

Dividend and Capital Gain Distributions

Every shareholder, with certain exceptions, as defined by the Internal Revenue Code, who has received \$10 or more in taxable dividends or capital gains distributions, receives a Form 1099-DIV. Form 1099-DIV is also sent to account holders for whom backup withholding was taken on certain reportable transactions.

Your Form 1099-DIV lists all federally taxable dividend and capital gain distributions of \$10 or more paid to your Virtus mutual fund accounts. If your account is invested in more than one fund, the 1099-DIV information for each fund has been consolidated and mailed to you in a single package (unless one or more of your funds have filed for an extension). However, shareholders with more than one type of account – for example, an individual account and another account that is jointly owned – will receive a separate package with tax forms for each account. Please visit our website <https://www.virtus.com/investor-resources/mutual-fund-account-information-resources/tax-center> for a listing of extended funds.

The dividends and capital gains shown on Form 1099-DIV must be reported on your 2023 federal income tax return, even if you reinvested your distributions in additional fund shares instead of receiving them in cash.

If you have one of the following types of accounts, you will not receive Form 1099-DIV:

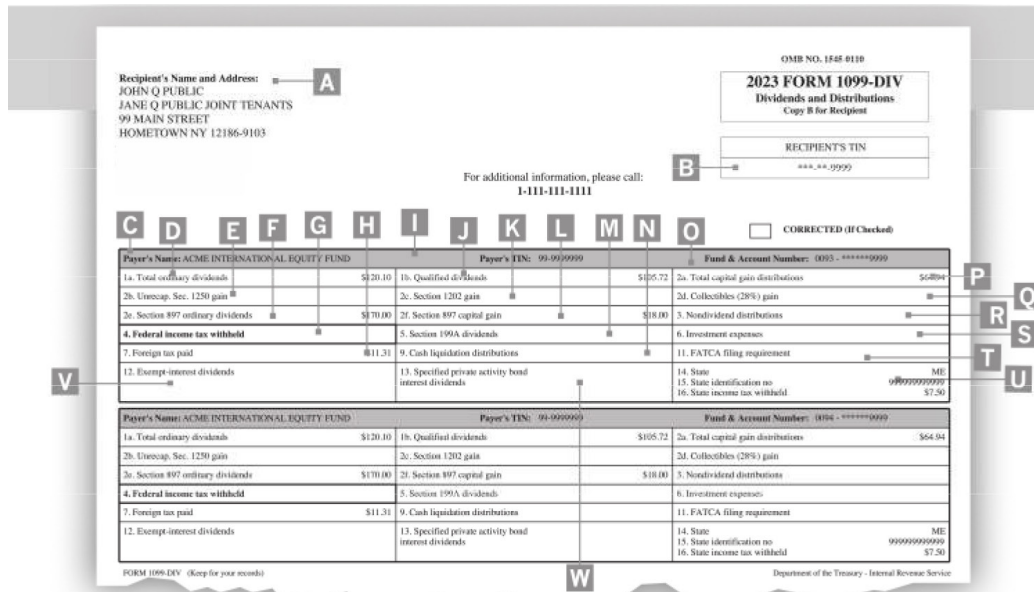
- > Individual Retirement Accounts and other tax-deferred accounts (including Roth and traditional IRAs; rollover IRAs, SEP, and SIMPLE IRAs; Coverdell Education Savings Accounts (ESAs); and qualified tuition plan accounts).
- > Accounts owned by certain corporations, tax-exempt organizations, charitable organizations, pension, 403(b), profit sharing, and money purchase plans.
- > Certified nonresident aliens. Form 1042-S will be mailed to nonresident aliens by March 15th.

FOREIGN INVESTMENT DISTRIBUTIONS

Form 1099-DIV may list a foreign tax credit that the fund paid with gross distributions. If an amount is shown in box 7, please refer to the instructions for filing your personal income tax return or consult your tax professional for additional assistance.

Please consult your tax professional for guidance on reporting the information from Form 1099-DIV on your tax returns.

SAMPLE 2023 TAX FORM 1099-DIV



OMB NO. 1545-0118
2023 FORM 1099-DIV
 Dividends and Distributions
 Copy B for Recipient

RECIPIENT'S TIN
 ***-**-9999

For additional information, please call:
 1-800-829-1040

CORRECTED (If Checked)

Payer's Name: ACME INTERNATIONAL EQUITY FUND		Payer's TIN: 99-9999999	Fund & Account Number: 0053 - *****9999
1a. Total ordinary dividends	\$120.10	1b. Qualified dividends	\$105.72
2b. Unrecap. Sec. 1250 gain		2c. Section 1202 gain	
3a. Section 897 ordinary dividends	\$170.00	3b. Section 897 capital gain	\$18.00
4. Federal income tax withheld		5. Section 199A dividends	
7. Foreign tax paid	\$11.31	9. Cash liquidation distributions	
12. Exempt-interest dividends		13. Specified private activity bond interest dividends	
2a. Total capital gain distributions		2b. Total capital gain distributions	\$64.94
3d. Collectibles (28%) gain		3e. Collectibles (28%) gain	
6. Investment expenses		11. FATCA filing requirement	
14. State		15. State identification no.	ME 999999999999
16. State income tax withheld		16. State income tax withheld	\$7.50

FORM 1099-DIV (Keep for your records) Department of the Treasury - Internal Revenue Service

- A** Account registration and address
- B** Your Taxpayer Identification Number; this information will be masked
- C** The Fund's name
- D** Total amount of qualified and non-qualified dividends and short-term capital gains distributed in 2023
- E** Shows unrecaptured Section 1250 gain from certain depreciable real property
- F** Section 897 Ordinary Dividends (This represents the amount included in box 1a (ordinary dividends) that is section 897a gain from dispositions of USRPI).
- G** Amount of taxes withheld if you were subject to backup withholding
- H** Box 7 lists your proportionate share of any foreign taxes you paid in 2023
- I** The Fund's Federal Taxpayer Identification Number
- J** Amount of qualified dividends distributed in 2023
- K** Section 1202 gain
- L** Section 897 Capital Gain (This represents the amount included in box 2a (total long term capital gain) that is section 897a gain from dispositions of USRPI.)
- M** Shows dividends eligible for the 20% qualified business income deduction under section 199A
- N** The amount of liquidation distribution paid to you in 2023
- O** Your Fund and account number. This information will be masked
- P** Total amount of long-term capital gains distributed in 2023
- Q** Shows 28% rate gain from sales or exchanges of collectibles
- R** Lists any part of your distribution that is nontaxable because it is a return of your cost or other basis
- S** Your share of expenses of a nonpublicly offered regulated investment company, generally a nonpublicly offered mutual fund
- T** FATCA Filing Requirement
- U** Shows State and State Identification number. Amount of state taxes withheld if you were subject to backup withholding
- V** Amount of tax-exempt interest, including exempt interest dividends from mutual fund, paid in 2023
- W** Amount of tax-exempt interest subject to the Alternative Minimum Tax (AMT)

The information on your Form 1099-DIV is reported to the IRS.

FREQUENTLY ASKED QUESTIONS – IRS FORM 1099-DIV

Q. Have any of my Virtus Mutual Funds filed an extension?

A. Please visit our website at <https://www.virtus.com/investor-resources/mutual-fund-account-information-resources/tax-center> for a complete listing. If extended, tax forms for these funds will be mailed within 30 days after the IRS deadline.

Q. Does information on Form 1099-DIV get reported to the IRS?

A. Yes, tax reporting information is reported to the IRS. Form 1099-DIV is sent to shareholders by mutual fund companies to provide a record of all dividends and capital gains paid regardless if it was reinvested or paid in cash.

Q. Why do mutual funds pay capital gain distributions?

A. When securities are sold within a mutual fund, gains and losses are usually realized. If the gains are greater than losses, the funds distribute most of their net gains to their shareholders before the end of the year to satisfy federal excise tax rules.

Q. Why is foreign tax information reported on my Form 1099-DIV?

A. The amount in Box 7 represents your share of the Funds' foreign taxes paid. The foreign taxes paid are based on the earnings the Fund received from its investments in foreign securities and the taxes the Fund paid to foreign governments at the mutual fund level.

Q. Why doesn't the income amounts on my Form 1099-DIV match the amounts on my year-end or quarterly statements?

A. Occasionally, mutual funds determine that income previously distributed to shareholders as one type of income may need to be reclassified into a different category of income for tax reporting purposes. For example, qualified dividend income is not segregated from non-qualified income on your periodic statements, but is correctly broken out in box 1b on your 2023 Form 1099-DIV. Another example is when a tax-exempt dividend distribution must be reclassified as a taxable distribution. **Also, Box 1a includes both ordinary income and short term capital gains.**

Q. What software does Virtus Mutual Funds use for downloading account specific tax information?

A. Shareholders of Virtus Mutual Funds may be able to use TurboTax for importing your 1099-DIV account tax information. Please visit the tax center at [Virtus.com](https://www.virtus.com) for important information and instructions on how to import your tax related data into TurboTax.

Q. Does Virtus have a tax professional or anyone who can help me fill out my return?

A. Our telephone representatives will be happy to help you with any questions and information about your accounts by calling 1-800-243-1574. However, neither Virtus Mutual Funds, nor any of its representatives may give tax or legal advice. For assistance in filling out your return, you should contact your tax professional. Additional information can be found at <https://www.virtus.com/investor-resources/mutual-fund-account-information-resources/tax-center>.
