

GREGORY S. MILLIGAN, RECEIVER
For Pride of Austin High Yield Fund I, LLC

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*Pending in the 201st Judicial District
In the District Court of Travis County, Texas
Case No. D-1-GN-24-001018*

March 2, 2025

Notice to All Investors Regarding Fair Market Value Reporting by the Fund

Many investors have requested fair market value reporting for their Individual Retirement Accounts (IRA).

As previously communicated, the Receiver retained Weaver & Tidwell to provide an independent valuation of the Fund's assets as of December 31, 2023; however, after further consultation with legal and tax advisors to the receivership estate, the Receiver is unable to provide a fair market valuation at this time for any period.

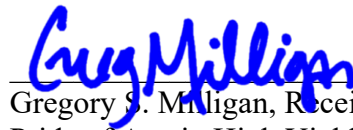
The Receiver continues to evaluate accounting and tax reporting for the Fund, dating back to at least 2016. This forensic review will require the Receiver to complete and correct prior accounting and tax reporting, which may impact investors' capital accounts. Specifically, the reinvested dividends that increased those investors' capital accounts did not represent actual pro-rata share of the Fund's profits for numerous years.

In the current liquidation scenario, each investor's fair market value is equal to the amount of such investor's ultimately dividend through the receivership proceeding, and each investor's ultimate dividend is dependent upon (1) the unique historical transactions and recovery received to date, (2) the court approving a yet-to-be filed distribution plan, and (3) the amount of money the Receiver is able to recover through his monetization efforts, net of the costs of administration ... all of which are currently unknown.

For these reasons and because of these unknowns in this unique situation, it is impossible for the Receiver to provide traditional annual FMV calculations. And by extension, the Receivers will not be issuing any required minimum distributions (RMDs).

The Receiver encourages investors to consult their tax advisors for how to address their unique circumstance.

Sincerely,



Gregory S. Milligan, Receiver for
Pride of Austin High Yield Fund I, LLC