

Virtus Mutual Funds

2008 Year-End Distribution Estimates as of 10/31/08



It is important to note that these indicators are preliminary estimates, based on available information as of October 31, 2008.

Actual distributions will be based on taxable realized gains and losses through October 31 and may be substantially different based on trading, redemptions and market conditions. Other factors which can change the estimates include the number of shareholders of record, net operating losses, and tax and accounting related adjustments.

Fund Name	Net Investment Income Per Share	Short-Term Gain Per Share	Long-Term Gain Per Share	Total Gain Distribution as % of NAV
Virtus All-Cap Growth Fund	\$-	\$-	\$-	-%
Virtus Alternatives Diversifier Fund	0.020	-	-	-
Virtus Balanced Allocation Fund	0.080	-	-	-
Virtus Balanced Fund	0.080	-	-	-
Virtus Bond Fund	0.035	-	-	-
Virtus CA Tax-Exempt Bond Fund	0.040	-	0.007	0.1%
Virtus Capital Growth Fund	-	-	-	-
Virtus Core Bond Fund	0.034	-	-	-
Virtus Core Equity Fund	0.060	-	-	-
Virtus Disciplined Small-Cap Growth Fund	-	-	-	-
Virtus Disciplined Small-Cap Opportunity Fund	-	-	-	-
Virtus Disciplined Small-Cap Value Fund	0.140	-	-	-
Virtus Emerging Markets Opportunities Fund	0.060	-	-	-
Virtus Foreign Opportunities Fund	0.180	-	-	-
Virtus Global Infrastructure Fund	0.090	-	0.066	0.7%
Virtus Growth & Income Fund	0.050	-	-	-
Virtus Growth Opportunities Fund	-	-	-	-
Virtus High Yield Fund	0.028	-	-	-
Virtus High Yield Income Fund	0.070	-	-	-
Virtus Income & Growth Fund	0.064	-	-	-
Virtus Index Fund	0.060	-	-	-
Virtus Insight Government Money Market Fund	0.001	-	-	-
Virtus Insight Money Market Fund	0.002	-	-	-
Virtus Insight Tax-Exempt Money Market Fund	0.003	0.0002	0.0001	0.03%
Virtus Institutional Bond Fund (X)	0.830	-	-	-
Virtus Intermediate Government Bond Fund	0.043	-	0.047	0.3%
Virtus Intermediate Tax-Exempt Bond Fund	0.038	-	-	-
Virtus International Real Estate Securities Fund	0.090	-	-	-
Virtus Market Neutral Fund	-	-	-	-
Virtus Mid-Cap Growth Fund	-	-	-	-
Virtus Mid-Cap Value Fund	-	-	-	-
Virtus Money Market Fund	0.002	-	-	-
Virtus Multi-Sector Fixed Income Fund	0.065	-	-	-
Virtus Multi-Sector Short Term Bond Fund	0.023	-	-	-

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Fund Name	Net Investment Income Per Share	Short-Term Gain Per Share	Long-Term Gain Per Share	Total Gain Distribution as % of NAV
Virtus Quality Small-Cap Fund	0.080	-	-	-
Virtus Real Estate Securities Fund	0.120	-	-	-
Virtus Senior Floating Rate Fund	0.060	-	-	-
Virtus Short/Intermediate Bond Fund	0.035	-	-	-
Virtus Small-Cap Growth Fund	-	-	-	-
Virtus Small-Cap Sustainable Growth Fund	-	-	-	-
Virtus Small-Cap Value Fund	-	-	-	-
Virtus Small-Mid Cap Fund	-	-	-	-
Virtus Strategic Growth Fund	-	-	-	-
Virtus Tax-Exempt Bond Fund	0.036	-	-	-
Virtus Value Equity Fund	0.020	-	-	-
Virtus Value Opportunities Fund	-	-	-	-
Virtus Wealth Builder Fund	0.060	-	0.146	1.7%
Virtus Wealth Guardian Fund	0.160	-	0.044	0.5%
Virtus Worldwide Strategies Fund	0.070	-	-	-

Important Notes:

Net Investment income distribution shown for class A shares; distributions for other classes will differ based on class specific 12B-1 expenses. The gain distribution amounts apply equally to all classes. Short-term gains are considered ordinary income on Form 1099.

To receive a distribution, you must be a registered shareholder of the fund as of December 19, 2008, the record date; except for the fund of funds, the record date is December 26, 2008. Distributions are payable the day after the record date.

The above amounts represent estimated distributions and will likely change. Tax returns should not be prepared based on this information. The short-term and long-term gain distributions are based on book realized gains as of 10/31/08. Any or all of the following items could cause distributions to differ from the above estimates; investment sales through October 31; net operating losses; tax-basis income and realized gains which may differ from the adjusted realized gain amounts used for these estimates, and purchases and redemptions of shares between the estimate and the dividend record date will impact the per share distribution amounts.

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