Form **8937**
(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-2224

Part I Reporting Issuer

1 Issuer's name Rydex Variable Trust - Inverse Russell 2000 Strategy Fund		2 Issuer's employer identification number (EIN) 20-0746601
3 Name of contact for additional information Paul Davio	4 Telephone No. of contact 301-296-5351	5 Email address of contact paul.davio@guggenheiminvestments.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 805 King Farm Boulevard, Suite 600		7 City, town, or post office, state, and Zip code of contact Rockville, MD 20850
8 Date of action 1/27/14	9 Classification and description Shares: 1 for 3 Reverse Split	

10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
783555550			

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ On December 24, 2013 Guggenheim Investments announced it would execute a 1 for 3 reverse split of the shares of the Rydex Variable Trust - Inverse Russell 2000 Strategy Fund for shareholders of record after the close of markets on January 24, 2014. The effective date of the split was at market open on January 27, 2014.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ The total market value of the shares outstanding was not affected as a result of the reverse split, except with respect to the redemption of fractional shares. In general, a shareholder's aggregate tax basis in his or hers shares of common stock held immediately prior to the distribution should be allocated in proportion to the relative fair maket value of the common stock under IRC §358.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ 1 for 3 reverse split example:

Period	#of shares owned	Hypothetical Market Price	Total Share Value
Pre-split	100	$3	$300
Post-split (1/27/14)	33.333	$9	$300

Part II **Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ **Internal Revenue Code §358.**

18 Can any resulting loss be recognized? ▶ **Fractional shares sold on January 27, 2014, or as soon as practicable, may result in a shareholder recognizing gain or loss on such fractional shares.**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ Date ▶

Print your name ▶ Title ▶

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no.	

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