INVESTMENT OVERVIEW
The Fund seeks to maximize total return through a combination of current income and capital appreciation by investing in a diversified bond portfolio, including corporate bonds, asset-backed securities, mortgage-backed securities, U.S. Treasuries, U.S. government agency debentures, and floating rate loans. Seix’s bottom-up focused, top-down aware investment approach seeks to provide superior risk-adjusted returns over a full market cycle, as well as competitive absolute and relative returns over shorter horizons.

KEY FEATURES
- **Expanded Fixed Income Exposure** — Seeks to provide income, quality, diversification, and liquidity across cross bond sectors and ‘plus’ sectors, such as high yield and global debt
- **Prudent Risk Management** — Strives to generate superior long-term risk-adjusted returns, which often entails risk reduction over the short term
- **Extensive Fundamental Research** — Combines macroeconomic and fundamental analysis to exploit inefficiencies in multiple sectors of the global fixed income marketplace

FUND INFORMATION

<table>
<thead>
<tr>
<th>Inception Date</th>
<th>12/30/97</th>
</tr>
</thead>
<tbody>
<tr>
<td>AUM ($ millions)</td>
<td>342.8</td>
</tr>
<tr>
<td>Number of Holdings</td>
<td>112</td>
</tr>
<tr>
<td>Dividends</td>
<td>Daily</td>
</tr>
<tr>
<td>Morningstar Category</td>
<td>Intermediate Core-Plus Bond</td>
</tr>
<tr>
<td>Lipper Category</td>
<td>Core Bond Funds</td>
</tr>
<tr>
<td>Index</td>
<td>Bloomberg Barclays U.S. Aggregate Bond Index</td>
</tr>
</tbody>
</table>

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

<table>
<thead>
<tr>
<th>Time Period</th>
<th>Fund Class I</th>
<th>Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>QTD</td>
<td>2.20</td>
<td>2.27</td>
</tr>
<tr>
<td>YTD</td>
<td>2.72</td>
<td>3.72</td>
</tr>
<tr>
<td>1 Year</td>
<td>8.52</td>
<td>9.37</td>
</tr>
<tr>
<td>3 Year</td>
<td>10.30</td>
<td>10.30</td>
</tr>
<tr>
<td>5 Year</td>
<td>2.92</td>
<td>2.92</td>
</tr>
<tr>
<td>10 Year</td>
<td>4.65</td>
<td>4.38</td>
</tr>
<tr>
<td>Since Inception</td>
<td>4.98</td>
<td></td>
</tr>
</tbody>
</table>

Perception 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 0.55%. The net expense ratio is 0.46%, which reflects a contractual expense reimbursement in effect through 4/30/2020.

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.

ANNUAL PERFORMANCE (%)

<table>
<thead>
<tr>
<th>Year</th>
<th>Fund</th>
<th>Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>-0.32</td>
<td>0.01</td>
</tr>
<tr>
<td>2017</td>
<td>2.67</td>
<td>3.54</td>
</tr>
<tr>
<td>2016</td>
<td>3.09</td>
<td>2.65</td>
</tr>
<tr>
<td>2015</td>
<td>0.19</td>
<td>0.55</td>
</tr>
<tr>
<td>2014</td>
<td>6.38</td>
<td>5.97</td>
</tr>
<tr>
<td>2013</td>
<td>-3.04</td>
<td>-2.02</td>
</tr>
<tr>
<td>2012</td>
<td>4.96</td>
<td>4.22</td>
</tr>
<tr>
<td>2011</td>
<td>9.79</td>
<td>7.84</td>
</tr>
<tr>
<td>2010</td>
<td>6.49</td>
<td>6.54</td>
</tr>
<tr>
<td>2009</td>
<td>7.22</td>
<td>5.93</td>
</tr>
</tbody>
</table>

GROWTH OF $10,000

This chart assumes an initial investment of $10,000 made on 12/30/1997. As of 9/30/2019 the fund value would have been $28,060.36. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.
INDEX DEFINITION

The Bloomberg Barclays U.S. Aggregate Bond Index measures the U.S. investment grade fixed rate bond market. The index is calculated on a total return basis. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

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.