

Portfolio Management

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24 Years Experience

Fund Details

Share Class	Ticker	CUSIP
Investor	FFIRX	34987A186
Institutional	KIRYX	34986P101
Class A	KIRAX	34987A210
Class C	KIRCX	34987A194

Advisor: Forward Management, LLC

Category: Global Real Estate

Benchmark: FTSE EPRA/NAREIT Developed ex-U.S. Index

Dividend Frequency: Quarterly

Annual Portfolio Turnover: 41%

of Holdings: 42

Net Assets: \$20.45M

Management Fee: 1.00%

Expense Ratio

Share Class	Inception Date	Gross	Net
Investor	05/02/11	2.39	2.39
Institutional	04/28/06	2.04	2.04
Class A	04/28/06	2.44	2.44
Class C	04/28/06	2.99	2.99

Objective

The fund seeks total return from both capital appreciation and current income.

Overview

The fund employs a bottom-up approach to stock selection with an emphasis on superior property location and quality, strong prospects for appreciation in property rents and values and management's track record for adding value. The fund invests primarily in high-quality commercial and residential real estate companies located in Asia, Australia, Europe and Canada.

- Rigorous, repeatable, bottom-up investment approach that incorporates quantitative and qualitative analyses of companies' cash flow, assets and management.
- The team identifies securities with the most risk-adjusted appreciation potential using proprietary Discounted Cash Flow and Relative Ranking models.
- Adjusts to changing market fundamentals through sector and geographic rotation, employs active stock selection and leverages the team's experience in real estate security portfolio management.

Performance (%)

	Q2	YTD	1 YR	3 YR	5 YR	10 YR	Since Inception
Investor	-0.61	-0.30	9.75	3.16	3.47	—	4.48
Institutional	-0.54	-0.10	10.09	3.49	3.82	4.20	3.04
Class A @NAV*	-0.64	-0.29	9.64	3.07	3.40	3.84	2.71
Class A @MOP**	-6.35	-6.03	3.31	1.06	2.17	3.23	2.21
Class C @NAV†	-0.81	-0.58	9.01	2.50	2.82	3.18	2.04
Class C @MOP‡	-1.79	-1.52	8.03	2.50	2.82	3.18	2.04
FTSE EPRA/NAREIT Developed ex-U.S. Index	0.55	0.03	9.77	5.67	5.69	4.27	—

Returns for periods greater than one year are annualized.

* Excludes sales charge.

** Reflects effects of the fund's maximum sales charge of 5.75%.

† Excludes the effects of the 1% contingent deferred sales charge.

‡ Includes the effects of the 1% contingent deferred sales charge.

The performance quoted represents past performance, does not guarantee future results and current performance may be lower or higher than the data quoted. The investment return and principal value of an investment will fluctuate so

that shares, when redeemed, may be worth more or less than their original cost. Performance data current to the most recent month-end may be obtained at www.salientfunds.com. Investment performance may reflect fee waivers in effect. In the absence of fee waivers, total return would be lower. Total return is based on NAV, assuming reinvestment of all distributions. Performance does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

Calendar Year Performance (% at NAV)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Investor	—	—	—	—	54.05	-3.51	1.33	-4.08	0.74	21.44
Institutional	-51.44	36.49	18.46	-14.56	54.75	-3.31	1.75	-3.76	0.98	21.88
Class A	-51.56	36.10	18.33	-14.80	54.06	-3.71	1.32	-4.09	0.60	21.30
Class C	-51.92	35.06	17.40	-15.42	53.13	-4.23	0.75	-4.62	-0.02	20.73
FTSE EPRA/NAREIT Developed ex-U.S. Index	-52.00	44.56	16.01	-15.35	38.57	6.14	3.22	-3.23	1.97	20.82

Salient International Real Estate Fund

Top 10 Holdings (%)

Security	% of Net Assets
Mitsui Fudosan Co., Ltd.	3.66
Mitsubishi Estate Co., Ltd.	3.59
Vonovia SE	3.45
Link REIT	3.37
Beni Stabili SpA	3.34
Unibail-Rodamco-Westfield	3.34
Capital & Counties Properties Plc	3.34
Henderson Land Development Co., Ltd.	3.29
Segro Plc	3.24
Derwent London Plc	3.11

These holdings may not reflect the current or future positions in the portfolio.

Risk Characteristics

	Fund	Benchmark
3-YR Beta	0.96	1.00
3-YR Correlation	0.93	1.00
3-YR Standard Deviation	12.01	11.65

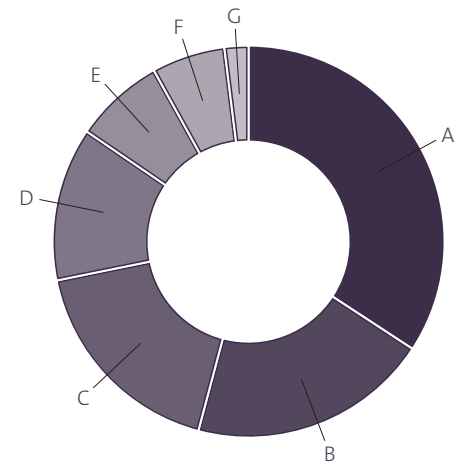
Yield (%)

	30-Day SEC Yield
Investor	1.14
Institutional	1.25
Class A	0.94
Class C	0.25

Data as of 06/30/18. Past performance does not guarantee future results.

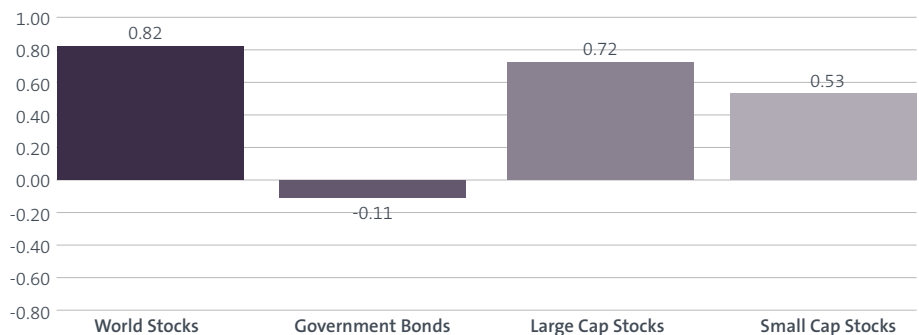
Geographic Diversification (ex-cash)

- A Europe ex-UK
34.22%
- B United Kingdom
19.91%
- C Japan
17.69%
- D Hong Kong
12.69%
- E Australasia
7.45%
- F Singapore
6.06%
- G United States
1.98%



These allocations may not reflect the current or future positions in the portfolio. Percentages may not add to 100% due to rounding.

Asset Class Correlation (Three-Year Trailing)



Source: Morningstar. Data for trailing three years (07/01/15 through 06/30/18).

World Stocks- MSCI World Index; Government Bonds- Bloomberg Barclays U.S. Treasury Index; Large Cap Stocks- S&P 500 Index; Small Cap Stocks- Russell 2000 Index

You should consider the investment objectives, risks, charges and expenses of the Salient Funds carefully before investing. A prospectus with this and other information may be obtained by calling 800-999-6809 or by downloading one from www.salientfunds.com. It should be read carefully before investing.

RISKS

There are risks involved with investing, including loss of principal. Past performance does not guarantee future results, share prices will fluctuate and you may have a gain or loss when you redeem shares. Borrowing for investment purposes creates leverage, which can increase the risk and volatility of a fund. Concentration in a particular industry will involve a greater degree of risk than a more diversified portfolio.

Debt securities are subject to interest rate risk. If interest rates increase, the value of debt securities generally declines. Debt securities with longer durations tend to be more sensitive to changes in interest rates and more volatile than securities with shorter durations.

Derivative instruments involve risks different from those associated with investing directly in securities and may cause, among other things, increased volatility and transaction costs or a fund to lose more than the amount invested.

Investing in exchange-traded funds (ETFs) will subject a fund to substantially the same risks as those associated with the direct ownership of the securities or other property held by the ETFs.

Foreign securities, especially emerging or frontier

markets, will involve additional risks including exchange rate fluctuations, social and political instability, less liquidity, greater volatility and less regulation.

Mortgage and asset-backed securities are debt instruments that are secured by interests in pools of mortgage loans or other financial instruments. Mortgage-backed securities are subject to, among other things, prepayment and extension risks. Investing in a non-diversified fund involves the risk of greater price fluctuation than a more diversified portfolio.

Investing in the real estate industry or in real estate-related securities involves the risks associated with direct ownership of real estate which include, among other things, changes in economic conditions (e.g., interest rates), the macro real estate development market, government intervention (e.g., property taxes) or environmental disasters. These risks may also affect the value of equities that service the real estate sector.

Investing in smaller companies generally will present greater investment risks, including greater price volatility, greater sensitivity to changing economic conditions and less liquidity than investing in larger, more mature companies.

Bloomberg Barclays U.S. Treasury Index measures the public obligations of the U.S. Treasury with a remaining maturity of one year or more.

FTSE EPRA/NAREIT Developed ex-US Index is designed to track the performance of listed real estate companies and REITs worldwide, excluding U.S. companies.

MSCI World Index is a free float-adjusted market

capitalization index that is designed to measure equity market performance in the global developed markets. Russell 2000 Index measures the performance of the 2,000 smallest companies in the Russell 3000 Index. The Russell 3000 Index represents approximately 98% of the investable U.S. equity market.

S&P 500 Index is an unmanaged index of 500 common stocks chosen to reflect the industries in the U.S. economy. One cannot invest directly in an index.

30-Day SEC Yield is a standardized calculation adopted by the SEC based on a 30-day period that helps investors compare funds using a consistent method of calculating yield.

Beta is a measure of risk that shows a fund's volatility relative to its benchmark index.

Cash flow measures the cash generating capability of a company by adding non-cash charges (e.g., depreciation) and interest expense to pretax income.

Correlation is a statistical measure of the interdependence of two random variables that range in value from -1 to +1, indicating perfect negative correlation at -1, absence of correlation at zero and perfect positive correlation at +1. Standard deviation measures the degree to which a fund's return varies from its previous returns or from the average of all similar funds.

Salient is the trade name for Salient Partners, L.P., which together with its subsidiaries provides asset management and advisory services.

Forward Management (d/b/a Salient) is the investment advisor to the Salient Funds.

The Salient Funds offered under the Forward Funds Trust are distributed by Forward Securities, LLC.

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