

VIRTUS FUNDS—I Shares as of 9/30/18

		Overall	3 Year	5 Year	10 Year
Virtus Ceredex Large-Cap Value Equity Fund STVTX	<i>Large Value</i> Notes: 1, 2, 27	★★★★ 1109 funds	★★★ 1109 funds	★★★ 948 funds	★★★★ 696 funds
Virtus Ceredex Mid-Cap Value Equity Fund SMVTX	<i>Mid-Cap Value</i> Notes: 1, 2, 27	★★★★ 373 funds	★★★★ 373 funds	★★★ 315 funds	★★★★ 228 funds
Virtus Duff & Phelps Global Real Estate Securities Fund VGISX	<i>Global Real Estate</i> Notes: 1, 6, 7, 8, 27	★★★★★ 200 funds	★★★★★ 200 funds	★★★★★ 162 funds	Not Rated N/A
Virtus Duff & Phelps International Real Estate Securities Fund PXRIX	<i>Global Real Estate</i> Notes: 1, 5, 6, 7, 27	★★★★ 200 funds	★★★★ 200 funds	★★★★ 162 funds	★★★★ 102 funds
Virtus Duff & Phelps Select MLP and Energy Fund VLPIX	<i>Energy Limited Partnership</i> Notes: 1, 24, 25, 26, 27	★★★★ 100 funds	★★★★ 100 funds	Not Rated N/A	Not Rated N/A
Virtus Herzfeld Fund VHFIX	<i>Allocation—50% to 70% Equity</i> Notes: 1, 4, 8, 9, 10, 27	★★★★ 703 funds	★★★★★ 703 funds	★★★★ 619 funds	Not Rated N/A
Virtus KAR Emerging Markets Small-Cap Fund VIESX	<i>Diversified Emerging Mkts</i> Notes: 1, 6, 8, 11, 27	★★★★★ 708 funds	★★★★★ 708 funds	Not Rated N/A	Not Rated N/A
Virtus KAR International Small-Cap Fund VIISX	<i>Foreign Small/Mid Blend</i> Notes: 1, 6, 8, 11, 27	★★★★★ 89 funds	★★★★★ 89 funds	★★★★★ 65 funds	Not Rated N/A
Virtus KAR Mid-Cap Core Fund VIMCX	<i>Mid-Cap Growth</i> Notes: 1, 6, 11, 27	★★★★★ 540 funds	★★★★ 540 funds	★★★★★ 483 funds	Not Rated N/A
Virtus KAR Mid-Cap Growth Fund PICMX	<i>Mid-Cap Growth</i> Notes: 1, 6, 11, 27	★★★★ 540 funds	★★★★★ 540 funds	★★★★★ 483 funds	★★★ 342 funds
Virtus KAR Small-Cap Core Fund PKSFX	<i>Small Growth</i> Notes: 1, 6, 11, 27	★★★★★ 606 funds	★★★★★ 606 funds	★★★★★ 532 funds	★★★★★ 404 funds
Virtus KAR Small-Cap Growth Fund PXSGX	<i>Small Growth</i> Notes: 1, 6, 11, 27	★★★★★ 606 funds	★★★★★ 606 funds	★★★★★ 532 funds	★★★★★ 404 funds
Virtus Newfleet Bond Fund SAVYX	<i>Intermediate-Term Bond</i> Notes: 8, 10, 12, 13, 27	★★★★★ 902 funds	★★★★★ 902 funds	★★★★★ 796 funds	★★★★ 577 funds
Virtus Newfleet High Yield Fund PHCIX	<i>High Yield Bond</i> Notes: 5, 6, 10, 13, 27	★★★★ 592 funds	★★★★ 592 funds	★★★★ 502 funds	Not Rated N/A
Virtus Newfleet Low Duration Income Fund HIBIX	<i>Short-Term Bond</i> Notes: 5, 10, 12, 13, 27	★★★★★ 474 funds	★★★★ 474 funds	★★★★ 400 funds	★★★★★ 260 funds
Virtus Newfleet Multi-Sector Intermediate Bond Fund VMFIX	<i>Multisector Bond</i> Notes: 8, 10, 12, 13, 14, 27	★★★★ 278 funds	★★★★ 278 funds	★★★★ 215 funds	Not Rated N/A
Virtus Newfleet Multi-Sector Short Term Bond Fund PIMSX	<i>Short-Term Bond</i> Notes: 8, 10, 12, 13, 14, 27	★★★★★ 474 funds	★★★★★ 474 funds	★★★★★ 400 funds	★★★★★ 260 funds
Virtus Newfleet Senior Floating Rate Fund PSFIX	<i>Bank Loan</i> Notes: 10, 13, 14, 15, 16, 27	★★★★ 211 funds	★★★ 211 funds	★★★ 184 funds	★★★★ 81 funds
Virtus Newfleet Tax-Exempt Bond Fund HXBIX	<i>Muni National Interm</i> Notes: 10, 13, 17, 18, 27	★★★★ 260 funds	★★★★ 260 funds	★★★★ 224 funds	★★★★ 146 funds
Virtus Rampart Alternatives Diversifier Fund VADIX	<i>Multialternative</i> Notes: 1, 3, 4, 5, 6, 7, 10, 19, 20, 27	★★★★ 299 funds	★★★★★ 299 funds	★★★ 160 funds	Not Rated N/A
Virtus Seix Corporate Bond Fund STICX	<i>Corporate Bond</i> Notes: 10, 13, 27	★★★★ 181 funds	★★★★ 181 funds	★★★★ 152 funds	Not Rated N/A

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Virtus Seix Floating Rate High Income Fund SAMBX	<i>Bank Loan</i> Notes: 10, 13, 14, 27	★★★★ 211 funds	★★★★ 211 funds	★★★★ 184 funds	★★★★ 81 funds
Virtus Seix Georgia Tax-Exempt Bond Fund SGATX	<i>Muni Single State Intern</i> Notes: 10, 17, 18, 21, 27	★★★★ 138 funds	★★★★ 138 funds	★★★★ 137 funds	★★★★ 115 funds
Virtus Seix High Income Fund STHTX	<i>High Yield Bond</i> Notes: 8, 10, 13, 27	★★★★ 592 funds	★★★★ 592 funds	★★★★ 502 funds	★★★★ 331 funds
Virtus Seix North Carolina Tax-Exempt Bond Fund CNCFX	<i>Muni Single State Intern</i> Notes: 10, 17, 18, 21, 27	★★★★ 138 funds	★★★ 138 funds	★★★ 137 funds	★★★★ 115 funds
Virtus Seix U.S. Mortgage Fund SLMTX	<i>Intermediate Government</i> Notes: 10, 12, 22, 27	★★★★ 211 funds	★★★★ 211 funds	★★★★★ 199 funds	★★★★ 149 funds
Virtus Seix Ultra-Short Bond Fund SISSX	<i>Ultrashort Bond</i> Notes: 8, 10, 12, 27	★★★★ 144 funds	★★★ 144 funds	★★★★ 113 funds	★★★★ 59 funds
Virtus Vontobel Emerging Markets Opportunities Fund HIEMX	<i>Diversified Emerging Mkts</i> Notes: 1, 6, 8, 21, 27	★★★★ 708 funds	★★ 708 funds	★★★★ 508 funds	★★★★★ 218 funds
Virtus Vontobel Foreign Opportunities Fund JVXIX	<i>Foreign Large Growth</i> Notes: 1, 6, 8, 27	★★★★ 347 funds	★★★ 347 funds	★★★★ 313 funds	★★★★ 222 funds
Virtus Vontobel Global Opportunities Fund WVOIX	<i>World Large Stock</i> Notes: 1, 6, 8, 21, 27	★★★★★ 739 funds	★★★★ 739 funds	★★★★★ 611 funds	Not Rated N/A
Virtus WCM International Equity Fund STITX	<i>Foreign Large Growth</i> Notes: 1, 5, 23, 27	★★★★ 347 funds	★★★★★ 347 funds	★★★★ 313 funds	★★★ 222 funds
Virtus Zevenbergen Innovative Growth Stock Fund SCATX	<i>Large Growth</i> Notes: 1, 23, 27	★★★★ 1258 funds	★★★★★ 1258 funds	★★★ 1129 funds	★★★★ 818 funds

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IMPORTANT RISK CONSIDERATIONS:

- ¹ **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.
- ² **Value Stocks:** Value stocks are subject to the risk that the broad market may not recognize their intrinsic value.
- ³ **Allocation:** The fund's exposure to different asset classes may not be optimal for market conditions at a given time. Asset allocation does not guarantee a profit or protect against a loss in declining markets.
- ⁴ **Fund of Funds:** Because the fund can invest in other funds, it indirectly bears its proportionate share of the operating expenses and management fees of the underlying fund(s).
- ⁵ **Foreign Investing:** Investing internationally involves additional risks such as currency, political, accounting, economic, and market risk.
- ⁶ **Industry/Sector Concentration:** A fund 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 fund.
- ⁷ **Real Estate:** The fund may be negatively affected by factors specific to the real estate market, including interest rates, leverage, property, and management.
- ⁸ **Foreign & Emerging Markets:** Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic, and market risk.
- ⁹ **Closed-End Funds:** Closed-end funds may trade at a discount from their net asset values, which may affect whether the fund will realize gains or losses. They may also employ leverage, which may increase volatility.
- ¹⁰ **Credit & Interest:** Debt securities are subject to various risks, the most prominent of which are credit and interest rate risk. The issuer of a debt security may fail to make interest and/or principal payments. Values of debt securities may rise or fall in response to changes in interest rates, and this risk may be enhanced with longer-term maturities.
- ¹¹ **Limited Number of Investments:** Because the fund has a limited number of securities, it may be more susceptible to factors adversely affecting its securities than a less concentrated fund.
- ¹² **ABS/MBS:** Changes in interest rates can cause both extension and prepayment risks for asset- and mortgage-backed securities. These securities are also subject to risks associated with the repayment of underlying collateral.
- ¹³ **High Yield-High Risk Fixed Income Securities:** There is a greater level of credit risk and price volatility involved with high yield securities than investment grade securities.
- ¹⁴ **Bank Loans:** Loans may be unsecured or not fully collateralized, may be subject to restrictions on resale and/or trade infrequently on the secondary market. Loans can carry significant credit and call risk, can be difficult to value, and have longer settlement times than other investments, which can make loans relatively illiquid at times.
- ¹⁵ **Leverage:** When a fund leverages its portfolio, the value of its shares may be more volatile and all other risks may be compounded.
- ¹⁶ **Liquidity:** Certain securities may be difficult to sell at a time and price beneficial to the fund.
- ¹⁷ **Municipal Market:** Events negatively impacting a municipal security, or the municipal bond market in general, may cause the fund to decrease in value.
- ¹⁸ **State & AMT Tax:** A portion of income may be subject to some state and/or local taxes and, for certain investors, a portion may be subject to the federal alternative minimum tax.
- ¹⁹ **Derivatives:** Investments in derivatives such as futures, options, forwards, and swaps may increase volatility or cause a loss greater than the principal investment.
- ²⁰ **Affiliated Funds:** The fund's adviser can select affiliated and/or unaffiliated funds, which may create a conflict of interest.
- ²¹ **Geographic Concentration:** A fund that focuses its investments in a particular geographic location will be highly sensitive to financial, economic, political, and other developments affecting the fiscal stability of that location.
- ²² **U.S. Government Securities:** U.S. government securities may be subject to price fluctuations. An agency may default on an obligation not backed by the United States. Any guarantee on U.S. government securities does not apply to the value of the fund's shares.
- ²³ **Growth Stocks:** Growth stocks are typically sensitive to market movements because their market prices tend to reflect future expectations. When it appears those expectations will not be met, the prices of growth stocks typically fall.
- ²⁴ **Energy Sector Concentration:** The fund's investments are concentrated in the energy sector and may present more risks than if the fund were broadly diversified over numerous sectors of the economy.
- ²⁵ **Non-Diversified:** The fund is non-diversified and may be more susceptible to factors negatively impacting its holdings to the extent that each security represents a larger portion of the fund's assets.
- ²⁶ **MLPs:** Investments in Master Limited Partnerships may be adversely impacted by tax law changes, regulation, or factors affecting underlying assets.
- ²⁷ **Prospectus:** For additional information on risks, please see the fund's prospectus.

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