



## Forward Select Income Fund

*Statement Pursuant to Section 19(a)  
of the Investment Company Act of 1940*

On March 28, 2016, Forward Select Income Fund paid a distribution on its Investor Class, Institutional Class, Class A, Class B, Class C and Advisor Class shares of \$0.292834, \$0.312995, \$0.290655, \$0.259999, \$0.261455 and \$0.310052 per share, respectively, to shareholders of record at the close of business on March 24, 2016. Under U.S. generally accepted accounting principles ("GAAP"), the fund estimates that 24.57% of that distribution is paid from long-term capital gains and 15.22% is paid from capital surplus (i.e., a "return of capital"). A return of capital may occur when the dividends received by the fund from its real estate investment trust (REIT) investments are reclassified as return of capital. A return of capital also may occur when the dividends received by the fund are from other types of equity related holdings that pass through income not characterized as ordinary income. A long-term capital gain or return of capital distribution does not necessarily reflect a fund's investment performance and should not be confused with "yield," "income" or "profit." You should not draw any conclusions about the fund's investment performance from the amount of this distribution.

The amount and sources of distributions reported in this notice are only estimates in order to comply with SEC regulations and are not being provided for tax reporting purposes. The characterization of fund distributions for federal income tax purposes is different from the GAAP characterization presented above. The determination of what portion of each year's distributions constitutes ordinary income, qualifying dividend income, short- or long-term capital gains or return of capital is reported to shareholders on Form 1099-DIV, which is mailed in early 2017 for the 2016 calendar year. This notice is for informational purposes only.

This material must be accompanied or preceded by a prospectus. Please read the prospectus carefully before investing or sending money.

### 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 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.

Forward Funds are distributed by Forward Securities, LLC.

Not FDIC Insured | No Bank Guarantee | May Lose Value

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