

INVESTMENT OPPORTUNITY

The Fund actively invests in senior-secured, floating rate leveraged loans, seeking to generate high levels of current income. Time-tested, fundamental research targets the strongest and most undervalued credits, aiming to capture upside potential while limiting downside risk.

KEY FEATURES

Actively Managed — Provides discerning leveraged loan investors ongoing fundamental credit risk management and enhanced liquidity in a transparent and cost effective vehicle

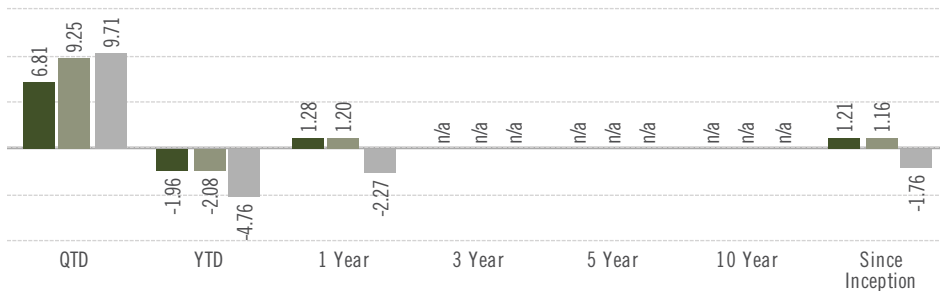
Diversification — Leveraged loans offer the potential for higher income and lower correlations to other fixed income asset classes, and though they may potentially provide protection in a rising interest rate environment, they have historically performed well in periods of stable interest rates

Higher Quality Loans — The Seix leveraged loan investment philosophy emphasizes BB- and B-rated loans, seeking to invest in the healthiest and most undervalued credits in the non-investment grade space

INVESTMENT PROCESS

- Idea Generation** — The process begins by focusing on the healthier segment of the leveraged loan universe, BB and B rated loans.
- Key Investment Tenets** — Identify the strongest credits with solid asset protection, improving cash flow, seasoned and capable management teams, defined liquidity sources, and competitive industry positions.
- Industry Disciplines** — Positive industry fundamentals, improving outlooks, and defensible/durable business models are pursued, allowing for significant, yet controlled weightings to different industries.
- Relative Value & Diversification** — Portfolio managers work with analysts to assess relative value within a sector, and then across industries.
- Structure Review** — Companies are then subject to a thorough structural review.
- Recommendation & Execution** — Following a comprehensive group discussion, portfolio managers make final decision across industries while traders review technicals and implement strategy.
- Ongoing Surveillance** — Continuous fundamental credit monitoring, ongoing loan covenant review, and a strict sell discipline.

AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/20 ■ NAV ■ Market Price ■ Index



Returns for periods of less than one year are cumulative total returns.

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.

Expenses are based on estimated amounts for the current fiscal year. The Total Expense Ratio represents the Fund's Total Annual Fund Operating Expenses, which includes the management fee and other expenses where applicable, except for certain payments that are paid directly by the Fund, as described in the Prospectus.

NYSE Arca

NAV Symbol	SEIX.NV
IOPV Symbol	SEIX.IV
CUSIP	92790A405
Inception Date	04/24/19
Total Expense Ratio	0.57%
30-day SEC Yield	3.90%
Adviser	Virtus ETF Advisers LLC
Distributor	VP Distributors, LLC
Subadviser	Seix Investment Advisors LLC
Benchmark	Credit Suisse Leveraged Loan Index

PORTFOLIO MANAGEMENT



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.

INVESTMENT PROFESSIONALS

- George Goudelias**
Senior Portfolio Manager, Managing Director, Head of Leveraged Finance
Industry start date: 1987
Start date as Fund Portfolio Manager: 2019
- Vincent Flanagan**
Portfolio Manager, Senior High Yield Research Analyst
Industry start date: 1997
Start date as Fund Portfolio Manager: 2019
- Eric Guevara**
Head of Leveraged Loan Trading and Portfolio Manager
Industry start date: 2000
Start date as Fund Portfolio Manager: 2019

TOP TEN HOLDINGS	% Fund	INCOME DISTRIBUTIONS		
		Month		NAV at Month-End
T-Mobile USA Inc, Term Loan, 04/01/2027	4.88	April 2020	\$0.079660	23.26
LCPR Loan Financing LLC, Initial Term Loan, 10/15/2026	3.47	May 2020	\$0.055140	23.80
Nielsen Finance LLC, Dollar Term B-5 Loan, 06/04/2025	3.46	June 2020	\$0.122370	23.91
Cincinnati Bell Inc, Tranche B Term Loan, 10/02/2024	3.43			
Brookfield WEC Holdings Inc, Refinancing Term Loan, 08/01/2025	3.36			
Dell International LLC, Refinancing Term B-1 Loan, 09/19/2025	3.36			
Reynolds Group Holdings Inc, Incremental U.S. Term Loan, 02/06/2023	3.33			
Xperi Holding Corp, Initial Term B Loan, 06/01/2025	3.31			
INEOS Enterprises Holdings US Finco LLC, Term Loan B, 08/28/2026	2.96			
WaterBridge Midstream Operating LLC, Initial Term Loan, 06/22/2026	2.86			

Holdings are subject to change. To view the full list of holdings, please visit virtus.com.

IMPORTANT RISK CONSIDERATIONS

Exchange-Traded Funds (ETF): The value of an ETF may be more volatile than the underlying portfolio of securities it is designed to track. The costs of owning the ETF may exceed the cost of investing directly in the underlying securities. **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. **High Yield-High Risk Fixed Income Securities:** There is a greater level of credit risk and price volatility involved with high yield securities than investment grade securities. **Bank Loans:** Loans may be unsecured or not fully collateralized, may be subject to restrictions on resale and/or trade infrequently on the secondary market. Loans can carry significant credit and call risk, can be difficult to value, and have longer settlement times than other investments, which can make loans relatively illiquid at times. **Foreign & Emerging Markets:** Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic, and market risk. **Market Price/NAV:** At the time of purchase and/or sale, an investor's shares may have a market price that is above or below the fund's NAV, which may increase the investor's risk of loss. **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

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

Please consider a Fund's investment objectives, risks, charges, and expenses carefully before investing. For this and other information about any Virtus Fund, contact your financial representative, call 800-243-4361, or visit virtus.com for a prospectus or summary prospectus. Read it carefully before investing.

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BENCHMARK

The Credit Suisse Leveraged Loan Index is a market-weighted index that tracks the investable universe of the U.S. dollar denominated leveraged loans. 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.

IOPV, or Indicative Optimized Portfolio Value, is a calculation disseminated by the stock exchange that approximates the Fund's NAV every fifteen seconds throughout the trading day.

The Fund is an exchange-traded fund ("ETF"). The "net asset value" (NAV) of the Fund is determined at the close of each business day, and represents the dollar value of one share of the Fund; it is calculated by taking the total assets of the Fund, subtracting total liabilities, and dividing by the total number of shares outstanding. The NAV of the Fund is not necessarily the same as its intraday trading value. Fund investors should not expect to buy or sell shares at NAV because shares of ETFs such as the Fund are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Thus, shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns. NAV returns are calculated using the Fund's daily 4:00 pm NAV, and include the reinvestment of all dividends and other distributions (reinvested at the Fund's NAV on distribution ex-date). Market price returns are calculated using the 4:00 pm midpoint between the bid and offer, and include the reinvestment of all dividends and other distributions (reinvested at the 4:00 pm bid/offer midpoint on distribution ex-date). Market price returns do not represent the return you would receive if you traded at other times.

The Fund is an actively managed exchange-traded fund and does not seek to replicate the performance of a specified index. The Fund may have a higher portfolio turnover than funds that seek to replicate the performance of an index.