

Rydex Variable Trust Funds Annual Report

Domestic Equity Funds

S&P 500® Pure Growth Fund

S&P 500® Pure Value Fund

S&P MidCap 400® Pure Growth Fund

S&P MidCap 400® Pure Value Fund

S&P SmallCap 600® Pure Growth Fund

S&P SmallCap 600® Pure Value Fund

International Equity Funds

Europe 1.25x Strategy Fund

Japan 2x Strategy Fund

Specialty Funds

Strengthening Dollar 2x Strategy Fund

Weakening Dollar 2x Strategy Fund

Beginning on January 1, 2021, paper copies of the Funds' annual and semi-annual shareholder reports may no longer be sent by mail, unless you specifically request paper copies of the reports from the insurance company that offers your contract or from your financial intermediary. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report. Instructions for requesting paper copies will be provided by your insurance company.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. At any time, you may elect to receive reports and other communications from the insurance company electronically by following the instructions provided by the insurance company.

You may elect to receive all future shareholder reports in paper free of charge. You can inform the insurance company that you wish to receive paper copies of reports by following the instructions provided by the insurance company. Your election to receive reports in paper will apply to all portfolio companies available under your contract.

This report and the financial statements contained herein are submitted for the general information of our shareholders. The report is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

Distributed by Guggenheim Funds Distributors, LLC.

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Dear Shareholder:

Security Investors, LLC (the “Investment Adviser”) is pleased to present the annual shareholder report for ten funds that are part of the Rydex Variable Trust (the “Funds”). This report covers performance of the Funds for the annual period ended December 31, 2019.

The Investment Adviser is a part of Guggenheim Investments, which represents the investment management businesses of Guggenheim Partners, LLC (“Guggenheim”), a global, diversified financial services firm.

Guggenheim Funds Distributors, LLC is the distributor of the Funds. Guggenheim Funds Distributors, LLC is affiliated with Guggenheim and the Investment Adviser.

We encourage you to read the Economic and Market Overview section of the report, which follows this letter, and then the Performance Report and Fund Profile for each Fund.

We are committed to providing innovative investment solutions and appreciate the trust you place in us.

Sincerely,

Security Investors, LLC
January 31, 2020

Read a prospectus and summary prospectus (if available) carefully before investing. It contains the investment objectives, risks, charges, expenses and other information, which should be considered carefully before investing. Obtain a prospectus and summary prospectus (if available) at guggenheiminvestments.com or call 800.820.0888.

This material is not intended as a recommendation or as investment advice of any kind, including in connection with rollovers, transfers, and distributions. Such material is not provided in a fiduciary capacity, may not be relied upon for or in connection with the making of investment decisions, and does not constitute a solicitation of an offer to buy or sell securities. All content has been provided for informational or educational purposes only and is not intended to be and should not be construed as legal or tax advice and/or a legal opinion. Always consult a financial, tax and/or legal professional regarding your specific situation.

Inverse and leveraged Funds are not suitable for all investors. • These Funds should be utilized only by investors who (a) understand the risks associated with the use of leverage, (b) understand the consequences of seeking daily leveraged investment results, (c) understand the risk of shorting, and (d) intend to actively monitor and manage their investments. • The more a Fund invests in leveraged instruments, the more the leverage will magnify any gains or losses on those investments. • Inverse Funds involve certain risks, which include increased volatility due to the Funds' possible use of short sales of securities and derivatives, such as options and futures. • The Funds' use of derivatives, such as futures, options, and swap agreements, may expose the Funds' shareholders to additional risks that they would not be subject to if they invested directly in the securities underlying those derivatives. • Short-selling involves increased risks and costs. You risk paying more for a security than you received from its sale. • Leveraged and inverse Funds seek to provide investment results that match the performance of a specific benchmark, before fees and expenses, on a daily basis. Because the Funds seek to track the performance of their benchmark on a daily basis, mathematical compounding, especially with respect to those Funds that use leverage as part of their investment strategy, may prevent a Fund from correlating with the monthly, quarterly, annual, or other period performance of its benchmark. **Due to the compounding of daily returns, leveraged and inverse Funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period.** For those Funds that consistently apply leverage, the value of the Fund's shares will tend to increase or decrease more than the value of any increase or decrease in its benchmark index. The Funds rebalance their portfolios on a daily basis, increasing exposure in response to that day's gains or reducing exposure in response to that day's losses. Daily rebalancing will impair a Fund's performance if the benchmark experiences volatility. **Investors should monitor their leveraged and inverse Funds' holdings consistent with their strategies, as frequently as daily.** • For more on these and other risks, please read the prospectus.

Pure Style Funds may not be suitable for all investors. • The funds are subject to the risk that large, medium and small-capitalization stocks may under-perform other segments of the equity market or the equity market as a whole. • Value stocks are subject to the risk that the intrinsic value of the stock may never be realized by the market or that the price goes down. Growth stocks typically invest a high portion of their earnings back into their business and may lack the dividend yield that could cushion their decline in a market downturn. Growth stocks may be more volatile than other stocks because they are more sensitive to investor perceptions regarding the growth potential of the issuing company. • The funds are subject to the risk that unanticipated early closings of securities exchanges and other financial markets may result in the funds' inability to buy or sell securities or other financial instruments on that day. In certain circumstances, it may be difficult for the funds to purchase and sell particular investments within a reasonable time at a fair price. • Unlike many investment companies, the funds are not actively "managed." This means that based on market and economic conditions, the funds' performance could be lower than other types of funds that may actively shift their portfolio assets to take advantage of market opportunities or to lessen the impact of a market decline. • The funds are subject to active trading and tracking error risks, which may increase volatility, impact the funds' ability to achieve its investment objective and may decrease the fund's performance. • These funds are considered non-diversified and can invest a greater portion of its assets in securities of individual issuers than a diversified fund. As a result, changes in the market value of a single security could cause greater fluctuations in the value of fund shares than would occur in a more diversified fund. • Securities are not deposits or obligations of any bank, are not guaranteed by any bank, are not insured by the FDIC or any other agency, and involve investment risks, including the possible loss of the principal amount invested. • Please read the prospectus for more detailed information regarding these and other risks.

The Strengthening Dollar 2x Strategy Fund is subject to a number of risks and may not be suitable for all investors. • The Fund's use of derivatives such as futures and swap agreements may expose the fund to additional risks that it would not be subject to if it invested directly in the securities underlying those derivatives. • The Fund's exposure to foreign currencies subjects the Fund to the risk that those currencies will decline in value relative to the U.S. dollar, or, in the case of short positions, that the U.S. dollar will decline in value relative to the currency being hedged. • The more the Fund invests in leveraged instruments, the more the leverage will magnify any gains or losses on those investments. These risks may cause the Fund to experience higher losses and/or volatility than a Fund that does not invest in derivatives, use leverage or have exposure to foreign currencies. • Also, the Fund is subject to active trading and tracking error risks that may increase volatility, decrease performance and impact the Fund's ability to achieve its investment objective. This fund is considered non-diversified and can invest a greater portion of its assets in securities of individual issuers than a diversified fund. As a result, changes in the market value of a single security could cause greater fluctuations in the value of fund shares than would occur in a more diversified fund. • For more on these and other risks, please read the prospectus.

The Weakening Dollar 2x Strategy Fund is subject to a number of risks and may not be suitable for all investors. • The Fund's use of derivatives such as futures and swap agreements may expose the Fund to additional risks that it would not be subject to if it invested directly in the securities underlying those derivatives. • The Fund's indirect exposure to foreign currencies subjects the Fund to the risk that those currencies will decline in value relative to the U.S. dollar, or, in the case of short positions, that the U.S. dollar will decline in value relative to the currency being hedged. • The more the Fund invests in leveraged instruments, the more the leverage will magnify any gains or losses on those investments. These risks may cause the Fund to experience higher losses and/or volatility than a fund that does not invest in derivatives, use leverage or have exposure to foreign currencies. • Also, the Fund is subject to active trading and tracking error risks that may increase volatility, decrease performance and impact the Fund's ability to achieve its investment objective. This Fund is considered non-diversified and can invest a greater portion of its assets in securities of individual issuers than a diversified fund. As a result, changes in the market value of a single security could cause greater fluctuations in the value of Fund shares than would occur in a more diversified fund. • For more on these and other risks, please read the prospectus.

Recent U.S. economic data demonstrates that the expansion is being helped by lower interest rates. New home sales have risen at a double-digit, year-over-year pace for four consecutive months since August, spurred by lower mortgage rates but also base effects. Manufacturing production rose in both November and December, corroborating the signal seen in improving manufacturing surveys. Monthly non-farm payroll gains averaged 184,000 jobs in the fourth quarter of 2019, above underlying labor force growth. Income gains and a positive wealth effect are also flowing through into retail sales, where “core” sales recovered in December after three months of declines.

The latest evidence suggests that the U.S. Federal Reserve’s (the “Fed”) easing efforts have given the U.S. economy the extra gas it needs to extend the cycle. Furthermore, the new year kicks off with some clarity on U.S.-China trade policy. The eleventh-hour phase one U.S.-China trade agreement may give U.S. companies some comfort that they can expect tariffs on either side to remain where they are for now. This should help support U.S. manufacturing activity, especially if China steps up purchases of U.S. goods as promised.

Over the next several months, we expect the Fed will stay on hold as it watches incoming data to ensure that the current level of fed funds remains appropriate. Monetary policy acts on the economy with a timing lag, so the effects of the last rate cut in October 2019 might not be apparent until mid-2020. More economic data improvements may come as low rates flow through to consumers and to the credit markets.

While the Fed successfully pushed off a recession in 2019, 2020 arrives with several risks worth watching, including the U.S. presidential election, U.S.-Europe trade negotiations, the potential for a military conflict between the U.S. and Iran, and rising corporate and local government defaults in China.

For the 12 months ended December 31, 2019, the Standard & Poor’s 500® (“S&P 500®”) Index* returned 31.49%. The MSCI Europe-Australasia-Far East (“EAFE”) Index* returned 22.01%. The return of the MSCI Emerging Markets Index* was 18.42%.

In the bond market, the Bloomberg Barclays U.S. Aggregate Bond Index* posted a 8.72% return for the period, while the Bloomberg Barclays U.S. Corporate High Yield Index* returned 14.32%. The return of the ICE Bank of America (“BofA”) Merrill Lynch 3-Month U.S. Treasury Bill Index* was 2.28% for the 12-month period.

The opinions and forecasts expressed may not actually come to pass. This information is subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any specific security or strategy.

***Index Definitions:**

The following indices are referenced throughout this report. Indices are unmanaged and not available for direct investment. Index performance does not reflect transaction costs, fees, or expenses.

Bloomberg Barclays U.S. Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including U.S. Treasuries, government-related and corporate securities, mortgage-backed securities or “MBS” (agency fixed-rate and hybrid adjustable-rate mortgage, or “ARM”, pass-throughs), asset-backed securities (“ABS”), and commercial mortgage-backed securities (“CMBS”) (agency and non-agency).

Bloomberg Barclays U.S. Corporate High Yield Index measures the U.S. dollar-denominated, high yield, fixed-rate corporate bond market. Securities are classified as high yield if the middle rating of Moody’s, Fitch, and S&P is Ba1/BB +/BB + or below.

ICE BofA Merrill Lynch 3-Month U.S. Treasury Bill Index is an unmanaged market Index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

MSCI EAFE Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. & Canada.

MSCI Emerging Markets Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market performance in the global emerging markets.

Nikkei-225 Stock Average Index is a price-weighted index comprised of Japan's top 225 blue-chip companies on the Tokyo Stock Exchange.

S&P 500® is a broad-based index, the performance of which is based on the performance of 500 widely held common stocks chosen for market size, liquidity, and industry group representation.

S&P 500® Pure Growth Index is narrow in focus, containing only those S&P 500 Index companies with strong growth characteristics as selected by S&P. The S&P 500 Index is a capitalization-weighted index covering 500 industrial, utility, transportation and financial companies of the U.S. markets (mostly NYSE Euronext issues).

S&P 500® Pure Value Index is narrow in focus, containing only those S&P 500 Index companies with strong value characteristics as selected by S&P. The S&P 500 Index is a capitalization-weighted index covering 500 industrial, utility, transportation and financial companies of the U.S. markets (mostly NYSE Euronext issues).

S&P MidCap 400® Pure Growth Index is narrow in focus, containing only those S&P MidCap 400 Index companies with strong growth characteristics as selected by S&P. The S&P MidCap 400 Index measures the performance of the mid-capitalization sector of the U.S. equity market.

S&P MidCap 400® Pure Value Index is narrow in focus, containing only those S&P MidCap 400 Index companies with strong value characteristics as selected by S&P. The S&P MidCap 400 Index measures the performance of the mid-capitalization sector of the U.S. equity market.

S&P SmallCap 600® Pure Growth Index is narrow in focus, containing only those S&P SmallCap 600 Index companies with strong growth characteristics as selected by S&P. The S&P SmallCap 600 Index measures the performance of the small-capitalization sector of the U.S. equity market.

S&P SmallCap 600® Pure Value Index is narrow in focus, containing only those S&P SmallCap 600 Index companies with strong value characteristics as selected by S&P. The S&P SmallCap 600 Index measures the performance of the small-capitalization sector of the U.S. equity market.

STOXX Europe 50® Index, Europe's leading Blue-chip Index, provides a representation of supersector leaders in Europe. The index covers 50 stocks from 17 European countries: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Norway, Poland, Portugal, Spain, Sweden, Switzerland and the United Kingdom.

USD or U.S. Dollar Index® (USDX) is an index that determines the relative value of the United States dollar to a basket of foreign currencies. This formulated "basket" of currencies comprises the weighting of six other currencies as follows: Euro (EUR), 57.6% + Japanese Yen (JPY), 13.6% + Pound Sterling (GBP), 11.9% + Canadian Dollar (CAD), 9.1% + Swedish Krona (SEK), 4.2% + Swiss Franc (CHF) 3.6%.

Many of the Funds described in this report are benchmarked daily to leveraged and/or inverse leveraged versions of published indices. To properly evaluate the performance of these funds, it is essential to understand the effect of mathematical compounding on their respective returns.

Because of the nonlinear effects of leverage applied over time, it is possible for a fund to perform in-line with its benchmark for several individual periods in a row, yet seem to trail the benchmark over the entire period on a cumulative basis. It is also possible that a fund that performs in-line with its benchmark on a daily basis may seem to outperform its benchmark over longer periods.

An Example of Compounding

For example, consider a hypothetical fund that is designed to produce returns that correspond to 150% of an index. On the first day of a period, the index rises from a level of 100 to a level of 106, producing a 6.0% gain and an expectation that the fund will rise by 9.0%. On the same day, the fund's net asset value per share ("NAV") increases from \$10.00 to \$10.90 for a gain of 9.0% — in line with its benchmark.

On day two, assume the index falls from 106 to 99 for a loss of about 6.6%. The fund, as expected, falls 9.9% to a price of \$9.82. On each day, the fund performed exactly in line with its benchmark, but for the two-day period, the fund was down 1.8%, while the index was down only 1.0%. Without taking into account the daily compounding of returns, one would expect the fund to lose 1.5% and would see the fund as trailing by 0.3% when in fact it had performed perfectly. This example is summarized in the table below.

	Index Level	Index Performance	Fund Expectation	Fund NAV	Fund Performance	Assessment
Start	100			\$10.00		
Day 1	106	6.0%	9.0%	\$10.90	9.0%	In line
Day 2	99	-6.6%	-9.9%	\$ 9.82	-9.9%	In line
Cumulative		-1.0%	-1.5%		-1.8%	-0.3%

As illustrated by this simple example, the effect of leverage can make it difficult to form expectations or judgments about fund performance given only the returns of the unleveraged index.

Because certain funds seek to track the performance of their benchmark on a daily basis, mathematical compounding, especially with respect to those funds that use leverage as part of their investment strategy, may prevent a fund from correlating with the monthly, quarterly, annual or other period performance of its benchmark. Due to the compounding of daily returns, leveraged and inverse funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period. Investors should monitor their leveraged and inverse funds' holdings to ensure that they are consistent with their strategies, as frequently as daily. For those funds that consistently apply leverage, the value of the fund's shares will tend to increase or decrease more than the value of any increase or decrease in its benchmark index. For more on correlation, leverage and other risks, please read the prospectus.

In general, any change in direction in an index will produce compounding that seems to work against an investor. Were the index to move in the same direction (either up or down) for two or more periods in a row, the compounding of those returns would work in an investor's favor, causing the fund to seemingly beat its benchmark.

As a general rule of thumb, more leverage in a fund will magnify the compounding effect, while less leverage will generally produce results that are more in line with expectations. In addition, periods of high volatility in an underlying index will also cause the effects of compounding to be more pronounced, while lower volatility will produce a more muted effect.

All mutual funds have operating expenses, and it is important for our shareholders to understand the impact of costs on their investments. Shareholders of a fund incur two types of costs: (i) transaction costs, including sales charges (loads) on purchase payments, reinvested dividends, other distributions, and exchange fees, and (ii) ongoing costs, including management fees, administrative services, and shareholder reports, among others. These ongoing costs, or operating expenses, are deducted from a fund's gross income and reduce the investment return of the fund.

A fund's expenses are expressed as a percentage of its average net assets, which is known as the expense ratio. The following examples are intended to help investors understand the ongoing costs (in dollars) of investing in a fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The examples are based on an investment of \$1,000 made at the beginning of the period and held for the entire six-month period beginning June 30, 2019 and ending December 31, 2019.

The following tables illustrate the Funds' costs in two ways:

Table 1. Based on actual Fund return: This section helps investors estimate the actual expenses paid over the period. The "Ending Account Value" shown is derived from the Fund's actual return, and the fifth column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the Fund. Investors may use the information here, together with the amount invested, to estimate the expenses paid over the period. Simply divide the Fund's account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number provided under the heading "Expenses Paid During Period."

Table 2. Based on hypothetical 5% return: This section is intended to help investors compare a fund's cost with those of other mutual funds. The table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses paid during the period. The example is useful in making comparisons because the U.S. Securities and Exchange Commission (the "SEC") requires all mutual funds to calculate expenses based on the 5% return. Investors can assess a fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

The calculations illustrated above assume no shares were bought or sold during the period. Actual costs may have been higher or lower, depending on the amount of investment and the timing of any purchases or redemptions.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads) on purchase payments, and contingent deferred sales charges ("CDSC") on redemptions, if any. Therefore, the second table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

More information about the Funds' expenses, including annual expense ratios for periods up to five years (subject to the Fund's inception date), can be found in the Financial Highlights section of this report. For additional information on operating expenses and other shareholder costs, please refer to the appropriate Fund prospectus.

ABOUT SHAREHOLDERS' FUND EXPENSES (Unaudited) (concluded)

	Expense Ratio ¹	Fund Return	Beginning Account Value June 30, 2019	Ending Account Value December 31, 2019	Expenses Paid During Period ²
Table 1. Based on actual Fund return³					
S&P 500® Pure Growth Fund	1.69%	5.99%	\$ 1,000.00	\$ 1,059.90	\$ 8.77
S&P 500® Pure Value Fund	1.70%	7.18%	1,000.00	1,071.80	8.88
S&P MidCap 400® Pure Growth Fund	1.69%	2.99%	1,000.00	1,029.90	8.65
S&P MidCap 400® Pure Value Fund	1.69%	3.49%	1,000.00	1,034.90	8.67
S&P SmallCap 600® Pure Growth Fund	1.69%	5.95%	1,000.00	1,059.50	8.77
S&P SmallCap 600® Pure Value Fund	1.70%	11.65%	1,000.00	1,116.50	9.07
Europe 1.25x Strategy Fund	1.77%	6.81%	1,000.00	1,068.10	9.23
Japan 2x Strategy Fund	1.63%	18.65%	1,000.00	1,186.50	8.98
Strengthening Dollar 2x Strategy Fund	1.98%	2.30%	1,000.00	1,023.00	10.10
Weakening Dollar 2x Strategy Fund	1.97%	(2.74%)	1,000.00	972.60	9.79

Table 2. Based on hypothetical 5% return (before expenses)

S&P 500® Pure Growth Fund	1.69%	5.00%	\$ 1,000.00	\$ 1,016.69	\$ 8.59
S&P 500® Pure Value Fund	1.70%	5.00%	1,000.00	1,016.64	8.64
S&P MidCap 400® Pure Growth Fund	1.69%	5.00%	1,000.00	1,016.69	8.59
S&P MidCap 400® Pure Value Fund	1.69%	5.00%	1,000.00	1,016.69	8.59
S&P SmallCap 600® Pure Growth Fund	1.69%	5.00%	1,000.00	1,016.69	8.59
S&P SmallCap 600® Pure Value Fund	1.70%	5.00%	1,000.00	1,016.64	8.64
Europe 1.25x Strategy Fund	1.77%	5.00%	1,000.00	1,016.28	9.00
Japan 2x Strategy Fund	1.63%	5.00%	1,000.00	1,016.99	8.29
Strengthening Dollar 2x Strategy Fund	1.98%	5.00%	1,000.00	1,015.22	10.06
Weakening Dollar 2x Strategy Fund	1.97%	5.00%	1,000.00	1,015.27	10.01

¹ Annualized and excludes expenses of the underlying funds in which the Funds invest, if any.

² Expenses are equal to the Fund's annualized expense ratio, net of any applicable fee waivers, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). Expenses shown do not include fees charged by insurance companies.

³ Actual cumulative return at net asset value for the period June 30, 2019 to December 31, 2019.

S&P 500® PURE GROWTH FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for large-cap growth securities on a daily basis. The Fund's current benchmark is the S&P 500® Pure Growth Index (the "underlying index").

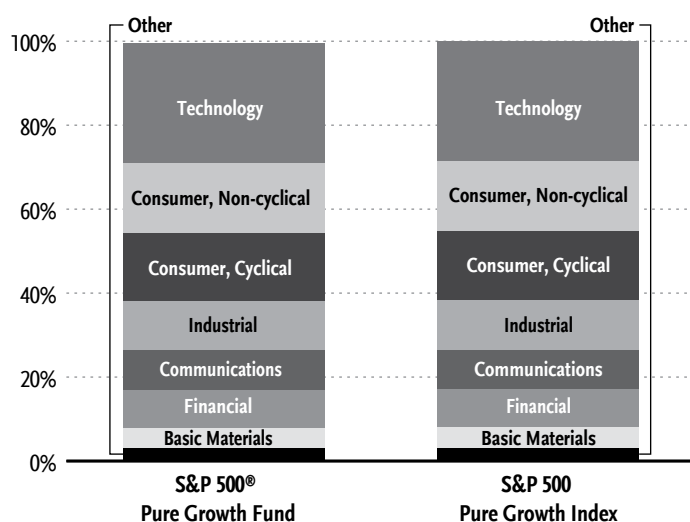
For the year ended December 31, 2019, S&P 500® Pure Growth Fund returned 26.60%, compared with a return of 28.92% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

Information Technology was the sector contributing the most to the return of the underlying index, followed by Health Care and Industrials. No sector detracted from return.

Stocks contributing the most to return of the underlying index were Advanced Micro Devices, Inc., Keysight Technologies, Inc., and TransDigm Group, Inc. Occidental Petroleum Corp., Alliance Data Systems Corp., and Pfizer, Inc. were the largest detractors from performance of the underlying index.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



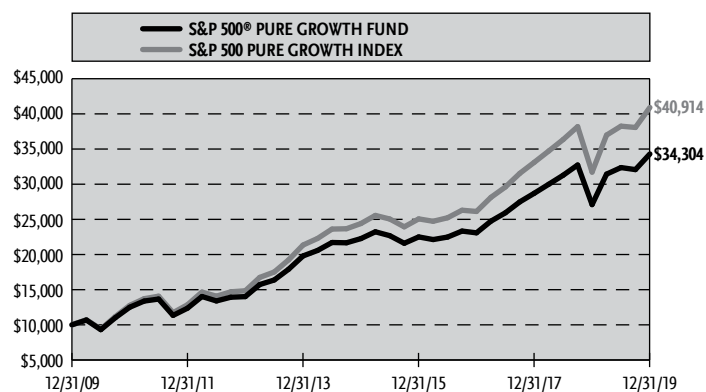
Inception Date: May 3, 2004

Ten Largest Holdings (% of Total Net Assets)

ServiceNow, Inc.	1.8%
Lam Research Corp.	1.7%
Facebook, Inc. — Class A	1.7%
Micron Technology, Inc.	1.7%
PulteGroup, Inc.	1.6%
Hilton Worldwide Holdings, Inc.	1.6%
United Rentals, Inc.	1.6%
Incyte Corp.	1.5%
Fortinet, Inc.	1.5%
Synchrony Financial	1.5%
Top Ten Total	16.2%

"Ten Largest Holdings" excludes any temporary cash investments.

"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}**Average Annual Returns^{*,†}**

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P 500® Pure Growth Fund	26.60%	9.03%	13.12%
S&P 500 Pure Growth Index	28.92%	10.89%	15.13%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P 500 Pure Growth Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P 500® PURE GROWTH FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.5%					
TECHNOLOGY - 28.5%					
ServiceNow, Inc.*	2,660	\$ 750,971	DR Horton, Inc.	8,520	\$ 449,430
Lam Research Corp.	2,420	707,608	PACCAR, Inc.	5,300	419,230
Micron Technology, Inc.*	12,910	694,300	Yum! Brands, Inc.	4,132	416,216
Fortinet, Inc.*	5,879	627,642	CarMax, Inc.*	4,430	388,378
Applied Materials, Inc.	9,670	590,257	Dollar General Corp.	2,240	349,395
KLA Corp.	3,220	573,707	Starbucks Corp.	3,760	330,579
Adobe, Inc.*	1,700	560,677	AutoZone, Inc.*	270	321,654
Xerox Holdings Corp.	14,980	552,313	O'Reilly Automotive, Inc.*	678	297,140
MSCI, Inc. — Class A	2,100	542,178	Ross Stores, Inc.	2,350	273,587
ANSYS, Inc.*	2,089	537,730	Wynn Resorts Ltd.	1,930	268,019
Microchip Technology, Inc.	4,670	489,042	Tiffany & Co.	1,610	215,177
Apple, Inc.	1,610	472,777	TJX Companies, Inc.	3,238	197,712
Microsoft Corp.	2,870	452,599	Total Consumer, Cyclical		6,792,487
Synopsys, Inc.*	3,100	431,520	INDUSTRIAL - 11.8%		
Broadcom, Inc.	1,342	424,099	TransDigm Group, Inc.	1,015	568,400
Fiserv, Inc.*	3,630	419,737	L3Harris Technologies, Inc.	2,060	407,612
Cadence Design Systems, Inc.*	5,910	409,918	Old Dominion Freight Line, Inc.	2,120	402,333
salesforce.com, Inc.*	2,233	363,175	Northrop Grumman Corp.	1,090	374,927
NVIDIA Corp.	1,450	341,185	Masco Corp.	7,650	367,124
Qorvo, Inc.*	2,560	297,549	Keysight Technologies, Inc.*	3,534	362,694
Autodesk, Inc.*	1,464	268,585	Kansas City Southern	2,210	338,484
QUALCOMM, Inc.	3,000	264,690	Fortune Brands Home & Security, Inc.	4,660	304,484
Analog Devices, Inc.	2,170	257,883	AMETEK, Inc.	2,930	292,238
Advanced Micro Devices, Inc.*	5,377	246,589	Lockheed Martin Corp.	730	284,248
Take-Two Interactive Software, Inc.*	2,003	245,227	Martin Marietta Materials, Inc.	1,010	282,436
Zebra Technologies Corp. — Class A*	950	242,668	Vulcan Materials Co.	1,940	279,341
Intuit, Inc.	896	234,689	Garmin Ltd.	2,850	278,046
Total Technology		11,999,315	Allegion plc	1,780	221,681
CONSUMER, NON-CYCLICAL - 16.7%			Roper Technologies, Inc.	559	198,015
United Rentals, Inc.*	4,040	673,751	Total Industrial		4,962,063
Incyte Corp.*	7,380	644,421	COMMUNICATIONS - 9.4%		
Vertex Pharmaceuticals, Inc.*	2,507	548,908	Facebook, Inc. — Class A*	3,411	700,108
FleetCor Technologies, Inc.*	1,850	532,282	Charter Communications, Inc. — Class A*	960	465,676
Align Technology, Inc.*	1,780	496,691	CDW Corp.	3,170	452,803
WellCare Health Plans, Inc.*	1,446	477,484	Netflix, Inc.*	1,338	432,937
Edwards Lifesciences Corp.*	2,023	471,946	Amazon.com, Inc.*	210	388,046
PayPal Holdings, Inc.*	4,217	456,153	eBay, Inc.	9,400	339,434
MarketAxess Holdings, Inc.	1,060	401,857	Motorola Solutions, Inc.	1,549	249,606
Cintas Corp.	1,390	374,021	Alphabet, Inc. — Class C*	170	227,293
Moody's Corp.	1,430	339,496	Booking Holdings, Inc.*	110	225,910
Estee Lauder Companies, Inc. — Class A	1,550	320,137	Alphabet, Inc. — Class A*	168	225,018
ResMed, Inc.	1,900	294,443	Arista Networks, Inc.*	1,090	221,706
S&P Global, Inc.	980	267,589	Total Communications		3,928,537
Intuitive Surgical, Inc.*	450	266,017	FINANCIAL - 9.1%		
IDEXX Laboratories, Inc.*	900	235,017	Synchrony Financial	17,000	612,170
Thermo Fisher Scientific, Inc.	714	231,957	Mastercard, Inc. — Class A	2,050	612,109
Total Consumer, Non-cyclical		7,032,170	CBRE Group, Inc. — Class A*	9,720	595,739
CONSUMER, CYCLICAL - 16.2%			Visa, Inc. — Class A	2,550	479,145
PulteGroup, Inc.	17,680	685,984	Cboe Global Markets, Inc.	3,529	423,480
Hilton Worldwide Holdings, Inc.	6,112	677,882	Equinix, Inc. REIT	580	338,546
Copart, Inc.*	6,190	562,919	SBA Communications Corp. REIT	1,240	298,827
Chipotle Mexican Grill, Inc. — Class A*	576	482,176	American Tower Corp. — Class A REIT	1,090	250,504
NVR, Inc.*	120	457,009	Western Union Co.	8,370	224,149
			Total Financial		3,834,669

S&P 500® PURE GROWTH FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
BASIC MATERIALS - 4.8%			REPURCHASE AGREEMENTS^{††,1} - 0.9%		
FMC Corp.	5,610	\$ 559,990	J.P. Morgan Securities LLC		
Dow, Inc.	9,900	541,827	issued 12/31/19 at 1.53%		
Sherwin-Williams Co.	720	420,149	due 01/02/20	\$ 233,329	\$ 233,329
Celanese Corp. — Class A	2,050	252,396	Barclays Capital, Inc.		
Air Products & Chemicals, Inc.	1,050	246,740	issued 12/31/19 at 1.40%		
Total Basic Materials		<u>2,021,102</u>	due 01/02/20	75,236	75,236
ENERGY - 1.9%			BofA Securities, Inc.		
ConocoPhillips	7,364	478,881	issued 12/31/19 at 1.50%		
Hess Corp.	5,030	336,054	due 01/02/20	75,236	<u>75,236</u>
Total Energy		<u>814,935</u>	Total Repurchase Agreements		
UTILITIES - 1.1%			(Cost \$383,801)		<u>383,801</u>
NRG Energy, Inc.	11,681	<u>464,320</u>	Total Investments - 100.4%		
Total Common Stocks			(Cost \$36,486,074)		<u>\$ 42,233,399</u>
(Cost \$36,102,273)		<u>41,849,598</u>	Other Assets & Liabilities, net - (0.4)%		<u>(176,703)</u>
			Total Net Assets - 100.0%		<u>\$ 42,056,696</u>

* Non-income producing security.

† Value determined based on Level 1 inputs — See Note 4.

†† Value determined based on Level 2 inputs — See Note 4.

¹ Repurchase Agreements — See Note 6.

plc — Public Limited Company

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 41,849,598	\$ —	\$ —	\$ 41,849,598
Repurchase Agreements	—	383,801	—	383,801
Total Assets	\$ 41,849,598	\$ 383,801	\$ —	\$ 42,233,399

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value (cost \$36,102,273)	\$ 41,849,598
Repurchase agreements, at value (cost \$383,801)	383,801
Cash	1,456
Receivables:	
Fund shares sold	638,340
Dividends	53,331
Interest	16
Total assets	42,926,542

LIABILITIES:

Payable for:	
Securities purchased	704,759
Management fees	25,208
Fund shares redeemed	19,109
Transfer agent and administrative fees	8,403
Investor service fees	8,403
Portfolio accounting fees	3,361
Trustees' fees*	683
Miscellaneous	99,920
Total liabilities	869,846

Commitments and contingent liabilities (Note 12)
NET ASSETS **\$ 42,056,696**
NET ASSETS CONSIST OF:

Paid in capital	\$ 29,794,155
Total distributable earnings (loss)	12,262,541
Net assets	\$ 42,056,696
Capital shares outstanding	771,759
Net asset value per share	<u>\$54.49</u>

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 525,988
Interest	6,154
Income from securities lending, net	1,929
Total investment income	534,071

EXPENSES:

Management fees	308,350
Investor service fees	102,784
Transfer agent and administrative fees	102,784
Professional fees	71,159
Portfolio accounting fees	41,113
Trustees' fees*	11,002
Custodian fees	8,007
Line of credit fees	69
Miscellaneous	63,490
Total expenses	708,758
Net investment loss	(174,687)

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	9,219,238
Net realized gain	9,219,238
Net change in unrealized appreciation (depreciation) on:	
Investments	740,571
Net change in unrealized appreciation (depreciation)	740,571
Net realized and unrealized gain	9,959,809
Net increase in net assets resulting from operations	\$ 9,785,122

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment loss	\$ (174,687)	\$ (473,030)
Net realized gain on investments	9,219,238	1,832,113
Net change in unrealized appreciation (depreciation) on investments	740,571	(4,989,546)
Net increase (decrease) in net assets resulting from operations	9,785,122	(3,630,463)
Distributions to shareholders	(893,743)	(4,208,400)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	64,113,779	95,984,550
Distributions reinvested	893,743	4,208,400
Cost of shares redeemed	(73,667,137)	(105,551,660)
Net decrease from capital share transactions	(8,659,615)	(5,358,710)
Net increase (decrease) in net assets	231,764	(13,197,573)
NET ASSETS:		
Beginning of year	41,824,932	55,022,505
End of year	\$ 42,056,696	\$ 41,824,932
CAPITAL SHARE ACTIVITY:		
Shares sold	1,281,107	1,846,716
Shares issued from reinvestment of distributions	17,017	79,434
Shares redeemed	(1,477,477)	(2,069,476)
Net decrease in shares	(179,353)	(143,326)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015
Per Share Data					
Net asset value, beginning of period	\$43.97	\$50.27	\$42.31	\$43.72	\$47.51
Income (loss) from investment operations:					
Net investment income (loss) ^a	(.22)	(.44)	(.38)	(.23)	(.25)
Net gain (loss) on investments (realized and unrealized)	11.87	(1.68)	10.51	1.38	.91
Total from investment operations	11.65	(2.12)	10.13	1.15	.66
Less distributions from:					
Net realized gains	(1.13)	(4.18)	(2.17)	(2.56)	(4.45)
Total distributions	(1.13)	(4.18)	(2.17)	(2.56)	(4.45)
Net asset value, end of period	\$54.49	\$43.97	\$50.27	\$42.31	\$43.72
Total Return^b	26.60%	(5.63%)	24.39%	2.58%	1.08%
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$42,057	\$41,825	\$55,023	\$43,908	\$77,644
Ratios to average net assets:					
Net investment income (loss)	(0.42%)	(0.85%)	(0.80%)	(0.54%)	(0.54%)
Total expenses	1.72%	1.62%	1.67%	1.56%	1.51%
Portfolio turnover rate	190%	203%	303%	265%	174%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

S&P 500® PURE VALUE FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for large-cap value securities on a daily basis. The Fund's current benchmark is the S&P 500® Pure Value Index (the "underlying index").

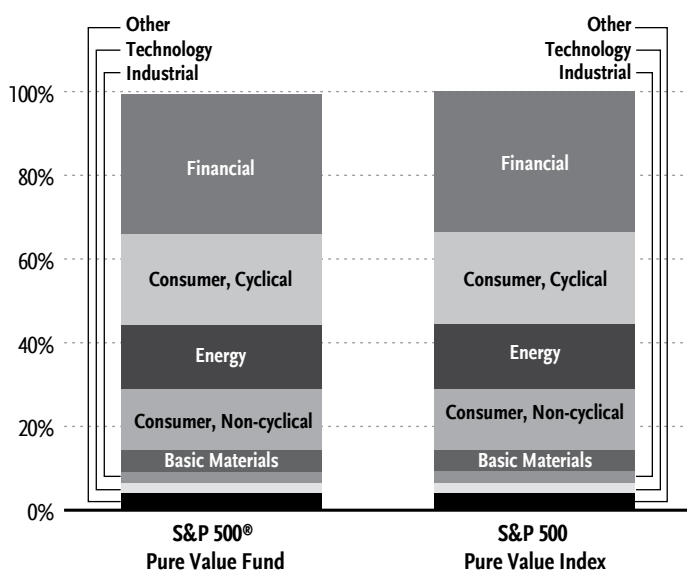
For the year ended December 31, 2019, S&P 500® Pure Value Fund returned 23.27%, compared with a return of 25.39% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

The Financials sector was the leading contributor to performance of the underlying index for the period, followed by the Consumer Discretionary sector and Energy sector. Utilities was the only sector that detracted from performance.

The strongest contributors to performance of the underlying index for the year included Coty, Inc. — Class A, Tyson Foods, Inc. — Class A, and Target Corp. The stocks detracting most from performance of the underlying index were PG&E Corp., DXC Technology Co., and Kohl's Corp.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



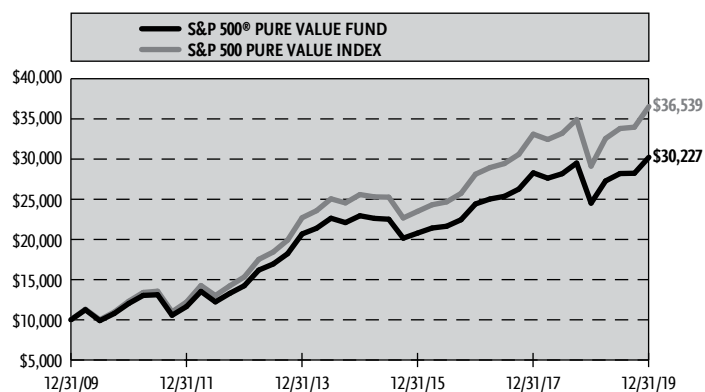
Inception Date: May 3, 2004

Ten Largest Holdings (% of Total Net Assets)

Macy's, Inc.	2.7%
Berkshire Hathaway, Inc. — Class B	2.6%
Ford Motor Co.	2.1%
Baker Hughes Co.	2.0%
Marathon Petroleum Corp.	2.0%
General Motors Co.	1.9%
Prudential Financial, Inc.	1.8%
Unum Group	1.8%
MetLife, Inc.	1.7%
Westrock Co.	1.7%
Top Ten Total	20.3%

"Ten Largest Holdings" excludes any temporary cash investments.

"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}**Average Annual Returns^{*,†}**

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P 500® Pure Value Fund	23.27%	5.66%	11.70%
S&P 500 Pure Value Index	25.39%	7.39%	13.84%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P 500 Pure Value Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P 500® PURE VALUE FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.3%					
FINANCIAL - 33.4%					
Berkshire Hathaway, Inc. — Class B*	3,690	\$ 835,785	Carnival Corp.	5,242	\$ 266,451
Prudential Financial, Inc.	6,265	587,281	Mohawk Industries, Inc.*	1,891	257,895
Unum Group	19,802	577,426	L Brands, Inc.	11,890	215,447
MetLife, Inc.	11,038	562,607	BorgWarner, Inc.	4,511	195,687
Lincoln National Corp.	9,196	542,656	Best Buy Company, Inc.	2,019	177,268
American International Group, Inc.	9,017	462,843	Delta Air Lines, Inc.	3,024	176,844
Loews Corp.	8,308	436,087	Alaska Air Group, Inc.	2,373	160,771
Invesco Ltd.	22,522	404,946	Norwegian Cruise Line Holdings Ltd.*	2,106	123,011
Principal Financial Group, Inc.	6,561	360,855	Capri Holdings Ltd.*	3,130	119,410
Citizens Financial Group, Inc.	8,856	359,642	Total Consumer, Cyclical		<u>7,100,616</u>
Capital One Financial Corp.	3,268	336,310	ENERGY - 15.4%		
Citigroup, Inc.	3,956	316,045	Baker Hughes Co.	25,885	663,433
Goldman Sachs Group, Inc.	1,272	292,471	Marathon Petroleum Corp.	10,606	639,011
People's United Financial, Inc.	16,473	278,394	Marathon Oil Corp.	32,440	440,535
Morgan Stanley	5,129	262,195	HollyFrontier Corp.	8,070	409,230
Regions Financial Corp.	14,434	247,687	Concho Resources, Inc.	4,650	407,200
Allstate Corp.	2,073	233,109	Valero Energy Corp.	4,284	401,197
Fifth Third Bancorp	7,542	231,841	Diamondback Energy, Inc.	3,620	336,153
Assurant, Inc.	1,752	229,652	Devon Energy Corp.	11,910	309,303
Travelers Companies, Inc.	1,643	225,009	TechnipFMC plc	13,270	284,509
Hartford Financial Services Group, Inc.	3,666	222,783	Helmerich & Payne, Inc.	5,136	233,328
Everest Re Group Ltd.	777	215,105	Halliburton Co.	8,620	210,931
Zions Bancorp North America	3,812	197,919	Occidental Petroleum Corp.	4,720	194,511
Bank of New York Mellon Corp.	3,829	192,714	Exxon Mobil Corp.	2,710	189,104
Bank of America Corp.	5,202	183,214	Chevron Corp.	1,511	182,091
Chubb Ltd.	1,176	183,056	Kinder Morgan, Inc.	6,656	140,908
KeyCorp	8,956	181,269	Total Energy		<u>5,041,444</u>
State Street Corp.	2,274	179,873	CONSUMER, NON-CYCLICAL - 14.6%		
Aflac, Inc.	3,345	176,950	Archer-Daniels-Midland Co.	11,197	518,981
Franklin Resources, Inc.	6,390	166,012	Kroger Co.	16,463	477,262
Wells Fargo & Co.	3,070	165,166	CVS Health Corp.	5,791	430,213
Alliance Data Systems Corp.	1,440	161,568	Centene Corp.*	6,770	425,630
Comerica, Inc.	2,110	151,393	Mylan N.V.*	21,057	423,246
Huntington Bancshares, Inc.	9,037	136,278	Corteva, Inc.	13,787	407,544
Truist Financial Corp.	2,329	131,169	Molson Coors Beverage Co. — Class B	7,423	400,099
Host Hotels & Resorts, Inc. REIT	6,780	125,769	AmerisourceBergen Corp. — Class A	4,028	342,460
M&T Bank Corp.	730	123,918	Cigna Corp.	1,640	335,364
Globe Life, Inc.	1,170	123,142	McKesson Corp.	2,327	321,871
Raymond James Financial, Inc.	1,320	118,087	Perrigo Company plc	3,850	198,891
Total Financial		<u>10,918,226</u>	Anthem, Inc.	608	183,634
CONSUMER, CYCLICAL - 21.7%			Kraft Heinz Co.	4,890	157,116
Macy's, Inc.	51,660	878,220	JM Smucker Co.	1,460	152,030
Ford Motor Co.	72,982	678,733	Total Consumer, Non-cyclical		<u>4,774,341</u>
General Motors Co.	16,657	609,646	BASIC MATERIALS - 5.1%		
Kohl's Corp.	10,577	538,898	Mosaic Co.	24,690	534,292
Gap, Inc.	27,154	480,083	DuPont de Nemours, Inc.	6,167	395,921
American Airlines Group, Inc.	12,730	365,096	Nucor Corp.	4,598	258,775
Walgreens Boots Alliance, Inc.	6,106	360,010	Eastman Chemical Co.	2,100	166,446
PVH Corp.	3,409	358,456	International Paper Co.	3,440	158,412
Whirlpool Corp.	2,004	295,650	Newmont Goldcorp Corp.	3,470	150,772
Lennar Corp. — Class A	5,169	288,378	Total Basic Materials		<u>1,664,618</u>
Nordstrom, Inc.	6,800	278,324			
United Airlines Holdings, Inc.*	3,137	276,338			

S&P 500® PURE VALUE FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
INDUSTRIAL - 2.8%					
Westrock Co.	12,798	\$ 549,162			
Textron, Inc.	4,608	205,517			
FedEx Corp.	1,170	176,916			
Total Industrial		<u>931,595</u>			
TECHNOLOGY - 2.4%					
DXC Technology Co.	8,824	331,694			
Hewlett Packard Enterprise Co.	20,260	321,324			
HP, Inc.	6,824	140,233			
Total Technology		<u>793,251</u>			
COMMUNICATIONS - 2.3%					
News Corp. — Class A	21,843	308,860			
DISH Network Corp. — Class A*	5,174	183,522			
AT&T, Inc.	4,295	167,848			
News Corp. — Class B	6,847	99,350			
Total Communications		<u>759,580</u>			
UTILITIES - 1.6%					
Exelon Corp.	4,714	214,911			
CenterPoint Energy, Inc.	6,080	165,802			
Duke Energy Corp.	1,430	130,430			
Total Utilities		<u>511,143</u>			
Total Common Stocks (Cost \$27,377,764)		<u>32,494,814</u>			
			REPURCHASE AGREEMENTS^{††,1} - 0.4%		
			J.P. Morgan Securities LLC issued 12/31/19 at 1.53% due 01/02/20	\$ 76,633	\$ 76,633
			Barclays Capital, Inc. issued 12/31/19 at 1.40% due 01/02/20	24,710	24,710
			BofA Securities, Inc. issued 12/31/19 at 1.50% due 01/02/20	24,710	24,710
			Total Repurchase Agreements (Cost \$126,053)		<u>126,053</u>
			Total Investments - 99.7% (Cost \$27,503,817)		<u>\$ 32,620,867</u>
			Other Assets & Liabilities, net - 0.3%		<u>109,895</u>
			Total Net Assets - 100.0%		<u>\$ 32,730,762</u>

* Non-income producing security.

† Value determined based on Level 1 inputs — See Note 4.

†† Value determined based on Level 2 inputs — See Note 4.

¹ Repurchase Agreements — See Note 6.

plc — Public Limited Company

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 32,494,814	\$ —	\$ —	\$ 32,494,814
Repurchase Agreements	—	126,053	—	126,053
Total Assets	\$ 32,494,814	\$ 126,053	\$ —	\$ 32,620,867

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value (cost \$27,377,764)	\$ 32,494,814
Repurchase agreements, at value (cost \$126,053)	126,053
Receivables:	
Fund shares sold	208,405
Dividends	36,803
Interest	5
Total assets	<u>32,866,080</u>

LIABILITIES:

Payable for:	
Professional fees	49,058
Management fees	20,972
Printing fees	15,656
Fund shares redeemed	13,690
Transfer agent and administrative fees	6,991
Investor service fees	6,991
Portfolio accounting fees	2,796
Trustees' fees*	571
Miscellaneous	18,593
Total liabilities	<u>135,318</u>

Commitments and contingent liabilities (Note 12)
NET ASSETS **\$ 32,730,762**
NET ASSETS CONSIST OF:

Paid in capital	\$ 28,461,051
Total distributable earnings (loss)	4,269,711
Net assets	<u>\$ 32,730,762</u>
Capital shares outstanding	564,239
Net asset value per share	<u>\$58.01</u>

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 940,851
Interest	4,192
Income from securities lending, net	7,936
Total investment income	<u>952,979</u>

EXPENSES:

Management fees	253,286
Investor service fees	84,429
Transfer agent and administrative fees	84,429
Professional fees	69,318
Portfolio accounting fees	33,771
Trustees' fees*	9,071
Custodian fees	6,832
Line of credit fees	22
Miscellaneous	41,106
Total expenses	<u>582,264</u>

Net investment income **370,715**
NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	3,213,291
Net realized gain	<u>3,213,291</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	3,562,491
Net change in unrealized appreciation (depreciation)	<u>3,562,491</u>
Net realized and unrealized gain	<u>6,775,782</u>

Net increase in net assets resulting from operations **\$ 7,146,497**

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$ 370,715	\$ 346,389
Net realized gain (loss) on investments	3,213,291	(641,649)
Net change in unrealized appreciation (depreciation) on investments	3,562,491	(5,863,849)
Net increase (decrease) in net assets resulting from operations	7,146,497	(6,159,109)
Distributions to shareholders	(674,374)	(3,121,849)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	43,355,945	70,588,571
Distributions reinvested	674,374	3,121,849
Cost of shares redeemed	(50,882,754)	(75,813,932)
Net decrease from capital share transactions	(6,852,435)	(2,103,512)
Net decrease in net assets	(380,312)	(11,384,470)
NET ASSETS:		
Beginning of year	33,111,074	44,495,544
End of year	\$ 32,730,762	\$ 33,111,074
CAPITAL SHARE ACTIVITY:		
Shares sold	809,655	1,202,731
Shares issued from reinvestment of distributions	12,210	55,490
Shares redeemed	(947,155)	(1,288,384)
Net decrease in shares	(125,290)	(30,163)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^c	Year Ended December 31, 2015 ^c
Per Share Data					
Net asset value, beginning of period	\$48.02	\$61.83	\$56.45	\$50.08	\$71.22
Income (loss) from investment operations:					
Net investment income (loss) ^a	.59	.53	.35	.83	.63
Net gain (loss) on investments (realized and unrealized)	10.53	(7.82)	8.28	9.87	(5.87)
Total from investment operations	11.12	(7.29)	8.63	10.70	(5.24)
Less distributions from:					
Net investment income	(.45)	(.53)	(.46)	(1.23)	(.82)
Net realized gains	(.68)	(5.99)	(2.79)	(3.10)	(15.08)
Total distributions	(1.13)	(6.52)	(3.25)	(4.33)	(15.90)
Net asset value, end of period	\$58.01	\$48.02	\$61.83	\$56.45	\$50.08
Total Return^b	23.27%	(13.32%)	15.86%	17.40%	(9.38%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$32,731	\$33,111	\$44,496	\$44,849	\$32,326
Ratios to average net assets:					
Net investment income (loss)	1.10%	0.91%	0.61%	0.88%	1.02%
Total expenses	1.72%	1.63%	1.61%	1.56%	1.51%
Portfolio turnover rate	144%	197%	127%	207%	162%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Share split — Per share amounts for the periods presented through December 31, 2016 have been restated to reflect a 2:1 share split effective December 1, 2016.

S&P MIDCAP 400® PURE GROWTH FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for mid-cap growth securities on a daily basis. The Fund's current benchmark is the S&P MidCap 400® Pure Growth Index (the "underlying index").

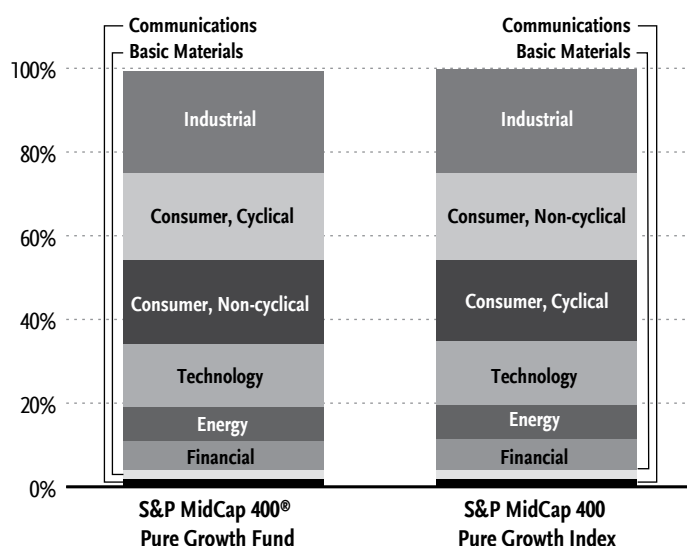
For the year ended December 31, 2019, S&P MidCap 400® Pure Growth Fund returned 15.41%, compared with a return of 17.24% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

The Consumer Discretionary sector contributed the most to the return of the underlying index for the period, followed by the Information Technology sector and the Industrials sector. The Energy sector and the Materials sector were the only detractors from return.

Eldorado Resorts, Inc., Churchill Downs, Inc., and Fair Isaac Corp. added the most to return of the underlying index for the year. Mallinckrodt plc, Green Dot Corp. — Class A, and Valaris plc — Class A detracted the most from performance of the underlying index for the year.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



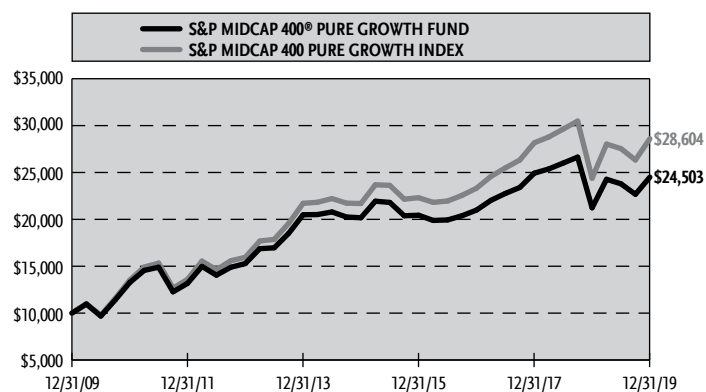
"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Inception Date: May 3, 2004

Ten Largest Holdings (% of Total Net Assets)

SolarEdge Technologies, Inc.	2.2%
Matador Resources Co.	2.2%
RH	2.2%
Universal Display Corp.	2.1%
WPX Energy, Inc.	2.0%
MasTec, Inc.	2.0%
RenaissanceRe Holdings Ltd.	1.9%
Arrowhead Pharmaceuticals, Inc.	1.9%
Axon Enterprise, Inc.	1.9%
Jabil, Inc.	1.8%
Top Ten Total	20.2%

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}**Average Annual Returns^{*,†}**

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P MidCap 400® Pure Growth Fund	15.41%	3.97%	9.38%
S&P MidCap 400 Pure Growth Index	17.24%	5.70%	11.08%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P MidCap 400 Pure Growth Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P MIDCAP 400® PURE GROWTH FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.3%					
INDUSTRIAL - 24.3%					
Universal Display Corp.	1,300	\$ 267,891	Ligand Pharmaceuticals, Inc. — Class B* ¹	1,380	\$ 143,920
MasTec, Inc.*	3,880	248,941	Boston Beer Company, Inc. — Class A*	370	139,805
Axon Enterprise, Inc.*	3,220	235,961	Syneos Health, Inc.*	2,290	136,198
Jabil, Inc.	5,650	233,515	PRA Health Sciences, Inc.*	1,110	123,376
Mercury Systems, Inc.*	2,860	197,655	Bio-Techne Corp.	550	120,730
Carlisle Companies, Inc.	1,100	178,024	Masimo Corp.*	690	109,061
Trex Company, Inc.*	1,840	165,379	Charles River Laboratories International, Inc.*	610	93,184
KBR, Inc.	5,140	156,770	Chemed Corp.	210	92,245
Timken Co.	2,660	149,785	Sanderson Farms, Inc.	510	89,872
Knight-Swift Transportation Holdings, Inc.	4,020	144,077	Amedisys, Inc.*	530	88,467
Teledyne Technologies, Inc.*	410	142,081	West Pharmaceutical Services, Inc.	490	73,662
Woodward, Inc.	1,160	137,390	Catalent, Inc.*	1,270	71,501
Tetra Tech, Inc.	1,490	128,378	Brink's Co.	770	69,824
Coherent, Inc.*	740	123,099	ICU Medical, Inc.*	350	65,492
Hubbell, Inc.	780	115,299	Total Consumer, Non-cyclical		2,562,108
Cognex Corp.	1,790	100,312	TECHNOLOGY - 15.0%		
Clean Harbors, Inc.*	950	81,463	Teradyne, Inc.	3,020	205,934
Nordson Corp.	480	78,163	MKS Instruments, Inc.	1,830	201,318
Gentex Corp.	2,590	75,058	Cabot Microelectronics Corp.	1,370	197,718
Lincoln Electric Holdings, Inc.	730	70,613	Lumentum Holdings, Inc.*	2,120	168,116
Eagle Materials, Inc.	710	64,369	Fair Isaac Corp.*	445	166,733
Total Industrial		3,094,223	Tyler Technologies, Inc.*	510	153,010
CONSUMER, CYCLICAL - 20.9%			j2 Global, Inc.	1,619	151,716
RH*	1,300	277,550	Cypress Semiconductor Corp.	5,738	133,868
Caesars Entertainment Corp.*	14,700	199,920	CACI International, Inc. — Class A*	520	129,995
Eldorado Resorts, Inc.*	3,108	185,361	Monolithic Power Systems, Inc.	720	128,174
Marriott Vacations Worldwide Corp.	1,430	184,127	Perspecta, Inc.	4,220	111,577
Five Below, Inc.*	1,370	175,168	Manhattan Associates, Inc.*	1,130	90,118
Skechers U.S.A., Inc. — Class A*	3,900	168,441	ACI Worldwide, Inc.*	1,774	67,208
Scientific Games Corp. — Class A*	5,911	158,296	Total Technology		1,905,485
Casey's General Stores, Inc.	970	154,220	ENERGY - 8.0%		
Domino's Pizza, Inc.	479	140,721	SolarEdge Technologies, Inc.*	2,970	282,417
Dunkin' Brands Group, Inc.	1,840	138,994	Matador Resources Co.*	15,550	279,434
Scotts Miracle-Gro Co. — Class A	1,240	131,663	WPX Energy, Inc.*	18,960	260,510
Boyd Gaming Corp.	3,430	102,694	Murphy USA, Inc.*	1,660	194,220
Churchill Downs, Inc.	709	97,275	Total Energy		1,016,581
Pool Corp.	418	88,775	FINANCIAL - 7.1%		
Wyndham Hotels & Resorts, Inc.	1,357	85,233	RenaissanceRe Holdings Ltd.	1,230	241,105
Deckers Outdoor Corp.*	500	84,430	LendingTree, Inc.* ¹	720	218,477
Polaris, Inc.	790	80,343	Cousins Properties, Inc. REIT	4,250	175,100
Herman Miller, Inc.	1,780	74,137	Primerica, Inc.	800	104,448
Tempur Sealy International, Inc.*	840	73,130	Brown & Brown, Inc.	2,622	103,516
Toro Co.	850	67,720	EastGroup Properties, Inc. REIT	470	62,355
Total Consumer, Cyclical		2,668,198	Total Financial		905,001
CONSUMER, NON-CYCLICAL - 20.1%			BASIC MATERIALS - 2.1%		
Arrowhead Pharmaceuticals, Inc.*	3,790	240,400	Reliance Steel & Aluminum Co.	1,420	170,059
Repligen Corp.*	2,440	225,700	Royal Gold, Inc.	760	92,910
Penumbra, Inc.*	1,240	203,695	Total Basic Materials		262,969
WEX, Inc.*	800	167,568			
FTI Consulting, Inc.*	1,450	160,457			
Exelixis, Inc.*	8,340	146,951			

S&P MIDCAP 400® PURE GROWTH FUND

	SHARES	VALUE		SHARES	VALUE
COMMUNICATIONS - 1.8%			SECURITIES LENDING COLLATERAL^{†3} - 1.3%		
Cable One, Inc.	100	\$ 148,847	Money Market Fund		
Etsy, Inc.*	1,950	86,385	First American Government		
Total Communications		235,232	Obligations Fund — Class Z, 1.47% ⁴	162,748	\$ 162,748
Total Common Stocks			Total Securities Lending Collateral		
(Cost \$11,534,739)		12,649,797	(Cost \$162,748)		162,748
	FACE		Total Investments - 101.0%		
	AMOUNT		(Cost \$11,750,024)		\$ 12,865,082
REPURCHASE AGREEMENTS^{††2} - 0.4%			Other Assets & Liabilities, net - (1.0)%		(127,195)
J.P. Morgan Securities LLC			Total Net Assets - 100.0%		\$ 12,737,887
issued 12/31/19 at 1.53%					
due 01/02/20	\$ 31,939	31,939			
Barclays Capital, Inc.					
issued 12/31/19 at 1.40%					
due 01/02/20	10,299	10,299			
BofA Securities, Inc.					
issued 12/31/19 at 1.50%					
due 01/02/20	10,299	10,299			
Total Repurchase Agreements					
(Cost \$52,537)		52,537			

* Non-income producing security.

[†] Value determined based on Level 1 inputs — See Note 4.^{††} Value determined based on Level 2 inputs — See Note 4.¹ All or a portion of this security is on loan at December 31, 2019 — See Note 7.² Repurchase Agreements — See Note 6.³ Securities lending collateral — See Note 7.⁴ Rate indicated is the 7-day yield as of December 31, 2019.

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 12,649,797	\$ —	\$ —	\$ 12,649,797
Repurchase Agreements	—	52,537	—	52,537
Securities Lending Collateral	162,748	—	—	162,748
Total Assets	\$ 12,812,545	\$ 52,537	\$ —	\$ 12,865,082

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value - including \$159,612 of securities loaned (cost \$11,697,487)	\$ 12,812,545
Repurchase agreements, at value (cost \$52,537)	52,537
Receivables:	
Securities sold	1,243,456
Fund shares sold	48,292
Dividends	9,336
Securities lending income	20
Interest	2
Total assets	<u>14,166,188</u>

LIABILITIES:

Payable for:	
Fund shares redeemed	918,819
Securities purchased	296,772
Return of securities lending collateral	162,748
Management fees	8,633
Transfer agent and administrative fees	2,878
Investor service fees	2,878
Portfolio accounting fees	1,151
Trustees' fees*	234
Miscellaneous	34,188
Total liabilities	<u>1,428,301</u>

Commitments and contingent liabilities (Note 12)

NET ASSETS	<u>\$ 12,737,887</u>
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NET ASSETS CONSIST OF:

Paid in capital	\$ 11,259,600
Total distributable earnings (loss)	1,478,287
Net assets	<u>\$ 12,737,887</u>
Capital shares outstanding	352,132
Net asset value per share	<u>\$36.17</u>

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 132,329
Interest	2,284
Income from securities lending, net	551
Total investment income	<u>135,164</u>

EXPENSES:

Management fees	106,480
Investor service fees	35,494
Transfer agent and administrative fees	35,494
Professional fees	24,104
Portfolio accounting fees	14,197
Trustees' fees*	3,945
Custodian fees	2,855
Line of credit fees	21
Miscellaneous	22,462
Total expenses	<u>245,052</u>

Net investment loss	<u>(109,888)</u>
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NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	1,664,662
Net realized gain	<u>1,664,662</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	442,373
Net change in unrealized appreciation (depreciation)	<u>442,373</u>
Net realized and unrealized gain	<u>2,107,035</u>

Net increase in net assets resulting from operations	<u>\$ 1,997,147</u>
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* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment loss	\$ (109,888)	\$ (152,436)
Net realized gain (loss) on investments	1,664,662	(611,299)
Net change in unrealized appreciation (depreciation) on investments	442,373	(1,883,907)
Net increase (decrease) in net assets resulting from operations	1,997,147	(2,647,642)
Distributions to shareholders	—	(1,549,049)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	15,348,447	25,614,538
Distributions reinvested	—	1,549,049
Cost of shares redeemed	(18,818,025)	(29,150,899)
Net decrease from capital share transactions	(3,469,578)	(1,987,312)
Net decrease in net assets	(1,472,431)	(6,184,003)
NET ASSETS:		
Beginning of year	14,210,318	20,394,321
End of year	\$ 12,737,887	\$ 14,210,318
CAPITAL SHARE ACTIVITY:		
Shares sold	441,408	642,331
Shares issued from reinvestment of distributions	—	38,862
Shares redeemed	(542,670)	(746,632)
Net decrease in shares	(101,262)	(65,439)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015
Per Share Data					
Net asset value, beginning of period	\$31.34	\$39.31	\$33.11	\$32.23	\$34.05
Income (loss) from investment operations:					
Net investment income (loss) ^a	(.27)	(.28)	(.25)	(.22)	(.22)
Net gain (loss) on investments (realized and unrealized)	5.10	(4.97)	6.45	1.10	.88
Total from investment operations	4.83	(5.25)	6.20	.88	.66
Less distributions from:					
Net realized gains	—	(2.72)	—	—	(2.48)
Total distributions	—	(2.72)	—	—	(2.48)
Net asset value, end of period	\$36.17	\$31.34	\$39.31	\$33.11	\$32.23
Total Return^b	15.41%	(14.83%)	18.73%	2.70%	1.32%
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$12,738	\$14,210	\$20,394	\$19,061	\$34,144
Ratios to average net assets:					
Net investment income (loss)	(0.77%)	(0.72%)	(0.70%)	(0.71%)	(0.64%)
Total expenses	1.73%	1.62%	1.61%	1.56%	1.50%
Portfolio turnover rate	176%	183%	233%	296%	269%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

S&P MIDCAP 400® PURE VALUE FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for mid-cap value securities on a daily basis. The Fund's current benchmark is the S&P MidCap 400® Pure Value Index (the "underlying index").

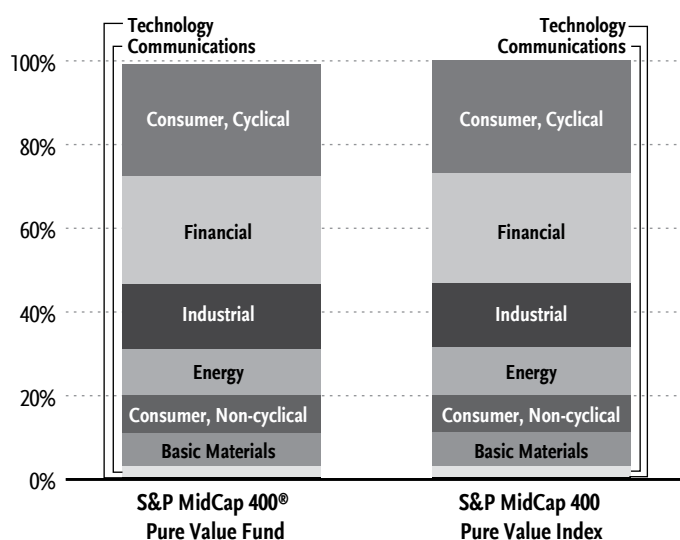
For the year ended December 31, 2019, S&P MidCap 400® Pure Value Fund returned 22.46%, compared with a return of 24.49% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

The Consumer Discretionary sector contributed the most to the return of the underlying index for the period, followed by the Information Technology sector and the Financials sector. The Communication Services sector and Real Estate sector were the only detractors from return.

World Fuel Services Corp., KB Home, and Bed Bath & Beyond, Inc. added the most to return of the underlying index for the year. McDermott International, Inc., Realogy Holdings Corp., and United States Steel Corp. detracted the most from performance of the underlying index for the year.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



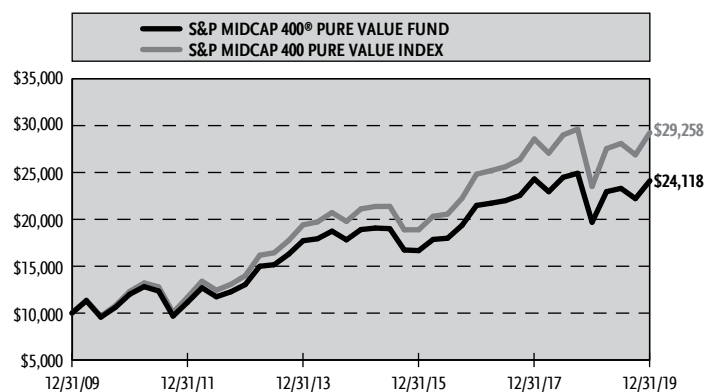
Inception Date: May 3, 2004

Ten Largest Holdings (% of Total Net Assets)

Chesapeake Energy Corp.	2.9%
Resideo Technologies, Inc.	2.7%
Genworth Financial, Inc. — Class A	2.6%
Goodyear Tire & Rubber Co.	2.4%
Dillard's, Inc. — Class A	2.2%
United States Steel Corp.	2.1%
Avnet, Inc.	2.0%
Ryder System, Inc.	2.0%
Brighthouse Financial, Inc.	2.0%
CNX Resources Corp.	2.0%
Top Ten Total	22.9%

"Ten Largest Holdings" excludes any temporary cash investments.

"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P MidCap 400® Pure Value Fund	22.46%	4.98%	9.20%
S&P MidCap 400 Pure Value Index	24.49%	6.75%	11.33%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P MidCap 400 Pure Value Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P MIDCAP 400® PURE VALUE FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.1%			INDUSTRIAL - 15.3%		
CONSUMER, CYCLICAL - 26.6%			Avnet, Inc.	4,541	\$ 192,720
Resideo Technologies, Inc.*	21,528	\$ 256,829	Ryder System, Inc.	3,498	189,976
Goodyear Tire & Rubber Co.	14,756	229,530	SYNNEX Corp.	1,187	152,886
Dillard's, Inc. — Class A ¹	2,830	207,948	Arrow Electronics, Inc.*	1,785	151,261
Dana, Inc.	9,717	176,850	Tech Data Corp.*	1,032	148,195
World Fuel Services Corp.	3,663	159,047	AECOM*	2,395	103,296
AutoNation, Inc.*	3,149	153,136	Terex Corp.	3,020	89,936
Lear Corp.	960	131,712	Greif, Inc. — Class A	1,940	85,748
Delphi Technologies plc*	9,375	120,281	Dycom Industries, Inc.*	1,580	74,497
Bed Bath & Beyond, Inc.	6,485	112,190	Trinity Industries, Inc.	2,950	65,343
TRI Pointe Group, Inc.*	6,927	107,923	Regal Beloit Corp.	620	53,078
Adient plc*	4,953	105,251	II-VI, Inc.*	1,460	49,158
Thor Industries, Inc.	1,371	101,851	XPO Logistics, Inc.*	570	45,429
Penn National Gaming, Inc.*	3,870	98,917	Worthington Industries, Inc.	960	40,493
JetBlue Airways Corp.*	5,140	96,221	Total Industrial		1,442,016
Foot Locker, Inc.	2,110	82,269	ENERGY - 11.2%		
BJ's Wholesale Club Holdings, Inc.*	3,570	81,182	Chesapeake Energy Corp.* ¹	330,960	273,241
Dick's Sporting Goods, Inc.	1,591	78,739	CNX Resources Corp.*	21,020	186,027
KAR Auction Services, Inc.	3,170	69,074	PBF Energy, Inc. — Class A	5,260	165,006
Urban Outfitters, Inc.*	2,480	68,870	NOW, Inc.*	14,680	165,003
American Eagle Outfitters, Inc.	4,270	62,769	Equities Corp.	10,285	112,106
Total Consumer, Cyclical		2,500,589	Antero Midstream Corp. ¹	10,630	80,682
FINANCIAL - 26.0%			Patterson-UTI Energy, Inc.	6,670	70,035
Genworth Financial, Inc. — Class A*	55,290	243,276	Total Energy		1,052,100
Brighthouse Financial, Inc.*	4,762	186,813	CONSUMER, NON-CYCLICAL - 8.9%		
CNO Financial Group, Inc.	7,765	140,780	Patterson Companies, Inc.	7,421	151,982
Reinsurance Group of America, Inc. — Class A	735	119,849	ManpowerGroup, Inc.	1,497	145,359
Jefferies Financial Group, Inc.	5,144	109,927	Avis Budget Group, Inc.*	3,307	106,617
Umpqua Holdings Corp.	5,221	92,412	Graham Holdings Co. — Class B	116	74,123
Park Hotels & Resorts, Inc. REIT	3,450	89,251	TreeHouse Foods, Inc.*	1,380	66,930
FNB Corp.	6,920	87,884	Green Dot Corp. — Class A*	2,340	54,522
GEO Group, Inc. REIT	5,060	84,047	Sprouts Farmers Market, Inc.*	2,770	53,600
CoreCivic, Inc. REIT	4,700	81,686	Tenet Healthcare Corp.*	1,370	52,101
Diversified Healthcare Trust REIT	9,666	81,581	Molina Healthcare, Inc.*	350	47,491
Associated Banc-Corp.	3,500	77,140	Acadia Healthcare Company, Inc.*	1,372	45,578
Old Republic International Corp.	3,435	76,841	Adtalem Global Education, Inc.*	1,240	43,363
PacWest Bancorp	2,007	76,808	Spectrum Brands Holdings, Inc.	1	64
Legg Mason, Inc.	2,065	74,154	Total Consumer, Non-cyclical		841,730
Navient Corp.	5,296	72,449	BASIC MATERIALS - 8.0%		
Kemper Corp.	910	70,525	United States Steel Corp. ¹	17,738	202,390
Mercury General Corp.	1,440	70,171	Domtar Corp.	4,483	171,430
Janus Henderson Group plc	2,832	69,243	Olin Corp.	7,900	136,275
Sterling Bancorp	3,260	68,721	Commercial Metals Co.	4,971	110,704
Bank OZK	2,245	68,484	Chemours Co.	3,970	71,817
Hancock Whitney Corp.	1,445	63,406	Minerals Technologies, Inc.	1,050	60,512
Pebblebrook Hotel Trust REIT	2,080	55,765	Total Basic Materials		753,128
First Horizon National Corp.	3,219	53,307	COMMUNICATIONS - 2.6%		
Wintrust Financial Corp.	750	53,175	Telephone & Data Systems, Inc.	6,995	177,883
Pinnacle Financial Partners, Inc.	736	47,104	Meredith Corp.	2,100	68,187
Texas Capital Bancshares, Inc.*	820	46,551	Total Communications		246,070
Valley National Bancorp	3,750	42,937			
TCF Financial Corp.	910	42,588			
Total Financial		2,446,875			

S&P MIDCAP 400® PURE VALUE FUND

	SHARES	VALUE		SHARES	VALUE
TECHNOLOGY - 0.5%			SECURITIES LENDING COLLATERAL^{†3} - 6.5%		
NetScout Systems, Inc.*	1,985	\$ 47,779	Money Market Fund		
Total Common Stocks			First American Government		
(Cost \$8,043,605)		9,330,287	Obligations Fund — Class Z, 1.47% ⁴	613,614	\$ 613,614
	FACE		Total Securities Lending Collateral		
	AMOUNT		(Cost \$613,614)		613,614
REPURCHASE AGREEMENTS^{††2} - 0.5%			Total Investments - 106.1%		
J.P. Morgan Securities LLC			(Cost \$8,707,946)		\$ 9,994,628
issued 12/31/19 at 1.53%			Other Assets & Liabilities, net - (6.1)%		(576,704)
due 01/02/20	\$ 30,839	30,839	Total Net Assets - 100.0%		\$ 9,417,924
Barclays Capital, Inc.					
issued 12/31/19 at 1.40%					
due 01/02/20	9,944	9,944			
BofA Securities, Inc.					
issued 12/31/19 at 1.50%					
due 01/02/20	9,944	9,944			
Total Repurchase Agreements					
(Cost \$50,727)		50,727			

* Non-income producing security.

[†] Value determined based on Level 1 inputs — See Note 4.^{††} Value determined based on Level 2 inputs — See Note 4.¹ All or a portion of this security is on loan at December 31, 2019 — See Note 7.² Repurchase Agreements — See Note 6.³ Securities lending collateral — See Note 7.⁴ Rate indicated is the 7-day yield as of December 31, 2019.

plc — Public Limited Company

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 9,330,287	\$ —	\$ —	\$ 9,330,287
Repurchase Agreements	—	50,727	—	50,727
Securities Lending Collateral	613,614	—	—	613,614
Total Assets	\$ 9,943,901	\$ 50,727	\$ —	\$ 9,994,628

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value - including \$566,223 of securities loaned	
(cost \$8,657,219)	\$ 9,943,901
Repurchase agreements, at value	
(cost \$50,727)	50,727
Receivables:	
Fund shares sold	156,610
Dividends	12,725
Securities lending income	1,296
Interest	2
Total assets	10,165,261

LIABILITIES:

Payable for:	
Return of securities lending collateral	613,614
Securities purchased	98,030
Management fees	5,945
Transfer agent and administrative fees	1,982
Investor service fees	1,982
Portfolio accounting fees	792
Fund shares redeemed	267
Trustees' fees*	168
Miscellaneous	24,557
Total liabilities	747,337

Commitments and contingent liabilities (Note 12)
NET ASSETS \$ 9,417,924
NET ASSETS CONSIST OF:

Paid in capital	\$ 8,452,535
Total distributable earnings (loss)	965,389
Net assets	\$ 9,417,924
Capital shares outstanding	223,436
Net asset value per share	<u>\$42.15</u>

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 197,048
Interest	1,458
Income from securities lending, net	11,397
Total investment income	209,903

EXPENSES:

Management fees	75,883
Investor service fees	25,294
Transfer agent and administrative fees	25,294
Professional fees	21,406
Portfolio accounting fees	10,118
Trustees' fees*	2,893
Custodian fees	2,101
Line of credit fees	24
Miscellaneous	11,684
Total expenses	174,697
Net investment income	35,206

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	846,642
Net realized gain	846,642
Net change in unrealized appreciation (depreciation) on:	
Investments	1,093,223
Net change in unrealized appreciation (depreciation)	1,093,223
Net realized and unrealized gain	1,939,865
Net increase in net assets resulting from operations	\$ 1,975,071

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income (loss)	\$ 35,206	\$ (3,727)
Net realized gain (loss) on investments	846,642	(300,173)
Net change in unrealized appreciation (depreciation) on investments	1,093,223	(2,067,546)
Net increase (decrease) in net assets resulting from operations	1,975,071	(2,371,446)
Distributions to shareholders	—	(1,912,944)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	15,114,260	15,203,247
Distributions reinvested	—	1,912,944
Cost of shares redeemed	(16,656,592)	(21,262,053)
Net decrease from capital share transactions	(1,542,332)	(4,145,862)
Net increase (decrease) in net assets	432,739	(8,430,252)
NET ASSETS:		
Beginning of year	8,985,185	17,415,437
End of year	\$ 9,417,924	\$ 8,985,185
CAPITAL SHARE ACTIVITY:		
Shares sold	377,132	323,982
Shares issued from reinvestment of distributions	—	44,363
Shares redeemed	(414,713)	(457,135)
Net decrease in shares	(37,581)	(88,790)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^c	Year Ended December 31, 2015 ^c
Per Share Data					
Net asset value, beginning of period	\$34.42	\$49.79	\$54.35	\$42.30	\$53.78
Income (loss) from investment operations:					
Net investment income (loss) ^a	.14	(.01)	(.05)	(.06)	.26
Net gain (loss) on investments (realized and unrealized)	7.59	(7.95)	6.13	12.41	(5.93)
Total from investment operations	7.73	(7.96)	6.08	12.35	(5.67)
Less distributions from:					
Net investment income	—	—	—	(.30)	(.08)
Net realized gains	—	(7.41)	(10.64)	—	(5.73)
Total distributions	—	(7.41)	(10.64)	(.30)	(5.81)
Net asset value, end of period	\$42.15	\$34.42	\$49.79	\$54.35	\$42.30
Total Return^b	22.46%	(18.98%)	13.15%	28.89%	(11.86%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$9,418	\$8,985	\$17,415	\$30,207	\$12,007
Ratios to average net assets:					
Net investment income (loss)	0.35%	(0.03%)	(0.10%)	(0.07%)	0.52%
Total expenses	1.73%	1.62%	1.61%	1.56%	1.50%
Portfolio turnover rate	188%	145%	144%	282%	280%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Share split — Per share amounts for the years presented through December 31, 2016 have been restated to reflect a 2:1 share split effective December 1, 2016.

S&P SMALLCAP 600® PURE GROWTH FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for small-cap growth securities on a daily basis. The Fund's current benchmark is the S&P SmallCap 600® Pure Growth Index (the "underlying index").

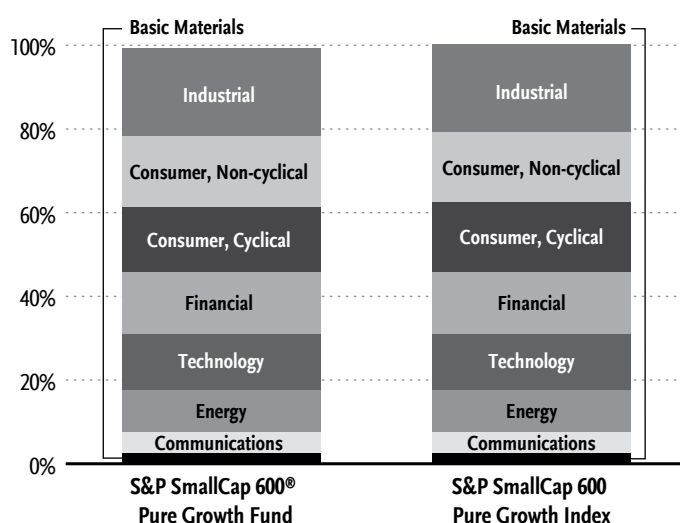
For the year ended December 31, 2019, S&P SmallCap 600® Pure Growth Fund return was 12.57%, compared with a return of 14.78% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

The Health Care, Information Technology, and Industrials sectors contributed the most to the return of the underlying index for the period. The Energy, Consumer Discretionary, and Communication Services sectors detracted the most from return.

The best-performing stocks of the underlying index were Avon Products, Inc., Arrowhead Pharmaceuticals, Inc., and NeoGenomics, Inc. The weakest performers of the underlying index were Ascena Retail Group, Inc., KLX Energy Services Holdings, Inc., and Tailored Brands, Inc.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



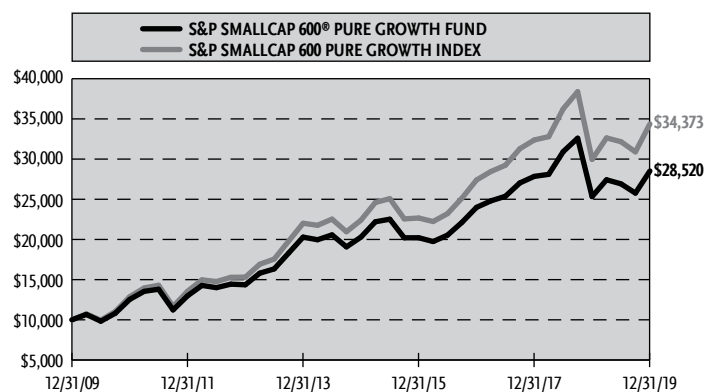
Inception Date: May 3, 2004

Ten Largest Holdings (% of Total Net Assets)

Talos Energy, Inc.	2.0%
Par Pacific Holdings, Inc.	1.4%
SRC Energy, Inc.	1.4%
Innovative Industrial Properties, Inc.	1.3%
NMI Holdings, Inc. — Class A	1.3%
Kinsale Capital Group, Inc.	1.3%
Rent-A-Center, Inc.	1.3%
Winnebago Industries, Inc.	1.3%
LGI Homes, Inc.	1.2%
Ultra Clean Holdings, Inc.	1.2%
Top Ten Total	13.7%

"Ten Largest Holdings" excludes any temporary cash investments.

"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P SmallCap 600® Pure Growth Fund	12.57%	7.05%	11.05%
S&P SmallCap 600 Pure Growth Index	14.78%	8.95%	13.14%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P SmallCap 600 Pure Growth Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P SMALLCAP 600® PURE GROWTH FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.2%					
INDUSTRIAL - 20.9%					
Triumph Group, Inc.	5,200	\$ 131,404	LeMaitre Vascular, Inc.	1,450	\$ 52,128
TopBuild Corp.*	1,240	127,819	Inter Parfums, Inc.	702	51,042
Federal Signal Corp.	3,960	127,710	EVERTEC, Inc.	1,380	46,975
Patrick Industries, Inc.	2,350	123,210	Medifast, Inc.	371	40,654
American Woodmark Corp.*	1,170	122,277	CorVel Corp.*	441	38,526
Ichor Holdings Ltd.*	3,610	120,105	Medicines Co.*	450	38,223
Griffon Corp.	5,640	114,661	REGENXBIO, Inc.*	890	36,463
Universal Forest Products, Inc.	2,160	103,032	John B Sanfilippo & Son, Inc.	390	35,599
OSI Systems, Inc.*	1,020	102,755	Total Consumer, Non-cyclical		2,084,454
Saia, Inc.*	1,090	101,501	CONSUMER, CYCLICAL - 15.5%		
Advanced Energy Industries, Inc.*	1,240	88,288	Winnebago Industries, Inc.	2,970	157,351
Simpson Manufacturing Company, Inc.	1,100	88,253	LGI Homes, Inc.*	2,120	149,778
CIRCOR International, Inc.*	1,800	83,232	Installed Building Products, Inc.*	2,100	144,627
John Bean Technologies Corp.	680	76,609	Sleep Number Corp.*	2,621	129,058
ESCO Technologies, Inc.	769	71,132	Lithia Motors, Inc. — Class A	800	117,600
Itron, Inc.*	840	70,518	Callaway Golf Co.	5,460	115,752
Alamo Group, Inc.	550	69,052	Wingstop, Inc.	1,314	113,306
Comtech Telecommunications Corp.	1,910	67,786	MDC Holdings, Inc.	2,500	95,400
Alarm.com Holdings, Inc.*	1,490	64,025	Fox Factory Holding Corp.*	1,320	91,833
Franklin Electric Company, Inc.	1,110	63,625	Boot Barn Holdings, Inc.*	1,980	88,169
Plexus Corp.*	800	61,552	LCI Industries	820	87,846
Aerojet Rocketdyne Holdings, Inc.*	1,342	61,276	Zumiez, Inc.*	2,480	85,659
Fabrinet*	940	60,950	Steven Madden Ltd.	1,620	69,676
Forward Air Corp.	860	60,157	Shake Shack, Inc. — Class A*	1,163	69,280
SPX FLOW, Inc.*	1,220	59,621	UniFirst Corp.	310	62,614
Tennant Co.	720	56,102	Allegiant Travel Co. — Class A	358	62,306
Watts Water Technologies, Inc. — Class A	540	53,870	Chuy's Holdings, Inc.*	2,230	57,802
Exponent, Inc.	770	53,138	Cavco Industries, Inc.*	284	55,488
Albany International Corp. — Class A	668	50,715	Universal Electronics, Inc.*	1,010	52,783
SPX Corp.*	970	49,354	St. Joe Co.*	2,540	50,368
AAON, Inc.	910	44,963	Crocs, Inc.*	1,100	46,079
Vicor Corp.*	944	44,104	Total Consumer, Cyclical		1,902,775
Total Industrial		2,572,796	FINANCIAL - 15.0%		
CONSUMER, NON-CYCLICAL - 16.9%			Innovative Industrial Properties, Inc. REIT¹	2,180	165,397
Rent-A-Center, Inc.	5,480	158,043	NMI Holdings, Inc. — Class A*	4,880	161,918
Medpace Holdings, Inc.*	1,530	128,612	Kinsale Capital Group, Inc.	1,580	160,623
Hanger, Inc.*	4,020	110,992	Essential Properties Realty Trust, Inc. REIT	6,016	149,257
Innoviva, Inc.*	7,766	109,967	Safehold, Inc. REIT	3,660	147,498
Cardiovascular Systems, Inc.*	2,220	107,870	Meta Financial Group, Inc.	3,780	138,008
NeoGenomics, Inc.*	3,670	107,347	Virtus Investment Partners, Inc.	1,040	126,589
Eagle Pharmaceuticals, Inc.*	1,736	104,299	PennyMac Mortgage Investment Trust REIT	5,040	112,342
ANI Pharmaceuticals, Inc.*	1,610	99,289	Walker & Dunlop, Inc.	1,660	107,369
Coca-Cola Consolidated, Inc.	330	93,737	eHealth, Inc.*	1,090	104,727
Pennant Group, Inc.*	2,789	92,232	Enova International, Inc.*	4,029	96,938
RR Donnelley & Sons Co.	22,340	88,243	Granite Point Mortgage Trust, Inc. REIT	5,030	92,451
Cutera, Inc.*	2,440	87,376	Community Healthcare Trust, Inc. REIT	2,000	85,720
RadNet, Inc.*	3,860	78,358	Preferred Bank/Los Angeles CA	1,160	69,704
CONMED Corp.	660	73,808	Universal Health Realty Income Trust REIT	490	57,506
Corcept Therapeutics, Inc.*	6,010	72,721	ServisFirst Bancshares, Inc.	1,050	39,564
LHC Group, Inc.*	450	61,992	Agree Realty Corp. REIT	520	36,488
Addus HomeCare Corp.*	630	61,249	Total Financial		1,852,099
Anika Therapeutics, Inc.*	1,060	54,961	TECHNOLOGY - 13.3%		
Enanta Pharmaceuticals, Inc.*	870	53,748	Ultra Clean Holdings, Inc.*	6,360	149,269
			Brooks Automation, Inc.	3,423	143,629

S&P SMALLCAP 600® PURE GROWTH FUND

	SHARES	VALUE
KEMET Corp.	4,344	\$ 117,506
FormFactor, Inc.*	4,040	104,919
Xperi Corp.	4,920	91,020
Diodes, Inc.*	1,560	87,937
Diebold Nixdorf, Inc.*	8,280	87,437
TTEC Holdings, Inc.	2,190	86,768
SPS Commerce, Inc.*	1,430	79,251
CSG Systems International, Inc.	1,380	71,456
Virtusa Corp.*	1,549	70,216
ManTech International Corp. — Class A	840	67,099
Agilysys, Inc.*	2,600	66,066
Digi International, Inc.*	3,600	63,792
LivePerson, Inc.*	1,510	55,870
ExlService Holdings, Inc.*	790	54,873
3D Systems Corp.*	6,190	54,163
Qualys, Inc.*	640	53,357
Power Integrations, Inc.	520	51,433
Glu Mobile, Inc.*	8,210	49,671
Progress Software Corp.	810	33,655
Total Technology		<u>1,639,387</u>
ENERGY - 10.0%		
Talos Energy, Inc.*	8,350	251,753
Par Pacific Holdings, Inc.*	7,680	178,483
SRC Energy, Inc.*	41,080	169,250
Penn Virginia Corp.*	4,860	147,501
Ring Energy, Inc.*	55,660	146,942
DMC Global, Inc.	2,870	128,978
Helix Energy Solutions Group, Inc.*	12,118	116,696
Geospace Technologies Corp.*	5,564	93,308
Total Energy		<u>1,232,911</u>
COMMUNICATIONS - 5.0%		
TechTarget, Inc.*	3,550	92,655
Viavi Solutions, Inc.*	5,828	87,420
Perficient, Inc.*	1,760	81,083
Extreme Networks, Inc.*	9,900	72,963
NIC, Inc.	2,560	57,216
Harmonic, Inc.*	7,277	56,761
Cogent Communications Holdings, Inc.	760	50,016
QuinStreet, Inc.*	3,240	49,604
8x8, Inc.*	2,000	36,600
Shutterstock, Inc.*	810	34,733
Total Communications		<u>619,051</u>

	SHARES	VALUE
BASIC MATERIALS - 2.6%		
Innospec, Inc.	1,110	\$ 114,819
Koppers Holdings, Inc.*	2,900	110,838
Schweitzer-Mauduit International, Inc.	1,500	62,985
Rogers Corp.*	280	34,924
Total Basic Materials		<u>323,566</u>
Total Common Stocks (Cost \$11,265,933)		<u>12,227,039</u>
	FACE AMOUNT	
REPURCHASE AGREEMENTS^{††,2} - 0.7%		
J.P. Morgan Securities LLC issued 12/31/19 at 1.53% due 01/02/20	\$ 53,446	53,446
Barclays Capital, Inc. issued 12/31/19 at 1.40% due 01/02/20	17,234	17,234
BofA Securities, Inc. issued 12/31/19 at 1.50% due 01/02/20	17,234	17,234
Total Repurchase Agreements (Cost \$87,914)		<u>87,914</u>
	SHARES	
SECURITIES LENDING COLLATERAL^{†,3} - 0.8%		
Money Market Fund		
First American Government Obligations Fund — Class Z, 1.47% ⁴	92,775	92,775
Total Securities Lending Collateral (Cost \$92,775)		<u>92,775</u>
Total Investments - 100.7% (Cost \$11,446,622)		<u>\$ 12,407,728</u>
Other Assets & Liabilities, net - (0.7)%		<u>(84,792)</u>
Total Net Assets - 100.0%		<u>\$ 12,322,936</u>

* Non-income producing security.

† Value determined based on Level 1 inputs — See Note 4.

†† Value determined based on Level 2 inputs — See Note 4.

¹ All or a portion of this security is on loan at December 31, 2019 — See Note 7.² Repurchase Agreements — See Note 6.³ Securities lending collateral — See Note 7.⁴ Rate indicated is the 7-day yield as of December 31, 2019.
REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

S&P SMALLCAP 600® PURE GROWTH FUND

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 12,227,039	\$ —	\$ —	\$ 12,227,039
Repurchase Agreements	—	87,914	—	87,914
Securities Lending Collateral	92,775	—	—	92,775
Total Assets	\$ 12,319,814	\$ 87,914	\$ —	\$ 12,407,728

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value - including \$93,851 of securities loaned (cost \$11,358,708)	\$ 12,319,814
Repurchase agreements, at value (cost \$87,914)	87,914
Receivables:	
Fund shares sold	1,023,146
Securities sold	128,094
Dividends	12,688
Securities lending income	300
Interest	4
Total assets	13,571,960

LIABILITIES:

Payable for:	
Securities purchased	1,069,283
Return of securities lending collateral	92,775
Fund shares redeemed	46,427
Management fees	6,680
Transfer agent and administrative fees	2,227
Investor service fees	2,227
Portfolio accounting fees	891
Trustees' fees*	193
Miscellaneous	28,321
Total liabilities	1,249,024

Commitments and contingent liabilities (Note 12)

NET ASSETS	\$ 12,322,936
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NET ASSETS CONSIST OF:

Paid in capital	\$ 11,125,433
Total distributable earnings (loss)	1,197,503
Net assets	\$ 12,322,936
Capital shares outstanding	223,088
Net asset value per share	\$55.24

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 114,535
Interest	2,003
Income from securities lending, net	5,081
Total investment income	121,619

EXPENSES:

Management fees	88,082
Investor service fees	29,361
Transfer agent and administrative fees	29,361
Professional fees	25,734
Portfolio accounting fees	11,744
Trustees' fees*	4,131
Custodian fees	2,831
Line of credit fees	14
Miscellaneous	11,542
Total expenses	202,800

Net investment loss

(81,181)

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	2,382,069
Net realized gain	2,382,069
Net change in unrealized appreciation (depreciation) on:	
Investments	(722,819)
Net change in unrealized appreciation (depreciation)	(722,819)
Net realized and unrealized gain	1,659,250
Net increase in net assets resulting from operations	\$ 1,578,069

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment loss	\$ (81,181)	\$ (241,095)
Net realized gain (loss) on investments	2,382,069	(1,539,254)
Net change in unrealized appreciation (depreciation) on investments	(722,819)	(1,822,907)
Net increase (decrease) in net assets resulting from operations	1,578,069	(3,603,256)
Distributions to shareholders	—	(549,379)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	16,580,571	68,349,093
Distributions reinvested	—	549,379
Cost of shares redeemed	(22,841,246)	(68,178,483)
Net increase (decrease) from capital share transactions	(6,260,675)	719,989
Net decrease in net assets	(4,682,606)	(3,432,646)
NET ASSETS:		
Beginning of year	17,005,542	20,438,188
End of year	\$ 12,322,936	\$ 17,005,542
CAPITAL SHARE ACTIVITY:		
Shares sold	316,090	1,133,425
Shares issued from reinvestment of distributions	—	8,745
Shares redeemed	(439,562)	(1,167,579)
Net decrease in shares	(123,472)	(25,409)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015
Per Share Data					
Net asset value, beginning of period	\$49.07	\$54.95	\$49.86	\$42.01	\$45.67
Income (loss) from investment operations:					
Net investment income (loss) ^a	(.36)	(.60)	(.47)	(.14)	(.30)
Net gain (loss) on investments (realized and unrealized)	6.53	(4.12)	8.25	7.99	.62
Total from investment operations	6.17	(4.72)	7.78	7.85	.32
Less distributions from:					
Net realized gains	—	(1.16)	(2.69)	—	(3.98)
Total distributions	—	(1.16)	(2.69)	—	(3.98)
Net asset value, end of period	\$55.24	\$49.07	\$54.95	\$49.86	\$42.01
Total Return^b	12.57%	(9.03%)	16.08%	18.69%	(0.37%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$12,323	\$17,006	\$20,438	\$20,844	\$22,156
Ratios to average net assets:					
Net investment income (loss)	(0.69%)	(1.01%)	(0.90%)	(0.32%)	(0.64%)
Total expenses	1.73%	1.63%	1.61%	1.56%	1.50%
Portfolio turnover rate	190%	313%	280%	475%	282%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

S&P SMALLCAP 600® PURE VALUE FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a benchmark for small-cap value securities on a daily basis. The Fund's current benchmark is the S&P SmallCap 600® Pure Value Index (the "underlying index").

For the year ended December 31, 2019, S&P SmallCap 600® Pure Value Fund returned 20.68%, compared with a return of 23.05% for the underlying index. The Fund maintained a daily correlation of over 99% to its benchmark for the period.

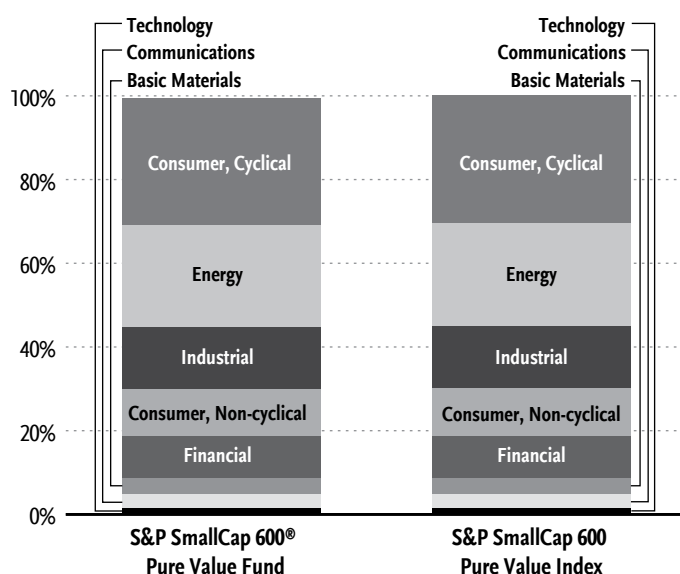
The sectors contributing the most to the return of the underlying index for the year were the Consumer Discretionary sector, the Information Technology sector, and the Industrials sector. The Consumer Staples and Communications Services sectors detracted the most from return.

The stocks contributing the most to return of the underlying index were Ultra Clean Holdings, Inc., Sonic Automotive, Inc. — Class A, and Group 1 Automotive, Inc. Those detracting the most from return of the underlying index were Dean Foods Co., Orion Group Holdings, Inc., and Rayonier Advanced Materials, Inc.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)

Inception Date: May 3, 2004

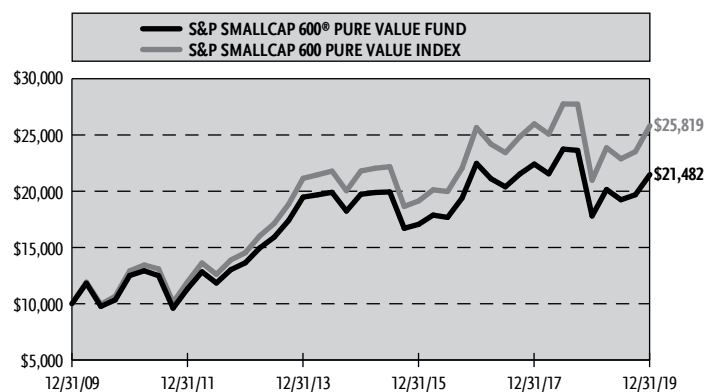


Ten Largest Holdings (% of Total Net Assets)

Whiting Petroleum Corp.	1.6%
Southwestern Energy Co.	1.5%
Cooper-Standard Holdings, Inc.	1.5%
Denbury Resources, Inc.	1.5%
Gulfport Energy Corp.	1.4%
Office Depot, Inc.	1.4%
Greenbrier Companies, Inc.	1.4%
CONSOL Energy, Inc.	1.4%
Oasis Petroleum, Inc.	1.3%
Kelly Services, Inc. — Class A	1.3%
Top Ten Total	14.3%

"Ten Largest Holdings" excludes any temporary cash investments.

"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Cumulative Fund Performance^{*,†}**Average Annual Returns^{*,†}**

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
S&P SmallCap 600® Pure Value Fund	20.68%	1.71%	7.95%
S&P SmallCap 600 Pure Value Index	23.05%	3.43%	9.95%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The S&P SmallCap 600 Pure Value Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

SCHEDULE OF INVESTMENTS

December 31, 2019

S&P SMALLCAP 600® PURE VALUE FUND

	SHARES	VALUE		SHARES	VALUE
COMMON STOCKS† - 99.5%					
CONSUMER, CYCLICAL - 30.3%					
Cooper-Standard Holdings, Inc.*	4,136	\$ 137,150	Renewable Energy Group, Inc.*	3,760	\$ 101,332
Office Depot, Inc.	47,060	128,944	Green Plains, Inc.	6,555	101,144
Fossil Group, Inc.*	14,182	111,754	TETRA Technologies, Inc.*	51,010	99,980
Red Robin Gourmet Burgers, Inc.*	3,060	101,041	KLX Energy Services Holdings, Inc.*	15,160	97,630
MarineMax, Inc.*	6,016	100,407	HighPoint Resources Corp.*	57,000	96,330
Abercrombie & Fitch Co. — Class A	5,356	92,605	Exterran Corp.*	12,261	96,004
ScanSource, Inc.*	2,476	91,488	ProPetro Holding Corp.*	8,130	91,462
Genesco, Inc.*	1,901	91,096	SM Energy Co.	7,670	86,211
Veritiv Corp.*	4,383	86,214	Valaris plc ¹	12,500	82,000
Big Lots, Inc.	3,000	86,160	Laredo Petroleum, Inc.*	28,401	81,511
Express, Inc.*	17,665	86,029	Bonanza Creek Energy, Inc.*	2,730	63,718
Titan International, Inc.	23,303	84,357	Matrix Service Co.*	2,320	53,082
Barnes & Noble Education, Inc.*	18,890	80,660	SunCoke Energy, Inc.	7,580	47,223
William Lyon Homes — Class A*	4,010	80,120	Era Group, Inc.*	4,500	45,765
Chico's FAS, Inc.	19,264	73,396	RPC, Inc. ¹	8,580	44,959
Caleres, Inc.	2,982	70,823	Oil States International, Inc.*	2,331	38,019
Sonic Automotive, Inc. — Class A	2,135	66,185	Nabors Industries Ltd.	12,920	37,210
Movado Group, Inc.	3,030	65,872	Range Resources Corp. ¹	7,660	37,151
Signet Jewelers Ltd.	3,020	65,655	Noble Corporation plc*	30,360	37,039
Group 1 Automotive, Inc.	656	65,600	US Silica Holdings, Inc.	5,569	34,249
G-III Apparel Group Ltd.*	1,870	62,645	Warrior Met Coal, Inc.	1,340	28,314
Conn's, Inc.*	5,000	61,950	Oceaneering International, Inc.*	1,748	26,063
American Axle & Manufacturing Holdings, Inc.*	5,606	60,321	Total Energy		2,223,418
Core-Mark Holding Company, Inc.	2,191	59,573	INDUSTRIAL - 14.8%		
Anixter International, Inc.*	642	59,128	Greenbrier Companies, Inc.	3,882	125,893
Designer Brands, Inc. — Class A	3,210	50,525	Atlas Air Worldwide Holdings, Inc.*	4,309	118,799
Wabash National Corp.	3,420	50,240	Olympic Steel, Inc.	6,053	108,470
Hawaiian Holdings, Inc.	1,540	45,107	Briggs & Stratton Corp.	14,929	99,427
Michaels Companies, Inc.*	5,180	41,906	ArcBest Corp.	3,465	95,634
Cooper Tire & Rubber Co.	1,446	41,572	TimkenSteel Corp.*	11,244	88,378
Tupperware Brands Corp.	4,640	39,811	Lydall, Inc.*	4,081	83,742
Cato Corp. — Class A	2,105	36,627	Sanmina Corp.*	2,293	78,512
Haverty Furniture Companies, Inc.	1,802	36,328	Echo Global Logistics, Inc.*	3,673	76,031
Ethan Allen Interiors, Inc.	1,880	35,833	Granite Construction, Inc.	2,340	64,748
Daktronics, Inc.	5,860	35,687	Bel Fuse, Inc. — Class B	2,907	59,593
Garrett Motion, Inc.*	3,510	35,065	TTM Technologies, Inc.*	3,490	52,525
GameStop Corp. — Class A ¹	5,656	34,389	Boise Cascade Co.	1,225	44,749
Shoe Carnival, Inc.	910	33,925	Hub Group, Inc. — Class A*	790	40,519
Unifi, Inc.*	1,329	33,571	LSB Industries, Inc.*	8,960	37,632
J.C. Penney Company, Inc.* ¹	27,676	30,997	Trinseo S.A.	1,010	37,582
Tailored Brands, Inc. ¹	7,040	29,146	Arcosa, Inc.	670	29,848
Lumber Liquidators Holdings, Inc.*	2,660	25,988	US Concrete, Inc.*	690	28,746
Vista Outdoor, Inc.*	3,436	25,701	DXP Enterprises, Inc.*	620	24,683
Vera Bradley, Inc.*	1,864	21,995	Applied Optoelectronics, Inc.*	2,010	23,879
Total Consumer, Cyclical		2,753,586	Aegion Corp. — Class A*	1,024	22,907
ENERGY - 24.5%			Total Industrial		1,342,297
Whiting Petroleum Corp.*	20,310	149,075	CONSUMER, NON-CYCLICAL - 11.3%		
Southwestern Energy Co.*	57,100	138,182	Kelly Services, Inc. — Class A	5,262	118,816
Denbury Resources, Inc.*	95,180	134,204	Andersons, Inc.	4,639	117,274
Gulfport Energy Corp.*	42,980	130,659	SpartanNash Co.	7,435	105,874
CONSOL Energy, Inc.*	8,590	124,641	Seneca Foods Corp. — Class A*	2,219	90,513
Oasis Petroleum, Inc.*	36,890	120,261	Fresh Del Monte Produce, Inc.	2,470	86,401
			Invacare Corp.	7,572	68,299
			Magellan Health, Inc.*	849	66,434
			TrueBlue, Inc.*	2,440	58,706

December 31, 2019

	SHARES	VALUE
Universal Corp.	913	\$ 52,096
Team, Inc.*	3,099	49,491
Lannett Company, Inc.*	5,160	45,511
ABM Industries, Inc.	1,150	43,367
United Natural Foods, Inc.*	4,420	38,719
B&G Foods, Inc. ¹	2,100	37,653
Central Garden & Pet Co. — Class A*	940	27,598
Owens & Minor, Inc.	3,290	17,010
Central Garden & Pet Co.*	230	7,146
Total Consumer, Non-cyclical		1,030,908
FINANCIAL - 10.0%		
EZCORP, Inc. — Class A*	15,739	107,340
INTL FCStone, Inc.*	1,966	96,000
Realogy Holdings Corp. ¹	8,590	83,151
FGL Holdings	5,010	53,356
iStar, Inc. REIT	3,390	49,189
American Equity Investment		
Life Holding Co.	1,430	42,800
Cedar Realty Trust, Inc. REIT	14,286	42,144
Hersha Hospitality Trust REIT	2,860	41,613
Stewart Information Services Corp.	987	40,260
Cadence Bancorp	1,913	34,683
Encore Capital Group, Inc.*	824	29,136
CBL & Associates Properties, Inc. REIT ¹	27,474	28,848
Customers Bancorp, Inc.*	1,190	28,334
United Insurance Holdings Corp.	2,200	27,742
Hope Bancorp, Inc.	1,764	26,213
Third Point Reinsurance Ltd.*	2,280	23,986
Berkshire Hills Bancorp, Inc.	690	22,687
Ready Capital Corp. REIT	1,470	22,667
Simmons First National Corp. — Class A	816	21,860
Horace Mann Educators Corp.	495	21,612
Opus Bank	815	21,084
United Fire Group, Inc.	470	20,553
Pacific Premier Bancorp, Inc.	615	20,052
Total Financial		905,310
BASIC MATERIALS - 3.8%		
Kraton Corp.*	3,490	88,367
Rayonier Advanced Materials, Inc.	21,304	81,807
AdvanSix, Inc.*	2,829	56,467
Century Aluminum Co.*	7,440	55,912
AK Steel Holding Corp.*	11,460	37,703
Clearwater Paper Corp.*	1,366	29,178
Total Basic Materials		349,434
COMMUNICATIONS - 3.2%		
Gannett Company, Inc.	16,855	107,535
Consolidated Communications		
Holdings, Inc.	24,520	95,137
Scholastic Corp.	800	30,760
Spok Holdings, Inc.	2,200	26,906
NETGEAR, Inc.*	1,080	26,471
Total Communications		286,809

	SHARES	VALUE
TECHNOLOGY - 1.6%		
Donnelley Financial Solutions, Inc.*	5,896	\$ 61,731
Pitney Bowes, Inc.	7,470	30,104
Unisys Corp.*	2,390	28,346
Photronics, Inc.*	1,474	23,230
Total Technology		143,411
Total Common Stocks		
(Cost \$7,849,696)		9,035,173
RIGHTS^{†††} - 0.0%		
A Schulman, Inc.* ²	1,164	—
Total Rights		—
	FACE AMOUNT	
REPURCHASE AGREEMENTS^{††,3} - 0.7%		
J.P. Morgan Securities LLC		
issued 12/31/19 at 1.53%		
due 01/02/20	\$ 36,161	36,161
Barclays Capital, Inc.		
issued 12/31/19 at 1.40%		
due 01/02/20	11,660	11,660
BofA Securities, Inc.		
issued 12/31/19 at 1.50%		
due 01/02/20	11,660	11,660
Total Repurchase Agreements		59,481
(Cost \$59,481)		
	SHARES	
SECURITIES LENDING COLLATERAL^{†,4} - 2.4%		
Money Market Fund		
First American Government		
Obligations Fund — Class Z, 1.47% ⁵	214,684	214,684
Total Securities Lending Collateral		214,684
(Cost \$214,684)		
Total Investments - 102.6%		
(Cost \$8,123,861)		\$ 9,309,338
Other Assets & Liabilities, net - (2.6)%		(232,729)
Total Net Assets - 100.0%		\$ 9,076,609

S&P SMALLCAP 600® PURE VALUE FUND

- * Non-income producing security.
- † Value determined based on Level 1 inputs — See Note 4.
- †† Value determined based on Level 2 inputs — See Note 4.
- ††† Value determined based on Level 3 inputs — See Note 4.
- ¹ All or a portion of this security is on loan at December 31, 2019 — See Note 7.
- ² Security was fair valued by the Valuation Committee at December 31, 2019. The total market value of fair valued securities amounts to \$0, (cost \$0) or 0.0% of total net assets.
- ³ Repurchase Agreements — See Note 6.
- ⁴ Securities lending collateral — See Note 7.
- ⁵ Rate indicated is the 7-day yield as of December 31, 2019.
- plc — Public Limited Company
- REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 9,035,173	\$ —	\$ —	\$ 9,035,173
Rights	—	—	—*	—
Repurchase Agreements	—	59,481	—	59,481
Securities Lending Collateral	214,684	—	—	214,684
Total Assets	\$ 9,249,857	\$ 59,481	\$ —	\$ 9,309,338

* Includes securities with a market value of \$0.

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments, at value - including \$198,513 of securities loaned (cost \$8,064,380)	\$ 9,249,857
Repurchase agreements, at value (cost \$59,481)	59,481
Receivables:	
Fund shares sold	191,971
Dividends	6,626
Securities lending income	1,473
Interest	2
Total assets	9,509,410

LIABILITIES:

Payable for:	
Return of securities lending collateral	214,684
Securities purchased	157,952
Fund shares redeemed	27,989
Management fees	5,982
Transfer agent and administrative fees	1,994
Investor service fees	1,994
Portfolio accounting fees	798
Trustees' fees*	146
Miscellaneous	21,262
Total liabilities	432,801

Commitments and contingent liabilities (Note 12)
NET ASSETS **\$ 9,076,609**
NET ASSETS CONSIST OF:

Paid in capital	\$ 11,150,766
Total distributable earnings (loss)	(2,074,157)
Net assets	\$ 9,076,609
Capital shares outstanding	142,923
Net asset value per share	\$63.51

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends	\$ 115,238
Interest	1,292
Income from securities lending, net	6,986
Total investment income	123,516

EXPENSES:

Management fees	64,184
Investor service fees	21,395
Transfer agent and administrative fees	21,395
Professional fees	18,208
Portfolio accounting fees	8,558
Trustees' fees*	2,752
Custodian fees	2,003
Line of credit fees	10
Miscellaneous	9,145
Total expenses	147,650
Net investment loss	(24,134)

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	361,026
Net realized gain	361,026
Net change in unrealized appreciation (depreciation) on:	
Investments	1,305,177
Net change in unrealized appreciation (depreciation)	1,305,177
Net realized and unrealized gain	1,666,203
Net increase in net assets resulting from operations	\$ 1,642,069

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income (loss)	\$ (24,134)	\$ 18,260
Net realized gain (loss) on investments	361,026	(768,745)
Net change in unrealized appreciation (depreciation) on investments	1,305,177	(2,189,576)
Net increase (decrease) in net assets resulting from operations	1,642,069	(2,940,061)
Distributions to shareholders	(22,849)	—
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	18,171,779	29,766,017
Distributions reinvested	22,849	—
Cost of shares redeemed	(19,151,588)	(36,159,635)
Net decrease from capital share transactions	(956,960)	(6,393,618)
Net increase (decrease) in net assets	662,260	(9,333,679)
NET ASSETS:		
Beginning of year	8,414,349	17,748,028
End of year	\$ 9,076,609	\$ 8,414,349
CAPITAL SHARE ACTIVITY:		
Shares sold	308,030	430,933
Shares issued from reinvestment of distributions	401	—
Shares redeemed	(324,852)	(538,553)
Net decrease in shares	(16,421)	(107,620)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^c	Year Ended December 31, 2015 ^c
Per Share Data					
Net asset value, beginning of period	\$52.81	\$66.48	\$69.13	\$52.48	\$65.72
Income (loss) from investment operations:					
Net investment income (loss) ^a	(.17)	.08	(.23)	(.45)	(.06)
Net gain (loss) on investments (realized and unrealized)	11.06	(13.75)	(.20)	17.10	(8.15)
Total from investment operations	10.89	(13.67)	(.43)	16.65	(8.21)
Less distributions from:					
Net investment income	(.19)	—	—	—	—
Net realized gains	—	—	(2.22)	—	(5.03)
Total distributions	(.19)	—	(2.22)	—	(5.03)
Net asset value, end of period	\$63.51	\$52.81	\$66.48	\$69.13	\$52.48
Total Return^b	20.68%	(20.58%)	(0.28%)	31.74%	(13.54%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$9,077	\$8,414	\$17,748	\$28,408	\$11,747
Ratios to average net assets:					
Net investment income (loss)	(0.28%)	0.12%	(0.35%)	(0.44%)	(0.09%)
Total expenses	1.73%	1.62%	1.61%	1.56%	1.50%
Portfolio turnover rate	248%	194%	204%	303%	245%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Share Split — Per share amounts for the years presented through December 31, 2016 have been restated to reflect a 2:1 share split effective December 1, 2016.

EUROPE 1.25x STRATEGY FUND

OBJECTIVE: Seeks to provide investment results that correlate, before fees and expenses, to the performance of a specific benchmark. The Fund's current benchmark is 125% of the fair value of the STOXX Europe 50[®] Index (the "underlying index").

For the one year period ended December 31, 2019, Europe 1.25x Strategy Fund maintained a daily correlation of over 98% to its benchmark of 125% of the daily price movement of the underlying index. Europe 1.25x Strategy Fund returned 28.43% while the underlying index returned 25.06% over the same period.

The sectors contributing the most to the return of the underlying index for the period were Consumer Discretionary, Industrials, and Financials sectors. No sector detracted from performance.

The stocks contributing the most to performance of the underlying index were ASML Holding N.V. — Class G, LVMH Moët Hennessy Louis Vuitton SE, and SAP SE. Those detracting the most from return of the underlying index were Nokia Oyj, Telefonica SA, and Banco Santander S.A.

Derivatives in the Fund were used to help provide exposure to the composition of the benchmark in the highest efficient manner and to provide leverage, not for hedging purposes. The results of derivatives use during the period were within our expectations and were a factor in the Fund's positive performance.

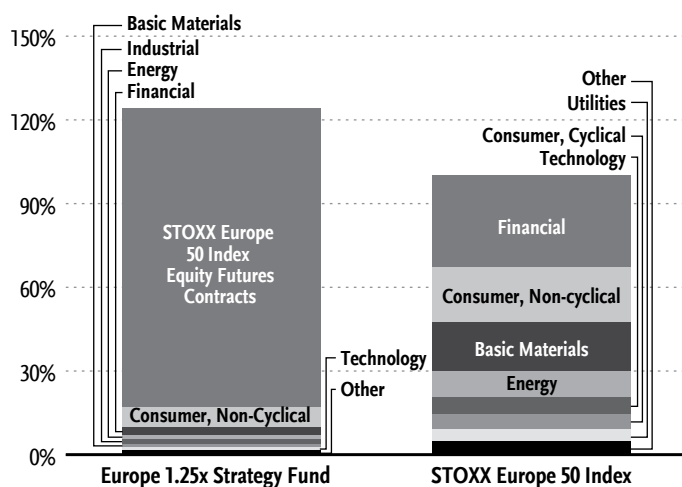
Due to the compounding of daily returns, leveraged and inverse funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period. Investors should monitor their leveraged and inverse funds' holdings to ensure that they are consistent with their strategies, as frequently as daily.

The effects of compounding may cause the longer-term correlation of the Fund to its benchmark to diminish. The apparent discrepancy between the leveraged and unleveraged indices is the result of compounding, which is described briefly on page 6 of this report.

The Fund may invest in certain of the underlying series of Guggenheim Funds Trust and Guggenheim Strategy Funds Trust, including Guggenheim Ultra Short Duration Fund, Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by Guggenheim Investments. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by Guggenheim Investments and/or its affiliates, and are not available to the public, with the exception of Guggenheim Ultra Short Duration Fund, which is available to the public. Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III do not charge an investment management fee. Guggenheim Ultra Short Duration Fund charges an investment management fee but that fee is waived by the respective investee fund. For the one year period ended December 31, 2019, investment in the Short Term Investment Vehicles benefited Fund performance.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



Inception Date: October 1, 2001

Ten Largest Holdings (% of Total Net Assets)

Guggenheim Strategy Fund II	26.1%
Guggenheim Ultra Short Duration Fund — Institutional Class	22.8%
Nestle S.A. ADR	1.2%
Novartis AG ADR	0.9%
Roche Holding AG ADR	0.8%
HSBC Holdings plc ADR	0.6%
SAP SE ADR	0.6%
Total S.A. ADR	0.6%
ASML Holding N.V. — Class G	0.5%
AstraZeneca plc ADR	0.5%
Top Ten Total	54.6%

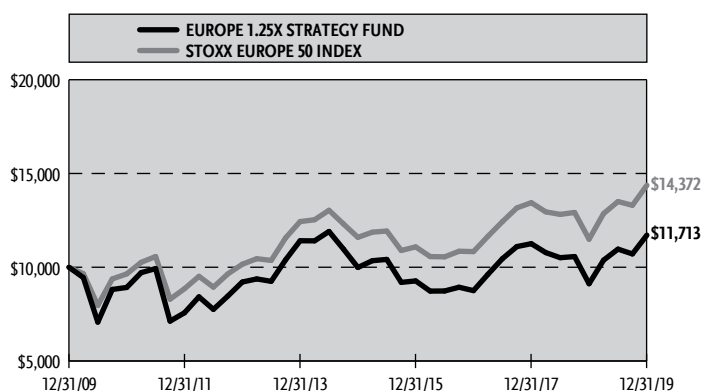
“Holdings Diversification (Market Exposure as % of Net Assets)” excludes any temporary cash investments, investments in Guggenheim Strategy Funds Trust mutual funds, or investments in Guggenheim Ultra Short Duration Fund. Investments in those Funds do not provide “market exposure” to meet the Fund’s investment objective, but will significantly increase the portfolio’s exposure to certain other asset categories (and their associated risks), which may cause the Fund to deviate from its principal investment strategy, including: (i) high yield, high risk debt securities rated below the top four long-term rating categories by a nationally recognized statistical rating organization (also known as “junk bonds”); (ii) securities issued by the U.S. government or its agencies and instrumentalities; (iii) CLOs and similar investments; and (iv) other short-term fixed income securities.

“Ten Largest Holdings” excludes any temporary cash or derivative investments.

Country Diversification

Country	% of Long-Term Investments
United Kingdom	31.2%
Switzerland	20.3%
France	19.9%
Germany	13.1%
Netherlands	5.9%
Spain	2.8%
Denmark	2.2%
Other	4.6%
Total Long-Term Investments	100.0%

Cumulative Fund Performance^{*,†}



Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
Europe 1.25x Strategy Fund	28.43%	3.24%	1.59%
STOXX Europe 50 Index	25.06%	4.39%	3.69%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The STOXX Europe 50 Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

December 31, 2019

	SHARES	VALUE
COMMON STOCKS† - 17.0%		
CONSUMER, NON-CYCLICAL - 7.1%		
Nestle S.A. ADR	441	\$ 47,743
Novartis AG ADR	359	33,994
Roche Holding AG ADR	831	33,788
AstraZeneca plc ADR	385	19,196
GlaxoSmithKline plc ADR	372	17,480
Sanofi ADR	334	16,767
Diageo plc ADR	91	15,326
Novo Nordisk A/S ADR	258	14,933
British American Tobacco plc ADR	336	14,267
Unilever N.V. — Class Y ¹	215	12,354
Bayer AG ADR ¹	547	11,093
L'Oreal S.A. ADR	180	10,597
Anheuser-Busch InBev S.A. ADR ¹	127	10,419
Unilever plc ADR	178	10,176
Reckitt Benckiser Group plc ADR ¹	544	9,009
RELX plc ADR	300	7,581
Total Consumer, Non-cyclical		284,723
FINANCIAL - 2.9%		
HSBC Holdings plc ADR	606	23,689
Allianz SE ADR	620	15,010
BNP Paribas S.A. ADR	345	10,243
Banco Santander S.A. ADR	2,467	10,213
Zurich Insurance Group AG ADR	225	9,225
AXA S.A. ADR	312	8,781
Lloyds Banking Group plc ADR	2,627	8,695
Prudential plc ADR ¹	192	7,314
ING Groep N.V. ADR	577	6,953
UBS Group AG*	543	6,831
Intesa Sanpaolo SpA ADR	403	6,339
Total Financial		113,293
ENERGY - 1.6%		
Total S.A. ADR	397	21,954
BP plc ADR	503	18,983
Royal Dutch Shell plc — Class A ADR	310	18,284
Eni SpA ADR	189	5,852
Total Energy		65,073
INDUSTRIAL - 1.5%		
Siemens AG ADR	237	15,398
Airbus SE ADR	345	12,679
Vinci S.A. ADR	332	9,173
Schneider Electric SE ADR	409	8,343
Safran S.A. ADR	214	8,282
ABB Ltd. ADR ¹	267	6,432
Total Industrial		60,307
BASIC MATERIALS - 1.2%		
Linde plc	83	17,671
BASF SE ADR	549	10,274
Air Liquide S.A. ADR	353	9,902
Rio Tinto plc ADR	165	9,794
Total Basic Materials		47,641

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EUROPE 1.25x STRATEGY FUND

	SHARES	VALUE
SECURITIES LENDING COLLATERAL^{†,6} - 1.7%		
Money Market Fund		
First American Government Obligations Fund — Class Z, 1.47% ⁷	66,065	\$ 66,065
Total Securities Lending Collateral (Cost \$66,065)		<u>66,065</u>
Total Investments - 101.0% (Cost \$3,914,999)		<u>\$ 4,030,800</u>
Other Assets & Liabilities, net - (1.0)%		<u>(40,982)</u>
Total Net Assets - 100.0%		<u>\$ 3,989,818</u>

Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Appreciation**
Currency Futures Contracts Purchased[†]				
Euro FX Futures Contracts	31	Mar 2020	\$ 4,367,513	\$ 40,024
Equity Futures Contracts Purchased^{††}				
STOXX Europe 50 Index Futures Contracts	113	Mar 2020	4,279,724	15,520

* Non-income producing security.

** Includes cumulative appreciation (depreciation). Variation margin is reported within the Statement of Assets and Liabilities.

[†] Value determined based on Level 1 inputs — See Note 4.

^{††} Value determined based on Level 2 inputs — See Note 4.

¹ All or a portion of this security is on loan at December 31, 2019 — See Note 7.

² Affiliated issuer.

³ All or a portion of this security is pledged as futures collateral at December 31, 2019.

⁴ Rate indicated is the effective yield at the time of purchase.

⁵ Repurchase Agreements — See Note 6.

⁶ Securities lending collateral — See Note 7.

⁷ Rate indicated is the 7-day yield as of December 31, 2019.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 680,211	\$ —	\$ —	\$ 680,211
Mutual Funds	1,950,300	—	—	1,950,300
U.S. Treasury Bills	—	594,146	—	594,146
Repurchase Agreements	—	740,078	—	740,078
Securities Lending Collateral	66,065	—	—	66,065
Currency Futures Contracts**	40,024	—	—	40,024
Equity Futures Contracts**	15,520	—	—	15,520
Total Assets	\$ 2,752,120	\$ 1,334,224	\$ —	\$ 4,086,344

** This derivative is reported as unrealized appreciation/depreciation at period end.

EUROPE 1.25x STRATEGY FUND**Affiliated Transactions**

Investments representing 5% or more of the outstanding voting shares of a company, or control of or by, or common control under Guggenheim Investments ("GI"), result in that company being considered an affiliated issuer, as defined in the 1940 Act.

The Fund may invest in certain of the underlying series of Guggenheim Strategy Funds Trust, including Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by GI. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by GI and/or its affiliates, and are not available to the public. The Short Term Investment Vehicles pay no investment management fees. The Short Term Investment Vehicles' annual report on Form N-CSR dated September 30, 2019, is available publicly or upon request. This information is available from the EDGAR database on the SEC's website at <https://www.sec.gov/Archives/edgar/data/1601445/000089180419000405/gug78512-ncsr.htm>.

Transactions during the year ended December 31, 2019, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/18	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 12/31/19	Shares 12/31/19	Investment Income
Mutual Funds								
Guggenheim Strategy Fund II	\$ 876,931	\$ 3,620,932	\$ (3,450,000)	\$ (8,704)	\$ 1,277	\$ 1,040,436	42,055	\$ 45,979
Guggenheim Ultra Short Duration Fund — Institutional Class	696,060	4,296,528	(4,080,000)	(5,036)	2,312	909,864	91,444	36,558
	\$ 1,572,991	\$ 7,917,460	\$ (7,530,000)	\$ (13,740)	\$ 3,589	\$ 1,950,300		\$ 82,537

STATEMENT OF ASSETS
AND LIABILITIES

December 31, 2019

ASSETS:

Investments in unaffiliated issuers, at value - including \$64,611 of securities loaned (cost \$1,221,068)	\$ 1,340,422
Investments in affiliated issuers, at value (cost \$1,953,853)	1,950,300
Repurchase agreements, at value (cost \$740,078)	740,078
Cash	2
Receivables:	
Securities sold	85,444
Foreign tax reclaims	7,922
Dividends	7,205
Variation margin on futures contracts	5,213
Fund shares sold	3,393
Securities lending income	47
Interest	31
Total assets	4,140,057

LIABILITIES:

Payable for:	
Return of securities lending collateral	66,065
Fund shares redeemed	58,454
Securities purchased	6,407
Management fees	3,549
Transfer agent and administrative fees	1,100
Investor service fees	1,100
Portfolio accounting fees	440
Trustees' fees*	82
Miscellaneous	13,042
Total liabilities	150,239

Commitments and contingent liabilities (Note 12)

NET ASSETS \$ 3,989,818

NET ASSETS CONSIST OF:

Paid in capital	\$ 4,764,224
Total distributable earnings (loss)	(774,406)
Net assets	\$ 3,989,818
Capital shares outstanding	37,168
Net asset value per share	\$107.35

STATEMENT OF
OPERATIONS

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends from securities of unaffiliated issuers (net of foreign withholding tax of \$2,711)	\$ 19,817
Dividends from securities of affiliated issuers	82,537
Interest	17,969
Income from securities lending, net	586
Total investment income	120,909

EXPENSES:

Management fees	42,354
Investor service fees	11,765
Transfer agent and administrative fees	11,765
Professional fees	7,312
Portfolio accounting fees	4,706
Trustees' fees*	857
Custodian fees	436
Line of credit fees	10
Miscellaneous	9,051
Total expenses	88,256
Less:	
Expenses waived by Adviser	(3,713)
Net expenses	84,543
Net investment income	36,366

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments in unaffiliated issuers	60,922
Investments in affiliated issuers	(13,740)
Futures contracts	632,451
Foreign currency transactions	(1,388)
Net realized gain	678,245
Net change in unrealized appreciation (depreciation) on:	
Investments in unaffiliated issuers	79,978
Investments in affiliated issuers	3,589
Futures contracts	61,674
Foreign currency translations	113
Net change in unrealized appreciation (depreciation)	145,354
Net realized and unrealized gain	823,599
Net increase in net assets resulting from operations	\$ 859,965

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$ 36,366	\$ 73,856
Net realized gain (loss) on investments	678,245	(799,572)
Net change in unrealized appreciation (depreciation) on investments	145,354	(251,541)
Net increase (decrease) in net assets resulting from operations	859,965	(977,257)
Distributions to shareholders	(73,007)	(15,264)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	26,408,052	14,938,345
Distributions reinvested	73,007	15,264
Cost of shares redeemed	(25,965,356)	(16,999,276)
Net increase (decrease) from capital share transactions	515,703	(2,045,667)
Net increase (decrease) in net assets	1,302,661	(3,038,188)
NET ASSETS:		
Beginning of year	2,687,157	5,725,345
End of year	\$ 3,989,818	\$ 2,687,157
CAPITAL SHARE ACTIVITY:		
Shares sold	269,303	149,773
Shares issued from reinvestment of distributions	734	153
Shares redeemed	(264,674)	(172,823)
Net increase (decrease) in shares	5,363	(22,897)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^e	Year Ended December 31, 2015 ^e
Per Share Data					
Net asset value, beginning of period	\$84.49	\$104.66	\$82.06	\$88.28	\$96.17
Income (loss) from investment operations:					
Net investment income (loss) ^a	.76	1.66	.25	.25	.66
Net gain (loss) on investments (realized and unrealized)	23.18	(21.46)	23.17	(6.25)	(7.35)
Total from investment operations	23.94	(19.80)	23.42	(6.00)	(6.69)
Less distributions from:					
Net investment income	(1.08)	(.37)	(.82)	(.22)	(1.20)
Total distributions	(1.08)	(.37)	(.82)	(.22)	(1.20)
Net asset value, end of period	\$107.35	\$84.49	\$104.66	\$82.06	\$88.28
Total Return^b	28.43%	(18.97%)	28.60%	(5.58%)	(7.19%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$3,990	\$2,687	\$5,725	\$2,553	\$3,083
Ratios to average net assets:					
Net investment income (loss)	0.77%	1.67%	0.26%	1.70%	0.63%
Total expenses ^c	1.88%	1.78%	1.80%	1.73%	1.66%
Net expenses ^d	1.80%	1.77%	1.80%	1.73%	1.66%
Portfolio turnover rate	391%	187%	121%	441%	620%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Does not include expenses of the underlying funds in which the Fund invests.

^d Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

^e Reverse share split — Per share amounts for the periods presented through December 31, 2016, have been restated to reflect a 1:6 reverse share split effective December 1, 2016.

JAPAN 2x STRATEGY FUND

OBJECTIVE: Seeks to provide investment results that correlate, before fees and expenses, to the performance of a specific benchmark. The Fund's current benchmark is 200% of the fair value of the Nikkei-225 Stock Average Index (the "underlying index").

For the one year period ended December 31, 2019, Japan 2x Strategy Fund maintained a daily correlation of over 99% to its benchmark of 200% of the daily price movement of the fair value of the underlying index. Japan 2x Strategy Fund returned 39.03%, while the underlying index returned 19.84% over the same time period.

The sectors contributing the most to the return of the underlying index for the period were Information Technology, Industrials, and Consumer Discretionary. Consumer Staples and Utilities detracted the most from the performance of the underlying index for the period.

Stocks contributing most to return of the underlying index were Tokyo Electron Ltd., Fast Retailing Co. Ltd., and Advantest Corp. Those detracting most from performance of the underlying index were FamilyMart Co. Ltd., Sumitomo Dainippon Pharma Co. Ltd., and Yamato Holdings Co. Ltd.

Derivatives in the Fund were used to help provide exposure to the composition of the benchmark in the highest efficient manner and to provide leverage, not for hedging purposes. The results of derivatives use during the period were within our expectations and were a factor in the Fund's positive performance.

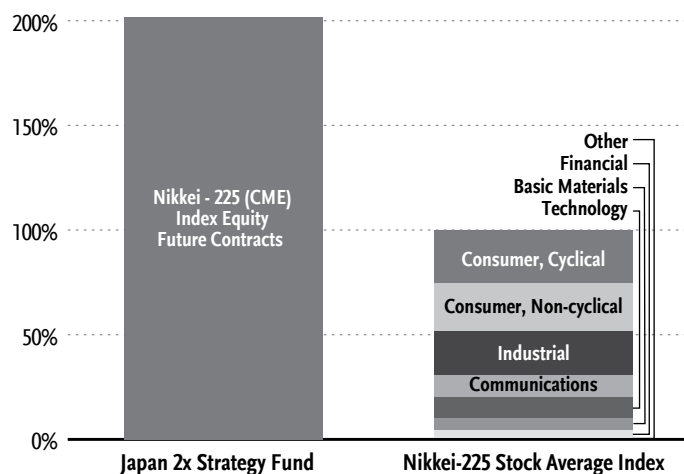
Due to the compounding of daily returns, leveraged and inverse funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period. Investors should monitor their leveraged and inverse funds' holdings to ensure that they are consistent with their strategies, as frequently as daily.

The effects of compounding may cause the longer-term correlation of the Fund to its benchmark to diminish. The apparent discrepancy between the leveraged and unleveraged indices is the result of compounding, which is described briefly on page 6 of this report.

The Fund may invest in certain of the underlying series of Guggenheim Funds Trust and Guggenheim Strategy Funds Trust, including Guggenheim Ultra Short Duration Fund, Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by Guggenheim Investments. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by Guggenheim Investments and/or its affiliates, and are not available to the public, with the exception of Guggenheim Ultra Short Duration Fund, which is available to the public. Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III do not charge an investment management fee. Guggenheim Ultra Short Duration Fund charges an investment management fee but that fee is waived by the respective investee fund. For the one year period ended December 31, 2019, investment in the Short Term Investment Vehicles benefited Fund performance.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



“Holdings Diversification (Market Exposure as % of Net Assets)” excludes any temporary cash investments, investments in Guggenheim Strategy Funds Trust mutual funds, or investments in Guggenheim Ultra Short Duration Fund. Investments in those Funds do not provide “market exposure” to meet the Fund’s investment objective, but will significantly increase the portfolio’s exposure to certain other asset categories (and their associated risks), which may cause the Fund to deviate from its principal investment strategy, including: (i) high yield, high risk debt securities rated below the top four long-term rating categories by a nationally recognized statistical rating organization (also known as “junk bonds”); (ii) securities issued by the U.S. government or its agencies and instrumentalities; (iii) CLOs and similar investments; and (iv) other short-term fixed income securities.

Inception Date: October 1, 2001

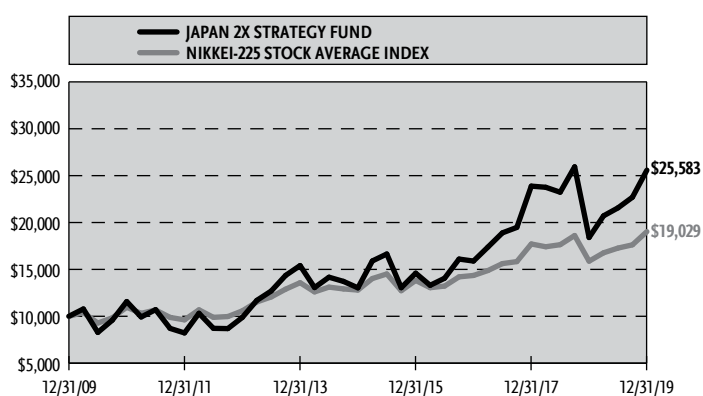
The Fund invests principally in derivative investments such as swap agreements and futures contracts.

Largest Holdings (% of Total Net Assets)

Guggenheim Strategy Fund II	24.0%
Guggenheim Ultra Short Duration Fund — Institutional Class	23.6%
Total	47.6%

“Largest Holdings” excludes any temporary cash or derivative investments.

Cumulative Fund Performance^{*,†}



Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
Japan 2x Strategy Fund	39.03%	14.44%	9.85%
Nikkei-225 Stock Average Index	19.84%	8.26%	6.65%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The Nikkei-225 Stock Average Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

December 31, 2019

	SHARES	VALUE		FACE AMOUNT	VALUE
MUTUAL FUNDS† - 47.6%			REPURCHASE AGREEMENTS††.5 - 40.0%		
Guggenheim Strategy Fund II¹	19,764	\$ 488,954	J.P. Morgan Securities LLC		
Guggenheim Ultra Short Duration Fund — Institutional Class¹	48,311	<u>480,691</u>	issued 12/31/19 at 1.53% due 01/02/20	\$ 495,197	\$ 495,197
Total Mutual Funds (Cost \$969,370)		<u>969,645</u>	Barclays Capital, Inc.		
			issued 12/31/19 at 1.40% due 01/02/20	159,674	159,674
			BofA Securities, Inc.		
			issued 12/31/19 at 1.50% due 01/02/20	159,674	<u>159,674</u>
			Total Repurchase Agreements (Cost \$814,545)		<u>814,545</u>
U.S. TREASURY BILLS†† - 8.3%			Total Investments - 99.5% (Cost \$2,027,676)		<u>\$ 2,027,948</u>
U.S. Treasury Bills			Other Assets & Liabilities, net - 0.5%		<u>9,219</u>
1.47% due 02/04/20²³	\$ 169,000	<u>168,758</u>	Total Net Assets - 100.0%		<u>\$ 2,037,167</u>
Total U.S. Treasury Bills (Cost \$168,761)		<u>168,758</u>			
FEDERAL AGENCY NOTES†† - 3.6%					
Farmer Mac					
1.73% (U.S. Prime Rate - 3.02%, Rate Floor: 0.00%) due 09/01/20⁴	75,000	<u>75,000</u>			
Total Federal Agency Notes (Cost \$75,000)		<u>75,000</u>			

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Appreciation (Depreciation)**
Equity Futures Contracts Purchased[†]				
Nikkei-225 (CME) Index Equity Futures Contracts	35	Mar 2020	\$ 4,108,125	\$ 19,107
Currency Futures Contracts Purchased[†]				
Japanese Yen Futures Contracts	35	Mar 2020	4,042,063	(11,218)

See Sector Classification in Other Information section.

JAPAN 2x STRATEGY FUND

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Mutual Funds	\$ 969,645	\$ —	\$ —	\$ 969,645
U.S. Treasury Bills	—	168,758	—	168,758
Federal Agency Notes	—	75,000	—	75,000
Repurchase Agreements	—	814,545	—	814,545
Equity Futures Contracts**	19,107	—	—	19,107
Total Assets	\$ 988,752	\$ 1,058,303	\$ —	\$ 2,047,055

Investments in Securities (Liabilities)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Currency Futures Contracts**	\$ 11,218	\$ —	\$ —	\$ 11,218

** This derivative is reported as unrealized appreciation/depreciation at period end.

Affiliated Transactions

Investments representing 5% or more of the outstanding voting shares of a company, or control of or by, or common control under Guggenheim Investments ("GI"), result in that company being considered an affiliated issuer, as defined in the 1940 Act.

The Fund may invest in certain of the underlying series of Guggenheim Strategy Funds Trust, including Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by GI. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by GI and/or its affiliates, and are not available to the public. The Short Term Investment Vehicles pay no investment management fees. The Short Term Investment Vehicles' annual report on Form N-CSR dated September 30, 2019, is available publicly or upon request. This information is available from the EDGAR database on the SEC's website at <https://www.sec.gov/Archives/edgar/data/1601445/000089180419000405/gug78512-ncsr.htm>.

Transactions during the year ended December 31, 2019, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/18	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 12/31/19	Shares 12/31/19	Investment Income
Mutual Funds								
Guggenheim Strategy Fund II	\$ 683,491	\$ 837,958	\$ (1,030,000)	\$ (935)	\$ (1,560)	\$ 488,954	19,764	\$ 17,990
Guggenheim Ultra Short Duration Fund — Institutional Class	456,957	954,419	(930,000)	(205)	(480)	480,691	48,311	14,446
	\$ 1,140,448	\$ 1,792,377	\$ (1,960,000)	\$ (1,140)	\$ (2,040)	\$ 969,645		\$ 32,436

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments in unaffiliated issuers, at value (cost \$243,761)	\$ 243,758
Investments in affiliated issuers, at value (cost \$969,370)	969,645
Repurchase agreements, at value (cost \$814,545)	814,545
Receivables:	
Variation margin on futures contracts	13,977
Dividends	2,515
Fund shares sold	2,164
Interest	146
Total assets	2,046,750

LIABILITIES:

Payable for:	
Professional fees	2,774
Securities purchased	2,565
Management fees	1,162
Printing fees	885
Transfer agent and administrative fees	439
Investor service fees	439
Portfolio accounting fees	175
Fund shares redeemed	58
Trustees' fees*	32
Miscellaneous	1,054
Total liabilities	9,583

Commitments and contingent liabilities (Note 12)
NET ASSETS \$ 2,037,167
NET ASSETS CONSIST OF:

Paid in capital	\$ 3,613,474
Total distributable earnings (loss)	(1,576,307)
Net assets	\$ 2,037,167
Capital shares outstanding	23,867
Net asset value per share	\$85.35

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends from securities of affiliated issuers	\$ 32,436
Interest	15,920
Total investment income	48,356

EXPENSES:

Management fees	14,323
Investor service fees	4,775
Transfer agent and administrative fees	4,775
Portfolio accounting fees	1,910
Professional fees	1,905
Trustees' fees*	490
Custodian fees	344
Line of credit fees	7
Miscellaneous	4,317
Total expenses	32,846

Less:

Expenses waived by Adviser	(1,449)
Net expenses	31,397
Net investment income	16,959

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments in unaffiliated issuers	11,399
Investments in affiliated issuers	(1,140)
Futures contracts	472,423
Net realized gain	482,682

**Net change in unrealized appreciation
(depreciation) on:**

Investments in unaffiliated issuers	45
Investments in affiliated issuers	(2,040)
Futures contracts	78,418

**Net change in unrealized appreciation
(depreciation)** 76,423
Net realized and unrealized gain 559,105
**Net increase in net assets resulting from
operations** \$ 576,064

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$ 16,959	\$ 25,936
Net realized gain (loss) on investments	482,682	(441,002)
Net change in unrealized appreciation (depreciation) on investments	76,423	(253,910)
Net increase (decrease) in net assets resulting from operations	576,064	(668,976)
Distributions to shareholders	(25,936)	(556,668)
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	10,910,626	31,061,412
Distributions reinvested	25,936	556,668
Cost of shares redeemed	(11,462,568)	(33,993,486)
Net decrease from capital share transactions	(526,006)	(2,375,406)
Net increase (decrease) in net assets	24,122	(3,601,050)
NET ASSETS:		
Beginning of year	2,013,045	5,614,095
End of year	\$ 2,037,167	\$ 2,013,045
CAPITAL SHARE ACTIVITY:		
Shares sold	151,194	341,586
Shares issued from reinvestment of distributions	348	6,993
Shares redeemed	(159,986)	(371,950)
Net decrease in shares	(8,444)	(23,371)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^e	Year Ended December 31, 2015 ^e
Per Share Data					
Net asset value, beginning of period	\$62.30	\$100.82	\$67.08	\$61.65	\$55.02
Income (loss) from investment operations:					
Net investment income (loss) ^a	.66	.70	(.13)	(.06)	(.78)
Net gain (loss) on investments (realized and unrealized)	23.49	(19.56)	33.87	5.49	7.41
Total from investment operations	24.15	(18.86)	33.74	5.43	6.63
Less distributions from:					
Net investment income	(1.10)	—	—	—	—
Net realized gains	—	(19.66)	—	—	—
Total distributions	(1.10)	(19.66)	—	—	—
Net asset value, end of period	\$85.35	\$62.30	\$100.82	\$67.08	\$61.65
Total Return^b	39.03%	(22.95%)	50.30%	8.86%	12.00%
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$2,037	\$2,013	\$5,614	\$2,499	\$3,577
Ratios to average net assets:					
Net investment income (loss)	0.89%	0.76%	(0.15%)	(0.50%)	(1.22%)
Total expenses ^c	1.72%	1.58%	1.83%	1.56%	1.50%
Net expenses ^d	1.64%	1.58%	1.83%	1.56%	1.50%
Portfolio turnover rate	153%	180%	73%	183%	87%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Does not include expenses of the underlying funds in which the Fund invests.

^d Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

^e Reverse Share Split — Per share amounts for the periods presented through December 31, 2016, have been restated to reflect a 1:6 reverse share split effective December 1, 2016.

STRENGTHENING DOLLAR 2x STRATEGY FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a specific benchmark on a daily basis. The Fund's current benchmark is 200% of the performance of the U.S. Dollar Index[®] (the "underlying index"). The Fund does not seek to achieve its investment objective over a period of time greater than one day.

For the one year period ended December 31, 2019, Strengthening Dollar 2x Strategy Fund maintained a daily correlation of over 99% to its benchmark of 200% of the daily price movement of the underlying index. Strengthening Dollar 2x Strategy Fund returned 4.61%, compared with a return of 0.23% for its benchmark, the underlying index.

Contributing the most to performance of the underlying index for the year were the British Pound, Canadian Dollar, and Japanese Yen. The Euro, Swedish Krona, and Swiss Franc detracted the most from performance.

Derivatives in the Fund were used to help provide exposure to the composition of the benchmark in the highest efficient manner and to provide leverage, not for hedging purposes. The results of derivatives use during the period were within our expectations and were a factor in the Fund's positive performance.

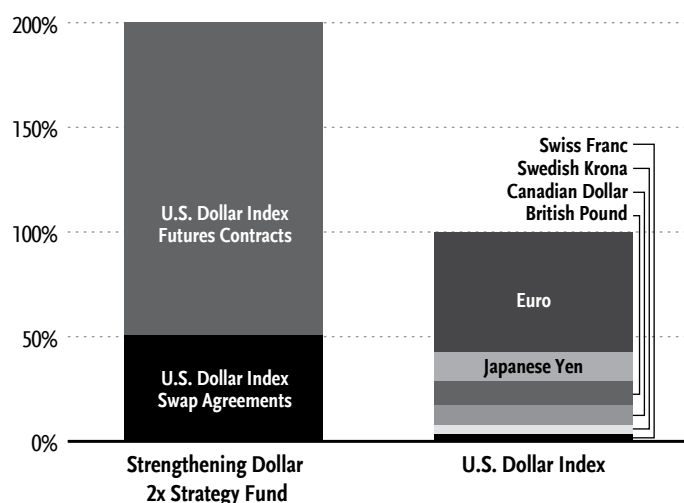
Due to the compounding of daily returns, leveraged and inverse funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period. Investors should monitor their leveraged and inverse funds' holdings to ensure that they are consistent with their strategies, as frequently as daily.

The effects of compounding may cause the longer-term correlation of the Fund to its benchmark to diminish. The apparent discrepancy between the leveraged and unleveraged indices is the result of compounding, which is described briefly on page 6 of this report.

The Fund may invest in certain of the underlying series of Guggenheim Funds Trust and Guggenheim Strategy Funds Trust, including Guggenheim Ultra Short Duration Fund, Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by Guggenheim Investments. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by Guggenheim Investments and/or its affiliates, and are not available to the public, with the exception of Guggenheim Ultra Short Duration Fund, which is available to the public. Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III do not charge an investment management fee. Guggenheim Ultra Short Duration Fund charges an investment management fee but that fee is waived by the respective investee fund. For the one year period ended December 31, 2019, investment in the Short Term Investment Vehicles benefited Fund performance.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



Inception Date: September 30, 2005

The Fund invests principally in derivative investments such as swap agreements and futures contracts.

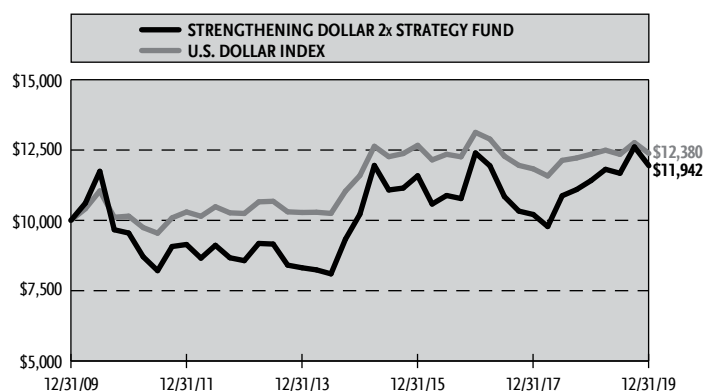
Largest Holdings (% of Total Net Assets)

Guggenheim Strategy Fund II	22.9%
Guggenheim Ultra Short Duration Fund — Institutional Class	22.8%
Total	45.7%

“Largest Holdings” excludes any temporary cash or derivative investments.

“Holdings Diversification (Market Exposure as % of Net Assets)” excludes any temporary cash investments, investments in Guggenheim Strategy Funds Trust mutual funds, or investments in Guggenheim Ultra Short Duration Fund. Investments in those Funds do not provide “market exposure” to meet the Fund’s investment objective, but will significantly increase the portfolio’s exposure to certain other asset categories (and their associated risks), which may cause the Fund to deviate from its principal investment strategy, including: (i) high yield, high risk debt securities rated below the top four long-term rating categories by a nationally recognized statistical rating organization (also known as “junk bonds”); (ii) securities issued by the U.S. government or its agencies and instrumentalities; (iii) CLOs and similar investments; and (iv) other short-term fixed income securities.

Cumulative Fund Performance^{*,†}



Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
Strengthening Dollar 2x Strategy Fund	4.61%	3.16%	1.79%
U.S. Dollar Index	0.23%	1.32%	2.16%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The U.S. Dollar Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

December 31, 2019

	SHARES	VALUE		FACE AMOUNT	VALUE
MUTUAL FUNDS† - 45.7%			REPURCHASE AGREEMENTS††.5 - 45.5%		
Guggenheim Strategy Fund II¹	13,082	\$ 323,643	J.P. Morgan Securities LLC		
Guggenheim Ultra Short Duration Fund — Institutional Class¹	32,364	<u>322,019</u>	issued 12/31/19 at 1.53% due 01/02/20⁶	\$ 390,171	\$ 390,171
Total Mutual Funds			Barclays Capital, Inc.		
(Cost \$644,862)		<u>645,662</u>	issued 12/31/19 at 1.40% due 01/02/20⁶	125,809	125,809
	FACE AMOUNT		BofA Securities, Inc.		
			issued 12/31/19 at 1.50% due 01/02/20⁶	125,809	<u>125,809</u>
FEDERAL AGENCY NOTES†† - 7.1%			Total Repurchase Agreements		
Farmer Mac			(Cost \$641,789)		<u>641,789</u>
1.73% (U.S. Prime Rate - 3.02%, Rate Floor: 0.00%) due 09/01/20²	\$ 100,000	<u>100,000</u>	Total Investments - 102.1%		
Total Federal Agency Notes			(Cost \$1,440,574)	\$ 1,441,373	
(Cost \$100,000)		<u>100,000</u>	Other Assets & Liabilities, net - (2.1)%		<u>(29,268)</u>
U.S. TREASURY BILLS†† - 3.8%			Total Net Assets - 100.0%	\$ 1,412,105	
U.S. Treasury Bills					
1.47% due 02/04/20³.4	54,000	<u>53,922</u>			
Total U.S. Treasury Bills					
(Cost \$53,923)		<u>53,922</u>			

Description		Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Depreciation**		
Currency Futures Contracts Purchased[†]							
U.S. Dollar Index Futures Contracts		22	Mar 2020	\$ 2,115,190	\$ (10,320)		
Total Return Swap Agreements							
Counterparty	Index	Financing Rate Pay (Receive)	Payment Frequency	Maturity Date	Units	Notional Amount	Value and Unrealized Depreciation
OTC Currency Index Swap Agreements^{††}							
Goldman Sachs International	U.S. Dollar Index	N/A	At Maturity	03/18/20	7,415	\$ 713,278	\$ (3,843)

⁶ All or a portion of this security is pledged as currency index swap collateral at December 31, 2019.

SEE NOTES TO FINANCIAL STATEMENTS.

STRENGTHENING DOLLAR 2x STRATEGY FUND

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Mutual Funds	\$ 645,662	\$ —	\$ —	\$ 645,662
Federal Agency Notes	—	100,000	—	100,000
U.S. Treasury Bills	—	53,922	—	53,922
Repurchase Agreements	—	641,789	—	641,789
Total Assets	\$ 645,662	\$ 795,711	\$ —	\$ 1,441,373

Investments in Securities (Liabilities)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Currency Futures Contracts**	\$ 10,320	\$ —	\$ —	\$ 10,320
Currency Index Swap Agreements**	—	3,843	—	3,843
Total Liabilities	\$ 10,320	\$ 3,843	\$ —	\$ 14,163

** This derivative is reported as unrealized appreciation/depreciation at period end.

Affiliated Transactions

Investments representing 5% or more of the outstanding voting shares of a company, or control of or by, or common control under Guggenheim Investments ("GI"), result in that company being considered an affiliated issuer, as defined in the 1940 Act.

The Fund may invest in certain of the underlying series of Guggenheim Strategy Funds Trust, including Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by GI. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by GI and/or its affiliates, and are not available to the public. The Short Term Investment Vehicles pay no investment management fees. The Short Term Investment Vehicles' annual report on Form N-CSR dated September 30, 2019, is available publicly or upon request. This information is available from the EDGAR database on the SEC's website at <https://www.sec.gov/Archives/edgar/data/1601445/000089180419000405/gug78512-ncsr.htm>.

Transactions during the year ended December 31, 2019, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/18	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 12/31/19	Shares 12/31/19	Investment Income
Mutual Funds								
Guggenheim Strategy Fund II	\$ 1,112,218	\$ 704,045	\$ (1,490,000)	\$ (3,972)	\$ 1,352	\$ 323,643	13,082	\$ 24,159
Guggenheim Ultra Short Duration Fund — Institutional Class	941,620	921,220	(1,540,000)	(2,239)	1,418	322,019	32,364	21,302
	\$ 2,053,838	\$ 1,625,265	\$ (3,030,000)	\$ (6,211)	\$ 2,770	\$ 645,662		\$ 45,461

**STATEMENT OF ASSETS
AND LIABILITIES**

December 31, 2019

ASSETS:

Investments in unaffiliated issuers, at value (cost \$153,923)	\$ 153,922
Investments in affiliated issuers, at value (cost \$644,862)	645,662
Repurchase agreements, at value (cost \$641,789)	641,789
Receivables:	
Dividends	2,027
Fund shares sold	196
Interest	176
Total assets	1,443,772

LIABILITIES:

Unrealized depreciation on OTC swap agreements	3,843
Payable for:	
Licensing fees	5,945
Variation margin on futures contracts	5,764
Swap settlement	4,859
Professional fees	3,990
Securities purchased	2,060
Management fees	1,420
Transfer agent and administrative fees	429
Investor service fees	429
Portfolio accounting fees	171
Fund shares redeemed	82
Trustees' fees*	46
Miscellaneous	2,629
Total liabilities	31,667

Commitments and contingent liabilities (Note 12)

NET ASSETS	\$ 1,412,105
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NET ASSETS CONSIST OF:

Paid in capital	\$ 2,356,735
Total distributable earnings (loss)	(944,630)
Net assets	\$ 1,412,105
Capital shares outstanding	34,263
Net asset value per share	\$41.21

**STATEMENT OF
OPERATIONS**

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends from securities of affiliated issuers	\$ 45,461
Interest	23,753
Total investment income	69,214

EXPENSES:

Management fees	24,723
Investor service fees	6,867
Transfer agent and administrative fees	6,867
Licensing fees	6,170
Professional fees	4,708
Portfolio accounting fees	2,747
Trustees' fees*	676
Custodian fees	497
Miscellaneous	4,245
Total expenses	57,500

Less:

Expenses waived by Adviser	(2,097)
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Net expenses	55,403
Net investment income	13,811

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments in unaffiliated issuers	13
Investments in affiliated issuers	(6,211)
Swap agreements	(36,145)
Futures contracts	68,818
Net realized gain	26,475

**Net change in unrealized appreciation
(depreciation) on:**

Investments in unaffiliated issuers	32
Investments in affiliated issuers	2,770
Swap agreements	5,833
Futures contracts	31,978

Net change in unrealized appreciation (depreciation)	40,613
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Net realized and unrealized gain	67,088
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**Net increase in net assets resulting from
operations**

\$ 80,899

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STRENGTHENING DOLLAR 2x STRATEGY FUND

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$ 13,811	\$ 21,820
Net realized gain on investments	26,475	290,467
Net change in unrealized appreciation (depreciation) on investments	40,613	(25,591)
Net increase in net assets resulting from operations	80,899	286,696
Distributions to shareholders	(21,820)	—
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	43,014,728	22,522,330
Distributions reinvested	21,820	—
Cost of shares redeemed	(45,103,803)	(21,125,360)
Net increase (decrease) from capital share transactions	(2,067,255)	1,396,970
Net increase (decrease) in net assets	(2,008,176)	1,683,666
NET ASSETS:		
Beginning of year	3,420,281	1,736,615
End of year	\$ 1,412,105	\$ 3,420,281
CAPITAL SHARE ACTIVITY:		
Shares sold	1,024,231	599,981
Shares issued from reinvestment of distributions	523	—
Shares redeemed	(1,076,580)	(562,774)
Net increase (decrease) in shares	(51,826)	37,207

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015
Per Share Data					
Net asset value, beginning of period	\$39.73	\$35.53	\$43.90	\$43.45	\$42.19
Income (loss) from investment operations:					
Net investment income (loss) ^a	.21	.27	(.04)	(.23)	(.55)
Net gain (loss) on investments (realized and unrealized)	1.63	3.93	(7.67)	2.96	6.09
Total from investment operations	1.84	4.20	(7.71)	2.73	5.54
Less distributions from:					
Net investment income	(.36)	—	—	—	—
Net realized gains	—	—	(.66)	(2.28)	(4.28)
Total distributions	(.36)	—	(.66)	(2.28)	(4.28)
Net asset value, end of period	\$41.21	\$39.73	\$35.53	\$43.90	\$43.45
Total Return^b	4.61%	11.82%	(17.65%)	7.00%	13.35%
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$1,412	\$3,420	\$1,737	\$5,644	\$3,303
Ratios to average net assets:					
Net investment income (loss)	0.50%	0.73%	(0.10%)	(0.57%)	(1.21%)
Total expenses ^c	2.09%	1.83%	1.80%	1.76%	1.70%
Net expenses ^d	2.02%	1.82%	1.80%	1.76%	1.70%
Portfolio turnover rate	102%	241%	88%	190%	177%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Does not include expenses of the underlying funds in which the Fund invests.

^d Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

WEAKENING DOLLAR 2x STRATEGY FUND

OBJECTIVE: Seeks to provide investment results that match, before fees and expenses, the performance of a specific benchmark on a daily basis. The Fund's current benchmark is 200% of the inverse (opposite) of the performance of the U.S. Dollar Index® (the "underlying index"). The Fund does not seek to achieve its investment objective over a period of time greater than one day.

For the one year period ended December 31, 2019, Weakening Dollar 2x Strategy Fund maintained a daily correlation of over 99% to its benchmark of -200% of the daily price movement of the underlying index. Weakening Dollar 2x Strategy Fund returned -4.85%, compared with a return of 0.23% for its benchmark, the underlying index.

Contributing the most to performance of the underlying index for the year were the British Pound, Canadian Dollar, and Japanese Yen. The Euro, Swedish Krona, and Swiss Franc detracted the most from performance.

Derivatives in the Fund were used to help provide exposure to the composition of the benchmark in the highest efficient manner and to provide leverage, not for hedging purposes. The results of derivatives use during the period were within our expectations and were a factor in the Fund's negative performance.

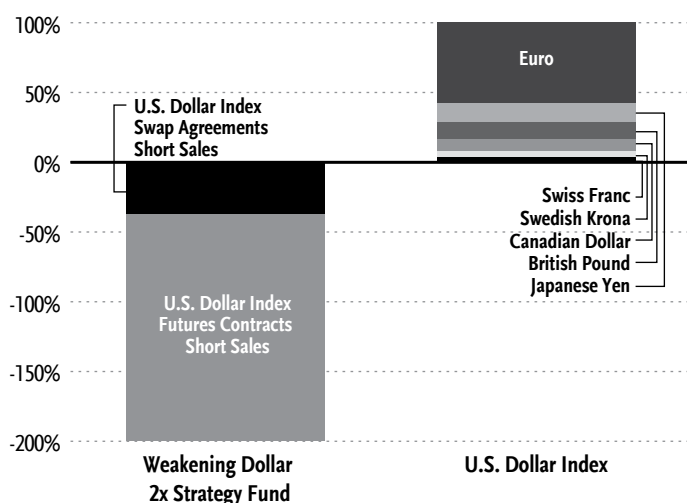
Due to the compounding of daily returns, leveraged and inverse funds' returns over periods other than one day will likely differ in amount and possibly direction from the benchmark return for the same period. Investors should monitor their leveraged and inverse funds' holdings to ensure that they are consistent with their strategies, as frequently as daily.

The effects of compounding may cause the longer-term correlation of the Fund to its benchmark to diminish. The apparent discrepancy between the leveraged and unleveraged indices is the result of compounding, which is described briefly on page 6 of this report.

The Fund may invest in certain of the underlying series of Guggenheim Funds Trust and Guggenheim Strategy Funds Trust, including Guggenheim Ultra Short Duration Fund, Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by Guggenheim Investments. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by Guggenheim Investments and/or its affiliates, and are not available to the public, with the exception of Guggenheim Ultra Short Duration Fund, which is available to the public. Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III do not charge an investment management fee. Guggenheim Ultra Short Duration Fund charges an investment management fee but that fee is waived by the respective investee fund. For the one year period ended December 31, 2019, investment in the Short Term Investment Vehicles benefited Fund performance.

Performance displayed represents past performance, which is no guarantee of future results.

Holdings Diversification (Market Exposure as % of Net Assets)



Inception Date: September 30, 2005

The Fund invests principally in derivative investments such as swap agreements and futures contracts.

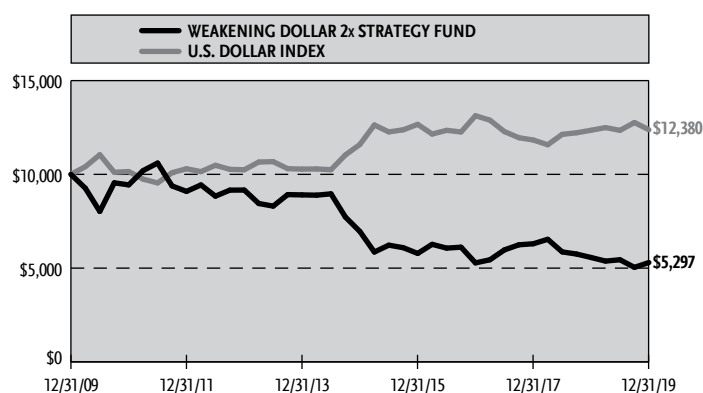
Largest Holdings (% of Total Net Assets)

Guggenheim Ultra Short Duration Fund — Institutional Class	26.0%
Guggenheim Strategy Fund II	21.7%
Total	47.7%

“Largest Holdings” excludes any temporary cash or derivative investments.

“Holdings Diversification (Market Exposure as % of Net Assets)” excludes any temporary cash investments, investments in Guggenheim Strategy Funds Trust mutual funds, or investments in Guggenheim Ultra Short Duration Fund. Investments in those Funds do not provide “market exposure” to meet the Fund’s investment objective, but will significantly increase the portfolio’s exposure to certain other asset categories (and their associated risks), which may cause the Fund to deviate from its principal investment strategy, including: (i) high yield, high risk debt securities rated below the top four long-term rating categories by a nationally recognized statistical rating organization (also known as “junk bonds”); (ii) securities issued by the U.S. government or its agencies and instrumentalities; (iii) CLOs and similar investments; and (iv) other short-term fixed income securities.

Cumulative Fund Performance^{*,†}



Average Annual Returns^{*,†}

Periods Ended December 31, 2019

	1 Year	5 Year	10 Year
Weakening Dollar 2x Strategy Fund	(4.85%)	(5.30%)	(6.16%)
U.S. Dollar Index	0.23%	1.32%	2.16%

* The performance data above represents past performance that is not predictive of future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include changes in principal and reinvested dividends and capital gains and do not reflect the effect of taxes. The U.S. Dollar Index is an unmanaged index and, unlike the Fund, has no management fees or operating expenses to reduce its reported return.

† Performance figures do not reflect fees and expenses associated with an investment in variable insurance products. If returns had taken into account these fees and expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

WEAKENING DOLLAR 2x STRATEGY FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
MUTUAL FUNDS[†] - 47.7%					
Guggenheim Ultra Short Duration Fund — Institutional Class ¹	15,308	\$ 152,315			
Guggenheim Strategy Fund II ¹	5,155	127,529			
Total Mutual Funds (Cost \$279,098)		<u>279,844</u>			
			FACE AMOUNT		
FEDERAL AGENCY NOTES^{††} - 8.5%					
Farmer Mac					
1.73% (U.S. Prime Rate - 3.02%, Rate Floor: 0.00%) due 09/01/20 ²	\$ 50,000	50,000			
Total Federal Agency Notes (Cost \$50,000)		<u>50,000</u>			
U.S. TREASURY BILLS^{††} - 2.9%					
U.S. Treasury Bills					
1.47% due 02/04/20 ^{3,4}	17,000	16,976			
Total U.S. Treasury Bills (Cost \$16,976)		<u>16,976</u>			
REPURCHASE AGREEMENTS^{††,5} - 41.5%					
J.P. Morgan Securities LLC					
issued 12/31/19 at 1.53% due 01/02/20			\$ 148,153	\$ 148,153	
Barclays Capital, Inc.					
issued 12/31/19 at 1.40% due 01/02/20			47,771	47,771	
BofA Securities, Inc.					
issued 12/31/19 at 1.50% due 01/02/20			47,771	47,771	
Total Repurchase Agreements (Cost \$243,695)					<u>243,695</u>
Total Investments - 100.6% (Cost \$589,769)					<u>\$ 590,515</u>
Other Assets & Liabilities, net - (0.6)%					<u>(3,479)</u>
Total Net Assets - 100.0%					<u>\$ 587,036</u>

Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Appreciation ^{**}
Currency Futures Contracts Sold Short[†]				
U.S. Dollar Index Futures Contracts	10	Mar 2020	\$ 961,450	\$ 7,425

Total Return Swap Agreements

Counterparty	Index	Financing Rate Pay (Receive)	Payment Frequency	Maturity Date	Units	Notional Amount	Value and Unrealized Appreciation
OTC Currency Index Swap Agreements Sold Short^{††}							
Goldman Sachs International	U.S. Dollar Index	N/A	At Maturity	03/18/20	2,242	\$ 215,684	\$ 2,434

^{**} Includes cumulative appreciation (depreciation). Variation margin is reported within the Statement of Assets and Liabilities.

[†] Value determined based on Level 1 inputs — See Note 4.

^{††} Value determined based on Level 2 inputs — See Note 4.

¹ Affiliated issuer.

² Variable rate security. Rate indicated is the rate effective at December 31, 2019. In some instances, the effective rate is limited by a minimum rate floor or a maximum rate cap established by the issuer. The settlement status of a position may also impact the effective rate indicated. In some cases, a position may be unsettled at period end and may not have a stated effective rate. In instances where multiple underlying reference rates and spread amounts are shown, the effective rate is based on a weighted average.

³ All or a portion of this security is pledged as futures collateral at December 31, 2019.

⁴ Rate indicated is the effective yield at the time of purchase.

⁵ Repurchase Agreements — See Note 6.

See Sector Classification in Other Information section.

WEAKENING DOLLAR 2x STRATEGY FUND

The following table summarizes the inputs used to value the Fund's investments at December 31, 2019 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Mutual Funds	\$ 279,844	\$ —	\$ —	\$ 279,844
Federal Agency Notes	—	50,000	—	50,000
U.S. Treasury Bills	—	16,976	—	16,976
Repurchase Agreements	—	243,695	—	243,695
Currency Futures Contracts**	7,425	—	—	7,425
Currency Index Swap Agreements**	—	2,434	—	2,434
Total Assets	\$ 287,269	\$ 313,105	\$ —	\$ 600,374

** This derivative is reported as unrealized appreciation/depreciation at period end.

Affiliated Transactions

Investments representing 5% or more of the outstanding voting shares of a company, or control of or by, or common control under Guggenheim Investments ("GI"), result in that company being considered an affiliated issuer, as defined in the 1940 Act.

The Fund may invest in certain of the underlying series of Guggenheim Strategy Funds Trust, including Guggenheim Strategy Fund II, Guggenheim Strategy Fund III, and Guggenheim Variable Insurance Strategy Fund III, (collectively, the "Short Term Investment Vehicles"), each of which are open-end management investment companies managed by GI. The Short Term Investment Vehicles, which launched on March 11, 2014, are offered as short term investment options only to mutual funds, trusts, and other accounts managed by GI and/or its affiliates, and are not available to the public. The Short Term Investment Vehicles pay no investment management fees. The Short Term Investment Vehicles' annual report on Form N-CSR dated September 30, 2019, is available publicly or upon request. This information is available from the EDGAR database on the SEC's website at <https://www.sec.gov/Archives/edgar/data/1601445/000089180419000405/gug78512-ncsr.htm>.

Transactions during the year ended December 31, 2019, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/18	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 12/31/19	Shares 12/31/19	Investment Income
Mutual Funds								
Guggenheim Strategy Fund II	\$ 212,172	\$ 285,877	\$ (370,000)	\$ 114	\$ (634)	\$ 127,529	5,155	\$ 5,396
Guggenheim Ultra Short Duration Fund — Institutional Class	132,622	374,791	(355,000)	85	(183)	152,315	15,308	4,798
	\$ 344,794	\$ 660,668	\$ (725,000)	\$ 199	\$ (817)	\$ 279,844		\$ 10,194

STATEMENT OF ASSETS
AND LIABILITIES

December 31, 2019

ASSETS:

Investments in unaffiliated issuers, at value (cost \$66,976)	\$ 66,976
Investments in affiliated issuers, at value (cost \$279,098)	279,844
Repurchase agreements, at value (cost \$243,695)	243,695
Unrealized appreciation on OTC swap agreements	2,434
Receivables:	
Variation margin on futures contracts	2,620
Dividends	619
Swap settlement	388
Interest	84
Total assets	596,660

LIABILITIES:

Payable for:	
Fund shares redeemed	5,746
Licensing fees	1,117
Securities purchased	633
Management fees	369
Transfer agent and administrative fees	114
Investor service fees	114
Portfolio accounting fees	45
Trustees' fees*	10
Miscellaneous	1,476
Total liabilities	9,624

Commitments and contingent liabilities (Note 12)

NET ASSETS \$ 587,036

NET ASSETS CONSIST OF:

Paid in capital	\$ 1,996,877
Total distributable earnings (loss)	(1,409,841)
Net assets	\$ 587,036
Capital shares outstanding	10,451
Net asset value per share	\$56.17

STATEMENT OF
OPERATIONS

Year Ended December 31, 2019

INVESTMENT INCOME:

Dividends from securities of affiliated issuers	\$ 10,194
Interest	4,846
Total investment income	15,040

EXPENSES:

Management fees	5,400
Investor service fees	1,500
Transfer agent and administrative fees	1,500
Licensing fees	1,289
Professional fees	1,023
Portfolio accounting fees	600
Trustees' fees*	154
Custodian fees	115
Miscellaneous	920
Total expenses	12,501

Less:

Expenses waived by Adviser	(476)
Net expenses	12,025
Net investment income	3,015

NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments in unaffiliated issuers	2
Investments in affiliated issuers	199
Swap agreements	(4,535)
Futures contracts	(862)
Net realized loss	(5,196)

Net change in unrealized appreciation
(depreciation) on:

Investments in unaffiliated issuers	10
Investments in affiliated issuers	(817)
Swap agreements	(1,604)
Futures contracts	1,879

Net change in unrealized appreciation
(depreciation) (532)

Net realized and unrealized loss (5,728)

Net decrease in net assets resulting from
operations

\$ (2,713)

* Relates to Trustees not deemed "interested persons" within the meaning of Section 2(a)(19) of the 1940 Act.

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2019	Year Ended December 31, 2018
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$ 3,015	\$ 4,772
Net realized loss on investments	(5,196)	(120,142)
Net change in unrealized appreciation (depreciation) on investments	(532)	(10,579)
Net decrease in net assets resulting from operations	(2,713)	(125,949)
Distributions to shareholders	(4,772)	—
CAPITAL SHARE TRANSACTIONS:		
Proceeds from sale of shares	15,676,550	5,364,653
Distributions reinvested	4,772	—
Cost of shares redeemed	(15,668,672)	(5,435,766)
Net increase (decrease) from capital share transactions	12,650	(71,113)
Net increase (decrease) in net assets	5,165	(197,062)
NET ASSETS:		
Beginning of year	581,871	778,933
End of year	\$ 587,036	\$ 581,871
CAPITAL SHARE ACTIVITY:		
Shares sold	284,024	83,147
Shares issued from reinvestment of distributions	86	—
Shares redeemed	(283,428)	(84,935)
Net increase (decrease) in shares	682	(1,788)

FINANCIAL HIGHLIGHTS

This table is presented to show selected data for a share outstanding throughout each period and to assist shareholders in evaluating a Fund's performance for the periods presented.

	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ^e	Year Ended December 31, 2015 ^e
Per Share Data					
Net asset value, beginning of period	\$59.56	\$67.40	\$56.49	\$61.90	\$74.41
Income (loss) from investment operations:					
Net investment income (loss) ^a	.28	.40	(.14)	(.11)	(.80)
Net gain (loss) on investments (realized and unrealized)	(3.17)	(8.24)	11.05	(5.30)	(11.71)
Total from investment operations	(2.89)	(7.84)	10.91	(5.41)	(12.51)
Less distributions from:					
Net investment income	(.50)	—	—	—	—
Total distributions	(.50)	—	—	—	—
Net asset value, end of period	\$56.17	\$59.56	\$67.40	\$56.49	\$61.90
Total Return^b	(4.85%)	(11.63%)	19.31%	(8.71%)	(16.83%)
Ratios/Supplemental Data					
Net assets, end of period (in thousands)	\$587	\$582	\$779	\$687	\$1,297
Ratios to average net assets:					
Net investment income (loss)	0.50%	0.61%	(0.22%)	(0.63%)	(1.22%)
Total expenses ^c	2.08%	1.82%	1.80%	1.76%	1.71%
Net expenses ^d	2.00%	1.81%	1.80%	1.76%	1.71%
Portfolio turnover rate	187%	213%	367%	250%	232%

^a Net investment income (loss) per share was computed using average shares outstanding throughout the period.

^b Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase of such products.

^c Does not include expenses of the underlying funds in which the Fund invests.

^d Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

^e Reverse Share Split — Per share amounts for the years presented through December 31, 2016 have been restated to reflect a 1:4 reverse share split effective December 1, 2016.

Note 1 – Organization and Significant Accounting Policies

Organization

The Rydex Variable Trust (the “Trust”), a Delaware statutory trust, is registered with the SEC under the Investment Company Act of 1940 (“1940 Act”), as an open-ended investment company of the series type. Each series, in effect, is representing a separate fund (each, a “Fund”). The Trust is authorized to issue an unlimited number of no par value shares. The Trust accounts for the assets of each Fund separately. At December 31, 2019, the Trust consisted of forty-nine funds. The Trust offers shares of the funds to insurance companies for their variable annuity and variable life insurance contracts.

This report covers the following funds (collectively, the “Funds”):

Fund Name	Investment Company Type
S&P 500® Pure Growth Fund	Non-diversified
S&P 500® Pure Value Fund	Non-diversified
S&P MidCap 400® Pure Growth Fund	Non-diversified
S&P MidCap 400® Pure Value Fund	Non-diversified
S&P SmallCap 600® Pure Growth Fund	Non-diversified
S&P SmallCap 600® Pure Value Fund	Non-diversified
Europe 1.25x Strategy Fund	Non-diversified
Japan 2x Strategy Fund	Non-diversified
Strengthening Dollar 2x Strategy Fund	Non-diversified
Weakening Dollar 2x Strategy Fund	Non-diversified

The Funds are designed and operated to accommodate frequent trading by shareholders and, unlike most mutual funds, offer unlimited exchange privileges with no minimum holding periods or transactions fees, which may cause the Funds to experience high portfolio turnover.

Security Investors, LLC, which operates under the name Guggenheim Investments (“GI”), provides advisory services. Guggenheim Funds Distributors, LLC (“GFD”) acts as principal underwriter for the Trust. GI and GFD are affiliated entities.

Significant Accounting Policies

The Funds operate as investment companies and, accordingly, follow the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 Financial Services – Investment Companies.

The following significant accounting policies are in conformity with U.S. generally accepted accounting principles (“U.S. GAAP”) and are consistently followed by the Trust. This requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, contingent assets and liabilities at the date of the financial statements, and the reported amounts of

revenues and expenses during the reporting period. Actual results could differ from these estimates. All time references are based on Eastern Time.

The net asset value per share (“NAV”) of a fund is calculated by dividing the market value of a fund’s securities and other assets, less all liabilities, by the number of outstanding shares of that fund.

(a) Valuation of Investments

The Board of Trustees of the Funds (the “Board”) has adopted policies and procedures for the valuation of the Funds’ investments (the “Valuation Procedures”). Pursuant to the Valuation Procedures, the Board has delegated to a valuation committee, consisting of representatives from Guggenheim’s investment management, fund administration, legal and compliance departments (the “Valuation Committee”), the day-to-day responsibility for implementing the Valuation Procedures, including, under most circumstances, the responsibility for determining the fair value of the Funds’ securities and/or other assets.

Valuations of the Funds’ securities and other assets are supplied primarily by pricing services appointed pursuant to the processes set forth in the Valuation Procedures. The Valuation Committee convenes monthly, or more frequently as needed, to review the valuation of all assets which have been fair valued for reasonableness. The Funds’ officers, through the Valuation Committee and consistent with the monitoring and review responsibilities set forth in the Valuation Procedures, regularly review procedures used and valuations provided by the pricing services.

If the pricing service cannot or does not provide a valuation for a particular investment or such valuation is deemed unreliable, such investment is fair valued by the Valuation Committee.

Equity securities listed or traded on a recognized U.S. securities exchange or the National Association of Securities Dealers Automated Quotations (“NASDAQ”) National Market System shall generally be valued on the basis of the last sale price on the primary U.S. exchange or market on which the security is listed or traded; provided, however, that securities listed on NASDAQ will be valued at the NASDAQ Official Closing Price, which may not necessarily represent the last sale price. If there is no sale on the valuation date, exchange-traded U.S. equity securities will be valued on the basis of the last bid price.

Open-end investment companies are valued at their NAV as of the close of business, on the valuation date. Exchange-traded funds and closed-end investment companies are valued at the last quoted sale price.

U.S. Government securities are valued by independent pricing services, the last traded fill price, or at the reported bid price at the close of business.

Debt securities with a maturity of greater than 60 days at acquisition are valued at prices that reflect broker-dealer supplied valuations or are obtained from independent pricing services, which may consider the trade activity, treasury spreads, yields or price of bonds of comparable quality, coupon, maturity, and type, as well as prices quoted by dealers who make markets in such securities. Short-term debt securities with a maturity of 60 days or less at acquisition are valued at amortized cost, provided such amount approximates market value.

Repurchase agreements are generally valued at amortized cost, provided such amounts approximate market value.

The value of futures contracts is accounted for using the unrealized appreciation or depreciation on the contracts that is determined by marking the contracts to their current realized settlement prices. Financial futures contracts are valued at the 4:00 p.m. price on the valuation date. In the event that the exchange for a specific futures contract closes earlier than 4:00 p.m., the futures contract is valued at the official settlement price of the exchange. However, the underlying securities from which the futures contract value is derived are monitored until 4:00 p.m. to determine if fair valuation would provide a more accurate valuation.

The value of currency index swap agreements entered into by a Fund is accounted for using the unrealized appreciation or depreciation on the agreements that is determined by marking the agreements to the broker quote.

Investments for which market quotations are not readily available are fair-valued as determined in good faith by GI subject to review and approval by the Valuation Committee, pursuant to methods established or ratified by the Board. Valuations in accordance with these methods are intended to reflect each security's (or asset's or liability's) "fair value". Each such determination is based on a consideration of all relevant factors, which are likely to vary from one pricing context to another. Examples of such factors may include, but are not limited to market prices; sale prices; broker quotes; and models which derive prices based on inputs such as prices of securities with comparable maturities and characteristics, or based on inputs such as anticipated cash flows or collateral, spread over U.S. Treasury securities, and other information analysis.

In connection with futures contracts and other derivative investments, such factors may include obtaining information as to how (a) these contracts and other derivative investments

trade in the futures or other derivative markets, respectively, and (b) the securities underlying these contracts and other derivative investments trade in the cash market.

(b) U.S. Government and Agency Obligations

Certain U.S. Government and Agency Obligations are traded on a discount basis; the interest rates shown on the Schedules of Investments reflect the effective rates paid at the time of purchase by the Funds. Other securities bear interest at the rates shown, payable at fixed dates through maturity.

(c) Futures Contracts

Upon entering into a futures contract, a Fund deposits and maintains as collateral such initial margin as required by the exchange on which the transaction is affected. Pursuant to the contract, the Fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as variation margin and are recorded by the Fund as unrealized appreciation or depreciation. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

(d) Swap Agreements

Swap agreements are marked-to-market daily and the change, if any, is recorded as unrealized appreciation or depreciation. Payments received or made as a result of an agreement or termination of an agreement are recognized as realized gains or losses.

(e) Currency Translations

The accounting records of the Funds are maintained in U.S. dollars. All assets and liabilities initially expressed in foreign currencies are converted into U.S. dollars at prevailing exchange rates. Purchases and sales of investment securities, dividend and interest income, and certain expenses are translated at the rates of exchange prevailing on the respective dates of such transactions. Changes in the relationship of these foreign currencies to the U.S. dollar can significantly affect the value of the investments and earnings of the Funds. Foreign investments may also subject the Funds to foreign government exchange restrictions, expropriation, taxation, or other political, social or economic developments, all of which could affect the market and/or credit risk of the investments.

The Funds do not isolate that portion of the results of operations resulting from changes in the foreign exchange rates on investments from the fluctuations arising from changes in the

market prices of securities held. Such fluctuations are included with the net realized gain or loss and unrealized appreciation or depreciation on investments.

Reported net realized foreign exchange gains and losses arise from sales of foreign currencies and currency gains or losses realized between the trade and settlement dates on investment transactions. Net unrealized appreciation and depreciation arise from changes in the fair values of assets and liabilities other than investments in securities at the fiscal period end, resulting from changes in exchange rates.

(f) Foreign Taxes

The Funds may be subject to foreign taxes (a portion of which may be reclaimable) on income, stock dividends, capital gains on investments or certain foreign currency transactions. All foreign taxes are recorded in accordance with the applicable foreign tax regulations and rates that exist in the foreign jurisdictions in which the Funds invest. These foreign taxes, if any, are paid by the Funds and reflected in their Statements of Operations as follows: foreign taxes withheld at source are presented as a reduction of income and foreign taxes on capital gains from sales of investments are included with the net realized gain (loss) on investments. Foreign taxes payable or deferred as of December 31, 2019, if any, are disclosed in the Funds' Statements of Assets and Liabilities.

(g) Security Transactions

Security transactions are recorded on the trade date for financial reporting purposes. Realized gains and losses from securities transactions are recorded using the identified cost basis. Proceeds from lawsuits related to investment holdings are recorded as a reduction to cost if the securities are still held and as realized gains if no longer held in the respective Fund. Dividend income is recorded on the ex-dividend date, net of applicable taxes withheld by foreign countries. Taxable non-cash dividends are recorded as dividend income. Interest income, including amortization of premiums and accretion of discounts, is accrued on a daily basis. Dividend income from Real Estate Investment Trusts ("REITs") is recorded based on the income included in the distributions received from the REIT investments using published REIT classifications, including some management estimates when actual amounts are not available. Distributions received in excess of this estimated amount are recorded as a reduction of the cost of investments or reclassified to realized gains. The actual amounts of income, return of capital, and realized gains are only determined by each REIT after its fiscal year-end, and may differ from the estimated amounts.

(h) Distributions

Distributions of net investment income and net realized gains, if any, are declared and paid at least annually. Normally, all distributions of a Fund will automatically be reinvested without charge in additional shares of the same Fund. Distributions are recorded on the ex-dividend date and are determined in accordance with U.S. federal income tax regulations which may differ from U.S. GAAP.

(i) Cash

The Funds may leave cash overnight in their cash account with the custodian. Periodically, a Fund may have cash due to the custodian bank as an overdraft balance. A fee is incurred on this overdraft, calculated by multiplying the overdraft by a rate based on the federal funds rate, which was 1.55% at December 31, 2019.

(j) Indemnifications

Under the Funds' organizational documents, the Trustees and Officers are indemnified against certain liabilities arising out of the performance of their duties to the Trust. In addition, throughout the normal course of business, the Funds enter into contracts that contain a variety of representations and warranties which provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds and/or their affiliates that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.

Note 2 – Derivatives

As part of their investment strategy, the Funds utilize a variety of derivative instruments. These investments involve, to varying degrees, elements of market risk and risks in excess of amounts recognized in the Statements of Assets and Liabilities. Valuation and accounting treatment of these instruments can be found under Significant Accounting Policies in Note 1 of these Notes to Financial Statements.

Derivatives are instruments whose values depend on, or are derived from, in whole or in part, the value of one or more other assets, such as securities, currencies, commodities or indices. Derivative instruments may be used to increase investment flexibility (including to maintain cash reserves while maintaining exposure to certain other assets), for risk management (hedging) purposes, to facilitate trading, to reduce transaction costs and to pursue higher investment returns. Derivative instruments may also be used to mitigate certain investment risks, such as foreign currency exchange rate risk, interest rate risk and credit risk. U.S. GAAP requires disclosures to enable investors to better understand how and why a Fund uses derivative instruments, how these derivative instruments are accounted for and their effects on the Fund's financial position and results of operations.

The Funds may utilize derivatives for the following purposes:

Index Exposure: the use of an instrument to obtain exposure to a listed or other type of index.

Leverage: gaining total exposure to equities or other assets on the long and short sides at greater than 100% of invested capital.

Liquidity: the ability to buy or sell exposure with little price/market impact.

For any Fund whose investment strategy consistently involves applying leverage, the value of the Fund's shares will tend to increase or decrease more than the value of any increase or decrease in the underlying index or other asset. In addition, because an investment in derivative instruments generally requires a small investment relative to the amount of investment exposure assumed, an opportunity for increased net income is created; but, at the same time, leverage risk will increase. The Fund's use of leverage, through borrowings or instruments such as derivatives, may cause the Fund to be more volatile and riskier than if they had not been leveraged.

Futures Contracts

A futures contract is an agreement to purchase (long) or sell (short) an agreed amount of securities or other instruments at a set price for delivery at a future date. There are significant risks associated with a Fund's use of futures contracts, including (i) there may be an imperfect or no correlation between the changes in market value of the underlying asset and the prices of futures contracts; (ii) there may not be a liquid secondary market for a futures contract; (iii) trading restrictions or limitations may be imposed by an exchange; and (iv) government regulations may restrict trading in futures contracts. When investing in futures, there is minimal counterparty credit risk to a Fund because futures are exchange-traded and the exchange's clearinghouse, as counterparty to all exchange-traded futures, guarantees against default. Cash deposits are shown as segregated cash with broker on the Statements of Assets and Liabilities; securities held as collateral are noted on the Schedules of Investments.

The following table represents the Funds' use and volume of futures on a monthly basis:

Fund	Use	Average Notional Amount	
		Long	Short
Europe 1.25x Strategy Fund	Index exposure, Leverage, Liquidity	\$ 10,678,981	\$ —
Japan 2x Strategy Fund	Index exposure, Leverage, Liquidity	7,445,180	—
Strengthening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	4,394,586	—
Weakening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	—	931,143

Swap Agreements

A swap is an agreement that obligates two parties to exchange a series of cash flows at specified intervals based upon or calculated by reference to changes in specified prices or rates for a specified amount of an underlying asset. When utilizing over-the-counter ("OTC") swaps, a fund bears the risk of loss of the amount expected to be received under a swap agreement in the event of the default or bankruptcy of a swap agreement counterparty or if the underlying asset declines in value. Certain standardized swaps are subject to mandatory central clearing and are executed on a multi-lateral or other trade facility platform, such as a registered exchange. There is limited counterparty credit risk with respect to centrally-cleared swaps as the transaction is facilitated through a central clearinghouse, much like exchange-traded futures contracts. Upon entering into certain centrally-cleared swap transactions, the Fund is required to deposit with its clearing broker an amount of cash or securities as an initial margin. Subsequent variation margin payments or receipts are made or received by the Fund, depending on fluctuations in the fair value of the reference entity. For a fund utilizing centrally cleared swaps, the exchange bears the risk of loss resulting from a counterparty not being able to pay. There is no guarantee that a fund or an underlying fund could eliminate its exposure under an outstanding swap agreement by entering into an offsetting swap agreement with the same or another party.

Currency swaps enable the Funds to gain exposure to currencies in a market without actually possessing a given currency, or to hedge a position. Currency swaps involve the exchange of the principal and interest in one currency for the principal and interest in another currency. As in other types of OTC swaps, the Funds may be at risk due to the counterparty's inability to perform.

NOTES TO FINANCIAL STATEMENTS (continued)

The following table represents the Funds' use and volume of currency swaps on a monthly basis:

Fund	Use	Average Notional Amount	
		Long	Short
Strengthening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	\$ 569,691	\$ —
Weakening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	—	184,829

Derivative Investment Holdings Categorized by Risk Exposure

The following is a summary of the location of derivative investments on the Funds' Statements of Assets and Liabilities as of December 31, 2019:

Derivative Investment Type	Asset Derivatives	Liability Derivatives
Equity/Currency contracts	Variation margin on futures contracts	Variation margin on futures contracts
Currency contracts	Unrealized appreciation on OTC swap agreements	Unrealized depreciation on OTC swap agreements

The following table sets forth the fair value of the Funds' derivative investments categorized by primary risk exposure at December 31, 2019:

Asset Derivative Investments Value					
Fund	Futures Equity Risk*	Futures Currency Risk*	Swaps Currency Risk	Total Value at December 31, 2019	
Europe 1.25x Strategy Fund	\$ 15,520	\$ 40,024	\$ —	\$	55,544
Japan 2x Strategy Fund	19,107	—	—		19,107
Weakening Dollar 2x Strategy Fund	—	7,425	2,434		9,859

Liability Derivative Investments Value					
Fund	Futures Equity Risk*	Futures Currency Risk*	Swaps Currency Risk	Total Value at December 31, 2019	
Japan 2x Strategy Fund	\$ —	\$ 11,218	\$ —	\$	11,218
Strengthening Dollar 2x Strategy Fund	—	10,320	3,843		14,163

* Includes cumulative appreciation (depreciation) of futures contracts as reported on the Schedules of Investments. For exchange-traded and centrally cleared derivatives, variation margin is reported within the Statements of Assets and Liabilities.

The following is a summary of the location of derivative investments on the Funds' Statements of Operations for the year ended December 31, 2019:

Derivative Investment Type	Location of Gain (Loss) on Derivatives
Equity/Currency contracts	Net realized gain (loss) on futures contracts Net change in unrealized appreciation (depreciation) on futures contracts
Currency contracts	Net realized gain (loss) on swap agreements Net change in unrealized appreciation (depreciation) on swap agreements

NOTES TO FINANCIAL STATEMENTS (continued)

The following is a summary of the Funds' realized gain (loss) and change in unrealized appreciation (depreciation) on derivative investments recognized on the Statements of Operations categorized by primary risk exposure for the year ended December 31, 2019:

Realized Gain (Loss) on Derivative Investments Recognized on the Statements of Operations

Fund	Futures Equity Risk	Futures Currency Risk	Swaps Currency Risk	Total
Europe 1.25x Strategy Fund	\$ 913,672	\$ (281,221)	\$ —	\$ 632,451
Japan 2x Strategy Fund	422,473	49,950	—	472,423
Strengthening Dollar 2x Strategy Fund	—	68,818	(36,145)	32,673
Weakening Dollar 2x Strategy Fund	—	(862)	(4,535)	(5,397)

Change in Unrealized Appreciation (Depreciation) on Derivative Investments Recognized on the Statements of Operations

Fund	Futures Equity Risk	Futures Currency Risk	Swaps Currency Risk	Total
Europe 1.25x Strategy Fund	\$ 34,421	\$ 27,253	\$ —	\$ 61,674
Japan 2x Strategy Fund	179,863	(101,445)	—	78,418
Strengthening Dollar 2x Strategy Fund	—	31,978	5,833	37,811
Weakening Dollar 2x Strategy Fund	—	1,879	(1,604)	275

In conjunction with the use of derivative instruments, the Funds are required to maintain collateral in various forms. Depending on the financial instrument utilized and the broker involved, the Funds use margin deposits at the broker, cash and/or securities segregated at the custodian bank, discount notes or repurchase agreements allocated to the Funds as collateral.

The Trust has established counterparty credit guidelines and enters into transactions only with financial institutions of investment grade or better. The Trust monitors the counterparty credit risk.

Note 3 – Offsetting

In the normal course of business, the Funds enter into transactions subject to enforceable master netting arrangements or other similar arrangements. Generally, the right to offset in those agreements allows the Funds to counteract the exposure to a specific counterparty with collateral received from or delivered to that counterparty based on the terms of the arrangements. These arrangements provide for the right to liquidate upon the occurrence of an event of default, credit event upon merger or additional termination event.

In order to better define their contractual rights and to secure rights that will help the Funds mitigate their counterparty risk, the Funds may enter into an International Swaps and Derivatives Association, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement with their derivative contract counterparties. An ISDA Master Agreement is a bilateral agreement between a fund and a counterparty that governs OTC derivatives, including foreign exchange contracts, and typically contains, among other things, collateral posting terms and netting provisions in the event of a default and/or termination event. The provisions of the ISDA Master Agreement typically permit a single net payment in the event of a default (close-out netting) or similar event, including the bankruptcy or insolvency of the counterparty.

For derivatives traded under an ISDA Master Agreement, the collateral requirements are typically calculated by netting the mark-to-market amount for each transaction under such agreement and comparing that amount to the value of any collateral currently pledged by the Funds and the counterparty. For financial reporting purposes, cash collateral that has been pledged to cover obligations of the Funds and cash collateral received from the counterparty, if any, are reported separately on the Statements of Assets and Liabilities as segregated cash with broker/receivable for variation margin, or payable for swap settlement/variation margin. Cash and/or securities pledged or received as collateral by the Funds in connection with an OTC derivative subject to an ISDA Master Agreement generally may not be invested, sold or rehypothecated by the counterparty or the Funds, as applicable, absent an event of default under such agreement, in which case such collateral generally may be applied towards obligations due to and payable by such counterparty or the Funds, as applicable. Generally, the amount of collateral due from or to a counterparty must exceed a minimum transfer amount threshold (e.g., \$300,000) before a transfer is required to be made. To the extent

NOTES TO FINANCIAL STATEMENTS (continued)

amounts due to the Funds from their counterparties are not fully collateralized, contractually or otherwise, the Funds bear the risk of loss from counterparty nonperformance. The Funds attempt to mitigate counterparty risk by only entering into agreements with counterparties that they believe to be of good standing and by monitoring the financial stability of those counterparties.

For financial reporting purposes, the Funds do not offset derivative assets and derivative liabilities that are subject to netting arrangements in the Statements of Assets and Liabilities.

The following tables present derivative financial instruments and secured financing transactions that are subject to enforceable netting arrangements:

Fund	Instrument	Gross Amounts of Recognized Assets ¹	Gross Amounts Offset in the Statements of Assets and Liabilities	Net Amount of Assets Presented on the Statements of Assets and Liabilities	Gross Amounts Not Offset in the Statements of Assets and Liabilities			Net Amount
					Financial Instruments	Cash Collateral Received		
Weakening Dollar 2x Strategy Fund	Swap currency contracts	\$ 2,434	\$ —	\$ 2,434	\$ —	\$ —		\$ 2,434

Fund	Instrument	Gross Amounts of Recognized Liabilities ¹	Gross Amounts Offset in the Statements of Assets and Liabilities	Net Amount of Liabilities Presented on the Statements of Assets and Liabilities	Gross Amounts Not Offset in the Statements of Assets and Liabilities			Net Amount
					Financial Instruments	Cash Collateral Pledged		
Strengthening Dollar 2x Strategy Fund	Swap currency contracts	\$ 3,843	\$ —	\$ 3,843	\$ (3,843)	\$ —		\$ —

¹ Exchange-traded or centrally-cleared derivatives are excluded from these reported amounts.

Note 4 – Fair Value Measurement

In accordance with U.S. GAAP, fair value is defined as the price that the Funds would receive to sell an investment or pay to transfer a liability in an orderly transaction with an independent buyer in the principal market, or in the absence of a principal market, the most advantageous market for the investment or liability. U.S. GAAP establishes a three-tier fair value hierarchy based on the types of inputs used to value assets and liabilities and requires corresponding disclosure. The hierarchy and the corresponding inputs are summarized below:

Level 1 — quoted prices in active markets for identical assets or liabilities.

Level 2 — significant other observable inputs (for example quoted prices for securities that are similar based on characteristics such as interest rates, prepayment speeds, credit risk, etc.).

Level 3 — significant unobservable inputs based on the best information available under the circumstances, to the extent observable inputs are not available, which may include assumptions.

The types of inputs available depend on a variety of factors, such as the type of security and the characteristics of the markets in which it trades, if any. Fair valuation determinations that rely on fewer or no observable inputs require greater judgment. Accordingly, fair value determinations for Level 3 securities require the greatest amount of judgment.

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The suitability of the techniques and sources employed to determine fair valuation are regularly monitored and subject to change.

Note 5 – Investment Advisory Agreement and Other Agreements

Under the terms of an investment advisory contract, the Funds pay GI investment advisory fees calculated at the annualized rates below, based on the average daily net assets of the Funds:

Fund	Management Fees (as a % of Net Assets)
S&P 500® Pure Growth Fund	0.75%
S&P 500® Pure Value Fund	0.75%
S&P MidCap 400® Pure Growth Fund	0.75%
S&P MidCap 400® Pure Value Fund	0.75%
S&P SmallCap 600® Pure Growth Fund	0.75%
S&P SmallCap 600® Pure Value Fund	0.75%
Europe 1.25x Strategy Fund	0.90%
Japan 2x Strategy Fund	0.75%
Strengthening Dollar 2x Strategy Fund	0.90%
Weakening Dollar 2x Strategy Fund	0.90%

GI pays operating expenses on behalf of the Trust, such as audit and accounting related services, legal services, custody, printing and mailing, among others, on a pass-through basis. Such expenses are allocated to various Funds within the complex based on relative net assets.

The Board has adopted an Investor Services Plan for which GFD and other firms that provide investor services (“Service Providers”) may receive compensation. The Funds will pay investor service fees to GFD at an annual rate not to exceed 0.25% of average daily net assets. GFD, in turn, will compensate Service Providers for providing such services, while retaining a portion of such payments to compensate itself for investor services it performs.

If a Fund invests in a fund that is advised by the same adviser or an affiliated adviser, the investing Fund's adviser has agreed to waive fees at the investing fund level to the extent necessary to offset the proportionate share of any management fee paid by each Fund with respect to its investment in such affiliated fund. Fee waivers will be calculated at the investing Fund level without regard to any expense cap in effect for the investing Fund. Fees waived under this arrangement are not subject to reimbursement to GI. For the year ended December 31, 2019, the following Funds waived fees related to investments in affiliated funds:

Fund	Amount Waived
Europe 1.25x Strategy Fund	\$ 3,713
Japan 2x Strategy Fund	1,449
Strengthening Dollar 2x Strategy Fund	2,097
Weakening Dollar 2x Strategy Fund	476

Certain trustees and officers of the Trust are also officers of GI and/or GFD. The Trust does not compensate its officers or trustees who are officers, directors and/or employees of GI or GFD.

MUFG Investor Services (US), LLC (“MUIS”) acts as the Funds’ administrator, transfer agent and accounting agent. As administrator, transfer agent and accounting agent, MUIS maintains the books and records of the Funds’ securities and cash. U.S. Bank, N.A. (“U.S. Bank”) acts as the Funds’ custodian. As custodian, U.S. Bank is responsible for the custody of the Funds’ assets. For providing the aforementioned services, MUIS and U.S. Bank are entitled to receive a monthly fee equal to an annual percentage of each Fund’s average daily net assets and out of pocket expenses.

Note 6 – Repurchase Agreements

The Funds transfer uninvested cash balances into a single joint account, the daily aggregate balance of which is invested in one or more repurchase agreements collateralized by obligations of the U.S. Treasury and U.S. government agencies. The joint account includes other Funds in the Guggenheim complex not covered in this report. The collateral is in the possession of the Funds' custodian and is evaluated to ensure that its market value exceeds, at a minimum, 102% of the original face amount of the repurchase agreements. Each Fund holds a pro rata share of the collateral based on the dollar amount of the repurchase agreement entered into by each Fund.

At December 31, 2019, the repurchase agreements in the joint account were as follows:

Counterparty and Terms of Agreement	Face Value	Repurchase Price	Collateral	Par Value	Fair Value
J.P. Morgan Securities LLC 1.53% Due 01/02/20	\$ 52,221,118	\$ 52,225,557	U.S. Treasury Inflation Indexed Bonds 0.38% - 3.38% 07/15/25 - 04/15/32	\$ 29,508,166	\$ 30,293,286
			U.S. Treasury Notes 1.38% - 2.50% 02/28/21 - 10/31/26	16,685,500	17,041,602
			U.S. Treasury Bond 6.25% 08/15/23	3,032,900	3,592,802
			U.S. Treasury Floating Rate Note 1.61% 10/31/20	2,332,000	2,337,154
			U.S. Treasury Bills 0.00% 01/02/20 - 08/13/20	700	697
				51,559,266	53,265,541
BofA Securities, Inc. 1.50% Due 01/02/20	16,838,493	16,839,896	U.S. Treasury Note 2.00% 10/31/22	16,936,000	17,175,334
Barclays Capital, Inc. 1.40% Due 01/02/20	16,838,493	16,839,803	U.S. Treasury Inflation Indexed Bond 0.13% 10/15/24	17,030,300	17,175,300

In the event of counterparty default, the Funds have the right to collect the collateral to offset losses incurred. There is potential loss to the Funds in the event the Funds are delayed or prevented from exercising their rights to dispose of the collateral securities, including the risk of a possible decline in the value of the underlying securities during the period while the Funds seek to assert their rights. GI, acting under the supervision of the Board, reviews the value of the collateral and the creditworthiness of those banks and dealers with which the Funds enter into repurchase agreements to evaluate potential risks.

Note 7 – Portfolio Securities Loaned

The Funds may lend their securities to approved brokers to earn additional income. Security lending income shown on the Statements of Operations is shown net of rebates paid to the borrowers and earnings on cash collateral investments shared with the lending agent. Within this arrangement, the Funds act as the lender, U.S. Bank acts as the lending agent, and other approved registered broker dealers act as the borrowers. The Funds receive cash collateral, valued at 102% of the value of the securities on loan. Under the terms of the Funds' securities lending agreement with U.S. Bank, cash collateral and proceeds are invested in the First American Government Obligations Fund — Class Z. The Funds bear the risk of loss on cash collateral investments. Collateral is maintained over the life of the loan in an amount not less than the value of loaned securities, as determined at the close of fund business each day; any additional collateral required due to changes in security values is delivered to the Funds the next business day. Although the collateral mitigates the risk, the Funds could experience a delay in recovering

NOTES TO FINANCIAL STATEMENTS (continued)

their securities and a possible loss of income or value if the borrower fails to return the securities. The Funds have the right under the securities lending agreement to recover the securities from the borrower on demand. Securities lending transactions are accounted for as secured borrowings. The remaining contractual maturity of the securities lending agreement is overnight and continuous.

At December 31, 2019, the Funds participated in securities lending transactions, which are subject to enforceable netting arrangements, as follows:

Fund	Gross Amounts Not Offset in the Statements of Assets and Liabilities			Securities Lending Collateral		
	Value of Securities Loaned	Collateral Received ^(a)	Net Amount	Cash Collateral Invested	Cash Collateral Uninvested	Total Collateral
S&P MidCap 400 [®] Pure Growth Fund	\$ 159,612	\$ (159,612)	\$ —	\$ 162,748	\$ —	\$ 162,748
S&P MidCap 400 [®] Pure Value Fund	566,223	(566,223)	—	613,614	—	613,614
S&P SmallCap 600 [®] Pure Growth Fund	93,851	(92,775)	1,076	92,775*	—	92,775
S&P SmallCap 600 [®] Pure Value Fund	198,513	(198,513)	—	214,684	—	214,684
Europe 1.25x Strategy Fund	64,611	(64,611)	—	66,065	—	66,065

^(a) Actual collateral received by the Fund is greater than the amount shown due to overcollateralization.

* Subsequent to December 31, 2019, additional collateral was received.

In the event of counterparty default, the Funds have the right to collect the collateral to offset losses incurred. There is potential loss to the Funds in the event the Funds are delayed or prevented from exercising their rights to dispose of the collateral securities, including the risk of a possible decline in the value of the underlying securities during the period while the Funds seek to assert their rights. GI, acting under the supervision of the Board, reviews the value of the collateral and the creditworthiness of those banks and dealers to evaluate potential risks.

Note 8 – Federal Income Tax Information

The Funds intend to comply with the provisions of Subchapter M of the Internal Revenue Code applicable to regulated investment companies and will distribute substantially all taxable net investment income and capital gains sufficient to relieve the Funds from all, or substantially all, federal income, excise and state income taxes. Therefore, no provision for federal or state income tax or federal excise tax is required.

Tax positions taken or expected to be taken in the course of preparing the Funds' tax returns are evaluated to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Management has analyzed the Funds' tax positions taken, or to be taken, on U.S. federal income tax returns for all open tax years, and has concluded that no provision for income tax is required in the Funds' financial statements. The Funds' U.S. federal income tax returns are subject to examination by the Internal Revenue Service ("IRS") for a period of three years after they are filed.

The tax character of distributions paid during the year ended December 31, 2019 was as follows:

Fund	Ordinary Income	Long-Term Capital Gain	Total Distributions
S&P 500 [®] Pure Growth Fund	\$ —	\$ 893,743	\$ 893,743
S&P 500 [®] Pure Value Fund	269,858	404,516	674,374
S&P SmallCap 600 [®] Pure Value Fund	22,849	—	22,849
Europe 1.25x Strategy Fund	73,007	—	73,007
Japan 2x Strategy Fund	25,936	—	25,936
Strengthening Dollar 2x Strategy Fund	21,820	—	21,820
Weakening Dollar 2x Strategy Fund	4,772	—	4,772

NOTES TO FINANCIAL STATEMENTS (continued)

The tax character of distributions paid during the year ended December 31, 2018 was as follows:

Fund	Ordinary Income	Long-Term Capital Gain	Total Distributions
S&P 500® Pure Growth Fund	\$ 2,314,070	\$ 1,894,330	\$ 4,208,400
S&P 500® Pure Value Fund	1,352,538	1,769,311	3,121,849
S&P MidCap 400® Pure Growth Fund	1,253,366	295,683	1,549,049
S&P MidCap 400® Pure Value Fund	389,206	1,523,738	1,912,944
S&P SmallCap 600® Pure Growth Fund	—	549,379	549,379
Europe 1.25x Strategy Fund	15,264	—	15,264
Japan 2x Strategy Fund	248,466	308,202	556,668

Note: For U.S. federal income tax purposes, short-term capital gain distributions are treated as ordinary income distributions.

The tax components of distributable earnings/(loss) as of December 31, 2019 were as follows:

Fund	Undistributed Ordinary Income	Undistributed Long-Term Capital Gain	Net Unrealized Appreciation (Depreciation)	Accumulated Capital and Other Losses	Total
S&P 500® Pure Growth Fund	\$ 4,642,186	\$ 2,223,099	\$ 5,397,256	\$ —	\$ 12,262,541
S&P 500® Pure Value Fund	1,770,962	—	2,498,749	—	4,269,711
S&P MidCap 400® Pure Growth Fund	—	554,226	924,061	—	1,478,287
S&P MidCap 400® Pure Value Fund	307,784	—	657,605	—	965,389
S&P SmallCap 600® Pure Growth Fund	—	442,827	754,676	—	1,197,503
S&P SmallCap 600® Pure Value Fund	—	—	(136,529)	(1,937,628)	(2,074,157)
Europe 1.25x Strategy Fund	34,978	—	65,475	(874,859)	(774,406)
Japan 2x Strategy Fund	16,959	—	(660)	(1,592,606)	(1,576,307)
Strengthening Dollar 2x Strategy Fund	13,811	—	(597)	(957,844)	(944,630)
Weakening Dollar 2x Strategy Fund	3,015	—	555	(1,413,411)	(1,409,841)

For U.S. federal income tax purposes, capital loss carryforwards represent realized losses of the Funds that may be carried forward and applied against future capital gains. Under the RIC Modernization Act of 2010, the Funds are permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010 for an unlimited period and such capital loss carryforwards will retain their character as either short-term or long-term capital losses. As of December 31, 2019, capital loss carryforwards for the Funds were as follows:

Fund	Unlimited		Total Capital Loss Carryforward
	Short-Term	Long-Term	
S&P SmallCap 600® Pure Value Fund	\$ (886,582)	\$ (1,051,046)	\$ (1,937,628)
Europe 1.25x Strategy Fund	(687,407)	(187,452)	(874,859)
Japan 2x Strategy Fund	(633,880)	(958,726)	(1,592,606)
Strengthening Dollar 2x Strategy Fund	(386,156)	(571,688)	(957,844)
Weakening Dollar 2x Strategy Fund	(583,201)	(830,210)	(1,413,411)

For the year ended December 31, 2019, the following capital loss carryforward amounts were utilized:

Fund	Utilized
S&P MidCap 400® Pure Growth Fund	\$ 967,905
S&P MidCap 400® Pure Value Fund	485,755
S&P SmallCap 600® Pure Growth Fund	1,655,681
S&P SmallCap 600® Pure Value Fund	256,518
Europe 1.25x Strategy Fund	639,245
Japan 2x Strategy Fund	562,023
Strengthening Dollar 2x Strategy Fund	59,529

NOTES TO FINANCIAL STATEMENTS (continued)

Net investment income and net realized gains (losses) may differ for financial statement and tax purposes because of temporary or permanent book/tax differences. These differences are primarily due to investments in real estate investment trusts, foreign currency gains and losses, dividend reclasses, losses deferred due to wash sales, distributions in connection with redemption of fund shares, return of capital distributions received, and the “mark-to-market” of certain derivatives. Additional differences may result from the tax treatment of net operating losses. To the extent these differences are permanent and would require a reclassification between Paid in Capital and Total Distributable Earnings (Loss), such reclassifications are made in the period that the differences arise. These reclassifications have no effect on net assets or NAV per share.

The following adjustments were made on the Statements of Assets and Liabilities as of December 31, 2019 for permanent book/tax differences:

Fund	Paid In Capital	Total Distributable Earnings/(Loss)
S&P 500® Pure Growth Fund	\$ 1,549,895	\$ (1,549,895)
S&P 500® Pure Value Fund	182,162	(182,162)
S&P MidCap 400® Pure Growth Fund	(57,377)	57,377
S&P MidCap 400® Pure Value Fund	44,587	(44,587)
S&P SmallCap 600® Pure Growth Fund	(37,218)	37,218
S&P SmallCap 600® Pure Value Fund	(14,831)	14,831

At December 31, 2019, the cost of investments for U.S. federal income tax purposes, the aggregate gross unrealized appreciation for all investments for which there was an excess of value over tax cost and the aggregate gross unrealized depreciation for all investments for which there was an excess of tax cost over value, were as follows:

Fund	Tax Cost	Tax Unrealized Appreciation	Tax Unrealized Depreciation	Net Unrealized Appreciation/(Depreciation)
S&P 500® Pure Growth Fund	\$ 36,836,143	\$ 5,600,768	\$ (203,512)	\$ 5,397,256
S&P 500® Pure Value Fund	30,122,118	2,618,162	(119,413)	2,498,749
S&P MidCap 400® Pure Growth Fund	11,941,021	1,021,072	(97,011)	924,061
S&P MidCap 400® Pure Value Fund	9,337,023	842,525	(184,920)	657,605
S&P SmallCap 600® Pure Growth Fund	11,653,052	861,060	(106,384)	754,676
S&P SmallCap 600® Pure Value Fund	9,445,867	—	(136,529)	(136,529)
Europe 1.25x Strategy Fund	3,965,414	70,412	(5,026)	65,386
Japan 2x Strategy Fund	2,028,608	14,892	(15,552)	(660)
Strengthening Dollar 2x Strategy Fund	1,441,970	—	(597)	(597)
Weakening Dollar 2x Strategy Fund	589,960	555	—	555

Note 9 – Securities Transactions

For the year ended December 31, 2019, the cost of purchases and proceeds from sales of investment securities, excluding government securities, short-term investments and derivatives, were as follows:

Fund	Purchases	Sales
S&P 500® Pure Growth Fund	\$ 79,036,210	\$ 88,728,876
S&P 500® Pure Value Fund	48,380,176	55,562,825
S&P MidCap 400® Pure Growth Fund	24,889,465	28,351,214
S&P MidCap 400® Pure Value Fund	18,639,936	20,161,027
S&P SmallCap 600® Pure Growth Fund	22,952,470	29,230,219
S&P SmallCap 600® Pure Value Fund	21,264,608	22,262,338
Europe 1.25x Strategy Fund	14,954,208	14,715,435
Japan 2x Strategy Fund	1,792,378	1,960,000
Strengthening Dollar 2x Strategy Fund	1,625,265	3,030,000
Weakening Dollar 2x Strategy Fund	660,668	725,000

The Funds are permitted to purchase or sell securities from or to certain affiliated funds under specified conditions outlined in procedures adopted by the Board. The procedures have been designed to ensure that any purchase or sale of securities by a Fund from or to another fund or portfolio that is or could be considered an affiliate by virtue of having a common investment adviser (or affiliated investment advisers), common trustees and/or common officers complies with Rule 17a-7 of the 1940 Act. Further, as defined under these procedures, each transaction is effected at the current market price to save costs, where permissible. For the year ended December 31, 2019, the Funds engaged in purchases and sales of securities, pursuant to Rule 17a-7 of the 1940 Act, as follows:

Fund	Purchases	Sales	Realized Gain
S&P 500® Pure Growth Fund	\$ 19,214,568	\$ 16,120,991	\$ 418,190
S&P 500® Pure Value Fund	10,941,473	8,683,907	512,630
S&P MidCap 400 Pure Growth Fund	3,861,678	2,570,231	100,869
S&P MidCap 400 Pure Value Fund	1,954,500	4,582,766	403,051
S&P SmallCap 600 Pure Growth Fund	2,630,112	2,942,097	291,787
S&P SmallCap 600 Pure Value Fund	1,939,707	4,129,013	357,900
Europe 1.25x Strategy Fund	1,287,298	1,868,810	98,532

Note 10 – Line of Credit

The Trust, along with other affiliated trusts, secured an uncommitted \$75,000,000 line of credit from U.S. Bank, N.A., which expires June 8, 2020. This line of credit is reserved for emergency or temporary purposes. Borrowings, if any, under this arrangement bear interest equal to the Prime Rate, minus 2%, which shall be paid monthly, averaging 3.28% for the year ended December 31, 2019. The Funds did not have any borrowings outstanding under this agreement at December 31, 2019.

The average daily balances borrowed for the year ended December 31, 2019, were as follows:

Fund	Average Daily Balance
S&P 500® Pure Growth Fund	\$ 1,984
S&P 500® Pure Value Fund	622
S&P MidCap 400® Pure Growth Fund	600
S&P MidCap 400® Pure Value Fund	734
S&P SmallCap 600® Pure Growth Fund	425
S&P SmallCap 600® Pure Value Fund	332
Europe 1.25x Strategy Fund	288
Japan 2x Strategy Fund	225

Note 11 – Recent Accounting Pronouncements

In August 2018, the Financial Accounting Standards Board issued an Accounting Standards Update, ASU 2018-13, Fair Value Measurement (Topic 820), Disclosure Framework - Changes to the Disclosure Requirements for Fair Value Measurement (the “2018 ASU”) which adds, modifies and removes disclosure requirements related to certain aspects of fair value measurement. The 2018 ASU is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2019. Early adoption is permitted. As of December 31, 2019, the Funds have fully adopted the provisions of the 2018 ASU, which did not have a material impact on the Funds’ financial statements and related disclosures or impact the Funds’ net assets or results of operations.

Note 12 – Legal Proceedings

Tribune Company

Rydex Variable Trust has been named as a defendant and a putative member of the proposed defendant class of shareholders in the case entitled *Kirschner v. FitzSimons*, No. 12-2652 (S.D.N.Y.) (formerly *Official Committee of Unsecured Creditors of Tribune Co. v. FitzSimons*, Adv. Pro. No. 10-54010 (Bankr. D. Del.)) (the “*FitzSimons* action”), as a result of ownership by certain series of the Rydex Variable Trust of shares in the Tribune Company (“Tribune”) in 2007, when Tribune effected a leveraged buyout transaction (“LBO”) by which Tribune converted to a privately-held company. In his complaint, the plaintiff has alleged that, in connection with the LBO, Tribune insiders and shareholders were overpaid for their Tribune stock using financing that the insiders knew would, and ultimately did, leave Tribune insolvent. The

plaintiff has asserted claims against certain insiders, major shareholders, professional advisers, and others involved in the LBO. The plaintiff is also attempting to obtain from former Tribune shareholders, including the Rydex Variable Trust, the proceeds they received in connection with the LBO.

In June 2011, a group of Tribune creditors filed multiple actions against former Tribune shareholders involving state law constructive fraudulent conveyance claims arising out of the 2007 LBO (the “SLCFC actions”). Rydex Variable Trust has been named as a defendant in one or more of these suits. In those actions, the creditors seek to recover from Tribune’s former shareholders the proceeds received in connection with the 2007 LBO.

The *FitzSimons* action and the SLCFC actions have been consolidated with the majority of the other Tribune LBO-related lawsuits in a multidistrict litigation proceeding captioned *In re Tribune Company Fraudulent Conveyance Litig.*, No. 11-md-2296 (S.D.N.Y.) (the “MDL Proceeding”).

On September 23, 2013, the District Court granted the defendants’ omnibus motion to dismiss the SLCFC actions, on the basis that the creditors lacked standing. On September 30, 2013, the creditors filed a notice of appeal of the September 23 order. On October 28, 2013, the defendants filed a joint notice of cross-appeal of that same order. On March 29, 2016, the U.S. Court of Appeals for the Second Circuit issued its opinion on the appeal of the SLCFC actions. The appeals court affirmed the district court’s dismissal of those lawsuits, but on different grounds than the district court. The appeals court held that while the plaintiffs have standing under the U.S. Bankruptcy Code, their claims were preempted by Section 546(e) of the Bankruptcy Code—the statutory safe harbor for settlement payments. On April 12, 2016, the Plaintiffs in the SLCFC actions filed a petition seeking rehearing *en banc* before the appeals court. On July 22, 2016, the appeals court denied the petition. On September 9, 2016, the plaintiffs filed a petition for writ of certiorari in the U.S. Supreme Court challenging the Second Circuit’s decision that the safe harbor of Section 546(e) applied to their claims. The shareholder defendants, including the Funds, filed a joint brief in opposition to the petition for certiorari on October 24, 2016. On April 3, 2018, Justice Kennedy and Justice Thomas issued a “Statement” related to the petition for certiorari suggesting that the Second Circuit and/or District Court may want to take steps to reexamine the application of the Section 546(e) safe harbor to the previously dismissed state law constructive fraudulent transfer claims based on the Supreme Court’s decision in *Merit Management Group LP v. FTI Consulting, Inc.* On April 10, 2018, Plaintiffs filed in the Second Circuit a motion for that court to recall its mandate, vacate its prior decision, and remand to the district court for further proceedings consistent with *Merit Management*. On April 20, 2018, the shareholder defendants filed an opposition to Plaintiffs’ motion to recall the mandate. On May 15, 2018, the Second Circuit issued an order recalling the mandate “in anticipation of further panel review.” On December 19, 2019, the Second Circuit issued an amended opinion that again affirmed the district court’s ruling on the basis that plaintiffs’ claims were preempted by Section 546(e) of the Bankruptcy Code. Plaintiffs filed a motion for rehearing and rehearing *en banc* on January 2, 2020.

On May 23, 2014, the defendants filed motions to dismiss the *FitzSimons* action, including a global motion to dismiss Count I, which is the claim brought against former Tribune shareholders for intentional fraudulent conveyance under U.S. federal law. On January 6, 2017, the United States District Court for the Southern District of New York granted the shareholder defendants’ motion to dismiss the intentional fraudulent conveyance claim in the *FitzSimons* action. The Court concluded that the plaintiff had failed to allege that Tribune entered the LBO with actual intent to hinder, delay, or defraud its creditors, and therefore the complaint failed to state a claim. In dismissing the intentional fraudulent conveyance claim, the Court denied the plaintiff’s request to amend the complaint. On February 23, 2017, the Court issued an order stating that it intended to permit an interlocutory appeal of the dismissal order, but would wait to do so until it has resolved outstanding motions to dismiss filed by other defendants.

On July 18, 2017, the plaintiff submitted a letter to the District Court seeking leave to amend its complaint to add a constructive fraudulent transfer claim. The shareholder defendants opposed that request. On August 24, 2017, the Court denied the plaintiff’s request without prejudice to renewal of the request in the event of an intervening change in the law. On March 8, 2018, the plaintiff renewed his request for leave to file a motion to amend the complaint to assert a constructive fraudulent transfer claim based on the Supreme Court’s ruling in *Merit Management Group LP v. FTI Consulting, Inc.* The shareholder defendants opposed that request. On June 18, 2018 the District Court ordered that the request would be stayed pending further action by the Second Circuit in the SLCFC actions.

On December 18, 2018, plaintiff filed a letter with the District Court requesting that the stay be dissolved in order to permit briefing on the motion to amend the complaint and indicating plaintiff’s intention to file another motion to amend the complaint to reinstate claims for intentional fraudulent transfer. The shareholder defendants opposed that request. On January 14, 2019, the court held a case management conference, during which the court stated that it would not lift the stay prior to further action from the Second Circuit in the SLCFC actions.

The court further stated that it would allow the plaintiff to file a motion to amend to try to reinstate its intentional fraudulent transfer claim. The plaintiff has not yet filed any such motion. On January 23, 2019, the court ordered the parties still facing pending claims to participate in a mediation, to commence on January 28, 2019. The mediation did not result in a settlement of the claims against the shareholder defendants.

On April 4, 2019, plaintiff filed a motion to amend the Fifth Amended Complaint to assert a federal constructive fraudulent transfer claim against certain shareholder defendants. On April 10, 2019, the shareholder defendants filed a brief in opposition to plaintiff's motion to amend. On April 12, 2019, the plaintiff filed a reply brief. On April 23, 2019, the court denied the plaintiff's motion to amend. On June 13, 2019, the court entered judgment pursuant to Rule 54(b). On July 12, 2019, the Plaintiff filed a notice of appeal with respect to the dismissal of his claims and the District Court's denial of his motion for leave to amend. Plaintiff filed an appellate brief on January 7, 2020. The shareholder defendants' brief is currently due April 6, 2020.

None of these lawsuits alleges any wrongdoing on the part of Rydex Variable Trust. The following series of Rydex Variable Trust held shares of Tribune and tendered these shares as part of Tribune's LBO: Nova Fund, S&P 500 2x Strategy Fund, Multi-Cap Core Equity Fund, S&P 500 Pure Value Fund, Hedged Equity Fund and Multi-Hedge Strategies Fund (the "Funds"). The value of the proceeds received by the foregoing Funds was \$12,580, \$2,380, \$1,360, \$148,376, \$2,720, and \$119,034, respectively. At this stage of the proceedings, Rydex Variable Trust is not able to make a reliable predication as to the outcome of these lawsuits or the effect, if any, on a Fund's net asset value.

Note 13 – Subsequent Events

The Funds evaluated subsequent events through the date the financial statements were available for issue and determined there were no material events that would require adjustment to or disclosure in the Funds' financial statements.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders of S&P 500® Pure Growth Fund, S&P 500® Pure Value Fund, S&P MidCap 400® Pure Growth Fund, S&P MidCap 400® Pure Value Fund, S&P SmallCap 600® Pure Growth Fund, S&P SmallCap 600® Pure Value Fund, Europe 1.25x Strategy Fund, Japan 2x Strategy Fund, Strengthening Dollar 2x Strategy Fund and Weakening Dollar 2x Strategy Fund and the Board of Trustees of Rydex Variable Trust

Opinion on the Financial Statements

We have audited the accompanying statements of assets and liabilities of S&P 500® Pure Growth Fund, S&P 500® Pure Value Fund, S&P MidCap 400® Pure Growth Fund, S&P MidCap 400® Pure Value Fund, S&P SmallCap 600® Pure Growth Fund, S&P SmallCap 600® Pure Value Fund, Europe 1.25x Strategy Fund, Japan 2x Strategy Fund, Strengthening Dollar 2x Strategy Fund and Weakening Dollar 2x Strategy Fund (collectively referred to as the “Funds”), (ten of the funds constituting Rydex Variable Trust (the “Trust”)), including the schedules of investments, as of December 31, 2019, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds (ten of the funds constituting Rydex Variable Trust) at December 31, 2019, the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended and their financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

Basis for Opinion

These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on each of the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Trust in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Trust is not required to have, nor were we engaged to perform, an audit of the Trust's internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2019, by correspondence with the custodian, transfer agent, and brokers or by other appropriate auditing procedures where replies from brokers were not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Ernst + Young LLP

We have served as the auditor of one or more Guggenheim investment companies since 1979.

Tysons, Virginia
February 27, 2020

Federal Income Tax Information

This information is being provided as required by the Internal Revenue Code. Amounts shown may differ from those elsewhere in the report because of differences in tax and financial reporting practice.

In January 2020, shareholders will be advised on IRS Form 1099 DIV or substitute 1099 DIV as to the federal tax status of the distributions received by shareholders in the calendar year 2019.

The Funds' investment income (dividend income plus short-term capital gains, if any) qualifies as follows:

Of the taxable ordinary income distributions paid during the fiscal year ending December 31, 2019, the following Funds had the corresponding percentages qualify for the dividends received deduction for corporations.

Fund	Dividend Received Deduction
S&P 500® Pure Value Fund	100.00%
S&P SmallCap 600® Pure Value Fund	100.00%

With respect to the taxable year ended December 31, 2019, the Funds hereby designate as capital gain dividends the amounts listed below, or, if subsequently determined to be different, the net capital gain of such year:

Fund	From long-term capital gain:	From long-term capital gain, using proceeds from shareholder redemptions:
S&P 500® Pure Growth Fund	\$ 893,743	\$ 1,534,299
S&P 500® Pure Value Fund	404,516	—
S&P MidCap 400® Pure Growth Fund	—	52,511
S&P MidCap 400® Pure Value Fund	—	11,691
S&P SmallCap 600® Pure Growth Fund	—	45,261

Proxy Voting Information

A description of the policies and procedures that the Trust uses to determine how to vote proxies relating to securities held in the Funds' portfolios is available, without charge and upon request, by calling 800.820.0888. This information is also available from the EDGAR database on the SEC's website at <https://www.sec.gov>.

Information regarding how the Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available without charge, upon request, by calling 800.820.0888. This information is also available from the EDGAR database on the SEC's website at <https://www.sec.gov>.

Special Meeting of Shareholders — Voting Results

A joint special meeting of shareholders of the Trust was held on October 24, 2019 to elect the following ten nominees to the Board of Trustees of the Trust: Randall C. Barnes, Angela Brock-Kyle, Donald A. Chubb, Jr., Jerry B. Farley, Roman Friedrich III, Thomas F. Lydon, Jr., Ronald A. Nyberg, Sandra G. Sponem, Ronald E. Toupin, Jr. and Amy J. Lee. At the meeting, the following votes were recorded:

Nominee	Shares For	Shares Withheld
Randall C. Barnes	80,976,563	3,278,383
Angela Brock-Kyle	80,976,448	3,278,498
Donald A. Chubb, Jr.	80,889,189	3,365,757
Jerry B. Farley	80,698,759	3,556,187
Roman Friedrich III	80,706,634	3,548,312
Thomas F. Lydon, Jr.	80,699,239	3,555,707
Ronald A. Nyberg	80,694,478	3,560,468
Sandra G. Sponem	80,774,487	3,480,459
Ronald E. Toupin, Jr.	80,771,319	3,483,627
Amy J. Lee	80,977,346	3,277,600

Corey A. Colehour and J. Kenneth Dalton resigned from the Board of Trustees of the Trust effective as of the conclusion of the quarterly meeting of the Board of Trustees of the Trust held on November 11, 2019.

Sector Classification

Information in the Schedule of Investments is categorized by sectors using sector-level Classifications defined by the Bloomberg Industry Classification System, a widely recognized industry classification system provider. Each Fund's registration statement has investment policies relating to concentration in specific sectors/industries. For purposes of these investment policies, the Funds usually classify sectors/industries based on industry-level Classifications used by widely recognized industry classification system providers such as Bloomberg Industry Classification System, Global Industry Classification Standards and Barclays Global Classification Scheme.

Quarterly Portfolio Schedules Information

The Trust files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT, and for reporting periods ended prior to March 31, 2019, filed such information on Form N-Q. The Funds' Forms N-PORT and N-Q are available on the SEC's website at <https://www.sec.gov>. The Funds' Forms N-PORT and N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, DC, and that information on the operation of the Public Reference Room may be obtained by calling 800-SEC-0330. Copies of the portfolio holdings are also available to shareholders, without charge and upon request, by calling 800.820.0888.

INFORMATION ON BOARD OF TRUSTEES AND OFFICERS (Unaudited)

A Board of Trustees oversees the Trust, as well as other trusts of GI, in which its members have no stated term of service, and continue to serve after election until resignation. The Statement of Additional Information includes further information about Fund Trustees and Officers, and can be obtained without charge by visiting guggenheiminvestments.com or by calling 800.820.0888.

Name, Address* and Year of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served**	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen	Other Directorships Held by Trustees
INDEPENDENT TRUSTEES					
Randall C. Barnes (1951)	Trustee	Since 2019	Current: Private Investor (2001-present). Former: Senior Vice President and Treasurer, PepsiCo, Inc. (1993-1997); President, Pizza Hut International (1991-1993); Senior Vice President, Strategic Planning and New Business Development, PepsiCo, Inc. (1987-1990).	157	Current: Purpose Investments Funds (2013-present). Former: Managed Duration Investment Grade Municipal Fund (2003-2016).
Angela Brock-Kyle (1959)	Trustee	Since 2016	Current: Founder and Chief Executive Officer, B.O.A.R.D.S. (2013-present). Former: Senior Leader, TIAA (1987-2012).	156	Current: Hunt Companies, Inc. (2019-present). Former: Infinity Property & Casualty Corp. (2014-2018).
Donald A. Chubb, Jr. (1946)	Trustee and Chairman of the Valuation Oversight Committee	Since 2019	Current: Retired Former: Business broker and manager of commercial real estate, Griffith & Blair, Inc. (1997- 2017).	156	Former: Midland Care, Inc. (2011-2016).
Jerry B. Farley (1946)	Trustee	Since 2019	Current: President, Washburn University (1997-present).	156	Current: CoreFirst Bank & Trust (2000-present). Former: Westar Energy, Inc. (2004-2018).
Roman Friedrich III (1946)	Trustee and Chairman of the Contracts Review Committee	Since 2019	Current: Founder and Managing Partner, Roman Friedrich & Company (1998-present).	156	Former: Zincore Metals, Inc. (2009-2019).
Thomas F. Lydon, Jr. (1960)	Trustee and Vice Chairman of the Contracts Review Committee	Since 2005 (Trustee) Since 2019 (Vice Chairman of the Contracts Review Committee)	Current: President, Global Trends Investments (1996-present); Co-Chief Executive Officer, ETF Flows, LLC (2019-present); Chief Executive Officer, Lydon Media (2016-present).	156	Current: US Global Investors (GROW) (1995-present). Former: Harvest Volatility Edge Trust (3) (2017-2019).

INFORMATION ON BOARD OF TRUSTEES AND OFFICERS (Unaudited) (continued)

Name, Address* and Year of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served**	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen	Other Directorships Held by Trustees
INDEPENDENT TRUSTEES - concluded					
Ronald A. Nyberg (1953)	Trustee and Chairman of the Nominating and Governance Committee	Since 2019	Current: Partner, Momkus LLC (2016-present). Former: Partner, Nyberg & Cassioppi, LLC (2000-2016); Executive Vice President, General Counsel, and Corporate Secretary, Van Kampen Investments (1982- 1999).	157	Current: PPM Funds (9) (2018 - present); Edward-Elmhurst Healthcare System (2012-present); Western Asset Inflation-Linked Opportunities & Income Fund (2004-present); Western Asset Inflation-Linked Income Fund (2003-present). Former: Managed Duration Investment Grade Municipal Fund (2003-2016).
Sandra G. Sponem (1958)	Trustee and Chair of the Audit Committee	Since 2016 (Trustee) Since 2019 (Chair of the Audit Committee)	Current: Retired. Former: Senior Vice President and Chief Financial Officer, M.A. Mortenson-Companies, Inc. (2007- 2017).	156	Current: SPDR Series Trust (78) (2018-present); SPDR Index Shares Funds (31) (2018-present); SSGA Active Trust (12) (2018-present); and SSGA Master Trust (1) (2018-present).
Ronald E. Toupin, Jr. (1958)	Trustee and Chairman of the Board and Chairman of the Executive Committee	Since 2019	Current: Portfolio Consultant (2010-present); Member, Governing Council, Independent Directors Council (2013-present); Governor, Board of Governors, Investment Company Institute (2018-present). Former: Member, Executive Committee, Independent Directors Council (2016-2018); Vice President, Manager and Portfolio Manager, Nuveen Asset Management (1998-1999); Vice President, Nuveen Investment Advisory Corp. (1992-1999); Vice President and Manager, Nuveen Unit Investment Trusts (1991- 1999); and Assistant Vice President and Portfolio Manager, Nuveen Unit Investment Trusts (1988- 1999), each of John Nuveen & Co., Inc. (1982-1999).	156	Current: Western Asset Inflation- Linked Opportunities & Income Fund (2004-present); Western Asset Inflation-Linked Income Fund (2003-present). Former: Managed Duration Investment Grade Municipal Fund (2003-2016).

INFORMATION ON BOARD OF TRUSTEES AND OFFICERS (Unaudited) (continued)

Name, Address* and Year of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served**	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen	Other Directorships Held by Trustees
INTERESTED TRUSTEE					
Amy J. Lee*** (1961)	Trustee, Vice President and Chief Legal Officer	Since 2018 (Trustee) Since 2019 (Vice President and Chief Legal Officer)	Current: Interested Trustee, certain other funds in the Fund Complex (2018-present); Chief Legal Officer, certain other funds in the Fund Complex (2014-present); Vice President, certain other funds in the Fund Complex (2007-present); Senior Managing Director, Guggenheim Investments (2012-present). Former: President and Chief Executive Officer, certain other funds in the Fund Complex (2017- 2019); Vice President, Associate General Counsel and Assistant Secretary, Security Benefit Life Insurance Company and Security Benefit Corporation (2004-2012).	156	None.

* The business address of each Trustee is c/o Guggenheim Investments, 227 West Monroe Street, Chicago, Illinois 60606.

** Each Trustee serves an indefinite term, until his or her successor is elected and qualified. Time served includes time served in the respective position for the Predecessor Corporation.

*** This Trustee is deemed to be an "interested person" of the Funds under the 1940 Act by reason of her position with the Funds' Investment Manager and/or the parent of the Investment Manager.

INFORMATION ON BOARD OF TRUSTEES AND OFFICERS (Unaudited) (continued)

Name, Address* and Year of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served**	Principal Occupation(s) During Past Five Years
OFFICERS			
Brian E. Binder (1972)	President and Chief Executive Officer	Since 2019	<p>Current: President and Chief Executive Officer, certain other funds in the Fund Complex (2018-present); President, Chief Executive Officer and Chairman of the Board of Managers, Guggenheim Funds Investment Advisors, LLC (2018-present); President and Chief Executive Officer, Security Investors, LLC (2018-present); Board Member of Guggenheim Partners Fund Management (Europe) Limited (2018-present); Senior Managing Director and Chief Administrative Officer, Guggenheim Investments (2018-present).</p> <p>Former: Managing Director and President, Deutsche Funds, and Head of US Product, Trading and Fund Administration, Deutsche Asset Management (2013-2018); Managing Director, Head of Business Management and Consulting, Invesco Ltd. (2010-2012).</p>
James M. Howley (1972)	Assistant Treasurer	Since 2016	<p>Current: Managing Director, Guggenheim Investments (2004-present); Assistant Treasurer, certain other funds in the Fund Complex (2006-present).</p> <p>Former: Manager, Mutual Fund Administration of Van Kampen Investments, Inc. (1996-2004).</p>
Mark E. Mathiasen (1978)	Secretary	Since 2017	<p>Current: Secretary, certain other funds in the Fund Complex (2007-present); Managing Director, Guggenheim Investments (2007-present).</p>
Glenn McWhinnie (1969)	Assistant Treasurer	Since 2016	<p>Current: Vice President, Guggenheim Investments (2009-present); Assistant Treasurer, certain other funds in the Fund Complex (2016-present).</p>
Michael P. Megaris (1984)	Assistant Secretary	Since 2018	<p>Current: Assistant Secretary, certain other funds in the Fund Complex (2014-present); Director, Guggenheim Investments (2012-present).</p>
Elisabeth Miller (1968)	Chief Compliance Officer	Since 2012	<p>Current: Chief Compliance Officer, certain other funds in the Fund Complex (2012-present); Senior Managing Director, Guggenheim Investments (2012-present). Vice President, Guggenheim Funds Distributors, LLC (2014-present).</p> <p>Former: Chief Compliance Officer, Security Investors, LLC and Guggenheim Funds Investment Advisors, LLC (2012-2018); Chief Compliance Officer, Guggenheim Distributors, LLC (2009-2014); Senior Manager, Security Investors, LLC (2004-2014); Senior Manager, Guggenheim Distributors, LLC (2004-2014).</p>
Margaux Misantone (1978)	AML Officer	Since 2017	<p>Current: Chief Compliance Officer, Security Investors, LLC and Guggenheim Funds Investment Advisors, LLC (2018-present); AML Officer, Security Investors, LLC and certain other funds in the Fund Complex (2017-present); Managing Director, Guggenheim Investments (2015-present).</p> <p>Former: Assistant Chief Compliance Officer, Security Investors, LLC and Guggenheim Funds Investments Advisors, LLC (2015-2018).</p>
William Rehder (1967)	Assistant Vice President	Since 2018	<p>Current: Managing Director, Guggenheim Investments (2002-present).</p>

INFORMATION ON BOARD OF TRUSTEES AND OFFICERS (Unaudited) (concluded)

Name, Address* and Year of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served**	Principal Occupation(s) During Past Five Years
OFFICERS - concluded			
Kimberly J. Scott (1974)	Assistant Treasurer	Since 2016	<p>Current: Director, Guggenheim Investments (2012-present); Assistant Treasurer, certain other funds in the Fund Complex (2012-present).</p> <p>Former: Financial Reporting Manager, Invesco, Ltd. (2010-2011); Vice President/Assistant Treasurer, Mutual Fund Administration for Van Kampen Investments, Inc./Morgan Stanley Investment Management (2009-2010); Manager of Mutual Fund Administration, Van Kampen Investments, Inc./Morgan Stanley Investment Management (2005-2009).</p>
Bryan Stone (1979)	Vice President	Since 2019	<p>Current: Vice President, certain other funds in the Fund Complex (2014-present); Managing Director, Guggenheim Investments (2013-present).</p> <p>Former: Senior Vice President, Neuberger Berman Group LLC (2009-2013); Vice President, Morgan Stanley (2002-2009).</p>
John L. Sullivan (1955)	Chief Financial Officer, Chief Accounting Officer and Treasurer	Since 2016	<p>Current: Chief Financial Officer, Chief Accounting Officer and Treasurer, certain other funds in the Fund Complex (2010-present); Senior Managing Director, Guggenheim Investments (2010-present).</p> <p>Former: Managing Director and Chief Compliance Officer, each of the funds in the Van Kampen Investments fund complex (2004-2010); Managing Director and Head of Fund Accounting and Administration, Morgan Stanley Investment Management (2002-2004); Chief Financial Officer and Treasurer, Van Kampen Funds (1996-2004).</p>
Jon Szafran (1989)	Assistant Treasurer	Since 2017	<p>Current: Vice President, Guggenheim Investments (2017-present); Assistant Treasurer, certain other funds in the Fund Complex (2017-present).</p> <p>Former: Assistant Treasurer of Henderson Global Funds and Manager of US Fund Administration, Henderson Global Investors (North America) Inc. ("HGINA"), (2017); Senior Analyst of US Fund Administration, HGINA (2014-2017); Senior Associate of Fund Administration, Cortland Capital Market Services, LLC (2013-2014); Experienced Associate, PricewaterhouseCoopers LLP (2012-2013).</p>

* The business address of each officer is c/o Guggenheim Investments, 227 West Monroe Street, Chicago, Illinois 60606.

** Each officer serves an indefinite term, until his or her successor is duly elected and qualified.

Who We Are

This Privacy Notice describes the data protection practices of Guggenheim Investments. Guggenheim Investments as used herein refers to the affiliated investment management businesses of Guggenheim Partners, LLC: Guggenheim Funds Investment Advisors, LLC, Guggenheim Partners Investment Management, LLC, Guggenheim Funds Distributors, LLC, Security Investors, LLC, Guggenheim Investment Advisors (Europe) Limited, Guggenheim Real Estate, LLC, GS Gamma Advisors, LLC, Guggenheim Partners India Management, LLC, Guggenheim Partners Europe Limited, as well as the funds in the Guggenheim Funds complex (the “Funds”) (“Guggenheim Investments,” “we,” “us,” or “our”).

Guggenheim Partners Investment Management Holdings, LLC, located at 330 Madison Avenue, New York, New York 10017 is the data controller for your information. The affiliates who are also controllers of certain of your information are: Guggenheim Investment Advisors (Europe) Limited, Guggenheim Partners Europe Limited, Guggenheim Partners, LLC, Guggenheim Funds Investment Advisors, LLC, Guggenheim Partners Investment Management, LLC, Guggenheim Funds Distributors, LLC and Security Investors, LLC, as well as the Funds.

Our Commitment to You

Guggenheim Investments considers your privacy our utmost concern. When you become our client or investor, you entrust us with not only your hard-earned money but also with your personal and financial information. Because we have access to your private information, we hold ourselves to the highest standards in its safekeeping and use. We strictly limit how we share your information with others, whether you are a current or former Guggenheim Investments client or investor.

The Information We Collect About You

We collect certain nonpublic personal information about you from information you provide on applications, other forms, our website, and/or from third parties including investment advisors. This information includes Social Security or other tax identification number, assets, income, tax information, retirement and estate plan information, transaction history, account balance, payment history, bank account information, marital status, family relationships, information that we collect on our website through the use of “cookies,” and other personal information that you or others provide to us. We may also collect such information through your inquiries by mail, e-mail or telephone. We may also collect customer due diligence information, as required by applicable law and regulation, through third party service providers.

How We Handle Your Personal Information

The legal basis for using your information as set out in this Privacy Notice is as follows: (a) use of your personal data is necessary to perform our obligations under any contract with you (such as a contract for us to provide financial services to you); or (b) where use of your personal data is not necessary for performance of a contract, use of your personal data is necessary for our legitimate interests or the legitimate interests of others (for example, to enforce the legal terms governing our services, operate and market our website and other services we offer, ensure safe environments for our personnel and others, make and receive payments, prevent fraud and to know the customer to whom we are providing the services). Some processing is done to comply with applicable law.

In addition to the specific uses described above, we also use your information in the following manner:

- We use your information in connection with servicing your accounts.
- We use information to respond to your requests or questions. For example, we might use your information to respond to your customer feedback.
- We use information to improve our products and services. We may use your information to make our website and products better. We may use your information to customize your experience with us.
- We use information for security purposes. We may use your information to protect our company and our customers.
- We use information to communicate with you. For example, we will communicate with you about your account or our relationship. We may contact you about your feedback. We might also contact you about this Privacy Notice. We may also enroll you in our email newsletter.

- We use information as otherwise permitted by law, as we may notify you.
- **Aggregate/Anonymous Data.** We may aggregate and/or anonymize any information collected through the website so that such information can no longer be linked to you or your device ("Aggregate/Anonymous Information"). We may use Aggregate/Anonymous Information for any purpose, including without limitation for research and marketing purposes, and may also share such data with any third parties, including advertisers, promotional partners, and sponsors.

We do not sell information about current or former clients or their accounts to third parties. Nor do we share this information, except when necessary to complete transactions at your request, to make you aware of investment products and services that we or our affiliates offer, or as permitted or required by law.

We provide information about you to companies and individuals not affiliated with Guggenheim Investments to complete certain transactions or account changes, or to perform services for us related to your account. For example, if you ask to transfer assets from another financial institution to Guggenheim Investments, we must provide certain information about you to that company to complete the transaction. We provide the third party with only the information necessary to carry out its responsibilities and only for that purpose. And we require these third parties to treat your private information with the same high degree of confidentiality that we do. To alert you to other Guggenheim Investments products and services, we share your information within our family of affiliated companies. You may limit our sharing with affiliated companies as set out below. We may also share information with any successor to all or part of our business, or in connection with steps leading up to a merger or acquisition. For example, if part of our business was sold we may give customer information as part of that transaction. We may also share information about you with your consent.

We will release information about you if you direct us to do so, if we are compelled by law to do so, or in other circumstances as permitted by law (for example, to protect your account from fraud).

If you close your account(s) or become an inactive client or investor, we will continue to adhere to the privacy policies and practices described in this notice.

Opt-Out Provisions and Your Data Choices

The law allows you to "opt out" of certain kinds of information sharing with third parties. We do not share personal information about you with any third parties that triggers this opt-out right. This means **YOU ARE ALREADY OPTED OUT**.

When you are no longer our client or investor, we continue to share your information as described in this notice, and you may contact us at any time to limit our sharing by sending an email to CorporateDataPrivacy@GuggenheimPartners.com.

European Union Data Subjects and certain others: In addition to the choices set forth above, residents of the European Union and certain other jurisdictions have certain rights to (1) request access to or rectification or deletion of information we collect about them, (2) request a restriction on the processing of their information, (3) object to the processing of their information, or (4) request the portability of certain information. To exercise these or other rights, please contact us using the contact information below. We will consider all requests and provide our response within the time period stated by applicable law. Please note, however, that certain information may be exempt from such requests in some circumstances, which may include if we need to keep processing your information for our legitimate interests or to comply with a legal obligation. We may request you provide us with information necessary to confirm your identity before responding to your request.

Residents of France and certain other jurisdictions may also provide us with instructions regarding the manner in which we may continue to store, erase and share your information after your death, and where applicable, the person you have designated to exercise these rights after your death.

How We Protect Privacy Online

We take steps to protect your privacy when you use our web site – www.guggenheiminvestments.com – by using secure forms of online communication, including encryption technology, Secure Socket Layer (SSL) protocol, firewalls and user names and passwords. These safeguards vary based on the sensitivity of the information that we collect and store. However, we cannot and do not guarantee that these measures will prevent every unauthorized attempt to access, use, or disclose your information since despite our efforts, no Internet and/or other electronic transmissions can be completely secure. Our web site uses “http cookies”—tiny pieces of information that we ask your browser to store. We use cookies for session management and security features on the Guggenheim Investments web site. We do not use them to pull data from your hard drive, to learn your e-mail address, or to view data in cookies created by other web sites. We will not share the information in our cookies or give others access to it. See the legal information area on our web site for more details about web site security and privacy features.

How We Safeguard Your Personal Information and Data Retention

We restrict access to nonpublic personal information about you to our employees and in some cases to third parties (for example, the service providers described above) as permitted by law. We maintain strict physical, electronic and procedural safeguards that comply with federal standards to guard your nonpublic personal information.

We keep your information for no longer than necessary for the purposes for which it is processed. The length of time for which we retain information depends on the purposes for which we collected and use it and/or as required to comply with applicable laws. Information may persist in copies made for backup and business continuity purposes for additional time.

International Visitors

If you are not a resident of the United States, please be aware that your information may be transferred to, stored and processed in the United States where our servers are located and our databases are operated. The data protection and other laws of the United States and other countries might not be as comprehensive as those in your country.

In such cases, we ensure that a legal basis for such a transfer exists and that adequate protection is provided as required by applicable law, for example, by using standard contractual clauses or by transferring your data to a jurisdiction that has obtained an adequacy finding. Individuals whose data may be transferred on the basis of standard contractual clauses may contact us as described below.

We'll Keep You Informed

If you have any questions or concerns about how we treat your personal data, we encourage you to consult with us first. You may also contact the relevant supervisory authority.

We reserve the right to modify this policy at any time and will inform you promptly of material changes. You may access our privacy policy from our web site at www.guggenheiminvestments.com. Should you have any questions regarding our privacy policy, contact us by email at CorporateDataPrivacy@GuggenheimPartners.com.

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