



Direxionfunds

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Direxion U.S. Government Money Market to Participate in the Treasury Guarantee Program

The Board of Trustees for the [Direxion US Government Money Market](#) has approved participation in the recently announced U.S. Treasury's Temporary Guarantee Program for Money Market Funds. This program is designed to provide temporary coverage to shareholders for amounts they held in participating funds as of the close of business on September 19, 2008. To find out the value of your Direxion Funds US Government Money Market holdings on September 19, 2008, please call 800-851-0511.

Program provisions are as follows:

- Any increase in the number of shares held in an account after the close of business on September 19, 2008 will not be guaranteed.
- If a customer closes his or her fund account, any future investment in the fund through a new account will not be guaranteed.
- If the number of shares held in an account fluctuates over the period, investors will be covered for either the number of shares held as of the close of business day on September 19, 2008 or the current amount, whichever is less.
- The Program expires on December 18, 2008, unless extended by the United States Treasury.

[Read Treasury announcement on Frequently Asked Questions about the Temporary Guarantee Program for Money Market Funds \(September 29, 2008\).](#)

An investor should consider the investment objectives, risks, charges, and expenses of the Direxion Funds carefully before investing. The prospectus contains this and other information about Direxion Funds. To obtain a prospectus, please contact the Direxion Funds at 800.851.0511. The [prospectus](#) should be read carefully before investing.

Investing in index 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 U.S. Government Money Market Fund include the following: The yield paid by the U.S. Government Money Market Fund is subject to changes in interest rates. As a result, there is risk that a decline in short-term interest rates would lower its yield and the overall return on your investment. Although the U.S. Government Money Market Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the U.S. Government Money Market Fund. Your investment in the U.S. Government Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government institution. Securities issued by U.S. government-sponsored entities, such as the Federal National Mortgage Association ("Fannie Mae®") and the Federal Home Loan Mortgage Corporation ("Freddie Mac®"), are not backed by the full faith and credit of the U.S. government and are not insured or guaranteed by the U.S. government. The value of your investment could be eroded over time by the effects of inflation. Security selection by Rafferty may cause the U.S. Government Money Market Fund to underperform other funds with similar investment objectives. If a portfolio security declines in credit quality or goes into default, it also could affect the U.S. Government Money Market Fund's yield. Additional risks of investing in the U.S. Government Money Market Fund are Interest Rate Changes and Credit Risk. For more information on the risks of the fund, including a description of each risk, please refer to the [prospectus](#).

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