



Meet Impax's Environmental Markets Team

Impax's Environmental Markets portfolio management team brings together deep expertise across energy systems, industrials, technology, and AI — united by a shared focus on identifying the strongest opportunities within the transition to a more sustainable economy. In this issue, we share highlights from a recent conversation with the team on the themes they find most compelling today.

Q: Why do you believe this is one of the most compelling times in decades to invest in environmental markets?

Fotis: We're seeing rapid technological innovation, new companies emerging, and a constantly evolving opportunity set. The transition to a more sustainable economy isn't slowing down - it's accelerating - and that creates continual waves of new risks and opportunities.

From our vantage point, the secular growth trends are as strong as we've ever seen.

Sanjeev: Importantly, many of today's solutions no longer rely on policy support - they stand on economic merit. Whether it's power efficient technologies or water resilience systems, many of these innovations can deliver attractive paybacks for customers. I think that combination of economic benefit and sustainability impact is incredibly powerful.

Editor: Marisa Hercules

Layout: Dorset Star

www.impaxam.com

General Fund Information:

☎ 800.767.1729

Shareholder Account Information:

☎ 800.372.7827



This newsletter is printed on recycled paper with 30% recycled content and printed using soy and vegetable based inks.

230a IAML-M-948330 10/26



Three long-term themes the team is most excited about today



Energy efficiency and management

Sanjeev: Companies that help reduce energy use and carbon emissions while providing strong cost savings. These technologies meet dual objectives performance and sustainability which makes them highly attractive in the current environment.



Water resilience and efficiency

Luciano: Roughly a quarter of water is lost through leakage before reaching end users, which creates both climate and energy challenges.¹ With added pressure from urbanization, climate stress, and high demand sectors like data centers, companies providing solutions such as leakage detection and smart sensors stand to benefit from long term, secular growth.



Grid and power infrastructure investment

Fotis: We are seeing a massive investment cycle underway. After decades of under investment, electrification and the rapid build out of AI data centers are driving urgent demand for upgraded power transmission and distribution. In the US alone, estimates point to the need for around \$1 trillion in investment over the next five years, which is creating significant opportunity for solution providers.²



Sanjeev Lakhani

Luciano Lilloy

Fotis Chatzimichalakis

1 Ovarro, 2025: The future of leakage
2 Patel, M. 9 October 2025: Investor-Owned Utilities to Spend \$1.1T in Grid Boost as Power Demand Spirals.

How does the team identify the strongest opportunities within such a broad universe?

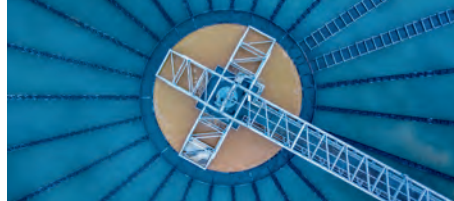
Sanjeev: Impax has deep expertise in this space, anchored by our Environmental Markets Taxonomy, which helps us define and filter companies providing genuine solutions. This framework naturally steers us toward what we believe are companies with compelling growth opportunities. From there, we draw on our collective experience and the insights of a global team of sector specialists and analysts to make portfolio decisions. We look for high quality businesses with superior growth potential and apply disciplined valuation to construct portfolios that aim for strong risk-adjusted returns.

Energy



Focus areas: Alternative energy, smart grids, power storage, lighting, industrial & consumer efficiency

Water



Focus areas: Distribution & infrastructure, treatment, efficiency, utilities

Clean & Efficient Transport



Focus areas: Advanced aviation & shipping, railways, e-bikes, road vehicles, shared mobility

Circular Economy



Focus areas: Pollution control, recycling & waste technologies, resource circularity

Smart Environment



Focus areas: Efficient IT, cloud computing, digital collaboration solutions

Sustainable Food



Focus areas: Organic & alternative foods, food safety & packaging, agriculture, aquaculture, forestry

Read the full Meet Impax's Environmental Markets Team brochure

“Environmental markets are full of durable, secular growth opportunities today—and many more will emerge in the years ahead. With the platform and experience we have at Impax, we believe we're well positioned to identify these opportunities early and translate them into compelling long term performance for clients.” — *Sanjeev Lakhani*

To read the full Q&A with Portfolio Managers Sanjeev Lakhani, Fotis Chatzimichalakis and Luciano Lillo, visit impaxam.com/meet-the-managers. X

Shareholder Corner: Protecting Your Account

As cybercrime and fraud schemes become more common, Impax remains committed to strengthening security to help protect your account. Your vigilance also plays an important role – staying informed and using available security features can help reduce your risk.

Enhance Your Account Security:

- **Creating an online account profile** at impaxam.com/account – Impax uses a multi-layered verification process to confirm your identity before granting online access.
- **Enable text message notifications** once online access is established so you're alerted in real time to any changes or transactions in your account.
- **Enroll in VoiceID** by calling (800) 372-7827 – Impax offers a biometric voice verification system to further verify a caller's identity. Voiceprints can be collected for accounts with a mobile phone number on file and are used as part of multi-factor authentication.
- **Keep your contact information up to date**, including your mobile phone number and email address.
- **Promptly report any unauthorized changes** – such as updates to your contact details, bank information, or user credentials.
- **Please respond promptly to mailed communications** from Impax regarding address or bank account changes, even if you made the request.

Stay Vigilant:

- **Carefully review all correspondence** from your financial institutions – scammers often use fake communications to trick individuals into revealing sensitive information or making unauthorized changes.
- **Watch for discrepancies** in account statements and confirmations. Prompt detection of suspicious activity can help prevent fraud or losses.

Account security is a shared responsibility. At Impax, we treat it as a top priority. If you have questions or notice unusual activity, please contact Impax Shareholder Services at (800) 372-7827. To learn more about financial fraud and protective measures, visit the Consumer Financial Protection Bureau at consumerfinance.gov/consumer-tools/fraud X

Nothing presented herein is intended to constitute investment advice and no investment decision should be made solely based on this information. Information presented herein reflects Impax Asset Management's views at a particular time. Such views are subject to change at any point. Any forward-looking statements or forecasts are based on assumptions and actual results are expected to vary. While Impax Asset Management has used reasonable efforts to obtain information from reliable sources, we make no representations or warranties as to the accuracy, reliability or completeness of third-party information presented herein. No guarantee of investment performance is being provided and no inference to the contrary should be made.

You should always consider Impax Funds' investment objectives, risks, and charges and expenses carefully before investing. For this and other important information, please obtain a Fund prospectus by calling 800.767.1729 or visiting www.impaxam.com. Please read the prospectus carefully before investing.

An investment in Impax Funds involves risk, including loss of principal. Past performance does not guarantee future results.

Management Risk – The investment techniques and decisions of the investment adviser and the Fund's portfolio manager(s), including the investment adviser's assessment of a company's Corporate Resilience Analysis profile when selecting investments for the Fund, may not produce the desired results and may adversely impact the Fund's performance, including relative to other Funds that do not consider Corporate Resilience Analysis factors or come to different conclusions regarding such factors.

IMPAX
Asset Management

30 Penhallow Street
Suite 100
Portsmouth, NH 03801
800.372.7827
impaxfunds@impaxam.com
www.impaxam.com

Impax Asset Management LLC is investment adviser to Impax Funds. Impax Funds are distributed by Foreside Financial Services, LLC. Foreside Financial Services, LLC is not affiliated with Impax Asset Management LLC or any of the companies listed within the articles in this newsletter.

Impax is a trademark of Impax Asset Management Group Plc. Impax is a registered trademark in the UK, EU, US, Hong Kong, Canada, Japan and Australia. © Impax Asset Management LLC, Impax Asset Management Limited, Impax Asset Management GmbH and/or Impax Asset Management (Ireland) Limited. All rights reserved.