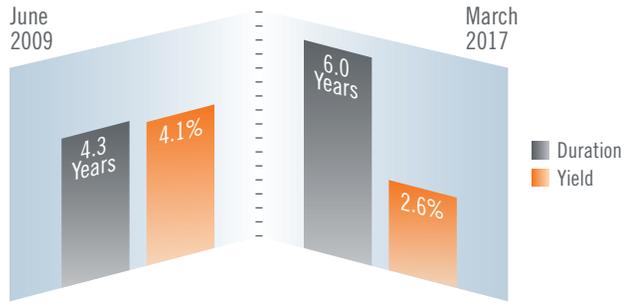


BUILDING YOUR NEW CORE BOND PORTFOLIO

The Old Core Has Grown Riskier



From the end of the financial crisis to today, the “core” Bloomberg Barclays U.S. Aggregate Bond Index has seen both its interest rate risk rise and its return potential fall.

While fixed income is typically considered a more conservative asset class than equities, that doesn’t mean it’s risk-free. Quite the contrary, bonds are subject to a series of risks including interest rates, credit, inflation, currency, and liquidity. Indeed, the risk profile of the traditional “core” bond investment has deteriorated in recent years (see the chart at left), prompting the question: Where do we go from here?

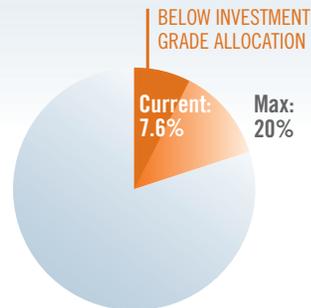
“New Core” bond investing strives to embrace and profit from this shifting risk terrain. It recognizes that the 30-year bull run in bonds, powered by a secular decline in interest rates, has waned. A deft approach to credit will be the primary return driver in this new era.

The Newfleet Suite of New Core offerings combine meticulous, risk-sensitive credit analysis with an active multi-sector rotation approach, successfully honed over 24 years. Investors can choose their preferred duration target and then let Newfleet flexibly rotate across the best bond sectors globally.

Virtus Newfleet Low Duration Income Fund

A Shares: HIMZX
Inception: 7/21/1999

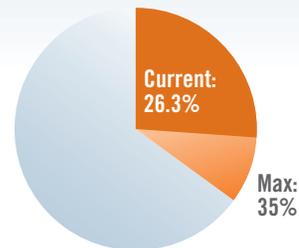
Duration
Range: 1–3 Years
Current: 2.4



Virtus Newfleet Multi-Sector Short Term Bond Fund

A Shares: NARAX
Inception: 7/6/1992

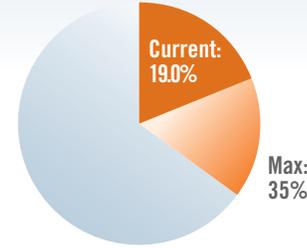
Duration
Range: 1–3 Years
Current: 2.7



Virtus Newfleet Bond Fund

A Shares: SAVAX
Inception: 7/1/1998

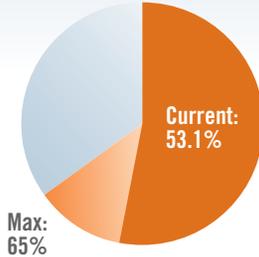
Duration
Range: 3–6 Years
Current: 5.6



Virtus Newfleet Multi-Sector Intermediate Bond Fund

A Shares: NAMFX
Inception: 12/15/1989

Duration
Range: 3–7 Years
Current: 4.4



←← LOWER ALLOCATION

BELOW INVESTMENT GRADE

HIGHER ALLOCATION →→

Effective May 8, 2017 all of the Funds shown changed their names.

IMPORTANT RISK CONSIDERATIONS

Virtus Newfleet Low Duration Income Fund

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. **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. **Foreign Investing:** Investing internationally involves additional risks such as currency, political, accounting, economic, and market risk. **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.

Virtus Newfleet Multi-Sector Short Term Bond Fund

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Virtus Newfleet Bond Fund

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Prospectus: For additional information on risks, please see the Fund's prospectus.

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

Not insured by FDIC/NCUSIF or any federal government agency. No bank guarantee. Not a deposit. May lose value.

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