

INVESTMENT OVERVIEW

The Fund seeks total return by investing in stocks of dividend-paying U.S. mid-cap companies that appear undervalued. Securities are in the market capitalization range of the Russell Midcap® Value Index and selected through a disciplined investment process focused on dividend policy, attractive valuations, and improving company fundamentals.

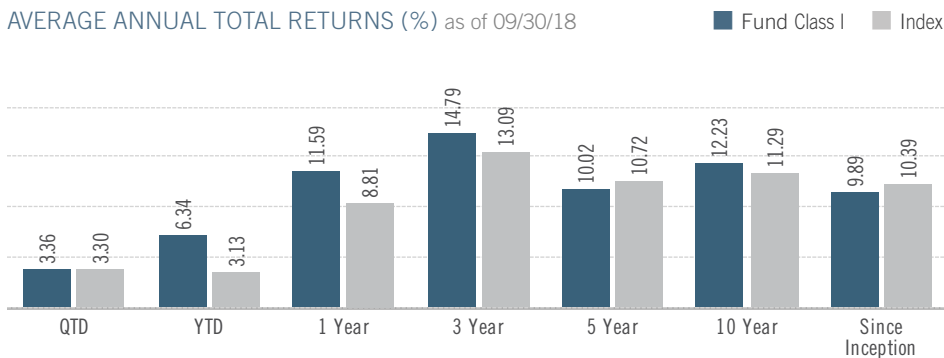
KEY FEATURES

**Low Valuation Levels** — Searches for mid-cap stocks trading at the lower end of historical valuation ranges relative to peers, industry, market, and company history

**The Power of Dividends** — Dividend-paying stocks offer insights into company earnings potential and provide an added total return source that can help lower overall volatility

**Extensive Fundamental Research** — Bottom-up analysis strives to identify catalysts that could drive meaningful price gains, such as new management, restructurings, or product innovations

AVERAGE ANNUAL TOTAL RETURNS (%) as of 09/30/18



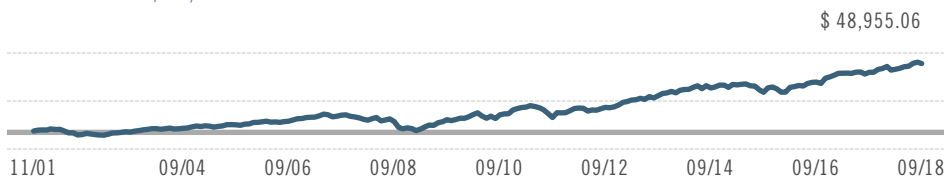
Performance data quoted represents past results. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate, so your shares, when redeemed, may be worth more or less than their original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

The fund class gross expense ratio is 1.02% and reflects the direct and indirect expenses paid by the Fund. The gross expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 1.01%. Average annual total return is the annual compound return for the indicated period and reflects the change in share price and the reinvestment of all dividends and capital gains. Returns for periods of one year or less are cumulative returns. Class I shares have no sales charges or distribution or service fees, therefore their returns do not reflect these expenses. Fees and expenses vary, and other share classes are subject to sales charges and fees. Class I shares are offered primarily to eligible institutional investors who purchase the minimum amounts required as described in the prospectus and may not be available to all investors. For fund performance on other share classes, please visit www.virtus.com.

ANNUAL PERFORMANCE (%)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Fund	11.68	20.16	-6.00	11.00	31.21	21.79	-7.31	27.65	46.98	-34.79
Index	13.34	20.00	-4.78	14.75	33.46	18.51	-1.38	24.75	34.21	-38.44

GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 11/30/2001. As of 9/28/2018 the fund value would have been \$48,955.06. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

FUND INFORMATION

	Ticker	CUSIP
A Shares	SAMVX	92837F474
C Shares	SMVFX	92837F466
I Shares	SMVTX	92837F458
R6 Shares	SMVZX	92837F441

Inception Date	11/30/01
AUM (\$ millions)	2,924.7
Number of Holdings	54
Dividends	Semi-Annually
Morningstar Category	Mid-Cap Value
Lipper Category	Multi-Cap Value Funds
Index	Russell Midcap® Value Index

MORNINGSTAR RATINGS

Time Period	# of Stars	# of Funds
Overall	★★★★★	373
3 Year	★★★★★	373
5 Year	★★★	315
10 Year	★★★★★	228

Strong ratings are not indicative of positive fund performance.

INVESTMENT ADVISER

Virtus Fund Advisers, LLC

INVESTMENT SUBADVISER



Ceredex Value Advisors is a value equity boutique that has managed money for institutions, endowments, foundations and high-net-worth investors since 1995. Portfolio managers and analysts collaborate to execute on bottom-up, company-by-company research, seeking to identify catalysts in undervalued, dividend-paying stocks when constructing value-oriented portfolios.

PORTFOLIO MANAGER

**Don Wordell, CFA**  
Industry start date: 1996  
Start date with Fund: 2001

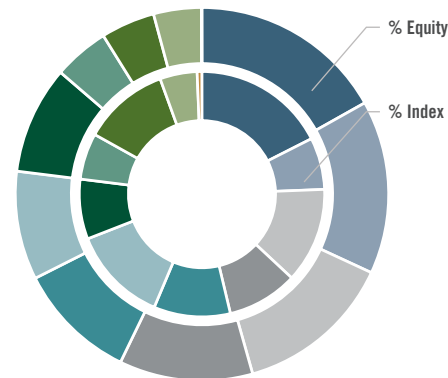
CHARACTERISTICS	Fund	Index
Avg. Weighted Market Cap (bn)	17.84	14.96
Median Market Cap (bn)	15.40	8.02
Trailing P/E Ex-Negative Earnings	19.84	17.21
Price-to-Cash Flow	13.80	13.07
Price-to-Book Value	2.83	2.52
3-Year EPS Growth Rate	3.73	4.58
5-Year EPS Growth Rate	8.43	6.21
Active Share	88.65	n/a

RISK STATISTICS (3 YEAR)	Fund	Index
Alpha	1.22	n/a
Beta	1.03	1.00
R <sup>2</sup>	0.92	1.00
Sharpe Ratio	1.36	1.28
Standard Deviation	10.32	9.62

TOP TEN HOLDINGS	% Fund
AmerisourceBergen Corporation	3.91
Zimmer Biomet Holdings, Inc.	3.75
Motorola Solutions, Inc.	3.63
Humana Inc.	3.53
Perrigo Co PLC	3.39
Pinnacle Financial Partners, Inc.	2.67
Martin Marietta Materials, Inc.	2.55
Affiliated Managers Group, Inc.	2.52
Stanley Black & Decker, Inc.	2.43
Hartford Financial Services Group, Inc.	2.31

Holdings and sector weightings are subject to change.

SECTOR ALLOCATIONS



SECTOR	% Equity	% Index
Financials	16.87	17.54
Health Care	15.04	6.84
Industrials	13.71	12.58
Information Technology	11.57	9.32
Utilities	10.38	10.08
Real Estate	9.41	12.72
Energy	9.35	7.90
Materials	4.81	6.11
Consumer Discretionary	4.69	11.38
Consumer Staples	4.17	4.91
Telecommunication Services	0.00	0.62

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. **Value Stocks:** Value stocks are subject to the risk that the broad market may not recognize their intrinsic value. **Prospectus:** For additional information on risks, please see the fund's prospectus.

GLOSSARY

**Avg. Weighted Market Cap (bn):** The total dollar market value of all of a company's outstanding shares. **Trailing P/E Ex-Negative Earnings:** Per share stock price divided by the latest 12-months earnings per share. **Price-to-Cash Flow:** Per-share stock price divided by the per-share operating cash flow. **Price-to-Book Value:** A ratio used to compare a stock's market value to its book value. **3-Year EPS Growth Rate:** Average of earnings per share growth for latest 3-year period. **5-Year EPS Growth Rate:** Average of earnings per share growth for latest 5-year period. **Active Share:** A measure of the percentage of stock holdings in a manager's portfolio that differ from the benchmark index. **Alpha:** A risk-adjusted measure of an investment's excess return relative to a benchmark. **Beta:** A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. **R<sup>2</sup>:** A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. **Sharpe Ratio:** A risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. **Standard Deviation:** Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk. **Index:** The Russell Midcap® Value Index is a market capitalization-weighted index of medium-capitalization, value-oriented stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

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. Ratings do not take into account the effect of sales charges and loads.

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