

AIBD

Direxion Daily AI and Big Data Bear 2X Shares

Fund Description

AIBD tracks -2x the daily price movements of a concentrated index of US companies involved in artificial intelligence (AI) applications and big data. Stocks are weighted based on their relevance to the business fields.

FactSet Analyst Report

AIBD offers daily -2x exposure to an index composed of 30 pure-play companies involved in artificial intelligence or AI-driven services, data analytics & big data, and natural language processing industries. The fund primarily invests in financial instruments, such as swaps, futures, and ETFs tracking the index, to provide leveraged exposure in line with its objectives. Additionally, it may hold both index and non-index securities. A proprietary natural language processing algorithm is employed to analyze various sources and documents to identify and calculate a relevance score. Stock selection and weighting are based on this score. Up to one-third of the fund's assets may be used for securities lending purposes. Rebalancing occurs quarterly. As a leveraged product with a -2x factor resetting daily, AIBD is not designed for buy-and-hold investment and should not be expected to provide index leverage returns greater than one day.