10/27/2023	0.93662398		
10/28/2023	0.93655983		
10/29/2023	0.93649568		
10/30/2023	0.93643154		
10/31/2023	0.93636740	0.00199036	0.00758326

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
11/1/2023	0.93630327		
11/2/2023	0.93623913		
11/3/2023	0.93617501		
11/4/2023	0.93611089		
11/5/2023	0.93604677		
11/6/2023	0.93598266		
11/7/2023	0.93591855		
11/8/2023	0.93585444		
11/9/2023	0.93579035		
11/10/2023	0.93572625		
11/11/2023	0.93566216		
11/12/2023	0.93559807		
11/13/2023	0.93553399		
11/14/2023	0.93546991		
11/15/2023	0.93540584		
11/16/2023	0.93534177		
11/17/2023	0.93527771		
11/18/2023	0.93521365		
11/19/2023	0.93514959		
11/20/2023	0.93508554		
11/21/2023	0.93502149		
11/22/2023	0.93495745		
11/23/2023	0.93489341		
11/24/2023	0.93482938		
11/25/2023	0.93476535		
11/26/2023	0.93470132		
11/27/2023	0.93463730		
11/28/2023	0.93457329		
11/29/2023	0.93450927		
11/30/2023	0.93444527	0.00192213	0.00839972

## GRAYSCALE FILECOIN TRUST (FIL) 2023 GROSS PROCEEDS FILE

Date	FIL Per Share	Number of FIL Used to Cover Trust Expenses Per Share (in FIL)	Proceeds from Payout of FIL to Cover Trust Expenses Per Share (in USD)
12/1/2023	0.93438126		
12/2/2023	0.93431727		
12/3/2023	0.93425327		
12/4/2023	0.93418928		
12/5/2023	0.93412530		
12/6/2023	0.93406131		
12/7/2023	0.93399734		
12/8/2023	0.93393336		
12/9/2023	0.93386940		
12/10/2023	0.93380543		
12/11/2023	0.93374147		
12/12/2023	0.93367752		
12/13/2023	0.93361357		
12/14/2023	0.93354962		
12/15/2023	0.93348568		
12/16/2023	0.93342174		
12/17/2023	0.93335781		
12/18/2023	0.93329388		
12/19/2023	0.93322996		
12/20/2023	0.93316604		
12/21/2023	0.93310212		
12/22/2023	0.93303821		
12/23/2023	0.93297430		
12/24/2023	0.93291040		
12/25/2023	0.93284650		
12/26/2023	0.93278261		
12/27/2023	0.93271872		
12/28/2023	0.93265484		
12/29/2023	0.93259096		
12/30/2023	0.93252708		
12/31/2023	0.93246321	0.00198206	0.01411226
TOTAL		0.02360625	0.11325012

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

**The Trust holds no assets other than FIL tokens. Accordingly, when expenses are incurred, Trust assets (i.e., FIL 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 FIL 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 FIL tokens they still own). In Step 3, we determine the Shareholder's basis in the FIL 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 FIL tokens at the end of the year and his or her new cost basis in the FIL 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 2/10/2023 at a price of \$4.62 per share for a total purchase price of \$92,400. Shareholder XYZ had no other purchases or sales of Trust shares during 2023 and held the shares for the remainder of 2023.**

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

Locate the Filecoin Per Share amount on Shareholder XYZ's purchase date of 2/10/2023 in the gross proceeds file. In this example the number is 0.95338827. This represents the number of FIL tokens per share on that date.

For Shareholder XYZ, the total amount of FIL tokens owned for its 2/10/2023 purchase is 19,067.76540000 (0.95338827 per share multiplied by 20,000 shares purchased on 2/10/2023). Note: This step should be completed for each date on which Trust shares were purchased.

**Step 2: Calculate the Filecoin paid out from Shareholder XYZ's account during 2023 to pay expenses**

The FIL tokens paid out per share during 2023 includes the cumulative amounts of all FIL token payouts for the period which includes the day after the purchase date of 2/10/2023 through the day before payout date.

During 2023, the total amount of FIL tokens paid out after the 2/10/2023 purchase date is 0.02092547 per share. This is determined by taking the total amount of FIL tokens per share paid out in 2023 (0.02360625) and subtracting the amount of FIL tokens paid out prior to the purchase (0.00202793 from January plus 0.00065285 (10/28 multiplied by 0.00182798 from February)). Then multiply this number (0.02092547) by the number of shares owned (20,000) for a total of 418.50940000 FIL tokens paid to cover trust expenses.

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

Total FIL token payout ( <i>Step 2</i> )	418.50940000		
FIL tokens acquired ( <i>Step 1</i> )	19,067.76540000	x	\$ 92,400
Cost basis of FIL token payout	\$ 2,028.04		

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

Identify all proceeds per share received by the Trust after Shareholder XYZ's 2/10/2023 purchase date. During 2023, periodic payouts for the period 2/11/2023 through 12/31/2023 generated proceeds per share of \$0.09829193 (total proceeds of payout of FIL tokens for the year, \$0.11325012, less \$0.01495819, which is the proceeds of payouts made prior to purchase [\$0.01072773 from January] plus \$0.00423046 from the first ten days in February). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.09829193 per share X 20,000 shares	\$	1,965.84
Less: Total cost basis of FIL token payout ( <i>Step 3</i> )		2,028.04
Total Reportable Gain/(Loss)	\$	<u>(62.20)</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 2/10/2023 purchase date. During 2023, the expenses were paid periodically and for the period of 2/11/2023 through 12/31/2023 amounted to \$0.09829193 per share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share ( <i>Step 4</i> )	\$	0.09829193
Total Shares		20,000
Total Expense	\$	<u>1,965.84</u>

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

FIL tokens Purchased on 2/10/2023 ( <i>Step 1</i> )	19,067.76540000
Less: FIL token payout during 2023 ( <i>Step 2</i> )	418.50940000
Adjusted Shareholder's FIL tokens at 12/31/2023	<u>18,649.25600000</u>
Original Purchase Cost on 2/10/2023	\$ 92,400.00
Less: Cost of FIL token payout during 2023 ( <i>Step 3</i> )	2,028.04
Adjusted Shareholder's basis at 12/31/2023	<u>\$ 90,371.96</u>



Shareholder's adjusted FIL tokens and adjusted cost calculated in Step 6 are his/her adjusted FIL tokens and adjusted basis for the 2/10/2023 purchase at the end of 12/31/2023.

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 2023, 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 12/31/2022 should be used as the beginning cost for 2023 instead of the original purchase cost. Shareholders with an additional purchase in 2023 will have two cost lots to account for in 2023. The calculation of gains and losses will be affected by the cost basis method used to account for the sales.