

Direxion Flight to Safety Strategy ETF

Methodology Summary

The [Direxion Flight to Safety Strategy ETF \(FLYT\)](#) is a potential core, multi-asset solution for providing defensive exposures to seek portfolio risk mitigation through periods of market stress.

By combining long-term U.S. Treasury bonds, utility stocks, and physical gold into a single portfolio, FLYT is designed to deliver a source of returns uncorrelated to the equity markets, with the ability to provide meaningful appreciation and yield potential over the long term.

Fund Strategy Summary

Risk-weighted investment in utility stocks, long-term bonds and gold, that seeks to reduce portfolio risk while providing uncorrelated returns during periods of equity declines.

The fund's investment objective seeks investment results, before fees and expenses, that track the Solactive Flight to Safety Index. There is no guarantee that the fund will achieve its stated investment objective.

Constituent Universe

U.S. listed large and mid-capitalization utility stocks, U.S. treasury bonds with remaining maturities of greater than 20 years and gold bullion.

Benchmark Index

Solactive Flight to Safety Index. *One cannot directly invest in an index.*

- **Component A:** Solactive US Large & Mid Cap Utilities Index
- **Component B:** Solactive US 20+ Year Treasury Bond Index
- **Component C:** LBMA Gold Price PM

Component Weighting

- The weight of each component will be based on the contribution of the volatility of each component to the overall Index. The least volatile component of the Index, based on each component's trailing 5-year volatility measure, will receive the largest weighting.
- The gold component will be limited to 22.5% of the Index, with any excess proportionally distributed to the U.S. Large and Mid-Cap Utilities and U.S. treasury bonds allocations.

Rebalancing

- **Quarterly.** On the first Wednesday in February, May, August and November.

For Information: 866-476-7523 | info@direxion.com | direxion.com

Disclosures

An investor should carefully consider a Fund's investment objective, risks, charges, and expenses before investing. A Fund's prospectus and summary prospectus contain this and other information about the Direxion Shares. To obtain a Fund's prospectus and summary prospectus call 866-476-7523 or visit our website at direxion.com. A Fund's prospectus and summary prospectus should be read carefully before investing.

Solactive AG is not a sponsor of, or in any way affiliated with, the Direxion Flight to Safety Strategy ETF.

Shares of the Direxion Shares are bought and sold at market price (not NAV) and are not individually redeemed from a Fund. Market Price returns are based upon the midpoint of the bid/ask spread at 4:00 pm EST (when NAV is normally calculated) and do not represent the returns you would receive if you traded shares at other times. Brokerage commissions will reduce returns. Fund returns assume that dividends and capital gains distributions have been reinvested in the Fund at NAV. Some performance results reflect expense reimbursements or recoupments and fee waivers in effect during certain periods shown. Absent these reimbursements or recoupments and fee waivers, results would have been less favorable.

Direxion Shares ETF Risks - An investment in the Fund involves risk, including the possible loss of principal. There are risks associated with the Fund's investment in gold, U.S treasury bonds, and utility stocks. The value of gold has historically experienced extended periods of flat or declining prices in addition to sharp fluctuations, which may result in significant volatility and potential losses to the Fund. A security backed by the U.S. Treasury or the full faith and credit of the United States is guaranteed only as to the timely payment of interest and principal when held to maturity. The market prices for such securities are not guaranteed and will fluctuate. Utility companies are affected by supply and demand, operating costs, government regulation, environmental factors, liabilities for environmental damage and general liabilities, and rate caps or rate changes. Additional risks of the Fund include, but are not limited to Commodity-Linked Derivatives Risk, Counterparty Risk, Cash Transaction Risk, Other Investment Companies (including ETFs) Risk, Subsidiary Investment Risk, Interest Rate Risk, and Tax Risk. Please see the summary and full prospectuses for a more complete description of these and other risks of the Fund.

Distributor for Direxion Shares: Foreside Fund Services, LLC.