

## Rydex Variable Trust Funds Annual Report

### Sector Funds

Banking Fund  
Basic Materials Fund  
Biotechnology Fund  
Consumer Products Fund  
Electronics Fund  
Energy Fund  
Energy Services Fund  
Financial Services Fund  
Health Care Fund  
Internet Fund  
Leisure Fund  
Precious Metals Fund  
Real Estate Fund  
Retailing Fund  
Technology Fund  
Telecommunications Fund  
Transportation Fund  
Utilities 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 annual shareholder report for 18 of our Funds (the “Funds”) that are part of the Rydex Variable Trust. This report covers performance of the Funds for the annual period ended December 31, 2020.

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

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

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

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

Sincerely,

Security Investors, LLC

January 31, 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.***

The global ongoing crisis caused by the outbreak of COVID-19 is causing materially reduced consumer demand and economic output, disrupting supply chains, resulting in market closures, travel restrictions and quarantines, and adversely impacting 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 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 contain the ongoing pandemic, which can obstruct their functioning and subject them to heightened operational risks.

**Sector funds may not be suitable for all investors.** Investing in sector funds is more volatile than investing in broadly diversified funds, as there is a greater risk due to the concentration of the Fund’s holdings in issuers of the same or similar offerings. Certain of the sector funds are considered non-diversified and can invest a greater portion of their 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.

In what could have been one of the worst years on record for equity investors due to the devastating human and economic cost of the COVID-19 pandemic combined with political unrest in the U.S., the 12-month period ended December 31, 2020, witnessed the Standard & Poor's® ("S&P 500®") Index reach a record high of 3,756.07 from 3,234.85 at the start of the year. This was despite plummeting to 2,237.40 on March 23, 2020 as the effects of the pandemic caused the U.S. economy to stall. This dramatic change in fortune for equity markets was due in large part by a swift, sweeping response to the economic shutdown in March 2020 by the U.S. Federal Reserve (the "Fed"), which has continued to signal its intention to use ultra-accommodative monetary policy to strive toward full employment and 2% inflation via unprecedented measures. The central bank's commitment to keeping interest rates near zero and its bond-buying program to lessen the risk of corporate defaults resulted in bountiful debt issuance by corporate borrowers and a growing confidence among equity investors that the investment environment would remain benign for the foreseeable future.

As such, our economic outlook for the coming year is positive, owing to another round of COVID-19 relief and more planned by the new administration, plus the expectation for a successful vaccine distribution. The new package, titled the Coronavirus Response and Relief Supplemental Appropriations Act, delivers a \$900 billion injection into the economy, bringing total COVID-related aid to over \$3.5 trillion including the 2020 bill, or roughly 8.5% of 2020–2021 gross domestic product ("GDP"). On this measure, it is already 3.5x more than the stimulus delivered in the five years following the financial crisis.

The latest round of fiscal stimulus should cause a surge in personal income during the first quarter, and a significant percentage of the population should be vaccinated or immune from prior infection by mid-2021. It is likely that local governments will be able to begin to relax restrictions even before herd immunity is reached since hospitalizations should fall once the elderly are vaccinated. As we move through the year, consumer spending growth should start to accelerate, spurred on by elevated personal savings and strong gains in household net worth. Elsewhere, the housing market will continue to benefit from tight supply and low interest rates, and business investment should rebound as corporations look to put to work record levels of precautionary cash. As a result, we expect real GDP growth to be well above potential for the year.

If the unemployment rate continues to fall at its recent pace and inflation picks up with its usual six-quarter lag behind economic activity, the experience of prior cycles would suggest that the Fed could start its hiking cycle as early as late-2022. However, the change in the Fed's playbook will keep it sidelined for years as it looks to make up for shortfalls related to its 2% inflation target and no longer worries about an overly tight labor market.

This means the Fed is likely to keep rates at zero for several years beyond the late-2023 liftoff currently priced into the bond market. Similarly, the odds are low of a tapering of the Fed's bond purchases in 2021. While we believe the government response to the pandemic was necessary and appropriate, investors are already paying some price with more elevated valuations due in part to the Fed's aggressive relaunch of quantitative easing. Under these circumstances, investors will likely continue to take on more risk as long as more fiscal support is underway and while the Fed remains willing to backstop credit markets to support financial conditions.

For the 12-month period ended December 31, 2020, the S&P 500® Index\* returned 18.40%. The MSCI Europe-Australasia-Far East ("EAFE") Index\* returned 7.82%. The return of the MSCI Emerging Markets Index\* was 15.84%.

In the bond market, the Bloomberg Barclays U.S. Aggregate Bond Index\* posted a 7.51% return for the 12-month period, while the Bloomberg Barclays U.S. Corporate High Yield Index\* returned 7.11%. The return of the ICE Bank of America ("BofA") Merrill Lynch 3-Month U.S. Treasury Bill Index\* was 0.67% for the 12-month period.

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

**\*Index Definitions:**

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

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

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

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

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

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

**MSCI U.S. REIT Index** is a free float market capitalization weighted index that is comprised of equity real estate investment trust (“REIT”) securities that belong to the MSCI U.S. Investable Market 2500 Index. The MSCI U.S. REIT Index includes only REIT securities that are of reasonable size in terms of full and free float-adjusted market capitalization to ensure that the performance of the equity REIT universe can be captured and replicated in actual institutional and retail portfolios of different sizes.

**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® Consumer Discretionary Index** is a sub-index of the S&P 500®. The Consumer Discretionary index includes companies in the following industries: automobiles and components, consumer durables, apparel, hotels, restaurants, leisure, media and retailing.

**S&P 500® Consumer Staples Index** is a sub-index of the S&P 500®. The Consumer Staples index comprises companies whose businesses are less sensitive to economic cycles. It includes manufacturers and distributors of food, beverages and tobacco and producers of non-durable household goods and personal products. It also includes food & drug retailing companies as well as supermarkets and consumer super centers.

**S&P 500® Energy Index** is a sub-index of the S&P 500®. The Energy index comprises companies whose businesses are dominated by either of the following activities: The construction or provision of oil rigs, drilling equipment and other energy-related equipment and services, including seismic data collection; companies engaged in the exploration, production, marketing, refining and/or transportation of oil and gas products, coal and other consumable fuels.

**S&P 500® Financials Index** is a sub-index of the S&P 500®. The Financials index contains companies involved in activities such as banking, mortgage finance, consumer finance, specialized finance, investment banking and brokerage, asset management and custody, corporate lending, insurance, and financial investment, and real estate, including REITs.

**S&P 500® Health Care Index** is a sub-index of the S&P 500®. The Health Care index encompasses two main industry groups. The first includes companies who manufacture health care equipment and supplies or provide health care related services, including distributors of health care products, providers of basic health-care services, and owners and operators of health care facilities and organizations. The first group also includes companies operating in the health care technology industry. The second group includes companies primarily involved in the research, development, production and marketing of pharmaceuticals, biotechnology and life sciences products.

**S&P 500® Industrials Index** is a sub-index of the S&P 500®. The Industrials index includes companies whose businesses are dominated by one of the following activities: the manufacture and distribution of capital goods, including aerospace & defense, construction, engineering & building products, electrical equipment and industrial machinery; the provision of commercial services and supplies, including printing, environmental, office and security services; the provision of professional services, including employment and research & consulting services; or the provision of transportation services, including airlines, couriers, marine, road & rail and transportation infrastructure.

**S&P 500® Information Technology Index** is a sub-index of the S&P 500®. The Information Technology index covers the following general areas: technology software & services, including companies that primarily develop software in various fields such as the Internet, applications, systems, databases management and/or home entertainment, and companies that provide information technology consulting and services, as well as data processing and outsourced services; secondly, technology hardware & equipment, including manufacturers and distributors of communications equipment, computers & peripherals, electronic equipment and related instruments; and thirdly, semiconductors & semiconductor equipment manufacturers.

**S&P 500® Materials Index** is a sub-index of the S&P 500®. The Materials index encompasses a wide range of commodity-related manufacturing industries. Included in this sector are companies that manufacture chemicals, construction materials, glass, paper, forest products and related packaging products, and metals, minerals and mining companies, including producers of steel.

**S&P 500® Telecommunications Services Index** is a sub-index of the S&P 500®. The Telecommunications Services index contains companies that provide communications services primarily through a fixed-line, cellular, wireless, high bandwidth and/or fiber optic cable network.

**S&P 500® Utilities Index** is a sub-index of the S&P 500®. The Utilities index encompasses those companies considered electric, gas or water utilities, or companies that operate as independent producers and/or distributors of power.

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

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

The examples are based on an investment of \$1,000 made at the beginning of the period and held for the entire six-month period beginning June 30, 2020 and ending December 31, 2020.

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 June 30, 2020	Ending Account Value December 31, 2020	Expenses Paid During Period <sup>2</sup>
<b>Table 1. Based on actual Fund return<sup>3</sup></b>					
Banking Fund	1.82%	33.69%	\$ 1,000.00	\$ 1,336.90	\$ 10.72
Basic Materials Fund	1.81%	31.98%	1,000.00	1,319.80	10.58
Biotechnology Fund	1.81%	11.15%	1,000.00	1,111.50	9.63
Consumer Products Fund	1.81%	16.15%	1,000.00	1,161.50	9.86
Electronics Fund	1.81%	43.69%	1,000.00	1,436.90	11.12
Energy Fund	1.81%	9.02%	1,000.00	1,090.20	9.54
Energy Services Fund	1.81%	31.18%	1,000.00	1,311.80	10.55
Financial Services Fund	1.81%	23.05%	1,000.00	1,230.50	10.18
Health Care Fund	1.81%	16.33%	1,000.00	1,163.30	9.87
Internet Fund	1.81%	29.95%	1,000.00	1,299.50	10.49
Leisure Fund	1.81%	38.98%	1,000.00	1,389.80	10.90
Precious Metals Fund	1.71%	11.25%	1,000.00	1,112.50	9.11
Real Estate Fund	1.81%	15.69%	1,000.00	1,156.90	9.84
Retailing Fund	1.81%	31.56%	1,000.00	1,315.60	10.56
Technology Fund	1.81%	31.79%	1,000.00	1,317.90	10.57
Telecommunications Fund	1.81%	11.96%	1,000.00	1,119.60	9.67
Transportation Fund	1.81%	53.16%	1,000.00	1,531.60	11.55
Utilities Fund	1.81%	10.78%	1,000.00	1,107.80	9.62

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

Banking Fund	1.82%	5.00%	\$ 1,000.00	\$ 1,016.03	\$ 9.25
Basic Materials Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Biotechnology Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Consumer Products Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Electronics Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Energy Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Energy Services Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Financial Services Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Health Care Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Internet Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Leisure Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Precious Metals Fund	1.71%	5.00%	1,000.00	1,016.59	8.69
Real Estate Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Retailing Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Technology Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Telecommunications Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Transportation Fund	1.81%	5.00%	1,000.00	1,016.08	9.20
Utilities Fund	1.81%	5.00%	1,000.00	1,016.08	9.20

<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 184/365 (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 June 30, 2020 to December 31, 2020.



## BANKING FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the banking sector, including commercial banks (and their holding companies) and savings and loan institutions ("Banking Companies").

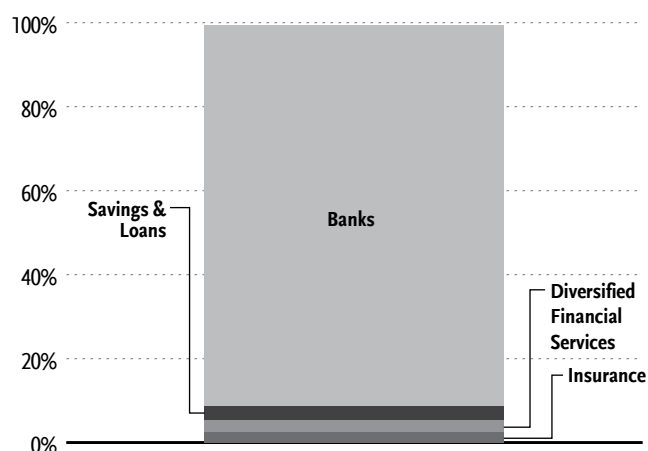
For the year ended December 31, 2020, Banking Fund returned -8.46%, compared with the S&P 500 Index, which returned 18.40%. The S&P 500 Financials Index returned -1.69%.

The industries that contributed the most to performance were diversified financial services and diversified capital markets. The industries that detracted the most were diversified banks, thrifts & mortgage finance, and asset management & custody banks.

SVB Financial Group, First Republic Bank, and Independent Bank Group, Inc. were the holdings that contributed the most to the Fund's return for the period. Wells Fargo & Co., Citigroup, Inc., and U.S. Bancorp detracted the most from return.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



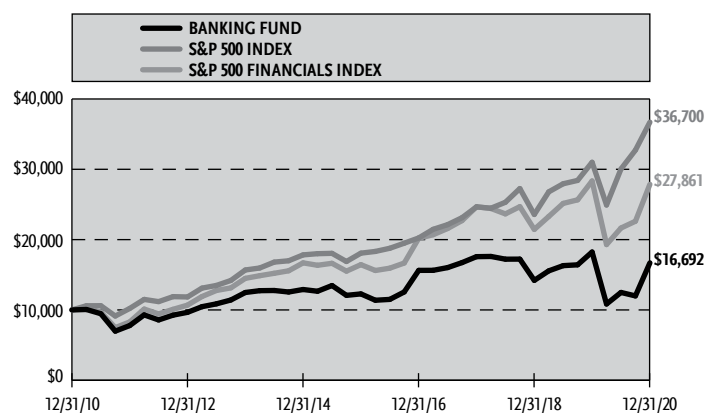
"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Inception Date: May 2, 2001

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

JPMorgan Chase & Co.	4.1%
Bank of America Corp.	4.1%
Citigroup, Inc.	4.0%
Wells Fargo & Co.	4.0%
U.S. Bancorp	3.5%
Truist Financial Corp.	3.3%
PNC Financial Services Group, Inc.	3.2%
Capital One Financial Corp.	2.8%
Bank of New York Mellon Corp.	2.6%
State Street Corp.	2.2%
<b>Top Ten Total</b>	<b>33.8%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Banking Fund	(8.46%)	6.33%	5.26%
S&P 500 Financials Index	(1.69%)	11.13%	10.79%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Financials Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## BANKING FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>BANKS - 90.9%</b>					
JPMorgan Chase & Co.	1,378	\$ 175,102	South State Corp.	520	\$ 37,596
Bank of America Corp.	5,718	173,313	Pinnacle Financial Partners, Inc.	583	37,545
Citigroup, Inc.	2,745	169,257	United Bankshares, Inc.	1,097	35,543
Wells Fargo & Co.	5,594	168,827	Bank OZK	1,104	34,522
U.S. Bancorp	3,141	146,339	Glacier Bancorp, Inc.	750	34,507
Truist Financial Corp.	2,945	141,154	Webster Financial Corp.	779	32,835
PNC Financial Services Group, Inc.	922	137,378	CIT Group, Inc.	890	31,951
Bank of New York Mellon Corp.	2,555	108,434	Umpqua Holdings Corp.	2,080	31,491
State Street Corp.	1,262	91,848	Wintrust Financial Corp.	514	31,400
First Republic Bank	591	86,836	UMB Financial Corp.	452	31,183
SVB Financial Group*	203	78,729	Community Bank System, Inc.	496	30,906
Northern Trust Corp.	830	77,306	Home BancShares, Inc.	1,574	30,662
Fifth Third Bancorp	2,802	77,251	First Hawaiian, Inc.	1,300	30,654
KeyCorp	4,381	71,892	PacWest Bancorp	1,184	30,074
M&T Bank Corp.	554	70,524	Bank of Hawaii Corp.	392	30,035
Regions Financial Corp.	4,358	70,251	BankUnited, Inc.	861	29,946
Citizens Financial Group, Inc.	1,924	68,802	Texas Capital Bancshares, Inc.*	490	29,155
Huntington Bancshares, Inc.	5,092	64,312	Hancock Whitney Corp.	847	28,815
Comerica, Inc.	895	49,995	Old National Bancorp	1,720	28,483
ICICI Bank Ltd. ADR*	3,289	48,875	Columbia Banking System, Inc.	790	28,361
HDFC Bank Ltd. ADR*	676	48,848	BancorpSouth Bank	1,031	28,291
Zions Bancorp North America	1,104	47,958	Associated Banc-Corp.	1,652	28,167
Commerce Bancshares, Inc.	727	47,764	Independent Bank Group, Inc.	437	27,321
First Horizon National Corp.	3,687	47,046	Simmons First National Corp. — Class A	1,228	26,513
Signature Bank	340	45,999	United Community Banks, Inc.	932	26,506
East West Bancorp, Inc.	900	45,639	Cadence BanCorp	1,524	25,024
Toronto-Dominion Bank	792	44,685	Fulton Financial Corp.	1,935	24,613
HSBC Holdings plc ADR* <sup>1</sup>	1,703	44,125	<b>Total Banks</b>		<b>3,850,608</b>
Bank of Nova Scotia	813	43,934	<b>SAVINGS &amp; LOANS - 3.3%</b>		
Royal Bank of Canada	531	43,574	People's United Financial, Inc.	3,164	40,911
Prosperity Bancshares, Inc.	626	43,419	New York Community Bancorp, Inc.	3,662	38,634
Popular, Inc.	763	42,972	Sterling Bancorp	1,784	32,076
UBS Group AG	2,976	42,051	Investors Bancorp, Inc.	2,706	28,575
Bank of Montreal	553	42,045	<b>Total Savings &amp; Loans</b>		<b>140,196</b>
Credit Suisse Group AG ADR	3,283	42,022	<b>DIVERSIFIED FINANCIAL SERVICES - 2.8%</b>		
Western Alliance Bancorporation	691	41,425	Capital One Financial Corp.	1,188	117,434
Deutsche Bank AG*	3,751	40,886	<b>INSURANCE - 2.5%</b>		
TCF Financial Corp.	1,104	40,870	Equitable Holdings, Inc.	2,310	59,113
Canadian Imperial Bank of Commerce	473	40,427	Voya Financial, Inc.	823	48,401
Cullen/Frost Bankers, Inc.	460	40,126	<b>Total Insurance</b>		<b>107,514</b>
First Financial Bankshares, Inc.	1,065	38,526	<b>Total Common Stocks</b>		
Synovus Financial Corp.	1,166	37,743	(Cost \$2,645,658)		<b>4,215,752</b>

**BANKING FUND**

	FACE AMOUNT	VALUE		SHARES	VALUE
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.5%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 11,199	\$ 11,199			
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	4,666	4,666			
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	4,320	4,320			
<b>Total Repurchase Agreements</b> (Cost \$20,185)		20,185			
<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 0.9%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>			36,565	\$	36,565
<b>Total Securities Lending Collateral</b> (Cost \$36,565)					36,565
<b>Total Investments - 100.9%</b> (Cost \$2,702,408)				\$	4,272,502
<b>Other Assets &amp; Liabilities, net - (0.9)%</b>					(38,597)
<b>Total Net Assets - 100.0%</b>				\$	4,233,905

\* 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 December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 4,215,752	\$ —	\$ —	\$ 4,215,752
Repurchase Agreements	—	20,185	—	20,185
Securities Lending Collateral	36,565	—	—	36,565
<b>Total Assets</b>	<b>\$ 4,252,317</b>	<b>\$ 20,185</b>	<b>\$ —</b>	<b>\$ 4,272,502</b>

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value - including \$35,600 of securities loaned (cost \$2,682,223)	\$ 4,252,317
Repurchase agreements, at value (cost \$20,185)	20,185
Receivables:	
Securities sold	499,970
Dividends	11,083
Foreign tax reclaims	307
Securities lending income	2
<b>Total assets</b>	<b>4,783,864</b>

## LIABILITIES:

Payable for:	
Fund shares redeemed	497,451
Return of securities lending collateral	36,565
Management fees	3,341
Transfer agent and administrative fees	1,057
Investor service fees	982
Portfolio accounting fees	393
Trustees' fees*	74
Miscellaneous	10,096
<b>Total liabilities</b>	<b>549,959</b>

## Commitments and contingent liabilities (Note 10)

<b>NET ASSETS</b>	<b>\$ 4,233,905</b>
-------------------	---------------------

## NET ASSETS CONSIST OF:

Paid in capital	\$ 3,723,473
Total distributable earnings (loss)	510,432
<b>Net assets</b>	<b>\$ 4,233,905</b>
Capital shares outstanding	48,090
<b>Net asset value per share</b>	<b>\$88.04</b>

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$1,842)	\$ 114,466
Interest	100
Income from securities lending, net	28
<b>Total investment income</b>	<b>114,594</b>

## EXPENSES:

Management fees	28,498
Investor service fees	8,382
Transfer agent and administrative fees	11,238
Professional fees	6,426
Portfolio accounting fees	3,353
Trustees' fees*	891
Custodian fees	702
Line of credit fees	14
Miscellaneous	1,613
<b>Total expenses</b>	<b>61,117</b>
<b>Net investment income</b>	<b>53,477</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	56,292
<b>Net realized gain</b>	<b>56,292</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	(514,301)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(514,301)</b>
<b>Net realized and unrealized loss</b>	<b>(458,009)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (404,532)</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 53,477	\$ 50,080
Net realized gain on investments	56,292	396,840
Net change in unrealized appreciation (depreciation) on investments	(514,301)	851,331
Net increase (decrease) in net assets resulting from operations	(404,532)	1,298,251
Distributions to shareholders	(50,080)	(40,316)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	18,198,255	13,610,333
Distributions reinvested	50,080	40,316
Cost of shares redeemed	(19,397,850)	(14,618,756)
Net decrease from capital share transactions	(1,149,515)	(968,107)
Net increase (decrease) in net assets	(1,604,127)	289,828
<b>NET ASSETS:</b>		
Beginning of year	5,838,032	5,548,204
End of year	\$ 4,233,905	\$ 5,838,032
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	260,948	155,138
Shares issued from reinvestment of distributions	752	458
Shares redeemed	(273,669)	(168,105)
Net decrease in shares	(11,969)	(12,509)

## BANKING 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.

	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>c</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$97.20	\$76.46	\$95.19	\$84.90	\$67.87
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	1.18	.94	.56	.28	.10
Net gain (loss) on investments (realized and unrealized)	(9.63)	20.67	(18.70)	10.28	17.11
Total from investment operations	(8.45)	21.61	(18.14)	10.56	17.21
Less distributions from:					
Net investment income	(.71)	(.87)	(.56)	(.27)	(.18)
Net realized gains	—	—	(.03)	—	—
Total distributions	(.71)	(.87)	(.59)	(.27)	(.18)
Net asset value, end of period	\$88.04	\$97.20	\$76.46	\$95.19	\$84.90
<b>Total Return<sup>b</sup></b>	<b>(8.46%)</b>	<b>28.39%</b>	<b>(19.19%)</b>	<b>12.48%</b>	<b>27.25%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$4,234	\$5,838	\$5,548	\$9,692	\$16,076
Ratios to average net assets:					
Net investment income (loss)	1.60%	1.07%	0.59%	0.33%	0.69%
Total expenses	1.82%	1.82%	1.71%	1.70%	1.67%
Portfolio turnover rate	529%	246%	320%	273%	417%

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

<sup>b</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>c</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.

## BASIC MATERIALS FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in the mining, manufacture, or sale of basic materials, such as lumber, steel, iron, aluminum, concrete, chemicals, and other basic building and manufacturing materials (“Basic Materials Companies”).

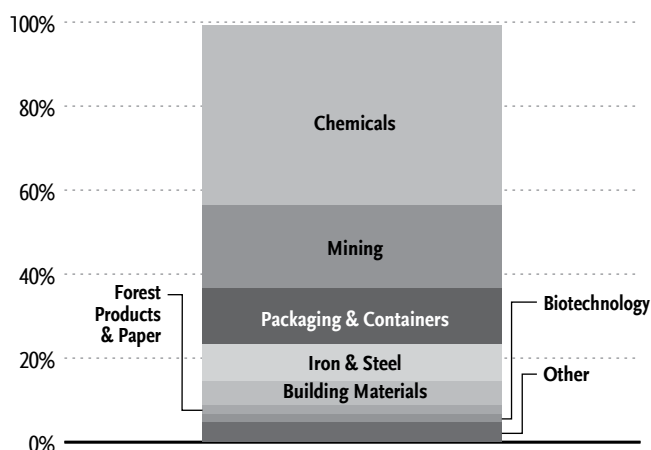
For the year ended December 31, 2020, Basic Materials Fund returned 19.75%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Materials Index returned 20.73%.

The gold industry was the largest contributor to the Fund’s return for the period, followed by the specialty chemicals industry and the metal & glass containers industry. The construction materials industry detracted the most from the Fund’s return for the period, followed by the paper products industry and the aluminum industry.

The top-performing holdings were Newmont Corp., Barrick Gold Corp., and Freeport-McMoRan, Inc. The worst-performing holdings included Carpenter Technology Corp., CF Industries Holdings, Inc., and W R Grace & Co.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



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

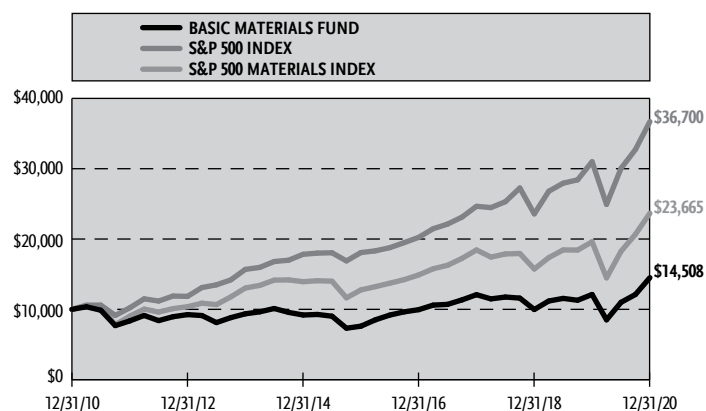
Inception Date: May 2, 2001

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

Sherwin-Williams Co.	3.1%
Air Products and Chemicals, Inc.	3.0%
Ecolab, Inc.	3.0%
DuPont de Nemours, Inc.	2.7%
Newmont Corp.	2.6%
Dow, Inc.	2.5%
Freeport-McMoRan, Inc.	2.4%
PPG Industries, Inc.	2.3%
Ball Corp.	2.2%
LyondellBasell Industries N.V. — Class A	2.1%
<b>Top Ten Total</b>	<b>25.9%</b>

“Ten Largest Holdings” excludes any temporary cash investments.



Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Basic Materials Fund	19.75%	13.79%	3.79%
S&P 500 Materials Index	20.73%	13.14%	9.00%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Materials Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

† 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.

## BASIC MATERIALS FUND

	SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 98.0%</b>		
<b>CHEMICALS - 42.8%</b>		
Sherwin-Williams Co.	353	\$ 259,423
Air Products and Chemicals, Inc.	919	251,089
Ecolab, Inc.	1,149	248,598
DuPont de Nemours, Inc. <sup>1</sup>	3,174	225,703
Dow, Inc.	3,757	208,514
PPG Industries, Inc.	1,297	187,053
LyondellBasell Industries N.V. — Class A	1,923	176,262
Linde plc	578	152,309
Albemarle Corp.	886	130,703
FMC Corp.	1,090	125,274
Celanese Corp. — Class A	955	124,093
Eastman Chemical Co.	1,153	115,623
RPM International, Inc.	1,195	108,482
International Flavors & Fragrances, Inc. <sup>1</sup>	981	106,772
Westlake Chemical Corp.	1,251	102,082
CF Industries Holdings, Inc.	2,453	94,956
Mosaic Co.	4,037	92,891
Axalta Coating Systems Ltd.*	2,855	81,510
Nutrien Ltd.	1,545	74,407
Huntsman Corp.	2,891	72,680
Sociedad Quimica y Minera de Chile S.A. ADR	1,400	68,726
Ashland Global Holdings, Inc.	857	67,874
Valvoline, Inc.	2,793	64,630
Element Solutions, Inc.	3,454	61,239
W R Grace & Co.	1,102	60,412
Chemours Co.	2,366	58,653
Olin Corp.	2,343	57,544
Sensient Technologies Corp.	780	57,541
Ingevity Corp.*	739	55,964
HB Fuller Co.	990	51,361
<b>Total Chemicals</b>		<b>3,542,368</b>
<b>MINING - 19.9%</b>		
Newmont Corp.	3,554	212,849
Freeport-McMoRan, Inc.	7,739	201,369
Barrick Gold Corp.	6,380	145,336
Rio Tinto plc ADR	1,118	84,096
BHP Group Ltd. ADR <sup>1</sup>	1,287	84,093
Wheaton Precious Metals Corp.	2,010	83,897
Agnico Eagle Mines Ltd.	1,149	81,016
Royal Gold, Inc.	739	78,600
Franco-Nevada Corp.	614	76,953
First Majestic Silver Corp.*	5,660	76,070
AngloGold Ashanti Ltd. ADR	3,356	75,913
Pan American Silver Corp.	2,181	75,266
Kirkland Lake Gold Ltd.	1,805	74,492
Teck Resources Ltd. — Class B	4,000	72,600
Alcoa Corp.*	3,001	69,173
Arconic Corp.*	1,980	59,004
Livent Corp.*	2,810	52,941
Coeur Mining, Inc.*	4,000	41,400
<b>Total Mining</b>		<b>1,645,068</b>

	SHARES	VALUE
<b>PACKAGING &amp; CONTAINERS - 13.3%</b>		
Ball Corp.	1,909	\$ 177,881
Crown Holdings, Inc.*	1,175	117,735
Packaging Corporation of America	831	114,603
Amcor plc	9,515	111,992
Westrock Co.	2,405	104,690
AptarGroup, Inc.	680	93,085
Berry Global Group, Inc.*	1,576	88,555
Sealed Air Corp.	1,885	86,314
Sonoco Products Co.	1,297	76,847
Graphic Packaging Holding Co.	3,999	67,743
Silgan Holdings, Inc.	1,712	63,481
<b>Total Packaging &amp; Containers</b>		<b>1,102,926</b>
<b>IRON &amp; STEEL - 8.8%</b>		
Vale S.A. ADR	7,733	129,605
Nucor Corp.	2,360	125,529
Steel Dynamics, Inc.	2,414	89,004
Reliance Steel & Aluminum Co.	739	88,495
Cleveland-Cliffs, Inc.	5,100	74,256
ArcelorMittal S.A.*	3,020	69,158
United States Steel Corp.	3,273	54,888
Commercial Metals Co.	2,393	49,152
Allegheny Technologies, Inc.*	2,778	46,587
<b>Total Iron &amp; Steel</b>		<b>726,674</b>
<b>BUILDING MATERIALS - 5.7%</b>		
Vulcan Materials Co.	1,005	149,052
Martin Marietta Materials, Inc.	498	141,417
Eagle Materials, Inc.	634	64,256
Louisiana-Pacific Corp.	1,632	60,661
Summit Materials, Inc. — Class A*	2,528	50,762
<b>Total Building Materials</b>		<b>466,148</b>
<b>FOREST PRODUCTS &amp; PAPER - 2.2%</b>		
International Paper Co.	2,788	138,620
Domtar Corp.	1,345	42,569
<b>Total Forest Products &amp; Paper</b>		<b>181,189</b>
<b>BIOTECHNOLOGY - 2.0%</b>		
Corteva, Inc.	4,297	166,380
<b>HOUSEHOLD PRODUCTS &amp; HOUSEWARES - 1.4%</b>		
Avery Dennison Corp.	742	115,091
<b>HOUSEWARES - 1.2%</b>		
Scotts Miracle-Gro Co. — Class A	494	98,375
<b>DISTRIBUTION &amp; WHOLESALE - 0.7%</b>		
Avient Corp.	1,491	60,058
<b>Total Common Stocks</b> (Cost \$4,135,670)		<b>8,104,277</b>
<b>EXCHANGE-TRADED FUNDS<sup>†</sup> - 1.3%</b>		
VanEck Vectors Junior Gold Miners ETF	1,900	103,056
<b>Total Exchange-Traded Funds</b> (Cost \$89,725)		<b>103,056</b>

**BASIC MATERIALS FUND**

	FACE AMOUNT	VALUE		SHARES	VALUE
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.9%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 43,209	\$ 43,209			
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	18,001	18,001			
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	16,668	16,668			
<b>Total Repurchase Agreements</b> (Cost \$77,878)		<u>77,878</u>			
<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 3.6%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>	300,671	\$ 300,671			
<b>Total Securities Lending Collateral</b> (Cost \$300,671)		<u>300,671</u>			
<b>Total Investments - 103.8%</b> (Cost \$4,603,944)					<u>\$ 8,585,882</u>
<b>Other Assets &amp; Liabilities, net - (3.8)%</b>					<u>(312,953)</u>
<b>Total Net Assets - 100.0%</b>					<u>\$ 8,272,929</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 December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 8,104,277	\$ —	\$ —	\$ 8,104,277
Exchange-Traded Funds	103,056	—	—	103,056
Repurchase Agreements	—	77,878	—	77,878
Securities Lending Collateral	300,671	—	—	300,671
<b>Total Assets</b>	<b>\$ 8,508,004</b>	<b>\$ 77,878</b>	<b>\$ —</b>	<b>\$ 8,585,882</b>

## BASIC MATERIALS FUND

### STATEMENT OF ASSETS AND LIABILITIES

December 31, 2020

#### ASSETS:

Investments, at value - including \$292,808 of securities loaned (cost \$4,526,066)	\$ 8,508,004
Repurchase agreements, at value (cost \$77,878)	77,878
Cash	180
Receivables:	
Fund shares sold	29,741
Dividends	8,982
Securities lending income	80
<b>Total assets</b>	<b>8,624,865</b>

#### LIABILITIES:

Payable for:	
Return of securities lending collateral	300,671
Deferred foreign capital gain taxes	19,017
Management fees	6,528
Transfer agent and administrative fees	2,066
Investor service fees	1,920
Fund shares redeemed	1,786
Portfolio accounting fees	768
Trustees' fees*	139
Miscellaneous	19,041
<b>Total liabilities</b>	<b>351,936</b>

#### Commitments and contingent liabilities (Note 10)

<b>NET ASSETS</b>	<b>\$ 8,272,929</b>
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#### NET ASSETS CONSIST OF:

Paid in capital	\$ 4,828,459
Total distributable earnings (loss)	3,444,470
<b>Net assets</b>	<b>\$ 8,272,929</b>
Capital shares outstanding	92,898
Net asset value per share	\$89.05

### STATEMENT OF OPERATIONS

Year Ended December 31, 2020

#### INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$1,230)	\$ 128,033
Interest	221
Income from securities lending, net	550
<b>Total investment income</b>	<b>128,804</b>

#### EXPENSES:

Management fees	51,325
Investor service fees	15,096
Transfer agent and administrative fees	19,534
Professional fees	10,840
Portfolio accounting fees	6,038
Trustees' fees*	1,292
Custodian fees	1,084
Miscellaneous	4,862
<b>Total expenses</b>	<b>110,071</b>
<b>Net investment income</b>	<b>18,733</b>

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

Net realized gain (loss) on:	
Investments	457,821
<b>Net realized gain</b>	<b>457,821</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	898,643
<b>Net change in unrealized appreciation (depreciation)</b>	<b>898,643</b>
<b>Net realized and unrealized gain</b>	<b>1,356,464</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 1,375,197</b>

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

## BASIC MATERIALS FUND

### STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 18,733	\$ 31,109
Net realized gain on investments	457,821	374,167
Net change in unrealized appreciation (depreciation) on investments	898,643	758,223
Net increase in net assets resulting from operations	1,375,197	1,163,499
Distributions to shareholders	(123,282)	(299,363)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	11,298,895	6,035,444
Distributions reinvested	123,282	299,363
Cost of shares redeemed	(10,950,730)	(6,817,453)
Net increase (decrease) from capital share transactions	471,447	(482,646)
Net increase in net assets	1,723,362	381,490
<b>NET ASSETS:</b>		
Beginning of year	6,549,567	6,168,077
End of year	\$ 8,272,929	\$ 6,549,567
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	152,164	82,680
Shares issued from reinvestment of distributions	1,707	4,086
Shares redeemed	(147,158)	(94,867)
Net increase (decrease) in shares	6,713	(8,101)

## BASIC MATERIALS 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.

	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>c</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$75.99	\$65.42	\$81.27	\$67.61	\$52.52
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.22	.35	.05	(.07)	.02
Net gain (loss) on investments (realized and unrealized)	14.43	13.55	(13.91)	14.47	15.43
Total from investment operations	14.65	13.90	(13.86)	14.40	15.45
Less distributions from:					
Net investment income	(.97)	—	(.42)	(.50)	—
Net realized gains	(.62)	(3.33)	(1.57)	(.24)	(.36)
Total distributions	(1.59)	(3.33)	(1.99)	(.74)	(.36)
Net asset value, end of period	\$89.05	\$75.99	\$65.42	\$81.27	\$67.61
<b>Total Return<sup>b</sup></b>	<b>19.75%</b>	<b>21.43%</b>	<b>(17.44%)</b>	<b>21.43%</b>	<b>30.86%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$8,273	\$6,550	\$6,168	\$17,067	\$15,229
Ratios to average net assets:					
Net investment income (loss)	0.31%	0.49%	0.06%	(0.10%)	0.08%
Total expenses <sup>c</sup>	1.82%	1.82%	1.73%	1.70%	1.66%
Portfolio turnover rate	194%	88%	83%	181%	266%

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

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

<sup>d</sup> Reverse share split — Per share amounts for the year ended December 31, 2016 have been restated to reflect a 1:3 reverse share split effective December 1, 2016.

## BIOTECHNOLOGY FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the biotechnology industry, including companies involved in research and development, genetic, or other biological engineering, and in the design, manufacture, or sale of related biotechnology products or services ("Biotechnology Companies").

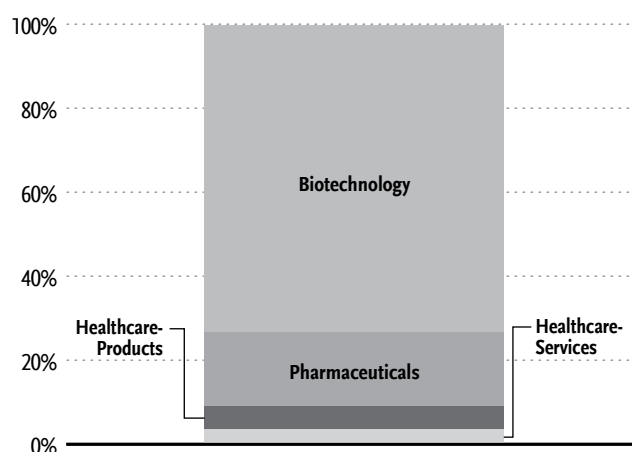
For the year ended December 31, 2020, Biotechnology Fund returned 21.31%, compared with the S&P 500 Index, which returned 18.40%. The S&P 500 Health Care Index returned 13.45%.

Companies in the biotechnology industry contributed the most to return, followed by the health care equipment industry and the life sciences tools & services industry. No industry detracted from return for the period.

The best-performing holdings in the Fund were Immunomedics, Inc., Moderna, Inc., and Regeneron Pharmaceuticals, Inc. The worst-performing holdings in the Fund included Amarin Corp. plc ADR, Intercept Pharmaceuticals, Inc., and Bluebird Bio, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



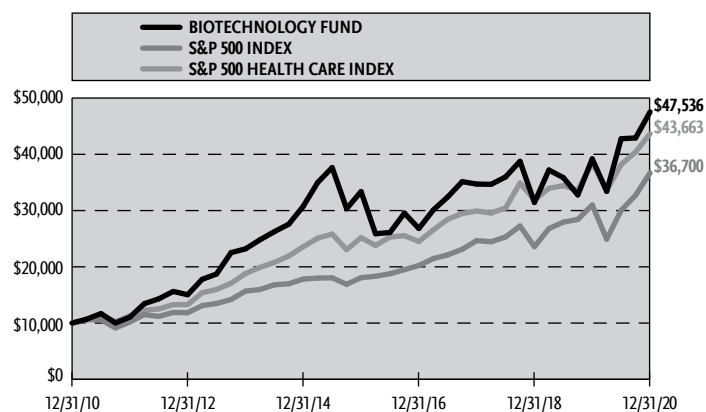
"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Inception Date: May 2, 2001

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

AbbVie, Inc.	6.6%
Amgen, Inc.	5.4%
Gilead Sciences, Inc.	4.1%
Vertex Pharmaceuticals, Inc.	3.6%
Illumina, Inc.	3.4%
Regeneron Pharmaceuticals, Inc.	3.3%
Biogen, Inc.	2.8%
Moderna, Inc.	2.6%
Corteva, Inc.	2.5%
Alexion Pharmaceuticals, Inc.	2.4%
<b>Top Ten Total</b>	<b>36.7%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Biotechnology Fund	21.31%	7.33%	16.87%
S&P 500 Health Care Index	13.45%	11.63%	15.88%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Health Care Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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



## December 31, 2020

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.7%</b>					
<b>BIOTECHNOLOGY - 73.0%</b>					
Amgen, Inc.	5,762	\$ 1,324,799	PRA Health Sciences, Inc.*	2,566	\$ 321,879
Gilead Sciences, Inc.	17,155	999,450	Pacira BioSciences, Inc.*	3,108	185,983
Vertex Pharmaceuticals, Inc.*	3,752	886,748	<b>Total Pharmaceuticals</b>		<u>4,324,398</u>
Illumina, Inc.*	2,285	845,450	<b>HEALTHCARE-PRODUCTS - 5.7%</b>		
Regeneron Pharmaceuticals, Inc.*	1,686	814,524	Bio-Techne Corp.	1,281	406,781
Biogen, Inc.*	2,836	694,423	Novocure Ltd.*	2,220	384,149
Moderna, Inc.*	6,222	650,012	Natera, Inc.*	3,110	309,507
Corteva, Inc.	15,635	605,387	Adaptive Biotechnologies Corp.*	5,128	303,219
Alexion Pharmaceuticals, Inc.*	3,752	586,213	<b>Total Healthcare-Products</b>		<u>1,403,656</u>
Seagen, Inc.*	3,313	580,239	<b>HEALTHCARE-SERVICES - 3.4%</b>		
Exact Sciences Corp.*	3,898	516,446	Invitae Corp.* <sup>1</sup>	7,337	306,760
Incyte Corp.*	5,576	485,001	Syneos Health, Inc.*	4,453	303,383
Bio-Rad Laboratories, Inc. — Class A*	805	469,267	Medpace Holdings, Inc.*	1,713	238,450
BioMarin Pharmaceutical, Inc.*	4,861	426,261	<b>Total Healthcare-Services</b>		<u>848,593</u>
Alnylam Pharmaceuticals, Inc.*	3,228	419,543	<b>Total Common Stocks</b>		
Guardant Health, Inc.*	3,206	413,189	(Cost \$11,866,479)		<u>24,546,619</u>
Mirati Therapeutics, Inc.*	1,655	363,504	<b>RIGHTS<sup>†††</sup> - 0.0%</b>		
Ionis Pharmaceuticals, Inc.*	6,031	340,993	<b>BIOTECHNOLOGY - 0.0%</b>		
ACADIA Pharmaceuticals, Inc.*	6,134	327,924	Clinical Data, Inc.*	4,730	—
CRISPR Therapeutics AG*	2,091	320,153	<b>Total Rights</b>		—
BeiGene Ltd. ADR*	1,213	313,427	(Cost \$—)		—
Accelaron Pharma, Inc.*	2,328	297,844			
Iovance Biotherapeutics, Inc.*	6,270	290,928			
Arrowhead Pharmaceuticals, Inc.*	3,765	288,888			
United Therapeutics Corp.*	1,892	287,187			
BioNTech SE ADR* <sup>1</sup>	3,473	283,119			
Ultragenyx Pharmaceutical, Inc.*	2,040	282,397			
Twist Bioscience Corp.*	1,980	279,754			
Exelixis, Inc.*	13,879	278,552			
Novavax, Inc.* <sup>1</sup>	2,481	276,656			
Amicus Therapeutics, Inc.*	11,876	274,217			
Halozyme Therapeutics, Inc.*	6,316	269,756			
Blueprint Medicines Corp.*	2,345	262,992			
Fate Therapeutics, Inc.*	2,878	261,697			
Sage Therapeutics, Inc.*	2,895	250,446			
Biohaven Pharmaceutical Holding Company Ltd.*	2,863	245,388			
Arena Pharmaceuticals, Inc.*	3,155	242,399			
ChemoCentryx, Inc.*	3,782	234,181			
PTC Therapeutics, Inc.*	3,739	228,191			
Emergent BioSolutions, Inc.*	2,544	227,942			
Bluebird Bio, Inc.*	4,549	196,835			
Global Blood Therapeutics, Inc.*	4,353	188,528			
Inovio Pharmaceuticals, Inc.* <sup>1</sup>	15,720	139,122			
<b>Total Biotechnology</b>		<u>17,969,972</u>			
<b>PHARMACEUTICALS - 17.6%</b>					
AbbVie, Inc.	15,135	1,621,715			
Viatrix, Inc.*	30,110	564,261			
Horizon Therapeutics plc*	6,623	484,472			
Jazz Pharmaceuticals plc*	2,473	408,169			
Sarepta Therapeutics, Inc.*	2,383	406,278			
Neurocrine Biosciences, Inc.*	3,460	331,641			
			<b>REPURCHASE AGREEMENTS<sup>††+2</sup> - 0.6%</b>		
			J.P. Morgan Securities LLC		
			issued 12/31/20 at 0.06%		
			due 01/04/21		
			\$ 82,601		82,601
			Barclays Capital, Inc.		
			issued 12/31/20 at 0.06%		
			due 01/04/21		
			34,412		34,412
			BofA Securities, Inc.		
			issued 12/31/20 at 0.06%		
			due 01/04/21		
			31,863		31,863
			<b>Total Repurchase Agreements</b>		
			(Cost \$148,876)		
			<u>148,876</u>		
			<b>SHARES</b>		
			<u></u>		
<b>SECURITIES LENDING COLLATERAL<sup>‡3</sup> - 3.3%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>					
810,720 810,720					
<b>Total Securities Lending Collateral</b>					
(Cost \$810,720) <u>810,720</u>					
<b>Total Investments - 103.6%</b>					
(Cost \$12,826,075) <u>\$ 25,506,215</u>					
<b>Other Assets &amp; Liabilities, net - (3.6)%</b>					
<u>(884,412)</u>					
<b>Total Net Assets - 100.0%</b>					
\$ 24,621,803					

## BIOTECHNOLOGY FUND

\* Non-income producing security.

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

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

††† Value determined based on Level 3 inputs — See Note 4.

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 24,546,619	\$ —	\$ —	\$ 24,546,619
Rights	—	—	—*	—
Repurchase Agreements	—	148,876	—	148,876
Securities Lending Collateral	810,720	—	—	810,720
Total Assets	\$ 25,357,339	\$ 148,876	\$ —	\$ 25,506,215

\* Security has a market value of \$0.

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$754,067 of securities loaned (cost \$12,677,199)	\$ 25,357,339
Repurchase agreements, at value (cost \$148,876)	148,876
Receivables:	
Fund shares sold	75,983
Securities lending income	2,097
<b>Total assets</b>	<b>25,584,295</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	810,720
Securities purchased	59,780
Management fees	17,853
Fund shares redeemed	8,899
Transfer agent and administrative fees	5,650
Investor service fees	5,251
Portfolio accounting fees	2,100
Trustees' fees*	378
Miscellaneous	51,861
<b>Total liabilities</b>	<b>962,492</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 24,621,803</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 10,860,937
Total distributable earnings (loss)	13,760,866
<b>Net assets</b>	<b>\$ 24,621,803</b>
Capital shares outstanding	230,097
<b>Net asset value per share</b>	<b>\$107.01</b>

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$30)	\$ 187,243
Interest	510
Income from securities lending, net	10,593
<b>Total investment income</b>	<b>198,346</b>

**EXPENSES:**

Management fees	191,753
Investor service fees	56,398
Transfer agent and administrative fees	73,247
Professional fees	41,250
Portfolio accounting fees	22,559
Trustees' fees*	4,867
Custodian fees	3,545
Line of credit fees	73
Miscellaneous	17,558
<b>Total expenses</b>	<b>411,250</b>
<b>Net investment loss</b>	<b>(212,904)</b>

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

Net realized gain (loss) on:	
Investments	4,373,565
<b>Net realized gain</b>	<b>4,373,565</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	359,007
<b>Net change in unrealized appreciation (depreciation)</b>	<b>359,007</b>
<b>Net realized and unrealized gain</b>	<b>4,732,572</b>

**Net increase in net assets resulting from operations**

\$ 4,519,668

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

# STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (212,904)	\$ (206,746)
Net realized gain on investments	4,373,565	3,097,358
Net change in unrealized appreciation (depreciation) on investments	359,007	1,789,927
Net increase in net assets resulting from operations	4,519,668	4,680,539
Distributions to shareholders	(1,815,028)	(553,949)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	29,630,953	21,705,706
Distributions reinvested	1,815,028	553,949
Cost of shares redeemed	(31,215,524)	(25,699,255)
Net increase (decrease) from capital share transactions	230,457	(3,439,600)
Net increase in net assets	2,935,097	686,990
<b>NET ASSETS:</b>		
Beginning of year	21,686,706	20,999,716
End of year	\$ 24,621,803	\$ 21,686,706
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	309,476	246,464
Shares issued from reinvestment of distributions	17,983	6,606
Shares redeemed	(326,022)	(293,073)
Net increase (decrease) in shares	1,437	(40,003)

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 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	\$94.84	\$78.16	\$86.53	\$66.86	\$83.22
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.91)	(.83)	(.96)	(.79)	(.80)
Net gain (loss) on investments (realized and unrealized)	20.68	19.81	(7.17)	20.46	(15.56)
Total from investment operations	19.77	18.98	(8.13)	19.67	(16.36)
Less distributions from:					
Net realized gains	(7.60)	(2.30)	(.24)	—	—
Total distributions	(7.60)	(2.30)	(.24)	—	—
Net asset value, end of period	\$107.01	\$94.84	\$78.16	\$86.53	\$66.86
<b>Total Return<sup>b</sup></b>	<b>21.31%</b>	<b>24.67%</b>	<b>(9.44%)</b>	<b>29.44%</b>	<b>(19.66%)</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$24,622	\$21,687	\$21,000	\$29,272	\$22,231
Ratios to average net assets:					
Net investment income (loss)	(0.94%)	(0.95%)	(1.08%)	(0.99%)	(1.16%)
Total expenses	1.82%	1.82%	1.72%	1.70%	1.66%
Portfolio turnover rate	160%	105%	109%	137%	127%

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

<sup>b</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.

## CONSUMER PRODUCTS FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in manufacturing finished goods and services both domestically and internationally ("Consumer Products Companies").

For the year ended December 31, 2020, Consumer Products Fund returned 7.58%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Consumer Staples Index returned 10.75%.

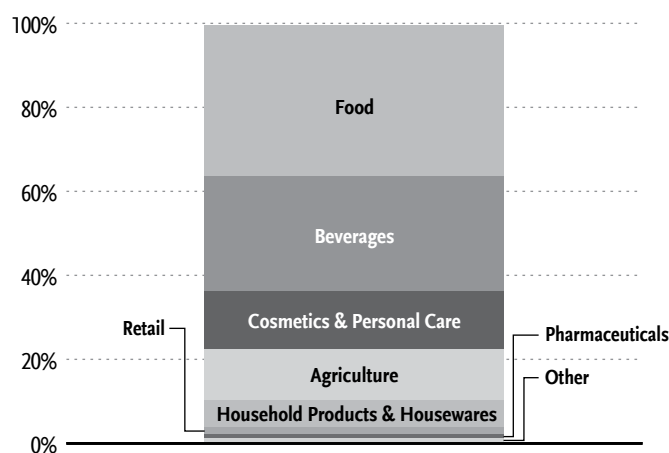
The household products industry was the largest contributor to the Fund's return for the period, followed by the soft drinks industry and packaged foods & meats industry. The tobacco industry detracted the most from return, followed by the food distributors industry.

Fund performance for the year got the biggest boost from Boston Beer Company, Inc. Class A, Monster Beverage Corp., and Estee Lauder Companies, Inc. Class A. The Fund's weakest performers during the year were Coty, Inc. Class A, Tyson Foods, Inc. Class A, and Altria Group, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)

Inception Date: May 29, 2001

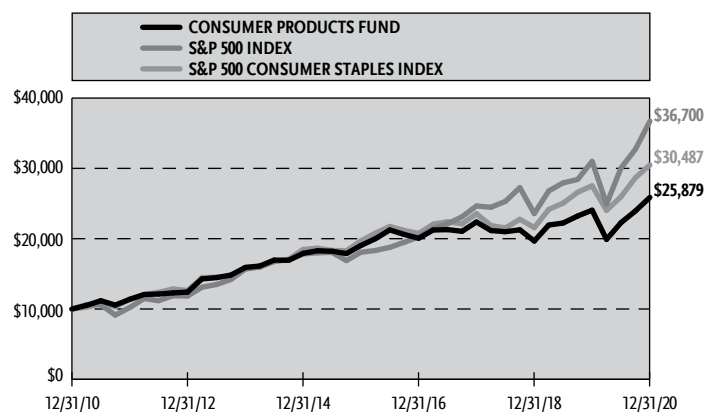


### Ten Largest Holdings (% of Total Net Assets)

Procter & Gamble Co.	7.0%
Coca-Cola Co.	5.9%
PepsiCo, Inc.	5.4%
Philip Morris International, Inc.	4.1%
Estee Lauder Companies, Inc. — Class A	3.6%
Mondelez International, Inc. — Class A	3.5%
Colgate-Palmolive Co.	3.2%
Altria Group, Inc.	3.2%
Monster Beverage Corp.	2.6%
Kimberly-Clark Corp.	2.5%
<b>Top Ten Total</b>	<b>41.0%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Consumer Products Fund	7.58%	6.34%	9.98%
S&P 500 Consumer Staples Index	10.75%	9.14%	11.79%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Consumer Staples Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

## December 31, 2020

	SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>		
<b>FOOD - 35.9%</b>		
Mondelez International, Inc. — Class A	9,420	\$ 550,787
Kraft Heinz Co.	11,081	384,067
Sysco Corp.	5,034	373,825
General Mills, Inc.	6,048	355,622
Hershey Co.	2,195	334,364
McCormick & Company, Inc.	3,143	300,471
Tyson Foods, Inc. — Class A	4,617	297,520
Kroger Co.	9,323	296,099
Hormel Foods Corp.	6,286	292,990
Kellogg Co.	4,402	273,936
Conagra Brands, Inc.	6,838	247,946
Campbell Soup Co.	4,759	230,098
J M Smucker Co.	1,884	217,790
Lamb Weston Holdings, Inc.	2,525	198,819
US Foods Holding Corp.*	4,849	161,520
Beyond Meat, Inc.* <sup>1</sup>	1,226	153,250
Post Holdings, Inc.*	1,497	151,212
Performance Food Group Co.*	3,174	151,114
Ingredion, Inc.	1,756	138,145
Flowers Foods, Inc.	5,647	127,792
Hain Celestial Group, Inc.*	3,029	121,614
Grocery Outlet Holding Corp.*	2,831	111,117
Sanderson Farms, Inc.	774	102,323
Sprouts Farmers Market, Inc.*	4,476	89,968
<b>Total Food</b>		<b>5,662,389</b>
<b>BEVERAGES - 27.3%</b>		
Coca-Cola Co.	16,961	930,141
PepsiCo, Inc.	5,788	858,360
Monster Beverage Corp.*	4,477	414,033
Keurig Dr Pepper, Inc.	12,508	400,256
Constellation Brands, Inc. — Class A	1,753	383,995
Brown-Forman Corp. — Class B	4,590	364,584
Boston Beer Company, Inc. — Class A*	210	208,801
Molson Coors Beverage Co. — Class B	4,160	187,990
Coca-Cola European Partners plc	3,424	170,618
Anheuser-Busch InBev S.A. ADR	2,127	148,699
Diageo plc ADR	778	123,554
Fomento Economico Mexicano SAB de CV ADR	1,557	117,974
<b>Total Beverages</b>		<b>4,309,005</b>
<b>COSMETICS &amp; PERSONAL CARE - 13.8%</b>		
Procter & Gamble Co.	7,932	1,103,658
Estee Lauder Companies, Inc. — Class A	2,115	562,992
Colgate-Palmolive Co.	5,919	506,134
<b>Total Cosmetics &amp; Personal Care</b>		<b>2,172,784</b>
<b>AGRICULTURE - 12.3%</b>		
Philip Morris International, Inc.	7,775	643,692
Altria Group, Inc.	12,111	496,551
Archer-Daniels-Midland Co.	6,380	321,616
Bunge Ltd.	2,720	178,377

	SHARES	VALUE
Darling Ingredients, Inc.*	3,013	\$ 173,790
British American Tobacco plc ADR	3,383	126,829
<b>Total Agriculture</b>		<u>1,940,855</u>
<b>HOUSEHOLD PRODUCTS &amp; HOUSEWARES - 6.2%</b>		
Kimberly-Clark Corp.	2,978	401,524
Clorox Co.	1,474	297,630
Church & Dwight Company, Inc.	3,154	275,123
<b>Total Household Products &amp; Housewares</b>		<u>974,277</u>
<b>RETAIL - 1.9%</b>		
Casey's General Stores, Inc.	872	155,757
Freshpet, Inc.*	1,019	144,688
<b>Total Retail</b>		<u>300,445</u>
<b>PHARMACEUTICALS - 0.9%</b>		
Herbalife Nutrition Ltd.*	3,141	150,925
<b>ELECTRICAL COMPONENTS &amp; EQUIPMENT - 0.6%</b>		
Energizer Holdings, Inc.	2,364	99,714
<b>COMMERCIAL SERVICES - 0.6%</b>		
Medifast, Inc.	459	90,120
<b>Total Common Stocks</b> (Cost \$8,307,465)		<u>15,700,514</u>
	<b>FACE AMOUNT</b>	
<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.1%</b>		
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 12,772	12,772
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	5,321	5,321
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	4,926	4,926
<b>Total Repurchase Agreements</b> (Cost \$23,019)		<u>23,019</u>
	<b>SHARES</b>	
<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 0.8%</b>		
<b>Money Market Fund</b>		
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>	120,321	120,321
<b>Total Securities Lending Collateral</b> (Cost \$120,321)		<u>120,321</u>
<b>Total Investments - 100.4%</b> (Cost \$8,450,805)		<u>\$ 15,843,854</u>
<b>Other Assets &amp; Liabilities, net - (0.4)%</b>		<u>(56,800)</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 15,787,054</u>



## CONSUMER PRODUCTS FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 15,700,514	\$ —	\$ —	\$ 15,700,514
Repurchase Agreements	—	23,019	—	23,019
Securities Lending Collateral	120,321	—	—	120,321
Total Assets	\$ 15,820,835	\$ 23,019	\$ —	\$ 15,843,854

# STATEMENT OF ASSETS AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value - including \$115,875 of securities loaned (cost \$8,427,786)	\$ 15,820,835
Repurchase agreements, at value (cost \$23,019)	23,019
Receivables:	
Securities sold	135,568
Dividends	46,623
Fund shares sold	4,198
Securities lending income	84
<b>Total assets</b>	<b>16,030,327</b>

## LIABILITIES:

Payable for:	
Return of securities lending collateral	120,321
Fund shares redeemed	69,334
Management fees	11,426
Transfer agent and administrative fees	3,616
Investor service fees	3,361
Portfolio accounting fees	1,344
Trustees' fees*	245
Miscellaneous	33,626
<b>Total liabilities</b>	<b>243,273</b>

## Commitments and contingent liabilities (Note 10)

**NET ASSETS** \$ 15,787,054

## NET ASSETS CONSIST OF:

Paid in capital	\$ 9,515,030
Total distributable earnings (loss)	6,272,024
<b>Net assets</b>	<b>\$ 15,787,054</b>
Capital shares outstanding	222,741
<b>Net asset value per share</b>	<b>\$70.88</b>

# STATEMENT OF OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$76)	\$ 389,449
Interest	384
Income from securities lending, net	1,131
<b>Total investment income</b>	<b>390,964</b>

## EXPENSES:

Management fees	127,468
Investor service fees	37,491
Transfer agent and administrative fees	49,230
Professional fees	27,929
Portfolio accounting fees	14,996
Trustees' fees*	3,509
Custodian fees	2,443
Line of credit fees	35
Miscellaneous	10,099
<b>Total expenses</b>	<b>273,200</b>
<b>Net investment income</b>	<b>117,764</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	539,920
<b>Net realized gain</b>	<b>539,920</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	194,302

Net change in unrealized appreciation (depreciation)	194,302
<b>Net realized and unrealized gain</b>	<b>734,222</b>

**Net increase in net assets resulting from operations** \$ 851,986

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

**STATEMENTS OF CHANGES IN NET ASSETS**

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 117,764	\$ 146,706
Net realized gain (loss) on investments	539,920	(171,518)
Net change in unrealized appreciation (depreciation) on investments	194,302	3,086,914
Net increase in net assets resulting from operations	851,986	3,062,102
Distributions to shareholders	(384,959)	(191,931)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	21,469,149	31,752,552
Distributions reinvested	384,959	191,931
Cost of shares redeemed	(25,139,935)	(29,329,889)
Net increase (decrease) from capital share transactions	(3,285,827)	2,614,594
Net increase (decrease) in net assets	(2,818,800)	5,484,765
<b>NET ASSETS:</b>		
Beginning of year	18,605,854	13,121,089
End of year	\$ 15,787,054	\$ 18,605,854
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	331,860	505,783
Shares issued from reinvestment of distributions	6,054	3,006
Shares redeemed	(391,088)	(468,116)
Net increase (decrease) in shares	(53,174)	40,673

**FINANCIAL HIGHLIGHTS**

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

	Year Ended December 31, 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	\$67.43	\$55.78	\$66.30	\$61.79	\$61.56
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.51	.56	.70	.17	.44
Net gain (loss) on investments (realized and unrealized)	4.44	11.84	(8.51)	6.79	3.10
Total from investment operations	4.95	12.40	(7.81)	6.96	3.54
Less distributions from:					
Net investment income	(.59)	(.60)	(.45)	(.64)	(.42)
Net realized gains	(.91)	(.15)	(2.26)	(1.81)	(2.89)
Total distributions	(1.50)	(.75)	(2.71)	(2.45)	(3.31)
Net asset value, end of period	\$70.88	\$67.43	\$55.78	\$66.30	\$61.79
<b>Total Return<sup>b</sup></b>	<b>7.58%</b>	<b>22.33%</b>	<b>(12.12%)</b>	<b>11.53%</b>	<b>5.42%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$15,787	\$18,606	\$13,121	\$16,024	\$18,410
Ratios to average net assets:					
Net investment income (loss)	0.79%	0.88%	1.14%	0.27%	0.68%
Total expenses	1.82%	1.82%	1.72%	1.70%	1.65%
Portfolio turnover rate	155%	177%	176%	133%	161%

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

<sup>b</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.

## ELECTRONICS FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the electronics sector, including semiconductor manufacturers and distributors, and makers and vendors of other electronic components and devices ("Electronics Companies").

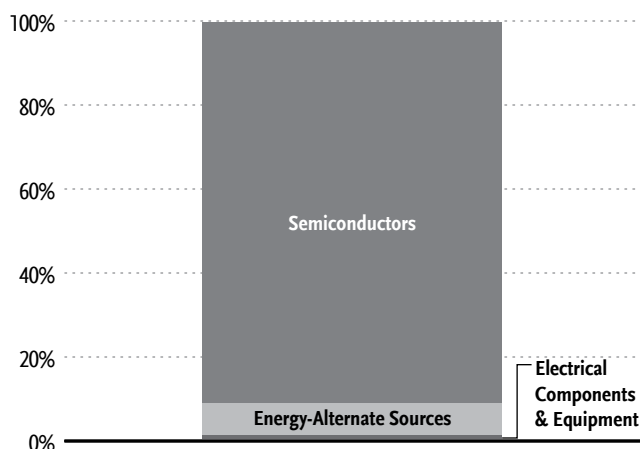
For the year ended December 31, 2020, Electronics Fund returned 55.96%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Information Technology Index returned 43.89%.

The semiconductors group was the largest contributor to return, followed by the semiconductor equipment industry. No industry detracted from return.

Fund performance got the biggest boost from NVIDIA Corp., Advanced Micro Devices, Inc., and Enphase Energy, Inc. Detracting the most from the Fund's performance for the period were Intel Corp., SunPower Corp. and Cirrus Logic, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



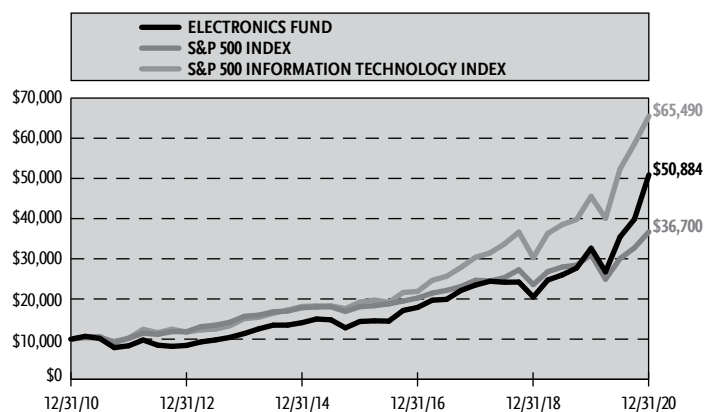
Inception Date: August 3, 2001

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

NVIDIA Corp.	7.4%
Intel Corp.	6.0%
QUALCOMM, Inc.	5.6%
Broadcom, Inc.	5.5%
Texas Instruments, Inc.	5.2%
Advanced Micro Devices, Inc.	4.2%
Micron Technology, Inc.	3.9%
Applied Materials, Inc.	3.7%
Lam Research Corp.	3.4%
Analog Devices, Inc.	3.1%
<b>Top Ten Total</b>	<b>48.0%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

**Cumulative Fund Performance<sup>\*,†</sup>****Average Annual Returns<sup>\*,†</sup>**

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Electronics Fund	55.96%	28.72%	17.67%
S&P 500 Information Technology Index	43.89%	27.79%	20.68%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Information Technology Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## ELECTRONICS FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.6%</b>			<b>ENERGY-ALTERNATE SOURCES - 7.8%</b>		
<b>SEMICONDUCTORS - 90.5%</b>			SolarEdge Technologies, Inc.*	714	\$ 227,851
NVIDIA Corp.	1,727	\$ 901,839	Canadian Solar, Inc.*	4,363	223,560
Intel Corp.	14,503	722,539	Enphase Energy, Inc.*	1,270	222,847
QUALCOMM, Inc.	4,493	684,464	First Solar, Inc.*	1,703	168,461
Broadcom, Inc.	1,524	667,283	SunPower Corp. — Class A* <sup>1</sup>	3,916	100,406
Texas Instruments, Inc.	3,824	627,633	<b>Total Energy-Alternate Sources</b>		<u>943,125</u>
Advanced Micro Devices, Inc.*	5,527	506,881	<b>ELECTRICAL COMPONENTS &amp; EQUIPMENT - 1.3%</b>		
Micron Technology, Inc.*	6,303	473,860	Universal Display Corp.	706	162,239
Applied Materials, Inc.	5,180	447,034	<b>Total Common Stocks</b>		<u>12,096,357</u>
Lam Research Corp.	878	414,653	(Cost \$3,919,818)		
Analog Devices, Inc.	2,553	377,155			
Taiwan Semiconductor Manufacturing Company Ltd. ADR	3,331	363,212		<b>FACE</b>	
KLA Corp.	1,237	320,272		<b>AMOUNT</b>	
Microchip Technology, Inc.	2,207	304,809	<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.9%</b>		
Xilinx, Inc.	1,995	282,831	J.P. Morgan Securities LLC		
Marvell Technology Group Ltd.	5,768	274,211	issued 12/31/20 at 0.06%		
NXP Semiconductor N.V.	1,712	272,225	due 01/04/21	\$ 57,606	57,606
Skyworks Solutions, Inc.	1,726	263,871	Barclays Capital, Inc.		
Maxim Integrated Products, Inc.	2,817	249,727	issued 12/31/20 at 0.06%		
ASML Holding N.V. — Class G	491	239,471	due 01/04/21	24,000	24,000
Qorvo, Inc.*	1,382	229,785	BofA Securities, Inc.		
Teradyne, Inc.	1,868	223,954	issued 12/31/20 at 0.06%		
Monolithic Power Systems, Inc.	570	208,751	due 01/04/21	22,222	22,222
ON Semiconductor Corp.*	5,673	185,677	<b>Total Repurchase Agreements</b>		<u>103,828</u>
Entegris, Inc.	1,913	183,839	(Cost \$103,828)		
STMicroelectronics N.V. — Class Y	4,913	182,371		<b>SHARES</b>	
Cree, Inc.*	1,712	181,301			
MKS Instruments, Inc.	986	148,344	<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 0.6%</b>		
Inphi Corp.*	904	145,065	<b>Money Market Fund</b>		
Lattice Semiconductor Corp.*	2,780	127,380	First American Government		
Silicon Laboratories, Inc.*	938	119,445	Obligations Fund — Class Z, 0.03% <sup>4</sup>	78,160	78,160
Power Integrations, Inc.	1,394	114,113	<b>Total Securities Lending Collateral</b>		<u>78,160</u>
Cirrus Logic, Inc.*	1,388	114,094	(Cost \$78,160)		
CMC Materials, Inc.	740	111,962	<b>Total Investments - 101.1%</b>		<u>\$ 12,278,345</u>
Semtech Corp.*	1,537	110,802	(Cost \$4,101,806)		
Brooks Automation, Inc.	1,611	109,306	<b>Other Assets &amp; Liabilities, net - (1.1)%</b>		<u>(127,738)</u>
Synaptics, Inc.*	1,046	100,834	<b>Total Net Assets - 100.0%</b>		<u>\$ 12,150,607</u>
<b>Total Semiconductors</b>		<u>10,990,993</u>			

**ELECTRONICS FUND**

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (See Note 4 in the Notes to Financial Statements):

Investments in Securities (Assets)	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks	\$ 12,096,357	\$ —	\$ —	\$ 12,096,357
Repurchase Agreements	—	103,828	—	103,828
Securities Lending Collateral	78,160	—	—	78,160
Total Assets	\$ 12,174,517	\$ 103,828	\$ —	\$ 12,278,345



## ELECTRONICS FUND

### STATEMENT OF ASSETS AND LIABILITIES

December 31, 2020

#### ASSETS:

Investments, at value - including \$75,305 of securities loaned (cost \$3,997,978)	\$ 12,174,517
Repurchase agreements, at value (cost \$103,828)	103,828
Receivables:	
Dividends	3,698
Securities lending income	4
<b>Total assets</b>	<b>12,282,047</b>

#### LIABILITIES:

Payable for:	
Return of securities lending collateral	78,160
Fund shares redeemed	13,117
Management fees	8,622
Transfer agent and administrative fees	2,729
Investor service fees	2,536
Portfolio accounting fees	1,014
Trustees' fees*	183
Miscellaneous	25,079
<b>Total liabilities</b>	<b>131,440</b>

#### Commitments and contingent liabilities (Note 10)

**NET ASSETS** **\$ 12,150,607**

#### NET ASSETS CONSIST OF:

Paid in capital	\$ 3,991,876
Total distributable earnings (loss)	8,158,731
<b>Net assets</b>	<b>\$ 12,150,607</b>
Capital shares outstanding	74,824
<b>Net asset value per share</b>	<b>\$162.39</b>

### STATEMENT OF OPERATIONS

Year Ended December 31, 2020

#### INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$374)	\$ 110,856
Interest	256
Income from securities lending, net	147
<b>Total investment income</b>	<b>111,259</b>

#### EXPENSES:

Management fees	78,871
Investor service fees	23,197
Transfer agent and administrative fees	29,771
Professional fees	17,548
Portfolio accounting fees	9,279
Trustees' fees*	1,848
Custodian fees	1,363
Line of credit fees	46
Miscellaneous	6,969
<b>Total expenses</b>	<b>168,892</b>
<b>Net investment loss</b>	<b>(57,633)</b>

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

Net realized gain (loss) on:	
Investments	1,465,750
<b>Net realized gain</b>	<b>1,465,750</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	2,593,723
<b>Net change in unrealized appreciation (depreciation)</b>	<b>2,593,723</b>
<b>Net realized and unrealized gain</b>	<b>4,059,473</b>

#### Net increase in net assets resulting from operations

**\$ 4,001,840**

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

## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (57,633)	\$ (17,256)
Net realized gain on investments	1,465,750	118,036
Net change in unrealized appreciation (depreciation) on investments	2,593,723	3,133,221
Net increase in net assets resulting from operations	4,001,840	3,234,001
Distributions to shareholders	(143,071)	(94,380)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	15,132,392	19,375,763
Distributions reinvested	143,071	94,380
Cost of shares redeemed	(18,276,966)	(16,176,082)
Net increase (decrease) from capital share transactions	(3,001,503)	3,294,061
Net increase in net assets	857,266	6,433,682
<b>NET ASSETS:</b>		
Beginning of year	11,293,341	4,859,659
End of year	\$ 12,150,607	\$ 11,293,341
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	130,397	218,456
Shares issued from reinvestment of distributions	1,197	1,043
Shares redeemed	(163,470)	(185,011)
Net increase (decrease) in shares	(31,876)	34,488

## ELECTRONICS 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.

	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	\$105.84	\$67.30	\$79.89	\$60.95	\$49.03
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.73)	(.20)	(.07)	(.34)	(.07)
Net gain (loss) on investments (realized and unrealized)	59.27	39.89	(9.54)	19.28	11.99
Total from investment operations	58.54	39.69	(9.61)	18.94	11.92
Less distributions from:					
Net realized gains	(1.99)	(1.15)	(2.98)	—	—
Total distributions	(1.99)	(1.15)	(2.98)	—	—
Net asset value, end of period	\$162.39	\$105.84	\$67.30	\$79.89	\$60.95
<b>Total Return<sup>b</sup></b>	<b>55.96%</b>	<b>59.28%</b>	<b>(12.71%)</b>	<b>31.06%</b>	<b>24.34%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$12,151	\$11,293	\$4,860	\$11,236	\$8,709
Ratios to average net assets:					
Net investment income (loss)	(0.62%)	(0.23%)	(0.09%)	(0.48%)	(0.14%)
Total expenses	1.82%	1.82%	1.71%	1.70%	1.66%
Portfolio turnover rate	158%	208%	248%	327%	362%

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

<sup>b</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.

## ENERGY FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies involved in the energy field, including the exploration, production, and development of oil, gas, coal, and alternative sources of energy ("Energy Companies").

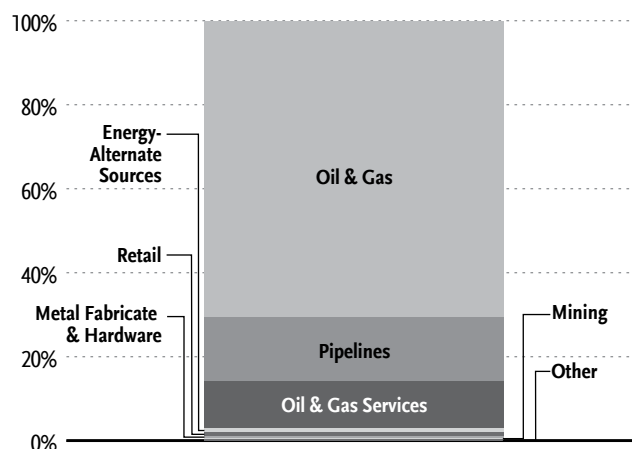
For the year ended December 31, 2020, Energy Fund returned -34.17%, compared with the 18.40% return of the S&P 500 Index. The S&P 500 Energy Index returned -33.68%.

The coal & consumable fuels industry was the only contributor to return for the period. The integrated oil & gas industry detracted the most from return, followed by the oil & gas exploration & production industry and the oil & gas storage & transportation industry.

Renewable Energy Group, Inc., EQT Corp., and Tenaris SA ADR contributed the most to the Fund's return for the year. Holdings detracting the most from performance were Exxon Mobil Corp., Occidental Petroleum Corp., and ONEOK, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



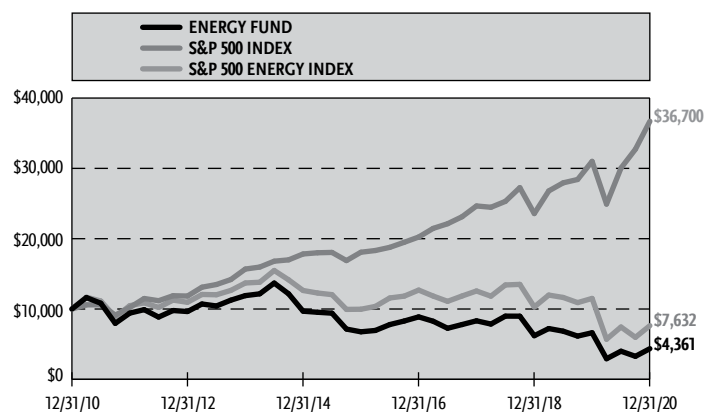
Inception Date: May 29, 2001

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

Chevron Corp.	8.1%
Exxon Mobil Corp.	8.0%
ConocoPhillips	4.1%
Phillips 66	3.6%
Kinder Morgan, Inc.	3.5%
Schlumberger N.V.	3.4%
Marathon Petroleum Corp.	3.4%
EOG Resources, Inc.	3.4%
Valero Energy Corp.	3.2%
Williams Companies, Inc.	3.0%
<b>Top Ten Total</b>	<b>43.7%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

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

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Energy Fund	(34.17%)	(8.39%)	(7.96%)
S&P 500 Energy Index	(33.68%)	(5.20%)	(2.67%)
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Energy index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

## December 31, 2020

	SHARES	VALUE
<b>COMMON STOCKS† - 99.8%</b>		
<b>OIL &amp; GAS - 70.3%</b>		
Chevron Corp.	5,938	\$ 501,464
Exxon Mobil Corp.	11,966	493,239
ConocoPhillips	6,420	256,736
Phillips 66	3,211	224,577
Marathon Petroleum Corp.	5,102	211,019
EOG Resources, Inc.	4,174	208,157
Valero Energy Corp.	3,476	196,637
Pioneer Natural Resources Co.	1,484	169,013
Hess Corp.	2,823	149,026
Occidental Petroleum Corp.	8,504	147,204
Petroleo Brasileiro S.A. ADR	11,898	133,615
Concho Resources, Inc.	2,278	132,921
Diamondback Energy, Inc.	2,256	109,190
BP plc ADR	5,271	108,161
Devon Energy Corp.	6,153	97,279
Continental Resources, Inc.	5,956	97,083
Parsley Energy, Inc. — Class A	6,705	95,211
Cabot Oil & Gas Corp. — Class A	5,823	94,798
HollyFrontier Corp.	3,289	85,021
Apache Corp.	5,959	84,558
Royal Dutch Shell plc — Class A ADR	2,372	83,352
Ovintiv, Inc.	5,160	74,098
Equities Corp.	5,781	73,476
Cimarex Energy Co.	1,945	72,957
Helmerich & Payne, Inc.	2,547	58,989
Suncor Energy, Inc.	3,465	58,143
PDC Energy, Inc.*	2,781	57,094
CNX Resources Corp.*	5,110	55,188
Murphy Oil Corp.	4,456	53,918
Matador Resources Co.*	3,700	44,622
Delek US Holdings, Inc.	2,750	44,192
Canadian Natural Resources Ltd.	1,826	43,915
Equinor ASA ADR	2,135	35,057
<b>Total Oil &amp; Gas</b>		<b>4,349,910</b>
<b>PIPELINES - 15.2%</b>		
Kinder Morgan, Inc.	15,866	216,888
Williams Companies, Inc.	9,200	184,460
ONEOK, Inc.	4,069	156,168
Cheniere Energy, Inc.*	2,579	154,817
Targa Resources Corp.	3,425	90,352
Enbridge, Inc.	2,180	69,738
TC Energy Corp.	1,206	49,108
Pembina Pipeline Corp.	780	18,455
<b>Total Pipelines</b>		<b>939,986</b>

	SHARES	VALUE
<b>OIL &amp; GAS SERVICES - 11.4%</b>		
Schlumberger N.V.	9,762	\$ 213,105
Baker Hughes Co.	8,657	180,498
Halliburton Co.	8,090	152,901
NOV, Inc.	6,682	91,744
ChampionX Corp.*	4,527	69,263
<b>Total Oil &amp; Gas Services</b>		<u>707,511</u>
<b>ENERGY-ALTERNATE SOURCES - 0.9%</b>		
Renewable Energy Group, Inc.*	816	<u>57,789</u>
<b>RETAIL - 0.9%</b>		
World Fuel Services Corp.	1,760	<u>54,842</u>
<b>METAL FABRICATE &amp; HARDWARE - 0.4%</b>		
Tenaris S.A. ADR	1,364	<u>21,756</u>
<b>MINING - 0.4%</b>		
Cameco Corp.	1,620	<u>21,708</u>
<b>FOOD - 0.3%</b>		
Cosan Ltd. — Class A	1,110	<u>20,457</u>
<b>Total Common Stocks</b> (Cost \$3,610,256)		<u>6,173,959</u>
<b>WARRANTS† - 0.0%</b>		
Occidental Petroleum Corp. \$22.00, 08/03/27*	1	<u>7</u>
<b>Total Warrants</b> (Cost \$—)		<u>7</u>
	<b>FACE AMOUNT</b>	
<b>REPURCHASE AGREEMENTS††,1 - 0.8%</b>		
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 29,304	29,304
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	12,209	12,209
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	11,304	<u>11,304</u>
<b>Total Repurchase Agreements</b> (Cost \$52,817)		<u>52,817</u>
<b>Total Investments - 100.6%</b> (Cost \$3,663,073)		<u>\$ 6,226,783</u>
<b>Other Assets &amp; Liabilities, net - (0.6)%</b>		<u>(38,106)</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 6,188,677</u>

**ENERGY FUND**

\* Non-income producing security.

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

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

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

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 6,173,959	\$ —	\$ —	\$ 6,173,959
Warrants	7	—	—	7
Repurchase Agreements	—	52,817	—	52,817
Total Assets	\$ 6,173,966	\$ 52,817	\$ —	\$ 6,226,783

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value (cost \$3,610,256)	\$ 6,173,966
Repurchase agreements, at value (cost \$52,817)	52,817
Receivables:	
Securities sold	280,872
Dividends	4,849
Fund shares sold	1,823
Securities lending income	3
<b>Total assets</b>	<b>6,514,330</b>

## LIABILITIES:

Payable for:	
Fund shares redeemed	304,331
Management fees	4,520
Transfer agent and administrative fees	1,431
Investor service fees	1,330
Portfolio accounting fees	532
Trustees' fees*	98
Miscellaneous	13,411
<b>Total liabilities</b>	<b>325,653</b>

## Commitments and contingent liabilities (Note 10)

NET ASSETS \$ 6,188,677

## NET ASSETS CONSIST OF:

Paid in capital	\$ 14,031,522
Total distributable earnings (loss)	(7,842,845)
<b>Net assets</b>	<b>\$ 6,188,677</b>
Capital shares outstanding	53,819
<b>Net asset value per share</b>	<b>\$114.99</b>

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$2,643)	\$ 249,376
Interest	183
Income from securities lending, net	3,173
<b>Total investment income</b>	<b>252,732</b>

## EXPENSES:

Management fees	55,638
Investor service fees	16,364
Transfer agent and administrative fees	22,023
Professional fees	12,290
Portfolio accounting fees	6,546
Trustees' fees*	1,739
Custodian fees	1,009
Line of credit fees	40
Miscellaneous	3,615
<b>Total expenses</b>	<b>119,264</b>
<b>Net investment income</b>	<b>133,468</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	(1,040,480)
<b>Net realized loss</b>	<b>(1,040,480)</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	(1,447,830)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(1,447,830)</b>
<b>Net realized and unrealized loss</b>	<b>(2,488,310)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (2,354,842)</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 133,468	\$ 86,442
Net realized gain (loss) on investments	(1,040,480)	556,001
Net change in unrealized appreciation (depreciation) on investments	(1,447,830)	158,152
Net increase (decrease) in net assets resulting from operations	(2,354,842)	800,595
Distributions to shareholders	(99,610)	(18,218)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	19,419,055	10,611,542
Distributions reinvested	99,610	18,218
Cost of shares redeemed	(20,641,084)	(11,318,712)
Net decrease from capital share transactions	(1,122,419)	(688,952)
Net increase (decrease) in net assets	(3,576,871)	93,425
<b>NET ASSETS:</b>		
Beginning of year	9,765,548	9,672,123
End of year	\$ 6,188,677	\$ 9,765,548
<b>CAPITAL SHARE ACTIVITY:*</b>		
Shares sold	188,405	60,290
Shares issued from reinvestment of distributions	921	102
Shares redeemed	(190,712)	(63,466)
Net decrease in shares	(1,386)	(3,074)

\* Capital share activity for the year ended December 31, 2020, has been restated to reflect a 1:3 reverse share split effective August 24, 2020 — See Note 9.

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 2020 <sup>c</sup>	Year Ended December 31, 2019 <sup>c</sup>	Year Ended December 31, 2018 <sup>c</sup>	Year Ended December 31, 2017 <sup>c</sup>	Year Ended December 31, 2016 <sup>c,d</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$176.90	\$165.96	\$223.73	\$240.28	\$184.29
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.96	1.71	.12	1.59	.24
Net gain (loss) on investments (realized and unrealized)	(62.41)	9.62	(56.84)	(16.85)	56.17
Total from investment operations	(61.45)	11.33	(56.72)	(15.26)	56.41
Less distributions from:					
Net investment income	(.46)	(.39)	(1.05)	(1.29)	(.42)
Total distributions	(.46)	(.39)	(1.05)	(1.29)	(.42)
Net asset value, end of period	\$114.99	\$176.90	\$165.96	\$223.73	\$240.28
<b>Total Return<sup>b</sup></b>	<b>(34.17%)</b>	<b>6.81%</b>	<b>(25.49%)</b>	<b>(6.26%)</b>	<b>31.37%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$6,189	\$9,766	\$9,672	\$17,318	\$28,117
Ratios to average net assets:					
Net investment income (loss)	2.04%	0.97%	0.06%	0.75%	0.42%
Total expenses	1.82%	1.83%	1.72%	1.70%	1.66%
Portfolio turnover rate	317%	114%	490%	573%	293%

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

<sup>b</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>c</sup> Reverse share split — Per share amounts for the years presented through December 31, 2020 have been restated to reflect a 1:3 reverse share split effective August 24, 2020 — See Note 9.

<sup>d</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.

## ENERGY SERVICES FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the energy services field, including those that provide services and equipment in the areas of oil, coal, and gas exploration and production ("Energy Services Companies").

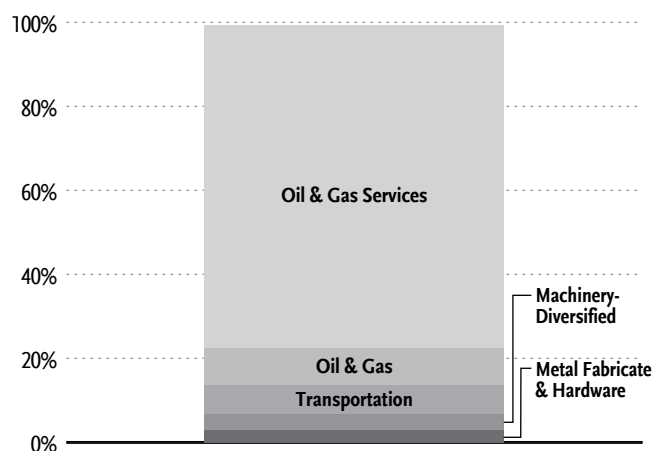
For the year ended December 31, 2020, Energy Services Fund returned -37.33%, compared with the S&P 500 Index, which returned 18.40%. The S&P 500 Energy Index returned -33.68%.

No industry contributed to return for the period. The oil & gas equipment & services industry detracted the most from return, followed by the oil & gas drilling industry.

Nabors Industries Ltd., Archrock, Inc., and Liberty Oilfield Services, Inc. Class A were the Fund's best-performing holdings for the year. The Fund's worst-performing holdings included Schlumberger N.V., Transocean Ltd., and Helix Energy Solutions Group, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



Inception Date: May 2, 2001

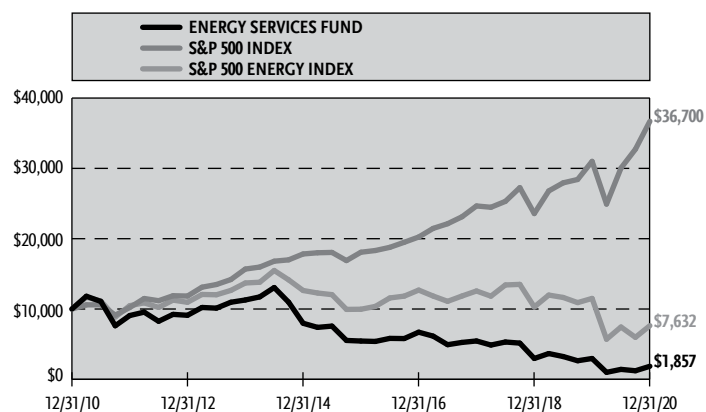
### Ten Largest Holdings (% of Total Net Assets)

Schlumberger N.V.	13.7%
Baker Hughes Co.	11.6%
Halliburton Co.	9.8%
NOV, Inc.	6.4%
ChampionX Corp.	4.8%
Helmerich & Payne, Inc.	4.1%
Cactus, Inc. — Class A	3.8%
Archrock, Inc.	3.6%
TechnipFMC plc	3.5%
Liberty Oilfield Services, Inc. — Class A	3.4%
<b>Top Ten Total</b>	<b>64.7%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

### Cumulative Fund Performance<sup>\*,†</sup>



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

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Energy Services Fund	(37.33%)	(19.36%)	(15.49%)
S&P 500 Energy Index	(33.68%)	(5.20%)	(2.67%)
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Energy Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## ENERGY SERVICES FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.4%</b>					
<b>OIL &amp; GAS SERVICES - 76.9%</b>					
Schlumberger N.V.	24,055	\$ 525,121			
Baker Hughes Co.	21,327	444,668			
Halliburton Co.	19,926	376,601			
NOV, Inc.	17,905	245,836			
ChampionX Corp.*	12,121	185,451			
Archrock, Inc.	15,713	136,075			
TechnipFMC plc	14,265	134,091			
Liberty Oilfield Services, Inc. — Class A	12,593	129,834			
Dril-Quip, Inc.*	4,050	119,961			
Core Laboratories N.V.	3,871	102,620			
ProPetro Holding Corp.*	13,011	96,151			
Oceaneering International, Inc.*	12,044	95,750			
DMC Global, Inc.	2,129	92,079			
US Silica Holdings, Inc.	10,734	75,353			
Oil States International, Inc.*	12,721	63,859			
Solaris Oilfield Infrastructure, Inc. — Class A	7,698	62,662			
Matrix Service Co.*	5,200	57,304			
<b>Total Oil &amp; Gas Services</b>		<u>2,943,416</u>			
<b>OIL &amp; GAS - 8.8%</b>					
Helmerich & Payne, Inc.	6,808	157,674			
Patterson-UTI Energy, Inc.	20,681	108,782			
Nabors Industries Ltd.	1,187	69,119			
<b>Total Oil &amp; Gas</b>		<u>335,575</u>			
<b>TRANSPORTATION - 7.0%</b>					
SEACOR Holdings, Inc.*	2,675	110,879			
Bristow Group, Inc.*	3,776	99,384			
Tidewater, Inc.*	6,394	55,244			
<b>Total Transportation</b>		<u>265,507</u>			
<b>MACHINERY-DIVERSIFIED - 3.8%</b>					
Cactus, Inc. — Class A	5,602	146,044			
<b>METAL FABRICATE &amp; HARDWARE - 2.9%</b>					
Tenaris S.A. ADR	6,927	110,486			
<b>Total Common Stocks</b> (Cost \$2,555,583)		<u>3,801,028</u>			
<b>REPURCHASE AGREEMENTS<sup>††,1</sup> - 0.9%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21			\$ 20,113	\$ 20,113	
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21			8,379	8,379	
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21			7,758	7,758	
<b>Total Repurchase Agreements</b> (Cost \$36,250)				<u>36,250</u>	
<b>Total Investments - 100.3%</b> (Cost \$2,591,833)				\$ 3,837,278	
<b>Other Assets &amp; Liabilities, net - (0.3)%</b>				<u>(12,187)</u>	
<b>Total Net Assets - 100.0%</b>				\$ 3,825,091	

## ENERGY SERVICES FUND

\* Non-income producing security.

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

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

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

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 3,801,028	\$ —	\$ —	\$ 3,801,028
Repurchase Agreements	—	36,250	—	36,250
Total Assets	\$ 3,801,028	\$ 36,250	\$ —	\$ 3,837,278

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value (cost \$2,555,583)	\$ 3,801,028
Repurchase agreements, at value (cost \$36,250)	36,250
Receivables:	
Securities sold	574,411
Fund shares sold	13,742
Dividends	2,219
<b>Total assets</b>	<b>4,427,650</b>

## LIABILITIES:

Payable for:	
Fund shares redeemed	589,835
Management fees	2,819
Transfer agent and administrative fees	892
Investor service fees	829
Portfolio accounting fees	332
Trustees' fees*	57
Miscellaneous	7,795

<b>Total liabilities</b>	<b>602,559</b>
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<b>Commitments and contingent liabilities (Note 10)</b>	<b>—</b>
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<b>NET ASSETS</b>	<b>\$ 3,825,091</b>
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## NET ASSETS CONSIST OF:

Paid in capital	\$ 14,279,411
Total distributable earnings (loss)	(10,454,320)
Net assets	\$ 3,825,091
Capital shares outstanding	20,323
Net asset value per share	\$188.21

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$91)	\$ 67,642
Interest	79
Income from securities lending, net	633
<b>Total investment income</b>	<b>68,354</b>

## EXPENSES:

Management fees	25,669
Investor service fees	7,550
Transfer agent and administrative fees	9,991
Professional fees	5,422
Portfolio accounting fees	3,020
Trustees' fees*	746
Custodian fees	458
Miscellaneous	2,140
<b>Total expenses</b>	<b>54,996</b>
<b>Net investment income</b>	<b>13,358</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	(1,587,927)
<b>Net realized loss</b>	<b>(1,587,927)</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	276,831
<b>Net change in unrealized appreciation (depreciation)</b>	<b>276,831</b>
<b>Net realized and unrealized loss</b>	<b>(1,311,096)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (1,297,738)</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 13,358	\$ 17,503
Net realized loss on investments	(1,587,927)	(684,717)
Net change in unrealized appreciation (depreciation) on investments	276,831	617,252
Net decrease in net assets resulting from operations	(1,297,738)	(49,962)
Distributions to shareholders	(20,199)	—
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	23,713,509	17,158,557
Distributions reinvested	20,199	—
Cost of shares redeemed	(21,836,022)	(17,355,257)
Net increase (decrease) from capital share transactions	1,897,686	(196,700)
Net increase (decrease) in net assets	579,749	(246,662)
<b>NET ASSETS:</b>		
Beginning of year	3,245,342	3,492,004
End of year	\$ 3,825,091	\$ 3,245,342
<b>CAPITAL SHARE ACTIVITY:*</b>		
Shares sold	150,113	55,157
Shares issued from reinvestment of distributions	132	—
Shares redeemed	(140,635)	(55,964)
Net decrease in shares	9,610	(807)

\* Capital share activity for the year ended December 31, 2020, has been restated to reflect a 1:10 reverse split effective August 24, 2020 — See Note 9.



## ENERGY SERVICES 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.

	Year Ended December 31, 2020 <sup>d</sup>	Year Ended December 31, 2019 <sup>d</sup>	Year Ended December 31, 2018 <sup>d</sup>	Year Ended December 31, 2017 <sup>d</sup>	Year Ended December 31, 2016 <sup>c,d</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$302.92	\$303.11	\$575.98	\$708.02	\$580.00
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.11	1.50	(.70)	11.10	(.30)
Net gain (loss) on investments (realized and unrealized)	(114.69)	(1.69)	(254.57)	(143.14)	129.22
Total from investment operations	(114.58)	(.19)	(255.27)	(132.04)	128.92
Less distributions from:					
Net investment income	(.13)	—	(17.60)	—	(.90)
Total distributions	(.13)	—	(17.60)	—	(.90)
Net asset value, end of period	\$188.21	\$302.92	\$303.11	\$575.98	\$708.02
<b>Total Return<sup>b</sup></b>	<b>(37.33%)</b>	<b>(0.07%)</b>	<b>(45.65%)</b>	<b>(18.64%)</b>	<b>23.15%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$3,825	\$3,245	\$3,492	\$9,047	\$13,770
Ratios to average net assets:					
Net investment income (loss)	0.44%	0.45%	(0.13%)	1.92%	(0.26%)
Total expenses	1.82%	1.83%	1.71%	1.70%	1.66%
Portfolio turnover rate	817%	423%	331%	338%	291%

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

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

<sup>d</sup> Reverse share split — Per share amounts for the years presented through December 31, 2020 have been restated to reflect a 1:10 reverse share split effective August 24, 2020 — See Note 9.

## FINANCIAL SERVICES FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the financial services sector ("Financial Services Companies").

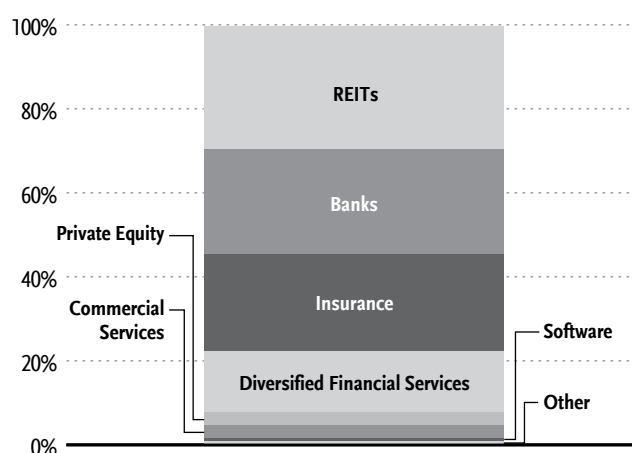
For the year ended December 31, 2020, Financial Services Fund returned -0.11%, while the S&P 500 Index returned 18.40% over the same period. The S&P 500 Financials Index returned -1.69%.

The financial exchanges & data industry was the largest contributor to return, followed by the asset management & custody banks industry and the investment banking & brokerage industry. The diversified banks industry was the largest detractor from return, followed by the residential real estate investment trust ("REIT") industry and the retail REIT industry.

Morgan Stanley, BlackRock, Inc. Class A, and MSCI Inc. Class A were the holdings that contributed the most to the Fund's return for the period. Wells Fargo & Co., Simon Property Group, Inc., and Citigroup, Inc. detracted the most from return.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



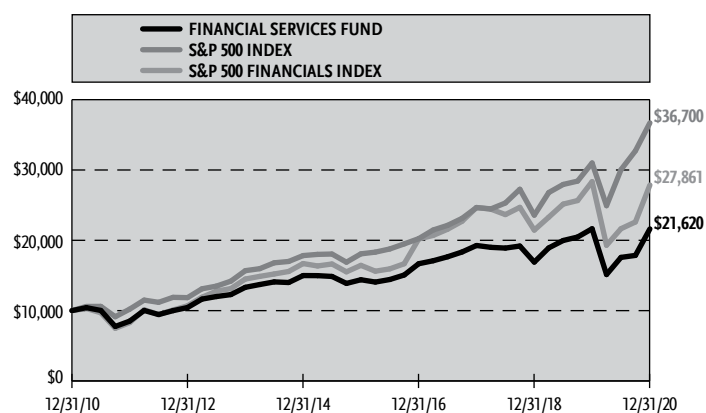
Inception Date: July 20, 2001

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

Berkshire Hathaway, Inc. — Class B	3.3%
JPMorgan Chase & Co.	2.9%
Bank of America Corp.	2.3%
Morgan Stanley	1.6%
Citigroup, Inc.	1.6%
Wells Fargo & Co.	1.6%
BlackRock, Inc. — Class A	1.5%
American Express Co.	1.4%
American Tower Corp. — Class A	1.4%
Charles Schwab Corp.	1.4%
<b>Top Ten Total</b>	<b>19.0%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Financial Services Fund	(0.11%)	8.48%	8.02%
S&P 500 Financials Index	(1.69%)	11.13%	10.79%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and S&P 500 Financials Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## FINANCIAL SERVICES FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.8%</b>					
<b>REITs - 29.5%</b>					
American Tower Corp. — Class A	644	\$ 144,552	Healthcare Realty Trust, Inc.	970	\$ 28,712
Crown Castle International Corp.	766	121,940	QTS Realty Trust, Inc. — Class A	460	28,465
Prologis, Inc.	1,219	121,486	Hudson Pacific Properties, Inc.	1,149	27,599
Equinix, Inc.	156	111,412	Agree Realty Corp.	410	27,298
Digital Realty Trust, Inc.	677	94,448	<b>Total REITs</b>		<u>3,056,538</u>
Public Storage	379	87,522			
SBA Communications Corp.	285	80,407	<b>BANKS - 24.8%</b>		
Simon Property Group, Inc.	885	75,473	JPMorgan Chase & Co.	2,330	296,109
Welltower, Inc.	1,137	73,473	Bank of America Corp.	7,946	240,843
AvalonBay Communities, Inc.	442	70,910	Morgan Stanley	2,415	165,500
Alexandria Real Estate Equities, Inc.	387	68,971	Citigroup, Inc.	2,653	163,584
Equity Residential	1,156	68,528	Wells Fargo & Co.	5,401	163,002
Realty Income Corp.	1,094	68,014	Goldman Sachs Group, Inc.	541	142,667
Weyerhaeuser Co.	1,998	66,993	U.S. Bancorp	2,630	122,532
Invitation Homes, Inc.	2,024	60,113	Truist Financial Corp.	2,467	118,243
Ventas, Inc.	1,206	59,142	PNC Financial Services Group, Inc.	759	113,091
Healthpeak Properties, Inc.	1,918	57,981	Bank of New York Mellon Corp.	2,135	90,609
Sun Communities, Inc.	372	56,525	State Street Corp.	1,058	77,001
Essex Property Trust, Inc.	237	56,269	First Republic Bank	483	70,967
Extra Space Storage, Inc.	480	55,613	SVB Financial Group*	172	66,707
Boston Properties, Inc.	574	54,260	Fifth Third Bancorp	2,342	64,569
Duke Realty Corp.	1,348	53,880	Northern Trust Corp.	682	63,522
VICI Properties, Inc.	2,020	51,510	KeyCorp	3,670	60,225
UDR, Inc.	1,297	49,844	Regions Financial Corp.	3,643	58,725
Medical Properties Trust, Inc.	2,262	49,289	M&T Bank Corp.	458	58,303
WP Carey, Inc.	697	49,194	Citizens Financial Group, Inc.	1,610	57,574
Host Hotels & Resorts, Inc.	3,342	48,893	ICICI Bank Ltd. ADR*	3,629	53,927
Equity LifeStyle Properties, Inc.	760	48,154	HDFC Bank Ltd. ADR*	746	53,906
Camden Property Trust	444	44,365	Huntington Bancshares, Inc.	4,261	53,817
American Homes 4 Rent — Class A	1,477	44,310	Toronto-Dominion Bank	865	48,803
Gaming and Leisure Properties, Inc.	1,028	43,595	HSBC Holdings plc ADR¹	1,865	48,322
STORE Capital Corp.	1,272	43,223	Zions Bancorp North America	927	40,269
AGNC Investment Corp.	2,714	42,338	First Horizon National Corp.	3,086	39,377
CyrusOne, Inc.	576	42,134	Signature Bank	278	37,611
Americold Realty Trust	1,108	41,362	<b>Total Banks</b>		<u>2,569,805</u>
Lamar Advertising Co. — Class A	483	40,195			
Omega Healthcare Investors, Inc.	1,099	39,916	<b>INSURANCE - 23.2%</b>		
Vornado Realty Trust	1,057	39,468	Berkshire Hathaway, Inc. — Class B*	1,493	346,182
Regency Centers Corp.	863	39,344	Marsh & McLennan Companies, Inc.	922	107,874
National Retail Properties, Inc.	930	38,056	Progressive Corp.	1,085	107,285
Kilroy Realty Corp.	640	36,736	Aon plc — Class A	470	99,297
CubeSmart	1,085	36,467	Chubb Ltd.	626	96,354
Rexford Industrial Realty, Inc.	730	35,850	MetLife, Inc.	2,049	96,201
CoreSite Realty Corp.	280	35,078	Travelers Companies, Inc.	605	84,924
Federal Realty Investment Trust	410	34,899	American International Group, Inc.	2,232	84,503
Healthcare Trust of America, Inc. — Class A	1,250	34,425	Willis Towers Watson plc	399	84,061
American Campus Communities, Inc.	790	33,788	Prudential Financial, Inc.	1,053	82,208
Life Storage, Inc.	280	33,429	Allstate Corp.	747	82,118
EastGroup Properties, Inc.	240	33,134	Aflac, Inc.	1,831	81,425
First Industrial Realty Trust, Inc.	780	32,861	Arthur J Gallagher & Co.	537	66,432
Douglas Emmett, Inc.	1,114	32,507	Hartford Financial Services Group, Inc.	1,262	61,813
Brixmor Property Group, Inc.	1,918	31,743	Principal Financial Group, Inc.	1,128	55,960
SL Green Realty Corp.	511	30,445	Everest Re Group Ltd.	238	55,713
			Athene Holding Ltd. — Class A*	1,279	55,176
			Arch Capital Group Ltd.*	1,510	54,466
			Cincinnati Financial Corp.	614	53,645
			Brown & Brown, Inc.	1,103	52,293

## FINANCIAL SERVICES FUND

	SHARES	VALUE		SHARES	VALUE
Markel Corp.*	50	\$ 51,665	<b>COMMERCIAL SERVICES - 2.9%</b>		
RenaissanceRe Holdings Ltd.	310	51,404	S&P Global, Inc.	395	\$ 129,849
Loews Corp.	1,104	49,702	Moody's Corp.	371	107,679
Equitable Holdings, Inc.	1,930	49,389	MarketAxess Holdings, Inc.	113	64,473
Fidelity National Financial, Inc.	1,217	47,573	<b>Total Commercial Services</b>		<u>302,001</u>
Lincoln National Corp.	933	46,939	<b>SOFTWARE - 0.9%</b>		
Globe Life, Inc.	480	45,581	MSCI, Inc. — Class A	196	87,520
Assurant, Inc.	301	41,002	<b>MEDIA - 0.5%</b>		
Reinsurance Group of America, Inc. — Class A	350	40,565	FactSet Research Systems, Inc.	152	50,540
American Financial Group, Inc.	460	40,305	<b>SAVINGS &amp; LOANS - 0.3%</b>		
Voya Financial, Inc.	682	40,108	People's United Financial, Inc.	2,653	34,303
Unum Group	1,445	33,148	<b>Total Common Stocks</b>		<u>10,343,957</u>
First American Financial Corp.	630	32,527	(Cost \$6,488,378)		
MGIC Investment Corp.	2,358	29,593			
<b>Total Insurance</b>		<u>2,407,431</u>			
<b>DIVERSIFIED FINANCIAL SERVICES - 14.6%</b>				<b>FACE AMOUNT</b>	
BlackRock, Inc. — Class A	210	151,523	<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.2%</b>		
American Express Co.	1,212	146,543	J.P. Morgan Securities LLC		
Charles Schwab Corp.	2,716	144,057	issued 12/31/20 at 0.06%		
Intercontinental Exchange, Inc.	987	113,791	due 01/04/21	\$ 13,452	13,452
CME Group, Inc. — Class A	625	113,781	Barclays Capital, Inc.		
Capital One Financial Corp.	980	96,873	issued 12/31/20 at 0.06%		
T. Rowe Price Group, Inc.	565	85,535	due 01/04/21	5,604	5,604
Discover Financial Services	831	75,230	BofA Securities, Inc.		
Ameriprise Financial, Inc.	355	68,987	issued 12/31/20 at 0.06%		
Nasdaq, Inc.	500	66,370	due 01/04/21	5,189	5,189
Synchrony Financial	1,894	65,741	<b>Total Repurchase Agreements</b>		<u>24,245</u>
Ally Financial, Inc.	1,469	52,385	(Cost \$24,245)		
Franklin Resources, Inc.	1,978	49,430		<b>SHARES</b>	
Tradeweb Markets, Inc. — Class A	780	48,711	<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 0.6%</b>		
Cboe Global Markets, Inc.	504	46,933	<b>Money Market Fund</b>		
LPL Financial Holdings, Inc.	395	41,167	First American Government		
Invesco Ltd.	2,349	40,943	Obligations Fund — Class Z, 0.03% <sup>4</sup>	63,433	63,433
Eaton Vance Corp.	590	40,079	<b>Total Securities Lending Collateral</b>		<u>63,433</u>
Credit Acceptance Corp.* <sup>1</sup>	100	34,614	(Cost \$63,433)		
SLM Corp.	2,410	29,860	<b>Total Investments - 100.6%</b>		<u>\$ 10,431,635</u>
<b>Total Diversified Financial Services</b>		<u>1,512,553</u>	(Cost \$6,576,056)		
<b>PRIVATE EQUITY - 3.1%</b>			<b>Other Assets &amp; Liabilities, net - (0.6)%</b>		<u>(64,607)</u>
Blackstone Group, Inc. — Class A	1,901	123,204	<b>Total Net Assets - 100.0%</b>		<u>\$ 10,367,028</u>
KKR & Company, Inc. — Class A	2,074	83,976			
Apollo Global Management, Inc.	1,348	66,025			
Brookfield Asset Management, Inc. — Class A	1,213	50,061			
<b>Total Private Equity</b>		<u>323,266</u>			

## FINANCIAL SERVICES FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 10,343,957	\$ —	\$ —	\$ 10,343,957
Repurchase Agreements	—	24,245	—	24,245
Securities Lending Collateral	63,433	—	—	63,433
Total Assets	\$ 10,407,390	\$ 24,245	\$ —	\$ 10,431,635

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$62,183 of securities loaned (cost \$6,551,811)	\$ 10,407,390
Repurchase agreements, at value (cost \$24,245)	24,245
Cash	190
Receivables:	
Dividends	25,376
Fund shares sold	6,858
Securities lending income	28
<b>Total assets</b>	<b>10,464,087</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	63,433
Professional fees	9,484
Management fees	7,143
Transfer agent and administrative fees	2,260
Investor service fees	2,101
Portfolio accounting fees	840
Fund shares redeemed	717
Trustees' fees*	150
Miscellaneous	10,931
<b>Total liabilities</b>	<b>97,059</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 10,367,028</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 7,468,625
Total distributable earnings (loss)	2,898,403
<b>Net assets</b>	<b>\$ 10,367,028</b>
Capital shares outstanding	121,225
Net asset value per share	\$85.52

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$330)	\$ 198,817
Interest	219
Income from securities lending, net	174
<b>Total investment income</b>	<b>199,210</b>

**EXPENSES:**

Management fees	61,884
Investor service fees	18,201
Transfer agent and administrative fees	24,384
Professional fees	13,813
Portfolio accounting fees	7,280
Trustees' fees*	1,921
Custodian fees	1,302
Miscellaneous	3,761
<b>Total expenses</b>	<b>132,546</b>
<b>Net investment income</b>	<b>66,664</b>

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

Net realized gain (loss) on:	
Investments	522,950
<b>Net realized gain</b>	<b>522,950</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	(943,101)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(943,101)</b>
<b>Net realized and unrealized loss</b>	<b>(420,151)</b>

**Net decrease in net assets resulting from operations**

\$ (353,487)

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

## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 66,664	\$ 81,315
Net realized gain on investments	522,950	348,506
Net change in unrealized appreciation (depreciation) on investments	(943,101)	1,713,291
Net increase (decrease) in net assets resulting from operations	(353,487)	2,143,112
Distributions to shareholders	(348,018)	(507,612)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	25,637,728	25,665,558
Distributions reinvested	348,018	507,612
Cost of shares redeemed	(26,244,148)	(23,580,143)
Net increase (decrease) from capital share transactions	(258,402)	2,593,027
Net increase (decrease) in net assets	(959,907)	4,228,527
<b>NET ASSETS:</b>		
Beginning of year	11,326,935	7,098,408
End of year	\$ 10,367,028	\$ 11,326,935
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	337,386	302,628
Shares issued from reinvestment of distributions	4,870	6,012
Shares redeemed	(347,179)	(279,122)
Net increase (decrease) in shares	(4,923)	29,518



## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 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	\$89.79	\$73.46	\$84.47	\$73.42	\$64.46
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.70	.70	.45	.77	— <sup>b</sup>
Net gain (loss) on investments (realized and unrealized)	(1.47)	19.67	(10.74)	10.63	9.32
Total from investment operations	(.77)	20.37	(10.29)	11.40	9.32
Less distributions from:					
Net investment income	(.74)	(.71)	(.72)	(.35)	(.36)
Net realized gains	(2.76)	(3.33)	—	—	—
Total distributions	(3.50)	(4.04)	(.72)	(.35)	(.36)
Net asset value, end of period	\$85.52	\$89.79	\$73.46	\$84.47	\$73.42
<b>Total Return<sup>c</sup></b>	<b>(0.11%)</b>	<b>28.08%</b>	<b>(12.28%)</b>	<b>15.57%</b>	<b>15.83%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$10,367	\$11,327	\$7,098	\$16,357	\$16,230
Ratios to average net assets:					
Net investment income (loss)	0.92%	0.83%	0.54%	1.00%	— <sup>e</sup>
Total expenses	1.82%	1.82%	1.72%	1.70%	1.66%
Portfolio turnover rate	339%	218%	403%	364%	329%

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

<sup>b</sup> Net investment income is less than \$0.01 per share.

<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> Reverse share split — Per share amounts for the year ended through December 31, 2016 have been restated to reflect a 1:3 reverse share split effective December 1, 2016.

<sup>e</sup> Less than 0.01%.

## HEALTH CARE FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the health care industry (“Health Care Companies”).

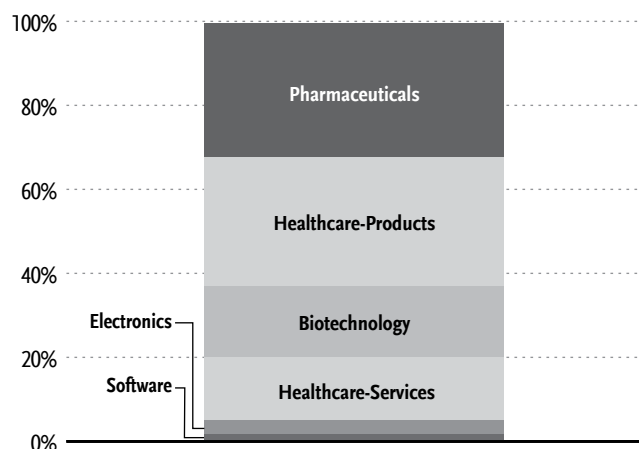
For the year ended December 31, 2020, Health Care Fund returned 18.68%, compared with a 18.40% return for the S&P 500 Index. The S&P 500 Health Care Index returned 13.45%.

The health care equipment industry was the largest contributor to the Fund for the period, followed by the biotechnology industry and the life sciences tools & services industry. Health care facilities was the only industry that detracted from return.

The best-performing holdings in the Fund were Immunomedics, Inc., Moderna, Inc., and Thermo Fisher Scientific, Inc. The worst-performing holdings in the Fund included Amarin Corp. plc ADR, Intercept Pharmaceuticals, Inc., and Boston Scientific Corp.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



**Inception Date:** June 19, 2001

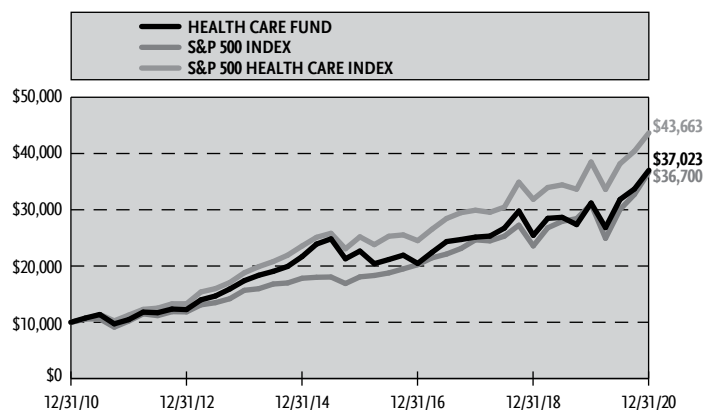
### Ten Largest Holdings (% of Total Net Assets)

Johnson & Johnson	3.3%
UnitedHealth Group, Inc.	3.1%
Merck & Company, Inc.	2.4%
Pfizer, Inc.	2.4%
AbbVie, Inc.	2.3%
Abbott Laboratories	2.3%
Thermo Fisher Scientific, Inc.	2.3%
Danaher Corp.	2.1%
Bristol-Myers Squibb Co.	1.9%
Eli Lilly & Co.	1.9%
<b>Top Ten Total</b>	<b>24.0%</b>

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

“Ten Largest Holdings” excludes any temporary cash investments.

### Cumulative Fund Performance<sup>\*,†</sup>



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

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Health Care Fund	18.68%	10.32%	13.98%
S&P 500 Health Care Index	13.45%	11.63%	15.88%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P Health Care Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## HEALTH CARE FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.5%</b>					
<b>PHARMACEUTICALS - 31.9%</b>					
Johnson & Johnson	4,485	\$ 705,849	Dentsply Sirona, Inc.	2,228	\$ 116,658
Merck & Company, Inc.	6,248	511,086	Repligen Corp.*	571	109,421
Pfizer, Inc.	13,634	501,868	Penumbra, Inc.*	527	92,225
AbbVie, Inc.	4,543	486,782	Quidel Corp.*	503	90,364
Bristol-Myers Squibb Co.	6,569	407,475	Tandem Diabetes Care, Inc.*	941	90,035
Eli Lilly & Co.	2,391	403,696	Hill-Rom Holdings, Inc.	891	87,291
CVS Health Corp.	4,915	335,695	Haemonetics Corp.*	710	84,312
Cigna Corp.	1,514	315,185	Nevro Corp.*	459	79,453
Zoetis, Inc.	1,844	305,182	iRhythm Technologies, Inc.*	332	78,754
Becton Dickinson and Co.	1,171	293,008	<b>Total Healthcare-Products</b>		<b>6,434,517</b>
DexCom, Inc.*	560	207,043	<b>BIOTECHNOLOGY - 16.9%</b>		
McKesson Corp.	1,078	187,486	Amgen, Inc.	1,729	397,532
Viatis, Inc.*	9,039	169,391	Gilead Sciences, Inc.	5,148	299,923
AstraZeneca plc ADR	3,193	159,618	Vertex Pharmaceuticals, Inc.*	1,124	265,646
AmerisourceBergen Corp. — Class A	1,609	157,296	Illumina, Inc.*	684	253,080
Jazz Pharmaceuticals plc*	945	155,972	Regeneron Pharmaceuticals, Inc.*	507	244,937
Canopy Growth Corp.* <sup>1</sup>	6,273	154,567	Biogen, Inc.*	849	207,886
Horizon Therapeutics plc*	1,986	145,276	Moderna, Inc.*	1,869	195,254
Novartis AG ADR	1,512	142,778	Alexion Pharmaceuticals, Inc.*	1,124	175,614
Cardinal Health, Inc.	2,534	135,721	Seagen, Inc.*	995	174,264
GlaxoSmithKline plc ADR	3,688	135,718	Exact Sciences Corp.*	1,170	155,013
Elanco Animal Health, Inc.*	4,228	129,673	Incyte Corp.*	1,673	145,518
Perrigo Company plc	2,739	122,488	BioMarin Pharmaceutical, Inc.*	1,458	127,852
Teva Pharmaceutical Industries Ltd. ADR*	12,671	122,275	Alnylam Pharmaceuticals, Inc.*	968	125,811
Sarepta Therapeutics, Inc.*	716	122,071	Guardant Health, Inc.*	962	123,983
Henry Schein, Inc.*	1,571	105,037	Mirati Therapeutics, Inc.*	497	109,161
Neurocrine Biosciences, Inc.*	1,039	99,588	BioNTech SE ADR* <sup>1</sup>	1,325	108,014
<b>Total Pharmaceuticals</b>		<b>6,717,824</b>	Arrowhead Pharmaceuticals, Inc.*	1,128	86,552
<b>HEALTHCARE-PRODUCTS - 30.6%</b>			United Therapeutics Corp.*	570	86,520
Abbott Laboratories	4,404	482,194	Exelixis, Inc.*	4,163	83,551
Thermo Fisher Scientific, Inc.	1,020	475,096	Novavax, Inc.* <sup>1</sup>	745	83,075
Danaher Corp.	1,949	432,951	Emergent BioSolutions, Inc.*	764	68,454
Medtronic plc	3,379	395,816	Inovio Pharmaceuticals, Inc.* <sup>1</sup>	4,718	41,754
Intuitive Surgical, Inc.*	426	348,511	<b>Total Biotechnology</b>		<b>3,559,394</b>
Stryker Corp.	1,382	338,645	<b>HEALTHCARE-SERVICES - 15.2%</b>		
Edwards Lifesciences Corp.*	2,924	266,756	UnitedHealth Group, Inc.	1,846	647,355
Boston Scientific Corp.*	6,870	246,976	Anthem, Inc.	989	317,558
IDEXX Laboratories, Inc.*	453	226,441	Humana, Inc.	647	265,445
Align Technology, Inc.*	422	225,508	HCA Healthcare, Inc.	1,535	252,446
Baxter International, Inc.	2,694	216,167	Centene Corp.*	3,413	204,882
Zimmer Biomet Holdings, Inc.	1,273	196,157	IQVIA Holdings, Inc.*	1,108	198,520
ResMed, Inc.	895	190,241	Teladoc Health, Inc.*	955	190,962
West Pharmaceutical Services, Inc.	568	160,920	Laboratory Corporation of America Holdings*	751	152,866
Insulet Corp.*	594	151,844	Quest Diagnostics, Inc.	1,171	139,548
Novocure Ltd.*	846	146,392	Catalent, Inc.*	1,327	138,101
STERIS plc	772	146,325	Molina Healthcare, Inc.*	607	129,097
Hologic, Inc.*	2,000	145,660	DaVita, Inc.*	1,048	123,035
Avantor, Inc.*	5,000	140,750	Charles River Laboratories International, Inc.*	482	120,433
ABIOMED, Inc.*	432	140,054	Universal Health Services, Inc. — Class B	837	115,088
Varian Medical Systems, Inc.*	792	138,608	Encompass Health Corp.	1,174	97,078
Masimo Corp.*	495	132,848	Invitae Corp.* <sup>1</sup>	2,200	91,982
QIAGEN N.V.*	2,487	131,438	<b>Total Healthcare-Services</b>		<b>3,184,396</b>
10X Genomics, Inc. — Class A*	916	129,706			

## HEALTH CARE FUND

	SHARES	VALUE		SHARES	VALUE
<b>ELECTRONICS - 3.1%</b>			<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 1.8%</b>		
Agilent Technologies, Inc.	1,727	\$ 204,633	<b>Money Market Fund</b>		
Mettler-Toledo International, Inc.*	159	181,209	First American Government		
PerkinElmer, Inc.	962	138,047	Obligations Fund — Class Z, 0.03% <sup>4</sup>	373,219	\$ 373,219
Waters Corp.*	529	130,885	<b>Total Securities Lending Collateral</b>		
<b>Total Electronics</b>		<u>654,774</u>	(Cost \$373,219)		<u>373,219</u>
<b>SOFTWARE - 1.8%</b>			<b>Total Investments - 102.0%</b>		
Veeva Systems, Inc. — Class A*	792	215,622	(Cost \$9,455,870)		<u>\$ 21,460,383</u>
Cerner Corp.	2,115	165,985	<b>Other Assets &amp; Liabilities, net - (2.0)%</b>		<u>(411,840)</u>
<b>Total Software</b>		<u>381,607</u>	<b>Total Net Assets - 100.0%</b>		<u>\$ 21,048,543</u>
<b>Total Common Stocks</b>					
(Cost \$8,927,999)		<u>20,932,512</u>			
	<b>FACE</b>				
	<b>AMOUNT</b>				
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.7%</b>					
J.P. Morgan Securities LLC					
issued 12/31/20 at 0.06%					
due 01/04/21	\$ 85,805	85,805			
Barclays Capital, Inc.					
issued 12/31/20 at 0.06%					
due 01/04/21	35,747	35,747			
BofA Securities, Inc.					
issued 12/31/20 at 0.06%					
due 01/04/21	33,100	<u>33,100</u>			
<b>Total Repurchase Agreements</b>					
(Cost \$154,652)		<u>154,652</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 December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 20,932,512	\$ —	\$ —	\$ 20,932,512
Repurchase Agreements	—	154,652	—	154,652
Securities Lending Collateral	373,219	—	—	373,219
<b>Total Assets</b>	<b>\$ 21,305,731</b>	<b>\$ 154,652</b>	<b>\$ —</b>	<b>\$ 21,460,383</b>

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value - including \$349,106 of securities loaned (cost \$9,301,218)	\$ 21,305,731
Repurchase agreements, at value (cost \$154,652)	154,652
Receivables:	
Fund shares sold	501,930
Securities sold	46,197
Dividends	15,445
Foreign tax reclaims	1,306
Securities lending income	232
<b>Total assets</b>	<b>22,025,493</b>

## LIABILITIES:

Payable for:	
Securities purchased	534,720
Return of securities lending collateral	373,219
Management fees	14,613
Transfer agent and administrative fees	4,625
Investor service fees	4,298
Portfolio accounting fees	1,719
Fund shares redeemed	567
Trustees' fees*	312
Miscellaneous	42,877
<b>Total liabilities</b>	<b>976,950</b>

## Commitments and contingent liabilities (Note 10)

<b>NET ASSETS</b>	<b>\$ 21,048,543</b>
-------------------	----------------------

## NET ASSETS CONSIST OF:

Paid in capital	\$ 9,050,207
Total distributable earnings (loss)	11,998,336
<b>Net assets</b>	<b>\$ 21,048,543</b>
Capital shares outstanding	243,506
<b>Net asset value per share</b>	<b>\$86.44</b>

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$7,599)	\$ 193,496
Interest	440
Income from securities lending, net	11,754
<b>Total investment income</b>	<b>205,690</b>

## EXPENSES:

Management fees	157,748
Investor service fees	46,397
Transfer agent and administrative fees	60,687
Professional fees	33,867
Portfolio accounting fees	18,558
Trustees' fees*	4,175
Custodian fees	2,968
Miscellaneous	13,935
<b>Total expenses</b>	<b>338,335</b>
<b>Net investment loss</b>	<b>(132,645)</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	2,504,759
<b>Net realized gain</b>	<b>2,504,759</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	645,362
<b>Net change in unrealized appreciation (depreciation)</b>	<b>645,362</b>
<b>Net realized and unrealized gain</b>	<b>3,150,121</b>

## Net increase in net assets resulting from operations

\$ 3,017,476

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

## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (132,645)	\$ (112,565)
Net realized gain on investments	2,504,759	2,731,701
Net change in unrealized appreciation (depreciation) on investments	645,362	1,229,445
Net increase in net assets resulting from operations	3,017,476	3,848,581
Distributions to shareholders	(517,189)	(408,723)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	30,417,037	29,242,516
Distributions reinvested	517,189	408,723
Cost of shares redeemed	(31,428,341)	(34,485,945)
Net decrease from capital share transactions	(494,115)	(4,834,706)
Net increase (decrease) in net assets	2,006,172	(1,394,848)
<b>NET ASSETS:</b>		
Beginning of year	19,042,371	20,437,219
End of year	\$ 21,048,543	\$ 19,042,371
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	394,586	427,219
Shares issued from reinvestment of distributions	6,559	5,979
Shares redeemed	(411,959)	(506,488)
Net decrease in shares	(10,814)	(73,290)

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 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	\$74.88	\$62.38	\$62.43	\$52.62	\$60.47
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.55)	(.40)	(.48)	(.44)	(.37)
Net gain (loss) on investments (realized and unrealized)	14.32	14.35	1.33 <sup>c</sup>	12.39	(5.36)
Total from investment operations	13.77	13.95	.85	11.95	(5.73)
Less distributions from:					
Net realized gains	(2.21)	(1.45)	(.90)	(2.14)	(2.12)
Total distributions	(2.21)	(1.45)	(.90)	(2.14)	(2.12)
Net asset value, end of period	\$86.44	\$74.88	\$62.38	\$62.43	\$52.62
<b>Total Return<sup>b</sup></b>	<b>18.68%</b>	<b>22.57%</b>	<b>1.25%</b>	<b>22.86%</b>	<b>(9.70%)</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$21,049	\$19,042	\$20,437	\$22,657	\$18,778
Ratios to average net assets:					
Net investment income (loss)	(0.71%)	(0.58%)	(0.72%)	(0.73%)	(0.67%)
Total expenses	1.82%	1.82%	1.72%	1.70%	1.66%
Portfolio turnover rate	171%	150%	194%	156%	146%

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

<sup>b</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>c</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 purchases of fund shares in relation to fluctuating market value of the investments of the Fund.



## INTERNET FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that provide products or services designed for or related to the Internet ("Internet Companies").

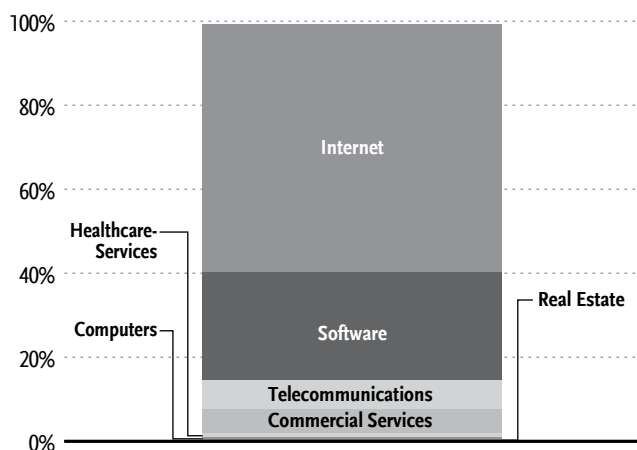
For the year ended December 31, 2020, Internet Fund returned 60.21%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Information Technology Index returned 43.89%.

The internet & direct marketing retail industry contributed the most to return, followed by the interactive media & services industry and the internet services & infrastructure industry. The leading detractors were the asset management & custody banks industry, investment banking & brokerage industry, and the real estate services industry.

Amazon.com, Inc., PayPal Holdings, Inc., and Netflix, Inc. added the most to Fund performance for the year. Momo, Inc. Class A ADR, ViaSat, Inc., and Northern Trust Corp. detracted the most from the Fund's return for the period.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



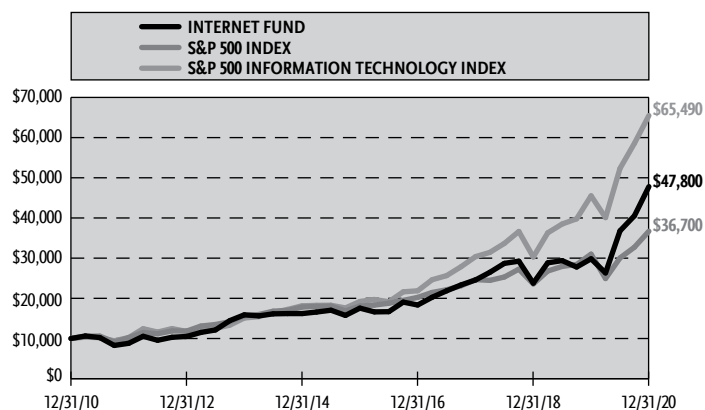
Inception Date: May 24, 2001

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

Amazon.com, Inc.	7.5%
Alphabet, Inc. — Class A	6.6%
Facebook, Inc. — Class A	5.3%
Alibaba Group Holding Ltd. ADR	3.3%
PayPal Holdings, Inc.	3.0%
Adobe, Inc.	2.9%
Netflix, Inc.	2.8%
salesforce.com, Inc.	2.7%
Cisco Systems, Inc.	2.6%
Uber Technologies, Inc.	1.9%
<b>Top Ten Total</b>	<b>38.6%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Internet Fund	60.21%	22.18%	16.93%
S&P 500 Information Technology Index	43.89%	27.79%	20.68%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Information Technology Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

† 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.

## INTERNET FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.4%</b>					
<b>INTERNET - 59.2%</b>					
Amazon.com, Inc.*	326	\$ 1,061,759	DocuSign, Inc.*	721	\$ 160,278
Alphabet, Inc. — Class A*	533	934,157	Sea Ltd. ADR*	694	138,141
Facebook, Inc. — Class A*	2,718	742,449	NetEase, Inc. ADR	1,436	137,526
Alibaba Group Holding Ltd. ADR*	1,990	463,133	Take-Two Interactive Software, Inc.*	609	126,544
Netflix, Inc.*	735	397,437	Coupa Software, Inc.*	347	117,602
Uber Technologies, Inc.*	5,134	261,834	HubSpot, Inc.*	283	112,193
Booking Holdings, Inc.*	116	258,363	Bilibili, Inc. ADR*	1,293	110,836
Snap, Inc. — Class A*	4,200	210,294	Akamai Technologies, Inc.*	1,030	108,140
JD.com, Inc. ADR*	2,283	200,676	Citrix Systems, Inc.	810	105,381
Baidu, Inc. ADR*	858	185,534	MongoDB, Inc.*	286	102,685
Shopify, Inc. — Class A*	153	173,188	Five9, Inc.*	483	84,235
Pinduoduo, Inc. ADR*	963	171,096	Fastly, Inc. — Class A*	832	72,692
Match Group, Inc.*	1,106	167,216	Dropbox, Inc. — Class A*	3,208	71,186
Roku, Inc.*	490	162,690	Smartsheet, Inc. — Class A*	980	67,904
Twitter, Inc.*	2,979	161,313	Pluralsight, Inc. — Class A*	2,846	59,652
Pinterest, Inc. — Class A*	2,400	158,160	J2 Global, Inc.*	565	55,195
eBay, Inc.	2,953	148,388	New Relic, Inc.*	772	50,489
MercadoLibre, Inc.*	87	145,744	<b>Total Software</b>		<b>3,615,486</b>
Okta, Inc.*	543	138,063	<b>TELECOMMUNICATIONS - 6.9%</b>		
Spotify Technology S.A.*	419	131,843	Cisco Systems, Inc.	8,073	361,267
Chewy, Inc. — Class A*	1,465	131,689	Motorola Solutions, Inc.	837	142,340
VeriSign, Inc.*	585	126,594	Arista Networks, Inc.*	417	121,168
Zillow Group, Inc. — Class C*	955	123,959	GDS Holdings Ltd. ADR*	1,055	98,790
Vipshop Holdings Ltd. ADR*	4,407	123,881	Telefonaktiebolaget LM Ericsson ADR	8,070	96,436
Expedia Group, Inc.	904	119,690	Ciena Corp.*	1,449	76,580
Etsy, Inc.*	622	110,660	Juniper Networks, Inc.	3,199	72,009
Trip.com Group Ltd. ADR*	3,242	109,353	<b>Total Telecommunications</b>		<b>968,590</b>
IAC*	577	109,255	<b>COMMERCIAL SERVICES - 5.7%</b>		
Farfetch Ltd. — Class A*	1,618	103,245	PayPal Holdings, Inc.*	1,792	419,686
Wayfair, Inc. — Class A*	452	102,066	CoStar Group, Inc.*	176	162,673
Lyft, Inc. — Class A*	2,042	100,323	Paylocity Holding Corp.*	433	89,159
Wix.com Ltd.*	401	100,234	Chegg, Inc.*	945	85,362
JOYY, Inc. ADR	1,194	95,496	2U, Inc.*	1,078	43,131
GoDaddy, Inc. — Class A*	1,144	94,895	<b>Total Commercial Services</b>		<b>800,011</b>
Fiverr International Ltd.*	473	92,282	<b>HEALTHCARE-SERVICES - 1.0%</b>		
F5 Networks, Inc.*	483	84,979	Teladoc Health, Inc.*	729	145,771
Anaplan, Inc.*	1,177	84,567	<b>COMPUTERS - 0.5%</b>		
Grubhub, Inc.*	939	69,740	Lumentum Holdings, Inc.*	739	70,057
TripAdvisor, Inc.*	2,014	57,963	<b>REAL ESTATE - 0.4%</b>		
Stamps.com, Inc.*	238	46,693	Redfin Corp.*	792	54,355
Stitch Fix, Inc. — Class A*	741	43,511	<b>Total Common Stocks</b>		<b>13,988,711</b>
Overstock.com, Inc.* <sup>1</sup>	626	30,029	(Cost \$5,859,664)		
<b>Total Internet</b>		<b>8,334,441</b>			
<b>SOFTWARE - 25.7%</b>					
Adobe, Inc.*	814	407,098			
salesforce.com, Inc.*	1,679	373,628			
Zoom Video Communications, Inc. — Class A*	712	240,172			
Activision Blizzard, Inc.	2,361	219,219			
Workday, Inc. — Class A*	804	192,646			
Twilio, Inc. — Class A*	507	171,619			
Electronic Arts, Inc.	1,154	165,714			
Veeva Systems, Inc. — Class A*	605	164,711			

## INTERNET FUND

	FACE AMOUNT	VALUE		SHARES	VALUE
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.8%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 60,778	\$ 60,778			
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	25,321	25,321			
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	23,445	23,445			
<b>Total Repurchase Agreements</b> (Cost \$109,544)		109,544			
<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 0.2%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>			24,768	\$	24,768
<b>Total Securities Lending Collateral</b> (Cost \$24,768)					24,768
<b>Total Investments - 100.4%</b> (Cost \$5,993,976)					\$ 14,123,023
<b>Other Assets &amp; Liabilities, net - (0.4)%</b>					(56,702)
<b>Total Net Assets - 100.0%</b>					\$ 14,066,321

\* 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 December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 13,988,711	\$ —	\$ —	\$ 13,988,711
Repurchase Agreements	—	109,544	—	109,544
Securities Lending Collateral	24,768	—	—	24,768
<b>Total Assets</b>	<b>\$ 14,013,479</b>	<b>\$ 109,544</b>	<b>\$ —</b>	<b>\$ 14,123,023</b>

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$22,114 of securities loaned (cost \$5,884,432)	\$ 14,013,479
Repurchase agreements, at value (cost \$109,544)	109,544
Cash	3,061
Receivables:	
Securities sold	155,952
Dividends	647
Securities lending income	65
<b>Total assets</b>	<b>14,282,748</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	145,631
Return of securities lending collateral	24,768
Management fees	10,116
Transfer agent and administrative fees	3,201
Investor service fees	2,975
Portfolio accounting fees	1,190
Trustees' fees*	207
Miscellaneous	28,339
<b>Total liabilities</b>	<b>216,427</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 14,066,321</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 5,292,849
Total distributable earnings (loss)	8,773,472
<b>Net assets</b>	<b>\$ 14,066,321</b>
Capital shares outstanding	85,541
Net asset value per share	\$164.44

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$748)	\$ 28,408
Interest	269
Income from securities lending, net	4,593
<b>Total investment income</b>	<b>33,270</b>

**EXPENSES:**

Management fees	99,078
Investor service fees	29,141
Transfer agent and administrative fees	37,167
Professional fees	20,751
Portfolio accounting fees	11,656
Trustees' fees*	2,253
Custodian fees	1,706
Miscellaneous	10,452
<b>Total expenses</b>	<b>212,204</b>
<b>Net investment loss</b>	<b>(178,934)</b>

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

Net realized gain (loss) on:	
Investments	2,450,653
<b>Net realized gain</b>	<b>2,450,653</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	3,455,832
<b>Net change in unrealized appreciation (depreciation)</b>	<b>3,455,832</b>
<b>Net realized and unrealized gain</b>	<b>5,906,485</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 5,727,551</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (178,934)	\$ (136,787)
Net realized gain on investments	2,450,653	905,118
Net change in unrealized appreciation (depreciation) on investments	3,455,832	1,132,812
Net increase in net assets resulting from operations	5,727,551	1,901,143
Distributions to shareholders	(207,634)	—
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	26,383,207	32,250,493
Distributions reinvested	207,634	—
Cost of shares redeemed	(26,391,413)	(33,904,028)
Net increase (decrease) from capital share transactions	199,428	(1,653,535)
Net increase in net assets	5,719,345	247,608
<b>NET ASSETS:</b>		
Beginning of year	8,346,976	8,099,368
End of year	\$ 14,066,321	\$ 8,346,976
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	208,755	323,776
Shares issued from reinvestment of distributions	1,541	—
Shares redeemed	(205,002)	(341,225)
Net increase (decrease) in shares	5,294	(17,449)

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 <sup>c</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$104.02	\$82.90	\$86.84	\$65.13	\$70.60
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(1.95)	(1.41)	(1.25)	(.79)	(.14)
Net gain (loss) on investments (realized and unrealized)	64.22	22.53	(1.23)	22.88	(3.30)
Total from investment operations	62.27	21.12	(2.48)	22.09	(3.44)
Less distributions from:					
Net realized gains	(1.85)	—	(1.46)	(.38)	(2.03)
Total distributions	(1.85)	—	(1.46)	(.38)	(2.03)
Net asset value, end of period	\$164.44	\$104.02	\$82.90	\$86.84	\$65.13
<b>Total Return<sup>b</sup></b>	<b>60.21%</b>	<b>25.48%</b>	<b>(3.20%)</b>	<b>33.96%</b>	<b>4.44%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$14,066	\$8,347	\$8,099	\$8,943	\$8,485
Ratios to average net assets:					
Net investment income (loss)	(1.54%)	(1.42%)	(1.29%)	(1.01%)	(0.78%)
Total expenses	1.82%	1.82%	1.72%	1.71%	1.66%
Portfolio turnover rate	243%	319%	485%	365%	384%

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

<sup>b</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>c</sup> Reverse share split — Per share amounts for the year ended through December 31, 2016 have been restated to reflect a 1:4 reverse share split effective December 1, 2016.

## LEISURE FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in leisure and entertainment businesses ("Leisure Companies").

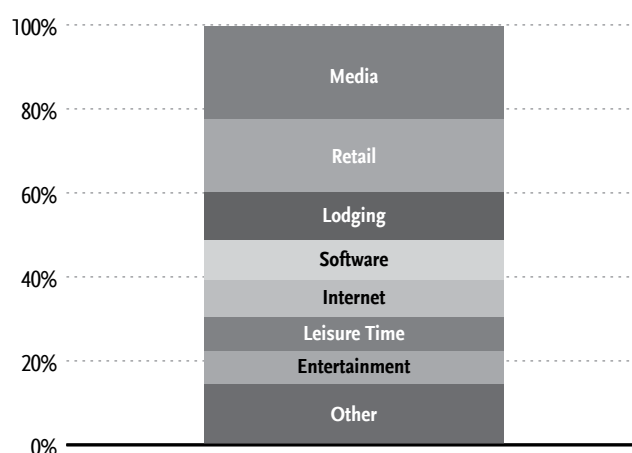
For the year ended December 31, 2020, Leisure Fund returned 21.01%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Consumer Discretionary Index returned 33.30%.

The interactive home entertainment industry contributed the most to return, followed by the movies & entertainment industry and the leisure products industry. The hotels & cruise lines industry was the largest detractor from return, followed by the broadcasting industry and the tobacco industry.

Holdings that contributed the most to the Fund's return were Netflix, Inc., Peloton Interactive, Inc. Class A, and Sea Ltd. ADR. Luckin Coffee, Inc. Class A ADR, Carnival Corp., and Royal Caribbean Group were the holdings detracting the most from return.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



Inception Date: May 22, 2001

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

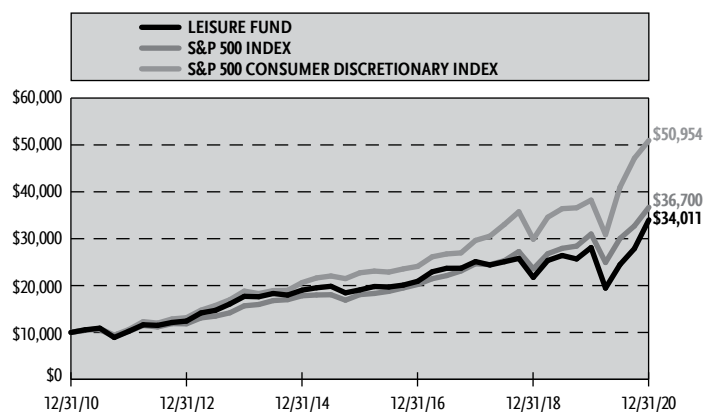
Walt Disney Co.	4.4%
Comcast Corp. — Class A	4.0%
Netflix, Inc.	3.8%
Charter Communications, Inc. — Class A	3.2%
McDonald's Corp.	3.2%
Starbucks Corp.	2.9%
Philip Morris International, Inc.	2.7%
Altria Group, Inc.	2.1%
Activision Blizzard, Inc.	2.1%
Las Vegas Sands Corp.	1.8%
<b>Top Ten Total</b>	<b>30.2%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.



### Cumulative Fund Performance<sup>\*,†</sup>



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

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Leisure Fund	21.01%	12.25%	13.02%
S&P 500 Consumer Discretionary Index	33.30%	17.53%	17.68%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Consumer Discretionary Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

† 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.

## LEISURE FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.7%</b>					
<b>MEDIA - 22.2%</b>					
Walt Disney Co.*	2,636	\$ 477,590			
Comcast Corp. — Class A	8,199	429,628			
Charter Communications, Inc. — Class A*	522	345,329			
Liberty Broadband Corp. — Class C*	909	143,958			
ViacomCBS, Inc. — Class B	3,617	134,769			
Altice USA, Inc. — Class A*	3,426	129,743			
DISH Network Corp. — Class A*	3,817	123,442			
Discovery, Inc. — Class A* <sup>1</sup>	4,019	120,932			
Fox Corp. — Class A	4,028	117,295			
Cable One, Inc.	44	98,020			
News Corp. — Class A	5,135	92,276			
New York Times Co. — Class A	1,545	79,985			
Nexstar Media Group, Inc. — Class A	585	63,876			
World Wrestling Entertainment, Inc. — Class A	1,078	51,798			
<b>Total Media</b>		<b>2,408,641</b>			
<b>RETAIL - 17.4%</b>					
McDonald's Corp.	1,602	343,757			
Starbucks Corp.	2,908	311,098			
Chipotle Mexican Grill, Inc. — Class A*	119	165,018			
Yum! Brands, Inc.	1,422	154,372			
Yum China Holdings, Inc.	1,914	109,270			
Darden Restaurants, Inc.	893	106,374			
Domino's Pizza, Inc.	269	103,151			
Restaurant Brands International, Inc.	1,541	94,170			
Texas Roadhouse, Inc. — Class A	787	61,512			
Wendy's Co.	2,678	58,702			
Shake Shack, Inc. — Class A*	573	48,579			
Cracker Barrel Old Country Store, Inc.	368	48,547			
Wingstop, Inc.	361	47,851			
Brinker International, Inc.	772	43,672			
Papa John's International, Inc.	500	42,425			
Jack in the Box, Inc.	438	40,646			
Cheesecake Factory, Inc. <sup>1</sup>	976	36,171			
Bloomin' Brands, Inc.	1,851	35,946			
Dave & Buster's Entertainment, Inc.	1,094	32,842			
<b>Total Retail</b>		<b>1,884,103</b>			
<b>LODGING - 11.5%</b>					
Las Vegas Sands Corp.	3,236	192,866			
Marriott International, Inc. — Class A	1,394	183,896			
Hilton Worldwide Holdings, Inc.	1,450	161,327			
MGM Resorts International	3,428	108,016			
Wynn Resorts Ltd.	834	94,100			
Melco Resorts & Entertainment Ltd. ADR	4,572	84,811			
Huazhu Group Ltd. ADR	1,859	83,711			
Hyatt Hotels Corp. — Class A	1,037	76,997			
Choice Hotels International, Inc.	650	69,374			
Wyndham Hotels & Resorts, Inc.	1,147	68,178			
Boyd Gaming Corp.*	1,381	59,273			
Wyndham Destinations, Inc.	1,280	57,421			
<b>Total Lodging</b>		<b>1,239,970</b>			
			<b>SOFTWARE - 9.3%</b>		
			Activision Blizzard, Inc.	2,448	\$ 227,297
			Electronic Arts, Inc.	1,196	171,746
			Sea Ltd. ADR*	742	147,695
			NetEase, Inc. ADR	1,503	143,942
			Take-Two Interactive Software, Inc.*	633	131,531
			Bilibili, Inc. ADR*	1,232	105,607
			HUYA, Inc. ADR* <sup>1</sup>	4,036	80,437
			<b>Total Software</b>		<b>1,008,255</b>
			<b>INTERNET - 8.8%</b>		
			Netflix, Inc.*	763	412,577
			Roku, Inc.*	510	169,330
			Spotify Technology S.A.*	449	141,282
			Tencent Music Entertainment Group ADR*	6,319	121,578
			iQIYI, Inc. ADR*	6,004	104,950
			<b>Total Internet</b>		<b>949,717</b>
			<b>LEISURE TIME - 8.1%</b>		
			Peloton Interactive, Inc. — Class A*	1,159	175,844
			Carnival Corp.	6,323	136,956
			Royal Caribbean Cruises Ltd.	1,596	119,205
			Norwegian Cruise Line Holdings Ltd.* <sup>1</sup>	3,105	78,960
			Planet Fitness, Inc. — Class A*	935	72,584
			Harley-Davidson, Inc.	1,854	68,042
			Polaris, Inc.	691	65,838
			Brunswick Corp.	846	64,499
			YETI Holdings, Inc.*	890	60,938
			Callaway Golf Co.	1,657	39,785
			<b>Total Leisure Time</b>		<b>882,651</b>
			<b>ENTERTAINMENT - 8.0%</b>		
			Live Nation Entertainment, Inc.*	1,444	106,105
			Caesars Entertainment, Inc.*	1,393	103,458
			DraftKings, Inc. — Class A*	2,179	101,454
			Vail Resorts, Inc.*	332	92,615
			Penn National Gaming, Inc.*	992	85,679
			Churchill Downs, Inc.	358	69,735
			Marriott Vacations Worldwide Corp.	501	68,747
			Madison Square Garden		
			Sports Corp. — Class A*	318	58,544
			Scientific Games Corp. — Class A*	1,264	52,443
			Six Flags Entertainment Corp.	1,373	46,819
			SeaWorld Entertainment, Inc.*	1,379	43,563
			Cinemark Holdings, Inc. <sup>1</sup>	2,146	37,362
			<b>Total Entertainment</b>		<b>866,524</b>
			<b>BEVERAGES - 6.5%</b>		
			Constellation Brands, Inc. — Class A	809	177,212
			Brown-Forman Corp. — Class B	2,116	168,074
			Boston Beer Company, Inc. — Class A*	96	95,452
			Anheuser-Busch InBev S.A. ADR	1,252	87,527
			Molson Coors Beverage Co. — Class B	1,918	86,674
			Diageo plc ADR	515	81,787
			<b>Total Beverages</b>		<b>696,726</b>

## LEISURE FUND

	SHARES	VALUE		FACE AMOUNT	VALUE
<b>AGRICULTURE - 5.6%</b>					
Philip Morris International, Inc.	3,584	\$ 296,720			
Altria Group, Inc.	5,583	228,903			
British American Tobacco plc ADR	2,190	82,103			
<b>Total Agriculture</b>		<u>607,726</u>			
<b>TOYS, GAMES &amp; HOBBIES - 1.5%</b>					
Hasbro, Inc.	1,038	97,095			
Mattel, Inc.*	3,540	61,773			
<b>Total Toys, Games &amp; Hobbies</b>		<u>158,868</u>			
<b>FOOD SERVICE - 0.8%</b>					
Aramark	2,247	86,465			
<b>Total Common Stocks</b> (Cost \$7,415,792)		<u>10,789,646</u>			
<b>RIGHTS<sup>†††</sup> - 0.0%</b>					
<b>MEDIA - 0.0%</b>					
Nexstar Media Group, Inc.*	1,910	—			
<b>Total Rights</b> (Cost \$—)		<u>—</u>			
<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.7%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21			\$ 44,583	\$ 44,583	
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21			18,574	18,574	
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21			17,198	17,198	
<b>Total Repurchase Agreements</b> (Cost \$80,355)				<u>80,355</u>	
			<b>SHARES</b>		
<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 2.4%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>			258,462	258,462	
<b>Total Securities Lending Collateral</b> (Cost \$258,462)				<u>258,462</u>	
<b>Total Investments - 102.8%</b> (Cost \$7,754,609)					<u>\$ 11,128,463</u>
<b>Other Assets &amp; Liabilities, net - (2.8)%</b>					<u>(306,952)</u>
<b>Total Net Assets - 100.0%</b>					<u>\$ 10,821,511</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.

††† Value determined based on Level 3 inputs — See Note 4.

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

**LEISURE FUND**

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 10,789,646	\$ —	\$ —	\$ 10,789,646
Rights	—	—	—*	—
Repurchase Agreements	—	80,355	—	80,355
Securities Lending Collateral	258,462	—	—	258,462
Total Assets	\$ 11,048,108	\$ 80,355	\$ —	\$ 11,128,463

\* Security has a market value of \$0.

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$251,393 of securities loaned (cost \$7,674,254)	\$ 11,048,108
Repurchase agreements, at value (cost \$80,355)	80,355
Receivables:	
Dividends	12,700
Securities lending income	174
<b>Total assets</b>	<b>11,141,337</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	258,462
Fund shares redeemed	30,235
Management fees	7,056
Transfer agent and administrative fees	2,233
Investor service fees	2,075
Portfolio accounting fees	830
Trustees' fees*	138
Miscellaneous	18,797

<b>Total liabilities</b>	<b>319,826</b>
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<b>Commitments and contingent liabilities (Note 10)</b>	<b>—</b>
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<b>NET ASSETS</b>	<b>\$ 10,821,511</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 7,857,258
Total distributable earnings (loss)	2,964,253
<b>Net assets</b>	<b>\$ 10,821,511</b>
Capital shares outstanding	88,318
Net asset value per share	\$122.53

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$638)	\$ 65,911
Interest	127
Income from securities lending, net	1,035
<b>Total investment income</b>	<b>67,073</b>

**EXPENSES:**

Management fees	45,146
Investor service fees	13,278
Transfer agent and administrative fees	17,109
Professional fees	9,409
Portfolio accounting fees	5,311
Trustees' fees*	1,125
Custodian fees	973
Line of credit fees	71
Miscellaneous	4,382
<b>Total expenses</b>	<b>96,804</b>
<b>Net investment loss</b>	<b>(29,731)</b>

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

Net realized gain (loss) on:	
Investments	195,092
<b>Net realized gain</b>	<b>195,092</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	1,149,796
<b>Net change in unrealized appreciation (depreciation)</b>	<b>1,149,796</b>
<b>Net realized and unrealized gain</b>	<b>1,344,888</b>

<b>Net increase in net assets resulting from operations</b>	<b>\$ 1,315,157</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (29,731)	\$ (5,480)
Net realized gain on investments	195,092	694,051
Net change in unrealized appreciation (depreciation) on investments	1,149,796	789,745
Net increase in net assets resulting from operations	1,315,157	1,478,316
Distributions to shareholders	(176,407)	(66,975)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	16,088,209	14,129,615
Distributions reinvested	176,407	66,975
Cost of shares redeemed	(13,117,425)	(12,636,946)
Net increase from capital share transactions	3,147,191	1,559,644
Net increase in net assets	4,285,941	2,970,985
<b>NET ASSETS:</b>		
Beginning of year	6,535,570	3,564,585
End of year	\$ 10,821,511	\$ 6,535,570
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	156,638	145,839
Shares issued from reinvestment of distributions	1,891	664
Shares redeemed	(131,847)	(127,808)
Net increase in shares	26,682	18,695

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 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	\$106.03	\$83.01	\$98.33	\$82.21	\$76.44
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.56)	(.09)	.23	.24	.18
Net gain (loss) on investments (realized and unrealized)	21.48	24.33	(13.07)	16.28	7.07
Total from investment operations	20.92	24.24	(12.84)	16.52	7.25
Less distributions from:					
Net investment income	—	(.24)	(.26)	(.22)	(.37)
Net realized gains	(4.42)	(.98)	(2.22)	(.18)	(1.11)
Total distributions	(4.42)	(1.22)	(2.48)	(.40)	(1.48)
Net asset value, end of period	\$122.53	\$106.03	\$83.01	\$98.33	\$82.21
<b>Total Return<sup>b</sup></b>	<b>21.01%</b>	<b>29.28%</b>	<b>(13.44%)</b>	<b>20.11%</b>	<b>9.56%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$10,822	\$6,536	\$3,565	\$9,427	\$8,791
Ratios to average net assets:					
Net investment income (loss)	(0.56%)	(0.09%)	0.24%	0.26%	0.23%
Total expenses	1.82%	1.83%	1.71%	1.70%	1.66%
Portfolio turnover rate	257%	224%	239%	303%	530%

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

<sup>b</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.

## PRECIOUS METALS FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in U.S. and foreign companies that are involved in the precious metals sector, including exploration, mining, production and development, and other precious metals-related services ("Precious Metals Companies").

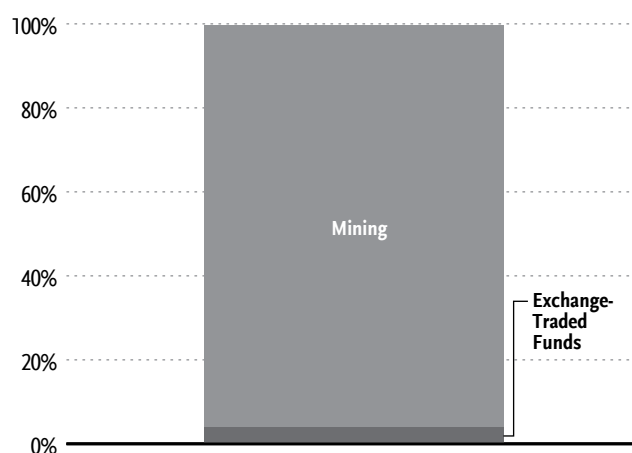
For the year ended December 31, 2020, Precious Metals Fund returned 34.30%, compared with the 18.40% return of the S&P 500 Index. The S&P 500 Materials Index returned 20.73%.

The gold, silver, and copper industries contributed the most to return. No industry detracted from return.

The top-performing holdings were Newmont Corp., Barrick Gold Corp., and Freeport-McMoRan, Inc. The worst-performing holdings included Gold Resource Corp., Pretium Resources, Inc., and Royal Gold, Inc.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



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

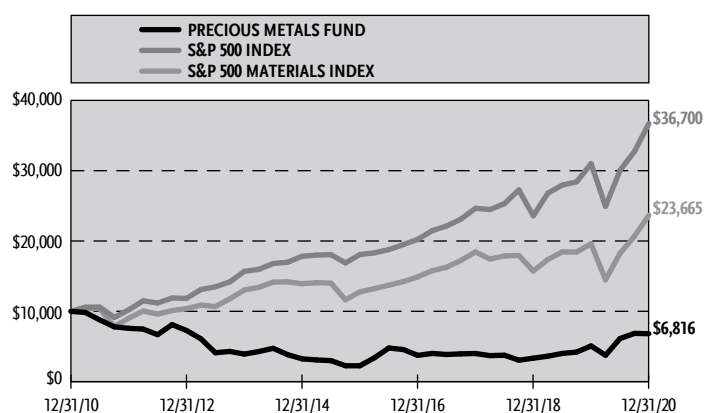
Inception Date: May 29, 1997

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

Newmont Corp.	7.6%
Freeport-McMoRan, Inc.	7.2%
Barrick Gold Corp.	7.1%
Franco-Nevada Corp.	5.2%
Wheaton Precious Metals Corp.	4.6%
Agnico Eagle Mines Ltd.	4.5%
VanEck Vectors Junior Gold Miners ETF	4.0%
Sibanye Stillwater Ltd. ADR	3.7%
Kirkland Lake Gold Ltd.	3.7%
AngloGold Ashanti Ltd. ADR	3.3%
<b>Top Ten Total</b>	<b>50.9%</b>

"Ten Largest Holdings" excludes any temporary cash investments.



Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Precious Metals Fund	34.30%	24.75%	(3.76%)
S&P 500 Materials Index	20.73%	13.14%	9.00%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Materials Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## PRECIOUS METALS FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 95.7%</b>			<b>EXCHANGE-TRADED FUNDS<sup>†</sup> - 4.0%</b>		
<b>MINING - 95.7%</b>			VanEck Vectors Junior Gold Miners ETF	17,019	\$ 923,111
Newmont Corp.	29,449	\$ 1,763,701	<b>Total Exchange-Traded Funds</b>		<u>923,111</u>
Freeport-McMoRan, Inc.	64,123	1,668,480	(Cost \$354,718)		
Barrick Gold Corp.	71,984	1,639,796		<b>FACE</b>	
Franco-Nevada Corp.	9,596	1,202,667		<b>AMOUNT</b>	
Wheaton Precious Metals Corp.	25,885	1,080,440			
Agnico Eagle Mines Ltd.	14,745	1,039,670	<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 1.1%</b>		
Sibanye Stillwater Ltd. ADR	54,853	871,614	J.P. Morgan Securities LLC		
Kirkland Lake Gold Ltd.	20,806	858,664	issued 12/31/20 at 0.06%		
AngloGold Ashanti Ltd. ADR	34,193	773,446	due 01/04/21	\$ 144,551	144,551
Kinross Gold Corp.	105,147	771,779	Barclays Capital, Inc.		
Gold Fields Ltd. ADR	74,539	690,977	issued 12/31/20 at 0.06%		
Pan American Silver Corp.	19,545	674,498	due 01/04/21	60,222	60,222
Royal Gold, Inc.	6,123	651,242	BofA Securities, Inc.		
B2Gold Corp.	109,440	612,864	issued 12/31/20 at 0.06%		
Yamana Gold, Inc.	102,442	584,944	due 01/04/21	55,761	<u>55,761</u>
SSR Mining, Inc.* <sup>1</sup>	26,847	539,893	<b>Total Repurchase Agreements</b>		<u>260,534</u>
Hecla Mining Co.	68,071	441,100	(Cost \$260,534)		
First Majestic Silver Corp.* <sup>1</sup>	32,337	434,609		<b>SHARES</b>	
Alamos Gold, Inc. — Class A	49,535	433,431			
Novagold Resources, Inc.*	43,915	424,658	<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 4.1%</b>		
Harmony Gold Mining Company Ltd. ADR*	88,306	413,272	<b>Money Market Fund</b>		
Equinox Gold Corp.*	38,689	400,044	First American Government		
Eldorado Gold Corp.*	29,450	390,801	Obligations Fund — Class Z, 0.03% <sup>4</sup>	961,110	<u>961,110</u>
Pretium Resources, Inc.*	32,342	371,286	<b>Total Securities Lending Collateral</b>		<u>961,110</u>
MAG Silver Corp.*	17,931	367,944	(Cost \$961,110)		
Osisko Gold Royalties Ltd.	28,880	366,198	<b>Total Investments - 104.9%</b>		<u>\$ 24,394,350</u>
Coeur Mining, Inc.*	33,141	343,009	(Cost \$9,544,773)		
IAMGOLD Corp.*	88,358	324,274	<b>Other Assets &amp; Liabilities, net - (4.9)%</b>		<u>(1,148,370)</u>
Fortuna Silver Mines, Inc.* <sup>1</sup>	38,841	320,050	<b>Total Net Assets - 100.0%</b>		<u>\$ 23,245,980</u>
SilverCrest Metals, Inc.*	27,672	309,373			
Seabridge Gold, Inc.* <sup>1</sup>	14,031	295,633			
Sandstorm Gold Ltd.*	40,803	292,557			
New Gold, Inc.*	129,530	283,671			
Silvercorp Metals, Inc.	40,613	271,701			
Endeavour Silver Corp.*	43,864	221,075			
Gold Resource Corp.	37,568	109,323			
Fortitude Gold Corp. <sup>†††,*</sup>	10,391	10,911			
<b>Total Mining</b>		<u>22,249,595</u>			
<b>Total Common Stocks</b>					
(Cost \$7,968,411)		<u>22,249,595</u>			

## PRECIOUS METALS FUND

\* Non-income producing security.

† Value determined based on Level 1 inputs, unless otherwise noted — See Note 4.

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

††† Value determined based on Level 3 inputs — See Note 4.

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 22,238,684	\$ —	\$ 10,911	\$ 22,249,595
Exchange-Traded Funds	923,111	—	—	923,111
Repurchase Agreements	—	260,534	—	260,534
Securities Lending Collateral	961,110	—	—	961,110
Total Assets	\$ 24,122,905	\$ 260,534	\$ 10,911	\$ 24,394,350

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$924,536 of securities loaned (cost \$9,284,239)	\$ 24,133,816
Repurchase agreements, at value (cost \$260,534)	260,534
Receivables:	
Dividends	6,435
Fund shares sold	2,555
Foreign tax reclaims	1,197
Securities lending income	113
<b>Total assets</b>	<b>24,404,650</b>

**LIABILITIES:**

Payable for:	
Return of securities lending collateral	961,110
Deferred foreign capital gain taxes	86,192
Fund shares redeemed	37,528
Management fees	14,317
Transfer agent and administrative fees	5,135
Investor service fees	4,772
Portfolio accounting fees	1,909
Trustees' fees*	344
Miscellaneous	47,363
<b>Total liabilities</b>	<b>1,158,670</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 23,245,980</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 30,308,711
Total distributable earnings (loss)	(7,062,731)
<b>Net assets</b>	<b>\$ 23,245,980</b>
Capital shares outstanding	491,790
Net asset value per share	\$47.27

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$22,712)	\$ 186,182
Interest	940
Income from securities lending, net	8,900
<b>Total investment income</b>	<b>196,022</b>

**EXPENSES:**

Management fees	175,395
Investor service fees	58,465
Transfer agent and administrative fees	74,901
Professional fees	43,310
Portfolio accounting fees	23,386
Trustees' fees*	4,610
Custodian fees	3,614
Line of credit fees	23
Miscellaneous	18,889
<b>Total expenses</b>	<b>402,593</b>
<b>Net investment loss</b>	<b>(206,571)</b>

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

Net realized gain (loss) on:	
Investments	2,497,954
Foreign currency transactions	(3)
<b>Net realized gain</b>	<b>2,497,951</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	1,611,552
<b>Net change in unrealized appreciation (depreciation)</b>	<b>1,611,552</b>
<b>Net realized and unrealized gain</b>	<b>4,109,503</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 3,902,932</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (206,571)	\$ (127,420)
Net realized gain on investments	2,497,951	1,970,211
Net change in unrealized appreciation (depreciation) on investments	1,611,552	6,254,702
Net increase in net assets resulting from operations	3,902,932	8,097,493
Distributions to shareholders	(1,145,954)	—
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	47,951,986	40,583,255
Distributions reinvested	1,145,954	—
Cost of shares redeemed	(53,491,041)	(40,430,808)
Net increase (decrease) from capital share transactions	(4,393,101)	152,447
Net increase (decrease) in net assets	(1,636,123)	8,249,940
<b>NET ASSETS:</b>		
Beginning of year	24,882,103	16,632,163
End of year	\$ 23,245,980	\$ 24,882,103
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	1,176,724	1,383,313
Shares issued from reinvestment of distributions	23,545	—
Shares redeemed	(1,385,622)	(1,395,240)
Net decrease in shares	(185,353)	(11,927)

## PRECIOUS METALS 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.

	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	\$36.75	\$24.14	\$30.30	\$29.72	\$17.95
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.37)	(.20)	(.23)	(.29)	(.29)
Net gain (loss) on investments (realized and unrealized)	13.03	12.81	(4.68)	2.29	12.06
Total from investment operations	12.66	12.61	(4.91)	2.00	11.77
Less distributions from:					
Net investment income	(2.14)	—	(1.25)	(1.42)	—
Total distributions	(2.14)	—	(1.25)	(1.42)	—
Net asset value, end of period	\$47.27	\$36.75	\$24.14	\$30.30	\$29.72
<b>Total Return<sup>b</sup></b>	<b>34.30%</b>	<b>52.24%</b>	<b>(16.61%)</b>	<b>7.08%</b>	<b>65.52%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$23,246	\$24,882	\$16,632	\$30,201	\$22,672
Ratios to average net assets:					
Net investment income (loss)	(0.88%)	(0.69%)	(0.87%)	(0.93%)	(0.90%)
Total expenses <sup>c</sup>	1.72%	1.72%	1.67%	1.61%	1.56%
Portfolio turnover rate	163%	180%	639%	691%	298%

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

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

## REAL ESTATE FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the real estate industry, including real estate investment trusts ("REITs") (collectively, "Real Estate Companies").

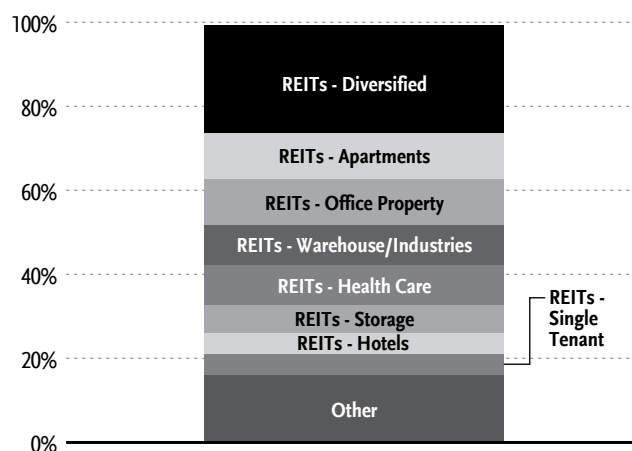
For the year ended December 31, 2020, Real Estate Fund returned -5.82%, compared to a return of 18.40% for the S&P 500 Index. The MSCI U.S. REIT Index returned -7.57%.

Specialized REITs were the leading contributor to return, followed by industrial REITs and real estate services industry. The largest detractors from return were retail REITs, office REITs, and residential REITs.

Prologis, Inc. Redfin Corp., and Equinix, Inc. were the best-performing holdings in the Fund for the year. The worst-performing holdings for the period were Simon Property Group, Inc., Two Harbors Investment Corp., and Equity Residential.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



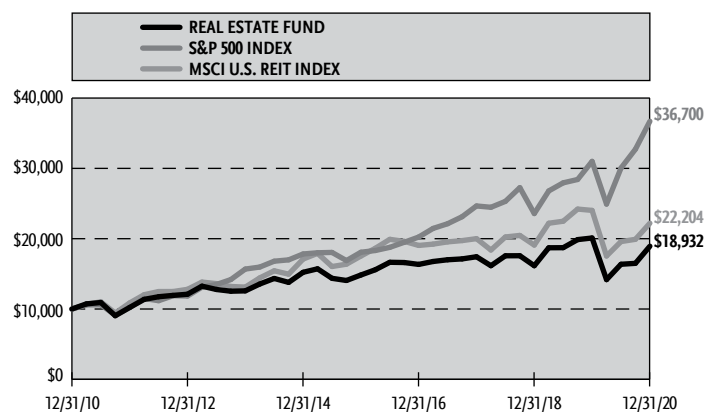
Inception Date: October 1, 2001

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

American Tower Corp. — Class A	3.3%
Crown Castle International Corp.	2.8%
Prologis, Inc.	2.8%
Equinix, Inc.	2.7%
Digital Realty Trust, Inc.	2.1%
Public Storage	2.0%
SBA Communications Corp.	1.9%
Simon Property Group, Inc.	1.8%
Welltower, Inc.	1.7%
Equity Residential	1.6%
<b>Top Ten Total</b>	<b>22.7%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Real Estate Fund	(5.82%)	4.99%	6.59%
MSCI U.S. REIT Index	(7.57%)	4.84%	8.30%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the MSCI U.S. REIT Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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



# SCHEDULE OF INVESTMENTS

December 31, 2020

## REAL ESTATE FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.2%</b>			<b>REITS-WAREHOUSE/INDUSTRIES - 9.7%</b>		
<b>REITs - 94.8%</b>			Prologis, Inc.	1,817	\$ 181,082
<b>REITs-DIVERSIFIED - 25.5%</b>			CyrusOne, Inc.	870	63,640
American Tower Corp. — Class A	972	\$ 218,175	Americold Realty Trust	1,650	61,594
Crown Castle International Corp.	1,153	183,546	Rexford Industrial Realty, Inc.	1,081	53,088
Equinix, Inc.	246	175,688	First Industrial Realty Trust, Inc.	1,180	49,713
Digital Realty Trust, Inc.	997	139,091	EastGroup Properties, Inc.	359	49,564
SBA Communications Corp.	432	121,880	STAG Industrial, Inc.	1,489	46,635
Weyerhaeuser Co.	2,981	99,953	QTS Realty Trust, Inc. — Class A	701	43,378
Duke Realty Corp.	2,006	80,180	Terreno Realty Corp.	740	43,297
VICI Properties, Inc.	3,008	76,704	Innovative Industrial Properties, Inc.	211	38,640
WP Carey, Inc.	1,058	74,674	<b>Total REITs-Warehouse/Industries</b>		<b>630,631</b>
Gaming and Leisure Properties, Inc.	1,541	65,327	<b>REITs-HEALTH CARE - 9.6%</b>		
Lamar Advertising Co. — Class A	723	60,168	Welltower, Inc.	1,684	108,820
CoreSite Realty Corp.	428	53,620	Ventas, Inc.	1,794	87,978
Apartment Income REIT Corp.*	1,385	53,198	Healthpeak Properties, Inc.	2,860	86,458
New Residential Investment Corp.	4,301	42,752	Medical Properties Trust, Inc.	3,365	73,323
PS Business Parks, Inc.	320	42,518	Omega Healthcare Investors, Inc.	1,658	60,219
PotlatchDeltic Corp.	740	37,015	Healthcare Trust of America,		
Outfront Media, Inc.	1,814	35,482	Inc. — Class A	1,855	51,087
Uniti Group, Inc.	2,990	35,073	Healthcare Realty Trust, Inc.	1,444	42,742
Lexington Realty Trust	3,290	34,940	Sabra Health Care REIT, Inc.	2,335	40,559
EPR Properties	1,022	33,215	Physicians Realty Trust	2,254	40,121
<b>Total REITs-Diversified</b>		<b>1,663,199</b>	National Health Investors, Inc.	530	36,660
<b>REITs-APARTMENTS - 11.1%</b>			<b>Total REITs-Health Care</b>		<b>627,967</b>
Equity Residential	1,745	103,444	<b>REITs-STORAGE - 6.5%</b>		
AvalonBay Communities, Inc.	643	103,156	Public Storage	578	133,478
Invitation Homes, Inc.	3,018	89,635	Extra Space Storage, Inc.	723	83,767
Essex Property Trust, Inc.	364	86,421	Iron Mountain, Inc.	2,104	62,026
Mid-America Apartment Communities, Inc.	646	81,842	CubeSmart	1,623	54,549
UDR, Inc.	1,939	74,516	Life Storage, Inc.	421	50,263
Camden Property Trust	677	67,646	National Storage Affiliates Trust	1,120	40,354
American Homes 4 Rent — Class A	2,200	66,000	<b>Total REITs-Storage</b>		<b>424,437</b>
American Campus Communities, Inc.	1,191	50,939	<b>REITs-HOTELS - 5.1%</b>		
<b>Total REITs-Apartments</b>		<b>723,599</b>	Host Hotels & Resorts, Inc.	4,987	72,960
<b>REITs-OFFICE PROPERTY - 10.8%</b>			MGM Growth Properties LLC — Class A	2,142	67,045
Alexandria Real Estate Equities, Inc.	580	103,368	Park Hotels & Resorts, Inc.	2,575	44,161
Boston Properties, Inc.	863	81,579	Ryman Hospitality Properties, Inc.	651	44,112
Vornado Realty Trust	1,581	59,035	Apple Hospitality REIT, Inc.	2,826	36,484
Kilroy Realty Corp.	968	55,563	Pebblebrook Hotel Trust	1,857	34,912
Douglas Emmett, Inc.	1,659	48,410	Sunstone Hotel Investors, Inc.	3,010	34,103
SL Green Realty Corp.	772	45,996	<b>Total REITs-Hotels</b>		<b>333,777</b>
Cousins Properties, Inc.	1,358	45,493	<b>REITs-SINGLE TENANT - 4.8%</b>		
JBG SMITH Properties	1,400	43,778	Realty Income Corp.	1,634	101,586
Highwoods Properties, Inc.	1,094	43,355	STORE Capital Corp.	1,888	64,154
Hudson Pacific Properties, Inc.	1,731	41,579	National Retail Properties, Inc.	1,381	56,510
Equity Commonwealth	1,454	39,665	Spirit Realty Capital, Inc.	1,085	43,584
Corporate Office Properties Trust	1,400	36,512	Agree Realty Corp.	616	41,013
Piedmont Office Realty			<b>Total REITs-Single Tenant</b>		<b>306,847</b>
Trust, Inc. — Class A	1,860	30,188	<b>REITs-SHOPPING CENTERS - 4.2%</b>		
Brandywine Realty Trust	2,487	29,620	Regency Centers Corp.	1,307	59,586
<b>Total REITs-Office Property</b>		<b>704,141</b>	Kimco Realty Corp.	3,700	55,537

## REAL ESTATE FUND

	SHARES	VALUE
Federal Realty Investment Trust	628	\$ 53,455
Brixmor Property Group, Inc.	2,852	47,201
Weingarten Realty Investors	1,607	34,824
Retail Opportunity Investments Corp.	2,032	27,208
<b>Total REITs-Shopping Centers</b>		<u>277,811</u>
<b>REITs-MORTGAGE - 2.9%</b>		
AGNC Investment Corp.	4,041	63,040
Starwood Property Trust, Inc.	2,574	49,678
Blackstone Mortgage Trust, Inc. — Class A	1,523	41,928
Chimera Investment Corp.	3,185	32,646
<b>Total REITs-Mortgage</b>		<u>187,292</u>
<b>REITs-MANUFACTURED HOMES - 2.4%</b>		
Sun Communities, Inc.	565	85,852
Equity LifeStyle Properties, Inc.	1,129	71,533
<b>Total REITs-Manufactured Homes</b>		<u>157,385</u>
<b>REITs-REGIONAL MALLS - 2.2%</b>		
Simon Property Group, Inc.	1,340	114,275
Macerich Co. <sup>1</sup>	2,563	27,347
<b>Total REITs-Regional Malls</b>		<u>141,622</u>
<b>Total REITs</b>		<u>6,178,708</u>
<b>REAL ESTATE - 3.7%</b>		
<b>REAL ESTATE MANAGEMENT/SERVICES - 3.1%</b>		
CBRE Group, Inc. — Class A*	1,562	97,969
Jones Lang LaSalle, Inc.*	393	58,309
Redfin Corp.*	642	44,060
<b>Total Real Estate Management/Services</b>		<u>200,338</u>
<b>REAL ESTATE OPERATIONS/DEVELOPMENT - 0.6%</b>		
Howard Hughes Corp.*	544	42,938
<b>Total Real Estate</b>		<u>243,276</u>

	SHARES	VALUE
<b>DIVERSIFIED FINANCIAL SERVICES - 0.7%</b>		
Hannon Armstrong Sustainable Infrastructure Capital, Inc.	720	\$ 45,670
<b>Total Common Stocks</b> (Cost \$2,868,792)		<u>6,467,654</u>
	<b>FACE AMOUNT</b>	
<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.6%</b>		
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 20,704	20,704
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	8,625	8,625
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	7,986	7,986
<b>Total Repurchase Agreements</b> (Cost \$37,315)		<u>37,315</u>
	<b>SHARES</b>	
<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 0.3%</b>		
<b>Money Market Fund</b>		
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>	21,806	21,806
<b>Total Securities Lending Collateral</b> (Cost \$21,806)		<u>21,806</u>
<b>Total Investments - 100.1%</b> (Cost \$2,927,913)		<u>\$ 6,526,775</u>
<b>Other Assets &amp; Liabilities, net - (0.1)%</b>		<u>(8,304)</u>
<b>Total Net Assets - 100.0%</b>		<u>\$ 6,518,471</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 December 31, 2020 — 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 December 31, 2020.

REIT — Real Estate Investment Trust

See Sector Classification in Other Information section.

**REAL ESTATE FUND**

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 6,467,654	\$ —	\$ —	\$ 6,467,654
Repurchase Agreements	—	37,315	—	37,315
Securities Lending Collateral	21,806	—	—	21,806
Total Assets	\$ 6,489,460	\$ 37,315	\$ —	\$ 6,526,775

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$21,063 of securities loaned (cost \$2,890,598)	\$ 6,489,460
Repurchase agreements, at value (cost \$37,315)	37,315
Receivables:	
Securities sold	178,678
Dividends	33,451
Securities lending income	640
<b>Total assets</b>	<b>6,739,544</b>

**LIABILITIES:**

Payable for:	
Fund shares redeemed	176,573
Return of securities lending collateral	21,806
Management fees	4,837
Transfer agent and administrative fees	1,531
Investor service fees	1,423
Portfolio accounting fees	569
Trustees' fees*	103
Miscellaneous	14,231
<b>Total liabilities</b>	<b>221,073</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 6,518,471</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 4,262,134
Total distributable earnings (loss)	2,256,337
<b>Net assets</b>	<b>\$ 6,518,471</b>
Capital shares outstanding	170,163
<b>Net asset value per share</b>	<b>\$38.31</b>

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends	\$ 194,138
Interest	251
Income from securities lending, net	2,861
<b>Total investment income</b>	<b>197,250</b>

**EXPENSES:**

Management fees	65,041
Investor service fees	19,130
Transfer agent and administrative fees	26,834
Professional fees	14,510
Portfolio accounting fees	7,652
Trustees' fees*	2,539
Custodian fees	1,234
Miscellaneous	2,417
<b>Total expenses</b>	<b>139,357</b>
<b>Net investment income</b>	<b>57,893</b>

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

Net realized gain (loss) on:	
Investments	818,939
<b>Net realized gain</b>	<b>818,939</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	(2,195,987)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(2,195,987)</b>
<b>Net realized and unrealized loss</b>	<b>(1,377,048)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (1,319,155)</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**

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 57,893	\$ 233,633
Net realized gain on investments	818,939	364,242
Net change in unrealized appreciation (depreciation) on investments	(2,195,987)	2,250,263
Net increase (decrease) in net assets resulting from operations	(1,319,155)	2,848,138
Distributions to shareholders	(437,926)	(392,655)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	13,784,485	36,309,780
Distributions reinvested	437,926	392,655
Cost of shares redeemed	(18,195,801)	(39,616,537)
Net decrease from capital share transactions	(3,973,390)	(2,914,102)
Net decrease in net assets	(5,730,471)	(458,619)
<b>NET ASSETS:</b>		
Beginning of year	12,248,942	12,707,561
End of year	\$ 6,518,471	\$ 12,248,942
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	373,617	875,959
Shares issued from reinvestment of distributions	13,417	9,631
Shares redeemed	(498,726)	(956,810)
Net decrease in shares	(111,692)	(71,220)

**FINANCIAL HIGHLIGHTS**

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

	Year Ended December 31, 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	\$43.46	\$35.99	\$39.22	\$37.72	\$34.50
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.28	.68	.64	.36	.63
Net gain (loss) on investments (realized and unrealized)	(3.19)	8.03	(3.48)	2.11	2.88
Total from investment operations	(2.91)	8.71	(2.84)	2.47	3.51
Less distributions from:					
Net investment income	(1.16)	(.83)	(.39)	(.97)	(.29)
Net realized gains	(1.08)	(.41)	—	—	—
Total distributions	(2.24)	(1.24)	(.39)	(.97)	(.29)
Net asset value, end of period	\$38.31	\$43.46	\$35.99	\$39.22	\$37.72
<b>Total Return<sup>b</sup></b>	<b>(5.82%)</b>	<b>24.43%</b>	<b>(7.33%)</b>	<b>6.65%</b>	<b>10.15%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$6,518	\$12,249	\$12,708	\$10,261	\$11,509
Ratios to average net assets:					
Net investment income (loss)	0.76%	1.62%	1.67%	0.93%	1.73%
Total expenses	1.82%	1.82%	1.73%	1.70%	1.65%
Portfolio turnover rate	173%	225%	313%	331%	279%

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

<sup>b</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.

## RETAILING FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in merchandising finished goods and services, including department stores, mail order operations, and other companies involved in selling products to consumers ("Retailing Companies").

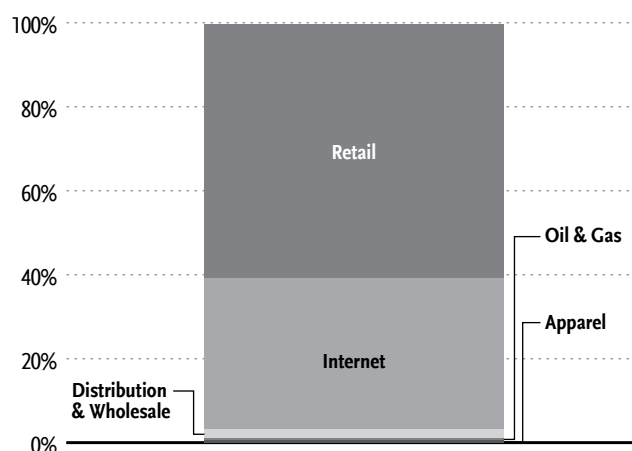
For the year ended December 31, 2020, Retailing Fund returned 43.68%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Consumer Discretionary Index returned 33.30%.

The Internet & direct marketing retail industry contributed the most to the Fund's return for the period, followed by the hypermarkets & super centers industry and the general merchandise stores industry. The department stores industry, drug retail industry, and apparel retail industry detracted the most from return.

Fund performance for the year benefited most from Amazon.com, Inc., Pinduoduo, Inc. ADR, and Chewy, Inc. Class A. Walgreen's Boots Alliance, Inc., Macy's, Inc., and Bed Bath & Beyond, Inc. were the largest detractors from the Fund's performance for the period.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



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

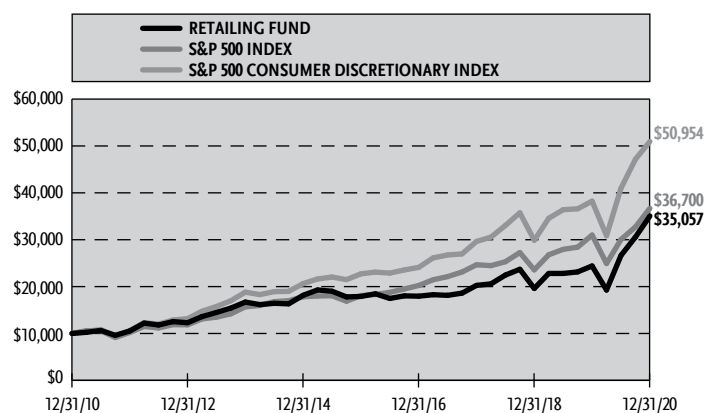
Inception Date: July 23, 2001

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

Amazon.com, Inc.	10.4%
Walmart, Inc.	6.3%
Home Depot, Inc.	5.1%
Costco Wholesale Corp.	4.1%
Lowe's Companies, Inc.	3.2%
Booking Holdings, Inc.	3.1%
Target Corp.	3.0%
Alibaba Group Holding Ltd. ADR	3.0%
TJX Companies, Inc.	2.8%
Dollar General Corp.	2.2%
<b>Top Ten Total</b>	<b>43.2%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

### Cumulative Fund Performance<sup>\*,†</sup>



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

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Retailing Fund	43.68%	14.39%	13.36%
S&P 500 Consumer Discretionary Index	33.30%	17.53%	17.68%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Consumer Discretionary Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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



# SCHEDULE OF INVESTMENTS

December 31, 2020

## RETAILING FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.7%</b>					
<b>RETAIL - 60.6%</b>					
Walmart, Inc.	3,160	\$ 455,514			
Home Depot, Inc.	1,383	367,352			
Costco Wholesale Corp.	777	292,758			
Lowe's Companies, Inc.	1,442	231,455			
Target Corp.	1,230	217,132			
TJX Companies, Inc.	2,980	203,504			
Dollar General Corp.	765	160,880			
Ross Stores, Inc.	1,232	151,302			
Walgreens Boots Alliance, Inc.	3,365	134,196			
O'Reilly Automotive, Inc.*	283	128,077			
AutoZone, Inc.*	100	118,544			
Best Buy Company, Inc.	1,149	114,659			
Dollar Tree, Inc.*	1,022	110,417			
Carvana Co.*	399	95,576			
Ulta Beauty, Inc.*	328	94,189			
Burlington Stores, Inc.*	359	93,896			
Tiffany & Co.	684	89,912			
Genuine Parts Co.	874	87,776			
Tractor Supply Co.	611	85,894			
CarMax, Inc.*	895	84,542			
Five Below, Inc.*	413	72,267			
Advance Auto Parts, Inc.	451	71,037			
L Brands, Inc.	1,871	69,583			
RH*	153	68,471			
Floor & Decor Holdings, Inc. — Class A*	676	62,767			
Lithia Motors, Inc. — Class A	212	62,046			
Gap, Inc.	3,064	61,862			
Kohl's Corp.	1,466	59,652			
Williams-Sonoma, Inc.	581	59,169			
AutoNation, Inc.*	814	56,809			
Dick's Sporting Goods, Inc.	956	53,737			
BJ's Wholesale Club Holdings, Inc.*	1,361	50,738			
Ollie's Bargain Outlet Holdings, Inc.*	620	50,697			
Nordstrom, Inc.*	1,591	49,655			
Macy's, Inc.* <sup>1</sup>	4,117	46,316			
Foot Locker, Inc.	1,141	46,142			
American Eagle Outfitters, Inc.	2,041	40,963			
Bed Bath & Beyond, Inc. <sup>1</sup>	1,790	31,790			
Big Lots, Inc.	648	27,819			
<b>Total Retail</b>		<b>4,359,095</b>			
<b>INTERNET - 35.9%</b>					
Amazon.com, Inc.*	230	749,094			
Booking Holdings, Inc.*	99	220,500			
Alibaba Group Holding Ltd. ADR*	916	213,181			
JD.com, Inc. ADR*	1,673	147,057			
Pinduoduo, Inc. ADR*	724	128,633			
eBay, Inc.	2,507	125,977			
Chewy, Inc. — Class A*	1,246	112,003			
MercadoLibre, Inc.*	65	108,889			
Expedia Group, Inc.	768	101,683			
Vipshop Holdings Ltd. ADR*	3,445	96,839			
Etsy, Inc.*	527	\$ 93,758			
Wayfair, Inc. — Class A*	384	86,711			
Trip.com Group Ltd. ADR*	2,522	85,067			
Farfetch Ltd. — Class A*	1,281	81,741			
Fiverr International Ltd.*	378	73,748			
Grubhub, Inc.*	797	59,193			
Stamps.com, Inc.*	202	39,630			
Stitch Fix, Inc. — Class A*	629	36,935			
Overstock.com, Inc.* <sup>1</sup>	531	25,472			
<b>Total Internet</b>		<b>2,586,111</b>			
<b>DISTRIBUTION &amp; WHOLESALE - 2.1%</b>					
Pool Corp.	228	84,930			
LKQ Corp.*	2,029	71,502			
<b>Total Distribution &amp; Wholesale</b>		<b>156,432</b>			
<b>OIL &amp; GAS - 0.6%</b>					
Murphy USA, Inc.	320	41,878			
<b>APPAREL - 0.5%</b>					
Urban Outfitters, Inc.*	1,395	35,712			
<b>Total Common Stocks</b> (Cost \$4,343,284)		<b>7,179,228</b>			
			FACE		
			AMOUNT		
<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.5%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21	\$ 19,129	19,129			
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21	7,969	7,969			
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21	7,379	7,379			
<b>Total Repurchase Agreements</b> (Cost \$34,477)		<b>34,477</b>			
			SHARES		
<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 1.2%</b>					
<b>Money Market Fund</b>					
First American Government Obligations Fund — Class Z, 0.03% <sup>4</sup>	86,076	86,076			
<b>Total Securities Lending Collateral</b> (Cost \$86,076)		<b>86,076</b>			
<b>Total Investments - 101.4%</b> (Cost \$4,463,837)					
			\$	7,299,781	
<b>Other Assets &amp; Liabilities, net - (1.4)%</b>					
				(104,192)	
<b>Total Net Assets - 100.0%</b>					
			\$	7,195,589	

## RETAILING FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 7,179,228	\$ —	\$ —	\$ 7,179,228
Repurchase Agreements	—	34,477	—	34,477
Securities Lending Collateral	86,076	—	—	86,076
Total Assets	\$ 7,265,304	\$ 34,477	\$ —	\$ 7,299,781

**STATEMENT OF ASSETS  
AND LIABILITIES**

December 31, 2020

**ASSETS:**

Investments, at value - including \$77,655 of securities loaned (cost \$4,429,360)	\$ 7,265,304
Repurchase agreements, at value (cost \$34,477)	34,477
Receivables:	
Fund shares sold	5,964
Dividends	2,645
Securities lending income	47
<b>Total assets</b>	<b>7,308,437</b>

**LIABILITIES:**

Overdraft due to custodian bank	295
Payable for:	
Return of securities lending collateral	86,076
Management fees	5,095
Fund shares redeemed	2,342
Transfer agent and administrative fees	1,613
Investor service fees	1,499
Portfolio accounting fees	599
Trustees' fees*	111
Miscellaneous	15,218
<b>Total liabilities</b>	<b>112,848</b>

**Commitments and contingent liabilities (Note 10)**

<b>NET ASSETS</b>	<b>\$ 7,195,589</b>
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**NET ASSETS CONSIST OF:**

Paid in capital	\$ 4,435,559
Total distributable earnings (loss)	2,760,030
<b>Net assets</b>	<b>\$ 7,195,589</b>
Capital shares outstanding	55,916
Net asset value per share	\$128.69

**STATEMENT OF  
OPERATIONS**

Year Ended December 31, 2020

**INVESTMENT INCOME:**

Dividends (net of foreign withholding tax of \$212)	\$ 49,727
Interest	99
Income from securities lending, net	918
<b>Total investment income</b>	<b>50,744</b>

**EXPENSES:**

Management fees	47,284
Investor service fees	13,907
Transfer agent and administrative fees	17,573
Professional fees	9,573
Portfolio accounting fees	5,563
Trustees' fees*	1,044
Custodian fees	812
Miscellaneous	5,439
<b>Total expenses</b>	<b>101,195</b>
<b>Net investment loss</b>	<b>(50,451)</b>

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

Net realized gain (loss) on:	
Investments	872,016
<b>Net realized gain</b>	<b>872,016</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	1,371,724
<b>Net change in unrealized appreciation (depreciation)</b>	<b>1,371,724</b>
<b>Net realized and unrealized gain</b>	<b>2,243,740</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 2,193,289</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (50,451)	\$ (27,909)
Net realized gain on investments	872,016	739,136
Net change in unrealized appreciation (depreciation) on investments	1,371,724	364,817
Net increase in net assets resulting from operations	2,193,289	1,076,044
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	14,568,819	8,919,934
Cost of shares redeemed	(13,191,711)	(13,159,008)
Net increase (decrease) from capital share transactions	1,377,108	(4,239,074)
Net increase (decrease) in net assets	3,570,397	(3,163,030)
<b>NET ASSETS:</b>		
Beginning of year	3,625,192	6,788,222
End of year	\$ 7,195,589	\$ 3,625,192
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	135,334	105,149
Shares redeemed	(119,893)	(159,017)
Net increase (decrease) in shares	15,441	(53,868)

## RETAILING 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.

	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>c</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$89.57	\$71.95	\$74.37	\$65.91	\$69.96
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.95)	(.45)	(.30)	.02	(.05)
Net gain (loss) on investments (realized and unrealized)	40.07	18.07	(2.11)	8.44	(2.93)
Total from investment operations	39.12	17.62	(2.41)	8.46	(2.98)
Less distributions from:					
Net investment income	—	—	(.01)	—	—
Net realized gains	—	—	—	—	(1.07)
Total distributions	—	—	(.01)	—	(1.07)
Net asset value, end of period	\$128.69	\$89.57	\$71.95	\$74.37	\$65.91
<b>Total Return<sup>b</sup></b>	<b>43.68%</b>	<b>24.49%</b>	<b>(3.23%)</b>	<b>12.82%</b>	<b>0.30%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$7,196	\$3,625	\$6,788	\$7,849	\$5,278
Ratios to average net assets:					
Net investment income (loss)	(0.91%)	(0.54%)	(0.37%)	0.03%	(0.25%)
Total expenses	1.82%	1.83%	1.72%	1.70%	1.66%
Portfolio turnover rate	250%	173%	260%	447%	668%

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

<sup>b</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>c</sup> Reverse share split — Per share amounts for the year ended December 1, 2016 have been restated to reflect a 1:4 reverse share split effective December 1, 2016.

## TECHNOLOGY FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that are involved in the technology sector, including computer software and service companies, semiconductor manufacturers, networking and telecommunications equipment manufacturers, PC hardware, and peripherals companies ("Technology Companies").

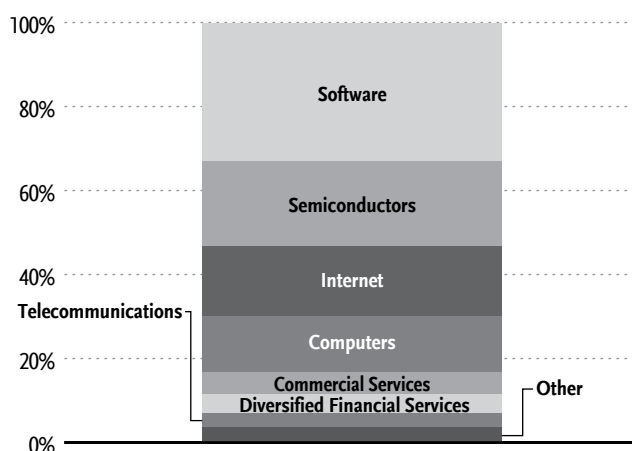
For the year ended December 31, 2020, Technology Fund returned 49.25%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Information Technology Index returned 43.89%.

The application software industry contributed the most to the Fund's performance for the period, followed by the semiconductors industry and the systems software industry. The technology distributors industry was the only detractor from performance for the period.

Top-contributing holdings were Apple, Inc., Zoom Video Communications, Inc. Class A, and Microsoft Corp., Momo, Inc. Class A ADR, Hewlett Packard Enterprise Co., and DXC Technology Co. were the weakest-performing technology holdings for the period.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



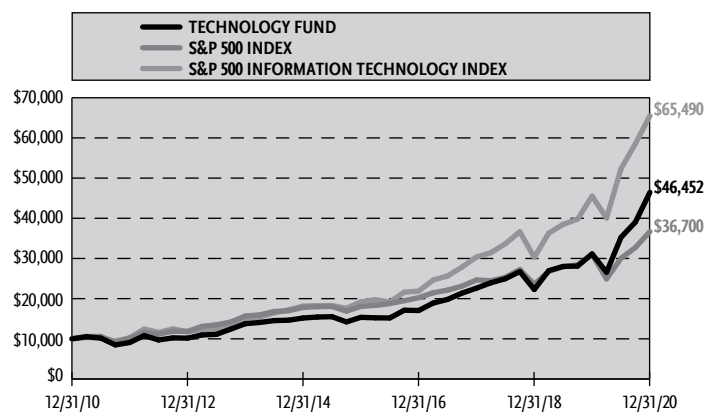
Inception Date: May 2, 2001

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

Apple, Inc.	5.0%
Microsoft Corp.	4.3%
Alphabet, Inc. — Class A	3.8%
Facebook, Inc. — Class A	3.0%
Visa, Inc. — Class A	2.5%
Mastercard, Inc. — Class A	2.1%
NVIDIA Corp.	1.9%
PayPal Holdings, Inc.	1.7%
Adobe, Inc.	1.6%
Intel Corp.	1.5%
<b>Top Ten Total</b>	<b>27.4%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

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

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Technology Fund	49.25%	24.79%	16.60%
S&P 500 Information Technology Index	43.89%	27.79%	20.68%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Information Technology Index are unmanaged indices and, unlike the Fund, has no management fees or operating expenses to reduce their reported returns.

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

## December 31, 2020

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.8%</b>					
<b>SOFTWARE - 33.0%</b>					
Microsoft Corp.	4,928	\$ 1,096,086	Micron Technology, Inc.*	3,366	\$ 253,056
Adobe, Inc.*	828	414,099	Applied Materials, Inc.	2,766	238,706
salesforce.com, Inc.*	1,711	380,749	Lam Research Corp.	469	221,495
Oracle Corp.	5,676	367,180	Taiwan Semiconductor Manufacturing Company Ltd. ADR	1,911	208,375
ServiceNow, Inc.*	492	270,812	Analog Devices, Inc.	1,362	201,208
Intuit, Inc.	695	263,996	KLA Corp.	660	170,881
Fidelity National Information Services, Inc.	1,776	251,233	NXP Semiconductor N.V.	1,068	169,823
Zoom Video Communications, Inc. — Class A*	725	244,557	Microchip Technology, Inc.	1,179	162,832
Fiserv, Inc.*	2,077	236,487	ASML Holding N.V. — Class G	321	156,558
Activision Blizzard, Inc.	2,400	222,840	Xilinx, Inc.	1,066	151,127
Autodesk, Inc.*	707	215,875	Marvell Technology Group Ltd.	3,080	146,423
Workday, Inc. — Class A*	818	196,001	Skyworks Solutions, Inc.	923	141,108
VMware, Inc. — Class A* <sup>1</sup>	1,392	195,242	Maxim Integrated Products, Inc.	1,505	133,418
Twilio, Inc. — Class A*	517	175,004	Qorvo, Inc.*	730	121,377
Electronic Arts, Inc.	1,174	168,586	Teradyne, Inc.	988	118,451
Synopsys, Inc.*	645	167,210	Monolithic Power Systems, Inc.	298	109,137
NetEase, Inc. ADR	1,733	165,969	ON Semiconductor Corp.*	2,982	97,601
Cadence Design Systems, Inc.*	1,211	165,217	Inphi Corp.*	474	76,063
Sea Ltd. ADR*	825	164,216	<b>Total Semiconductors</b>		<b>5,072,366</b>
DocuSign, Inc.*	732	162,724			
ANSYS, Inc.*	421	153,160	<b>INTERNET - 16.6%</b>		
Paychex, Inc.	1,638	152,629	Alphabet, Inc. — Class A*	542	949,931
Atlassian Corporation plc — Class A*	642	150,144	Facebook, Inc. — Class A*	2,764	755,014
Bilibili, Inc. ADR*	1,680	144,010	Snap, Inc. — Class A*	4,271	213,849
RingCentral, Inc. — Class A*	379	143,630	Baidu, Inc. ADR*	968	209,320
Splunk, Inc.*	820	139,310	Shopify, Inc. — Class A*	168	190,168
Datadog, Inc. — Class A*	1,374	135,257	Match Group, Inc.*	1,126	170,240
Slack Technologies, Inc. — Class A*	3,138	132,549	Twitter, Inc.*	3,030	164,074
Take-Two Interactive Software, Inc.*	620	128,830	Pinterest, Inc. — Class A*	2,440	160,796
Cloudflare, Inc. — Class A*	1,600	121,584	Palo Alto Networks, Inc.*	436	154,950
Coupa Software, Inc.*	354	119,974	Okta, Inc.*	552	140,352
HubSpot, Inc.*	288	114,175	Wix.com Ltd.*	517	129,229
Broadridge Financial Solutions, Inc.	740	113,368	VeriSign, Inc.*	594	128,542
Ceridian HCM Holding, Inc.*	1,046	111,462	Zillow Group, Inc. — Class C*	971	126,036
Akamai Technologies, Inc.*	1,048	110,029	CDW Corp.	868	114,394
Citrix Systems, Inc.	823	107,072	IAC*	587	111,148
Tyler Technologies, Inc.*	243	106,074	Zendesks, Inc.*	762	109,057
MongoDB, Inc.*	291	104,481	GoDaddy, Inc. — Class A*	1,164	96,554
Fair Isaac Corp.*	193	98,631	NortonLifeLock, Inc.	4,414	91,723
Nuance Communications, Inc.*	2,144	94,529	F5 Networks, Inc.*	492	86,562
Jack Henry & Associates, Inc.	574	92,982	Anaplan, Inc.*	1,196	85,933
Fastly, Inc. — Class A*	845	73,828	<b>Total Internet</b>		<b>4,187,872</b>
Dropbox, Inc. — Class A*	3,263	72,406			
Alteryx, Inc. — Class A*	589	71,734			
<b>Total Software</b>		<b>8,315,931</b>	<b>COMPUTERS - 13.3%</b>		
			Apple, Inc.	9,518	1,262,943
<b>SEMICONDUCTORS - 20.1%</b>			International Business Machines Corp.	2,277	286,629
NVIDIA Corp.	923	481,991	Accenture plc — Class A	813	212,364
Intel Corp.	7,743	385,756	Dell Technologies, Inc. — Class C*	2,639	193,412
QUALCOMM, Inc.	2,398	365,311	CrowdStrike Holdings, Inc. — Class A*	883	187,037
Broadcom, Inc.	813	355,972	Cognizant Technology Solutions Corp. — Class A	2,164	177,340
Texas Instruments, Inc.	2,042	335,153	Check Point Software Technologies Ltd.*	1,181	156,967
Advanced Micro Devices, Inc.*	2,950	270,544	HP, Inc.	6,340	155,901
			Infosys Ltd. ADR	8,540	144,753
			Zscaler, Inc.*	705	140,795
			Fortinet, Inc.*	898	133,380



## TECHNOLOGY FUND

	SHARES	VALUE		SHARES	VALUE
Western Digital Corp.	1,994	\$ 110,448	<b>ADVERTISING - 0.6%</b>		
Seagate Technology plc	1,645	102,253	Trade Desk, Inc. — Class A*	186	\$ 148,986
NetApp, Inc.	1,535	101,678			
<b>Total Computers</b>		<u>3,365,900</u>	<b>OFFICE &amp; BUSINESS EQUIPMENT - 0.5%</b>		
<b>COMMERCIAL SERVICES - 5.4%</b>			Zebra Technologies Corp. — Class A*	321	123,370
PayPal Holdings, Inc.*	1,823	426,947	<b>Total Common Stocks</b>		
Square, Inc. — Class A*	1,129	245,716	(Cost \$9,140,593)		<u>25,174,375</u>
Automatic Data Processing, Inc.	1,312	231,174			
Global Payments, Inc.	1,063	228,991		<b>FACE</b>	
FleetCor Technologies, Inc.*	451	123,046		<b>AMOUNT</b>	
Booz Allen Hamilton Holding Corp.	1,053	91,801			
<b>Total Commercial Services</b>		<u>1,347,675</u>	<b>REPURCHASE AGREEMENTS<sup>††2</sup> - 0.9%</b>		
<b>DIVERSIFIED FINANCIAL SERVICES - 4.6%</b>			J.P. Morgan Securities LLC		
Visa, Inc. — Class A	2,882	630,380	issued 12/31/20 at 0.06%		
Mastercard, Inc. — Class A	1,477	527,200	due 01/04/21	\$ 125,760	125,760
<b>Total Diversified Financial Services</b>		<u>1,157,580</u>	Barclays Capital, Inc.		
<b>TELECOMMUNICATIONS - 3.1%</b>			issued 12/31/20 at 0.06%		
Cisco Systems, Inc.	8,209	367,353	due 01/04/21	52,393	52,393
Motorola Solutions, Inc.	850	144,551	BofA Securities, Inc.		
Arista Networks, Inc.*	426	123,783	issued 12/31/20 at 0.06%		
Ciena Corp.*	1,475	77,954	due 01/04/21	48,512	48,512
Juniper Networks, Inc.	3,253	73,225	<b>Total Repurchase Agreements</b>		
<b>Total Telecommunications</b>		<u>786,866</u>	(Cost \$226,665)		<u>226,665</u>
<b>ENERGY-ALTERNATE SOURCES - 1.4%</b>				<b>SHARES</b>	
SolarEdge Technologies, Inc.*	474	151,263			
Enphase Energy, Inc.*	667	117,039	<b>SECURITIES LENDING COLLATERAL<sup>†3</sup> - 0.6%</b>		
First Solar, Inc.*	895	88,533	<b>Money Market Fund</b>		
<b>Total Energy-Alternate Sources</b>		<u>356,835</u>	First American Government		
<b>ELECTRONICS - 1.2%</b>			Obligations Fund — Class Z, 0.03% <sup>4</sup>	146,977	146,977
Amphenol Corp. — Class A	1,282	167,647	<b>Total Securities Lending Collateral</b>		
TE Connectivity Ltd.	1,184	143,347	(Cost \$146,977)		<u>146,977</u>
<b>Total Electronics</b>		<u>310,994</u>	<b>Total Investments - 101.3%</b>		
			(Cost \$9,514,235)		<u>\$ 25,548,017</u>
			<b>Other Assets &amp; Liabilities, net - (1.3)%</b>		<u>(315,413)</u>
			<b>Total Net Assets - 100.0%</b>		<u>\$ 25,232,604</u>

## TECHNOLOGY FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 25,174,375	\$ —	\$ —	\$ 25,174,375
Repurchase Agreements	—	226,665	—	226,665
Securities Lending Collateral	146,977	—	—	146,977
Total Assets	\$ 25,321,352	\$ 226,665	\$ —	\$ 25,548,017

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value - including \$145,590 of securities loaned (cost \$9,287,570)	\$ 25,321,352
Repurchase agreements, at value (cost \$226,665)	226,665
Receivables:	
Dividends	7,555
Foreign tax reclaims	496
Securities lending income	23
<b>Total assets</b>	<b>25,556,091</b>

## LIABILITIES:

Payable for:	
Return of securities lending collateral	146,977
Fund shares redeemed	93,271
Management fees	17,963
Transfer agent and administrative fees	5,685
Investor service fees	5,283
Portfolio accounting fees	2,113
Trustees' fees*	378
Miscellaneous	51,817
<b>Total liabilities</b>	<b>323,487</b>

## Commitments and contingent liabilities (Note 10)

<b>NET ASSETS</b>	<b>\$ 25,232,604</b>
-------------------	----------------------

## NET ASSETS CONSIST OF:

Paid in capital	\$ 8,591,038
Total distributable earnings (loss)	16,641,566
<b>Net assets</b>	<b>\$ 25,232,604</b>
Capital shares outstanding	137,129
<b>Net asset value per share</b>	<b>\$184.01</b>

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$442)	\$ 230,915
Interest	539
Income from securities lending, net	2,749
<b>Total investment income</b>	<b>234,203</b>

## EXPENSES:

Management fees	176,605
Investor service fees	51,943
Transfer agent and administrative fees	67,659
Professional fees	38,010
Portfolio accounting fees	20,777
Trustees' fees*	4,612
Custodian fees	3,290
Line of credit fees	28
Miscellaneous	15,384
<b>Total expenses</b>	<b>378,308</b>
<b>Net investment loss</b>	<b>(144,105)</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	3,996,314
<b>Net realized gain</b>	<b>3,996,314</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	3,553,034
<b>Net change in unrealized appreciation (depreciation)</b>	<b>3,553,034</b>
<b>Net realized and unrealized gain</b>	<b>7,549,348</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 7,405,243</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

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment loss	\$ (144,105)	\$ (172,906)
Net realized gain on investments	3,996,314	1,446,636
Net change in unrealized appreciation (depreciation) on investments	3,553,034	5,145,477
Net increase in net assets resulting from operations	7,405,243	6,419,207
Distributions to shareholders	(456,120)	(782,667)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	45,224,648	42,992,140
Distributions reinvested	456,120	782,667
Cost of shares redeemed	(49,836,080)	(43,033,120)
Net increase (decrease) from capital share transactions	(4,155,312)	741,687
Net increase in net assets	2,793,811	6,378,227
<b>NET ASSETS:</b>		
Beginning of year	22,438,793	16,060,566
End of year	\$ 25,232,604	\$ 22,438,793
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	321,700	379,634
Shares issued from reinvestment of distributions	3,116	6,598
Shares redeemed	(365,942)	(380,533)
Net increase (decrease) in shares	(41,126)	5,699

## TECHNOLOGY 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.

	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	\$125.88	\$93.07	\$96.71	\$74.88	\$71.70
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.99)	(.90)	(.63)	(.56)	(.21)
Net gain (loss) on investments (realized and unrealized)	62.21	37.66	(.43)	24.71	7.78
Total from investment operations	61.22	36.76	(1.06)	24.15	7.57
Less distributions from:					
Net realized gains	(3.09)	(3.95)	(2.58)	(2.32)	(4.39)
Total distributions	(3.09)	(3.95)	(2.58)	(2.32)	(4.39)
Net asset value, end of period	\$184.01	\$125.88	\$93.07	\$96.71	\$74.88
<b>Total Return<sup>b</sup></b>	<b>49.25%</b>	<b>39.75%</b>	<b>(1.49%)</b>	<b>32.63%</b>	<b>11.07%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$25,233	\$22,439	\$16,061	\$22,940	\$18,156
Ratios to average net assets:					
Net investment income (loss)	(0.69%)	(0.79%)	(0.60%)	(0.64%)	(0.29%)
Total expenses	1.82%	1.82%	1.72%	1.70%	1.66%
Portfolio turnover rate	192%	188%	178%	200%	321%

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

<sup>b</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.

## TELECOMMUNICATIONS FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in the development, manufacture, or sale of communications services or communications equipment ("Telecommunications Companies").

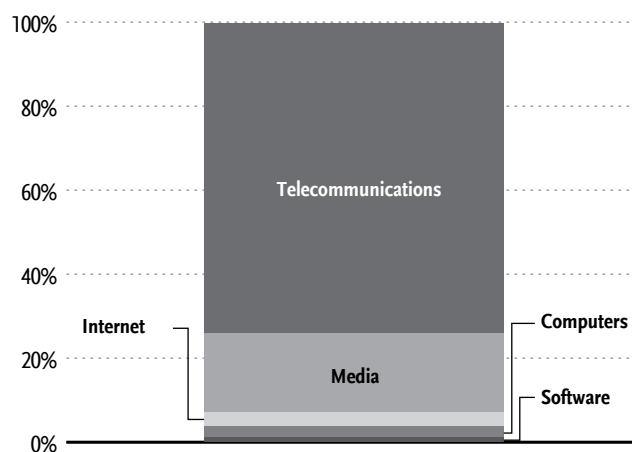
For the year ended December 31, 2020, Telecommunications Fund returned 9.49%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Telecommunications Services Index returned 23.61%.

The industries contributing the most were the wireless telecommunication services industry, the communications equipment industry, and the alternative carriers industry. The integrated telecommunication services industry was the only detractor from return for the period.

T-Mobile US, Inc., Sprint Corp., and Ubiquiti, Inc., were the strongest performers for the year. AT&T, Inc., ViaSat, Inc., and EchoStar Corp. Class A detracted the most from performance during the year.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



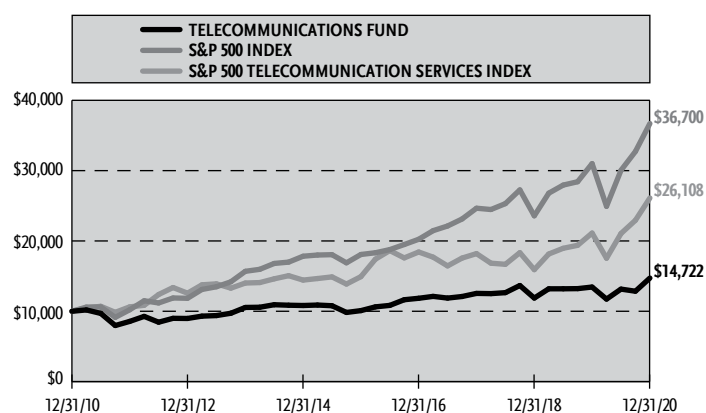
Inception Date: July 27, 2001

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

Verizon Communications, Inc.	10.4%
AT&T, Inc.	9.3%
Cisco Systems, Inc.	9.1%
T-Mobile US, Inc.	8.8%
Comcast Corp. — Class A	5.2%
Charter Communications, Inc. — Class A	4.2%
Motorola Solutions, Inc.	3.6%
Arista Networks, Inc.	3.1%
Ubiquiti, Inc.	2.8%
Liberty Broadband Corp. — Class C	2.7%
<b>Top Ten Total</b>	<b>59.2%</b>

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

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Telecommunications Fund	9.49%	7.85%	3.94%
S&P 500 Telecommunication Services Index	23.61%	11.84%	10.07%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Telecommunication Services Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

# SCHEDULE OF INVESTMENTS

December 31, 2020

## TELECOMMUNICATIONS FUND

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS<sup>†</sup> - 99.7%</b>					
<b>TELECOMMUNICATIONS - 73.7%</b>					
Verizon Communications, Inc.	5,775	\$ 339,281			
AT&T, Inc.	10,578	304,223			
Cisco Systems, Inc.	6,598	295,261			
T-Mobile US, Inc.*	2,124	286,421			
Motorola Solutions, Inc.	688	117,001			
Arista Networks, Inc.*	344	99,956			
Ubiquiti, Inc.	328	91,351			
CenturyLink, Inc.	7,171	69,917			
Ciena Corp.*	1,191	62,944			
Juniper Networks, Inc.	2,615	58,864			
Iridium Communications, Inc.*	1,290	50,729			
America Movil SAB de CV — Class L ADR	2,857	41,541			
Viavi Solutions, Inc.*	2,730	40,882			
BCE, Inc.	939	40,189			
Vodafone Group plc ADR	2,413	39,766			
Acacia Communications, Inc.*	528	38,523			
Vonage Holdings Corp.*	2,956	38,059			
Rogers Communications, Inc. — Class B	811	37,785			
TELUS Corp.	1,902	37,660			
CommScope Holding Company, Inc.*	2,632	35,269			
ViaSat, Inc.*	1,041	33,989			
Telephone & Data Systems, Inc.	1,711	31,773			
Shenandoah Telecommunications Co.	733	31,702			
InterDigital, Inc.	477	28,944			
Infinera Corp.*	2,739	28,705			
Calix, Inc.*	869	25,862			
Plantronics, Inc.	930	25,138			
Inseego Corp.* <sup>1</sup>	1,587	24,551			
NETGEAR, Inc.*	575	23,362			
Cincinnati Bell, Inc.*	1,247	19,054			
<b>Total Telecommunications</b>		<b>2,398,702</b>			
<b>MEDIA - 18.9%</b>					
Comcast Corp. — Class A	3,233	169,409			
Charter Communications, Inc. — Class A*	206	136,279			
Liberty Broadband Corp. — Class C*	556	88,054			
Altice USA, Inc. — Class A*	1,359	51,465			
DISH Network Corp. — Class A*	1,505	48,672			
Liberty Global plc — Class C*	1,939	45,857			
Cable One, Inc.	18	40,099			
Liberty Latin America Ltd. — Class C*	3,151	34,945			
<b>Total Media</b>		<b>614,780</b>			
<b>INTERNET - 3.3%</b>					
F5 Networks, Inc.*	398	\$ 70,024			
Cogent Communications Holdings, Inc.	594	35,563			
<b>Total Internet</b>		<b>105,587</b>			
<b>COMPUTERS - 2.7%</b>					
Lumentum Holdings, Inc.*	608	57,638			
NetScout Systems, Inc.*	1,101	30,190			
<b>Total Computers</b>		<b>87,828</b>			
<b>SOFTWARE - 1.1%</b>					
Bandwidth, Inc. — Class A*	240	36,881			
<b>Total Common Stocks</b>		<b>3,243,778</b>			
(Cost \$2,258,525)					
			FACE		
			AMOUNT		
<b>REPURCHASE AGREEMENTS<sup>††,2</sup> - 0.5%</b>					
J.P. Morgan Securities LLC					
issued 12/31/20 at 0.06%					
due 01/04/21	\$ 9,567	9,567			
Barclays Capital, Inc.					
issued 12/31/20 at 0.06%					
due 01/04/21	3,986	3,986			
BofA Securities, Inc.					
issued 12/31/20 at 0.06%					
due 01/04/21	3,690	3,690			
<b>Total Repurchase Agreements</b>		<b>17,243</b>			
(Cost \$17,243)					
			SHARES		
<b>SECURITIES LENDING COLLATERAL<sup>†,3</sup> - 0.6%</b>					
<b>Money Market Fund</b>					
First American Government					
Obligations Fund — Class Z, 0.03% <sup>4</sup>	19,419	19,419			
<b>Total Securities Lending Collateral</b>		<b>19,419</b>			
(Cost \$19,419)					
<b>Total Investments - 100.8%</b>					
(Cost \$2,295,187)			\$	3,280,440	
<b>Other Assets &amp; Liabilities, net - (0.8)%</b>					
				(26,299)	
<b>Total Net Assets - 100.0%</b>					
			\$	3,254,141	



## TELECOMMUNICATIONS FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 3,243,778	\$ —	\$ —	\$ 3,243,778
Repurchase Agreements	—	17,243	—	17,243
Securities Lending Collateral	19,419	—	—	19,419
Total Assets	\$ 3,263,197	\$ 17,243	\$ —	\$ 3,280,440

STATEMENT OF ASSETS  
AND LIABILITIES

December 31, 2020

## ASSETS:

Investments, at value - including \$18,409 of securities loaned (cost \$2,277,944)	\$ 3,263,197
Repurchase agreements, at value (cost \$17,243)	17,243
Cash	811
Receivables:	
Dividends	4,086
Securities lending income	37
<b>Total assets</b>	<b>3,285,374</b>

## LIABILITIES:

Payable for:	
Return of securities lending collateral	19,419
Professional fees	3,547
Management fees	2,304
Fund shares redeemed	1,202
Transfer agent and administrative fees	729
Investor service fees	678
Portfolio accounting fees	271
Trustees' fees*	48
Miscellaneous	3,035
<b>Total liabilities</b>	<b>31,233</b>

## Commitments and contingent liabilities (Note 10)

<b>NET ASSETS</b>	<b>\$ 3,254,141</b>
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## NET ASSETS CONSIST OF:

Paid in capital	\$ 3,083,549
Total distributable earnings (loss)	170,592
<b>Net assets</b>	<b>\$ 3,254,141</b>
Capital shares outstanding	49,283
<b>Net asset value per share</b>	<b>\$66.03</b>

STATEMENT OF  
OPERATIONS

Year Ended December 31, 2020

## INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$813)	\$ 71,452
Interest	68
Income from securities lending, net	54
<b>Total investment income</b>	<b>71,574</b>

## EXPENSES:

Management fees	23,142
Investor service fees	6,806
Transfer agent and administrative fees	9,066
Professional fees	5,071
Portfolio accounting fees	2,723
Trustees' fees*	679
Custodian fees	415
Line of credit fees	19
Miscellaneous	1,713
<b>Total expenses</b>	<b>49,634</b>
<b>Net investment income</b>	<b>21,940</b>

## NET REALIZED AND UNREALIZED GAIN (LOSS):

Net realized gain (loss) on:	
Investments	(148,445)
<b>Net realized loss</b>	<b>(148,445)</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	104,851

Net change in unrealized appreciation (depreciation)	104,851
<b>Net realized and unrealized loss</b>	<b>(43,594)</b>

Net decrease in net assets resulting from  
operations

\$ (21,654)

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

## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 21,940	\$ 20,214
Net realized loss on investments	(148,445)	(59,780)
Net change in unrealized appreciation (depreciation) on investments	104,851	402,401
Net increase (decrease) in net assets resulting from operations	(21,654)	362,835
Distributions to shareholders	(20,039)	—
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	6,222,410	8,496,767
Distributions reinvested	20,039	—
Cost of shares redeemed	(6,196,659)	(8,839,102)
Net increase (decrease) from capital share transactions	45,790	(342,335)
Net increase in net assets	4,097	20,500
<b>NET ASSETS:</b>		
Beginning of year	3,250,044	3,229,544
End of year	\$ 3,254,141	\$ 3,250,044
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	102,385	143,164
Shares issued from reinvestment of distributions	328	—
Shares redeemed	(106,843)	(149,841)
Net decrease in shares	(4,130)	(6,677)

## FINANCIAL HIGHLIGHTS

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

	Year Ended December 31, 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	\$60.85	\$53.75	\$58.48	\$57.03	\$48.71
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.48	.37	.57	.37	.45
Net gain (loss) on investments (realized and unrealized)	5.27 <sup>c</sup>	6.73	(3.51)	2.86	8.03
Total from investment operations	5.75	7.10	(2.94)	3.23	8.48
Less distributions from:					
Net investment income	(.57)	—	(.47)	(.77)	(.16)
Net realized gains	—	—	(1.32)	(1.01)	—
Total distributions	(.57)	—	(1.79)	(1.78)	(.16)
Net asset value, end of period	\$66.03	\$60.85	\$53.75	\$58.48	\$57.03
<b>Total Return<sup>b</sup></b>	<b>9.49%</b>	<b>13.21%</b>	<b>(5.29%)</b>	<b>5.85%</b>	<b>17.40%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$3,254	\$3,250	\$3,230	\$3,514	\$5,384
Ratios to average net assets:					
Net investment income (loss)	0.81%	0.63%	0.97%	0.65%	0.86%
Total expenses	1.82%	1.82%	1.73%	1.70%	1.66%
Portfolio turnover rate	258%	263%	365%	372%	410%

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

<sup>b</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>c</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 investments of the Fund.

## TRANSPORTATION FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies engaged in providing transportation services or companies engaged in the design, manufacture, distribution, or sale of transportation equipment ("Transportation Companies").

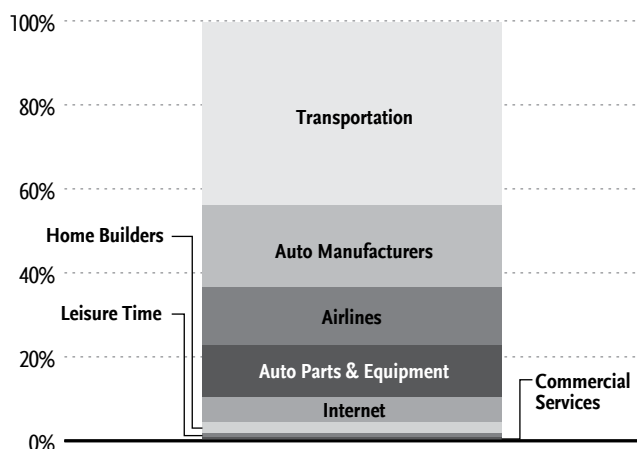
For the year ended December 31, 2020, Transportation Fund returned 40.62%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Industrials Index returned 11.06%.

The automobile manufacturers industry was the largest contributor to the Fund's return for the period, followed by the air freight & logistics industry and the trucking industry. The largest detractors from return were the airlines industry, marine industry, and tires & rubber industry.

Tesla, Inc., United Parcel Services, Inc. Class B, and Uber Technologies, Inc. were the biggest contributors to performance for the year. Delta Air Lines, Inc., Ford Motor Co., and United Airlines Holdings, Inc. detracted the most from performance during the year.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



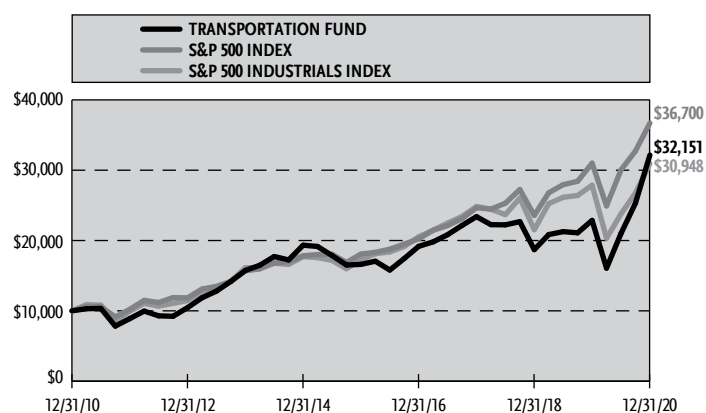
"Holdings Diversification (Market Exposure as % of Net Assets)" excludes any temporary cash investments.

Inception Date: June 11, 2001

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

Tesla, Inc.	9.6%
Union Pacific Corp.	5.7%
United Parcel Service, Inc. — Class B	5.4%
Uber Technologies, Inc.	4.3%
CSX Corp.	3.9%
Norfolk Southern Corp.	3.7%
General Motors Co.	3.7%
FedEx Corp.	3.6%
Southwest Airlines Co.	2.5%
Delta Air Lines, Inc.	2.4%
<b>Top Ten Total</b>	<b>44.8%</b>

"Ten Largest Holdings" excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Transportation Fund	40.62%	14.12%	12.39%
S&P 500 Industrials Index	11.06%	12.38%	11.96%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Industrials Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

## December 31, 2020

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.6%</b>					
<b>TRANSPORTATION - 43.5%</b>					
Union Pacific Corp.	2,144	\$ 446,424	Fox Factory Holding Corp.*	716	\$ 75,688
United Parcel Service, Inc. — Class B	2,520	424,368	Visteon Corp.*	530	66,526
CSX Corp.	3,395	308,096	Adient plc*	1,878	65,298
Norfolk Southern Corp.	1,245	295,824	Dana, Inc.	3,069	59,907
FedEx Corp.	1,104	286,621	Goodyear Tire & Rubber Co.	5,468	59,656
Old Dominion Freight Line, Inc.	931	181,713	<b>Total Auto Parts &amp; Equipment</b>		<u>961,110</u>
Kansas City Southern	804	164,121	<b>INTERNET - 6.1%</b>		
Expeditors International			Uber Technologies, Inc.*	6,666	339,966
of Washington, Inc.	1,520	144,567	Lyft, Inc. — Class A*	2,832	139,136
J.B. Hunt Transport Services, Inc.	1,005	137,333	<b>Total Internet</b>		<u>479,102</u>
CH Robinson Worldwide, Inc.	1,416	132,920	<b>HOME BUILDERS - 2.5%</b>		
XPO Logistics, Inc.*	1,021	121,703	Thor Industries, Inc.	903	83,970
ZTO Express Cayman, Inc. ADR	3,508	102,293	LCI Industries	490	63,543
Knight-Swift Transportation Holdings, Inc.	2,349	98,235	Winnebago Industries, Inc.	870	52,148
Canadian Pacific Railway Ltd.	278	96,380	<b>Total Home Builders</b>		<u>199,661</u>
Canadian National Railway Co.	857	94,141	<b>LEISURE TIME - 1.1%</b>		
Landstar System, Inc.	613	82,547	Harley-Davidson, Inc.	2,476	90,869
Saia, Inc.*	436	78,829	<b>COMMERCIAL SERVICES - 0.8%</b>		
Kirby Corp.*	1,323	68,571	Avis Budget Group, Inc.*	1,626	60,650
Ryder System, Inc.	1,068	65,960	<b>Total Common Stocks</b>		
Werner Enterprises, Inc.	1,528	59,928	(Cost \$4,132,343)		<u>7,866,302</u>
Atlas Air Worldwide Holdings, Inc.*	810	44,177			
<b>Total Transportation</b>		<u>3,434,751</u>			
<b>AUTO MANUFACTURERS - 19.5%</b>				FACE AMOUNT	
Tesla, Inc.*	1,070	755,067	<b>REPURCHASE AGREEMENTS††-2 - 0.4%</b>		
General Motors Co.	6,948	289,315	J.P. Morgan Securities LLC		
NIO, Inc. ADR*	3,600	175,464	issued 12/31/20 at 0.06%		
Fiat Chrysler Automobiles N.V.	4,919	88,985	due 01/04/21	\$ 19,692	19,692
Ferrari N.V.	387	88,824	Barclays Capital, Inc.		
Nikola Corp.* <sup>1</sup>	5,730	87,440	issued 12/31/20 at 0.06%		
Workhorse Group, Inc.* <sup>1</sup>	2,820	55,779	due 01/04/21	8,204	8,204
<b>Total Auto Manufacturers</b>		<u>1,540,874</u>	BofA Securities, Inc.		
<b>AIRLINES - 13.9%</b>			issued 12/31/20 at 0.06%		
Southwest Airlines Co.	4,184	195,016	due 01/04/21	7,596	7,596
Delta Air Lines, Inc.	4,634	186,333	<b>Total Repurchase Agreements</b>		
United Airlines Holdings, Inc.*	3,045	131,696	(Cost \$35,492)		<u>35,492</u>
American Airlines Group, Inc. <sup>1</sup>	6,867	108,293			
Alaska Air Group, Inc.	1,869	97,188		SHARES	
Ryanair Holdings plc ADR*	819	90,074	<b>SECURITIES LENDING COLLATERAL†<sup>3</sup> - 2.7%</b>		
Copa Holdings S.A. — Class A	1,117	86,266	<b>Money Market Fund</b>		
JetBlue Airways Corp.*	5,686	82,674	First American Government		
Allegiant Travel Co. — Class A	360	68,126	Obligations Fund — Class Z, 0.03% <sup>4</sup>	214,937	214,937
Spirit Airlines, Inc.* <sup>1</sup>	2,193	53,619	<b>Total Securities Lending Collateral</b>		
<b>Total Airlines</b>		<u>1,099,285</u>	(Cost \$214,937)		<u>214,937</u>
<b>AUTO PARTS &amp; EQUIPMENT - 12.2%</b>			<b>Total Investments - 102.7%</b>		
Aptiv plc	915	119,215	(Cost \$4,382,772)		<u>\$ 8,116,731</u>
BorgWarner, Inc.	2,929	113,177	<b>Other Assets &amp; Liabilities, net - (2.7)%</b>		<u>(216,855)</u>
Lear Corp.	681	108,299	<b>Total Net Assets - 100.0%</b>		<u>\$ 7,899,876</u>
Gentex Corp.	3,133	106,303			
Magna International, Inc.	1,380	97,704			
Autoliv, Inc.	970	89,337			

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## TRANSPORTATION FUND

\* Non-income producing security.

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

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

<sup>1</sup> All or a portion of this security is on loan at December 31, 2020 — 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 December 31, 2020.

ADR — American Depositary Receipt

plc — Public Limited Company

See Sector Classification in Other Information section.

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 7,866,302	\$ —	\$ —	\$ 7,866,302
Repurchase Agreements	—	35,492	—	35,492
Securities Lending Collateral	214,937	—	—	214,937
Total Assets	\$ 8,081,239	\$ 35,492	\$ —	\$ 8,116,731



## TRANSPORTATION FUND

### STATEMENT OF ASSETS AND LIABILITIES

December 31, 2020

#### ASSETS:

Investments, at value - including \$200,373 of securities loaned (cost \$4,347,280)	\$ 8,081,239
Repurchase agreements, at value (cost \$35,492)	35,492
Cash	282
Receivables:	
Securities sold	78,870
Dividends	1,662
Securities lending income	205
Foreign tax reclaims	46
Fund shares sold	12
<b>Total assets</b>	<b>8,197,808</b>

#### LIABILITIES:

Payable for:	
Return of securities lending collateral	214,937
Fund shares redeemed	56,188
Management fees	5,704
Transfer agent and administrative fees	1,805
Investor service fees	1,678
Portfolio accounting fees	671
Trustees' fees*	123
Miscellaneous	16,826
<b>Total liabilities</b>	<b>297,932</b>

#### Commitments and contingent liabilities (Note 10)

**NET ASSETS** \$ 7,899,876

#### NET ASSETS CONSIST OF:

Paid in capital	\$ 4,228,766
Total distributable earnings (loss)	3,671,110
<b>Net assets</b>	<b>\$ 7,899,876</b>
Capital shares outstanding	72,233
<b>Net asset value per share</b>	<b>\$109.37</b>

### STATEMENT OF OPERATIONS

Year Ended December 31, 2020

#### INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$599)	\$ 45,129
Interest	129
Income from securities lending, net	896
<b>Total investment income</b>	<b>46,154</b>

#### EXPENSES:

Management fees	40,781
Investor service fees	11,994
Transfer agent and administrative fees	15,160
Professional fees	8,513
Portfolio accounting fees	4,798
Trustees' fees*	887
Custodian fees	697
Line of credit fees	28
Miscellaneous	4,450
<b>Total expenses</b>	<b>87,308</b>
<b>Net investment loss</b>	<b>(41,154)</b>

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

Net realized gain (loss) on:	
Investments	648,487
<b>Net realized gain</b>	<b>648,487</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	1,396,690
<b>Net change in unrealized appreciation (depreciation)</b>	<b>1,396,690</b>
<b>Net realized and unrealized gain</b>	<b>2,045,177</b>

#### Net increase in net assets resulting from operations

\$ 2,004,023

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

## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income (loss)	\$ (41,154)	\$ 4,820
Net realized gain on investments	648,487	609,353
Net change in unrealized appreciation (depreciation) on investments	1,396,690	55,879
Net increase in net assets resulting from operations	2,004,023	670,052
Distributions to shareholders	(136,588)	(2,551)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	16,952,118	11,677,900
Distributions reinvested	136,588	2,551
Cost of shares redeemed	(15,779,384)	(11,792,273)
Net increase (decrease) from capital share transactions	1,309,322	(111,822)
Net increase in net assets	3,176,757	555,679
<b>NET ASSETS:</b>		
Beginning of year	4,723,119	4,167,440
End of year	\$ 7,899,876	\$ 4,723,119
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	197,784	151,678
Shares issued from reinvestment of distributions	1,768	33
Shares redeemed	(185,869)	(156,293)
Net increase (decrease) in shares	13,683	(4,582)

## TRANSPORTATION 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.

	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>c</sup>
<b>Per Share Data</b>					
Net asset value, beginning of period	\$80.67	\$66.01	\$86.15	\$70.81	\$100.87
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	(.72)	.09	(.16)	(.43)	.16
Net gain (loss) on investments (realized and unrealized)	32.30	14.60	(16.55)	15.99	(20.23)
Total from investment operations	31.58	14.69	(16.71)	15.56	(20.07)
Less distributions from:					
Net investment income	(.14)	—	—	(.22)	—
Net realized gains	(2.74)	(.03)	(3.43)	—	(9.99)
Total distributions	(2.88)	(.03)	(3.43)	(.22)	(9.99)
Net asset value, end of period	\$109.37	\$80.67	\$66.01	\$86.15	\$70.81
<b>Total Return<sup>b</sup></b>	<b>40.62%</b>	<b>22.24%</b>	<b>(20.05%)</b>	<b>22.02%</b>	<b>15.43%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$7,900	\$4,723	\$4,167	\$11,739	\$12,883
Ratios to average net assets:					
Net investment income (loss)	(0.86%)	0.11%	(0.19%)	(0.56%)	0.73%
Total expenses	1.82%	1.83%	1.72%	1.70%	1.66%
Portfolio turnover rate	373%	277%	237%	308%	174%

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

<sup>b</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>c</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.

## UTILITIES FUND

**OBJECTIVE:** Seeks to provide capital appreciation by investing in companies that operate public utilities (“Utilities Companies”).

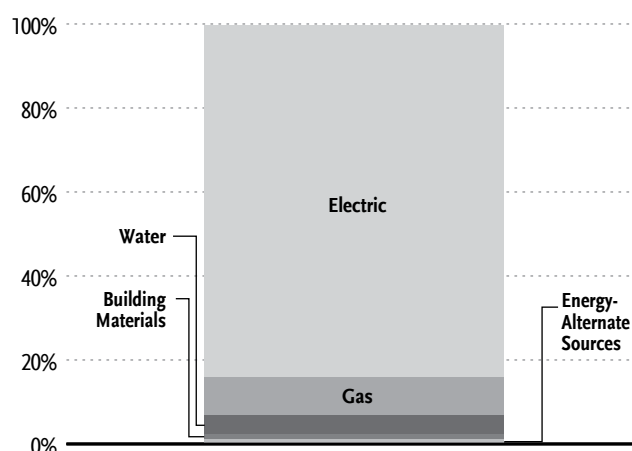
For the year ended December 31, 2020, Utilities Fund returned -5.13%, compared with a return of 18.40% for the S&P 500 Index. The S&P 500 Utilities Index returned 0.48%.

The water utilities industry was the largest contributor to return for the period, followed by the independent power producers & energy traders industry and the renewable electricity industry. The multi-utilities industry, electric utilities industry, and gas utilities industry were the largest detractors from return.

NextEra Energy, Inc., AES Corp., and American Water Works Co., Inc. were the best-performing holdings over the one-year period. First Energy Corp., Consolidated Edison, Inc., and American Electric Power Company, Inc. were the main detractors.

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

### Holdings Diversification (Market Exposure as % of Net Assets)



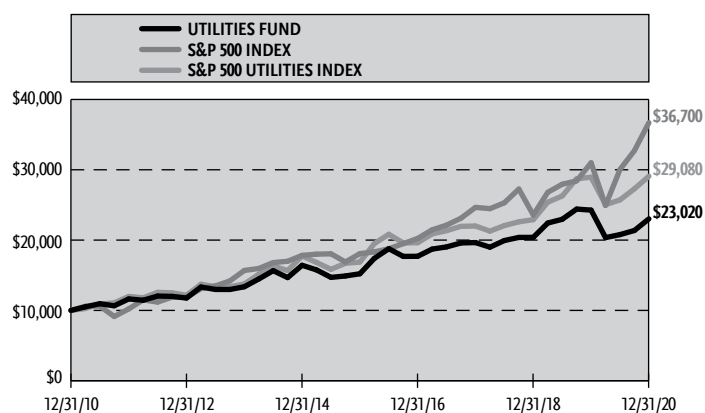
Inception Date: May 2, 2001

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

NextEra Energy, Inc.	6.3%
Duke Energy Corp.	4.2%
Southern Co.	4.2%
Dominion Energy, Inc.	4.0%
American Electric Power Company, Inc.	3.3%
Exelon Corp.	3.2%
Sempra Energy	3.0%
Xcel Energy, Inc.	3.0%
Public Service Enterprise Group, Inc.	2.8%
Eversource Energy	2.8%
<b>Top Ten Total</b>	<b>36.8%</b>

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

“Ten Largest Holdings” excludes any temporary cash investments.

Cumulative Fund Performance<sup>\*,†</sup>Average Annual Returns<sup>\*,†</sup>

Periods Ended December 31, 2020

	1 Year	5 Year	10 Year
Utilities Fund	(5.13%)	8.64%	8.70%
S&P 500 Utilities Index	0.48%	11.50%	11.27%
S&P 500 Index	18.40%	15.22%	13.88%

\* 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 Index and the S&P 500 Utilities Index are unmanaged indices and, unlike the Fund, have no management fees or operating expenses to reduce their reported returns.

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

## December 31, 2020

	SHARES	VALUE		SHARES	VALUE
<b>COMMON STOCKS† - 99.6%</b>					
<b>ELECTRIC - 83.6%</b>					
NextEra Energy, Inc.	9,686	\$ 747,275	UGI Corp.	4,647	\$ 162,459
Duke Energy Corp.	5,456	499,551	ONE Gas, Inc.	1,539	118,149
Southern Co.	8,057	494,942	National Fuel Gas Co.	2,752	113,190
Dominion Energy, Inc.	6,321	475,339	Southwest Gas Holdings, Inc.	1,854	112,631
American Electric Power Company, Inc.	4,682	389,870	Spire, Inc.	1,690	108,228
Exelon Corp.	9,033	381,373	South Jersey Industries, Inc.	4,040	87,062
Sempra Energy	2,819	359,169	<b>Total Gas</b>		<u>1,093,772</u>
Xcel Energy, Inc.	5,353	356,885	<b>WATER - 4.5%</b>		
Public Service Enterprise Group, Inc.	5,758	335,691	American Water Works Company, Inc.	2,088	320,445
Eversource Energy	3,849	332,977	Essential Utilities, Inc.	4,448	210,346
WEC Energy Group, Inc.	3,592	330,572	<b>Total Water</b>		<u>530,791</u>
Consolidated Edison, Inc.	4,329	312,857	<b>BUILDING MATERIALS - 1.2%</b>		
PG&E Corp.*	24,820	309,257	MDU Resources Group, Inc.	5,228	<u>137,705</u>
PPL Corp.	10,464	295,085	<b>ENERGY-ALTERNATE SOURCES - 1.1%</b>		
Edison International	4,691	294,689	Sunnova Energy International, Inc.*	2,870	<u>129,523</u>
DTE Energy Co.	2,426	294,541	<b>Total Common Stocks</b>		
Entergy Corp.	2,807	280,251	(Cost \$5,504,072)		<u>11,757,526</u>
Ameren Corp.	3,379	263,765			
CMS Energy Corp.	4,244	258,926			
AES Corp.	10,337	242,920			
FirstEnergy Corp.	7,931	242,768			
Avangrid, Inc.	5,029	228,568			
Evergy, Inc.	3,989	221,429			
Alliant Energy Corp.	4,287	220,909			
CenterPoint Energy, Inc.	9,843	213,003			
Vistra Corp.	10,414	204,739			
NRG Energy, Inc.	5,279	198,226			
Pinnacle West Capital Corp.	2,345	187,483			
OGE Energy Corp.	4,970	158,344			
Ormat Technologies, Inc.	1,530	138,128			
IDACORP, Inc.	1,355	130,121			
Black Hills Corp.	1,945	119,520			
PNM Resources, Inc.	2,462	119,481			
Portland General Electric Co.	2,779	118,858			
NorthWestern Corp.	1,856	<u>108,223</u>			
<b>Total Electric</b>		<u>9,865,735</u>			
<b>GAS - 9.2%</b>					
Atmos Energy Corp.	2,159	206,033			
NiSource, Inc.	8,109	186,020			
<b>REPURCHASE AGREEMENTS<sup>††,1</sup> - 0.5%</b>					
J.P. Morgan Securities LLC issued 12/31/20 at 0.06% due 01/04/21			\$ 30,600		30,600
Barclays Capital, Inc. issued 12/31/20 at 0.06% due 01/04/21			12,749		12,749
BofA Securities, Inc. issued 12/31/20 at 0.06% due 01/04/21			11,804		<u>11,804</u>
<b>Total Repurchase Agreements</b> (Cost \$55,153)					<u>55,153</u>
<b>Total Investments - 100.1%</b> (Cost \$5,559,225)					<u>\$ 11,812,679</u>
<b>Other Assets &amp; Liabilities, net - (0.1)%</b> <u>(11,223)</u>					
<b>Total Net Assets - 100.0%</b> \$ 11,801,456					

See Sector Classification in Other Information section.

**UTILITIES FUND**

The following table summarizes the inputs used to value the Fund's investments at December 31, 2020 (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	\$ 11,757,526	\$ —	\$ —	\$ 11,757,526
Repurchase Agreements	—	55,153	—	55,153
Total Assets	\$ 11,757,526	\$ 55,153	\$ —	\$ 11,812,679

## UTILITIES FUND

### STATEMENT OF ASSETS AND LIABILITIES

December 31, 2020

#### ASSETS:

Investments, at value (cost \$5,504,072)	\$ 11,757,526
Repurchase agreements, at value (cost \$55,153)	55,153
Receivables:	
Dividends	24,707
Fund shares sold	4,172
<b>Total assets</b>	<b>11,841,558</b>

#### LIABILITIES:

Payable for:	
Professional fees	18,189
Management fees	8,436
Transfer agent and administrative fees	2,670
Investor service fees	2,481
Portfolio accounting fees	992
Fund shares redeemed	222
Trustees' fees*	183
Miscellaneous	6,929

**Total liabilities** 40,102

**Commitments and contingent liabilities (Note 10)** —

**NET ASSETS** \$ 11,801,456

#### NET ASSETS CONSIST OF:

Paid in capital	\$ 6,873,518
Total distributable earnings (loss)	4,927,938
<b>Net assets</b>	<b>\$ 11,801,456</b>
Capital shares outstanding	381,550
Net asset value per share	\$30.93

### STATEMENT OF OPERATIONS

Year Ended December 31, 2020

#### INVESTMENT INCOME:

Dividends (net of foreign withholding tax of \$2)	\$ 441,258
Interest	455
<b>Total investment income</b>	<b>441,713</b>

#### EXPENSES:

Management fees	118,680
Investor service fees	34,906
Transfer agent and administrative fees	47,669
Professional fees	26,137
Portfolio accounting fees	13,962
Trustees' fees*	4,013
Custodian fees	2,188
Line of credit fees	29
Miscellaneous	6,722
<b>Total expenses</b>	<b>254,306</b>
<b>Net investment income</b>	<b>187,407</b>

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

Net realized gain (loss) on:	
Investments	(77,867)
<b>Net realized loss</b>	<b>(77,867)</b>
Net change in unrealized appreciation (depreciation) on:	
Investments	(1,747,746)
<b>Net change in unrealized appreciation (depreciation)</b>	<b>(1,747,746)</b>
<b>Net realized and unrealized loss</b>	<b>(1,825,613)</b>
<b>Net decrease in net assets resulting from operations</b>	<b>\$ (1,638,206)</b>

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



## UTILITIES FUND

### STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended December 31, 2020	Year Ended December 31, 2019
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS:</b>		
Net investment income	\$ 187,407	\$ 252,875
Net realized gain (loss) on investments	(77,867)	700,342
Net change in unrealized appreciation (depreciation) on investments	(1,747,746)	2,213,251
Net increase (decrease) in net assets resulting from operations	(1,638,206)	3,166,468
Distributions to shareholders	(476,044)	(49,561)
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from sale of shares	22,322,981	37,710,438
Distributions reinvested	476,044	49,561
Cost of shares redeemed	(24,918,248)	(44,162,382)
Net decrease from capital share transactions	(2,119,223)	(6,402,383)
Net decrease in net assets	(4,233,473)	(3,285,476)
<b>NET ASSETS:</b>		
Beginning of year	16,034,929	19,320,405
End of year	\$ 11,801,456	\$ 16,034,929
<b>CAPITAL SHARE ACTIVITY:</b>		
Shares sold	689,994	1,193,047
Shares issued from reinvestment of distributions	16,275	1,558
Shares redeemed	(799,726)	(1,399,094)
Net decrease in shares	(93,457)	(204,489)

## UTILITIES 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.

	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	\$33.76	\$28.43	\$27.97	\$26.24	\$22.86
Income (loss) from investment operations:					
Net investment income (loss) <sup>a</sup>	.41	.39	.43	.42	.36
Net gain (loss) on investments (realized and unrealized)	(2.20)	5.01	.62 <sup>c</sup>	2.42	3.38
Total from investment operations	(1.79)	5.40	1.05	2.84	3.74
Less distributions from:					
Net investment income	(.55)	(.07)	(.46)	(.55)	(.17)
Net realized gains	(.49)	—	(.13)	(.56)	(.19)
Total distributions	(1.04)	(.07)	(.59)	(1.11)	(.36)
Net asset value, end of period	\$30.93	\$33.76	\$28.43	\$27.97	\$26.24
<b>Total Return<sup>b</sup></b>	<b>(5.13%)</b>	<b>19.01%</b>	<b>3.78%</b>	<b>11.02%</b>	<b>16.34%</b>
<b>Ratios/Supplemental Data</b>					
Net assets, end of period (in thousands)	\$11,801	\$16,035	\$19,320	\$14,670	\$15,242
Ratios to average net assets:					
Net investment income (loss)	1.34%	1.22%	1.54%	1.48%	1.39%
Total expenses	1.82%	1.82%	1.73%	1.70%	1.65%
Portfolio turnover rate	151%	144%	299%	183%	234%

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

<sup>b</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>c</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 sale and repurchase of fund shares in relation to fluctuating market value of investments of the Fund.

## 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 December 31, 2020, 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
Banking Fund	Diversified
Basic Materials Fund	Diversified
Biotechnology Fund	Non-diversified
Consumer Products Fund	Diversified
Electronics Fund	Non-diversified
Energy Fund	Diversified
Energy Services Fund	Non-diversified
Financial Services Fund	Diversified
Health Care Fund	Diversified
Internet Fund	Diversified
Leisure Fund	Diversified
Precious Metals Fund	Non-diversified
Real Estate Fund	Diversified
Retailing Fund	Diversified
Technology Fund	Diversified
Telecommunications Fund	Non-diversified
Transportation Fund	Diversified
Utilities Fund	Diversified

The Funds invest in a specific industry sector. To the extent that investments are concentrated in a single sector, the Funds are subject to legislative or regulatory changes, adverse market conditions and/or increased competition affecting such sector.

The Funds seek capital appreciation and invest substantially all of their assets in equity securities of companies involved in their sector.

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 are valued at the last quoted sale price.

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

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.

#### **(b) 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.

#### **(c) 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 Statement of Operations as follows: foreign taxes withheld at source are presented as a reduction of income and foreign taxes on capital gains from sales of investments are included with the net realized gain (loss) on investments. Foreign taxes payable or deferred as of December 31, 2020, if any, are disclosed in the Funds’ Statement of Assets and Liabilities.

#### **(d) 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.

**(e) 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.

**(f) 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 0.09% at December 31, 2020.

**(g) 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 – 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)
Banking Fund	0.85%
Basic Materials Fund	0.85%
Biotechnology Fund	0.85%
Consumer Products Fund	0.85%
Electronics Fund	0.85%
Energy Fund	0.85%
Energy Services Fund	0.85%
Financial Services Fund	0.85%
Health Care Fund	0.85%
Internet Fund	0.85%
Leisure Fund	0.85%
Precious Metals Fund	0.75%
Real Estate Fund	0.85%
Retailing Fund	0.85%
Technology Fund	0.85%
Telecommunications Fund	0.85%
Transportation Fund	0.85%
Utilities Fund	0.85%

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.

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 3 – Federal Income Tax Information**

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

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

The tax character of distributions paid during the year ended December 31, 2020 was as follows:

<b>Fund</b>	<b>Ordinary Income</b>	<b>Long-Term Capital Gain</b>	<b>Total Distributions</b>
Banking Fund	\$ 50,080	\$ —	\$ 50,080
Basic Materials Fund	118,312	4,970	123,282
Biotechnology Fund	497,628	1,317,400	1,815,028
Consumer Products Fund	361,621	23,338	384,959
Electronics Fund	143,071	—	143,071
Energy Fund	99,610	—	99,610
Energy Services Fund	20,199	—	20,199
Financial Services Fund	273,816	74,202	348,018
Health Care Fund	—	517,189	517,189
Internet Fund	3,907	203,727	207,634
Leisure Fund	176,143	264	176,407
Precious Metals Fund	1,145,954	—	1,145,954
Real Estate Fund	437,926	—	437,926
Technology Fund	299,686	156,434	456,120
Telecommunications Fund	20,039	—	20,039
Transportation Fund	6,788	129,800	136,588
Utilities Fund	252,875	223,169	476,044

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

<b>Fund</b>	<b>Ordinary Income</b>	<b>Long-Term Capital Gain</b>	<b>Total Distributions</b>
Banking Fund	\$ 40,316	\$ —	\$ 40,316
Basic Materials Fund	15,290	284,073	299,363
Biotechnology Fund	—	553,949	553,949
Consumer Products Fund	154,589	37,342	191,931
Electronics Fund	—	94,380	94,380
Energy Fund	18,218	—	18,218
Financial Services Fund	89,472	418,140	507,612
Health Care Fund	—	408,723	408,723
Leisure Fund	23,728	43,247	66,975
Real Estate Fund	262,927	129,728	392,655
Technology Fund	—	782,667	782,667
Transportation Fund	—	2,551	2,551
Utilities Fund	49,561	—	49,561

## NOTES TO FINANCIAL STATEMENTS (continued)

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

The tax components of distributable earnings/(loss) as of December 31, 2020 were as follows:

Fund	Undistributed Ordinary Income	Undistributed Long-Term Capital Gain	Net Unrealized Appreciation (Depreciation)	Accumulated Capital and Other Losses	Other Temporary Differences	Total
Banking Fund	\$ 53,477	\$ —	\$ 904,411	\$ (447,456)	\$ —	\$ 510,432
Basic Materials Fund	317,591	—	3,126,879	—	—	3,444,470
Biotechnology Fund	1,075,198	945,154	11,740,514	—	—	13,760,866
Consumer Products Fund	128,528	—	6,143,496	—	—	6,272,024
Electronics Fund	362,868	335,106	7,460,757	—	—	8,158,731
Energy Fund	142,921	—	558,191	(8,543,957)	—	(7,842,845)
Energy Services Fund	13,358	—	(1,198,115)	(9,269,563)	—	(10,454,320)
Financial Services Fund	98,835	294,131	2,498,235	—	7,202	2,898,403
Health Care Fund	399,429	793,860	10,805,047	—	—	11,998,336
Internet Fund	932,998	409,954	7,430,520	—	—	8,773,472
Leisure Fund	176,688	4,784	2,782,781	—	—	2,964,253
Precious Metals Fund	831,432	—	6,899,946	(14,707,917)	(86,192)	(7,062,731)
Real Estate Fund	72,170	—	2,259,011	(74,844)	—	2,256,337
Retailing Fund	443,462	9,031	2,307,537	—	—	2,760,030
Technology Fund	796,319	842,469	15,002,778	—	—	16,641,566
Telecommunications Fund	22,833	—	446,147	(298,388)	—	170,592
Transportation Fund	355,469	—	3,315,641	—	—	3,671,110
Utilities Fund	187,407	—	4,867,865	(127,334)	—	4,927,938

For U.S. federal income tax purposes, capital loss carryforwards represent realized losses of the Funds that may be carried forward and applied against future capital gains. The Funds are permitted to carry forward capital losses for an unlimited period and such capital loss carryforwards retain their character as either short-term or long-term capital losses. As of December 31, 2020, capital loss carryforwards for the Funds were as follows:

Fund	Unlimited		Total Capital Loss Carryforward
	Short-Term	Long-Term	
Banking Fund	\$ (447,456)	\$ —	\$ (447,456)
Energy Fund	(757,782)	(7,786,175)	(8,543,957)
Energy Services Fund	(1,084,054)	(8,185,509)	(9,269,563)
Precious Metals Fund	(3,466,421)	(11,241,496)	(14,707,917)
Real Estate Fund	(74,844)	—	(74,844)
Telecommunications Fund	(111,392)	(186,996)	(298,388)
Utilities Fund	(127,334)	—	(127,334)

For the year ended December 31, 2020, the following capital loss carryforward amounts were utilized:

Fund	Utilized
Banking Fund	\$ 127,234
Precious Metals Fund	304,306
Retailing Fund	110,758

Net investment income and net realized gains (losses) may differ for financial statement and tax purposes because of temporary or permanent book/tax differences. These differences are primarily due to investments in real estate investment trusts, foreign currency gains and losses, losses deferred due to wash sales, distributions in connection with redemption of fund shares, return of capital distributions received, and the “mark-to-market,” recharacterization, or disposition of certain Passive Foreign Investment Companies (PFICs). Additional differences may result

## NOTES TO FINANCIAL STATEMENTS (continued)

from the tax treatment of net operating losses, foreign capital gains taxes, and corporate actions. To the extent these differences are permanent and would require a reclassification between Paid in Capital and Total Distributable Earnings (Loss), such reclassifications are made in the period that the differences arise. These reclassifications have no effect on net assets or NAV per share.

The following adjustments were made on the Statements of Assets and Liabilities as of December 31, 2020 for permanent book/tax differences:

Fund	Paid In Capital	Total Distributable Earnings/(Loss)
Basic Materials Fund	\$ 171,325	\$ (171,325)
Biotechnology Fund	1,408,525	(1,408,525)
Consumer Products Fund	245,123	(245,123)
Electronics Fund	426,742	(426,742)
Financial Services Fund	607	(607)
Health Care Fund	924,917	(924,917)
Internet Fund	823,106	(823,106)
Leisure Fund	202,060	(202,060)
Retailing Fund	218,069	(218,069)
Technology Fund	1,930,567	(1,930,567)
Telecommunications Fund	847	(847)
Transportation Fund	348,800	(348,800)

At December 31, 2020, 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)
Banking Fund	\$ 3,368,091	\$ 905,614	\$ (1,203)	\$ 904,411
Basic Materials Fund	5,459,003	3,128,062	(1,183)	3,126,879
Biotechnology Fund	13,765,701	12,159,639	(419,125)	11,740,514
Consumer Products Fund	9,700,358	6,145,583	(2,087)	6,143,496
Electronics Fund	4,817,588	7,460,757	—	7,460,757
Energy Fund	5,668,592	568,815	(10,624)	558,191
Energy Services Fund	5,035,393	—	(1,198,115)	(1,198,115)
Financial Services Fund	7,933,400	2,508,476	(10,241)	2,498,235
Health Care Fund	10,655,336	10,926,309	(121,262)	10,805,047
Internet Fund	6,692,503	7,539,135	(108,615)	7,430,520
Leisure Fund	8,345,682	2,806,138	(23,357)	2,782,781
Precious Metals Fund	17,494,404	6,923,883	(23,937)	6,899,946
Real Estate Fund	4,267,764	2,279,794	(20,783)	2,259,011
Retailing Fund	4,992,244	2,325,928	(18,391)	2,307,537
Technology Fund	10,545,239	15,069,105	(66,327)	15,002,778
Telecommunications Fund	2,834,293	459,918	(13,771)	446,147
Transportation Fund	4,801,090	3,336,992	(21,351)	3,315,641
Utilities Fund	6,944,814	4,893,455	(25,590)	4,867,865

### 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.



## NOTES TO FINANCIAL STATEMENTS (continued)

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 – Securities Transactions

For the year ended December 31, 2020, the cost of purchases and proceeds from sales of investment securities, excluding short-term investments, were as follows:

Fund	Purchases	Sales
Banking Fund	\$ 17,930,873	\$ 19,062,974
Basic Materials Fund	11,958,527	11,620,849
Biotechnology Fund	35,596,245	37,274,049
Consumer Products Fund	23,003,370	26,451,947
Electronics Fund	14,856,869	18,002,721
Energy Fund	20,429,595	21,418,719
Energy Services Fund	25,128,304	23,243,473
Financial Services Fund	25,531,828	25,977,453
Health Care Fund	31,731,334	32,895,755
Internet Fund	27,775,972	27,984,063
Leisure Fund	16,591,985	13,647,653
Precious Metals Fund	37,620,565	43,330,190
Real Estate Fund	13,386,654	17,464,080
Retailing Fund	15,220,045	13,822,899
Technology Fund	40,035,289	44,697,282
Telecommunications Fund	7,035,750	6,984,062
Transportation Fund	18,757,009	17,634,995
Utilities Fund	21,011,171	23,401,408

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

## NOTES TO FINANCIAL STATEMENTS (continued)

trustees and/or common officers complies with Rule 17a-7 of the 1940 Act. Further, as defined under these procedures, each transaction is effected at the current market price to save costs, where permissible. For the year ended December 31, 2020, the Funds engaged in purchases and sales of securities, pursuant to Rule 17a-7 of the 1940 Act, as follows:

Fund	Purchases	Sales	Realized Gain (Loss)
Banking Fund	\$ 2,123,601	\$ 2,370,893	\$ 11,043
Basic Materials Fund	1,273,256	1,417,904	(18,129)
Biotechnology Fund	2,865,903	4,887,976	85,940
Consumer Products Fund	3,765,172	2,838,728	73,079
Electronics Fund	2,813,303	3,048,704	126,270
Energy Fund	3,969,463	3,076,055	(344,106)
Energy Services Fund	4,122,897	3,980,806	(89,575)
Financial Services Fund	5,691,968	6,696,878	(55,298)
Health Care Fund	4,631,555	5,010,297	156,914
Internet Fund	4,482,417	5,766,846	294,282
Leisure Fund	2,727,920	1,173,395	22,421
Precious Metals Fund	7,919,437	9,586,125	1,070,520
Real Estate Fund	2,234,128	1,774,396	109,892
Retailing Fund	2,928,781	2,320,399	101,346
Technology Fund	10,651,914	9,734,585	229,063
Telecommunications Fund	1,245,923	1,026,102	(30,501)
Transportation Fund	2,007,822	3,986,012	266,716
Utilities Fund	3,648,480	5,468,253	(173,163)

### Note 6 – Repurchase Agreements

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

At December 31, 2020, 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 0.06% Due 01/04/21	\$ 52,863,147	\$ 52,863,499	U.S. Treasury Note 2.13% 02/29/24	\$ 50,484,000	\$ 53,920,527
Barclays Capital, Inc. 0.06% Due 01/04/21	22,023,354	22,023,501	U.S. Treasury Note 1.63% 11/15/22	21,811,900	22,463,921
BofA Securities, Inc. 0.06% Due 01/04/21	20,391,995	20,392,131	U.S. Treasury Bond 5.25% 11/15/28	15,370,000	20,799,887

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.

At December 31, 2020, 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
Banking Fund	\$ 35,600	\$ (35,600)	\$ —	\$ 36,565	\$ —	\$ 36,565
Basic Materials Fund	292,808	(292,808)	—	300,671	—	300,671
Biotechnology Fund	754,067	(754,067)	—	810,720	—	810,720
Consumer Products Fund	115,875	(115,875)	—	120,321	—	120,321
Electronics Fund	75,305	(75,305)	—	78,160	—	78,160
Financial Services Fund	62,183	(62,183)	—	63,433	—	63,433
Health Care Fund	349,106	(349,106)	—	373,219	—	373,219
Internet Fund	22,114	(22,114)	—	24,768	—	24,768
Leisure Fund	251,393	(251,393)	—	258,462	—	258,462
Precious Metals Fund	924,536	(924,536)	—	961,110	—	961,110
Real Estate Fund	21,063	(21,063)	—	21,806	—	21,806
Retailing Fund	77,655	(77,655)	—	86,076	—	86,076
Technology Fund	145,590	(145,590)	—	146,977	—	146,977
Telecommunications Fund	18,409	(18,409)	—	19,419	—	19,419
Transportation Fund	200,373	(200,373)	—	214,937	—	214,937

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

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 – Line of Credit

The Trust, along with other affiliated trusts, secured an uncommitted \$75,000,000 line of credit from U.S. Bank, N.A., which expired June 8, 2020. On March 30, 2020, the Board approved increasing the line of credit from \$75,000,000 to \$150,000,000. On June 8, 2020, the line of credit agreement was renewed at the increased \$150,000,000 amount and expires on June 7, 2021. 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 1.54% for the year ended December 31, 2020. The Funds did not have any borrowings outstanding under this agreement at December 31, 2020.

The average daily balances borrowed for the year ended December 31, 2020, were as follows:

Fund	Average Daily Balance
Banking Fund	\$ 956
Basic Materials Fund	486
Biotechnology Fund	4,762
Consumer Products Fund	2,710
Electronics Fund	3,596
Energy Fund	2,962
Energy Services Fund	566
Financial Services Fund	276
Health Care Fund	525
Internet Fund	57
Leisure Fund	2,694
Precious Metals Fund	820
Real Estate Fund	448
Retailing Fund	544
Technology Fund	2,131
Telecommunications Fund	751
Transportation Fund	1,036
Utilities Fund	2,281

## Note 9 – Reverse Share Splits

Effective on August 24th, 2020, reverse share splits occurred for the following Funds:

Fund	Split Type
Energy Fund	One-for-Three Reverse Share Split
Energy Services Fund	One-for-Ten Reverse Share Split

The effect of these transactions was to divide the number of outstanding shares of the Energy Fund and the Energy Services Fund by their respective reverse split ratios, resulting in a corresponding increase in the NAV. The share transactions presented in the Statements of Changes in Net Assets and the Per Share Data in the Financial Highlights for each of the periods presented prior to the effective date, have been restated to reflect these respective share splits. There were no changes in net assets, results of operations or total return as a result of these transactions.

## Note 10 – 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.

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 11 – COVID-19 and Recent Developments**

The global ongoing crisis caused by the outbreak of COVID-19 is causing materially reduced consumer demand and economic output, disrupting supply chains, resulting in market closures, travel restrictions and quarantines, and adversely impacting 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 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 contain the ongoing pandemic, which can obstruct their functioning and subject them to heightened operational risks.

**Note 12 – Subsequent Events**

On February 10, 2021, the Trust, along with other affiliated trusts, increased the line of credit agreement with U.S. Bank, N.A. from \$150,000,000 to \$200,000,000.

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

To the Shareholders of Banking Fund, Basic Materials Fund, Biotechnology Fund, Consumer Products Fund, Electronics Fund, Energy Fund, Energy Services Fund, Financial Services Fund, Health Care Fund, Internet Fund, Leisure Fund, Precious Metals Fund, Real Estate Fund, Retailing Fund, Technology Fund, Telecommunications Fund, Transportation Fund and Utilities Fund and the Board of Trustees of Rydex Variable Trust

### Opinion on the Financial Statements

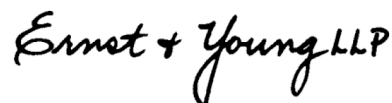
We have audited the accompanying statements of assets and liabilities of Banking Fund, Basic Materials Fund, Biotechnology Fund, Consumer Products Fund, Electronics Fund, Energy Fund, Energy Services Fund, Financial Services Fund, Health Care Fund, Internet Fund, Leisure Fund, Precious Metals Fund, Real Estate Fund, Retailing Fund, Technology Fund, Telecommunications Fund, Transportation Fund and Utilities Fund (collectively referred to as the “Funds”), (eighteen of the funds constituting Rydex Variable Trust (the “Trust”)), including the schedules of investments, as of December 31, 2020, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds (eighteen of the funds constituting Rydex Variable Trust) at December 31, 2020, the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended and their financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

### Basis for Opinion

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

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

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2020, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

The signature of Ernst & Young LLP is written in a stylized, cursive script. The words "Ernst & Young" are in a larger, more prominent script, and "LLP" is in a smaller, simpler script to the right.

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

Tysons, Virginia  
February 26, 2021

**Federal Income Tax Information**

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

In January 2021, shareholders will be advised on IRS Form 1099 DIV or substitute 1099 DIV as to the federal tax status of the distributions received by shareholders in the calendar year 2020.

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

Of the taxable ordinary income distributions paid during the fiscal year ending December 31, 2020, the following Funds had the corresponding percentages qualify for the dividends received deduction for corporations.

<b>Fund</b>	<b>Dividend Received Deduction</b>
Banking Fund	100.00%
Basic Materials Fund	61.27%
Biotechnology Fund	34.85%
Consumer Products Fund	100.00%
Electronics Fund	66.43%
Energy Fund	100.00%
Energy Services Fund	100.00%
Financial Services Fund	46.62%
Internet Fund	100.00%
Leisure Fund	43.54%
Precious Metals Fund	6.80%
Real Estate Fund	0.27%
Technology Fund	62.43%
Telecommunications Fund	100.00%
Transportation Fund	100.00%
Utilities Fund	100.00%

With respect to the taxable year ended December 31, 2020, the Funds hereby designate as capital gain dividends the amounts listed below, or, if subsequently determined to be different, the net capital gain of such year:

<b>Fund</b>	<b>From long-term capital gain:</b>	<b>From long-term capital gain, using proceeds from shareholder redemptions:</b>
Basic Materials Fund	\$ 4,970	\$ 128,482
Biotechnology Fund	1,317,400	1,408,525
Consumer Products Fund	23,338	70,344
Electronics Fund	—	426,742
Financial Services Fund	74,202	—
Health Care Fund	517,189	924,917
Internet Fund	203,727	823,106
Leisure Fund	264	202,060
Retailing Fund	—	194,355
Technology Fund	156,434	1,930,567
Transportation Fund	129,800	302,318
Utilities Fund	223,169	—

**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 the insurance company that offers your contract 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 address to access the report.



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

**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.

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

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>Donald A. Chubb, Jr.</b> (1946) <sup>1</sup>	Trustee	Since 2019	Current: Retired.  Former: Business broker and manager of commercial real estate, Griffith & Blair, Inc. (1997-2017).	156	Former: Midland Care, Inc. (2011-2016).
<b>Jerry B. Farley</b> (1946) <sup>1</sup>	Trustee	Since 2019	Current: President, Washburn University (1997-present).	156	Current: CoreFirst Bank & Trust (2000-present).  Former: Westar Energy, Inc. (2004-2018).
<b>Roman Friedrich III</b> (1946) <sup>1</sup>	Trustee	Since 2019	Current: Founder and Managing Partner, Roman Friedrich & Company (1998-present).	156	Former: Zincore Metals, Inc. (2009-2019).
<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).

**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>INDEPENDENT TRUSTEES - concluded</b>					
<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 (3) (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).
<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).	156	None.

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

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

\*\*\* 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.

<sup>1</sup> Under the Funds' Independent Trustees Retirement Policy, Messrs. Chubb, Farley and Friedrich are expected to retire in 2021.

## 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	Current: Secretary, certain other funds in the Fund Complex (2007-present); Managing Director, Guggenheim Investments (2007-present).
<b>Glenn McWhinnie</b> (1969)	Assistant Treasurer	Since 2016	Current: Vice President, Guggenheim Investments (2009-present); Assistant Treasurer, certain other funds in the Fund Complex (2016-present).
<b>Michael P. Megaris</b> (1984)	Assistant Secretary	Since 2018	Current: Assistant Secretary, certain other funds in the Fund Complex (2014-present); Director, Guggenheim Investments (2012-present).
<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 Misanzone</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>
<b>William Rehder</b> (1967)	Assistant Vice President	Since 2018	Current: Managing Director, Guggenheim Investments (2002-present).

## 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”) previously approved the designation of 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 December 1, 2018, through March 31, 2020. 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.

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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