

Monthly Small Cap Bull 2x Fund

Fund Objective

The Monthly Small Cap Bull 2x Fund seeks monthly investment results, before fees and expenses, of 200% of the calendar month performance of the Russell 2000® Index.

Fund Symbol **DXRLX**
 Monthly Target 200%
 Bloomberg Index Symbol RTY
 Gross Expense Ratio 1.90%
 Net Expense Ratio 1.90%
 Inception Date 05/01/2006

Monthly Small Cap® Bear 2x Fund

Fund Objective

The Monthly Small Cap Bear 2x Fund seeks monthly investment results, before fees and expenses, of 200% of the inverse (or opposite) of the calendar month performance of the Russell 2000® Index.

Fund Symbol **DXRSX**
 Monthly Target -200%
 Bloomberg Index Symbol RTY
 Gross Expense Ratio 1.90%
 Net Expense Ratio 1.90%
 Inception Date 05/01/2006

Target Index - The Russell 2000® Index

Index Description

The Russell 2000® Index measures the performance of the small-cap segment of the U.S. equity universe and is comprised of the smallest 2000 companies in the Russell 3000® Index, representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The companies included in the index have an average market capitalization of more than \$585 million dollars and a median market capitalization of \$407 million dollars as of September 30, 2011. One cannot invest directly in an Index. *There is no guarantee these funds will meet their stated investment objectives.*

Index Sector Weightings (%)

Financial Services	22.6%
Consumer Discretionary	15.0%
Technology	15.0%
Health Care	14.7%
Producer Durables	13.8%
Materials & Processing	6.6%
Energy	5.7%
Utilities	3.4%
Consumer Staples	3.3%

Performance

Fund	1 Mo (%)	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yr (%)	5 Yr (%)	10 Yr (%)	Since Inception
Monthly Small Cap Bull 2x Fund	-4.74	-3.7	11.37	79.18	-	-13.31	-5.17	-3.04
Monthly Small Cap Bear 2x Fund	4.38	2.03	-14.21	-54.89	-	-35.09	-25.44	-23.02

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 for one year and under are cumulative, not annualized. 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. For additional information, see the fund(s) prospectus or summary prospectus.

An investor should consider the investment objectives, risks, charges, and expenses of the Direxion Funds carefully before investing. The prospectus and summary prospectus contain this and other information about Direxion Funds. To obtain a prospectus or summary prospectus, please contact the Direxion Funds at 800.851.0511. The prospectus or summary prospectus should be read carefully before investing.

As of 9/30/2009, the Bull Fund's investment objective has changed from seeking daily investment results, before fees and expenses, of 250% of the performance of its benchmark to seeking monthly investment results, before fees and expenses, of 200% of the performance of its benchmark.

Investing in index-based funds may be more volatile than investing in broadly diversified funds. The use of leverage by a mutual fund increases the risk to the fund. The more a fund invests in leveraged instruments the more the leverage will magnify gains or losses on those investments.

The principal risks of investing in the Small Cap Bull and Bear 2x Funds are Market Timing Activity and High Portfolio Turnover, Risk of Tracking Error, Risks of Aggressive Investment Techniques, Leverage Risk, Counterparty Risks, Risk of Non-Diversification, Interest Rate Changes, Risks of Investing in Other Investment Companies and ETFs, Adverse Market Conditions, Risks of Investing in Equity Securities, Credit Risk, and Risks of Investing in Small and Mid Capitalization Companies. For more information on the risks of the fund, including a description of each risk, please refer to the prospectus.

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