

## Monthly Leveraged Mutual Funds

## Monthly High Yield Bull 1.2X Fund

## Overview

The Direxion Monthly High Yield Bull 1.2X Fund seeks monthly investment results, before fees and expenses, of 120% of the calendar month performance of the Solactive High Yield Beta Index. **There is no guarantee the fund will meet its stated investment objective.**

Direxion's Leveraged Index-based Funds seek to provide monthly returns which are a multiple of the returns of the relevant benchmark. In practice, this means that Leveraged Index-based Funds react to gains by increasing market exposure and react to losses by decreasing market exposure.

## Target Index

The Solactive High Yield Beta Index (SOLHYB) is a rules-based, systematic strategy index that provides exposure to an equal-weighted portfolio of three high-yield ETFs. The allocation to each US High Yield Corporate Bond ETF is adjusted on a monthly basis. The Index is calculated and distributed by Solactive AG and is calculated and published in US Dollars. **One cannot directly invest in an index.**

DXHYX

Monthly High Yield Bull 1.2X Fund

## Fund Facts

Fund Symbol	DXHYX
Monthly Target	120%
Bloomberg Index Symbol	SOLHYB
CUSIP	254939127
Gross Expense Ratio	1.70%
Net Expense Ratio*	1.70%
Inception Date	Feb 17, 2016

\* The Net Expense Ratio includes management fees, other operating expenses and Acquired Fund Fees and Expenses. If Acquired Fund Fees and Expenses were excluded, the Net Expense Ratio would be 1.33%. The Funds' Adviser, Rafferty Asset Management, LLC ("Rafferty") has entered into an Operating Expense Limitation Agreement with the Fund. Under the Operating Expense Limitation Agreement, Rafferty has contractually agreed to waive all or a portion of its management fee and/or reimburse the Fund for Other Expenses through September 1, 2020, to the extent that the Fund's Total Annual Fund Operating Expenses exceed 1.35% of the Fund's average daily net assets (excluding, as applicable, among other expenses, taxes, swap financing and related costs, acquired fund fees and expenses, dividends or interest on short positions, other interest expenses, brokerage commissions and extraordinary expenses). If these expenses were included, the net expense ratio would be higher.

## Index Sector Weightings Comparison %

## Solactive High Yield Beta Index (SOLHYB) vs. BofA Merrill Lynch US High Yield Index (H0A0)

Sector	SOLHYB	H0A0
Communications	20.30	20.17
Consumer, Non-cyclical	17.30	15.91
Energy	14.90	15.09
Consumer, Cyclical	13.15	14.42
Industrial	11.44	10.69
Financial	10.36	10.57
Technology	5.82	5.50
Basic Materials	4.36	5.14
Utilities	2.37	2.44
Diversified	0.00	0.07

Index data as of 03/31/2019 Source: Bloomberg. Index sector weightings and top holdings are subject to change.

BofA Merrill Lynch US High Yield Index (H0A0) is a commonly used benchmark for high-yield corporate bonds. The Index tracks the performance of US dollar denominated below investment corporate debt publicly issued in the US domestic market.

## Performance (As of March 31, 2019)

	1M %	3M %	YTD %	1Y %	3Y %	S/I of the fund %	Inception Date
DXHYX	1.13	7.94	7.94	5.05	7.44	9.63	02/17/2016
SOLHYB	1.14	7.30	7.30	6.06	7.62	9.70	

*The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. Returns for performance under one year are cumulative, not annualized. For the most recent month-end performance please visit the funds website at [direxioninvestments.com](http://direxioninvestments.com).*

*Short-term performance, in particular, is not a good indication of the fund's future performance, and an investment should not be made based solely on returns. Because of ongoing market volatility, fund performance may be subject to substantial short-term changes. For additional information, see the fund's prospectus.*

## Index Performance Comparison

### Solactive High Yield Beta Index (SOLHYB) vs. BofA Merrill Lynch US High Yield Index (H0A0)

Year	H0A0	SOLHYB	Year	H0A0	SOLHYB
2018	-2.26	-2.01	Annualized Returns	6.28	5.30
2017	7.48	6.10	Annualized Std Dev	3.83	6.02
2016	17.49	14.28	Max Drawdown	-13.08	-14.05
2015	-4.64	-5.46	Return/Risk	1.64	0.88
2014	2.50	0.85	Correlation		0.95

*Past performance does not guarantee future results. Index returns and are historical and are not representative of any Fund performance. Total returns of the index include reinvested dividends. One cannot invest directly in an index.*

**Standard Deviation** is a measure of the dispersion of a set of data from its mean.

**Maximum Drawdown** is the greatest percent decline from a previous high.

**Return/Risk** is a calculation of the annualized return over standard deviation.

**Correlation** is a measure of the similarity of performance, and is calculated on using daily values.

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### Disclosures:

**An investor should carefully consider a Fund's investment objective, risks, charges, and expenses before investing. A Fund's prospectus and summary prospectus contain this and other information about the Direxion Funds. To obtain a prospectus and summary prospectus call 866-476-7523 or visit our website at [direxioninvestments.com](http://direxioninvestments.com). A Fund's prospectus and summary prospectus should be read carefully before investing.**

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Solactive AG is not a sponsor of, or in any way affiliated with, the Direxion Monthly High Yield Bull 1.2X Fund. The Solactive High Yield Beta Index is calculated by Solactive AG.

Investing in the Direxion Funds may be more volatile than investing in broadly diversified funds. The use of leverage by a Fund increases the risk to the Fund. The Direxion Funds are not suitable for all investors and should be utilized only by sophisticated investors who understand leverage risk, consequences of seeking monthly leveraged investment results and intend to actively monitor and manage their investment. The Direxion Funds are not designed to track their respective underlying indices over a period of time longer than one calendar month.

**Direxion Funds Risks** – An investment in the Fund involves risk, including the possible loss of principal. The Fund is non-diversified and includes risks associated with concentration which results from the Fund's investment in a particular industry or sector, which can result in increased volatility. The use of derivatives such as futures contracts and swaps are subject to market risks that may cause their price to fluctuate over time. The Fund does not attempt to, and should not be expected to, provide returns which are 1.2 times the return of its underlying index for periods other than a full calendar month. Risks of the Fund include Effects of Compounding and Market Volatility Risk, Leverage Risk, Counterparty Risk, Intra-Calendar Month Investment Risk, Monthly Correlation/Tracking Risk, Other Investment Companies (including ETFs) Risk, and risks specific to investment in debt instruments, high yield debt securities and the securities that comprise the Solactive High Yield Beta Index. High yield debt securities, which are securities rated below investment grade and otherwise known as "junk bonds", generally involve greater risk of default or price changes than other types of fixed-income securities due to uncertainty regarding an issuer's continuing ability to make principal and interest payments. Please see the summary and full prospectus for a more complete description of these and other risks of the Fund.

**Distributor for Direxion Funds: Rafferty Capital Markets LLC.**