

VIRTUS ALTERNATIVE FUNDS

Alternative Paths to Diversification



	Virtus AlphaSimplex Global Alternatives Fund ¹		Virtus AlphaSimplex Managed Futures Strategy Fund ¹		Virtus Duff & Phelps Global Real Estate Securities Fund		Virtus Duff & Phelps Real Asset Fund		Virtus Duff & Phelps Real Estate Securities Fund	
	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP
A Shares	GAFAX	92835M489	AMFAX	92835M448	VGSAX	92928R412	PDPAX	92828R875	PHRAX	92828R586
C Shares	G AFCX	92835M471	ASFCX	92835M430	VGSCX	92828R396	PDPCX	92828R867	PHRCX	92828R560
I Shares	GAFYX	92835M463	ASFYX	92835M422	VGISX	92828R388	VADIX	92828R313	PHRIX	92828R552
R6 Shares	GAFNX	92835M455	AMFNX	92835M414	VRGEX	92828W239	VAABX	92828Y623	VRREX	92828W528
Morningstar Category	Multistrategy		Systematic Trend		Global Real Estate		Global Allocation		Real Estate	
Liquidity	Daily		Daily		Daily		Daily		Daily	
INVESTMENT OVERVIEW	The Fund is a multi-strategy alternatives product that seeks to provide capital appreciation consistent with the risk/return characteristics of a diversified portfolio of hedge funds. The secondary goal of the Fund is to achieve these returns with less volatility than major equity indexes.		The Fund pursues an absolute return strategy that seeks to provide long-term capital appreciation. The strategy uses a pure trend-following approach to take advantage of momentum in a range of liquid futures and forward contracts across global equity, bond, currency, and commodity markets.		Invests in global real estate securities, emphasizing companies with revenues driven by recurring rental income.		Invests in a broad range of real assets aiming to protect purchasing power, offering thoughtful portfolio construction across active and passive strategies with target allocation ranges and diligent rebalancing.		Invests in U.S. real estate securities, emphasizing companies with revenues driven by recurring rental income.	
KEY FEATURES	<ul style="list-style-type: none"> > A multi-strategy alternatives fund > Broad diversification > Volatility management 		<ul style="list-style-type: none"> > A differentiated source and pattern of returns > Opportunity to perform well in diverse markets > The potential for crisis alpha 		<ul style="list-style-type: none"> > Attractive income and growth potential broadens portfolio diversification > Lower volatility approach 		<ul style="list-style-type: none"> > Dynamic real asset exposure > Strong portfolio hedge potential > Specialized expertise 		<ul style="list-style-type: none"> > Attractive income and growth potential > Broadens portfolio diversification > Lower volatility approach 	
SUBADVISER	AlphaSimplex AlphaSimplex strives to help investors meet their long-term goals in ever-evolving markets by analyzing market behavior and risk. Our investment philosophy is based on the Adaptive Markets Hypothesis, an innovative theory of market behavior.				Duff & Phelps Investment Management Co. Duff & Phelps pursues specialized real asset investment strategies with exceptional depth through active management and fundamental research, while managing the associated risks. Quality. Reliability. Specialization. Since 1932.					

¹The Virtus AlphaSimplex Global Alternatives Fund and the Virtus AlphaSimplex Managed Futures Strategy Fund are the successors to the AlphaSimplex Global Alternatives Fund and the AlphaSimplex Managed Futures Strategy Fund through a reorganization that occurred on May 19, 2023.



**Virtus KAR Long/Short
Equity Fund**

The Merger Fund®

**Virtus Westchester
Credit Event Fund**

**Virtus Westchester
Event-Driven Fund**

	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP
A Shares	VLSAX	92835M539	MERFX	589509108	WCFRX	95737C707	WCERX	95737C509
C Shares	VLSCX	92835M521	–	–	–	–	–	–
I Shares	VLSIX	92835M513	MERIX	589509207	WCFIX	95737C806	WCEIX	95737C608
R6 Shares	VLSRX	92835M497	–	–	–	–	–	–

Morningstar Category	Long-Short Equity	Event Driven	Nontraditional Bond	Event Driven
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Liquidity	Daily	Daily	Daily	Daily
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INVESTMENT OVERVIEW	Invests long in companies we believe have durable competitive advantages and strong management teams, and sells short companies with poor financial performance, flawed business models, or aggressive capital structures.	Invests in publicly announced mergers, acquisitions, takeovers, and other corporate reorganizations globally.	Opportunistic fixed income fund investing in catalyst-driven credit events, distressed and bankruptcy opportunities, and similar thematic investments.	Focus on catalyst-specific events, such as spin-offs, recapitalizations, mergers, acquisitions, bankruptcies, share buy-backs, and other special situations.
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KEY FEATURES	<ul style="list-style-type: none"> > Long high-quality/short low-quality businesses > Lower volatility approach > High-conviction portfolio 	<ul style="list-style-type: none"> > Portfolio diversifier and potential volatility dampener > Managed by a pioneer in liquid alternative investments > Proven track record and expertise 	<ul style="list-style-type: none"> > Fixed income portfolio diversifier > A differentiated source and pattern of returns > Proven track record and expertise 	<ul style="list-style-type: none"> > Portfolio diversifier and potential volatility dampener > Managed by a pioneer in liquid alternative investments > Proven track record and expertise
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SUBADVISER	<p>Kayne Anderson Rudnick The Kayne Anderson Rudnick investment philosophy is that superior risk-adjusted returns may be achieved through investment in high-quality companies with market dominance, excellent management, financial strength, and consistent growth, purchased at reasonable prices.</p>	<p>Westchester Capital Management Westchester specializes in global event-driven investment strategies with a proven track record dating to 1989. Westchester invests in publicly announced mergers, acquisitions, takeovers, spin-offs, and other corporate reorganizations, with the goal of profiting from the timely completion of these transactions.</p>
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Virtus Convertible Fund

Virtus Private Credit Strategy ETF

Virtus Real Asset Income ETF

	Ticker	CUSIP	Ticker	CUSIP	Ticker	CUSIP
A Shares	ANZAX	92838V791	VPC	26923G798	VRAI	26923G780
C Shares	ANZCX	92838V817				
Institutional Shares	ANNPX	92838V833				
ADMIN Shares	ANNAX	92838V841				
P Shares	ANCMX	92838V106				
R6 Shares	VAADX	92838V353				
Morningstar Category	Convertibles		Unconstrained		Mid-Cap Value	
Liquidity	Daily		Continuously throughout trading day		Continuously throughout trading day	
INVESTMENT OVERVIEW	Invests in the most compelling U.S. dollar-denominated convertibles, seeking to capture the upside potential of equities with the reduced volatility of fixed income securities.		Provides passive exposure to listed instruments that emphasize private credit, including business development companies (BDCs) and closed-end funds (CEFs).		Passive exposure to U.S. listed real asset securities comprised of real estate, natural resources, and infrastructure stocks with a history of providing income and dividend growth.	
KEY FEATURES	<ul style="list-style-type: none"> > Favorable asymmetric risk/reward potential > Disciplined, fundamental, bottom-up research process > Attractive risk/reward profile 		<ul style="list-style-type: none"> > Targeted exposure > Powerful diversifier > High yield potential 		<ul style="list-style-type: none"> > Targeted exposure > Powerful diversifier > Focus on dividend growth 	
SUBADVISER	<p>Voya Investment Management (Voya IM) As the asset management business of Voya Financial (NYSE: VOYA), Voya IM seeks to understand and anticipate client needs, delivering differentiated solutions across public and private fixed income, equity, and multi-asset platforms, including private markets and alternatives.</p>		<p>Indxx Founded in 2005, with offices in New York, Prague, and New Delhi, Indxx endeavors to deliver innovative and custom indexing solutions to the investment management community at large. Indxx has three dozen ETFs worldwide tracking its indexes, and calculates hundreds of indexes for clients around the globe.</p>			

IMPORTANT RISK CONSIDERATIONS

Virtus AlphaSimplex Global Alternatives Fund: 28, 12, 14, 44, 41, 5, 11, 20, 26, 9, 38, 31, 40; Virtus AlphaSimplex Managed Futures Strategy Fund: 12, 14, 26, 9, 11, 5, 20, 28, 16, 38, 41, 31, 40; Virtus Duff & Phelps Global Real Estate Securities Fund: 14, 42, 23, 20, 31, 40; Virtus Duff & Phelps Real Asset Fund: 14, 23, 42, 25, 34, 10, 19, 2, 12, 3, 24, 32, 15, 18, 1, 31, 40; Virtus Duff & Phelps Real Estate Securities Fund: 14, 42, 23, 31, 40; Virtus KAR Long/Short Equity Fund: 14, 43, 44, 8, 19, 35, 31, 40; The Merger Fund[®]: 17, 33, 44, 19, 38, 10, 12, 21, 45, 43, 31, 40; Virtus Westchester Credit Event Fund: 17, 33, 10, 44, 38, 12, 21, 29, 19, 31, 40; Virtus Westchester Event-Driven Fund: 17, 33, 19, 44, 38, 10, 12, 21, 31, 40; Virtus Convertible Fund: 31, 27, 6, 26, 8, 9, 39, 14, 22, 40; Virtus Private Credit Fund: 15, 37, 14, 10, 22, 18, 36, 7, 30, 4, 31, 40; Virtus Real Asset Income Fund: 15, 14, 13, 25, 32, 36, 7, 30, 31, 40.

¹**Affiliated Fund:** The risk that the adviser's authority to select and substitute underlying funds from a variety of affiliated mutual funds may create a conflict of interest. ²**Allocation:** The risk that the portfolio's exposure to equities and fixed income securities, or to different asset classes, may vary from the intended allocation or may not be optimal for market conditions at a given time. ³**Bank Loans:** Bank loans may be unsecured or not fully collateralized, may be subject to restrictions on resale, may be less liquid and may trade infrequently on the secondary market. Bank loans settle on a delayed basis; thus, sale proceeds may not be available to meet redemptions for a substantial period of time after the sale of the loan. ⁴**Closed-End Funds:** Closed-end funds may trade at a discount or premium from their net asset values, which may affect whether an investor will realize gains or losses. They may also employ leverage, which may increase volatility. ⁵**Commodity and Commodity Linked Instruments:** Commodity and commodity-linked instruments may experience a return different than the commodity they attempt to track and may also be exposed to counterparty risk. ⁶**Convertible Securities:** A convertible security may be called for redemption at a time and price unfavorable to the portfolio. ⁷**Correlation to Index:** The performance of the portfolio and its index may vary due to factors such as flows, transaction costs, whether the portfolio obtains every security in the index, and timing differences associated with additions to and deletions from the index. ⁸**Counterparty:** There is risk that a party upon whom the portfolio relies to complete a transaction will default. ⁹**Credit Risk:** If the issuer of a debt instrument fails to pay interest or principal in a timely manner, or negative perceptions exist in the market of the issuer's ability to make such payments, the price of the security may decline. ¹⁰**Credit & Interest:** Debt instruments are subject to various risks, including credit and interest rate risk. The issuer of a debt security may fail to make interest and/or principal payments. Values of debt instruments may rise or fall in response to changes in interest rates, and this risk may be enhanced with longer-term maturities. ¹¹**Currency Rate:** Fluctuations in the exchange rates between the U.S. dollar and foreign currencies may negatively affect the value of the portfolio's shares. ¹²**Derivatives:** Investments in derivatives such as futures, options, forwards, and swaps may increase volatility or cause a loss greater than the principal investment. ¹³**Equity REITs:** The portfolio may be negatively affected by factors specific to the real estate market, such as interest rates, leverage, property, and management; and factors specific to investing in a pooled vehicle such as poor management and concentration risk. ¹⁴**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, medium, or large-sized companies may enhance that risk. ¹⁵**Exchange-Traded Funds (ETF):** The value of an ETF may be more volatile than the underlying portfolio of securities it is designed to track. The costs to the portfolio of owning shares of an ETF may exceed the cost of investing directly in the underlying securities. ¹⁶**Financial Concentration:** Because the portfolio is presently heavily weighted in the financial sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification. ¹⁷**Fundamental Risk of Investing:** There can be no assurance that the portfolio will achieve its investment objectives. An investment in the portfolio is subject to the risk of loss of principal; shares may decrease in value. ¹⁸**Fund of Funds:** The risk that the fund's performance will be adversely affected by the assets owned by the other mutual funds and ETFs in which it invests, and that the layering of expenses associated with the fund's investment in such other funds will cost shareholders more than direct investments would have cost. ¹⁹**Foreign Investing:** Investing in foreign securities subjects the portfolio to additional risks such as increased volatility; currency fluctuations; less liquidity; less publicly available information about the foreign investment; and political, regulatory, economic, and market risk. ²⁰**Foreign & Emerging Markets:** Investing in foreign securities, especially in emerging markets, subjects the portfolio to additional risks such as increased volatility, currency fluctuations, less liquidity, and political, regulatory, economic, and market risk. ²¹**Hedging:** The portfolio's hedging strategy will be subject to the portfolio's investment adviser's ability to correctly assess the degree of correlation between the performance of the instruments used in the hedging strategy and the performance of the investments in the portfolio being hedged. ²²**High Yield Fixed Income Securities:** There is a greater risk of issuer default, less liquidity, and increased price volatility related to high yield securities than investment grade securities. ²³**Industry/Sector Concentration:** A portfolio 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 portfolio. ²⁴**Inflation-Linked Investments:** Inflation-linked investments may react differently than other fixed income securities to changes in interest rates. Generally, the value of an inflation-linked security will fall when real interest rates rise and will rise when real interest rates fall. ²⁵**Infrastructure:** A portfolio that focuses its investments in infrastructure-related companies will be more sensitive to conditions affecting their business or operations such as local economic and political conditions, regulatory changes, and environmental issues. ²⁶**Interest Rate:** The values of debt instruments may rise or fall in response to changes in interest rates, and this risk may be enhanced for securities with longer maturities. ²⁷**Issuer Risk:** The portfolio will be affected by factors specific to the issuers of securities and other instruments in which the portfolio invests, including actual or perceived changes in the financial condition or business prospects of such issuers. ²⁸**Leverage:** When the Fund leverages its portfolio, the Fund may be less liquid and/or may liquidate positions at an unfavorable time, and the value of the Fund's shares will be more volatile and sensitive to market movements. ²⁹**Lower-rated Securities:** Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. ³⁰**Market Price/NAV:** At the time of purchase and/or sale, an investor's shares may have a market price that is above or below the fund's NAV, which may increase the investor's risk of loss. ³¹**Market Volatility:** The value of the securities in the portfolio may go up or down in response to the prospects of individual companies and/or general economic conditions. Local, regional, or global events such as war or military conflict, terrorism, pandemic, or recession could impact the portfolio, including hampering the ability of the portfolio's manager(s) to invest its assets as intended. ³²**Master Limited Partnerships:** Investments in MLPs may be adversely impacted by interest rates, tax law changes, regulation, or factors affecting underlying assets. ³³**Merger-arbitrage & Event-driven:** Merger-arbitrage and event-driven investing involve the risk that the adviser's evaluation of the outcome of a proposed event, whether it be a merger, reorganization, regulatory issue, or other event, will prove incorrect and that the fund's return on the investment may be negative. ³⁴**Natural Resources:** Investment in natural resources industries may be significantly affected by events relating to International political and economic developments, energy conservation, the success of exploration projects commodity prices, taxes and other governmental regulations. ³⁵**Non-Diversified:** The portfolio is not diversified and may be more susceptible to factors negatively impacting its holdings to the extent the portfolio invests more of its assets in the securities of fewer issuers than would a diversified portfolio. ³⁶**Passive Strategy/Index Risk:** A passive investment strategy seeking to track the performance of the underlying Index may result in the portfolio holding securities regardless of market conditions or their current or projected performance. This could cause the portfolio's returns to be lower than if the portfolio employed an active strategy. ³⁷**Private Credit Funds:** Private credit funds that invest in closed-end funds and business development companies bear the risks of these underlying assets, including liquidity, industry, currency, valuation and credit risks. ³⁸**Portfolio Turnover:** The portfolio's principal investment strategies may result in a consistently high portfolio turnover rate. A higher portfolio turnover rate may indicate higher transaction costs and may result in higher taxes when the portfolio is held in a taxable account. ³⁹**Prepayments/Calls:** If issuers prepay or call fixed rate obligations when interest rates fall, it may force the portfolio to reinvest at lower interest rates. ⁴⁰**Prospectus:** For additional information on risks, please see the fund's prospectus. ⁴¹**Quantitative Model:** Investments selected using quantitative models may perform differently from the market as a whole or from their expected performance. There can be no assurance that use of a quantitative model will enable the portfolio to achieve positive returns or outperform the market. ⁴²**Real Estate:** The portfolio may be negatively affected by factors specific to the real estate market, including interest rates, leverage, property, and management. ⁴³**Sector Focused Investing:** Events negatively affecting a particular industry or market sector in which the portfolio focuses its investments may cause the value of the portfolio to decrease. ⁴⁴**Short Sales:** The portfolio may engage in short sales and may incur a loss if the price of a borrowed security increases before the date on which the portfolio replaces the security. ⁴⁵**Technology Concentration:** Because the portfolio is presently heavily weighted in the technology sector, it will be impacted by that sector's performance more than a portfolio with broader sector diversification.

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