

MORNINGSTAR RATINGS AND PEER GROUP RANKINGS as of 12/31/23
 Institutional shares (VIISX) rated within Foreign Small/Mid Growth category

Overall Rating **★★★** among 124 Funds

Time Period	# of Stars	# of Funds
3 Year	★★	124
5 Year	★★★	116
10 Year	★★★★	78

Time Period	Percentile Ranking	Ranking/ # of Peers
1 Year	5th	6/135
5 Year	54th	54/116
10 Year	13th	10/78
Since inception (09/05/12)	13th	17/131

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.

Small- and Mid-Cap Stocks on an International Scale

Combines the historically strong returns of small- and mid-cap companies ("SMID caps") with the wider selection and enhanced diversification opportunities of developed and emerging markets stocks.

A Focus on High-Quality Businesses

Kayne Anderson Rudnick (KAR) searches for companies with consistent and profitable growth, high returns on capital, strong balance sheets and cash flows, skilled management teams, and enduring competitive advantages.

Research-Driven, High-Conviction Process

Focused on the portfolio team's 30-60 strongest investment opportunities, drawn from in-depth fundamental research, with a long-term, low-turnover approach to realize full stock value potential.



Kayne Anderson Rudnick
 A VIRTUS INVESTMENT PARTNER

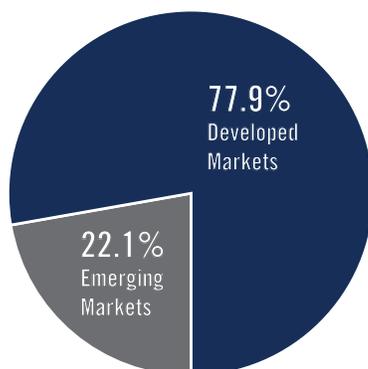
"The international SMID-cap equity marketplace offers enormous potential, and we believe that strong risk-adjusted returns can be achieved by investing in high-quality companies with market dominance, excellent management, financial strength, and durable earnings growth, purchased at reasonable prices."

Craig Thrasher, CFA
 Fund Portfolio Manager since the Fund's 2012 inception

Diversified Geographic Exposure

Many international allocations tend to have a large-cap bias. Adding exposure to SMID-cap businesses in both developed and emerging markets can help expand an international portfolio's investment power.

REGIONAL ALLOCATIONS: VIRTUS KAR INTERNATIONAL SMALL-MID CAP FUND



Country weightings are subject to change. As of 12/31/23.

Attractive Risk/Reward Attributes Since Inception*

KAR offers proven expertise in international SMID-cap investing. A focus on high-quality companies with lower individual business risk exposure has delivered a strong risk/reward profile for more than a decade.

Alpha (Since Inception*)
3.50

	Total Returns (%)			Standard Deviation		
	3-year	5-year	Since Inception*	3-year	5-year	Since Inception*
As of 12/31/23						
MSCI EAFE® Index (net)	4.02	8.16	6.62	16.85	18.08	17.11
MSCI Emerging Markets Index (net)	-5.08	3.69	3.21	17.39	19.16	18.49
Russell 2500™ Index	4.24	11.67	10.84	20.43	23.23	24.14
MSCI ACWI ex USA Small-Mid Cap Index (net)	0.89	7.07	6.32	17.05	19.60	16.15
Virtus KAR International Small-Mid Cap Fund (I Shares)	-5.33	6.13	8.77	22.14	22.71	16.99

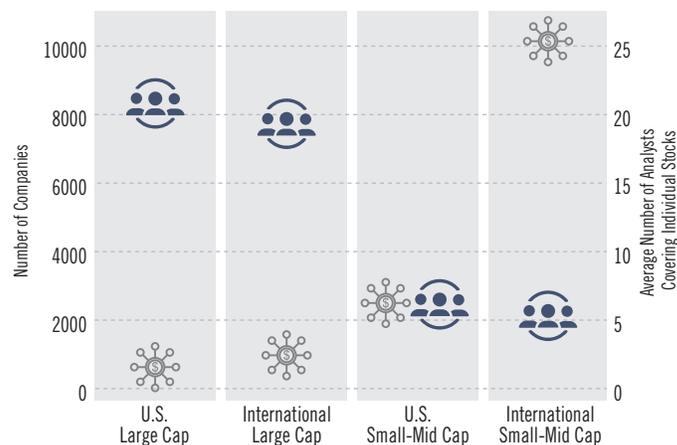
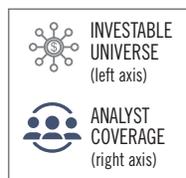
Past performance is not indicative of future results. *Fund inception 09/05/12. Class I shares. As of 12/31/23. Source: Virtus Performance & Analytics. MSCI EAFE® Index (net) represents International Large Cap stocks; MSCI Emerging Markets Index (net) represents Emerging Markets stocks; Russell 2500™ Index represents U.S. SMID-Cap stocks; MSCI ACWI Ex USA Small-Mid Cap Index (net) represents International SMID-Cap stocks. See page 4 for index definitions.

International SMID: A Wide World of Investment Potential

With \$25.5 trillion in combined market capitalization, international small/mid-cap stocks represent about a quarter of the world’s investable equity universe. Despite the significant size of this marketplace, however, SMID-cap companies receive little to no Wall Street analyst coverage, which creates fertile ground for KAR’s investment team to apply deep, fundamental research to help identify attractive risk/reward opportunities around the world.

A LARGE, LESS EFFICIENT OPPORTUNITY SET

As of 12/31/23



Past performance is no guarantee of future results.

As of 12/31/23. Data is obtained from FactSet Research Systems and is assumed to be reliable.

Emphasizing Quality Over Quantity

KAR’s disciplined investment approach has been developed and refined over more than 30 years. Their goal is to invest in a concentrated portfolio of select strong and durable businesses to help mitigate risk rather than in a large number of businesses to diversify away from risk. This emphasis on quality has historically resulted in a carefully curated portfolio of differentiated business with exceptional economics.

HIGH-QUALITY GROWTH CHARACTERISTICS

Quality	Virtus KAR International Small-Mid Cap Fund	MSCI AC World Ex USA Small Mid Cap Index (net)
Return on Equity—Past 5 Years	23.8%	11.7%
Total Debt/EBITDA	1.5 x	1.8 x
Growth		
Earnings Per Share Growth—Past 5 Years	5.9%	8.3%
Earnings Per Share Growth—Past 10 Years	12.5%	8.2%
Dividend Per Share Growth—Past 5 Years	8.3%	8.1%
Dividend Per Share Growth—Past 10 Years	10.2%	7.6%
Value		
P/E Ratio—Trailing 12 Months	20.6 x	18.3 x
Market Characteristics		
\$ Weighted Average Market Cap	\$4.1 B	\$6.6 B
Largest Market Cap	\$14.5 B	\$32.2 B*

In a market of average businesses, KAR seeks to own protected proprietary businesses that generate exceptional returns on shareholders’ capital without employing significant debt.

In a market of cyclical businesses requiring growth capital from fickle markets, KAR seeks to own companies that have produced self-funded, strong, consistent growth sustainable into the future.

Past performance is no guarantee of future results.

As of 12/31/23.

*Source: MSCI factsheet as of 12/31/23.

Please see page 4 for definitions of characteristics shown. Data is obtained from the Frank Russell Company and FactSet and is assumed to be reliable.

Other principal consultant firms may use different algorithms to calculate selected statistics. Estimates are based on certain assumptions and historical information.

Solid Long-Term Track Record

AVERAGE ANNUAL TOTAL RETURNS (%)

As of 12/31/23

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception 09/05/12
Class I	13.97	22.36	22.36	-5.33	6.13	6.49	8.76
MSCI AC World Ex USA Small Mid Cap Index (net)	9.91	15.79	15.79	0.89	7.07	4.38	6.31

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 1.21%. The net expense ratio is 1.20%, which reflects a contractual expense reimbursement in effect through 1/31/2025.

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 (%)

As of 12/31/23

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Fund	22.36	-34.42	5.73	24.37	27.58	-6.79	28.48	21.03	-0.87	-3.06
Index	15.79	-19.49	10.16	12.01	22.36	-17.06	30.35	3.57	0.44	-3.05

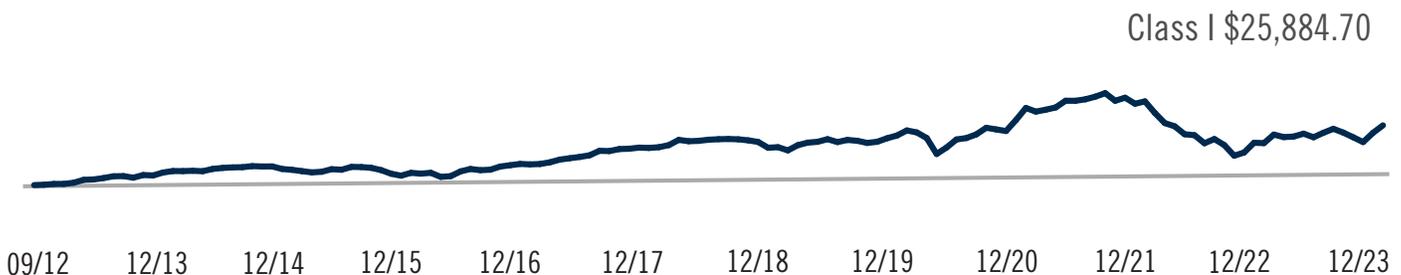
CHARACTERISTICS

	Fund	Index
Avg. Weighted Market Cap (bn)	3.13	5.18
Median Market Cap (bn)	1.36	0.71
Trailing P/E Ex-Negative Earnings	18.20	13.68
Price-to-Cash Flow	17.54	13.90
Price-to-Book Value	3.87	2.38
Active Share	99.09	n/a

RISK STATISTICS (5 YEAR)

	Fund	Index
Alpha	-0.87	n/a
Beta	1.09	n/a
R ²	88.68	n/a
Sharpe Ratio	0.19	0.27
Standard Deviation	22.52	19.43

GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 09/05/12. As of 12/31/23 the fund value would have been \$25,884.70. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

TOP TEN HOLDINGS

	% Fund
Baltic Classifieds Group PLC	8.62
Rightmove PLC	5.32
Corp Moctezuma SAB de CV	4.64
Auto Trader Group PLC	4.32
Haw Par Corp Ltd	3.99
Mortgage Advice Bureau Holdings Ltd	3.60
Gruppo MutuiOnline SpA	3.54
AJ Bell PLC	3.47
Howden Joinery Group PLC	3.38
FinecoBank Banca Fineco SpA	3.22

TOP TEN COUNTRIES

	% Invested Assets	% Index
United Kingdom	35.93	9.14
Germany	10.98	3.74
Italy	7.88	2.10
Mexico	4.84	0.77
Japan	4.49	19.55
France	4.43	3.47
Canada	4.31	6.57
Singapore	4.16	1.45
China	3.97	3.74
Malaysia	3.14	0.73

Holdings are subject to change.

INDEX DEFINITIONS

MSCI AC World Ex USA Small Mid Cap Index (net): A free float-adjusted market capitalization-weighted index that measures mid- and small-cap performance across 22 of 23 Developed Market countries (excluding the U.S.) and 24 Emerging Markets countries. The index is calculated on a total return basis with net dividends reinvested. The indexes are unmanaged, their returns do not reflect any fees, expenses, or sales charges, and they are not available for direct investment. **MSCI EAFE® Index (net):** A free float-adjusted market capitalization-weighted index that measures developed foreign market equity performance, excluding the U.S. and Canada. The index is calculated on a total return basis with net dividends reinvested. **MSCI Emerging Markets Index (net):** A free float-adjusted market capitalization-weighted index designed to measure equity market performance in the global emerging markets. The index is calculated on a total return basis with net dividends reinvested. **Russell 2500™ Index:** A market capitalization-weighted index of the 2,500 smallest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. **MSCI ACWI SMID Cap Index:** captures mid- and small-cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. **MSCI ACWI Small Cap Index:** captures small-cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries.

IMPORTANT RISK CONSIDERATIONS

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, medium, or large-sized companies may enhance that risk. **Foreign & Emerging Markets:** Investing in foreign securities, especially in emerging markets, subjects the portfolio to additional risks such as increased volatility, currency fluctuations, less liquidity, and political, regulatory, economic, and market risk. **Industrial Concentration:** Because the portfolio is presently heavily weighted in the industrial sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification. **Limited Number of Investments:** Because the portfolio has a limited number of securities, it may be more susceptible to factors adversely affecting its securities than a portfolio with a greater number of securities. **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. Local, regional, or global events such as war or military conflict, terrorism, pandemic, or recession could impact the portfolio, including hampering the ability of the portfolio's manager(s) to invest its assets as intended. **Prospectus:** For additional information on risks, please see the fund's prospectus.

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.

Not FDIC Insured | May Lose Value | Not Bank Guaranteed

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FUND INFORMATION

Inception Date	09/05/12
AUM (\$ millions)	1,036.1
Number of Holdings	40
Dividends	Semi-Annually
Morningstar Category	Foreign Small/Mid Growth
Index	MSCI AC World Ex USA Small Mid Cap Index (net)

PORTFOLIO MANAGERS



Craig Thrasher, CFA

Industry start date: 2003
Start date as Fund Portfolio Manager: 2012



Hyung Kim

Industry start date: 2004
Start date as Fund Portfolio Manager: 2018

GLOSSARY

Avg. Weighted Market Cap (bn): The sum of each security's weight within the fund (or index) multiplied by the security's market capitalization. **Trailing P/E Ex-Negative Earnings:** Per share stock price divided by the latest 12-months earnings per share. **Price-to-Cash Flow:** Per-share stock price divided by the per-share operating cash flow. **Price-to-Book Value:** A ratio used to compare a stock's market value to its book value. **Active Share:** A measure of the percentage of stock holdings in a manager's portfolio that differ from the benchmark index. **Alpha:** A risk-adjusted measure of an investment's excess return relative to a benchmark. **Beta:** A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. **R²:** A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. **Sharpe Ratio:** A risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. **Standard Deviation:** Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk. **Return on Equity:** Relates how well the company is using the money invested in it so that it can bring a return to its investors. A high portfolio ROE indicates that the portfolio is invested in historically profitable companies. **Total Debt/EBITDA:** Is calculated by dividing total debt by earnings before interest, taxes, depreciation, and amortization. It is a measure of a company's ability to pay off its incurred debt. **Earnings/Share Growth:** Indicates the earnings available to each common share. Earnings/share growth is the growth rate of these earnings per share. On a portfolio level, this statistic measures the trailing earnings per share growth of a portfolio's holdings. **Dividend/Share Growth:** On a portfolio level, this statistic measures the trailing dividends/share growth of a portfolio's holdings.

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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