

Portfolio Management

Nathan J. Rowader
Senior Portfolio Manager
20 Years Experience

Fund Details

Share Class	Ticker	CUSIP
Investor	AGALX	34987A871
Institutional	ACGAX	34987A889
Class A	AOGAX	34987A863
Class C	AGGGX	34987A855

Advisor: Forward Management, LLC

Category: Tactical Allocation

Benchmark: 60% MSCI World Index/40%
Bloomberg Barclays Global Aggregate Index

Dividend Frequency: Quarterly

Annual Portfolio Turnover: 61%

Net Assets: \$23.47M

Fund Terms

Minimum Investment: \$2,500

Management Fee: 0.10%

Liquidity: Daily

Expense Ratio

Share Class	Inception Date	Gross	Net
Investor	12/27/00	2.16	1.89
Institutional	12/27/00	1.66	1.39
Class A	09/29/03	2.01	1.74
Class C	12/30/02	2.66	2.39

Objective

The fund seeks high potential capital appreciation.

Overview

The fund is a risk-targeted portfolio that invests primarily in other Salient Funds, exchange-traded funds, exchange-traded notes, futures and other derivatives in order to gain exposure to global equity markets, global interest rate markets, global credit markets and global commodity markets.

- The portfolio targets a constant level of volatility, as measured by the annualized standard deviation.
- The fund seeks to provide a balance of growth and income with a moderate correlation to overall equity and bond markets.
- Designed for growth-oriented investors focused on long-term growth.

Performance (%)

	Q2	YTD	1 YR	3 YR	5 YR	10 YR	Since Inception
Investor	-1.12	-2.40	5.67	0.25	1.47	1.43	1.89
Institutional	-0.91	-2.07	6.28	0.79	1.99	1.95	2.40
Class A @NAV*	-1.08	-2.32	5.85	0.39	1.62	1.58	3.52
Class A @MOP**	-6.80	-7.93	-0.22	-1.58	0.43	0.98	3.10
Class C @NAV†	-1.18	-2.59	5.20	-0.25	0.95	0.93	3.66
Class C @MOP‡	-2.16	-3.55	4.20	-0.25	0.95	0.93	3.66
60% MSCI World Index/40% Bloomberg Barclays Global Aggregate Index	0.03	-0.08	7.53	6.59	6.97	5.39	—

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.

Under an expense limitation agreement, the investment advisor has contractually agreed to waive its management fee and/or reimburse or pay operating expenses of the fund to the extent necessary to maintain the fund's total operating expenses at 0.82% for Investor Class, 0.32% for Institutional Class, 0.67% for Class A and 1.32% for Class C shares, excluding certain expenses, such as taxes, brokerage commissions, interest, short dividend expense, any acquired fund fees and expenses, litigation and extraordinary expenses. This expense limitation agreement expires on April 30, 2019, and may only

be modified or terminated by a majority vote of the independent trustees. The advisor is permitted to recover waived expenses for a period of up to three years.

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.

Salient Adaptive Balanced Fund

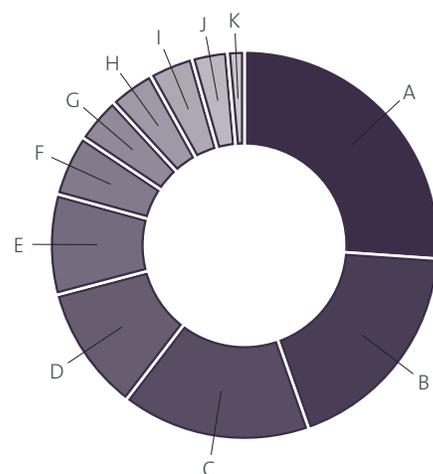
Yield (%)

	30-Day SEC Yield	30-Day SEC Yield (Unsubsidized)
Investor	2.39	2.07
Institutional	2.88	2.55
Class A	2.45	2.15
Class C	1.95	1.63

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

Portfolio Allocation (ex-cash)

A	Salient Adaptive Growth	26.10%
B	Salient Adaptive US Equity	18.54%
C	Salient International Dividend Signal	15.77%
D	Salient Trend	10.48%
E	iShares® 7-10 Year Treasury Bond ETF	8.38%
F	iShares® iBoxx \$ High Yield Corporate Bond ETF	5.10%
G	Salient Select Income	3.81%
H	Salient International Real Estate	3.78%
I	iShares® Emerging Markets High Yield Bond ETF	3.67%
J	iShares® Core MSCI Emerging Markets ETF	2.97%
K	Salient Tactical Muni & Credit	1.41%



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

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. Each allocation fund is a fund of funds that primarily invests in a mix of underlying Salient Funds and related mutual funds. Shareholders of an allocation fund indirectly bear the expenses of the underlying funds. An allocation fund's allocations may be changed at any time. Asset allocation does not assure profit or protect against risk. Borrowing for investment purposes creates leverage, which can increase the risk and volatility of a fund. Exposure to the commodities markets may subject a fund to greater volatility than investing in traditional securities. The value of commodity-linked derivative instruments may be affected by changes in overall market movements, commodity index volatility, changes in interest rates, or factors affecting a particular industry or commodity, such as natural disasters and international economic, political and regulatory developments. 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.

Investing in lower-rated ("high yield") debt securities involves special risks in addition to those associated with investments in higher-rated debt securities, including a high degree of credit risk. 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 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. Short selling involves additional investment risks and transaction costs, and creates leverage, which can increase the risk and volatility of a fund. 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.

Actual allocation represents the fund's allocation in the underlying Salient Funds as of the date of this report. The fund's current actual allocations may differ from the allocations described in the prospectus due to market fluctuations and other factors. Forward Management has the discretion to change the fund's allocations. The number of issues represents the issues held by the underlying Salient Funds. The holdings of the underlying funds may overlap or be substantially similar, and thus the number of issues shown does not represent the overall

diversification of the allocation fund.

Adaptive Balanced Blended Index is a hypothetical index constructed by Forward Management, which consists of 60% MSCI World Index/40% Bloomberg Barclays Global Aggregate Index.

Bloomberg Barclays Global Aggregate Index represents a broad-based measure of the global investment-grade fixed income markets, with index components for government and corporate securities, mortgage pass-through securities and asset-backed securities.

MSCI World Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed markets. 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.

30-Day SEC Yield (Unsubsidized) 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. It excludes expense waivers and reimbursements.

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.

Volatility is a statistical measure of the dispersion of returns for a given security or market index.

Nathan J. Rowader is a registered representative of ALPS Distributors, Inc.

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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