

2022 AWARD WINNER
 Institutional shares (ANNPX)

The Fund (ANNPX) ranked #1 among 335 Best U.S. Taxable Bond Funds

REFINITIV LIPPER FUND AWARDS
 2022 WINNER UNITED STATES

The Fund (Institutional): Best Fund over 10 years among Convertible Securities Funds

MORNINGSTAR RATINGS AND RANKINGS as of 06/30/2022
 Institutional shares (ANNPX) rated within the Convertibles category

Overall Rating ★★★★★
 out of 73 funds

| Time Period | # of Stars | # of Funds |
|-------------|------------|------------|
| 3 Year | ★★★★★ | 73 |
| 5 Year | ★★★★★ | 71 |
| 10 Year | ★★★★★ | 54 |

| Time Period | Percentile Ranking | # of Peers |
|-------------|--------------------|------------|
| 1 Year | 52nd | 37/78 |
| 3 Year | 1st | 1/73 |
| 5 Year | 1st | 1/71 |
| 10 Year | 1st | 1/54 |

Morningstar ratings are based on risk-adjusted returns. **Morningstar rankings** are based on fund share class total return and do not include the effect of the fund's sales load, if applicable. Each fund is ranked within a universe of funds similar in portfolio characteristics and capitalization. Strong ratings or rankings are not indicative of positive fund performance.

An Active, Consistent, and Forward-Looking Approach

- > The investment team consistently applies a fundamental approach and detailed credit analysis to identify potential opportunities before changes are recognized by the market.
- > An active approach is essential in the convertible space in an effort to ensure that the underlying securities selected will provide potential upside participation while also striving to mitigate downside risk.

A Tenured Team

The U.S. Income and Growth Strategies investment team has a long and successful track record of managing assets throughout the entire capital structure.

A Leader Among Its Peers

Rated 5-stars overall by Morningstar, with historically top-quartile performance in its peer group.



“Convertibles have historically provided an attractive asymmetric risk/return profile, drawing on the benefits of both stocks and bonds. Convertibles have the ability to act as a compelling portfolio diversifier with less downside exposure, compared to common stocks. Additionally, their historically negative correlation to government bonds may buffer volatility during periods of rising rates.”

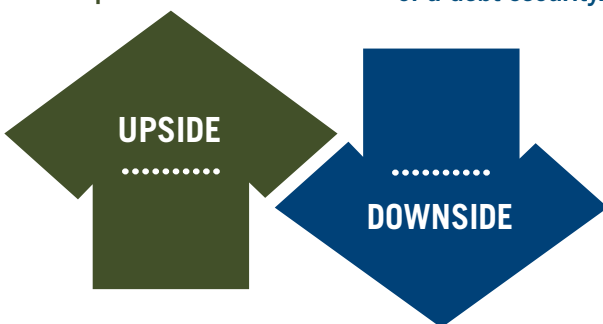
Justin M. Kass, CFA
 Senior Managing Director, Chief Investment Officer, Co-Head of Income & Growth

Convertible Securities: Seeking Equity-Like Returns with Lower Volatility

Appealing features of convertibles: Potential for upside capture and a focus on mitigating downside risk in one asset class

If the underlying stock price rises, convertibles may capture a portion of the upside.

If the underlying stock price drops, convertibles provide the protection of a debt security.



Attractive Risk/Return Profile

Convertibles historically have provided long-term returns that have rivaled equities, but with lower volatility.



Source: Morningstar. Data as of 06/30/22.

Past performance is no guarantee of future results.

Convertibles represented by the ICE BofA US Convertibles Index ; U.S. Stocks represented by the S&P 500® Index; Small Cap Stocks represented by the Russell 2000® Index.

Effective June 10, 2022, this Fund's name has changed.
 Effective July 25, 2022, this Fund's subadviser has changed.

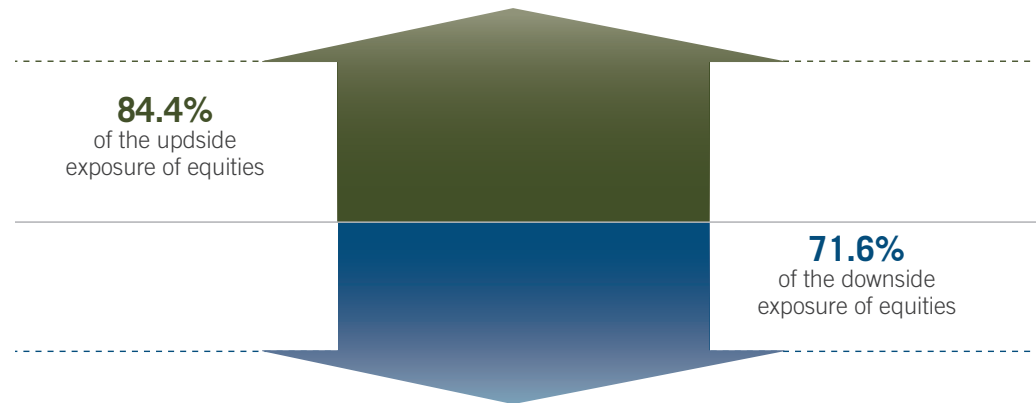
Three Reasons to Invest

1 Equity-Like Returns with Lower Volatility

Since inception the Fund has posted returns similar to those of the S&P 500® Index—but with lower volatility.

VIRTUS CONVERTIBLE FUND HAS FARED WELL IN UP AND DOWN MARKETS VS. THE S&P 500®

May 1993 to June 2022 (Monthly Returns)



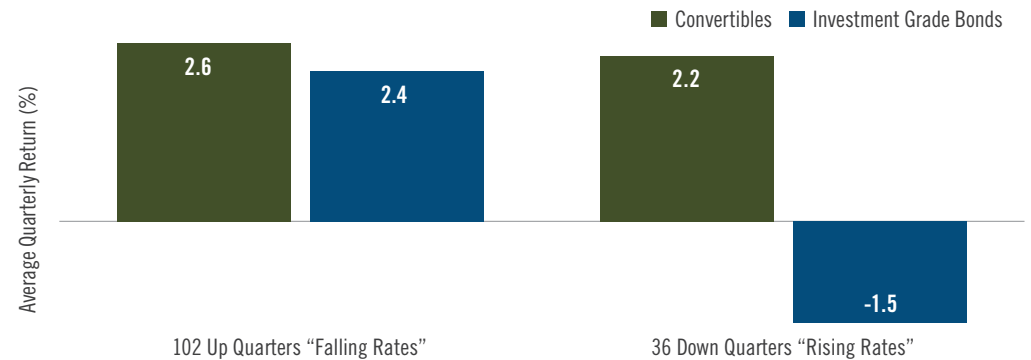
Sources: Morningstar. Institutional Shares. Data as of 06/30/22.
Past performance is no guarantee of future results.

2 Convertibles Have Performed Well Regardless of the Interest Rate Environment

Convertibles have historically performed in-line with investment grade bonds in both up and down interest rate environments.

MARKET PARTICIPATION

March 1988 to June 2022

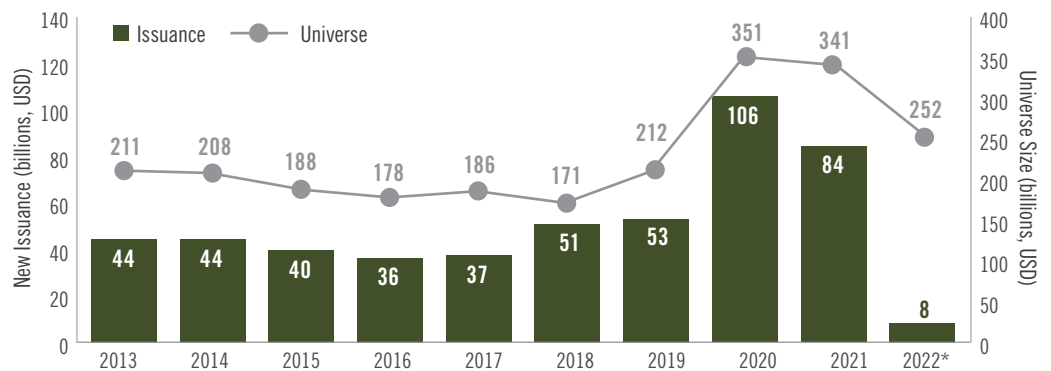


Sources: Bloomberg, ICE data services, FactSet, Voya. Convertibles represented by: ICE BofA US Convertibles Index; Investment grade bonds represented by: Bloomberg U.S. Government Credit Bond Index.
Past performance is no guarantee of future results.

3 New Issuance

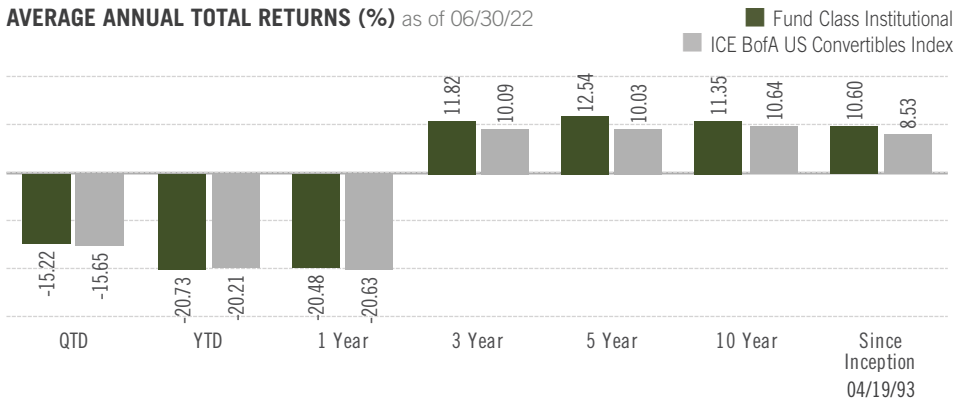
For 2022, market strategists are projecting new issuance of \$28-32 billion.

U.S. CONVERTIBLE UNIVERSE AND ISSUANCE



Source: ICE data services. *Data as of 06/30/22.
Past performance is no guarantee of future results.

AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/22



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. This share class has no sales charges and is not available to all investors. Other share classes have sales charges. See virtus.com for details.

The fund class gross expense ratio is 0.80%. The net expense ratio is 0.71%, which reflects a contractual expense reimbursement in effect through 9/20/2023.

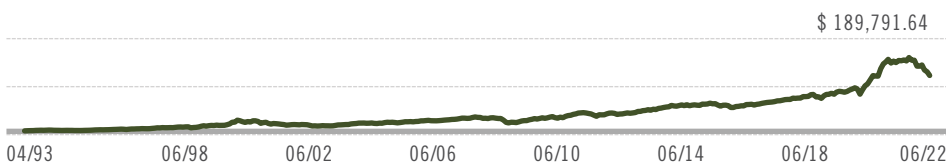
Average annual total return is the annual compound return for the indicated period and reflects the change in share price and the reinvestment of all dividends and capital gains. Returns for periods of one year or less are cumulative returns.

ANNUAL PERFORMANCE (%)

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---------------|------|-------|-------|------|-------|-------|-------|------|-------|-------|
| Fund | 5.28 | 55.82 | 26.42 | 3.01 | 15.22 | 5.87 | -1.55 | 6.68 | 25.58 | 11.96 |
| Index* | 6.34 | 46.22 | 23.15 | 0.15 | 13.70 | 10.43 | -2.99 | 9.44 | 24.92 | 14.96 |

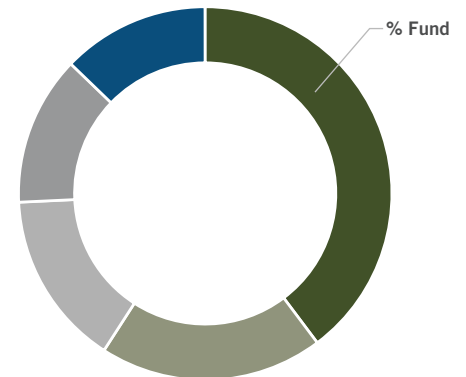
*ICE BofA US Convertibles Index

GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 4/19/1993. As of 6/30/2022 the fund value would have been \$189,791.64. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

SECTOR ALLOCATIONS



| Sector | % Fund |
|------------------------|--------|
| Technology | 31.65 |
| Healthcare | 15.41 |
| Financials | 12.05 |
| Media | 10.31 |
| Consumer Discretionary | 10.18 |

Sector weightings are subject to change.

TOP TEN HOLDINGS

| Company | % Fund |
|--------------------------------------------------------------------------|--------|
| Broadcom Inc. 8.00 % Cum Conv Pfd. Registered Shs 2019-30.09.22 Series A | 2.07 |
| Cloudflare, Inc. 0.0% 15-Aug-2026 | 1.97 |
| Live Nation Entertainment, Inc. 2.0% 15-Feb-2025 | 1.86 |
| Jazz Investments I Ltd. | 1.82 |
| Apollo Commercial Real Estate Finance, Inc. 4.75% 23-Aug-2022 | 1.79 |
| Dexcom, Inc. 0.25% 15-Nov-2025 | 1.72 |
| Snap, Inc. 0.125% 01-Mar-2028 | 1.70 |
| Pioneer Natural Resources Company 0.25% 15-May-2025 | 1.67 |
| Palo Alto Networks, Inc. 0.375% 01-Jun-2025 | 1.66 |
| Halozyme Therapeutics, Inc. 0.25% 01-Mar-2027 | 1.64 |

Holdings are subject to change.

FUND INFORMATION

| | |
|----------------------|--------------------------------|
| Inception Date | 04/19/93 |
| AUM (\$ millions) | 1,749.3 |
| Number of Holdings | 119 |
| Dividends | Quarterly |
| Morningstar Category | Convertibles |
| Lipper Category | Convertible Securities Funds |
| Index | ICE BofA US Convertibles Index |

INVESTMENT SUBADVISER



INVESTMENT MANAGEMENT

Voya Investment Management (Voya IM) strives to help investors push what's possible. As the asset management business of Voya Financial (NYSE: VOYA), Voya IM seeks to understand and anticipate client needs, delivering differentiated solutions across public and private fixed income, equity, and multi-asset platforms, including private markets and alternatives.

PORTFOLIO MANAGERS



Justin M. Kass, CFA
Industry start date: 1998
Start date as Fund Portfolio Manager: 2003



Michael E. Yee
Industry start date: 1994
Start date as Fund Portfolio Manager: 2022



David J. Oberto
Industry start date: 2003
Start date as Fund Portfolio Manager: 2022

INDEX DEFINITIONS

Index: The **ICE BofA US Convertibles Index** tracks the performance of publicly issued U.S. dollar denominated convertible securities of U.S. companies. 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.

The **Bloomberg U.S. Government/Credit Bond Index** is a broad-based flagship benchmark that measures the non-securitized component of the Bloomberg U.S. Aggregate Index. It includes investment grade, U.S. dollar-denominated, fixed-rate Treasuries, government-related and corporate securities. The **Russell 2000® Index** is an unmanaged index considered representative of small-cap stocks. The **S&P 500® Index** is a free-float market capitalization-weighted index of 500 of the largest U.S. companies. Each index is calculated on a total return basis with dividends reinvested. The indexes are unmanaged, returns do not reflect any fees, expenses, or sales charges, and are not available for direct investment.

IMPORTANT RISK CONSIDERATIONS

Market Volatility: The value of the securities in the portfolio may go up or down in response to the prospects of individual companies and/or general economic conditions. Price changes may be short- or long-term. Local, regional, or global events such as war (e.g., Russia's invasion of Ukraine), acts of terrorism, the spread of infectious illness (e.g., COVID-19 pandemic) or other public health issues, recessions, or other events could have a significant impact on the portfolio and its investments, including hampering the ability of the portfolio's manager(s) to invest the portfolio's assets as intended. **Issuer Risk:** The portfolio will be affected by factors specific to the issuers of securities and other instruments in which the portfolio invests, including actual or perceived changes in the financial condition or business prospects of such issuers. **Convertible Securities:** A convertible security may be called for redemption at a time and price unfavorable to the portfolio. **Interest Rate:** The values of debt instruments may rise or fall in response to changes in interest rates, and this risk may be enhanced for securities with longer maturities. **Counterparties:** There is risk that a party upon whom the portfolio relies to complete a transaction will default. **Credit Risk:** If the issuer of a debt instrument fails to pay interest or principal in a timely manner, or negative perceptions exist in the market of the issuer's ability to make such payments, the price of the security may decline. **Prepayments/Calls:** If issuers prepay or call fixed rate obligations when interest rates fall, it may force the portfolio to reinvest at lower interest rates. **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. **High Yield Fixed Income Securities:** There is a greater risk of issuer default, less liquidity, and increased price volatility related to high yield securities than investment grade securities. **Prospectus:** For additional information on risks, please see the fund's prospectus. **Morningstar:** Morningstar Rating™ for funds, or 'star rating,' is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive

5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account the effect of sales charges and loads.

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IBD Best Mutual Funds Methodology: Each award-winning fund has beat its benchmark — the S&P 500 for stock funds — for the past one, three, five and 10 years, showing it outperformed in recent market conditions as well as over the longer term. Among funds at least 10 years old, that's a feat only 18% of funds achieved.

Funds named are in the top of their category based on their 10-year average annual returns. All returns are as of 12/31/21.

IBD compared the performance of 3,673 funds that have been around for at least 10 years and found that 677 beat their benchmark index in those four periods. Funds in 11 categories qualified, including growth stock mutual funds, small-cap funds, bond funds and index funds. No value funds met the performance criteria.

Lipper Fund classification awards: The currency for the calculation corresponds to the currency of the country for which the awards are calculated and relies on monthly data. Classification averages are calculated with all eligible share classes for each eligible classification. The calculation periods extend over 36, 60 and 120 months. The highest Lipper Leader® for Consistent Return (Effective Return) value within each eligible classification determines the fund classification winner over three, five or 10 years. For a detailed explanation, please review the Lipper Leader methodology document.

U.S. local classifications are used in the United States, rather than Lipper Global Classifications. Institutional funds are included in the universe of eligible funds. Since Lipper Leader scores are not calculated for money market funds, these categories are excluded from all fund award calculations. Additionally, S&P 500® Index funds, S&P Midcap 400 Index funds, equity leverage funds, specialty diversified equity funds, specialty fixed income funds, specialty/miscellaneous funds, other states' single state municipal debt funds, other states' intermediate municipal debt funds, and other states' short/ intermediate municipal debt funds are not eligible to receive classification awards. Only one share class (the one with the best Lipper Leader score) is used for each portfolio in determining asset class and overall awards. Some funds may be excluded from award contention if, in the opinion of Refinitiv Lipper's Research staff, the portfolio has undergone too many classification changes or changed classifications recently. The calculation periods are through the end of November of the respective evaluation year.

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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 professional, call 800-243-4361, or visit virtus.com for a prospectus or summary prospectus. Read it carefully before investing.

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