

# Disclosure Notes:

## SmallMid Core Composite

The **SmallMid Core Composite** seeks growth in capital by investing in equity securities of companies that are primarily in the Russell 2500 Index with positive characteristics for profitability, growth, and cash flow. For comparison purposes the composite's primary benchmark is the Russell 2500 Index. The Russell 2500 Index measures the performance of the 2500 smallest companies in the Russell 3000 Index. The Russell 2500 Index is constructed to provide a comprehensive and unbiased barometer for the small- and mid-cap U.S. equity market. The SmallMid Core Composite was created on July 1, 1998. Prior to August 1, 2008, the composite was named Berkeley Capital Management SmallMid Core composite.

Performance shown prior to June 2015 was achieved by the portfolio management team at Forward. Forward was acquired by Salient in June 2015. 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®) and has prepared and presented this report in compliance with the GIPS standards. Salient has been independently verified for the periods beginning January 1, 2011, to March 31, 2016. The verification report is available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis, and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Salient includes all assets of Salient Advisors, LP, Endowment Advisors, LP, and the non-trust and advisory assets of Salient Capital Advisors, LLC, which are all being managed by Salient's Asset Management Group. The firm maintains a list of composite descriptions, which is available upon request.

Results are based on fully discretionary, institutional accounts under management in this style. Taxable and non-taxable accounts are included. Past performance is not indicative of future results.

The U.S. dollar is the currency used to express performance. Beginning March 31, 2010, the composite contains wrap/bundled fee accounts. Wrap/bundled fee accounts represent the following percentages of the composite: 2010: 77%, 2011: 74%, 2012: 81%, 2013: 94%, 2014: 94%, 2015: 99%, 2016: 95%. Wrap/bundled fee accounts pay a fee based on a percentage of assets under management. In addition to brokerage commissions, this fee may include investment management, portfolio monitoring, consulting services, and in some cases, custodial services. Gross returns are shown as supplemental information as wrap accounts are stated gross of all fees and transaction costs. Salient's investment management fee schedule is 0.65% on the first \$25 million, 0.55% on the next \$25 million, and 0.45% in excess of \$50 million. Actual investment advisory fees incurred by clients may vary.

Returns include the reinvestment of all income. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

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## SmallMid Core Composite (cont.)

For the period between April 1, 1998, to August 1, 2008, David Ruff, Randy Coleman and Bruce Brewington ("Portfolio Managers") were affiliated with a prior firm. During this time the Portfolio Managers were the only individuals responsible for selecting the securities to buy and sell. Forward acquired the assets and Portfolio Managers from Berkeley Capital Management, LLC. Such performance should not be interpreted as the actual historical performance of Forward.

Year End	Composite Return (Gross*)	Composite Return (Net†)	Benchmark: Russell 2500	Composite Assets (millions)	Number of Accounts	Annual Composite Dispersion‡	Annualized 3-Year Standard Deviation	
							Composite	Benchmark
2016	17.12%	14.78%	17.60%	\$6.24	16	0.47%	12.30%	13.67%
2015	6.90%	4.75%	-2.90%	\$15.68	53	0.23	12.45%	12.42%
2014	7.54%	5.38%	7.06%	\$15.33	49	0.43	12.04%	11.68%
2013	33.36%	30.73%	36.80%	\$14.00	44	0.47	13.70%	15.63%
2012	11.92%	9.68%	17.86%	\$5.10	21	0.89	16.20%	18.97%
2011	0.31%	-1.72%	-2.51%	\$4.28	19	0.94	18.30%	23.40%
2010	28.97%	26.73%	26.71%	\$5.67	23	0.68	21.54%	26.80%
2009	38.88%	37.56%	34.39%	\$9.34	14	4.49	19.19%	24.25%
2008	-30.40%	-30.89%	-36.79%	\$4.62	16	0.88	16.35%	19.37%
2007	2.69%	2.19%	1.38%	\$3.53	17	NM	10.77%	11.52%
2006	20.73%	20.17%	16.17%	\$1.26	5 or fewer	NM	11.16%	11.93%

\*Beginning March 31, 2010, gross returns are shown as supplemental information and are stated gross of all fees and transaction costs.

†Net returns are calculated using a highest management fee of 1.00%, applied quarterly. Prior to July 1, 2008, net returns are calculated using a management fee of 0.50%, applied quarterly.

‡The annual composite dispersion is an asset-weighted standard deviation calculated for the accounts in the composite the entire year

NM – Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year