

INVESTMENT OVERVIEW

The Fund seeks current income from a diversified portfolio of primarily short duration corporate bonds, asset-backed securities, mortgage-backed securities, U.S. Treasuries, and U.S. government agency debentures. Seix's bottom-up focused, top-down aware investment approach seeks to provide superior risk-adjusted returns over a full market cycle, as well as competitive absolute and relative returns over shorter horizons.

KEY FEATURES

Lower Duration Risk — Typically maintains an average effective duration between three months and one year

Broad Fixed Income Exposure — Emphasizes income, quality, diversification, and liquidity in order to serve as an anchor of a diversified portfolio

Extensive Fundamental Research — Combines macroeconomic and fundamental analysis to identify securities with the strongest risk/reward profiles

AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/20



Performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Please visit virtus.com for performance data current to the most recent month end. Class A 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. For fund performance on other share classes, please visit virtus.com.

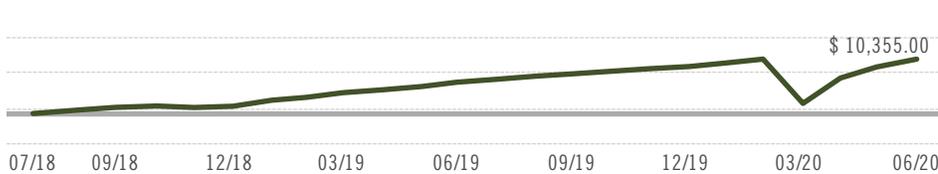
The fund class gross expense ratio is 0.83%. The net expense ratio is 0.65%, which reflects a contractual expense reimbursement in effect through 4/30/2021.

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.

ANNUAL PERFORMANCE (%)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Fund	2.58	n/a								
Index	2.41	n/a								

GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 7/24/2018. As of 6/30/2020 the fund value would have been \$10,355.00. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

FUND INFORMATION

	Ticker	CUSIP
A Shares	SASSX	92837X673
I Shares	SISSX	92837F797

Inception Date	07/24/18
AUM (\$ millions)	45.2
Number of Holdings	63
Dividends	Daily
Morningstar Category	Ultrashort Bond
Lipper Category	Ultra-Short Obligations Funds
Index	Bloomberg Barclays U.S. Treasury Bill 3-6 Month Index

INVESTMENT ADVISER
Virtus Fund Advisers, LLC

INVESTMENT SUBADVISER



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

PORTFOLIO MANAGERS

James F. Keegan
Industry start date: 1982
Start date as Fund Portfolio Manager: 2014

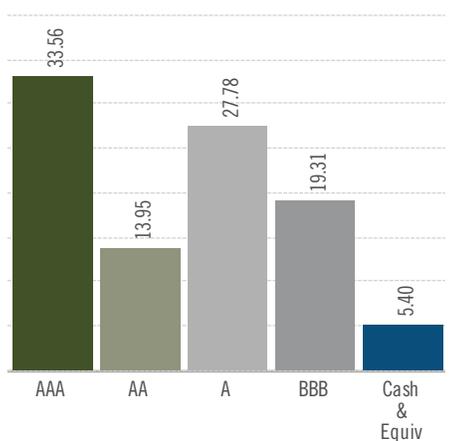
Carlos Catoya
Industry start date: 1987
Start date as Fund Portfolio Manager: 2015

Michael Rieger
Industry start date: 1986
Start date as Fund Portfolio Manager: 2014

Perry Troisi
Industry start date: 1986
Start date as Fund Portfolio Manager: 2014

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

RATINGS DISTRIBUTION



CHARACTERISTICS

	Fund
Effective Duration	0.51
Weighted Average Maturity	1.52
30-day SEC Yield ¹	0.87
30-day SEC Yield (unsubsidized) ²	0.69

¹ 30-day SEC Yield is a standardized yield calculated according to a formula set by the SEC, and is subject to change.

² 30-day SEC Yield (unsubsidized) is the 30 day SEC yield without the effect of applicable expense waivers.

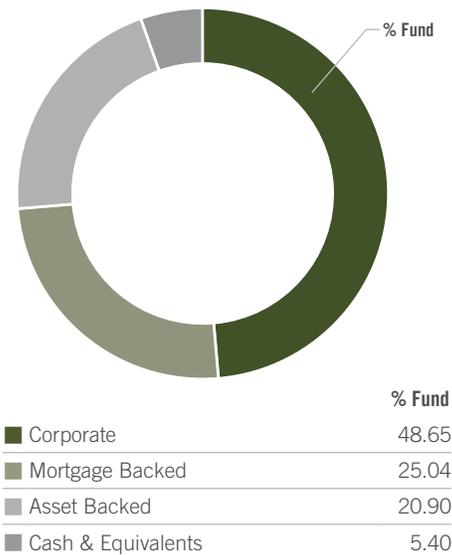
TOP TEN HOLDINGS

	% Fund
American Express Credit Account Master Trust, 0.7648% 02/18/2025	3.48
WFRBS Commercial Mortgage Trust 2012-C8, 1.1939%	3.40
Small Business Administration Pools, 0.7500% 11/25/2028	3.17
VNDO 2013-PENN Mortgage Trust, 4.0787%	2.94
Capital One Multi-Asset Execution Trust, 1.7689% 05/15/2028	2.70
Hawaii Hotel Trust 2019-MAUI, 1.3348%	2.52
Boeing Co/The, 4.5080% 05/01/2023	2.50
GlaxoSmithKline Capital PLC, 0.7740% 05/14/2021	2.37
Ford Credit Auto Owner Trust 2015-REV2, 2.4400% 01/15/2027	2.22
Domino's Pizza Master Issuer LLC, 2.2414% 07/25/2047	2.14

DISTRIBUTIONS

Month		NAV at Month-End
April 2020	\$0.009251	9.84
May 2020	\$0.009469	9.90
June 2020	\$0.009179	9.94

SECTOR ALLOCATIONS



Holdings and sector weightings are subject to change.

IMPORTANT RISK CONSIDERATIONS

Credit & Interest: Debt securities are subject to various risks, the most prominent of which are credit and interest rate risk. The issuer of a debt security may fail to make interest and/or principal payments. Values of debt securities may rise or fall in response to changes in interest rates, and this risk may be enhanced with longer-term maturities. **Foreign & Emerging Markets:** Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic, and market risk. **ABS/MBS:** Changes in interest rates can cause both extension and prepayment risks for asset- and mortgage-backed securities. These securities are also subject to risks associated with the repayment of underlying collateral. **Market Volatility:** Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issue, recessions, or other events could have a significant impact on the fund and its investments, including hampering the ability of the fund's portfolio manager(s) to invest the fund's assets as intended. **Prospectus:** For additional information on risks, please see the fund's prospectus.

GLOSSARY

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

portfolio's underlying bond prices. **Weighted Average Maturity:** The length of time until the average security in a fund will mature, be redeemed by its issuer, or paid down over time, which is the case with most securitized assets.

INDEX DEFINITION

Index: The Bloomberg Barclays U.S. Treasury Bill 3-6 Month Index measures performance of U.S. Treasury bills with a remaining maturity from one up to (but not including) 12 months. The index excludes zero coupon strips. The index is calculated on a total return basis. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

RATINGS DISTRIBUTION METHODOLOGY

The ratings issued by Nationally Recognized Statistical Rating Organizations assess the credit worthiness of a corporation's or government's debt issues. The ratings apply to the fund's holdings and not the fund itself. Standard & Poor's, Moody's, and Fitch ratings are used. If all three agencies have rated the security, then the median rating based on numerical equivalents is used. If only two agencies have rated the security, then the lower of the two ratings is used. If only one agency has rated the security, the rating from that agency is used. Credit ratings are subject to change. AAA, AA, A, and BBB are investment grade ratings; BB, B, CCC, CC, C, and D are below-investment grade ratings.

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