

Monthly Leveraged Mutual Funds

Monthly S&P 500 Bull and Bear 2X Funds

Overview

The Direxion Monthly S&P 500[®] Bull & Bear 2X Funds seek monthly investment results, before fees and expenses, of 200%, or 200% of the inverse (or opposite), of the calendar month performance of the S&P 500[®] Index.

There is no guarantee the funds 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

Standard & Poor's[®] selects the stocks comprising the S&P 500[®] Index (SPXT) on the basis of market capitalization, financial viability of the company and the public float, liquidity and price of a company's shares outstanding. The Index is a float-adjusted, market capitalization-weighted index. **One cannot directly invest in an index.**

| | |
|--------------|------------------------------|
| DXSLX | Monthly S&P 500 Bull 2X Fund |
| DXSSX | Monthly S&P 500 Bear 2X Fund |

Fund Facts

| Fund Symbol | DXSLX | DXSSX |
|------------------------|---------------------|---------------------|
| Monthly Target | 200% | -200% |
| Bloomberg Index Symbol | SPXT | SPXT |
| CUSIP | 254939705 | 254939218 |
| Gross Expense Ratio | 1.48% | 2.03% |
| Net Expense Ratio* | 1.46% | 1.46% |
| Inception Date | May 01, 2006 | May 01, 2006 |

* 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 1.35%. 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, 2020, to the extent that each 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 Top Ten Holdings %

| | |
|-------------------|------|
| Microsoft | 3.73 |
| Apple | 3.38 |
| Amazon.com | 2.93 |
| Berkshire Hathway | 1.89 |
| Johnson & Johnson | 1.65 |
| JP Morgan Chase | 1.54 |
| Alphabet - C | 1.52 |
| Facebook | 1.50 |
| Alphabet - A | 1.49 |
| Exxon | 1.37 |

Index Sector Weightings %

| | |
|------------------------|-------|
| Information Technology | 20.14 |
| Health Care | 15.54 |
| Financials | 13.31 |
| Communication Services | 10.12 |
| Consumer Discretionary | 9.94 |
| Industrials | 9.20 |
| Consumer Staples | 7.41 |
| Energy | 5.31 |
| Utilities | 3.34 |
| Real Estate | 2.96 |
| Materials | 2.73 |

Index data as of 12/31/2018. Source: Bloomberg. Index sector weightings and top holdings are subject to change.

Performance (As of December 31, 2018)

| | 1M % | 3M % | YTD % | 1Y % | 3Y % | 5Y % | 10Y % | S/I of the fund % | Inception Date |
|------------|--------|--------|--------|--------|--------|--------|--------|-------------------|----------------|
| DXSLX | -18.45 | -27.35 | -14.82 | -14.82 | 13.62 | 12.75 | 21.85 | 4.66 | 05/01/2006 |
| DXSSX | 18.51 | 30.32 | 7.29 | 7.29 | -17.77 | -17.75 | -28.73 | -22.28 | 05/01/2006 |
| SPXT Index | -9.03 | -13.52 | -4.36 | -4.36 | 9.25 | 8.49 | 13.11 | 7.50 | |

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.

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.

For Information: 866-476-7523 | info@direxioninvestments.com | direxioninvestments.com

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. 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 two 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 the securities that comprise the S&P 500® Index, for the Direxion Monthly S&P 500® Bull 2X Fund, Monthly Correlation/Tracking Risk and Other Investment Companies (including ETFs) Risk, and for the Direxion Monthly S&P 500® Bear 2X 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.