

2019 Income Earned from U.S. Government Obligations



Percent of Income from U.S. Government

Virtus Aviva Multi-Strategy Target Return Fund	26.91%
Virtus Newfleet Low Duration Core Plus Bond Fund	2.49%
Virtus Newfleet Multi-Sector Short Term Bond Fund	1.11%
Virtus Newfleet Multi-Sector Intermediate Bond Fund	1.02%
Virtus Newfleet Core Plus Bond Fund	7.45%
Virtus Newfleet Credit Opportunities Fund	5.54%
Virtus Rampart Multi Asset Trend Fund	12.29%
Virtus Seix Core Bond Fund	44.83%
Virtus Seix Short-Term Bond Fund	69.02%
Virtus Seix Total Return Bond Fund	41.31%
Virtus Seix Ultra-Short Bond Fund	10.84%
Virtus Seix U.S. Government Securities Ultra-Short Bond Fund	7.71%
Virtus Tactical Allocation Fund	3.78%

Funds not listed either paid no ordinary income dividends or had less than 1% from U.S. Government securities.

To determine the portion of dividend income that may be exempt from state tax:

1. Enter the dividend income reported in Box 1A on Form 1099-DIV. 1. _____
2. Enter the total percentage of income earned from U.S. obligations shown above. 2. _____
3. Multiply line 1 by line 2 to determine the portion of government income. 3. _____

Most states do not tax the portion of mutual fund dividends (ordinary income Box 1A on form 1099) earned on securities issued by the U.S. government. Each state defines which U.S. government and agency securities are exempt from tax and that list can differ. For example, most states do not consider FNMAs, GNMA's, or FHLMC exempt. Most states do include exemptions for U.S. Treasury, Federal Home Loan Bank, Federal Farm Credit Bank, and others.

State laws vary, so we encourage you to consult your tax professional.

California, Connecticut, and New York only allow exemptions from state tax if a fund had at least 50% of its assets invested in exempt securities each quarter. Based on this requirement, none of the Virtus funds qualify for exemption in these states.

IRS Circular 230 Disclosure: Any information contained in this communication (including any attachments) is not intended to be used, and cannot be used, to avoid penalties imposed under the U.S. Internal Revenue Code. Individuals should seek independent tax advice based on their own circumstances.

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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