

FOR IMMEDIATE RELEASE

**RYDEX REACHES \$10 BILLION IN ASSETS,
RANKS AMONG 8 FASTEST-GROWING FUND COMPANIES BY
FINANCIAL RESEARCH CORPORATION**

January 07, 2004//Rockville, MD...Rydex Investments today announced that it reached \$10 billion in assets under management, an all-time record in the firm's 10-year history. Rydex closed 2003 with \$9.9 billion in assets under management, up 65% from year-end 2002. Financial Research Corporation (FRC) also ranked Rydex as the 8th fastest growing fund company in the country as of 11/30/03.

Strong growth at Rydex has been fueled by innovation and client focus, as the firm was one of the first to offer leveraged, inverse and sector indexed products to individual investors and their advisors. Rydex continued to extend its innovative and unique product line in 2003 with two new products: Rydex S&P Equal Weight ETF (symbol: RSP) and Rydex SPhinX Fund, a registered fund of hedge funds benchmarked to the S&P Hedge Fund Index¹. Rydex also introduced Rydex Financial Services, a brokerage and custody platform designed exclusively for advisors, which has steadily grown its client base since 2002 to now have over \$700 million in assets². In addition, two existing funds attracted tremendous investor interest this year. As interest rates hit 40-year lows and investors anticipated a potential rise in interest rates, Rydex Juno Fund, which seeks total returns that inversely correlate to the daily price movement of the Long Treasury Bond, saw assets rise by 954% from \$94.7 to \$998.3 million for the year as of 12/31/03³. Rydex Sector Rotation Fund was also a very strong performer, returning 30.98⁴% YTD. This fund benefited from fast changing market leadership among industries this year, as its strategy successfully over- and underweighted approximately 62 different industries based on price momentum trends. Rydex continues its efforts on education by providing over 36 free workshops and Webcasts to financial professionals who could receive CFP credits if eligible. Further, Rydex's affiliate, AdvisorBenchmarking, Inc., offers its RIA clients a practice management consulting program, PracticeValue™, designed to help them better manage and grow their businesses.

"Reaching this milestone is an exciting accomplishment for Rydex. In 2004, we'll continue to focus on continued innovation — in products and services, anticipating client needs, as well as educating financial professionals and investors on how they can use Rydex products to fine-tune portfolios." says Carl Verboncoeur, CEO of Rydex Investments.

About Rydex

Rydex Investments, the investment advisor to Rydex Funds, is a leader in developing specialized investments that are essential components of a modern portfolio. Through continuous innovation, Rydex anticipates the evolving needs of investors. Rydex is committed to helping investors and investment advisors maximize the value of our investing tools and strategies and to providing an outstanding level of customer service. Rydex manages \$10 billion in assets via 34 mutual funds, Rydex S&P Equal Weighted ETF and Rydex SPhinX Fund - a registered fund of hedge funds. For more information, please call 800.258-4332 or visit www.rydexfunds.com.

¹ Investing in the Rydex SPhinX Fund involves increased risk & special considerations. Please see the prospectus for more information. "Standard & Poor's®", "S&P®", and "SPhinX" are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by Rydex Capital Partners I, LLC and its affiliates. The Rydex SPhinX Fund is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no recommendation concerning the advisability of investing in the Rydex SPhinX Fund.

² Rydex Financial Services, a division of Rydex Distributors Inc., member NASD/SIPC.

Past performance is no guarantee of future results. Investment returns and principal value will fluctuate so that when shares are redeemed, they may be worth more or less than original cost. Performance of classes will differ. For additional information, please see the fund's prospectus.

³ Standardized Return for Rydex Sector Rotation Fund as of 12/31/03: 1 yr: 30.98% 3 yr: N/A 5 yr: N/A SI: 1.06% Inception Date: 3/22/02

⁴ Standardized Return for Rydex Juno Fund Investor Class as of 12/31/03: 1 yr: -1.91% 3 yr: -6.08% 5 yr: -2.97% SI: -3.72% Inception Date: 3/3/95

Investment in the Funds may be affected by risks that include those associated with sector concentration, international investing and/or the Funds' possible use of investment techniques such as leverage, derivatives and short sales of securities. Rydex Funds are not guaranteed to achieve their objectives or strategies.

For more complete information regarding any Rydex Fund, including management fees and expenses, please call 800.258.4332 for a prospectus. Please read the prospectus carefully before you invest or send money.

Rydex Funds are distributed by Rydex Distributors, Inc.