

Sector Allocation	% Fund	Quality Distribution	% Fund
Asset Backed Securities	26.26	Aaa	40.80
Bank Loans	7.06	Aa	12.94
Corporate - High Quality	18.47	A	18.80
Corporate - High Yield	4.81	Baa	16.04
Mortgage Backed Securities	7.52	Ba	8.24
Non-Agency Commercial MBS	10.79	B	0.59
Non-Agency Residential MBS	15.55	Caa	0.10
Taxable Municipals	0.05	Ca	0.00
Treasury	8.68	C	0.00
Yankee - High Quality	0.80	D	0.00
	100.00	Not Rated	2.48
			100.00

Characteristics

Duration	2.35
AvgPrice	101.40
Coupon	3.33
NumberIssues	581
AverageLife	3.36

Duration:

The interest rate sensitivity of a fixed income fund. For example, if a fund's duration is five years, a 1% increase in interest rates would result in a 5% decline in the fund's price. Similarly, a 1% decline in interest rates would result in a 5% gain in the fund's price.

Average Price:

The weighted average dollar price of the securities held by the fund.

Coupon:

The weighted average stated interest rate at issue of the securities held by the fund.

Average Life:

The weighted average time to maturity of the securities held by the fund.

Data as of 4/28/2017 and is subject to change.

RATINGS DISTRIBUTION METHODOLOGY:

The ratings issued by Nationally Recognized Statistical Rating Organizations assess the credit worthiness of a corporation's or government debt issues. The ratings apply to the Fund's holdings and not to the fund itself. The higher of the ratings between Moody, Standard Poors and Fitch is used. If only two agencies have rated the security, then the higher of the two ratings is used. If only one agency has rated the security, the rating from that agency is used. If none of the agencies have rated the security then the security is placed in the Not Rated category.

Please carefully consider a Fund's investment objectives, risks, charges, and expenses before investing. For this and other information about any Virtus mutual fund, call 1-800-243-4361 or visit Virtus.com for a prospectus. Read it carefully before you invest or send money.

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