Spotlight on Impact Investing

IMPACT INVESTING AT PAX WORLD FUNDS INCLUDES INVESTING IN:

| Companies developing innovative solutions to global sustainability challenges | Companies promoting gender diversity and women’s leadership | Community-based financial institutions, green bonds and other direct, high impact investments |

PAX WORLD FUNDS OFFERS TWO GLOBAL THEMATIC FUNDS THAT GIVE INVESTORS THE OPPORTUNITY TO MAKE A SIGNIFICANT IMPACT:

- **Pax Global Environmental Markets Fund (PGRNX)** invests in companies that are developing innovative solutions to resource challenges in four key areas: energy efficiency and renewable energy, water infrastructure, waste management, and sustainable food and agriculture.
- **Pax Ellevate Global Women’s Leadership Fund (PXWEX)** invests in the highest rated companies in the world when it comes to advancing women’s leadership.

DIRECT HIGH-IMPACT INVESTMENTS

- Pax World Funds works to achieve measurable impacts by investing in green bonds and short-term notes and certificates of deposit issued by Community Development Financial Institutions (CDFIs) and credit unions.
- **Pax Core Bond Fund (PAXBX)** is an investment-grade fixed income portfolio that includes green bonds and other high-impact bonds that promote positive environmental and social outcomes.

As of Sept. 30, 2020, Pax World Funds held approximately $362 million in direct high-impact investments.*

* Direct high-impact investment holdings in the Pax Core Bond Fund and the Pax High Yield Bond Fund.

An investment in the Pax World Funds involves risk, including loss of principal. You should consider a fund's 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 it carefully before investing.
DIRECT HIGH-IMPACT INVESTMENTS

Impact Issuer Types | As of 9/30/20

- Green Bonds 27.7%
- Corporate Bonds 7.3%
- Sustainable Products & Services 15.8%
- Environment & Energy 37%
- Sustainable Infrastructure (U.S.) 3.4%
- Development Finance 28.6%
- Affordable Housing 3.5%
- Gender Equality & Women’s Empowerment 2.8%
- Education 5.9%
- Social Bonds 8.2%
- SDG Bonds 1.5%
- Municipal Bonds 3.3%
- Impact Asset Backed Securities* 10.6%
- Green Mortgage Backed Securities 9%
- Agency Bonds 3.0%
- Community Investment Notes/CDs 1.8%
- Supranational Bonds 25.8%
- Sustainability Bonds 1.8%

Impact Focus Areas | As of 9/30/20

- Sustainable Products & Services 15.8%
- Affordable Housing 3.5%
- Community Development 3%
- Development Finance 28.6%
- Green Bonds 27.7%
- Environment & Energy 37%

* Includes Solar, Auto & Education ABS

EXAMPLES OF DIRECT HIGH-IMPACT INVESTMENTS: ALL HOLDINGS AS OF 9/30/20

<table>
<thead>
<tr>
<th>Investment</th>
<th>Impact</th>
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</thead>
<tbody>
<tr>
<td>PNC Financial Services Group Green Bonds</td>
<td>Funds projects that promote a transition to a low-carbon economy and offer sustainability benefits in three categories: (1) renewable energy, (2) energy efficiency, and (3) green buildings</td>
</tr>
<tr>
<td>Capital Impact Partners</td>
<td>Channel investor capital to high-impact community development initiatives</td>
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<tr>
<td>Asian Development Bank Green Bonds</td>
<td>Seek to fund projects that mitigate greenhouse gas (GHG) emissions and adapt to the consequences of climate change</td>
</tr>
<tr>
<td>Mosaic Solar Loan Trust Asset Backed Securities</td>
<td>Securitization of loans made to consumers to finance the purchase and installation of residential solar power generation systems and related items or services</td>
</tr>
<tr>
<td>Fannie Mae Green Mortgage Backed Securities</td>
<td>Provide mortgage financing to apartment buildings and cooperatives to finance energy and water efficiency property improvements</td>
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1. The Pax Global Environmental Markets Fund’s investment objective is to seek long term growth of capital by investing in innovative companies around the world whose businesses and technologies focus on environmental markets, including alternative energy and energy efficiency; water infrastructure technologies and pollution control; environmental support services and waste management technologies; and sustainable food, agriculture and forestry.

2. The Pax Ellevate Global Women’s Leadership Fund seeks investment returns that closely correspond to or exceed the price and yield performance, before fees and expenses, of the Impax Global Women’s Leadership Index (the “Women’s Index”), while maintaining risk characteristics that Pax Ellevate Management LLC (“PEM”) believes are generally similar to those of the Women’s Index.

3. The Pax Core Bond Fund seeks income and conservation of principal and is designed to provide investors with diversified core fixed income exposure and competitive risk-adjusted returns while promoting positive environmental and social impact.

RISKS: Equity investments are subject to market fluctuations, the fund’s share price can fall because of weakness in the broad market, a particular industry, or specific holdings. Emerging market and international investments involve risk of capital loss from unfavorable fluctuations in currency values, differences in generally accepted accounting principles, economic or political instability in other nations or increased volatility and lower trading volume. Investments in high yield bonds generally are subjected to greater price volatility based on fluctuations in issuer and credit quality. Yield and share price will vary with changes in interest rates and market conditions. Investors should note that if interest rates rise significantly from current levels, bond fund total returns will decline and may even turn negative in the short term. There is also a chance that some of the fund’s holdings may have their credit rating downgraded or may default. Funds that emphasize investments in mid-size and smaller companies generally will experience greater price volatility. Investing in non-diversified funds generally will be more volatile and loss of principal could be greater than investing in more diversified funds.

As of 9/30/20, PNC Financial Services Group Green Bonds were 0.3% of holdings of the Pax Sustainable Allocation Fund, 0.6% for Pax Core Bond Fund, 0.1% of the Pax ESG Beta Quality Fund, and 0.2% of the Pax Ellevate Global Women’s Leadership Fund. Capital Impact Partners were 0.03% of holdings of the Pax Sustainable Allocation Fund and 0.8% of the Pax Core Bond Fund. Holdings subject to change.

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