

HZEN

Grayscale Horizen Trust¹

Returns (as of 05/31/2024)	NAV	Market Price
1 Month	20.00%	51.63%
3 Months	-16.00%	57.08%
YTD	0.00%	277.84%
12 Months	15.07%	1,218.87%
Since Inception	-15.96%	-28.83%

Investments in the Products are speculative investments that involve high degrees of risk, including a partial or total loss of invested funds. Grayscale Products are not suitable for any investor that cannot afford loss of the entire investment. Past performance is not indicative of future returns. Performance reflects the closing price of the Product's shares at 4pm, New York time, on OTC Markets. NAV was first calculated on 08/06/2018 and Market Price was first calculated on 10/19/2021.

Investment Objective & Approach²

Grayscale Horizen Trust is one of the first securities solely invested in and deriving value from the price of Horizen ("ZEN") that enables investors to gain exposure to ZEN in the form of a security while avoiding the challenges of buying, storing, and safekeeping ZEN, directly. Shares (based on ZEN per Share as indicated below) are designed to track the ZEN market price, less fees and expenses. Zen is a digital asset that is created and transmitted through the operations of the peer-to-peer Horizen Network, a decentralized network of computers that operates on cryptographic protocols. The Horizen Network allows people to exchange tokens of value, called ZEN, which are recorded on a public transaction ledger known as a blockchain.

To date, the Product has not met its investment objective and the Shares of the Product quoted on OTC Markets Group has not reflected the value of digital assets held by the Product, less the Product's expenses and other liabilities, but instead have traded at both premiums and discounts to such value, with variations that have at times been substantial.

About Grayscale Investments

Grayscale enables investors to access the digital economy through a family of future-forward investment products. Founded in 2013, Grayscale has a proven track record and deep expertise as the world's largest crypto asset manager*. Investors, advisors, and allocators turn to Grayscale's private placements, public quotations, and ETFs for single asset, diversified, and thematic exposure. Grayscale products are distributed by Grayscale Securities, LLC (Member [FINRA](#)/[SIPC](#)).

* based on AUM as of 05/31/2024

Why invest in Horizen through Grayscale Horizen Trust?

Titled, auditable ownership through an investment vehicle
Shares are securities titled in the investor's name, providing a familiar structure for financial and tax advisors and easy transferability to beneficiaries under estate laws.

Eligible for tax-advantaged accounts

Shares are eligible to be held in certain IRA, Roth IRA, and other brokerage and investor accounts.

Publicly quoted³

Eligible Shares are quoted on OTC Markets under the Symbol HZEN, making it possible to buy or sell Shares continuously through the trading day at prices established by the market.

SEC Reporting

The Trust is a U.S. Securities and Exchange Commission (SEC) reporting company with its shares registered under Section 12(g) of the Securities Exchange Act of 1934. The Trust files quarterly and annual reports as well as audited financial statements with the SEC.

Robust Token Storage

The Trust's are stored in offline or "cold" storage with Coinbase Custody Trust Company, a fiduciary under §100 of the New York Banking Law and a qualified custodian for purposes of Rule 206(4)-2(d)(6) under the Investment Advisers Act of 1940.

Supported by a network of trusted service providers

Davis Polk & Wardwell LLP serves as legal counsel to the Sponsor of Grayscale Horizen Trust. Financial statements for Grayscale Horizen Trust are audited annually by Marcum LLP.

Grayscale Horizen Trust

May 2024

Investment Terms

As of May 31, 2024

Objective ⁴	Shares reflect the value of the ZEN held by the Product, less expenses and other liabilities.
Benchmark Index ⁵	CoinDesk Horizen Reference Rate
CUSIP	38963T101
Inception Date	08/06/2018
Public Quotation	10/19/2021
Assets Under Management (As of 05/31/2024)	\$5.73 million
Management Fee	2.50% Annually
Performance Fee	0.00%
Extraordinary Expenses	The Product may from time to time incur certain extraordinary expenses, which are payable by the Trust.
ZEN NAV per Share (\$)	Calculated and published on business days at 4:00pm ET time
Redemptions	Redemptions of shares are not currently authorized.
Per-Share Holdings ⁶ (As of 05/31/2024)	0.08645687
Bloomberg Ticker	HZEN US
OTC Symbol	HZEN

1. Grayscale Products issue shares on a continuous basis or periodic basis. Investments in the Products are speculative investments that involve high degrees of risk, including a partial or total loss of invested funds. Grayscale Products are not suitable for any investor that cannot afford loss of the entire investment. The information herein is only provided with respect to shares quoted on OTC Markets, and prospective investors are not to construe the contents of this document as a recommendation to purchase shares directly from the Product.

2. The shares of each Product are intended to reflect the price of the digital asset(s) held by such Product (based on digital asset(s) per share), less such Product's expenses and other liabilities. Because each Product does not currently operate a redemption program, there can be no assurance that the value of such Product's shares will reflect the value of the assets held by such Product, less such Product's expenses and other liabilities, and the shares of such Product, if traded on any secondary market, may trade at a substantial premium over, or a substantial discount to, the value of the assets held by such Product, less such Product's expenses and other liabilities, and such Product may be unable to meet its investment objective.

3. At this time, this Product is not operating a redemption program and therefore Shares are not redeemable by the Trust. Shares may trade in the Secondary market, such as OTCQX, OTCQB or OTC Pink (or on another Secondary market in the future) at prices that are lower or higher than the NAV per Share. Historically, the Shares have traded at both premiums and discounts to the NAV per Share, which at times have been substantial. If the Shares trade at a premium, investors who purchase Shares on the secondary market will pay more for their Shares than investors who purchase Shares directly from authorized participants. In contrast, if the Shares trade on the secondary market at a discount, investors who purchase Shares directly from authorized participants will pay more for their Shares than investors who purchase Shares on the secondary market.

4. Each Product uses the applicable digital asset(s) CoinDesk Reference Rate to calculate its Digital Asset Holdings, which is the aggregate U.S. Dollar value of the applicable digital asset(s) in the Product, calculated using the Reference Rate, less the U.S. Dollar value of its liabilities and expenses. Digital Asset Holdings is calculated using non-GAAP methodology. Digital Asset NAV per Share is calculated by dividing Digital Asset Holdings by the number of shares currently outstanding.

5. The Reference Rate is a U.S. dollar-denominated composite reference rate for the price of ZEN. The Reference Rate is designed to provide semi real-time, volume-weighted value of ZEN. The Reference Rate Price is determined by the Reference Rate Provider through a process in which trade data across exchanges is compiled. To calculate volume weighted price, the weighting algorithm is applied to the price and volume of all inputs for the immediately preceding 24-hour period at 4:00 PM, New York time, on the trade date.

6. The Product will not generate any income and regularly sells/distributes digital assets to pay for its ongoing expenses. Therefore, the amount of digital assets represented by each share will gradually decline over time. Carefully consider each Product's investment objectives, risk factors, fees and expenses before investing. This and other information can be found in each Product's private placement memorandum, which may be obtained from Grayscale and, for each Product registered with the SEC and/or quoted on the OTC Markets, such Product's annual report or information statement, which may be obtained by visiting the SEC's website for Products that are SEC reporting companies or the OTC Markets website for Products that report under the Alternative Reporting Standards of OTC Markets Group. Reports on OTC Markets are not prepared in accordance with SEC requirements and may not contain all information that is useful for an informed investment decision. Read these documents carefully before investing.

Grayscale Horizen Trust

May 2024

Service Providers

Sponsor	Grayscale Investments, LLC
Index Provider	CoinDesk Indices, Inc.
Auditor	Marcum LLP
Legal Counsel to Sponsor	Davis Polk & Wardwell LLP
Custodian ⁷	Coinbase Custody Trust Company, LLC
Delaware Statutory Trustee	Delaware Trust Company
Transfer Agent	Continental Stock Transfer & Trust Company
Distribution and Marketing Agent	Grayscale Securities, LLC
Authorized Participant	Grayscale Securities, LLC
OTC Advisor	Gunderson Dettmer Stough Villeneuve Franklin & Hachigian, LLP

7. The Sponsor does not store, hold, or maintain custody or control of the Products' digital assets but instead has entered into the Custodian Agreement with a third party to facilitate the security of the Products' digital assets. The Custodian controls and secures the Products' digital asset accounts, a segregated custody account to store private keys, which allow for the transfer of ownership or control of the digital asset, on the Products' behalf. If the Custodian resigns or is removed by the Sponsor or otherwise, without replacement, it could trigger early termination of the Product.

Risk Disclosures

Extreme volatility of trading prices that many digital assets have experienced in recent periods and may continue to experience, could have a material adverse effect on the value of the Product and the shares of each Product could lose all or substantially all of their value.

Digital assets represent a new and rapidly evolving industry. The value of the Product shares depends on the acceptance of the digital assets, the capabilities and development of blockchain technologies and the fundamental investment characteristics of the digital asset.

Digital asset networks are developed by a diverse set of contributors and the perception that certain high-profile contributors will no longer contribute to the network could have an adverse effect on the market price of the related digital asset.

Digital assets may have concentrated ownership and large sales or distributions by holders of such digital assets could have an adverse effect on the market price of such digital assets.

The value of the Product shares relates directly to the value of the underlying digital asset, the value(s) of which may be highly volatile and subject to fluctuations due to a number of factors.

A substantial direct investment in digital assets may require expensive and sometimes complicated arrangements in connection with the acquisition, security and safekeeping of the digital asset and may involve the payment of substantial acquisition fees from third party facilitators through cash payments of U.S. dollars. Because the value of the Shares is correlated with the value of digital asset(s) held by the Product, it is important to understand the investment attributes of, and the market for, the underlying digital asset. Please consult with your financial professional.

This information should not be relied upon as research, investment advice, or a recommendation regarding any products, strategies, or any security in particular. This material is strictly for illustrative, educational, or informational purposes and is subject to change.

The shares of each Product are not registered under the Securities Act of 1933 (the "Securities Act"), the Securities Exchange Act of 1934 (except for the Products that are SEC reporting companies), the Investment Company Act of 1940, or any state securities laws. The Products are offered in private placements pursuant to the exemption from registration provided by Rule 506(c) under Regulation D of the Securities Act and are only available to accredited investors. As a result, the shares of each Product are restricted and subject to significant limitations on resales and transfers. Potential investors in any Product should carefully consider the long-term nature of an investment in that Product prior to making an investment decision. The shares of certain Products are also publicly quoted on OTC Markets and shares that have become unrestricted in accordance with the rules and regulations of the SEC may be bought and sold throughout the day through any brokerage account.

The Products are distributed by Grayscale Securities, LLC (Member FINRA/SIPC). SIPC coverage does not apply to crypto asset products or services discussed on the website.

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