



Foreign Small/Mid Blend

Overall Morningstar Rating™ Based on risk adjusted returns as of 09/30/2017. Rating out of 72 Funds.

Fund Information

Symbol and CUSIP

A shares	VISAX	(92828W841)
C shares	VCISX	(92828W833)
I shares	VIISX	(92828W825)
R6 shares	VRISX	(92828W551)

Investment Adviser

Virtus Investment Advisers, Inc.

Investment Subadviser

Kayne Anderson Rudnick Investment Management, LLC

AUM (\$ millions)	246.8
Number of Holdings	46
Dividends	Semi-Annually

Investment Professionals

Craig Stone
Industry start date: 1989
Start date with Fund: 2012

Craig Thrasher, CFA
Industry start date: 2003
Start date with Fund: 2012

INVESTMENT OPPORTUNITY

This fund offers access to high quality, international small-cap companies.

The investment strategy emphasizes companies with a competitive advantage, strong management, and low financial risk that are able to grow over market cycles, despite their discounted valuations.

Over full market cycles, the investment style is designed with the dual objectives of capturing part of the up market cycles and protecting principal in down market cycles.

Effective May 8, 2017 this fund changed its name from the Virtus International Small -Cap Fund.

Investment Process



Average Annual Total Returns Class I at NAV as of 09/30/2017 in percent

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception 09/05/2012
Fund	4.83	24.33	27.73	11.80	14.60	n/a	14.61
Index	6.90	23.54	19.19	8.14	9.68	n/a	10.71

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.

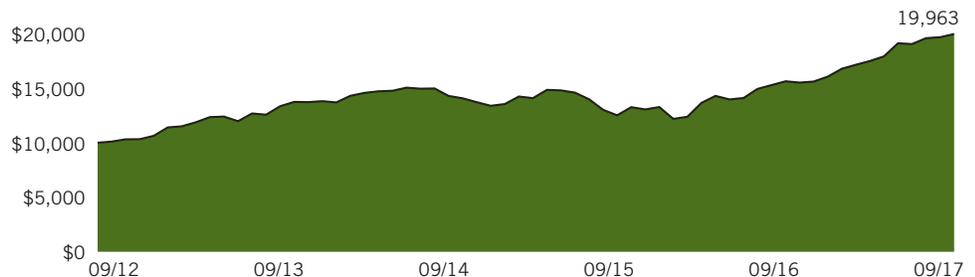
The fund class gross expense ratio is 1.61%. The net expense ratio is 1.35%, which reflects a contractual expense reimbursement in effect through 4/30/2018.

Average annual total returns reflect the change in share price and the reinvestment of all dividends and capital gains. Class I shares have no sales charge and therefore their returns do not reflect the deduction of a sales charge, which if applied, would reduce the performance quoted. Fees and expenses vary among share classes and other share classes do carry sales charges. Class I shares are offered primarily to eligible institutional investors who purchase the minimum amounts required and may not be available to all investors. For fund performance on other share classes, please visit www.virtus.com.

Annual Performance Class I in percent

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Fund	n/a	n/a	n/a	n/a	n/a	n/a	29.89	-3.06	-0.87	21.03
Index	n/a	n/a	n/a	n/a	n/a	n/a	19.73	-4.03	2.60	3.91

Growth of \$10,000 Class I for the period ending 09/30/2017



An investment of \$10,000 made on 9/5/2012 would be worth \$19,963.20 on 9/30/2017, assuming no front end sales charges.

Index: The MSCI ACWI ex U.S. Small Cap Index (net) is a free float-adjusted market capitalization-weighted index that measures small cap equity performance of developed and emerging markets, excluding the U.S. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Top Ten Holdings	% Fund
Auto Trader Group PLC	5.52
Rightmove plc	5.07
Scout24 AG	4.91
Howden Joinery Group PLC	3.57
Euler Hermes Group S.A.	3.53
Autohome, Inc. Sponsored ADR Class A	3.15
Alten SA	3.01
Fabryka Farb i Lakierow Sniezka S.A.	2.85
WIN-Partners Co., Ltd.	2.68
Asiakastieto Group Oyj	2.60

Top Ten Countries	% Invested Assets
United Kingdom	19.11
Japan	10.27
France	9.09
Germany	8.81
Australia	5.51
Korea (south)	4.81
Hong Kong	4.70
Finland	4.67
Poland	4.30
China	3.56

Risk Statistics

Class I 3-Year	Fund	Index
R ²	0.83	1.00
Beta	1.01	1.00
Standard Deviation	13.00	11.67
Alpha	3.40	0.00
Sharpe Ratio	0.89	0.67

Characteristics	Fund
Average Weighted Market Cap (bn)	\$2.05
Median Market Cap (bn)	\$0.58
Trailing P/E	18.95x
Price-to-Cash Flow	20.00
Price-to-Book Value	4.00
3-Year EPS Growth Rate	9.91

Sector Allocations	% Equity
Information Technology	37.05
Industrials	24.35
Financials	10.41
Materials	8.43
Consumer Discretionary	6.60
Health Care	5.19
Consumer Staples	4.83
Energy	3.14

IMPORTANT RISK CONSIDERATIONS:

Equity Securities: The market price of equity securities may be adversely affected by financial market, industry, or issuer -specific events. Focus on a particular style or on small or medium-sized companies may enhance that risk. **Foreign & Emerging Markets:** Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic, and market risk. **Limited Number of Investments:** Because the fund has a limited number of securities, it may be more susceptible to factors adversely affecting its securities than a less concentrated fund. **Industry/Sector Concentration:** A fund that focuses its investments in a particular industry or sector will be more sensitive to conditions that affect that industry or sector than a non-concentrated fund. **Prospectus:** For additional information on risks, please see the fund's prospectus.

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.

Trailing P/E: Per-share stock price divided by the latest 12-months earnings per share.

Price/Cash Flow: Per-share stock price divided by the per-share operating cash flow.

Price/Book: Per-share stock price divided by the latest 12-month per-share book value.

3-Year EPS Growth Rate: Average of earnings per share growth for latest 3-year period. The 3-Year EPS Growth Rate is not a forecast of the portfolio's performance.

Alpha: A measure of performance on a risk-adjusted basis.

Sharpe Ratio: A statistic that measures the efficiency, or excess return per unit of risk, of a manager's returns. It is calculated by taking the portfolio's annualized return, minus the annualized risk-free rate (typically the 30-Day T-Bill return), divided by the portfolio's annualized standard deviation. The greater the Sharpe Ratio, the better the portfolio's risk adjusted return.

Holdings and Sector weightings are subject to change.

Investment Manager of the Fund

Kayne Anderson Rudnick believes that superior risk-adjusted returns may be achieved through investment in high-quality companies with market dominance, excellent management, financial strength, and consistent growth, purchased at reasonable prices.

Morningstar For the 3- and 5-year periods, respectively, the Fund was rated 5 and 5 stars among 72 and 63 funds in the Foreign Small/Mid Blend category for the time period ending 09/30/2017.

Morningstar Rating™ for funds, or "star rating," is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

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