

# Direxion Funds: News

## Reverse Split

Five Direxion Mutual Funds to Undergo Reverse Split on 2/12/10



## Reverse Split Announcement

Please be aware five (5) Direxion Funds will be undergoing a reverse split on February 12, 2010. February 12, 2010, will be the last date of the pre-“reverse split” price and February 16, 2010\*, will be the first day reporting the post-“reverse split” price. Share balances will be adjusted downward at the same ratio the NAV is increased. The ratios are shown below.

FUND	TICKER	CUSIP	SHARE RATIO*
Monthly Small Cap Bear 2X Fund	DXRSX	254939820	1:10
Monthly Emerging Markets Bear 2X Fund	DXESX	254939622	1:10
Monthly Developed Markets Bear 2X Fund	DXDSX	254939598	1:5
Monthly NASDAQ 100 Bear 2X Fund	DXQSX	254939101	1:5
Monthly S&P 500 Bear 2X Fund	DXSSX	254939804	1:5

\*Shareholders will receive one (1) post-“reverse split” share for the stated number of pre-“reverse split” shares. The NAV will increase by the same ratio. The net value of the shareholder’s position will remain neutral.

### **EXAMPLE:**

At the close of business on February 12, 2010, a shareholder owns 15,000 shares of the Direxion Monthly Small Cap Bear 2X Fund at an NAV of \$4.30 per share. Shareholder’s account’s total Net Asset Value is \$64,500.00.

At the opening of business on February 16, 2010\*, the shareholder will own 1,500 shares of the same fund at an NAV of \$43.00 per share. Shareholder’s account’s total Net Asset Value will be \$64,500.00.

If you have any questions, please contact us at 800.851.0511 between the hours of 9 AM and 6 PM EST, Monday through Friday.

\*Because Monday, February 15, 2010 is the Presidents Day Federal holiday, the new NAVs will take effect with the opening of business on February 16, 2010.