

# GRAYSCALE ZCASH TRUST (ZEC)

2023 Grantor Trust Tax Information

EIN: 82-6646113

The following information is being provided to assist Shareholders of the Grayscale Zcash Trust (ZEC) (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 Zcash ("ZEC") 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 ZEC 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 Zcash Trust (ZEC) - (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 ZEC), amount of ZEC paid to cover trust expenses (in ZEC), and per share proceeds from ZEC 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 ZCASH TRUST (ZEC) 2023 EXPENSE FILE

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

Date	Expenses Per Share (USD)	Amount of ZEC Per Share
January	0.00844700	0.00018630
February	0.00735889	0.00016793
March	0.00726437	0.00018555
April	0.00676808	0.00017919
May	0.00594248	0.00018478
June	0.00593686	0.00017844
July	0.00549816	0.00018401
August	0.00454821	0.00018362
September	0.00481434	0.00017732
October	0.00514363	0.00018285
November	0.00517922	0.00017658
December	0.00504207	0.00018209
<b>Total for year</b>	<b>0.07194331</b>	<b>0.00216866</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 Zcash Trust (ZEC) 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 \$0.00735889 (See Summary Table above – February Factor) x (13/28) = \$0.00341663 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 \$0.00481434 (See Summary Table above – September Factor) x (15/30) = \$0.00240717. The total expenses for Shareholder are therefore \$0.04178196 per share (sum of all factors from February 15th through September 15th) multiplied by the number of shares held (20,000), or \$835.64.

Total Expenses per Share	\$ 0.04178196
Number of Shares Held	20,000
<b>Total Expense</b>	<b>\$ 835.64</b>

(Please consult your tax advisor as to reporting)

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
1/1/2023	0.08782712		
1/2/2023	0.08782111		
1/3/2023	0.08781509		
1/4/2023	0.08780908		
1/5/2023	0.08780306		
1/6/2023	0.08779705		
1/7/2023	0.08779103		
1/8/2023	0.08778502		
1/9/2023	0.08777901		
1/10/2023	0.08777300		
1/11/2023	0.08776698		
1/12/2023	0.08776097		
1/13/2023	0.08775496		
1/14/2023	0.08774895		
1/15/2023	0.08774294		
1/16/2023	0.08773693		
1/17/2023	0.08773092		
1/18/2023	0.08772491		
1/19/2023	0.08771890		
1/20/2023	0.08771290		
1/21/2023	0.08770689		
1/22/2023	0.08770088		
1/23/2023	0.08769487		
1/24/2023	0.08768887		
1/25/2023	0.08768286		
1/26/2023	0.08767686		
1/27/2023	0.08767085		
1/28/2023	0.08766485		
1/29/2023	0.08765884		
1/30/2023	0.08765284		
<b>1/31/2023</b>	<b>0.08764683</b>	<b>0.00018630</b>	<b>0.00844700</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
2/1/2023	0.08764083		
2/2/2023	0.08763483		
2/3/2023	0.08762883		
2/4/2023	0.08762282		
2/5/2023	0.08761682		
2/6/2023	0.08761082		
2/7/2023	0.08760482		
2/8/2023	0.08759882		
2/9/2023	0.08759282		
2/10/2023	0.08758682		
2/11/2023	0.08758082		
2/12/2023	0.08757482		
2/13/2023	0.08756882		
2/14/2023	0.08756283		
2/15/2023	0.08755683		
2/16/2023	0.08755083		
2/17/2023	0.08754484		
2/18/2023	0.08753884		
2/19/2023	0.08753284		
2/20/2023	0.08752685		
2/21/2023	0.08752085		
2/22/2023	0.08751486		
2/23/2023	0.08750886		
2/24/2023	0.08750287		
2/25/2023	0.08749688		
2/26/2023	0.08749088		
2/27/2023	0.08748489		
<b>2/28/2023</b>	<b>0.08747890</b>	<b>0.00016793</b>	<b>0.00735889</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
3/1/2023	0.08747291		
3/2/2023	0.08746692		
3/3/2023	0.08746093		
3/4/2023	0.08745494		
3/5/2023	0.08744895		
3/6/2023	0.08744296		
3/7/2023	0.08743697		
3/8/2023	0.08743098		
3/9/2023	0.08742499		
3/10/2023	0.08741900		
3/11/2023	0.08741301		
3/12/2023	0.08740703		
3/13/2023	0.08740104		
3/14/2023	0.08739505		
3/15/2023	0.08738907		
3/16/2023	0.08738308		
3/17/2023	0.08737710		
3/18/2023	0.08737111		
3/19/2023	0.08736513		
3/20/2023	0.08735914		
3/21/2023	0.08735316		
3/22/2023	0.08734718		
3/23/2023	0.08734119		
3/24/2023	0.08733521		
3/25/2023	0.08732923		
3/26/2023	0.08732325		
3/27/2023	0.08731727		
3/28/2023	0.08731129		
3/29/2023	0.08730531		
3/30/2023	0.08729933		
<b>3/31/2023</b>	<b>0.08729335</b>	<b>0.00018555</b>	<b>0.00726437</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
4/1/2023	0.08728737		
4/2/2023	0.08728139		
4/3/2023	0.08727541		
4/4/2023	0.08726943		
4/5/2023	0.08726346		
4/6/2023	0.08725748		
4/7/2023	0.08725150		
4/8/2023	0.08724553		
4/9/2023	0.08723955		
4/10/2023	0.08723358		
4/11/2023	0.08722760		
4/12/2023	0.08722163		
4/13/2023	0.08721565		
4/14/2023	0.08720968		
4/15/2023	0.08720371		
4/16/2023	0.08719773		
4/17/2023	0.08719176		
4/18/2023	0.08718579		
4/19/2023	0.08717982		
4/20/2023	0.08717385		
4/21/2023	0.08716787		
4/22/2023	0.08716190		
4/23/2023	0.08715593		
4/24/2023	0.08714996		
4/25/2023	0.08714400		
4/26/2023	0.08713803		
4/27/2023	0.08713206		
4/28/2023	0.08712609		
4/29/2023	0.08712012		
<b>4/30/2023</b>	<b>0.08711416</b>	<b>0.00017919</b>	<b>0.00676808</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
5/1/2023	0.08710819		
5/2/2023	0.08710222		
5/3/2023	0.08709626		
5/4/2023	0.08709029		
5/5/2023	0.08708433		
5/6/2023	0.08707836		
5/7/2023	0.08707240		
5/8/2023	0.08706643		
5/9/2023	0.08706047		
5/10/2023	0.08705451		
5/11/2023	0.08704854		
5/12/2023	0.08704258		
5/13/2023	0.08703662		
5/14/2023	0.08703066		
5/15/2023	0.08702470		
5/16/2023	0.08701874		
5/17/2023	0.08701278		
5/18/2023	0.08700682		
5/19/2023	0.08700086		
5/20/2023	0.08699490		
5/21/2023	0.08698894		
5/22/2023	0.08698298		
5/23/2023	0.08697702		
5/24/2023	0.08697107		
5/25/2023	0.08696511		
5/26/2023	0.08695915		
5/27/2023	0.08695320		
5/28/2023	0.08694724		
5/29/2023	0.08694129		
5/30/2023	0.08693533		
<b>5/31/2023</b>	<b>0.08692938</b>	<b>0.00018478</b>	<b>0.00594248</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
6/1/2023	0.08692342		
6/2/2023	0.08691747		
6/3/2023	0.08691152		
6/4/2023	0.08690556		
6/5/2023	0.08689961		
6/6/2023	0.08689366		
6/7/2023	0.08688771		
6/8/2023	0.08688176		
6/9/2023	0.08687581		
6/10/2023	0.08686985		
6/11/2023	0.08686390		
6/12/2023	0.08685796		
6/13/2023	0.08685201		
6/14/2023	0.08684606		
6/15/2023	0.08684011		
6/16/2023	0.08683416		
6/17/2023	0.08682821		
6/18/2023	0.08682227		
6/19/2023	0.08681632		
6/20/2023	0.08681037		
6/21/2023	0.08680443		
6/22/2023	0.08679848		
6/23/2023	0.08679254		
6/24/2023	0.08678659		
6/25/2023	0.08678065		
6/26/2023	0.08677470		
6/27/2023	0.08676876		
6/28/2023	0.08676282		
6/29/2023	0.08675687		
<b>6/30/2023</b>	<b>0.08675093</b>	<b>0.00017844</b>	<b>0.00593686</b>



## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
7/1/2023	0.08674499		
7/2/2023	0.08673905		
7/3/2023	0.08673311		
7/4/2023	0.08672717		
7/5/2023	0.08672123		
7/6/2023	0.08671529		
7/7/2023	0.08670935		
7/8/2023	0.08670341		
7/9/2023	0.08669747		
7/10/2023	0.08669153		
7/11/2023	0.08668559		
7/12/2023	0.08667966		
7/13/2023	0.08667372		
7/14/2023	0.08666778		
7/15/2023	0.08666185		
7/16/2023	0.08665591		
7/17/2023	0.08664998		
7/18/2023	0.08664404		
7/19/2023	0.08663811		
7/20/2023	0.08663217		
7/21/2023	0.08662624		
7/22/2023	0.08662031		
7/23/2023	0.08661437		
7/24/2023	0.08660844		
7/25/2023	0.08660251		
7/26/2023	0.08659658		
7/27/2023	0.08659065		
7/28/2023	0.08658471		
7/29/2023	0.08657878		
7/30/2023	0.08657285		
<b>7/31/2023</b>	<b>0.08656692</b>	<b>0.00018401</b>	<b>0.00549816</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
8/1/2023	0.08656100		
8/2/2023	0.08655507		
8/3/2023	0.08654914		
8/4/2023	0.08654321		
8/5/2023	0.08653728		
8/6/2023	0.08653136		
8/7/2023	0.08652543		
8/8/2023	0.08651950		
8/9/2023	0.08651358		
8/10/2023	0.08650765		
8/11/2023	0.08650173		
8/12/2023	0.08649580		
8/13/2023	0.08648988		
8/14/2023	0.08648395		
8/15/2023	0.08647803		
8/16/2023	0.08647211		
8/17/2023	0.08646618		
8/18/2023	0.08646026		
8/19/2023	0.08645434		
8/20/2023	0.08644842		
8/21/2023	0.08644250		
8/22/2023	0.08643657		
8/23/2023	0.08643065		
8/24/2023	0.08642473		
8/25/2023	0.08641882		
8/26/2023	0.08641290		
8/27/2023	0.08640698		
8/28/2023	0.08640106		
8/29/2023	0.08639514		
8/30/2023	0.08638922		
<b>8/31/2023</b>	<b>0.08638331</b>	<b>0.00018362</b>	<b>0.00454821</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
9/1/2023	0.08637739		
9/2/2023	0.08637147		
9/3/2023	0.08636556		
9/4/2023	0.08635964		
9/5/2023	0.08635373		
9/6/2023	0.08634781		
9/7/2023	0.08634190		
9/8/2023	0.08633598		
9/9/2023	0.08633007		
9/10/2023	0.08632416		
9/11/2023	0.08631825		
9/12/2023	0.08631233		
9/13/2023	0.08630642		
9/14/2023	0.08630051		
9/15/2023	0.08629460		
9/16/2023	0.08628869		
9/17/2023	0.08628278		
9/18/2023	0.08627687		
9/19/2023	0.08627096		
9/20/2023	0.08626505		
9/21/2023	0.08625914		
9/22/2023	0.08625323		
9/23/2023	0.08624733		
9/24/2023	0.08624142		
9/25/2023	0.08623551		
9/26/2023	0.08622961		
9/27/2023	0.08622370		
9/28/2023	0.08621779		
9/29/2023	0.08621189		
<b>9/30/2023</b>	<b>0.08620598</b>	<b>0.00017732</b>	<b>0.00481434</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
10/1/2023	0.08620008		
10/2/2023	0.08619417		
10/3/2023	0.08618827		
10/4/2023	0.08618237		
10/5/2023	0.08617646		
10/6/2023	0.08617056		
10/7/2023	0.08616466		
10/8/2023	0.08615876		
10/9/2023	0.08615286		
10/10/2023	0.08614696		
10/11/2023	0.08614106		
10/12/2023	0.08613516		
10/13/2023	0.08612926		
10/14/2023	0.08612336		
10/15/2023	0.08611746		
10/16/2023	0.08611156		
10/17/2023	0.08610566		
10/18/2023	0.08609976		
10/19/2023	0.08609387		
10/20/2023	0.08608797		
10/21/2023	0.08608207		
10/22/2023	0.08607618		
10/23/2023	0.08607028		
10/24/2023	0.08606439		
10/25/2023	0.08605849		
10/26/2023	0.08605260		
10/27/2023	0.08604670		
10/28/2023	0.08604081		
10/29/2023	0.08603492		
10/30/2023	0.08602902		
<b>10/31/2023</b>	<b>0.08602313</b>	<b>0.00018285</b>	<b>0.00514363</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
11/1/2023	0.08601724		
11/2/2023	0.08601135		
11/3/2023	0.08600546		
11/4/2023	0.08599957		
11/5/2023	0.08599367		
11/6/2023	0.08598778		
11/7/2023	0.08598190		
11/8/2023	0.08597601		
11/9/2023	0.08597012		
11/10/2023	0.08596423		
11/11/2023	0.08595834		
11/12/2023	0.08595245		
11/13/2023	0.08594657		
11/14/2023	0.08594068		
11/15/2023	0.08593479		
11/16/2023	0.08592891		
11/17/2023	0.08592302		
11/18/2023	0.08591714		
11/19/2023	0.08591125		
11/20/2023	0.08590537		
11/21/2023	0.08589948		
11/22/2023	0.08589360		
11/23/2023	0.08588772		
11/24/2023	0.08588183		
11/25/2023	0.08587595		
11/26/2023	0.08587007		
11/27/2023	0.08586419		
11/28/2023	0.08585831		
11/29/2023	0.08585243		
<b>11/30/2023</b>	<b>0.08584655</b>	<b>0.00017658</b>	<b>0.00517922</b>

## GRAYSCALE ZCASH TRUST (ZEC) 2023 GROSS PROCEEDS FILE

Date	ZEC Per Share	Number of ZEC Used to Cover Trust Expenses Per Share (in ZEC)	Proceeds from Payout of ZEC to Cover Trust Expenses Per Share (in USD)
12/1/2023	0.08584067		
12/2/2023	0.08583479		
12/3/2023	0.08582891		
12/4/2023	0.08582303		
12/5/2023	0.08581715		
12/6/2023	0.08581127		
12/7/2023	0.08580540		
12/8/2023	0.08579952		
12/9/2023	0.08579364		
12/10/2023	0.08578777		
12/11/2023	0.08578189		
12/12/2023	0.08577601		
12/13/2023	0.08577014		
12/14/2023	0.08576426		
12/15/2023	0.08575839		
12/16/2023	0.08575252		
12/17/2023	0.08574664		
12/18/2023	0.08574077		
12/19/2023	0.08573490		
12/20/2023	0.08572902		
12/21/2023	0.08572315		
12/22/2023	0.08571728		
12/23/2023	0.08571141		
12/24/2023	0.08570554		
12/25/2023	0.08569967		
12/26/2023	0.08569380		
12/27/2023	0.08568793		
12/28/2023	0.08568206		
12/29/2023	0.08567619		
12/30/2023	0.08567032		
<b>12/31/2023</b>	<b>0.08566446</b>	<b>0.00018209</b>	<b>0.00504207</b>
<b>TOTAL</b>		<b>0.00216866</b>	<b>0.07194331</b>

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

The Trust holds no assets other than ZEC tokens. Accordingly, when expenses are incurred, Trust assets (i.e., ZEC 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 ZEC 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 ZEC tokens they still own). In Step 3, we determine the Shareholder's basis in the ZEC 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 ZEC tokens at the end of the year and his or her new cost basis in the ZEC 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 \$3.84 per share for a total purchase price of \$76,800. 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 Zcash**

Locate the Zcash Per Share amount on Shareholder XYZ's purchase date of 2/10/2023 in the gross proceeds file. In this example the number is 0.08758682. This represents the number of ZEC tokens per share on that date.

For Shareholder XYZ, the total amount of ZEC tokens owned for its 2/10/2023 purchase is 1,751.73640000 (0.08758682 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 Zcash paid out from Shareholder XYZ's account during 2023 to pay expenses**

The ZEC tokens paid out per share during 2023 includes the cumulative amounts of all ZEC 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 ZEC tokens paid out after the 2/10/2023 purchase date is 0.00192239 per share. This is determined by taking the total amount of ZEC tokens per share paid out in 2023 (0.00216866) and subtracting the amount of ZEC tokens paid out prior to the purchase (0.00018630 from January plus 0.00005998 (10/28 multiplied by 0.00016793 from February)). Then multiply this number (0.00192239) by the number of shares owned (20,000) for a total of 38.44770000 ZEC tokens paid to cover trust expenses.





Shareholder's adjusted ZEC tokens and adjusted cost calculated in Step 6 are his/her adjusted ZEC 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.