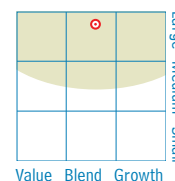




Pax World Mutual Funds

For Tomorrow®

# INTERNATIONAL FUND



## FUND INFORMATION

Fund Type .....International Equity

### Inception Dates

Individual Investor Class.....3/27/08

Institutional Class.....3/27/08

### 12b-1 Charges

Individual Investor Class .....0.25%

Institutional Class.....N/A

### Expense Ratios (as of 12/31/08)

Individual Investor Class .....1.40% 11.81%

Institutional Class .....1.15% 11.56%

### Minimum Investment

Individual Investor Class .....\$250

Institutional Class .....\$500,000

## FUND OBJECTIVE

The Pax World International Fund's investment objective is to seek long-term growth of capital.

## FUND MANAGEMENT

The Fund seeks long term growth of capital by investing in non-U.S. equity securities in industries and geographic regions that exhibit sustainable growth prospects. The investment process seeks out companies that are well positioned to weather market cycles and deliver improving financial results. The Fund employs a top-down investment approach to identify sustainable macro drivers, and then seeks out regions, sectors, industries and individual securities that derive a disproportionate percentage of revenue from those themes. The investment process typically includes analysis of valuation factors such as price-to-earnings ratio; price-to-book ratio and/or price-to-cash flow ratio; a healthy balance sheet; overall financial strength; and catalysts for change that improve future earnings prospects.

## ABOUT SUSTAINABLE INVESTING

Pax World mutual funds seek to invest in forward-thinking companies with sustainable business models. To identify those companies, we combine rigorous financial analysis with equally rigorous environmental, social and governance (ESG) criteria. The result, we believe, is an increased level of scrutiny that helps us identify better-managed companies that are leaders in their industries, meet positive standards of corporate responsibility and focus on the long term. By investing in those companies, we intend for our shareholders to benefit from their vision and success.

## FUND PERFORMANCE as of March 31, 2009

### RETURNS (%)<sup>1</sup>

	Cumulative Return (%)		Average Annual Return (%)			
	3-month	1-year	3-year	5-year	10-year	Since Inception
<b>Pax World International Fund</b>						
Individual Investor Class (PXINX)	-8.56	-42.17	—	—	—	-42.29
Institutional Class (PXNIX)	-8.40	-41.95	—	—	—	-42.07
<b>MSCI EAFE (Net) Index<sup>2</sup></b>	-13.94	-46.51	-14.47	-2.18	-0.84	-46.44

Performance data quoted represent past performance, which does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. For most recent month-end performance information visit [www.paxworld.com](http://www.paxworld.com).

### LIPPER RANKINGS<sup>4</sup>

Based on total returns

(International Large-Cap Core Funds)	Rank/# of funds	Decile
1 Year	32 out of 282	2nd

## FUND CHARACTERISTICS As of March 31, 2009

### TOP TEN HOLDINGS

Security Name	Percentage
CurrencyShares Japanese Yen Trust	4.5
StatoilHydro ASA, ADR	3.5
Roche Holding AG	3.3
Central Japan Railway Co.	2.5
Vodafone Group PLC, ADR	2.4
Kao Corp.	2.3
Fresenius Medical Care AG & Co., ADR	2.3
Hennes & Mauritz AB	2.2
Eisai Co., Ltd.	2.1
Nippon Building Fund Inc.	2.1

Holdings are subject to change.

### SECTOR ALLOCATION

Sector	Percentage
Financials	15.2
Industrials	12.5
Health Care	11.5
Consumer Staples	9.0
Materials	8.1
Energy	7.7
Consumer Discretionary	7.4
Telecomm. Services	6.4
Information Technology	4.9
Utilities	4.4

### PORTFOLIO STATISTICS

(Indv. Investor Class)	
Assets (millions; all classes)	\$2.48
NAV	\$5.66
Number of Holdings	71
Turnover Rate (as of 12/31/08)	26%

### TOP TEN COUNTRIES

Country	Percentage
Japan	19.7
Great Britain	12.3
France	7.9
Germany	7.7
Switzerland	6.2
Netherlands	4.7
Australia	4.0
Norway	3.8
Turkey	3.0
Spain	2.3

### ASSET ALLOCATION

Asset Type	Percentage
Foreign Stocks	87.1
ETFs: Commodity & Currency	9.7
Cash & Equivalents	3.2

## PORTFOLIO MANAGER

**Ivka Kalus-Bystricky** is the Portfolio Manager of the International Fund. Ms. Kalus-Bystricky has been responsible for the management of the International Fund since its inception in 2008. Prior to joining the Adviser, Ms. Kalus-Bystricky was a Senior International Portfolio Manager with State Street Global Advisors since 2004. From 2003 to 2004, she was a Senior International Portfolio Manager with Baring Asset Management, and an International Analyst and Portfolio Manager with Independence Investment from 2000 to 2003. Ms. Kalus-Bystricky holds a Masters of Business Administration from INSEAD, a Master of Arts from the Fletcher School of Law and Diplomacy and a Bachelor of Arts from Harvard University.

**You should consider a fund's investment objectives, risks, and charges and expenses carefully before investing. For this and other information, call 800.767.1729 or visit [www.paxworld.com](http://www.paxworld.com) for a fund prospectus and read it carefully before investing.**

<sup>1</sup>Figures include reinvested dividends, capital gains distributions, and changes in principal value. The principal risks of investing in the Pax World mutual funds include (i) price volatility, (ii) credit risk (the possibility that the issuer of a bond will be unable to make interest payments and/or repay the principal on its debt), (iii) interest rate risk (the risk that the price of bonds and the value of the fund can decrease when interest rates rise), (iv) risks associated with foreign security investments (such as the risks of political or economic instability in the country of the issuer, the possibility of the imposition of exchange controls, and the risk of currency fluctuations), (v) leverage risk, (vi) risks associated with sustainable investing, (vii) management risk and, in general, (viii) the risk of losing money by investing in the funds.

<sup>2</sup>The MSCI EAFE (Net) Index (Europe, Australasia, Far East) is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. & Canada. The index is calculated without dividends, with net or with gross dividends reinvested, in both US dollars and local currencies.

<sup>3</sup>International Fund fee waivers and reimbursements are contractual and in effect until at least 12/31/2012.

<sup>4</sup>Lipper rankings are based on total returns (not including sales charges) for the periods indicated and compare total return performance with that of other funds in the category.