See separate instructions.

Part I Reporting Issuer

1 Issuer's name						2 Issuer's employer identification number (EIN)		
Dire	exion Daily Real Estate	Bull 3X Shares		26-3754384				
	3		4 Telephone No. of contact			5 Email address of contact		
_	Rudnick		646-572-3631			rudnickp@direxioninvestments.com		
6 Number and street (or P.O. box if mail is not delivered to street address) of contact						7 City, town, or post office, state, and ZIP code of contact		
1301 Avenue of the Americas, 28th Floor						New York, NY 10019		
8	Date of action 9 Classification and description							
10/31/18 Nontaxable Return of Capital Distributio								
10	CUSIP number	11 Serial number(s)	12 Ticker symbol		13 Account number(s)		
	25459W755	N/A		DRN		N/A		
Pa	art II Organizatio	onal Action Attac	h additional	statements if needed.	See bad	ck of form for additional questions.		
14	Describe the organizat	tional action and, if a	oplicable, the	date of the action or the	date agai	inst which shareholders' ownership is measured for		
	the action <a> During	the fiscal year endir	ng 10/31/18, E	Direxion Daily Real Esta	te Bull 3)	Shares declared quarterly dividends that		
incl	uded a non-taxable retu	urn of capital. Pleas	se reference	the attached sheet for d	etails rel	ating 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, 29.843% 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 DRN 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		Organizational Action (continued)			
17 Li	st the	applicable Internal Revenue Code section(s) and subsection(s) upon which the tax tre	eatment is based ▶	IRC 301, 302, and 316.
		y resulting loss be recognized? ► <u>No loss</u> xable return of capital distribution receiv		of each dividend	noted above
		any other information necessary to implen led on the shareholder's 2018 1099-DIV		e tax year ► <u>The ir</u>	formation provided above
	and to the best of my knowledge and rer has any knowledge.				
Sign Here	Signa	A signed copy is maintained by the iss			
	Print	your name 🕨		Title ►	
Paid Prepa		Print/Type preparer's name	Preparer's signature	Date	Check if self-employed
Use (Firm's name			Firm's EIN ►
		Firm's address Firm's address			Phone no.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Direxion Daily Real Estate Bull 3X Shares 26-3754384

Record Date	Ex Date	Payable Date	Total Dividend	29.843% Return of Capital
6/20/2018	6/19/2018	6/26/2018	0.2517	0.0751
9/26/2018	9/25/2018	10/2/2018	0.13803	0.0412