

## INVESTMENT OVERVIEW

The ETF seeks to provide capital appreciation consistent with the risk/return characteristics of a basket of the largest managed futures funds in the world. The ETF takes a diversified approach to identifying price trends by combining index replication techniques with insights from AlphaSimplex's own trend-following models. It takes positions in highly liquid futures contracts in 20 different assets across global equity, bond, currency, and commodity markets.

## KEY FEATURES

**Diversification** — Replication models utilize 20 liquid futures contracts across global equity, fixed income, currency, and commodity markets

**Risk Management** — Disciplined, systematic approach to risk management process that considers volatility and correlation, among other aspects of risk

**ETF Accessibility** — ETF and index-replication approach reduces fees and single manager risk while offering daily liquidity and transparency

## INVESTMENT PROCESS

As a leading provider of systematic investment strategies, AlphaSimplex is uniquely positioned to offer a distinct hybrid approach to managed futures replication, combining aspects of “top-down” replication with proprietary “bottom-up” insights.

## Managed Futures Industry Replication

- 1 Top-down approach utilizes advanced statistical techniques to identify and emulate core exposures or beta of the 20 largest managed futures funds in the world, in order to deliver the aggregate view of the industry while reducing single-manager risk

## AlphaSimplex-Informed Trend

- 2 Bottom-up approach incorporates AlphaSimplex's proprietary model data to influence portfolio positioning with the objective of enhancing risk-adjusted returns and reducing tracking error to index

## NYSE Arca

NAV Symbol	ASMF.NV
IOPV Symbol	ASMF.IV
CUSIP	92790A876
Inception Date	5/15/2024
Total Expense Ratio	0.80%
Adviser	Virtus ETF Advisers LLC
Distributor	VP Distributors, LLC
Subadviser	AlphaSimplex Group, LLC

## PORTFOLIO MANAGEMENT



Since the firm's founding in 1999, AlphaSimplex has developed systematic, quantitative alternative investment strategies that are attuned to changing market dynamics.

## INVESTMENT PROFESSIONALS

**Alexander D. Healy, Ph.D.**

Chief Investment Officer, Portfolio Manager  
 Industry start date: 2007  
 Start date as Fund Portfolio Manager: 2024

**Kathryn M. Kaminski, Ph.D., CAIA**

Chief Research Strategist, Portfolio Manager  
 Industry start date: 2008  
 Start date as Fund Portfolio Manager: 2024

## IMPORTANT RISK CONSIDERATIONS

**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. **Derivatives:** Derivatives may include, among other things, futures, options, forwards and swap agreements and may be used in order to hedge portfolio risks, create leverage, or attempt to increase returns. Investments in derivatives may result in increased volatility and the portfolio may incur a loss greater than its principal investment. **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. **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. **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. **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. **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. **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. **Leverage:** When a portfolio is leveraged, the value of its securities may be more volatile and all other risks may be compounded. **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. **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. **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. **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. **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.

Please consider a Fund's investment objectives, risks, charges, and expenses carefully before investing. For this and other information about any Virtus Fund, contact your financial professional, call 800-243-4361, or visit [virtus.com](http://virtus.com) for a prospectus or summary prospectus. Read it carefully before investing.

**Not FDIC Insured | May Lose Value | Not Bank Guaranteed**

ETFs distributed by VP Distributors, LLC, member FINRA and subsidiary of Virtus Investment Partners, Inc.

1509 6-24 © 2024 Virtus Exchange-Traded Funds. All Rights Reserved.

## GLOSSARY

**Beta:** A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. **Correlation:** A measure that determines the degree to which two variables' movements are associated. The correlation coefficient will vary from -1 to +1. A -1 indicates perfect negative correlation and +1 indicates perfect positive correlation. **Long Position:** Refers to the purchase of a security with the expectation that it will rise in value. **Short Position:** Refers to the sale of a borrowed security with the intention of buying it back later at a lower price. **Tracking Error:** Measures the difference between the performance of an asset or portfolio and that of its corresponding benchmark index.

IOPV, or Indicative Optimized Portfolio Value, is a calculation disseminated by the stock exchange that approximates the Fund's NAV every fifteen seconds throughout the trading day.

The Fund is an exchange-traded fund ("ETF"). The "net asset value" (NAV) of the Fund is determined at the close of each business day, and represents the dollar value of one share of the Fund; it is calculated by taking the total assets of the Fund, subtracting total liabilities, and dividing by the total number of shares outstanding. The NAV of the Fund is not necessarily the same as its intraday trading value. Fund investors should not expect to buy or sell shares at NAV because shares of ETFs such as the Fund are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Thus, shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns. NAV returns are calculated using the Fund's daily 4:00 pm NAV, and include the reinvestment of all dividends and other distributions (reinvested at the Fund's NAV on distribution ex-date). Market price returns are calculated using the 4:00 pm midpoint between the bid and offer, and include the reinvestment of all dividends and other distributions (reinvested at the 4:00 pm bid/offer midpoint on distribution ex-date). Market price returns do not represent the return you would receive if you traded at other times.

The Fund is an actively managed exchange-traded fund and does not seek to replicate the performance of a specified index. The Fund may have a higher portfolio turnover than funds that seek to replicate the performance of an index.