

VIRTUS KAR HIGH-QUALITY EQUITY FUNDS



Quality-Driven Strategies Across Market Caps and Borders

Kayne Anderson Rudnick's investment philosophy is rooted in quality, with a focus on wealth preservation. Decades of management experience has yielded a rigorous definition of quality, which guides where the firm invests, across market caps and geographic regions.

U.S.										INTERNATIONAL/EMERGING MARKETS			GLOBAL		ALTERNATIVE	SPECIALTY
SMALL-CAP			SMALL-MID-CAP			MID-CAP		LARGE-CAP		SMALL-CAP	SMALL-MID-CAP	ALL-CAP	SMALL-CAP	ALL-CAP	LONG/SHORT	HEALTH
VIRTUS KAR SMALL-CAP VALUE FUND	VIRTUS KAR SMALL-CAP CORE FUND*	VIRTUS KAR SMALL-CAP GROWTH FUND	VIRTUS KAR SMALL-MID CAP CORE FUND	VIRTUS KAR SMALL- MID CAP GROWTH FUND	VIRTUS KAR SMALL-MID CAP VALUE FUND	VIRTUS KAR MID-CAP CORE FUND	VIRTUS KAR MID-CAP GROWTH FUND	VIRTUS KAR EQUITY INCOME FUND	VIRTUS KAR CAPITAL GROWTH FUND	VIRTUS KAR EMERGING MARKETS SMALL-CAP FUND	VIRTUS KAR INTERNATIONAL SMALL-MID CAP FUND	VIRTUS KAR DEVELOPING MARKETS FUND	VIRTUS KAR GLOBAL SMALL-CAP FUND***	VIRTUS KAR GLOBAL QUALITY DIVIDEND FUND	VIRTUS KAR LONG/ SHORT EQUITY FUND	VIRTUS KAR HEALTH SCIENCES FUND***
SYMBOL																
A: PQSAX	A: PKSAX	A: PSGAX	A: VKSAX	A: VAKSX	A: VKSDX	A: VMACX	A: PHSKX	A: PDIAX	A: PSTAX	A: VAESX	A: VISAX	A: VDMAX	A: RGSAX	A: PPTAX	A: VLSAX	A: RAGHX
C: PQSCX	C: PKSCX	C: PSGCX	C: VKSCX	C: VCKSX	C: VKSEX	C: VMCCX	C: PSKCX	C: PGICX	C: SSTFX	C: VCESX	C: VCISX	C: VDMCX	C: RGSCX	C: PPTCX	C: VLSCX	C: RCGHX
I: PXQSX	I: PKSFX	I: PXSGX	I: VKSIX	I: VIKSX	I: VKSFX	I: VIMCX	I: PICMX	I: PXIIX	I: PLXGX	I: VIESX	I: VIISX	I: VIDMX	I: DGSCX	I: PIPTX	I: VLSIX	I: HLHIX
R6: VQSRX	R6: VSCRX	R6: VRSGX	R6: VKSRX	R6: VRKRX	R6: VKSGX	R6: VRMCX	R6: VRMGX	R6: VECRX	R6: VCGRX	R6: VRESX	R6: VRISX	R6: VDMRX	P: ARSPX	R6: VGQRX	R6: VLSRX	P: AAAEX
NUMBER OF HOLDINGS																
20-35	20-40	20-40	25-35	20-35	25-35	25-35	25-50	25-50	25-50	30-60	30-60	30-60	40-50	25-50	Long: 20-30 Short: 20-30	40-50
BENCHMARK																
Russell 2000® Value Index	Russell 2000® Index	Russell 2000® Growth Index	Russell 2500™ Index	Russell 2500™ Growth Index	Russell 2500™ Value Index	Russell Midcap® Index	Russell Midcap® Growth Index	MSCI USA High Dividend Yield Index (net)	Russell 1000® Growth Index	MSCI Emerging Markets Small Cap Index (net)	MSCI AC World Ex USA Small Mid Cap Index (net)	MSCI Emerging Markets Index	MSCI World Small Cap Index	Russell Developed Large Cap Index (net)	Russell 3000® Index	MSCI World Health Care Index
INVESTMENT OPPORTUNITY																

KAR believes that superior risk-adjusted returns can be achieved by investing in high-quality companies with market dominance, excellent management, financial strength, and consistent growth, purchased at reasonable prices.

**For more information about Kayne Anderson Rudnick's
high-conviction, high-quality equity strategies,
visit virtus.com or call 800-243-4361.**

*Effective July 31, 2018, this Fund is closed to new investors. Please see the prospectus for exceptions.

The **Russell 2000® Value Index** is a market capitalization-weighted index of value-oriented stocks of the smallest 2,000 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. The **Russell 2000® Index** is a market capitalization-weighted index of the 2,000 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. The **Russell 2000® Growth Index** is a market capitalization-weighted index of growth-oriented stocks of the smallest 2,000 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. The **Russell 2500™ Index** is 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. The **Russell 2500™ Growth Index** is a market capitalization-weighted index of growth-oriented stocks 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. The **Russell 2500™ Value Index** is a market capitalization-weighted index of value-oriented stocks 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. The **Russell Midcap® Index** is a market capitalization-weighted index of medium-capitalization stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The **Russell Midcap® Growth Index** is a market capitalization-weighted index of medium-capitalization, growth-oriented stocks of U.S. companies. The index is calculated on a total return basis with dividends reinvested. The **Russell 1000® Growth Index** is a market capitalization-weighted index of growth-oriented stocks of the 1,000 largest 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. The **MSCI USA High Dividend Yield Index** is based on the MSCI USA Index, its parent index, and includes large and mid cap stocks. The index is designed to reflect the performance of equities in the parent index (excluding REITs) with higher dividend income and quality characteristics than average dividend yields that are both sustainable and persistent. The index also applies quality screens and reviews 12-month past performance to omit stocks with potentially deteriorating fundamentals that could force them to cut or reduce dividends. The index is calculated on a total return basis with net dividends reinvested. The **MSCI Emerging Markets Small Cap Index (net)** is a free float-adjusted market capitalization-weighted index designed to measure small cap equity market performance in the global emerging markets. The index is calculated on a total return basis with net dividends reinvested. The **MSCI AC World Ex USA Small Mid Cap Index (net)** is 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 **MSCI Emerging Markets Index** is 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 gross dividends reinvested. The **MSCI World Small Cap Index (net)** is a free float-adjusted market capitalization-weighted index that measures small cap equity performance of developed markets. The index is calculated on a total return basis with net dividends reinvested. The **Russell Developed Large Cap Index** is a free-float market capitalization-weighted index constructed to provide a comprehensive and unbiased barometer for the large-cap segment in the developed world, calculated on a total return basis with net dividends reinvested. The **Russell 3000® Index** is a market capitalization-weighted index that measures the performance of the 3,000 largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The **MSCI World Health Care Index (net)** is designed to capture the large and mid-cap segments of developed markets. All securities in the index are classified in the Health Care sector as per the Global Industry Classification Standard. 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.

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. **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. **Foreign Investing:** Investing in foreign securities subjects the portfolio to additional risks such as increased volatility; currency fluctuations; less liquidity; less publicly available information about the foreign investment; and political, regulatory, economic, and market 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. **Non-Diversified:** The portfolio is not diversified and may be more susceptible to factors negatively impacting its holdings to the extent the portfolio invests more of its assets in the securities of fewer issuers than would a diversified portfolio. **Short Sales:** The portfolio may engage in short sales, and may incur a loss if the price of a borrowed security increases before the date on which the portfolio replaces the security. **Counterparty:** There is risk that a party upon whom the portfolio relies to complete a transaction will default. **Technology Concentration:** Because the portfolio is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification. **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. **Sector Focused Investing:** Events negatively affecting a particular industry or market sector in which the portfolio focuses its investments may cause the value of the portfolio to decrease. **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. **Focused Investments:** To the extent the portfolio focuses its investments on a limited number of issuers, sectors, industries or geographic regions, it may be subject to increased risk and volatility. **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](https://www.virtus.com) for a prospectus or summary prospectus. Read it carefully before investing.

Not all products and/or marketing materials may be available at all firms.

Not FDIC Insured | May Lose Value | Not Bank Guaranteed

Mutual Funds distributed by **VP Distributors, LLC**, member FINRA and subsidiary of Virtus Investment Partners, Inc.

6854 1-24 © 2024 Virtus Mutual Funds



Kayne Anderson Rudnick

A VIRTUS INVESTMENT PARTNER