## (December 2011) Department of the Treasury

## **Report of Organizational Actions Affecting Basis of Securities**

▶ See separate instructions.

OMB No. 1545-2224

Internal Revenue Service Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name Rydex Series Funds - Inverse Russell 2000 2x Strategy Fund 20-4497187 3 Name of contact for additional information 4 Telephone No. of contact 5 Email address of contact Paul Davio oaul.davio@guggenheiminvestments.com 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and Zip code of contact 805 King Farm Boulevard, Suite 600 Rockville, MD 20850 8 Date of action 9 Classification and description 2/24/14 Shares: 1 for 5 Reverse Split 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) see attached see attached Organizational Action Attach additional statements if needed. See back of form for additional guestions. Part II 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 January 7, 2014 Guggenheim Investments announced it would execute a 1 for 5 reverse split of the shares of the Rydex Series Fund - Inverse Russell 2000 2x Strategy Fund for shareholders of record after the close of markets on February 21, 2014 The effective date of the split was at market open on February 24, 2014. 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 15 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 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 5 reverse split example: Hypothetical Market Price Period #of shares owned **Total Share Value** Pre-split 100 \$3 \$300 Post-split (2/24/14)

Part	Щ	Organizational Action (contin	ued)		
		applicable Internal Revenue Code se	ection(s) and subsection(s) upon wh	ich the tax treatment is based ▶	Internal Revenue
Code §3	358.				
		resulting loss be recognized? ► <u>Fr</u>		24, 2014, or as soon as pract	icable, may result in a
shareho	older r	ecognizing gain or loss on such fr	actional shares.		
		any other information necessary to in rovided on a 1099-B for 2014.	mplement the adjustment, such as	the reportable tax year ▶ Repo	rting for fractional shares
Sign	Unde	penalties of perjury, I declare that I have it is true, correct, and complete. Declarat	e examined this return, including accomicion of preparer (other than officer) is bas	panying schedules and statements, sed on all information of which prepare	and to the best of my knowledge an arer has any knowledge.
Here	Signature ▶ Date ▶			Date ▶	
	Joigilia			Date •	
	Drint :	/our name ▶		Title <b>▶</b>	
D-::	r-nnu'	Print/Type preparer's name	Preparer's signature	Date	OL L D : PTIN
Paid Prepa					self-employed
Use C	Only	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

## Rydex Series Funds - Inverse Russell 2000 2x Strategy Fund

EIN: 20-4497187

Attachment to: IRS Form 8937

Part I Reporting Issuer

	Box 10	Box 12
Share Class	Cusip Number	Ticker Symbol
Α	78356A723	RYIUX
С	78356A715	RYIZX
Н	78356A699	RYIRX