

## Monthly 25+ Year Treasury Bull and Bear 1.35X Funds

### Overview

The Direxion Monthly 25+ Year Treasury Bull and Bear 1.35X Funds seeks monthly investment results, before fees and expenses, of 135%, or 135% of the inverse (or opposite), of the calendar month performance of the ICE U.S. Treasury 25+ Year Bond Index. **There is no guarantee the funds will meet their 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 ICE U.S. Treasury 25+ Year Bond Index (ICET25TR) is a market value weighted index that is designed to measure the performance of U.S. dollar-denominated, fixed-rate securities with minimum term to maturity greater than 25 years. Bonds eligible for inclusion must: be issued by the U.S. Treasury; have a minimum term to maturity of greater than 25 years; be denominated in U.S. Dollars; be an either callable or non-callable issue; and have a fixed, non-zero coupon. The Index excludes zero-coupon STRIPS, inflation-linked note securities, floating-rate notes, cash management and treasury bills and any government agency debt that is issued with or without a government guarantee. **One cannot directly invest in an index.**

<b>DXLTX</b>	Monthly 25+ Year Treasury Bull 1.35X Fund
<b>DXSTX</b>	Monthly 25+ Year Treasury Bear 1.35X Fund

### Fund Facts

Fund Symbol	DXLTX	DXSTX
Monthly Target	135%	-135%
Bloomberg Index Symbol	ICET25TR	ICET25TR
CUSIP	254939143	254939135
Gross Expense Ratio	1.58%	2.05%
Net Expense Ratio*	1.20%	1.18%
Duration	24.71 Years	-24.71 Years
Inception Date	Nov 02, 2015	Nov 02, 2015

\* 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 1.10%. The Funds' Adviser, Rafferty Asset Management, LLC ("Rafferty") has entered into an Operating Expense Limitation Agreement with each Fund. Under the Operating Expense Limitation Agreement, Rafferty has contractually agreed to waive all or a portion of its management fee and/or reimburse each Fund for Other Expenses through September 1, 2019, to the extent that the Fund's Total Annual Fund Operating Expenses exceed 1.10% of each 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 Statistics

Duration	18.30 Years
Weighted Average Maturity	27.37 Years
Weighted Average Coupon	2.98%
30 Day Volatility	7.63%

**Duration** is a measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years.

The **weighted average maturity** of the time until all maturities on treasuries in the index. The higher the weighted average to maturity, the longer the bonds have in the index until maturity.

The **weighted average coupon** of the index is arrived at by weighting the coupon of each bond by its relative size in the portfolio.

**Volatility** is a measurement of risk based on daily volatility of price over the last 30 days of the period calculated using standard deviation.

Source: Bloomberg. Data as of 9/30/2018 and is subject to change at any time.

### Index Credit Ratings %

Aaa	100.00
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The **credit ratings** are published rankings based on Moody's financial analyses as it relates to the bond issuer's ability to meet debt obligations. The highest rating is Aaa, and the lowest is C.

### Index Bond Maturities %

28 - 30	37.62
26 - 28	39.30
25 - 26	23.08

## Performance (As of December 31, 2018)

	1M %	3M %	YTD %	1Y %	3Y %	S/I of the fund %	Inception Date
DXLTX	7.38	4.48	-6.32	-6.32	0.56	0.20	11/02/2015
DXSTX	-7.67	-5.63	3.35	3.35	-4.50	-4.17	11/02/2015
ICET25TR Index	5.89	4.20	-2.15	-2.15	—	—	

*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 [drexioninvestments.com](http://drexioninvestments.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.*

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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 [drexioninvestments.com](http://drexioninvestments.com). A Fund's prospectus and summary prospectus should be read carefully before investing.**

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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, or monthly inverse 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 a Fund involves risk, including the possible loss of principal. Each Fund is non-diversified and includes risks associated with concentration which results from a Fund's investment in a particular industry, sector, or geographic region, 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. Each Fund does not attempt to, and should not be expected to, provide returns which are 1.35 times the return of its underlying index for periods other than one calendar month. Risks of each Fund include Effects of Compounding and Market Volatility Risk, Leverage Risk, Counterparty Risk, Intra-Calendar Month Investment Risk, risks specific to U.S Treasury securities, such as Credit Risk, Debt Instrument Risk, Interest Rate Risk and U.S. Government Securities Risk, for the Direxion Monthly 25+ Year Treasury Bull 1.35X Fund, Monthly Correlation/Tracking Risk and Other Investment Companies (including ETFs) Risk, and for the Direxion Monthly 25+ Year Treasury Bear 1.35X Fund, Shorting Risk and Monthly Inverse Correlation/Tracking Risk. Please see the summary and full prospectus for a more complete description of these and other risks of each Fund.

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