

December 31, 2017

Virtus Ceredex Large-Cap Value Equity Fund

Virtus Ceredex Mid-Cap Value Equity Fund

Virtus Ceredex Small-Cap Value Equity Fund

Virtus Silvant Large-Cap Growth Stock Fund

Virtus Silvant Small-Cap Growth Stock Fund

Virtus WCM International Equity Fund

Virtus Zevenbergen Innovative Growth Stock Fund

Virtus Conservative Allocation Strategy Fund

Virtus Growth Allocation Strategy Fund

**Not FDIC Insured
No Bank Guarantee
May Lose Value**



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Proxy Voting Procedures and Voting Record (Form N-PX)

The subadvisers vote proxies relating to portfolio securities in accordance with procedures that have been approved by the Board of Trustees of the Trust (“Trustees”, or the “Board”). You may obtain a description of these procedures, along with information regarding how the Funds voted proxies during the most recent 12-month period ended June 30, free of charge, by calling toll-free 1-800-243-1574. This information is also available through the Securities and Exchange Commission’s (the “SEC”) website at <http://www.sec.gov>.

Form N-Q Information

The Trust files a complete schedule of portfolio holdings for each Fund with the SEC for the first and third quarters of each fiscal year on Form N-Q. Form N-Q is available on the SEC’s website at <http://www.sec.gov>. Form N-Q may be reviewed and copied at the SEC’s Public Reference Room. Information on the operation of the SEC’s Public Reference Room can be obtained by calling toll-free 1-800-SEC-0330.

MESSAGE TO SHAREHOLDERS

To My Fellow Shareholders of Virtus Mutual Funds:



I am pleased to present this annual report that reviews the performance of your fund for the nine months ended December 31, 2017, which is the end of the fund's new fiscal year. The fund's last annual report was for the former fiscal year that ended March 31, 2017.

Economic growth and strong corporate earnings were driving forces in the U.S. in 2017, capped off by the sweeping tax overhaul signed into law at year-end, which fueled optimism further. The Federal Reserve, buoyed by a steadily strengthening economy, raised interest rates three times over the course of the year, and began the process of unwinding its balance sheet debt accumulated since the Financial Crisis of 2008 — a clear signal that it believes the U.S. has resumed a growth path. Outside the U.S., global growth also strengthened, with other major central banks preparing to taper their own stimulus policies.

Over the period, the favorable investment backdrop lifted major U.S. equity markets to new all-time highs with near-record low volatility. For the nine months ended December 31, 2017, large-cap stocks, as measured by the S&P 500[®] Index, returned 14.86%, outpacing small-cap stocks, which returned 11.89%, as measured by the Russell 2000[®] Index. Within international equities, emerging markets led their developed peers, with the MSCI Emerging Markets Index (net) up 23.18%, compared with the MSCI EAFE[®] Index (net), which returned 16.59%.

Demand for U.S. Treasuries remained strong, driven by foreign investors who favored their yield advantage and credit quality over many foreign government bonds. On December 31, 2017, the yield on the benchmark 10-year U.S. Treasury was 2.40%, the same as it was nine months earlier (March 31, 2017). The broader U.S. fixed income market, as represented by the Bloomberg Barclays U.S. Aggregate Bond Index, which tracks Treasuries and other investment-grade debt securities, increased 2.70% for the nine months, while non-investment grade bonds gained 4.68%, as measured by the Bloomberg Barclays U.S. Corporate High Yield Bond Index.

Market uncertainty is an ever-present reminder of the importance of portfolio diversification, including exposure to traditional and alternative asset classes. While diversification cannot guarantee a profit or prevent a loss, owning a variety of asset classes may cushion your portfolio against inevitable market fluctuations. Your financial advisor can help you ensure that your portfolio is adequately diversified across asset classes and investment strategies, with a broad array of Virtus Funds available through your fund exchange privileges. These include distinctive equity, fixed income, international, and asset allocation funds from Virtus affiliates and select subadvisers. We invite you to learn more about the growing family of managers and funds at Virtus.com.

On behalf of our investment affiliates, thank you for entrusting the Virtus Funds with your assets. Should you have questions about your account or require assistance, please visit Virtus.com, or call our customer service team at 1-800-243-1574. We appreciate your business and remain committed to your long-term financial success.

Sincerely,



George R. Aylward
President, Virtus Mutual Funds
February 2018

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 above.

VIRTUS ASSET TRUST
Disclosure of Fund Expenses (Unaudited)
For the six-month period of July 01, 2017 to December 31, 2017

We believe it is important for you to understand the impact of costs on your investment. All mutual funds have operating expenses. As a shareholder of a Virtus Asset Trust Fund (each, a "Fund"), you may incur two types of costs: (1) transaction costs, including sales charges on purchases of Class A shares and contingent deferred sales charges on Class C shares; and (2) ongoing costs, including investment advisory fees, distribution and service fees, and other expenses. Class I shares and Class R6 shares are sold without sales charges and do not incur distribution and service fees. For further information regarding applicable sales charges, see Note 1 in the Notes to Financial Statements. These examples are intended to help you understand your ongoing costs (in dollars) of investing in a Fund and to compare these costs with the ongoing costs of investing in other mutual funds. These examples are based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period. The Annualized Expense Ratios may be different from the expense ratios in the Financial Highlights which is for the fiscal year ended December 31, 2017. The following Expense Table illustrates your Fund's costs in two ways.

Actual Expenses

The table below provides information about actual account values and actual expenses. You may use the information below, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

	Beginning Account Value 07/01/17	Ending Account value 12/31/17	Expenses Paid During Period	Expense Ratio During Period*
Ceredex Large-Cap Value Equity Fund				
Class A	\$1,000.00	\$1,097.50	\$ 6.56	1.24%
Class C	1,000.00	1,094.50	9.08	1.72
Class I	1,000.00	1,099.20	5.13	0.97
Class R6**	1,000.00	1,100.40	3.81	0.72
Ceredex Mid-Cap Value Equity Fund				
Class A	1,000.00	1,044.20	7.11	1.38
Class C	1,000.00	1,041.80	9.21	1.79
Class I	1,000.00	1,046.90	5.21	1.01
Class R6**	1,000.00	1,048.20	4.08	0.79
Ceredex Small-Cap Value Equity Fund				
Class A	1,000.00	1,113.90	7.78	1.46
Class C	1,000.00	1,110.90	10.11	1.90
Class I	1,000.00	1,115.10	6.45	1.21
Silvant Large-Cap Growth Stock Fund				
Class A	1,000.00	1,131.70	6.66	1.24
Class C	1,000.00	1,129.20	10.20	1.90
Class I	1,000.00	1,134.60	5.22	0.97
Class R6**	1,000.00	1,138.20	4.85	0.90
Silvant Small-Cap Growth Stock Fund				
Class A	1,000.00	1,076.20	7.48	1.43
Class C	1,000.00	1,075.90	10.88	2.08
Class I	1,000.00	1,077.30	6.81	1.30
WCM International Equity Fund				
Class A	1,000.00	1,096.70	7.50	1.42
Class I	1,000.00	1,097.50	6.34	1.20
Class R6**	1,000.00	1,098.50	5.82	1.10
Zevenbergen Innovative Growth Stock Fund				
Class A	1,000.00	1,074.80	8.00	1.53
Class I	1,000.00	1,075.90	6.91	1.32
Conservative Allocation Strategy Fund				
Class A	1,000.00	1,040.80	3.09	0.60
Class C	1,000.00	1,037.00	6.67	1.30
Class I	1,000.00	1,042.40	1.54	0.30
Growth Allocation Strategy Fund				
Class A	1,000.00	1,076.40	3.61	0.69
Class C	1,000.00	1,073.10	6.79	1.30
Class I	1,000.00	1,077.90	2.62	0.50

* Expenses are equal to the Fund's annualized expense ratio, which is net of waived fees and reimbursed expenses, if applicable, multiplied by the average account value over the period, multiplied by the number of days (184) expenses were accrued in the most recent fiscal half-year, then divided by 365 to reflect the one-half year period.

** On September 18, 2017, Class IS shares were renamed Class R6 shares.

VIRTUS ASSET TRUST
Disclosure of Fund Expenses (Unaudited) (Continued)
For the six-month period of July 01, 2017 to December 31, 2017

Hypothetical Example for Comparison Purposes

The table below provides information about hypothetical account values and hypothetical expenses based on each Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not your Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the accompanying table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges or contingent deferred sales charges. Therefore, the second section of the accompanying table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher. The calculations assume no shares were bought or sold during the period. Your actual costs may have been higher or lower, depending on the amount of your investment and the timing of any purchases or redemptions.

	Beginning Account Value 07/01/17	Ending Account value 12/31/17	Expenses Paid During Period	Expense Ratio During Period*
Ceredex Large-Cap Value Equity Fund				
Class A	\$1,000.00	\$1,018.96	\$ 6.31	1.24%
Class C	1,000.00	1,016.54	8.74	1.72
Class I	1,000.00	1,020.32	4.94	0.97
Class R6**	1,000.00	1,021.58	3.67	0.72
Ceredex Mid-Cap Value Equity Fund				
Class A	1,000.00	1,018.25	7.02	1.38
Class C	1,000.00	1,016.18	9.10	1.79
Class I	1,000.00	1,020.11	5.14	1.01
Class R6**	1,000.00	1,021.22	4.02	0.79
Ceredex Small-Cap Value Equity Fund				
Class A	1,000.00	1,017.85	7.43	1.46
Class C	1,000.00	1,015.63	9.65	1.90
Class I	1,000.00	1,019.11	6.16	1.21
Silvant Large-Cap Growth Stock Fund				
Class A	1,000.00	1,018.96	6.31	1.24
Class C	1,000.00	1,015.63	9.65	1.90
Class I	1,000.00	1,020.32	4.94	0.97
Class R6**	1,000.00	1,020.67	4.58	0.90
Silvant Small-Cap Growth Stock Fund				
Class A	1,000.00	1,018.00	7.27	1.43
Class C	1,000.00	1,014.72	10.56	2.08
Class I	1,000.00	1,018.65	6.61	1.30
WCM International Equity Fund				
Class A	1,000.00	1,018.05	7.22	1.42
Class I	1,000.00	1,019.16	6.11	1.20
Class R6**	1,000.00	1,019.66	5.60	1.10
Zevenbergen Innovative Growth Stock Fund				
Class A	1,000.00	1,017.49	7.78	1.53
Class I	1,000.00	1,018.55	6.72	1.32
Conservative Allocation Strategy Fund				
Class A	1,000.00	1,022.18	3.06	0.60
Class C	1,000.00	1,018.65	6.61	1.30
Class I	1,000.00	1,023.69	1.53	0.30
Growth Allocation Strategy Fund				
Class A	1,000.00	1,021.73	3.52	0.69
Class C	1,000.00	1,018.65	6.61	1.30
Class I	1,000.00	1,022.69	2.55	0.50

* Expenses are equal to the Fund's annualized expense ratio, which is net of waived fees and reimbursed expenses, if applicable, multiplied by the average account value over the period, multiplied by the number of days (184) expenses were accrued in the most recent fiscal half-year, then divided by 365 to reflect the one-half year period.

** On September 18, 2017, Class IS shares were renamed Class R6 shares.

For Funds which may invest in other funds, the annualized expense ratios noted above do not reflect fees and expenses associated with the underlying funds. If such fees and expenses had been included, the expenses would have been higher.

You can find more information about the Funds' expenses in the Financial Statements section that follows. For additional information on operating expenses and other shareholder costs, refer to the prospectus.

KEY INVESTMENT TERMS

American Depositary Receipt (ADR)

Represents shares of foreign companies traded in U.S. dollars on U.S. exchanges that are held by a U.S. bank or a trust. Foreign companies use ADRs in order to make it easier for Americans to buy their shares.

Bloomberg Barclays U.S. Aggregate Bond Index

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 it is not available for direct investment.

Bloomberg Barclays U.S. Corporate High Yield Bond Index

The Bloomberg Barclays U.S. Corporate High Yield Bond Index measures the U.S. dollar-denominated, high yield, fixed-rate corporate 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 it is not available for direct investment.

Exchange-Traded Fund (ETF)

An open-end fund that is traded on a stock exchange. Most ETFs have a portfolio of stocks or bonds that track a specific market index.

Federal Reserve (the "Fed")

The Central Bank of the United States, responsible for controlling the money supply, interest rates and credit with the goal of keeping the U.S. economy and currency stable. Governed by a seven-member board, the system includes 12 regional Federal Reserve Banks, 25 branches and all national and state banks that are part of the system.

Financial Crisis of 2008

The Financial Crisis of 2008, also known as the Global Financial Crisis or Financial Crisis of 2007-2008, is considered by many economists to have been the worst financial and economic crisis since the Great Depression that lasted from 1929 to 1941. The Crisis began in 2007 with a crisis in the subprime mortgage market in the U.S., and it developed into an international banking crisis with the collapse of the investment bank Lehman Brothers in September of 2008. Although bail-outs of financial institutions as well as monetary and fiscal policies were put into place throughout the world to mitigate its impact, the Crisis led to the global economic downturn commonly referred to as the Great Recession. During the Crisis and through the Great Recession that followed, housing prices fell drastically and unemployment rose, leading to legislation designed to promote financial stability such as the Dodd-Frank Act in the U.S. and efforts by various central banks to stimulate their countries' economies.

Gross Domestic Product (GDP)

The GDP represents the market value of all goods and services produced by the economy during the period measured, including personal consumption, government purchases, private inventories, paid-in construction costs, and the foreign trade balance.

London Interbank Offered Rate (LIBOR)

A benchmark rate that some of the world's leading banks charge each other for short-term loans and that serves as the first step to calculating interest rates on various loans throughout the world.

MSCI All Country World ex USA Index

The MSCI All Country World ex USA Index (net) is a free float-adjusted market capitalization-weighted index that measures equity performance of developed and emerging markets, excluding the United States. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

MSCI EAFE[®] Index (net)

The MSCI EAFE[®] (Europe, Australasia, Far East) Index (net) is a free float-adjusted market capitalization-weighted index that measures developed market equity performance, excluding the U.S. and Canada. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and it is not available for direct investment.

MSCI Emerging Markets Index (net)

The MSCI Emerging Markets Index (net) is a free float-adjusted market capitalization-weighted index designed to measure equity market performance in the global emerging markets. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and it is not available for direct investment.

Non-Manufacturing ISM[®] Report On Business[®]

The Non-Manufacturing Report On Business[®], put out by the Institute for Supply Management[™] (ISM[®]), provides overall insight to the services area of the economy that represents over 80 percent of Gross Domestic Product (GDP). It has been in existence since June 1998, and is released the third business day of the month.

Real Estate Investment Trust (REIT)

A publicly traded company that owns, develops and operates income-producing real estate such as apartments, office buildings, hotels, shopping centers and other commercial properties.

Russell 1000[®] Growth Index

The Russell 1000[®] Growth Index is a market capitalization-weighted index of growth-oriented stocks of the 1,000 largest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Russell 1000[®] Value Index

The Russell 1000[®] Value Index is a market capitalization-weighted index of value-oriented stocks of the 1,000 largest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Russell 2000[®] Growth Index

The Russell 2000[®] Growth Index is a market capitalization-weighted index of growth-oriented stocks of the smallest 2,000 companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Russell 2000[®] Index

The Russell 2000[®] Index is a market capitalization-weighted index of the 2,000 smallest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and it is not available for direct investment.

Russell 2000[®] Value Index

The Russell 2000[®] Value Index is a market capitalization-weighted index of value-oriented stocks of the smallest 2,000 companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Russell 3000[®] Growth Index

The Russell 3000[®] Growth Index is a market capitalization-weighted index of growth-oriented stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Russell Midcap[®] Index

The Russell Midcap[®] Index is a market capitalization-weighted index of medium-capitalization stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and it is not available for direct investment.

Russell Midcap[®] Value Index

The Russell Midcap[®] Value Index is a market capitalization-weighted index of medium-capitalization, value-oriented stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

S&P 500[®] Index

The S&P 500[®] Index is a free-float market capitalization-weighted index of 500 of the largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and it is not available for direct investment.

Sponsored ADR

An ADR which is issued with the cooperation of the company whose stock will underlie the ADR. Sponsored ADRs generally carry the same rights normally given to stockholders, such as voting rights. ADRs must be sponsored to be able to trade on a major U.S. exchange such as the New York Stock Exchange.

Virtus Ceredex Large-Cap Value Equity Fund

Fund Summary (Unaudited)

Ticker Symbols:

Class A: SVIIX

Class C: SVIFX

Class I: STVTX

Class R6: STVZX

Portfolio Manager Commentary by Ceredex Value Advisors LLC

The Fund is diversified and has an investment objective of seeking to provide a high level of capital appreciation. As a secondary goal, the Fund also seeks to provide current income. *There is no guarantee that the Fund will meet its objectives.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 12.14%*, Class C shares returned 11.76%*, Class I shares returned 12.42%*, and Class R6 Shares returned 12.60%*. For the same period, the Russell 1000® Value Index, the Fund's style-specific benchmark appropriate for comparison, returned 10.07%*.

* Returns less than 1 year are not annualized.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

The nine-month fiscal period was a strong environment for the U.S. stock market overall. Large-cap stocks outperformed their smaller-capitalization counterparts, with the Russell 1000® Value Index up 10.07% versus the Russell 2000® Value Index return of 7.98%. Growth stocks continued to outpace value stocks, with the Russell 1000® Growth Index up 19.56% and the Russell 2000® Growth Index advancing 15.96% for the nine months.

During the fiscal period, the best performing sectors in the Russell 1000® Value Index were financials, information technology, and materials. There was broad strength across all economic sectors. The only sector to provide negative returns during the fiscal period was telecommunication services.

During the period, the U.S. Congress was finally able to pass highly anticipated tax reform legislation. The passage of the bill provided uplift to the equity markets, as investors believed the bill would translate into increased earnings for corporations and higher economic activity. The market reacted positively to the new law.

What factors affected the Fund's performance during its fiscal period?

The Fund outperformed the Russell 1000® Value Index for the nine-month period ended December 31, 2017. The outperformance was driven by strong stock selection in the industrials and real estate sectors. Negative stock selection in consumer staples and materials detracted from performance. The Fund had an overweight position in the information technology and materials sectors, which proved additive to investment results.

For the reporting period, the largest contributors to performance were Abbott Laboratories and Microsoft Corporation.

- Abbott was able to overcome negative investor sentiment that arose from completing two large deals. The company launched new products during the period to reinvigorate growth.
- Microsoft continued to execute its business plan, and growth at its Azure cloud computing platform outpaced investor expectations. This growth manifested itself in higher margins and earnings for the company.

The largest detractors from performance were General Electric Company and Allergan Plc.

- GE was downgraded by equity analysts due to concerns over the company's dividend, along with a decline in profitability at its core power business that stemmed from overcapacity in gas turbines.
- Allergan underperformed after the company was unable to extend patent protection for its Restasis drug. Additionally, Allergan's equity ownership stake in Teva Pharmaceuticals suffered a decline in value during the period, which negatively affected Allergan's balance sheet.

The preceding information is the opinion of portfolio management only through the end of the period stated on the cover. Any such opinions are subject to change at any time based upon market or other conditions and should not be relied upon as investment advice. Past performance is no guarantee of future results, and there is no guarantee that market forecasts will be realized.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Ceredex Large-Cap Value Equity Fund

Equity Securities: *Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.*

Prospectus: *For additional information on risks, please see the fund's prospectus.*

Value Stocks: *Value stocks are subject to the risk that the broad market may not recognize their intrinsic value.*

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Financials	21%
Information Technology	14
Industrials	14
Energy	13
Health Care	10
Materials	9
Consumer Staples	8
Other (includes short-term investment)	<u>11</u>
Total	100%

Virtus Ceredex Large-Cap Value Equity Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years	Since inception	Inception date
Class A Shares at NAV ²	15.90%	13.47%	7.81%	— %	—
Class A Shares at POP ^{3,4}	9.23	12.13	7.17	—	—
Class C Shares at NAV and with CDSC ^{2,4}	15.38	12.92	7.18	—	—
Class I Shares at NAV ²	16.23	13.79	8.12	—	—
Class R6 Shares at NAV ²	16.53	—	—	9.80	8/1/14
Russell 1000 [®] Value Index	13.66	14.04	7.10	9.69	—

Fund Expense Ratios⁵: A Shares: Gross 1.31%, Net 1.25%; C Shares: Gross 1.87%, Net 1.73%; I Shares: Gross 1.08%, Net 0.98%; R6 Shares: Gross 0.86%, Net 0.73%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

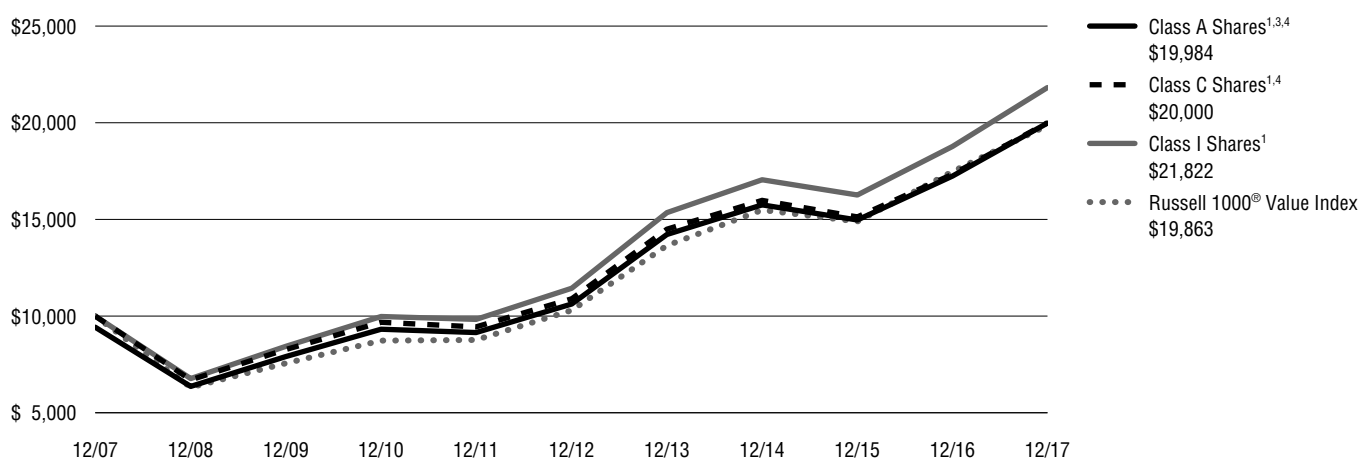
³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Ceredex Mid-Cap Value Equity Fund

Fund Summary (Unaudited)

Ticker Symbols:
Class A: SAMVX
Class C: SMVFX
Class I: SMVTX
Class R6: SMVZX

Portfolio Manager Commentary by Ceredex Value Advisors LLC

The Fund is diversified and has an investment objective of seeking to provide a high level of capital appreciation. As a secondary goal, the Fund also seeks to provide current income. *There is no guarantee that the Fund will meet its objectives.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 5.87%*, Class C shares returned 5.59%*†, Class I shares returned 6.21%*, and Class R6 Shares returned 6.41%*. For the same period, the Russell Midcap® Value Index, the Fund's style-specific benchmark appropriate for comparison, returned 9.24%*.

* Returns less than 1 year are not annualized.

† See footnote 5 on page 11.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

The nine-month fiscal period was a strong environment for the U.S. stock market overall. Large-cap stocks outperformed their smaller-capitalization counterparts, with the Russell 1000® Value Index up 10.07% versus the Russell 2000® Value Index return of 7.98%. Growth stocks continued to outpace value stocks, with the Russell 1000® Growth Index up 19.56% and the Russell 2000® Growth Index advancing 15.96% for the nine months. The Russell Midcap® Value Index returned 9.24%, besting its small-cap peers but falling short of large caps.

During the fiscal period, the best performing sectors in the Russell Midcap® Value Index were materials, industrials, and financials. There was broad strength across all economic sectors. The only sector to provide negative returns during the fiscal period was telecommunication services.

During the period, the U.S. Congress was finally able to pass highly anticipated tax reform legislation. The passage of the bill provided uplift to the equity markets, as investors believed the bill would translate into increased earnings for corporations and higher economic activity. The market reacted positively to the new law.

What factors affected the Fund's performance during its fiscal period?

The Fund underperformed the Russell Midcap® Value Index for the nine-month period ended December 31, 2017. The underperformance was driven by weak stock selection in the consumer discretionary and materials sectors. However, positive stock selection in consumer staples and materials helped to offset the results. The Fund had an overweight position in the health care and materials sectors, which proved beneficial during the fiscal period.

For the reporting period, the largest contributors to performance were Regal Entertainment Group and Progressive Corporation.

- Regal outperformed as the company received a takeover offer from a U.K. theater operator.
- Progressive benefitted from adapting to reduced profitability trends better than its insurance industry peers. Additionally, the company was able to raise premiums in order to achieve higher margins and revenue growth.

The largest detractors from performance were Mattel, Inc. and SCANA Corporation.

- Mattel was downgraded by equity analysts due to deteriorating company fundamentals and the elimination of its dividend.
- SCANA underperformed as its shuttered VC Summer nuclear plant drew scrutiny from South Carolina legislators and federal regulators. The utility may be required to refund customers for the rates they paid for power from the nuclear plant.

The preceding information is the opinion of portfolio management only through the end of the period stated on the cover. Any such opinions are subject to change at any time based upon market or other conditions and should not be relied upon as investment advice. Past performance is no guarantee of future results, and there is no guarantee that market forecasts will be realized.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Ceredex Mid-Cap Value Equity Fund

Equity Securities: Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.

Mid-Capitalization Stocks: Mid-capitalization stocks typically carry additional risks since mid-cap companies generally have a higher risk of failure.

Prospectus: For additional information on risks, please see the fund's prospectus.

Value Stocks: Value stocks are subject to the risk that the broad market may not recognize their intrinsic value.

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Financials	16%
Real Estate	14
Industrials	11
Energy	11
Health Care	11
Materials	9
Utilities	8
Other (includes short-term investment)	<u>20</u>
Total	100%

Virtus Ceredex Mid-Cap Value Equity Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years	Since inception	Inception date
Class A Shares at NAV²	11.23%	12.60%	9.43%	— %	—
Class A Shares at POP^{3,4}	4.83	11.27	8.79	—	—
Class C Shares at NAV and with CDSC^{2,4,5}	10.81	12.17	8.85	—	—
Class I Shares at NAV²	11.68	12.94	9.76	—	—
Class R6 Shares at NAV²	11.98	—	—	9.26	8/1/14
Russell Midcap[®] Value Index	13.34	14.68	9.10	9.89	—

Fund Expense Ratios⁶: A Shares: Gross 1.38%, Net 1.38%; C Shares: Gross 1.95%, Net 1.80%; I Shares: Gross 1.10%, Net 1.09%; R6 Shares: Gross 0.93%, Net 0.80%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

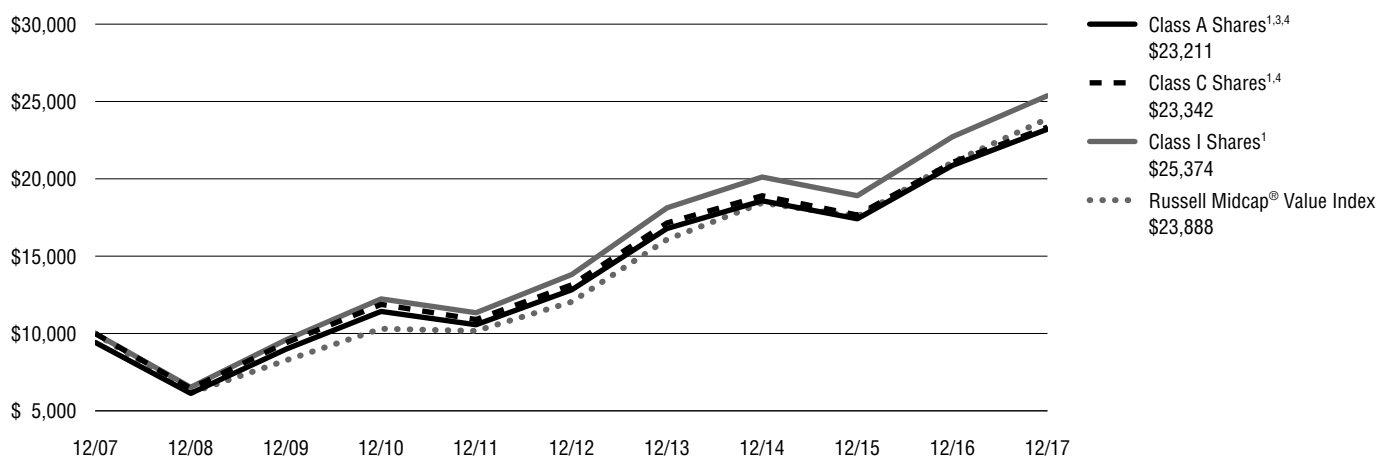
⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ Total Return for the report period presented in the table differs from the return in the Financial Highlights. The total return presented in the above table is calculated based on the NAV at which shareholder transactions were processed. The total return presented in the Financial Highlights section of the report is calculated in the same manner, but also takes into account certain adjustments that are necessary under generally accepted accounting principals required in the annual report and semiannual report.

⁶ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Ceredex Small-Cap Value Equity Fund

Fund Summary (Unaudited)

Portfolio Manager Commentary by Ceredex Value Advisors LLC

The Fund is diversified and has an investment objective of seeking to provide capital appreciation. As a secondary goal, the Fund also seeks to provide current income. *There is no guarantee that the Fund will meet its objectives.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 8.74%*, Class C shares returned 8.28%*, and Class I shares returned 8.85%*†. For the same period, the Russell 2000® Value Index, the Fund's style-specific benchmark appropriate for comparison, returned 7.98%*.

* Returns less than 1 year are not annualized.

† See footnote 5 on page 14.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

The nine-month fiscal period was a strong environment for the U.S. stock market overall. Large-cap stocks outperformed their smaller-capitalization counterparts, with the Russell 1000® Value Index up 10.07% versus the Russell 2000® Value Index return of 7.98%. Growth stocks continued to outpace value stocks, with the Russell 1000® Growth Index up 19.56% and the Russell 2000® Growth Index advancing 15.96% for the nine months.

During the fiscal period, the best performing sectors in the Russell 2000® Value Index were industrials, health care, and consumer discretionary. There was broad strength across all economic sectors. The only sectors to provide negative returns during the fiscal period were energy and telecommunication services.

During the period, the U.S. Congress was finally able to pass highly anticipated tax reform legislation. The passage of the bill provided uplift to the equity markets, as investors believed the bill would translate into increased earnings for corporations and higher economic activity. The market reacted positively to the new law.

What factors affected the Fund's performance during its fiscal period?

The Fund outperformed the Russell 2000® Value Index for the nine-month period ended December 31, 2017. The outperformance was driven by strong stock selection in the financials and utilities sectors. Negative stock selection in consumer discretionary and real estate detracted from performance. The Fund had an overweight position in industrials and an underweight position to energy, which provided additional uplift.

For the reporting period, the largest contributors to performance were Guess?, Inc. and American Eagle Outfitters, Inc.

- Guess outperformed a very difficult retail environment as investors appreciated the international business segment, where conditions improved faster than domestic peers.
- American Eagle benefitted from evidence of an improved fundamental outlook plus expectations that tax reform would assist in lifting earnings.

The largest detractors from performance were Chico's FAS, Inc. and AMC Entertainment Holdings, Inc.

- Chico's was unable to post positive returns due to deterioration of market share and limited confidence in management's ability to implement a cost-cutting strategy.
- AMC underperformed as investors became concerned about a worsening fundamental outlook and the high amount of leverage on the company's balance sheet.

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Virtus Ceredex Small-Cap Value Equity Fund

Equity Securities: Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.

Prospectus: For additional information on risks, please see the fund's prospectus.

Small-Capitalization Stocks: Small-capitalization stocks typically carry additional risks since smaller companies generally have a higher risk of failure.

Technology Concentration: Because the fund is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification.

Value Stocks: Value stocks are subject to the risk that the broad market may not recognize their intrinsic value.

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Industrials	31%
Consumer Discretionary	22
Financials	12
Real Estate	11
Consumer Staples	10
Health Care	6
Information Technology	3
Other (includes short-term investment)	5
Total	<u>100%</u>

Virtus Ceredex Small-Cap Value Equity Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years
Class A Shares at NAV²	10.05%	12.75%	9.19%
Class A Shares at POP^{3,4}	3.72	11.43	8.54
Class C Shares at NAV and with CDSC^{2,4}	9.62	12.32	8.66
Class I Shares at NAV^{2,5}	10.29	13.09	9.50
Russell 2000[®] Value Index	7.84	13.01	8.17

Fund Expense Ratios⁶: A Shares: Gross 1.48%, Net 1.48%; C Shares: Gross 2.05%, Net 1.90%; I Shares: Gross 1.23%, Net 1.23%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase.

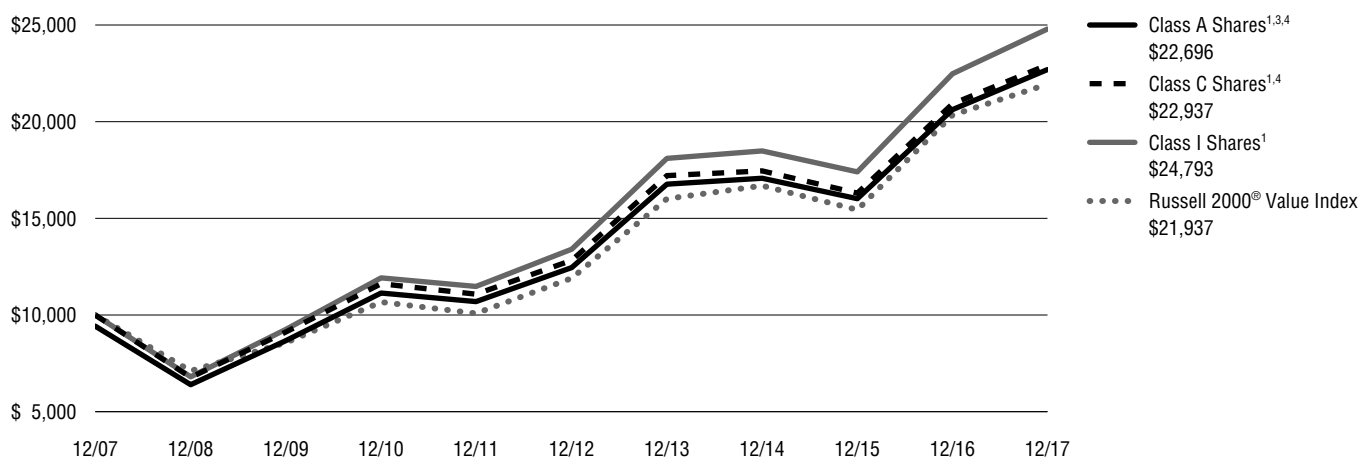
CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ Total Return for the report period presented in the table differs from the return in the Financial Highlights. The total return presented in the above table is calculated based on the NAV at which shareholder transactions were processed. The total return presented in the Financial Highlights section of the report is calculated in the same manner, but also takes into account certain adjustments that are necessary under generally accepted accounting principals required in the annual report and semiannual report.

⁶ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Silvant Large-Cap Growth Stock Fund

Fund Summary (Unaudited)

Ticker Symbols:
Class A: STCIX
Class C: STCFX
Class I: STCAX
Class R6: STCZX

Portfolio Manager Commentary by Silvant Capital Management LLC

The Fund is diversified and has an investment objective of seeking to provide capital appreciation. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 17.88%*, Class C shares returned 17.32%*, Class I shares returned 18.04%*, and Class R6 Shares returned 18.53%*. For the same period, the Russell 1000® Growth Index, the Fund's style-specific benchmark appropriate for comparison, returned 19.56%*.

* Returns less than 1 year are not annualized.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

Large-capitalization growth stocks rose in each of the three fiscal quarters, marking a continuation of the equity bull market that began after the Financial Crisis of 2008. Furthermore, large-cap growth stocks outperformed their small-cap peers by more than 3.50% as measured by the Russell 1000® Growth Index and the Russell 2000® Growth Index.

During the nine-month period, investors witnessed a continued rise in the stock market despite multiple negative factors, including: Federal Reserve (Fed) rate hikes, saber rattling by North Korea, domestic political uncertainty, overvalued equities, destruction by hurricanes, terrorism, the possible breakup of Spain and Catalonia, withdrawal of the U.K. from the European Union (Brexit), and more. These factors provided a tall "wall of worry." But despite the headwinds, investors saw surprising synchronized global economic growth as measured by the Non-Manufacturing ISM® Report On Business®. For both developed and emerging market economies, the index was on the upswing and showed economic expansion for all of 2017. Additionally, interest rates remained low across the globe, with U.S. wages moving higher. Other positive factors included continued low global inflation and the recent passage of tax cuts in the U.S.

What factors affected the Fund's performance during its fiscal period?

The Fund gained 18.0% for the fiscal nine-month period, underperforming its benchmark, the Russell 1000® Growth Index, by 1.50%. Stock selection within the health care and industrials sectors was the main cause of the underperformance.

Within the health care sector, Allergan, a pharmaceutical company, reported a good second quarter in August of 2017 with a 1% increase in earnings guidance. However, the stock declined on concerns about the company's patents for Restasis, its dry eye drug. After generic competitors challenged the patents, the company found a creative loophole to protect the patents by transferring them to the Mohawk Indian Tribe and filing under sovereign immunity. This was viewed by the market as a desperate measure, and the stock price suffered. The move also brought public criticism from Washington, D.C., and in October 2017, all four Restasis patents were invalidated. The stock declined 27% over the nine-month period, and we sold the position.

Within industrials, the Fund was hindered by not owning Boeing, which gained more than 70% during the period. In addition, a decline in the stock price of HD Supply Holdings detracted from relative returns.

HD Supply, an industrial distributor, fell on lower-than-expected earnings and revenue in the second quarter of 2017. The Fund had held the stock since its initial public offering in 2013, after Home Depot spun off the business. The company had a track record of generating solid cash flow and consistently paying down its debt. However, company management decided to sell the Waterworks unit, which had provided approximately one third of HD's revenue. The company also announced that the divestiture would be dilutive to future earnings, which put additional pressure on the stock. In light of these issues, the stock was sold.

The Fund had solid stock selection within the consumer staples and technology sectors, with both sectors gaining more than 25% over the nine months ended December 31, 2017.

Consumer staples stock Blue Buffalo, a pet food company, rose as the company increased its network of distributors and in particular gained access to Walmart. The other staples stock that performed especially well was Estee Lauder. Estee's mergers and acquisitions (M&A) strategy of acquiring younger brands and increasing

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Silvant Large-Cap Growth Stock Fund

distribution into additional sales channels like Ulta Beauty stores is working well, leading to strong business fundamentals which have significantly exceeded investor expectations. During its most recent earnings announcement, Estee increased its fiscal second quarter sales and earnings guidance, as well as guidance for 2018 sales and earnings.

The Fund's technology holdings also added value for shareholders. Thirteen different technology stocks gained more than 20% during the last nine months, with Universal Display Corporation being the best performer. United Display holds patents for manufacturing and processing the next generation of digital displays. Products made licensing these patents increase the sharpness of display screens with better color while reducing power consumption. The company's business metrics continued to exceed investor expectations as more companies adopted its technology during the period.

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Equity Securities: *Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.*

Growth Stocks: *Growth stocks are typically sensitive to market movements because their market prices tend to reflect future expectations. When it appears those expectations will not be met, the prices of growth stocks typically fall.*

Prospectus: *For additional information on risks, please see the fund's prospectus.*

Technology Concentration: *Because the fund is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification.*

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Information Technology	42%
Consumer Discretionary	16
Health Care	12
Industrials	12
Financials	6
Consumer Staples	5
Energy	1
Other (includes short-term investment)	6
Total	100%

Virtus Silvant Large-Cap Growth Stock Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years	Since inception	Inception date
Class A Shares at NAV ²	26.87%	14.01%	7.83%	— %	—
Class A Shares at POP ^{3,4}	19.57	12.67	7.19	—	—
Class C Shares at NAV and with CDSC ^{2,4}	26.35	13.29	7.11	—	—
Class I Shares at NAV ²	27.32	14.29	8.12	—	—
Class R6 Shares at NAV ²	27.67	—	—	10.71	8/1/14
Russell 1000 [®] Growth Index	30.21	17.33	10.00	14.66	—

Fund Expense Ratios⁵: A Shares: Gross 1.33%, Net 1.23%; C Shares: Gross 2.05%, Net 1.90%; I Shares: Gross 1.23%, Net 0.97%; R6 Shares: Gross 1.05%, Net 0.90%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

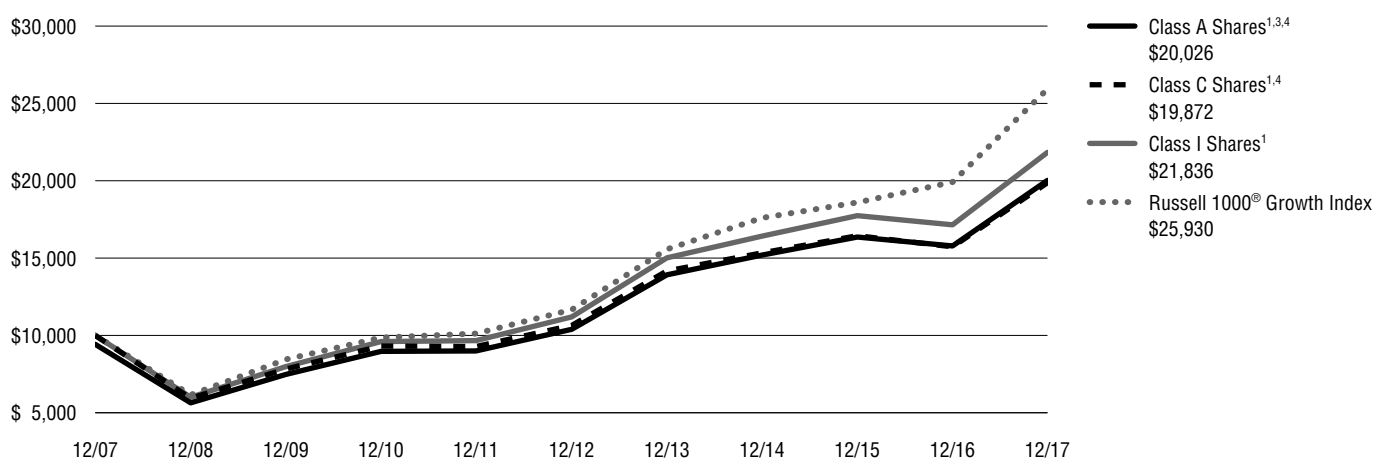
³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Silvant Small-Cap Growth Stock Fund

Fund Summary (Unaudited)

Portfolio Manager Commentary by Silvant Capital Management LLC

The Fund is diversified and has an investment objective of seeking to provide long-term capital appreciation. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 10.73%*, Class C shares returned 10.46%*, and Class I shares returned 10.86%*. For the same period, the Russell 2000® Growth Index, the Fund's style-specific benchmark appropriate for comparison, returned 15.96%*.

* Returns less than 1 year are not annualized.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

Small-capitalization growth stocks rose in each of the three fiscal quarters, marking a continuation of the equity bull market that began after the Financial Crisis of 2008. Despite positive performance during the reporting period, small-cap growth stocks underperformed their large-cap peers by more than 3.50%, as measured by the Russell 1000® Growth Index and the Russell 2000® Growth Index. All major economic sectors of the Russell 2000® Growth Index rose in value except for the energy sector, which declined by more than 10%.

During the nine-month period, investors witnessed a continued rise in the stock market despite multiple negative factors, including: Federal Reserve (Fed) rate hikes, saber rattling by North Korea, domestic political uncertainty, overvalued equities, destruction by hurricanes, terrorism, the possible breakup of Spain and Catalonia, withdrawal of the U.K. from the European Union (Brexit), and more. Despite these headwinds, investors saw surprising synchronized global economic growth as measured by the Non-Manufacturing ISM® Report On Business®. For the U.S., this index measures business activity in the service economy, which represents 80% of the total economy. For both developed and emerging market economies, the index was on the upswing and showed economic expansion for all of 2017. Additionally, interest rates remained low across the globe, with U.S. wages moving higher. Other positive factors included continued low global inflation and the recent passage of tax cuts in the U.S.

What factors affected the Fund's performance during its fiscal period?

The Fund gained 10.9% for the fiscal nine-month period, underperforming its benchmark, the Russell 2000® Growth Index. The underperformance relative to the benchmark was attributable to difficult stock selection within the energy, financial, and health care sectors. More than half of the relative underperformance within financials was related to one stock, Home BancShares. The Florida bank was affected by Hurricane Irma and forced to take higher loan loss provisions, which negatively impacted the stock. Home BancShares also made an acquisition, of Stone Gate Bank, which led to some additional charges to earnings, and investors reacted negatively toward the new information. The Fund continued to hold the position at the end of the fiscal period.

Health care remained a challenging sector, with high volatility in the biotechnology area. The biotech industry was event-driven in 2017, with a few large outperformers driving returns. The Fund did not own strong performers Kite Pharma and Nektar Therapeutics, which resulted in almost 1.00% of relative underperformance. However, the Fund did hold Portola, Neurocrine, and Array, which had positive performance driven by drug approvals and positive clinical trial data results. Outside of biotech, the Fund's positions in ICU Medical and Inogen made a positive contribution to performance. ICU benefited from integrating the acquisition of Pfizer's Hospira infusion business, as well as a shortage of IV solutions in the U.S. following Hurricane Maria. Inogen's growth came from the conversion from oxygen tank rental and replacements to portable oxygen concentrators.

The energy sector experienced a sharp pullback during the first eight months of 2017. Although the group rebounded significantly in the last third of the year, the overall sector performance was a negative outlier compared to the rest of the market. This was the result of lowered expectations about the price of crude oil and the subsequent deferral of additional capital expenditures (CapEx) by exploration and production (E&P) companies. The investment team decided to step away from the sector as the extreme volatility seemed to be adding too much risk compared to reasonable upside opportunity. Assets were reallocated to other areas of the Fund's portfolio that had a more sensible risk/return profile. The Fund's position in Carrizo Oil & Gas suffered the most, as its focus on the Eagle-Ford basin fell out of favor as the market seemed to shift toward only buying companies in the higher-growth Permian basin. Although energy only represents 1.4% of the Fund's benchmark, the Fund lacked exposure in this sector during the final fiscal quarter as many energy stocks rebounded, further impacting relative results.

Virtus Silvant Small-Cap Growth Stock Fund

The industrials sector was one of the stronger performers during the reporting period, driven by the Fund's overweight in the sector and positive stock selection. Growing confidence in the global economic growth outlook helped a number of cyclical groups rebound. Solid performance by Air Transport Services Group and Alamo Group were the biggest boosts to relative returns in this group. Air Transport provides airplanes and services for the freight and auxiliary passenger transport markets. Its contract with Amazon advanced to a point where the initial investment began paying back positive returns to the company during the fiscal period. Alamo Group benefitted from an upturn in a number of machinery categories, including an early seasonal upturn in snow removal equipment after two disappointing years. This cyclical inflection surprised the market, and the upward revisions of earnings estimates drove the stock performance.

The preceding information is the opinion of portfolio management only through the end of the period stated on the cover. Any such opinions are subject to change at any time based upon market or other conditions and should not be relied upon as investment advice. Past performance is no guarantee of future results, and there is no guarantee that market forecasts will be realized.

Equity Securities: *Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.*

Growth Stocks: *Growth stocks are typically sensitive to market movements because their market prices tend to reflect future expectations. When it appears those expectations will not be met, the prices of growth stocks typically fall.*

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.*

Small-Capitalization Stocks: *Small-capitalization stocks typically carry additional risks since smaller companies generally have a higher risk of failure.*

Technology Concentration: *Because the fund is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification.*

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Information Technology	28%
Health Care	26
Industrials	20
Consumer Discretionary	11
Materials	6
Financials	5
Real Estate	2
Other (includes short-term investment)	<u>2</u>
Total	100%

Virtus Silvant Small-Cap Growth Stock Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years
Class A Shares at NAV²	14.34%	10.80%	6.19%
Class A Shares at POP^{3,4}	7.76	9.50	5.56
Class C Shares at NAV and with CDSC^{2,4}	13.84	10.12	5.50
Class I Shares at NAV²	14.57	10.89	6.38
Russell 2000[®] Growth Index	22.17	15.21	9.19

Fund Expense Ratios⁵: A Shares: Gross 1.53%, Net 1.42%; C Shares: Gross 2.26%, Net 2.08%; I Shares: Gross 1.44%, Net 1.30%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

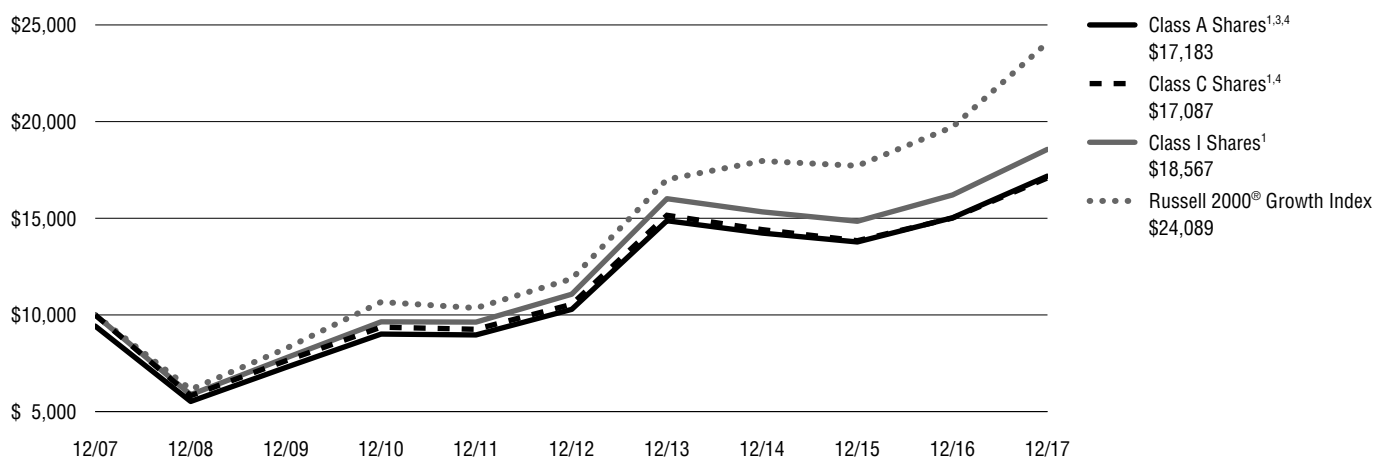
⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase.

CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus WCM International Equity Fund

Fund Summary (Unaudited)

Portfolio Manager Commentary by WCM Investment Management

The Fund is diversified and has an investment objective of seeking to provide long-term capital appreciation. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 18.50%*, Class I shares returned 18.68%*†, and Class R6 Shares returned 18.89%*. For the same period, the MSCI All Country World ex USA Index, the Fund's style-specific benchmark appropriate for comparison, returned 17.92%*.

* Returns less than 1 year are not annualized.

† See footnote 5 on page 23.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

The nine-month period ended December 31, 2017, saw a vital bull market in non-U.S. equities, with broad international benchmarks registering significant positive returns over the period. Non-U.S. equities widely outperformed U.S. equities over this period—a reversal from recent years, when U.S. equities dominated. Late in 2016, the market favored assets that would benefit from higher inflation. That trend was not sustained in 2017, as growth outperformed value, and high quality (based on return on equity) beat low quality for the full year. Another story in 2017 was the resurgence of robust returns in the emerging markets (EM). EM equities outperformed non-U.S. developed market (DM) equities in each of the three quarters of the fiscal period.

What factors affected the Fund's performance during its fiscal period?

These market trends were tailwinds for the Fund, which outperformed the MSCI All Country World ex USA Index for the nine months ended December 31, 2017.

While both stock selection and sector allocation were positive during the period, it was stock selection that drove the majority of the outperformance. The biggest contributor to the Fund's outperformance was selection in the information technology sector, primarily driven by Tencent and Keyence. Stock selection decisions in health care (ICON plc), materials (Chr. Hansen), and financials (HDFC Bank) were also strong contributors to the Fund's outperformance. From a portfolio construction perspective, the Fund's significant overweight to information technology, the top performer in the benchmark, was a dominant contributor. Underweights to telecommunication services and utilities, the worst and third-worst in the benchmark, respectively, also helped.

The biggest detractors from Fund performance were stock selection decisions in consumer discretionary (Ctrip.com), consumer staples (AmorePacific Corporation), energy (Core Laboratories N.V.), and industrials (Experian plc). The Fund's overweight positions in health care, the second-worst sector in the benchmark, and consumer staples also modestly detracted.

Regionally, all of the Fund's performance can be attributed to successful stock selection, namely in Asia/Pacific, Europe, and the Americas. Overweights to Asia/Pacific and the Americas were mild detractors, although stock selection in these regions more than made up for the structural headwind.

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Virtus WCM International Equity Fund

Equity Securities: Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.

Growth Stocks: Growth stocks are typically sensitive to market movements because their market prices tend to reflect future expectations. When it appears those expectations will not be met, the prices of growth stocks typically fall.

International Investing: International investing involves increased risk and volatility due to currency fluctuations, economic and political conditions, and differences in financial reporting standards.

Prospectus: For additional information on risks, please see the fund's prospectus.

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Consumer Discretionary	18%
Information Technology	18
Industrials	13
Health Care	12
Consumer Staples	12
Financials	12
Materials	8
Other (includes short-term investment)	7
Total	100%

Virtus WCM International Equity Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years	Since inception	Inception date
Class A Shares at NAV²	31.31%	8.47%	2.25%	— %	—
Class A Shares at POP^{3,4}	23.76	7.19	1.64	—	—
Class I Shares at NAV^{2,5}	31.58	8.63	2.49	—	—
Class R6 Shares at NAV²	31.67	—	—	15.78	9/1/15
MSCI All Country World ex USA Index	27.19	6.80	1.84	13.39	—

Fund Expense Ratios⁶: A Shares: Gross 1.59%, Net 1.43%; I Shares: Gross 1.31%, Net 1.21%; R6 Shares: Gross 1.26%, Net 1.11%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

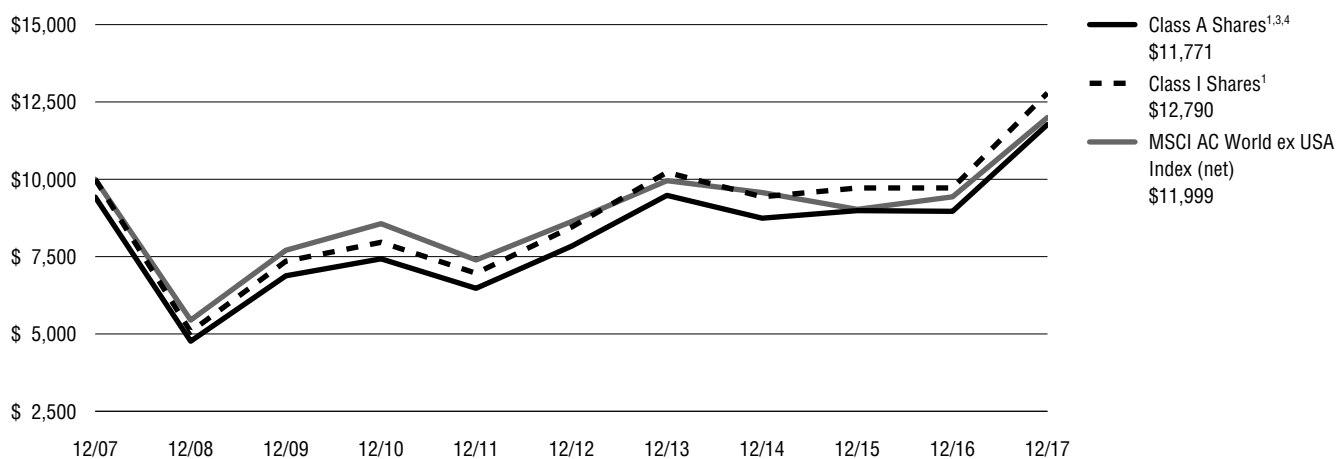
⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ Total Return for the report period presented in the table differs from the return in the Financial Highlights. The total return presented in the above table is calculated based on the NAV at which shareholder transactions were processed. The total return presented in the Financial Highlights section of the report is calculated in the same manner, but also takes into account certain adjustments that are necessary under generally accepted accounting principals required in the annual report and semiannual report.

⁶ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Zevenbergen Innovative Growth Stock Fund

Ticker Symbols:
Class A: SAGAX
Class I: SCATX

Fund Summary (Unaudited)

Portfolio Manager Commentary by Zevenbergen Capital Investments LLC, A Minority Owned Affiliate of The Advisor

The Fund is diversified and has an investment objective of seeking to provide long-term capital appreciation. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 19.18%* and Class I shares returned 19.34%*. For the same period, the Russell 3000® Growth Index, the Fund's style-specific benchmark appropriate for comparison, returned 19.29%*.

* Returns less than 1 year are not annualized.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

Already running long on superlatives – high earnings momentum, low volatility, indices breezing through record highs – U.S. equities were given a year-end catalyst with earlier-than-expected tax reform. The positive news boosted cyclical stocks and other tax-sensitive names, in particular. By all measures, 2017 was an epic year, as resurgent economic growth around the world, blockbuster corporate profits, and nary a sign of inflation contributed to the jubilant mood.

What factors affected the Fund's performance during its fiscal period?

The Fund posted gains during every month in the fiscal period, and returned 19.34% for the period and ended the period with performance in line with its benchmark.

As an actively managed Fund with a limited number of holdings (typically 35 to 60 stocks), the performance of any single company can materially impact performance. Individual company management teams and fundamentals remain our most reliable guide for identifying investments that set themselves apart over the long term. The Fund's advance was attributable to stock selection within the consumer discretionary and producer durables sectors. Technology, financial services, and health care each contributed positive performance for the period, but detracted on a relative return basis.

The Fund's largest performance contributors were Exact Sciences Corporation, XPO Logistics, Inc., and MercadoLibre, Inc.

- Shares of Exact Sciences led all contributors as the company saw revenue and test volumes exceed management guidance each quarter in the period, aided by widespread commercial insurance coverage and growing adoption by physicians.
- Adding to Fund performance, XPO Logistics realized synergies from recent acquisitions ahead of schedule, and investments in logistics continued to drive revenue growth. A late-year rumor of a takeover by Amazon or Home Depot added to share price gains.
- MercadoLibre saw investments in free shipping and loyalty programs garner market share gains. In addition, earlier stage adoption of e-commerce in Latin America has driven growth in the industry, aiding MercadoLibre's share price.

The Fund's most significant performance detractors were DexCom, Inc., Ellie Mae, Inc., and Ulta Beauty, Inc.

- DexCom was the largest drag on Fund performance during the fiscal nine-month period. A competitor's introduction of a low-priced glucose monitoring system, along with established reimbursement and anticipated access through the pharmacy channel, weighed on the share price.
- Mortgage automation software company Ellie Mae lagged on slower-than-expected gains in new enterprise clients and lower-than-projected loan growth. Refinancing activity declined beyond management's reduced estimates, while tight housing supply further suppressed mortgage volumes.
- The largest beauty retailer in the U.S., Ulta Beauty struggled as its shares were pressured by general retail stock malaise and competitive dynamics highlighted by discounting of cosmetics in department stores.

In keeping with our sell discipline, deteriorating fundamentals for the holdings above led us to sell all three positions.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Zevenbergen Innovative Growth Stock Fund

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Equity Securities: Equity securities may be more volatile and carry more risk than other forms of investments, including investments in high grade fixed income securities. The net asset value per share of a fund will fluctuate as the value of the securities in the portfolio changes.

Growth Stocks: Growth stocks are typically sensitive to market movements because their market prices tend to reflect future expectations. When it appears

those expectations will not be met, the prices of growth stocks typically fall.

Prospectus: For additional information on risks, please see the fund's prospectus.

Technology Concentration: Because the fund is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification.

Asset Allocation

The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017

Information Technology	39%
Consumer Discretionary	28
Health Care	18
Industrials	8
Financials	<u>7</u>
Total	100%

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Zevenbergen Innovative Growth Stock Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years
Class A Shares at NAV²	33.97%	17.90%	8.81%
Class A Shares at POP^{3,4}	26.27	16.51	8.17
Class I Shares at NAV²	34.29	18.09	9.07
Russell 3000[®] Growth Index	29.59	17.16	9.93

Fund Expense Ratios⁵: A Shares: Gross 1.53%, Net 1.50%; I Shares: Gross 1.24%, Net 1.24%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

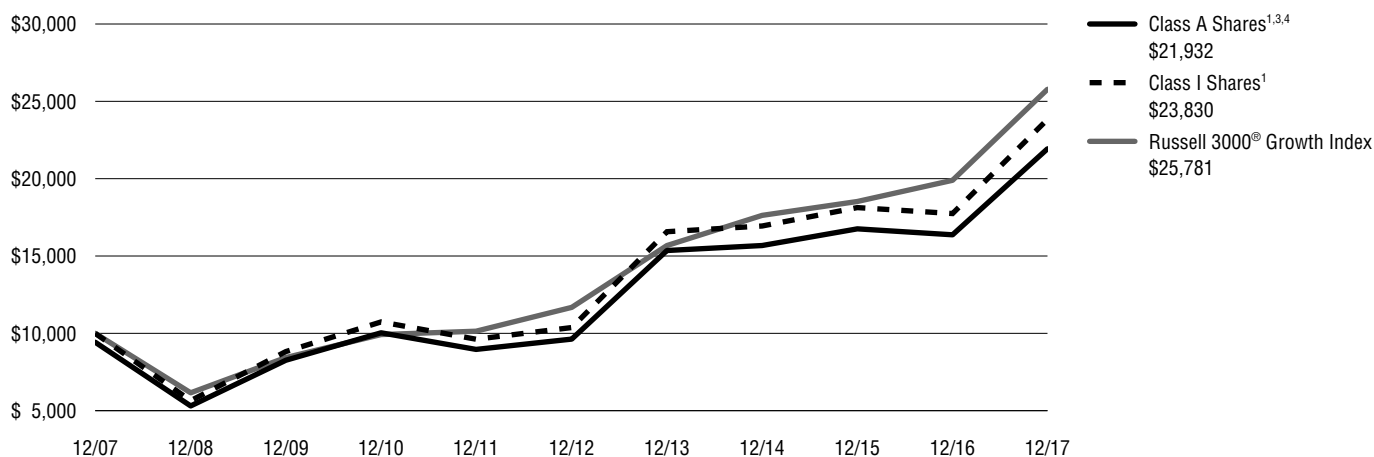
⁴ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase.

CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁵ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The index is unmanaged and not available for direct investment; therefore, its performance does not reflect the expenses associated with active management of an actual portfolio.

Virtus Conservative Allocation Strategy Fund

Fund Summary (Unaudited)

Portfolio Manager Commentary

The Fund is diversified and has an investment objective of seeking to provide a high level of capital appreciation and current income. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 6.11%^{*†}, Class C shares returned 5.57%^{*}, and Class I shares returned 6.35%^{*}. For the same period, the S&P 500[®] Index returned 14.86%^{*}, the Bloomberg Barclays U.S. Aggregate Bond Index, a broad-based fixed income index returned 2.70%^{*}, and a Hybrid 30/70 Blend of those two indexes, the Fund's style-specific benchmark appropriate for comparison, returned 6.24%^{*}.

^{*} Returns less than 1 year are not annualized.

[†] See footnote 3 on page 28.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

Equity markets advanced during the nine-month period due in part to improving global economic conditions and investor expectations for greater synchronized global expansion. After a lengthy period of slower growth, both U.S. and global economies showed signs of strengthening. While earnings continued to show strength, stocks also rallied on hopes that proposals to ease regulations and implement more pro-business policies in Washington, D.C., would drive companies' future earnings.

In that environment, equities soundly outperformed fixed income securities, led by the performance of international and growth equities.

What factors affected the Fund's performance during its fiscal period?

The Fund benefited from its overweight in equities, in particular growth stocks across the market cap spectrum – small, mid, and large – which performed well, as did the Fund's non-U.S. equity positions. Investments in value stocks detracted on a relative basis, as did positions in real estate and infrastructure. During the fiscal period, we maintained the Fund's exposure to equities.

Among fixed income holdings, the Fund's exposure to credit-oriented positions benefited relative results, while government-related positions detracted slightly. The Fund's asset allocation remained diversified across many sectors of the fixed income market in order to balance credit exposure with the defensive nature of government-related positions.

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Allocation: The fund's exposure to different asset classes may not be optimal for market conditions at a given time. Asset allocation does not guarantee a profit or protect against a loss in declining markets.

Bonds: Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return. Generally, a fund's fixed income securities will decrease in value if interest rates rise and vice versa.

Cash Equivalents: Cash equivalents generally offer lower risk and lower return potential.

Fund of Funds: Because the fund can invest in other funds, it indirectly bears its proportionate share of the operating expenses and management fees of the underlying fund(s).

Prospectus: For additional information on risks, please see the fund's prospectus.

Stocks: Stocks are more volatile and carry more risk and return potential than other forms of investments.

Asset Allocation	
The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017	
Fixed Income Funds	63%
Equity Funds	35
Money Market Fund	2
Total	100%

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Conservative Allocation Strategy Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years
Class A Shares at NAV^{2,3}	9.02%	4.90%	5.11%
Class A Shares at POP^{4,5}	2.75	3.67	4.49
Class C Shares at NAV and with CDSC^{2,5}	8.23	4.18	4.38
Class I Shares at NAV²	9.37	5.22	5.43
Hybrid 30/70 Blend Index (30% of the S&P 500[®] Index, 70% of the Bloomberg Barclays U.S. Aggregate Bond Index)	8.76	6.15	5.60
S&P 500[®] Index	21.83	15.79	8.50
Bloomberg Barclays U.S. Aggregate Bond Index	3.54	2.10	4.01

Fund Expense Ratios⁶: A Shares: Gross 1.27%, Net 1.02%; C Shares: Gross 1.98%, Net 1.72%; I Shares: Gross 1.07%, Net 0.72%; R6 Shares: Gross 1.27%, Net 1.02%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ Total Return for the report period presented in the table differs from the return in the Financial Highlights. The total return presented in the above table is calculated based on the NAV at which shareholder transactions were processed. The total return presented in the Financial Highlights section of the report is calculated in the same manner, but also takes into account certain adjustments that are necessary under generally accepted accounting principals required in the annual report and semiannual report.

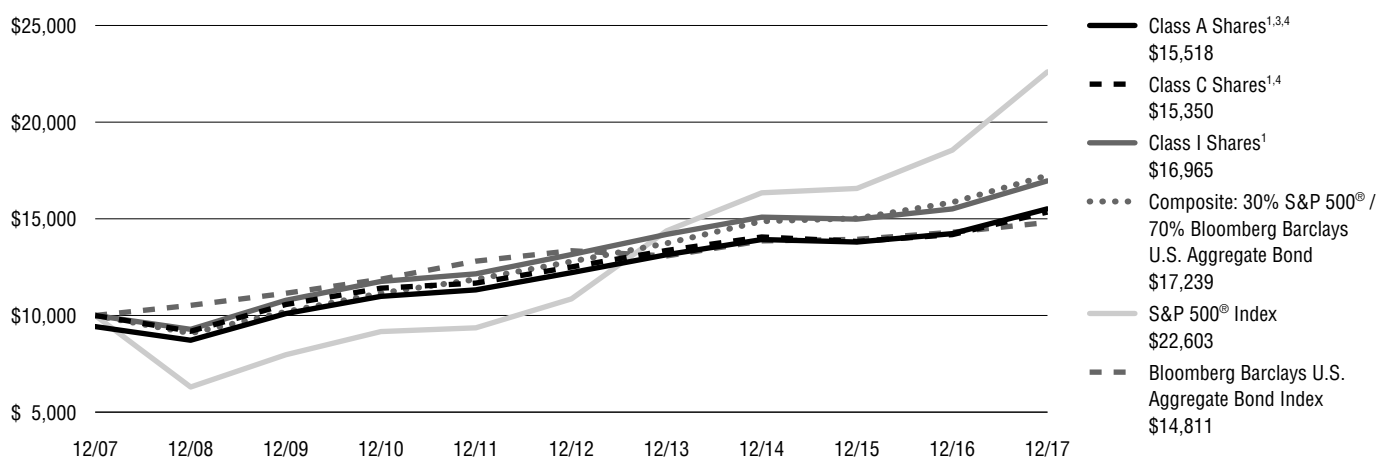
⁴ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

⁵ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁶ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The indexes are unmanaged and not available for direct investment; therefore, their performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Growth Allocation Strategy Fund

Fund Summary (Unaudited)

Portfolio Manager Commentary

The Fund is diversified and has an investment objective of seeking to provide long-term capital appreciation. *There is no guarantee that the Fund will meet its objective.*

Effective October 1, 2017 the Fund changed its fiscal year end from March 31 to December 31. As a result, the commentary addresses nine months of performance from April 1, 2017 to December 31, 2017.

For the fiscal period April 1 through December 31, 2017, the Fund's Class A shares at NAV returned 10.64%^{*†}, Class C shares returned 10.18%^{*}, and Class I shares returned 10.81%^{*}. For the same period, the S&P 500[®] Index returned 14.86%^{*}, the Bloomberg Barclays U.S. Aggregate Bond Index, a broad-based fixed income index returned 2.70%^{*}, and a Hybrid 70/30 Blend of those two indexes, the Fund's style-specific benchmark appropriate for comparison, returned 11.10%^{*}.

^{*} Returns less than 1 year are not annualized.

[†] See footnote 3 on page 30.

All performance figures assume reinvestment of distributions and exclude the effect of sales charges. 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 above. 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.

How did the markets perform during the nine-month fiscal period ended December 31, 2017?

Equity markets advanced during the nine-month period due in part to improving global economic conditions and investor expectations for greater synchronized global expansion. After a lengthy period of slower growth, both U.S. and global economies showed signs of strengthening. While earnings continued to show strength, stocks also rallied on hopes that proposals to ease regulations and implement more pro-business policies in Washington, D.C., would drive companies' future earnings.

In that environment, equities soundly outperformed fixed income securities, led by the performance of international and growth equities.

What factors affected the Fund's performance during its fiscal period?

The Fund benefited from its overweight in equities, in particular growth stocks across the market cap spectrum – small, mid, and large – which performed well, as did the Fund's non-U.S. equity positions. Investments in value stocks detracted on a relative basis, as did positions in real estate and infrastructure. During the fiscal period, we increased the Fund's exposure to emerging international equities and value equities.

Among fixed income holdings, the Fund's exposure to credit-oriented positions benefited relative results, while government-related positions detracted slightly. The Fund's asset allocation remained diversified across many sectors of the fixed income market in order to balance credit exposure with the defensive nature of government-related positions.

The preceding information is the opinion of portfolio management only through the end of the period stated on the cover. Any such opinions are subject to change at any time based upon market or other conditions and should not be relied upon as investment advice. Past performance is no guarantee of future results, and there is no guarantee that market forecasts will be realized.

Allocation: The fund's exposure to different asset classes may not be optimal for market conditions at a given time. Asset allocation does not guarantee a profit or protect against a loss in declining markets.

Bonds: Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return. Generally, a fund's fixed income securities will decrease in value if interest rates rise and vice versa.

Cash Equivalents: Cash equivalents generally offer lower risk and lower return potential.

Fund of Funds: Because the fund can invest in other funds, it indirectly bears its proportionate share of the operating expenses and management fees of the underlying fund(s).

Prospectus: For additional information on risks, please see the fund's prospectus.

Stocks: Stocks are more volatile and carry more risk and return potential than other forms of investments.

<u>Asset Allocation</u>	
The following table presents asset allocations within certain sectors and as a percentage of total investments as of December 31, 2017	
Equity Funds	74%
Fixed Income Funds	24
Money Market Fund	<u>2</u>
Total	100%

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

Virtus Growth Allocation Strategy Fund

Average Annual Total Returns¹ for periods ended 12/31/17

	1 Year	5 Years	10 Years
Class A Shares at NAV^{2,3}	15.79%	9.02%	5.61%
Class A Shares at POP^{4,5}	9.13	7.74	4.99
Class C Shares at NAV and with CDSC^{2,5}	15.20	8.38	4.91
Class I Shares at NAV²	16.05	9.24	5.86
Hybrid 70/30 Blend Index (70% of the S&P[®] 500 Index, 30% of the Bloomberg Barclays U.S. Aggregate Bond Index)	16.08	11.63	7.40
S&P 500[®] Index	21.83	15.79	8.50
Bloomberg Barclays U.S. Aggregate Bond Index	3.54	2.10	4.01

Fund Expense Ratios⁶: A Shares: Gross 1.36%, Net 1.33%; C Shares: Gross 2.13%, Net 1.94%; I Shares: Gross 1.27%, Net 1.14%; R6 Shares: Gross 1.36%, Net 1.33%.

All returns represent past performance which is no guarantee of future results. Current performance may be higher or lower than the performance shown. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The above table and graph below do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of shares. Please visit Virtus.com for performance data current to the most recent month-end.

¹ Total returns are historical and include changes in share price and the reinvestment of both dividends and capital gain distributions.

² "NAV" (Net Asset Value) total returns do not include the effect of any sales charge.

³ Total Return for the report period presented in the table differs from the return in the Financial Highlights. The total return presented in the above table is calculated based on the NAV at which shareholder transactions were processed. The total return presented in the Financial Highlights section of the report is calculated in the same manner, but also takes into account certain adjustments that are necessary under generally accepted accounting principals required in the annual report and semiannual report.

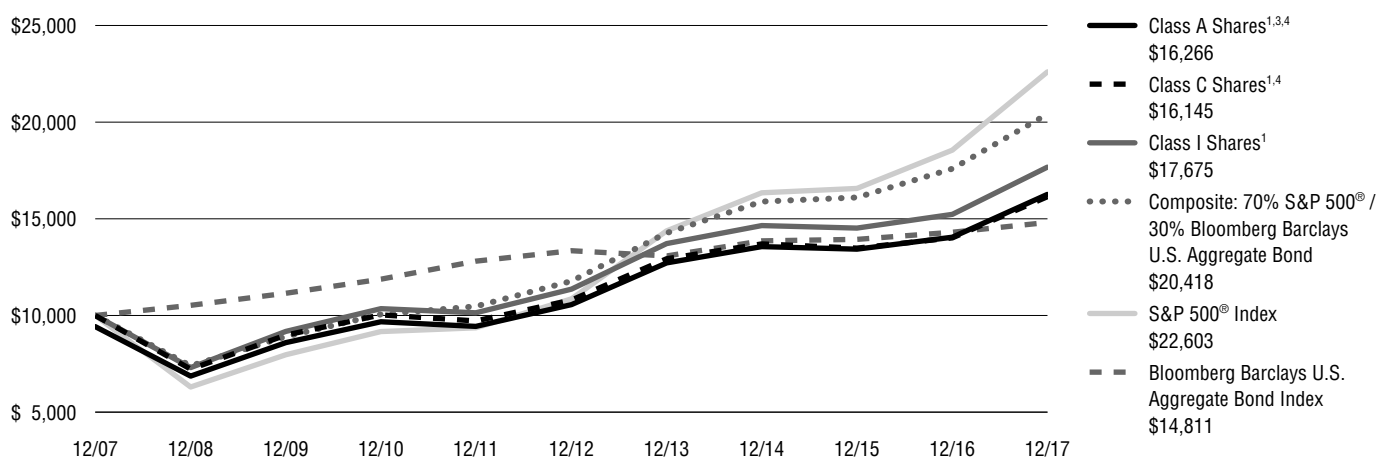
⁴ "POP" (Public Offering Price) total returns include the effect of the maximum front-end 5.75% sales charge.

⁵ "CDSC" (contingent deferred sales charge) is applied to redemptions of certain classes of shares that do not have a sales charge applied at the time of purchase. CDSC charges for certain redemptions of Class A shares made within 18 months of a finder's fee being paid and all Class C shares are 1% within the first year and 0% thereafter.

⁶ The expense ratios of the Fund are set forth according to the prospectus for the Fund effective June 23, 2017, as supplemented and revised, and may differ from the expense ratios disclosed in the Financial Highlight tables in this report. See the Financial Highlights for more current expense ratios. Expenses reduced by a contractual fee waiver in effect through July 31, 2019. Gross Expense: Does not reflect the effect of the fee waiver. Expense ratios include fees and expenses associated with the underlying funds.

Growth of \$10,000 For periods ended 12/31

This chart assumes an initial hypothetical investment of \$10,000 made on December 31, 2007. Total return is based on net change in the Net Asset Value ("NAV") assuming reinvestment of distributions. Returns shown on this page include reinvestment of all dividends and other distributions.



The indexes are unmanaged and not available for direct investment; therefore, their performance does not reflect the expenses associated with active management of an actual portfolio.

For information regarding the indexes and certain investment terms, see the Key Investment Terms starting on page 4.

VIRTUS CEREDEX LARGE-CAP VALUE EQUITY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
COMMON STOCKS—99.4%								
Consumer Discretionary—2.1%								
Comcast Corp. Class A	1,016,168	\$ 40,698						
Consumer Staples—8.2%								
Kraft Heinz Co. (The)	441,047	34,296						
Mondelez International, Inc. Class A	1,145,168	49,013						
Procter & Gamble Co. (The)	869,226	79,865						
		<u>163,174</u>						
Energy—12.6%								
BP plc Sponsored ADR	1,133,442	47,638						
Chevron Corp.	474,509	59,404						
EOG Resources, Inc.	300,488	32,426						
Royal Dutch Shell plc Class B Sponsored ADR	839,746	57,346						
Schlumberger Ltd.	771,850	52,015						
		<u>248,829</u>						
Financials—21.1%								
Aon plc	143,762	19,264						
BlackRock, Inc.	71,626	36,795						
Capital One Financial Corp.	439,814	43,797						
Chubb Ltd.	228,210	33,348						
Citigroup, Inc.	793,581	59,050						
JPMorgan Chase & Co.	564,158	60,331						
MetLife, Inc.	784,870	39,683						
Synchrony Financial	875,645	33,809						
U.S. Bancorp	899,793	48,211						
Wells Fargo & Co.	720,962	43,741						
		<u>418,029</u>						
Health Care—10.0%								
Abbott Laboratories	1,246,280	71,125						
Allergan plc	122,943	20,111						
Cigna Corp.	154,145	31,305						
UnitedHealth Group, Inc.	145,258	32,024						
Health Care—continued								
Zimmer Biomet Holdings, Inc.	362,763	\$ 43,775						
		<u>198,340</u>						
Industrials—13.7%								
Delta Air Lines, Inc.	554,420	31,047						
FedEx Corp.	90,614	22,612						
General Electric Co.	1,175,111	20,506						
Honeywell International, Inc.	386,068	59,207						
PACCAR, Inc.	290,540	20,652						
Republic Services, Inc.	476,607	32,223						
Union Pacific Corp.	316,410	42,431						
United Technologies Corp.	327,392	41,765						
		<u>270,443</u>						
Information Technology—13.8%								
Analog Devices, Inc.	483,112	43,011						
Apple, Inc.	292,273	49,461						
Microsoft Corp.	682,254	58,360						
Oracle Corp.	1,787,066	84,493						
Texas Instruments, Inc.	356,166	37,198						
		<u>272,523</u>						
Materials—9.3%								
Air Products & Chemicals, Inc.	248,862	40,833						
DowDuPont, Inc.	828,127	58,979						
PPG Industries, Inc.	177,760	20,766						
Praxair, Inc.	132,949	20,565						
Vulcan Materials Co.	329,807	42,337						
		<u>183,480</u>						
Real Estate—2.2%								
Crown Castle International Corp.	389,876	43,280						
Telecommunication Services—2.0%								
Verizon Communications, Inc.	749,977	39,696						
Utilities—4.4%								
Duke Energy Corp.	501,818	42,208						
Utilities—continued								
NextEra Energy, Inc.	288,692	\$ 45,091						
		<u>87,299</u>						
TOTAL COMMON STOCKS (Identified Cost \$1,456,623)								1,965,791
TOTAL LONG-TERM INVESTMENTS—99.4% (Identified Cost \$1,456,623)								1,965,791
SHORT-TERM INVESTMENT—0.6%								
MONEY MARKET MUTUAL FUND—0.6%								
Dreyfus Government Cash Management Fund - Institutional Shares (seven-day effective yield 1.190%) ⁽¹⁾	11,604,005	11,604						
TOTAL SHORT-TERM INVESTMENT (Identified Cost \$11,604)								11,604
TOTAL INVESTMENTS—100.0% (Identified Cost \$1,468,227)								\$1,977,395
Other assets and liabilities, net—0.0%								452
NET ASSETS—100.0%								\$1,977,847
Abbreviation:								
ADR American Depositary Receipt								
Footnote Legend:								
⁽¹⁾ Shares of this fund are publicly offered, and its prospectus and annual report are publicly available.								
Country Weightings (Unaudited)[†]								
United States								91%
United Kingdom								6
Switzerland								2
Ireland								1
Total Investments								100%
[†] % of total investments as of December 31, 2017								

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$1,965,791	\$1,965,791	\$—	\$—
Short-Term Investment	11,604	11,604	—	—
Total Investments	<u>\$1,977,395</u>	<u>\$1,977,395</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS CEREDEX MID-CAP VALUE EQUITY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
COMMON STOCKS—96.9%			Health Care—continued			Real Estate—continued		
Consumer Discretionary—1.7%			Zimmer Biomet Holdings, Inc.			Taubman Centers, Inc.		
Interpublic Group of Cos., Inc. (The)	1,725,000	\$ 34,776		725,000	\$ 87,486		650,000	\$ 42,530
Regal Entertainment Group Class A	650,000	14,957			316,439		850,000	29,971
		<u>49,733</u>	Industrials—11.1%					<u>422,237</u>
Consumer Staples—7.4%			Alaska Air Group, Inc.			Utilities—8.0%		
Conagra Brands, Inc.	800,000	30,136	Crane Co.			CMS Energy Corp.		
Dr. Pepper Snapple Group, Inc.	550,000	53,383	Hubbell, Inc.			FirstEnergy Corp.		
Energizer Holdings, Inc.	1,335,000	64,053	Ingersoll-Rand plc			Great Plains Energy, Inc.		
Hormel Foods Corp.	950,000	34,571	Macquarie Infrastructure Corp.			PPL Corp.		
Pinnacle Foods, Inc.	600,000	35,682	Republic Services, Inc.			Xcel Energy, Inc.		
		<u>217,825</u>	Schneider National, Inc.					
			Xylem, Inc.					
						<u>235,370</u>		
Energy—10.9%			Information Technology—7.9%			TOTAL COMMON STOCKS		
Anadarko Petroleum Corp.	935,000	50,153	Analog Devices, Inc.			(Identified Cost \$2,579,397)		
Andeavor	325,000	37,161	Cypress Semiconductor Corp.			2,853,756		
Cabot Oil & Gas Corp.	1,965,000	56,199	Harris Corp.			TOTAL LONG-TERM INVESTMENTS—96.9%		
Core Laboratories N.V.	350,000	38,343	MAXIMUS, Inc.			(Identified Cost \$2,579,397)		
Noble Energy, Inc.	2,320,000	67,605	Motorola Solutions, Inc.					
Williams Cos., Inc. (The)	2,350,000	71,651						
		<u>321,112</u>						
			Materials—8.5%			SHORT-TERM INVESTMENT—3.4%		
Financials—16.4%			Air Products & Chemicals, Inc.			MONEY MARKET MUTUAL FUND—3.4%		
Affiliated Managers Group, Inc.	240,000	49,260	Martin Marietta Materials, Inc.			Dreyfus Government Cash Management Fund - Institutional Shares (seven-day effective yield 1.190%) ⁽¹⁾		
First Republic Bank	1,035,000	89,672	RPM International, Inc.			99,418,385 99,418		
Hartford Financial Services Group, Inc. (The)	1,020,000	57,406	Sealed Air Corp.			TOTAL SHORT-TERM INVESTMENT		
MB Financial, Inc.	1,675,000	74,571	Valvoline, Inc.			(Identified Cost \$99,418)		
PacWest Bancorp	700,000	35,280				99,418		
Pinnacle Financial Partners, Inc.	715,000	47,404				TOTAL INVESTMENTS—100.3%		
Progressive Corp. (The)	800,000	45,056				(Identified Cost \$2,678,815)		
Synchrony Financial	1,150,000	44,402				\$2,953,174		
Willis Towers Watson plc	270,000	40,686				Other assets and liabilities, net—(0.3)% (7,460)		
		<u>483,737</u>				NET ASSETS—100.0%		
						\$2,945,714		
Health Care—10.7%			Real Estate—14.3%			Footnote Legend:		
AmerisourceBergen Corp.	775,000	71,160	American Campus Communities, Inc.			⁽¹⁾ Shares of this fund are publicly offered, and its prospectus and annual report are publicly available.		
Humana, Inc.	355,000	88,065	American Homes 4 Rent Class A			Country Weightings (Unaudited)[†]		
Perrigo Co. plc	800,000	69,728	Cousins Properties, Inc.			United States 94%		
			Medical Properties Trust, Inc.			Ireland 5		
			National Retail Properties, Inc.			Netherlands 1		
			Retail Opportunity Investments Corp.			Total Investments 100%		
						† % of total investments as of December 31, 2017		

See Notes to Financial Statements.

VIRTUS CEREDEX MID-CAP VALUE EQUITY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$2,853,756	\$2,853,756	\$—	\$—
Short-Term Investment	99,418	99,418	—	—
Total Investments	<u>\$2,953,174</u>	<u>\$2,953,174</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS CEREDX SMALL-CAP VALUE EQUITY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$805,303	\$805,303	\$—	\$—
Short-Term Investment	5,221	5,221	—	—
Total Investments	<u>\$810,524</u>	<u>\$810,524</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS SILVANT LARGE-CAP GROWTH STOCK FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
COMMON STOCKS—99.8%								
Consumer Discretionary—16.2%								
Amazon.com, Inc. ⁽¹⁾	6,067	\$ 7,095						
Comcast Corp. Class A	59,486	2,382						
Horton (D.R.), Inc.	36,290	1,853						
Las Vegas Sands Corp.	27,395	1,904						
Netflix, Inc. ⁽¹⁾	11,038	2,119						
Priceline Group, Inc. (The) ⁽¹⁾	928	1,613						
Royal Caribbean Cruises Ltd.	8,552	1,020						
Walt Disney Co. (The)	21,016	2,260						
		20,246						
Consumer Staples—5.4%								
Blue Buffalo Pet Products, Inc. ⁽¹⁾	38,969	1,278						
Colgate-Palmolive Co.	18,073	1,364						
Costco Wholesale Corp.	11,791	2,194						
Estee Lauder Cos, Inc. (The) Class A	15,073	1,918						
		6,754						
Energy—1.5%								
Devon Energy Corp.	14,604	605						
EOG Resources, Inc.	12,033	1,298						
		1,903						
Financials—6.0%								
American Express Co.	21,007	2,086						
Charles Schwab Corp. (The)	42,485	2,183						
Goldman Sachs Group, Inc. (The)	2,471	630						
Morgan Stanley	32,042	1,681						
SunTrust Banks, Inc.	14,601	943						
		7,523						
Health Care—12.9%								
Agilent Technologies, Inc.	12,062	808						
Alexion Pharmaceuticals, Inc. ⁽¹⁾	10,727	1,283						
Align Technology, Inc. ⁽¹⁾	3,922	871						
Biogen, Inc. ⁽¹⁾	6,536	2,082						
Bristol-Myers Squibb Co.	30,816	1,888						
Health Care—continued								
Edwards Lifesciences Corp. ⁽¹⁾	15,959	\$ 1,799						
HCA Healthcare, Inc. ⁽¹⁾	7,556	664						
Intuitive Surgical, Inc. ⁽¹⁾	3,504	1,279						
Mettler-Toledo International, Inc. ⁽¹⁾	2,046	1,267						
UnitedHealth Group, Inc.	13,260	2,923						
Vertex Pharmaceuticals, Inc. ⁽¹⁾	7,938	1,190						
		16,054						
Industrials—12.4%								
A.O. Smith Corp.	23,501	1,440						
Cummins, Inc.	10,869	1,920						
Deere & Co.	11,744	1,838						
Emerson Electric Co.	24,157	1,684						
Fortune Brands Home & Security, Inc.	13,108	897						
Honeywell International, Inc.	20,770	3,185						
IHS Markit Ltd. ⁽¹⁾	18,999	858						
Knight-Swift Transportation Holdings, Inc.	29,262	1,279						
Waste Management, Inc.	11,197	966						
Xylem, Inc.	21,682	1,479						
		15,546						
Information Technology—43.0%								
Adobe Systems, Inc. ⁽¹⁾	14,365	2,517						
Alphabet, Inc. Class A ⁽¹⁾	3,581	3,772						
Alphabet, Inc. Class C ⁽¹⁾	3,684	3,855						
Analog Devices, Inc.	17,451	1,554						
Apple, Inc.	39,446	6,675						
Applied Materials, Inc.	42,803	2,188						
Autodesk, Inc. ⁽¹⁾	17,150	1,798						
Cognex Corp.	12,304	752						
Corning, Inc.	34,533	1,105						
Facebook, Inc. Class A ⁽¹⁾	35,639	6,289						
Microchip Technology, Inc.	18,386	1,616						
Microsoft Corp.	94,330	8,069						
NVIDIA Corp.	9,204	1,781						
salesforce.com, Inc. ⁽¹⁾	18,905	1,933						
Splunk, Inc. ⁽¹⁾	17,736	1,469						
Universal Display Corp.	6,470	1,117						
Information Technology—continued								
Visa, Inc. Class A	53,017	\$ 6,045						
Workday, Inc. Class A ⁽¹⁾	12,170	1,238						
		53,773						
Materials—1.1%								
Air Products & Chemicals, Inc.	3,841	630						
Vulcan Materials Co.	5,518	709						
		1,339						
Real Estate—1.3%								
Equinix, Inc.	3,528	1,599						
TOTAL COMMON STOCKS (Identified Cost \$68,480)								
								124,737
TOTAL LONG-TERM INVESTMENTS—99.8% (Identified Cost \$68,480)								
								124,737
SHORT-TERM INVESTMENT—3.6%								
MONEY MARKET MUTUAL FUND—3.6%								
Dreyfus Government Cash Management Fund - Institutional Shares (seven-day effective yield 1.190%) ⁽²⁾	4,525,328	4,525						
TOTAL SHORT-TERM INVESTMENT (Identified Cost \$4,525)								
								4,525
TOTAL INVESTMENTS—103.4% (Identified Cost \$73,005)								
								\$129,262
Other assets and liabilities, net—(3.4)%								
								(4,196)
NET ASSETS—100.0%								
								\$125,066

Footnote Legend:

- ⁽¹⁾ Non-income producing security.
⁽²⁾ Shares of this fund are publicly offered, and its prospectus and annual report are publicly available.

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$124,737	\$124,737	\$—	\$—
Short-Term Investment	4,525	4,525	—	—
Total Investments	\$129,262	\$129,262	\$—	\$—

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS SILVANT SMALL-CAP GROWTH STOCK FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
COMMON STOCKS—99.8%			Health Care—continued			Information Technology—continued		
Consumer Discretionary—10.6%			Portola Pharmaceuticals, Inc. ⁽¹⁾			Pegasystems, Inc.		
Cable One, Inc.	411	\$ 289	PRA Health Sciences, Inc. ⁽¹⁾			Power Integrations, Inc.		
Cheesecake Factory, Inc. (The)	4,652	224	Radius Health, Inc. ⁽¹⁾			Proofpoint, Inc. ⁽¹⁾		
Cracker Barrel Old Country Store, Inc.	1,744	277	Sarepta Therapeutics, Inc. ⁽¹⁾			Q2 Holdings, Inc. ⁽¹⁾		
Denny's Corp. ⁽¹⁾	26,148	346	Spark Therapeutics, Inc. ⁽¹⁾			Rogers Corp. ⁽¹⁾		
ILG, Inc.	13,320	379	Supernus Pharmaceuticals, Inc. ⁽¹⁾			Versum Materials, Inc.		
iRobot Corp. ⁽¹⁾	1,883	145	Ultragenyx Pharmaceutical, Inc. ⁽¹⁾			ViaSat, Inc. ⁽¹⁾		
Sinclair Broadcast Group, Inc. Class A	7,148	271	7,705			8,525		
Texas Roadhouse, Inc.	7,866	414	Industrials—20.4%			Materials—6.4%		
TopBuild Corp. ⁽¹⁾	4,435	336	AAON, Inc.			Balchem Corp.		
Winnebago Industries, Inc.	8,341	464	Air Transport Services Group, Inc. ⁽¹⁾			HB Fuller Co.		
		3,145	Alamo Group, Inc.			Olin Corp.		
			Atlas Air Worldwide Holdings, Inc. ⁽¹⁾			Quaker Chemical Corp.		
Consumer Staples—1.0%			Beacon Roofing Supply, Inc. ⁽¹⁾			Stepan Co.		
WD-40 Co.	2,443	288	BMC Stock Holdings, Inc. ⁽¹⁾			1,918		
			Brink's Co. (The)			Real Estate—1.7%		
Financials—5.2%			Dycom Industries, Inc. ⁽¹⁾			QTS Realty Trust, Inc. Class A		
Ameris Bancorp	6,334	305	Forward Air Corp.			9,409		
AMERISAFE, Inc.	3,639	224	Franklin Electric Co., Inc.			TOTAL COMMON STOCKS		
Employers Holdings, Inc.	5,925	263	Hexcel Corp.			(Identified Cost \$22,718)		
First Financial Bankshares, Inc.	5,921	267	Masonite International Corp. ⁽¹⁾			TOTAL LONG-TERM		
Home BancShares, Inc.	21,685	504	Mercury Systems, Inc. ⁽¹⁾			INVESTMENTS—99.8%		
		1,563	Multi-Color Corp.			(Identified Cost \$22,718)		
			On Assignment, Inc. ⁽¹⁾			29,736		
Health Care—25.9%			Simpson Manufacturing Co., Inc.			SHORT-TERM INVESTMENT—0.6%		
AMN Healthcare Services, Inc. ⁽¹⁾	5,001	246	Teledyne Technologies, Inc. ⁽¹⁾			MONEY MARKET MUTUAL FUND—0.6%		
Array BioPharma, Inc. ⁽¹⁾	33,041	423	Universal Forest Products, Inc.			Dreyfus Government Cash		
Avexis, Inc. ⁽¹⁾	2,432	269	6,082			Management Fund - Institutional		
Bio-Techne Corp.	2,324	301	Information Technology—28.6%			Shares (seven-day effective yield		
Cantel Medical Corp.	3,886	400	Coherent, Inc. ⁽¹⁾			1.190% ⁽²⁾)		
Chemed Corp.	1,605	390	Fair Isaac Corp.			171,488		
Clovis Oncology, Inc. ⁽¹⁾	1,818	124	Five9, Inc. ⁽¹⁾			TOTAL SHORT-TERM INVESTMENT		
CorVel Corp. ⁽¹⁾	5,299	280	II-VI, Inc. ⁽¹⁾			(Identified Cost \$171)		
Dermira, Inc. ⁽¹⁾	7,327	204	Integrated Device Technology, Inc. ⁽¹⁾			171		
Encompass Health Corp. ⁽¹⁾	8,279	409	InterXion Holding N.V. ⁽¹⁾			TOTAL INVESTMENTS—100.4%		
Foundation Medicine, Inc. ⁽¹⁾	1,107	76	Littelfuse, Inc.			(Identified Cost \$22,889)		
HealthEquity, Inc. ⁽¹⁾	4,871	227	LogMeIn, Inc.			Other assets and liabilities, net—(0.4)%		
ICU Medical, Inc. ⁽¹⁾	2,399	518	MaxLinear, Inc. ⁽¹⁾			(111)		
Insulet Corp. ⁽¹⁾	4,244	293	MINDBODY, Inc. Class A ⁽¹⁾			NET ASSETS—100.0%		
Ironwood Pharmaceuticals, Inc. ⁽¹⁾	18,544	278	MKS Instruments, Inc.			\$29,907		
La Jolla Pharmaceutical Co. ⁽¹⁾	6,418	207	Monolithic Power Systems, Inc.					
Loxo Oncology, Inc. ⁽¹⁾	3,005	253	Oclaro, Inc. ⁽¹⁾					
Medidata Solutions, Inc. ⁽¹⁾	3,093	196	Paycom Software, Inc. ⁽¹⁾					
Merit Medical Systems, Inc. ⁽¹⁾	3,695	160	4,925			\$29,796		
Neurocrine Biosciences, Inc. ⁽¹⁾	4,074	316						
Penumbra, Inc. ⁽¹⁾	2,786	262						

Footnote Legend:

- ⁽¹⁾ Non-income producing security.
⁽²⁾ Shares of this fund are publicly offered, and its prospectus and annual report are publicly available.

See Notes to Financial Statements.

VIRTUS SILVANT SMALL-CAP GROWTH STOCK FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$29,736	\$29,736	\$—	\$—
Short-Term Investment	171	171	—	—
Total Investments	<u>\$29,907</u>	<u>\$29,907</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS WCM INTERNATIONAL EQUITY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
COMMON STOCKS—94.5%			Japan—6.3%			SHORT-TERM INVESTMENT—5.4%		
Australia—4.5%			Keyence Corp.	7,300	\$ 4,090	Money Market Mutual Fund—5.4%		
CSL Ltd.	39,806	\$ 4,389	Sysmex Corp.	26,540	2,089	Dreyfus Government Cash		
					6,179	Management Fund -		
Brazil—2.3%						Institutional Shares (seven-day		
Raia Drogasil SA	82,500	2,283	Jersey—3.5%			effective yield 1.190%) ⁽²⁾	5,295,920	\$ 5,296
			Experian plc	156,406	3,455			
Canada—5.9%						TOTAL SHORT-TERM INVESTMENT		
Canadian Pacific Railway Ltd.	20,592	3,763	Mexico—2.4%			(Identified Cost \$5,296)		5,296
Dollarama, Inc.	16,248	2,030	Wal-Mart de Mexico SAB de CV	961,090	2,357			
		5,793				TOTAL INVESTMENTS—99.9%		
Cayman Islands—3.3%			Netherlands—7.1%			(Identified Cost \$77,593)		\$98,067
Tencent Holdings Ltd.	63,140	3,281	Core Laboratories N.V.	20,988	2,299	Other assets and liabilities, net—0.1%		121
			Ferrari N.V.	19,028	1,996			
Denmark—7.3%			Yandex N.V. Class A ⁽¹⁾	80,384	2,633	NET ASSETS—100.0%		\$98,188
Chr Hansen Holding A/S	31,246	2,931			6,928			
Coloplast A/S Class B	18,861	1,500	Spain—1.2%			Abbreviation:		
Novozymes A/S Class B	47,976	2,741	Industria de Diseno Textil SA	32,891	1,146	ADR American Depositary Receipt		
		7,172				Footnote Legend:		
France—8.1%			Sweden—3.0%			⁽¹⁾ Non-income producing security.		
Essilor International Cie Generale			Atlas Copco AB Class A	69,225	2,989	⁽²⁾ Shares of this fund are publicly offered, and its		
d'Optique SA	16,783	2,315				prospectus and annual report are publicly available.		
Hermes International	4,158	2,226	Switzerland—9.6%					
LVMH Moet Hennessy Louis			Chubb Ltd.	26,226	3,833	Country Weightings (Unaudited)[†]		
Vuitton SE	11,484	3,382	Nestle SA	41,233	3,546	Switzerland		10%
		7,923	Sika AG	260	2,065	Ireland		8
Germany—2.1%					9,444	France		8
adidas AG	10,127	2,031	Taiwan—3.5%			Denmark		7
			Taiwan Semiconductor			United Kingdom		7
Hong Kong—3.5%			Manufacturing Co. Ltd.			Netherlands		7
AIA Group Ltd.	408,600	3,486	Sponsored ADR	87,257	3,460	Japan		6
						Other		47
India—3.6%			United Kingdom—7.1%			Total Investments		100%
HDFC Bank Ltd. ADR	34,524	3,510	Compass Group plc	158,118	3,416	[†] % of total investments as of December 31, 2017		
			Reckitt Benckiser Group plc	38,360	3,583			
Ireland—8.3%					6,999			
Accenture plc Class A	25,789	3,948	TOTAL COMMON STOCKS					
ICON plc ⁽¹⁾	20,793	2,332	(Identified Cost \$72,297)		92,771			
Ryanair Holdings plc Sponsored			TOTAL LONG-TERM					
ADR ⁽¹⁾	17,653	1,839	INVESTMENTS—94.5%					
		8,119	(Identified Cost \$72,297)		92,771			
Italy—1.9%								
Luxottica Group SpA	29,775	1,827						

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$92,771	\$92,771	\$—	\$—
Short-Term Investment	5,296	5,296	—	—
Total Investments	\$98,067	\$98,067	\$—	\$—

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS ZEVENBERGEN INNOVATIVE GROWTH STOCK FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value
COMMON STOCKS—99.9%					
Consumer Discretionary—28.4%					
Amazon.com, Inc. ⁽¹⁾	1,300	\$ 1,520			
Lululemon Athletica, Inc. ⁽¹⁾	4,500	354			
MercadoLibre, Inc.	3,400	1,070			
Netflix, Inc. ⁽¹⁾	7,800	1,497			
Shake Shack, Inc. Class A ⁽¹⁾	9,500	410			
Tesla, Inc. ⁽¹⁾	3,800	1,183			
Wayfair, Inc. Class A ⁽¹⁾	6,500	522			
		<u>6,556</u>			
Financials—7.2%					
Charles Schwab Corp. (The)	20,800	1,069			
First Republic Bank	7,000	606			
		<u>1,675</u>			
Health Care—17.4%					
Celgene Corp. ⁽¹⁾	6,700	699			
Exact Sciences Corp. ⁽¹⁾	20,000	1,051			
Medidata Solutions, Inc. ⁽¹⁾	6,000	380			
Nevro Corp. ⁽¹⁾	6,900	476			
Portola Pharmaceuticals, Inc. ⁽¹⁾	10,000	487			
Regeneron Pharmaceuticals, Inc. ⁽¹⁾	600	226			
Teladoc, Inc. ⁽¹⁾	20,500	714			
		<u>4,033</u>			
Industrials—7.9%					
BEST, Inc. ADR ⁽¹⁾	26,700	240			
XPO Logistics, Inc. ⁽¹⁾	17,200	1,575			
		<u>1,815</u>			
Information Technology—39.0%					
2U, Inc. ⁽¹⁾	11,900	768			
Activision Blizzard, Inc.	5,000	317			
Adobe Systems, Inc. ⁽¹⁾	2,500	438			
Information Technology—continued					
Alibaba Group Holding Ltd.					
Sponsored ADR ⁽¹⁾	3,700	\$ 638			
CoStar Group, Inc. ⁽¹⁾	1,000	297			
Facebook, Inc. Class A ⁽¹⁾	6,500	1,147			
Inphi Corp. ⁽¹⁾	9,800	359			
Monolithic Power Systems, Inc.	6,825	767			
NVIDIA Corp.	4,500	871			
PayPal Holdings, Inc. ⁽¹⁾	7,000	515			
Proofpoint, Inc. ⁽¹⁾	5,000	444			
ServiceNow, Inc. ⁽¹⁾	3,500	456			
Shopify, Inc. Class A ⁽¹⁾	11,700	1,182			
Zillow Group, Inc. Class C ⁽¹⁾	20,000	818			
					<u>9,017</u>
TOTAL COMMON STOCKS					23,096
(Identified Cost \$10,610)					
TOTAL LONG-TERM INVESTMENTS—99.9%					23,096
(Identified Cost \$10,610)					
SHORT-TERM INVESTMENT—0.3%					
MONEY MARKET MUTUAL FUND—0.3%					
Dreyfus Government Cash Management Fund - Institutional Shares (seven-day effective yield 1.190%) ⁽²⁾	73,803	74			
TOTAL SHORT-TERM INVESTMENT					74
(Identified Cost \$74)					
TOTAL INVESTMENTS—100.2%					\$23,170
(Identified Cost \$10,684)					
Other assets and liabilities, net—(0.2)%					(56)
NET ASSETS—100.0%					\$23,114

Abbreviation:

ADR American Depositary Receipt

Footnote Legend:

⁽¹⁾ Non-income producing security.

⁽²⁾ Shares of this fund are publicly offered, and its prospectus and annual report are publicly available.

Country Weightings (Unaudited)[†]

United States	91%
Canada	5
Cayman Islands	4
Total Investments	100%

[†] % of total investments as of December 31, 2017

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Common Stocks	\$23,096	\$23,096	\$—	\$—
Short-Term Investment	74	74	—	—
Total Investments	<u>\$23,170</u>	<u>\$23,170</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS CONSERVATIVE ALLOCATION STRATEGY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
AFFILIATED MUTUAL FUNDS⁽¹⁾—99.8%			Equity Funds—continued			SHORT-TERM INVESTMENT—1.6%		
Equity Funds—35.7%			Virtus WCM International Equity Fund - Class R6	125,926	\$ 1,525	MONEY MARKET MUTUAL FUND⁽¹⁾—1.6%		
Virtus Ceredex Large-Cap Value Equity Fund - Class R6	68,828	\$ 1,130			<u>13,215</u>	Dreyfus Government Cash Management Fund - Institutional Shares (seven-day effective yield 1.190%)	582,633	\$ 583
Virtus Ceredex Mid-Cap Value Equity Fund - Class R6	89,622	1,136	Fixed Income Funds—64.1%			TOTAL SHORT-TERM INVESTMENT (Identified Cost \$583)		583
Virtus Duff & Phelps Global Infrastructure Fund - Class I	75,132	1,128	Virtus Newfleet High Yield Fund - Class R6	446,350	1,879	TOTAL INVESTMENTS—101.4% (Identified Cost \$35,923)		\$37,555
Virtus Duff & Phelps Global Real Estate Securities Fund - Class R6	51,531	1,527	Virtus Newfleet Multi-Sector Intermediate Bond Fund - Class R6	727,412	7,558	Other assets and liabilities, net—(1.4%)		<u>(503)</u>
Virtus KAR Capital Growth Fund - Class I	66,706	1,118	Virtus Seix Core Bond Fund - Class R6	177,090	1,882	NET ASSETS—100.0%		\$37,052
Virtus KAR International Small-Cap Fund - Class R6	69,122	1,145	Virtus Seix Floating Rate High Income Fund - Class R6	345,825	3,012			
Virtus KAR Small-Cap Growth Fund - Class I	40,421	1,121	Virtus Seix Total Return Bond Fund - Class R6	725,138	7,556			
Virtus KAR Small-Cap Value Fund - Class R6	59,441	1,126	Virtus Seix U.S. Government Securities Ultra Short Bond Fund - Class R6	186,431	1,870			
Virtus Rampart Enhanced Core Equity Fund - Class I	55,410	1,121			<u>23,757</u>			
Virtus Vontobel Emerging Markets Opportunities Fund - Class R6	94,308	1,138	TOTAL AFFILIATED MUTUAL FUNDS (Identified Cost \$35,340)		36,972			
			TOTAL LONG-TERM INVESTMENTS—99.8% (Identified Cost \$35,340)		36,972			

Footnote Legend:

⁽¹⁾ Shares of these funds are publicly offered, and the prospectus and annual reports of each are publicly available.

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Affiliated Mutual Funds	\$36,972	\$36,972	\$—	\$—
Short-Term Investment	583	583	—	—
Total Investments	<u>\$37,555</u>	<u>\$37,555</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS GROWTH ALLOCATION STRATEGY FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2017

(\$ reported in thousands)

	Shares	Value		Shares	Value		Shares	Value
AFFILIATED MUTUAL FUNDS⁽¹⁾—98.2%			Equity Funds—continued			SHORT-TERM INVESTMENT—2.4%		
Equity Funds—74.2%			Virtus Vontobel Foreign			MONEY MARKET MUTUAL FUND⁽¹⁾—2.4%		
Virtus Ceredex Large-Cap Value			Opportunities Fund Class R6	193,174	\$ 6,856	Dreyfus Government Cash		
Equity Fund - Class R6	363,591	\$ 5,966	Virtus WCM International Equity			Management Fund -		
Virtus Ceredex Mid-Cap Value			Fund - Class R6	640,435	7,756	Institutional Shares (seven-day		
Equity Fund - Class R6	404,165	5,121			<u>63,181</u>	effective yield 1.190%)	1,997,578	\$ 1,998
Virtus Duff & Phelps Global			Fixed Income Funds—24.0%			TOTAL SHORT-TERM INVESTMENT		
Infrastructure Fund - Class I	226,418	3,399	Virtus Newfleet High Yield Fund -			(Identified Cost \$1,998)		1,998
Virtus Duff & Phelps Global Real			Class R6	604,132	2,544	TOTAL INVESTMENTS—100.6%		
Estate Securities Fund -			Virtus Newfleet Multi-Sector			(Identified Cost \$77,459)		\$85,609
Class R6	203,550	6,033	Intermediate Bond Fund -			Other assets and liabilities, net—(0.6)%		<u>(492)</u>
Virtus KAR Capital Growth Fund -			Class R6	821,091	8,531	NET ASSETS—100.0%		\$85,117
Class I	276,457	4,633	Virtus Seix Floating Rate High					
Virtus KAR International			Income Fund - Class R6	291,507	2,539			
Small-Cap Fund - Class R6	207,539	3,437	Virtus Seix Total Return Bond					
Virtus KAR Small-Cap Growth			Fund - Class R6	654,164	6,816			
Fund - Class I	106,320	2,949			<u>20,430</u>			
Virtus KAR Small-Cap Value Fund			TOTAL AFFILIATED MUTUAL FUNDS					
- Class R6	224,077	4,246	(Identified Cost \$75,461)					
Virtus Rampart Enhanced Core			TOTAL LONG-TERM					
Equity Fund - Class I	334,733	6,772	INVESTMENTS—98.2%					
Virtus Vontobel Emerging			(Identified Cost \$75,461)					
Markets Opportunities Fund -								
Class R6	498,198	6,013						

Footnote Legend:

⁽¹⁾ Shares of these funds are publicly offered, and the prospectus and annual reports of each are publicly available.

The following table provides a summary of inputs used to value the Fund's investments as of December 31, 2017 (See Security Valuation Note 2A in the Notes to Financial Statements):

	Total Value at December 31, 2017	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Equity Securities:				
Affiliated Mutual Funds	\$83,611	\$83,611	\$—	\$—
Short-Term Investment	1,998	1,998	—	—
Total Investments	<u>\$85,609</u>	<u>\$85,609</u>	<u>\$—</u>	<u>\$—</u>

There were no securities valued using significant observable inputs (Level 2) or significant unobservable inputs (Level 3) at December 31, 2017. There were no transfers between Level 1, Level 2, or Level 3 related to securities held at December 31, 2017.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	<u>Ceredex Large-Cap Value Equity Fund</u>	<u>Ceredex Mid-Cap Value Equity Fund</u>	<u>Ceredex Small-Cap Value Equity Fund</u>
Assets			
Investments in securities at value	\$ 1,977,395	\$ 2,953,174	\$ 810,524
Cash	— ⁽¹⁾	— ⁽¹⁾	—
Receivables			
Investment securities sold	16,618	—	—
Fund shares sold	1,054	14,907	306
Dividends and interest receivable	2,064	5,396	4,920
Prepaid expenses	50	71	32
Other assets	49	72	20
	<u>1,997,230</u>	<u>2,973,620</u>	<u>815,802</u>
Liabilities			
Cash Overdraft	—	—	— ⁽¹⁾
Payables			
Fund shares repurchased	15,320	24,083	5,863
Investment securities purchased	1,379	—	—
Investment advisory fees	1,305	2,066	576
Distribution and service fees	83	110	42
Administration fees	187	276	76
Transfer and sub-transfer agent fees and expenses	890	1,068	354
Printing expenses	100	124	29
Trustees' fees and expenses	1	2	1
Professional fees	18	17	20
Trustee deferred compensation plan	49	72	20
Other Accrued Expenses	51	88	32
	<u>19,383</u>	<u>27,906</u>	<u>7,013</u>
Net Assets	<u>1,977,847</u>	<u>2,945,714</u>	<u>808,789</u>
Net Assets Consist of			
Capital paid in on shares of beneficial interest	\$ 1,461,966	\$ 2,637,142	\$ 614,639
Accumulated undistributed net investment income (loss)	67	293	(20)
Accumulated Net Realized Gain (Loss) from Investments	6,646	33,920	(1,733)
Net Unrealized Appreciation (Depreciation) on Investments	509,168	274,359	195,903
	<u>1,977,847</u>	<u>2,945,714</u>	<u>808,789</u>
Net Assets:			
Class A	\$ 323,202	\$ 320,717	\$ 114,673
Class C	\$ 17,744	\$ 48,877	\$ 20,658
Class I	\$ 1,300,385	\$ 2,187,625	\$ 673,458
Class R6*	\$ 336,516	\$ 388,495	\$ —
Shares Outstanding (unlimited number of shares authorized, no par value):			
Class A	19,953,183	25,650,580	9,948,828
Class C	1,124,264	4,012,394	2,002,973
Class I	79,549,528	172,827,353	56,238,616
Class R6*	20,507,966	30,670,180	—
Net Asset Value and Redemption Price Per Share:			
Class A	\$ 16.20	\$ 12.50	\$ 11.53
Class C	\$ 15.78	\$ 12.18	\$ 10.31
Class I	\$ 16.35	\$ 12.66	\$ 11.98
Class R6*	\$ 16.41	\$ 12.67	\$ —

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	Ceredex Large-Cap Value Equity Fund	Ceredex Mid-Cap Value Equity Fund	Ceredex Small-Cap Value Equity Fund
Offering Price per Share (NAV/(1-Maximum Sales Charge)):			
Class A	\$ 17.19	\$ 13.26	\$ 12.23
Maximum Sales Charge - Class A	5.75%	5.75%	5.75%
Investments in securities at cost	\$ 1,468,227	\$ 2,678,815	\$ 614,621

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Amount is less than \$500.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	<u>Silvant Large-Cap Growth Stock Fund</u>	<u>Silvant Small-Cap Growth Stock Fund</u>	<u>WCM International Equity Fund</u>
Assets			
Investments in securities at value	\$ 129,262	\$ 29,907	\$ 98,067
Cash	— ⁽¹⁾	—	—
Receivables			
Fund shares sold	24	4	171
Dividends and interest receivable	40	11	37
Tax reclaims	—	—	108
Prepaid expenses	25	27	24
Other assets	3	1	2
	<u>129,354</u>	<u>29,950</u>	<u>98,409</u>
Liabilities			
Cash Overdraft	—	— ⁽¹⁾	—
Foreign currency at value	—	—	— ⁽¹⁾
Payables			
Fund shares repurchased	294	91	70
Investment securities purchased	3,797	—	—
Investment advisory fees	61	20	72
Distribution and service fees	45	5	4
Administration fees	12	3	9
Transfer and sub-transfer agent fees and expenses	41	9	17
Printing expenses	7	2	5
Trustees' fees and expenses	— ⁽¹⁾	— ⁽¹⁾	— ⁽¹⁾
Professional fees	21	20	22
Trustee deferred compensation plan	3	1	2
Other Accrued Expenses	7	3	20
	<u>4,288</u>	<u>154</u>	<u>221</u>
Net Assets	<u>125,066</u>	<u>29,796</u>	<u>98,188</u>
Net Assets Consist of			
Capital paid in on shares of beneficial interest	\$ 56,286	\$ 21,692	\$ 77,658
Accumulated undistributed net investment income (loss)	(3)	(1)	233
Accumulated Net Realized Gain (Loss) from Investments	12,526	1,087	(177)
Net Unrealized Appreciation (Depreciation) on Investments	56,257	7,018	20,474
	<u>125,066</u>	<u>29,796</u>	<u>98,188</u>
Net Assets:			
Class A	\$ 63,051	\$ 6,840	\$ 18,567
Class C	\$ 36,930	\$ 4,319	\$ —
Class I	\$ 24,621	\$ 18,637	\$ 70,342
Class R6 [*]	\$ 464	\$ —	\$ 9,279
Shares Outstanding (unlimited number of shares authorized, no par value):			
Class A	11,478,694	987,776	1,560,400
Class C	15,275,391	1,676,452	—
Class I	3,269,703	2,121,619	5,817,769
Class R6 [*]	61,116	—	766,361
Net Asset Value and Redemption Price Per Share:			
Class A	\$ 5.49	\$ 6.92	\$ 11.90
Class C	\$ 2.42	\$ 2.58	\$ —
Class I	\$ 7.53	\$ 8.78	\$ 12.09
Class R6 [*]	\$ 7.59	\$ —	\$ 12.11

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	Silvant Large-Cap Growth Stock Fund	Silvant Small-Cap Growth Stock Fund	WCM International Equity Fund
Offering Price per Share (NAV/(1-Maximum Sales Charge)):			
Class A	\$ 5.82	\$ 7.34	\$ 12.63
Maximum Sales Charge - Class A	5.75%	5.75%	5.75%
Investments in securities at cost	\$ 73,005	\$ 22,889	\$ 77,593

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Amount is less than \$500.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	Zevenbergen Innovative Growth Stock Fund	Conservative Allocation Strategy Fund	Growth Allocation Strategy Fund
Assets			
Investments in securities at value	\$ 23,170	\$ 583	\$ 1,998
Investment in affiliated fund at value	—	36,972	83,611
Receivables			
Investment securities sold	242	—	—
Fund shares sold	8	27	18
Receivable from adviser	—	3	45
Dividends and interest receivable	2	71	70
Prepaid expenses	14	26	27
Other assets	1	1	2
	<u>23,437</u>	<u>37,683</u>	<u>85,771</u>
Total Assets			
Liabilities			
Cash Overdraft	104	—	—
Payables			
Fund shares repurchased	1	510	467
Investment securities purchased	171	70	69
Investment advisory fees	9	—	—
Distribution and service fees	1	14	13
Administration fees	2	4	8
Transfer and sub-transfer agent fees and expenses	10	10	58
Printing expenses	1	2	6
Trustees' fees and expenses	— ⁽¹⁾	— ⁽¹⁾	— ⁽¹⁾
Professional fees	20	15	20
Trustee deferred compensation plan	1	1	2
Other Accrued Expenses	3	5	11
	<u>323</u>	<u>631</u>	<u>654</u>
Total Liabilities			
Net Assets			
	<u>23,114</u>	<u>37,052</u>	<u>85,117</u>
Net Assets Consist of			
Capital paid in on shares of beneficial interest	\$ 9,202	\$ 35,133	\$ 74,595
Accumulated undistributed net investment income (loss)	(1)	(1)	234
Accumulated Net Realized Gain (Loss) from Investments	1,427	288	2,138
Net Unrealized Appreciation (Depreciation) on Investments	12,486	1,632	8,150
	<u>23,114</u>	<u>37,052</u>	<u>85,117</u>
Net Assets			
	<u>23,114</u>	<u>37,052</u>	<u>85,117</u>
Net Assets:			
Class A	\$ 5,484	\$ 6,707	\$ 15,068
Class C	\$ —	\$ 14,294	\$ 11,099
Class I	\$ 17,630	\$ 16,051	\$ 58,950
Shares Outstanding (unlimited number of shares authorized, no par value):			
Class A	274,751	566,248	1,586,356
Class C	—	1,221,267	1,207,228
Class I	835,474	1,356,430	6,158,699
Net Asset Value and Redemption Price Per Share:			
Class A	\$ 19.96	\$ 11.85	\$ 9.50
Class C	\$ —	\$ 11.70	\$ 9.19
Class I	\$ 21.10	\$ 11.83	\$ 9.57

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2017

(\$ reported in thousands except shares and per share amounts)

	Zevenbergen Innovative Growth Stock Fund	Conservative Allocation Strategy Fund	Growth Allocation Strategy Fund
Offering Price per Share (NAV/(1-Maximum Sales Charge)):			
Class A	\$ 21.18	\$ 12.57	\$ 10.08
Maximum Sales Charge - Class A	5.75%	5.75%	5.75%
Investments in securities at cost	\$ 10,684	\$ 583	\$ 1,998
Affiliated Investments, at cost	—	35,340	75,461

⁽¹⁾ Amount is less than \$500.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF OPERATIONS
YEAR ENDED DECEMBER 31, 2017

(\$ reported in thousands)

	Ceredex Large-Cap Value Equity Fund		Ceredex Mid-Cap Value Equity Fund	
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017
Investment Income				
Dividends	\$ 34,367	\$ 57,565	\$ 47,728	\$ 71,416
Security lending, net of fees	1	28	873	554
Foreign taxes withheld	(5)	—	(77)	—
	<u>34,363</u>	<u>57,593</u>	<u>48,524</u>	<u>71,970</u>
Expenses				
Investment advisory fees	9,876	13,960	15,783	22,595
Distribution and service fees, Class A	610	1,066	651	1,133
Distribution and service fees, Class C	134	189	390	564
Administration Fees	1,126	212	1,700	324
Transfer agent fees and expenses	461	165	933	1,359
Sub-transfer agent fees, Class A	627	1,221	708	1,353
Sub-transfer agent fees, Class C	8	—	30	—
Sub-transfer agent fees, Class I	2,545	5,527	3,343	7,405
Sub-Administration fees	56	263	82	399
Custodian fees	26	31	38	47
Printing fees and expenses	87	128	210	363
Professional fees	38	109	49	167
Registration fees	49	58	51	111
Trustees' fees and expenses	103	122	156	187
Miscellaneous expenses	140	264	208	408
	<u>15,886</u>	<u>23,315</u>	<u>24,332</u>	<u>36,415</u>
Less expenses reimbursed, waived and/or recouped by investment adviser	(1,036)	(2,179)	(76)	(244)
Distribution fees reimbursed (Note 13)	(111)	—	(119)	—
	<u>14,739</u>	<u>21,136</u>	<u>24,137</u>	<u>36,171</u>
Net investment income (loss)	<u>19,624</u>	<u>36,457</u>	<u>24,387</u>	<u>35,799</u>
Net Realized and Unrealized Gain (Loss) on Investments				
Net Realized Gain (Loss) from:				
Investments	156,109	198,054	318,771	416,382
Net Change in Unrealized Appreciation (Depreciation) on:				
Investments	56,565	129,587	(166,469)	220,581
	<u>212,674</u>	<u>327,641</u>	<u>152,302</u>	<u>636,963</u>
Net increase (decrease) in net assets resulting from operations	<u>\$232,298</u>	<u>\$364,098</u>	<u>\$ 176,689</u>	<u>\$672,762</u>

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF OPERATIONS (Continued)
YEAR ENDED DECEMBER 31, 2017

(\$ reported in thousands)

	Ceredex Small-Cap Value Equity Fund		Silvant Large-Cap Growth Stock Fund	
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017
Investment Income				
Dividends	\$ 19,031	\$ 19,876	\$ 1,430	\$ 2,133
Security lending, net of fees	—	—	3	59
Foreign taxes withheld	(8)	(43)	—	—
Total Investment Income	<u>19,023</u>	<u>19,833</u>	<u>1,433</u>	<u>2,192</u>
Expenses				
Investment advisory fees	5,369	7,780	866	1,605
Distribution and service fees, Class A	217	366	117	182
Distribution and service fees, Class C	165	269	276	376
Administration Fees	476	93	84	23
Transfer agent fees and expenses	204	114	114	276
Sub-transfer agent fees, Class A	235	426	116	20
Sub-transfer agent fees, Class C	14	—	17	—
Sub-transfer agent fees, Class I	1,335	2,654	109	353
Sub-Administration fees	23	116	4	28
Custodian fees	17	19	8	4
Printing fees and expenses	48	83	12	18
Professional fees	32	48	26	11
Registration fees	36	51	40	54
Trustees' fees and expenses	45	54	9	13
Miscellaneous expenses	61	122	14	38
Total Expenses	<u>8,277</u>	<u>12,195</u>	<u>1,812</u>	<u>3,001</u>
Less expenses reimbursed, waived and/or recouped by investment adviser	(19)	(3)	(207)	(292)
Distribution fees reimbursed (Note 13)	(35)	—	(29)	—
Net expenses	<u>8,223</u>	<u>12,192</u>	<u>1,576</u>	<u>2,709</u>
Net Investment income (loss)	<u>10,800</u>	<u>7,641</u>	<u>(143)</u>	<u>(517)</u>
Net Realized and Unrealized Gain (Loss) on Investments				
Net Realized Gain (Loss) from:				
Investments	68,490	123,271	50,580	51,579
Net Change in Unrealized Appreciation (Depreciation) on:				
Investments	(11,900)	47,650	(24,440)	(34,343)
Net Realized and Unrealized Gain (Loss) on Investments	<u>56,590</u>	<u>170,921</u>	<u>26,140</u>	<u>17,236</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ 67,390</u>	<u>\$ 178,562</u>	<u>\$ 25,997</u>	<u>\$ 16,719</u>

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF OPERATIONS (Continued)
YEAR ENDED DECEMBER 31, 2017

(\$ reported in thousands)

	Silvant Small-Cap Growth Stock Fund		WCM International Equity Fund	
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017
Investment Income				
Dividends	\$ 172	\$ 358	\$ 1,166	\$ 972
Security lending, net of fees	15	48	3	11
Foreign taxes withheld	—	—	(101)	(91)
	187	406	1,068	892
Expenses				
Investment advisory fees	221	402	562	515
Distribution and service fees, Class A	13	21	31	27
Distribution and service fees, Class C	33	47	—	—
Administration Fees	19	5	51	6
Transfer agent fees and expenses	15	23	32	35
Sub-transfer agent fees, Class A	3	3	14	1
Sub-transfer agent fees, Class C	2	—	—	—
Sub-transfer agent fees, Class I	43	108	39	45
Sub-Administration fees	1	6	3	8
Custodian fees	6	4	37	19
Printing fees and expenses	4	5	13	12
Professional fees	25	2	34	9
Registration fees	40	53	30	49
Trustees' fees and expenses	2	3	4	3
Miscellaneous expenses	3	15	19	34
	430	697	869	763
Less expenses reimbursed, waived and/or recouped by investment adviser	(58)	(46)	(51)	(65)
Distribution fees reimbursed (Note 13)	(3)	—	(2)	—
	369	651	816	698
Net investment income (loss)	(182)	(245)	252	194
Net Realized and Unrealized Gain (Loss) on Investments				
Net Realized Gain (Loss) from:				
Investments	3,773	6,630	834	(211)
Foreign Currency Translations	—	—	(9)	—
Forward Currency Transactions	—	—	— ⁽²⁾	—
Net Change in Unrealized Appreciation (Depreciation) on:				
Investments	(231)	2,168	13,346	5,750
Foreign Currency Translations	—	—	4	—
	3,542	8,798	14,175	5,539
Net Realized and Unrealized Gain (Loss) on Investments	3,542	8,798	14,175	5,539
Net increase (decrease) in net assets resulting from operations	\$3,360	\$8,553	\$14,427	\$5,733

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

⁽²⁾ Amount is less than \$500.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF OPERATIONS (Continued)
YEAR ENDED DECEMBER 31, 2017

(\$ reported in thousands)

	<u>Zevenbergen Innovative Growth Stock Fund</u>		<u>Conservative Allocation Strategy Fund</u>	
	<u>Fiscal Period Ended December 31, 2017⁽¹⁾</u>	<u>Year Ended March 31, 2017</u>	<u>Fiscal Period Ended December 31, 2017⁽¹⁾</u>	<u>Year Ended March 31, 2017</u>
Investment Income				
Dividends	\$ 26	\$ 28	\$ 32	\$ 410
Dividends from affiliated funds	—	—	655	642
Total Investment Income	<u>26</u>	<u>28</u>	<u>687</u>	<u>1,052</u>
Expenses				
Investment advisory fees	180	204	30	55
Distribution and service fees, Class A	12	20	13	35
Distribution and service fees, Class C	—	—	115	181
Administration Fees	16	2	30	6
Transfer agent fees and expenses	11	13	15	24
Sub-transfer agent fees, Class A	6	6	4	7
Sub-transfer agent fees, Class C	—	—	6	—
Sub-transfer agent fees, Class I	37	48	15	29
Sub-Administration fees	1	3	1	20
Custodian fees	7	7	12	16
Printing fees and expenses	4	3	4	7
Professional fees	24	1	19	3
Registration fees	23	31	28	42
Trustees' fees and expenses	2	1	2	3
Miscellaneous expenses	4	13	4	14
Total Expenses	<u>327</u>	<u>352</u>	<u>298</u>	<u>442</u>
Less expenses reimbursed, waived and/or recouped by investment adviser	(36)	(26)	(70)	(60)
Distribution fees reimbursed (Note 13)	(2)	—	(9)	—
Net expenses	<u>289</u>	<u>326</u>	<u>219</u>	<u>382</u>
Net Investment income (loss)	<u>(263)</u>	<u>(298)</u>	<u>468</u>	<u>670</u>
Net Realized and Unrealized Gain (Loss) on Investments				
Net Realized Gain (Loss) from:				
Investments	3,302	3,193	820	77
Affiliated Investments	—	—	1,289	—
Capital Gain Received from Investments in Affiliated Investment Companies	—	—	743	1,180
Net Change in Unrealized Appreciation (Depreciation) on:				
Investments	1,372	1,488	(538)	(42)
Affiliated Investments	—	—	(470)	942
Net Realized and Unrealized Gain (Loss) on Investments	<u>4,674</u>	<u>4,681</u>	<u>1,844</u>	<u>2,157</u>
Net increase (decrease) in net assets resulting from operations	<u><u>\$4,411</u></u>	<u><u>\$4,383</u></u>	<u><u>\$2,312</u></u>	<u><u>\$2,827</u></u>

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF OPERATIONS (Continued)
YEAR ENDED DECEMBER 31, 2017

(\$ reported in thousands)

	Growth Allocation Strategy Fund	
	Fiscal Period Ended December 31, 2017⁽¹⁾	Year Ended March 31, 2017
Investment Income		
Dividends	\$ 76	\$ 227
Dividends from affiliated funds	858	360
	934	587
Expenses		
Investment advisory fees	51	41
Distribution and service fees, Class A	22	19
Distribution and service fees, Class C	57	24
Distribution and service fees, Class I	1	—
Administration Fees	53	4
Transfer agent fees and expenses	25	13
Sub-transfer agent fees, Class A	11	1
Sub-transfer agent fees, Class C	5	—
Sub-transfer agent fees, Class I	118	119
Sub-Administration fees	2	20
Custodian fees	13	14
Printing fees and expenses	6	3
Professional fees	25	2
Registration fees	27	42
Trustees' fees and expenses	4	2
Miscellaneous expenses	6	12
	426	316
Less expenses reimbursed, waived and/or recouped by investment adviser	(100)	(78)
Distribution fees reimbursed (Note 13)	(7)	—
	319	238
Net investment income (loss)	615	349
Net Realized and Unrealized Gain (Loss) on Investments		
Net Realized Gain (Loss) from:		
Investments	2,431	738
Affiliated Investments	7,670	—
Capital Gain Received from Investments in Affiliated Investment Companies	3,775	1,619
Net Change in Unrealized Appreciation (Depreciation) on:		
Investments	(909)	386
Affiliated Investments	2,149	1,065
	15,116	3,808
Net Realized and Unrealized Gain (Loss) on Investments	15,116	3,808
Net increase (decrease) in net assets resulting from operations	\$15,731	\$4,157

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST

STATEMENTS OF CHANGES IN NET ASSETS

(\$ reported in thousands)

	Ceredex Large-Cap Value Equity Fund			Ceredex Mid-Cap Value Equity Fund		
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016
Increase (decrease) in Net Assets resulting from Operations						
Net investment income (loss)	\$ 19,624	\$ 36,457	\$ 29,744	\$ 24,387	\$ 35,799	\$ 43,782
Net realized gain (loss)	156,109	198,054	61,008	318,771	416,382	58,904
Net change in unrealized appreciation (depreciation)	56,565	129,587	(146,177)	(166,469)	220,581	(309,127)
Increase (decrease) in net assets resulting from operations.....	<u>232,298</u>	<u>364,098</u>	<u>(55,425)</u>	<u>176,689</u>	<u>672,762</u>	<u>(206,441)</u>
Dividends and Distributions to Shareholders						
Net Investment Income						
Class A	(3,620)	(4,823)	(4,596)	(1,936)	(3,509)	(3,557)
Class C	(125)	(171)	(151)	(99)	(286)	(401)
Class I	(17,469)	(23,506)	(24,293)	(19,862)	(31,949)	(35,723)
Class R6*	(5,496)	(5,537)	(1,931)	(4,155)	(3,721)	(2,319)
Net Realized Gains						
Class A	(46,498)	(1,413)	(31,413)	(58,948)	(13,157)	(23,673)
Class C	(2,612)	(75)	(1,619)	(9,162)	(1,988)	(4,182)
Class I	(185,480)	(5,721)	(130,478)	(393,155)	(91,349)	(161,563)
Class R6*	(49,356)	(1,161)	(8,723)	(66,344)	(8,470)	(7,897)
Total Dividends and Distributions	<u>(310,656)</u>	<u>(42,407)</u>	<u>(203,204)</u>	<u>(553,661)</u>	<u>(154,429)</u>	<u>(239,315)</u>
Change in Net Assets from Capital transactions						
Class A	1,064	(81,052)	(50,326)	(6,422)	(87,956)	(138,958)
Class C	(79)	(3,284)	289	(139)	(17,440)	(13,913)
Class I	(81,764)	(229,798)	(290,150)	(248,008)	(416,649)	(457,847)
Class R6*	28,012	6,109	246,664	144,459	64,349	175,505
Increase (decrease) in net assets from share transactions	(52,767)	(308,025)	(93,523)	(110,110)	(457,696)	(435,213)
Net increase (decrease) in net assets.....	(131,125)	13,666	(352,152)	(487,082)	60,637	(880,970)
Net Assets						
Beginning of period	<u>2,108,972</u>	<u>2,095,306</u>	<u>2,447,458</u>	<u>3,432,796</u>	<u>3,372,159</u>	<u>4,253,129</u>
End of Period.....	<u>\$1,977,847</u>	<u>\$2,108,972</u>	<u>\$2,095,306</u>	<u>\$2,945,714</u>	<u>\$3,432,796</u>	<u>\$3,372,159</u>
Accumulated undistributed net investment income (loss) at end of period	\$ 67	\$ 8,368	\$ 5,948	\$ 293	\$ 2,004	\$ 10,555

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST

STATEMENTS OF CHANGES IN NET ASSETS (Continued)

(\$ reported in thousands)

	Ceredex Small-Cap Value Equity Fund			Silvant Large-Cap Growth Stock Fund		
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016
Increase (decrease) in Net Assets resulting from Operations						
Net investment income (loss)	\$ 10,800	\$ 7,641	\$ 9,402	\$ (143)	\$ (517)	\$ (931)
Net realized gain (loss)	68,490	123,271	160,397	50,580	51,579	12,551
Net change in unrealized appreciation (depreciation)	(11,900)	47,650	(185,414)	(24,440)	(34,343)	(16,826)
Increase (decrease) in net assets resulting from operations.....	<u>67,390</u>	<u>178,562</u>	<u>(15,615)</u>	<u>25,997</u>	<u>16,719</u>	<u>(5,206)</u>
Dividends and Distributions to Shareholders						
Net Investment Income						
Class A	(1,424)	(919)	(1,361)	—	—	—
Class C	(197)	(131)	(232)	—	—	—
Class I	(9,199)	(7,849)	(11,307)	—	—	—
Net Realized Gains						
Class A	(17,475)	(5,439)	(33,547)	(24,485)	(8,690)	(5,724)
Class C	(3,552)	(1,282)	(8,088)	(24,341)	(7,643)	(5,427)
Class I	(103,146)	(33,291)	(207,815)	(8,681)	(11,447)	(9,097)
Class R6 [*]	—	—	—	(2,009)	(3,486)	(3,074)
Total Dividends and Distributions	<u>(134,993)</u>	<u>(48,911)</u>	<u>(262,350)</u>	<u>(59,516)</u>	<u>(31,266)</u>	<u>(23,322)</u>
Change in Net Assets from Capital transactions						
Class A	846	(14,300)	(3,434)	16,370	2,917	3,065
Class C	(1,722)	(6,505)	2,673	19,256	1,175	10
Class I	(57,002)	(143,477)	(67,088)	(66,828)	(13,861)	(5,197)
Class R6 [*]	—	—	—	(24,152)	(11,595)	(12,335)
Increase (decrease) in net assets from share transactions	(57,878)	(164,282)	(67,849)	(55,354)	(21,364)	(14,457)
Net increase (decrease) in net assets.....	(125,481)	(34,631)	(345,814)	(88,873)	(35,911)	(42,985)
Net Assets						
Beginning of period	934,270	968,901	1,314,715	213,939	249,850	292,835
End of Period.....	<u>\$ 808,789</u>	<u>\$ 934,270</u>	<u>\$ 968,901</u>	<u>\$125,066</u>	<u>\$213,939</u>	<u>\$249,850</u>
Accumulated undistributed net investment income (loss) at end of period	\$ (20)	\$ —	\$ 1,383	\$ (3)	\$ (129)	\$ (193)

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST STATEMENTS OF CHANGES IN NET ASSETS (Continued)

(\$ reported in thousands)

	Silvant Small-Cap Growth Stock Fund			WCM International Equity Fund		
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016
Increase (decrease) in Net Assets resulting from Operations						
Net investment income (loss)	\$ (182)	\$ (245)	\$ (719)	\$ 252	\$ 193	\$ 269
Net realized gain (loss)	3,773	6,630	23,215	825	(210)	2,972
Net change in unrealized appreciation (depreciation)	(231)	2,168	(34,291)	13,350	5,751	(3,563)
Increase (decrease) in net assets resulting from operations	<u>3,360</u>	<u>8,553</u>	<u>(11,795)</u>	<u>14,427</u>	<u>5,734</u>	<u>(322)</u>
Dividends and Distributions to Shareholders						
Net Investment Income						
Class A	—	—	—	(15)	(61)	(24)
Class I	—	—	—	(82)	(198)	(121)
Class R6 [*]	—	—	—	(13)	(33)	—
Net Realized Gains						
Class A	(1,011)	(1,016)	(2,963)	—	(79)	(354)
Class C	(1,459)	(1,293)	(2,794)	—	—	—
Class I	(2,493)	(3,661)	(14,333)	—	(226)	(880)
Class R6 [*]	—	(441)	(1,478)	—	(32)	(766)
Total Dividends and Distributions	<u>(4,963)</u>	<u>(6,411)</u>	<u>(21,568)</u>	<u>(110)</u>	<u>(629)</u>	<u>(2,145)</u>
Change in Net Assets from Capital transactions						
Class A	144	(77)	1,067	1,737	9,517	97
Class C	594	563	1,902	—	—	—
Class I	(9,959)	(11,756)	(66,291)	8,947	18,634	11,230
Class R6 [*]	(300)	(1,218)	(793)	1,393	194	6,339
Increase (decrease) in net assets from share transactions	(9,521)	(12,488)	(64,115)	12,077	28,345	17,666
Net increase (decrease) in net assets	(11,124)	(10,346)	(97,478)	26,394	33,450	15,199
Net Assets						
Beginning of period	40,920	51,266	148,744	71,794	38,344	23,145
End of Period	<u>\$ 29,796</u>	<u>\$ 40,920</u>	<u>\$ 51,266</u>	<u>\$ 98,188</u>	<u>\$ 71,794</u>	<u>\$ 38,344</u>
Accumulated undistributed net investment income (loss) at end of period.	\$ (1)	\$ (67)	\$ (83)	\$ 233	\$ 110	\$ 225

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF CHANGES IN NET ASSETS (Continued)

(\$ reported in thousands)

	Zevenbergen Innovative Growth Stock Fund			Conservative Allocation Strategy Fund		
	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016	Fiscal Period Ended December 31, 2017 ⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016
Increase (decrease) in Net Assets resulting from Operations						
Net investment income (loss)	\$ (263)	\$ (298)	\$ (419)	\$ 468	\$ 670	\$ 853
Net realized gain (loss)	3,302	3,193	2,937	2,852	1,257	70
Net change in unrealized appreciation (depreciation)	<u>1,372</u>	<u>1,488</u>	<u>(4,841)</u>	<u>(1,008)</u>	<u>900</u>	<u>(2,320)</u>
Increase (decrease) in net assets resulting from operations	<u>4,411</u>	<u>4,383</u>	<u>(2,323)</u>	<u>2,312</u>	<u>2,827</u>	<u>(1,397)</u>
Dividends and Distributions to Shareholders						
Net Investment Income						
Class A	—	—	—	(136)	(170)	(204)
Class C	—	—	—	(199)	(231)	(158)
Class I	—	—	—	(391)	(492)	(572)
Net Realized Gains						
Class A	(584)	(971)	(702)	(488)	(36)	(349)
Class C	—	—	—	(1,151)	(72)	(480)
Class I	<u>(1,867)</u>	<u>(2,005)</u>	<u>(1,394)</u>	<u>(1,312)</u>	<u>(85)</u>	<u>(800)</u>
Total Dividends and Distributions	<u>(2,451)</u>	<u>(2,976)</u>	<u>(2,096)</u>	<u>(3,677)</u>	<u>(1,086)</u>	<u>(2,563)</u>
Change in Net Assets from Capital transactions						
Class A	(1,424)	(2,020)	(427)	(1,129)	(6,818)	(671)
Class C	—	—	—	(1,485)	(3,344)	2,087
Class I	<u>(6,127)</u>	<u>2,988</u>	<u>(3,681)</u>	<u>(1,237)</u>	<u>(13,977)</u>	<u>411</u>
Increase (decrease) in net assets from share transactions	(7,551)	968	(4,108)	(3,851)	(24,139)	1,827
Net increase (decrease) in net assets	(5,591)	2,375	(8,527)	(5,216)	(22,398)	(2,133)
Net Assets						
Beginning of period	<u>28,705</u>	<u>26,330</u>	<u>34,857</u>	<u>42,268</u>	<u>64,666</u>	<u>66,799</u>
End of Period	<u>\$23,114</u>	<u>\$28,705</u>	<u>\$26,330</u>	<u>\$37,052</u>	<u>\$ 42,268</u>	<u>\$64,666</u>
Accumulated undistributed net investment income (loss) at end of period.	\$ (1)	\$ (78)	\$ (79)	\$ (1)	\$ 114	\$ 125

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
STATEMENTS OF CHANGES IN NET ASSETS (Continued)

(\$ reported in thousands)

	Growth Allocation Strategy Fund		
	Fiscal Period Ended December 31, 2017⁽¹⁾	Year Ended March 31, 2017	Year Ended March 31, 2016
Increase (decrease) in Net Assets resulting from Operations			
Net investment income (loss)	\$ 615	\$ 349	\$ 488
Net realized gain (loss)	13,876	2,357	2,558
Net change in unrealized appreciation (depreciation)	<u>1,240</u>	<u>1,451</u>	<u>(5,495)</u>
Increase (decrease) in net assets resulting from operations	<u>15,731</u>	<u>4,157</u>	<u>(2,449)</u>
Dividends and Distributions to Shareholders			
Net Investment Income			
Class A	(183)	(62)	(67)
Class C	(105)	(12)	(11)
Class I	(720)	(399)	(479)
Net Realized Gains			
Class A	(2,103)	(358)	(545)
Class C	(1,497)	(135)	(203)
Class I	<u>(8,598)</u>	<u>(1,922)</u>	<u>(3,233)</u>
Total Dividends and Distributions	<u>(13,206)</u>	<u>(2,888)</u>	<u>(4,538)</u>
Change in Net Assets from Capital transactions			
Class A	8,759	(1,641)	(635)
Class C	8,813	(686)	(192)
Class I	<u>24,642</u>	<u>(6,626)</u>	<u>(9,409)</u>
Increase (decrease) in net assets from share transactions	42,214	(8,953)	(10,236)
Net increase (decrease) in net assets	44,739	(7,684)	(17,223)
Net Assets			
Beginning of period	<u>40,378</u>	<u>48,062</u>	<u>65,285</u>
End of Period	<u>\$ 85,117</u>	<u>\$40,378</u>	<u>\$ 48,062</u>
Accumulated undistributed net investment income (loss) at end of period	\$ 234	\$ 6	\$ 15

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
FINANCIAL HIGHLIGHTS
SELECTED PER SHARE DATA AND RATIOS FOR A SHARE OUTSTANDING
THROUGHOUT EACH PERIOD

	Net Asset Value, Beginning of Period	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Dividends from Net Investment Income	Distributions from Net Realized Gains	Total Distributions	Change in Net Asset Value	Net Asset Value, End of Period	Total Return ⁽²⁾	Net Assets, End of Period (in thousands)	Ratio of Net expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Gross Expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Net Investment Income (Loss) to Average Net Assets ⁽³⁾	Portfolio Turnover Rate ⁽⁵⁾
Ceredex Large-Cap Value Equity Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$16.98	0.13	1.84	1.97	(0.20)	(2.55)	(2.75)	(0.78)	16.20	12.14%	\$ 323,202	1.24%	1.30%	1.04%	54%
4/1/16 to 3/31/17	14.60	0.23	2.43	2.66	(0.22)	(0.06)	(0.28)	2.38	16.98	18.31	335,256	1.25	1.36	1.45	77
4/1/15 to 3/31/16	16.48	0.17	(0.56)	(0.39)	(0.19)	(1.30)	(1.49)	(1.88)	14.60	(2.46)	362,805	1.27	1.37	1.09	66
4/1/14 to 3/31/15	16.90	0.18	0.99	1.17	(0.18)	(1.41)	(1.59)	(0.42)	16.48	6.98	461,642	1.25	1.36	1.03	73
4/1/13 to 3/31/14	15.67	0.19	3.27	3.46	(0.19)	(2.04)	(2.23)	1.23	16.90	22.60	379,768	1.19	1.37	1.13	81
4/1/12 to 3/31/13	13.70	0.21	1.95	2.16	(0.19)	—	(0.19)	1.97	15.67	15.93	287,957	1.16	1.26	1.48	78
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$16.59	0.08	1.78	1.86	(0.12)	(2.55)	(2.67)	(0.81)	15.78	11.76%	\$ 17,744	1.68%	1.86%	0.61%	54%
4/1/16 to 3/31/17	14.28	0.15	2.37	2.52	(0.15)	(0.06)	(0.21)	2.31	16.59	17.70	18,590	1.72	1.72	0.98	77
4/1/15 to 3/31/16	16.15	0.10	(0.55)	(0.45)	(0.12)	(1.30)	(1.42)	(1.87)	14.28	(2.88)	19,053	1.71	1.71	0.65	66
4/1/14 to 3/31/15	16.59	0.10	0.97	1.07	(0.10)	(1.41)	(1.51)	(0.44)	16.15	6.50	21,207	1.71	1.71	0.57	73
4/1/13 to 3/31/14	15.42	0.10	3.22	3.32	(0.11)	(2.04)	(2.15)	1.17	16.59	21.98	20,239	1.71	1.71	0.62	81
4/1/12 to 3/31/13	13.50	0.12	1.92	2.04	(0.12)	—	(0.12)	1.92	15.42	15.25	16,394	1.75	1.75	0.89	78
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$17.11	0.17	1.86	2.03	(0.24)	(2.55)	(2.79)	(0.76)	16.35	12.42%	\$1,300,385	0.97%	1.05%	1.31%	54%
4/1/16 to 3/31/17	14.71	0.28	2.45	2.73	(0.27)	(0.06)	(0.33)	2.40	17.11	18.63	1,432,996	0.97	1.09	1.73	77
4/1/15 to 3/31/16	16.60	0.22	(0.57)	(0.35)	(0.24)	(1.30)	(1.54)	(1.89)	14.71	(2.19)	1,440,587	0.97	1.09	1.40	66
4/1/14 to 3/31/15	17.02	0.23	0.99	1.22	(0.23)	(1.41)	(1.64)	(0.42)	16.60	7.25	1,927,039	0.95	1.07	1.33	73
4/1/13 to 3/31/14	15.76	0.24	3.29	3.53	(0.23)	(2.04)	(2.27)	1.26	17.02	22.94	1,799,158	0.91	1.06	1.42	81
4/1/12 to 3/31/13	13.77	0.24	1.97	2.21	(0.22)	—	(0.22)	1.99	15.76	16.24	1,442,154	0.89	0.89	1.74	78
Class R6⁷															
4/1/17 to 12/31/17 ⁽⁶⁾	\$17.18	0.21	1.85	2.06	(0.28)	(2.55)	(2.83)	(0.77)	16.41	12.60%	\$ 336,516	0.72%	0.80%	1.57%	54%
4/1/16 to 3/31/17	14.77	0.32	2.46	2.78	(0.31)	(0.06)	(0.37)	2.41	17.18	18.92	322,129	0.72	0.72	1.98	77
4/1/15 to 3/31/16	16.66	0.23	(0.53)	(0.30)	(0.29)	(1.30)	(1.59)	(1.89)	14.77	(1.90)	272,861	0.72	0.72	1.48	66
8/1/14 to 3/31/15 ⁽⁷⁾	17.54	0.19	0.54	0.73	(0.20)	(1.41)	(1.61)	(0.88)	16.66	4.26	37,570	0.71	0.71	1.65	73
Ceredex Mid-Cap Value Equity Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$14.33	0.08	0.69	0.77	(0.08)	(2.52)	(2.60)	(1.83)	12.50	5.87%	\$ 320,717	1.38%	1.37% ⁽⁸⁾	0.75% ⁽⁸⁾	82%
4/1/16 to 3/31/17	12.22	0.11	2.63	2.74	(0.13)	(0.50)	(0.63)	2.11	14.33	22.69	369,102	1.39	1.45	0.81	108
4/1/15 to 3/31/16	13.60	0.11	(0.70)	(0.59)	(0.10)	(0.69)	(0.79)	(1.38)	12.22	(4.11)	397,599	1.40	1.45	0.86	98
4/1/14 to 3/31/15	13.96	0.09	0.92	1.01	(0.08)	(1.29)	(1.37)	(0.36)	13.60	7.45	590,327	1.38	1.41	0.64	94
4/1/13 to 3/31/14	12.96	0.10	2.62	2.72	(0.09)	(1.63)	(1.72)	1.00	13.96	21.68	611,880	1.35	1.40	0.76	108
4/1/12 to 3/31/13	10.99	0.13	1.98	2.11	(0.11)	(0.03)	(0.14)	1.97	12.96	19.43	490,381	1.34	1.38	1.17	123
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$14.02	0.03	0.68	0.71	(0.03)	(2.52)	(2.55)	(1.84)	12.18	5.52%	\$ 48,877	1.80%	1.92%	0.33%	82%
4/1/16 to 3/31/17	11.96	0.05	2.58	2.63	(0.07)	(0.50)	(0.57)	2.06	14.02	22.23 ⁽⁹⁾	55,580	1.80	1.80	0.39	108
4/1/15 to 3/31/16	13.34	0.06	(0.68)	(0.62)	(0.07)	(0.69)	(0.76)	(1.38)	11.96	(4.49)	64,160	1.78	1.78	0.50	98
4/1/14 to 3/31/15	13.72	0.04	0.90	0.94	(0.03)	(1.29)	(1.32)	(0.38)	13.34	7.06	87,115	1.75	1.75	0.28	94
4/1/13 to 3/31/14	12.77	0.05	2.58	2.63	(0.05)	(1.63)	(1.68)	0.95	13.72	21.26	81,961	1.76	1.76	0.36	108
4/1/12 to 3/31/13	10.85	0.07	1.95	2.02	(0.07)	(0.03)	(0.10)	1.92	12.77	18.75	53,893	1.86	1.86	0.65	123

The footnote legend is at the end of the financial highlights.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
FINANCIAL HIGHLIGHTS
SELECTED PER SHARE DATA AND RATIOS FOR A SHARE OUTSTANDING
THROUGHOUT EACH PERIOD

	Net Asset Value, Beginning of Period	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Dividends from Net Investment Income	Distributions from Net Realized Gains	Total Distributions	Change in Net Asset Value	Net Asset Value, End of Period	Total Return ⁽²⁾	Net Assets, End of Period (in thousands)	Ratio of Net expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Gross Expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Net Investment Income (Loss) to Average Net Assets ⁽³⁾	Portfolio Turnover Rate ⁽⁵⁾
Ceredex Mid-Cap Value Equity Fund (Continued)															
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$14.48	0.12	0.70	0.82	(0.12)	(2.52)	(2.64)	(1.82)	12.66	6.21%	\$2,187,625	1.04%	1.04%	1.09%	82%
4/1/16 to 3/31/17	12.34	0.15	2.66	2.81	(0.17)	(0.50)	(0.67)	2.14	14.48	23.08	2,716,560	1.08	1.08	1.12	108
4/1/15 to 3/31/16	13.74	0.15	(0.71)	(0.56)	(0.15)	(0.69)	(0.84)	(1.40)	12.34	(3.85)	2,717,761	1.12	1.12	1.16	98
4/1/14 to 3/31/15	14.09	0.13	0.93	1.06	(0.12)	(1.29)	(1.41)	(0.35)	13.74	7.76	3,552,288	1.10	1.10	0.92	94
4/1/13 to 3/31/14	13.06	0.14	2.64	2.78	(0.12)	(1.63)	(1.75)	1.03	14.09	22.03	3,159,585	1.09	1.10	1.02	108
4/1/12 to 3/31/13	11.07	0.16	2.00	2.16	(0.14)	(0.03)	(0.17)	1.99	13.06	19.73	2,168,210	1.08	1.08	1.44	123
Class R6[†]															
4/1/17 to 12/31/17 ⁽⁶⁾	\$14.49	0.15	0.70	0.85	(0.15)	(2.52)	(2.67)	(1.82)	12.67	6.41%	\$ 388,495	0.80%	0.85%	1.37%	82%
4/1/16 to 3/31/17	12.36	0.19	2.66	2.85	(0.22)	(0.50)	(0.72)	2.13	14.49	23.34	291,554	0.80	0.80	1.44	108
4/1/15 to 3/31/16	13.76	0.21	(0.72)	(0.51)	(0.20)	(0.69)	(0.89)	(1.40)	12.36	(3.45)	192,640	0.80	0.80	1.68	98
8/1/14 to 3/31/15 ⁽⁷⁾	14.28	0.13	0.77	0.90	(0.13)	(1.29)	(1.42)	(0.52)	13.76	6.54	23,398	0.75	0.75	1.39	94
Ceredex Small-Cap Value Equity Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$12.58	0.14	0.90	1.04	(0.16)	(1.93)	(2.09)	(1.05)	11.53	8.74%	\$ 114,673	1.47%	1.50%	1.52%	15%
4/1/16 to 3/31/17	10.96	0.07	2.20	2.27	(0.09)	(0.56)	(0.65)	1.62	12.58	20.81 ⁽⁹⁾	123,495	1.55	1.55	0.58	29
4/1/15 to 3/31/16	15.25	0.08	(0.50)	(0.42)	(0.15)	(3.72)	(3.87)	(4.29)	10.96	(1.07) ⁽⁹⁾	121,367	1.55	1.55	0.62	36
4/1/14 to 3/31/15	17.61	0.15	0.38	0.53	(0.10)	(2.79)	(2.89)	(2.36)	15.25	3.79	162,732	1.52	1.52	0.89	10
4/1/13 to 3/31/14	15.19	0.12	3.05	3.17	(0.11)	(0.64)	(0.75)	2.42	17.61	20.96	195,098	1.50	1.50	0.73	37
4/1/12 to 3/31/13	13.58	0.15	2.05	2.20	(0.19)	(0.40)	(0.59)	1.61	15.19	16.77	181,308	1.50	1.50	1.14	27
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$11.46	0.09	0.80	0.89	(0.11)	(1.93)	(2.04)	(1.15)	10.31	8.28%	\$ 20,658	1.90%	2.07%	1.05%	15%
4/1/16 to 3/31/17	10.04	0.02	2.02	2.04	(0.06)	(0.56)	(0.62)	1.42	11.46	20.35	24,529	1.90	1.90	0.22	29
4/1/15 to 3/31/16	14.31	0.03	(0.47)	(0.44)	(0.11)	(3.72)	(3.83)	(4.27)	10.04	(1.34)	27,410	1.90	1.90	0.28	36
4/1/14 to 3/31/15	16.71	0.08	0.36	0.44	(0.05)	(2.79)	(2.84)	(2.40)	14.31	3.42	33,793	1.88	1.88	0.54	10
4/1/13 to 3/31/14	14.47	0.06	2.90	2.96	(0.08)	(0.64)	(0.72)	2.24	16.71	20.53	38,408	1.87	1.87	0.36	37
4/1/12 to 3/31/13	12.98	0.08	1.95	2.03	(0.14)	(0.40)	(0.54)	1.49	14.47	16.17	36,015	1.99	1.99	0.65	27
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$12.99	0.16	0.94	1.10	(0.18)	(1.93)	(2.11)	(1.01)	11.98	8.94%	\$ 673,458	1.22%	1.22%	1.72%	15%
4/1/16 to 3/31/17	11.30	0.11	2.27	2.38	(0.13)	(0.56)	(0.69)	1.69	12.99	21.15	786,245	1.24	1.24	0.87	29
4/1/15 to 3/31/16	15.59	0.13	(0.50)	(0.37)	(0.20)	(3.72)	(3.92)	(4.29)	11.30	(0.64)	820,124	1.21	1.21	0.93	36
4/1/14 to 3/31/15	17.95	0.20	0.38	0.58	(0.15)	(2.79)	(2.94)	(2.36)	15.59	4.07	1,118,190	1.21	1.21	1.16	10
4/1/13 to 3/31/14	15.45	0.17	3.11	3.28	(0.14)	(0.64)	(0.78)	2.50	17.95	21.34	1,528,174	1.22	1.22	1.01	37
4/1/12 to 3/31/13	13.80	0.20	2.08	2.28	(0.23)	(0.40)	(0.63)	1.65	15.45	17.07	1,408,597	1.20	1.20	1.44	27

The footnote legend is at the end of the financial highlights.

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	Net Asset Value, Beginning of Period	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Dividends from Net Investment Income	Distributions from Net Realized Gains	Total Distributions	Change in Net Asset Value	Net Asset Value, End of Period	Total Return ⁽²⁾	Net Assets, End of Period (in thousands)	Ratio of Net expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Gross Expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Net Investment Income (Loss) to Average Net Assets ⁽³⁾	Portfolio Turnover Rate ⁽⁵⁾
Silvant Large-Cap Growth Stock Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 7.20	(0.01)	1.21	1.20	—	(2.91)	(2.91)	(1.71)	5.49	17.88%	\$ 63,051	1.23%	1.46%	(0.09)%	14%
4/1/16 to 3/31/17	7.81	(0.02)	0.57	0.55	—	(1.16)	(1.16)	(0.61)	7.20	7.83	60,900	1.23	1.24	(0.27)	42
4/1/15 to 3/31/16	8.75	(0.03)	(0.11)	(0.14)	—	(0.80)	(0.80)	(0.94)	7.81	(2.13)	62,115	1.20	1.21	(0.39)	10
4/1/14 to 3/31/15	8.35	(0.02)	1.20	1.18	—	(0.78)	(0.78)	0.40	8.75	14.83	65,953	1.18	1.19	(0.26)	13
4/1/13 to 3/31/14	7.27	(0.02)	1.96	1.94	—	(0.86)	(0.86)	1.08	8.35	26.99	64,288	1.19	1.20	(0.20)	21
4/1/12 to 3/31/13	11.96	— ⁽¹⁰⁾	0.21	0.21	—	(4.90)	(4.90)	(4.69)	7.27	3.43	56,511	1.20	1.20	(0.01)	40
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 4.62	(0.03)	0.74	0.71	—	(2.91)	(2.91)	(2.20)	2.42	17.32%	\$ 36,930	1.91%	2.02%	(0.77)%	14%
4/1/16 to 3/31/17	5.45	(0.05)	0.38	0.33	—	(1.16)	(1.16)	(0.83)	4.62	7.16	36,141	1.90	1.90	(0.95)	42
4/1/15 to 3/31/16	6.38	(0.06)	(0.07)	(0.13)	—	(0.80)	(0.80)	(0.93)	5.45	(2.77)	40,086	1.88	1.89	(1.06)	10
4/1/14 to 3/31/15	6.32	(0.06)	0.90	0.84	—	(0.78)	(0.78)	0.06	6.38	14.20	46,678	1.86	1.87	(0.90)	13
4/1/13 to 3/31/14	5.71	(0.06)	1.53	1.47	—	(0.86)	(0.86)	0.61	6.32	26.09	34,249	1.88	1.88	(0.90)	21
4/1/12 to 3/31/13	10.52	(0.06)	0.15	0.09	—	(4.90)	(4.90)	(4.81)	5.71	2.69	31,625	1.89	1.89	(0.70)	40
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 8.92	0.01	1.51	1.52	—	(2.91)	(2.91)	(1.39)	7.53	18.04%	\$ 24,621	0.97%	1.22%	0.22%	14%
4/1/16 to 3/31/17	9.38	— ⁽¹⁰⁾	0.70	0.70	—	(1.16)	(1.16)	(0.46)	8.92	8.14	92,638	0.97	1.26	(0.02)	42
4/1/15 to 3/31/16	10.32	(0.02)	(0.12)	(0.14)	—	(0.80)	(0.80)	(0.94)	9.38	(1.79)	110,562	0.97	1.24	(0.15)	10
4/1/14 to 3/31/15	9.70	—	1.40	1.40	—	(0.78)	(0.78)	0.62	10.32	15.03	127,236	0.94	1.17	(0.04)	13
4/1/13 to 3/31/14	8.31	0.01	2.24	2.25	—	(0.86)	(0.86)	1.39	9.70	27.35	188,294	0.92	1.09	0.07	21
4/1/12 to 3/31/13	12.95	0.03	0.24	0.27	(0.01)	(4.90)	(4.91)	(4.64)	8.31	3.64	167,887	0.94	0.94	0.23	40
Class R6⁷															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 8.94	0.02	1.54	1.56	—	(2.91)	(2.91)	(1.35)	7.59	18.53%	\$ 464	0.91%	0.93%	0.28%	14%
4/1/16 to 3/31/17	9.39	0.01	0.70	0.71	—	(1.16)	(1.16)	(0.45)	8.94	8.23	2,426	0.90	0.90	0.05	42
4/1/15 to 3/31/16	10.33	(0.01)	(0.13)	(0.14)	—	(0.80)	(0.80)	(0.94)	9.39	(1.80)	37,087	0.88	0.89	(0.06)	10
8/1/14 to 3/31/15 ⁽⁷⁾	9.97	0.01	1.13	1.14	—	(0.78)	(0.78)	0.36	10.33	12.02	52,967	0.85	0.87	0.16	13
Silvant Small-Cap Growth Stock Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 7.28	(0.04)	0.80	0.76	—	(1.12)	(1.12)	(0.36)	6.92	10.73%	\$ 6,840	1.42%	1.64%	(0.70)%	24%
4/1/16 to 3/31/17	7.13	(0.04)	1.38	1.34	—	(1.19)	(1.19)	0.15	7.28	19.30	7,008	1.41	1.43	(0.55)	56
4/1/15 to 3/31/16	13.23	(0.08)	(1.35)	(1.43)	—	(4.67)	(4.67)	(6.10)	7.13	(13.38)	6,856	1.37	1.37	(0.76)	73
4/1/14 to 3/31/15	15.30	(0.13)	0.56	0.43	—	(2.50)	(2.50)	(2.07)	13.23	4.21	9,889	1.32	1.32	(0.96)	31
4/1/13 to 3/31/14	14.46	(0.15)	3.90	3.75	—	(2.91)	(2.91)	0.84	15.30	25.92	10,880	1.29	1.29	(0.94)	90
4/1/12 to 3/31/13	16.18	(0.11)	2.05	1.94	—	(3.66)	(3.66)	(1.72)	14.46	14.07	10,226	1.37	1.37	(0.69)	50
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 3.37	(0.03)	0.36	0.33	—	(1.12)	(1.12)	(0.79)	2.58	10.46%	\$ 4,319	2.09%	2.39%	(1.37)%	24%
4/1/16 to 3/31/17	3.88	(0.05)	0.73	0.68	—	(1.19)	(1.19)	(0.51)	3.37	18.39	4,758	2.08	2.09	(1.21)	56
4/1/15 to 3/31/16	9.53	(0.10)	(0.88)	(0.98)	—	(4.67)	(4.67)	(5.65)	3.88	(13.91)	4,686	2.02	2.02	(1.40)	73
4/1/14 to 3/31/15	11.82	(0.17)	0.38	0.21	—	(2.50)	(2.50)	(2.29)	9.53	3.55	6,397	1.96	1.96	(1.60)	31
4/1/13 to 3/31/14	11.77	(0.20)	3.16	2.96	—	(2.91)	(2.91)	0.05	11.82	25.10	7,255	1.94	1.94	(1.59)	90
4/1/12 to 3/31/13	13.91	(0.18)	1.70	1.52	—	(3.66)	(3.66)	(2.14)	11.77	13.30	6,757	2.05	2.05	(1.39)	50

The footnote legend is at the end of the financial highlights.

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VIRTUS ASSET TRUST
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THROUGHOUT EACH PERIOD

	Net Asset Value, Beginning of Period	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Dividends from Net Investment Income	Distributions from Net Realized Gains	Total Distributions	Change in Net Asset Value	Net Asset Value, End of Period	Total Return ⁽²⁾	Net Assets, End of Period (in thousands)	Ratio of Net expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Gross Expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Net Investment Income (Loss) to Average Net Assets ⁽³⁾	Portfolio Turnover Rate ⁽⁵⁾
Silvant Small-Cap Growth Stock Fund (Continued)															
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$ 8.95	(0.04)	0.99	0.95	—	(1.12)	(1.12)	(0.17)	8.78	10.86%	\$ 18,637	1.30%	1.53%	(0.58)%	24%
4/1/16 to 3/31/17	8.52	(0.04)	1.66	1.62	—	(1.19)	(1.19)	0.43	8.95	19.45	26,929	1.29	1.43	(0.44)	56
4/1/15 to 3/31/16	14.83	(0.10)	(1.54)	(1.64)	—	(4.67)	(4.67)	(6.31)	8.52	(13.36) ⁽⁹⁾	36,436	1.30	1.39	(0.74)	73
4/1/14 to 3/31/15	16.82	(0.14)	0.65	0.51	—	(2.50)	(2.50)	(1.99)	14.83	4.31 ⁽⁹⁾	126,223	1.28	1.34	(0.92)	31
4/1/13 to 3/31/14	15.66	(0.16)	4.23	4.07	—	(2.91)	(2.91)	1.16	16.82	25.98	170,409	1.26	1.31	(0.91)	90
4/1/12 to 3/31/13	17.21	(0.08)	2.19	2.11	—	(3.66)	(3.66)	(1.55)	15.66	14.20	152,674	1.21	1.21	(0.50)	50
WCM International Equity Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.05	0.02	1.84	1.86	(0.01)	—	(0.01)	1.85	11.90	18.50%	\$ 18,567	1.43%	1.56%	0.20%	17%
4/1/16 to 3/31/17	9.18	0.01	0.93	0.94	(0.03)	(0.04)	(0.07)	0.87	10.05	10.41	14,116	1.33 ⁽¹¹⁾	1.43 ⁽¹¹⁾	0.12	37
4/1/15 to 3/31/16	10.34	0.09	(0.27)	(0.18)	(0.06)	(0.92)	(0.98)	(1.16)	9.18	(1.77)	3,756	1.51	1.77	0.89	114
4/1/14 to 3/31/15	12.35	0.20	(0.87)	(0.67)	(0.22)	(1.12)	(1.34)	(2.01)	10.34	(4.87)	4,123	1.57	1.66	1.79	41
4/1/13 to 3/31/14	11.51	0.20	2.00	2.20	(1.14)	(0.22)	(1.36)	0.84	12.35	19.72	4,802	1.47	1.47	1.66	43
4/1/12 to 3/31/13	10.63	0.18	0.87	1.05	(0.17)	—	(0.17)	0.88	11.51	9.95	4,565	1.45	1.45	1.73	52
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.19	0.04	1.87	1.91	(0.01)	—	(0.01)	1.90	12.09	18.79%	\$ 70,342	1.20%	1.27%	0.42%	17%
4/1/16 to 3/31/17	9.30	0.03	0.94	0.97	(0.04)	(0.04)	(0.08)	0.89	10.19	10.54 ⁽⁹⁾	51,120	1.14 ⁽¹¹⁾	1.24 ⁽¹¹⁾	0.34	37
4/1/15 to 3/31/16	10.45	0.13	(0.29)	(0.16)	(0.07)	(0.92)	(0.99)	(1.15)	9.30	(1.59)	28,756	1.30	1.67	1.28	114
4/1/14 to 3/31/15	12.45	0.25	(0.90)	(0.65)	(0.23)	(1.12)	(1.35)	(2.00)	10.45	(4.59)	19,023	1.37	1.48	2.15	41
4/1/13 to 3/31/14	11.64	0.55	1.65	2.20	(1.17)	(0.22)	(1.39)	0.81	12.45	19.52	26,932	1.20	1.20	4.55 ⁽¹²⁾	43
4/1/12 to 3/31/13	10.74	0.22	0.89	1.11	(0.21)	—	(0.21)	0.90	11.64	10.38	272,552	1.12	1.12	2.02	52
Class R6⁷															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.20	0.04	1.89	1.93	(0.02)	—	(0.02)	1.91	12.11	18.89%	\$ 9,279	1.10%	1.19%	0.42%	17%
4/1/16 to 3/31/17	9.31	0.05	0.93	0.98	(0.05)	(0.04)	(0.09)	0.89	10.20	10.62	6,558	1.03 ⁽¹¹⁾	1.14 ⁽¹¹⁾	0.49	37
9/1/15 to 3/31/16 ⁽¹³⁾	9.85	— ⁽¹⁰⁾	0.38	0.38	—	(0.92)	(0.92)	(0.54)	9.31	3.81	5,832	1.14	1.54	0.09	114
Zevenbergen Innovative Growth Stock Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$18.56	(0.21)	3.74	3.53	—	(2.13)	(2.13)	1.40	19.96	19.18%	\$ 5,484	1.51%	1.66%	(1.40)%	50%
4/1/16 to 3/31/17	18.37	(0.26)	3.67	3.41	—	(3.22)	(3.22)	0.19	18.56	20.42	6,375	1.50	1.55	(1.39)	64
4/1/15 to 3/31/16	20.76	(0.29)	(0.57)	(0.86)	—	(1.53)	(1.53)	(2.39)	18.37	(4.96)	8,127	1.49	1.49	(1.38)	59
4/1/14 to 3/31/15	20.53	(0.28)	1.17	0.89	—	(0.66)	(0.66)	0.23	20.76	4.47	10,535	1.45	1.45	(1.34)	42
4/1/13 to 3/31/14	15.16	(0.24)	6.80	6.56	—	(1.19)	(1.19)	5.37	20.53	43.45	19,950	1.40	1.40	(1.18)	49
4/1/12 to 3/31/13	15.54	(0.18)	0.42	0.24	—	(0.62)	(0.62)	(0.38)	15.16	1.63	3,580	1.49	1.53	(1.24)	24

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Zevenbergen Innovative Growth Stock Fund (Continued)															
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$19.49	(0.19)	3.93	3.74	—	(2.13)	(2.13)	1.61	21.10	19.34%	\$ 17,630	1.31%	1.50%	(1.19)%	50%
4/1/16 to 3/31/17	19.11	(0.23)	3.83	3.60	—	(3.22)	(3.22)	0.38	19.49	20.63	22,330	1.30	1.44	(1.18)	64
4/1/15 to 3/31/16	21.49	(0.26)	(0.59)	(0.85)	—	(1.53)	(1.53)	(2.38)	19.11	(4.74)	18,203	1.31	1.39	(1.20)	59
4/1/14 to 3/31/15	21.20	(0.26)	1.21	0.95	—	(0.66)	(0.66)	0.29	21.49	4.61	24,321	1.31	1.34	(1.20)	42
4/1/13 to 3/31/14	15.60	(0.22)	7.01	6.79	—	(1.19)	(1.19)	5.60	21.20	43.70	39,495	1.29	1.37	(1.08)	49
4/1/12 to 3/31/13	15.94	(0.14)	0.42	0.28	—	(0.62)	(0.62)	(0.34)	15.60	1.84	15,840	1.20	1.21	(0.98)	24
Conservative Allocation Strategy Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$12.35	0.16	0.60	0.76	(0.27)	(0.99)	(1.26)	(0.50)	11.85	6.20%	\$ 6,707	0.60%	0.82%	1.72%	73% ⁽¹⁴⁾
4/1/16 to 3/31/17	12.01	0.16	0.47	0.63	(0.24)	(0.05)	(0.29)	0.34	12.35	5.28	8,047	0.60	0.70	1.26	14
4/1/15 to 3/31/16	12.75	0.16	(0.41)	(0.25)	(0.18)	(0.31)	(0.49)	(0.74)	12.01	(1.98)	14,462	0.60	0.67	1.33	40
4/1/14 to 3/31/15	12.59	0.19	0.53	0.72	(0.28)	(0.28)	(0.56)	0.16	12.75	5.86	15,991	0.60	0.67	1.47	17
4/1/13 to 3/31/14	12.53	0.20	0.67	0.87	(0.29)	(0.52)	(0.81)	0.06	12.59	7.14	15,271	0.60	0.66	1.57	24
4/1/12 to 3/31/13	12.26	0.17	0.47	0.64	(0.24)	(0.13)	(0.37)	0.27	12.53	5.29	16,940	0.56	0.68	1.37	40
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$12.19	0.09	0.58	0.67	(0.17)	(0.99)	(1.16)	(0.49)	11.70	5.57%	\$ 14,294	1.30%	1.54%	0.97%	73% ⁽¹⁴⁾
4/1/16 to 3/31/17	11.86	0.08	0.46	0.54	(0.16)	(0.05)	(0.21)	0.33	12.19	4.61	16,293	1.30	1.35	0.65	14
4/1/15 to 3/31/16	12.61	0.08	(0.42)	(0.34)	(0.10)	(0.31)	(0.41)	(0.75)	11.86	(2.71)	19,136	1.30	1.32	0.65	40
4/1/14 to 3/31/15	12.46	0.10	0.53	0.63	(0.20)	(0.28)	(0.48)	0.15	12.61	5.11 ⁽⁹⁾	18,201	1.30	1.33	0.76	17
4/1/13 to 3/31/14	12.42	0.11	0.67	0.78	(0.22)	(0.52)	(0.74)	0.04	12.46	6.38 ⁽⁹⁾	17,110	1.30	1.32	0.89	24
4/1/12 to 3/31/13	12.18	0.09	0.47	0.56	(0.19)	(0.13)	(0.32)	0.24	12.42	4.58	15,410	1.27	1.35	0.73	40
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$12.34	0.20	0.58	0.78	(0.30)	(0.99)	(1.29)	(0.51)	11.83	6.35%	\$ 16,051	0.30%	0.61%	2.09%	73% ⁽¹⁴⁾
4/1/16 to 3/31/17	12.01	0.20	0.47	0.67	(0.29)	(0.05)	(0.34)	0.33	12.34	5.66	17,928	0.30	0.46	1.59	14
4/1/15 to 3/31/16	12.76	0.20	(0.42)	(0.22)	(0.22)	(0.31)	(0.53)	(0.75)	12.01	(1.73)	31,067	0.30	0.44	1.65	40
4/1/14 to 3/31/15	12.60	0.23	0.53	0.76	(0.32)	(0.28)	(0.60)	0.16	12.76	6.17 ⁽⁹⁾	32,606	0.30	0.45	1.77	17
4/1/13 to 3/31/14	12.54	0.24	0.68	0.92	(0.34)	(0.52)	(0.86)	0.06	12.60	7.48 ⁽⁹⁾	28,894	0.30	0.38	1.88	24
4/1/12 to 3/31/13	12.27	0.21	0.46	0.67	(0.27)	(0.13)	(0.40)	0.27	12.54	5.55	27,387	0.27	0.39	1.72	40
Growth Allocation Strategy Fund															
Class A															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.35	0.10	0.98	1.08	(0.13)	(1.80)	(1.93)	(0.85)	9.50	10.76%	\$ 15,068	0.69%	0.79%	1.28%	103% ⁽¹⁴⁾
4/1/16 to 3/31/17	10.07	0.07	0.97	1.04	(0.11)	(0.65)	(0.76)	0.28	10.35	10.66	5,813	0.69	0.69	0.72	20
4/1/15 to 3/31/16	11.41	0.08	(0.53)	(0.45)	(0.10)	(0.79)	(0.89)	(1.34)	10.07	(4.02)	7,255	0.67	0.67	0.74	29
4/1/14 to 3/31/15	11.33	0.07	0.75	0.82	(0.22)	(0.52)	(0.74)	0.08	11.41	7.38	8,801	0.68	0.68	0.63	23
4/1/13 to 3/31/14	11.23	0.12	1.61	1.73	(0.33)	(1.30)	(1.63)	0.10	11.33	15.84	9,609	0.67	0.67	1.06	14
4/1/12 to 3/31/13	10.61	0.09	0.66	0.75	(0.13)	—	(0.13)	0.62	11.23	7.16	8,975	0.61	0.64	0.84	20

The footnote legend is at the end of the financial highlights.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
FINANCIAL HIGHLIGHTS
SELECTED PER SHARE DATA AND RATIOS FOR A SHARE OUTSTANDING
THROUGHOUT EACH PERIOD

	Net Asset Value, Beginning of Period	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Dividends from Net Investment Income	Distributions from Net Realized Gains	Total Distributions	Change in Net Asset Value	Net Asset Value, End of Period	Total Return ⁽²⁾	Net Assets, End of Period (in thousands)	Ratio of Net expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Gross Expenses to Average Net Assets ⁽³⁾⁽⁴⁾	Ratio of Net Investment Income (Loss) to Average Net Assets ⁽³⁾	Portfolio Turnover Rate ⁽⁵⁾
Growth Allocation Strategy Fund (Continued)															
Class C															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.09	0.11	0.89	1.00	(0.10)	(1.80)	(1.90)	(0.90)	9.19	10.18%	\$ 11,099	1.30%	1.50%	1.46%	103% ⁽¹⁴⁾
4/1/16 to 3/31/17	9.84	0.01	0.95	0.96	(0.06)	(0.65)	(0.71)	0.25	10.09	10.00	2,003	1.30	1.37	0.07	20
4/1/15 to 3/31/16	11.18	0.01	(0.52)	(0.51)	(0.04)	(0.79)	(0.83)	(1.34)	9.84	(4.60)	2,613	1.30	1.31	0.08	29
4/1/14 to 3/31/15	11.13	— ⁽¹⁰⁾	0.73	0.73	(0.16)	(0.52)	(0.68)	0.05	11.18	6.70	3,192	1.30	1.30	— ⁽¹⁰⁾	23
4/1/13 to 3/31/14	11.08	0.06	1.56	1.62	(0.27)	(1.30)	(1.57)	0.05	11.13	15.05	2,989	1.28	1.28	0.49	14
4/1/12 to 3/31/13	10.48	0.02	0.66	0.68	(0.08)	—	(0.08)	0.60	11.08	6.55	2,602	1.25	1.28	0.22	20
Class I															
4/1/17 to 12/31/17 ⁽⁶⁾	\$10.41	0.09	1.00	1.09	(0.13)	(1.80)	(1.93)	(0.84)	9.57	10.81%	\$ 58,950	0.50%	0.74%	1.15%	103% ⁽¹⁴⁾
4/1/16 to 3/31/17	10.13	0.10	0.96	1.06	(0.13)	(0.65)	(0.78)	0.28	10.41	10.83	32,562	0.50	0.74	0.92	20
4/1/15 to 3/31/16	11.46	0.10	(0.52)	(0.42)	(0.12)	(0.79)	(0.91)	(1.33)	10.13	(3.74)	38,194	0.50	0.70	0.91	29
4/1/14 to 3/31/15	11.38	0.09	0.75	0.84	(0.24)	(0.52)	(0.76)	0.08	11.46	7.54	53,293	0.50	0.69	0.78	23
4/1/13 to 3/31/14	11.28	0.14	1.61	1.75	(0.35)	(1.30)	(1.65)	0.10	11.38	15.96	53,043	0.50	0.67	1.16	14
4/1/12 to 3/31/13	10.64	0.11	0.68	0.79	(0.15)	—	(0.15)	0.64	11.28	7.52	55,222	0.40	0.55	1.04	20

Footnote Legend

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

- (1) Calculated using average shares outstanding.
- (2) Total return excludes sales charge. Not annualized for periods less than one year. Sales charges where applicable are not reflected in the Total Return calculation.
- (3) Annualized for periods less than one year.
- (4) The Fund will also indirectly bear its prorated share of expenses of any underlying funds in which it invests. Such expenses are not included in the calculation of this ratio.
- (5) Not Annualized for periods less than one year.
- (6) The Fund changed its fiscal period end to December 31 during the period.
- (7) Class R6 (formerly IS) commenced operations on August 1, 2014 for the predecessor fund (see Note 1).
- (8) The ratio excludes expenses waived/reimbursed net of amount recaptured. If expenses waived/reimbursed net of amount recaptured were included, the ratio would have been higher than the ratio shown.
- (9) Generally accepted accounting principles require adjustments to be made to the net assets of the Fund at period end for financial reporting purposes, and as such, the net asset values for shareholder transactions and the returns based on those net asset values may differ from the net asset values and returns reported in the management's discussion of Fund performance.
- (10) Rounds to less than \$0.005 per share or less than 0.01%, as applicable.
- (11) Net investment income per share and the ratio of net investment income to average net assets include a non-recurring refund for overbilling of prior years' custodian out-of-pocket fees which amounted to \$0.01 per share and 0.09%, 0.07%, and 0.07% of average net assets for the Class A, Class I and Class IS, respectively.
- (12) The amount shown for the net investment income ratio does not represent the actual pro rata amount allocated to the share class due to large redemptions during the year
- (13) Class R6 (formerly IS) commenced operations on September 1, 2015 for the predecessor fund (see Note 1).
- (14) Portfolio Turnover Rate is due to a change in investment strategy during the year, resulting in a high volume of portfolio activity.

See Notes to Financial Statements.

VIRTUS ASSET TRUST
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

Note 1. Organization

Virtus Asset Trust (the “Trust”) is organized as a Delaware statutory trust and is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company.

As of the date of this report, 26 funds of the Trust are offered for sale, of which 9 (each a “Fund”) are reported in this annual report. Each Fund has a distinct investment objective and is diversified. Each Fund’s investment objectives are outlined in each Fund’s summary page. *There is no guarantee that a Fund will achieve its objective(s).*

Before each Fund identified below commenced operations, on July 14, 2017, all of the property, assets and liabilities of the corresponding fund identified as its respective Predecessor Fund (“Predecessor Fund”) were transferred to the Fund in a tax-free reorganization as set forth in an agreement and plan of reorganization (each a “RidgeWorth Reorganization”) between the Trust, on behalf of the Funds, and RidgeWorth Funds, on behalf of the Predecessor Funds. As a result of each RidgeWorth Reorganization, the applicable Fund assumed the performance and accounting history of its corresponding Predecessor Fund. Financial information included for the dates prior to the RidgeWorth Reorganizations is that of the Predecessor Funds.

<u>Predecessor Fund</u>	<u>Fund</u>
RidgeWorth Ceredex Large-Cap Value Equity Fund	Ceredex Large-Cap Value Equity Fund
RidgeWorth Ceredex Mid-Cap Value Equity Fund	Ceredex Mid-Cap Value Equity Fund
RidgeWorth Ceredex Small-Cap Value Equity Fund.....	Ceredex Small-Cap Value Equity Fund
RidgeWorth Silvant Large-Cap Growth Stock Fund	Silvant Large-Cap Growth Stock Fund
RidgeWorth Silvant Small-Cap Growth Stock Fund	Silvant Small-Cap Growth Stock Fund
RidgeWorth International Equity Fund	WCM International Equity Fund
RidgeWorth Innovative Growth Stock Fund	Zevenbergen Innovative Growth Stock Fund
RidgeWorth Conservative Allocation Strategy.....	Conservative Allocation Strategy Fund
RidgeWorth Growth Allocation Strategy.....	Growth Allocation Strategy Fund
RidgeWorth Moderate Allocation Strategy	Growth Allocation Strategy Fund

All of the Funds offer Class A shares and Class I shares. Class C shares are offered by the Ceredex Large Cap Value Equity Fund, the Ceredex Mid-Cap Value Equity Fund, the Ceredex Small-Cap Value Equity Fund, the Silvant Large-Cap Growth Stock Fund, and the Silvant Small-Cap Growth Stock Fund. Class R6 shares are offered by the Ceredex Large-Cap Value Equity Fund, the Ceredex Mid-Cap Value Equity Fund, the Silvant Large-Cap Growth Stock Fund, and the WCM International Equity Fund. Each Fund has Class T shares registered, but they are not yet available for purchase.

Class A shares of the Funds are sold with a front-end sales charge of up to 5.75% with some exceptions. Generally, Class A shares are not subject to any charges by the Funds when redeemed; however, a 1% contingent deferred sales charge (“CDSC”) may be imposed on certain redemptions made within a certain period following purchases on which a finder’s fee has been paid. The period for which such CDSC applies for the Funds is 18 months. The CDSC period begins on the last day of the month preceding the month in which the purchase was made.

Class C shares are generally sold with a 1% CDSC, applicable if redeemed within one year of purchase. Class I shares and Class R6 shares are sold without a front-end sales charge or CDSC.

Class R6 shares are available only to the following investors without a minimum initial investment or minimum additional purchases: certain employer sponsored retirement plans, including Section 401(k), 403(b) and 457, profit-sharing, money purchase pension and defined benefit plans and nonqualified deferred compensation plans, in each case provided that plan level or omnibus accounts are held on the books of the Fund. Other institutional investors may be permitted to purchase Class R6 shares subject to the Fund’s determination of eligibility and may be subject to a minimum initial investment requirement. Class R6 shares do not carry sales commissions or pay Rule 12b-1 fees. No compensation, administrative payments, sub-transfer agency payments or service payments are paid to brokers or other entities from Fund assets or the Funds’ distributor’s or an affiliate’s resources on sales of or investments in Class R6 shares.

The Funds may impose an annual fee on accounts having balances of less than \$2,500. The small account fee may be waived in certain circumstances, as disclosed in the prospectuses and/or statements of additional information. The fees collected will be used to offset certain expenses of the Funds. These fees are reflected as “Low Balance Account Fees” in each Fund’s Statements of Operations for the period, as applicable.

Each class of shares has identical voting, dividend, liquidation and other rights and the same terms and conditions, except that each class bears different distribution and/or service fees under a Rule 12b-1 and/or shareholder service plan (“12b-1 Plan”) approved by the Board and has exclusive voting rights with respect to such plans. Class I shares and Class R6 shares are not subject to a 12b-1 Plan. Income and other expenses as well as realized and unrealized gains and losses of each Fund are borne pro-rata by the holders of each class of shares.

Note 2. Significant Accounting Policies

The Trust is an investment company that follows the accounting and reporting guidance of Accounting Standards Codification Topic 946 applicable to Investment Companies. The following is a summary of the significant accounting policies consistently followed by the Funds in the preparation of their financial statements. The preparation of financial statements in conformity with U.S. generally accepted accounting principles (“U.S. GAAP”) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates, and those differences could be significant.

VIRTUS ASSET TRUST

DECEMBER 31, 2017

A. Security Valuation

Security valuation procedures for each Fund, which include nightly price variance as well as back-testing items such as bi-weekly unchanged price, monthly secondary source and transaction analysis, have been approved by the Board. All internally fair valued securities are approved by a valuation committee appointed by the Board (the "Valuation Committee"). The Valuation Committee is comprised of certain members of management as identified to the Board and convenes independently from portfolio management. All internally fair valued securities are updated daily and reviewed in detail by the Valuation Committee monthly unless changes occur within the period. The Valuation Committee reviews the validity of any model inputs and any changes to the model. Fair valuations are reviewed by the Board at least quarterly.

Each Fund utilizes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. The Funds' policy is to recognize transfers between levels at the end of the reporting period.

- Level 1 – quoted prices in active markets for identical securities (security types generally include listed equities).
- Level 2 – prices determined using other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).
- Level 3 – prices determined using significant unobservable inputs (including the Valuation Committee's own assumptions in determining the fair value of investments).

A description of the valuation techniques applied to a Fund's major categories of assets and liabilities measured at fair value on a recurring basis is as follows:

Equity securities are valued at the official closing price (typically last sale) on the exchange on which the securities are primarily traded or, if no closing price is available, at the last bid price and are categorized as Level 1 in the hierarchy. Restricted equity securities and private placements that are illiquid or are internally fair valued by the Valuation Committee, are generally categorized as Level 3 in the hierarchy.

Certain non-U.S. securities may be fair valued in cases where closing prices are not readily available or are deemed not reflective of readily available market prices. For example, significant events (such as movement in the U.S. securities market, or other regional and local developments) may occur between the time that non-U.S. markets close (where the security is principally traded) and the time that a Fund calculates its net asset value ("NAV") (at the close of regular trading on the New York Stock Exchange ("NYSE"), generally 4 p.m. Eastern time) that may impact the value of securities traded in these non-U.S. markets. In such cases, the Funds fair value non-U.S. securities using an independent pricing service which considers the correlation of the trading patterns of the non-U.S. security to the intraday trading in the U.S. markets for investments such as ADRs, financial futures, ETFs, and certain indexes, as well as prices for similar securities. Such fair valuations are categorized as Level 2 in the hierarchy. Because the frequency of significant events is not predictable, fair valuation of certain non-U.S. common stocks may occur on a frequent basis.

Debt securities, including restricted securities, are valued based on evaluated quotations received from independent pricing services or from dealers who make markets in such securities. For most bond types, the pricing service utilizes matrix pricing that considers one or more of the following factors: yield or price of bonds of comparable quality, coupon, maturity, current cash flows, type, and current day trade information, as well as dealer supplied prices. These valuations are generally categorized as Level 2 in the hierarchy. Structured debt instruments such as mortgage-backed and asset-backed securities may also incorporate collateral analysis and utilize cash flow models for valuation and are generally categorized as Level 2 in the hierarchy. Pricing services do not provide pricing for all securities and therefore indicative bids from dealers are utilized which are based on pricing models used by market makers in the security and are generally categorized as Level 2 in the hierarchy. Debt securities that are internally fair valued by the Valuation Committee are generally categorized as Level 3 in the hierarchy.

Claims are valued by brokers based on pricing models that take into account, among other factors, both cash and non-cash assets. The valuation is derived from expected cash flow of the claims and the non-cash assets, which include all real estate, private equity or other securities within the estate. To the extent that these inputs are observable, the values of the claims are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Listed derivatives that are actively traded are valued based on quoted prices from the exchange and are categorized as Level 1 in the hierarchy. Over-the-counter derivative contracts, which include forward currency contracts and equity-linked instruments, do not require material subjectivity as pricing inputs are observed from actively quoted markets and are categorized as Level 2 in the hierarchy.

Investments in open-end mutual funds are valued at NAV. Investments in closed-end funds are valued as of the close of regular trading on the NYSE each business day. Both are categorized as Level 1 in the hierarchy.

A summary of the inputs used to value the Funds' net assets by each major security type is disclosed at the end of the Schedule of Investments for each Fund. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

B. Security Transactions and Investment Income

Security transactions are recorded on the trade date. Realized gains and losses from the sales of securities are determined on the identified cost basis. Dividend income is recognized on the ex-dividend date or, in the case of certain foreign securities, as soon as a Fund is notified. Interest income is recorded on the accrual basis. Each Fund amortizes premiums and accretes discounts using the effective interest method. Any distributions from underlying funds are recorded in accordance with the character of the distributions as designated by the underlying funds.

Dividend income from REIT investments is recorded using management's estimate of the income included in distributions received from the REIT investments. Distributions received in excess of this estimated amount are recorded as a reduction of the cost of investments or reclassified to capital gains. The actual amounts of income, return of capital, and capital gains are only determined by each domestic REIT after its fiscal year-end, and may differ from the estimated amounts.

VIRTUS ASSET TRUST
DECEMBER 31, 2017

C. Income Taxes

Each Fund is treated as a separate taxable entity. It is the intention of each Fund to comply with the requirements of Subchapter M of the Internal Revenue Code and to distribute substantially all of its taxable income to its shareholders. Therefore, no provision for federal income taxes or excise taxes has been made.

Certain Funds may be subject to foreign taxes on income, gains on investments or currency repatriation, a portion of which may be recoverable. Each Fund will accrue such taxes and recoveries as applicable based upon current interpretations of the tax rules and regulations that exist in the markets in which it invests.

Management of the Funds has concluded that there are no significant uncertain tax positions that would require recognition in the financial statements. As of December 31, 2017, the tax years that remain subject to examination by the major tax jurisdictions under the statute of limitations are from the year 2014 forward (with limited exceptions).

D. Distributions to Shareholders

Distributions are recorded by each Fund on the ex-dividend date. Income and capital gain distributions are determined in accordance with income tax regulations that may differ from U.S. GAAP.

E. Expenses

Expenses incurred together by a Fund and other affiliated mutual funds are allocated in proportion to the net assets of each such fund, except where allocation of direct expenses to each fund or an alternative allocation method can be more appropriately used.

In addition to the net annual operating expenses that a Fund bears directly, the shareholders of a Fund indirectly bear the pro rata expenses of any underlying mutual funds in which the Fund invests.

F. Foreign Currency Transactions

Non-U.S. investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at the foreign currency exchange rate effective at the end of the reporting period. Cost of investments is translated at the currency exchange rate effective at the trade date. The gain or loss resulting from a change in currency exchange rates between the trade and settlement date of a portfolio transaction is treated as a gain or loss on foreign currency. Likewise, the gain or loss resulting from a change in currency exchange rates between the date income is accrued and the date it is paid is treated as a gain or loss on foreign currency. The Funds do not isolate that portion of the results of operations arising from changes in foreign exchange rates on investments from the fluctuations arising from changes in the market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss on investments.

G. Securities Lending

During the period, certain Funds were permitted to loan securities to qualified brokers through an agreement with State Street Bank and Trust Company ("State Street"), as a third party lending agent. Under the terms of the agreement, when doing so a Fund was required to maintain collateral with a market value not less than 100% of the market value of loaned securities. Collateral, consisting of cash and securities issued by the U.S. Government or its agencies, was adjusted daily in connection with changes in the market value of securities on loan. Cash collateral was invested in a short-term money market fund. Dividends earned on the collateral and premiums paid by the broker were recorded as income by a Fund net of fees and rebates charged by State Street for its services as securities lending agent and in connection with this securities lending program. Lending portfolio securities involves a risk of delay in the recovery of the loaned securities or in the declining value of the collateral.

Effective August 10, 2017, securities lending was suspended for the Funds. Effective October 23, 2017, the Bank of New York Mellon became custodian for the Funds and the agreement with State Street was terminated. There were no securities on loan as of December 31, 2017.

H. Master Limited Partnerships

Certain Funds may invest in domestic master limited partnerships ("MLPs"). MLPs are publicly traded companies organized as limited partnerships or limited liability companies and treated as partnerships for federal income tax purposes. An investment in MLP units involves risks in addition to the risks associated with a similar investment in equity securities, such as common stock, of a corporation. As compared to common shareholders of a corporation, holders of MLP units have more limited control and limited rights to vote on matters affecting the partnership. Additional risks inherent to investments in MLP units include cash flow risk, tax risk, risk associated with a potential conflict of interest between unit holders and the MLP's general partner, and capital markets risk. Moreover, the value of a Fund's investment in MLPs depends largely on the MLPs being treated as partnerships for U.S. federal income tax purposes. If an MLP does not meet current legal requirements to maintain eligibility for partnership tax treatment, or if it is unable to do so because of tax law changes, it could be taxed as a corporation and there could be a material decrease in the value of its securities. Certain MLP securities may trade in lower volumes due to their smaller capitalizations. Accordingly, those MLPs may be subject to more abrupt or erratic price movements and may lack sufficient market liquidity to enable the Fund to effect sales at an advantageous time or without a substantial drop in price. MLPs are generally considered interest-rate sensitive investments. During periods of interest rate volatility, these investments may not provide attractive returns.

Distributions received from each Fund's investments in MLPs may be comprised of both income and return of capital. Each Fund records investment income and return of capital based on estimates made at the time such distributions are received. Such estimates are based on historical information available from each MLP and other industry sources. These estimates may subsequently be revised based on information received from MLPs after their tax reporting periods are concluded.

VIRTUS ASSET TRUST
DECEMBER 31, 2017

Note 3. Investment Advisory Fees and Related Party Transactions

(\$ reported in thousands except as noted)

A. Investment Adviser

Virtus Fund Advisers, LLC (formerly, RidgeWorth Capital Management LLC) (the “Adviser”), an indirect, wholly owned subsidiary of Virtus Investment Partners, Inc. (“Virtus”), is the investment adviser to the Funds. The Adviser manages the Funds’ investment programs and general operations of the Funds, including oversight of the Funds’ subadvisers.

As compensation for its services to the Funds, the Adviser is entitled to a fee based upon the following annual rates, which remained unchanged as a result of the RidgeWorth Reorganizations, as a percentage of the average daily net assets of each Fund:

Ceredex Large-Cap Value Equity Fund	0.70
Ceredex Mid-Cap Value Equity Fund.....	0.75
Ceredex Small-Cap Value Equity Fund	0.85
Silvant Large-Cap Growth Stock Fund	0.70
Silvant Small-Cap Growth Stock Fund	0.85
WCM International Equity Fund.....	0.85
Zevenbergen Innovative Growth Stock Fund.....	0.85
Conservative Allocation Strategy Fund.....	0.10
Growth Allocation Strategy Fund.....	0.10

The above fees are also subject to breakpoint discounts at the following asset levels for each fund:

First \$500 million = none — no discount from full fee

Next \$500 million = 5% discount from full fee

Next \$4 billion = 10% discount from full fee

Over \$5 billion = 15% discount from full fee

B. Subadvisers

The subadvisers manage the investments of each Fund (except the Conservative Allocation Strategy Fund and Growth Allocation Strategy Fund) for which they are paid a fee by the Adviser. The subadvisers and the Fund(s) they serve are as follows:

<u>Fund</u>	<u>Subadviser</u>	<u>Fund</u>	<u>Subadviser</u>
Ceredex Large-Cap Value Equity Fund	Ceredex ⁽¹⁾	WCM International Equity Fund	WCM ⁽³⁾
Ceredex Mid-Cap Value Equity Fund	Ceredex ⁽¹⁾	Zevenbergen Innovative Growth Stock Fund	Zevenbergen ⁽⁴⁾
Ceredex Small-Cap Value Equity Fund	Ceredex ⁽¹⁾	Conservative Allocation Strategy Fund	—
Silvant Large-Cap Growth Stock Fund	Silvant ⁽²⁾	Growth Allocation Strategy Fund	—
Silvant Small-Cap Growth Stock Fund	Silvant ⁽²⁾		

⁽¹⁾ Ceredex Value Advisors LLC

⁽²⁾ Silvant Capital Management LLC

⁽³⁾ WCM Investment Management

⁽⁴⁾ Zevenbergen Capital Investments LLC, a minority-owned affiliate of the Investment Adviser

C. Expense Limits and Fee Waivers

The Adviser has contractually agreed to limit the annual total operating expenses (excluding front-end or contingent deferred loads, taxes, leverage expenses, interest, brokerage commissions, expenses incurred in connection with any merger or reorganization, unusual or infrequently occurring expenses (such as litigation), acquired fund fees and expenses, and dividend expenses, if any) of each Fund, so that such expenses do not exceed, on an annualized basis, the percentages of the applicable Fund’s average daily net asset values as listed below through July 31, 2019.

<u>Fund</u>	<u>Class A</u>	<u>Class C</u>	<u>Class I</u>	<u>Class R6*</u>
Ceredex Large-Cap Value Equity Fund	1.24%	1.72%	0.97%	0.72%
Ceredex Mid-Cap Value Equity Fund.....	1.38	1.79	1.08	0.79
Ceredex Small-Cap Value Equity Fund	1.55	1.90	1.24	N/A
Silvant Large-Cap Growth Stock Fund	1.23	1.90	0.97	0.90
Silvant Small-Cap Growth Stock Fund	1.42	2.08	1.30	N/A**
WCM International Equity Fund.....	1.42	N/A	1.20	1.10
Zevenbergen Innovative Growth Stock Fund.....	1.50	N/A	1.30	N/A
Conservative Allocation Strategy Fund.....	0.60	1.30	0.30	N/A
Growth Allocation Strategy Fund.....	0.69	1.30	0.50	N/A

VIRTUS ASSET TRUST
DECEMBER 31, 2017

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

** On September 18, 2017, Class IS shares were liquidated.

For the period ended May 30, 2017 the Contractual Expense Limitations were as follows:

Fund	Class A	Class C	Class I	Class R6*
Ceredex Large-Cap Value Equity Fund	1.24%	1.90%	0.97%	0.85%
Ceredex Mid-Cap Value Equity Fund.....	1.38	1.95	1.15	0.95
Ceredex Small-Cap Value Equity Fund	1.55	2.15	1.30	N/A
Silvant Large-Cap Growth Stock Fund	1.23	1.95	0.97	0.95
Silvant Small-Cap Growth Stock Fund	1.50	2.15	1.30	1.10
WCM International Equity Fund.....	1.48	N/A	1.25	1.10
Growth Allocation Strategy Fund.....	0.70	1.30	0.50	N/A

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

D. Expense Recapture

Under certain conditions, the Adviser may recapture operating expenses reimbursed or fees waived under these arrangements, within three years after the date on which such amounts were incurred or waived. A Fund must pay its ordinary operating expenses before the Adviser is entitled to any reimbursement and must remain in compliance with any applicable expense limitations or, if none, the expense limitation in effect at the time of the waiver or reimbursement. All or a portion of the following Adviser reimbursed expenses may be recaptured by the fiscal year ending:

Fund	Expires			
	2018	2019	2020	Total
Ceredex Large-Cap Value Equity Fund				
Class A	\$ 379	\$ 397	\$ 144	920
Class C	—	—	4	4
Class I	2,006	1,835	1,209	5,050
Class R6*	—	—	187	187
Ceredex Mid-Cap Value Equity Fund				
Class A	82	299	—	381
Class C	—	—	35	35
Class I	—	—	—	—
Class R6*	—	—	129	129
Ceredex Small-Cap Value Equity Fund				
Class A	—	—	—	—
Class C	—	—	21	21
Class I	—	—	—	—
Silvant Large-Cap Growth Stock Fund				
Class A	9	3	90	102
Class C	6	—	16	22
Class I	353	302	157	812
Class R6*	7	—	2	9
Silvant Small-Cap Growth Stock Fund				
Class A	—	1	7	8
Class C	—	1	7	8
Class I	50	48	41	139
WCM International Equity Fund				
Class A	7	10	17	34
Class I	25	77	43	145
Class R6*	11	13	7	31
Zevenbergen Innovative Growth Stock Fund				
Class A	—	3	5	8
Class I	10	26	35	71
Conservative Allocation Strategy Fund				
Class A	10	12	12	34
Class C	4	6	25	35
Class I	46	43	48	137
Growth Allocation Strategy Fund				
Class A	—	1	6	7
Class C	— ⁽¹⁾	1	8	9
Class I	98	85	98	281

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

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(1) Amount is less than \$500.

E. Distributor

VP Distributors, LLC (“VP Distributors”), an indirect wholly-owned subsidiary of Virtus, serves as the distributor of each Fund’s shares. VP Distributors has advised the Funds that for the fiscal period ended December 31, 2017, it retained net commissions of \$17 for Class A shares and CDSC of \$0 and \$0 for Class A shares and Class C shares, respectively.

In addition, each Fund pays VP Distributors 12b-1 fees under a 12b-1 Plan as a percentage of the average daily net assets of each respective class at the annual rates as follows: Class A shares 0.25% and Class C shares 1.00%. Class I shares and Class R6 shares are not subject to a 12b-1 Plan.

Under certain circumstances, shares of certain Virtus Mutual Funds may be exchanged for shares of the same class of certain other Virtus Mutual Funds on the basis of the relative NAV per share at the time of the exchange. On exchanges with share classes that carry a CDSC, the CDSC schedule of the original shares purchased continues to apply.

F. Administrator and Transfer Agent

Virtus Fund Services, LLC, an indirect, wholly owned subsidiary of Virtus, serves as the administrator and transfer agent to the Funds. For the period July 17, 2017 through December 31, 2017, the Funds incurred administration fees totaling \$6,929 which are included in the Statements of Operations within the line item “Administration fee.” For the period July 17, 2017 through December 31, 2017, the Funds incurred transfer agent fees totaling \$3,243 which are included in the Statements of Operations within the line item “Transfer agent fees and expenses.” A portion of these fees was paid to outside entities that also provide services to the Funds.

G. Affiliated Shareholders

At December 31, 2017, Virtus and its affiliates, and the retirement plans of Virtus and its affiliates, held shares of certain Funds which may be redeemed at any time, that aggregated to the following:

	<u>Shares</u>	<u>Aggregate Net Asset Value</u>
Ceredex Large-Cap Value Equity Fund		
Class R6*	432,419	\$7,096
Ceredex Mid-Cap Value Equity Fund		
Class R6*	493,787	6,256
WCM International Equity Fund		
Class R6*	766,361	9,281

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

H. Investments in Affiliates

A summary of the Conservative Allocation Strategy Fund’s and Growth Allocation Strategy Fund’s total long-term and short-term purchases and sales of the affiliated underlying funds during the period ended December 31, 2017, is as follows:

<u>Underlying Funds</u>	<u>Value, beginning of period</u>	<u>Purchases at Cost⁽¹⁾</u>	<u>Sales Proceeds</u>	<u>Net realized gain (loss) on affiliated fund</u>	<u>Net change in unrealized appreciation (depreciation) on affiliated fund</u>	<u>Value, end of period</u>	<u>Dividend Income</u>	<u>Distributions of Realized Gains</u>
Conservative Allocation Strategy Fund								
Ridgeworth Capital Innovations Global Resources and Infrastructure Fund - Class I ⁺	\$ 152	\$ —	\$ 143	\$ (4)	\$ (5)	\$ —	\$ —	\$ —
Virtus Ceredex Large-Cap Value Equity Fund - Class R6 ⁽²⁾	3,906	214	3,024	923	(889)	1,130	18	166
Virtus Ceredex Mid-Cap Value Equity Fund - Class R6 ⁽²⁾	1,541	248	512	117	(258)	1,136	13	205

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<u>Underlying Funds</u>	<u>Value, beginning of period</u>	<u>Purchases at Cost⁽¹⁾</u>	<u>Sales Proceeds</u>	<u>Net realized gain (loss) on affiliated fund</u>	<u>Net change in unrealized appreciation (depreciation) on affiliated fund</u>	<u>Value, end of period</u>	<u>Dividend Income</u>	<u>Distributions of Realized Gains</u>
Conservative Allocation Strategy Fund								
Virtus Ceredex Small-Cap Value Fund - Class R6 ⁽²⁾ ...	\$ 506	\$ —	\$ 497	\$ 104	\$(113)	\$ —	\$ —	\$ —
Virtus Duff & Phelps Global Infrastructure Fund - Class I.....	—	1,277	160	2	9	1,128	23	—
Virtus Duff & Phelps Global Real Estate Securities Fund - Class R6	—	1,682	227	4	68	1,527	34	—
Virtus KAR Capital Growth Fund - Class I	—	1,122	—	—	(4)	1,118	—	—
Virtus KAR International Small-Cap Fund - Class R6	—	1,247	160	3	55	1,145	19	—
Virtus KAR Small-Cap Growth Fund - Class I	—	1,183	228	16	150	1,121	—	—
Virtus KAR Small-Cap Value Fund - Class R6	—	1,202	180	8	96	1,126	19	—
Virtus Newfleet High Yield Fund - Class R6	—	2,100	200	—	(21)	1,879	53	—
Virtus Newfleet Multi-Sector Intermediate Bond Fund - Class R6	—	8,347	784	1	(6)	7,558	158	—
Virtus Rampart Enhanced Core Equity Fund - Class I	—	1,256	177	7	35	1,121	21	51
Virtus Seix Core Bond Fund - Class R6 ⁽²⁾ ...	8	2,063	180	(1)	(8)	1,882	19	—
Virtus SEIX Corporate Bond Fund - Class R6 ⁽²⁾	749	5	769	5	10	—	6	—
Virtus Seix Floating Rate High Income Fund - Class R6 ⁽²⁾ ...	180	3,182	343	— ⁽³⁾	(7)	3,012	62	—
Virtus SEIX High Income Fund - Class R6 ⁽²⁾	284	4	290	8	(6)	—	5	—
Virtus SEIX High Yield Fund - Class R6 ⁽²⁾ ...	273	4	278	20	(19)	—	5	—
Virtus Seix Total Return Bond Fund - Class R6 ⁽²⁾	15,543	443	8,500	(116)	186	7,556	173	—

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<u>Underlying Funds</u>	<u>Value, beginning of period</u>	<u>Purchases at Cost⁽¹⁾</u>	<u>Sales Proceeds</u>	<u>Net realized gain (loss) on affiliated fund</u>	<u>Net change in unrealized appreciation (depreciation) on affiliated fund</u>	<u>Value, end of period</u>	<u>Dividend Income</u>	<u>Distributions of Realized Gains</u>
Conservative Allocation Strategy Fund								
Virtus Seix								
U.S. Government Securities Ultra Short Bond Fund - Class R6 ⁽²⁾								
	\$ 1,769	\$ 406	\$ 303	\$ (1)	\$ (1)	\$ 1,870	\$ 20	\$ —
Virtus Silvant								
Large-Cap Growth Fund - Class R6 ⁽²⁾ ...								
	4,751	129	5,002	164	(42)	—	—	321
Virtus Silvant								
Small-Cap Growth Fund - Class IS ⁽⁴⁾								
	464	—	479	11	4	—	—	—
Virtus Vontobel								
Emerging Markets Opportunities Fund - Class R6								
	—	1,188	120	3	67	1,138	5	—
Virtus WCM								
International Equity Fund - Class R6								
	<u>1,330</u>	<u>269</u>	<u>318</u>	<u>15</u>	<u>229</u>	<u>1,525</u>	<u>2</u>	<u>—</u>
Total	<u>\$31,456</u>	<u>\$27,571</u>	<u>\$22,874</u>	<u>\$1,289</u>	<u>\$(470)</u>	<u>\$36,972</u>	<u>\$655</u>	<u>\$743</u>

<u>Underlying Funds</u>	<u>Value, beginning of period</u>	<u>Purchases at Cost⁽¹⁾</u>	<u>Sales Proceeds</u>	<u>Net realized gain (loss) on affiliated fund</u>	<u>Net change in unrealized appreciation (depreciation) on affiliated fund</u>	<u>Value, end of period</u>	<u>Dividend Income</u>	<u>Distributions of Realized Gains</u>
Growth Allocation Strategy Fund								
Ridgeworth Capital								
Innovations Global Resources and Infrastructure Fund - Class I ⁺								
	\$ 308	\$ —	\$ 289	\$ (11)	\$ (8)	\$ —	\$ —	\$ —
Virtus Ceredex								
Large-Cap Value Equity Fund - Class R6 ⁽²⁾								
	8,078	4,354	9,797	4,353	(1,022)	5,966	98	875
Virtus Ceredex								
Mid-Cap Value Equity Fund - Class R6 ⁽²⁾								
	3,139	2,731	1,535	572	214	5,121	55	834
Virtus Ceredex								
Small-Cap Value Fund - Class R6 ⁽²⁾ ...								
	986	510	1,791	606	(311)	—	—	—
Virtus Duff & Phelps								
Global Infrastructure Fund - Class I								
	—	3,598	230	4	27	3,399	37	33

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Underlying Funds	Value, beginning of period	Purchases at Cost⁽¹⁾	Sales Proceeds	Net realized gain (loss) on affiliated fund	Net change in unrealized appreciation (depreciation) on affiliated fund	Value, end of period	Dividend Income	Distributions of Realized Gains
Growth Allocation Strategy Fund								
Virtus Duff & Phelps								
Global Real Estate Securities Fund - Class R6	\$ —	\$ 6,304	\$ 565	\$ 15	\$ 279	\$ 6,033	\$120	\$ 11
Virtus KAR Capital								
Growth Fund - Class I	—	4,650	—	—	(17)	4,633	—	—
Virtus KAR International								
Small-Cap Fund - Class R6	—	3,584	319	6	166	3,437	23	34
Virtus KAR Small-Cap								
Growth Fund - Class I	—	4,409	2,002	149	393	2,949	—	—
Virtus KAR Small-Cap								
Value Fund - Class R6	—	4,481	625	27	363	4,246	5	68
Virtus Newfleet High								
Yield Fund - Class R6	—	2,720	145	(1)	(30)	2,544	74	—
Virtus Newfleet Multi-Sector								
Intermediate Bond Fund - Class R6	—	8,997	458	—	(8)	8,531	180	—
Virtus Rampart								
Enhanced Core Equity Fund - Class I	—	7,489	990	59	214	6,772	25	410
Virtus Seix Core Bond								
Fund - Class R6 ⁽²⁾ ...	3	6	9	— ⁽³⁾	—	—	— ⁽³⁾	—
Virtus SEIX Corporate								
Bond Fund - Class R6 ⁽²⁾	251	573	833	5	4	—	3	—
Virtus Seix Floating								
Rate High Income Fund - Class R6 ⁽²⁾ ...	60	2,616	155	—	18	2,539	52	—
Virtus SEIX High								
Income Fund - Class R6 ⁽²⁾	94	211	313	9	(1)	—	3	—
Virtus SEIX High Yield								
Fund - Class R6 ⁽²⁾ ...	91	187	301	29	(6)	—	2	—
Virtus Seix Total Return								
Bond Fund - Class R6 ⁽²⁾	4,058	8,145	5,971	388	196	6,816	103	—
Virtus Seix								
U.S. Government Securities Ultra Short Bond Fund - Class R6 ⁽²⁾	592	1,329	1,920	(2)	1	—	3	—
Virtus Silvant								
Large-Cap Growth Fund - Class R6 ⁽²⁾ ...	9,796	7,901	18,851	1,337	(183)	—	—	1,510

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<u>Underlying Funds</u>	<u>Value, beginning of period</u>	<u>Purchases at Cost⁽¹⁾</u>	<u>Sales Proceeds</u>	<u>Net realized gain (loss) on affiliated fund</u>	<u>Net change in unrealized appreciation (depreciation) on affiliated fund</u>	<u>Value, end of period</u>	<u>Dividend Income</u>	<u>Distributions of Realized Gains</u>
Growth Allocation Strategy Fund								
Virtus Silvant								
Small-Cap Growth Fund - Class IS ⁽⁴⁾	\$ 910	\$ 759	\$ 1,734	\$ 75	\$ (10)	\$ —	\$ —	\$ —
Virtus Vontobel								
Emerging Markets Opportunities Fund - Class R6	—	5,906	200	3	304	6,013	23	—
Virtus Vontobel Foreign Opportunities Fund								
Class R6	—	7,095	655	20	396	6,856	41	—
Virtus WCM								
International Equity Fund - Class R6	2,710	4,706	857	27	1,170	7,756	11	—
Total	<u>\$31,076</u>	<u>\$93,261</u>	<u>\$50,545</u>	<u>\$7,670</u>	<u>\$ 2,149</u>	<u>\$83,611</u>	<u>\$858</u>	<u>\$3,775</u>

+ Effective June 30, 2017, this fund reorganized into the Oak Ridge Global Resources & Infrastructure Fund.

(1) Includes reinvestment of distributions.

(2) On September 18, 2017, Class IS shares were renamed Class R6 shares.

(3) Amount is less than \$500.

(4) On September 18, 2017, Class IS shares were liquidated.

I. Trustee Compensation

The Trust provides a deferred compensation plan for its Trustees who receive compensation from the Trust. Under the deferred compensation plan, Trustees may elect to defer all or a portion of their compensation. Amounts deferred are retained by the Trust, and then, to the extent permitted by the 1940 Act, in turn, may be invested in the shares of affiliated or unaffiliated mutual funds selected by the participating Trustees. Investments in such instruments are included in "Other Assets" on the Statement of Assets and Liabilities at December 31, 2017.

Note 4. Purchases and Sales of Securities

(\$ reported in thousands)

Purchases and sales of securities (excluding U.S. Government and agency securities and short-term securities) during the period ended December 31, 2017, were as follows:

	<u>Purchases</u>	<u>Sales</u>
Ceredex Large-Cap Value Equity Fund	\$1,072,962	\$1,416,706
Ceredex Mid-Cap Value Equity Fund	2,430,799	3,003,065
Ceredex Small-Cap Value Equity Fund	127,954	311,599
Silvant Large-Cap Growth Stock Fund	23,036	133,145
Silvant Small-Cap Growth Stock Fund	8,213	22,765
WCM International Equity Fund	22,106	14,096
Zevenbergen Innovative Growth Stock Fund	13,839	23,707
Conservative Allocation Strategy Fund	27,942	33,498
Growth Allocation Strategy Fund	68,203	73,288

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Note 5. Capital Share Transactions

(\$ reported in thousands)

Transactions in shares of capital stock, during the periods ended as indicated below, were as follows:

Ceredex Large-Cap Value Equity Fund							
	Fiscal		Year Ended		Year Ended		
	Period Ended		March 31, 2017		March 31, 2016		
	December 31, 2017 ⁽¹⁾		SHARES	AMOUNT	SHARES	AMOUNT	SHARES
Class A							
Sale of shares	1,493	\$ 25,611	2,363	\$ 37,561	5,045	\$ 77,628	
Reinvestment of distributions	2,925	47,789	364	5,996	2,345	34,587	
Shares repurchased	(4,213)	(72,336)	(7,828)	(124,609)	(10,555)	(162,541)	
Net Increase / (Decrease)	205	\$ 1,064	(5,101)	\$ (81,052)	(3,165)	\$ (50,326)	
Class C							
Sale of shares	38	\$ 621	47	\$ 738	169	\$ 2,586	
Reinvestment of distributions	160	2,550	14	223	104	1,507	
Shares repurchased	(195)	(3,250)	(275)	(4,245)	(252)	(3,804)	
Net Increase / (Decrease)	3	\$ (79)	(214)	\$ (3,284)	21	\$ 289	
Class I							
Sale of shares	7,636	\$ 132,118	14,988	\$ 240,165	20,150	\$ 313,560	
Reinvestment of distributions	12,215	201,266	1,747	28,989	10,337	153,510	
Shares repurchased	(24,033)	(415,148)	(30,907)	(498,952)	(48,666)	(757,220)	
Net Increase / (Decrease)	(4,182)	\$ (81,764)	(14,172)	\$ (229,798)	(18,179)	\$ (290,150)	
Class R6*							
Sale of shares	3,319	\$ 58,140	3,915	\$ 64,141	17,756	\$ 272,105	
Reinvestment of distributions	3,179	52,635	398	6,630	696	10,358	
Shares repurchased	(4,742)	(82,763)	(4,038)	(64,662)	(2,231)	(35,799)	
Net Increase / (Decrease)	1,756	\$ 28,012	275	\$ 6,109	16,221	\$ 246,664	

Ceredex Mid-Cap Value Equity Fund							
	Fiscal		Year Ended		Year Ended		
	Period Ended		March 31, 2017		March 31, 2016		
	December 31, 2017 ⁽¹⁾		SHARES	AMOUNT	SHARES	AMOUNT	SHARES
Class A							
Sale of shares	3,065	\$ 42,974	6,034	\$ 79,220	8,310	\$ 103,995	
Reinvestment of distributions	4,658	59,495	1,198	16,295	2,240	26,628	
Shares repurchased	(7,831)	(108,891)	(14,007)	(183,471)	(21,427)	(269,581)	
Net Increase / (Decrease)	(108)	\$ (6,422)	(6,775)	\$ (87,956)	(10,877)	\$ (138,958)	
Class C							
Sale of shares	265	\$ 3,547	455	\$ 5,984	727	\$ 9,133	
Reinvestment of distributions	646	8,031	138	1,839	320	3,723	
Shares repurchased	(864)	(11,717)	(1,992)	(25,263)	(2,215)	(26,769)	
Net Increase / (Decrease)	47	\$ (139)	(1,399)	\$ (17,440)	(1,168)	\$ (13,913)	
Class I							
Sale of shares	20,468	\$ 289,813	47,771	\$ 642,136	70,933	\$ 944,525	
Reinvestment of distributions	30,598	395,261	8,628	118,378	15,470	185,643	
Shares repurchased	(65,834)	(933,082)	(88,993)	(1,177,163)	(124,772)	(1,588,015)	
Net Increase / (Decrease)	(14,768)	\$ (248,008)	(32,594)	\$ (416,649)	(38,369)	\$ (457,847)	

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Ceredex Mid-Cap Value Equity Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class R6*						
Sale of shares	10,844	\$ 153,932	10,499	\$ 144,037	15,708	\$ 198,029
Reinvestment of distributions	5,102	65,951	827	11,348	732	8,789
Shares repurchased	(5,394)	(75,424)	(6,799)	(91,036)	(2,550)	(31,313)
Net Increase / (Decrease)	<u>10,552</u>	<u>\$ 144,459</u>	<u>4,527</u>	<u>\$ 64,349</u>	<u>13,890</u>	<u>\$ 175,505</u>

Ceredex Small-Cap Value Equity Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	542	\$ 6,609	1,682	\$ 20,262	1,419	\$ 18,087
Reinvestment of distributions	1,602	18,703	503	6,261	3,277	33,716
Shares repurchased	(2,010)	(24,466)	(3,438)	(40,823)	(4,300)	(55,237)
Net Increase / (Decrease)	<u>134</u>	<u>\$ 846</u>	<u>(1,253)</u>	<u>\$ (14,300)</u>	<u>396</u>	<u>\$ (3,434)</u>
Class C						
Sale of shares	15	\$ 160	35	\$ 392	125	\$ 1,457
Reinvestment of distributions	347	3,645	118	1,337	825	7,778
Shares repurchased	(500)	(5,527)	(743)	(8,234)	(581)	(6,562)
Net Increase / (Decrease)	<u>(138)</u>	<u>\$ (1,722)</u>	<u>(590)</u>	<u>\$ (6,505)</u>	<u>369</u>	<u>\$ 2,673</u>
Class I						
Sale of shares	4,527	\$ 57,251	16,019	\$ 199,169	9,039	\$ 119,892
Reinvestment of distributions	9,217	111,707	3,186	40,943	20,227	214,209
Shares repurchased	(18,031)	(225,960)	(31,259)	(383,589)	(28,397)	(401,189)
Net Increase / (Decrease)	<u>(4,287)</u>	<u>\$ (57,002)</u>	<u>(12,054)</u>	<u>\$ (143,477)</u>	<u>869</u>	<u>\$ (67,088)</u>

Silvant Large-Cap Growth Stock Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	989	\$ 6,249	605	\$ 4,478	852	\$ 7,111
Reinvestment of distributions	3,445	20,319	1,101	7,512	636	5,250
Shares repurchased	(1,409)	(10,198)	(1,204)	(9,073)	(1,077)	(9,296)
Net Increase / (Decrease)	<u>3,025</u>	<u>\$ 16,370</u>	<u>502</u>	<u>\$ 2,917</u>	<u>411</u>	<u>\$ 3,065</u>
Class C						
Sale of shares	58	\$ 199	55	\$ 271	206	\$ 1,295
Reinvestment of distributions	8,685	24,203	1,727	7,564	923	5,319
Shares repurchased	(1,296)	(5,146)	(1,312)	(6,660)	(1,093)	(6,604)
Net Increase / (Decrease)	<u>7,447</u>	<u>\$ 19,256</u>	<u>470</u>	<u>\$ 1,175</u>	<u>36</u>	<u>\$ 10</u>
Class I						
Sale of shares	392	\$ 3,609	974	\$ 9,014	1,474	\$ 14,888
Reinvestment of distributions	1,063	8,443	1,340	11,295	900	8,902
Shares repurchased	(8,576)	(78,880)	(3,716)	(34,170)	(2,909)	(28,987)
Net Increase / (Decrease)	<u>(7,121)</u>	<u>\$ (66,828)</u>	<u>(1,402)</u>	<u>\$ (13,861)</u>	<u>(535)</u>	<u>\$ (5,197)</u>

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Silvant Large-Cap Growth Stock Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended		March 31, 2017		March 31, 2016	
	December 31, 2017 ⁽¹⁾					
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class R6*						
Sale of shares	24	\$ 222	59	\$ 541	221	\$ 2,193
Reinvestment of distributions	109	925	412	3,486	310	3,075
Shares repurchased	(2,785)	(25,299)	(1,706)	(15,622)	(1,711)	(17,603)
Net Increase / (Decrease)	(2,652)	\$ (24,152)	(1,235)	\$ (11,595)	(1,180)	\$ (12,335)

Silvant Small-Cap Growth Stock Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended		March 31, 2017		March 31, 2016	
	December 31, 2017 ⁽¹⁾					
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	14	\$ 100	21	\$ 159	22	\$ 203
Reinvestment of distributions	141	994	141	992	376	2,890
Shares repurchased	(130)	(950)	(162)	(1,228)	(183)	(2,026)
Net Increase / (Decrease)	25	\$ 144	—	\$ (77)	215	\$ 1,067
Class C						
Sale of shares	1	\$ 6	2	\$ 9	33	\$ 170
Reinvestment of distributions	528	1,455	394	1,287	660	2,764
Shares repurchased	(264)	(867)	(194)	(733)	(155)	(1,032)
Net Increase / (Decrease)	265	\$ 594	202	\$ 563	538	\$ 1,902
Class I						
Sale of shares	259	\$ 2,353	817	\$ 7,443	1,664	\$ 22,597
Reinvestment of distributions	278	2,459	416	3,603	1,478	13,582
Shares repurchased	(1,423)	(14,771)	(2,503)	(22,802)	(7,378)	(102,470)
Net Increase / (Decrease)	(886)	\$ (9,959)	(1,270)	\$ (11,756)	(4,236)	\$ (66,291)
Class R6*						
Sale of shares	1	\$ 9	75	\$ 705	140	\$ 1,172
Reinvestment of distributions	—	—	50	439	160	1,478
Shares repurchased	(247)	(309)	(263)	(2,362)	(336)	(3,443)
Net Increase / (Decrease)	(246)	\$ (300)	(138)	\$ (1,218)	(36)	\$ (793)

WCM International Equity Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended		March 31, 2017		March 31, 2016	
	December 31, 2017 ⁽¹⁾					
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	347	\$ 3,852	1,538	\$ 14,514	63	\$ 607
Reinvestment of distributions	1	14	15	138	40	369
Shares repurchased	(193)	(2,129)	(557)	(5,135)	(92)	(879)
Net Increase / (Decrease)	155	\$ 1,737	996	\$ 9,517	11	\$ 97
Class I						
Sale of shares	1,758	\$ 19,828	4,014	\$ 38,584	2,720	\$ 25,253
Reinvestment of distributions	7	79	40	366	103	966
Shares repurchased	(961)	(10,960)	(2,131)	(20,316)	(1,552)	(14,989)
Net Increase / (Decrease)	804	\$ 8,947	1,923	\$ 18,634	1,271	\$ 11,230

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WCM International Equity Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class R6*						
Sale of shares	250	\$ 2,815	265	\$ 2,584	1,003	\$ 9,776
Reinvestment of distributions	1	13	7	65	82	766
Shares repurchased	(128)	(1,435)	(256)	(2,455)	(459)	(4,203)
Net Increase / (Decrease)	123	\$ 1,393	16	\$ 194	626	\$ 6,339

Zevenbergen Innovative Growth Stock Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	71	\$ 1,470	63	\$ 1,151	491	\$ 10,889
Reinvestment of distributions	28	554	55	928	32	664
Shares repurchased	(167)	(3,448)	(217)	(4,099)	(589)	(11,980)
Net Increase / (Decrease)	(68)	\$ (1,424)	(99)	\$ (2,020)	(66)	\$ (427)
Class I						
Sale of shares	525	\$ 11,528	736	\$ 14,008	548	\$ 11,931
Reinvestment of distributions	75	1,598	101	1,778	53	1,138
Shares repurchased	(911)	(19,253)	(644)	(12,798)	(780)	(16,750)
Net Increase / (Decrease)	(311)	\$ (6,127)	193	\$ 2,988	(179)	\$ (3,681)

Conservative Allocation Strategy Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended December 31, 2017 ⁽¹⁾		March 31, 2017		March 31, 2016	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	188	\$ 2,361	123	\$ 1,506	222	\$ 2,695
Reinvestment of distributions	51	616	17	200	46	546
Shares repurchased	(325)	(4,106)	(693)	(8,524)	(318)	(3,912)
Net Increase / (Decrease)	(86)	\$ (1,129)	(553)	\$ (6,818)	(50)	\$ (671)
Class C						
Sale of shares	65	\$ 798	118	\$ 1,435	401	\$ 4,921
Reinvestment of distributions	107	1,276	23	277	48	567
Shares repurchased	(288)	(3,559)	(418)	(5,056)	(280)	(3,401)
Net Increase / (Decrease)	(116)	\$ (1,485)	(277)	\$ (3,344)	169	\$ 2,087
Class I						
Sale of shares	207	\$ 2,610	679	\$ 8,295	852	\$ 10,524
Reinvestment of distributions	137	1,649	43	511	89	1,062
Shares repurchased	(441)	(5,496)	(1,855)	(22,783)	(911)	(11,175)
Net Increase / (Decrease)	(97)	\$ (1,237)	(1,133)	\$ (13,977)	30	\$ 411

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Growth Allocation Strategy Fund

	Fiscal		Year Ended		Year Ended	
	Period Ended		March 31, 2017		March 31, 2016	
	December 31, 2017⁽¹⁾					
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Class A						
Sale of shares	35	\$ 382	9	\$ 88	52	\$ 527
Shares Issued-Merger	975	10,084	—	—	—	—
Reinvestment of distributions	239	2,276	42	419	60	611
Shares repurchased	(224)	(3,983)	(209)	(2,148)	(164)	(1,773)
Net Increase / (Decrease)	<u>1,025</u>	<u>\$ 8,759</u>	<u>(158)</u>	<u>\$ (1,641)</u>	<u>(52)</u>	<u>\$ (635)</u>
Class C						
Sale of shares	14	\$ 148	4	\$ 37	59	\$ 599
Shares Issued-Merger	945	9,499	—	—	—	—
Reinvestment of distributions	169	1,552	14	140	20	199
Shares repurchased	(119)	(2,386)	(85)	(863)	(99)	(990)
Net Increase / (Decrease)	<u>1,009</u>	<u>\$ 8,813</u>	<u>(67)</u>	<u>\$ (686)</u>	<u>(20)</u>	<u>\$ (192)</u>
Class I						
Sale of shares	562	\$ 6,023	729	\$ 7,586	827	\$ 9,049
Shares Issued-Merger	2,706	28,142	—	—	—	—
Reinvestment of distributions	967	9,310	232	2,314	362	3,701
Shares repurchased	(1,204)	(18,833)	(1,604)	(16,526)	(2,067)	(22,159)
Net Increase / (Decrease)	<u>3,031</u>	<u>\$ 24,642</u>	<u>(643)</u>	<u>\$ (6,626)</u>	<u>(878)</u>	<u>\$ (9,409)</u>

* On September 18, 2017, Class IS shares were renamed Class R6 shares.

⁽¹⁾ Period from April 1, 2017 to December 31, 2017. The Fund had a fiscal period end change from March 31 to December 31.

Note 6. 10% Shareholders

As of December 31, 2017, certain Funds had individual shareholder account(s) and/or omnibus shareholder account(s) (comprised of a group of individual shareholders), which individually amounted to more than 10% of the total shares outstanding of each such Fund as detailed below:

	% of Shares Outstanding	Number of Accounts
Ceredex Large-Cap Value Equity Fund	19%	1
Ceredex Mid-Cap Value Equity Fund	43	2
Ceredex Small-Cap Value Equity Fund	46	3
Silvant Large-Cap Growth Stock Fund	59	2
Silvant Small-Cap Growth Stock Fund	49	2
WCM International Equity Fund	62	4
Zevenbergen Innovative Growth Stock Fund	24	2
Conservative Allocation Strategy Fund	12	1
Growth Allocation Strategy Fund	86	3

Note 7. Credit Risk and Asset Concentration

In countries with limited or developing markets, investments may present greater risks than in more developed markets and the prices of such investments may be volatile. The consequences of political, social or economic changes in these markets may have disruptive effects on the market prices of these investments and the income they generate, as well as a Fund's ability to repatriate such amounts.

High-yield/high-risk securities typically entail greater price volatility and/or principal and interest rate risk. There is a greater chance that an issuer will not be able to make principal and interest payments on time. Analysis of the creditworthiness of issuers of high-yield/high-risk securities may be complex, and as a result, it may be more difficult for the Adviser and/or subadvisers to accurately predict risk.

Certain Funds may invest a high percentage of their assets in specific sectors of the market in the pursuit of their investment objectives. Fluctuations in these sectors of concentration may have a greater impact on a Fund, positive or negative, than if the Fund did not concentrate its investments in such sectors.

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At December 31, 2017, the following Funds held securities issued by various companies in specific sector(s) as detailed below:

<u>Fund</u>	<u>Sector</u>	<u>Percentage of Total Investments</u>
Ceredex Small-Cap Value Equity Fund	Industrials	31%
Silvant Large-Cap Growth Stock Fund	Information Technology	42
Silvant Small-Cap Growth Stock Fund	Information Technology	29
Silvant Small-Cap Growth Stock Fund	Health Care	26
Zevenbergen Innovative Growth Stock Fund.....	Information Technology	39
Zevenbergen Innovative Growth Stock Fund.....	Consumer Discretionary	28

Note 8. Indemnifications

Under the Trust's organizational documents and in separate agreements between each Trustee and the Trust, its Trustees and officers are indemnified against certain liabilities arising out of the performance of their duties to the Trust and its funds. In addition, in the normal course of business, the Funds enter into contracts that provide a variety of indemnifications to other parties. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds and that have not occurred. However, the Funds have not had prior claims or losses pursuant to these arrangements, and they expect the risk of loss to be remote.

Note 9. Illiquid and Restricted Securities

Investments are generally considered illiquid if they cannot be disposed of within seven days in the ordinary course of business at the approximate amount at which such securities have been valued by the Funds. Additionally, the following information is also considered in determining liquidity: the frequency of trades and quotes for the investment, whether the investment is listed for trading on a recognized domestic exchange and/or whether two or more brokers are willing to purchase or sell the security at a comparable price, the extent of market making activity in the investment and the nature of the market for investment. Illiquid securities are footnoted as such at the end of each Fund's Schedule of Investments, where applicable. However, a portion of such footnoted securities could be liquid where it is determined that some, though not all, of the position could be disposed of within seven days in the ordinary course of business at the approximate amount at which such securities have been valued by the applicable Fund.

Restricted securities are illiquid securities, as defined above, not registered under the Securities Act of 1933, as amended (the "1933 Act"). Generally, 144A securities are excluded from this category, except where defined as illiquid.

Each Fund will bear any costs, including those involved in registration under the 1933 Act, in connection with the disposition of such securities.

At December 31, 2017, the Funds did not hold any securities that were illiquid or restricted.

Note 10. Borrowings

(\$ reported in thousands)

On September 22, 2017, the Funds terminated a committed unsecured revolving line of credit agreement ("LOC") with a syndicate of banks which included State Street Bank and Trust Company ("State Street Bank") and Royal Bank of Canada ("RBC"), in the aggregate amount of \$200,000,000. The proceeds were permitted to be used only to (1) temporarily finance the purchase and sale of securities; or (2) finance the redemption of shares of the Funds. The Funds paid a commitment fee on a pro rata basis to State Street Bank and RBC, in the amount of 0.17% per annum on the daily unused portion of the LOC. Borrowings under the LOC accrued interest at the higher of (a) the Federal Funds Rate, or (b) the one-month London Interbank Overnight (LIBOR) Rate, plus 1.25% per annum. Generally, repayments were required to be made within 60 days of the borrowings. Commitment fees and interest expense paid to State Street Bank and RBC pursuant to this agreement are reflected on the Statements of Operations as a component of Miscellaneous Expenses.

The following Funds had an outstanding loan during the period. The borrowings were valued at cost, which approximates fair value.

<u>Fund</u>	<u>Interest Incurred on Borrowing</u>	<u>Average Dollar Amount of Borrowing</u>	<u>Weighted Average Interest Rate on Borrowing</u>	<u>Days Loan was Open</u>
Ceredex Large-Cap Value Equity Fund	\$ 2	\$18,686	2.27%	2
Ceredex Small-Cap Value Equity Fund	— ⁽¹⁾	474	2.36	17
Silvant Large-Cap Growth Stock Fund	— ⁽¹⁾	274	2.38	3
Silvant Small-Cap Growth Stock Fund	— ⁽¹⁾	154	2.24	1
Zevenbergen Innovative Growth Stock Fund.....	3	1,559	2.45	24

⁽¹⁾ Amount is less than \$500.

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On September 18, 2017, the Funds and other affiliated funds entered into a \$250,000,000 unsecured line of credit of which \$100,000,000 is available for utilization by the Seix Floating Rate High Income Fund and the remaining \$150,000,000 is available for utilization by the Funds and other remaining affiliated funds. This line of credit is with a commercial bank and allows the Funds to borrow cash from the bank to manage large unexpected redemptions and trade fails, up to a limit of one-third or one-fifth of each Fund's total net assets in accordance with the terms of the agreement. This line of credit has a term of 364 days. Interest is charged at the higher of the LIBOR or the Federal Funds rate plus an additional percentage rate on the amount borrowed. Commitment fees are charged on the undrawn balance. The Funds and other affiliated funds that are parties are individually, and not jointly, liable for their particular advances, if any, under the line of credit. The lending bank has the ability to require repayment of outstanding borrowings under this line of credit upon certain circumstances such as an event of default.

The Funds had no outstanding borrowings as of December 31, 2017.

Note 11. Federal Income Tax Information
(\$ reported in thousands)

At December 31, 2017, federal tax cost and aggregate gross unrealized appreciation (depreciation) of securities held by the Funds were as follows:

Fund	Federal tax cost	Unrealized Appreciation	Unrealized (Depreciation)	Net Unrealized Appreciation
Ceredex Large-Cap Value Equity Fund	\$1,477,974	\$511,719	\$ (12,298)	\$499,421
Ceredex Mid-Cap Value Equity Fund.....	2,690,210	305,630	(42,666)	262,964
Ceredex Small-Cap Value Equity Fund	623,133	210,809	(23,418)	187,391
Silvant Large-Cap Growth Stock Fund	73,321	56,598	(657)	55,941
Silvant Small-Cap Growth Stock Fund	22,924	7,793	(810)	6,983
WCM International Equity Fund.....	77,771	20,822	(526)	20,296
Zevenbergen Innovative Growth Stock Fund.....	10,772	12,575	(177)	12,398
Conservative Allocation Strategy Fund.....	36,024	1,575	(44)	1,531
Growth Allocation Strategy Fund.....	77,556	8,107	(54)	8,053

Under the Regulated Investment Company Modernization Act of 2010 (the "Act"), net capital losses recognized for tax years beginning after December 22, 2010, may be carried forward indefinitely, and their character is retained as short-term and/or long-term losses. Previously, net capital losses were carried forward for eight years and treated as short-term losses. As a transition rule, the Act requires that post-enactment net capital losses be used before pre-enactment net capital losses.

For the period ended December 31, 2017, the following Fund utilized losses deferred in prior years against current year capital gains:

Fund	
WCM International Equity Fund.....	\$764

The WCM International Equity Fund had \$1,007 of capital loss carryovers which expired during the fiscal year.

Capital losses realized after October 31 and certain late year losses may be deferred and treated as occurring on the first day of the following fiscal year. For the fiscal period ended December 31, 2017, certain Funds deferred and recognized qualified late year losses as follows:

	Late Year Ordinary Losses Deferred	Late Year Ordinary Losses Recognized	Capital Loss Deferred	Capital Loss Recognized
Ceredex Large-Cap Value Equity Fund	\$—	\$ —	\$3,544	\$—
Ceredex Mid-Cap Value Equity Fund.....	—	—	6,313	—
Silvant Large-Cap Growth Stock Fund	—	129	—	—
Silvant Small-Cap Growth Stock Fund	—	67	—	—
Zevenbergen Innovative Growth Stock Fund.....	—	78	—	—

The components of distributable earnings on a tax basis (excluding unrealized appreciation (depreciation) which are disclosed above) consist of the following:

	Undistributed Ordinary Income	Undistributed Long-Term Capital Gains	Undistributed Tax-Exempt Income
Ceredex Large-Cap Value Equity Fund	\$120	\$19,937	\$—
Ceredex Mid-Cap Value Equity Fund.....	371	51,628	—
Ceredex Small-Cap Value Equity Fund	814	5,966	—
Silvant Large-Cap Growth Stock Fund	378	12,465	—

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	<u>Undistributed Ordinary Income</u>	<u>Undistributed Long-Term Capital Gains</u>	<u>Undistributed Tax-Exempt Income</u>
Silvant Small-Cap Growth Stock Fund	\$141	\$ 981	\$—
WCM International Equity Fund	236	—	—
Zevenbergen Innovative Growth Stock Fund	29	1,486	—
Conservative Allocation Strategy Fund	18	370	—
Growth Allocation Strategy Fund	414	2,057	—

The differences between the book and tax basis components of distributable earnings relate principally to the timing of recognition of income and gains for federal income tax purposes. Short-term gain distributions reported in the Statements of Changes in Net Assets, if any, are reported as ordinary income for federal tax purposes. Distributions are determined on a tax basis and may differ from net investment income and realized capital gains for financial reporting purposes.

The tax character of dividends and distributions paid during the fiscal periods ended December 31, 2017, March 31, 2017 and March 31, 2016 were as follows:

	<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>	<u>Total</u>
Ceredex Large-Cap Value Equity Fund			
12/31/17	\$ 58,969	\$251,687	\$310,656
3/31/17	34,037	8,370	42,407
3/31/16	30,971	172,233	203,204
Ceredex Mid-Cap Value Equity Fund			
12/31/17	200,162	353,499	553,661
3/31/17	115,777	38,652	154,429
3/31/16	113,394	125,921	239,315
Ceredex Small-Cap Value Equity Fund			
12/31/17	11,664	123,329	134,993
3/31/17	8,202	40,709	48,911
3/31/16	15,453	246,897	262,350
Silvant Large-Cap Growth Stock Fund			
12/31/17	2,217	57,299	59,516
3/31/17	—	31,266	31,266
3/31/16	—	23,322	23,322
Silvant Small-Cap Growth Stock Fund			
12/31/17	206	4,757	4,963
3/31/17	—	6,411	6,411
3/31/16	—	21,568	21,568
WCM International Equity Fund			
12/31/17	110	—	110
3/31/17	292	337	629
3/31/16	145	2,000	2,145
Zevenbergen Innovative Growth Stock Fund			
12/31/17	—	2,451	2,451
3/31/17	—	2,976	2,976
3/31/16	—	2,096	2,096
Conservative Allocation Strategy Fund			
12/31/17	1,212	2,465	3,677
3/31/17	925	161	1,086
3/31/16	952	1,611	2,563
Growth Allocation Strategy Fund			
12/31/17	2,303	10,903	13,206
3/31/17	518	2,370	2,888
3/31/16	689	3,849	4,538

For financial reporting purposes, book basis capital accounts are adjusted to reflect the tax character of permanent book/tax differences. Permanent reclassifications can arise from differing treatment of certain income and gain transactions, nondeductible current year net operating losses, expiring capital loss carryovers and investments in passive foreign investment companies. Permanent book and tax basis differences relating to shareholder distributions will result in reclassifications to capital paid in on shares of beneficial interest. The reclassifications have no impact on the net assets or NAVs of the Funds. As of December 31, 2017, the Funds recorded reclassifications to increase (decrease) the accounts as listed below:

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	<u>Capital Paid in on Shares of Beneficial Interest</u>	<u>Undistributed Net Investment Income (Loss)</u>	<u>Accumulated Net Realized Gain (Loss)</u>
Ceredex Large-Cap Value Equity Fund	\$ — ⁽¹⁾	\$ (1,215)	\$1,215
Ceredex Mid-Cap Value Equity Fund	— ⁽¹⁾	(46)	46
Ceredex Small-Cap Value Equity Fund	— ⁽¹⁾	—	— ⁽¹⁾
Silvant Large-Cap Growth Stock Fund	—	269	(269)
Silvant Small-Cap Growth Stock Fund	— ⁽¹⁾	248	(248)
WCM International Equity Fund	(1,007)	(19)	1,026
Zevenbergen Innovative Growth Stock Fund	— ⁽¹⁾	340	(340)
Conservative Allocation Strategy Fund	— ⁽¹⁾	143	(143)
Growth Allocation Strategy Fund	289	621	(910)

⁽¹⁾ Amount is less than \$500.

Note 12. Reorganizations

(\$ reported in thousands)

On May 9, 2016, the shareholders of the RidgeWorth Growth Allocation Strategy and the RidgeWorth Moderate Allocation Strategy (the “Target Funds”) approved a reorganization of both funds into the Virtus Growth Allocation Strategy Fund (the “Acquiring Fund”), a series of the Virtus Asset Trust. On July 14, 2017 the Acquiring Fund acquired all of the net assets of the Target Funds in a tax-free exchange of shares.

<u>Target Fund</u>	<u>Shares prior to Reorganization</u>	<u>Shares issued by the Acquiring Fund</u>	<u>Net Assets Prior to Reorganization</u>
RidgeWorth Growth Allocation Strategy			
Class A	571,168	571,168	\$ 5,906
Class C	197,855	197,855	1,988
Class I	3,130,872	3,130,872	32,562
RidgeWorth Moderate Allocation Strategy			
Class A	1,161,740	975,179	10,084
Class C	1,104,256	945,384	9,499
Class I	3,223,773	2,705,908	28,142

The appreciation (depreciation) of the Target Funds was \$8,264 for the RidgeWorth Growth Allocation Strategy and \$8,906 for the RidgeWorth Moderate Allocation Strategy as of the date of the merger.

The combined net assets of the Acquiring Fund immediately after the reorganization were \$88,182.

Assuming the acquisition had been completed on April 1, 2017, the beginning of the reporting period of the Acquiring Fund, the Acquiring Fund’s pro forma results of operations for the period ended December 31, 2017 were as follows:

Net Investment Income (Loss)	\$ 1,526
Net Realized and Unrealized Gains/Losses on Investments	\$12,505
Net Increase/Decrease in Net Assets resulting from Operations	\$14,032

Because the combined investment portfolios have been managed as a single integrated portfolio since the acquisition was completed, it is not practicable to separate the amounts of revenue and earnings of the Target Fund that has been included in the Acquiring Fund’s Statement of Operations as of December 31, 2017.

Note 13. Distribution and Service Fees Reimbursed

RidgeWorth Distributors LLC, distributor for the Predecessor Funds through July 14, 2017, reimbursed the Funds and certain Predecessor Funds as necessary for Distribution and Service Fees, Commissions and CDSC previously paid by the Predecessor Funds but unused through July 14, 2017. The aggregate amount reimbursed to each Fund and to its respective Predecessor Fund, if any, is shown in the Statements of Operations under “Distribution and service fees reimbursed.”

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Note 14. Regulatory Matters and Litigation

From time to time, the Trust, the Funds, the Adviser and/or Subadvisers and/or their affiliates may be involved in litigation and arbitration as well as examinations and investigations by various regulatory bodies, including the SEC, involving compliance with, among other things, securities laws, client investment guidelines, laws governing the activities of broker-dealers and other laws and regulations affecting their products and other activities. At this time, the Adviser believes that the outcomes of such matters are not likely, either individually or in aggregate, to be material to these financial statements.

Note 15. Recent Accounting Pronouncements

In October 2016, the SEC released its Final Rule on Investment Company Reporting Modernization (the "Rule"). The Rule contains amendments to Regulation S-X which impact financial statement presentation, particularly the presentation of derivative investments. The financial statements presented are in compliance with the most recent Regulation S-X amendments.

Note 16. Subsequent Events

Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were available for issuance and has determined that except as set forth below there are no subsequent events requiring recognition or disclosure in these financial statements.

Effective January 19, 2018, Virtus Contrarian Value Fund, formerly a series of Virtus Equity Trust, merged with and into Virtus Ceredex Mid-Cap Value Equity Fund, a series of the Trust.



REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Trustees of Virtus Asset Trust and Shareholders of Virtus Ceredex Large-Cap Value Equity Fund, Virtus Ceredex Mid-Cap Value Equity Fund, Virtus Ceredex Small-Cap Value Equity Fund, Virtus Conservative Allocation Strategy Fund, Virtus Growth Allocation Strategy Fund, Virtus Silvant Large-Cap Growth Stock Fund, Virtus Silvant Small-Cap Growth Stock Fund, Virtus WCM International Equity Fund and Virtus Zevenbergen Innovative Growth Stock Fund.

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Virtus Ceredex Large-Cap Value Equity Fund, Virtus Ceredex Mid-Cap Value Equity Fund, Virtus Ceredex Small-Cap Value Equity Fund, Virtus Conservative Allocation Strategy Fund, Virtus Growth Allocation Strategy Fund, Virtus Silvant Large-Cap Growth Stock Fund, Virtus Silvant Small-Cap Growth Stock Fund, Virtus WCM International Equity Fund and Virtus Zevenbergen Innovative Growth Stock Fund (nine of the Funds constituting Virtus Asset Trust, hereafter collectively referred to as the "Funds") as of December 31, 2017, the related statements of operations for the period ended December 31, 2017 and for the year ended March 31, 2017, the statements of changes in net assets for the period ended December 31, 2017 and for each of the two years in the period ended March 31, 2017, including the related notes, and the financial highlights for the period ended December 31, 2017 and each of the five years in the period ended March 31, 2017 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of December 31, 2017, the results of each of their operations for the period then ended and for the year ended March 31, 2017, the changes in each of their net assets for the period ended December 31, 2017 and each of the two years in the period ended March 31, 2017 and each of the financial highlights for the period ended December 31, 2017 and each of the five years in the period ended March 31, 2017 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2017 by correspondence with the custodians, transfer agents and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinions.

PricewaterhouseCoopers LLP

Philadelphia, Pennsylvania

February 23, 2018

We have served as the Virtus Mutual Funds' auditor since at least 1977. We have not determined the specific year we began serving as auditor of the Funds (or predecessor entities).

VIRTUS ASSET TRUST
TAX INFORMATION NOTICE (Unaudited)
DECEMBER 31, 2017

For the fiscal year ended December 31, 2017, the Funds make the following disclosures for federal income tax purposes. Below is listed the percentages, or the maximum amount allowable, of its ordinary income dividends ("QDI") to qualify for the lower tax rates applicable to individual shareholders, and the percentage of ordinary income dividends earned by the Funds which qualifies for the dividends received deduction ("DRD") for corporate shareholders. The actual percentage of QDI and DRD for the calendar year will be designated in year-end tax statements. The Funds designate the amounts below as long term capital gains dividends ("LTCG") taxable at a 20% rate, or lower depending on the shareholder's income (\$ reported in thousands). LTCG amounts, if subsequently different, will be designated in the next annual report.

	<u>QDI</u>	<u>DRD</u>	<u>LTCG</u>
Ceredex Large-Cap Value Equity Fund	60%	53%	\$271,624
Ceredex Mid-Cap Value Equity Fund	100	100	405,127
Ceredex Small-Cap Value Equity Fund	100	100	129,295
Silvant Large-Cap Growth Stock Fund	51	50	69,764
Silvant Small-Cap Growth Stock Fund	39	39	5,737
WCM International Equity Fund	100	—	—
Zevenbergen Innovative Growth Stock Fund	85	85	3,938
Conservative Allocation Strategy Fund	13	7	2,835
Growth Allocation Strategy Fund	21	12	12,961

For the fiscal year ended December 31, 2017, certain Funds are disclosing the following information pursuant to notice requirements of Section 853(a) and 855(d) of the Internal Revenue Code, as amended, and the Treasury Regulations thereunder (\$ reported in thousands).

	<u>Foreign Source Income Recognized</u>	<u>Foreign Taxes Paid on Foreign Source Income</u>
WCM International Equity Fund	\$1,134	\$49
Conservative Allocation Strategy Fund	43	4
Growth Allocation Strategy Fund	167	17

FUND MANAGEMENT TABLES
DECEMBER 31, 2017

Information pertaining to the Trustees and officers of the Trust as of the date the financial statements were available for issuance, is set forth below. The statement of additional information (SAI) includes additional information about the Trustees and is available without charge, upon request, by calling (800) 243-4361.

The address of each individual, unless otherwise noted, is c/o Virtus Asset Trust, 100 Pearl Street, Hartford, CT 06103. There is no stated term of office for Trustees or officers of the Trust.

Independent Trustees

Name, Year of Birth, Length of Time Served and Number of Portfolios in Complex	Principal Occupation(s) During Past 5 Years and Other Directorships Held by Trustee
Brown, Thomas J. YOB: 1945 Served Since: 2017 86 Portfolios	Retired. Trustee (since 2016), Virtus Mutual Fund Family (74 portfolios) and Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2011), Virtus Variable Insurance Trust (9 portfolios); Director (since 2010), D'Youville Senior Care Center; and Director (since 2005), VALIC Company Funds (49 portfolios).
Burke, Donald C. YOB: 1960 Served Since: 2017 90 Portfolios	Retired. Trustee (since 2016), Virtus Mutual Fund Family (74 portfolios), Virtus Variable Insurance Trust (9 portfolios) and Virtus Alternative Solutions Trust (3 portfolios); Director (since 2014) closed-end funds managed by Duff & Phelps Investment Management Co. (4 funds); Director, Avista Corp. (energy company) (since 2011); Trustee, Goldman Sachs Fund Complex (2010 to 2014); and Director, BlackRock Luxembourg and Cayman Funds (2006 to 2010).
Gelfenbien, Roger A. YOB: 1943 Served Since: 2017 86 Portfolios	Retired. Trustee (since 2016), Virtus Mutual Fund Family (74 portfolios) and Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2000), Virtus Variable Insurance Trust (9 portfolios); and Director (1999 to 2017), USAllianz Variable Insurance Product Trust (42 portfolios).
Harris, Sidney E. YOB: 1949 Served Since: 2017 86 Portfolios	Professor and Dean Emeritus (since April 2015), Professor (1997 to 2014), Dean (1997 to 2004), J. Mack Robinson College of Business, Georgia State University; Trustee (since 2017), Virtus Mutual Fund Family (74 portfolios), Virtus Variable Insurance Trust (9 portfolios), and Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2013), KIPP Metro Atlanta; Trustee (since 1999) Total System Services, Inc.; Trustee (2004 to 2017), RidgeWorth Funds; Trustee (2012 to 2017), International University of the Grand Bassam; and Trustee (2011 to 2015), Genspring Family Offices, LLC.
Mallin, John R. YOB: 1950 Served Since: 2017 86 Portfolios	Partner/Attorney (since 2003), McCarter & English LLP (law firm), Real Property Practice Group; and Member (since 2014), Counselors of Real Estate. Trustee (since 2016), Virtus Mutual Fund Family (74 portfolios) and Virtus Alternative Solutions Trust (3 portfolios); Director (since 2013), Horizons, Inc. (non-profit); and Trustee (since 1999), Virtus Variable Insurance Trust (9 portfolios).
McClellan, Hassell H. YOB: 1945 Served Since: 2017 86 Portfolios	Retired (since 2013); and Professor (1984 to 2013), Wallace E. Carroll School of Management, Boston College. Chairperson of the Board (since 2017) and Trustee (since 2000), John Hancock Fund Complex (collectively, 227 portfolios); Trustee (since 2016), Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2015), Virtus Mutual Fund Family (74 portfolios); Director (since 2010), Barnes Group, Inc. (diversified global components manufacturer and logistical services company); and Trustee (since 2008), Virtus Variable Insurance Trust (9 portfolios).
McDaniel, Connie D. YOB: 1958 Served Since: 2017 86 Portfolios	Retired. Vice President, Chief of Internal Audit, Corporate Audit Department (2009 to 2013); Vice President Global Finance Transformation (2007 to 2009); Vice President and Controller (1999 to 2007), The Coca-Cola Company. Trustee (since 2017), Virtus Mutual Fund Family (74 portfolios), Virtus Variable Insurance Trust (9 portfolios), and Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2014), Total System Services, Inc.; and Trustee (2005 to 2017), RidgeWorth Funds.
McLoughlin, Philip YOB: 1946 Served Since: 1989 94 Portfolios	Retired. Director and Chairman (since 2016), Virtus Total Return Fund Inc. and Virtus Global Dividend & Income Fund Inc.; Director and Chairman (since 2014) Duff & Phelps Select Energy MLP Fund Inc.; Trustee and Chairman (since 2013), Virtus Alternative Solutions Trust (3 portfolios); Trustee and Chairman (since 2011), Virtus Global Multi-Sector Income Fund; Chairman and Trustee (since 2003), Virtus Variable Insurance Trust (9 portfolios); Director (since 1995), closed-end funds managed by Duff & Phelps Investment Management Co. (4 funds); Director (since 1991) and Chairman (since 2010), Lazard World Trust Fund (closed-end investment firm in Luxembourg); and Trustee (since 1989) and Chairman (since 2002), Virtus Mutual Fund Family (74 portfolios).
McNamara, Geraldine M. YOB: 1951 Served Since: 2002 90 Portfolios	Retired. Trustee (since 2016), Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2015), Virtus Variable Insurance Trust (9 portfolios); Director (since 2003), closed-end funds managed by Duff & Phelps Investment Management Co. (4 funds); and Trustee (since 2001), Virtus Mutual Fund Family (74 portfolios).

FUND MANAGEMENT TABLES (Continued)
DECEMBER 31, 2017

Name, Year of Birth, Length of Time Served and Number of Portfolios in Complex	Principal Occupation(s) During Past 5 Years and Other Directorships Held by Trustee
<p>Oates, James M. YOB: 1946 Served Since: 2005 90 Portfolios</p>	<p>Managing Director (since 1994), Wydown Group (consulting firm). Director (since 2016), Virtus Total Return Fund Inc. and Virtus Global Dividend & Income Fund Inc.; Trustee (since 2016), Virtus Variable Insurance Trust (9 portfolios); Director (since 2014), Duff & Phelps Select Energy MLP Fund Inc.; Trustee (since 2013), Virtus Alternative Solutions Trust (3 portfolios); Trustee (since 2011), Virtus Global Multi-Sector Income Fund; Trustee (since 2005) and Chairman (2005 to 2017), John Hancock Fund Complex (227 portfolios); Director (2002 to 2014), New Hampshire Trust Company; Chairman (2000 to 2016), Emerson Investment Management, Inc.; Non-Executive Chairman (2000 to 2014), Hudson Castle Group, Inc. (formerly IBEX Capital Markets, Inc.) (financial services); Chairman and Director (1999 to 2014), Connecticut River Bank; Director (since 1996), Stifel Financial; and Trustee (since 1987), Virtus Mutual Fund Family (74 portfolios).</p>
<p>Segerson, Richard E. YOB: 1948 Served Since: 2005 86 Portfolios</p>	<p>Retired; and Managing Director (1998 to 2013), Northway Management Company. Trustee (since 2016), Virtus Alternative Solutions Trust (3 portfolios) and Virtus Variable Insurance Trust (9 portfolios); and Trustee (since 1983), Virtus Mutual Fund Family (74 portfolios).</p>

Interested Trustee

Name, Year of Birth, Year Elected and Number of Funds Overseen	Principal Occupation(s) During Past 5 Years and Other Directorships Held by Trustee
<p>Aylward, George R.* Trustee and President YOB: 1964 Elected: 2006 92 Portfolios</p>	<p>Director, President and Chief Executive Officer (since 2008), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; various senior officer positions with Virtus affiliates (since 2005). Chairman and Trustee (since 2015), Virtus ETF Trust II (2 funds); Director, President and Chief Executive Officer (since 2014), Duff & Phelps Select Energy MLP Fund Inc.; Trustee and President (since 2013), Virtus Alternative Solutions Trust (3 portfolios); Director (since 2013), Virtus Global Funds, PLC (3 portfolios); Trustee (since 2012) and President (since 2010), Virtus Variable Insurance Trust (9 portfolios); Trustee, President and Chief Executive Officer (since 2011), Virtus Global Multi-Sector Income Fund; Trustee and President (since 2006) and Executive Vice President (2004 to 2006), Virtus Mutual Fund Family (74 portfolios); and Director, President and Chief Executive Officer (since 2006), Virtus Global Dividend & Income Fund Inc. and Virtus Total Return Fund Inc.</p>

* Mr. Aylward is an “interested person,” as defined in the 1940 Act, by reason of his position as President and Chief Executive Officer of Virtus Investment Partners, Inc. (“Virtus”), the ultimate parent company of the Adviser, and various positions with its affiliates, including the Adviser.

Officers of the Trust Who Are Not Trustees

Name, Address and Year of Birth	Position(s) Held with Trust and Length of Time Served	Principal Occupation(s) During Past 5 Years
<p>Bradley, W. Patrick YOB: 1972</p>	<p>Executive Vice President (since 2016), Senior Vice President (2013 to 2016), Vice President (2011 to 2013), Chief Financial Officer and Treasurer (since 2006).</p>	<p>Executive Vice President, Fund Services (since 2016), Senior Vice President, Fund Services (2010 to 2016), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; various officer positions (since 2006) with Virtus affiliates; Executive Vice President (since 2016), Senior Vice President (2013 to 2016), Vice President (2011 to 2013), Chief Financial Officer and Treasurer (since 2004), Virtus Variable Insurance Trust; Executive Vice President (since 2016), Senior Vice President (2013 to 2016), Vice President (2011 to 2013), Chief Financial Officer and Treasurer (since 2006), Virtus Mutual Fund Family; Executive Vice President (since 2016), Senior Vice President (2013 to 2016), Vice President (2012 to 2013) and Treasurer and Chief Financial Officer (since 2010), Virtus Total Return Fund Inc. and Virtus Global Dividend & Income Fund Inc.; Executive Vice President (since 2016), Senior Vice President (2013 to 2016), Vice President (2011 to 2013), Chief Financial Officer and Treasurer (since 2011), Virtus Global Multi-Sector Income Fund; Executive Vice President (since 2016), Senior Vice President (2014 to 2016), Chief Financial Officer and Treasurer (since 2014), Duff & Phelps Select Energy MLP Fund Inc.; Vice President and Assistant Treasurer (since 2011), Duff & Phelps Global Utility Income Fund Inc.; Director (since 2013), Virtus Global Funds, PLC; and Executive Vice President (since 2016), Senior Vice President (2013 to 2016), and Chief Financial Officer and Treasurer (since 2013), Virtus Alternative Solutions Trust.</p>

FUND MANAGEMENT TABLES (Continued)
DECEMBER 31, 2017

Name, Address and Year of Birth	Position(s) Held with Trust and Length of Time Served	Principal Occupation(s) During Past 5 Years
Carr, Kevin J. YOB: 1954	Senior Vice President (since 2013), Vice President (2005 to 2013), Chief Legal Officer, Counsel and Secretary (since 2005).	Vice President and Senior Counsel (2017 to Present), Senior Vice President (2009 to 2017), Vice President, Counsel and Secretary (2008 to 2009), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; various senior officer positions (since 2005) with Virtus affiliates; Senior Vice President (since 2013), Vice President (2005 to 2013), Chief Legal Officer, Counsel and Secretary (since 2005), Virtus Mutual Fund Family; Senior Vice President (2013 to 2014), Vice President (2012 to 2013), Secretary and Chief Legal Officer (2005 to 2013), and Assistant Secretary (2013 to 2014 and since 2017), Virtus Total Return Fund Inc. and Virtus Global Dividend & Income Fund Inc.; Senior Vice President (since 2017), Assistant Secretary (since 2013), Vice President, Chief Legal Officer, Counsel and Secretary (2010 to 2013), Virtus Variable Insurance Trust; Senior Vice President (2013 to 2014); Senior Vice President (2013 to 2014), Vice President (2011 to 2013), and Assistant Secretary (since 2011), Virtus Global Multi-Sector Income Fund; Assistant Secretary (since 2015), Duff & Phelps Select Energy MLP Fund Inc.; Senior Vice President (since 2017) and Assistant Secretary (since 2013), Virtus Alternative Solutions Trust; Secretary (since 2015), ETFis Series Trust I; and Secretary (since 2015), Virtus ETF Trust II.
Engberg, Nancy J. YOB: 1956	Senior Vice President (since 2017), Vice President and Chief Compliance Officer (2011 to 2017), and Chief Compliance Officer (since 2011).	Senior Vice President (since 2017), Vice President (2008 to 2017) and Chief Compliance Officer (2008 to 2011 and since 2016), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; various officer positions (since 2003) with Virtus affiliates; Senior Vice President (since 2017), Vice President (2011 to 2017) and Chief Compliance Officer (since 2011), Virtus Mutual Fund Family; Senior Vice President (since 2017), Vice President (2010 to 2017) and Chief Compliance Officer (since 2011), Virtus Variable Insurance Trust; Senior Vice President (since 2017), Vice President (2011 to 2017) and Chief Compliance Officer (since 2011), Virtus Global Multi-Sector Income Fund; Senior Vice President (since 2017), Vice President (2012 to 2017) and Chief Compliance Officer (since 2012), Virtus Total Return Fund Inc. and Virtus Global Dividend & Income Fund Inc.; Senior Vice President (since 2017), Vice President (2013 to 2017) and Chief Compliance Officer (since 2013), Virtus Alternative Solutions Trust; Senior Vice President (since 2017), Vice President (2014 to 2017) and Chief Compliance Officer (since 2014), Duff & Phelps Select Energy MLP Fund Inc.; Chief Compliance Officer (since 2015), ETFis Series Trust I; and Chief Compliance Officer (since 2015), Virtus ETF Trust II.
Short, Julia R. YOB: 1972	Senior Vice President (since 2017).	Senior Vice President, Product Development (since 2017), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; Senior Vice President (since 2017), Virtus Mutual Fund Family; President and Chief Executive Officer, RidgeWorth Funds (2007 to 2017); and Managing Director, Product Manager, RidgeWorth Investments (2004 to 2017).
Waltman, Francis G. YOB: 1962	Executive Vice President (since 2013), Senior Vice President (2008 to 2013).	Executive Vice President, Product Development (since 2009), Virtus Investment Partners, Inc. and/or certain of its subsidiaries; various senior officer positions (since 2006) with Virtus affiliates; Executive Vice President (since 2013), Senior Vice President (2008 to 2013), Virtus Mutual Fund Family; Executive Vice President (since 2013), Senior Vice President (2010 to 2013), Virtus Variable Insurance Trust; Executive Vice President (since 2013), Senior Vice President (2011 to 2013), Virtus Global Multi-Sector Income Fund; Executive Vice President (since 2014), Duff & Phelps Select Energy MLP Fund Inc.; Director (since 2013), Virtus Global Funds PLC; and Executive Vice President (since 2013), Virtus Alternative Solutions Trust.

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VIRTUS ASSET TRUST

101 Munson Street
Greenfield, MA 01301-9668

Trustees

George R. Aylward
Thomas J. Brown
Donald C. Burke
Roger A. Gelfenbien
Sidney E. Harris
John R. Mallin
Hassell H. McClellan
Connie D. McDaniel
Philip R. McLoughlin, Chairman
Geraldine M. McNamara
James M. Oates
Richard E. Segerson

Officers

George R. Aylward, President
Francis G. Waltman, Executive Vice President
W. Patrick Bradley, Executive Vice President,
Chief Financial Officer and Treasurer
Kevin J. Carr, Senior Vice President, Chief
Legal Officer, Counsel and Secretary
Nancy J. Engberg, Senior Vice President and
Chief Compliance Officer
Julia R. Short, Senior Vice President

Investment Adviser

Virtus Fund Advisers, LLC
100 Pearl Street
Hartford, CT 06103-4506

Principal Underwriter

VP Distributors, LLC
100 Pearl Street
Hartford, CT 06103-4506

Administrator and Transfer Agent

Virtus Fund Services, LLC
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Hartford, CT 06103-4506

Custodian

The Bank of New York Mellon
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New York, NY 10286-1048

Independent Registered Public Accounting Firm

PricewaterhouseCoopers LLP
2001 Market Street
Philadelphia, PA 19103-7042

How to Contact Us

Mutual Fund Services	1-800-243-1574
Adviser Consulting Group	1-800-243-4361
Website	Virtus.com

Important Notice to Shareholders

The Securities and Exchange Commission has modified mailing regulations for semiannual and annual shareholder fund reports to allow mutual fund companies to send a single copy of these reports to shareholders who share the same mailing address. If you would like additional copies, please call Mutual Fund Services at 1-800-243-1574.



P.O. Box 9874
Providence, RI 02940-8074

For more information about Virtus Mutual Funds,
please call your financial representative, contact us
at **1-800-243-1574**, or visit **Virtus.com**.