

## INVESTMENT OVERVIEW

The Fund seeks attractive long-term returns by providing global real estate securities exposure, emphasizing companies with revenues driven by recurring rental income. The highly experienced portfolio team applies a disciplined, bottom-up investment process, utilizing both qualitative and quantitative factors, focusing on high-quality commercial real estate owner/operators.

## KEY FEATURES

**Attractive Income and Growth Potential** — Pursues the stable cash flows offered by contractual rental revenues, emphasizing REITs with strong management teams focused on long-term value creation

**Broadens Portfolio Diversification** — Provides exposure to the lower correlations the global real estate market has historically exhibited to traditional stocks and bonds

**Lower Volatility Approach** — High-conviction, lower-turnover portfolio of 50-70 securities, strives to benefit from valuation inefficiencies and the historically higher long-term risk-adjusted returns of rental property companies over non-rental companies

## SHARE CLASSES

SHARE CLASSES	Ticker	CUSIP
I Shares	VGISX	92828R388
A Shares	VGSAX	92828R412
C Shares	VGSCX	92828R396
R6 Shares	VRGEX	92828W239

## FUND INFORMATION

Inception Date (Class I)	03/02/09
AUM (\$ millions)	370.4
Number of Holdings	58
Dividends	Semi-Annually
Morningstar Category	Global Real Estate
Index	FTSE EPRA Nareit Developed Index (net)

The Index shown represents the Fund's performance index, which may differ from the Fund's regulatory index included in its Prospectus.

## AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/2024

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
Class I	-1.07	-2.41	5.69	-3.79	2.39	4.82	11.96
Class A NAV	-1.15	-2.54	5.42	-4.03	2.13	4.56	11.67
Class A POP	-6.59	-7.90	-0.38	-5.83	0.98	3.97	11.26
Class R6	-1.01	-2.26	5.97	-3.54	2.66	n/a	5.53
Index	-2.43	-3.70	4.54	-4.77	-0.69	2.04	9.57

## ANNUAL PERFORMANCE (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class I	10.22	-26.87	31.57	-0.98	29.76	-4.65	13.02	4.21	1.93	22.84
Index	9.67	-25.09	26.09	-9.04	21.91	-5.63	10.36	4.06	-0.79	15.02

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](http://virtus.com) for performance data current to the most recent month end.

**Class I Shares have no sales charges and are not available to all investors.** The fund class gross expense ratio is 1.17%. The net expense ratio is 1.15%, which reflects a contractual expense reimbursement in effect through 1/31/2025.

**Class A shares have a maximum sales charge of 5.50%. A contingent deferred sales charge of 1% may be imposed on certain redemptions within 18 months on purchases on which a finder's fee has been paid.** The fund class gross expense ratio is 3.15%. The net expense ratio is 1.40%, which reflects a contractual expense reimbursement in effect through 1/31/2025.

**Class R6 Shares have no sales charges and are not available to all investors.** The fund class gross expense ratio is 1.05%. The net expense ratio is 0.89%, which reflects a contractual expense reimbursement in effect through 1/31/2025.

**Other share classes may have sales charges. See [virtus.com](http://virtus.com) for details.**

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.

Index: The FTSE EPRA Nareit Developed Index (net) is a free-float market capitalization-weighted index measuring publicly traded equity REITs and listed property companies from developed markets, which meet minimum size and liquidity requirements. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Since inception performance for the index reflects a start date of 3/2/2009, the same date as the inception of the Fund's Class I and Class A Shares. Class R6 inception date: 11/3/2016.

## MORNINGSTAR RATINGS (CLASS I)

Time Period	# of Stars	# of Funds
Overall	★★★★★	175
3 Year	★★★	175
5 Year	★★★★★	173
10 Year	★★★★★	114

Morningstar ratings are based on risk-adjusted returns. Strong ratings are not indicative of positive fund performance.

## INVESTMENT ADVISER

Virtus Investment Advisers, Inc.

## INVESTMENT SUBADVISER



Duff & Phelps Investment Management is a listed real assets manager, founded in 1932, focused on delivering specialized and differentiated investment strategies that enhance client outcomes.

## PORTFOLIO MANAGERS

**Geoffrey P. Dybas, CFA**

Industry start date: 1989

Start date as Fund Portfolio Manager: 2009

**Frank J. Haggerty, Jr., CFA**

Industry start date: 1996

Start date as Fund Portfolio Manager: 2009



**LSEG Lipper**  
**Fund Awards**

2024 Winner  
 United States

The Fund (Class I): Best Fund over 10 years among Global Real Estate Funds

EQUITY CHARACTERISTICS	Fund	Index
Avg. Weighted Market Cap (bn)	29.30	26.06
Median Market Cap (bn)	7.01	1.52
Trailing P/E Ex-Negative Earnings	29.46	26.83
Price-to-Cash Flow	19.28	17.63
Price-to-Book Value	1.61	1.49
3-Year Earnings Growth Rate	5.14	2.38
5-Year Earnings Growth Rate	0.10	1.61
Active Share	51.38	n/a
30-day SEC Yield	2.71	
30-day SEC Yield (unsubsidized)	2.69	

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

30-day SEC Yield (unsubsidized) is the 30 day SEC yield without the effect of applicable expense waivers.

#### INCOME DISTRIBUTIONS

Month	NAV at Month-End	
December 2023	\$0.633997	32.35

RISK STATISTICS (3 YEAR)	Fund	Index
Alpha	1.47	n/a
Beta	1.04	1.00
R <sup>2</sup>	0.99	1.00
Sharpe Ratio	-0.34	-0.41
Standard Deviation	20.45	19.51

TOP TEN COUNTRIES	% Invested Assets	% Index
United States	65.70	64.08
Japan	7.88	9.02
United Kingdom	5.53	4.28
Australia	4.25	5.98
Canada	3.90	2.16
Singapore	2.96	2.97
Hong Kong	1.96	2.38
Belgium	1.64	1.01
Sweden	1.49	1.99
Spain	1.43	0.37

TOP TEN HOLDINGS	% Fund
Prologis Inc	7.31
Welltower Inc	5.85
Equinix Inc	4.89
AvalonBay Communities Inc	4.17
Simon Property Group Inc	3.65
Public Storage	3.62
Digital Realty Trust Inc	3.60
Ventas Inc	3.27
American Homes 4 Rent	2.79
Brixmor Property Group Inc	2.45

SECTOR ALLOCATION	% Equity	% Index
Residential	18.42	15.00
Industrial	15.58	13.19
Retail	15.18	15.45
Healthcare	10.99	9.84
Data Centers	9.49	7.55
Diversified	8.93	18.75
Self Storage	7.78	6.13
Office	5.13	4.96
Specialty	3.80	4.50
Lodging/Resorts	2.77	2.59
Industrial/Office Mixed	1.93	2.05

Holdings and sector weightings are subject to change.

#### 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. **Real Estate:** The portfolio may be negatively affected by changes in real estate values or economic conditions, credit risk and interest rate fluctuations, changes in the value of the underlying real estate and defaults by lessees and/or borrowers. **Industry/Sector Concentration:** A portfolio that focuses its investments in a particular industry or sector will be more sensitive to conditions that affect that industry or sector than a non-concentrated portfolio. **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. **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.

#### 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. **3-Year Earnings Growth Rate:** Average of earnings per share growth for latest 3-year period. **5-Year Earnings Growth Rate:** Average of earnings per share growth for latest 5-year period. **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. **R<sup>2</sup>:** 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.

#### 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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#### 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 classifications 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 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 consideration if, in the opinion of LSEG 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](http://virtus.com) for a prospectus or summary prospectus. Read it carefully before investing.

**Not FDIC/NCUSIF Insured | May Lose Value | Not Bank Guaranteed**

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