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.

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

<table>
<thead>
<tr>
<th></th>
<th>NAV</th>
<th>POP</th>
<th>Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>QTD</td>
<td>-1.75</td>
<td>-1.75</td>
<td>-1.75</td>
</tr>
<tr>
<td>YTD</td>
<td>2.28</td>
<td>2.27</td>
<td>2.28</td>
</tr>
<tr>
<td>1 Year</td>
<td>6.92</td>
<td>6.92</td>
<td>6.92</td>
</tr>
<tr>
<td>3 Year</td>
<td>9.13</td>
<td>9.13</td>
<td>9.13</td>
</tr>
<tr>
<td>5 Year</td>
<td>10.40</td>
<td>10.40</td>
<td>10.40</td>
</tr>
<tr>
<td>10 Year</td>
<td>11.30</td>
<td>11.30</td>
<td>11.30</td>
</tr>
<tr>
<td>Since Inception</td>
<td>2.08</td>
<td>2.08</td>
<td>2.08</td>
</tr>
</tbody>
</table>

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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 0.85%. The net expense ratio is 0.70%, 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 A shares have a maximum sales charge of 3.75%. A contingent deferred sales charge of 0.50% may be imposed on certain redemptions within 18 months on purchases on which a finder's fee has been paid. POP (Public Offering Price) performance reflects the deduction of the maximum sales charge.

**ANNUAL PERFORMANCE (%)**

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>Fund</td>
<td>-0.48</td>
<td>2.42</td>
<td>2.79</td>
<td>-0.99</td>
<td>6.15</td>
<td>-3.33</td>
<td>4.67</td>
<td>9.49</td>
<td>6.15</td>
<td>6.83</td>
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<tr>
<td>Index</td>
<td>0.01</td>
<td>3.54</td>
<td>2.65</td>
<td>0.55</td>
<td>5.97</td>
<td>-2.02</td>
<td>4.22</td>
<td>7.84</td>
<td>6.54</td>
<td>5.93</td>
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**GROWTH OF $10,000**

This chart assumes an initial investment of $10,000 made on 1/25/2002. As of 9/30/2019 the fund value would have been $20,105.70. Fund performance assumes reinvestment of dividends and capital gain distributions and reflects a front end sales charge of 3.75%.

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**FUND INFORMATION**

<table>
<thead>
<tr>
<th></th>
<th>Ticker</th>
<th>CUSIP</th>
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<tbody>
<tr>
<td>A Shares</td>
<td>CBPSX</td>
<td>92837F805</td>
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<tr>
<td>I Shares</td>
<td>SAMFX</td>
<td>92837F870</td>
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<tr>
<td>R Shares</td>
<td>SCBLX</td>
<td>92837F889</td>
</tr>
<tr>
<td>R6 Shares</td>
<td>SAMZX</td>
<td>92837F862</td>
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</table>

**INVESTMENT ADVISER**

Virtus Fund Advisers, LLC

**INVESTMENT SUBADVISER**

Seix Investment Advisors is an investment management boutique focused exclusively on managing fixed income securities since 1992. Seix seeks to generate competitive absolute and relative risk-adjusted returns over the full market cycle through a bottom-up focused, top-down aware process. Seix employs multi-dimensional approaches based on strict portfolio construction methodology, sell disciplines and trading strategies with prudent risk management as a cornerstone.

**PORTFOLIO MANAGERS**

- James F. Keegan  
  Industry start date: 1982  
  Start date as Fund Portfolio Manager: 2008

- Perry Troisi  
  Industry start date: 1986  
  Start date as Fund Portfolio Manager: 2002

- Michael Rieger  
  Industry start date: 1986  
  Start date as Fund Portfolio Manager: 2007

- Seth Antiles, Ph.D.  
  Industry start date: 1994  
  Start date as Fund Portfolio Manager: 2007

- Carlos Catoya  
  Industry start date: 1987  
  Start date as Fund Portfolio Manager: 2015

- Jonathan Yozzo  
  Industry start date: 1991  
  Start date as Fund Portfolio Manager: 2015
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.

GLOSSARY

Effective Duration: The change in the value of a fixed income security that will result from a 1% change in interest rates while taking into account the way changes in rates will affect the expected cash flows of any bond with an embedded option such as call or prepayment option. This measure assigns a probability to a exercise of a call option, where applicable, based on specified shifts in the yield curve. Duration is expressed as a number of years, and generally, the larger the duration, the greater the interest rate risk or reward for a portfolio's underlying bond prices.

Weighted Average Maturity: The length of time until the average security in a fund will mature, be redeemed, called by its issuer, or paid down over time, which is the case with most securitized assets. It is a measure of credit and interest rate risk. The investor should be aware that the index is unmanaged, and its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

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