



**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶  
§301(c) and §316(a)

Horizontal lines for listing applicable Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ The return of capital per share should reduce the taxpayer's adjusted basis of each share held on the date of distribution. Upon disposition of all or a portion of the shares, the taxpayer should recognize greater gain/less loss.

Horizontal lines for providing additional information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶  
The reportable tax year of the distributions is 2017. Actual return of capital will be reflected on the taxpayer's 2017 Form 1099.

Horizontal lines for providing other necessary information for the adjustment.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature ▶  Date ▶ 1/16/2018

Print your name ▶ A signed copy is maintained by the issuer Title ▶ Vice President

|                               |                            |                      |      |   |              |
|-------------------------------|----------------------------|----------------------|------|---|--------------|
| <b>Paid Preparer Use Only</b> | Print/Type preparer's name | Preparer's signature | Date | Check <input type="checkbox"/> if self-employed | PTIN         |
|                               | Firm's name ▶              |                      |      |   | Firm's EIN ▶ |
|                               | Firm's address ▶           |                      |      |   | Phone no.    |

**Virtus SEIX U.S. Mortgage Fund**  
**Form 8937 Attachment**  
**12/31/2017**

**EIN: 23-2760016**

| <u>(Fund Name - Class)</u> | <u>CUSIP</u> | <u>Ticker Symbol</u> | <u>Record Date</u> | <u>Ex-Dividend Date</u> | <u>Payable Date</u> | Original                      | Revised                          | <u>Revised Return of Capital</u> | <u>ROC as percent of Original</u> |
|----------------------------|--------------|----------------------|--------------------|-------------------------|---------------------|-------------------------------|----------------------------------|----------------------------------|-----------------------------------|
|                            |              |                      |                    |                         |                     | <u>Distribution Per Share</u> | <u>Ordinary Income Dividends</u> |                                  |                                   |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 04/03/2017          | 0.019936026                   | 0.013343182                      | 0.006592844                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 05/01/2017          | 0.022507328                   | 0.015064155                      | 0.007443173                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 06/01/2017          | 0.021206465                   | 0.014193487                      | 0.007012978                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 07/03/2017          | 0.021020680                   | 0.014069141                      | 0.006951539                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 08/01/2017          | 0.020337256                   | 0.013611725                      | 0.006725531                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 09/01/2017          | 0.020717090                   | 0.013865948                      | 0.006851142                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 10/02/2017          | 0.020697945                   | 0.013853135                      | 0.006844810                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 10/31/2017          | 0.020607289                   | 0.013792459                      | 0.006814830                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 11/30/2017          | 0.019808555                   | 0.013257866                      | 0.006550689                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-I  | 92837F169    | SLMTX                | DAILY              | DAILY                   | 12/29/2017          | 0.020630986                   | 0.013808319                      | 0.006822667                      | 33.07%                            |
|                            |              |                      |                    |                         |                     | <b>0.207469620</b>            | <b>0.138859417</b>               | <b>0.068610203</b>               |                                   |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 04/03/2017          | 0.011042982                   | 0.007391068                      | 0.003651914                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 05/01/2017          | 0.014269372                   | 0.009550491                      | 0.004718881                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 06/01/2017          | 0.015527882                   | 0.010392811                      | 0.005135071                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 07/03/2017          | 0.010884229                   | 0.007284814                      | 0.003599415                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 08/01/2017          | 0.008898040                   | 0.005955458                      | 0.002942582                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 09/01/2017          | 0.012651255                   | 0.008467485                      | 0.004183770                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 10/02/2017          | 0.013862208                   | 0.009277976                      | 0.004584232                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 10/31/2017          | 0.011616993                   | 0.007775253                      | 0.003841740                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 11/30/2017          | 0.011094767                   | 0.007425728                      | 0.003669039                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-C  | 92837F177    | SCLFX                | DAILY              | DAILY                   | 12/29/2017          | 0.011378306                   | 0.007615500                      | 0.003762806                      | 33.07%                            |
|                            |              |                      |                    |                         |                     | <b>0.121226034</b>            | <b>0.081136584</b>               | <b>0.040089450</b>               |                                   |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 04/03/2017          | 0.018025035                   | 0.012064156                      | 0.005960879                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 05/01/2017          | 0.020638266                   | 0.013813191                      | 0.006825075                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 06/01/2017          | 0.019277876                   | 0.012902682                      | 0.006375194                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 07/03/2017          | 0.019143655                   | 0.012812848                      | 0.006330807                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 08/01/2017          | 0.018398351                   | 0.012314016                      | 0.006084335                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 09/01/2017          | 0.018777357                   | 0.012567685                      | 0.006209672                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 10/02/2017          | 0.018704236                   | 0.012518745                      | 0.006185491                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 10/31/2017          | 0.018679364                   | 0.012502098                      | 0.006177266                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 11/30/2017          | 0.017939058                   | 0.012006612                      | 0.005932446                      | 33.07%                            |
| Virtus SEIX US MORTGAGE-A  | 92837F185    | SLTMX                | DAILY              | DAILY                   | 12/29/2017          | 0.018632925                   | 0.012471017                      | 0.006161908                      | 33.07%                            |
|                            |              |                      |                    |                         |                     | <b>0.188216123</b>            | <b>0.125973050</b>               | <b>0.062243073</b>               |                                   |