

Cash App – 2022 Tax Supplement Bitcoin Basis and Gain/Loss

Total Gain / Loss

	Short Term (USD)	Long Term (USD)
Cost Basis	57.00	0.0
Gross Proceeds	44.36	0.0
Gain/Loss	-12.64	0.0

Individual Sales

Amount (BTC)	Date Purchased	Date Sold	Proceeds (USD)	Cost Basis	Gain/Loss
0.000116	09/24/2021	01/04/2022	5.22	5.00	0.22
0.000017	10/14/2021	01/04/2022	0.76	1.00	-0.24
0.000113	01/06/2022	06/22/2022	2.24	5.00	-2.76
0.000233	06/27/2022	08/19/2022	5.15	5.00	0.15
0.000030	08/05/2022	08/19/2022	0.67	0.71	-0.04
0.000391	08/05/2022	11/23/2022	6.31	9.29	-2.98
0.000421	08/05/2022	11/23/2022	6.80	10.00	-3.20
0.000042	08/19/2022	11/23/2022	0.68	1.00	-0.32
0.001025	10/11/2022	11/23/2022	16.53	20.00	-3.47

This Cash App - 2022 Tax Supplement (the “Basis and Gain” document) calculates your gains and/or losses associated with your Virtual Currency transactions on Cash App using the FIFO (First In, First Out) accounting method. This means your earliest acquired Virtual Currency is deemed to have been sold for purposes of calculating your gains and losses for US income tax purposes. Other accounting methods exist which may be more advantageous.

Disclosure

This Virtual Currency Cost Basis and Gain or Loss Information Consent (the “Consent”) governs the provision by Block, Inc. (“Block”) of the above Basis and Gain document regarding certain information relating to your sales of Virtual Currency on the Cash App platform. By accepting the receipt of the Basis and Gain document you are agreeing and consenting to the terms of this Consent. This Consent shall be included as part of the Cash App Terms and govern your use of the Service. Terms not defined in this Consent shall have the meaning ascribed to them in the Cash App Terms.

The tax treatment of Virtual Currency transactions is complex. It is your responsibility to determine what taxes, if any, arise from your Virtual Currency transactions on Cash App. You acknowledge and agree you are solely responsible for calculating, determining, reporting and paying any applicable taxes arising from your Virtual Currency transactions on Cash App. You also acknowledge and agree that Block does not provide tax, legal, financial, accounting, or investment advice concerning any Virtual Currency transactions, including the Basis and Gain document.

The Basis and Gain document is not tax, legal, financial, accounting, or investment advice, and you agree no such relationship is formed between you and Block. You should independently verify the accuracy of such information with your own tax advisors before making any decisions with respect to Virtual Currency transactions, including the filing of any tax returns. You acknowledge and agree that Block is not liable for inaccurate tax calculations, estimates, or any tax audit or examination.

The Basis and Gain document is limited to users of Cash App whose entire holdings of Virtual Currency on Cash App have been originally purchased through Cash App and who have not used Cash App for any peer-to-peer transfer or receipt of Virtual Currency. As such, users who have received or sent any Virtual Currency to or from any other Cash App user, or who have received or sent any Virtual Currency to or from any external Virtual Currency wallet, should not be represented with the Basis and Gain document. In the event you are otherwise presented with such information, you are urged to consult with your own tax advisor regarding the proper treatment of such peer-to-peer and external wallet transactions and the use of the Basis and Gain document.

All amounts stated in the Basis and Gain document are in USD and all dates and time are based on the Eastern Time Zone (EST), which may differ from the time zone in which you are located. Gains or losses are only capital gains or losses if the Virtual Currency is a “capital asset” in your hands. Capital gain or loss recognized on the disposition of Virtual Currency will generally be long-term capital gain or loss if the holder held the Virtual Currency for more than one year (beginning the day after purchase), or short-term capital gain or loss if the holder held the Virtual Currency for one year or less, at the time of the disposition.

The Basis and Gain document is calculated assuming you are deemed to have sold your earliest acquired Virtual Currency first, also known as the first-in, first out, or “FIFO”, accounting method. Block makes no representations, warranties or assurances that the FIFO accounting method is appropriate, permissible or the most tax advantageous for you, and you should be aware that other

methods of calculating the gain or loss of your Virtual Currency sales exist that may be more advantageous for you. Such other methods may also require certain identification and record keeping of the lots of Virtual Currency deemed sold at or prior to the time of your sale of such Virtual Currency. In addition, the FIFO accounting method calculations provided by Block may not be accurate based on your prior year tax reporting of your sales of Virtual Currency, of which you agree Block has no knowledge.

You are strongly urged to consult with your own tax, accounting and legal advisors regarding the tax consequences and tax reporting of transactions relating to Virtual Currency, including your use of the FIFO method.