

## VP Distributors, LLC

(A wholly-owned subsidiary of Virtus Partners, Inc.)

### Statement of Income

	Year Ended December 31, 2015
<i>(\$ in thousands)</i>	
<b>Operating Revenues</b>	
Distribution and service fees	\$ 67,107
Related party marketing fees	75,404
Other income and fees	1,553
Total operating revenues	144,064
<b>Operating Expenses</b>	
Employment expenses	26,992
Distribution expenses	82,529
Other operating expenses	9,057
Depreciation and amortization	91
Total operating expenses	118,669
<b>Operating Income</b>	25,395
<b>Other Income</b>	
Realized and unrealized gains on trading securities, net	(19)
Other income, net	22
Total other income	3
<b>Income before income taxes</b>	25,398
Provision for income taxes	9,832
<b>Net Income</b>	\$ 15,566

The accompanying notes are an integral part of these financial statements.