FINANCIAL PRIVACY FOUNDATION

FPF Q2 2026 Report

Released July 8, 2026

Dear Zcash Community,

This Q2 2026 report is being provided to keep the Zcash Community up-to-date on the Financial Privacy Foundation's (FPF) activities.

About FPF | Coinholder-Directed Retroactive Grants Program | ZecHub Bounty Project | ZK AV Club Bounty Project 🆕 | Zcash Community Grants (ZCG) | Financial Spotlight

About FPF

FPF seeks to address a critical need for operational and financial management support among unincorporated organizations and ad-hoc groups in the cryptocurrency space, with a specific focus on privacy-focused protocols. These organizations, primarily focused on delivering technically challenging and innovative products and services, frequently lack the resources to manage their operational and financial affairs effectively. FPF aims to bridge this gap by providing a fully-scaled organizational structure and comprehensive back-office support, enabling these groups to focus on their primary mission and maximize their impact.

FPF's mission is to educate and empower individuals and communities to take control of their financial privacy and security, and to promote a fair and equitable financial system that respects personal privacy. One way FPF delivers on this mission is to support other like-minded entities as they scale their operations, providing them with the ability to focus on their core competencies.

FPF is an independent Cayman Islands incorporated not-for-profit foundation administered and governed by a board of directors and a Supervisor (Cayman required).

Coinholder-Directed Retroactive Grants Program

FPF is honored to be selected to provide support for the next twelve months for the Coinholder-Directed Retroactive Grants Program. FPF provided the following services for Q2:

1. Coordinated the Q1 payouts with the grantee and keyholder orgs.
2. Published Q2 schedule.
3. Managed submission intake via GitHub.
4. Prepared concise summaries of all grant requests to be included in the vote.
5. Made the decision to postpone the Q2 vote due to ongoing work on the Ironwood upgrade.
6. Maintained the Coinholder Grants Dashboard.

ZecHub Bounty Project

In Q1 2026, ZecHub was awarded 100 ZEC valued at $46,920 at time of payment from ZCG for their bounty program. FPF is responsible for making weekly bounty payments at the direction of ZecHub. ZecHub retains ownership of the bounty program, its strategic direction, and decisions regarding bounty recipients. FPF only handles the administration of program payouts and the associated due diligence and accounting activities. In Q1 2026, FPF received 5 ZEC, valued $2,346 USD at time of payment from ZecHub for providing admin services for

Jan 1-Dec 31, 2026.

	Apr 2026	May 2026	Jun 2026	Q2 Totals
Total Zec Paid Out	25.61	23.94	16.45	**66 ZEC**
Total USD Value Paid Out (valued at time of payout)	$7,405.99	$12,187.50	$6,864.35	**$26,457.84**
Total ZEC Remaining	113.93	89.98	73.53	**73.52 ZEC**
Total USD Value ZEC Remaining*	$39,935.24	$51,178.83	$29,340.45	**$29,340.45**
USD/ZEC EOM Closing Price	$350.52	$568.79	$399.03	

*Value of ZEC remaining is based on the closing ZEC price at the end of the month

In Q2, FPF distributed **127 payments** to **27 unique bounty recipients** as part of ZecHub's ongoing contributor rewards program. In total, FPF has made a total of 736 payments on behalf of ZecHub through the end of Q2.

All bounty payments made in Q2 were completed within four hours of ZecHub's notification (every Sunday).

ZK AV Club Bounty Project

In Q1 2026, ZK AV Club was awarded 84.67 ZEC valued at $30,000 USD at time of payment from ZCG for their "gig" payment bounty program. FPF is responsible for making monthly "gig" payments (bounty program) at the direction of ZK AV Club in addition to making monthly payments directly to regular contributors. ZK AV Club retains ownership of the bounty program and regular contributor responsibilities, the program's strategic direction, and decisions regarding bounty recipients and contributors. FPF only handles the administration of program payouts and the associated accounting activities. In Q1 2026, FPF received 11.01 ZEC valued $3,900 USD at time of payment from ZK AV Club for admin services provided Jan 1-Dec 31, 2026.

	Apr 2026	May 2026	Jun 2026	Q2 Totals
Total Zec Paid Out	0.00	4.51	2.92	**7.43 ZEC**

Total USD Value Paid Out (valued at time of payout)	0	$1,849.00	$1,555.00	**$3,404.00**
Total ZEC Remaining	73.84	69.32	66.41	**66.41 ZEC**
Total USD Value ZEC Remaining*	$25,881.46	$39,431.02	$26,498.90	**$26,498.90**
USD/ZEC EOM Closing Price	$350.52	$568.79	$399.03	

*Value of ZEC remaining is based on the closing ZEC price at the end of the month

In Q2 2026, we sent 17 payments to 14 unique gig program recipients (included in above table) and 16 payments to 6 regular contributors.

Zcash Community Grants (ZCG)

In July 2024, the Zcash community voted in favor of ZIP 1015, which allocates 8% of the block subsidy to the Financial Privacy Foundation (FPF). These funds are designated for the Zcash Community Grants Committee (ZCG) to support independent teams within the Zcash ecosystem, starting at block height 2,726,400 (mid-November 2024). ZIP 1016 extends ZCG's funding stream administered by FPF, continuing the allocation for an additional 1,260,000 blocks (approximately three years) following the expiry of ZIP 1015's funding stream, and ending at Zcash's third halving (mid-November 2028). FPF receives and manages these funds, ensuring they are disbursed for grants and related administrative expenses under the ZCG program.

During Q2, ZCG received 13,038.76 ZEC in community donations through ZIP 1016, representing approximately $5.75 million USD in funding.

FPF provides the following services to ZCG:

- Administrative Support *(Comprehensive support for grantmaking activities, election process management, etc.)*
- Finance Support *(Treasury management, accounting services, financial reporting, etc.)*
- Community Activities Support *(Note taking, outreach, general communication, etc.)*
- Strategic Support *(Research, brainstorm input, etc.)*

In addition, during Q2:

1. ZCG meeting minutes were posted within 1.3 days from the completion of the meeting.
2. FPF collaborated with ZCG to successfully organize and process the first tranche of 11 security bounty payouts for approved vulnerability disclosures to the Zcash Foundation,

ensuring all payments were completed in accordance with FPF payment policies under the now-canceled bounty program.
3. Election
    a. Nominations
    b. Candidate Videos
    c. Results
    d. Onboarded new member Paul Brigner, refreshed Gguy's documents
4. Ran the DWeb Representative application and selection process.
5. Served as the primary point of contact for five ZCG-sponsored events, coordinating communications, branding, and promotional materials to maximize Zcash's visibility.
6. Cumulative FPF payments made on behalf of ZCG (from program inception through Q2 2026) include:
    a. 296 milestone payments
    b. 52 discretionary payments
    c. 93 ZCG member stipend payments

ZCG statistics:

	Q1 2026	Q2 2026	Q3 2026	Q4 2026
# Grants Submitted	68	74		
# New Grants & IC agreements Approved	14	21		
# Approved In Progress Grants **includes grants approved in previous quarters & IC agreements*	30	31		
Average Days Submission to ZCG Decision	11.3	11.58		
# of Milestones Paid Out	62	73		
Total $ of New Grants Approved *Excludes Approved projects for IC agreements	$649,855	$1,212,180		
Total $ Expended Grants in Qtr *Includes IC agreement payouts	$1,410,662	$1,881,482		
Total $ Grants & IC Agreement Contracts Liable End of Qtr	$2,506,117	$2,212,656		
Discretionary Fund Usage *includes trading fees	$54,108	$1,216,687		
ZCG Member Stipend Expense	$66,074	$89,346		
TOTAL Expenses	**$1,530,844**	**$3,187,515**		

Q2 highlights (compared to Q2 2025):

- 66% increase in number of grant submissions
- 46% increase in total grant funding approved
- 50% increase in grant milestone and discretionary fund payments processed

FPF Financial Spotlight

FPF Expenses 2026					
	Q1 2026	**Q2 2026**	**Q3 2026**	**Q4 2026**	**Total**
FPF General Overhead	$26,457	$3,463			
ZCG Support	$26,970	$31,755			
ZecHub Support	$2,562	$2,562			
ZK AV Support	$1,488	$1,488			
CDRGP Admin	$2,700	$2,700			
FPF Grants & Donations	$0	$0			
ZecHub Committee Expense (1)	$14,363	$26,458			
ZK AV Committee Expense (1)	$2,389	$3,404			
ZCG Committee Expense (2)	$1,530,843	$3,187,516			
Total	**$1,607,772**	**$3,259,346**			

1. Bounty payments.
2. Includes ZCG grants IC agreements, discretionary fund expenses, trading fees and ZCG member compensation.

FPF Simplified Balance Sheet as of June 30, 2026								
	FPF Unrestricted Funds		Funds Restricted for ZecHub		Funds Restricted for ZK AV Club		Funds Restricted for ZCG	
Liquid Assets	**Balance**	**USD Value**	**Balance**	**USD Value**	**Balance**	**USD Value**	**Balance**	**USD Value**
USD	-	$ 473,364	-	-				$ 8,938,877
USDC	6,169	$ 6,919	-	-			2.80	$ 2.80
ZEC	1,768.34	$ 705,622	73.53	$ 29,340	66.41	$ 26,499	76,020.05	$30,334,282
CACAO	-		-				1,242,237	$ 134,658
Total Liquid Assets		$ 1,185,904	-	$ 29,340		$ 26,499		$ 39,407,821
Liabilities		USD Value		USD Value				USD Value
Grant Commitments		-		-				$ 2,212,656
Accrued Expenses		-		-				
Total Liabilities		-		-				$ 2,212,656
Net Liquid Assets		**$ 1,185,904**		**$ 29,340**		**$ 26,499**		**$ 37,196,165**
ZEC closing price as of June 30, 2026 (used to calculate USD value of coins) = $399.03 **CACAO closing price as of June 30, 2026 (used to calculate USD value of coins) = $0.11**								