



Diversified Emerging Mkts

Overall Morningstar Rating™ Based on risk adjusted returns as of 03/31/2017. Rating out of 629 Funds.

Fund Information

Symbol and CUSIP

A shares	HEMZ	(92828W387)
C shares	PICEX	(92828W379)
I shares	HIEMX	(92828W361)
R6 shares	VREMX	(92828W353)

Investment Adviser

Virtus Investment Advisers, Inc.

Investment Subadviser

Vontobel Asset Management

AUM (\$ millions)	7,251.8
Number of Holdings	51
Dividends	Semi-Annually

Investment Professionals

Matthew Benkendorf
 Industry start date: 1998
 Start date with Fund: 2016

Brian Bandsma
 Industry start date: 1998
 Start date with Fund: 2016

Jin Zhang, CFA
 Industry start date: 1995
 Start date with Fund: 2016

INVESTMENT OPPORTUNITY

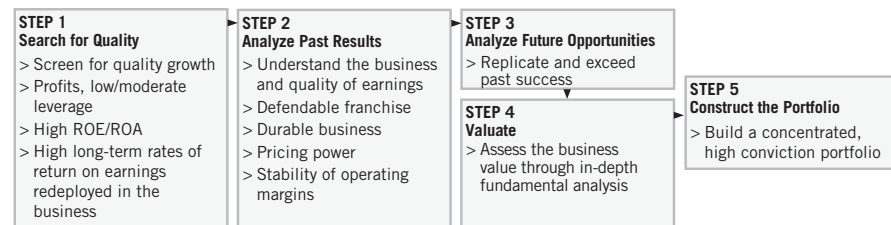
This fund offers investors exposure to emerging market economies through well-established companies.

The securities selected for inclusion in the fund are, in the opinion of the subadviser, well-managed businesses with consistent operating histories and financial performance that have favorable long-term economic prospects, and in most cases, generate free cash flow.

Over full market cycles, the investment style is designed with the dual objectives of capturing part of the up market cycles and protecting principal in down market cycles.

Effective May 8, 2017 this fund changed its name from the Virtus Emerging Markets Opportunities Fund.

Investment Process



Average Annual Total Returns Class A as of 03/31/2017 in percent

	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception 08/11/1999
NAV	12.91	12.91	11.79	2.47	1.76	5.25	8.92
POP	6.42	6.42	5.36	0.46	0.56	4.63	8.55
Index	11.45	11.45	17.22	1.18	0.81	2.72	7.68

The fund class gross expense ratio is 1.58%.

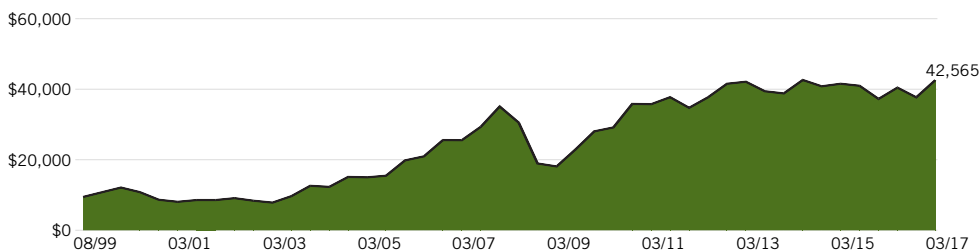
Average annual total returns reflect the change in share price and the reinvestment of all dividends and capital gains. Net Asset Value (NAV) returns do not reflect the deduction of any sales charges. POP (Public Offering Price) performance reflects the deduction of the maximum sales charge of 5.75%. 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.

Annual Performance Class A at NAV in percent

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Fund	37.16	-46.04	48.12	27.82	-3.13	19.62	-6.58	5.23	-8.77	1.17
Index	39.39	-53.33	78.51	18.88	-18.42	18.22	-2.60	-2.19	-14.92	11.19

Growth of \$10,000 Class A for the period ending 03/31/2017

Actual initial investment \$9,425



This chart assumes an initial investment of \$10,000 made on Aug 11, 1999 for Class A shares including any applicable sales charges. Performance assumes reinvestment of dividends and capital gain distributions.

Performance data quoted represents past results. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate so your shares, when redeemed, may be worth more or less than their original cost. Please visit Virtus.com for performance data current to the most recent month-end.

Index: The MSCI Emerging Markets Index (net) 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 net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.

Top Ten Holdings	% Fund
HDFC Bank Limited	5.55
Alibaba Group Holding Ltd. Sponsored ADR	5.00
Housing Development Finance Corporation Limited	4.65
Tencent Holdings Ltd.	4.44
Ambev SA Sponsored ADR	4.31
Fomento Economico Mexicano SAB de CV Sponsored ADR Class B	3.76
ITC Limited	3.52
British American Tobacco p.l.c.	3.27
Unilever NV Cert. of shs	3.17
NetEase, Inc. Sponsored ADR	2.74

Top Ten Countries	% Invested Assets
India	20.17
Brazil	12.63
China	12.34
Mexico	10.36
Indonesia	6.69
Korea (south)	5.96
Netherlands	5.68
Taiwan	5.14
South Africa	4.00
Thailand	3.64

Risk Statistics

Class A 3-Year	Fund	Index
R ²	0.70	1.00
Beta	0.67	1.00
Standard Deviation	12.74	15.88

Holdings and Sector weightings are subject to change.

Investment Manager of the Fund

Vontobel Asset Management believes that the best way to achieve capital appreciation and outperform the market over time is by investing in well-managed businesses with consistent operating histories and financial performance that have favorable long-term economic prospects.

Morningstar For the 3-, 5- and 10-year periods, respectively, the Fund was rated 4, 4 and 5 stars among 629, 429 and 177 funds in the Diversified Emerging Mkts category for the time period ending 03/31/2017.

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.

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Sector Allocations	% Equity
Consumer Staples	35.38
Financials	23.36
Information Technology	20.99
Consumer Discretionary	5.96
Industrials	3.04
Utilities	2.81
Energy	2.54
Telecommunication Services	2.52
Health Care	1.96
Real Estate	1.44

Characteristics	Fund
Average Weighted Market Cap (bn)	\$41.1
Median Market Cap (bn)	\$12.22
Trailing P/E	21.57x
Price-to-Cash Flow	20.51
Price-to-Book Value	4.97
3-Year EPS Growth Rate	14.91

GLOSSARY

R²: A measurement of how closely a portfolio's performance correlates with the performance of a benchmark index.

Beta: A quantitative measure of the volatility of a given portfolio to the overall market. Higher beta suggests higher volatility.

Standard Deviation: Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk.

Trailing P/E: Per-share stock price divided by the latest 12-months Earnings per Share.

Price/Cash Flow: Per-share stock price divided by the per-share operating cash flow.

Price/Book: Per-share stock price divided by the latest 12-month per-share Book Value.

3-Year EPS Growth Rate: Average of earnings per share growth for latest 3-year period. The 3-Year EPS Growth Rate is not a forecast of the portfolio's performance.

Return on Equity, ROE: The amount of net income returned as a percentage of shareholders' equity.

Return on Assets, ROA: Net income/Total Assets, ROA is an indicator of how profitable a company is relative to its total assets.

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 or medium-sized companies may enhance that risk. **Foreign & Emerging Markets:** Investing internationally, especially in emerging markets, involves additional risks such as currency, political, accounting, economic, and market risk. **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. **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. **Prospectus:** For additional information on risks, please see the fund's prospectus.