

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Direxion Daily Junior Gold Miners Bull 3X Shares		2 Issuer's employer identification number (EIN) 46-3626083	
3 Name of contact for additional information Pat Rudnick	4 Telephone No. of contact 646-572-3631	5 Email address of contact rudnickp@direxioninvestments.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 1301 Avenue of the Americas, 28th Floor		7 City, town, or post office, state, and ZIP code of contact New York, NY 10019	
8 Date of action 10/31/2017		9 Classification and description Nontaxable Return of Capital Distribution	
10 CUSIP number 25490K554	11 Serial number(s) N/A	12 Ticker symbol JNUG	13 Account number(s) N/A

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ During the fiscal year ending 10/31/17, Direxion Daily Junior Gold Miners Bull 3X Shares declared quarterly dividends that included a non-taxable return of capital. Please reference the attached sheet for details relating to the date of action.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ For each dividend noted above, 41.29% of each such dividend was a return of capital in accordance with IRS section 301(c)(2). Accordingly, the shareholder would reduce each share of their tax cost basis in the JNUG stock by the portion of each distribution determined to be nontaxable return of capital.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ The cost basis of the shareholders of record for each dividend noted above is lowered by the per share return of capital amount disclosed in the attachment. The rate was determined in accordance with IRC Section 301 and Section 316.

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ [IRC 301, 302, and 316.](#)

18 Can any resulting loss be recognized? ▶ [No loss can be recognized by the shareholders of each dividend noted above for the nontaxable return of capital distribution received.](#)

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ [The information provided above will be provided on the shareholder's 2017 1099-DIV statement, box 3.](#)

Sign Here
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.
Signature ▶ _____ Date ▶ _____
Print your name ▶ _____ Title ▶ _____

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.

Direxion Daily Junior Gold Miners Bull 3X Shares
46-3626083

Record Date	Ex Date	Payable Date	Total Dividend	41.290% Return of Capital
3/23/2017	3/21/2017	3/28/2017	0.02253	0.0093