

INVESTMENT OVERVIEW

The Fund is a globally diversified core allocation holding. The portfolio seeks to provide exposure to multiple sustainable investing strategies and enhanced risk-adjusted returns, by leveraging the experience and specialization of the of the Virtus Multi-Asset team.

KEY FEATURES

Core, Diversified Investment Solution — The Fund may serve as a core, globally diversified holding to anchor an investment portfolio and provide access to a broad range of asset classes and geographies

Sustainable Investing Focus — Pursues better long-term outcomes for both investors and society through a focus on sustainably oriented exposures, offering investors a turnkey solution to achieving a balanced portfolio while supporting sustainable investment practices

Specialized Multi-Asset Expertise — Managed by a specialized and dedicated portfolio management team that averages over 25 years of investment experience and is focused on delivering dynamic asset allocation, thoughtful portfolio construction, and balanced risk exposure

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

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
Class INST	0.00	3.13	6.88	0.65	5.56	4.48	5.67
Class A NAV	0.00	2.99	6.67	0.41	5.32	4.24	5.49
Class A POP	-5.50	-2.67	0.81	-1.46	4.13	3.65	5.26
Class R6	0.00	3.12	6.95	0.71	5.61	n/a	5.86
Index	1.75	6.39	12.49	2.15	6.52	5.78	6.95

ANNUAL PERFORMANCE (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class INST	11.94	-15.41	11.13	14.17	18.35	-8.52	16.94	3.68	-1.53	1.99
Index	15.37	-16.02	10.20	13.49	19.41	-5.52	15.41	5.92	-0.98	4.96

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.

Class INST Shares have no sales charges and are not available to all investors. The fund class gross expense ratio is 1.24%. The net expense ratio is 0.49%, which reflects a contractual expense reimbursement in effect through 2/1/2025. This ratio reflects the direct and indirect expenses paid by the Fund.

The net expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 0.29%.

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 1.50%. The net expense ratio is 0.72%, which reflects a contractual expense reimbursement in effect through 2/1/2025. This ratio reflects the direct and indirect expenses paid by the Fund.

The net expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 0.52%.

Class R6 Shares have no sales charges and are not available to all investors. The fund class gross expense ratio is 1.16%. The net expense ratio is 0.42%, which reflects a contractual expense reimbursement in effect through 2/1/2025. This ratio reflects the direct and indirect expenses paid by the Fund.

The net expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 0.22%.

Other share classes may have sales charges. See 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 composite index consists of 60% MSCI AC World Index (net) and 40% Bloomberg U.S. Aggregate Bond Index. The MSCI AC World Index (net) is a free float-adjusted market capitalization-weighted index that measures equity performance of developed and emerging markets. The index is calculated on a total return basis with net dividends reinvested. The Bloomberg U.S. Aggregate Bond Index measures the U.S. investment grade fixed rate bond market. The index is calculated on a total return basis. The composite 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 9/8/2015, the same date as the inception of the Fund's Class R6 Shares. Class INST inception date: 2/26/1999. Class A inception date: 9/30/1998.

SHARE CLASSES

SHARE CLASSES	Ticker	CUSIP
INST Shares	PALLX	92838V759
A Shares	PALAX	92838V767
C Shares	PALCX	92838V775
R6 Shares	AGASX	92838V551

FUND INFORMATION

Inception Date (Class INST)	02/26/99
AUM (\$ millions)	135.8
Number of Holdings	407
Dividends	Semi-Annually
Morningstar Category	Global Allocation
Index	60% MSCI AC World Index (net) / 40% Bloomberg U.S. Aggregate

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

MORNINGSTAR RATINGS (CLASS INST)

Time Period	# of Stars	# of Funds
Overall	★★★★	338
3 Year	★★★	338
5 Year	★★★	320
10 Year	★★★★	240

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



Virtus Multi-Asset is a global multi-asset manager specializing in dynamic asset allocation strategies and multi-manager portfolio construction that strives to align with client objectives, constraints, and expectations.

PORTFOLIO MANAGERS

Heather Bergman, Ph.D.

Industry start date: 2005

Start date as Fund Portfolio Manager: 2017

Paul Pietranico, CFA

Industry start date: 1995

Start date as Fund Portfolio Manager: 2009

Kunal Ghosh

Industry start date: 2002

Start date as Fund Portfolio Manager: 2022

David Torchia

Industry start date: 1984

Start date as Fund Portfolio Manager: 2022

Michael Rothstein, CFA, FRM, CAIA

Industry start date: 2006

Start date as Fund Portfolio Manager: 2023

RISK STATISTICS (3 YEAR)	Fund	Index
Alpha	-1.35	n/a
Beta	1.06	1.00
R ²	0.97	1.00
Sharpe Ratio	-0.19	-0.08
Standard Deviation	13.25	12.30

ASSET CLASS BREAKDOWN	Portfolio Weight
Fixed Income	44.71
Equity: North America	41.44
Equity: Developed Markets ex US	18.23
Equity: Emerging Markets	6.21
Other	-3.69

Weightings may not add up to 100% as a result of the use of certain financial instruments, including derivatives, which may be used to gain or reduce market exposure and/or for risk management purposes. Additionally, negative weightings reflect short positions which are typically used for hedging purposes and/or to adjust portfolio positioning.

TOP TEN HOLDINGS	% Fund
Virtus NFJ Global Sustainability Fund	14.89
Virtus Duff & Phelps Water Fund	3.01
Ginnie Mae II Pool, 2.5000%	2.29
United States Treasury Note/Bond, 2.2500% 02/15/2052	1.88
Virtus Duff & Phelps Clean Energy ETF	1.88
Microsoft Corp	1.82
Apple Inc	1.55
NVIDIA Corp	1.43
United States Treasury Note/Bond, 3.3750% 05/15/2033	1.36
United States Treasury Note/Bond, 2.8750% 05/15/2032	1.33

Holdings are subject to change.

IMPORTANT RISK CONSIDERATIONS

Allocation: The risk that the portfolio's exposure to equities and fixed income securities, or to different asset classes, may vary from the intended allocation or may not be optimal for market conditions at a given time. **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. **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. **Sustainable Investing:** Because the portfolio focuses on investments in companies that the Manager believes exhibit strong environmental, social, and corporate governance records, the portfolio's universe of investments may be smaller than that of other portfolios and broad equity benchmark indices. ESG factors may not be considered for every investment decision and there is no guarantee that the integration of ESG factors will result in better performance. **Underlying Fund Risk:** The portfolio will be indirectly affected by factors, risks and performance specific to any other portfolio in which it invests. **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. **Debt Instruments:** Debt instruments are subject to greater levels of credit and liquidity risk, may be speculative and may decline in value due to changes in interest rates or an issuer's or counterparty's deterioration or default. **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. **Derivatives:** Derivatives may include, among other things, futures, options, forwards and swap agreements and may be used in order to hedge portfolio risks, create leverage, or attempt to increase returns. Investments in derivatives may result in increased volatility and the portfolio may incur a loss greater than its principal investment. **Prospectus:** For additional information on risks, please see the fund's prospectus.

GLOSSARY

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 about 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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