INVESTMENT OVERVIEW
The Fund seeks to generate attractive risk-adjusted long-term returns by investing in the stocks of U.S. mid-cap growth companies with durable competitive advantages, excellent management, lower financial risk, and strong growth trajectories. A disciplined investment process is employed to identify businesses that are differentiated by above-average returns on capital.

KEY FEATURES
High-Quality Businesses — Searches for quality mid-cap growth companies with solid balance sheets, consistent growth, and market dominant business models
Uncovering Innovators and Disruptors — Draws on KAR’s extensive fundamental research to identify companies with products and services with the potential to disrupt the business landscape and exceed investor expectations
High-Conviction Portfolio — Focused on the portfolio team’s 25-50 strongest investment opportunities, with a long-term, low-turnover approach to realize full stock value

AVERAGE ANNUAL TOTAL RETURNS (%) as of 09/30/19

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 1.16% and reflects the direct and indirect expenses paid by the Fund. 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 (%)

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<tr>
<td>Fund</td>
<td>7.80</td>
<td>33.80</td>
<td>2.17</td>
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<td>Index</td>
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<td>25.27</td>
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<td>35.74</td>
<td>15.81</td>
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GROWTH OF $10,000

$ 25,787.75

This chart assumes an initial investment of $10,000 made on 9/13/2007. As of 9/30/2019 the fund value would have been $25,787.75. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.
Please carefully consider a fund's investment objectives, risks, charges, and expenses before investing. For this and other information about any Virtus mutual fund, contact your financial representative, call 1-800-243-4361, or visit Virtus.com for a prospectus or summary prospectus. Read it carefully before investing.

Not insured by FDIC/NCUSIF or any federal government agency. No bank guarantee. Not a deposit. May lose value.

VIRTUS FUNDS