

FUND INFORMATION

Symbol and CUSIP

A shares	PDPAX	(92828R875)
C shares	PDPCX	(92828R867)
I shares	VADIX	(92828R313)

Investment Adviser

Virtus Investment Advisers, Inc.

Investment Subadviser

Euclid Advisors LLC

AUM (\$ millions)	178.5
Number of Holdings	8
Dividends	Semi-Annually

INVESTMENT PROFESSIONALS

Carlton Neel

Industry start date: 1990

Start date with Fund: 2008

David Dickerson

Industry start date: 1993

Start date with Fund: 2008

INVESTMENT PROCESS

STEP 1 Identify Potential Funds and ETFs	STEP 2 Determine Optimal Allocation	STEP 3 Portfolio Review and Monitoring
<ul style="list-style-type: none"> > Correlation <ul style="list-style-type: none"> • Low correlation to market and to other components > Review MPT Stats <ul style="list-style-type: none"> • Sharpe Ratio, Beta, Standard Deviation, Information Ratio > Performance <ul style="list-style-type: none"> • Competitive & consistent returns versus benchmark & peer universe 	<ul style="list-style-type: none"> > Extensive back-tests and simulations > Optimize allocations with an objective of delivering the best risk-adjusted returns while maintaining low correlation to the market and among the underlying holdings 	<ul style="list-style-type: none"> > Daily management of flows to maintain target allocations > Regular review of performance and attribution reports > Quarterly meeting to formally review allocations and discuss changes and/or potential new additions to the portfolio

ANNUALIZED PERFORMANCE Class A as of 12/30/2011 in percent

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception 11/30/2005
NAV	6.22	-2.54	-2.54	9.15	-0.15	n/a	1.96
POP	0.11	-8.14	-8.14	7.01	-1.32	n/a	0.97
Index	11.82	2.11	2.11	14.11	-0.25	n/a	2.23

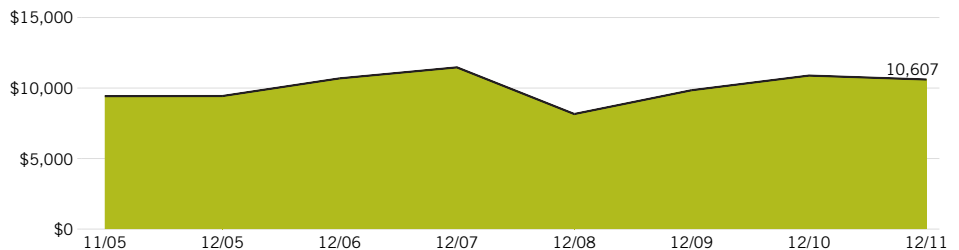
QTD, YTD and 1 Year performance is not annualized.

Class A operating expenses are 1.53% and gross operating expenses are 2.12%. Operating expenses reflect a voluntary expense reimbursement, which may be discontinued at any time. Operating expenses do not include expenses related to dividends on short positions and interest. Average annual total returns reflect the change in share price and the reinvestment of all dividends and capital gains. Net Asset Value (NAV) returns do not reflect the deduction of any sales charges. POP (Public Offering Price) performance reflects the deduction of the maximum sales charge of 5.75%. A contingent deferred sales charge of 1% may apply on certain redemptions made within 18 months following purchases on which a finder's fee has been paid.

ANNUAL PERFORMANCE Class A at NAV in percent

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Fund	n/a	n/a	n/a	n/a	13.26	7.34	-28.88	20.68	10.55	-2.54
Index	n/a	n/a	n/a	n/a	15.78	5.49	-37.00	26.46	15.06	2.11

Growth of \$10,000 Class A for the period ending 12/30/2011 Actual initial investment \$9,425



This chart assumes an initial investment of \$10,000 made on Nov 30, 2005 for Class A shares including any applicable sales charges. Performance assumes reinvestment of dividends and capital gain distributions.

Performance data quoted represents past results. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate so your shares, when redeemed, may be worth more or less than their original cost. Please visit Virtus.com for performance data current to the most recent month-end.

Index: The S&P 500® Index is a free-float market capitalization-weighted index of 500 of the largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged and not available for direct investment.

INVESTMENT OPPORTUNITY

The fund emphasizes low correlating asset classes in order to help reduce volatility and increase return potential.

Applying an innovative, institutional-level approach to investing, the fund invests in a diversified portfolio of alternative asset classes including Market Neutral, Global Real Estate, Global Infrastructure, Commodities, Natural Resources, Currencies and Floating Rate Securities.

Security Fund	Target % of Portfolio	Actual % of Portfolio
Virtus Global Commodities Stock Fund Class I	10.00	10.75
PowerShares DB Commodity Index Fund	15.00	18.88
PowerShares DB G10 Currency Harvest Fund	10.00	11.88
Virtus Market Neutral Fund Class I	20.00	10.70
Virtus Senior Floating Rate Fund Class I	10.00	8.81
Virtus Real Estate Securities Class I	10.00	14.82
Virtus International Real Estate Securities Fund Class I	10.00	6.78
Virtus Global Infrastructure Fund Class I	15.00	17.00

Risk Statistics

Class A 3-Year	Fund	Index
R ²	0.87	1.00
Beta	0.70	1.00
Standard Deviation	13.95	18.70

GLOSSARY

R²: A measurement of how closely a portfolio's performance correlates with the performance of a benchmark index.

Beta: A quantitative measure of the volatility of a given portfolio to the overall market. Higher beta suggests higher volatility.

Standard Deviation: measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk.

IMPORTANT RISK CONSIDERATIONS:

Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic and market risk. Investing in the securities of small and mid-sized companies involves greater risks and price volatility than larger, more established companies. Concentrating investments in REITs involves certain risks such as refinancing, property value changes and management skill. The Funds use of asset class allocations does not assure or guarantee better performance and cannot eliminate the risk of investment loss. Before investing, you should carefully read the applicable risk disclosure for each of the underlying Virtus Mutual Funds, which can be found in the current prospectus. Lack of liquidity in an ETF could result in its value being more volatile than the underlying portfolio of securities. Sector ETFs are subject to sector risks and non-diversification risks, which may result in greater price fluctuations than the overall market. Because the fund invests in ETFs, it indirectly bears its proportionate share of the operating expenses of the underlying funds. Indirectly, the fund is subject to all risks associated with the underlying ETFs. The use of leverage, short selling, futures, options and/or derivatives may cause exposure to additional risks. Commodity or commodity-related equity prices may fluctuate widely over short time periods. Because the fund invests in other mutual funds, it is a shareholder of those underlying mutual funds and indirectly bears its proportionate share of the operating expenses, including management fees of the underlying mutual funds. These expenses are deducted from the underlying mutual funds before their share prices are calculated and are in addition to the direct fees and expenses borne by the fund and its shareholders.

Holdings and Sector weightings are subject to change.

Investment Manager of the Fund

Euclid Advisors leverages the multi-manager investment capabilities of Virtus Investment Partners in the construction of the Fund. Virtus brings the strength and diversification of best of breed money managers to investor portfolios through both affiliated and unaffiliated money managers.

About Virtus Investment Partners Virtus (NASDAQ: VRTS) is a distinctive partnership of boutique investment managers singularly committed to the long-term success of individual and institutional investors.

Please carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. For this and other information about any Virtus mutual fund, call 1-800-243-4361 or visit Virtus.com for a prospectus. Read it carefully before you invest or send money.

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