

IMPAX FUNDS (IRELAND) PLC

(an open-ended umbrella investment Company with variable capital and segregated liability between Sub-Funds incorporated in Ireland with registered number 393658 and authorised by the Central Bank of Ireland under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
(Sub-Funds of Impax Funds (Ireland) PLC)**

**CONDENSED SEMI-ANNUAL REPORT
UNAUDITED**

For the Period Ended

30 June 2011

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DIRECTORS, MANAGER AND ADVISERS

Directors*

Padraic O'Connor (Chairman)
Mike Kirby
David Kempton
Louis Fitzgerald

Registered Office

Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

Investment Manager

Impax Asset Management Ltd
Mezzanine Floor
Pegasus House
37-43 Sackville Street
London W1S 3EH
United Kingdom

Custodian

RBC Dexia Investor Services Bank S.A.
Dublin Branch
George's Quay House
43 Townsend Street
Dublin 2
Ireland

Listing Sponsor at the Irish Stock Exchange

McCann Fitzgerald Listing Services Limited
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

Company Secretary

Mike Kirby
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

Auditors

Ernst & Young
Chartered Accountants
Ernst & Young Building
Harcourt Centre
Harcourt Street
Dublin 2
Ireland

Project Manager and Legal Advisers in Ireland

McCann Fitzgerald
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

Legal Advisers in the United Kingdom

CMS Cameron McKenna
Mitre House
160 Aldersgate Street
London
EC1A 4DD
United Kingdom

Administrator, Registrar and Transfer Agent

RBC Dexia Investor Services Ireland Limited
George's Quay House
43 Townsend Street
Dublin 2
Ireland

UK Facilities Agent

Impax Asset Management Ltd
Mezzanine Floor
Pegasus House
37-43 Sackville Street
London W1S 3EH
United Kingdom

Swiss Representative and Paying Agent

RBC Dexia Investor Services Bank S.A.,
Esch-sur-Alzette, Zurich Branch
Badenerstrasse 567
P.O. Box 101
8066 Zurich
Switzerland

* All Directors are independent and non-executive Directors.

INVESTMENT MANAGER'S REPORT 30 JUNE 2011

Impax Environmental Markets (Ireland) Fund ("IEM Ireland")

The first half of 2011 was a period of global equity market volatility and environmental sector underperformance. Against this backdrop, the performance of Impax Environmental Markets (Ireland) Fund ("IEM Ireland", or the "Fund") was creditable, with substantive global policy developments supporting many of the Fund's core long term holdings.

Over the six month period from 1 January until 30 June 2011 (the "Period"), the net asset value of Impax Environmental Markets (Ireland) Fund Sterling A Shares decreased from 195.3p to 189.9p, a fall of 2.8%. Over the same period, the MSCI World Index and the MSCI World Small Cap Index (net total return priced in Pounds Sterling) rose by 2.7% and 3% respectively. The FTSE ET50 Index (total return priced in Pounds Sterling), comprising the 50 largest specialist environmental technology companies globally, fell 5.7% over the Period. The Fund's underweight position in the renewable energy sector was a notable component of relative outperformance against this index. Over the five years from 30 June 2006 to 30 June 2011 the shares returned 38.0% while the MSCI World Index (net total return priced in Pounds Sterling) rose by 29.0%, testimony to the long term superior growth offered by the Fund.

Drivers of Environmental Markets

Environmental policy and regulation remained a key driver for the Fund over the Period, and was enhanced by macro-events that served to re-focus governments' attention on resource scarcity and energy security.

Following the disaster at the Fukushima Daiichi nuclear power station in March, Japan cancelled plans to expand nuclear from 30 to 50% of the energy mix and Germany announced plans to close all nuclear plants by 2022. These developments, along with rising power prices that resulted from continued Middle East unrest, strengthened the outlook for the renewable energy and energy efficiency sectors.

Other positive developments in the first half of 2011 included the finalisation of the Chinese 12th Five Year Plan, with targets for a cut in energy consumption per unit of GDP by 16%, an additional 75GW of wind and solar power and investments of up to USD70bn in municipal sewage treatment. European policy momentum was also strong, with targets for 20% renewable energy and 20% improvement in energy efficiency by 2020 (based on business as usual projections from 2007) announced across all EU member states.

Acquiring exposure to the superior growth of environmental markets continued to prove attractive to more diversified industrial groups during the Period, with several companies in IEM Ireland's portfolio acquired at attractive valuations. Company results were broadly positive, driving performance across the full range of sub-sectors.

Investment Approach & Portfolio Structure

We maintained an overweight position in the energy efficiency sector versus a low weighting (relative to historical levels) in renewable energy. We used weakness during the Period as an opportunity to add selectively to Asian holdings.

The Fund started the year with 78 listed companies in the portfolio. Subsequently, we made seven new investments and sold out of six stocks, leaving 79 listed companies in the portfolio on 30 June 2011, plus six unlisted investments.

Renewable and Alternative Energy and Energy Efficiency

(i) Renewable and Alternative Energy ("RAE")

Despite a sentiment rally following the Fukushima disaster in Japan, the RAE sector underperformed over the full Period as a result of ongoing regulatory uncertainty and overcapacity in both the wind and solar sectors.

However, the implications of a global reduction in nuclear generation capacity and ongoing political instability in the Middle East resulted in an increase in the gas price and an improving outlook for future power prices. This led to resilient performance from EDP Renovaveis (renewable energy independent power producer ("IPP"), Spain). Several European utilities also made offers to buy back their listed renewable energy IPPs

INVESTMENT MANAGER'S REPORT 30 JUNE 2011 (continued)

Renewable and Alternative Energy and Energy Efficiency (continued)

(i) Renewable and Alternative Energy ("RAE") (continued)

during the period, indicating that these assets offer good value at current stock market ratings. IPPs represent about half of IEM Ireland's renewable energy exposure.

M&A activity led to strong performance in the solar sector as Total took a 60% stake in Sunpower (solar, US) at a significant premium. However, the fundamentals in both the solar and wind generation equipment sectors remain challenging, and significant overcapacity, pricing pressure and a number of profit warnings have led to weakness in Vestas and China High Speed Transmissions (wind power generation equipment, Denmark and China respectively).

Over the Period the Fund bought a new position in Innergex (renewable IPP, Canada) which has a proven track record of project development and a substantial pipeline of development assets.

(ii) Energy Efficiency ("EE")

This sub-sector continued to benefit from positive policy momentum during the Period, as governments increasingly recognised energy efficiency as the most cost effective means for climate change mitigation and improved energy security. Further details of the proposed new EU Energy Efficiency Directive were released in June and included an obligation for member states to deliver a 1.5% annual reduction in energy consumption. Germany's "six point plan" also contained measures to reduce energy consumption by 10% by 2020 compared to 2008. This generated strong performance from portfolio holding Centrotec Sustainable (buildings energy efficiency, Germany).

M&A activity continued over the Period, as Schneider bid for Telvent (power network efficiency, Spain), a company with a strong franchise in utility software and smart grid activities. Other positive performers included Vacon (industrial energy efficiency, Finland), which continued to beat earnings expectations and released an ambitious five year plan.

Buildings energy efficiency companies, principally those exposed to the Light Emitting Diode ("LED") industry were weak, as slower growth of the global TV market, and lower penetration of LED backlit TVs led to inventory build and disappointing short term results from Epistar (Taiwan).

We bought a new position in Boer Power (power network efficiency, Hong Kong) and sold out of Cap-XX (super-capacitors, Australia).

Water Infrastructure and Technologies and Pollution Control

(i) Water Infrastructure & Technologies ("WIT")

Volatile and unpredictable rainfall patterns continued to highlight the need for investment to establish and upgrade water infrastructure globally, with severe flooding in Australia contrasting with drought in parts of Europe. Regulatory developments continued to be especially favourable in Asia, with China's Five Year Plan targeting investments of up to USD70bn in municipal sewage treatment over five years.

Performance in the water infrastructure sector was mixed, reflecting an uneven recovery in construction activity and regional concerns. In India, a banking scandal (unrelated to any IEM Ireland holdings) led to constrained availability of project finance which, combined with macro concerns on inflation and rising interest rates, led to underperformance of IVRCL (water infrastructure). On the positive side, Hydro International (water infrastructure, UK) outperformed as it benefitted from escalating investment by UK water utilities.

During the Period, we sold out of IVRCL (water infrastructure, India) and BWT (water treatment technology, Austria).

INVESTMENT MANAGER'S REPORT 30 JUNE 2011 (continued)

Water Infrastructure and Technologies and Pollution Control (continued)

(ii) Pollution Control ("PC")

Ongoing strength in the PC sector was reinforced by continued positive policy momentum. In March the US Environmental Protection Agency ("EPA") announced rules to control emissions from utilities, with a targeted 91% reduction in mercury emissions and a 55% reduction in SO₂ emissions. The EPA stated that this will lead to the closure of 9.9GW of coal plants by 2015.

Strong performance of this sub-sector was a result of company specific issues, rather than a general theme, with TSO3 (non toxic sterilisation equipment, Canada) advancing on news of a strategic partnership with 3M (diversified environmental, US) and progress on EPA certification.

Over the Period we added Norma Group (pollution control, Germany), a future beneficiary of increasing emissions standards in the automotive sector. We sold out of Dionex (testing and monitoring, US), as the company was acquired by Thermo Fisher Scientific (analytical instruments, US).

Waste Management and Technologies and Environmental Support Services

(i) Waste Management & Technologies ("WMT")

The WMT sector underperformed over the Period, as corporate activity drove strength in hazardous waste management companies but was outweighed by weakness in recycling and value-added waste processors.

Strength in Asian policy momentum continued, with China announcing support for increasing the number of recycling bases and scrap metal plants across several regions, with total government subsidies potentially reaching USD231m.

Consolidation continued in the hazardous waste sector as Stericycle and Clean Harbours (both US) both made material acquisitions. Tomra (waste technology equipment, Norway) also performed well following new contract wins. Concerns about the macroeconomic outlook, falling commodity prices and weakness in the Asian markets led to negative performance in the value-added waste processing sector, notably from Lee & Man (China). There were no new holdings or exits during the Period.

(ii) Environmental Support Services ("ESS")

Fears of government budget cuts in the infrastructure and environmental services sectors led to volatile performance by consultancies during the Period. However, in the US, where these fears are particularly acute, Tetra Tech and ICF International both announced new Government contracts. In Europe, there were signs of earnings stabilisation at RPS (UK), which led to strong relative performance for the company.

The end of the Period saw the EU delaying further increases in 2020 targets for emissions cuts and a decline in carbon prices. Taking these developments into account, we sold out of Camco (carbon trading, UK).

Unquoted Companies

During the Period, one investment valuation was uplifted by £1.8m and three others were written down by £3.2m in aggregate; the annual report referred to £1.3m of these write-downs. Two small additional investments in support of portfolio companies' fund raising efforts added £0.3m. At 30 June 2011, the Fund's unlisted portfolio was valued at £7.8m.

The Fund's investments in unquoted companies originated from a pre-IPO investment strategy, implemented before markets effectively closed with the 2008 financial crisis. As a result, the portfolio now includes investments that we have held for longer than originally planned, and we are increasingly focused on encouraging these companies towards appropriate exits.

Outlook

Notwithstanding a challenging start to the year, and ongoing volatility connected to European sovereign debt risk and US budget deficit negotiations, we remain positive on the Fund's outlook. Global events such as the

INVESTMENT MANAGER'S REPORT 30 JUNE 2011 (continued)

Outlook (continued)

Fukushima disaster, political instability in the Middle East and regional droughts and flooding have again increased government and investor attention towards the environmental sector. The Fund's holdings of smaller companies in Asia Pacific have acted as a headwind but we remain positive on the growth drivers for environmental markets in this region. With a portfolio valuation that remains at the low end of the historical range, reasonable earnings expectations and ongoing M&A activity, we believe the Fund represents an attractive long term investment opportunity.

We will continue to post monthly updates on sector news and on the Fund's performance at www.impax.co.uk.

Impax Asset Management Limited

24 August 2011

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
LISTED SECURITIES : EQUITIES					
AUSTRALIA					
Sims Group Ltd	387,373	USD	4,527,111	4,577,200	2.13
Transpacific Industries Group Ltd	4,756,461	AUD	6,998,559	2,585,068	1.21
			11,525,670	7,162,268	3.34
AUSTRIA					
Mayr Melnhof Karton AG	34,018	EUR	1,749,343	2,500,074	1.17
Zumtobel AG	191,423	EUR	1,774,776	3,130,683	1.46
			3,524,119	5,630,757	2.63
BELGIUM					
Hansen Transmissions International NV	3,805,470	GBP	3,530,081	1,369,969	0.64
			3,530,081	1,369,969	0.64
CANADA					
5N Plus Inc	306,250	CAD	908,162	1,776,915	0.83
Ballard Power Systems Inc	350,997	USD	909,202	343,248	0.16
Ballard Power Systems Inc	188,712	CAD	438,536	183,911	0.09
Bioteq Environmental Tech Inc	1,230,300	CAD	763,025	532,006	0.25
GLV Inc	283,120	CAD	1,554,947	1,207,822	0.56
Innergex Renewable Energy Inc	180,500	CAD	1,056,241	1,161,457	0.54
Newalta Inc	412,040	CAD	1,514,519	3,225,752	1.50
Pure Technologies Ltd	381,600	CAD	323,474	940,811	0.44
TSO3 Inc	869,800	CAD	907,495	1,105,901	0.52
Turbo Power Systems Inc	14,236,850	GBP	1,284,061	103,075	0.05
Xebec Adsorption Inc	656,740	CAD	789,814	95,369	0.04
			10,449,476	10,676,267	4.98
CHINA					
Boer Power Holdings Ltd	669,000	HKD	376,377	375,403	0.18
China Everbright International Ltd	5,787,500	HKD	813,513	1,394,476	0.65
China High Speed Transmission Equipment Group Co Ltd	1,584,290	HKD	1,797,940	1,084,313	0.51
China ITS Holdings Co Ltd	4,967,737	HKD	1,696,940	1,220,817	0.57
China Longyuan Power Group Corp	6,512,820	HKD	4,521,713	3,910,065	1.82
Hollysys Automation Technologies Ltd	407,740	USD	2,776,895	2,356,864	1.10
Lee & Man Paper Manufacturing Ltd	10,030,010	HKD	3,320,921	3,781,603	1.76
			15,304,299	14,123,541	6.59
DENMARK					
Novozymes A/S	24,430	DKK	1,156,057	2,475,720	1.15
Vestas Wind Systems A/S	174,572	DKK	4,738,169	2,525,777	1.18
			5,894,226	5,001,497	2.33
FINLAND					
Lassila & Tikanoja Oyj	235,823	EUR	3,347,775	2,572,643	1.20
Vacon Plc	121,777	EUR	2,190,238	4,765,192	2.22
			5,538,013	7,337,835	3.42

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
FRANCE					
Seche Environnement SA	42,823	EUR	3,157,437	2,467,313	1.15
			3,157,437	2,467,313	1.15
GERMANY					
Centrotec Sustainable AG	57,906	EUR	584,575	1,107,059	0.52
Norma Group	64,530	EUR	1,141,013	1,180,085	0.55
			1,725,588	2,287,144	1.07
HUNGARY					
E-Star Alternative Energy Service Plc	15,500	HUF	520,942	538,000	0.25
			520,942	538,000	0.25
INDIA					
Greenko Group Plc	1,436,870	GBP	1,482,623	3,017,427	1.41
			1,482,623	3,017,427	1.41
IRELAND					
Kingspan Group Plc	731,162	EUR	5,606,892	4,516,439	2.11
			5,606,892	4,516,439	2.11
ISRAEL					
Amiad Filtration Systems Ltd	515,600	GBP	778,387	947,415	0.44
			778,387	947,415	0.44
ITALY					
Landi Renzo SpA	962,043	EUR	2,682,913	1,864,450	0.87
			2,682,913	1,864,450	0.87
JAPAN					
Daiseki Co Ltd	308,660	JPY	4,015,475	3,863,722	1.80
Horiba Ltd	303,290	JPY	4,986,508	6,060,836	2.83
Kurita Water Industries Ltd	119,610	JPY	1,724,970	2,194,668	1.02
			10,726,953	12,119,226	5.65
NETHERLANDS					
Grontmij NV	105,702	EUR	1,709,917	1,306,812	0.61
			1,709,917	1,306,812	0.61
NORWAY					
Tomra Systems ASA	564,486	NOK	1,981,166	3,060,328	1.43
			1,981,166	3,060,328	1.43
PORTUGAL					
EDP Renovaveis SA	1,163,740	EUR	5,975,812	4,778,674	2.23
			5,975,812	4,778,674	2.23
SOUTH KOREA					
Seoul Semiconductor Co Ltd	120,580	KRW	2,863,272	2,047,911	0.96
			2,863,272	2,047,911	0.96

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
SPAIN					
Abengoa SA	212,375	EUR	3,335,330	4,009,406	1.87
Fluidra SA	485,182	EUR	1,475,101	1,209,317	0.56
Telvent GIT SA	208,108	USD	2,422,645	5,163,002	2.41
			7,233,076	10,381,725	4.84
SWEDEN					
Nibe Industrier AB	590,033	SEK	3,542,583	6,363,077	2.97
			3,542,583	6,363,077	2.97
SWITZERLAND					
Geberit AG	18,930	CHF	1,807,692	2,783,929	1.30
LEM Holding SA	6,500	CHF	939,067	2,769,663	1.29
			2,746,759	5,553,592	2.59
TAIWAN					
Epistar Corp	1,924,444	TWD	3,034,430	3,555,613	1.66
			3,034,430	3,555,613	1.66
UNITED KINGDOM					
Ceres Power Holdings Plc	828,624	GBP	1,201,516	287,947	0.13
Dialight Plc	307,096	GBP	683,390	2,261,762	1.06
Fonebak Plc	1,354,535	GBP	1,143,791	975,265	0.46
Hydro International Plc	455,000	GBP	627,191	655,200	0.31
Porvair Plc	1,130,750	GBP	1,421,282	1,300,362	0.61
Ricardo Plc	410,632	GBP	1,228,050	1,635,342	0.76
RPS Group Plc	1,681,643	GBP	3,646,999	4,123,389	1.92
Shanks Group Plc	2,958,172	GBP	3,645,439	3,780,544	1.76
TEG Group Plc	2,142,200	GBP	1,103,866	235,642	0.11
			14,701,524	15,255,453	7.12
UNITED STATES OF AMERICA					
Active Power Inc	876,904	USD	950,934	1,338,201	0.62
Badger Meter Inc	153,656	USD	3,030,598	3,534,533	1.65
Clarcor Inc	141,510	USD	2,621,626	4,168,307	1.94
Clean Harbors Inc	80,250	USD	2,403,184	5,162,053	2.41
Headwaters Inc	387,624	USD	1,267,903	755,715	0.35
ICF International Inc	162,250	USD	2,566,013	2,561,922	1.19
Itron Inc	122,651	USD	4,453,172	3,679,263	1.72
LKQ Corp	368,950	USD	3,195,767	5,995,768	2.80
Metalico Inc	580,818	USD	2,483,595	2,138,113	1.00
Mueller Water Products Inc	104,890	USD	598,153	260,028	0.12
Nalco Holding Co	346,310	USD	5,142,710	5,992,396	2.80
Ormat Technologies Inc	218,679	USD	4,471,824	2,997,991	1.40
Pall Corp	163,440	USD	3,288,292	5,722,360	2.67
Pentair Inc	161,790	USD	2,999,821	4,068,306	1.90
Power Integrations Inc	135,360	USD	2,644,348	3,235,082	1.51
Regal-Beloit Corp	150,379	USD	4,538,009	6,256,074	2.92
Semileds Corp	148,600	USD	1,643,321	593,308	0.28
Stericycle Inc	57,966	USD	1,493,761	3,217,385	1.50
Sunpower Corp	110,520	USD	1,443,779	1,144,818	0.53
Tetra Tech Inc	196,330	USD	2,528,387	2,749,072	1.28
Watts Water Technologies	193,050	USD	4,334,281	4,255,529	1.99
			58,099,478	69,826,224	32.58
TOTAL LISTED SECURITIES : EQUITIES			184,335,636	201,188,957	93.87

Impax Funds (Ireland) PLC

IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
EQUITY LINKED NOTES*					
INDIA					
Jain Irrigation Systems Ltd	935,290	USD	2,867,753	2,217,968	1.04
			2,867,753	2,217,968	1.04
TOTAL EQUITY LINKED NOTES			2,867,753	2,217,968	1.04
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			187,203,389	203,406,925	94.91
OTHER TRANSFERABLE SECURITIES					
OTHER TRANSFERABLE SECURITIES : EQUITIES					
NETHERLANDS					
Emergya Wind Technologies Holdings NV	4,557,544	EUR	3,430,525	527,205	0.25
			3,430,525	527,205	0.25
UNITED KINGDOM					
New Earth Solutions Group	48,915	GBP	2,996,785	3,035,954	1.42
Pelamis Wave Power Ltd	47,704	GBP	477,040	119,260	0.05
Recovco Ltd	80	GBP	461,360	-	-
STE (Clean Recycling and Energy) Plc.	580	GBP	692,899	-	-
			4,628,084	3,155,214	1.47
UNITED STATES OF AMERICA					
Ensyn Corp	191,751	USD	1,466,250	3,583,126	1.67
Nordic Windpower Holdings Inc.	855,256	USD	2,099,374	-	-
			3,565,624	3,583,126	1.67
TOTAL OTHER TRANSFERABLE SECURITIES : EQUITIES			11,624,233	7,265,545	3.39
OTHER TRANSFERABLE SECURITIES : WARRANTS					
CANADA					
Xebec Adsorption Inc	275,000	CAD	-	-	-
			-	-	-
UNITED KINGDOM					
STE (Clean Recycling and Energy) Plc	582	CAD	-	-	-
			-	-	-
UNITED STATES OF AMERICA					
Ensyn Corp	21,697	USD	-	-	-
			-	-	-
TOTAL OTHER TRANSFERABLE SECURITIES : WARRANTS			-	-	-

* Represents the underlying listed shares of an equity linked note.

Impax Funds (Ireland) PLC

IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
OTHER TRANSFERABLE SECURITIES : CONVERTIBLE BONDS					
UNITED KINGDOM					
Emergya Wind Technologies Holdings NV	199,202	EUR	167,344	179,896	0.08
Recovco Ltd	7	GBP	70,000	-	-
STE (Clean Recycling and Energy) Plc	582	CAD	348,088	375,624	0.18
			585,432	555,520	0.26
TOTAL OTHER TRANSFERABLE SECURITIES : CONVERTIBLE BONDS			585,432	555,520	0.26
OTHER TRANSFERABLE SECURITIES : RIGHTS					
GREAT BRITAIN					
TEG GROUP PLC	214,220	GBP	-	2,356	-
			-	2,356	-
TOTAL OTHER TRANSFERABLE SECURITIES : RIGHTS			-	2,356	-
TOTAL OTHER TRANSFERABLE SECURITIES			12,209,665	7,823,421	3.65
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			199,413,054	211,230,346	98.56
CASH AT BANK				2,767,928	1.29
OTHER ASSETS LESS LIABILITIES				319,347	0.15
NET ASSETS				214,317,621	100.00

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
GEOGRAPHIC DIVISION OF INVESTMENTS AS AT 30 June 2011**

Country of Operation	% net assets 30 June 2011	% net assets 31 December 2010
United States of America	34.25	33.38
United Kingdom	8.85	9.02
China	6.59	7.22
Japan	5.65	5.31
Canada	4.98	4.38
Spain	4.84	4.51
Finland	3.42	3.20
Australia	3.34	3.69
Sweden	2.97	2.69
Austria	2.63	3.20
Switzerland	2.59	2.83
India	2.45	3.51
Denmark	2.33	2.22
Portugal	2.23	1.82
Ireland	2.11	1.98
Taiwan	1.66	1.85
Norway	1.43	1.08
France	1.15	0.94
Germany	1.07	0.60
South Korea	0.96	0.96
Italy	0.87	0.95
Netherlands	0.86	0.97
Belgium	0.64	0.93
Israel	0.44	0.45
Hungary	0.25	-
Total Investments	98.56	97.69
Cash and Other Net Assets	1.44	2.31
Total Net Assets	100.00	100.00

**IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND
ECONOMIC DIVISION OF INVESTMENTS AS AT 30 June 2011**

Sector	% net assets 30 June 2011	% net assets 31 December 2010
Buildings Energy Efficiency	11.26	9.46
Recycling and Value Added Waste Processing	10.91	11.07
Industrial Energy Efficiency	9.09	11.38
Water Infrastructure	8.69	9.59
Water Treatment Equipment	8.32	8.52
Hazardous Waste Management	7.56	8.02
Renewable Energy Developers and IPPs	7.40	6.62
General Waste Management	5.31	5.96
Environmental Consultancies	5.01	4.94
Power Network Efficiency	4.92	1.70
Biofuels	4.69	2.57
Pollution Control Solutions	3.63	2.59
Environmental Testing and Gas Sensing	2.83	2.17
Wind Power Generation Equipment	2.65	5.79
Transport Energy Efficiency	2.22	1.75
Waste Technology Equipment	1.55	1.34
Solar Energy Generation Equipment	1.36	2.04
Water Utilities	0.66	1.51
Other Renewables Equipment	0.49	0.55
Carbon and Other Environmental Assets Trading	-	0.12
Total Investments	98.56	97.69
Cash and Other Net Assets	1.44	2.31
Total Net Assets	100.00	100.00

SCHEDULE OF PORTFOLIO CHANGES**LARGEST 20 PURCHASES AND SALES
FOR THE PERIOD ENDED 30 JUNE 2011****IMPAX ENVIRONMENTAL MARKETS (IRELAND) FUND****PURCHASES**

DATE	SECURITY NAME	QUANTITY	SETTLEMENT (GBP)
25-Feb-11	Innergex Renewable Energy Inc	180,500	1,072,103
10-Jan-11	Seoul Semiconductor Co Ltd	33,402	814,461
20-Jan-11	China ITS Holdings Co Ltd	1,928,637	755,028
11-Jan-11	Seoul Semiconductor Co Ltd	28,701	685,517
12-Jan-11	Seoul Semiconductor Co Ltd	28,446	673,879
14-Jan-11	SemiLEDs Corp/Taiwan	51,400	577,318
09-Jun-11	E-Star Alternative Energy Service Plc	15,500	520,942
21-Feb-11	Seoul Semiconductor Co Ltd	19,960	463,530
19-Jan-11	Itron Inc	11,600	437,179
13-Apr-11	Badger Meter Inc	17,640	421,568
01-Feb-11	Nalco Holding Co	19,300	371,497
18-Mar-11	China High Speed Transmission Equipment Group Co Ltd	371,000	369,531
25-Mar-11	Vestas Wind Systems A/S	14,358	359,322
08-Apr-11	NORMA Group	19,210	355,421
24-Feb-11	Epistar Corp	150,000	312,717
07-Jan-11	Regal-Beloit Corp	6,650	285,671
07-Jan-11	Nalco Holding Co	14,700	283,230
22-Jun-11	Ensyn Corp	30,001	278,897
23-Feb-11	Nalco Holding Co	16,700	263,757
05-May-11	Vestas Wind Systems A/S	12,883	250,970

SALES

DATE	SECURITY NAME	QUANTITY	SETTLEMENT (GBP)
14-Jun-11	SunPower Corp	206,280	2,926,448
23-Mar-11	BWT AG	53,228	924,118
21-Jun-11	Telvent GIT SA	31,650	777,851
02-Feb-11	Regal-Beloit Corp	15,600	669,191
14-Jan-11	Taewoong Co Ltd	17,642	534,046
17-Mar-11	Clean Harbors Inc	8,870	519,977
05-Jan-11	Telvent GIT SA	29,400	505,454
18-Feb-11	LKQ Corp	24,600	392,861
22-Jun-11	Telvent GIT SA	14,900	367,466
08-Apr-11	NORMA Group	19,210	358,532
15-Jun-11	Kurita Water Industries Ltd	20,230	355,812
12-Jan-11	Ricardo PLC	105,480	344,401
11-Jan-11	Stericycle Inc	6,800	337,270
23-Feb-11	LKQ Corp	21,300	330,937
10-Jun-11	Kurita Water Industries Ltd	17,300	310,304
08-Apr-11	IVRCL Ltd	243,900	309,364
24-May-11	Camco International Ltd	1,783,949	307,269
17-Mar-11	Abengoa SA	15,900	304,812
13-Jan-11	LEM Holding SA	667	274,733
15-Jun-11	China High Speed Transmission Equipment Group Co Ltd	418,000	274,526

INVESTMENT MANAGER'S REPORT 30 JUNE 2011

Impax Asian Environmental Markets (Ireland) Fund ("IAEM Ireland")

The first half of 2011 was a period of global equity market volatility in the wake of geopolitical uncertainty in the Middle East, an earthquake in Japan, European sovereign debt concerns and uncertainty about the sustainability of the US recovery post the expiry of the second round of quantitative easing. The environmental indices underperformed led by the more economically sensitive energy efficiency sector. The Asian indices underperformed as investors rotated out of emerging markets into developed markets as China and India continued to tighten monetary policy in an attempt to control inflation.

Over the six month period from 1 January until 30 June 2011 (the "Period"), NAV of the Impax Asian Environmental Markets (Ireland) Fund ("IAEM Ireland", or the "Fund") Sterling A Shares declined from 110.0p to 98.9p, a fall of 10.1%. Over the same period, the MSCI AC Asia Pacific ex Japan Index fell 2.0%, the FTSE EO Asia Pacific ex Japan Index fell 5.2% and the FTSE EO Japan Index (net total return priced in pounds Sterling) fell 1.3%. All indices are capital returns priced in Pounds Sterling.

IAEM Ireland underperformed during the Period as the Fund's overweight position in the energy efficiency sector encountered challenges. In particular, Chinese rail companies and Taiwanese and Korean light emitting diodes ("LEDs") companies performed poorly. The Fund's pollution control and diversified environmental sectors and Japanese stocks rose over the Period.

Drivers of Environmental Markets

Environmental policy and regulation during the Period supported the structural growth of Environmental Markets, and was enhanced by macro-events that served to re-focus governments' attention on resource scarcity and energy security.

Following the disaster at the Fukushima Daiichi nuclear power station in March, Japan cancelled plans to expand nuclear from 30 to 50% of the energy mix and Germany announced plans to close all nuclear plants by 2022. These developments, along with rising power prices that resulted from continued Middle East unrest, strengthened the outlook for the renewable energy and energy efficiency sectors.

Other developments in the first half of 2011 included the finalisation of the Chinese 12th Five Year Plan, with targets for a cut in energy consumption per unit of GDP by 16%, an additional 75GW of wind and solar power and investments of up to USD70bn in municipal sewage treatment. European policy momentum was also strong, with targets for 20% renewable energy and 20% improvement in energy efficiency by 2020 (based on business as usual projections from 2007) announced across all EU member states.

Investment Approach & Portfolio Structure

Geographically, we maintained overweight positions in China, the Philippines and Thailand and underweight positions in South Korea and Taiwan. Within the environmental sectors, we maintained overweight positions in the Energy Efficiency, Water and Waste sectors and underweight positions in the Renewable Energy and Diversified Environmental sectors. The Fund added a number of new holdings over the Period, most notably SFA Engineering (organic light emitting diode ("OLED") equipment manufacturer, South Korea), Taiwan Surface Mounting (energy efficiency, Taiwan) NSK (bearings, Japan) and NVC Lighting (efficient lighting, China). The Fund exited five positions including Xinjiang Goldwind (wind turbine manufacturer, China) and OCI (polysilicon, South Korea). There were 53 companies in the portfolio at the end of the Period.

Renewable and Alternative Energy and Energy Efficiency

(i) Renewable and Alternative Energy ("RAE")

The RAE sector outperformed over the Period as sentiment improved in response to the nuclear disaster in Japan and announcements of delays in new nuclear facilities in China and planned closures of all nuclear facilities in Germany. Solar energy equipment was the strongest sub-sector despite the uncertainty regarding the future level of Feed-in-Tariffs ("FIT") and caps in the dominant German market. Whilst the share price of downstream cell and module manufacturers fell, the upstream producers of the raw material polysilicon rallied as the spot price rose as customers sought to meet demand ahead of FIT cuts and the companies announced new long term supply contracts. The Fund exited OCI (polysilicon, South Korea) in anticipation of declining prices as new capacity comes on stream. The Renewable Energy independent power producers ("IPPs")

INVESTMENT MANAGER'S REPORT 30 JUNE 2011 (continued)

Renewable and Alternative Energy and Energy Efficiency (continued)

(i) Renewable and Alternative Energy ("RAE") (continued)

advanced led by EDC (geothermal IPP, Philippines) and Greenko (small hydro, India). The wind power equipment sub-sector performed poorly due to the significant oversupply in China.

The Fund reduced exposure to the sector exiting Xianjiang Goldwind (wind turbine manufacturer, China) and took profits in Aboitiz Power (renewable energy IPP, Philippines).

(ii) Energy Efficiency ("EE")

Policy momentum in the EE sector continued to be positive during the Period, as governments increasingly recognised energy efficiency as the most cost effective means for climate change mitigation and improved energy security. However, the sector underperformed during the Period as a number of sector specific challenges emerged. Buildings energy efficiency companies, principally those exposed to the Light Emitting Diode ("LED") industry were weak, as slower growth in global LED TV sales led to inventory build and disappointing short term earnings. The Fund reduced exposure to the LED chip companies but remains positive on the long term outlook for the LED lighting sector. The Chinese rail-related stocks underperformed as sentiment was negatively impacted by the arrest of the Minister of Rail and a downward adjustment in the rail infrastructure budget. Rinnai (efficient water heaters, Japan) rallied on increased demand driven by the focus on energy efficiency post the earthquake.

The Fund bought a number of new positions including NVC Lighting (efficient lighting, China), NSK (bearings, Japan) and SFA Engineering (OLED equipment manufacturer, South Korea). The Fund exited Wasion Meters (power meters, China) on concerns about continued margin pressure and Daikin Industries (energy efficient HVAC, Japan) on concerns about the company's longer term growth plans.

Water Infrastructure and Technologies and Pollution Control

(i) Water Infrastructure & Technologies ("WIT")

Volatile and unpredictable rainfall patterns continued to highlight the need for investment to establish and upgrade water infrastructure globally, with severe flooding in Australia contrasting with drought in parts of Europe. Regulatory developments continued to be especially favourable in Asia, with China's Five Year Plan targeting investments of up to USD70bn in municipal sewage treatment over five years.

The water infrastructure sector underperformed led by IVRCL (water infrastructure, India) as a local banking scandal (unrelated to any IAEM Ireland holdings) led to constrained availability of project finance which, combined with macro concerns on inflation and rising interest rates resulted in a de-rating of the stock. Hyflux (water and waste water treatment, Singapore), Sound Global (water and waste water treatment, China) and VA Tech Wabag (water infrastructure, India) also underperformed due to unrest in the Middle East which is a large market for desalination projects.

The Fund reduced exposure to IVRCL, took profits in Thai Tap (water supply utility, Thailand) and exited Hyflux. In addition, the Fund increased exposure to Manila Water (water utility, Philippines).

(ii) Pollution Control ("PC")

The PC sector outperformed over the Period as environmental testing and gas sensing companies Campbell Brothers (environmental testing, Australia), Horiba (environmental and engine testing, Japan) and Shimadzu (environmental testing, Japan) advanced on positive earnings. In addition, ENN (China) rallied on the back of strong volume growth and a cost effective debt refinancing.

Over the Period the Fund added to Horiba and took profits on Campbell Brothers. In addition, the Fund reduced its exposure to Beijing Enterprises (water infrastructure, China).

INVESTMENT MANAGER'S REPORT 30 JUNE 2011 (continued)

Waste Management and Technologies and Environment Support Services

(i) Waste Management & Technologies ("WMT")

The WMT sector underperformed over the Period as recycling and value-added waste processors were negatively impacted by concerns about the macroeconomic outlook and volatile commodity prices. China Metal Recycling (metal recycling, Hong Kong) rallied as the company reported a recovery in margins and China announced support for increasing the number of recycling bases and scrap metal plants across several regions, with total government subsidies potentially reaching USD231m.

There were no new holdings or exits during the Period. The Fund took profits in China Metal Recycling.

Diversified Environmental

The diversified environmental sector outperformed over the Period led by LG Chem (chemicals and efficient batteries, South Korea) which rallied in anticipation of strong results in the chemical division. Xinyi Glass (energy efficient glass, China) also rallied strongly as the company reported better than expected results and announced plans to expand capacity. Thermax (energy efficient power generation equipment, India) fell as private sector capacity expansion plans were negatively impacted by rising interest rates in India.

The Fund took profits in Xinyi Glass and added to Yingde Gases (China). The Fund exited Air Water (industrial gases, Japan).

Outlook

Notwithstanding a challenging start to the year, and ongoing volatility connected to European sovereign debt risk and US budget deficit negotiations, we remain positive on the Fund's outlook. Global events such as the Fukushima disaster, political instability in the Middle East and regional droughts and flooding have again increased government and investor attention towards the environmental sector. The Fund's holdings in Chinese rail related stocks, LED stocks and Indian stocks have acted as a headwind but we remain positive on the growth drivers for environmental markets in this region. With a portfolio valuation that remains at the low end of the historical range and reasonable earnings expectations we believe the strategy represents an attractive long term investment opportunity.

We will continue to post monthly updates on sector news and on the Fund's performance at www.impax.co.uk.

Impax Asset Management Limited

24 August 2011

**IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
LISTED SECURITIES : EQUITIES					
AUSTRALIA					
Campbell Brothers Ltd	5,156	AUD	105,580	157,096	2.89
Sims Metal Management Ltd	9,500	USD	105,557	112,252	2.06
Transpacific Industries Group Ltd	71,991	AUD	48,683	39,126	0.72
			259,820	308,474	5.67
CAYMAN ISLANDS					
NVC Lighting Holding Ltd	426,800	HKD	130,403	136,659	2.51
Regent Manner International Holding	226,000	HKD	48,762	46,494	0.85
			179,165	183,153	3.36
CHINA					
Beijing Enterprises Holdings Ltd	17,100	HKD	71,925	55,232	1.01
Boer Power Holdings Ltd	233,315	HKD	133,605	130,923	2.40
China Automation Group Ltd	188,200	HKD	85,856	81,502	1.50
China Everbright International Ltd	168,000	HKD	51,040	40,479	0.74
China High Precision Automation Group Ltd	230,500	HKD	92,800	111,445	2.05
China High Speed Transmission Equipment Group Co Ltd	70,400	HKD	92,398	48,183	0.88
China ITS Holdings Co Ltd	615,600	HKD	190,119	151,283	2.78
China Longyuan Power Group Corp	304,720	HKD	194,329	182,943	3.36
China Metal Recycling Holdings Ltd	169,200	HKD	113,464	127,857	2.35
ENN Energy Holdings Ltd	101,600	HKD	187,206	213,083	3.91
Fook Woo Group Holdings Ltd	498,900	HKD	104,124	97,444	1.79
Hollysys Automation Technologies Ltd	30,800	USD	206,604	178,034	3.27
Lee & Man Paper Manufacturing Ltd	405,700	HKD	202,994	152,961	2.81
Sound Global Ltd	364,000	SGD	138,455	121,897	2.24
Xinyi Glass Holdings Ltd	234,200	HKD	83,323	144,355	2.65
Yingde Gases Group Company Ltd	357,000	HKD	212,029	204,614	3.76
			2,160,271	2,042,235	37.50
INDIA					
Greenko Group PLC	36,400	GBP	54,894	76,440	1.40
			54,894	76,440	1.40
JAPAN					
Daiseki Co Ltd	9,500	JPY	125,019	118,918	2.18
Horiba Ltd	8,900	JPY	156,581	177,854	3.26
Kurita Water Industries Ltd	4,000	JPY	73,355	73,394	1.35
Murata Manufacturing Co Ltd	1,960	JPY	67,464	80,573	1.48
NSK Ltd	23,000	JPY	133,272	141,382	2.60
Rinnai Corp	2,400	JPY	86,124	106,991	1.96
Shimadzu Corp	11,300	JPY	56,843	63,797	1.17
Stanley Electric Co Ltd	6,600	JPY	77,599	71,367	1.31
Torishima Pump Manufacturing Co Ltd	6,100	JPY	54,499	60,221	1.11
Yamatate Corp	6,800	JPY	108,898	93,512	1.72
			939,654	988,009	18.14

**IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
PHILIPPINES					
Aboitiz Power Corp	129,200	PHP	44,901	58,033	1.07
Energy Development Corp	1,350,300	PHP	107,437	127,709	2.34
Manila Water Co Inc	444,800	PHP	112,458	119,172	2.19
			264,796	304,914	5.60
SINGAPORE					
Goodpack Ltd	101,000	SGD	90,962	92,757	1.70
			90,962	92,757	1.70
SOUTH KOREA					
LG Chem Ltd	527	KRW	104,924	149,944	2.75
Samsung Electro-Mechanics Co Ltd	1,532	KRW	113,511	82,260	1.51
Seoul Semiconductor Co Ltd	3,282	KRW	73,195	55,741	1.03
			291,630	287,945	5.29
TAIWAN					
Chroma ATE Inc	46,711	TWD	70,989	92,584	1.70
Delta Electronics Inc	58,000	TWD	144,972	132,065	2.42
Epistar Corp	60,000	TWD	122,684	110,856	2.04
Taiwan Surface Mounting Technology Co Ltd	42,000	TWD	62,282	77,872	1.43
			400,927	413,377	7.59
THAILAND					
Delta Electronics Thai PCL	204,700	THB	105,940	102,916	1.89
Thai Tap Water Supply PCL	441,400	THB	50,114	49,216	0.90
			156,054	152,132	2.79
UNITED STATES OF AMERICA					
SemiLEDs Corp	5,763	USD	65,762	23,010	0.42
			65,762	23,010	0.42
TOTAL LISTED SECURITIES : EQUITIES			4,863,935	4,872,446	89.46
EQUITY LINKED NOTES					
CAYMAN ISLANDS					
Crompton Greaves Ltd	7,500	USD	29,069	27,101	0.50
			29,069	27,101	0.50
CHINA					
TBEA Co Ltd	25,454	USD	32,053	31,437	0.58
			32,053	31,437	0.58
INDIA					
IVRCL Ltd	49,000	USD	102,663	47,680	0.87
Jain Irrigation Systems Ltd	37,800	USD	117,362	89,640	1.65
Thermax Ltd	11,700	USD	129,667	97,067	1.78
VA Tech Wabag Ltd	4,555	USD	101,983	81,677	1.50
			451,675	316,064	5.80
TOTAL EQUITY LINKED NOTES			512,797	374,602	6.88

**IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
SCHEDULE OF INVESTMENTS AS AT 30 June 2011 (continued)**

Description	Quantity	Currency	Acquisition cost	Fair value GBP	% of net assets
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			5,376,732	5,247,048	96.34
OTHER TRANSFERABLE SECURITIES DEALT ON ANOTHER REGULATED MARKET					
OTHER ORGANISED MARKET : SHARES					
SOUTH KOREA					
SFA ENGINEERING CORP	3,179	KRW	107,950	98,335	1.80
			107,950	98,335	1.80
TOTAL OTHER ORGANISED MARKET : SHARES			107,950	98,335	1.80
TOTAL OTHER TRANSFERABLE SECURITIES DEALT ON ANOTHER REGULATED MARKET			107,950	98,335	1.80
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			5,484,682	5,345,383	98.14
CASH AT BANK				100,338	1.84
OTHER ASSETS LESS LIABILITIES				858	0.02
NET ASSETS				5,446,579	100.00

**IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
GEOGRAPHIC DIVISION OF INVESTMENTS AS AT 30 June 2011**

Country of Operation	% net assets 30 June 2011	% net assets 31 December 2010
China	38.08	39.92
Japan	18.14	15.47
Taiwan	7.59	8.80
India	7.20	9.36
South Korea	7.09	7.07
Australia	5.67	6.15
Philippines	5.60	4.33
Cayman Islands	3.86	-
Thailand	2.79	5.11
Singapore	1.70	3.05
United States of America	0.42	-
Total Investments	98.14	99.26
Cash and Other Net Assets	1.86	0.74
Total Net Assets	100.00	100.00

**IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND
ECONOMIC DIVISION OF INVESTMENTS AS AT 30 June 2011**

Sector	% net assets 30 June 2011	% net assets 31 December 2010
Industrial Energy Efficiency	15.82	18.12
Diversified Environmental	10.94	11.49
Recycling and Value Added Waste Processing	9.01	8.91
Renewable Energy Developers and IPPs	8.17	6.39
Buildings Energy Efficiency	8.06	10.58
Water Infrastructure	7.37	10.59
Environmental Testing and Gas Sensing	7.32	5.99
Pollution Control Solutions	4.92	6.64
Mechanics and Machinery	4.40	-
Water Utilities	3.83	4.94
Transport Energy Efficiency	2.78	2.67
Power Network Efficiency	2.61	3.78
Consumer Goods	2.51	-
Hazardous Waste Management	2.18	1.66
Waste Technology Equipment	1.70	1.33
Office Equipment and Computers	1.43	-
Water Treatment Equipment	1.35	1.39
Electronic Semiconductor	1.27	-
Wind Power Generation Equipment	0.88	2.57
General Waste Management	0.72	1.09
Holding and Finance Companies	0.50	-
Banks and Financial Institutions	0.37	-
Solar Energy Generation Equipment	-	1.12
Total Investments	98.14	99.26
Cash and Other Net Assets	1.86	0.74
Total Net Assets	100.00	100.00

SCHEDULE OF PORTFOLIO CHANGES**LARGEST 20 PURCHASES AND SALES
FOR THE PERIOD ENDED 30 JUNE 2011****IMPAX ASIAN ENVIRONMENTAL MARKETS (IRELAND) FUND****PURCHASES**

DATE	SECURITY NAME	QUANTITY	SETTLEMENT (GBP)
08-Mar-11	NSK Ltd	15,000	88,647
25-Mar-11	Taiwan Surface Mounting Technology Co Ltd	54,000	80,076
20-Jan-11	GCL-Poly Energy Holdings Ltd	260,000	73,753
26-May-11	NVC Lighting Holdings Ltd	150,000	47,578
15-Mar-11	SFA Engineering Corp	1,400	47,294
02-Jun-11	NVC Lighting Holdings Ltd	150,000	46,132
03-Jun-11	Regent Manner International Ltd	210,000	45,039
13-May-11	Hollysys Automation Technologies Ltd	6,800	44,352
22-Jun-11	NVC Lighting Holdings Ltd	126,800	36,693
28-Jan-11	SemiLEDs Corp	3,100	35,914
11-Apr-11	Manila Water Co Inc	130,900	34,351
26-Jan-11	GCL-Poly Energy Holdings Ltd	106,000	31,195
18-Mar-11	Fook Woo Group Holdings Ltd	150,000	30,204
13-Jan-11	Daiseki Co Ltd	2,300	29,232
21-Apr-11	Torishima Pump Manufacturing Co Ltd	3,100	29,172
05-May-11	Yingde Gases	50,000	29,151
23-Mar-11	Yamatake Corp	1,800	27,122
23-Mar-11	NSK Ltd	5,000	26,962
14-Jun-11	China Longyuan Power Group Corp	44,000	26,479
20-Jan-11	China ITS Holdings Co Ltd	67,000	26,229

SALES

DATE	SECURITY NAME	QUANTITY	SETTLEMENT (GBP)
18-May-11	Thai Tap Water Supply PCL	806,300	96,753
09-Feb-11	LG Chem Ltd	272	60,467
03-Mar-11	Chroma ATE Inc	30,000	54,666
04-Mar-11	GCL-Poly Energy Holdings Ltd	181,000	54,271
15-Apr-11	Beijing Enterprises Holdings Ltd	15,500	51,630
18-Jan-11	Torishima Pump Manufacturing Co Ltd	3,800	49,827
17-Jun-11	Daikin Industries Ltd	2,200	47,058
19-May-11	China Metal Recycling Holdings Ltd	55,200	46,396
22-Jun-11	Xinyi Glass Holdings Ltd	80,000	46,300
28-Jan-11	Beijing Enterprises Holdings Ltd	11,000	41,181
28-Apr-11	Xinyi Glass Holdings Ltd	50,000	35,759
03-Feb-11	Murata Manufacturing Co Ltd	800	35,477
28-Jan-11	Epistar Corp	15,000	34,671
11-May-11	Epistar Corp	18,000	34,072
21-Jun-11	OCI Co Ltd	134	33,249
17-Jun-11	OCI Co Ltd	130	33,134
18-Feb-11	Hyflux Ltd	30,000	32,343
09-Mar-11	Hyflux Ltd	30,700	31,404
17-Feb-11	GCL-Poly Energy Holdings Ltd	105,000	30,317
09-Mar-11	Xinyi Glass Holdings Ltd	50,000	29,661

**CONDENSED BALANCE SHEET
As at 30 June 2011**

Impax Environmental Markets (Ireland)			
Fund			
Notes	30 June 2011	31 December	30 June 2010
	GBP	2010	GBP
		GBP	
Assets			
Financial assets at fair value through profit or loss	211,230,346	217,386,791	211,296,325
Cash and cash equivalents	5 2,767,928	4,888,461	6,193,620
Receivable on sale of investments	445,146	32,649	636
Interest and dividends receivable, net	102,454	59,051	190,043
Receivable on subscriptions	846,860	989,979	5,277,556
Other receivables	53,685	13,366	15,186
Total Assets	215,446,419	223,370,297	222,973,366
Liabilities			
Payable on redemptions	303,414	196,225	171,348
Bank overdraft	-	26	53
Administration and transfer agency fees	4 14,275	14,082	30,428
Custodian fees	4 16,147	15,992	16,296
Investment management fees	4 450,678	276,218	612,167
Payable on purchases of investments	211,571	261,556	53,308
Other payables	132,713	82,364	80,701
Total Liabilities	1,128,798	846,463	964,301
Net assets attributable to holders of redeemable participating shares	214,317,621	222,523,834	222,009,065
Net Asset Value			
Euro 'A' Shares In Issue	26,556,407	25,136,751	21,179,932
Net Asset Value Per Share	EUR 1.442	EUR 1.563	EUR 1.396
Sterling 'A' Shares In Issue	67,732,720	67,737,478	90,885,132
Net Asset Value Per Share	GBP 1.899	GBP 1.953	GBP 1.667
US Dollar 'A' Shares In Issue	39,518,510	30,657,766	28,177,112
Net Asset Value Per Share	USD 1.596	USD 1.600	USD 1.305
Euro 'B' Shares In Issue	895,367	4,480,809	3,983,556
Net Asset Value Per Share	EUR 1.136	EUR 1.232	EUR 1.104
Sterling 'B' Shares In Issue	4,890,472	7,980,523	8,128,680
Net Asset Value Per Share	GBP 1.837	GBP 1.896	GBP 1.622
US Dollar 'B' Shares In Issue	2,813,063	6,776,738	7,116,344
Net Asset Value Per Share	USD 1.421	USD 1.428	USD 1.167

The accompanying notes form an integral part of the Financial Statements.

**CONDENSED BALANCE SHEET (continued)
As at 30 June 2011**

Impax Asian Environmental Markets (Ireland) Fund				
	Notes	30 June 2011 GBP	31 December 2010 GBP	30 June 2010 GBP
Assets				
Financial assets at fair value through profit or loss		5,345,383	5,758,276	1,769,920
Cash and cash equivalents	5	100,338	80,638	120,565
Receivable on sale of investments		-	-	9,066
Interest and dividends receivable, net		11,466	2,277	1,330
Receivable on subscriptions		-	-	10,000
Other receivables		21,898	1,962	2,182
Total Assets		5,479,085	5,843,153	1,913,063
Liabilities				
Bank overdraft		-	1	-
Administration and transfer agency fees	4	6,715	3,634	742
Custodian fees	4	2,214	2,136	1,968
Investment management fees	4	13,746	6,998	2,323
Payable on purchases of investments		-	17,237	74,271
Other payables		9,831	11,990	5,146
Total Liabilities		32,506	41,996	84,450
Net assets attributable to holders of redeemable participating shares		5,446,579	5,801,157	1,828,613
Net Asset Value				
Euro 'A' Shares In Issue		342,737	502,521	-
Net Asset Value Per Share		EUR 0.895	EUR 1.048	-
Sterling 'A' Shares In Issue		4,225,048	3,819,461	1,952,622
Net Asset Value Per Share		GBP 0.989	GBP 1.100	GBP 0.921
US Dollar 'A' Shares In Issue		1,105,867	1,203,333	-
Net Asset Value Per Share		USD 1.161	USD 1.260	-
Euro 'B' Shares In Issue		-	-	-
Net Asset Value Per Share		-	-	-
Sterling 'B' Shares In Issue		209,018	178,872	35,920
Net Asset Value Per Share		GBP 0.983	GBP 1.097	GBP 0.921
US Dollar 'B' Shares In Issue		-	-	-
Net Asset Value Per Share		-	-	-

The accompanying notes form an integral part of the Financial Statements.

CONDENSED BALANCE SHEET (continued)
As at 30 June 2011

	Notes	TOTAL 30 June 2011 GBP	TOTAL 31 December 2010 GBP	TOTAL 30 June 2010 GBP
Assets				
Financial assets at fair value through profit or loss		216,575,729	223,145,067	213,066,245
Cash and cash equivalents	5	2,868,266	4,969,099	6,314,185
Receivable on sale of investments		445,146	32,649	9,702
Interest and dividends receivable, net		113,920	61,328	191,373
Receivable on subscriptions		846,860	989,979	5,287,556
Other receivables		75,583	15,328	17,368
Total Assets		220,925,504	229,213,450	224,886,429
Liabilities				
Payable on redemptions		303,414	196,225	171,348
Bank overdraft		-	27	53
Administration and transfer agency fees	4	20,990	17,716	31,170
Custodian fees	4	18,361	18,128	18,264
Investment management fees	4	464,424	283,216	614,490
Payable on purchases of investments		211,571	278,793	127,579
Other payables		142,544	94,354	85,847
Total Liabilities		1,161,304	888,459	1,048,751
Net assets attributable to holders of redeemable participating shares		219,764,200	228,324,991	223,837,678

**CONDENSED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 30 June 2011**

Impax Environmental Markets (Ireland)				
Fund				
	Notes	30 June 2011 GBP	31 December 2010 GBP	30 June 2010 GBP
Income				
Bank Interest		13	32	9
Bond Interest		9,867	23,588	14,857
Dividends	2	1,261,318	2,598,397	1,356,776
Withholding tax on dividend and interest		(256,993)	(535,479)	(316,752)
Other income		36,164	32,932	33,302
		1,050,369	2,119,470	1,088,192
Expenses				
Investment management fees	4	(1,206,505)	(2,302,885)	(1,181,116)
Administration and transfer agency fees	4	(69,510)	(130,880)	(62,037)
Custodian fees	4	(45,611)	(107,792)	(52,965)
Audit fees	4	(14,278)	(30,963)	(14,586)
Directors fees	4	(33,596)	(79,326)	(57,866)
Transaction costs		(75,779)	(134,744)	(134,744)
Other charges		(92,167)	(220,387)	(121,481)
		(1,537,446)	(3,006,977)	(1,624,795)
Net Investment Loss		(487,077)	(887,507)	(536,603)
Net realised gains/(losses) on sale of investments		(241,485)	14,858,077	6,438,103
Net realised losses on foreign exchange		(102,114)	(774,748)	(320,955)
Net realised gains/(losses)		(343,599)	14,083,329	6,117,148
Net unrealised losses on investments		(5,121,697)	8,232,408	(17,579,012)
Loss attributable to holders of redeemable participating shares from operations		(5,952,373)	21,428,230	(11,998,467)
Loss attributable to holders of redeemable participating shares		(5,952,373)	21,428,230	(11,998,67)

For the period ended 30 June 2011, there are no gains or losses other than those included in the Profit and Loss account. All income arises from continuing operations.
The accompanying notes form an integral part of the Financial Statements.

**CONDENSED PROFIT AND LOSS ACCOUNT (continued)
FOR THE PERIOD ENDED 30 June 2011**

		Impax Asian Environmental Markets (Ireland) Fund		
	Notes	30 June 2011 GBP	31 December 2010 GBP	30 June 2010 GBP
Income				
Bank Interest		90	309	65
Bond Interest		-	-	-
Dividends	2	58,321	23,974	3,116
Withholding tax on dividend and interest		(4,844)	(1,637)	(27)
Other income		-	3,043	-
		53,567	25,689	3,154
Expenses				
Investment management fees	4	(28,468)	(22,454)	(2,323)
Administration and transfer agency fees	4	(7,719)	(6,534)	(742)
Custodian fees	4	(8,741)	(23,543)	(1,968)
Audit fees	4	(366)	(287)	(28)
Directors fees	4	(860)	(674)	(66)
Transaction costs		(5,126)	(4,689)	(4,690)
Other charges		(12,003)	(14,861)	(2,877)
		(63,283)	(73,042)	(12,694)
Net Investment Loss		(9,716)	(47,353)	(9,540)
Net realised gains/(losses) on sale of investments		53,883	134,966	(12,124)
Net realised losses on foreign exchange		(12,859)	(47,167)	(22,097)
Net realised gains/(losses)		41,024	87,799	(34,221)
Net unrealised losses on investments		(659,652)	527,706	(84,133)
Loss attributable to holders of redeemable participating shares from operations		(628,344)	568,152	(127,894)
Loss attributable to holders of redeemable participating shares		(628,344)	568,152	(127,894)

For the period ended 30 June 2011, there are no gains or losses other than those included in the Profit and Loss account. All income arises from continuing operations.
The accompanying notes form an integral part of the Financial Statements.

**CONDENSED PROFIT AND LOSS ACCOUNT (continued)
FOR THE PERIOD ENDED 30 June 2011**

	Notes	TOTAL 30 June 2011 GBP	TOTAL 31 December 2010 GBP	TOTAL 30 June 2010 GBP
Income				
Bank Interest		103	341	74
Bond Interest		9,867	23,588	14,857
Dividends	2	1,319,639	2,622,371	1,359,892
Withholding tax on dividend and interest		(261,837)	(537,116)	(316,779)
Other income		36,164	35,975	33,302
		1,103,936	2,145,159	1,091,346
Expenses				
Investment management fees	4	(1,234,973)	(2,325,339)	(1,183,439)
Administration and transfer agency fees	4	(77,229)	(137,414)	(62,779)
Custodian fees	4	(54,352)	(131,335)	(54,933)
Audit fees	4	(14,644)	(31,250)	(14,614)
Directors fees	4	(34,456)	(80,000)	(57,932)
Transaction costs		(80,905)	(139,433)	(139,434)
Other charges		(104,170)	(235,248)	(124,358)
		(1,600,729)	(3,080,019)	(1,637,489)
Net Investment Loss				
		(496,793)	(934,860)	(546,143)
Net realised gains/(losses) on sale of investments		(187,602)	14,993,043	6,425,979
Net realised losses on foreign exchange		(114,973)	(821,915)	(343,052)
Net realised gains/(losses)		(302,575)	14,171,128	6,082,927
Net unrealised losses on investments		(5,781,349)	8,760,114	(17,663,145)
Loss attributable to holders of redeemable participating shares from operations				
		(6,580,717)	21,996,382	(12,126,361)
Loss attributable to holders of redeemable participating shares				
		(6,580,717)	21,996,382	(12,126,361)

For the period ended 30 June 2011, there are no gains or losses other than those included in the Profit and Loss account. All income arises from continuing operations.
The accompanying notes form an integral part of the Financial Statements.

CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE PERIOD ENDED 30 June 2011

	Impax Environmental Markets (Ireland) Fund		
	30 June 2011	31 December 2010	30 June 2010
	GBP	GBP	GBP
Net assets at 1 January	222,523,834	210,085,460	210,085,460
Loss attributable to holders of redeemable participating shares	(5,952,373)	21,428,230	(11,998,467)
Capital transactions			
Proceeds from issuance of shares			
Subscriptions - Euro 'A' Shares	7,136,638	9,823,572	3,287,207
Subscriptions - Sterling 'A' Shares	13,444,856	56,024,883	45,364,087
Subscriptions - US Dollar 'A' Shares	10,467,143	24,517,957	17,293,310
Subscriptions - Euro 'B' Shares	179,636	1,481,746	884,778
Subscriptions - Sterling 'B' Shares	367,212	3,949,848	2,696,126
Subscriptions - US Dollar 'B' Shares	739,931	862,865	513,936
Payments on redemption of shares			
Redemptions - Euro 'A' Shares	(5,173,536)	(11,913,569)	(10,117,010)
Redemptions - Sterling 'A' Shares	(13,350,814)	(76,515,478)	(25,874,273)
Redemptions - US Dollar 'A' Shares	(1,610,255)	(6,977,449)	(2,117,007)
Redemptions - Euro 'B' Shares	(3,950,233)	(326,740)	(204,983)
Redemptions - Sterling 'B' Shares	(6,167,998)	(3,527,598)	(2,033,529)
Redemptions - US Dollar 'B' Shares	(4,336,420)	(6,389,893)	(5,770,570)
Net Assets at 30 June	214,317,621	222,523,834	222,009,065
	Number of Shares	Number of Shares	Number of Shares
Shares in issue at 1 January	142,770,065	143,206,774	143,206,774
Shares issued during the period			
Shares issued during the period - Euro 'A' Shares	5,408,152	8,193,323	2,732,943
Shares issued during the period - Sterling 'A' Shares	7,033,668	31,293,094	25,147,434
Shares issued during the period - US Dollar 'A' Shares	10,492,064	26,749,694	18,753,267
Shares issued during the period - Euro 'B' Shares	172,184	1,533,320	909,534
Shares issued during the period - Sterling 'B' Shares	198,757	2,286,064	1,559,929
Shares issued during the period - US Dollar 'B' Shares	830,450	1,054,047	624,999
Shares redeemed during the period			
Shares redeemed during the period - Euro 'A' Shares	(3,988,496)	(9,731,836)	(8,228,275)
Shares redeemed during the period - Sterling 'A' Shares	(7,038,425)	(43,845,464)	(14,552,150)
Shares redeemed during the period - US Dollar 'A' Shares	(1,631,319)	(7,800,110)	(2,284,337)
Shares redeemed during the period - Euro 'B' Shares	(3,757,626)	(339,680)	(213,147)
Shares redeemed during the period - Sterling 'B' Shares	(3,288,807)	(2,025,859)	(1,151,567)
Shares redeemed during the period - US Dollar 'B' Shares	(4,794,125)	(7,803,302)	(7,034,648)
Shares in issue at 30 June	142,406,542	142,770,065	159,470,756

The accompanying notes form an integral part of the Financial Statements.

**CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)
FOR THE PERIOD ENDED 30 June 2011**

	Impax Asian Environmental Markets (Ireland) Fund		
	30 June 2011 GBP	31 December 2010 GBP	30 June 2010 GBP
Net assets at 1 January	5,801,157	-	-
Profit/(Loss) attributable to holders of redeemable participating shares	(628,344)	568,152	(127,894)
Capital transactions			
Proceeds from issuance of shares			
Subscriptions - Euro 'A' Shares	-	790,806	-
Subscriptions - Sterling 'A' Shares	442,647	3,822,201	1,925,830
Subscriptions - US Dollar 'A' Shares	197,237	823,509	-
Subscriptions - Euro 'B' Shares	-	-	-
Subscriptions - Sterling 'B' Shares	32,500	178,132	35,000
Subscriptions - US Dollar 'B' Shares	-	-	-
Payments on redemption of shares			
Redemptions - Euro 'A' Shares	(129,904)	(374,968)	-
Redemptions - Sterling 'A' Shares	(20,486)	(6,675)	(4,323)
Redemptions - US Dollar 'A' Shares	(248,228)	-	-
Redemptions - Euro 'B' Shares	-	-	-
Redemptions - Sterling 'B' Shares	-	-	-
Redemptions - US Dollar 'B' Shares	-	-	-
Net Assets at 30 June	5,446,579	5,801,157	1,828,613
	Number of Shares	Number of Shares	Number of Shares
Shares in issue at 1 January	5,704,187	-	-
Shares issued during the period			
Shares issued during the period - Euro 'A' Shares	-	927,173	-
Shares issued during the period - Sterling 'A' Shares	425,987	3,826,286	1,957,097
Shares issued during the period - US Dollar 'A' Shares	248,256	1,203,333	-
Shares issued during the period - Sterling 'B' Shares	30,146	178,872	35,920
Shares redeemed during the period			
Shares redeemed during the period - Euro 'A' Shares	(159,784)	(424,652)	-
Shares redeemed during the period - Sterling 'A' Shares	(20,400)	(6,825)	(4,475)
Shares redeemed during the period - US Dollar 'A' Shares	(345,722)	-	-
Shares in issue at 30 June	5,882,670	5,704,187	1,988,542

The accompanying notes form an integral part of the Financial Statements.

**CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO
HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)
FOR THE PERIOD ENDED 30 June 2011**

	TOTAL 30 June 2011 GBP	TOTAL 31 December 2010 GBP	TOTAL 30 June 2010 GBP
Net assets at 1 January	228,324,991	210,085,460	210,085,460
Profit/(Loss) attributable to holders of redeemable participating shares	(6,580,717)	21,996,382	(12,126,361)
Capital transactions			
Proceeds from issuance of shares			
Subscriptions - Euro 'A' Shares	7,136,638	10,614,378	3,287,207
Subscriptions - Sterling 'A' Shares	13,887,503	59,847,084	47,289,917
Subscriptions - US Dollar 'A' Shares	10,664,380	25,341,466	17,293,310
Subscriptions - Euro 'B' Shares	179,636	1,481,746	884,778
Subscriptions - Sterling 'B' Shares	399,712	4,127,980	2,731,126
Subscriptions - US Dollar 'B' Shares	739,931	862,865	513,936
Payments on redemption of shares			
Redemptions - Euro 'A' Shares	(5,303,440)	(12,288,537)	(10,117,010)
Redemptions - Sterling 'A' Shares	(13,371,300)	(76,522,153)	(25,878,596)
Redemptions - US Dollar 'A' Shares	(1,858,483)	(6,977,449)	(2,117,007)
Redemptions - Euro 'B' Shares	(3,950,233)	(326,740)	(204,983)
Redemptions - Sterling 'B' Shares	(6,167,998)	(3,527,598)	(2,033,529)
Redemptions - US Dollar 'B' Shares	(4,336,420)	(6,389,893)	(5,770,570)
Net Assets at 30 June	219,764,200	228,324,991	223,837,678

The accompanying notes form an integral part of the Financial Statements.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
For the period ended 30 June 2011

1. Establishment and Organisation

Impax Funds (Ireland) PLC (the "Company") is an open-ended umbrella-type investment company with variable capital and has segregated liability between Sub-Funds under the laws of Ireland established as a public limited company pursuant to the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (the "UCITS Regulations") and has been authorised by the Central Bank of Ireland as a UCITS.

The Company is organised in the form of an umbrella fund. Each Sub-Fund will have a distinct portfolio of investments. As of the date of this report, the Company has two Sub-Funds with segregated liability in respect of which six classes of shares have been offered in Impax Environmental Markets (Ireland) Fund and four classes of shares have been offered in Impax Asian Environmental Markets (Ireland) Fund for investment.

The Company is not obliged to apply the assets of any Sub-Funds towards the liabilities of any other Sub-Fund of the Company. Accordingly, any parties contracting with the Company shall not seek to have recourse to any assets of any sub fund in discharge of any liability which was not incurred on behalf of that Sub-Fund. This provision applies to receivers, examiners, liquidators, provisional liquidators and any other creditor. This provision has not yet been tested in the courts and a restricted risk therefore remains.

All share classes are listed on the Irish Stock Exchange.

2. Principal Accounting Policies

a) Basis of Accounting

(i) Basis of Preparation

The condensed financial statements have been prepared in accordance with the pronouncements on interim reporting issued by the Accounting Standards Board (i.e the ASB Statement - Half Yearly Financial Reports).

(ii) Significant Accounting Policies

The same accounting policies, presentation and methods of computation are followed in these condensed financial statements as were applied in the preparation of the fund's financial statements for the year ended 31 December 2010 and as set out in the annual financial statements for that year.

b) Financial Instruments

(i) Classification

The Company designates its financial assets and liabilities into the categories below in accordance with FRS 26.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011**

2. Principal Accounting Policies (continued)

b) Financial Instruments (continued)

Financial assets and liabilities at fair value through profit or loss

Financial assets and liabilities held for trading: These include equities, bonds, warrants, rights and equity linked notes. These instruments are acquired or incurred principally for the purpose of generating a profit from short-term fluctuations in price.

Recognition

All regular way purchases and sales of financial instruments are recognised on the trade date, which is the date that the Company commits to purchase or sell an asset. Regular way purchases or sales are purchases or sales of financial instruments that require delivery of assets within the time frame generally established by regulation or convention in the market place. Realised gains and losses on disposals of financial instruments are calculated using the average cost method and are included in net realised gains/losses on sale of investments in the Profit and Loss Account.

Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with FRS 26.

The Company derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or expires.

(ii) Initial Measurement

Financial instruments categorised at fair value through profit or loss are measured initially at fair value, with transaction costs for such instruments being recognised directly in the Profit and Loss Account.

(iii) Subsequent measurement

After initial measurement, the Company measures financial instruments which are classified at fair value through profit or loss, at their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of financial instruments is based on their quoted market prices on a recognised exchange, at the balance sheet date without any deduction for estimated future selling costs. Financial assets are priced at their current bid prices, while financial liabilities are priced at their current ask prices.

If a quoted market price is not available on a recognised stock exchange or from brokers/counterparties, the fair value of the financial instruments may be estimated by the Directors using valuation techniques, including use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions. Where discounted cash flow techniques are used, estimated future cash flows are based on best estimates and the discount rate used is a market rate at the balance sheet date applicable for an instrument with similar terms and conditions. Where other pricing models are used, inputs are based on market data available at the balance sheet date. Valuations for unquoted equity investments are determined in good faith by the Investment Manager based on estimates of Fair Value at the balance sheet date, using the Investment Manager's valuation. This methodology complies in all material aspects with the "International Private Equity and Venture Capital Valuation Guidelines" endorsed by, amongst others, the BVCA and EVCA.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011

2. Principal Accounting Policies (continued)

b) Financial Instruments (continued)

(iii) Subsequent measurement (continued)

In estimating Fair Value, the Investment Manager uses the methodology that is appropriate in light of the investment and its materiality in the context of the portfolio. Methodologies are applied on an ongoing basis.

Equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured using valuation techniques are measured at cost.

Subsequent changes in the fair value of financial instruments at fair value through profit or loss are recognised in the Profit and Loss Account.

Where the Company has assets and liabilities with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies the bid or offer price to the net open position as appropriate.

Unrealised gains and losses on investments are included in net unrealised gains on investments in the Profit and Loss Account.

c) Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously.

d) Functional and Presentation Currency

Items included in the Company's financial statements are measured and presented using the currency of the primary economic environment in which it operates ('the functional currency'). This is GBP, which reflects the fact that the Company's investor base is mainly located in the UK.

The cost of investments in currencies other than the currency of the relevant Sub-Fund has been translated at the rates of exchange ruling at the time of the purchase. The market value of the investments and other assets and liabilities in currencies other than the currency of the relevant Sub-Fund has been translated at the rates of exchange as at 30 June 2011. The resulting profits or losses are dealt with in the Profit and Loss Account.

e) Foreign Exchange Transactions

Monetary assets and liabilities denominated in currencies other than the Company's functional currency as stated above are translated into the functional currency at the closing rates of exchange at each period end. Transactions during the period, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction gains and losses are included in realised and unrealised gains and losses on investments if relating to investments and in realised and unrealised gains or losses on foreign exchange for all other foreign currency gains or losses.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011

2. Principal Accounting Policies (continued)

f) Operating Expenses

The Company pays out of its assets all normal operating expenses including custodian fees, administration and transfer agency fees, investment management fees, Directors' fees, NAV publication and circulation fees, audit and other professional fees and stamp duties and charges incurred on the acquisition and realisation of investments. Such costs are generally expensed in the period to which they relate.

g) Interest Income and Interest Expense

Interest income and interest expense on cash and cash equivalents are recognised on an accruals basis in line with the contractual terms. Interest on cash and cash equivalents is accrued on a daily basis.

The Sub-Funds will also from time to time hold interest bearing assets in private companies as part of structured investments in such companies. The interest in these instruments is rolled up and the resulting capital plus interest is convertible into equity instruments.

Interest income and expense are recognised in the Profit and Loss Account for all debt instruments using the effective interest method.

h) Dividend Income

Dividends are credited to the Profit and Loss Account on the dates on which the relevant securities are listed as "ex-dividend". Income is shown gross of any non-recoverable withholding taxes, which is disclosed separately in the profit and loss account, and net of any tax credits.

i) Cash and Cash Equivalents

Cash comprises current deposits with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of the meeting of short-term cash commitments rather than for investment or other purposes.

j) Cash Flow Statement

The Company is exempt from the requirement of Financial Reporting Standard No 1 to include a cash flow statement as part of its financial statements because it is an open-ended investment fund which invests in liquid investments and because details of changes in net assets are reported as part of its Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares.

k) Redeemable Participating Shares

Redeemable participating shares are redeemable at the shareholder's option and are classified as financial liabilities. The participating shares can be put back to the Company on any dealing day for cash equal to a proportionate share of the Company's net asset value.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011**

3. Taxation

Under current Irish law and practice the Company qualifies as an investment undertaking under Section 739B of the Taxes Consolidation Act, 1997 and is not therefore chargeable to Irish tax on its relevant income or relevant gains. No stamp, transfer or registration tax is payable in Ireland on the issue, redemption or transfer of Shares in the Company. Distributions, capital gains and interest on securities issued in countries other than Ireland may be subject to taxes including withholding taxes imposed by such countries.

The Company may not be able to benefit from a reduction in the rate of withholding tax by virtue of the double taxation agreement in operation between Ireland and other countries. The Company may not, therefore, be able to reclaim withholding tax suffered by it in particular countries.

Following legislative changes in the Finance Act 2006, the holding of shares at the end of a Relevant Period will, in respect of Irish Resident investors, also constitute a chargeable event. To the extent that any tax issues arise on such a chargeable event, such tax will be allowed as a credit against any tax payable on the subsequent encashment, redemption, cancellation or transfer of the relevant shares.

Relevant Period is defined as period of 8 years beginning with the acquisition of a share by a shareholder and each subsequent period of 8 years beginning immediately after the preceding relevant period.

Irish tax may arise on the happening of a chargeable event. A chargeable event includes any distribution payment to shareholders or any encashment, redemption, cancellation or transfer of shares. To the extent that shareholders have appropriate tax declarations in place with the Company there may be no requirement to deduct tax.

4. Fees

Investment Management Fees

Under the provisions of the Investment Management Agreement, the Company will pay the Investment Manager a fee of 1 per cent per annum of the Net Asset Value of the Euro 'A', Sterling 'A' and USD 'A' Shares and a fee of 1.5 per cent of the Euro 'B', Sterling 'B' and US Dollar 'B' Shares as of the relevant Valuation Date. The investment management fee will accrue daily and will be payable monthly in arrears. The Company will pay all out-of-pocket expenses incurred by the Investment Manager (including VAT thereon). Such out-of-pocket expenses may include transaction charges provided that they are charged at normal commercial rates and incurred by the Investment Manager in the performance of its duties under the Investment Management Agreement.

For Impax Environmental Markets (Ireland) Fund, Investment Management fees charged for the period ended 30 June 2011 amounted to GBP 1,206,505 (30 June 2010: GBP 1,181,116). Investment Management fees payable at 30 June 2011 amounted to GBP 450,678 (31 December 2010: GBP 276,218).

For Impax Asian Environmental Markets (Ireland) Fund, Investment Management fees charged for the period ended 30 June 2011 amounted to GBP 28,468 (30 June 2010: GBP 2,323). Investment Management fees payable at 30 June 2011 amounted to GBP 13,746 (31 December 2010: GBP 6,998).

Administration and Transfer Agency Fees

The Administrator will be entitled to an annual fee payable by the Sub-Funds accrued daily and payable monthly in arrears at a rate that shall not exceed 0.04% of the Net Asset Value of the Sub-Funds (plus VAT, if any) with a minimum annual fee of €38,000 . The Administrator will also be entitled to the payment of fees for acting as Registrar and Transfer Agent and transaction charges (which are charged at normal commercial rates), which are based on transactions undertaken by the Company, the number of subscriptions, redemptions, exchanges and transfer of Shares processed by the Administrator and

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011

4. Fees (continued)

Administration and Transfer Agency Fees (continued)

time spent on Company shareholder servicing duties and to the reimbursement of operating expenses. The Administrator shall also be entitled to be repaid for all its out-of-pocket expenses incurred on behalf of the Company, which shall include reasonable legal fees (agreed by the Investment Manager), courier fees, telecommunications and expenses.

For Impax Environmental Markets (Ireland) Fund, Administration and Transfer Agent fees charged for the period ended 30 June 2011 amounted to GBP 69,510 (30 June 2010: GBP 62,037). Administration and Transfer Agent fees payable at 30 June 2011 amounted to GBP 14,275 (31 December 2010: GBP 14,082).

For Impax Asian Environmental Markets (Ireland) Fund, Administration and Transfer Agent fees charged for the period ended 30 June 2011 amounted to GBP 7,719 (30 June 2010: GBP 742). Administration and Transfer Agent fees payable at 30 June 2011 amounted to GBP 6,715 (31 December 2010: GBP 3,634).

Custodian Fees

The Custodian shall be entitled to receive an annual custodian fee payable by the Sub-Funds of an amount not exceeding 0.25% of the Net Asset Value of the Sub-Funds. This amount includes sub-custodian fees. Such fee shall be subject to an annual minimum fee of €15,000 (plus VAT, if any) for each Sub-Fund as a whole. In addition, the Custodian shall be entitled to the payment of certain charges (at normal commercial rates) based on transactions undertaken by the Company. Such fees shall accrue daily and be payable monthly in arrears. The Custodian has confirmed to the Company that the custody and handling charges of the sub-custodians will not exceed normal commercial rates. The Custodian shall also be entitled to be reimbursed for reasonable out-of-pocket expenses properly incurred by it including telephone and fax charges, stamp duties and registration fees.

For Impax Environmental Markets (Ireland) Fund, Custodian fees charged for the period ended 30 June 2011 amounted to GBP 45,611 (30 June 2010: GBP 52,965). Custodian fees payable at 30 June 2011 amounted to GBP 16,147 (31 December 2010: GBP 15,992).

For Impax Asian Environmental Markets (Ireland) Fund, Custodian fees charged for the period ended 30 June 2011 amounted to GBP 8,741 (30 June 2010: GBP 1,968). Custodian fees payable at 30 June 2011 amounted to GBP 2,214 (31 December 2010: GBP 2,136).

Directors' Fees

The Directors shall be entitled to a fee in remuneration for their services at a rate to be determined from time to time by the Directors, so that the aggregate amount of Directors' remuneration in any one year shall not exceed €80,000. With effect from the 1 July 2011, each director now earns €25,000 per annum.

For Impax Environmental Markets (Ireland) Fund, Directors' fees charged for the period ended 30 June 2011 amounted to GBP 33,596 (30 June 2010: GBP 57,866). Directors fees payable at 30 June 2011 amounted to GBP 38,955 (31 December 2010: GBP 34,254). Other Directors' costs in the period included a provision of support to Directors amounting to GBP 12,598 (30 June 2010: GBP 18,259) and Directors Insurance which amounted to GBP 5,039 (30 June 2010: GBP 5,271).

For Impax Asian Environmental Markets (Ireland) Fund, Directors' fees charged for the period ended 30 June 2011 amounted to GBP 860 (30 June 2010: GBP 66). Directors fees payable at 30 June 2011 amounted to GBP 731 (31 December 2010: GBP 628). Other Directors' costs in the period included a provision of support to Directors amounting to GBP 323 (30 June 2010: GBP 25) and Directors Insurance which amounted to GBP 129 (30 June 2010: GBP 10).

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011****5. Cash at Bank**

The cash held with RBC Dexia Investor Services Bank S.A., as at 30 June 2011 represented 1.29% (31 December 2010: 2.20%) of the Net Assets attributable to redeemable participating shareholders for Impax Environmental Markets (Ireland) Fund and represented 1.84% (31 December 2010: 1.39%) of the Net Assets attributable to redeemable participating shareholders for Impax Asian Environmental Markets (Ireland) Fund.

6. Soft Commissions

There were no soft commission arrangements in place during the period (none existed at 31 December 2010).

7. Currency and Exchanges Rates

The rates of exchange as at 30 June 2011 were:

AUD	1.499580	DKK	8.259380	JPY	129.656116	SEK	10.130492
CAD	1.549420	EUR	1.107321	KRW	1713.393810	TWD	46.113744
CHF	1.351789	HKD	12.492413	NOK	8.613946	USD	1.605450

The rates of exchange as at 31 December 2010 were:

AUD	1.527389	DKK	8.696944	JPY	126.982003	SEK	10.525661
CAD	1.555707	EUR	1.167046	KRW	1777.128263	TWD	45.648434
CHF	1.459343	HKD	12.170787	NOK	9.100341	USD	1.565650

8. Share Capital and Redeemable Participating Shares

The Company was incorporated in Ireland as a Public Limited Company on 15 November 2004 with registered number 393658 under the Companies Acts, 1963 to 2009. It has an authorised share capital of 100,000,300,000 divided into 100,000,000,000 Participating Shares of no par value and 300,000 subscriber Shares of €1.00 each. As only Participating Shares can represent an interest in the Company, the Subscriber Shares have no entitlement or interest in the Company. As the Subscriber Shares do not form part of the Net Asset Value of the Company, they are thus disclosed in the financial statements by way of this note only. The rights attaching to the participating shares are as follows:

Redeemable Participating shares

The net assets attributable to holders of redeemable participating shares are at all times equal to the net asset value of the Company. The participating shares are in substance a liability of the Company to shareholders under FRS 25 as they can be redeemed at the option of the shareholder.

Participating shares may be redeemed on each dealing date or such other date or dates as the board of Directors shall from time to time determine (Valuation Day) at the net asset value per share based on mid-market prices. The dealing date means every Business Day. The shareholder must request such redemption at least one business day prior to the dealing date or such other day as the Directors may determine.

The holders of Participating shares entitled to receive all dividends declared and paid by the Company. Upon, winding up, the holders are entitled to a return of capital based on the net asset value per share of the Company.

9. Contingent Liabilities

There were no contingent liabilities at the period end (none existed at 31 December 2010).

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)
For the period ended 30 June 2011**10. Related Party Transactions**

FRS 8 'Related Party Transactions' requires the disclosure of information relating to material transactions with parties, who are deemed to be related to the reporting entity. The Investment Manager is a wholly owned subsidiary of Impax Asset Management Group Plc. Fees of GBP 1,234,973 (30 June 2010: GBP 1,183,439) were charged by the Investment Manager during the period and fees of GBP 464,424 as at 30 June 2011 (31 December 2010: GBP 283,216) were payable at the period end. Mike Kirby, Director, is considered to be a related party by virtue of him being the Managing Principal at KB Associates who supply ongoing consultancy services to the Company. Fees of GBP 12,921 (30 June 2010: GBP 18,284) were charged by KB Associates during the period and fees of GBP 38.17 as at 30 June 2011 (31 December 2010: GBP 2,220) were payable at the period end. The Directors are considered to be related parties. Directors fees of GBP 34,456 (30 June 2010: GBP 57,932) were charged by the Directors during the period and fees of GBP 39,686 as at 30 June 2011 (31 December 2010: GBP 34,882) were payable at the period end.

11. Net Asset Value

The difference in Net Asset Value between the published Net Asset Value and the reported Net Asset Value is attributable to the FRS26 requirement for financial assets to be valued at bid. This has been applied for financial statements purposes and results in a difference to the dealing NAV as at 30 June 2011 and 31 December 2010.

Impax Environmental Markets (Ireland) Fund

	30 June 2011	31 December 2010
	GBP	GBP
Total Net Asset Value for financial statement purposes	214,317,621	222,523,834
Add: FRS 26 valuation adjustment	433,492	773,629
Total Net Asset Value for shareholder dealing	<u>214,751,113</u>	<u>223,297,463</u>

Impax Asian Environmental Markets (Ireland) Fund

	30 June 2011	31 December 2010
	GBP	GBP
Total Net Asset Value for financial statement purposes	5,446,579	5,801,157
Add: FRS 26 valuation adjustment	13,689	15,439
Total Net Asset Value for shareholder dealing	<u>5,460,268</u>	<u>5,816,596</u>

12. Distributions

Dividends are accounted for when they are declared and payable. There were no dividends for the period ended 30 June 2011. For the year ended 31 December 2010 there were no dividends.

13. Events Since Period End

There were no significant events subsequent to 30 June 2011 to the date the financial statements were approved by the Directors.

14. Date of Approval

The financial statements were approved by the Directors on 24 August 2011.

Impax Funds (Ireland) PLC

Appendix 1

Turnover

The annualised turnover ratio is listed in the table below.

The turnover is the purchases and sales of investments net of share dealings expressed as a percentage of the weekly average NAV of the Company.

Sub-Fund	Turnover Ratio Period ended 30 June 2011 %	Turnover Ratio Year ended 31 December 2010 %
Impax Environmental Markets (Ireland) Fund	(6.946498)	(17.575760)
Impax Asian Environmental Markets (Ireland) Fund	35.244729	56.462025

Total Expense Ratio

The total expense ratios for the period are set out in the table below.

The total expense ratio calculation includes all annual operating costs and excludes bank interest, FX, dealing costs and performance fees.

The total expense ratios are not required to be included in this Report by Central Bank of Ireland or the Irish Stock Exchange.

	Total Expense Ratio Period Ended 30 June 2011 %	Total Expense Ratio Year Ended 31 December 2010 %
Impax Environmental Markets (Ireland) Fund		
Euro 'A' Shares	1.23	1.23
Sterling 'A' Shares	1.22	1.23
US Dollar 'A' Shares	1.23	1.23
Euro 'B' Shares	1.73	1.74
Sterling 'B' Shares	1.73	1.74
US Dollar 'B' Shares	1.73	1.74
Impax Asian Environmental Markets (Ireland) Fund		
Euro 'A' Shares	2.39	2.68
Sterling 'A' Shares	2.39	2.69
US Dollar 'A' Shares	2.39	2.69
Euro 'B' Shares	-	-
Sterling 'B' Shares	2.89	3.19
US Dollar 'B' Shares	-	-

Additional Information

The following documents can be obtained free of charge from the Administrator:

- The Company's Prospectus
- Simplified Prospectus
- Instrument of Incorporation
- Annual and Semi-annual financial statements