

**INVESTMENT OVERVIEW**

The Fund seeks to generate attractive risk-adjusted long-term returns by investing in the stocks of U.S. mid-cap growth companies with durable competitive advantages, excellent management, lower financial risk, and strong growth trajectories. A disciplined investment process is employed to identify businesses that are differentiated by above-average returns on capital.

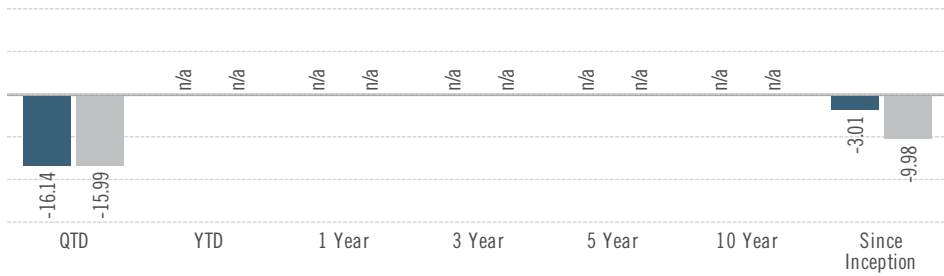
**KEY FEATURES**

**High-Quality Businesses** — Searches for quality mid-cap growth companies with solid balance sheets, consistent growth, and market dominant business models

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

**High-Conviction Portfolio** — Focused on the portfolio team's 25-50 strongest investment opportunities, with a long-term, low-turnover approach to realize full stock value

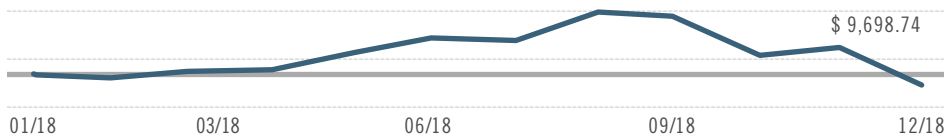
AVERAGE ANNUAL TOTAL RETURNS (%) as of 12/31/18 ■ Fund Class R6 ■ Index



**Performance data quoted represents past results. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate, so your shares, when redeemed, may be worth more or less than their original cost. Please visit Virtus.com for performance data current to the most recent month-end.**

The fund class gross expense ratio is 1.10%. The net expense ratio is 0.91%, which reflects a contractual expense reimbursement in effect through 1/31/2020. This ratio reflects the direct and indirect expenses paid by the Fund. The net expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 0.90%. Average annual total return is the annual compound return for the indicated period and reflects the change in share price and the reinvestment of all dividends and capital gains. Returns for periods of one year or less are cumulative returns. Class R6 shares have no sales charges or distribution or service fees, therefore their returns do not reflect these expenses. Fees and expenses vary, and other share classes are subject to sales charges and fees. Class R6 shares are offered primarily to investors who do not require the Fund or an affiliate of the Fund to make or pay any type of servicing, administrative or participation payments with respect to the shares. Class R6 shares may not be available to all investors. For fund performance on other share classes, please visit [www.virtus.com](http://www.virtus.com).

**GROWTH OF \$10,000**



This chart assumes an initial investment of \$10,000 made on 1/30/2018. As of 12/31/2018 the fund value would have been \$9,698.74. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

**FUND INFORMATION**

	Ticker	CUSIP
I Shares	PICMX	92828N734
A Shares	PHSKX	92828N767
C Shares	PSKCX	92828N742
R6 Shares	VRMGX	92828N254

Inception Date	01/30/18
AUM (\$ millions)	169.9
Number of Holdings	49
Dividends	Semi-Annually
Morningstar Category	Mid-Cap Growth
Lipper Category	Mid-Cap Growth Funds
Index	Russell Midcap® Growth Index

**INVESTMENT ADVISER**

Virtus Investment Advisers, Inc.

**INVESTMENT SUBADVISER**



Kayne Anderson Rudnick

A VIRTUS INVESTMENT PARTNER

Kayne Anderson Rudnick believes that superior risk-adjusted returns may be achieved through investment in high-quality companies with market dominance, excellent management, financial strength, and consistent growth, purchased at reasonable prices.

**PORTFOLIO MANAGER**

**Douglas S. Foreman, CFA**

Industry start date: 1986

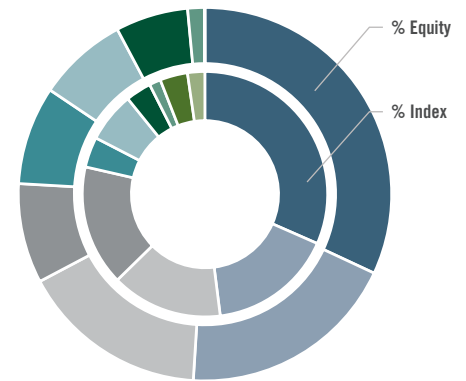
Start date with Fund: 2012

CHARACTERISTICS	Fund	Index
Avg. Weighted Market Cap (bn)	15.65	14.49
Median Market Cap (bn)	10.01	7.40
Trailing P/E Ex-Negative Earnings	33.06	21.67
Price-to-Cash Flow	31.83	22.30
Price-to-Book Value	9.97	6.65
3-Year EPS Growth Rate	12.15	12.05
5-Year EPS Growth Rate	17.77	13.74
Active Share	89.08	n/a

TOP TEN HOLDINGS	% Fund
Trade Desk, Inc. Class A	3.58
Autohome, Inc. Sponsored ADR Class A	3.34
MercadoLibre, Inc.	2.98
Fair Isaac Corporation	2.94
Illumina, Inc.	2.85
Amphenol Corporation Class A	2.85
MarketAxess Holdings Inc.	2.77
Elastic NV	2.77
Workday, Inc. Class A	2.76
Paycom Software, Inc.	2.75

Holdings and sector weightings are subject to change.

SECTOR ALLOCATIONS



	% Equity	% Index
Information Technology	31.95	31.59
Consumer Discretionary	19.05	16.43
Health Care	16.27	14.66
Industrials	8.64	15.91
Communication Services	8.52	4.00
Financials	7.79	6.61
Consumer Staples	6.29	3.38
Energy	1.49	1.51
Materials	0.00	3.64
Real Estate	0.00	2.28

IMPORTANT RISK CONSIDERATIONS

**Equity Securities:** The market price of equity securities may be adversely affected by financial market, industry, or issuer-specific events. Focus on a particular style or on small or medium-sized companies may enhance that risk. **Limited Number of Investments:** Because the fund has a limited number of securities, it may be more susceptible to factors adversely affecting its securities than a less concentrated fund. **Industry/Sector Concentration:** A fund that focuses its investments in a particular industry or sector will be more sensitive to conditions that affect that industry or sector than a non-concentrated fund. **Prospectus:** For additional information on risks, please see the fund's prospectus.

GLOSSARY

**Avg. Weighted Market Cap (bn):** The total dollar market value of all of a company's outstanding shares. **Trailing P/E Ex-Negative Earnings:** Per share stock price divided by the latest 12-months earnings per share. **Price-to-Cash Flow:** Per-share stock price divided by the per-share operating

cash flow. **Price-to-Book Value:** A ratio used to compare a stock's market value to its book value. **3-Year EPS Growth Rate:** Average of earnings per share growth for latest 3-year period. **5-Year EPS Growth Rate:** Average of earnings per share growth for latest 5-year period. **Active Share:** A measure of the percentage of stock holdings in a manager's portfolio that differ from the benchmark index.

Index: The Russell Midcap® Growth Index is a market capitalization-weighted index of medium-capitalization, 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.

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