

OSPREY BITCOIN TRUST
2025 Grantor Trust Tax Information
EIN: 37-6695894

The following information is being provided to assist Shareholders of the Osprey Bitcoin Trust (the "Trust") with reporting of their taxable income and expenses for the period January 1, 2025 through December 31, 2025.

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 Bitcoin ("BTC") tokens and, accordingly, received income during the year.

The Trust paid expenses periodically, as shown in the attached 2025 Gross Proceeds File. These expenses are allocated into monthly periods as shown in the 2025 Expense File. An example illustrating the computation of a Shareholder'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 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 2025 Gross Proceeds File together with an example illustrating how a Shareholder should calculate gain or loss.

GLOSSARY OF TERMS

Osprey Bitcoin Trust - (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 BTC), amount of BTC sold (in BTC), and per Share proceeds from BTC sold (in USD) - (pages 3 -10)

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 2025 EXPENSE FILE

Summary of Expenses and Sales by Month		
Date	Expenses Per Share (USD)	Amount of BTC Sold Per Share
January	0.02518654	0.00000029
February	0.02198928	0.00000022
March	0.04768081	0.00000064
April	0.02457574	0.00000040
May	0.02814332	0.00000019
June	0.02758764	0.00000018
July	0.02918938	0.00000023
August	0.02987652	0.00000023
September	0.02668092	0.00000018
October	0.02675707	0.00000018
November	0.02248374	0.00000036
December	0.05974084	0.00000105
Total for year	0.36989180	0.00000414

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 actual number of days held.

Example illustrating calculation of a Shareholder's 2025 Osprey Bitcoin Trust Expenses

Assume that a Shareholder purchased 20,000 Shares on February 13, 2025 and sold them on September 15, 2025. For the month of February, Shareholder's expenses are \$0.01020931 (See Summary Table above – February Factor) x (13/28) 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 \$0.01334046 (See Summary Table above – September Factor) x (15/30) per Share. The total expenses for Shareholder are therefore \$0.21060317 (sum of all factors from February 15th through September 15th) per Share multiplied by the number of Shares held (20,000), or \$4,212.06

Total Expenses per Share	0.21060317
Number of Shares Held	20,000
Total Expense	\$ 4,212.06
(Please consult your tax advisor as to reporting)	

OSPREY BITCOIN TRUST 2025 GROSS PROCEEDS FILE

Date	BTC/Share (Net)	BTC Sold per Share (in BTC)	Proceeds from Sales of BTC per Share (in USD)
1/1/2025	0.0003258350000		
1/2/2025	0.0003258360000		
1/3/2025	0.0003258310000		
1/4/2025	0.0003258220000		
1/5/2025	0.0003258140000		
1/6/2025	0.0003258150000	0.00000014	0.013332913
1/7/2025	0.0003257930000		
1/8/2025	0.0003257780000		
1/9/2025	0.0003257640000		
1/10/2025	0.0003257640000		
1/11/2025	0.0003257560000		
1/12/2025	0.0003257470000		
1/13/2025	0.0003257360000		
1/14/2025	0.0003257310000	0.00000016	0.014640755
1/15/2025	0.0003257270000		
1/16/2025	0.0003257200000		
1/17/2025	0.0003257170000		
1/18/2025	0.0003257090000		
1/19/2025	0.0003257010000		
1/20/2025	0.0003256930000		
1/21/2025	0.0003256870000		
1/22/2025	0.0003256770000		
1/23/2025	0.0003256670000		
1/24/2025	0.0003256610000		
1/25/2025	0.0003256530000		
1/26/2025	0.0003256450000		
1/27/2025	0.0003256320000		
1/28/2025	0.0003256240000		
1/29/2025	0.0003256200000		
1/30/2025	0.0003256140000		
1/31/2025	0.0003256000000		
2/1/2025	0.0003255920000		
2/2/2025	0.0003255840000		
2/3/2025	0.0003255750000		
2/4/2025	0.0003255620000		
2/5/2025	0.0003255510000	0.00000014	0.013379650
2/6/2025	0.0003255420000		
2/7/2025	0.0003255310000		
2/8/2025	0.0003255230000		
2/9/2025	0.0003255140000		
2/10/2025	0.0003255100000		
2/11/2025	0.0003254970000		
2/12/2025	0.0003254930000		
2/13/2025	0.0003254830000	0.00000008	0.008142331
2/14/2025	0.0003254770000		

2/15/2025	0.0003254690000		
2/16/2025	0.0003254600000		
2/17/2025	0.0003254520000		
2/18/2025	0.0003254380000		
2/19/2025	0.0003254340000		
2/20/2025	0.0003254300000		
2/21/2025	0.0003254150000		
2/22/2025	0.0003254070000		
2/23/2025	0.0003253990000		
2/24/2025	0.0003253880000		
2/25/2025	0.0003253660000		
2/26/2025	0.0003253470000		
2/27/2025	0.0003253360000		
2/28/2025	0.0003253300000		
3/1/2025	0.0003253210000		
3/2/2025	0.0003253130000		
3/3/2025	0.0003253100000		
3/4/2025	0.0003253040000	0.00000012	0.010521042
3/5/2025	0.0003253050000		
3/6/2025	0.0003252930000		
3/7/2025	0.0003252780000		
3/8/2025	0.0003252700000		
3/9/2025	0.0003252610000		
3/10/2025	0.0003252250000		
3/11/2025	0.0003252320000		
3/12/2025	0.0003252220000		
3/13/2025	0.0003252030000		
3/14/2025	0.0003252110000		
3/15/2025	0.0003249370000	0.00000052	0.043669592
3/16/2025	0.0003249280000		
3/17/2025	0.0003249200000		
3/18/2025	0.0003249090000		
3/19/2025	0.0003249030000		
3/20/2025	0.0003248730000		
3/21/2025	0.0003248630000		
3/22/2025	0.0003248530000		
3/23/2025	0.0003248440000		
3/24/2025	0.0003248400000		
3/25/2025	0.0003248300000		
3/26/2025	0.0003248190000		
3/27/2025	0.0003248100000		
3/28/2025	0.0003247950000		
3/29/2025	0.0003247850000		
3/30/2025	0.0003247760000		
3/31/2025	0.0003247640000		
4/1/2025	0.0003247590000		
4/2/2025	0.0003247530000		
4/3/2025	0.0003247340000		
4/4/2025	0.0003247280000	0.00000014	0.011085180

4/5/2025	0.0003247190000		
4/6/2025	0.0003247090000		
4/7/2025	0.0003246850000		
4/8/2025	0.0003246710000		
4/9/2025	0.0003246760000		
4/10/2025	0.0003246590000		
4/11/2025	0.0003246610000		
4/12/2025	0.0003246510000		
4/13/2025	0.0003246420000		
4/14/2025	0.0003246350000		
4/15/2025	0.0003246230000		
4/16/2025	0.0003246140000		
4/17/2025	0.0003246060000		
4/18/2025	0.0003245970000	0.00000026	0.022155404
4/19/2025	0.0003245870000		
4/20/2025	0.0003245780000		
4/21/2025	0.0003245680000		
4/22/2025	0.0003245590000		
4/23/2025	0.0003245500000		
4/24/2025	0.0003245410000		
4/25/2025	0.0003245320000		
4/26/2025	0.0003245230000		
4/27/2025	0.0003245140000		
4/28/2025	0.0003245050000		
4/29/2025	0.0003244960000		
4/30/2025	0.0003244870000		
5/1/2025	0.0003244790000		
5/2/2025	0.0003244700000	0.00000013	0.012631182
5/3/2025	0.0003244610000		
5/4/2025	0.0003244520000		
5/5/2025	0.0003244410000		
5/6/2025	0.0003244330000		
5/7/2025	0.0003244250000		
5/8/2025	0.0003244200000		
5/9/2025	0.0003244120000		
5/10/2025	0.0003244030000		
5/11/2025	0.0003243950000		
5/12/2025	0.0003243850000		
5/13/2025	0.0003243790000		
5/14/2025	0.0003243680000		
5/15/2025	0.0003243600000		
5/16/2025	0.0003243510000	0.00000006	0.005974054
5/17/2025	0.0003243420000		
5/18/2025	0.0003243340000		
5/19/2025	0.0003243260000		
5/20/2025	0.0003243180000		
5/21/2025	0.0003243110000		
5/22/2025	0.0003243040000		
5/23/2025	0.0003242930000		

5/24/2025	0.0003242850000		
5/25/2025	0.0003242760000		
5/26/2025	0.0003242670000		
5/27/2025	0.0003242600000		
5/28/2025	0.0003242480000		
5/29/2025	0.0003242390000	0.0000000000089	0.000000939
5/30/2025	0.0003242290000		
5/31/2025	0.0003242200000		
6/1/2025	0.0003242110000		
6/2/2025	0.0003242020000		
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6/4/2025	0.0003241850000	0.00000013	0.014351626
6/5/2025	0.0003241720000		
6/6/2025	0.0003241670000		
6/7/2025	0.0003241580000		
6/8/2025	0.0003241500000		
6/9/2025	0.0003241470000		
6/10/2025	0.0003241400000		
6/11/2025	0.0003241300000		
6/12/2025	0.0003241190000		
6/13/2025	0.0003241070000		
6/14/2025	0.0003240980000		
6/15/2025	0.0003240900000		
6/16/2025	0.0003240870000		
6/17/2025	0.0003240730000	0.00000004	0.004487107
6/18/2025	0.0003240630000		
6/19/2025	0.0003240540000		
6/20/2025	0.0003240450000		
6/21/2025	0.0003240360000		
6/22/2025	0.0003240270000		
6/23/2025	0.0003240180000		
6/24/2025	0.0003240140000		
6/25/2025	0.0003240080000		
6/26/2025	0.0003239990000		
6/27/2025	0.0003239890000		
6/28/2025	0.0003239810000		
6/29/2025	0.0003239720000		
6/30/2025	0.0003239650000		
7/1/2025	0.0003239520000		
7/2/2025	0.0003239520000		
7/3/2025	0.0003239440000	0.00000013	0.014325836
7/4/2025	0.0003239350000		
7/5/2025	0.0003239270000		
7/6/2025	0.0003239190000		
7/7/2025	0.0003239070000		
7/8/2025	0.0003239000000		
7/9/2025	0.0003238980000		
7/10/2025	0.0003238930000		
7/11/2025	0.0003238940000		

7/12/2025	0.0003238860000		
7/13/2025	0.0003238780000		
7/14/2025	0.0003238740000		
7/15/2025	0.0003238580000		
7/16/2025	0.0003238560000		
7/17/2025	0.0003238480000		
7/18/2025	0.0003238360000		
7/19/2025	0.0003238280000		
7/20/2025	0.0003238200000		
7/21/2025	0.0003238100000		
7/22/2025	0.0003238080000		
7/23/2025	0.0003237980000		
7/24/2025	0.0003237910000	0.00000009	0.011240435
7/25/2025	0.0003237790000		
7/26/2025	0.0003237710000		
7/27/2025	0.0003237630000		
7/28/2025	0.0003237570000		
7/29/2025	0.0003237480000		
7/30/2025	0.0003237390000		
7/31/2025	0.0003237300000		
8/1/2025	0.0003237160000		
8/2/2025	0.0003237080000		
8/3/2025	0.0003236990000		
8/4/2025	0.0003236940000		
8/5/2025	0.0003236840000		
8/6/2025	0.0003236790000	0.00000013	0.015310918
8/7/2025	0.0003236750000		
8/8/2025	0.0003236650000		
8/9/2025	0.0003236570000		
8/10/2025	0.0003236490000		
8/11/2025	0.0003236460000		
8/12/2025	0.0003236390000		
8/13/2025	0.0003236370000		
8/14/2025	0.0003236190000		
8/15/2025	0.0003236090000	0.00000010	0.011659143
8/16/2025	0.0003236010000		
8/17/2025	0.0003235920000		
8/18/2025	0.0003235830000		
8/19/2025	0.0003235690000		
8/20/2025	0.0003235620000		
8/21/2025	0.0003235500000		
8/22/2025	0.0003235490000		
8/23/2025	0.0003235410000		
8/24/2025	0.0003235320000		
8/25/2025	0.0003235130000		
8/26/2025	0.0003235050000		
8/27/2025	0.0003234980000		
8/28/2025	0.0003234890000		
8/29/2025	0.0003234720000		

8/30/2025	0.0003234640000		
8/31/2025	0.0003234550000		
9/1/2025	0.0003234460000		
9/2/2025	0.0003234440000		
9/3/2025	0.0003234380000		
9/4/2025	0.0003234240000	0.00000013	0.015116488
9/5/2025	0.0003234190000		
9/6/2025	0.0003234110000		
9/7/2025	0.0003234020000		
9/8/2025	0.0003233950000		
9/9/2025	0.0003233840000		
9/10/2025	0.0003233810000		
9/11/2025	0.0003233760000		
9/12/2025	0.0003233740000		
9/13/2025	0.0003233660000		
9/14/2025	0.0003233590000		
9/15/2025	0.0003233480000		
9/16/2025	0.0003233440000		
9/17/2025	0.0003233340000	0.00000004	0.004944724
9/18/2025	0.0003233310000		
9/19/2025	0.0003233180000		
9/20/2025	0.0003233110000		
9/21/2025	0.0003233030000		
9/22/2025	0.0003232890000		
9/23/2025	0.0003232800000		
9/24/2025	0.0003232770000		
9/25/2025	0.0003232590000		
9/26/2025	0.0003232510000		
9/27/2025	0.0003232430000		
9/28/2025	0.0003232360000		
9/29/2025	0.0003232420000		
9/30/2025	0.0003232350000		
10/1/2025	0.0003232350000		
10/2/2025	0.0003232360000		
10/3/2025	0.0003232330000	0.00000013	0.015748256
10/4/2025	0.0003232260000		
10/5/2025	0.0003232180000		
10/6/2025	0.0003232170000		
10/7/2025	0.0003232010000		
10/8/2025	0.0003231980000		
10/9/2025	0.0003231840000		
10/10/2025	0.0003231660000		
10/11/2025	0.0003231580000		
10/12/2025	0.0003231510000		
10/13/2025	0.0003231410000		
10/14/2025	0.0003231240000		
10/15/2025	0.0003231120000		
10/16/2025	0.0003230950000		
10/17/2025	0.0003230790000	0.00000005	0.005228838

10/18/2025	0.0003230710000		
10/19/2025	0.0003230630000		
10/20/2025	0.0003230690000		
10/21/2025	0.0003230650000		
10/22/2025	0.0003230450000		
10/23/2025	0.0003230450000		
10/24/2025	0.0003230380000		
10/25/2025	0.0003230310000		
10/26/2025	0.0003230230000		
10/27/2025	0.0003230290000		
10/28/2025	0.0003230180000		
10/29/2025	0.0003230010000		
10/30/2025	0.0003229790000		
10/31/2025	0.0003229830000		
11/1/2025	0.0003229750000		
11/2/2025	0.0003229680000		
11/3/2025	0.0003229490000		
11/4/2025	0.0003229190000		
11/5/2025	0.0003229240000		
11/6/2025	0.0003229040000		
11/7/2025	0.0003229080000	0.00000013	0.013963259
11/8/2025	0.0003229000000		
11/9/2025	0.0003228930000		
11/10/2025	0.0003228940000		
11/11/2025	0.0003228730000		
11/12/2025	0.0003228600000		
11/13/2025	0.0003228370000		
11/14/2025	0.0003228110000		
11/15/2025	0.0003228030000		
11/16/2025	0.0003227950000		
11/17/2025	0.0003227740000		
11/18/2025	0.0003227720000		
11/19/2025	0.0003227450000		
11/20/2025	0.0003227270000	0.00000023	0.020361574
11/21/2025	0.0003227120000		
11/22/2025	0.0003227040000		
11/23/2025	0.0003226960000		
11/24/2025	0.0003227050000		
11/25/2025	0.0003226910000		
11/26/2025	0.0003226920000		
11/27/2025	0.0003226840000		
11/28/2025	0.0003226810000		
11/29/2025	0.0003226730000		
11/30/2025	0.0003226650000		
12/1/2025	0.0003226350000		
12/2/2025	0.0003226480000		
12/3/2025	0.0003226470000		
12/4/2025	0.0003226380000	0.00000013	0.012090476
12/5/2025	0.0003226180000		

12/6/2025	0.0003226100000		
12/7/2025	0.0003226020000		
12/8/2025	0.0003226000000		
12/9/2025	0.0003226010000		
12/10/2025	0.0003225910000		
12/11/2025	0.0003225800000		
12/12/2025	0.0003225660000		
12/13/2025	0.0003225580000		
12/14/2025	0.0003225500000		
12/15/2025	0.0003225220000		
12/16/2025	0.0003225220000		
12/17/2025	0.0003221490000	0.00000077	0.067333993
12/18/2025	0.0003221450000		
12/19/2025	0.0003221350000		
12/20/2025	0.0003221350000		
12/21/2025	0.0003221350000		
12/22/2025	0.0003221310000		
12/23/2025	0.0003221260000		
12/24/2025	0.0003221170000		
12/25/2025	0.0003221170000		
12/26/2025	0.0003221040000		
12/27/2025	0.0003221040000		
12/28/2025	0.0003221040000		
12/29/2025	0.0003220990000		
12/30/2025	0.0003220960000		
12/31/2025	0.0003220880000	0.00000015	0.013404283
Totals		0.00000414	0.39510000

Osprey Bitcoin Trust (BTC) Gross Proceeds and Expense Files show BTC tokens per Share owned in the Trust, as well as BTC tokens sold, 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 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 Shareholder. In Step 1, we discuss how a Shareholder 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 Shareholder'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 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 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. 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 4/14/2025 at a price of \$21.94 per Share for a total purchase price of \$438,800. Shareholder XYZ had no other purchases or sales of Trust Shares during 2025 and held the Shares for the remainder of 2025.

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

Locate the Bitcoin Per Share amount on Shareholder XYZ's purchase date of 4/14/2025 in the gross proceeds file. In this example the number is 0.000324635. This represents the number of BTC tokens per Share on that date.

For Shareholder XYZ, the total amount of BTC tokens owned for its 4/14/2025 purchase is 6.4927 (0.000324635 per Share multiplied by 20,000 Shares purchased on 4/14/2025). Note: This step should be completed for each date on which Trust Shares were purchased.

Step 2: Calculate the Bitcoin sold from Shareholder XYZ's account during 2025

The BTC tokens sold per Share during 2025 includes the cumulative amounts of all BTC token sales for the period which includes the day after the Share purchase date of 4/14/2025 through the day before Share sale, if any.

During 2025, the total amount of BTC tokens sold after the 4/14/2025 purchase date is 0.00000285 per Share. This is determined by taking the total amount of BTC tokens sold per Share in 2025 (0.00000414) and subtracting the amount of BTC tokens sold prior to the purchase date (0.00000129). Then multiply this number (0.00000285) by the number of Shares owned (20,000) for a total of 0.04780000 BTC tokens sold.

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

Total BTC tokens sold (<i>Step 2</i>)	0.0570711		
	-----	x	\$438,800 (\$21.94 multiplied by 20,000 Shares)
BTC tokens acquired (<i>Step 1</i>)	6.4927		
Cost basis of BTC tokens sold	\$ 3,857.07		

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

Identify all proceeds per Share received by the Trust after Shareholder XYZ's 4/14/2025 purchase date. During 2025, there were twenty-six total sales of BTC. Periodic sales for the period 4/14/2025 to 12/31/2025 generated Proceeds per Share of \$0.28032854 (total proceeds of sales of BTC for the year was \$0.39510000, less \$0.11477146 which represents the proceeds of sales made prior to purchase). Therefore, Shareholder XYZ's gain or loss is determined as follows:

Total Proceeds: \$0.28032854 per Share X 20,000 Shares	\$ 5,606.57
Less: Total cost basis of BTC token payout (Step 3)	<u>\$ 3,857.07</u>
Total Reportable Gain/(Loss)	<u>\$ 1,749.50</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 4/14/2025 purchase date. During 2025, the expenses were paid periodically and for the period of 4/15/2025 through 12/31/2025 amounted to \$0.26356649 per Share. Therefore, Shareholder XYZ's expenses are as follows:

Total Expenses Per Share	\$0.26356649
Total Shares	<u>20,000</u>
Total Expense	<u>\$ 5,271.33</u>

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

BTC tokens Purchased on 4/14/2025 (Step 1)	6.49270000
Less: BTC token sold during 2025 (Step 2)	<u>0.0570711</u>
Adjusted Shareholder's BTC tokens at 12/31/2025	<u>6.4356289</u>

Original Purchase Cost on 4/14/2025	\$ 438,800
Less: Cost of BTC tokens sold during 2025 (Step 3)	<u>\$ 3,857.07</u>
Adjusted Shareholder's basis at 12/31/2025	<u>\$ 434,942.93</u>

Shareholder's adjusted BTC tokens and adjusted cost calculated in Step 6 are his/her adjusted BTC tokens and adjusted tax basis for the 4/14/2025 purchase at the end of 12/31/2025.

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. Shareholder who purchased their Shares prior to 2025 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 12/31/2024 should be used as the beginning cost for 2025 instead of the original purchase cost. Shareholders with additional purchases in 2025 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.