

## Rydex Variable Trust Funds Semi-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

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.

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**Dear Shareholder:**

Security Investors, LLC (the “Investment Adviser”) is pleased to present the semi-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 semi-annual period ended June 30, 2021.

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.

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

Sincerely,

*Security Investors, LLC*

July 31, 2021

***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](http://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.***

**COVID-19.** The global ongoing crisis caused by the outbreak of COVID-19 and the current recovery underway is causing disruption to consumer demand and economic output and supply chains. There are still travel restrictions and quarantines, and adverse impacts on local and global economies. Investors should be aware that in light of this uncertainty, volatility and distress in economies, financial markets, and labor and health conditions all over the world, the Funds’ investments and a shareholder’s investment in a Fund are subject to sudden and substantial losses, increased volatility and other adverse events. Firms through which investors invest with the Funds, the Funds, their service providers, the markets in which they invest and market intermediaries are also impacted by quarantines and similar measures intended to respond to and contain the ongoing pandemic, which can obstruct their functioning and subject them to heightened operational and other risks.

**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.

More states saw the end of COVID-19 related restrictions in the second quarter of 2021, including New York, California, and Illinois, marking a full reopening for almost all of the U.S. The U.S. has made solid vaccination progress, inoculating over 52% of the population. Those vaccinations have helped COVID-19 cases fall sharply from their peak, but the spread of the Delta variant is a worrying trend, particularly in areas with low vaccination rates. Though we expect cases will rise further as the Delta variant spreads, vaccination rates are high for the most vulnerable populations, which could limit hospitalizations and deaths, in turn reducing the need for a return to strict lockdowns.

Relaxed COVID-19 related measures and increased consumer comfort prompted a rapid reopening of the service sector and robust manufacturing activity. Both the ISM Manufacturing and Services Purchasing Managers Indexes cooled a bit in June but remain near the peaks of recent economic cycles.

Labor demand is also at record highs according to the National Federation of Independent Businesses ("NFIB"). The NFIB reported that nearly half of small-business owners in the U.S. could not fill job openings in June, making it the fifth consecutive month where the share of surveyed business owners citing jobs were hard to fill exceeded pre-COVID-19 historical highs. To attract more workers, business owners are raising or planning to raise compensation, especially in low-wage sectors where enhanced jobless benefits are competitive with wages. Corroborating this signal of strong labor demand is the consumer confidence data, which shows perceptions around job availability is above pre-COVID-19 highs.

Against this strong backdrop, the Federal Open Market Committee ("FOMC") held its June meeting where, as expected, it kept rates unchanged. But the surprise came from the quarterly Summary of Economic Projections, which showed that FOMC participants now see upside risks to inflation at the highest levels in over a decade. This shift in the distribution of risk around inflation resulted in a surprise two-hike increase in their median fed funds rate forecast for 2023.

Our interpretation is that the U.S. Federal Reserve ("Fed") is willing to be patient in reaching its dual mandate, but not irresponsible. Since the June meeting, 5-year forward Treasury Inflation-Protected Securities ("TIPS") breakeven rates have fallen by about 0.25% as the market priced out a scenario in which the Fed lets inflation run too hot. This reassessment of the Fed's reaction function led to a material decline in interest rates over the quarter. In the long run, keeping inflation expectations in check buys the central bank more time to keep policy accommodative.

Looking ahead, we are assessing the potential consequences of a slowdown in U.S. economic activity. Second quarter U.S. gross domestic product ("GDP") is on track to show 8-9% annualized growth, after which we expect sequential growth could slow heading into 2022. Base effects from last year's trough in activity could fade, as might the fiscal impulse over time. The impact of reopening businesses will also shrink. This natural slowdown in activity as we move through peak growth could present challenges if growth slows more than expected.

Inflation could fall given that much of the recent increase is coming from categories suffering temporary supply chain disruptions. Price pressures have materialized in sectors directly affected by the pandemic, such as hotels, airfares, and car rentals, where demand has bounced back faster than supply. Shortages in areas such as semiconductors and building materials are caused by factories and transportation abroad that have not returned to full capacity. As these factors are resolved and supply comes back online, a decline in inflation prints and inflation expectations over the next several quarters may prompt a rethink of the FOMC's forecasted hikes.

The Fed may commence tapering asset purchases in 2022, but we continue to believe rate hikes will likely get pushed as far as 2025 as inflation cools and the Fed targets a historically tight labor market. This patience by the Fed would support credit conditions, which could mean low default volumes and positive risk-adjusted returns. Real U.S. interest rates could remain deeply negative, further supporting the credit sector as income-seeking investors search for yield.

For the six-month period ended June 30, 2021, the S&P 500® Index\* returned 15.25%. The MSCI Europe-Australasia-Far East ("EAFE") Index\* returned 8.83%. The return of the MSCI Emerging Markets Index\* was 7.45%.

In the bond market, the Bloomberg Barclays U.S. Aggregate Bond Index\* posted a -1.60% return for the six-month period, while the Bloomberg Barclays U.S. Corporate High Yield Index\* returned 3.62%. The return of the ICE Bank of America ("BofA") Merrill Lynch 3-Month U.S. Treasury Bill Index\* was 0.02% for the six-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** provides a blue-chip 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 December 31, 2020 and ending June 30, 2021.

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 <sup>1</sup>	Fund Return	Beginning Account Value December 31, 2020	Ending Account Value June 30, 2021	Expenses Paid During Period <sup>2</sup>
<b>Table 1. Based on actual Fund return<sup>3</sup></b>					
S&P 500® Pure Growth Fund	1.61%	12.22%	\$ 1,000.00	\$ 1,122.20	\$ 8.47
S&P 500® Pure Value Fund	1.60%	25.75%	1,000.00	1,257.50	8.96
S&P MidCap 400® Pure Growth Fund	1.61%	11.08%	1,000.00	1,110.80	8.43
S&P MidCap 400® Pure Value Fund	1.60%	24.81%	1,000.00	1,248.10	8.92
S&P SmallCap 600® Pure Growth Fund	1.61%	17.12%	1,000.00	1,171.20	8.67
S&P SmallCap 600® Pure Value Fund	1.60%	41.98%	1,000.00	1,419.80	9.60
Europe 1.25x Strategy Fund	1.74%	13.58%	1,000.00	1,135.80	9.21
Japan 2x Strategy Fund	1.54%	(7.02%)	1,000.00	929.80	7.37
Strengthening Dollar 2x Strategy Fund	1.94%	4.64%	1,000.00	1,046.40	9.84
Weakening Dollar 2x Strategy Fund	1.95%	(6.45%)	1,000.00	935.50	9.36

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

S&P 500® Pure Growth Fund	1.61%	5.00%	\$ 1,000.00	\$ 1,016.81	\$ 8.05
S&P 500® Pure Value Fund	1.60%	5.00%	1,000.00	1,016.86	8.00
S&P MidCap 400® Pure Growth Fund	1.61%	5.00%	1,000.00	1,016.81	8.05
S&P MidCap 400® Pure Value Fund	1.60%	5.00%	1,000.00	1,016.86	8.00
S&P SmallCap 600® Pure Growth Fund	1.61%	5.00%	1,000.00	1,016.81	8.05
S&P SmallCap 600® Pure Value Fund	1.60%	5.00%	1,000.00	1,016.86	8.00
Europe 1.25x Strategy Fund	1.74%	5.00%	1,000.00	1,016.17	8.70
Japan 2x Strategy Fund	1.54%	5.00%	1,000.00	1,017.16	7.70
Strengthening Dollar 2x Strategy Fund	1.94%	5.00%	1,000.00	1,015.17	9.69
Weakening Dollar 2x Strategy Fund	1.95%	5.00%	1,000.00	1,015.12	9.74

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

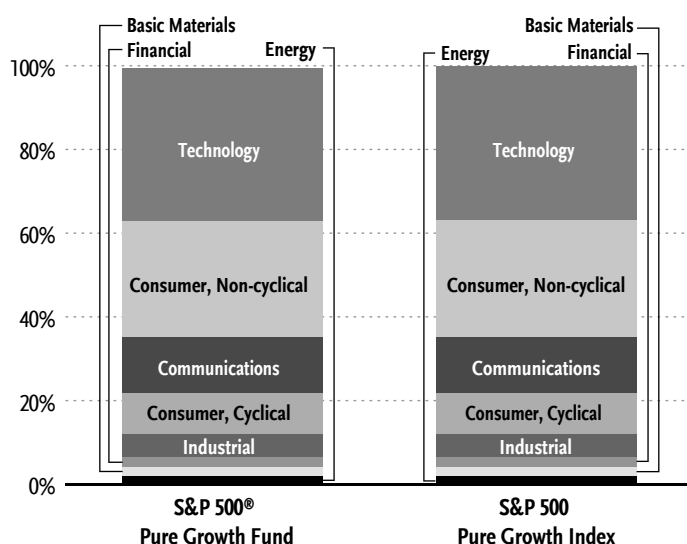
<sup>2</sup> Expenses are equal to the Fund's annualized expense ratio, net of any applicable fee waivers, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period). Expenses shown do not include fees charged by insurance companies.

<sup>3</sup> Actual cumulative return at net asset value for the period December 31, 2020 to June 30, 2021.

## 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").

### 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)

NVIDIA Corp.	2.6%
PayPal Holdings, Inc.	2.5%
Etsy, Inc.	2.4%
SVB Financial Group	2.3%
Generac Holdings, Inc.	2.2%
Tesla, Inc.	2.1%
Align Technology, Inc.	2.1%
Monolithic Power Systems, Inc.	2.1%
Teradyne, Inc.	2.0%
Fortinet, Inc.	1.9%
<b>Top Ten Total</b>	<b>22.2%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P 500® Pure Growth Fund	12.22%	40.23%	16.87%	13.62%
S&P 500 Pure Growth Index	13.09%	42.87%	18.94%	15.61%

\* 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.

‡ 6 month returns are not annualized.

**S&P 500® PURE GROWTH FUND**

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>TECHNOLOGY - 36.7%</b>					
NVIDIA Corp.	1,300	\$ 1,040,130	MarketAxess Holdings, Inc.	772	\$ 357,892
Monolithic Power Systems, Inc.	2,250	840,262	Vertex Pharmaceuticals, Inc.*	1,667	336,117
Teradyne, Inc.	6,020	806,439	Rollins, Inc.	9,810	335,502
Fortinet, Inc.*	3,264	777,452	S&P Global, Inc.	792	325,076
ServiceNow, Inc.*	1,390	763,874	Verisk Analytics, Inc. — Class A	1,420	248,102
Adobe, Inc.*	1,190	696,912	<b>Total Consumer, Non-cyclical</b>		<u>11,173,532</u>
KLA Corp.	1,989	644,854	<b>COMMUNICATIONS - 13.4%</b>		
Lam Research Corp.	970	631,179	Etsy, Inc.*	4,750	977,740
Autodesk, Inc.*	2,084	608,320	Amazon.com, Inc.*	210	722,434
Advanced Micro Devices, Inc.*	6,447	605,567	Facebook, Inc. — Class A*	1,791	622,749
Apple, Inc.	4,370	598,515	Netflix, Inc.*	1,178	622,231
MSCI, Inc. — Class A	1,077	574,127	eBay, Inc.	8,200	575,722
salesforce.com, Inc.*	2,291	559,623	Arista Networks, Inc.*	1,180	427,526
Applied Materials, Inc.	3,720	529,728	Twitter, Inc.*	6,110	420,429
Microsoft Corp.	1,920	520,128	Charter Communications, Inc. — Class A*	570	411,226
Cadence Design Systems, Inc.*	3,689	504,729	Alphabet, Inc. — Class A*	128	312,549
Synopsys, Inc.*	1,767	487,321	Alphabet, Inc. — Class C*	120	300,758
Paycom Software, Inc.*	1,299	472,147	<b>Total Communications</b>		<u>5,393,364</u>
Intuit, Inc.	946	463,701	<b>CONSUMER, CYCLICAL - 9.8%</b>		
QUALCOMM, Inc.	3,220	460,235	Tesla, Inc.*	1,240	842,828
Take-Two Interactive Software, Inc.*	2,593	459,013	Tractor Supply Co.	3,380	628,883
Qorvo, Inc.*	2,222	434,734	Pool Corp.	1,370	628,364
ANSYS, Inc.*	954	331,095	Domino's Pizza, Inc.	1,254	584,978
PTC, Inc.*	2,280	322,073	Chipotle Mexican Grill, Inc. — Class A*	296	458,901
Xilinx, Inc.	2,190	316,762	Dollar General Corp.	2,000	432,780
Tyler Technologies, Inc.*	668	302,183	Copart, Inc.*	2,782	366,751
<b>Total Technology</b>		<u>14,751,103</u>	<b>Total Consumer, Cyclical</b>		<u>3,943,485</u>
<b>CONSUMER, NON-CYCLICAL - 27.8%</b>			<b>INDUSTRIAL - 5.3%</b>		
PayPal Holdings, Inc.*	3,507	1,022,220	Generac Holdings, Inc.*	2,100	871,815
Align Technology, Inc.*	1,378	841,958	Old Dominion Freight Line, Inc.	1,796	455,825
IDEXX Laboratories, Inc.*	1,190	751,544	Trimble, Inc.*	5,270	431,244
West Pharmaceutical Services, Inc.	1,890	678,699	Mettler-Toledo International, Inc.*	270	374,042
United Rentals, Inc.*	2,059	656,842	<b>Total Industrial</b>		<u>2,132,926</u>
DexCom, Inc.*	1,525	651,175	<b>FINANCIAL - 2.3%</b>		
DaVita, Inc.*	5,090	612,989	SVB Financial Group*	1,660	923,674
Charles River Laboratories International, Inc.*	1,650	610,368	<b>BASIC MATERIALS - 2.3%</b>		
Bio-Rad Laboratories, Inc. — Class A*	900	579,861	Albemarle Corp.	3,150	530,649
Regeneron Pharmaceuticals, Inc.*	1,020	569,711	FMC Corp.	3,585	387,897
Catalent, Inc.*	4,770	515,732	<b>Total Basic Materials</b>		<u>918,546</u>
ABIOMED, Inc.*	1,550	483,770	<b>ENERGY - 1.9%</b>		
Thermo Fisher Scientific, Inc.	844	425,773	Enphase Energy, Inc.*	4,160	763,901
PerkinElmer, Inc.	2,660	410,731	<b>Total Common Stocks</b>		
ResMed, Inc.	1,580	389,502	(Cost \$26,469,702)		<u>40,000,531</u>
Monster Beverage Corp.*	4,050	369,968			

**S&P 500® PURE GROWTH FUND**

	FACE AMOUNT	VALUE
<b>REPURCHASE AGREEMENTS<sup>††,1</sup> - 1.6%</b>		
J.P. Morgan Securities LLC issued 06/30/21 at 0.05% due 07/01/21	\$ 365,554	\$ 365,554
Barclays Capital, Inc. issued 06/30/21 at 0.03% due 07/01/21	143,918	143,918
BofA Securities, Inc. issued 06/30/21 at 0.04% due 07/01/21	141,096	141,096
<b>Total Repurchase Agreements</b> (Cost \$650,568)		<u>650,568</u>
<b>Total Investments - 101.1%</b> (Cost \$27,120,270)		<u>\$ 40,651,099</u>
<b>Other Assets &amp; Liabilities, net - (1.1)%</b>		<u>(461,186)</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 40,189,913</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.

<sup>1</sup> Repurchase Agreements — See Note 6.

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at June 30, 2021 (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	\$ 40,000,531	\$ —	\$ —	\$ 40,000,531
Repurchase Agreements	—	650,568	—	650,568
<b>Total Assets</b>	<b>\$ 40,000,531</b>	<b>\$ 650,568</b>	<b>\$ —</b>	<b>\$ 40,651,099</b>

**STATEMENT OF ASSETS  
AND LIABILITIES (Unaudited)**

June 30, 2021

**ASSETS:**

Investments, at value (cost \$26,469,702)	\$ 40,000,531
Repurchase agreements, at value (cost \$650,568)	650,568
Receivables:	
Securities sold	192,867
Dividends	5,850
Fund shares sold	2,210
<b>Total assets</b>	<b>40,852,026</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	568,037
Management fees	22,616
Transfer agent and administrative fees	8,112
Investor service fees	7,539
Portfolio accounting fees	3,015
Trustees' fees*	374
Miscellaneous	52,420
<b>Total liabilities</b>	<b>662,113</b>

**Commitments and contingent liabilities (Note 11)**
**NET ASSETS** **\$ 40,189,913**
**NET ASSETS CONSIST OF:**

Paid in capital	\$ 27,072,572
Total distributable earnings (loss)	13,117,341
<b>Net assets</b>	<b>\$ 40,189,913</b>
Capital shares outstanding	649,134
<b>Net asset value per share</b>	<b>\$61.91</b>

**STATEMENT OF  
OPERATIONS (Unaudited)**

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends	\$ 47,743
Interest	28
<b>Total investment income</b>	<b>47,771</b>

**EXPENSES:**

Management fees	130,566
Investor service fees	43,522
Transfer agent and administrative fees	57,358
Professional fees	21,641
Portfolio accounting fees	17,409
Trustees' fees*	3,386
Custodian fees	2,469
Miscellaneous	3,106
<b>Total expenses</b>	<b>279,457</b>
<b>Net investment loss</b>	<b>(231,686)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	265,829
<b>Net realized gain</b>	<b>265,829</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	4,145,665
<b>Net change in unrealized appreciation (depreciation)</b>	<b>4,145,665</b>
<b>Net realized and unrealized gain</b>	<b>4,411,494</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 4,179,808</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (231,686)	\$ (306,941)
Net realized gain on investments	265,829	4,989,774
Net change in unrealized appreciation (depreciation) on investments	4,145,665	3,637,839
Net increase in net assets resulting from operations	4,179,808	8,320,672
Distributions to shareholders	—	(6,865,286)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	15,497,904	47,158,985
Distributions reinvested	—	6,865,286
Cost of shares redeemed	(14,779,855)	(62,244,297)
Net increase (decrease) from capital share transactions	718,049	(8,220,026)
Net increase (decrease) in net assets	4,897,857	(6,764,640)
<b>NET ASSETS:</b>		
Beginning of period	35,292,056	42,056,696
End of period	\$ 40,189,913	\$ 35,292,056
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	269,325	941,377
Shares issued from reinvestment of distributions	—	146,600
Shares redeemed	(259,833)	(1,220,094)
Net increase (decrease) in shares	9,492	(132,117)

## 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Per Share Data</b>						
Net asset value, beginning of period	\$55.17	\$54.49	\$43.97	\$50.27	\$42.31	\$43.72
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.38)	(.48)	(.22)	(.44)	(.38)	(.23)
Net gain (loss) on investments (realized and unrealized)	7.12	13.22	11.87	(1.68)	10.51	1.38
Total from investment operations	6.74	12.74	11.65	(2.12)	10.13	1.15
Less distributions from:						
Net realized gains	—	(12.06)	(1.13)	(4.18)	(2.17)	(2.56)
Total distributions	—	(12.06)	(1.13)	(4.18)	(2.17)	(2.56)
Net asset value, end of period	\$61.91	\$55.17	\$54.49	\$43.97	\$50.27	\$42.31
<b>Total Return<sup>c</sup></b>	<b>12.22%</b>	<b>27.32%</b>	<b>26.60%</b>	<b>(5.63%)</b>	<b>24.39%</b>	<b>2.58%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$40,190	\$35,292	\$42,057	\$41,825	\$55,023	\$43,908
Ratios to average net assets:						
Net investment income (loss)	(1.33%)	(0.94%)	(0.42%)	(0.85%)	(0.80%)	(0.54%)
Total expenses	1.61%	1.73%	1.72%	1.62%	1.67%	1.56%
Portfolio turnover rate	37%	159%	190%	203%	303%	265%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

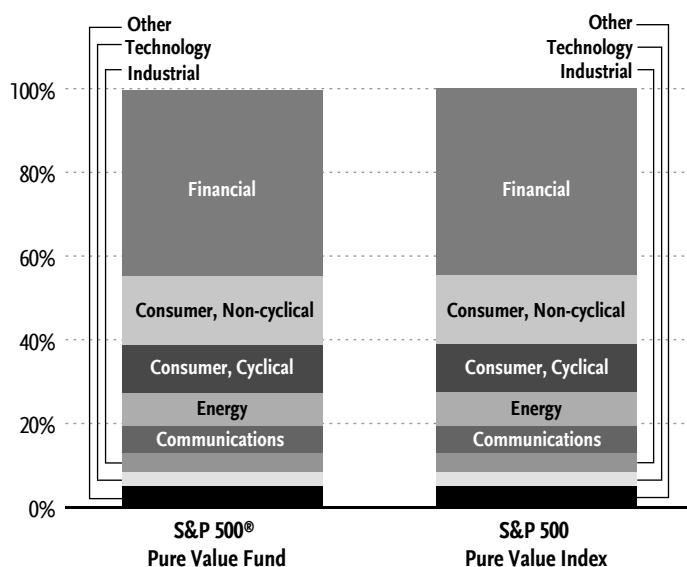
<sup>c</sup> Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase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

### 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)

Berkshire Hathaway, Inc. — Class B	2.2%
Unum Group	2.2%
Ford Motor Co.	2.1%
Lumen Technologies, Inc.	2.0%
Lincoln National Corp.	1.9%
Prudential Financial, Inc.	1.8%
Valero Energy Corp.	1.8%
MetLife, Inc.	1.8%
CVS Health Corp.	1.6%
Invesco Ltd.	1.6%
<b>Top Ten Total</b>	<b>19.0%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P 500® Pure Value Fund	25.75%	62.01%	9.46%	9.99%
S&P 500 Pure Value Index	27.01%	65.25%	11.41%	12.06%

\* 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.

‡ 6 month returns are not annualized.

**S&P 500® PURE VALUE FUND**

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>FINANCIAL - 44.3%</b>					
Berkshire Hathaway, Inc. — Class B*	2,891	\$ 803,467	Viatis, Inc.	24,560	\$ 350,963
Unum Group	27,809	789,776	McKesson Corp.	1,813	346,718
Lincoln National Corp.	10,679	671,068	Kraft Heinz Co.	8,129	331,501
Prudential Financial, Inc.	6,418	657,652	Cardinal Health, Inc.	4,990	284,879
MetLife, Inc.	10,590	633,811	Anthem, Inc.	708	270,314
Invesco Ltd.	21,349	570,659	Universal Health Services, Inc. — Class B	1,420	207,931
Hartford Financial Services Group, Inc.	8,662	536,784	Perrigo Company plc	4,215	193,258
Principal Financial Group, Inc.	7,861	496,737	Corteva, Inc.	4,104	182,012
Capital One Financial Corp.	2,989	462,368	J M Smucker Co.	1,238	160,408
Wells Fargo & Co.	10,068	455,980	Henry Schein, Inc.*	1,770	131,316
Allstate Corp.	3,186	415,582	AmerisourceBergen Corp. — Class A	1,136	130,061
People's United Financial, Inc.	23,784	407,658	<b>Total Consumer, Non-cyclical</b>		<b>5,933,807</b>
Citigroup, Inc.	5,721	404,761	<b>CONSUMER, CYCLICAL - 11.4%</b>		
Citizens Financial Group, Inc.	8,512	390,445	Ford Motor Co.*	51,741	768,871
Loews Corp.	7,071	386,430	Walgreens Boots Alliance, Inc.	9,881	519,840
Fifth Third Bancorp	9,981	381,574	General Motors Co.*	7,982	472,295
Bank of New York Mellon Corp.	7,353	376,694	Mohawk Industries, Inc.*	2,201	423,010
Goldman Sachs Group, Inc.	989	375,355	Lennar Corp. — Class A	3,366	334,412
American International Group, Inc.	7,858	374,041	LKQ Corp.*	4,710	231,826
Everest Re Group Ltd.	1,444	363,902	Whirlpool Corp.	1,042	227,177
Aflac, Inc.	6,651	356,893	BorgWarner, Inc.	4,268	207,169
Assurant, Inc.	2,214	345,782	Hanesbrands, Inc.	10,470	195,475
Comerica, Inc.	4,812	343,288	CarMax, Inc.*	1,300	167,895
Zions Bancorp North America	5,980	316,103	PVH Corp.*	1,507	162,138
Bank of America Corp.	7,515	309,843	Gap, Inc.	4,388	147,656
KeyCorp	14,887	307,417	Advance Auto Parts, Inc.	710	145,649
Franklin Resources, Inc.	9,430	301,666	Walmart, Inc.	692	97,586
Regions Financial Corp.	14,870	300,077	<b>Total Consumer, Cyclical</b>		<b>4,100,999</b>
Travelers Companies, Inc.	1,990	297,923	<b>ENERGY - 8.0%</b>		
Morgan Stanley	3,036	278,371	Valero Energy Corp.	8,154	636,664
Cincinnati Financial Corp.	2,300	268,226	Exxon Mobil Corp.	8,235	519,464
M&T Bank Corp.	1,774	257,780	Phillips 66	5,395	462,999
State Street Corp.	3,129	257,454	Marathon Petroleum Corp.	5,086	307,296
Truist Financial Corp.	4,318	239,649	Marathon Oil Corp.	21,786	296,725
Kimco Realty Corp. REIT	11,085	231,122	Kinder Morgan, Inc.	11,520	210,010
PNC Financial Services Group, Inc.	1,020	194,575	Pioneer Natural Resources Co.	937	152,281
Globe Life, Inc.	2,027	193,072	EOG Resources, Inc.	1,794	149,691
Huntington Bancshares, Inc.	12,897	184,040	Chevron Corp.	1,248	130,716
Chubb Ltd.	1,148	182,463	<b>Total Energy</b>		<b>2,865,846</b>
Raymond James Financial, Inc.	1,393	180,951	<b>COMMUNICATIONS - 6.4%</b>		
CBRE Group, Inc. — Class A*	2,016	172,832	Lumen Technologies, Inc.	51,876	704,995
Synchrony Financial	3,330	161,571	ViacomCBS, Inc. — Class B	6,780	306,456
U.S. Bancorp	2,700	153,819	AT&T, Inc.	7,690	221,318
JPMorgan Chase & Co.	856	133,142	DISH Network Corp. — Class A*	5,241	219,074
<b>Total Financial</b>		<b>15,922,803</b>	Juniper Networks, Inc.	6,402	175,095
<b>CONSUMER, NON-CYCLICAL - 16.5%</b>			Fox Corp. — Class A	4,074	151,267
CVS Health Corp.	6,894	575,235	Interpublic Group of Companies, Inc.	4,320	140,357
Centene Corp.*	7,470	544,787	Discovery, Inc. — Class C*	4,310	124,904
Archer-Daniels-Midland Co.	8,424	510,495	News Corp. — Class A	4,347	112,022
Kroger Co.	12,540	480,407	Discovery, Inc. — Class A* <sup>1</sup>	2,232	68,478
Molson Coors Beverage Co. — Class B*	8,229	441,815	Fox Corp. — Class B	1,880	66,176
Cigna Corp.	1,731	410,368	News Corp. — Class B	1,348	32,824
Tyson Foods, Inc. — Class A	5,170	381,339	<b>Total Communications</b>		<b>2,322,966</b>

**S&P 500® PURE VALUE FUND**

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>INDUSTRIAL - 4.6%</b>					
Westrock Co.	7,114	\$ 378,607			
Textron, Inc.	3,843	264,283			
Huntington Ingalls Industries, Inc.	1,020	214,965			
Howmet Aerospace, Inc.*	5,990	206,475			
Raytheon Technologies Corp.	2,098	178,981			
Westinghouse Air Brake Technologies Corp.	1,870	153,901			
General Dynamics Corp.	700	131,782			
General Electric Co.	8,955	120,534			
<b>Total Industrial</b>		<u>1,649,528</u>			
<b>TECHNOLOGY - 3.4%</b>					
Hewlett Packard Enterprise Co.	36,360	530,129			
Western Digital Corp.*	4,315	307,098			
HP, Inc.	7,409	223,678			
DXC Technology Co.*	4,296	167,286			
<b>Total Technology</b>		<u>1,228,191</u>			
<b>UTILITIES - 2.7%</b>					
Exelon Corp.	5,699	252,523			
Consolidated Edison, Inc.	1,960	140,571			
FirstEnergy Corp.	3,630	135,072			
Eversource Energy, Inc.	2,200	132,946			
Pinnacle West Capital Corp.	1,380	113,119			
PPL Corp.	3,700	103,489			
Edison International	1,540	89,043			
<b>Total Utilities</b>		<u>966,763</u>			
<b>BASIC MATERIALS - 2.2%</b>					
Nucor Corp.	3,876	371,825			
Mosaic Co.	8,705	277,776			
International Paper Co.	2,228	136,599			
<b>Total Basic Materials</b>		<u>786,200</u>			
<b>Total Common Stocks</b>					
(Cost \$24,834,638)		<u>35,777,103</u>			
<b>REPURCHASE AGREEMENTS††<sup>2</sup> - 0.1%</b>					
J.P. Morgan Securities LLC					
issued 06/30/21 at 0.05%					
due 07/01/21			\$ 18,512	\$ 18,512	
Barclays Capital, Inc.					
issued 06/30/21 at 0.03%					
due 07/01/21			7,288	7,288	
BofA Securities, Inc.					
issued 06/30/21 at 0.04%					
due 07/01/21			7,146	7,146	
<b>Total Repurchase Agreements</b>					
(Cost \$32,946)					<u>32,946</u>
			<b>SHARES</b>		
<b>SECURITIES LENDING COLLATERAL†<sup>3</sup> - 0.1%</b>					
<b>Money Market Fund</b>					
First American Government					
Obligations Fund — Class Z, 0.02% <sup>4</sup>			52,824	52,824	
<b>Total Securities Lending Collateral</b>					
(Cost \$52,824)					<u>52,824</u>
<b>Total Investments - 99.7%</b>					
(Cost \$24,920,408)					<u>\$ 35,862,873</u>
<b>Other Assets &amp; Liabilities, net - 0.3%</b>					<u>90,550</u>
<b>Total Net Assets - 100.0%</b>					<u>\$ 35,953,423</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.

<sup>1</sup> All or a portion of this security is on loan at June 30, 2021 — See Note 7.<sup>2</sup> Repurchase Agreements — See Note 6.<sup>3</sup> Securities lending collateral — See Note 7.<sup>4</sup> Rate indicated is the 7-day yield as of June 30, 2021.

plc — Public Limited Company

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

**S&P 500® PURE VALUE FUND**

The following table summarizes the inputs used to value the Fund's investments at June 30, 2021 (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	\$ 35,777,103	\$ —	\$ —	\$ 35,777,103
Repurchase Agreements	—	32,946	—	32,946
Securities Lending Collateral	52,824	—	—	52,824
Total Assets	\$ 35,829,927	\$ 32,946	\$ —	\$ 35,862,873

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments, at value - including \$52,279 of securities loaned (cost \$24,887,462)	\$ 35,829,927
Repurchase agreements, at value (cost \$32,946)	32,946
Receivables:	
Securities sold	480,211
Dividends	46,459
Securities lending income	50
<b>Total assets</b>	<b>36,389,593</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	288,228
Return of securities lending collateral	52,824
Management fees	26,879
Transfer agent and administrative fees	9,641
Investor service fees	8,960
Portfolio accounting fees	3,584
Trustees' fees*	324
Miscellaneous	45,730
<b>Total liabilities</b>	<b>436,170</b>

**Commitments and contingent liabilities (Note 11)**

<b>NET ASSETS</b>	<b>\$ 35,953,423</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 27,341,842
Total distributable earnings (loss)	8,611,581
<b>Net assets</b>	<b>\$ 35,953,423</b>
Capital shares outstanding	611,463
<b>Net asset value per share</b>	<b>\$58.80</b>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends	\$ 435,350
Interest	18
Income from securities lending, net	86
<b>Total investment income</b>	<b>435,454</b>

**EXPENSES:**

Management fees	132,071
Investor service fees	44,024
Transfer agent and administrative fees	55,132
Professional fees	25,346
Portfolio accounting fees	17,609
Custodian fees	2,379
Trustees' fees*	2,346
Miscellaneous	2,713
<b>Total expenses</b>	<b>281,620</b>
<b>Net investment income</b>	<b>153,834</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	269,364
<b>Net realized gain</b>	<b>269,364</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	6,310,563
<b>Net change in unrealized appreciation (depreciation)</b>	<b>6,310,563</b>
<b>Net realized and unrealized gain</b>	<b>6,579,927</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 6,733,761</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 153,834	\$ 207,689
Net realized gain (loss) on investments	269,364	(342,346)
Net change in unrealized appreciation (depreciation) on investments	6,310,563	(485,148)
Net increase (decrease) in net assets resulting from operations	6,733,761	(619,805)
Distributions to shareholders	—	(1,768,964)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	43,740,720	27,521,313
Distributions reinvested	—	1,768,964
Cost of shares redeemed	(40,520,187)	(33,633,141)
Net increase (decrease) from capital share transactions	3,220,533	(4,342,864)
Net increase (decrease) in net assets	9,954,294	(6,731,633)
<b>NET ASSETS:</b>		
Beginning of period	25,999,129	32,730,762
End of period	\$ 35,953,423	\$ 25,999,129
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	786,878	678,561
Shares issued from reinvestment of distributions	—	47,135
Shares redeemed	(731,446)	(733,904)
Net increase (decrease) in shares	55,432	(8,208)

## 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>d</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$46.76	\$58.01	\$48.02	\$61.83	\$56.45	\$50.08
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	.24	.46	.59	.53	.35	.83
Net gain (loss) on investments (realized and unrealized)	11.80	(7.59)	10.53	(7.82)	8.28	9.87
Total from investment operations	12.04	(7.13)	11.12	(7.29)	8.63	10.70
Less distributions from:						
Net investment income	—	(.85)	(.45)	(.53)	(.46)	(1.23)
Net realized gains	—	(3.27)	(.68)	(5.99)	(2.79)	(3.10)
Total distributions	—	(4.12)	(1.13)	(6.52)	(3.25)	(4.33)
Net asset value, end of period	\$58.80	\$46.76	\$58.01	\$48.02	\$61.83	\$56.45
<b>Total Return<sup>c</sup></b>	<b>25.75%</b>	<b>(10.56%)</b>	<b>23.27%</b>	<b>(13.32%)</b>	<b>15.86%</b>	<b>17.40%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$35,953	\$25,999	\$32,731	\$33,111	\$44,496	\$44,849
Ratios to average net assets:						
Net investment income (loss)	0.87%	1.08%	1.10%	0.91%	0.61%	0.88%
Total expenses	1.60%	1.73%	1.72%	1.63%	1.61%	1.56%
Portfolio turnover rate	100%	157%	144%	197%	127%	207%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

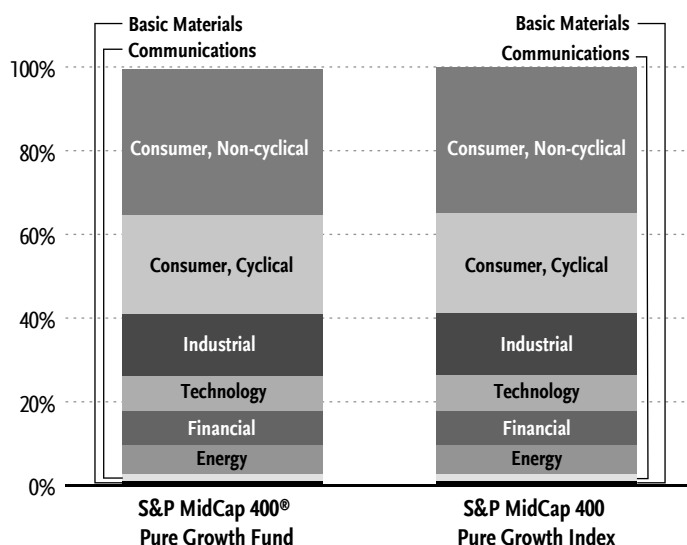
<sup>c</sup> Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase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

<sup>d</sup> Share split — Per share amounts for the year ended 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").

### 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)

STAAR Surgical Co.	3.3%
RH	3.0%
SLM Corp.	2.3%
Brighthouse Financial, Inc.	2.3%
Brooks Automation, Inc.	2.2%
Axon Enterprise, Inc.	2.2%
Medpace Holdings, Inc.	2.2%
Repligen Corp.	2.2%
Boston Beer Company, Inc. — Class A	2.2%
YETI Holdings, Inc.	2.1%
<b>Top Ten Total</b>	<b>24.0%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P MidCap 400® Pure Growth Fund	11.08%	48.66%	12.24%	9.08%
S&P MidCap 400 Pure Growth Index	12.08%	51.34%	14.11%	10.73%

\* 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.

‡ 6 month returns are not annualized.



**S&P MIDCAP 400® PURE GROWTH FUND**

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>CONSUMER, NON-CYCLICAL - 34.9%</b>					
STAAR Surgical Co.*	4,317	\$ 658,343	Trex Company, Inc.*	3,888	\$ 397,392
Medpace Holdings, Inc.*	2,457	433,980	II-VI, Inc.*	5,230	379,646
Repligen Corp.*	2,168	432,776	TopBuild Corp.*	1,740	344,137
Boston Beer Company, Inc. — Class A*	420	428,736	Knight-Swift Transportation Holdings, Inc.	5,229	237,710
Syneos Health, Inc.*	3,786	338,809	Timken Co.	2,128	171,496
R1 RCM, Inc.*	14,960	332,710	Simpson Manufacturing Company, Inc.	1,500	165,660
Paylocity Holding Corp.*	1,680	320,544	Tetra Tech, Inc.	1,049	128,020
Halozyne Therapeutics, Inc.*	6,337	287,763	Toro Co.	1,129	124,054
Darling Ingredients, Inc.*	4,250	286,875	Graco, Inc.	1,580	119,606
Quidel Corp.*	2,190	280,583	Cognex Corp.	1,394	117,166
Penumbra, Inc.*	924	253,231	Mercury Systems, Inc.*	1,578	104,590
HealthEquity, Inc.*	3,020	243,050	Universal Display Corp.	429	95,380
Bio-Techne Corp.	512	230,533	Lincoln Electric Holdings, Inc.	715	94,173
Emergent BioSolutions, Inc.*	3,630	228,654	<b>Total Industrial</b>		<b>2,921,560</b>
ASGN, Inc.*	2,090	202,584	<b>TECHNOLOGY - 8.5%</b>		
Amedisys, Inc.*	825	202,067	Brooks Automation, Inc.	4,660	444,005
Exelixis, Inc.*	10,921	198,981	Sailpoint Technologies Holdings, Inc.*	4,850	247,690
PRA Health Sciences, Inc.*	1,171	193,461	CMC Materials, Inc.	1,434	216,161
Helen of Troy Ltd.*	840	191,621	Lattice Semiconductor Corp.*	3,500	196,630
Masimo Corp.*	785	190,323	Fair Isaac Corp.*	355	178,451
FTI Consulting, Inc.*	1,209	165,162	Qualys, Inc.*	1,550	156,069
Arrowhead Pharmaceuticals, Inc.*	1,941	160,753	Lumentum Holdings, Inc.*	1,694	138,959
Neurocrine Biosciences, Inc.*	1,540	149,873	MKS Instruments, Inc.	597	106,236
Inspireity, Inc.	1,520	137,362	<b>Total Technology</b>		<b>1,684,201</b>
LHC Group, Inc.*	670	134,174	<b>FINANCIAL - 8.2%</b>		
Jazz Pharmaceuticals plc*	661	117,420	SLM Corp.	21,660	453,560
Chemed Corp.	190	90,155	Brighthouse Financial, Inc.*	9,870	449,480
<b>Total Consumer, Non-cyclical</b>		<b>6,890,523</b>	Kinsale Capital Group, Inc.	1,810	298,234
<b>CONSUMER, CYCLICAL - 23.6%</b>			Brown & Brown, Inc.	3,020	160,483
RH*	859	583,261	Primerica, Inc.	925	141,654
YETI Holdings, Inc.*	4,490	412,272	Interactive Brokers Group, Inc. — Class A	1,800	118,314
Wingstop, Inc.	2,462	388,085	<b>Total Financial</b>		<b>1,621,725</b>
Scotts Miracle-Gro Co. — Class A	1,924	369,254	<b>ENERGY - 6.8%</b>		
Fox Factory Holding Corp.*	2,362	367,669	SolarEdge Technologies, Inc.*	1,433	396,038
Lithia Motors, Inc. — Class A	1,029	353,606	Sunrun, Inc.*	5,450	304,001
Crocs, Inc.*	2,970	346,065	Antero Midstream Corp.	26,250	272,738
Williams-Sonoma, Inc.	2,123	338,937	First Solar, Inc.*	2,697	244,106
Deckers Outdoor Corp.*	760	291,893	CNX Resources Corp.*	9,320	127,311
Ollie's Bargain Outlet Holdings, Inc.*	3,096	260,466	<b>Total Energy</b>		<b>1,344,194</b>
Churchill Downs, Inc.	1,281	253,971	<b>COMMUNICATIONS - 1.6%</b>		
Five Below, Inc.*	1,112	214,916	Cable One, Inc.	80	153,025
Tempur Sealy International, Inc.	4,250	166,557	FactSet Research Systems, Inc.	320	107,395
Texas Roadhouse, Inc. — Class A	1,130	108,706	New York Times Co. — Class A	1,483	64,585
Mattel, Inc.*	5,339	107,314	<b>Total Communications</b>		<b>325,005</b>
Jack in the Box, Inc.	830	92,495	<b>BASIC MATERIALS - 1.1%</b>		
<b>Total Consumer, Cyclical</b>		<b>4,655,467</b>	Cleveland-Cliffs, Inc.* <sup>1</sup>	9,820	211,719
<b>INDUSTRIAL - 14.8%</b>			<b>Total Common Stocks</b>		<b>19,654,394</b>
Axon Enterprise, Inc.*	2,503	442,530	(Cost \$14,181,693)		

**S&P MIDCAP 400® PURE GROWTH FUND**

	FACE AMOUNT	VALUE		SHARES	VALUE
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.7%</b>					
J.P. Morgan Securities LLC issued 06/30/21 at 0.05% due 07/01/21	\$ 78,908	\$ 78,908			
Barclays Capital, Inc. issued 06/30/21 at 0.03% due 07/01/21	31,066	31,066			
BofA Securities, Inc. issued 06/30/21 at 0.04% due 07/01/21	30,457	30,457			
<b>Total Repurchase Agreements</b> (Cost \$140,431)		140,431			
<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 0.1%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.02% <sup>4</sup>			11,696	\$	11,696
<b>Total Securities Lending Collateral</b> (Cost \$11,696)					11,696
<b>Total Investments - 100.3%</b> (Cost \$14,333,820)				\$	19,806,521
<b>Other Assets &amp; Liabilities, net - (0.3)%</b>					(57,046)
<b>Total Net Assets - 100.0%</b>				\$	19,749,475

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at June 30, 2021 — See Note 7.<sup>2</sup> Repurchase Agreements — See Note 6.<sup>3</sup> Securities lending collateral — See Note 7.<sup>4</sup> Rate indicated is the 7-day yield as of June 30, 2021.

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 June 30, 2021 (See Note 4 in the Notes to Financial Statements):

	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
<b>Investments in Securities (Assets)</b>				
Common Stocks	\$ 19,654,394	\$ —	\$ —	\$ 19,654,394
Repurchase Agreements	—	140,431	—	140,431
Securities Lending Collateral	11,696	—	—	11,696
<b>Total Assets</b>	<b>\$ 19,666,090</b>	<b>\$ 140,431</b>	<b>\$ —</b>	<b>\$ 19,806,521</b>

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments, at value - including \$11,729 of securities loaned (cost \$14,193,389)	\$ 19,666,090
Repurchase agreements, at value (cost \$140,431)	140,431
Receivables:	
Fund shares sold	214,478
Dividends	1,689
Securities lending income	17
<b>Total assets</b>	<b>20,022,705</b>

**LIABILITIES:**

Payable for:	
Securities purchased	201,360
Management fees	11,950
Return of securities lending collateral	11,696
Fund shares redeemed	8,181
Transfer agent and administrative fees	4,286
Investor service fees	3,983
Portfolio accounting fees	1,593
Trustees' fees*	214
Miscellaneous	29,967
<b>Total liabilities</b>	<b>273,230</b>

<b>Commitments and contingent liabilities (Note 11)</b>	<b>—</b>
<b>NET ASSETS</b>	<b>\$ 19,749,475</b>

**NET ASSETS CONSIST OF:**

Paid in capital	\$ 12,469,923
Total distributable earnings (loss)	7,279,552
<b>Net assets</b>	<b>\$ 19,749,475</b>
Capital shares outstanding	392,419
<b>Net asset value per share</b>	<b>\$50.33</b>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends	\$ 33,984
Interest	16
Income from securities lending, net	47
<b>Total investment income</b>	<b>34,047</b>

**EXPENSES:**

Management fees	76,093
Investor service fees	25,364
Transfer agent and administrative fees	33,388
Professional fees	14,166
Portfolio accounting fees	10,146
Trustees' fees*	1,949
Custodian fees	1,437
Miscellaneous	481
<b>Total expenses</b>	<b>163,024</b>
<b>Net investment loss</b>	<b>(128,977)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	869,148
<b>Net realized gain</b>	<b>869,148</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	1,274,925
<b>Net change in unrealized appreciation (depreciation)</b>	<b>1,274,925</b>
<b>Net realized and unrealized gain</b>	<b>2,144,073</b>

<b>Net increase in net assets resulting from operations</b>	<b>\$ 2,015,096</b>
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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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (128,977)	\$ (161,933)
Net realized gain on investments	869,148	1,838,567
Net change in unrealized appreciation (depreciation) on investments	1,274,925	3,082,718
Net increase in net assets resulting from operations	2,015,096	4,759,352
Distributions to shareholders	—	(549,822)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	9,825,708	23,579,335
Distributions reinvested	—	549,822
Cost of shares redeemed	(12,960,987)	(20,206,916)
Net increase (decrease) from capital share transactions	(3,135,279)	3,922,241
Net increase (decrease) in net assets	(1,120,183)	8,131,771
<b>NET ASSETS:</b>		
Beginning of period	20,869,658	12,737,887
End of period	\$ 19,749,475	\$ 20,869,658
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	197,418	651,346
Shares issued from reinvestment of distributions	—	15,320
Shares redeemed	(265,553)	(558,244)
Net increase (decrease) in shares	(68,135)	108,422

**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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Per Share Data</b>						
Net asset value, beginning of period	\$45.31	\$36.17	\$31.34	\$39.31	\$33.11	\$32.23
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.31)	(.41)	(.27)	(.28)	(.25)	(.22)
Net gain (loss) on investments (realized and unrealized)	5.33	11.04	5.10	(4.97)	6.45	1.10
Total from investment operations	5.02	10.63	4.83	(5.25)	6.20	.88
Less distributions from:						
Net realized gains	—	(1.49)	—	(2.72)	—	—
Total distributions	—	(1.49)	—	(2.72)	—	—
Net asset value, end of period	\$50.33	\$45.31	\$36.17	\$31.34	\$39.31	\$33.11
<b>Total Return<sup>c</sup></b>	<b>11.08%</b>	<b>30.47%</b>	<b>15.41%</b>	<b>(14.83%)</b>	<b>18.73%</b>	<b>2.70%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$19,749	\$20,870	\$12,738	\$14,210	\$20,394	\$19,061
Ratios to average net assets:						
Net investment income (loss)	(1.27%)	(1.13%)	(0.77%)	(0.72%)	(0.70%)	(0.71%)
Total expenses	1.61%	1.72%	1.73%	1.62%	1.61%	1.56%
Portfolio turnover rate	54%	204%	176%	183%	233%	296%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

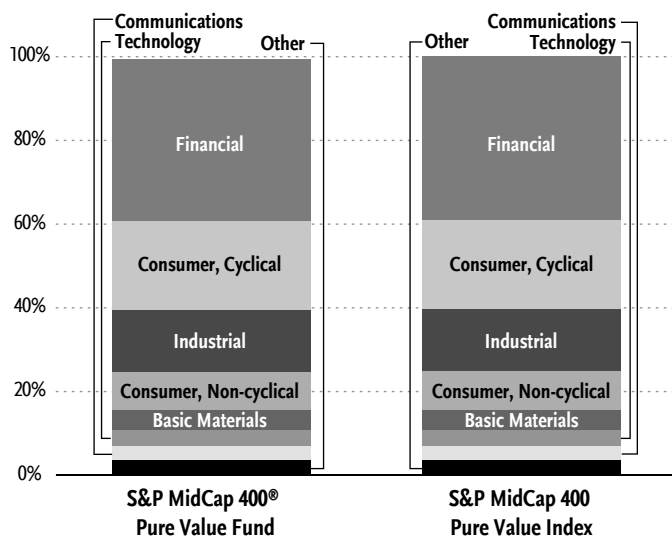
<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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").

### 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)

HollyFrontier Corp.	2.2%
Telephone & Data Systems, Inc.	2.2%
Navient Corp.	2.1%
Avnet, Inc.	2.1%
Commercial Metals Co.	2.1%
Kohl's Corp.	1.9%
World Fuel Services Corp.	1.8%
AutoNation, Inc.	1.8%
Graham Holdings Co. — Class B	1.8%
SYNNEX Corp.	1.8%
<b>Top Ten Total</b>	<b>19.8%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P MidCap 400® Pure Value Fund	24.81%	81.11%	12.45%	10.10%
S&P MidCap 400 Pure Value Index	25.97%	85.12%	14.48%	12.19%

\* 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.

‡ 6 month returns are not annualized.

## June 30, 2021

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.4%</b>					
<b>FINANCIAL - 38.8%</b>					
Navient Corp.	26,682	\$ 515,763	Dana, Inc.	14,738	\$ 350,175
Jefferies Financial Group, Inc.	11,497	393,197	Taylor Morrison Home Corp. — Class A*	13,233	349,616
Reinsurance Group of America, Inc. — Class A	3,185	363,090	Univar Solutions, Inc.*	13,960	340,345
Old Republic International Corp.	13,826	344,406	Tri Pointe Homes, Inc.*	15,848	339,623
Mercury General Corp.	4,881	317,021	KB Home	6,560	267,123
CNO Financial Group, Inc.	13,182	311,359	Murphy USA, Inc.	1,790	238,732
Associated Banc-Corp.	13,274	271,852	Goodyear Tire & Rubber Co.*	12,322	211,322
Macerich Co. REIT	14,590	266,267	BJ's Wholesale Club Holdings, Inc.*	4,404	209,542
Sterling Bancorp	10,707	265,427	Lear Corp.	1,078	188,952
First American Financial Corp.	4,250	264,987	Thor Industries, Inc.	1,540	174,020
FNB Corp.	21,484	264,898	Urban Outfitters, Inc.*	3,655	150,659
Jones Lang LaSalle, Inc.*	1,290	252,144	Adient plc*	3,289	148,663
Valley National Bancorp	17,593	236,274	KAR Auction Services, Inc.*	5,257	92,260
Wintrust Financial Corp.	3,100	234,453	<b>Total Consumer, Cyclical</b>		<b>5,085,606</b>
SL Green Realty Corp. REIT	2,830	226,400	<b>INDUSTRIAL - 14.9%</b>		
First Horizon Corp.	12,714	219,698	Avnet, Inc.	12,646	506,851
Fulton Financial Corp.	13,880	219,026	SYNNEX Corp.	3,487	424,577
Pinnacle Financial Partners, Inc.	2,370	209,247	Arrow Electronics, Inc.*	3,343	380,534
Alleghany Corp.*	310	206,792	Ryder System, Inc.	4,023	299,029
Bank OZK	4,887	206,036	Jabil, Inc.	5,100	296,412
Washington Federal, Inc.	6,440	204,663	MasTec, Inc.*	2,230	236,603
New York Community Bancorp, Inc.	18,120	199,682	Greif, Inc. — Class A	3,772	228,395
Hancock Whitney Corp.	4,391	195,136	EMCOR Group, Inc.	1,740	214,351
Hanover Insurance Group, Inc.	1,410	191,252	Oshkosh Corp.	1,400	174,496
Trustmark Corp.	6,110	188,188	MDU Resources Group, Inc.	5,288	165,726
American Financial Group, Inc.	1,490	185,833	AECOM*	2,363	149,625
Kemper Corp.	2,431	179,651	Dycom Industries, Inc.*	1,677	124,987
Cathay General Bancorp	4,530	178,301	Kirby Corp.*	1,770	107,333
United Bankshares, Inc.	4,810	175,565	Colfax Corp.*	2,270	103,989
MGIC Investment Corp.	12,780	173,808	Trinity Industries, Inc.	3,554	95,567
Synovus Financial Corp.	3,876	170,079	GATX Corp.	890	78,738
Alliance Data Systems Corp.	1,600	166,704	<b>Total Industrial</b>		<b>3,587,213</b>
International Bancshares Corp.	3,710	159,307	<b>CONSUMER, NON-CYCLICAL - 9.1%</b>		
BancorpSouth Bank	4,980	141,083	Graham Holdings Co. — Class B	680	431,052
Prosperity Bancshares, Inc.	1,894	135,989	ManpowerGroup, Inc.	2,799	332,829
Webster Financial Corp.	2,483	132,443	Sprouts Farmers Market, Inc.*	12,007	298,374
East West Bancorp, Inc.	1,817	130,261	Pilgrim's Pride Corp.*	13,000	288,340
Pebblebrook Hotel Trust REIT	5,256	123,779	Tenet Healthcare Corp.*	3,608	241,700
UMB Financial Corp.	1,300	120,978	TreeHouse Foods, Inc.*	5,066	225,538
CIT Group, Inc.	2,232	115,149	Adtalem Global Education, Inc.*	4,921	175,384
Selective Insurance Group, Inc.	1,350	109,552	Ingredion, Inc.	1,399	126,610
Janus Henderson Group plc	2,550	98,966	Strategic Education, Inc.	850	64,651
Texas Capital Bancshares, Inc.*	1,475	93,648	<b>Total Consumer, Non-cyclical</b>		<b>2,184,478</b>
Sabra Health Care REIT, Inc.	5,060	92,092	<b>BASIC MATERIALS - 4.8%</b>		
Cousins Properties, Inc. REIT	2,460	90,479	Commercial Metals Co.	16,069	493,640
<b>Total Financial</b>		<b>9,340,925</b>	Steel Dynamics, Inc.	3,237	192,925
<b>CONSUMER, CYCLICAL - 21.1%</b>			Reliance Steel & Aluminum Co.	1,208	182,287
Kohl's Corp.	8,090	445,840	United States Steel Corp.	6,301	151,224
World Fuel Services Corp.	13,596	431,401	Minerals Technologies, Inc.	1,573	123,748
AutoNation, Inc.*	4,547	431,101	<b>Total Basic Materials</b>		<b>1,143,824</b>
Foot Locker, Inc.	5,904	363,864	<b>TECHNOLOGY - 3.8%</b>		
Dick's Sporting Goods, Inc.	3,517	352,368	Xerox Holdings Corp.	17,560	412,484
			NCR Corp.*	4,790	218,472

**S&P MIDCAP 400® PURE VALUE FUND**

	SHARES	VALUE		FACE AMOUNT	VALUE
NetScout Systems, Inc.*	5,764	\$ 164,505	<b>REPURCHASE AGREEMENTS<sup>††,1</sup> - 0.5%</b>		
KBR, Inc.	3,080	117,502	J.P. Morgan Securities LLC		
<b>Total Technology</b>		<u>912,963</u>	issued 06/30/21 at 0.05%		
<b>COMMUNICATIONS - 3.3%</b>			due 07/01/21	\$ 62,559	\$ 62,559
Telephone & Data Systems, Inc.	23,605	534,889	Barclays Capital, Inc.		
Viasat, Inc.*	5,040	251,194	issued 06/30/21 at 0.03%		
<b>Total Communications</b>		<u>786,083</u>	due 07/01/21	24,629	24,629
<b>ENERGY - 2.2%</b>			BofA Securities, Inc.		
HollyFrontier Corp.	16,310	536,599	issued 06/30/21 at 0.04%		
<b>UTILITIES - 1.4%</b>			due 07/01/21	24,146	24,146
Southwest Gas Holdings, Inc.	1,986	131,453	<b>Total Repurchase Agreements</b>		
UGI Corp.	2,581	119,526	(Cost \$111,334)		111,334
ALLETE, Inc.	1,310	91,674	<b>Total Investments - 99.9%</b>		
<b>Total Utilities</b>		<u>342,653</u>	(Cost \$18,057,392)		\$ 24,031,678
<b>Total Common Stocks</b>			<b>Other Assets &amp; Liabilities, net - 0.1%</b>		19,146
(Cost \$17,946,058)		<u>23,920,344</u>	<b>Total Net Assets - 100.0%</b>		\$ 24,050,824

\* Non-income producing security.

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

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

<sup>1</sup> 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 June 30, 2021 (See Note 4 in the Notes to Financial Statements):

	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
<b>Investments in Securities (Assets)</b>				
Common Stocks	\$ 23,920,344	\$ —	\$ —	\$ 23,920,344
Repurchase Agreements	—	111,334	—	111,334
<b>Total Assets</b>	<b>\$ 23,920,344</b>	<b>\$ 111,334</b>	<b>\$ —</b>	<b>\$ 24,031,678</b>



**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments, at value (cost \$17,946,058)	\$ 23,920,344
Repurchase agreements, at value (cost \$111,334)	111,334
Receivables:	
Securities sold	141,929
Dividends	26,140
<b>Total assets</b>	<b>24,199,747</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	91,448
Management fees	15,567
Professional fees	12,973
Transfer agent and administrative fees	5,584
Investor service fees	5,189
Portfolio accounting fees	2,076
Trustees' fees*	205
Miscellaneous	15,881

<b>Total liabilities</b>	<b>148,923</b>
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<b>Commitments and contingent liabilities (Note 11)</b>	<b>—</b>
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<b>NET ASSETS</b>	<b>\$ 24,050,824</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 18,651,521
Total distributable earnings (loss)	5,399,303
<b>Net assets</b>	<b>\$ 24,050,824</b>
Capital shares outstanding	445,657
Net asset value per share	\$53.97

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends	\$ 218,146
Interest	12
Income from securities lending, net	1,444
<b>Total investment income</b>	<b>219,602</b>

**EXPENSES:**

Management fees	80,253
Investor service fees	26,751
Transfer agent and administrative fees	33,964
Professional fees	14,505
Portfolio accounting fees	10,700
Trustees' fees*	1,597
Custodian fees	1,464
Miscellaneous	2,057
<b>Total expenses</b>	<b>171,291</b>
<b>Net investment income</b>	<b>48,311</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	152,530
<b>Net realized gain</b>	<b>152,530</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	3,606,181
<b>Net change in unrealized appreciation (depreciation)</b>	<b>3,606,181</b>
<b>Net realized and unrealized gain</b>	<b>3,758,711</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 3,807,022</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 48,311	\$ 22,361
Net realized gain on investments	152,530	101,276
Net change in unrealized appreciation (depreciation) on investments	3,606,181	1,081,423
Net increase in net assets resulting from operations	3,807,022	1,205,060
Distributions to shareholders	—	(307,126)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	24,148,815	24,813,296
Distributions reinvested	—	307,126
Cost of shares redeemed	(20,273,190)	(19,068,103)
Net increase from capital share transactions	3,875,625	6,052,319
Net increase in net assets	7,682,647	6,950,253
<b>NET ASSETS:</b>		
Beginning of period	16,368,177	9,417,924
End of period	\$ 24,050,824	\$ 16,368,177
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	468,908	687,958
Shares issued from reinvestment of distributions	—	9,769
Shares redeemed	(401,827)	(542,587)
Net increase in shares	67,081	155,140

**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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>d</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$43.24	\$42.15	\$34.42	\$49.79	\$54.35	\$42.30
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	.12	.09	.14	(.01)	(.05)	(.06)
Net gain (loss) on investments (realized and unrealized)	10.61	2.49	7.59	(7.95)	6.13	12.41
Total from investment operations	10.73	2.58	7.73	(7.96)	6.08	12.35
Less distributions from:						
Net investment income	—	(.15)	—	—	—	(.30)
Net realized gains	—	(1.34)	—	(7.41)	(10.64)	—
Total distributions	—	(1.49)	—	(7.41)	(10.64)	(.30)
Net asset value, end of period	\$53.97	\$43.24	\$42.15	\$34.42	\$49.79	\$54.35
<b>Total Return<sup>c</sup></b>	<b>24.81%</b>	<b>7.42%</b>	<b>22.46%</b>	<b>(18.98%)</b>	<b>13.15%</b>	<b>28.89%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$24,051	\$16,368	\$9,418	\$8,985	\$17,415	\$30,207
Ratios to average net assets:						
Net investment income (loss)	0.45%	0.27%	0.35%	(0.03%)	(0.10%)	(0.07%)
Total expenses	1.60%	1.72%	1.73%	1.62%	1.61%	1.56%
Portfolio turnover rate	83%	320%	188%	145%	144%	282%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

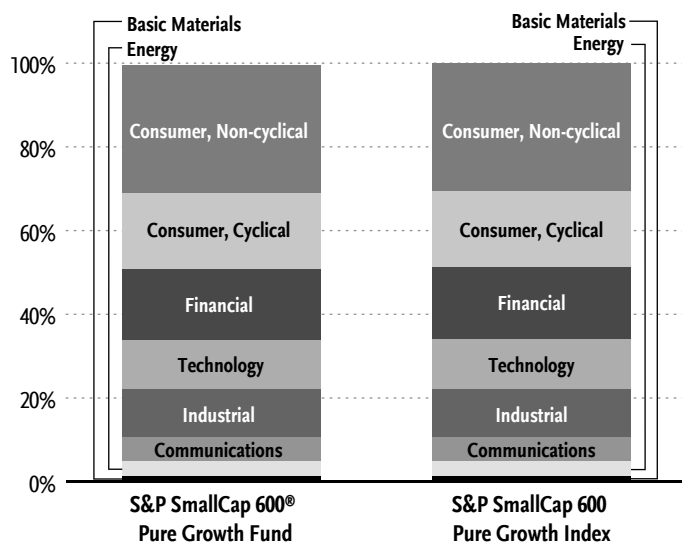
<sup>c</sup> Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase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

<sup>d</sup> Share split — Per share amounts for the year ended 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").

### 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)

Vista Outdoor, Inc.	2.4%
Fulgent Genetics, Inc.	2.4%
Mr Cooper Group, Inc.	1.9%
Bonanza Creek Energy, Inc.	1.9%
MarineMax, Inc.	1.9%
Celsius Holdings, Inc.	1.8%
Big Lots, Inc.	1.8%
Hibbett, Inc.	1.8%
Community Health Systems, Inc.	1.8%
Medifast, Inc.	1.7%
<b>Top Ten Total</b>	<b>19.4%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P SmallCap 600® Pure Growth Fund	17.12%	60.09%	13.49%	10.85%
S&P SmallCap 600 Pure Growth Index	18.16%	63.40%	15.62%	12.87%

\* 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.

‡ 6 month returns are not annualized.

**S&P SMALLCAP 600® PURE GROWTH FUND**

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>CONSUMER, NON-CYCLICAL - 30.6%</b>					
Fulgent Genetics, Inc.* <sup>1</sup>	4,942	\$ 455,801	LCI Industries	510	\$ 67,024
Celsius Holdings, Inc.*	4,560	346,971	Dorman Products, Inc.*	620	64,275
Community Health Systems, Inc.*	21,700	335,048	Shake Shack, Inc. — Class A*	584	62,500
Medifast, Inc.	1,141	322,880	Tupperware Brands Corp.*	1,730	41,087
Alarm.com Holdings, Inc.*	2,621	221,999	<b>Total Consumer, Cyclical</b>		<b>3,400,049</b>
Joint Corp.*	2,620	219,870	<b>FINANCIAL - 16.9%</b>		
Meridian Bioscience, Inc.*	8,780	194,740	Mr Cooper Group, Inc.*	10,930	361,346
Corcept Therapeutics, Inc.*	8,566	188,452	Innovative Industrial Properties, Inc. REIT	1,473	281,372
Zynex, Inc.* <sup>1</sup>	11,402	177,073	St. Joe Co.	5,742	256,151
Rent-A-Center, Inc.	3,109	164,995	Trupanion, Inc.*	2,170	249,767
Coherus Biosciences, Inc.*	11,920	164,854	Safehold, Inc. REIT	2,814	220,899
Collegium Pharmaceutical, Inc.*	6,800	160,752	Brightsphere Investment Group, Inc.	8,390	196,578
Avanos Medical, Inc.*	4,400	160,028	StoneX Group, Inc.*	3,224	195,600
Merit Medical Systems, Inc.*	2,450	158,417	HCI Group, Inc. <sup>1</sup>	1,740	173,008
Supernus Pharmaceuticals, Inc.*	4,980	153,334	Virtus Investment Partners, Inc.	604	167,773
Innoviva, Inc.*	11,398	152,847	Axos Financial, Inc.*	3,200	148,448
National Beverage Corp.	3,140	148,302	Palomar Holdings, Inc.*	1,910	144,129
B&G Foods, Inc. <sup>1</sup>	4,490	147,272	Triumph Bancorp, Inc.*	1,890	140,333
Ensign Group, Inc.	1,670	144,739	ServisFirst Bancshares, Inc.	1,930	131,201
NeoGenomics, Inc.*	3,110	140,478	Essential Properties Realty Trust, Inc. REIT	4,204	113,676
Green Dot Corp. — Class A*	2,980	139,613	Walker & Dunlop, Inc.	1,060	110,643
Pennant Group, Inc.*	3,276	133,988	eHealth, Inc.*	1,400	81,760
Pacira BioSciences, Inc.*	2,160	131,069	PRA Group, Inc.*	2,090	80,402
ModivCare, Inc.*	770	130,954	NMI Holdings, Inc. — Class A*	3,244	72,925
Vericel Corp.*	2,480	130,200	Community Healthcare Trust, Inc. REIT	1,243	58,993
Arlo Technologies, Inc.*	14,180	95,998	<b>Total Financial</b>		<b>3,185,004</b>
Xencor, Inc.*	2,700	93,123	<b>TECHNOLOGY - 11.8%</b>		
REGENXBIO, Inc.*	2,262	87,879	MicroStrategy, Inc. — Class A* <sup>1</sup>	443	294,374
Luminex Corp.	2,290	84,272	SPS Commerce, Inc.*	1,681	167,848
Omniceil, Inc.*	550	83,298	Simulations Plus, Inc.	2,910	159,788
Cytokinetics, Inc.* <sup>1</sup>	3,560	70,452	TTEC Holdings, Inc.	1,521	156,800
EVERTEC, Inc.	1,535	67,003	Ultra Clean Holdings, Inc.*	2,547	136,825
LeMaitre Vascular, Inc.	1,094	66,756	Onto Innovation, Inc.*	1,870	136,585
Heska Corp.*	280	64,324	LivePerson, Inc.*	1,910	120,788
Addus HomeCare Corp.*	657	57,317	FormFactor, Inc.*	3,026	110,328
WD-40 Co.	210	53,821	Agilysys, Inc.*	1,831	104,129
Tactile Systems Technology, Inc.*	1,020	53,040	Power Integrations, Inc.	1,246	102,247
Forrester Research, Inc.*	1,130	51,754	Diodes, Inc.*	1,225	97,718
<b>Total Consumer, Non-cyclical</b>		<b>5,753,713</b>	Ebix, Inc.	2,850	96,615
<b>CONSUMER, CYCLICAL - 18.1%</b>			CEVA, Inc.*	2,000	94,600
Vista Outdoor, Inc.*	9,950	460,486	Allscripts Healthcare Solutions, Inc.*	5,010	92,735
MarineMax, Inc.*	7,290	355,315	ExlService Holdings, Inc.*	811	86,177
Big Lots, Inc.	5,197	343,054	8x8, Inc.*	2,697	74,869
Hibbett, Inc.	3,760	337,009	Tabula Rasa HealthCare, Inc.*	1,410	70,500
Century Communities, Inc.	4,390	292,111	Cohu, Inc.*	1,870	68,797
LGI Homes, Inc.*	1,621	262,505	OneSpan, Inc.*	2,220	56,698
iRobot Corp.*	2,750	256,822	<b>Total Technology</b>		<b>2,228,421</b>
Sleep Number Corp.*	2,089	229,686	<b>INDUSTRIAL - 11.5%</b>		
Installed Building Products, Inc.	1,540	188,434	Chart Industries, Inc.*	1,530	223,870
Meritage Homes Corp.*	1,510	142,061	Vicor Corp.*	1,754	185,468
Lumber Liquidators Holdings, Inc.*	5,340	112,674	Advanced Energy Industries, Inc.	1,624	183,041
Dine Brands Global, Inc.*	1,220	108,885	Comfort Systems USA, Inc.	2,280	179,641
PetMed Express, Inc. <sup>1</sup>	2,390	76,121	Saia, Inc.*	835	174,924
			AeroVironment, Inc.*	1,350	135,203

**S&P SMALLCAP 600® PURE GROWTH FUND**

	SHARES	VALUE		FACE AMOUNT	VALUE
Patrick Industries, Inc.	1,822	\$ 133,006	<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.7%</b>		
PGT Innovations, Inc.*	5,310	123,351	J.P. Morgan Securities LLC		
Matson, Inc.	1,490	95,360	issued 06/30/21 at 0.05%		
AAON, Inc.	1,480	92,633	due 07/01/21	\$ 69,730	\$ 69,730
Alamo Group, Inc.	540	82,447	Barclays Capital, Inc.		
Forward Air Corp.	913	81,942	issued 06/30/21 at 0.03%		
Exponent, Inc.	830	74,044	due 07/01/21	27,453	27,453
Federal Signal Corp.	1,839	73,983	BofA Securities, Inc.		
Gibraltar Industries, Inc.*	930	70,969	issued 06/30/21 at 0.04%		
Marten Transport Ltd.	4,280	70,577	due 07/01/21	26,914	26,914
Proto Labs, Inc.*	720	66,096	<b>Total Repurchase Agreements</b>		
Franklin Electric Company, Inc.	761	61,352	(Cost \$124,097)		124,097
Badger Meter, Inc.	620	60,834			
<b>Total Industrial</b>		<u>2,168,741</u>		<b>SHARES</b>	
<b>COMMUNICATIONS - 5.7%</b>			<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 5.4%</b>		
TechTarget, Inc.*	3,159	244,791	<b>Money Market Fund</b>		
Stamps.com, Inc.*	1,008	201,893	First American Government		
Shutterstock, Inc.	1,701	166,987	Obligations Fund — Class Z, 0.02% <sup>4</sup>	1,019,454	1,019,454
Perficient, Inc.*	1,384	111,301	<b>Total Securities Lending Collateral</b>		
Vonage Holdings Corp.*	7,270	104,761	(Cost \$1,019,454)		1,019,454
Cincinnati Bell, Inc.*	6,000	92,520	<b>Total Investments - 105.6%</b>		
QuinStreet, Inc.*	4,529	84,149	(Cost \$14,783,993)		\$ 19,866,731
Viavi Solutions, Inc.*	3,487	61,580	<b>Other Assets &amp; Liabilities, net - (5.6)%</b>		(1,046,419)
<b>Total Communications</b>		<u>1,067,982</u>	<b>Total Net Assets - 100.0%</b>		\$ 18,820,312
<b>ENERGY - 3.7%</b>					
Bonanza Creek Energy, Inc.	7,550	355,378			
Renewable Energy Group, Inc.*	4,199	261,766			
DMC Global, Inc.*	1,238	69,588			
<b>Total Energy</b>		<u>686,732</u>			
<b>BASIC MATERIALS - 1.2%</b>					
Quaker Chemical Corp.	510	120,967			
Livent Corp.*	5,763	111,571			
<b>Total Basic Materials</b>		<u>232,538</u>			
<b>Total Common Stocks</b>					
(Cost \$13,640,442)		<u>18,723,180</u>			

\* Non-income producing security.

<sup>†</sup> Value determined based on Level 1 inputs — See Note 4.<sup>††</sup> Value determined based on Level 2 inputs — See Note 4.<sup>1</sup> All or a portion of this security is on loan at June 30, 2021 — See Note 7.<sup>2</sup> Repurchase Agreements — See Note 6.<sup>3</sup> Securities lending collateral — See Note 7.<sup>4</sup> Rate indicated is the 7-day yield as of June 30, 2021.

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 June 30, 2021 (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	\$ 18,723,180	\$ —	\$ —	\$ 18,723,180
Repurchase Agreements	—	124,097	—	124,097
Securities Lending Collateral	1,019,454	—	—	1,019,454
Total Assets	\$ 19,742,634	\$ 124,097	\$ —	\$ 19,866,731

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments, at value - including \$976,851 of securities loaned (cost \$14,659,896)	\$ 19,742,634
Repurchase agreements, at value (cost \$124,097)	124,097
Receivables:	
Fund shares sold	218,113
Dividends	9,142
Securities lending income	318
<b>Total assets</b>	<b>20,094,304</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	1,019,454
Securities purchased	209,052
Management fees	10,928
Transfer agent and administrative fees	3,920
Investor service fees	3,643
Portfolio accounting fees	1,457
Fund shares redeemed	915
Trustees' fees*	174
Miscellaneous	24,449
<b>Total liabilities</b>	<b>1,273,992</b>

<b>Commitments and contingent liabilities (Note 11)</b>	<b>—</b>
<b>NET ASSETS</b>	<b>\$ 18,820,312</b>

**NET ASSETS CONSIST OF:**

Paid in capital	\$ 14,046,085
Total distributable earnings (loss)	4,774,227
<b>Net assets</b>	<b>\$ 18,820,312</b>
Capital shares outstanding	264,292
Net asset value per share	\$71.21

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends	\$ 38,852
Interest	14
Income from securities lending, net	4,178
<b>Total investment income</b>	<b>43,044</b>

**EXPENSES:**

Management fees	71,192
Investor service fees	23,731
Transfer agent and administrative fees	30,163
Professional fees	13,222
Portfolio accounting fees	9,492
Trustees' fees*	1,396
Custodian fees	1,299
Miscellaneous	1,997
<b>Total expenses</b>	<b>152,492</b>
<b>Net investment loss</b>	<b>(109,448)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	223,641
<b>Net realized gain</b>	<b>223,641</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	2,417,922
<b>Net change in unrealized appreciation (depreciation)</b>	<b>2,417,922</b>
<b>Net realized and unrealized gain</b>	<b>2,641,563</b>

<b>Net increase in net assets resulting from operations</b>	<b>\$ 2,532,115</b>
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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**

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (109,448)	\$ (88,147)
Net realized gain on investments	223,641	167,890
Net change in unrealized appreciation (depreciation) on investments	2,417,922	1,703,710
Net increase in net assets resulting from operations	2,532,115	1,783,453
Distributions to shareholders	—	(448,156)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	22,943,704	19,287,441
Distributions reinvested	—	448,156
Cost of shares redeemed	(22,669,644)	(17,379,693)
Net increase from capital share transactions	274,060	2,355,904
Net increase in net assets	2,806,175	3,691,201
<b>NET ASSETS:</b>		
Beginning of period	16,014,137	12,322,936
End of period	\$ 18,820,312	\$ 16,014,137
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	327,643	387,331
Shares issued from reinvestment of distributions	—	9,650
Shares redeemed	(326,761)	(356,659)
Net increase in shares	882	40,322

**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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Per Share Data</b>						
Net asset value, beginning of period	\$60.80	\$55.24	\$49.07	\$54.95	\$49.86	\$42.01
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.40)	(.45)	(.36)	(.60)	(.47)	(.14)
Net gain (loss) on investments (realized and unrealized)	10.81	8.42	6.53	(4.12)	8.25	7.99
Total from investment operations	10.41	7.97	6.17	(4.72)	7.78	7.85
Less distributions from:						
Net realized gains	—	(2.41)	—	(1.16)	(2.69)	—
Total distributions	—	(2.41)	—	(1.16)	(2.69)	—
Net asset value, end of period	\$71.21	\$60.80	\$55.24	\$49.07	\$54.95	\$49.86
<b>Total Return<sup>c</sup></b>	<b>17.12%</b>	<b>15.76%</b>	<b>12.57%</b>	<b>(9.03%)</b>	<b>16.08%</b>	<b>18.69%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$18,820	\$16,014	\$12,323	\$17,006	\$20,438	\$20,844
Ratios to average net assets:						
Net investment income (loss)	(1.15%)	(0.93%)	(0.69%)	(1.01%)	(0.90%)	(0.32%)
Total expenses	1.61%	1.72%	1.73%	1.63%	1.61%	1.56%
Portfolio turnover rate	109%	258%	190%	313%	280%	475%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

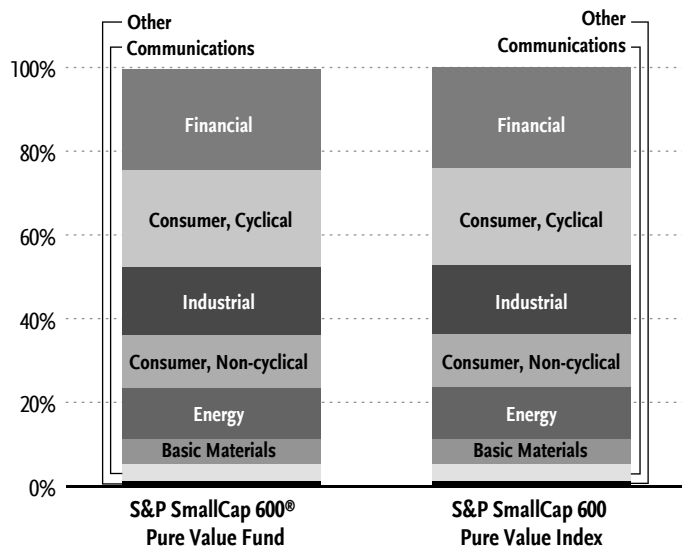
<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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").

### 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)

Veritiv Corp.	2.5%
CONSOL Energy, Inc.	2.3%
Domtar Corp.	1.7%
Aaron's Company, Inc.	1.6%
Conn's, Inc.	1.6%
Olympic Steel, Inc.	1.4%
Genworth Financial, Inc. — Class A	1.4%
Green Plains, Inc.	1.4%
Consolidated Communications Holdings, Inc.	1.2%
CoreCivic, Inc.	1.2%
<b>Top Ten Total</b>	<b>16.3%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Average Annual Returns<sup>\*,†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
S&P SmallCap 600® Pure Value Fund	41.98%	98.99%	10.17%	8.67%
S&P SmallCap 600 Pure Value Index	43.45%	103.52%	12.19%	10.50%

\* 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.

‡ 6 month returns are not annualized.

**S&P SMALLCAP 600® PURE VALUE FUND**

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>FINANCIAL - 24.0%</b>					
Genworth Financial, Inc. — Class A*	95,830	\$ 373,737	First Bancorp	1,300	\$ 53,183
Customers Bancorp, Inc.*	6,144	239,555	Whitestone REIT — Class B	6,000	49,500
Realogy Holdings Corp.*	11,402	207,744	DiamondRock Hospitality Co. REIT*	5,020	48,694
EZCORP, Inc. — Class A*	31,344	189,004	<b>Total Financial</b>		<b>6,340,038</b>
Boston Private Financial Holdings, Inc.	12,090	178,327	<b>CONSUMER, CYCLICAL - 23.2%</b>		
Stewart Information Services Corp.	3,121	176,929	Veritiv Corp.*	10,956	672,918
Hanmi Financial Corp.	9,050	172,493	Conn's, Inc.*	16,418	418,659
American Equity Investment			Signet Jewelers Ltd.*	3,657	295,449
Life Holding Co.	4,971	160,663	G-III Apparel Group Ltd.*	8,956	294,294
Dime Community Bancshares, Inc.	4,740	159,359	Cato Corp. — Class A	17,338	292,492
Encore Capital Group, Inc.*	3,345	158,520	ODP Corp.*	5,569	267,368
Employers Holdings, Inc.	3,680	157,504	Chico's FAS, Inc.*	38,716	254,751
Universal Insurance Holdings, Inc.	11,050	153,374	Daktronics, Inc.*	36,675	241,688
Investors Bancorp, Inc.	9,861	140,618	M/I Homes, Inc.*	3,880	227,640
Enova International, Inc.*	4,020	137,524	Vera Bradley, Inc.*	18,220	225,746
Assured Guaranty Ltd.	2,802	133,039	Abercrombie & Fitch Co. — Class A*	4,720	219,150
United Insurance Holdings Corp.	22,820	130,074	Genesco, Inc.*	3,383	215,429
Simmons First National Corp. — Class A	4,278	125,517	Bed Bath & Beyond, Inc.*	5,964	198,542
Service Properties Trust REIT	9,670	121,842	Group 1 Automotive, Inc.	1,270	196,126
United Fire Group, Inc.	4,387	121,652	GMS, Inc.*	3,920	188,709
RPT Realty REIT	9,350	121,363	Resideo Technologies, Inc.*	5,771	173,130
First Financial Bancorp	5,120	120,986	Core-Mark Holding Company, Inc.	3,706	166,807
Central Pacific Financial Corp.	4,600	119,876	Shoe Carnival, Inc.	2,214	158,500
Hope Bancorp, Inc.	8,449	119,807	Unifi, Inc.*	5,979	145,649
Office Properties Income Trust REIT	4,080	119,585	Asbury Automotive Group, Inc.*	840	143,951
SiriusPoint Ltd.*	11,660	117,416	ScanSource, Inc.*	5,086	143,069
GEO Group, Inc. REIT <sup>1</sup>	16,341	116,348	Barnes & Noble Education, Inc.*	19,176	138,259
First Midwest Bancorp, Inc.	5,840	115,807	Sally Beauty Holdings, Inc.*	6,260	138,158
Provident Financial Services, Inc.	4,870	111,474	Interface, Inc. — Class A	7,440	113,832
Northfield Bancorp, Inc.	6,300	103,320	PC Connection, Inc.	2,360	109,197
First BanCorp	8,450	100,724	Sonic Automotive, Inc. — Class A	2,195	98,204
Ready Capital Corp. REIT	6,252	99,219	SkyWest, Inc.*	2,140	92,170
First Commonwealth Financial Corp.	6,430	90,470	Marcus Corp.* <sup>1</sup>	4,120	87,385
Ameris Bancorp	1,756	88,906	Ethan Allen Interiors, Inc.	2,760	76,176
PennyMac Mortgage Investment Trust REIT	4,220	88,873	HNI Corp.	1,620	71,231
OFG Bancorp	3,720	82,286	Motorcar Parts of America, Inc.*	2,880	64,627
Renasant Corp.	2,047	81,880	<b>Total Consumer, Cyclical</b>		<b>6,129,306</b>
WSFS Financial Corp.	1,750	81,533	<b>INDUSTRIAL - 16.3%</b>		
Franklin Street Properties Corp. REIT	15,360	80,794	Olympic Steel, Inc.	12,809	376,457
Veritex Holdings, Inc.	2,280	80,735	US Concrete, Inc.*	3,815	281,547
Diversified Healthcare Trust REIT	19,303	80,686	Greenbrier Companies, Inc.	6,155	268,235
S&T Bancorp, Inc.	2,570	80,441	Granite Construction, Inc.	5,939	246,647
Banner Corp.	1,480	80,231	ArcBest Corp.	3,575	208,029
Horace Mann Educators Corp.	1,959	73,306	Sanmina Corp.*	5,210	202,982
BankUnited, Inc.	1,676	71,548	DXP Enterprises, Inc.*	6,001	199,833
Allegiance Bancshares, Inc.	1,860	71,498	Benchmark Electronics, Inc.	7,020	199,789
Acadia Realty Trust REIT	3,230	70,931	O-I Glass, Inc.*	11,630	189,918
Eagle Bancorp, Inc.	1,260	70,661	Griffon Corp.	7,350	188,380
Apollo Commercial Real			Bel Fuse, Inc. — Class B	12,687	182,693
Estate Finance, Inc. REIT	4,420	70,499	Boise Cascade Co.	2,886	168,398
Old National Bancorp	3,668	64,593	Apogee Enterprises, Inc.	4,130	168,215
HomeStreet, Inc.	1,580	64,369	Atlas Air Worldwide Holdings, Inc.*	2,449	166,802
Independent Bank Group, Inc.	760	56,225	Haynes International, Inc.	4,644	164,305
Safety Insurance Group, Inc.	700	54,796	Powell Industries, Inc.	5,203	161,033
			TimkenSteel Corp.*	11,308	160,008

**S&P SMALLCAP 600® PURE VALUE FUND**

	SHARES	VALUE		SHARES	VALUE
Comtech Telecommunications Corp.	5,990	\$ 144,718	Clearwater Paper Corp.*	5,014	\$ 145,256
TTM Technologies, Inc.*	9,806	140,226	Rayonier Advanced Materials, Inc.*	20,527	137,326
AAR Corp.*	3,550	137,562	Allegheny Technologies, Inc.*	4,336	90,406
Hub Group, Inc. — Class A*	1,654	109,131	Glatfelter Corp.	2,800	39,116
Encore Wire Corp.	1,180	89,432	<b>Total Basic Materials</b>		<b>1,590,545</b>
Trinseo S.A.	1,216	72,765	<b>COMMUNICATIONS - 4.1%</b>		
Matthews International Corp. — Class A	2,020	72,639	Consolidated Communications		
Tredegar Corp.	1,870	25,750	Holdings, Inc.*	35,489	311,948
<b>Total Industrial</b>		<b>4,325,494</b>	Scholastic Corp.	6,022	228,174
<b>CONSUMER, NON-CYCLICAL - 12.5%</b>			EW Scripps Co. — Class A	8,120	165,567
Aaron's Company, Inc.	13,280	424,827	AMC Networks, Inc. — Class A*	1,840	122,912
CoreCivic, Inc.*	29,198	305,703	Gannett Company, Inc.*	15,482	84,996
Fresh Del Monte Produce, Inc.	8,606	282,965	Spok Holdings, Inc.	8,322	80,058
Andersons, Inc.	9,094	277,640	NETGEAR, Inc.*	1,455	55,756
Seneca Foods Corp. — Class A*	5,306	271,030	ePlus, Inc.*	550	47,679
SpartanNash Co.	11,700	225,927	<b>Total Communications</b>		<b>1,097,090</b>
Kelly Services, Inc. — Class A*	8,244	197,609	<b>TECHNOLOGY - 0.7%</b>		
Magellan Health, Inc.*	2,039	192,074	Insight Enterprises, Inc.*	1,820	182,018
Universal Corp.	2,987	170,170	BM Technologies, Inc.*	137	1,704
Cross Country Healthcare, Inc.*	9,890	163,284	<b>Total Technology</b>		<b>183,722</b>
Edgewell Personal Care Co.	3,200	140,480	<b>UTILITIES - 0.3%</b>		
Invacare Corp.*	16,302	131,557	Unitil Corp.	1,350	71,510
Resources Connection, Inc.	8,940	128,378	<b>Total Common Stocks</b>		
ABM Industries, Inc.	2,729	121,031	(Cost \$19,369,205)		<b>26,343,855</b>
Deluxe Corp.	2,150	102,706	<b>WARRANTS† - 0.0%</b>		
TrueBlue, Inc.*	3,518	98,891	Nabors Industries Ltd.		
Prestige Consumer Healthcare, Inc.*	1,540	80,234	Expiring 06/11/26*	374	3,740
<b>Total Consumer, Non-cyclical</b>		<b>3,314,506</b>	<b>Total Warrants</b>		<b>3,740</b>
<b>ENERGY - 12.4%</b>			(Cost \$0)		
CONSOL Energy, Inc.*	32,664	603,304			
Green Plains, Inc.*	10,980	369,148			
SunCoke Energy, Inc.	41,322	295,039			
SM Energy Co.	11,017	271,349			
Callon Petroleum Co.* <sup>1</sup>	4,420	254,990			
Helix Energy Solutions Group, Inc.*	35,520	202,819			
ProPetro Holding Corp.*	21,441	196,400			
Talos Energy, Inc.*	12,160	190,182			
Matrix Service Co.*	16,292	171,066			
US Silica Holdings, Inc.*	10,364	119,808			
PBF Energy, Inc. — Class A*	7,770	118,881			
Penn Virginia Corp.*	5,000	118,050			
Nabors Industries Ltd.*	915	104,529			
Oil States International, Inc.*	12,119	95,134			
NOW, Inc.*	8,435	80,048			
Bristow Group, Inc.*	2,211	56,624			
Warrior Met Coal, Inc.	2,574	44,273			
<b>Total Energy</b>		<b>3,291,644</b>			
<b>BASIC MATERIALS - 6.0%</b>					
Domtar Corp.*	8,068	443,417			
AdvanSix, Inc.*	7,466	222,935			
Mercer International, Inc.	13,940	177,735			
Carpenter Technology Corp.	4,380	176,163			
Koppers Holdings, Inc.*	4,890	158,191			

**S&P SMALLCAP 600® PURE VALUE FUND**

	SHARES	VALUE
<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 1.3%</b>		
<b>Money Market Fund</b>		
First American Government Obligations Fund — Class Z, 0.02% <sup>4</sup>	333,725	\$ 333,725
<b>Total Securities Lending Collateral</b> (Cost \$333,725)		<u>333,725</u>
<b>Total Investments - 101.3%</b> (Cost \$19,842,175)		<u>\$ 26,820,565</u>
<b>Other Assets &amp; Liabilities, net - (1.3)%</b>		<u>(354,730)</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 26,465,835</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.

<sup>1</sup> All or a portion of this security is on loan at June 30, 2021 — See Note 7.

<sup>2</sup> Repurchase Agreements — See Note 6.

<sup>3</sup> Securities lending collateral — See Note 7.

<sup>4</sup> Rate indicated is the 7-day yield as of June 30, 2021.

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 June 30, 2021 (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	\$ 26,343,855	\$ —	\$ —	\$ 26,343,855
Warrants	3,740	—	—	3,740
Repurchase Agreements	—	139,245	—	139,245
Securities Lending Collateral	333,725	—	—	333,725
<b>Total Assets</b>	<b>\$ 26,681,320</b>	<b>\$ 139,245</b>	<b>\$ —</b>	<b>\$ 26,820,565</b>

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments, at value - including \$333,423 of securities loaned (cost \$19,702,930)	\$ 26,681,320
Repurchase agreements, at value (cost \$139,245)	139,245
Receivables:	
Securities sold	134,468
Dividends	14,098
Securities lending income	95
<b>Total assets</b>	<b>26,969,226</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	333,725
Fund shares redeemed	114,802
Management fees	17,253
Transfer agent and administrative fees	6,188
Investor service fees	5,751
Portfolio accounting fees	2,300
Trustees' fees*	163
Miscellaneous	23,209
<b>Total liabilities</b>	<b>503,391</b>

**Commitments and contingent liabilities (Note 11)**

<b>NET ASSETS</b>	<b>\$ 26,465,835</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 23,274,267
Total distributable earnings (loss)	3,191,568
<b>Net assets</b>	<b>\$ 26,465,835</b>
Capital shares outstanding	312,129
<b>Net asset value per share</b>	<b>\$84.79</b>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$190)	\$ 122,278
Interest	14
Income from securities lending, net	452
<b>Total investment income</b>	<b>122,744</b>

**EXPENSES:**

Management fees	79,703
Investor service fees	26,568
Transfer agent and administrative fees	31,950
Professional fees	16,854
Portfolio accounting fees	10,627
Custodian fees	1,382
Trustees' fees*	894
Miscellaneous	2,118
<b>Total expenses</b>	<b>170,096</b>
<b>Net investment loss</b>	<b>(47,352)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments	235,070
<b>Net realized gain</b>	<b>235,070</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	5,898,782
<b>Net change in unrealized appreciation (depreciation)</b>	<b>5,898,782</b>
<b>Net realized and unrealized gain</b>	<b>6,133,852</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 6,086,500</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (47,352)	\$ (31,514)
Net realized gain (loss) on investments	235,070	(703,672)
Net change in unrealized appreciation (depreciation) on investments	5,898,782	(105,869)
Net increase (decrease) in net assets resulting from operations	6,086,500	(841,055)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	49,699,691	13,118,125
Distributions reinvested	—	—
Cost of shares redeemed	(37,450,808)	(13,223,227)
Net increase (decrease) from capital share transactions	12,248,883	(105,102)
Net increase (decrease) in net assets	18,335,383	(946,157)
<b>NET ASSETS:</b>		
Beginning of period	8,130,452	9,076,609
End of period	\$ 26,465,835	\$ 8,130,452
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	675,666	253,112
Shares redeemed	(499,691)	(259,881)
Net increase (decrease) in shares	175,975	(6,769)



**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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>d</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$59.72	\$63.51	\$52.81	\$66.48	\$69.13	\$52.48
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.17)	(.31)	(.17)	.08	(.23)	(.45)
Net gain (loss) on investments (realized and unrealized)	25.24	(3.48)	11.06	(13.75)	(.20)	17.10
Total from investment operations	25.07	(3.79)	10.89	(13.67)	(.43)	16.65
Less distributions from:						
Net investment income	—	—	(.19)	—	—	—
Net realized gains	—	—	—	—	(2.22)	—
Total distributions	—	—	(.19)	—	(2.22)	—
Net asset value, end of period	\$84.79	\$59.72	\$63.51	\$52.81	\$66.48	\$69.13
<b>Total Return<sup>c</sup></b>	<b>41.98%</b>	<b>(5.97%)</b>	<b>20.68%</b>	<b>(20.58%)</b>	<b>(0.28%)</b>	<b>31.74%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$26,466	\$8,130	\$9,077	\$8,414	\$17,748	\$28,408
Ratios to average net assets:						
Net investment income (loss)	(0.45%)	(0.64%)	(0.28%)	0.12%	(0.35%)	(0.44%)
Total expenses	1.60%	1.72%	1.73%	1.62%	1.61%	1.56%
Portfolio turnover rate	169%	305%	248%	194%	204%	303%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

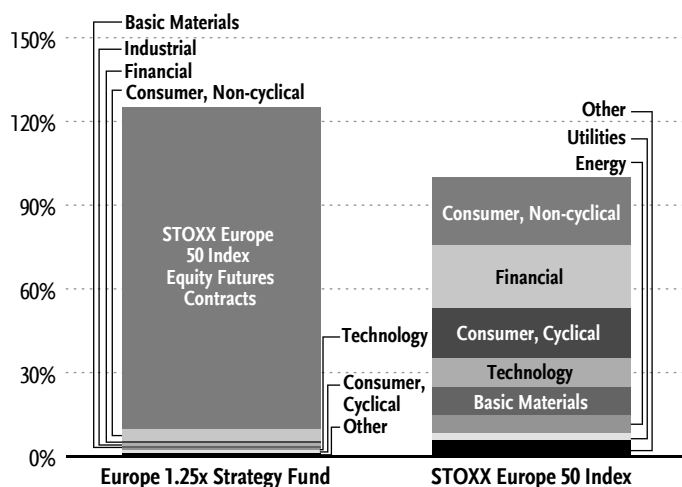
<sup>c</sup> Total return does not take into account any of the expenses associated with an investment in variable insurance products. If total return had taken into account these expenses, performance would have been lower. Shares of a series of Rydex Variable Trust are available only through the purchase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

<sup>d</sup> Share split — Per share amounts for the year ended 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<sup>®</sup> Index (the "underlying index").

### 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

### Ten Largest Holdings (% of Total Net Assets)

Guggenheim Ultra Short Duration Fund — Institutional Class	21.1%
Guggenheim Strategy Fund II	21.0%
Nestle S.A. ADR	0.7%
ASML Holding N.V. — Class G	0.6%
Roche Holding AG ADR	0.5%
Novartis AG ADR	0.4%
LVMH Moet Hennessy Louis Vuitton SE ADR	0.4%
AstraZeneca plc ADR	0.3%
SAP SE ADR	0.3%
Unilever plc ADR	0.3%
<b>Top Ten Total</b>	<b>45.6%</b>

"Ten Largest Holdings" excludes any temporary cash or derivative investments.

### Country Diversification

Country	% of Long-Term Investments
United Kingdom	28.5%
France	21.7%
Switzerland	20.0%
Germany	14.1%
Netherlands	7.1%
Denmark	2.7%
Italy	2.4%
Other	3.5%
<b>Total Long-Term Investments</b>	<b>100.0%</b>

**Average Annual Returns<sup>\*,†</sup>**

Periods Ended June 30, 2021

	<b>6 Month<sup>‡</sup></b>	<b>1 Year</b>	<b>5 Year</b>	<b>10 Year</b>
Europe 1.25x Strategy Fund	13.58%	32.96%	8.83%	2.99%
STOXX Europe 50 Index	11.46%	27.34%	9.18%	4.47%

\* 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.

‡ 6 month returns are not annualized.

## EUROPE 1.25x STRATEGY FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 9.6%</b>					
<b>CONSUMER, NON-CYCLICAL - 4.0%</b>					
Nestle S.A. ADR	197	\$ 24,574	adidas AG ADR	25	\$ 4,669
Roche Holding AG ADR	384	18,044	Kering S.A. ADR	50	4,383
Novartis AG ADR	168	15,328	<b>Total Consumer, Cyclical</b>		<u>28,403</u>
AstraZeneca plc ADR <sup>1</sup>	180	10,782	<b>ENERGY - 0.5%</b>		
Unilever plc ADR	180	10,530	TotalEnergies SE ADR	180	8,147
Novo Nordisk A/S ADR	113	9,466	BP plc ADR	228	6,023
Sanofi ADR	156	8,215	Royal Dutch Shell plc — Class A ADR <sup>1</sup>	140	5,656
Diageo plc ADR	40	7,668	<b>Total Energy</b>		<u>19,826</u>
L'Oreal S.A. ADR	84	7,509	<b>UTILITIES - 0.4%</b>		
GlaxoSmithKline plc ADR	169	6,730	Enel SpA ADR	532	4,932
British American Tobacco plc ADR	145	5,700	Iberdrola S.A. ADR	100	4,885
Adyen N.V. ADR*	96	4,717	National Grid plc ADR	48	3,069
Reckitt Benckiser Group plc ADR <sup>1</sup>	248	4,439	<b>Total Utilities</b>		<u>12,886</u>
Anheuser-Busch InBev S.A. ADR	58	4,176	<b>COMMUNICATIONS - 0.3%</b>		
Bayer AG ADR	268	4,084	Deutsche Telekom AG ADR	221	4,699
RELX plc ADR	135	3,601	Vodafone Group plc ADR	194	3,323
<b>Total Consumer, Non-cyclical</b>		<u>145,563</u>	Prosus N.V. ADR	152	2,979
<b>FINANCIAL - 1.0%</b>			<b>Total Communications</b>		<u>11,001</u>
HSBC Holdings plc ADR	283	8,164	<b>Total Common Stocks</b>		
Allianz SE ADR	282	7,047	(Cost \$266,911)		<u>349,097</u>
BNP Paribas S.A. ADR	157	4,917	<b>MUTUAL FUNDS<sup>†</sup> - 42.1%</b>		
Zurich Insurance Group AG ADR	102	4,106	Guggenheim Ultra Short Duration		
UBS Group AG	237	3,636	Fund — Institutional Class <sup>2</sup>	76,782	765,519
AXA S.A. ADR	140	3,563	Guggenheim Strategy Fund II <sup>2</sup>	30,553	763,530
Intesa Sanpaolo SpA ADR	208	3,478	<b>Total Mutual Funds</b>		<u>1,529,049</u>
Prudential plc ADR <sup>1</sup>	89	3,391	(Cost \$1,524,508)		
<b>Total Financial</b>		<u>38,302</u>			
<b>INDUSTRIAL - 0.9%</b>				FACE	
Siemens AG ADR	102	8,123		AMOUNT	
Schneider Electric SE ADR	194	6,128	<b>U.S. TREASURY BILLS<sup>††</sup> - 10.1%</b>		
Airbus SE ADR*	160	5,152	U.S. Treasury Bills		
Vinci S.A. ADR	161	4,308	0.01% due 08/03/21 <sup>3,4</sup>	\$ 365,000	364,985
ABB Ltd. ADR	120	4,079	<b>Total U.S. Treasury Bills</b>		<u>364,985</u>
Safran S.A. ADR	104	3,611	(Cost \$364,997)		
<b>Total Industrial</b>		<u>31,401</u>	<b>REPURCHASE AGREEMENTS<sup>††,5</sup> - 31.7%</b>		
<b>BASIC MATERIALS - 0.9%</b>			J.P. Morgan Securities LLC		
Linde plc	35	10,118	issued 06/30/21 at 0.05%		
Rio Tinto plc ADR	72	6,040	due 07/01/21	647,471	647,471
Air Liquide S.A. ADR	162	5,693	Barclays Capital, Inc.		
BASF SE ADR <sup>1</sup>	252	4,997	issued 06/30/21 at 0.03%		
BHP Group plc ADR	72	4,298	due 07/01/21	254,909	254,909
<b>Total Basic Materials</b>		<u>31,146</u>	BofA Securities, Inc.		
<b>TECHNOLOGY - 0.8%</b>			issued 06/30/21 at 0.04%		
ASML Holding N.V. — Class G	29	20,034	due 07/01/21	249,910	249,910
SAP SE ADR	75	10,535	<b>Total Repurchase Agreements</b>		<u>1,152,290</u>
<b>Total Technology</b>		<u>30,569</u>	(Cost \$1,152,290)		
<b>CONSUMER, CYCLICAL - 0.8%</b>					
LVMH Moët Hennessy					
Louis Vuitton SE ADR	90	14,202			
Daimler AG ADR	230	5,149			

## EUROPE 1.25x STRATEGY FUND

	SHARES	VALUE
<b>SECURITIES LENDING COLLATERAL<sup>†,6</sup> - 0.5%</b>		
<b>Money Market Fund</b>		
First American Government Obligations Fund — Class Z, 0.02% <sup>7</sup>	19,256	\$ 19,256
<b>Total Securities Lending Collateral</b> (Cost \$19,256)		<u>19,256</u>
<b>Total Investments - 94.0%</b> (Cost \$3,327,962)		<u>\$ 3,414,677</u>
<b>Other Assets &amp; Liabilities, net - 6.0%</b>		<u>217,053</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 3,631,730</u>

**Futures Contracts**

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Depreciation <sup>**</sup>
<b>Equity Futures Contracts Purchased<sup>†</sup></b>				
STOXX 50 Index Futures Contracts	101	Sep 2021	\$ 4,201,744	\$ (43,902)
<b>Currency Futures Contracts Purchased<sup>†</sup></b>				
Euro FX Futures Contracts	28	Sep 2021	4,156,775	(104,384)

\* Non-income producing security.

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

<sup>†</sup> Value determined based on Level 1 inputs — See Note 4.

<sup>††</sup> Value determined based on Level 2 inputs — See Note 4.

<sup>1</sup> All or a portion of this security is on loan at June 30, 2021 — See Note 7.

<sup>2</sup> Affiliated issuer.

<sup>3</sup> All or a portion of this security is pledged as futures collateral at June 30, 2021.

<sup>4</sup> Rate indicated is the effective yield at the time of purchase.

<sup>5</sup> Repurchase Agreements — See Note 6.

<sup>6</sup> Securities lending collateral — See Note 7.

<sup>7</sup> Rate indicated is the 7-day yield as of June 30, 2021.

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 June 30, 2021 (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	\$ 349,097	\$ —	\$ —	\$ 349,097
Mutual Funds	1,529,049	—	—	1,529,049
U.S. Treasury Bills	—	364,985	—	364,985
Repurchase Agreements	—	1,152,290	—	1,152,290
Securities Lending Collateral	19,256	—	—	19,256
<b>Total Assets</b>	<b>\$ 1,897,402</b>	<b>\$ 1,517,275</b>	<b>\$ —</b>	<b>\$ 3,414,677</b>

## EUROPE 1.25x STRATEGY FUND

Investments in Securities (Liabilities)		Level 1 Quoted Prices		Level 2 Significant Observable Inputs		Level 3 Significant Unobservable Inputs		Total
Currency Futures Contracts**	\$	104,384	\$	—	\$	—	\$	104,384
Equity Futures Contracts**		43,902		—		—		43,902
Total Liabilities	\$	148,286	\$	—	\$	—	\$	148,286

\*\* 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, 2020, 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/1601445/000182126820000133/gug81042-ncsr.htm>.

Transactions during the period ended June 30, 2021, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/20	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 06/30/21	Shares 06/30/21	Investment Income
<b>Mutual Funds</b>								
Guggenheim Strategy Fund II	\$ 429,079	\$ 683,943	\$ (350,000)	\$ 119	\$ 389	\$ 763,530	30,553	\$ 3,985
Guggenheim Ultra Short Duration Fund — Institutional Class	543,073	572,792	(350,000)	150	(496)	765,519	76,782	2,821
	\$ 972,152	\$ 1,256,735	\$ (700,000)	\$ 269	\$ (107)	\$ 1,529,049		\$ 6,806

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments in unaffiliated issuers, at value - including \$18,650 of securities loaned (cost \$651,164)	\$ 733,338
Investments in affiliated issuers, at value (cost \$1,524,508)	1,529,049
Repurchase agreements, at value (cost \$1,152,290)	1,152,290
Foreign currency, at value	995
Receivables:	
Fund shares sold	271,116
Foreign tax reclaims	7,303
Dividends	1,913
Securities lending income	49
<b>Total assets</b>	<b>3,696,053</b>

**LIABILITIES:**

Overdraft due to custodian bank	1,002
Payable for:	
Variation margin on futures contracts	33,897
Return of securities lending collateral	19,256
Management fees	2,548
Securities purchased	1,504
Investor service fees	752
Transfer agent and administrative fees	658
Portfolio accounting fees	301
Fund shares redeemed	30
Trustees' fees*	26
Miscellaneous	4,349
<b>Total liabilities</b>	<b>64,323</b>

**Commitments and contingent liabilities (Note 11)**

<b>NET ASSETS</b>	<b>\$ 3,631,730</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 4,222,820
Total distributable earnings (loss)	(591,090)
<b>Net assets</b>	<b>\$ 3,631,730</b>
Capital shares outstanding	30,222
<b>Net asset value per share</b>	<b>\$120.17</b>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends from securities of unaffiliated issuers (net of foreign withholding tax of \$876)	\$ 6,566
Dividends from securities of affiliated issuers	6,806
Interest	150
Income from securities lending, net	213
<b>Total investment income</b>	<b>13,735</b>

**EXPENSES:**

Management fees	13,099
Investor service fees	3,639
Transfer agent and administrative fees	4,530
Professional fees	1,456
Portfolio accounting fees	1,402
Custodian fees	194
Trustees' fees*	181
Miscellaneous	1,681
<b>Total expenses</b>	<b>26,182</b>
Less:	
Expenses reimbursed by Adviser	(151)
Expenses waived by Adviser	(742)
<b>Total waived/reimbursed expenses</b>	<b>(893)</b>
<b>Net expenses</b>	<b>25,289</b>
<b>Net investment loss</b>	<b>(11,554)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments in unaffiliated issuers	1,419
Investments in affiliated issuers	269
Futures contracts	495,309
Foreign currency transactions	(446)
<b>Net realized gain</b>	<b>496,551</b>
Net change in unrealized appreciation (depreciation) on:	
Investments in unaffiliated issuers	23,287
Investments in affiliated issuers	(107)
Futures contracts	(168,682)
Foreign currency translations	255
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(145,247)</b>
<b>Net realized and unrealized gain</b>	<b>351,304</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 339,750</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (11,554)	\$ (13,580)
Net realized gain (loss) on investments	496,551	(20,081)
Net change in unrealized appreciation (depreciation) on investments	(145,247)	(87,795)
Net increase (decrease) in net assets resulting from operations	339,750	(121,456)
Distributions to shareholders	—	(34,978)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	4,024,260	5,584,974
Distributions reinvested	—	34,978
Cost of shares redeemed	(3,255,147)	(6,930,469)
Net increase (decrease) from capital share transactions	769,113	(1,310,517)
Net increase (decrease) in net assets	1,108,863	(1,466,951)
<b>NET ASSETS:</b>		
Beginning of period	2,522,867	3,989,818
End of period	\$ 3,631,730	\$ 2,522,867
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	35,579	55,745
Shares issued from reinvestment of distributions	—	361
Shares redeemed	(29,202)	(69,429)
Net increase (decrease) in shares	6,377	(13,323)



## 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>f</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$105.80	\$107.35	\$84.49	\$104.66	\$82.06	\$88.28
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.45)	(.63)	.76	1.66	.25	.25
Net gain (loss) on investments (realized and unrealized)	14.82	.73 <sup>g</sup>	23.18	(21.46)	23.17	(6.25)
Total from investment operations	14.37	.10	23.94	(19.80)	23.42	(6.00)
Less distributions from:						
Net investment income	—	(1.65)	(1.08)	(.37)	(.82)	(.22)
Total distributions	—	(1.65)	(1.08)	(.37)	(.82)	(.22)
Net asset value, end of period	\$120.17	\$105.80	\$107.35	\$84.49	\$104.66	\$82.06
<b>Total Return<sup>c</sup></b>	<b>13.58%</b>	<b>0.24%</b>	<b>28.43%</b>	<b>(18.97%)</b>	<b>28.60%</b>	<b>(5.58%)</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$3,632	\$2,523	\$3,990	\$2,687	\$5,725	\$2,553
Ratios to average net assets:						
Net investment income (loss)	(0.79%)	(0.67%)	0.77%	1.67%	0.26%	1.70%
Total expenses <sup>d</sup>	1.80%	1.91%	1.88%	1.78%	1.80%	1.73%
Net expenses <sup>e</sup>	1.74%	1.86%	1.80%	1.77%	1.80%	1.73%
Portfolio turnover rate	84%	212%	391%	187%	121%	441%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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.

<sup>d</sup> Does not include expenses of the underlying funds in which the Fund invests.

<sup>e</sup> Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

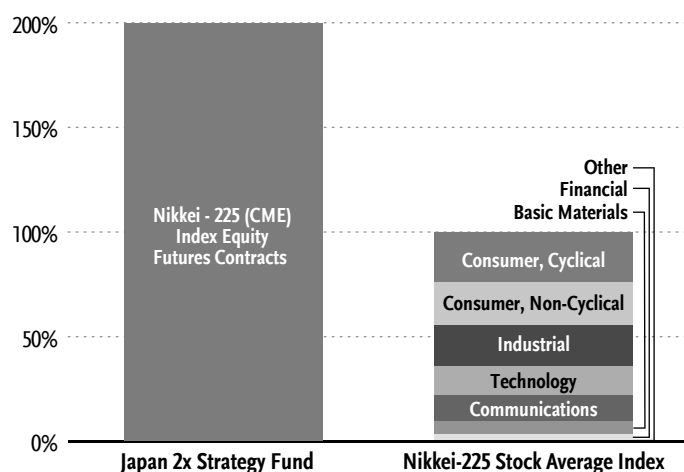
<sup>f</sup> Reverse share split — Per share amounts for the year ended December 31, 2016, have been restated to reflect a 1:6 reverse share split effective December 1, 2016.

<sup>g</sup> The amount shown for a share outstanding throughout the period does not agree with the aggregate net loss on investments for the year because of the sales and repurchases of fund shares in relation to fluctuating market value of the investments of the Fund.

## 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").

### 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	23.8%
Guggenheim Ultra Short Duration Fund — Institutional Class	23.7%
<b>Total</b>	<b>47.5%</b>

"Largest Holdings" excludes any temporary cash or derivative investments.

### Average Annual Returns<sup>\*†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
Japan 2x Strategy Fund	(7.02%)	52.51%	18.91%	12.06%
Nikkei-225 Stock Average Index	(2.49%)	25.38%	11.42%	7.84%

\* 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 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.

‡ 6 month returns are not annualized.

## JAPAN 2x STRATEGY FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>MUTUAL FUNDS<sup>†</sup> - 47.5%</b>					
Guggenheim Strategy Fund II <sup>1</sup>	24,685	\$ 616,886			
Guggenheim Ultra Short Duration Fund — Institutional Class <sup>1</sup>	61,659	614,741			
<b>Total Mutual Funds</b> (Cost \$1,221,867)		1,231,627			
				FACE AMOUNT	
<b>U.S. TREASURY BILLS<sup>††</sup> - 12.9%</b>					
U.S. Treasury Bills					
0.01% due 08/03/21 <sup>2,3</sup>	\$ 304,000	303,987			
0.03% due 08/03/21 <sup>3</sup>	31,000	30,999			
<b>Total U.S. Treasury Bills</b> (Cost \$334,996)		334,986			
<b>FEDERAL AGENCY NOTES<sup>††</sup> - 5.8%</b>					
Federal Farm Credit Bank					
0.13% due 11/02/21	150,000	150,018			
<b>Total Federal Agency Notes</b> (Cost \$150,043)		150,018			
<b>REPURCHASE AGREEMENTS<sup>††,4</sup> - 38.2%</b>					
J.P. Morgan Securities LLC issued 06/30/21 at 0.05% due 07/01/21			\$ 557,041	\$ 557,041	
Barclays Capital, Inc. issued 06/30/21 at 0.03% due 07/01/21			219,307	219,307	
BofA Securities, Inc. issued 06/30/21 at 0.04% due 07/01/21			215,006	215,006	
<b>Total Repurchase Agreements</b> (Cost \$991,354)				991,354	
<b>Total Investments - 104.4%</b> (Cost \$2,698,260)					\$ 2,707,985
<b>Other Assets &amp; Liabilities, net - (4.4)%</b>					(113,856)
<b>Total Net Assets - 100.0%</b>					\$ 2,594,129

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Depreciation <sup>**</sup>
<b>Equity Futures Contracts Purchased<sup>†</sup></b>				
Nikkei 225 (CME) Index Equity Futures Contracts	36	Sep 2021	\$ 5,180,400	\$ (32,195)
<b>Currency Futures Contracts Purchased<sup>†</sup></b>				
Japanese Yen Futures Contracts	46	Sep 2021	5,179,313	(71,443)

<sup>\*\*</sup> Includes cumulative appreciation (depreciation). Variation margin is reported within the Statement of Assets and Liabilities.

<sup>†</sup> Value determined based on Level 1 inputs — See Note 4.

<sup>††</sup> Value determined based on Level 2 inputs — See Note 4.

<sup>1</sup> Affiliated issuer.

<sup>2</sup> All or a portion of this security is pledged as futures collateral at June 30, 2021.

<sup>3</sup> Rate indicated is the effective yield at the time of purchase.

<sup>4</sup> Repurchase Agreements — See Note 6.

CME — Chicago Mercantile Exchange

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 June 30, 2021 (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	\$ 1,231,627	\$ —	\$ —	\$ 1,231,627
U.S. Treasury Bills	—	334,986	—	334,986
Federal Agency Notes	—	150,018	—	150,018
Repurchase Agreements	—	991,354	—	991,354
Total Assets	\$ 1,231,627	\$ 1,476,358	\$ —	\$ 2,707,985

Investments in Securities (Liabilities)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Currency Futures Contracts**	\$ 71,443	\$ —	\$ —	\$ 71,443
Equity Futures Contracts**	32,195	—	—	32,195
Total Liabilities	\$ 103,638	\$ —	\$ —	\$ 103,638

\*\* 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, 2020, 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/1601445/000182126820000133/gug81042-ncsr.htm>.

Transactions during the period ended June 30, 2021, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/20	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 06/30/21	Shares 06/30/21	Investment Income
<b>Mutual Funds</b>								
Guggenheim Strategy Fund II	\$ 496,862	\$ 304,667	\$ (185,000)	\$ (148)	\$ 505	\$ 616,886	24,685	\$ 4,715
Guggenheim Ultra Short Duration Fund — Institutional Class	592,484	203,253	(180,000)	(361)	(635)	614,741	61,659	3,285
	\$ 1,089,346	\$ 507,920	\$ (365,000)	\$ (509)	\$ (130)	\$ 1,231,627		\$ 8,000

**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments in unaffiliated issuers, at value (cost \$485,039)	\$ 485,004
Investments in affiliated issuers, at value (cost \$1,221,867)	1,231,627
Repurchase agreements, at value (cost \$991,354)	991,354
Receivables:	
Fund shares sold	3,738
Dividends	1,213
Interest	32
<b>Total assets</b>	<b>2,712,968</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	65,039
Variation margin on futures contracts	45,481
Management fees	1,579
Securities purchased	1,213
Transfer agent and administrative fees	612
Investor service fees	568
Portfolio accounting fees	227
Trustees' fees*	30
Miscellaneous	4,090
<b>Total liabilities</b>	<b>118,839</b>

**Commitments and contingent liabilities (Note 11)**

<b>NET ASSETS</b>	<b>\$ 2,594,129</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 3,805,142
Total distributable earnings (loss)	(1,211,013)
<b>Net assets</b>	<b>\$ 2,594,129</b>
Capital shares outstanding	23,528
<b>Net asset value per share</b>	<b>\$110.26</b>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends from securities of affiliated issuers	\$ 8,000
Interest	194
<b>Total investment income</b>	<b>8,194</b>

**EXPENSES:**

Management fees	11,305
Investor service fees	3,768
Transfer agent and administrative fees	4,886
Professional fees	2,144
Portfolio accounting fees	1,507
Trustees' fees*	260
Custodian fees	210
Miscellaneous	68
<b>Total expenses</b>	<b>24,148</b>
Less:	
Expenses waived by Adviser	(870)
<b>Net expenses</b>	<b>23,278</b>
<b>Net investment loss</b>	<b>(15,084)</b>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments in unaffiliated issuers	364
Investments in affiliated issuers	(509)
Futures contracts	153,894
<b>Net realized gain</b>	<b>153,749</b>
Net change in unrealized appreciation (depreciation) on:	
Investments in unaffiliated issuers	(42)
Investments in affiliated issuers	(130)
Futures contracts	(343,046)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(343,218)</b>
<b>Net realized and unrealized loss</b>	<b>(189,469)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (204,553)</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (15,084)	\$ (13,879)
Net realized gain on investments	153,749	345,662
Net change in unrealized appreciation (depreciation) on investments	(343,218)	241,144
Net increase (decrease) in net assets resulting from operations	(204,553)	572,927
Distributions to shareholders	—	(16,959)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	3,769,907	4,641,138
Distributions reinvested	—	16,959
Cost of shares redeemed	(3,964,548)	(4,257,909)
Net increase (decrease) from capital share transactions	(194,641)	400,188
Net increase (decrease) in net assets	(399,194)	956,156
<b>NET ASSETS:</b>		
Beginning of period	2,993,323	2,037,167
End of period	\$ 2,594,129	\$ 2,993,323
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	31,534	60,712
Shares issued from reinvestment of distributions	—	223
Shares redeemed	(33,248)	(59,560)
Net increase (decrease) in shares	(1,714)	1,375

## 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>f</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$118.59	\$85.35	\$62.30	\$100.82	\$67.08	\$61.65
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.60)	(.65)	.66	.70	(.13)	(.06)
Net gain (loss) on investments (realized and unrealized)	(7.73)	34.73	23.49	(19.56)	33.87	5.49
Total from investment operations	(8.33)	34.08	24.15	(18.86)	33.74	5.43
Less distributions from:						
Net investment income	—	(.84)	(1.10)	—	—	—
Net realized gains	—	—	—	(19.66)	—	—
Total distributions	—	(.84)	(1.10)	(19.66)	—	—
Net asset value, end of period	\$110.26	\$118.59	\$85.35	\$62.30	\$100.82	\$67.08
<b>Total Return<sup>c</sup></b>	<b>(7.02%)</b>	<b>40.46%</b>	<b>39.03%</b>	<b>(22.95%)</b>	<b>50.30%</b>	<b>8.86%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$2,594	\$2,993	\$2,037	\$2,013	\$5,614	\$2,499
Ratios to average net assets:						
Net investment income (loss)	(1.00%)	(0.82%)	0.89%	0.76%	(0.15%)	(0.50%)
Total expenses <sup>d</sup>	1.60%	1.72%	1.72%	1.58%	1.83%	1.56%
Net expenses <sup>e</sup>	1.54%	1.67%	1.64%	1.58%	1.83%	1.56%
Portfolio turnover rate	26%	199%	153%	180%	73%	183%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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.

<sup>d</sup> Does not include expenses of the underlying funds in which the Fund invests.

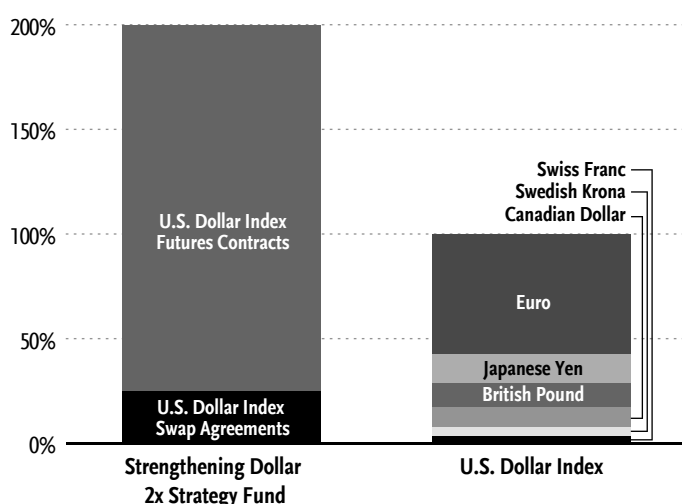
<sup>e</sup> Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

<sup>f</sup> Reverse share split — Per share amounts for the year ended 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 the performance of a specific benchmark, before fees and expenses, 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.

### 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:** 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	30.9%
Guggenheim Strategy Fund II	19.6%
<b>Total</b>	<b>50.5%</b>

"Largest Holdings" excludes any temporary cash or derivative investments.

### Average Annual Returns<sup>\*†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
Strengthening Dollar 2x Strategy Fund	4.64%	(11.23%)	(0.26%)	2.72%
U.S. Dollar Index	2.78%	(5.08%)	(0.78%)	2.21%

\* 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.

‡ 6 month returns are not annualized.



## STRENGTHENING DOLLAR 2x STRATEGY FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>MUTUAL FUNDS<sup>†</sup> - 50.5%</b>					
Guggenheim Ultra Short Duration Fund — Institutional Class <sup>1</sup>	58,795	\$ 586,186			
Guggenheim Strategy Fund II <sup>1</sup>	14,919	372,817			
<b>Total Mutual Funds</b> (Cost \$954,223)		959,003			
				FACE AMOUNT	
<b>FEDERAL AGENCY NOTES<sup>††</sup> - 10.0%</b>					
Federal Home Loan Banks 1.88% due 07/07/21	\$ 140,000	140,048			
Federal Farm Credit Bank 0.13% due 11/02/21	50,000	50,006			
<b>Total Federal Agency Notes</b> (Cost \$190,057)		190,054			
<b>U.S. TREASURY BILLS<sup>††</sup> - 3.4%</b>					
U.S. Treasury Bills 0.01% due 08/03/21 <sup>2,3</sup>	48,000	47,998			
0.03% due 08/03/21 <sup>3</sup>	16,000	15,999			
<b>Total U.S. Treasury Bills</b> (Cost \$63,999)		63,997			
<b>REPURCHASE AGREEMENTS<sup>††,4</sup> - 37.1%</b>					
J.P. Morgan Securities LLC issued 06/30/21 at 0.05% due 07/01/21 <sup>5</sup>			\$ 395,015	\$ 395,015	
Barclays Capital, Inc. issued 06/30/21 at 0.03% due 07/01/21 <sup>5</sup>			155,517	155,517	
BofA Securities, Inc. issued 06/30/21 at 0.04% due 07/01/21 <sup>5</sup>			152,468	152,468	
<b>Total Repurchase Agreements</b> (Cost \$703,000)					703,000
<b>Total Investments - 101.0%</b> (Cost \$1,911,279)					\$ 1,916,054
<b>Other Assets &amp; Liabilities, net - (1.0)%</b>					(19,608)
<b>Total Net Assets - 100.0%</b>					\$ 1,896,446

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Appreciation**
<b>Currency Futures Contracts Purchased<sup>†</sup></b>				
U.S. Dollar Index Futures Contracts	36	Sep 2021	\$ 3,324,600	\$ 69,063

## Total Return Swap Agreements

Counterparty	Index	Financing Rate Pay (Receive)	Payment Frequency	Maturity Date	Units	Notional Amount	Value and Unrealized Appreciation
<b>OTC Currency Index Swap Agreements<sup>††</sup></b>							
Goldman Sachs International	U.S. Dollar Index	N/A	At Maturity	09/17/21	5,069	\$ 467,941	\$ 6,660

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

<sup>†</sup> Value determined based on Level 1 inputs — See Note 4.

<sup>††</sup> Value determined based on Level 2 inputs — See Note 4.

<sup>1</sup> Affiliated issuer.

<sup>2</sup> All or a portion of this security is pledged as futures collateral at June 30, 2021.

<sup>3</sup> Rate indicated is the effective yield at the time of purchase.

<sup>4</sup> Repurchase Agreements — See Note 6.

<sup>5</sup> All or a portion of this security is pledged as currency index swap collateral at June 30, 2021.

See Sector Classification in Other Information section.

**STRENGTHENING DOLLAR 2x STRATEGY FUND**

The following table summarizes the inputs used to value the Fund's investments at June 30, 2021 (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	\$ 959,003	\$ —	\$ —	\$ 959,003
Federal Agency Notes	—	190,054	—	190,054
U.S. Treasury Bills	—	63,997	—	63,997
Repurchase Agreements	—	703,000	—	703,000
Currency Futures Contracts**	69,063	—	—	69,063
Currency Index Swap Agreements**	—	6,660	—	6,660
Total Assets	\$ 1,028,066	\$ 963,711	\$ —	\$ 1,991,777

\*\* 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, 2020, 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/1601445/000182126820000133/gug81042-ncsr.htm>.

Transactions during the period ended June 30, 2021, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/20	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 06/30/21	Shares 06/30/21	Investment Income
<b>Mutual Funds</b>								
Guggenheim Strategy Fund II	\$ 319,625	\$ 402,650	\$ (350,000)	\$ 139	\$ 404	\$ 372,818	14,919	\$ 2,680
Guggenheim Ultra Short Duration Fund — Institutional Class	434,153	502,167	(350,000)	222	(357)	586,185	58,795	2,190
	\$ 753,778	\$ 904,817	\$ (700,000)	\$ 361	\$ 47	\$ 959,003		\$ 4,870

# STRENGTHENING DOLLAR 2x STRATEGY FUND

## STATEMENT OF ASSETS AND LIABILITIES (Unaudited)

June 30, 2021

### ASSETS:

Investments in unaffiliated issuers, at value (cost \$254,056)	\$ 254,051
Investments in affiliated issuers, at value (cost \$954,223)	959,003
Repurchase agreements, at value (cost \$703,000)	703,000
Segregated cash with broker	4,722
Unrealized appreciation on OTC swap agreements	6,660
Receivables:	
Variation margin on futures contracts	11,124
Fund shares sold	5,492
Interest	1,280
Dividends	811
Swap settlement	224
<b>Total assets</b>	<b>1,946,367</b>

### LIABILITIES:

Payable for:	
Fund shares redeemed	41,081
Licensing fees	3,636
Management fees	1,086
Securities purchased	813
Investor service fees	328
Transfer agent and administrative fees	287
Portfolio accounting fees	131
Trustees' fees*	19
Miscellaneous	2,540
<b>Total liabilities</b>	<b>49,921</b>

### Commitments and contingent liabilities (Note 11)

**NET ASSETS** \$ 1,896,446

### NET ASSETS CONSIST OF:

Paid in capital	\$ 3,156,746
Total distributable earnings (loss)	(1,260,300)
<b>Net assets</b>	<b>\$ 1,896,446</b>
Capital shares outstanding	51,567
<b>Net asset value per share</b>	<b>\$36.78</b>

## STATEMENT OF OPERATIONS (Unaudited)

Six Months Ended June 30, 2021

### INVESTMENT INCOME:

Dividends from securities of affiliated issuers	\$ 4,870
Interest	99
<b>Total investment income</b>	<b>4,969</b>

### EXPENSES:

Management fees	8,003
Investor service fees	2,223
Transfer agent and administrative fees	2,923
Licensing fees	2,324
Portfolio accounting fees	889
Professional fees	568
Trustees' fees*	167
Custodian fees	126
Miscellaneous	681
<b>Total expenses</b>	<b>17,904</b>

### Less:

Expenses reimbursed by Adviser	(66)
Expenses waived by Adviser	(581)
<b>Total waived/reimbursed expenses</b>	<b>(647)</b>
<b>Net expenses</b>	<b>17,257</b>
<b>Net investment loss</b>	<b>(12,288)</b>

### NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments in affiliated issuers	361
Swap agreements	(320)
Futures contracts	(40,849)
<b>Net realized loss</b>	<b>(40,808)</b>
Net change in unrealized appreciation (depreciation) on:	
Investments in unaffiliated issuers	(6)
Investments in affiliated issuers	47
Swap agreements	11,049
Futures contracts	101,625
<b>Net change in unrealized appreciation (depreciation)</b>	<b>112,715</b>
<b>Net realized and unrealized gain</b>	<b>71,907</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 59,619</b>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (12,288)	\$ (20,911)
Net realized loss on investments	(40,808)	(342,625)
Net change in unrealized appreciation (depreciation) on investments	112,715	(18,853)
Net increase (decrease) in net assets resulting from operations	59,619	(382,389)
Distributions to shareholders	—	(13,811)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	5,982,151	23,485,177
Distributions reinvested	—	13,811
Cost of shares redeemed	(5,701,290)	(22,958,927)
Net increase from capital share transactions	280,861	540,061
Net increase in net assets	340,480	143,861
<b>NET ASSETS:</b>		
Beginning of period	1,555,966	1,412,105
End of period	\$ 1,896,446	\$ 1,555,966
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	165,440	583,065
Shares issued from reinvestment of distributions	—	351
Shares redeemed	(158,139)	(573,413)
Net increase in shares	7,301	10,003

## STRENGTHENING DOLLAR 2x STRATEGY FUND

### 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Per Share Data</b>						
Net asset value, beginning of period	\$35.15	\$41.21	\$39.73	\$35.53	\$43.90	\$43.45
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.25)	(.43)	.21	.27	(.04)	(.23)
Net gain (loss) on investments (realized and unrealized)	1.88	(5.32)	1.63	3.93	(7.67)	2.96
Total from investment operations	1.63	(5.75)	1.84	4.20	(7.71)	2.73
Less distributions from:						
Net investment income	—	(.31)	(.36)	—	—	—
Net realized gains	—	—	—	—	(.66)	(2.28)
Total distributions	—	(.31)	(.36)	—	(.66)	(2.28)
Net asset value, end of period	\$36.78	\$35.15	\$41.21	\$39.73	\$35.53	\$43.90
<b>Total Return<sup>c</sup></b>	<b>4.64%</b>	<b>(14.03%)</b>	<b>4.61%</b>	<b>11.82%</b>	<b>(17.65%)</b>	<b>7.00%</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$1,896	\$1,556	\$1,412	\$3,420	\$1,737	\$5,644
Ratios to average net assets:						
Net investment income (loss)	(1.38%)	(1.05%)	0.50%	0.73%	(0.10%)	(0.57%)
Total expenses <sup>d</sup>	2.01%	2.02%	2.09%	1.83%	1.80%	1.76%
Net expenses <sup>e</sup>	1.94%	1.96%	2.02%	1.82%	1.80%	1.76%
Portfolio turnover rate	79%	103%	102%	241%	88%	190%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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.

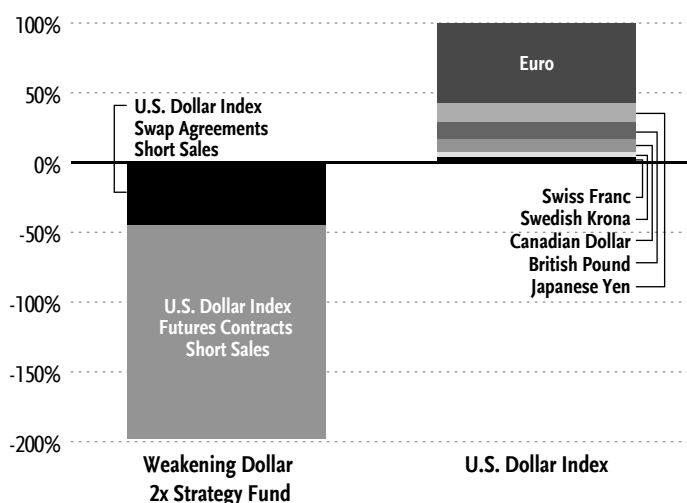
<sup>d</sup> Does not include expenses of the underlying funds in which the Fund invests.

<sup>e</sup> 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.

### 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:** 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	25.4%
Guggenheim Ultra Short Duration Fund — Institutional Class	25.2%
<b>Total</b>	<b>50.6%</b>

"Largest Holdings" excludes any temporary cash or derivative investments.

### Average Annual Returns<sup>\*†</sup>

Periods Ended June 30, 2021

	6 Month <sup>‡</sup>	1 Year	5 Year	10 Year
Weakening Dollar 2x Strategy Fund	(6.45%)	8.38%	(2.17%)	(6.46%)
U.S. Dollar Index	2.78%	(5.08%)	(0.78%)	2.21%

\* 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.

‡ 6 month returns are not annualized.

## June 30, 2021

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>MUTUAL FUNDS† - 50.6%</b>			<b>REPURCHASE AGREEMENTS††⁴ - 32.9%</b>		
Guggenheim Strategy Fund II¹	11,532	\$ 288,181	J.P. Morgan Securities LLC		
Guggenheim Ultra Short Duration Fund — Institutional Class¹	28,722	<u>286,359</u>	issued 06/30/21 at 0.05% due 07/01/21⁵	\$ 210,322	\$ 210,322
<b>Total Mutual Funds</b>			Barclays Capital, Inc.		
(Cost \$571,224)		<u>574,540</u>	issued 06/30/21 at 0.03% due 07/01/21⁵	82,804	82,804
	<b>FACE</b>		BofA Securities, Inc.		
	<b>AMOUNT</b>		issued 06/30/21 at 0.04% due 07/01/21⁵	81,180	<u>81,180</u>
<b>FEDERAL AGENCY NOTES†† - 13.2%</b>			<b>Total Repurchase Agreements</b>		
Fannie Mae			(Cost \$374,306)		<u>374,306</u>
1.38% due 10/07/21	\$ 100,000	100,349	<b>Total Investments - 104.2%</b>		
Federal Farm Credit Bank			(Cost \$1,180,901)	\$ 1,184,198	
0.13% due 11/02/21	50,000	<u>50,006</u>	<b>Other Assets &amp; Liabilities, net - (4.2)%</b>	<u>(47,365)</u>	
<b>Total Federal Agency Notes</b>			<b>Total Net Assets - 100.0%</b>	\$ 1,136,833	
(Cost \$150,372)		<u>150,355</u>			
<b>U.S. TREASURY BILLS†† - 7.5%</b>					
U.S. Treasury Bills					
0.01% due 08/03/21²,³	85,000	<u>84,997</u>			
<b>Total U.S. Treasury Bills</b>					
(Cost \$84,999)		<u>84,997</u>			

Description	Number of Contracts	Expiration Date	Notional Amount	Value and Unrealized Depreciation**
<b>Currency Futures Contracts Sold Short<sup>†</sup></b>				
U.S. Dollar Index Futures Contracts	19	Sep 2021	\$ 1,754,650	\$ (43,784)

Counterparty	Index	Financing Rate Pay (Receive)	Payment Frequency	Maturity Date	Units	Notional Amount	Value and Unrealized Depreciation
<b>OTC Currency Index Swap Agreements Sold Short<sup>††</sup></b>							
Goldman Sachs International	U.S. Dollar Index	N/A	At Maturity	09/17/21	5,529	\$ 510,351	\$ (11,627)

<sup>5</sup> All or a portion of this security is pledged as currency index swap collateral at June 30, 2021.

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**WEAKENING DOLLAR 2x STRATEGY FUND**

The following table summarizes the inputs used to value the Fund's investments at June 30, 2021 (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	\$ 574,540	\$ —	\$ —	\$ 574,540
Federal Agency Notes	—	150,355	—	150,355
U.S. Treasury Bills	—	84,997	—	84,997
Repurchase Agreements	—	374,306	—	374,306
Total Assets	\$ 574,540	\$ 609,658	\$ —	\$ 1,184,198

Investments in Securities (Liabilities)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Currency Futures Contracts**	\$ 43,784	\$ —	\$ —	\$ 43,784
Currency Index Swap Agreements**	—	11,627	—	11,627
Total Liabilities	\$ 43,784	\$ 11,627	\$ —	\$ 55,411

\*\* 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, 2020, 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/1601445/000182126820000133/gug81042-ncsr.htm>.

Transactions during the period ended June 30, 2021, in which the company is an affiliated issuer, were as follows:

Security Name	Value 12/31/20	Additions	Reductions	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value 06/30/21	Shares 06/30/21	Investment Income
<b>Mutual Funds</b>								
Guggenheim Strategy Fund II	\$ 365,606	\$ 2,168	\$ (80,000)	\$ (76)	\$ 483	\$ 288,181	11,532	\$ 2,204
Guggenheim Ultra Short Duration Fund — Institutional Class	535,187	1,780	(250,000)	(298)	(310)	286,359	28,722	1,808
	\$ 900,793	\$ 3,948	\$ (330,000)	\$ (374)	\$ 173	\$ 574,540		\$ 4,012



**STATEMENT OF ASSETS  
AND LIABILITIES** (Unaudited)

June 30, 2021

**ASSETS:**

Investments in unaffiliated issuers, at value (cost \$235,371)	\$ 235,352
Investments in affiliated issuers, at value (cost \$571,224)	574,540
Repurchase agreements, at value (cost \$374,306)	374,306
Receivables:	
Dividends	566
Interest	331
<b>Total assets</b>	<u>1,185,095</u>

**LIABILITIES:**

Unrealized depreciation on OTC swap agreements	11,627
Payable for:	
Fund shares redeemed	20,872
Variation margin on futures contracts	6,187
Licensing fees	3,023
Swap settlement	1,263
Management fees	1,224
Securities purchased	566
Investor service fees	356
Transfer agent and administrative fees	312
Portfolio accounting fees	143
Trustees' fees*	20
Miscellaneous	2,669
<b>Total liabilities</b>	<u>48,262</u>

**Commitments and contingent liabilities (Note 11)**
**NET ASSETS** \$ 1,136,833
**NET ASSETS CONSIST OF:**

Paid in capital	\$ 2,538,500
Total distributable earnings (loss)	<u>(1,401,667)</u>
<b>Net assets</b>	<b>\$ 1,136,833</b>
Capital shares outstanding	19,807
<b>Net asset value per share</b>	<u><b>\$57.40</b></u>

**STATEMENT OF  
OPERATIONS** (Unaudited)

Six Months Ended June 30, 2021

**INVESTMENT INCOME:**

Dividends from securities of affiliated issuers	\$ 4,012
Interest	148
<b>Total investment income</b>	<u>4,160</u>

**EXPENSES:**

Management fees	8,406
Investor service fees	2,335
Transfer agent and administrative fees	3,074
Licensing fees	2,435
Professional fees	1,108
Portfolio accounting fees	934
Trustees' fees*	182
Custodian fees	132
Miscellaneous	204
<b>Total expenses</b>	<u>18,810</u>
Less:	
Expenses reimbursed by Adviser	(71)
Expenses waived by Adviser	(484)
<b>Total waived/reimbursed expenses</b>	<u>(555)</u>
<b>Net expenses</b>	<u>18,255</u>
<b>Net investment loss</b>	<u>(14,095)</u>

**NET REALIZED AND UNREALIZED GAIN (LOSS):**

Net realized gain (loss) on:	
Investments in affiliated issuers	(374)
Swap agreements	(5,329)
Futures contracts	(30,736)
<b>Net realized loss</b>	<u>(36,439)</u>
Net change in unrealized appreciation (depreciation) on:	
Investments in unaffiliated issuers	(21)
Investments in affiliated issuers	173
Swap agreements	(15,486)
Futures contracts	(92,897)
<b>Net change in unrealized appreciation (depreciation)</b>	<u>(108,231)</u>
<b>Net realized and unrealized loss</b>	<u>(144,670)</u>
<b>Net decrease in net assets resulting from operations</b>	<u><b>\$ (158,765)</b></u>

\* 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

	Six Months Ended June 30, 2021 (Unaudited)	Year Ended December 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (14,095)	\$ (15,662)
Net realized gain (loss) on investments	(36,439)	124,442
Net change in unrealized appreciation (depreciation) on investments	(108,231)	45,512
Net increase (decrease) in net assets resulting from operations	(158,765)	154,292
Distributions to shareholders	—	(3,015)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	2,094,190	38,842,654
Distributions reinvested	—	3,015
Cost of shares redeemed	(3,130,216)	(37,252,358)
Net increase (decrease) from capital share transactions	(1,036,026)	1,593,311
Net increase (decrease) in net assets	(1,194,791)	1,744,588
<b>NET ASSETS:</b>		
Beginning of period	2,331,624	587,036
End of period	\$ 1,136,833	\$ 2,331,624
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	35,184	675,499
Shares issued from reinvestment of distributions	—	54
Shares redeemed	(53,375)	(648,006)
Net increase (decrease) in shares	(18,191)	27,547

## 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.

	Six Months Ended June 30, 2021 <sup>a</sup>	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>f</sup>
<b>Per Share Data</b>						
Net asset value, beginning of period	\$61.36	\$56.17	\$59.56	\$67.40	\$56.49	\$61.90
Income (loss) from investment operations:						
Net investment income (loss) <sup>b</sup>	(.45)	(.76)	.28	.40	(.14)	(.11)
Net gain (loss) on investments (realized and unrealized)	(3.51)	6.19	(3.17)	(8.24)	11.05	(5.30)
Total from investment operations	(3.96)	5.43	(2.89)	(7.84)	10.91	(5.41)
Less distributions from:						
Net investment income	—	(.24)	(.50)	—	—	—
Total distributions	—	(.24)	(.50)	—	—	—
Net asset value, end of period	\$57.40	\$61.36	\$56.17	\$59.56	\$67.40	\$56.49
<b>Total Return<sup>c</sup></b>	<b>(6.45%)</b>	<b>9.69%</b>	<b>(4.85%)</b>	<b>(11.63%)</b>	<b>19.31%</b>	<b>(8.71%)</b>
<b>Ratios/Supplemental Data</b>						
Net assets, end of period (in thousands)	\$1,137	\$2,332	\$587	\$582	\$779	\$687
Ratios to average net assets:						
Net investment income (loss)	(1.51%)	(1.35%)	0.50%	0.61%	(0.22%)	(0.63%)
Total expenses <sup>d</sup>	2.01%	2.00%	2.08%	1.82%	1.80%	1.76%
Net expenses <sup>e</sup>	1.95%	1.96%	2.00%	1.81%	1.80%	1.76%
Portfolio turnover rate	1%	129%	187%	213%	367%	250%

<sup>a</sup> Unaudited figures for the period ended June 30, 2021. Percentage amounts for the period, except total return and portfolio turnover rate, have been annualized.

<sup>b</sup> Net investment income (loss) per share was computed using average shares outstanding throughout the period.

<sup>c</sup> 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.

<sup>d</sup> Does not include expenses of the underlying funds in which the Fund invests.

<sup>e</sup> Net expense information reflects the expense ratios after expense waivers and reimbursements, as applicable.

<sup>f</sup> Reverse share split — Per share amounts for the year ended 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 may issue an unlimited number of authorized shares. The Trust accounts for the assets of each Fund separately. At June 30, 2021, 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.

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

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.

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 June 30, 2021, 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, if any. 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 0.08% at June 30, 2021.

**(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 may utilize a variety of derivative instruments. These investments involve, to varying degrees, elements of market risk and risks in excess of amounts recognized on 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	\$ 6,613,235	\$ —
Japan 2x Strategy Fund	Index exposure, Leverage, Liquidity	11,824,539	—
Strengthening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	3,090,327	—
Weakening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	—	3,159,515

### 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. 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.

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	\$ 466,250	\$ —
Weakening Dollar 2x Strategy Fund	Index exposure, Leverage, Liquidity	—	487,358

### 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 June 30, 2021:

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 tables set forth the fair value of the Funds' derivative investments categorized by primary risk exposure at June 30, 2021:

Asset Derivative Investments Value				
Fund	Futures Equity Risk*	Futures Foreign Currency Exchange Risk*	Swaps Currency Risk	Total Value at June 30, 2021
Strengthening Dollar 2x Strategy Fund	\$ —	\$ 69,063	\$ 6,660	\$ 75,723

Liability Derivative Investments Value				
Fund	Futures Equity Risk*	Futures Foreign Currency Exchange Risk*	Swaps Currency Risk	Total Value at June 30, 2021
Europe 1.25x Strategy Fund	\$ 43,902	\$ 104,384	\$ —	\$ 148,286
Japan 2x Strategy Fund	32,195	71,443	—	103,638
Weakening Dollar 2x Strategy Fund	—	43,784	11,627	55,411

\* 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 period ended June 30, 2021:

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

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 period ended June 30, 2021:

Realized Gain (Loss) on Derivative Investments Recognized on the Statements of Operations				
Fund	Futures Equity Risk	Futures Foreign Currency Exchange Risk	Swaps Currency Risk	Total
Europe 1.25x Strategy Fund	\$ 495,802	\$ (493)	\$ —	\$ 495,309
Japan 2x Strategy Fund	499,613	(345,719)	—	153,894
Strengthening Dollar 2x Strategy Fund	—	(40,849)	(320)	(41,169)
Weakening Dollar 2x Strategy Fund	—	(30,736)	(5,329)	(36,065)



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

Fund	Futures Equity Risk	Futures Foreign Currency Exchange Risk	Swaps Currency Risk	Total
Europe 1.25x Strategy Fund	\$ (56,433)	\$ (112,249)	\$ —	\$ (168,682)
Japan 2x Strategy Fund	(230,195)	(112,851)	—	(343,046)
Strengthening Dollar 2x Strategy Fund	—	101,625	11,049	112,674
Weakening Dollar 2x Strategy Fund	—	(92,897)	(15,486)	(108,383)

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 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.

## NOTES TO FINANCIAL STATEMENTS (Unaudited)(continued)

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 <sup>1</sup>	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		
Strengthening Dollar 2x Strategy Fund	Swap currency contracts	\$ 6,660	\$ —	\$ 6,660	\$ —	\$ —		\$ 6,660

Fund	Instrument	Gross Amounts of Recognized Liabilities <sup>1</sup>	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		
Weakening Dollar 2x Strategy Fund	Swap currency contracts	\$ 11,627	\$ —	\$ 11,627	\$ (11,627)	\$ —		\$ —

<sup>1</sup> Exchange-traded or centrally-cleared derivatives are excluded from these reported amounts.

The Funds have the right to offset deposits against any related derivative liabilities outstanding with each counterparty with the exception of exchange-traded or centrally-cleared derivatives. The following table presents deposits held by others in connection with derivative investments as of June 30, 2021.

Fund	Counterparty	Asset Type	Cash Pledged	Cash Received
Strengthening Dollar 2x Strategy Fund	Goldman Sachs International	Futures contracts	\$ 4,722	\$ —

### 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 period ended June 30, 2021, the following Funds waived fees related to investments in affiliated funds:

Fund	Amount Waived
Europe 1.25x Strategy Fund	\$ 742
Japan 2x Strategy Fund	870
Strengthening Dollar 2x Strategy Fund	581
Weakening Dollar 2x Strategy Fund	484

GI has contractually agreed to waive and/or reimburse expenses for Europe 1.25x Strategy Fund, Strengthening Dollar 2x Strategy Fund and Weakening Dollar 2x Strategy Fund, in an amount equal to an annual percentage rate of 0.05% of each Fund’s average daily net assets. This agreement is effective June 1, 2021 and the end of the initial term is August 1, 2022. This agreement shall automatically renew for one-year terms, unless GI provides written notice to the Fund of the termination at least thirty days prior to the end of the then-current term. This agreement may be terminated at any time by the Fund’s Board of Trustees upon sixty days’ written notice.

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 June 30, 2021, 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 0.05% Due 07/01/21	\$ 43,014,729	\$ 43,014,789	U.S. Treasury Note 0.13% Due 04/30/23	\$ 43,947,200	\$ 43,875,223
BofA Securities, Inc. 0.04% Due 07/01/21	16,602,804	16,602,822	U.S. Treasury Bond 2.25% Due 05/15/41	16,308,000	16,934,920
Barclays Capital, Inc. 0.03% Due 07/01/21	16,934,860	16,934,874	U.S. Treasury Inflation Indexed Bond 0.13% Due 04/15/26	15,882,137	17,278,376

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 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.

## NOTES TO FINANCIAL STATEMENTS (Unaudited)(continued)

At June 30, 2021, 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 <sup>(a)</sup>	Net Amount	Cash Collateral Invested	Cash Collateral Uninvested	Total Collateral
S&P 500® Pure Value Fund	\$ 52,279	\$ (52,279)	\$ —	\$ 52,824	\$ —	\$ 52,824
S&P MidCap 400® Pure Growth Fund	11,729	(11,696)	33	11,696*	—	11,696
S&P SmallCap 600® Pure Growth Fund	976,851	(976,851)	—	1,019,454	—	1,019,454
S&P SmallCap 600® Pure Value Fund	333,423	(333,423)	—	333,725	—	333,725
Europe 1.25x Strategy Fund	18,650	(18,650)	—	19,256	—	19,256

<sup>(a)</sup> Actual collateral received by the Fund is generally greater than the amount shown due to overcollateralization.

\* Subsequent to June 30, 2021, 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.

At June 30, 2021, 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 Tax Unrealized Appreciation (Depreciation)
S&P 500® Pure Growth Fund	\$ 28,049,694	\$ 12,736,129	\$ (134,724)	\$ 12,601,405
S&P 500® Pure Value Fund	27,799,837	8,082,757	(19,721)	8,063,036
S&P MidCap 400® Pure Growth Fund	15,093,204	5,088,026	(374,709)	4,713,317
S&P MidCap 400® Pure Value Fund	19,627,225	4,477,501	(73,048)	4,404,453
S&P SmallCap 600® Pure Growth Fund	15,986,902	4,151,841	(272,012)	3,879,829
S&P SmallCap 600® Pure Value Fund	21,908,771	5,022,860	(111,066)	4,911,794
Europe 1.25x Strategy Fund	3,356,221	58,901	(148,731)	(89,830)
Japan 2x Strategy Fund	2,703,509	4,530	(103,692)	(99,162)
Strengthening Dollar 2x Strategy Fund	1,912,004	79,784	(11)	79,773
Weakening Dollar 2x Strategy Fund	1,180,911	3,307	(55,431)	(52,124)

**Note 9 – Securities Transactions**

For the period ended June 30, 2021, the cost of purchases and proceeds from sales of investment securities, excluding government securities, short-term investments and derivatives, were as follows:

<b>Fund</b>	<b>Purchases</b>	<b>Sales</b>
S&P 500® Pure Growth Fund	\$ 13,344,624	\$ 13,002,864
S&P 500® Pure Value Fund	37,366,204	34,100,687
S&P MidCap 400® Pure Growth Fund	10,844,983	14,096,077
S&P MidCap 400® Pure Value Fund	21,255,408	17,361,735
S&P SmallCap 600® Pure Growth Fund	20,214,538	20,045,200
S&P SmallCap 600® Pure Value Fund	44,275,407	32,140,572
Europe 1.25x Strategy Fund	1,964,071	1,266,458
Japan 2x Strategy Fund	507,920	365,000
Strengthening Dollar 2x Strategy Fund	904,816	700,000
Weakening Dollar 2x Strategy Fund	3,948	330,000

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 period ended June 30, 2021, the Funds engaged in purchases and sales of securities, pursuant to Rule 17a-7 of the 1940 Act, as follows:

<b>Fund</b>	<b>Purchases</b>	<b>Sales</b>	<b>Realized Gain (Loss)</b>
S&P 500® Pure Growth Fund	\$ 1,919,299	\$ 2,131,457	\$ 61,797
S&P 500® Pure Value Fund	8,561,057	5,573,611	72,499
S&P MidCap 400® Pure Growth Fund	1,416,012	990,474	25,183
S&P MidCap 400® Pure Value Fund	2,586,507	4,525,316	41,010
S&P SmallCap 600® Pure Growth Fund	3,938,856	1,317,814	(50,138)
S&P SmallCap 600® Pure Value Fund	4,503,699	5,467,300	107,308
Europe 1.25x Strategy Fund	695,093	554,398	1,734

**Note 10 – Line of Credit**

The Trust, along with other affiliated trusts, secured an uncommitted \$150,000,000 line of credit from U.S. Bank, N.A., which was increased to \$200,000,000 on February 10, 2021 and expired on June 7, 2021. On June 7, 2021, the line of credit agreement was renewed and expires on June 6, 2022. 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 1.25% for the period ended June 30, 2021. The Funds did not have any borrowings outstanding under this agreement at June 30, 2021.

The average daily balances borrowed for the period ended June 30, 2021, were as follows:

<b>Fund</b>	<b>Average Daily Balance</b>
S&P 500® Pure Growth Fund	\$ 14
S&P 500® Pure Value Fund	183
S&P MidCap 400® Pure Growth Fund	85
S&P SmallCap 600® Pure Growth Fund	281
S&P SmallCap 600® Pure Value Fund	49

## Note 11 – 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. The Second Circuit denied the petition on February 6, 2020. On July 6, 2020, plaintiffs filed a new petition for a writ of certiorari in the U.S. Supreme Court. In that petition, plaintiffs stated that “[t]o make it more likely that there will be a quorum for this petition,” they have “abandon[ed] the case and let the judgment below stand” with respect to certain defendants. That list did not include Rydex Variable Trust. Defendants filed an opposition to the petition for certiorari on August 26, 2020, and plaintiffs filed a reply in support of the petition for certiorari on September 8, 2020. The Court denied the petition for certiorari on April 19, 2021.

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. 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 was filed on April 27, 2020. Plaintiff filed a reply brief on May 18, 2020. The Court held oral argument on August 24, 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 12 – COVID-19**

The global ongoing crisis caused by the outbreak of COVID-19 and the current recovery underway is causing disruption to consumer demand and economic output and supply chains. There are still travel restrictions and quarantines, and adverse impacts on local and global economies. Investors should be aware that in light of the current uncertainty, volatility and distress in economies, financial markets, and labor and public health conditions around the world, the Funds' investments and a shareholder's investment in a Fund are subject to sudden and substantial losses, increased volatility and other adverse events. Firms through which investors invest with the Funds, the Funds, their service providers, the markets in which they invest and market intermediaries are also impacted by quarantines and similar measures intended to respond to and contain the ongoing pandemic, which can obstruct their functioning and subject them to heightened operational and other risks.

#### **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.



**Delivery of Shareholder Reports**

Paper copies of the Funds' annual and semi-annual shareholder reports are not sent by mail, unless you specifically request paper copies of the reports from a fund or from your financial intermediary. Instead, the reports are made available on a website, and you are notified by mail each time a report is posted and provided with a website link to access the report.

You may elect to receive all future shareholder reports in paper free of charge. If you hold shares of a fund directly, you can inform the Fund that you wish to receive paper copies of reports by calling 800.820.0888. If you hold shares of a fund through a financial intermediary, please contact the financial intermediary to make this election. Your election to receive reports in paper may apply to all Guggenheim Funds in which you are invested and may apply to all Guggenheim funds held with your financial intermediary.

**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>.

**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>. Copies of the portfolio holdings are also available to shareholders, without charge and upon request, by calling 800.820.0888.

**Report of the Rydex Variable Trust Contracts Review Committee**

Rydex Variable Trust (the "Trust") was organized as a Delaware statutory trust on June 11, 1998, and is registered as an open-end management investment company under the Investment Company Act of 1940, as amended (the "1940 Act"). The Trust includes the following series (each, a "Fund" and collectively, the "Funds"):

**Tradable Funds (Including Sector Funds\*)**

- Banking Fund\*
- Biotechnology Fund\*
- Consumer Products Fund\*
- Electronics Fund\*
- Energy Services Fund\*
- Financial Services Fund\*
- Health Care Fund\*
- Internet Fund\*
- Inverse Government Long Bond Strategy Fund
- Inverse Mid-Cap Strategy Fund
- Basic Materials Fund\*
- Commodities Strategy Fund
- Dow 2x Strategy Fund
- Energy Fund\*
- Europe 1.25x Strategy Fund
- Government Long Bond 1.2x Strategy Fund
- High Yield Strategy Fund
- Inverse Dow 2x Strategy Fund
- Inverse High Yield Strategy Fund\*\*\*
- Inverse NASDAQ-100 2x Strategy Fund\*\*\*

- Inverse NASDAQ-100 Strategy Fund
- Inverse Russell 2000 Strategy Fund
- Inverse S&P 500 Strategy Fund
- Leisure Fund\*
- NASDAQ-100 2x Strategy Fund
- Nova Fund
- Real Estate Fund
- Russell 2000 1.5x Strategy Fund
- Russell 2000 Fund\*\*\*
- S&P 500 Pure Growth Fund
- S&P MidCap 400 Pure Growth Fund
- S&P SmallCap 600 Pure Growth Fund
- Strengthening Dollar 2x Strategy Fund
- Telecommunications Fund\*
- Utilities Fund\*
- Weakening Dollar 2x Strategy Fund
- Inverse Russell 2000 2x Strategy Fund\*\*\*
- Inverse S&P 500 2x Strategy Fund\*\*\*
- Japan 2x Strategy Fund
- Mid-Cap 1.5x Strategy Fund
- NASDAQ-100 Fund
- Precious Metals Fund\*
- Retailing Fund\*
- Russell 2000 2x Strategy Fund
- S&P 500 Fund\*\*\*
- S&P 500 Pure Value Fund
- S&P MidCap 400 Pure Value Fund
- S&P SmallCap 600 Pure Value Fund
- Technology Fund\*
- Transportation Fund\*
- U.S. Government Money Market Fund

**Alternative Funds\*\* (i.e., Non-Tradable Funds)**

- Global Managed Futures Strategy Fund\*\*
- Multi-Hedge Strategies Fund\*\*
- Long Short Equity Fund\*\*

\* Each, a “Sector Fund” and collectively, the “Sector Funds.”

\*\* Each, an “Alternative Fund” and collectively, the “Alternative Funds.”

\*\*\* The Fund has been organized as a series of the Trust but has not commenced operations, and shares of the Fund are not currently offered to investors. The investment advisory agreement for the Fund was not considered for renewal. Consequently, all references to “the Funds” or similar references hereafter should be understood as excluding such Fund.

Security Investors, LLC (“Security Investors”), an indirect subsidiary of Guggenheim Partners, LLC, a privately-held, global investment and advisory firm (“Guggenheim Partners”), serves as investment adviser to each of the Funds pursuant to an investment advisory agreement between the Trust, with respect to the Funds, and Security Investors (the “Advisory Agreement”).<sup>1</sup> (Guggenheim Partners, Security Investors and their affiliates may be referred to herein collectively as “Guggenheim.” “Guggenheim Investments” refers to the global asset management and investment advisory division of Guggenheim Partners and includes Security Investors and other affiliated investment management businesses of Guggenheim Partners.)

Under the supervision of the Board of Trustees of the Trust (the “Board,” with the members of the Board referred to individually as the “Trustees”), the Adviser regularly provides investment research, advice and supervision, along with a continuous investment program for the Funds, and directs the purchase and sale of securities and other investments for each Fund’s portfolio.

The Advisory Agreement continues in effect from year to year provided that such continuance is specifically approved at least annually by (i) the Board or a majority of the outstanding voting securities (as defined in the 1940 Act) of each Fund, and, in either event, (ii) the vote of a majority of the Trustees who are not “interested person[s],” as defined by the 1940 Act, of the Trust (the “Independent Trustees”) casting votes in person at

<sup>1</sup> Security Investors also serves as investment adviser to each of Rydex Variable Commodities Strategy CFC, Rydex Variable Managed Futures Strategy CFC and Rydex Variable Multi-Hedge Strategies CFC (each, a “Subsidiary” and collectively, the “Subsidiaries”), wholly-owned subsidiaries of the Trust that are organized as limited companies under the laws of the Cayman Islands and used by Commodities Strategy Fund, Managed Futures Strategy Fund and Multi-Hedge Strategies Fund, respectively, to obtain commodities exposure. Pursuant to a separate investment management agreement for each Subsidiary (each, a “Subsidiary Advisory Agreement” and collectively, the “Subsidiary Advisory Agreements”), the Subsidiary pays Security Investors an advisory fee at the same rate that the respective Fund pays Security Investors under the Advisory Agreement. The Subsidiary Advisory Agreements do not require annual renewal by the Independent Trustees and will continue until they are terminated as provided in the Agreements. In addition, Security Investors has entered into a separate waiver agreement with respect to each applicable Fund pursuant to which Security Investors has contractually agreed to waive the advisory fee it receives from the Fund in an amount equal to the advisory fee paid to Security Investors by the respective Subsidiary. This undertaking will continue with respect to each applicable Fund for so long as the Fund invests in the respective Subsidiary, and may be terminated only with the approval of the Board.

a meeting called for such purpose.<sup>2</sup> At meetings held by videoconference on April 20, 2021 (the “April Meeting”) and on May 26, 2021 (the “May Meeting”), the members of the Contracts Review Committee of the Board (the “Committee”), consisting solely of the Independent Trustees, met separately from Guggenheim to consider the proposed renewal of the Advisory Agreement in connection with the Committee’s annual contract review schedule.

As part of its review process, the Committee was represented by independent legal counsel to the Independent Trustees (“Independent Legal Counsel”), from whom the Independent Trustees received separate legal advice and with whom they met separately. Independent Legal Counsel reviewed and discussed with the Committee various key aspects of the Trustees’ legal responsibilities relating to the proposed renewal of the Advisory Agreement and other principal contracts. The Committee took into account various materials received from Guggenheim and Independent Legal Counsel. The Committee also considered the variety of written materials, reports and oral presentations the Board received throughout the year regarding performance and operating results of the Funds, and other information relevant to its evaluation of the Advisory Agreement.

In connection with the contract review process, FUSE Research Network LLC (“FUSE”), an independent, third-party research provider, was engaged to prepare advisory contract renewal reports designed specifically to help the Board fulfill its advisory contract renewal responsibilities. The objective of the reports is to present the subject funds’ relative position regarding fees, expenses and total return performance, with peer group and universe comparisons. The Committee met with a representative of FUSE at the April Meeting to discuss how FUSE determined the appropriate peer groups for the Funds. Thereafter, the Committee assessed the data provided in the FUSE reports as well as commentary presented by Guggenheim, including, among other things, a list of Funds for which no peer funds were identified, a summary of notable distinctions between certain Funds and the applicable peer group identified in the FUSE reports and explanations for custom peer groups created for certain Funds that do not fit well into any particular category.

As part of its evaluation of the Adviser and the proposed renewal of the Advisory Agreement, the Committee took into account that each Tradable Fund is designed to provide tactical advisors with specific exposures (with the exception of the U.S. Government Money Market Fund which is designed to support tactical advisors seeking to avoid market exposure or preserve capital) while also providing for unlimited trading privileges, and that the Tradable Funds offer a unique set of product features. The Committee noted that each Tradable Fund (other than the U.S. Government Money Market Fund) seeks to track, or correlate to, the performance (before fees and expenses) of a specific benchmark index over certain time periods or a specific market, noting that, because appropriate published indices are not available for many of the Sector Funds and the Real Estate Fund, the Adviser has developed its own methodology to construct internal performance benchmarks for the Sector Funds and the Real Estate Fund. In this regard, the Committee received information regarding the Adviser’s proprietary methodology for constructing internal performance benchmarks for such Funds, including the personnel with primary responsibility for the maintenance and execution of the methodology. The Committee also noted that, in addition to the performance information included in the FUSE reports, the Adviser provided tracking error data for each Tradable Fund (other than U.S. Government Money Market Fund) relative to the applicable benchmark index or Guggenheim-constructed internal performance benchmark.

In addition, Guggenheim provided materials and data in response to formal requests for information sent by Independent Legal Counsel on behalf of the Independent Trustees. Guggenheim also made a presentation at the April Meeting. Throughout the process, the Committee asked questions of management and requested certain additional information, which Guggenheim provided (collectively with the foregoing reports and materials, the “Contract Review Materials”). The Committee considered the Contract Review Materials in the context of its accumulated experience governing the Trust and other Guggenheim funds and weighed the factors and standards discussed with Independent Legal Counsel.

Following an analysis and discussion of relevant factors, including those identified below, and in the exercise of its business judgment, the Committee concluded that it was in the best interest of each Fund to recommend that the Board approve the renewal of the Advisory Agreement for an additional annual term.

*Nature, Extent and Quality of Services Provided by the Adviser:* With respect to the nature, extent and quality of services currently provided by the Adviser, the Committee considered the qualifications, experience and skills of key personnel performing services for the Funds, including those personnel providing compliance and risk oversight, as well as the supervisors and reporting lines for such personnel. The

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<sup>2</sup> On March 13, 2020, the Securities and Exchange Commission issued an exemptive order providing relief to registered management investment companies from certain provisions of the 1940 Act in light of the outbreak of coronavirus disease 2019 (COVID-19), including the in-person voting requirements under Section 15(c) of the 1940 Act with respect to approving or renewing an investment advisory agreement, subject to certain conditions. The relief, initially provided for a limited period of time, has been extended multiple times and was in effect as of May 26, 2021. The Board, including the Independent Trustees, relied on this relief in voting to renew the Advisory Agreement at a meeting of the Board held by videoconference on May 26, 2021.

Committee also considered other information, including Guggenheim's resources and related efforts to retain, attract and motivate capable personnel to serve the Funds. In evaluating Guggenheim's resources and capabilities, the Committee considered Guggenheim's commitment to focusing on, and investing resources in support of, the funds in the Guggenheim fund complex, including the Funds.

The Committee's review of the services provided by Guggenheim to the Funds included consideration of Guggenheim's investment processes and index methodologies and resulting performance, portfolio oversight and risk management, and the related regular quarterly reports and presentations received by the Board. The Committee took into account the risks borne by Guggenheim in sponsoring and providing services to the Funds, including entrepreneurial, legal, regulatory and operational risks. The Committee considered the resources dedicated by Guggenheim to compliance functions and the reporting made to the Board by Guggenheim compliance personnel regarding Guggenheim's adherence to regulatory requirements. The Committee also considered the regular reports the Board receives from the Trust's Chief Compliance Officer regarding compliance policies and procedures established pursuant to Rule 38a-1 under the 1940 Act.

With respect to the Tradable Funds, the Committee considered their unique product features, including their tradability, the real time cash process employed for such Funds, and the leveraged and inverse strategies offered, and the Adviser's assessment of the value to shareholders provided by the Funds' structure and the services required by the Adviser to provide the Funds' unique features. The Committee noted that the Tradable Funds allow frequent trading and noted the magnitude of changes in each Fund's assets during 2020 and 2019. In this regard, the Committee noted that the real time cash process is utilized by the Adviser to aggregate shareholder flow data to estimate daily net subscriptions or redemptions in order to mitigate the costs associated with the tradability feature, improve tracking and keep the Funds fully invested. The Committee also took into account the infrastructure developed by the Adviser to manage the significant volume and size of trading that typically occurs near the end of each business day, as well as the unique considerations required in the portfolio construction process to determine the optimal way to obtain the applicable exposures, including leveraged and inverse exposures, while allowing for high turnover. With respect to the Sector Funds and the Real Estate Fund, the Committee considered the Adviser's proprietary methodology for constructing internal performance benchmarks for such Funds, noting the Adviser's statement that it uses a quantitative portfolio investment process that also requires investment discretion in implementing adjustments for factors that affect tradability and liquidity, changing dynamics within a sector or market, and corporate actions such as spin-offs, among other adjustments.

In connection with the Committee's evaluation of the overall package of services provided by Guggenheim, the Committee considered Guggenheim's administrative services, including its role in supervising, monitoring, coordinating and evaluating the various services provided by the fund administrator, transfer agent, distributor, custodian and other service providers to the Funds. The Committee evaluated the Office of Chief Financial Officer (the "OCFO"), established to oversee the fund administration, accounting and transfer agency services provided to the Funds and other Guggenheim funds, including the OCFO's resources, personnel and services provided.

With respect to Guggenheim's resources and the ability of the Adviser to carry out its responsibilities under the Advisory Agreement, the Chief Financial Officer of Guggenheim Investments reviewed with the Committee financial information concerning the holding company for Guggenheim Investments, Guggenheim Partners Investment Management Holdings, LLC ("GPIMH"), and the various entities comprising Guggenheim Investments, and provided the audited consolidated financial statements of GPIMH.

The Committee also considered the acceptability of the terms of the Advisory Agreement, including the scope of services required to be performed by the Adviser.

Based on the foregoing, and based on other information received (both oral and written) at the April Meeting and the May Meeting, as well as other considerations, including the Committee's knowledge of how the Adviser performs its duties obtained through Board meetings, discussions and reports throughout the year, the Committee concluded that the Adviser and its personnel were qualified to serve the Funds in such capacity and may reasonably be expected to continue to provide a high quality of services under the Advisory Agreement with respect to the Funds.

*Investment Performance:* Except as otherwise noted, the Committee received, for each Fund, investment returns for the since-inception, ten-year, five-year, three-year, one-year and three-month periods ended December 31, 2020, as applicable. For certain Tradable Funds with only one or two identified peer funds, if any, from the two direct competitor product suites, only investment returns for the five-year, three-year and one-year periods ended December 31, 2020, as applicable, were received. In addition, the Committee received a comparison of each Fund's performance to the performance of a benchmark and a peer group of similar funds based on asset levels as identified by FUSE, and for certain Funds, a broader universe of funds, in each case for the same periods, as applicable. The Committee also received from FUSE a description

of the methodology for identifying each Fund's peer group and universe for performance and expense comparisons. For the Tradable Funds (other than U.S. Government Money Market Fund), the Committee received tracking error data for other similar funds in the Guggenheim fund complex. The Committee also received certain updated performance information as of March 31, 2021.

With respect to the Tradable Funds (other than U.S. Government Money Market Fund), the Committee considered the Adviser's statement that such Funds are designed as a suite of products seeking to provide a number of broad and specific exposures for tactical advisors and also considered that the Funds have a unique set of product features designed to meet the needs of those tactical advisors, which has an impact on performance. The Committee considered the Adviser's statement that, in circumstances in which there are significant deviations from expected returns, management seeks to understand the cause of such deviations and determine if any remedial actions should be considered, noting that no such remedial actions were currently deemed necessary by the Adviser to address performance. The Committee also considered the Adviser's discussion of factors that contribute to such deviations, including shareholder activity, financing costs associated with leverage and investment instruments used to achieve certain exposures, noting the Adviser's statement that expenses and transaction costs based on shareholder activity are the primary driver of performance differences.

With respect to certain Tradable Funds with only one or two identified peer funds, if any, from the two direct competitor product suites, the Committee considered the Adviser's summary of notable distinctions between the Tradable Funds and the peer funds in the two direct competitor product suites and noted the Adviser's statement that certain Tradable Funds do not have any peer funds that provide the same index, leverage or inverse exposure. The Committee also considered management's commentary explaining instances of significant underperformance (defined as greater than 100 basis points), as applicable, of such Funds over the five-year, three-year and/or one-year periods ended December 31, 2020, relative to their respective peer funds, attributing such relative underperformance to, among other factors, differences in portfolio construction methodologies and exposures. The Committee noted that the two direct competitor product suites do not offer a fund comparable to the Commodities Strategy Fund and considered a comparison to a peer group identified in the FUSE report that includes actively-managed funds, noting the limitations in the comparability of such peer group.

With respect to the U.S. Government Money Market Fund, the Committee noted the Adviser's statement that the Fund is designed to support tactical advisors seeking to avoid market exposure or preserve capital and that only one other fund in its peer group identified in the FUSE report has product features that make it comparable in this regard. The Committee considered that the Fund outperformed the comparable peer fund over the five-year, three-year and one-year periods ended December 31, 2020, although its performance ranked in the fourth quartile of the broader peer group over the same time periods.

With respect to the Sector Funds and the Real Estate Fund, the Committee considered the Adviser's summary of notable distinctions between each Fund and the applicable peer group identified in the FUSE reports. The Committee considered that the peer groups are comprised of actively-managed funds seeking similar exposures but that do not offer the same product features, including unlimited trading privileges, noting the Adviser's statement that certain peer funds also cover a narrower or wider market segment than the applicable Fund. The Committee considered management's commentary explaining such Funds' underperformance, as applicable, over the five-year, three-year and one-year periods ended December 31, 2020, relative to their respective peer groups, attributing such underperformance to, among other factors, high turnover associated with daily shareholder flows, differences in exposures and the Funds' modified cap weighting approach to portfolio construction.

With respect to the Alternative Funds (i.e., the non-Tradable Funds), in seeking to evaluate Fund performance over a full market cycle, the Committee focused its attention on five-year and three-year performance rankings as compared to the relevant universe of funds. The Committee observed that the Global Managed Futures Strategy Fund's returns ranked in the third quartile or better of its performance universe for each of the relevant periods considered.

In addition, the Committee made the following observations regarding the other Alternative Funds:

**Long Short Equity Fund:** The Fund's returns ranked in the 80th percentile of its performance universe for the five-year and three-year periods ended December 31, 2020. The Committee noted management's explanation that the Fund's relative underperformance over these time periods was primarily a result of the Fund's fundamental factor tilts and the underperformance of the Fund's prior investment strategy. The Committee noted management's statement that the Fund's long exposure to value and short exposure to growth, as well as negative sector exposures to well-performing sectors, have detracted from investment performance. The Committee also noted management's statement that

the Fund employed a momentum-based investment strategy prior to May 31, 2017 that demonstrated bouts of volatility and inconsistencies, which affected long-term performance. The Committee noted that, as of March 31, 2021, the five-year and three-year performance rankings had improved to the 45th and 60th percentiles, respectively.

**Multi-Hedge Strategies Fund:** The Fund's returns ranked in the 100th percentile of its performance universe for the five-year and three-year periods ended December 31, 2020. The Committee noted management's explanation that the Fund's relative underperformance over these time periods was primarily due to the underperformance of its long short equity sleeve and its overall lower equity market beta relative to its peers. With respect to the Fund's long short equity sleeve, the Committee noted management's statement that the sleeve's high long exposure to value and short exposure to growth have detracted from investment performance. The Committee took into account management's statement that the Fund changed its underlying investment strategies to improve diversification amongst the strategies, target a higher and more stable risk profile and enhance risk-adjusted returns while providing continuity for shareholders. The Committee noted that, as of March 31, 2021, the five-year and three-year performance rankings had improved to the 55th and 21st percentiles, respectively.

Based on the foregoing, and based on other information received (both oral and written) at the April Meeting and the May Meeting, as well as other considerations, the Committee concluded that: (i) each Fund's performance was acceptable; or (ii) it was satisfied with Guggenheim's responses and efforts to improve investment performance.

*Comparative Fees, Costs of Services Provided and the Benefits Realized by the Adviser from Its Relationship with the Funds:* The Committee compared each Fund's contractual advisory fee, net effective management fee<sup>3</sup> and total net expense ratio to the applicable peer group, if any. The Committee also reviewed the median advisory fees and expense ratios, including expense ratio components (e.g., transfer agency fees, administration fees, other operating expenses, distribution fees and fee waivers/reimbursements), of the peer group of funds. In addition, the Committee considered information regarding Guggenheim's process for evaluating the competitiveness of each Fund's fees and expenses, noting Guggenheim's statement that evaluations seek to incorporate a variety of factors with a general focus on ensuring fees and expenses: (i) are competitive; (ii) give consideration to resource support requirements; and (iii) ensure Funds are able to deliver on shareholder return expectations.

As part of its evaluation of each Fund's advisory fee, the Committee considered how such fees compared to the advisory fee charged by Guggenheim to one or more other clients that it manages pursuant to similar investment strategies, to the extent applicable. The Committee noted Guggenheim's statement that it does not provide advisory services to other clients that have investment strategies similar to those of the Funds, other than the retail fund counterparts to the Funds and certain other clients with respect to Long Short Equity Fund, each of which is charged the same advisory fee as the corresponding Fund.

With respect to the Tradable Funds that are designed to track a widely available index, which have only one or two identified peer funds, if any, from the two direct competitor product suites, the Committee considered the Adviser's summary of notable distinctions between the Tradable Funds and the peer funds, noting the Adviser's statement that only one of the two direct competitor product suites is directly comparable for purposes of assessing such Funds' advisory fees. For those Tradable Funds with a peer fund from the directly comparable product suite, the Committee noted that each Fund's contractual advisory fee was equal to or lower than the contractual advisory fee charged to the peer fund, with the exception of 15 Funds for which the contractual advisory fee was five basis points higher than the contractual advisory fee charged to the peer fund. With respect to each of those 15 Funds, the Adviser agreed to waive five basis points of its contractual advisory fee through August 1, 2022. The Committee also considered that each such Fund's net effective management fee was competitive. The Committee noted that the higher total net expense ratio as compared to the peer fund was driven primarily by the higher other operating expenses of each such Fund.

With respect to the U.S. Government Money Market Fund, the Committee noted the Adviser's statement that the Fund is designed to support tactical advisors seeking to avoid market exposure or preserve capital and that only one other fund in its peer group identified in the FUSE report is directly comparable in terms of product features offered. The Committee considered that, as of the Fund's and the peer fund's respective fiscal year ends, the Fund's contractual advisory fee, net effective management fee and total net expense ratio are lower than those of the peer fund. The Committee noted the Adviser's statement that, given the current low interest rate environment, it is currently waiving, and intends to continue to waive, all or a portion of its fees to the extent necessary to maintain the Fund's stable net asset value.

<sup>3</sup> The "net effective management fee" for each Fund represents the combined effective advisory fee and administration fee as a percentage of average net assets for the latest fiscal year, after any waivers and/or reimbursements.

With respect to the Sector Funds and the Real Estate Fund, the Committee considered the Adviser's summary of notable distinctions between each Fund and the applicable peer group identified in the FUSE reports. The Committee considered that the peer groups are comprised of actively-managed funds seeking similar exposures but that do not offer the same product features, such as unlimited trading privileges. As a result, the fee and expense comparisons are more difficult given the uniqueness of both the Funds' structure and the portfolio management needed to meet client requirements.

With respect to the Alternative Funds (i.e., the non-Tradable Funds), the Committee made the following observations:

**Global Managed Futures Strategy Fund:** The Fund's contractual advisory fee ranks in the fourth quartile (100th percentile) of its peer group. The Fund's net effective management fee ranks in the first quartile (1st percentile) of its peer group. The Fund's total net expense ratio ranks in the fourth quartile (100th percentile) of its peer group, with higher other operating expenses than its peer fund. The Committee considered that the peer group is limited in size and is comprised of only two funds. The Committee noted that the Fund's contractual advisory fee and total net expense ratio each rank more competitively when compared to the broader universe of funds.

**Long Short Equity Fund:** The Fund's contractual advisory fee, net effective management fee and total net expense ratio each rank in the fourth quartile (80th, 80th and 100th percentiles, respectively) of its peer group. The Committee noted the Fund's higher other operating expenses compared to its peers. The Committee considered that the peer group is limited in size and is comprised of only six funds.

**Multi-Hedge Strategies Fund:** Although the Fund's contractual advisory fee ranks in the fourth quartile (75th percentile) of its peer group, the Committee considered that the Fund's net effective management fee and total net expense ratio each rank at the median of its peer group. The Committee considered that the peer group is limited in size and is comprised of only five funds.

With respect to the costs of services provided and benefits realized by Guggenheim Investments from its relationship with the Funds, the Committee reviewed a profitability analysis and data from management for each Fund setting forth the average assets under management for the twelve months ended December 31, 2020, gross revenues received by Guggenheim Investments, expenses allocated to the Fund, expense waivers (as applicable), earnings and the operating margin/profitability rate, including variance information relative to the foregoing amounts as of December 31, 2019. In addition, the Chief Financial Officer of Guggenheim Investments reviewed with, and addressed questions from, the Committee concerning the expense allocation methodology employed in producing the profitability analysis.

In the course of its review of Guggenheim Investments' profitability, the Committee took into account the methods used by Guggenheim Investments to determine expenses and profit. The Committee considered all of the foregoing, among other things, in evaluating the costs of services provided, the profitability to Guggenheim Investments and the profitability rates presented.

The Committee also considered other benefits available to the Adviser because of its relationship with the Funds and noted Guggenheim's statement that it does not believe the Adviser derives any such "fall-out" benefits. In this regard, the Committee noted Guggenheim's statement that, although it does not consider such benefits to be fall-out benefits, the Adviser may benefit from certain economies of scale and synergies, such as enhanced visibility of the Adviser, enhanced leverage in fee negotiations and other synergies arising from offering a broad spectrum of products, including the Funds.

Based on the foregoing, and based on other information received (both oral and written) at the April Meeting and the May Meeting, as well as other considerations, the Committee concluded that the comparative fees and the benefits realized by the Adviser from its relationship with the Funds were appropriate and that the Adviser's profitability from its relationship with the Funds was not unreasonable.

**Economies of Scale:** The Committee received and considered information regarding whether there have been economies of scale with respect to the management of the Funds as Fund assets grow, whether the Funds have appropriately benefited from any economies of scale, and whether there is potential for realization of any further economies of scale. The Committee considered whether economies of scale in the provision of services to the Funds were being passed along to and shared with the shareholders. The Committee considered that Guggenheim believes it is appropriately sharing potential economies of scale and that, although Guggenheim's overall expenses declined in 2020, generally, costs are anticipated to increase in many key areas, including compensation of portfolio managers, key analysts and support staff, as well as for infrastructure needs, with respect to risk management oversight, valuation processes and disaster recovery systems, among other things.

The Committee also noted the process employed by the Adviser to evaluate whether it would be appropriate to institute a new breakpoint for an Alternative Fund (i.e., a non-Tradable Fund), with consideration given to, among other things: (i) the Fund's size and trends in asset levels over recent years; (ii) the competitiveness of the expense levels; (iii) whether expense waivers are in place; (iv) changes and trends in revenue and expenses; (v) whether there are any anticipated expenditures that may benefit the Fund in the future; (vi) Fund profit level margins; (vii) relative Fund performance; (viii) the nature, extent and quality of services management provides to the Fund; and (ix) the complexity of the Fund's investment strategy and the resources required to support the Fund.

As part of its assessment of economies of scale, the Committee also considered Guggenheim's view that it seeks to share economies of scale through a number of means, including breakpoints, advisory fees set at competitive rates pre-assuming future asset growth, expense waivers and limitations, and investments in personnel, operations and infrastructure to support the Fund business. The Committee also received information regarding amounts that had been shared with shareholders through such expense waivers and limitations. Thus, the Committee considered the size of the Funds and the competitiveness of and/or other determinations made regarding the current advisory fee for each Fund, as well as whether a Fund is subject to an expense limitation.

Based on the foregoing, and based on other information received (both oral and written) at the April Meeting and the May Meeting, as well as other considerations, the Committee concluded that the advisory fee for each Fund was reasonable.

**Overall Conclusions**

The Committee concluded that the investment advisory fees are fair and reasonable in light of the extent and quality of the services provided and other benefits received and that the continuation of the Advisory Agreement is in the best interest of each Fund. In reaching this conclusion, no single factor was determinative or conclusive and each Committee member, in the exercise of his or her well-informed business judgment, may afford different weights to different factors. At the May Meeting, the Committee, constituting all of the Independent Trustees, recommended the renewal of the Advisory Agreement for an additional annual term.



## 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](http://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***
<b>INDEPENDENT TRUSTEES</b>					
<b>Randall C. Barnes</b> (1951)	Trustee and Chair of the Valuation Oversight Committee	Since 2019 (Trustee)  Since 2020 (Chair of the Valuation Oversight Committee)	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 (2006-2016).
<b>Angela Brock-Kyle</b> (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: Bowhead Insurance GP, LLC (2020-present); Hunt Companies, Inc. (2019-present).  Former: Infinity Property & Casualty Corp. (2014-2018).
<b>Thomas F. Lydon, Jr.</b> (1960)	Trustee and Chair of the Contracts Review Committee	Since 2005 (Trustee)  Since 2020 (Chair 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).
<b>Ronald A. Nyberg</b> (1953)	Trustee and Chair of the Nominating and Governance Committee	Since 2019	Current: Of Counsel, Momkus LLP (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 (2) (2018-present); Edward-Elmhurst Healthcare System (2012-present).  Former: Western Asset Inflation-Linked Opportunities & Income Fund (2004- 2020); Western Asset Inflation-Linked Income Fund (2003- 2020); Managed Duration Investment Grade Municipal Fund (2003-2016).

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

<b>Name, Address* and Year of Birth</b>	<b>Position(s) Held with Trust</b>	<b>Term of Office and Length of Time Served**</b>	<b>Principal Occupation(s) During Past Five Years</b>	<b>Number of Portfolios in Fund Complex Overseen</b>	<b>Other Directorships Held by Trustees***</b>
<b>INDEPENDENT TRUSTEES - concluded</b>					
<b>Sandra G. Sponem</b> (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 (81) (2018-present); SPDR Index Shares Funds (30) (2018-present); SSGA Active Trust (14) (2018-present).  Former: SSGA Master Trust (1) (2018-2020).
<b>Ronald E. Toupin, Jr.</b> (1958)	Trustee, Chair of the Board and Chair 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	Former: Western Asset Inflation-Linked Opportunities & Income Fund (2004- 2020); Western Asset Inflation-Linked Income Fund (2003- 2020); 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***
<b>INTERESTED TRUSTEE</b>					
<b>Amy J. Lee****</b> (1961)	Trustee, Vice President and Chief Legal Officer	Since 2019	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).	157	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.

\*\*\* Each Trustee also serves on the Boards of Trustees of Guggenheim Funds Trust, Guggenheim Variable Funds Trust, Guggenheim Strategy Funds Trust, Fiduciary/Claymore Energy Infrastructure Fund, Guggenheim Taxable Municipal Bond & Investment Grade Debt Trust, Guggenheim Strategic Opportunities Fund, Guggenheim Enhanced Equity Income Fund, Guggenheim Energy & Income Fund, Guggenheim Credit Allocation Fund, Rydex Series Funds, Rydex Dynamic Funds, Rydex Variable Trust and Transparent Value Trust. Messrs. Barnes and Nyberg also serve on the Board of Trustees of Advent Convertible & Income Fund.

\*\*\*\* 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
<b>OFFICERS</b>			
<b>Brian E. Binder</b> (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>
<b>James M. Howley</b> (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>
<b>Mark E. Mathiasen</b> (1978)	Secretary	Since 2017	<p>Current: Secretary, certain other funds in the Fund Complex (2007-present); Managing Director, Guggenheim Investments (2007-present).</p>
<b>Glenn McWhinnie</b> (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>
<b>Michael P. Megaris</b> (1984)	Assistant Secretary	Since 2018	<p>Current: Assistant Secretary, certain other funds in the Fund Complex (2014-present); Director, Guggenheim Investments (2012-present).</p>
<b>Elisabeth Miller</b> (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>
<b>Margaux Misantone</b> (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>

## 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
<b>OFFICERS - concluded</b>			
<b>Kimberly J. Scott</b> (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>
<b>Bryan Stone</b> (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>
<b>John L. Sullivan</b> (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>
<b>Jon Szafran</b> (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](mailto: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](http://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](http://www.guggenheiminvestments.com). Should you have any questions regarding our privacy policy, contact us by email at [CorporateDataPrivacy@GuggenheimPartners.com](mailto:CorporateDataPrivacy@GuggenheimPartners.com).



In compliance with SEC Rule 22e-4 under the U.S. Investment Company Act of 1940 (the “Liquidity Rule”), the Rydex Variable Trust (the “Trust”) has adopted and implemented a written liquidity risk management program (the “Program”) for each series of the Trust (each, a “Fund” and, collectively, the “Funds”). The Trust’s Board of Trustees (the “Board”) has also designated a Program administrator (the “Administrator”).

The Liquidity Rule requires that the Program be reasonably designed to assess and manage each Fund’s liquidity risk. A Fund’s “liquidity risk” is the risk that the Fund could not meet requests to redeem shares issued by the Fund without significant dilution of the remaining investors’ interests in the Fund. The Program includes a number of elements that support the assessment, management and review of liquidity risk. In accordance with the Program, each Fund’s liquidity risk is assessed no less frequently than annually taking into consideration a variety of factors, including, as applicable, the Fund’s investment strategy and liquidity of portfolio investments, cash flow projections, and holdings of cash and cash equivalents, as well as borrowing arrangements and other funding sources. Certain factors are considered under both normal and reasonably foreseeable stressed conditions. There is no guarantee that the Program will achieve its objective under all circumstances.

Under the Program, each Fund portfolio investment is classified into one of four liquidity categories based on a determination of the number of days it is reasonably expected to take to convert the investment to cash, or sell or dispose of the investment, in current market conditions without significantly changing the investment’s market value. The Program is reasonably designed to meet Liquidity Rule requirements relating to “highly liquid investment minimums” (i.e., the minimum amount of Fund net assets to be invested in highly liquid investments that are assets) and to monitor compliance with the Liquidity Rule’s limitations on a Fund’s investments in illiquid investments. Under the Liquidity Rule, a Fund is prohibited from acquiring any illiquid investment if, immediately after the acquisition, the Fund would have invested more than 15% of its net assets in illiquid investments that are assets.

During the period covered by this shareholder report, the Board received a written report (the “Report”) prepared by the Administrator addressing the Program’s operation and assessing the adequacy and effectiveness of its implementation for the period from March 31, 2020, to March 31, 2021. The Report concluded that the Program operated effectively, the Program had been and continued to be reasonably designed to assess and manage each Fund’s liquidity risk, and the Program has been adequately and effectively implemented to monitor and respond to the Funds’ liquidity developments, as applicable. The Report further concluded that the Program operated effectively during recent market conditions arising from COVID-19.

Please refer to your Fund’s prospectus for more information regarding the Fund’s exposure to liquidity risk and other risks to which an investment in the Fund may be subject.

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