

Philosophy

The Salient International Dividend Signal Institutional investment philosophy is based on the belief that by emphasizing higher-yielding stocks, the portfolio can participate in stock market advances and protect capital better than competing strategies during stock market declines.

Investment Process

The Salient International Dividend Signal Institutional portfolio seeks to provide long-term capital appreciation and income by investing in dividend-paying companies located outside of the United States. The portfolio invests primarily in stocks that regularly pay dividends. Investments are selected based on higher-relative dividend yields, dividend growth potential and anticipated stock price appreciation. This internationally oriented portfolio is typically structured with 60 to 100 stocks diversified across seven to 10 sectors. Geographically, the portfolio is typically diversified across 15 or more countries.

Buy Process

- Screen for companies with an absolute dividend yield higher than the local market or the S&P 500
- Identify companies with an unusually high historical relative yield (one standard deviation above its historical average)
- Qualitatively review resulting universe to identify the most attractive candidates
- Determine weighting based upon perceived risk and strength of the investment catalyst

Sell Discipline

A stock may be sold for any of the following reasons:

- A stock's historical relative yield becomes unusually low (one standard deviation below its historical average)
- A stock's yield declines to an unattractive level
- A company's cash flow no longer adequately covers the dividend
- Future stock price appreciation appears limited

Performance (%)

	Q2 2018*	YTD	1 YR	3 YR	5 YR	10 YR	Since Inception†
International Dividend Signal Inst'l - Gross	-2.76	-2.38	7.85	4.06	4.61	5.57	7.48
International Dividend Signal Inst'l - Net§	-2.96	-2.79	6.95	3.19	3.73	4.71	6.78
MSCI ACWI ex-USA - Net (Primary)	-2.61	-3.77	7.28	5.07	5.99	2.54	4.68
MSCI ACWI ex-USA High Dividend Yield - Net (Secondary)	-3.55	-4.21	3.93	2.95	3.95	2.72	6.10

STANDARD DEVIATION

International Dividend Signal Inst'l	—	—	—	10.08	9.97	16.29	15.34
MSCI ACWI ex-USA	—	—	—	12.00	11.55	18.46	16.88
MSCI ACWI ex-USA HDY	—	—	—	11.62	11.91	18.94	17.08

Periods greater than one year are annualized.

* Returns are preliminary.

† Inception Date – 07/01/99

§ Net returns are calculated using a highest management fee of 0.85%, applied monthly. Prior to January 1, 2009, net returns are calculated using a 0.50% management fee, applied monthly.

Please see important disclosures on the reverse side.

Portfolio Characteristics**

Characteristics	Portfolio	MSCI ACWI ex-USA*	MSCI ACWI ex-USA HDY†
Number of Stocks	58	1085	245
Dividend Yield	3.8%	3.1%	4.8%
Price-Earnings	12.9	13.1	11.4
Price-Book	1.9	1.6	1.4
Price-Cash Flow	15.1	10.4	6.6
Weighted Avg Market Cap	\$39.1B	\$69.7B	\$87.8B

Source: Bloomberg

* Based on iShares MSCI ACWI ex-USA Fund data

† Based on an international high-quality dividend portfolio that approximates the MSCI ACWI ex-USA HDY

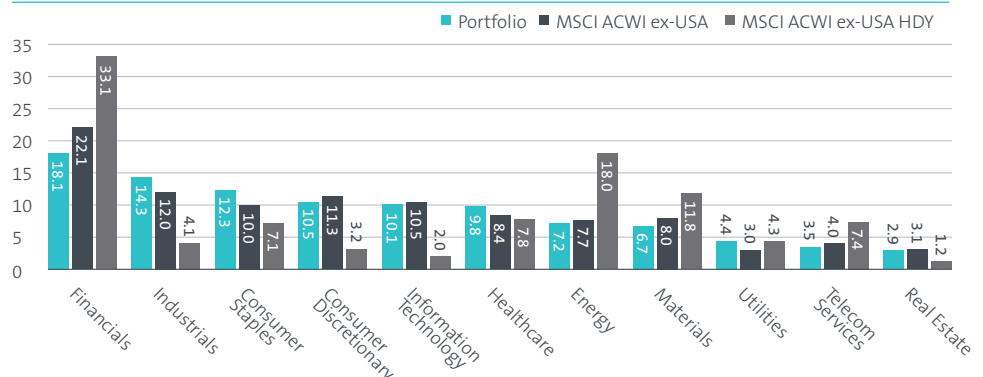
The manager believes that these are appropriate proxies for the benchmarks given their overall portfolio composition, but the holdings materially differ and will have different levels of volatility.

Top 10 Holdings (%)**

Security	% of Net Assets
Partners Group Holding AG	4.21
Zenkoku Hoshu Co. Ltd.	3.58
Sixt SE - Prfd	3.08
Marine Harvest	3.00
LVMH Moet Hennessy Louis Vui	2.96
Lukoil PJSC - Spon. ADR	2.65
Guangdong Investment Ltd.	2.64
Disco Corp.	2.48
Kuraray Co. Ltd.	2.40
Samsonite International SA	2.37

Portfolio holdings are subject to change at any time. Top 10 Holdings list does not include ETFs.

Sector Allocation (% ex-cash, ex-ETFs)**



These allocations may not reflect the current or future holdings of the portfolio. Please see important disclosures on the reverse side. Percentages may not add up to 100% due to rounding.

** Portfolio Characteristics, Top 10 Holdings and Sector Allocation are based on a model portfolio and are shown as supplemental information to the composite information, which is shown on the reverse side. In the current period, certain accounts in the composite are material in size and are not representative of the model information shown. Therefore, the composite performance shown was not necessarily achieved via the model information as presented. Further information is available upon request.

International Dividend Signal Institutional Portfolio

Calendar Year Returns (%)

	Portfolio Gross	Portfolio Net†	MSCI ACWI ex-USA	MSCI ACWI ex-USA HDY
2017	25.19	24.15	27.19	20.42
2016	0.71	-0.13	4.50	7.89
2015*	-4.45	-5.26	-5.66	-12.38
2014	-3.50	-4.31	-3.87	-3.87
2013	14.31	13.37	15.29	16.27
2012	24.03	23.00	16.83	16.84
2011	-10.69	-11.45	-13.71	-6.20
2010	19.37	18.35	11.15	3.71
2009	37.30	36.19	41.45	48.91
2008	-36.26	-36.62	-45.53	-45.87

† Net returns are calculated using a highest management fee of 0.85%, applied monthly. Prior to January 1, 2009, net returns are calculated using a 0.50% management fee, applied monthly. Shown as supplemental information. Please see important disclosures below.

* The portfolio's 2015 performance was materially understated and has been corrected.

† Inception Date – 07/01/99

Risk Management

The Salient International Dividend Signal Institutional portfolio is structured with a defensive bias and actively targets 20% lower volatility, as measured by standard deviation and beta, than the comparative indices. This defensive portfolio strives to protect capital better than other like strategies in times of market weakness and to provide smoother performance over full-market cycles.

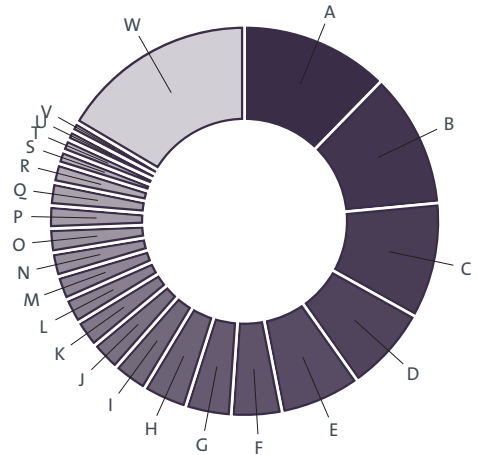
Portfolio Management

PORTFOLIO TEAM YRS EXPERIENCE

David L. Ruff, CFA, Senior Portfolio Manager	31
Paul Broughton, CFA, Portfolio Manager	22
Randall T. Coleman, CFA, Portfolio Manager	26

Global Allocation* (% ex-cash)

A Japan	M Taiwan
12.3	2.0
B Britain	N India
11.2	2.0
C France	O Indonesia
9.6	2.0
D Switzerland	P China
7.1	1.9
E Hong Kong	Q Singapore
6.7	1.9
F Germany	R Turkey
4.2	1.6
G Netherlands	S Malaysia
3.8	1.1
H Russia	T Australia
3.7	1.0
I Norway	U Canada
2.9	0.8
J Philippines	V Georgia
2.5	0.8
K Mexico	W Other†
2.3	16.5
L Sweden	
2.1	



*These allocations may not reflect the current or future holdings of the portfolio. Shown as supplemental information. Percentages may not add up to 100% due to rounding.

†Other includes: United States, Brazil, Spain, Thailand. Global Allocations are based on a model portfolio and are shown as supplemental information to the composite information, which is shown below. In the current period, certain accounts in the composite are material in size and are not representative of the model information shown. Therefore, the composite performance shown was not necessarily achieved via the model information as presented. Further information is available upon request.

Risk/Analysis

MEASURED AGAINST MSCI ACWI EX-USA

	Alpha	Beta	Upside Capture	Downside Capture	Tracking Error
3 Year	-0.19	0.81	83.10	84.17	3.63
5 Year	-0.47	0.83	83.85	87.36	3.56
10 Year	3.07	0.85	91.58	78.23	4.96
Since Inception*	3.12	0.83	86.08	70.70	6.97

MEASURED AGAINST MSCI ACWI EX-USA HDY

	Alpha	Beta	Upside Capture	Downside Capture	Tracking Error
3 Year	1.54	0.79	92.16	83.26	4.79
5 Year	1.36	0.77	85.52	78.06	4.92
10 Year	3.05	0.81	88.33	75.78	6.60
Since Inception*	2.08	0.81	87.07	77.05	7.40

Source: Morningstar. Gross statistics are measured against the MSCI ACWI ex-USA and MSCI ACWI ex-USA HDY (net of foreign withholding taxes).

* Inception Date – 07/01/99

Information/statistics in each of these sections is current as of 06/30/18.

Shown as supplemental information. Please see important disclosures below.

The International Dividend Signal Institutional composite contains all discretionary, equity-only portfolios that invest primarily in dividend-paying stocks located outside the U.S. The portfolio typically holds 60-100 stocks diversified across 7-10 sectors. Beginning January 1, 2011, the composite includes accounts only primarily invested in ordinary foreign equities and ADRs. For comparison purposes, the composite's primary benchmark is the MSCI ACWI (All Country World Index) ex-USA, which is designed to measure equity market performance in the global developed and emerging markets, excluding the United States. The composite's secondary benchmark is the MSCI ACWI ex-USA High Dividend Yield Index, which reflects the performance of large and mid cap stocks across 45 developed and emerging markets in the MSCI ACWI that exhibit high, sustainable dividend income. The International Dividend Signal Institutional composite was created on December 14, 2009.

Salient is the trade name for Salient Partners, LP, which together with its subsidiaries provides asset management and advisory services. Salient claims compliance with the Global Investment Performance Standards (GIPS®). Please call 800-994-0755 to obtain a compliant presentation and/or a list of composite descriptions. Results are based on fully discretionary accounts under management in this style. The U.S. dollar is the currency used to express performance. Gross returns are stated after transaction costs but before management fees. Net returns are shown after transactions costs and management fees. Returns include the reinvestment of all income. Certain portfolios in the composite participate in dividend capture and utilize leverage, which are not principal components of the composite strategy. Past performance does not guarantee future results.

For the period before August 1, 2008, David Ruff and Randall Coleman were affiliated with a prior firm and, during this time, were the only individuals responsible for selecting the securities to buy and sell. Forward Management, LLC ("Forward") acquired the assets and these portfolio managers from Berkeley Capital Management, LLC. Such performance should not be interpreted as the actual historical performance of Forward. David Ruff, Randall Coleman and Paul Broughton have earned the right to use the Chartered Financial Analyst designation. CFA Institute marks are trademarks owned by the CFA Institute. Performance shown prior to June 2015 was achieved by the portfolio management team at Forward. Forward was acquired by Salient in June 2015. Prior to July 15, 2016, International Dividend Signal Institutional was named International Dividend Institutional.