

IF YOU ARE IN DOUBT ABOUT THE CONTENTS OF THIS PROSPECTUS YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISOR (“PROFESSIONAL ADVISORS”). The Directors of the Company, whose names appear in the Prospectus under the section “DIRECTORY”, accept responsibility for the information contained in this document.

SUPPLEMENT

VIRTUS GF MULTI-SECTOR SHORT DURATION BOND FUND

(a Fund of Virtus Global Funds plc, an open-ended investment company with variable capital constituted as an umbrella fund with segregated liability between its Funds)

Supplement No.1 dated 12 December 2016

This Supplement contains specific information in relation to the Virtus GF Multi-Sector Short Duration Bond Fund (the “Fund”), a sub-fund of Virtus Global Funds plc. It forms part of and must be read in the context of and together with the Prospectus of the Company dated 12 December 2016.

Words and expressions defined in the Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Supplement.

INTRODUCTION

This Supplement comprises information relating to the Shares of the Fund to be issued in accordance with the Prospectus and this Supplement.

The Fund is currently offering the following accumulating and distributing Classes of Shares: Class A, C, I, and R Shares which shall be offered in US Dollars, Pounds Sterling and Euro. All of the Classes of Shares which are in a currency other than US Dollars are unhedged.

The general details set out in the Prospectus apply to the Fund save where otherwise stated in this Supplement. To the extent that there is any inconsistency between this Supplement and the Prospectus, this Supplement shall prevail.

DEFINITIONS

In this Supplement, the following words and phrases shall have the meanings indicated below:

“Sub-Investment Manager” Newfleet Asset Management LLC, or such other persons as may be appointed in accordance with the requirements of the Central Bank to provide sub-investment management services to the Investment Manager;

THE FUND

Investment Objective

The Virtus GF Multi-Sector Short Duration Bond Fund seeks to provide high current income while attempting to limit changes in the Net Asset Value per Share caused by interest rate movements.

Investment Policies

Under normal circumstances, the Fund will invest at least 80% of its assets in bonds. “Bonds” are debt obligations from government and corporate issuers. The Fund will invest, primarily, in investment-grade securities which are rated at the time of investment BBB or above by Standard & Poor’s Corporation or an equivalent rating from Moody’s Investor Service or Fitch Ratings or if unrated, those that the Sub-Investment Manager determines, pursuant to procedures reviewed and approved by the Investment Manager to be of comparable quality. The Fund may continue to hold securities whose credit quality falls below investment grade where the Investment Manager believes that the security still holds value at the lower credit rating.

The Fund seeks to achieve its objective by investing in a diversified portfolio of primarily short-term fixed income securities with an overall portfolio average duration of three and one-half (3½) years or less, including rule 144A securities. The Fund may invest in the following market sectors:

- corporate investment grade;
- corporate high yield;
- securities issued or guaranteed as to principal and interest by the U.S. government, its agencies, authorities or instrumentalities, including collateralised mortgage obligations (“CMOs”) and other pass-through securities;
- non-agency commercial mortgage-backed securities;
- non-agency residential mortgage-backed securities;
- asset-backed securities;
- securities issued by non-U.S. issuers, including governments and their political subdivisions, and issuers located in emerging markets;
- taxable municipal bonds; and
- tax-exempt municipal bonds.

Subject to the limitations set out below, the Fund may invest in all or some of these sectors.

CMOs are debt obligations issued by special purpose entities that are secured by mortgage-backed certificates, including, in many cases, certificates issued by governmental or government-related guarantors, including the Government National Mortgage Association (GNMA), Federal National Mortgage Association (FNMA) and Federal Home Loan Mortgage Corporation (FHLMC). Pass-through securities are equity interests in a trust composed of mortgage loans or other mortgage-related securities. Payments of principal and interest on underlying collateral provide the monies to pay debt service on the CMO or make scheduled distributions on the pass-through security.

Securities are selected using a sector rotation approach that seeks to strategically overweight undervalued sectors while applying strict risk controls. The Sub-Investment Manager seeks to adjust the proportion of investment in the sectors described above and the selections within sectors to obtain higher relative returns. Sectors are analyzed by the Sub-Investment Manager for attractive values. Securities within sectors are selected based on general economic and financial conditions, and the issuer’s business, management, cash, assets, earnings and stability. Securities selected for investment are those that the Sub-Investment Manager believes offer the best potential for total return based on risk reward trade-off.

The Fund manages duration utilizing a duration neutral strategy, whereby the Sub-Investment Manager focuses on sector and issue selection rather than seeking to anticipate the direction of interest rates in its investment decisions. Duration measures the interest rate sensitivity of a fixed income security by assessing and weighting the present value of the security’s payment pattern. Generally, the longer the maturity, the greater the duration and, therefore, the greater effect interest rate changes have on the price of the security and the Net Asset Value per Share. The Fund will seek to limit such changes by having an average duration of between one to three and one-half (3 ½) years.

The Fund may sell a security if it no longer meets the Fund’s investment criteria or for a variety of other reasons, such as to secure gains, limit losses, maintain its duration, redeploy assets into opportunities believed to be more promising, or satisfy redemption requests, among others. The Fund will not be required to sell a security that has been downgraded after purchase; however, in these cases, the Fund will monitor the situation to determine whether it is advisable for the Fund to continue to hold the security. In considering whether to sell a security, the Fund may evaluate factors including, but not limited to, the condition of the economy, changes in the issuer’s competitive position or

financial condition, changes in the outlook for the issuer's industry, the Fund's valuation target for the security, and the impact of the security's duration on the Fund's overall duration.

In addition to the principal investment objectives and policies above, the Fund may also invest up to 20% of its Net Asset Value in bank loans, equity securities, when-issued and delayed-delivery securities, and zero coupon, step coupon and payment-in-kind (PIK) bonds as more particularly set out in the section "ADDITIONAL INVESTMENT TECHNIQUES" in the Prospectus.

As of the date of this Prospectus, the Sub-Investment Manager does not intend to employ FDI in relation to the Fund. Should the Sub-Investment Manager intend to employ FDI in relation to the Fund in the future, it will ensure that the Company's risk management process includes all necessary policies and procedures to enable the Sub-Investment Manager to accurately measure, monitor and manage the various risks associated with such investment techniques and instruments. Any risk management process employed in respect of the Fund will be submitted to the Central Bank in accordance with the Central Bank UCITS Regulations prior to the use of FDI.

The Fund may invest up to 10% of its Net Asset Value in collective investment schemes, subject to the limits set out in Schedule II and the limitations contained in Regulation 68 of the Regulations. Such collective investment schemes will have investment policies consistent with the investment policies of the Fund, within the investment restrictions set out in Schedule II.

The Fund may have exposure to non U.S. Dollar denominated securities but it does not expect this exposure to exceed 20% of the Net Asset Value of the Fund. The Sub-Investment Manager does not intend to undertake currency hedging.

With the exception of permitted investment in unlisted securities and in units or shares of other collective investment schemes, investment by the Fund in securities is restricted to securities listed or dealt in on the Regulated Markets listed in the Prospectus.

As the Fund may invest up to 35% of its Net Asset Value (at the time of investment) in below investment grade securities, provided however that overall holdings of below investment grade securities shall, at no time, exceed 40% of the Net Asset Value; and the Fund may invest up to 25% of its Net Asset Value in securities of issuers in emerging market countries, an investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be suitable for all investors.

Investment Restrictions

The general investment restrictions as set out in the "INVESTMENT RESTRICTIONS" section of the Prospectus shall apply.

Base Currency

The base currency of the Fund is U.S. Dollars.

Profile of a Typical Investor

The Virtus GF Multi-Sector Short Duration Bond Fund is suitable for investors who seek high current income and are prepared to accept a moderate level of volatility. Investors should be prepared to maintain a long term investment in the Virtus GF Multi-Sector Short Duration Bond Fund.

SUB-INVESTMENT MANAGER

The Investment Manager has appointed Newfleet Asset Management, LLC as Sub-Investment Manager in respect of the Fund. The Sub-Investment Manager is a Delaware limited liability company, is registered as an Investment Adviser with the SEC in the U.S. and is an affiliate of the Investment Manager.

The Sub-Investment Manager's principal address is 100 Pearl Street, 7th Floor, Hartford, Connecticut 06103, USA.

The Sub-Investment Manager offers investment advisory services to foundations, endowments, trusts, pension and profit sharing plans, corporations, public funds, multi-employer plans and private clients. It also provides portfolio investment management services as a sub-adviser to registered investment companies and private and institutional clients of its affiliates and serves as the collateral manager for certain structured products (collateralized debt obligations and collateralized loan obligations).

An agreement is in place between the Investment Manager and the Sub-Investment Manager in respect of the management of the Fund.

RISK FACTORS

Investment in the Fund carries with it a degree of risk including, but not limited to, the risks described in the "CHARACTERISTICS AND RISKS OF SECURITIES AND INVESTMENT TECHNIQUES" section of the Prospectus. These investment risks are not purported to be exhaustive and potential investors should review the Prospectus and this Supplement carefully and consult with their professional advisors before making an application for Shares. There can be no assurance that the Fund will achieve its investment objective.

SUBSCRIPTIONS

How to Purchase Shares

Details of the Classes available and the relevant class currency, minimum initial subscription amount minimum subsequent investment amount and any relevant Initial Offer Period and Initial Offer Price are set out below under "Share Class Information".

Initial Offer Period¹

The Initial Offer Period for the Class A Accumulating Shares, Class A Distributing Shares, Class C Accumulating Shares, Class C Distributing Shares, Class I Accumulating Shares, Class I Distributing Shares, Class R Accumulating Shares and Class R Distributing Shares is closed.

The Initial Offer Period for all other Classes is open and shall close on the earlier of (i) the first investment by a Shareholder in that Class or (ii) on 9 June 2017.

¹ Virtus to confirm of any other launched classes

Subscriptions Following the Initial Offer Period

Following the close of the Initial Offer Period, an Applicant may apply to subscribe for Shares in respect of each Dealing Day at the Subscription Price per Share calculated as at the Valuation Point in respect of the relevant Dealing Day.

Application Forms, duly completed in accordance with the instructions set out in the Application Form and the section “ADMINISTRATION OF THE COMPANY: How to Purchase Shares - *Subscription Procedure*” in the Prospectus must be received by the Administrator prior to the Dealing Deadline for the relevant Dealing Day or, in exceptional circumstances, such later time or date as the Directors shall determine, provided the Application Form is received before the Valuation Point.

Any Application Form sent by facsimile or other electronic means (as the Directors and the Administrator may approve in accordance with the requirements of the Central Bank) must be confirmed promptly by receipt of a signed original Application Form and supporting anti-money laundering documentation.

Further details in relation to the procedure for subscriptions are set out in the section “ADMINISTRATION OF THE COMPANY: How to Purchase Shares - *Subscription Procedure*” in the Prospectus.

REDEMPTIONS

How to Redeem Shares

Shares may be redeemed at the Redemption Price Per Share on a Dealing Day by contacting the Administrator or the Distributor for onward transmission to Administrator so that a signed redemption request (in writing, by fax, or such other electronic means agreed by the Administrator and in accordance with the requirements of the Central Bank) is received by the Administrator no later than the Dealing Deadline.

In the case of faxed or other electronic redemption requests, payment will only be made to the account of record.

Redemption requests received by the Administrator subsequent to the Dealing Deadline shall be effective on the next succeeding Dealing Day.

All payments of redemption monies shall normally be made within 3 Business Days of the relevant Dealing Day but in any event within 10 Business Days of the Dealing Deadline on which the redemption request is made. The redemption proceeds shall be made by telegraphic transfer at the Shareholder’s expense to the Shareholder’s bank account, details of which shall be set out by the Shareholder to the Administrator in the Application Form. Redemption proceeds cannot be released until the Application Form (in the form of a signed original or as may have been received by the Administrator by such other electronic means (including applications made via a Clearing System) and as the Directors and the Administrator shall have approved) and all documents required in connection with the obligation to prevent money laundering have been received by the Administrator and all anti-money laundering procedures have been completed.

Further details in relation to the procedure for subscriptions are set out in the section “ADMINISTRATION OF THE COMPANY: How to Redeem Shares” in the Prospectus.

SHARE CLASS INFORMATION

Class	Class Currency	Minimum Initial Subscription	Minimum Subsequent Subscription
Class A Accumulating	USD	USD 5,000	USD 1,000
Class A Distributing	USD	USD 5,000	USD 1,000
Class A EUR Accumulating	EUR	EUR 5,000	EUR 1,000
Class A EUR Distributing	EUR	EUR 5,000	EUR 1,000
Class A GBP Accumulating	GBP	GBP 5,000	GBP 1,000
Class A GBP Distributing	GBP	GBP 5,000	GBP 1,000
Class C Accumulating	USD	USD 5,000	USD 1,000
Class C Distributing	USD	USD 5,000	USD 1,000
Class C EUR Accumulating	EUR	EUR 5,000	EUR 1,000
Class C EUR Distributing	EUR	EUR 5,000	EUR 1,000
Class C GBP Accumulating	GBP	GBP 5,000	GBP 1,000
Class C GBP Distributing	GBP	GBP 5,000	GBP 1,000
Class I Accumulating	USD	USD 1 million	USD 250,000

Class	Class Currency	Minimum Initial Subscription	Minimum Subsequent Subscription
Class I Distributing	USD	USD 1 million	USD 250,000
Class I EUR Accumulating	EUR	EUR 1 million	EUR 250,000
Class I EUR Distributing	EUR	EUR 1 million	EUR 250,000
Class I GBP Accumulating	GBP	GBP 1 million	GBP 250,000
Class I GBP Distributing	GBP	GBP 1 million	GBP 250,000
Class R Accumulating	USD	USD 5,000	USD 1,000
Class R Distributing	USD	USD 5,000	USD 1,000
Class R EUR Accumulating	EUR	EUR 5,000	EUR 1,000
Class R EUR Distributing	EUR	EUR 5,000	EUR 1,000
Class R GBP Accumulating	GBP	GBP 5,000	GBP 1,000
Class R GBP Distributing	GBP	GBP 5,000	GBP 1,000

The Initial Offer Price of the Class A Distributing Shares, Class C Distributing Shares and Class R Distributing Shares shall be the Subscription Price per Share of the Class I Distributing Shares on the relevant Dealing Day, together with any applicable Initial Charge. The Initial Offer Price of the Class A Accumulating Shares, Class C Accumulating Shares and Class R Accumulating Shares shall be the Subscription Price per Share of the Class I Accumulating Shares on the relevant Dealing Day, together with any applicable Initial Charge.

The Initial Offer Price of the Class I EUR Distributing Shares, Class I GBP Distributing Shares, Class A EUR Distributing Shares, Class A GBP Distributing Shares, Class C EUR Distributing Shares, Class C GBP Distributing Shares, Class R EUR Distributing Shares and Class R GBP Distributing Shares shall be the currency equivalent of the Subscription Price per Share of the Class I Distributing Shares on the relevant Dealing Day, together with any applicable Initial Charge.

The Initial Offer Price of the Class I EUR Accumulating Shares, Class I GBP Accumulating Shares, Class A EUR Accumulating Shares, Class A GBP Accumulating Shares, Class C EUR Accumulating Shares, Class C GBP Accumulating Shares, Class R EUR Accumulating Shares

and Class R GBP Accumulating Shares shall be the currency equivalent of the Subscription Price per Share of the Class I Accumulating Shares on the relevant Dealing Day, together with any applicable Initial Charge.

As of the date of this supplement, the Class A Accumulating Shares, Class A Distributing Shares, Class I Accumulating Shares, Class I Distributing Shares, Class C Accumulating Shares, Class C Distributing Shares, Class R Distributing Shares and Class R Accumulating Shares are available for subscription. Investors seeking to invest in all other classes should contact the Investment Manager. Upon receipt of sufficient interest in a Class, a Class may be launched.

All applicable Expense Limitations, Initial Charges and Service Fees in relation to the Classes of Shares listed above are set out in the section “Fees and Expenses” below.

FEES AND EXPENSES

The Fund shall bear its attributable portion of the fees and operating expenses of the Company. The fees and operating expenses of the Company are set out in the section “FEES AND EXPENSES” in the Prospectus.

Establishment Costs

The expenses incurred in the establishment of the Fund were €57,000. These fees will be amortised over the first 3 financial years of the Fund in accordance with the provisions of the Prospectus.

Expense Limitation

The Investment Manager has currently voluntarily undertaken to limit the aggregate annual ordinary expenses of the Fund’s Classes, including but not limited to Depositary, Administrator, Investment Management and other expenses as set out in the section “FEES AND EXPENSES: Other Expenses” in the Prospectus, as follows:

Share Class	Expense Limitation
A (Accumulating and Distributing)	1.25% of the average daily Net Asset Value of the Class
C (Accumulating and Distributing)	1.95% of the average daily Net Asset Value of the Class
I (Accumulating and Distributing)	0.70% of the average daily Net Asset Value of the Class
R (Accumulating and Distributing)	0.80% of the average daily Net Asset Value of the Class

The Investment Manager may terminate or modify any such voluntary undertaking at any time at its sole discretion upon advance notice to the Shareholders.

Investment Management Fees and Expenses

Under the Investment Management Agreement, the Company will pay to the Investment Manager an investment management fee in respect of the Fund. The investment management fee in respect of each Class of the Fund will be:

Share Class	Investment Management Fee

A (Accumulating and Distributing)	1.15% of the average daily Net Asset Value of the Class
C (Accumulating and Distributing)	1.75% of the average daily Net Asset Value of the Class
I (Accumulating and Distributing)	0.55% of the average daily Net Asset Value of the Class
R (Accumulating and Distributing)	0.65% of the average daily Net Asset Value of the Class

The investment management fee shall accrue and be calculated daily and shall be payable monthly in arrears.

The Investment Manager will pay part of its investment management fee to the Sub-Investment Manager. The Sub-Investment Manager is not paid directly out of the assets of the relevant Fund.

In addition, the Investment Manager shall be entitled to be reimbursed for its reasonable vouched out-of-pocket expenses and those of the Sub-Investment Manager. Where such expenses are attributable to the Company as a whole, they will be borne on a pro rata basis by the Fund.

The Investment Management Agreement provides that the Investment Manager may voluntarily undertake to reduce or waive its investment management fee or to make other arrangements to reduce the expenses of a Fund to the extent that such expenses exceed such lower expense limitation as set out in this Supplement or as the Investment Manager may otherwise, by notice to the Shareholders, voluntarily declare to be effective.

The Investment Manager may also, from time to time and at its sole discretion, use part of its investment management fee to remunerate the Distributor and selected Sub-Distributors to compensate them for their provision of certain services to Shareholders on an ongoing basis. The Investment Manager may also remunerate certain financial intermediaries and may pay reimbursements or rebates to certain institutional shareholders in circumstances where its fees are charged directly to such intermediaries and/or institutional shareholders and not to the Fund. The Investment Manager also may pay trail or service fees out of its investment management fee to financial intermediaries who assist in the sales of the Fund and provide on-going services to the Shareholders. The Investment Manager, Sub-Investment Manager or investment sub-adviser may, out of their own resources (including out of any investment advisory fees paid by or with respect to the Company), pay fees to financial intermediaries or other institutional investors as compensation for services provided or responsibilities assumed by such entities, with respect to the maintenance of larger institutional and other shareholder relationships.

Administrator's Fees and Expenses

The Administrator will be entitled to receive, out of the assets of the Fund the greater of an annual fee which will not exceed 0.05% of the Net Asset Value of the Fund or a minimum administration fee of up to US\$90,000 per annum (plus VAT, if any), together with transaction charges at normal commercial rates and reasonable out-of-pocket expenses incurred by the Administrator in the performance of its duties. These fees shall accrue and be calculated daily and shall be payable monthly in arrears.

Depository's Fees and Expenses

The Depository will be entitled to receive, out of the assets of the Fund, the greater of an annual fee in respect of custodial services which will not exceed 0.02% per annum of the Net Asset Value of the relevant Fund or a minimum fee of up to US\$30,000 per annum (plus VAT, if any), together with reasonable expenses incurred by the Depository in the performance of its duties as depository of the Company. This fee shall accrue and be calculated daily and shall be payable monthly in arrears.

The Depository shall also be entitled to receive out of the assets of the Fund all agreed sub-custodian fees, transaction charges (which will be charged at normal commercial rates) together with reasonable out-of-pocket expenses incurred by the Depository in the performance of its duties under the Depository Agreement.

Charges and Service Fees

Initial Charges

The Distributor and/or the other Sub-Distributors are entitled to receive an Initial Charge with respect to the Fund's Classes as set out in the table below. The Initial Charge shall in no case exceed the maximum permitted by the laws, regulations and practice of any country where the Shares are sold. All or part of the Initial Charge may be discounted.

The Distributor and/or the other Sub-Distributors will also be reimbursed for all reasonable out-of-pocket expenses incurred on behalf of the Company in the performance of its duties.

Redemption Charges

No redemption charges are applicable to the Classes of the Fund.

Certain Classes of Shares may be purchased without an initial sales charge but, where Shares of those Classes are redeemed within a specified time period, are subject to a CDSC at the rate listed in the tables below. The CDSC will be multiplied by the amount redeemed or the initial cost of the shares being redeemed, whichever is less. No CDSC will be imposed on increases in the Net Asset Value per Share or on Shares purchased through the reinvestment of dividends. To minimize the CDSC, Shares not subject to any charge will be redeemed first, followed by Shares held the longest time. To calculate the number of Shares owned and time period held, all relevant Shares are considered purchased on the trade date.

Share Class	Initial Charge	CDSC
A	Up to 2.5% of the amount subscribed	N/A
C	N/A	0-1 years held: 1.00% 1+ years: N/A
I	N/A	N/A
R	N/A	N/A

DISTRIBUTION POLICY

Accumulating Classes of the Fund will not declare a distribution and any net income and realised and unrealised gains net of realised and unrealised losses attributable to such Classes will be accumulated in the Net Asset Value per Share of that Class.

Distributing Classes of the Fund will make distributions monthly. The amount available for distribution shall be the net income (whether in the form of dividends, interest or otherwise). The Fund will also make distribution out of net realised gains (i.e. realised gains net of realised losses) at least annually. Shareholders in Distributing Classes may, as set out in the Application Form, choose to automatically re-invest distributions into the Fund. If automatic re-investment is not elected, distribution proceeds will be paid in accordance with the section “DISTRIBUTION POLICY” in the Prospectus.

Further details in relation to distributions are set out in the section “DISTRIBUTION POLICY” in the Prospectus.