

INVESTMENT OVERVIEW

The Fund seeks to generate attractive risk-adjusted long-term returns by investing in high-quality European companies. Fundamental, bottom-up research aims to identify 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.

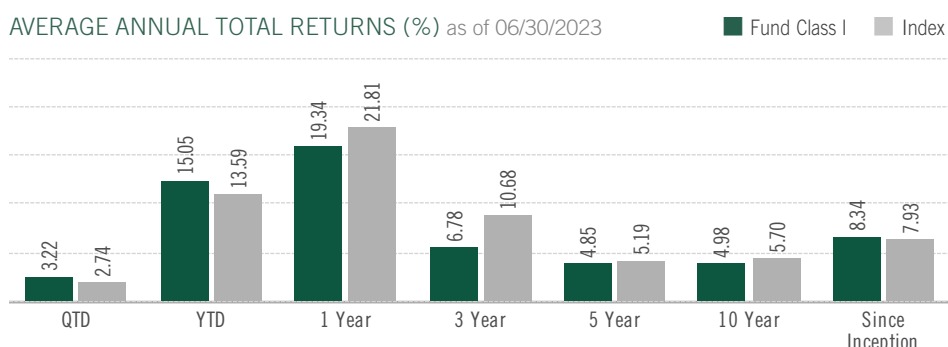
KEY FEATURES

High-Quality Growth — Searches for quality, high-return growth businesses with strong profitability and durable franchises, trading at attractive valuations

Benchmark Unconstrained — A high-conviction, concentrated approach to investing that focuses on minimizing business risk rather than Index risk

Lower Volatility Approach — A long-term-focused investment philosophy and approach which strives to offer market participation with less risk and volatility than the Index

AVERAGE ANNUAL TOTAL RETURNS (%) as of 06/30/2023



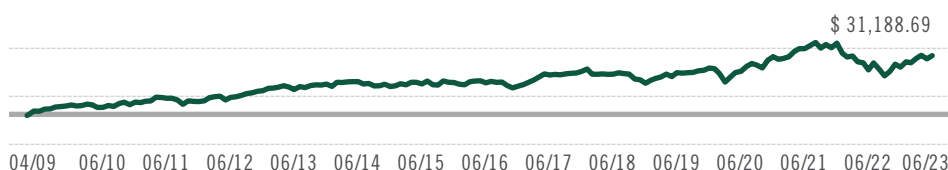
Performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Please visit virtus.com for performance data current to the most recent month end. This share class has no sales charges and is not available to all investors. Other share classes have sales charges. See virtus.com for details.

The fund class gross expense ratio is 1.93%. The net expense ratio is 1.13%, which reflects a contractual expense reimbursement in effect through 1/31/2024. This ratio reflects the direct and indirect expenses paid by the Fund. The net expense ratio minus the indirect expenses incurred by the underlying funds in which the Fund invests is 1.10%. Average annual total return is the annual compound return for the indicated period and reflects the change in share price and the reinvestment of all dividends and capital gains. Returns for periods of one year or less are cumulative returns.

ANNUAL PERFORMANCE (%)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Fund	-23.90	15.53	15.02	25.23	-16.29	25.75	-6.10	7.03	-4.05	12.34
Index	-15.06	16.30	5.38	23.77	-14.86	25.51	-0.40	-2.84	-6.18	25.23

GROWTH OF \$10,000



This chart assumes an initial investment of \$10,000 made on 4/21/2009. As of 6/30/2023 the fund value would have been \$31,188.69. Fund performance assumes reinvestment of dividends and capital gain distributions. This growth reflects no front end sales charges.

FUND INFORMATION

	Ticker	CUSIP
A Shares	VGEAX	92828R347
C Shares	VGECX	92828R339
I Shares	VGEIX	92828R321

Inception Date	04/21/09
AUM (\$ millions)	7.1
Number of Holdings	38
Dividends	Semi-Annually
Morningstar Category	Europe Stock
Lipper Category	European Region Funds
Index	MSCI Europe Index (net)

MORNINGSTAR RATINGS

Time Period	# of Stars	# of Funds
Overall	★★★★	93
3 Year	★★	93
5 Year	★★★★	88
10 Year	★★★★	52

Morningstar ratings are based on risk-adjusted returns. Strong ratings are not indicative of positive fund performance.

INVESTMENT ADVISER

Virtus Investment Advisers, Inc.

INVESTMENT SUBADVISER

Vontobel

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.

PORTFOLIO MANAGERS

Daniel Kranson, CFA

Industry start date: 1999

Start date as Fund Portfolio Manager: 2013

Markus Hansen

Industry start date: 1994

Start date as Fund Portfolio Manager: 2020

CHARACTERISTICS

	Fund	Index
Average Weighted Market Cap (bn)	72.80	89.44
Median Market Cap (bn)	41.29	10.41
Trailing P/E Ex-Negative Earnings	27.07	13.08
Price-to-Cash Flow	20.36	15.16
Price-to-Book Value	4.52	3.42
3-Year Earnings Growth Rate	12.72	12.85
5-Year Earnings Growth Rate	6.70	7.80
Active Share	79.52	n/a

RISK STATISTICS (3 YEAR)

	Fund	Index
Alpha	-2.53	n/a
Beta	0.89	1.00
R ²	0.85	1.00
Sharpe Ratio	0.29	0.48
Standard Deviation	19.06	19.69

TOP TEN HOLDINGS

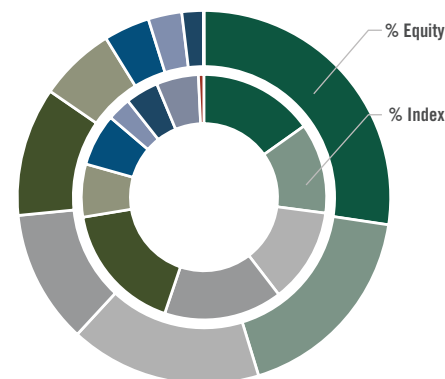
	% Fund
Nestle SA	5.00
London Stock Exchange Group PLC	4.77
Relx PLC	4.75
Alcon Inc	4.65
Rentokil Initial PLC	4.35
Vinci SA	4.11
Flutter Entertainment PLC	3.86
Wolters Kluwer NV	3.52
Heineken NV	3.45
Amadeus IT Group SA	3.41

TOP TEN COUNTRIES

	% Invested Assets	% Index
France	24.04	18.92
United Kingdom	23.21	22.48
Switzerland	18.01	15.34
Netherlands	12.13	7.08
Italy	5.80	3.88
United States	5.31	0.00
Ireland	3.97	1.24
Spain	3.51	4.00
Portugal	1.91	0.32
Sweden	1.13	4.96

Holdings and sector weightings are subject to change.

SECTOR ALLOCATIONS



	% Equity	% Index
Industrials	27.37	15.16
Consumer Discretionary	17.91	11.93
Consumer Staples	16.61	12.49
Health Care	11.57	15.62
Financials	11.15	17.20
Information Technology	6.61	6.98
Materials	3.98	6.87
Communication Services	2.91	3.12
Utilities	1.91	4.37
Energy	0.00	5.55
Real Estate	0.00	0.72

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, medium, or large-sized companies may enhance that risk. **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. **Geographic Concentration:** A portfolio that focuses its investments in a particular geographic location will be sensitive to financial, economic, political, and other events negatively affecting that location. **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, terrorism, pandemic, or recession could impact the portfolio, including hampering the ability of the portfolio's manager(s) to invest its assets as intended. **Prospectus:** For additional information on risks, please see the fund's prospectus.

GLOSSARY

Avg. Weighted Market Cap (bn): The sum of each security's weight within the fund (or index) multiplied by the security's market capitalization. **Trailing P/E Ex-Negative Earnings:** Per share stock price divided by the latest 12-months earnings per share. **Price-to-Cash Flow:** Per-share stock price divided by the per-share operating cash flow. **Price-to-Book Value:** A ratio used to compare a stock's market value to its book value. **3-Year Earnings Growth Rate:** Average of earnings per share growth for latest 3-year period. **5-Year Earnings Growth Rate:** Average of earnings per share growth for latest 5-year period. **Active Share:** A measure of the percentage of stock holdings in a manager's portfolio that differ from the benchmark index. **Alpha:** A risk-adjusted measure of an investment's excess return relative to a benchmark. **Beta:** A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. **R²:** A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. **Sharpe Ratio:** A risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. **Standard Deviation:** Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk.

INDEX DEFINITION

Index: The MSCI Europe Index (net) is a free float-adjusted market capitalization-weighted index that measures equity market performance of the developed markets in Europe. 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.

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. Ratings do not take into account the effect of sales charges and loads.

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