PABRAI INVESTMENT FUNDS

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mp@pabraifunds.com

To: All Limited Partners and Investors of the Pabrai Investment Funds

From: Mohnish Pabrai, Managing Partner

Date: April 15, 2026

Re: **Q1 2026 Letter to Partners**

Dear Partners:

For the April 1, 2026 opening, a total of $6.3 million was added to the various funds by new and existing partners. The additions on a per fund basis are:

PIF2: $0 PIF3: $0.28 million PIF4: $6 million

PIF2 is the oldest fund and has been closed to new investors for many years. SEC rules limit PIF2 to a total of 100 partners and the fund currently has three open slots. PIF2 is open to US-based investors who are Qualified Clients. The minimum investment to join PIF2 as a new partner is $10 million.

PIF3 is our offshore fund for non-US accredited offshore investors, and U.S. IRAs, foundations, and endowments. The minimum investment to join PIF3 as a new partner is $10 million. PIF3 is closed to new and existing IRAs but continues to be open to US foundations/endowments and foreign investors. PIF4 is primarily open to additions from existing investors.

For existing investors in any of the funds, the minimum addition to their current investment is $25,000. Here are the deposit slips for PIF2, PIF3 and PIF4. If you are interested in or would like more information about the July 1, 2026 opening, please contact me at mp@pabraifunds.com or Kimberly Engleman at ke@pabraifunds.com. The updated performance numbers on all the funds are:

THE PABRAI INVESTMENT FUND II, LP (US Qualified Investors) Performance Summary:

	S&P 500	PIF2 (net to investors)
10/1/00-6/30/01	-14.0%	17.4%
7/1/01-6/30/02	-18.0%	35.3%
7/1/02-6/30/03	0.3%	34.2%
7/1/03-6/30/04	19.1%	38.7%
7/1/04-6/30/05	6.3%	23.4%
7/1/05-6/30/06	8.6%	15.0%
7/1/06-6/30/07	20.6%	34.0%
7/1/07-6/30/08	-13.1%	-32.4%
7/1/08-6/30/09	-26.2%	-25.2%
7/1/09-6/30/10	14.4%	43.6%
7/1/10-6/30/11	30.7%	35.8%
7/1/11-6/30/12	3.9%	-21.8%
7/1/12-6/30/13	20.6%	42.2%
7/1/13-6/30/14	24.6%	26.7%
7/1/14-6/30/15	7.4%	-4.5%
7/1/15-6/30/16	4.0%	-30.0%
7/1/16-6/30/17	17.9%	64.9%
7/1/17-6/30/18	14.4%	23.9%
7/1/18-6/30/19	10.4%	-19.2%
7/1/19-6/30/20	7.5%	-10.6%
7/1/20-6/30/21	40.8%	39.7%
7/1/21-6/30/22	-10.6%	-28.9%
7/1/22-6/30/23	19.6%	24.6%
7/1/23-6/30/24	24.5%	86.3%
7/1/24-6/30/25	15.1%	-25.2%
7/1/25-03/31/26	10.6%	**37.4%**
1/1/26-03/31/26	-4.4%	**16.1%**
Annualized	8.1%	**12.1%**
Cumulative	629.2%	**1729.0%**

PABRAI INVESTMENT FUND 3, LTD (Offshore/IRA Investors) Performance Summary:

	S&P 500	PIF3 (net to investors)
2/1/02-12/31/02	-20.4%	-5.2%
1/1/03-12/31/03	28.7%	96.5%
1/1/04-12/31/04	10.9%	14.7%
1/1/05-12/31/05	4.9%	-0.2%
1/1/06-12/31/06	15.8%	37.8%
1/1/07-12/31/07	5.5%	-7.8%
1/1/08-12/31/08	-37.0%	-60.9%
1/1/09-12/31/09	26.5%	125.0%
1/1/10-12/31/10	15.1%	34.4%
1/1/11-12/31/11	2.1%	-15.7%
1/1/12-12/31/12	16.0%	23.4%
1/1/13-12/31/13	32.4%	46.6%
1/1/14-12/31/14	13.7%	1.9%
1/1/15-12/31/15	1.4%	-16.7%
1/1/16-12/31/16	11.9%	2.3%
1/1/17-12/31/17	21.8%	109.2%
1/1/18-12/31/18	-4.4%	-41.9%
1/1/19-12/31/19	31.5%	12.5%
1/1/20-12/31/20	18.4%	18.4%
1/1/21-12/31/21	28.7%	-15.2%
1/1/22-12/31/22	-18.1%	16.8%
1/1/23-12/31/23	26.3%	38.9%
1/1/24-12/31/24	25.0%	61.9%
1/1/25-12/31/25	17.9%	-20.0%
1/1/26-03/31/26	-4.4	17.2%
Annualized	9.6%	**11.6%**
Cumulative	811.1%	**1331.1%**

THE PABRAI INVESTMENT FUND IV, LP (US Qualified Investors) Performance Summary:

	S&P 500	PIF4 (net to investors)
10/1/03-12/31/03	12.2%	8.4%
1/1/04-12/31/04	10.9%	14.4%
1/1/05-12/31/05	4.9%	4.9%
1/1/06-12/31/06	15.8%	32.4%
1/1/07-12/31/07	5.5%	-3.4%
1/1/08-12/31/08	-37.0%	-60.0%
1/1/09-12/31/09	26.5%	118.8%
1/1/10-12/31/10	15.1%	30.7%
1/1/11-12/31/11	2.1%	-14.8%
1/1/12-12/31/12	16.0%	16.1%
1/1/13-12/31/13	32.4%	46.0%
1/1/14-12/31/14	13.7%	1.8%
1/1/15-12/31/15	1.4%	-15.4%
1/1/16-12/31/16	11.9%	6.3%
1/1/17-12/31/17	21.8%	62.4%
1/1/18-12/31/18	-4.4%	-22.8%
1/1/19-12/31/19	31.5%	18.0%
1/1/20-12/31/20	18.4%	-6.7%
1/1/21-12/31/21	28.7%	1.5%
1/1/22-12/31/22	-18.1%	-24.4%
1/1/23-12/31/23	26.3%	44.7%
1/1/24-12/31/24	25.0%	20.2%
1/1/25-12/31/25	17.9%	-6.3%
1/1/26-3/31/26	-4.4%	**14.8%**
Annualized	10.8%	**7.4%**
Cumulative	904.7%	**399.0%**

General Comments

In Q1 2026, the three funds were up 15-17% while the S&P 500 was down about 4%. Our focus is on much longer-term results and there isn't much to be gleaned from the Q1 numbers.

At the risk of sounding like a broken record, I'd like to remind you that the three funds are very concentrated and that is not expected to change in the foreseeable future. Our positions in Reysas, metallurgical coal and TAV Airports make up 83%, 85% and 80% of the three funds respectively. I have discussed these businesses extensively in these letters and in our annual meetings over the last several years. I encourage you to read all of these past missives here: Reysas, TAV Airports and Metallurgical Coal.

I remain bullish on the prospects of all our holdings. At the same time, one must acknowledge the reality that one or more of these bets may not work and may even lead to a permanent loss of capital.

Pabrai Wagons Fund ETF (WAGN)

Some of you may be aware that I also manage the Pabrai Wagons Fund ETF (NYSE Ticker: WAGN). This is not a sales pitch for WAGN. ETF rules require WAGN to be far more diversified than Pabrai Funds. While all three Pabrai Funds have seven equity holdings, the WAGN fund has nineteen positions. The deep dives I do for WAGN's portfolio have potential benefits for Pabrai Funds investors. We may uncover investment ideas that are better than one or more of the seven businesses Pabrai Funds currently owns. And we may drill down on stocks we may not have if WAGN does not exist.

I just wanted to share that I believe the existence of WAGN is a net positive for Pabrai Fund investors. Recently I have thought a lot about whether bringing in one WAGN idea into Pabrai Funds is a good idea. In two of our three funds there are serious tax implications related to trimming any position with large gains. And then there is the issue of the mistress appearing hotter than the wife. Whether she is more beautiful is sometimes not an easy question to answer. So far, we have made no portfolio changes due to WAGN at Pabrai Funds, but the internal debate continues.

ETF investing involves risk and principal loss is possible. Shares of any ETF are bought and sold at Market Price (not NAV) and not individually redeemed by the fund. Past performance is not a reliable indicator of future results. Diversification cannot assure a profit or protect against loss in a down market.

Before you invest in the Pabrai Wagons ETF, please refer to the Statutory Prospectus and Summary Prospectus for important information about the investment company, including investment objectives, risks, charges and expenses. You may also obtain a hard copy of the prospectus by calling 1-800-617-0004. The prospectus should be read and considered carefully before you invest or send money.

Distributed by Quasar Distrbutors LLC, unaffiliated with Dhandho Funds or Pabrai Wagons Advisors.

Alignment of Interests

My immediate family has a stake of 167,886 units of PIF2 and 227,121 units of PIF4. The administrative team at Pabrai Funds and I own 42,917 units of PIF4 and 11,773 units of PIF3 in various retirement accounts. In addition, The Dakshana Foundation owns 86,246 units of PIF3. The aggregate stake of the Pabrai family, the Pabrai Funds team and The Dakshana Foundation in Pabrai Funds is worth approximately $58 million.

Pabrai Funds charges no management fee, just performance fees – which are a fourth of the returns over 6% annualized (subject to high-water marks). I only get paid when you make money. When you win, I win. I am very bullish on the long-term future of Pabrai Funds – as demonstrated by the fact that my family, together with entities that I control, are collectively the second largest investor in the funds. No fees were earned in Q1 2026.

I have an approximately $4.6 million investment in Dhandho Holdings. Additionally, The Dakshana Foundation has an approximately $0.5 million investment in Dhandho Holdings. Besides this, I have no other meaningful interests in any other mutual funds, hedge funds or private equity funds. Our interests are completely aligned.

New Bank and Wire Instructions for Subscriptions and Deposits

PIF2, PIF3 and PIF4 have all changed the bank that they use to accept incoming wires for new subscriptions and additional deposits from Northbrook Bank & Trust (Wintrust) in Chicago to Horizon Bank in Austin, Texas. As a result, the wire instructions that you will use to wire your contributions to any of the three funds have now changed to the Horizon Bank instructions. **Please do not use the Wintrust instructions anymore as those accounts are closed.** The Horizon instructions have all been updated on all our subscription agreements and deposit slips. If you have any questions or need any assistance, please do not hesitate to contact Kimberly Engleman at ke@pabraifunds.com.

Online Portal for Investment Statements and Audited Financials

Your 3/31 investor statements and the latest audited financial statements for each Fund have been uploaded to your investor portal. If you have trouble accessing your investor portal or need to reset your password, please contact Kimberly Engleman at ke@pabraifunds.com for assistance.

Final K-1's (for US Investors)

For PIF2 and PIF4 investors, your final K-1s were uploaded to the portal mid-March. If you (or your accountant) need assistance downloading the K-1, please nudge Kimberly Engleman at ke@pabraifunds.com.

Firm Brochure, Brochure Supplement, and Privacy Notice:

The latest versions of Part 2A of our Form ADV (i.e., our Firm Brochure), Part 2B of our Form ADV (i.e., our Brochure Supplement), and our Privacy Notice can be found in the legal tab of our website: Legal.

Annual Redemption Date Only for Retirement Account RMDs

We have an annual redemption date on September 30th only for retirement accounts invested in the PIFs in which the beneficial owner is 73 years or older. The purpose of this is to allow folks who are 73 years or older and who are invested in the PIFs with retirement assets to meet their annual RMDs. These investors can also still redeem whatever they wish on 12/31 with 60 days' advance notice.

We recommend that these folks make their first redemption request with the next 5 years in mind and redeem 20% of their balance. They can then keep those retirement funds in cash or a low-cost index fund with daily liquidity (e.g., an S&P 500 index fund with their broker/custodian) and tap that annually for RMDs as needed. Then, each year, they can redeem an additional 3.5% - 7% to make sure that they have sufficient funds for RMDs at all times.

We need to receive the redemption request with 60 days' advance notice (i.e., by August 1st). Please nudge Kimberly Engleman at ke@pabraifunds.com if this is of interest and she will provide you with a redemption request form.

Annual Report – Will be out in Q2 2026

Our modus operandi now is to provide expansive commentary in the annual reports and the annual meetings. The quarterly letter will continue to provide updated performance numbers and announcements, but minimal commentary. The annual report is slated to be published in Q2 2026.

Suggestion Box

We are always interested in hearing how we can better serve you. Please feel free to email me any suggestions/feedback you may have at mp@pabraifunds.com.

2026 Annual Meeting

There are two annual meetings held sequentially in 2026: an in-person meeting in Austin, Texas and a virtual meeting. These meetings will cover Pabrai Funds, Dhandho Holdings and Dhandho Funds.

The **In-Person Austin** meeting was held on **Saturday, April 11th, 2026** at 4:00 PM Central Time at:

St. Edwards University
John Brooks Williams Science Center South

3001 South Congress, Austin, Texas 78704-6489 Tel: +1 512-448-8400

St. Edwards has a beautiful campus lined with 100-year-old Texas live oak trees and is only 10 minutes from downtown Austin. It is also a 10-minute drive from Austin-Bergstrom International Airport (AUS).

There are many hotels and Airbnbs in downtown Austin, and cheaper options 10-15 miles out.

Agenda for the Austin meeting:

4:00 – 4:30 PM: Meet and Greet
4:30 – 6:30 PM: Presentation and Q&A
6:30 – 7:15 PM: Cocktail Hour

The **Virtual** meeting is scheduled to be held via video conference on **Saturday, April 18, 2026,** at 1:00 PM Central Time. Confirmed guests will receive instructions via email on how to attend the virtual meeting.

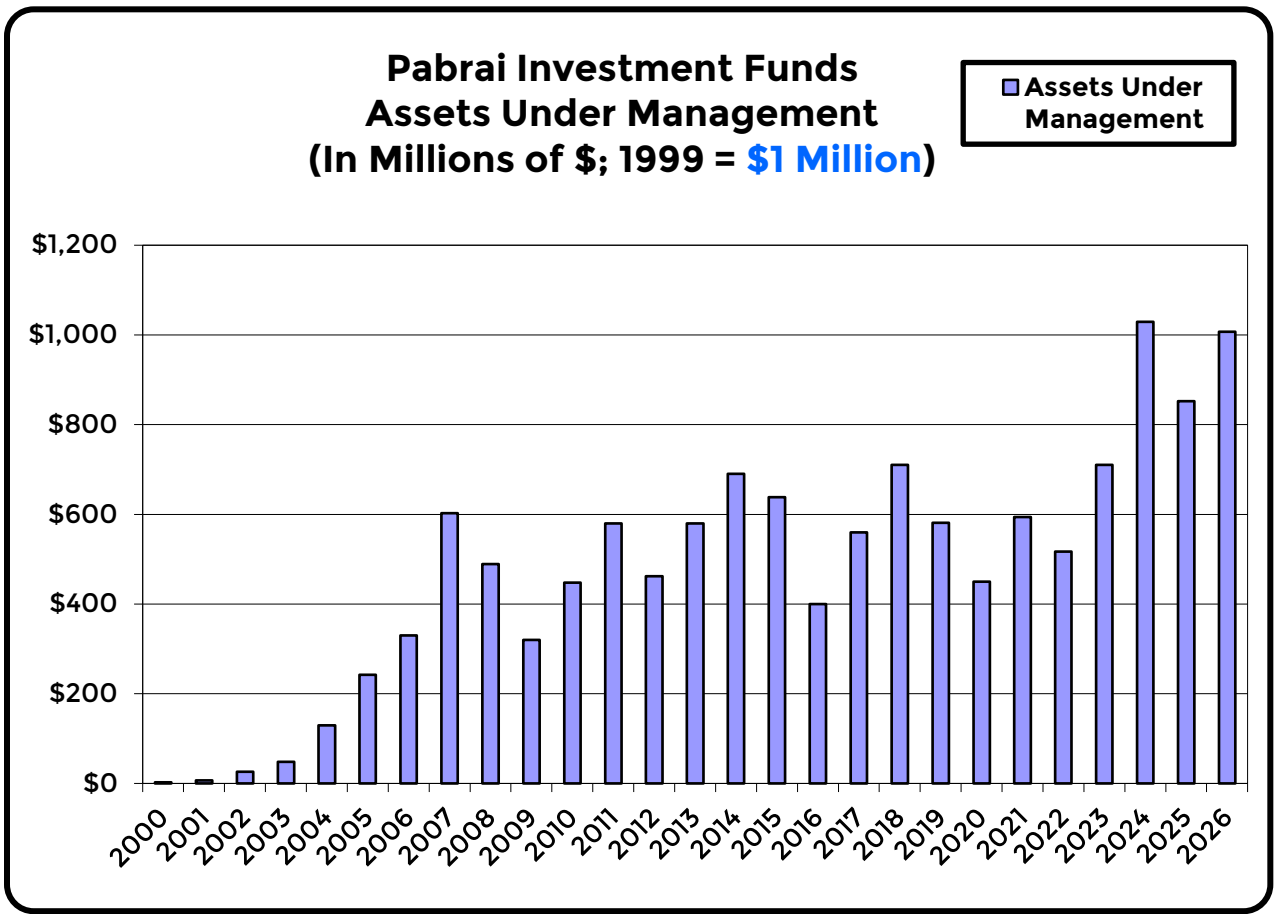
Agenda for the virtual meeting:

1:00 – 3:00 PM Central Time: Presentation and Q&A

The invites went out electronically via email in January. Look for it in your inbox! If you didn't receive it, please contact invite@pabraifunds.com. Your significant other and young kids are welcome to attend. As we are a Registered Investment Advisor, the SEC requires that all guests must be "accredited investors," which includes your adult kids (22 years or older). The invitation is non-transferable. I look forward to seeing you soon.

Assets Under Management

There is $1 billion in assets across all three funds as of March 31, 2026.



Thanks for your continued interest, referrals and support. Feel free to call me at +1512.999.7110 or email me at mp@pabraifunds.com with any queries or comments.

Warm regards,



Mohnish Pabrai

Note: The assets under management in the above graph are as of June 30 for all annual periods. Various indices are included throughout this letter for reference. Reference to an index or benchmark does not imply that the strategy will achieve returns, experience volatility, or have other results similar to the index. As an example, the Funds may invest in foreign securities or fixed income instruments; however the indices presented only include U.S. securities. These indices are purely a basket of stocks, and the Funds may invest in securities other than stocks such as bonds, warrants and preferred stocks. The Funds typically hold fewer than 10 positions as compared to 500 in the S&P, 30 in the DJIA, and thousands in the NASDAQ. Therefore, the Funds are significantly more concentrated than the benchmark indices and may experience notably higher volatility and return characteristics from these indices.

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Appendix A

PIF2's Performance History (Net to Investors)

No. of Units	Date	PIF2 NAV
110,000	10/01/2000	$10.00
330,014	06/30/2001	$11.74
1,027,795	06/30/2002	$15.89
1,950,982	06/30/2003	$21.32
2,445,212	06/30/2004	$29.58
2,696,688	06/30/2005	$36.52
2,634,780	06/30/2006	$41.99
2,969,380	06/30/2007	$56.25
2,931,045	06/30/2008	$38.01
2,463,647	06/30/2009	$28.45
2,393,859	06/30/2010	$40.84
2,257,420	06/30/2011	$55.46
2,180,892	06/30/2012	$43.36
2,057,676	06/30/2013	$61.68
1,906,927	06/30/2014	$78.13
1,795,006	06/30/2015	$74.64
1,684,602	06/30/2016	$52.26
1,774,805	06/30/2017	$86.17
1,959,084	06/30/2018	$106.77
1,884,302	06/30/2019	$86.30
1,829,713	06/30/2020	$77.13
1,833,800	06/30/2021	$107.77
1,807,057	06/30/2022	$76.64
1,861,149	06/30/2023	$95.50
1,868,719	06/30/2024	$177.96
1,935,651	03/31/2025	$136.27
1,937,853	06/30/2025	$133.14
1,941,232	09/30/2025	$136.91
1,900,958	12/31/2025	$157.57
1,917,776	03/31/2026	$182.90

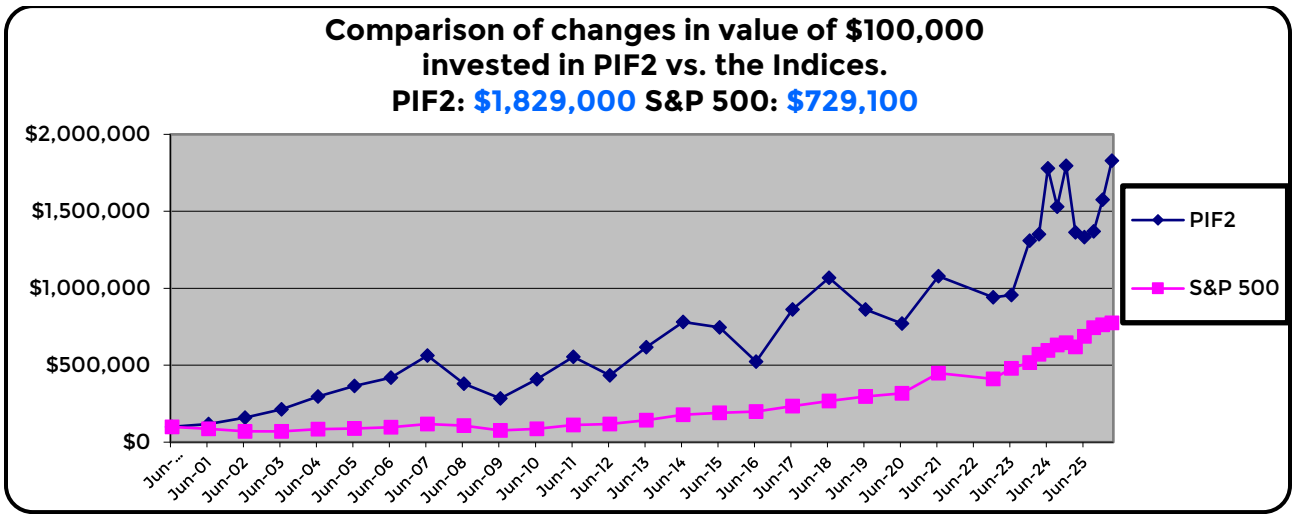
PIF3's Performance History (Net to Investors)

No. of Units	Date	PIF3 NAV
65,100	02/01/2002	$10.00
266,019	12/31/2002	$9.48
479,673	12/31/2003	$18.63
1,633,201	12/31/2004	$21.37
2,450,650	12/31/2005	$21.32
2,876,646	12/31/2006	$29.37
6,336,472	12/31/2007	$27.09
5,405,734	12/31/2008	$10.57
5,038,652	12/31/2009	$23.79
4,885,248	12/31/2010	$31.95
4,701,614	12/31/2011	$26.92
4,318,818	12/31/2012	$33.21
4,375,863	12/31/2013	$48.70
4,290,222	12/31/2014	$49.61
3,798,683	12/31/2015	$41.33
2,330,096	12/31/2016	$42.27
2,381,430	12/31/2017	$88.45
2,379,615	12/31/2018	$51.42
2,376,897	12/31/2019	$57.85
2,326,717	12/31/2020	$68.52
2,438,032	12/31/2021	$58.11
2,623,843	12/31/2022	$67.86
2,629,823	12/31/2023	$94.28
2,686,957	12/31/2024	$152.63
2,736,103	03/31/2025	$113.96
2,792,703	06/30/2025	$106.26
2,799,351	09/30/2025	$107.48
2,663,398	12/31/2025	$122.07
2,733,111	03/31/2026	$143.11

PIF4's Performance History (Net to Investors)

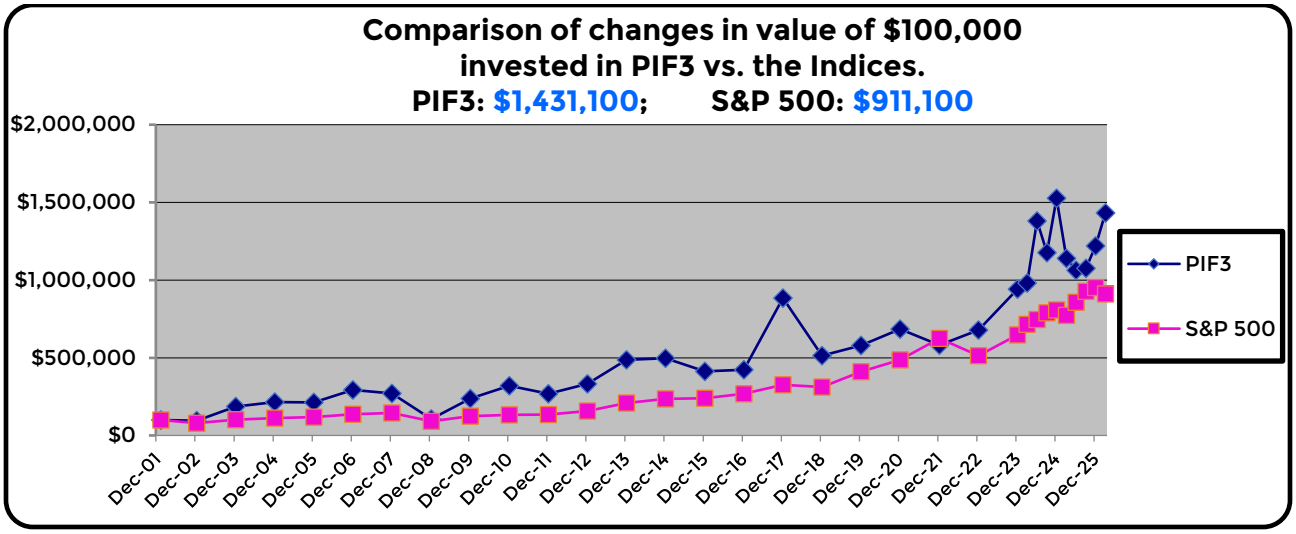
No. of Units	Date	PIF4 NAV
595,030	10/01/2003	$10.00
1,219,330	12/31/2003	$10.84
5,627,712	12/31/2004	$12.40
9,055,843	12/31/2005	$13.01
10,833,516	12/31/2006	$17.23
15,891,190	12/31/2007	$16.64
15,688,228	12/31/2008	$6.66
14,864,752	12/31/2009	$14.57
15,246,424	12/31/2010	$19.05
14,493,713	12/31/2011	$16.24
12,398,564	12/31/2012	$18.85
11,560,682	12/31/2013	$27.53
10,641,808	12/31/2014	$28.03
9,531,765	12/31/2015	$23.71
8,701,894	12/31/2016	$25.21
8,039,765	12/31/2017	$40.96
7,809,565	12/31/2018	$31.64
6,628,989	12/31/2019	$37.33
6,019,728	12/31/2020	$34.82
5,759,043	12/31/2021	$35.33
5,674,342	12/31/2022	$26.69
5,304,941	12/31/2023	$38.62
5,646,298	12/31/2024	$46.42
5,708,043	03/31/2025	$35.12
5,751,543	06/30/2025	$35.24
5,763,724	09/30/2025	$36.89
5,238,853	12/31/2025	$43.49
5,314,304	03/31/2026	$49.90

THE PABRAI INVESTMENT FUND II, LP (US Qualified Investors) Performance Summary:



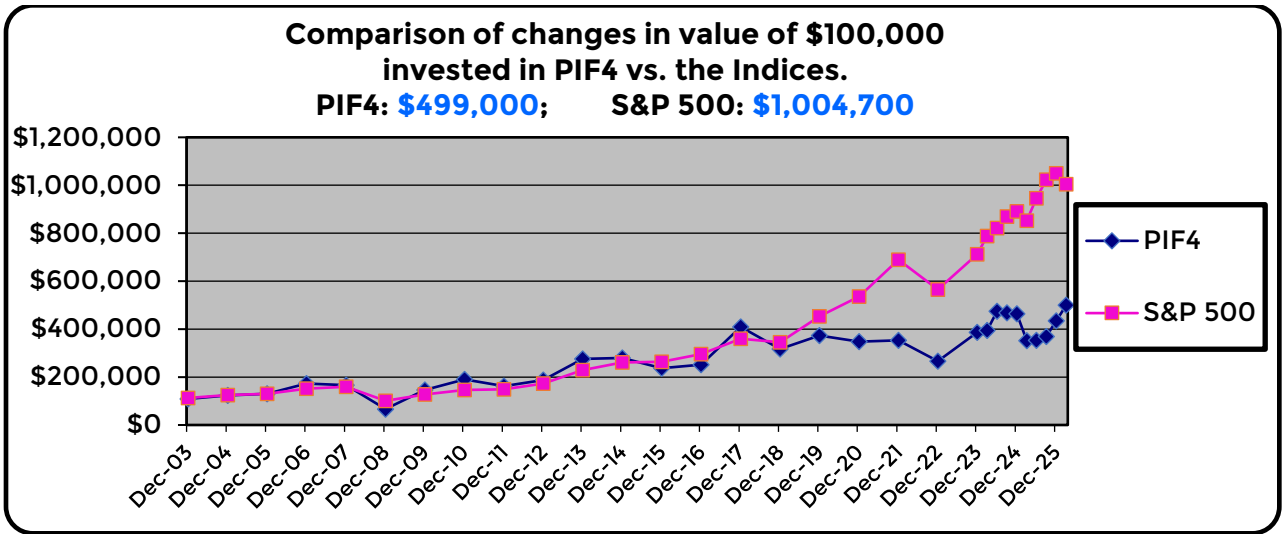
PIF2 Investors:
A $100,000 investment in PIFI at inception on July 1, 1999 and rolled over into PIF2 on 12/31/02 ($197,900) was worth $2,562,400 as of March 31, 2026 (net to investors). This equates to an annualized return of 12.9% since inception – after all fees and expenses. An investment of $100,000 in the S&P 500 on July 1, 1999 was worth $774,500 on March 31, 2026 – an annualized gain of 7.9%. The S&P 500 gains include reinvested dividends. In the graph above, the start date for PIF2 is shown as June 2000 for readability. The correct start date is October 2000.

PABRAI INVESTMENT FUND 3, LTD (Offshore/IRA Investors) Performance Summary:



PIF3 Investors:
A $100,000 investment in PIF3 at inception on February 1, 2002 was worth $1,431,100 as of March 31, 2026 (net to investors). This equates to an annualized return of 11.6% since inception. An investment of $100,000 in the S&P 500 on February 1, 2002 was worth $911,100 on March 31, 2026 – an annualized gain of 9.6%. The S&P 500 gains include reinvested dividends. In the graph above, the start date for PIF3 is shown as December 31, 2001 for readability. The correct start date is Feb. 1, 2002.

THE PABRAI INVESTMENT FUND IV, LP (US Qualified Investors) Performance Summary:



PIF4 Investors:
A $100,000 investment in PIF4 at inception on October 1, 2003 was worth $499,000 as of March 31, 2026 (net to investors). This equates to an annualized gain of 7.4% since inception. An investment of $100,000 in the S&P 500 on October 1, 2003 was worth $1,004,700 on March 31, 2026 – an annualized gain of 10.8%. The S&P 500 gains include reinvested dividends. In the graph above, the start date for PIF4 is shown as Dec 31, 2003 for readability. The correct start date is Oct. 1, 2003.

Important Disclosures:

Past performance is not indicative of future results. Returns are presented net of all fees and expenses, include the reinvestment of income and are calculated using a simple rate of return. The securities discussed do not represent all securities recommended for the Funds. It is also not a recommendation to buy or sell and one should not presume they will be profitable.

Due to the high concentration in a small number of holdings, each Fund's performance may be hurt disproportionately by the poor performance of one or only a few stocks.

Before making any investment decision, consider whether it is suitable for you and consider seeking advice from your own financial or investment adviser.

Please be aware that our current and past newsletters may discuss specific securities that have performed well without necessarily addressing those that have underperformed within our Fund(s). Readers should not infer that all investment decisions within the Funds were profitable.