

While I struggle, like many in the US on how to accurately report earnings vs cap gains relating to Numerai, I'm wondering what it looks like from the Company's side of things.

For example, if they generated 11MM NMR out of thin air, and it initially began selling for \$40/NMR, even though much was held in reserve, does that effectively mean that Numerai the company was required to file an income gain of \$440MM with the IRS in that year?

And if receiving NMR based on our performance is considered "income" for us, does that mean that the company needs to report the distribution as a cost of doing business, for each day, at the going rate for NMR on that day?

And now that the earn/burn is all effectively happening "off-chain" until we actually pull the NMR out of their system, is the IRS only concerned with what goes into the Numerai system vs what comes out? It seems to me that whether you track every daily earn/burn, along with it's value for that day and then re-adjust for the value at the time you pull NMR out, Or just keep track of the overall in/out of what ultimately gets turned into cash, it basically should end up roughly the same. And tracking every tick of each daily earn/burn along with the fluctuation of stake and final conversion is definitely a full time job.

I'm testing out <https://coinstats.app> to see how well that might be able to resolve the headache, but since daily earn/burn now happen off-chain, those events no longer show up.

If there is an accepted formula for this it certainly seems like there could be a published spreadsheet which can pull in the historical transactions and make sense of it all without each person needing to wrestle with their own personal solution.

I realize the Numerai team cannot provide tax advice for legal reasons. But if anyone has a spreadsheet they could publish or even suggest some other crypto tracking SAS platform it would really be helpful.