

Prospectus
April 30, 2009

NEW ALTERNATIVES FUND, INC.

150 Broadhollow Road, Suite PH2, Melville, New York 11747
(800) 423-8383 or (631) 423-7373

*New Alternatives Fund is a mutual fund seeking long-term capital appreciation by investing in common stocks in a wide range of industries that are oriented to a clean and sustainable environment with a **special** interest in Alternative Energy*

As with all mutual funds, the Securities and Exchange Commission has not approved or disapproved of the Fund's shares or determined whether this prospectus is accurate or complete. Anyone who tells you otherwise is committing a crime.

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Investment Objectives, Strategies and Goals

The Fund's investment objective is long-term capital appreciation. The Fund seeks to achieve this objective by investing in common stocks. Investments are in a wide range of industries and in companies of all sizes.

A: Most of the Fund's investments will be in companies that provide a contribution to a clean and sustainable environment.

B: *There is a special interest in alternative energy.* Alternative energy means the production and conservation of energy in a manner that reduces pollution and harm to the environment; particularly when compared to conventional coal, oil or atomic energy. See "Alternative Energy: The Area of Special Interest", starting on page 7 for more information.

C: Companies with non-discriminatory practices at all levels of their work force are sought.

D: The Fund invests in equity securities of both U.S. and foreign companies. There is no limitation on the percentage of assets invested in the U.S. or abroad.

Special Interest ———> Alternative Energy

The Fund has a special interest in Alternative Energy and concentrates at least 25% of its total assets in common shares of companies which have an interest in alternative energy.

Main Risks of Investing in the Fund

The Fund concentrates its investments in alternative energy stocks and a downturn in this group of industries would have a larger impact on the Fund than on a fund that does not concentrate in these stocks.

The Fund is subject to the risks common to all mutual funds that invest in equity securities and foreign securities. The Fund is subject to market risk. Market risk is the possibility that, over short or long periods, stock prices will decline. Because stock prices tend to fluctuate, the value of your investment in the Fund may increase or decrease. Investing in this Fund may be more risky than investing in a fund that invests only in the U.S. Investing in foreign securities (including depositary receipts traded on U.S. exchanges but representing shares of foreign companies) involves more risks than investing in U.S. securities. Risks of investing in foreign companies include currency exchange rates between foreign currencies and the U.S. dollar. The political, economic and social structures of some foreign countries may be less stable and more volatile than those in the U.S. Brokerage commissions and other fees may be higher for foreign securities. Foreign companies may not be subject to the same disclosure, accounting, auditing and financial reporting standards as U.S. companies. These risks can increase

the potential for losses in the Fund and affect its share price. As a result of changes in the market and the economy in general, Fund shares will fluctuate in value and you could lose money on your investment in the Fund.

New technologies may be feasible, but not cost effective. The Fund may not choose among the new technologies wisely and it is possible that interest in achieving a clean environment may diminish.

Investments in alternative energy and companies with environmental products are subject to political priorities and changing government regulations and subsidies that may impact the value of the stock.

There are risks associated with a failure to enforce environmental law. For example, if the government reduces environmental regulation or its enforcement, then companies that produce products designed to provide a clean environment, in which we invest, are less likely to prosper. Potential advantages of alternative energy may be slow in both development and recognition.

For more information, see “Illustrations of Problems and Advantages in Different Areas of Investment” starting on page 8. Part of the Fund’s portfolio may include small developing companies where risks are normally higher due to lower liquidity and higher volatility.

When current market, economic, political or other conditions are unstable and would impair the pursuit of the Fund’s investment objective, the Fund may temporarily invest up to 100% of its assets in cash or cash equivalents. Cash equivalents include investments such as U.S. Government and agency obligations, certificates of deposit and time deposits. The Fund generally invests in U.S. Treasury Bills and certificates of deposit of socially-concerned, federally insured banks that are committed to serving community needs. When the Fund takes a temporary defensive position, the Fund may not achieve its investment objective.

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

Is This Fund for You?

The Fund is not for investors seeking a high level of current income or safety. Investing in the Fund is not a complete investment program.

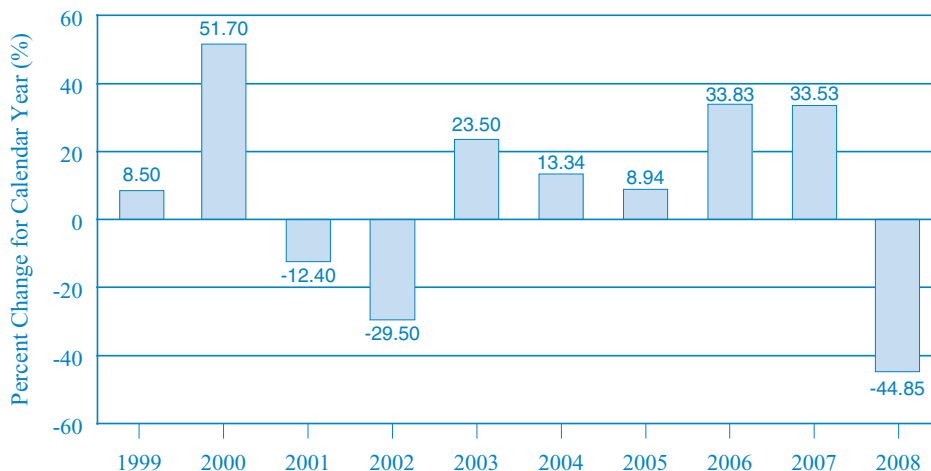
The Fund may appeal to investors with an interest in alternative energy, environmental improvement and social responsibility. Please understand that social responsibility is a subjective concept that is interpreted by the portfolio managers and may reduce the number of companies eligible for investment by the Fund.

Bar Chart And Performance Table

The bar chart and performance table below show how the Fund has performed in the past and provides an indication of the risks of investing in the Fund. The bar chart shows how

the performance of the Fund has varied from year to year. The returns in the bar chart do not include the deduction of any applicable sales charges. If sales charges had been included, the returns would be less than those shown in the bar chart. The table compares the average annual total returns of the Fund for the periods ended December 31, 2008 to those of two broad-based securities markets indices. Average annual total return calculations reflect the deduction of applicable sales charges. Past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future. All returns assume the reinvestment of dividends and capital gain distributions.

Calendar Year Total Returns



During the period shown in the bar chart, the highest return for a quarter was 33.87% (for the quarter ending March 31, 2000) and the lowest return for a quarter was -21.84% (for the quarter ending September 30, 2008).

Average Annual Total Returns (For the periods ended December 31, 2008)

	One Year	Five Years	Ten Years
<i>Return Before Taxes</i>	-47.47%	2.99%	3.81%
<i>Returns After Taxes on Distributions</i>	-47.58%	2.47%	2.86%
<i>Returns After Taxes on Distributions and Sale of Fund Shares¹</i>	-30.86% ²	2.61%	2.89%
<i>Russell 2000 Index³</i>	-33.79%	-0.93%	3.02%
<i>S&P 500 Index⁴</i>	-36.98%	-2.18%	-1.38%

¹ After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Actual after-tax

returns depend on an investor's tax situation and may differ from those shown. After-tax returns shown are not relevant to investors who hold their Fund shares through tax-deferred arrangements, such as 401(k) plans or individual retirement accounts.

² Returns After Taxes on Distributions and Sale of Fund Shares for the one year period ended December 31, 2008 is higher than the Return Before Taxes because of realized losses. These losses result in an assumed tax deduction for the shareholder upon redemption.

³ The Russell 2000 Index is an unmanaged index that consists of the 2,000 smaller companies in the Russell 3000 Index based on market capitalization. The performance of an index assumes no transaction costs, taxes, management fees or other expenses. A direct investment in an index is not possible.

⁴ The S&P 500 Composite Stock Price Index is a widely recognized, unmanaged index of 500 common stocks which are generally representative of the U.S. stock market as a whole. The performance of an index assumes no transaction costs, taxes, management fees or other expenses. A direct investment in an index is not possible.

Fees and Expenses of the Fund

This table describes the fees and expenses that you may pay if you buy and hold shares of the Fund.

Shareholder Fees (fees paid directly from your investment)

Maximum Sales Charge (load) on purchases (as a percentage of the offering price)	4.75% ¹
Maximum Deferred Sales Charge (load) (as a percentage of the offering price)	None
Redemption Fee (as a percentage of the offering price)	None

¹ Reduced for purchases of \$25,000 or more.

Annual Fund Operating Expenses (expenses that are deducted from Fund assets)

Management Fees	0.51%
Distribution (12b-1) Fees	None
Other Expenses*	<u>0.58%</u>
Total Annual Fund Operating Expenses	<u>1.09%</u>

*Other expenses include Fund operating expenses such as custodian, auditing and transfer agent expenses.

Example

This example is intended to help you compare the cost of investing in the Fund with the cost of investing in other mutual funds.

The example assumes that you invest \$10,000 in the Fund for the time periods indicated and then redeem all of your shares at the end of those periods. The example also assumes the maximum sales load, your investment has a 5% return each year and the Fund's operating expenses remain the same. Although your actual costs might be higher or lower, based on these assumptions your costs would be as indicated.

1 year	3 years	5 years	10 years
\$581	\$805	\$1,047	\$1,741

Investment Strategy

There is no commitment to any formula in selecting investments such as favoring growth or value or any technical system. The Fund's investment advisor, Accrued Equities, Inc. (the "Advisor"), selects securities for purchase or sale by subjectively balancing factors including the investment's relationship to the areas of interest and concentration, the perceived risk of the investment and the current value of the security. The Advisor assesses the perceived risk of the investment at a particular price. Attention is given to the perceived prospects for the company selected and its industry, with concern for economic, political and social conditions at the time. The Advisor considers expectations based on the technology and skills of a company's management.

The portfolio managers subscribe to a number of trade publications relating to the Fund's area of interest. The portfolio managers review annual and quarterly financial reports including Forms 10-K and Forms 10-Q of U.S. companies as filed with the SEC. The portfolio managers also review news about every company in which the Fund invests as well as examining various analyst reports. The portfolio managers examine the financial reports of companies considered for investment and collect news from general and financial publications.

The Advisor solicits and uses information and opinions of the Fund's shareholders, some of whom are knowledgeable about the technologies in which the Fund invests.

Money awaiting investment in stocks is generally kept in U.S. Treasury Bills. The Fund also invests in certificates of deposit of socially-concerned, federally insured banks that are committed to serving community needs.

Fund Definition of Alternative Energy

Alternative energy means the production and conservation of energy in a manner that reduces pollution and harm to the environment; particularly when compared to conventional coal, oil or atomic energy. Alternative energy and renewable energy are overlapping and related concepts. Such energy saves natural resources and is environmentally superior to conventional coal and oil. Alternative energy includes renewable energy (solar, wind, hydro, geothermal and biomass), fuel cells, hydrogen and energy conservation and enabling technologies.

The Fund does not include oil and coal, as presently used, within its definition of alternative energy. The Fund may invest in conventional energy companies when they

are actively developing or producing such items as photovoltaic solar cells, fuel cells or developing other products and technologies related to the Fund's areas of interest. There may be future technologies for the transformation of coal to a clean source of energy.

Power generated through wind, flowing water, energy conservation and geothermal heating are ancient but now employ new advanced technology. Electricity produced by solar cells, hydrogen, ocean energy and fuel cells are relatively new. All of the technologies operate. The cost effectiveness of some of the newest technologies varies.

Atomic energy is not included as an area for alternative energy investment. There is a significant potential for accident or attack, unresolved radioactive waste disposal problems, excessive cost and frequent community opposition. There is concern with the cost of dismantling atomic energy facilities as they mature or depreciate.

Alternative Energy: The Area of Special Interest

Alternative energy and related products are illustrated below:

- a. Solar photovoltaic cells produce electricity from sunlight. Solar hot water and solar thermal systems convert the sun's energy into heat. Heat produced from solar thermal systems can be used to produce electricity.
- b. Wind produced energy is becoming more widespread and cost efficient. It depends to some extent on tax benefits and political support.
- c. Hydroelectric power is clean, but is limited by geography.
- d. Geothermal energy is produced by heat produced from sources below the earth's surface.
- e. Conservation includes insulation, energy efficient electrical equipment, and transportation equipment such as hybrid or electric vehicles, bicycles and railroads.
- f. Recycling is a form of energy and resource conservation.
- g. Cogeneration and combined heat and power systems use a single fuel to produce, simultaneously, general use electricity and heat or cooling.
- h. Ocean energy can be and is produced from currents or waves by using equipment to generate electricity which is then brought to shore through cables.
- i. Fuel cells generate electricity and heat by means of a chemical reaction. No combustion is involved and the by product is water. The fuel source varies for different types of fuel cells.
- j. Biofuels such as biodiesel and ethanol are transportation fuels. There is some concern about appropriate land use and competition between the use of agricultural products for food and fuel. Conversion of agricultural products to fuel has become more efficient. High oil prices, political support and improved methods to convert agricultural resources into fuel have increased the growth of biofuels.

Related Products and Technologies

Batteries for Solar Energy: Photovoltaic solar cells depend on daylight to produce energy. For systems that are independent of the power grid, batteries or other storage systems are needed to store the energy. Inverters are needed to convert direct current to alternating current.

Natural Gas is the cleanest of hydrocarbon conventional fuels.

Illustrations of Problems and Advantages in Different Areas of Investment

Recycling: When resource availability declines or demand for basic materials increases, prices for recycled materials increase. The use of recycled material saves energy.

Conventional Energy Prices can fluctuate widely. Oil supplies are finite. Some oil reserves are expensive to extract. Alternative energy technologies are expected to advance when oil prices rise. When there is an abundant and inexpensive supply of oil, investors may neglect alternative energy.

There are variable levels of public anxiety about energy independence and the desire for alternatives that foster energy independence. There are polluting effects from oil and coal as currently used. All these considerations impact the demand for alternative energy.

Clean Air investments grow when there are increased concerns about acid rain, air pollution, and asthma and allergies.

Clean Water investments grow when there are water-based epidemics, regional scarcities and polluted streams. Investment growth falters when federal, state and local commitment fades. There is a continuing contest between opposition to government regulation and clean air and water.

Solar (photovoltaic) Cells are presently used and attractive in remote areas where there is no utility grid or attractive to financial investors when there are strong subsidies for grid connected solar. The costs are getting lower and the cells more efficient each year. They are not presently competitive with utility electric production, except during certain circumstances.

Fuel Cells appear to be more efficient and cleaner than conventional utility produced electricity. The main by-product is drinkable water. Commercial use is barely beginning. The capital cost of fuel cells is presently much higher than the cost of conventional electric generating equipment. Choosing the best cells and the companies that produce them may prove difficult.

Environmentally Grown and Organic Foods are enjoying a period of growth. Producers, distributors and retailers are generally prospering. Many of the products cost more. The growth may not survive a poor economy.

More Alternatives: The list of energy alternatives and environmental solutions cannot be exhaustive or the comments complete. Technologies such as ocean energy, including ocean thermal variation, tidal movement and wave action to produce electricity are under development. There will be other new opportunities in new areas of alternative energy and new environmental products and technologies. The Fund will include them as they appear practical.

Portfolio Holdings

A description of the Fund's policies and procedures with respect to the disclosure of the Fund's portfolio securities is available in the Fund's Statement of Additional Information. Currently, disclosure of the Fund's holdings is contained in the Fund's Annual and Semi-Annual financial reports which are available by mail from the Fund and quarterly within 60 days of the end of each first and third fiscal quarter on Form N-Q which is filed with the Securities and Exchange Commission (SEC). Each of these reports is available online on the EDGAR database on the SEC's website, www.sec.gov.

Investment Advisor

The Fund's investment advisor is Accrued Equities, Inc., 150 Broadhollow Road, Suite PH2, Melville, NY 11747. The company is a registered investment advisor and broker-dealer founded in 1954 to advise the personal investment clients of then practicing lawyer Maurice Schoenwald. The officers of the Advisor are Maurice and David Schoenwald (father and son), who founded the Fund in 1982. The Advisor makes all investment decisions for the Fund, manages the Fund's business affairs and supervises the Fund's day-to-day operations and also furnishes office space and certain administrative and clerical services needed with respect to the Advisor's responsibilities under its investment advisory agreement with the Fund. A discussion regarding the basis for the Board of Directors' approval of the investment advisory agreement is available in the Fund's semi-annual report to shareholders for the period ended June 30, 2008.

The Fund pays the Advisor a fee of 1.00% of the first \$10 million of average net assets; 0.75% of the next \$20 million of average net assets; 0.50% of average net assets more than \$30 million and less than \$100 million; and 0.45% of average net assets more than \$100 million. The fee is accrued daily and paid monthly. The Advisor received a fee of 0.51% during the fiscal year ended December 31, 2008.

Portfolio Managers: The Fund's portfolio managers are Maurice and David Schoenwald. They were local, private practicing attorneys, personally interested in social and environmental matters and have managed the Fund since its inception in 1982.

David has been a journalist and an attorney with Law Services (a poverty law agency). Maurice has had experience teaching law, practicing commercial law, arranging various investments and writing about investments.

The portfolio managers received financial and consultative assistance in founding the Fund, the first environmental and alternate energy fund, from friends and neighbors. Since founding the Fund, they have sought and received information regarding alternative energy from shareholders. Such information and commentary are solicited during each quarter. The portfolio managers are attentive to and influenced by shareholder commentary.

The Statement of Additional Information provides additional information about each portfolio manager's compensation and the portfolio manager's ownership of shares of the Fund.

More Information: You can reach the Fund by calling 1-800-423-8383. You can receive general information and details about the Fund including suitability, prospectuses, statements of additional information, and shareholder reports.

How to Purchase Shares

Minimum Initial Investment: You must invest at least \$2,500 to purchase shares when you open an account in the Fund. The minimum initial investment for an IRA account is \$2,000. Shares of the Fund may be purchased at the net asset value next determined after receipt of a properly completed Application Form by PNC Global Investment Servicing, the Fund's transfer agent (the "Transfer Agent"), plus the applicable sales charge. An Application Form is included in the back of the Prospectus. If you would like to open an IRA account or some other special account, please call the Fund and you will receive the forms. These forms are also available on the Fund's website at www.newalternativesfund.com.

Purchase orders that are received by the Transfer Agent before 4:00 p.m. Eastern time will be made at that day's net asset value plus the applicable sales charge.

Minimum Subsequent Investment: After the minimum initial investment you can add as little as \$50 periodically through an automatic investment arrangement with your bank. If you do not use the automatic system, the minimum additional investment is \$250. Send the stub from your last statement, together with a check drawn on a U.S. bank to the address noted below.

Purchases by Mail: You may purchase shares by mail by sending a signed, completed application form and a check drawn on a U.S. bank as follows:

Via Regular Mail:

New Alternatives Fund, Inc.
c/o PNC Global Investment Servicing
P.O. Box 9794
Providence, RI 02940

If you are sending applications, checks or other communications to the Fund **via express delivery, or registered or certified mail**, send to:

New Alternatives Fund, Inc.
c/o PNC Global Investment Servicing
101 Sabin Street
Pawtucket, RI 02860-1427

All purchases must be made in U.S. dollars and checks must be drawn on U.S. banks. The Fund does not accept purchases made with third party checks, traveler's checks, credit card checks, cashier's checks or money orders. A fee may be charged against your account for any payment check returned to the Transfer Agent or for any incomplete electronic funds transfer, or for insufficient funds, stop payment, closed account or other reasons. You will also be responsible for any losses suffered by the Fund as a result. Any profits from such a cancellation will accrue to the Fund. The Fund reserves the right to suspend or modify the continuous offering of its shares.

Purchases by Wire: To make an initial purchase by wire, please call (800) 441-6580 to have an account number assigned and make arrangements for the submission of your application form. To transfer funds by wire, contact your bank and instruct them to transmit the funds to:

PNC Bank
Pittsburgh, PA
ABA#: 031000053
DDA#: 8606905919
Attn: New Alternatives Fund
FCC: Shareholder's Name and Fund Account Number

Please note that your bank may charge a wire fee. Please make sure that your wire is for at least \$2,500 (\$2,000 for an IRA) if it is for an initial investment and \$250 if it is for a subsequent investment. Mail your completed application form to the Transfer Agent at the address above.

Customer Identification Program: Federal regulations require that the Fund obtain certain personal information about you when opening a new account. As a result, the Fund must obtain the following information for each person that opens a new account:

- Name;
- Date of birth (for individuals);
- Residential or business street address (although post office boxes are still permitted for mailing); and
- Social Security number, taxpayer identification number, or other identifying number.

You may also be asked for a copy of your driver's license, passport, or other identifying document in order to verify your identity. In addition, it may be necessary to verify your

identity by cross-referencing your identification information with a consumer report or other electronic database. Additional information may be required to open accounts for corporations and other entities.

After an account is opened, the Fund may restrict your ability to purchase additional shares until your identity is verified. The Fund also may close your account or take other appropriate action if they are unable to verify your identity within a reasonable time.

If your account is closed for this reason, your shares will be redeemed at the net asset value next calculated after the account is closed.

The Fund has delegated its responsibilities for obtaining and verifying this identification information to its Transfer Agent.

Purchases through Financial Services Organizations: You may purchase shares of the Fund through participating brokers, dealers, financial advisors, financial supermarkets, and other financial professionals. Simply call your investment professional to make your purchase. If you invest through a brokerage firm or other financial professional, their policies and fees may be different than those described here. Brokerage firms and other financial professionals may charge transaction and other fees and may set different minimum investment amounts or limitations on buying or selling shares. Such organizations may charge a separate fee for administrative services in connection with investments in Fund shares. These fees and requirements would be in addition to those imposed by the Fund. If you are investing through a brokerage firm or other financial professional, please refer to its program materials for any additional special provisions or conditions that may be different from those described in this prospectus (for example, some or all of the services and privileges described may not be available to you). Brokerage firms and other financial professionals have the responsibility for transmitting purchase orders and funds, and for crediting their customers' accounts following redemptions, in a timely manner in accordance with their customer agreements and this prospectus. If your account will qualify for a sales load waiver or sales charge reduction, you or your financial organization must notify the Transfer Agent at the time of purchase of your eligibility for the reduction or exception.

Additional Purchase Information: The Fund may hold redemption proceeds until the proceeds used to purchase shares have been collected (e.g., your check has cleared, or your electronic payments have been received), but in no event for more than 15 business days.

If you fail to provide and certify to the accuracy of your Social Security Number or Taxpayer Identification Number, the Fund will be required to withhold 28% of all dividends, distributions and payments, including redemption proceeds.

Application Forms and Questions: You can download application forms (including IRA and Roth IRA forms), the Prospectus and shareholder reports from our website at www.newalternativesfund.com. Call (800) 423-8383 with any questions regarding the Fund or the forms.

Automatic Investment Plan: You may open an automatic investment plan account with a \$2,500 initial purchase and a \$50 monthly or quarterly investment. If you have an existing account that does not include the automatic investment plan, you can contact the Fund at (800) 441-6580 to establish an automatic investment plan. The automatic investment plan provides a convenient method to have monies deducted directly from your bank account for investment in the Fund. You may authorize the automatic withdrawal of funds from your bank account for a minimum amount of \$50. The Fund may alter, modify or terminate this plan at any time. To begin participating in this plan, please complete the Automatic Investment Plan section found on the application or contact the Fund at (800) 441-6580.

Account Minimum: At the discretion of the Advisor, accounts with a total value at the time of notice of \$1,000 or less, as a result of redemptions and not market fluctuations, may be redeemed at net asset value by the Fund. You will be given at least 60 days notice by mail to bring the account up to the minimum level before involuntary redemption.

Frequent Purchases and Redemptions of Fund Shares: The Fund is a long-term investment. Do not invest if you are a “market timer”. Short-term investments are disruptive and do not benefit the Fund or its long-term shareholders. It is unlikely to benefit a person making the short-term investment and who is paying a front-end sales charge.

The Fund is not designed to serve as a vehicle for frequent trading in response to short-term fluctuations in the securities markets. Frequent trading of Fund shares may lead to less efficient management of the Fund’s portfolio, resulting in dilution of the value of shares held by long-term shareholders. The Fund’s Board of Directors has not adopted any special policies or procedures with respect to frequent purchases and redemptions of Fund shares by Fund shareholders, but the Fund’s existing procedures enable it to reject purchases if it appears a shareholder is attempting market timing.

The Fund reserves the right to refuse certain requests to purchase shares.

Pricing Shares

The net asset value of the Fund’s shares is calculated as of the close of business of the New York Stock Exchange each day that the exchange is open for trading. The net asset value is determined by totaling the value of all portfolio securities, cash and other assets held by the Fund, and subtracting from that total all liabilities, including accrued expenses. The total net asset value is divided by the total number of shares outstanding to determine the net asset value of each share. Securities in the portfolio are priced based on the official closing price of, or the last reported sale price on, the exchange or market on which such securities are traded, as of the close of business on the day the securities are being valued. That is normally 4:00 p.m. Eastern time. Non-U.S. equity securities are valued based on their most recent closing market prices on their primary market and are translated from the local currency into U.S. dollars using current exchange rates on the day of valuation.

If the market price of a security held by the Fund is unavailable at the time the Fund prices its shares at 4:00 p.m. Eastern time, the Fund will use the “fair value” of such security as determined in good faith by the Advisor under methods established by and under the general supervision of the Fund’s Board of Directors. The Fund may use fair value pricing if the value of a security it holds has been materially affected by events occurring before the Fund’s pricing time but after the close of the primary markets or exchange on which the security is traded. This most commonly occurs with foreign securities, but may occur in other cases as well. The Fund does not invest in unlisted securities.

Sales Charges

The Fund’s share price is based upon the daily net asset value of its shares, plus a front-end load or sales charge which is added to the net asset value. This provides the only sales charge to brokers or the underwriter of the Fund, as this Fund does not have any annual 12b-1 charges or any charge upon redeeming shares. The sales charge you pay depends on the dollar amount invested, as shown in the table below.

Purchase Amount	Sales Commission as a percentage of offering price	Dealer Reallowance as a percentage of offering price	Sales Commission as a percentage of Net Amount invested
Up to \$24,999.99	4.75%	4.00%	4.987%
\$25,000 to \$99,999.99	3.85%	3.00%	4.00%
\$100,000 or more	2.91%	2.00%	3.00%

Reductions or Modifications of Sales Charges

1. Subsequent Additional Purchases: If you add to your holdings and pass the threshold into a different breakpoint, the sales charge for the additional purchases will be at the reduced rate of the newly obtained category. The sales charge on each additional purchase is determined by adding the current market value of the shares you currently own to the amount being invested. The reduced sales charge is applicable only to current purchases.

2. Purchases Made By Families: Investors may combine family purchases into a single transaction to qualify for a reduced sales charge, however, each family member must meet the minimum investment requirement. This includes purchases by spouses, children, parents, siblings, grandparents and family trusts.

3. Shareholders who own Fund shares in more than one account: If you own Fund shares in more than one account, you can aggregate your holdings for the purpose of meeting the reduced sales load breakpoints by adding the value of the additional shares to the current market value of the shares already owned. Shareholders who are uncertain of their account numbers (recited on purchase confirmations and shareholder statements) or account balances should contact the Transfer Agent to ascertain this information, which is not available on the Fund’s website.

It is each investor’s responsibility to notify the Transfer Agent at the time of purchase regarding eligibility for such reduced sales charge. Attach a note to your order or call the Transfer Agent before making the order to assure your reduced sales charge.

Sales Charge Waivers: Shares of the Fund may be sold without an initial sales charge to the following:

A. Non-Profit or Charitable Organizations (as defined in Section 501(c)(3) of the Internal Revenue Code) investing \$25,000 or more.

B. Clients of an investment professional (e.g., investment advisors, financial planners, banks, trust departments, sponsors of “wrap-fee” programs, etc.) if the client is charged a fee by the investment professional for such portfolio management or brokerage services.

C. Brokers who are purchasing for their own account and will not transfer their shares.

D. Officers, Directors and employees of the Fund and Advisor and their families.

E. Institutional retirement and deferred compensation plans and trusts used to fund those plans, including, but not limited to, those defined in Sections 401(a), 401(k), 403(b), 457 or 408 of the Internal Revenue Code of 1986 and “rabbi trusts.”

Persons using the above privileges are obliged to note the facts on their Application Form. Calling the Transfer Agent or the Fund office in advance can help prevent errors.

Transfer of Shares

You may, without charge, transfer shares to co-owners, children, parents, siblings, spouse, family trusts, grandchildren, grandparents and estates. Other transfers are not authorized. You can always redeem shares (sell shares back to the Fund) for their then current value. Requests for transfer must be in writing, signed by the person or persons named on the account. The Fund’s Transfer Agent requires a signature guarantee under the Medallion Signature Guarantee Program (see below) for the transfer of shares.

Redeeming Shares

You may redeem your shares on any day that the New York Stock Exchange is open for business. Redemptions will be priced at the net asset value next determined after receipt by the Transfer Agent of a redemption request in good order.

If you wish to sell shares that were recently purchased by check, the Fund may delay mailing your redemption check for up to 15 business days after your redemption request to allow the original purchase check to clear. Shares for which no payment is collected will be canceled without notice. Payment for redemptions of Fund shares is usually made within one business day, but no later than seven calendar days after receipt of your redemption request, unless the check used to purchase the shares has not cleared.

Signature Requirements: The following helps protect the Fund and its shareholders against fraud. Requests for redemption must be in writing, signed by the person or

persons named on the account and addressed to: New Alternatives Fund, Inc., c/o PNC Global Investment Servicing, P.O. Box 9794, Providence, RI 02940. For overnight mail services: New Alternatives Fund, Inc., c/o PNC Global Investment Servicing, 101 Sabin Street, Pawtucket, RI 02860. Please include your account name, account number, and the number of shares or dollar amount to be redeemed on your request. Except as discussed in the next paragraph, redemption proceeds will only be paid to the account holder and only to the address or bank account designated on the Fund's records.

Signature (Medallion) guarantees are required for redemptions of \$5,000 or more and/or if the redemption proceeds are to be mailed to an address or bank account other than that shown on the Fund's record. A medallion signature guarantee may be obtained from most domestic banks or trust companies, stock brokers, clearing agencies, savings and loan associations, or other financial institution which is participating in a medallion program recognized by the Securities Transfer Association. The three recognized medallion programs are Securities Transfer Agents Medallion Program (STAMP), Stock Exchanges Medallion Program (SEMP) and New York Stock Exchange, Inc. Medallion Signature Program (NYSE MSP). Signature guarantees from financial institutions which are not participating in one of these programs will not be accepted. Notary public endorsements will not be accepted. The Transfer Agent requires a medallion signature guarantee if the address of record has changed within 30 days of a redemption request.

Additional documents may be required for purchases and redemptions when shares are registered in the name of a corporation, partnership, association, agent, fiduciary, trust, estate or other organization. A redemption request will not be considered to be in good order until the Transfer Agent receives all required documents in proper form. Please contact the Transfer Agent to ensure that you supply all of the required documents. If all of the required documents are not received, your request will not be honored.

If the amount redeemed is less than \$5,000, the need for a guarantee may be waived under certain circumstances at the discretion of the Fund.

Dividends and Distributions

Once a year, the Fund pays its shareholders dividends from net investment income received and distributes any net realized capital gains. Your distributions will be reinvested in the Fund unless you instruct otherwise. All such dividends and capital gain distributions are taxable to the shareholder whether received in cash or reinvested in additional shares. There is no sales or other charge in connection with the reinvestment of dividends and capital gains distributions. You should note that if you purchase shares just before a distribution, the purchase price will reflect the amount of the upcoming distribution, but you will be taxed on the entire amount of the distribution received, even though, as an economic matter, the distribution simply constitutes a return of capital. This is known as "buying into a dividend."

Dividend and distribution payments are not guaranteed, are subject to the Board of Directors' discretion and may vary with each payment. The Fund does not pay "interest" or guarantee any fixed rate of return on an investment in its shares.

Taxes

The Fund expects to make distributions that will be taxed as ordinary income or capital gains. Fund dividends and distributions are taxable to most investors unless your investment is in an IRA or other tax-advantaged account. The dividends and distributions are taxed whether paid in cash or reinvested in additional shares. Distributions on shares held in IRA accounts and other tax-qualified plans will not be currently taxable. The tax status of your dividends and capital gains distributions will be detailed in your annual tax statement from the Fund.

Dividends paid by the Fund out of net ordinary income and distributions of net short-term capital gains are taxable to the Fund's shareholders as ordinary income. Dividends from net ordinary income may be eligible for the corporate dividends-received deduction.

Distributions by the Fund of net capital gains (the excess of net long-term capital gains over net short-term capital losses) to shareholders are generally taxable to the shareholders at the applicable long-term capital gains rate, regardless of how long the shareholder has held shares of the Fund.

Shareholders that sell or redeem shares generally will have a capital gain or loss from the sale, redemption or exchange. The amount of the gain or loss and the rate of tax will depend mainly upon the amount paid for the shares, the amount, if any, of reinvested distributions, the amount received from the sale or redemption, and how long the shares were held.

A dividend or capital gains distribution declared by the Fund in October, November or December, but paid in January of the following year, will be considered to be paid on December 31st of the year it was declared.

The Fund's Transfer Agent provides a confirmation statement after every transaction, an annual account statement reflecting all transactions for the year, and tax information which will be mailed by January 31 of each year, a copy of which will also be filed with the Internal Revenue Service. You should consult your own tax advisor regarding your tax situation.

If you have questions about your account, please call the Transfer Agent at (800) 441-6580 or (610) 382-7819.

Privacy Notice

The Fund and the Transfer Agent have a policy of not releasing information about its shareholders without the shareholders permission except under legal requirements.

Financial Highlights

The financial highlights table is intended to help you understand the Fund's financial performance and other financial information for the past five years. Certain information reflects financial results for a single Fund share. The Total Returns show how much your investment in the Fund would have increased (or decreased) during each period and assumes you reinvested all dividends and distributions. The financial highlights for the fiscal years ended December 31, 2008 and 2007 have been independently audited by Briggs, Bunting & Dougherty, LLP the Fund's Independent Registered Public Accounting Firm, whose report, along with the Fund's financial statements, is included in the annual report dated December 31, 2008 and is incorporated by reference into the Statement of Additional Information. The audited financial statements for fiscal year ends prior to December 31, 2007 indicated in the prospectus were performed by Joseph A. Don Angelo, CPA, who now serves as Chief Compliance Officer of the Fund. The annual report is available upon request at no charge by calling (800) 423-8383.

STATEMENT OF PER SHARE INCOME AND CAPITAL CHANGES

For each share of capital stock outstanding throughout each year

For the Years Ended December 31

	2008	2007	2006	2005	2004
Net asset value at beginning of year	\$ 57.28	\$ 43.91	\$ 34.46	\$ 33.48	\$ 29.69
<i>Investment Operations</i>					
Net investment income	\$ 0.24	\$ 0.34	\$ 0.18	\$ 0.18	\$ 0.17
Net realized and unrealized gain (loss) on investments	<u>(25.93)</u>	<u>14.39</u>	<u>11.47</u>	<u>2.81</u>	<u>3.79</u>
Total from investment operations	<u>(25.69)</u>	<u>14.73</u>	<u>11.65</u>	<u>2.99</u>	<u>3.96</u>
<i>Distributions</i>					
From net investment income	(0.18)	(0.34)	(0.18)	(0.18)	(0.17)
From net realized gain on investments	<u>—</u>	<u>(1.02)</u>	<u>(2.02)</u>	<u>(1.83)</u>	<u>—</u>
Total Distributions	<u>(0.18)</u>	<u>(1.36)</u>	<u>(2.20)</u>	<u>(2.01)</u>	<u>(0.17)</u>
Net asset value as of end of the year	<u>\$31.41</u>	<u>\$57.28</u>	<u>\$43.91</u>	<u>\$34.46</u>	<u>\$33.48</u>
Total return (sales load not reflected)	(44.85)%	33.53%	33.83%	8.94%	13.34%
Net assets, end of year (in thousands)	\$184,257	\$301,650	\$117,035	\$64,765	\$52,615
Ratio of operating expenses to average net assets	1.09%	0.95%	1.25%	1.28%	1.32%
Ratio of net investment income to average net assets	0.56%	0.82%	0.51%	0.65%	0.65%
Portfolio turnover	25.67%	14.24%	39.83%	52.09%	50.05%
Number of shares outstanding at end of year	5,866,871	5,266,358	2,665,296	1,879,695	1,565,049

NEW ALTERNATIVES FUND, INC.

NEW ACCOUNT APPLICATION

Mail Completed Form and Check to:

New Alternatives Fund, Inc.
c/o PNC Global Investment Servicing
P.O. Box 9794
Providence, RI 02940

Phone (800) 423-8383 for General Inquiries

Phone (800) 441-6580 for Account Status

Overnight Mail: New Alternatives Fund, Inc., c/o PNC Global Investment Servicing, 101 Sabin Street, Pawtucket, RI 02860

To help the government fight the funding of terrorism and money laundering activities, Federal law requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. What this means to you: When you open an account we ask for your name, address, date of birth, and other information that will allow us to identify you. We may also ask to see other identifying documents.

I hereby remit \$ _____ (\$2,500.00 minimum) to be applied toward the purchase of shares and fractions thereof of New Alternatives Fund, Inc. For IRA's see separate application. Please register the shares as follows:

(Please Print or Type Clearly)

1. ACCOUNT REGISTRATION (check one) **Individual**

_____/_____/_____
First Name Middle Initial Last Name Date of Birth: MO DAY YEAR

Social Security Number _____

 Joint Tenants

_____/_____/_____
Tenant A. First Name Middle Initial Last Name Date of Birth: MO DAY YEAR

Tenant A. Social Security Number _____

_____/_____/_____
Tenant B. First Name Middle Initial Last Name Date of Birth: MO DAY YEAR

Tenant B. Social Security Number _____

 Gift to Minors

_____/_____/_____
First Name of Custodian Middle Initial Last Name Date of Birth: MO DAY YEAR

Social Security Number _____ Under the State of _____ UGMA/UTMA.

_____/_____/_____
First Name of Minor Middle Initial Last Name Minor's Date of Birth: MO DAY YEAR

Minor's Social Security Number _____

 Corporation, Partnership or Other Entity Please provide documents to evidence the existence of the entity such as certified articles of incorporation, a government issued business license, or a partnership or trust agreement. Only first page and signature page of a trust is needed.

(Name of Corporation, Partnership, Association or Other Entity)

Type of Entity

_____/_____/_____
Taxpayer Identification Number

 Other Please check if the account is an omnibus position and provide the name of the entity that has entered into an agreement with the Fund and/or the Distributor pursuant to Rule 22c-2.

FOR ALL INDIVIDUALS, JOINT OWNERS, GIFTS TO MINORS, TRUSTS, CORPORATIONS, ETC.:

CITIZENSHIP

U.S. Citizen

Resident Alien

Non-Resident Alien

When there is one or more persons named for joint tenants, minors, trusts or corporations, provide the above information for all persons. If there is more than one authorized signer, please provide the information on a separate sheet and provide citizenship and related identification data for each.

FOR NON-RESIDENT ALIEN (s):

Government Issued ID Number_____

Government ID Type (Passport, NRA Registration, etc.)_____

Country of Issuance_____

2. MAILING ADDRESS

Street Address (P.O. Box is not acceptable) _____ City _____ State _____ Zip Code _____

Joint Tenant or Minor's Street Address _____ City _____ State _____ Zip Code _____

Duplicate Statement Mailing Address _____ City _____ State _____ Zip Code _____

3. TELEPHONE INFORMATION

Day Phone () _____ Night Phone () _____ E-mail (optional) _____

4. EMPLOYER (if any)_____

Name/Address requested by regulatory authorities)

5. AUTOMATIC INVESTMENT PLAN (Bank Account only)

I have read the terms and conditions of the Automatic Investment Plan set forth in the Prospectus. I wish to invest on a monthly/quarterly basis, directly from my checking/savings account into the Fund. This form must be received 15 business days prior to the first selected draft date. Please **attach a voided check** and designate the amount you would like invested each month/quarter \$ _____ (\$50 minimum).

Monthly **Quarterly** (check one) To begin on the 10th, 15th, 20th (circle one) of the period.

6. SIGNATURE AND CERTIFICATION TO AVOID BACKUP WITHHOLDING. I have received a copy and read the Fund's Prospectus dated April 30, 2009. I understand that dividends and distributions will be reinvested in additional shares unless payment in cash is requested in writing. I certify and affirm, under penalty of perjury, the above tax number is correct and that I am exempt from backup withholding, or I have not been notified by the IRS that I am subject to backup withholding as a result of a failure to report all interest or dividends, or that the IRS has notified me that I am no longer subject to backup withholding. I am of legal age in my state. The following is required by Federal Tax Law to avoid backup withholding: By signing below, I certify under penalties of perjury, that I am a U.S. person (or a U.S. resident alien). Strike out the item that is not applicable.

Check box if you have been notified by the IRS that you are subject to backup withholding.

X _____ X _____
Signature of Applicant/Date Signature of Joint Owner, if any/Date

This section to be completed by Broker/Dealer or Investment Advisor - If applicable

Firm's Name _____ Representative's/Advisor's Name _____ Number _____

Firm's Address/Phone Number _____ Authorized Signature _____

More Information is available:

Additional information about the Fund is contained in the Statement of Additional Information (the "SAI"). The SAI is incorporated by reference into this Prospectus.

Additional information about the investments of the Fund is available in the Annual and Semi-Annual Reports to Shareholders. The Annual Report contains a discussion of the market conditions and investment strategies that significantly affected the Fund's performance during its last fiscal year and also lists portfolio holdings at the end of the fiscal year.

The Annual and Semi-Annual Reports and the SAI are available, free of charge, on our website at <http://www.newalternativesfund.com>. Also, you can request free copies of the Annual and Semi-Annual Reports, request other information or make shareholder inquiries, by calling (800) 423-8383 or writing to the Fund at the address below:

New Alternatives Fund, Inc.
150 Broadhollow Road, Suite PH2
Melville, NY 11747

Information about the Fund (including the SAI) may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Call (202) 551-8090 for information on the operation of the Public Reference Room. You may also request copies by mail by sending your request, after paying a duplicating fee, to the SEC's Public Reference Room, Washington, D.C. 20549-0102 or by electronic request at the following email address: publicinfo@sec.gov. You may also visit the SEC's website (www.sec.gov) to review reports and other information about the Fund.

The Fund's SEC file number is:
811-03287



Printed on Recycled Paper

New Alternatives Fund, Inc.



Prospectus

April 30, 2009