

## General Fund Information

### Inception Date

September 19, 2012

### Net Assets

\$898.7 M (as of 12/31/15)

### Portfolio Management

Gregory A. Reid  
Fund Portfolio Manager, President MLP Business

Ted Gardner, CFA  
Fund Portfolio Manager, Managing Director

### Annual Fund Operating Expenses

Total annual operating expenses as stated in the Fund's most recent prospectus are:

	A	C	I	R6
Management Fee	0.95%	0.95%	0.95%	0.95%
Distribution and/or Service (12b-1) Fees	0.25%	1.00%	None	None
Other Expenses <sup>1</sup>	0.21%	0.21%	0.21%	0.10%
Total Annual Fund Operating Expenses <sup>2</sup>	1.41%	2.16%	1.16%	1.05%

### Maximum Sales Charge

	Front-End	Deferred
Class A <sup>3</sup>	5.50%	1.00%
Class C <sup>3</sup>	None	1.00%
Class I	None	None
Class R6	None	None

### Fund Terms

Minimum Investment:	\$2,500
Management Fee:	0.95%
Liquidity:	Daily

### Distribution Per Share<sup>4</sup>

	Class A	Class C	Class I
10/30/15	\$0.148	\$0.129	\$0.154

## Objective

The investment objective of the Salient MLP & Energy Infrastructure Fund II (the "Fund") is to provide a high level of total return with an emphasis on making quarterly cash distributions to its shareholders. The Fund seeks to achieve its investment objective by investing at least 80% of its net assets in securities of master limited partnerships (MLPs) and energy infrastructure companies.

## Performance (Net)

as of 12/31/15

Without Sales Charge	Dec-2015	QTD	YTD	1 YR	Since Inception <sup>7</sup>
SMAPX (Class A)	-14.90%	-17.80%	-44.10%	-44.10%	-7.10% 12/20/12
SMFPX (Class C)	-14.98%	-17.96%	-44.50%	-44.50%	-8.85% 01/07/13
SMLPX (Class I)	-14.92%	-17.77%	-43.95%	-43.95%	-5.76% 09/19/12
SMRPX (Class R6) <sup>5</sup>	-14.92%	-17.77%	-43.95%	-43.95%	-5.76% 01/04/16
Alerian MLP Index (AMZ) <sup>6</sup>	-3.57%	-2.76%	-32.59%	-32.59%	-4.09% 09/19/12

With Max Sales Charge	Dec-2015	QTD	YTD	1 YR	Since Inception <sup>7</sup>
SMAPX (Class A)	-19.55%	-22.33%	-47.16%	-47.16%	-8.83% 12/20/12
SMFPX (Class C)	-15.83%	-18.77%	-45.03%	-45.03%	-8.85% 01/07/13

*Performance data quoted represents past performance and does not guarantee future results. Investment returns and principal values may fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than that shown. All returns reflect reinvestment of all dividend and capital gain distributions. Index performance is shown for illustrative purposes only and does not reflect the payment of advisory fees and other expenses associated with an investment in a mutual fund. Investors cannot directly invest in an index. The performance shown is for the stated time period only; due to market volatility, each account's performance may be different. To obtain performance information current to the most recent month-end, please visit [www.salientfunds.com](http://www.salientfunds.com).*

*The share classes have different sales charges, fees and other features. Returns with sales charges reflect the deduction of the current maximum front-end sales charge of 5.50% for Class A shares and the maximum contingent deferred sales charge of 1.00%, which is applied to Class C shares upon which a finder's fee has been paid and that are sold within one year of purchase. Class A shares are available with no front-end sales charge on investments of \$1 million or more, and Class C shares are offered at NAV, without any initial sales charge. Class I shares are offered without any sales charge to certain institutional investors and affiliates of the Fund's investment advisor. The return figures shown do not reflect the deduction of taxes that a shareholder may pay on Fund distributions or the redemption of Fund shares.*

- The Fund liquidated its formerly wholly owned domestic subsidiary, Salient MLP & Energy Infrastructure Fund II, Inc. on September 2, 2014. The domestic subsidiary had a deferred tax liability, which is reflected in the Fund's net asset value. The Fund will not incur such liability in the future and therefore Other Expenses have been adjusted accordingly.
- The advisor has contractually agreed to waive a portion of its advisory fee and/or reimburse a portion of the Fund's operating expenses, excluding certain expenses, such as taxes, brokerage commissions, interest, short dividend expense, acquired fund (subsidiary) fees, litigation and extraordinary expenses. This waiver extends through July 31, 2016, and may be extended by the advisor for an additional term.
- Class A shares are available with no front-end sales charge on investments of \$1 million or more. There is, however, a contingent deferred sales charge (CDSC) of 1.00% on any Class A shares upon which a commission or finder's fee was paid that are sold within one year of purchase. Brokers that initiate and are responsible for purchases of \$1 million or more may receive a sales commission of up to 1.00% of the offering price of Class A shares. In addition, while Class C shares are offered at NAV, without any initial sales charge, a 1.00% CDSC may be charged on any Class C shares upon which a finder's fee has been paid that are sold within one year of purchase.
- We currently estimate that 69.58% of the October 30, 2015, distribution will be a return of capital (ROC). ROC is tax-deferred and reduces the shareholder's cost basis. When the Fund shares are sold if the result is a gain, it would then be taxable at the capital gains rate. Past performance does not guarantee future results. Distributions and the amount of distributions are not guaranteed.
- Performance shown prior to inception date of Class R6 shares is that of Class I shares.
- The Alerian MLP Index is a composite of the 50 most prominent energy MLPs that provides investors with an unbiased, comprehensive benchmark for the MLP asset class. The index is calculated using a float-adjusted, capitalization-weighted methodology. Since inception returns for the index are shown from the Class I inception date. One cannot invest directly in an index.
- Performance since inception is annualized.

**You should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund and is available, along with information on other Salient funds, by calling 866-667-9228 or from your financial professional. The prospectus should be read carefully before investing.**

Advisory services offered by Salient Capital Advisors, LLC, a wholly owned subsidiary of Salient Partners, L.P. Salient is the trade name for Salient Partners, L.P., which together with its subsidiaries provides asset management and advisory services. **Salient MLP & Energy Infrastructure Fund II is distributed by Foreside Fund Services, LLC.**

Source: Salient Capital Advisors, LLC.  
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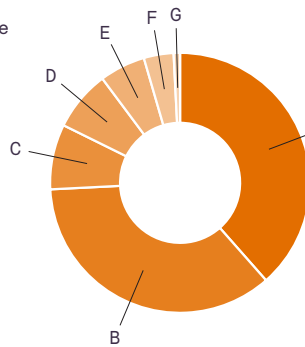
Not FDIC Insured | No Bank Guarantee | May Lose Value

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## Sector Composition<sup>8</sup>

as of 12/31/15

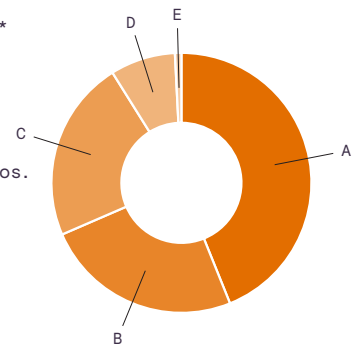
A Liquids Transportation & Storage	38.5%
B Natural Gas Pipelines & Storage	35.7%
C Other Energy & Infrastructure	8.1%
D Gathering & Processing	7.5%
E Marine Midstream	5.7%
F Refined Products	3.7%
G Cash	0.8%



## Ownership Structure<sup>8</sup>

as of 12/31/15

A MLP Affiliates/General Partners*	43.9%
B MLPs	24.6%
C Midstream Companies	22.6%
D Other Energy & Infrastructure Cos.	8.1%
E Cash	0.8%



\* Structured as corporations for U.S. federal income tax purposes.

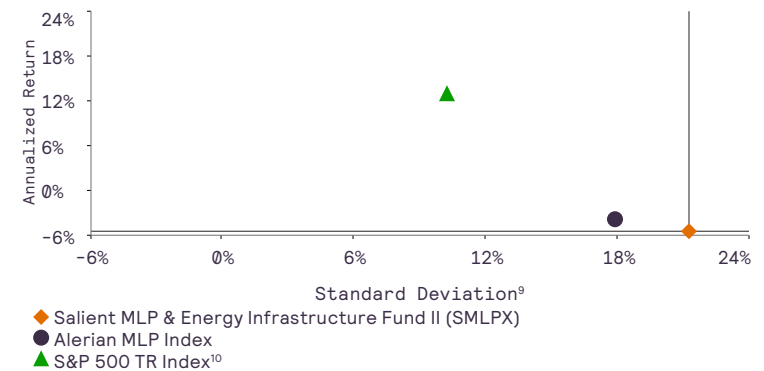
## Top 10 Holdings<sup>8</sup>

as of 12/31/15

Company Name	Ticker	Allocation
Enbridge Energy Management LLC	EEQ	7.9%
The Williams Companies Inc	WMB	7.6%
Plains GP Holdings LP	PAGP	7.3%
ONEOK, Inc.	OKE	6.7%
Spectra Energy Corp	SE	6.2%
Tallgrass Energy GP LP	TEGP	5.9%
EnLink Midstream LLC	ENLC	5.4%
SemGroup Corp	SEMG	5.0%
Macquarie Infrastructure Corp	MIC	4.9%
VTTI Energy Partners LP	VTTI	4.7%

## Risk/Reward Profile

09/19/12 - 12/31/15



## WORD ABOUT RISK

The Fund's investments are concentrated in the energy infrastructure industry with an emphasis on securities issued by MLPs, which may increase price fluctuation. The value of commodity-linked investments such as the MLPs and energy infrastructure companies (including midstream MLPs and energy infrastructure companies) in which the Fund invests are subject to risks specific to the industry they serve, such as fluctuations in commodity prices, reduced volumes of available natural gas or other energy commodities, slowdowns in new construction and acquisitions, a sustained reduced demand for crude oil, natural gas and refined petroleum products, depletion of the natural gas reserves or other commodities, changes in the macroeconomic or regulatory environment, environmental hazards, rising interest rates and threats of attack by terrorists on energy assets, each of which could affect the Fund's profitability.

MLPs are subject to significant regulation and may be adversely affected by changes in the regulatory environment including the risk that an MLP could lose its tax status as a partnership. If an MLP were to be obligated to pay federal income tax on its income at the corporate tax rate, the amount of cash available for distribution would be reduced and such distributions received by the Fund would be taxed under federal income tax laws applicable to corporate dividends received (as dividend income, return of capital or capital gain).

In addition, investing in MLPs involves additional risks as compared to the risks of investing in common stock, including risks related to cash flow, dilution and voting rights. Such companies may trade less frequently than larger companies due to their smaller capitalizations, which may result in erratic price movement or difficulty in buying or selling.

Additional management fees and other expenses are associated with investing in MLP funds. The tax benefits received by an investor investing in the Fund differs from that of a direct investment in an MLP by an investor.

This document does not constitute an offering of any security, product, service or fund, including the Fund, for which an offer can be made only by the Fund's prospectus.

**No fund is a complete investment program and you may lose money investing in a fund. The Fund may engage in other investment practices that may involve additional risks and you should review the Fund prospectus for a complete description.**

## DEFINITIONS

**Master limited partnerships (MLPs)** are publicly traded limited partnerships and limited liability companies that are treated as partnerships for federal income tax purposes. **Energy infrastructure companies** are companies that own and operate assets that are used in the energy sector, including assets used in exploring, developing, producing, generating, transporting (including marine), transmitting, terminal operation, storing, gathering, processing, refining, distributing, mining or marketing of natural gas, natural gas liquids, crude oil, refined products, coal or electricity, or that provide energy-related services. For purposes of this definition, such companies (i) derive at least 50% of their revenues or operating income from operating such assets or providing services for the operation of such assets or (ii) have such assets that represent the majority of their assets.

8. Data displayed here has been rounded to the nearest tenth for illustrative purposes only. The specific securities identified are not representative of all of the securities purchased or held by the Fund, and it should not be assumed that the investment in the securities identified was or will be profitable. Allocations are subject to change.

9. Standard deviation represents a measure of how far portfolio returns deviate from the mean to represent historic volatility of the portfolio.

10. The S&P 500 TR Index is a stock market index based on the common stock prices of 500 top publicly traded American companies. This index can be affected by general market or economic conditions.