

Direxion

ETFs | Funds

June 27, 2018

Dear Trading Partner,

Based upon the recommendation of Rafferty Asset Management, LLC, the investment adviser for the Direxion Indexed Commodity Strategy Fund and the Hilton Tactical Income Fund, the Board of Trustees of the Direxion Funds has approved the redesignation of the Fund's Class A Shares as Investor Class Shares and the conversion of the Fund's Class C Shares to Investor Class Shares effective after market close on June 29, 2018 (the "Conversion").

Existing Fund Class Name				New Fund Class Name			
Direxion Indexed Commodity Strategy Fund				Direxion Indexed Commodity & Income Strategy Fund			
Share Class	TA Fund #	CUSIP	Ticker	Share Class	TA Fund #	CUSIP	Ticker
A	2878	254939457	DXCTX	Investor	2878	254939457	DXCTX

Existing Fund Class Name				New Fund Class Name			
Hilton Tactical Income Fund				Hilton Tactical Income Fund			
Share Class	TA Fund #	CUSIP	Ticker	Share Class	TA Fund #	CUSIP	Ticker
A	2995	254939176	HCYAX	Investor	2995	254939176	HCYAX

Target Fund / Class				Acquiring Fund / Class			
Direxion Indexed Commodity Strategy Fund				Direxion Indexed Commodity & Income Strategy Fund			
Share Class	TA Fund #	CUSIP	Ticker	Share Class	TA Fund #	CUSIP	Ticker
C	2886	254939341	DXSCX	Investor	2878	254939457	DXCTX

Target Fund / Class				Acquiring Fund / Class			
Hilton Tactical Income Fund				Hilton Tactical Income Fund			
Share Class	TA Fund #	CUSIP	Ticker	Share Class	TA Fund #	CUSIP	Ticker
C	2999	254939150	HCYCX	Investor	2995	254939176	HCYAX

Please see the next page for important operational information.

Operational Information

- The Investor Class (Acquiring Fund) will be **NO LOAD, NO CDSC**. There will be a 0.25% 12b-1.
- Share class name changes for each fund from Class A to Investor Class will take place after market close on 6/29/18.
- The Target Funds will be merged into the Acquiring Funds as of the close of business on 6/29/18.
- The Target Fund will display a 4 digit NAV on Friday, 6/29/18.
- CDSC rules will apply to any redemption made before the conversion date. Any CDSCs in the Target Funds will be waived on the conversion transaction.
- T+1 settlement will remain as is.
- The merger will be processed on Monday, 7/2/18 as of trade date Friday, 6/29/18.
- An F55 networking activity record (tran type W0) will be transmitted the evening of Monday, 7/2/18.
- The ex and payable date for the Hilton Tactical Income Fund will be moved up to Tuesday, 6/26/18, to accommodate this share class merger transaction.

If you require any additional information, please call the US Bancorp Fund Services, LLC Financial Intermediary Department at 1-800-236-4424.