

### INVESTMENT OVERVIEW

The Fund seeks to generate attractive risk-adjusted long-term returns, consisting of both capital appreciation and current income, by investing in a globally diversified stock portfolio of high-quality, mature businesses with a history of consistent, robust dividend yields. A disciplined investment process is employed to identify businesses that are differentiated by above-average returns on capital and trading at attractive valuations.

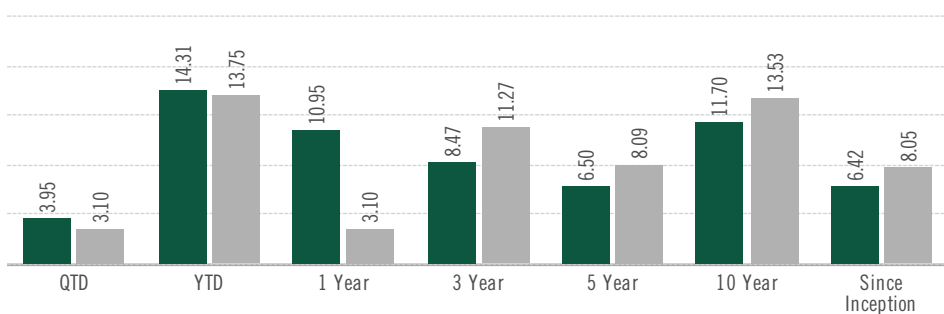
### KEY FEATURES

**High-Quality Businesses** — Searches for quality dividend-paying global companies with solid balance sheets, consistent growth, profitability, and market dominant business models

**Lower Volatility Approach** — Extensive fundamental research favors companies with less business risk, as defined by lower earnings variability, consistent and profitable growth, high returns on capital, strong free cash flow, and a low organic need for external financing, all of which can help to protect profits in difficult markets

**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 potential

AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/19



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](http://Virtus.com) for performance data current to the most recent month-end.

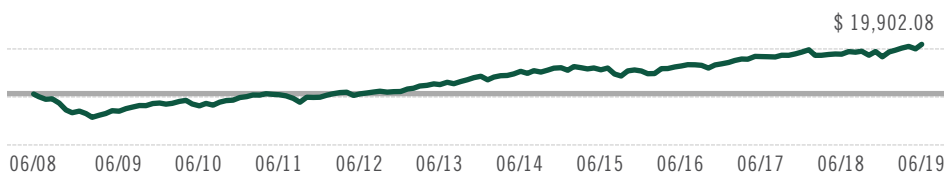
The fund class gross expense ratio is 1.29%. The net expense ratio is 1.10%, which reflects a contractual expense reimbursement in effect through 1/31/2020.

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](http://www.virtus.com).

### ANNUAL PERFORMANCE (%)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Fund	-5.10	14.54	9.79	-4.28	12.53	28.94	12.20	0.59	13.35	24.39
Index	-8.93	20.48	17.34	-3.83	13.45	32.53	17.51	0.39	15.51	19.69

### GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 6/6/2008. As of 6/28/2019 the fund value would have been \$19,902.08. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

### FUND INFORMATION

	Ticker	CUSIP
A Shares	PPTAX	92828N460
C Shares	PPTCX	92828N452
I Shares	PIPTX	92828N445
R6 Shares	VGQRX	92836N874

Inception Date	06/06/08
AUM (\$ millions)	38.2
Number of Holdings	44
Dividends	Semi-Annually
Morningstar Category	World Large Stock
Lipper Category	Global Equity Income Funds
Index	Virtus Global Quality Dividend Linked Benchmark

### INVESTMENT ADVISER

Virtus Investment Advisers, Inc.

### INVESTMENT SUBADVISER



Kayne Anderson Rudnick

A VIRTUS INVESTMENT PARTNER

Kayne Anderson Rudnick invests in a select group of large-cap growth companies believed to be undervalued relative to their future growth potential.

### PORTFOLIO MANAGER

**Richard Sherry, CFA**

Industry start date: 1991

Start date as Fund Portfolio Manager: 2009

CHARACTERISTICS	Fund	Index
Avg. Weighted Market Cap (bn)	56.97	102.99
Median Market Cap (bn)	26.45	10.36
Trailing P/E Ex-Negative Earnings	18.64	14.36
Price-to-Cash Flow	13.31	10.80
Price-to-Book Value	3.52	3.12
3-Year EPS Growth Rate	7.27	9.74
5-Year EPS Growth Rate	5.81	4.11
Active Share	89.76	n/a

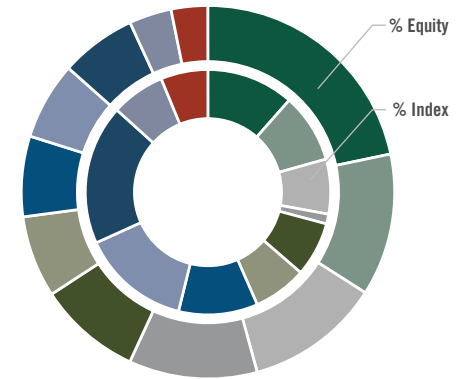
RISK STATISTICS (3 YEAR)	Fund	Index
Alpha	-0.18	n/a
Beta	0.74	1.00
R <sup>2</sup>	0.77	1.00
Sharpe Ratio	0.79	0.93
Standard Deviation	9.00	10.67

TOP TEN HOLDINGS	% Fund
BCE Inc	4.95
Watsco Inc	4.57
Spark New Zealand Ltd	4.42
Royal Dutch Shell PLC	4.10
Lamar Advertising Co	4.08
Zurich Insurance Group AG	4.03
Crown Castle International Corp	3.75
Fortis Inc/Canada	3.64
HSBC Holdings PLC	3.41
Coca-Cola Co/The	3.20

TOP TEN COUNTRIES	% Invested Assets	% Index
United States	42.12	54.05
United Kingdom	16.35	8.03
Canada	13.90	4.14
New Zealand	6.63	0.12
Switzerland	5.33	6.21
Netherlands	4.21	1.37
Finland	4.11	0.95
France	2.52	5.23
Denmark	2.43	0.04
Japan	1.62	6.32

Holdings and sector weightings are subject to change.

### SECTOR ALLOCATIONS



Sector	% Equity	% Index
Financials	21.73	11.52
Communication Services	12.33	9.12
Energy	11.69	7.23
Real Estate	11.12	1.28
Utilities	8.92	7.21
Information Technology	7.09	7.04
Industrials	6.98	10.44
Consumer Staples	6.72	14.38
Health Care	6.56	18.46
Consumer Discretionary	3.68	7.09
Materials	3.17	6.21

### 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 Investing:** Investing internationally 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

**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 DEFINITION

Index: The Virtus Global Quality Dividend Linked Benchmark consists of the MSCI World High Dividend Yield Index (net). The MSCI World High Dividend Yield Index is based on the MSCI World Index, its parent index, and includes large and mid cap stocks across 23 Developed Markets (DM) countries. The index is designed to reflect the performance of equities in the parent index (excluding REITs) with higher dividend income and quality characteristics than average dividend yields that are both sustainable and persistent. The index also applies quality screens and reviews 12-month past performance to omit stocks with potentially deteriorating fundamentals that could force them to cut or reduce dividends. The index is calculated on a total return basis with net dividends reinvested; it is unmanaged; its returns do not reflect any fees, expenses or sales charges; and it is not available for direct investment. Performance of the Virtus Global Quality Dividend Linked Benchmark between 2/1/2017 and 12/31/2018 is that of the Russell Developed Large Cap Index. Prior to 2/1/2017 performance is that of the Russell 1000® Value Index. Morningstar Category Classifications © 2019 Morningstar, Inc. All rights reserved. Lipper Category Classifications © 2019 Lipper. All rights reserved.

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