

The AMIDEX Israel Technology Fund
555 North Lane, Suite 6160
Conshohocken, PA 19428

**Supplement Dated April 4, 2002
To Prospectus Dated September 28, 2001**

On April 4, 2002, the Board of Directors of Amidex Funds, Inc. ("Company") accepted the resignation of TransNations Investments, LLC ("TNI") as Investment Advisor to The AMIDEX Israel Technology Fund Series ("Fund") of the Company. The Board also accepted TNI's resignation under the Services Agreement whereby TNI undertook to pay substantially all of the operating expenses of the Fund.

The Board appointed Equity Income Advisors, Inc. ("EIA"), to be interim Investment Advisor of the Fund, under the same terms and conditions as the contract with TNI, until a Meeting of Shareholders can be held to elect EIA as permanent Investment Advisor to the Fund. The Board also approved EIA to replace TNI under the Services Agreement with the same terms and conditions as the Services Agreement between the Fund and TNI.

EIA is a registered investment advisor and a subsidiary company of InCap Group, Inc. EIA is a sister company of InCap Service Company, the Fund's administrator, transfer agent, and pricing and accounting agent. EIA has employed the Fund's key personnel, including the Portfolio Manager, to insure there is minimal change in the day-to-day operations of the Fund.

The Board intends to hold a Special Meeting of Shareholders prior to August 30, 2002, to approve a new Investment Advisory Agreement between the Fund and EIA, and other matters which may come before the Board.

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PROSPECTUS

September 28, 2001

**The
AMIDEX
Israel Technology
Fund**

An Index-Based Fund offered by
AMIDEX™ Funds, Inc.
(The "Company")
26 Broadway, Suite 741
New York, New York 10004
1-888-876-3566

The minimum investment in the Fund is \$2500 for regular accounts and \$1000 for retirement accounts or custodial accounts for minors. The minimum subsequent investment is \$250 for regular accounts and \$250 for retirement accounts or custodial accounts for minors.

The Securities and Exchange Commission has not approved or disapproved these securities or determined if this prospectus is truthful or complete. Any representation to the contrary is a crime.

THE BASICS ABOUT THE FUND

| | |
|---|---|
| <p>The Fund's Investment Objective is:</p> | <p>Long-term growth of capital. Current income is not a significant investment consideration, and any such income realized will be considered incidental to the Fund's investment objective.</p> |
| <p>The Fund's Principal Investment Strategies are:</p> | <ul style="list-style-type: none"> • Normally investing at least 95% of the Fund's total assets in the common stock of companies listed on the AMIDEX ISRAEL TECHNOLOGY™ Index (the "Index"). The Index is a new index tracking the performance of smaller market capitalization Israeli Technology Companies traded on the NASDAQ. An explanation of the Index can be found at page 4 of this prospectus; • Employing a "passive management" approach to investing the Fund's assets. This means that the Fund normally will invest in all of the companies in the Index, in approximately the same percentages as those companies are represented in the Index. By replicating the composition of the Index, the Fund seeks also to replicate the performance of the Index. |
| <p>The Principal Risks of Investing in the Fund are:</p> | <ul style="list-style-type: none"> • <u>General Risk</u>- As is the case with most investments, you may lose money by investing in the Fund. The Fund's share prices will fluctuate each day, depending on the changing value of the securities making up the Fund's portfolio. On any given day, your shares may be worth less than what you paid for them. • <u>Stock Risk</u>- The Fund invests in the stocks of companies included in the Index, all of which trade on the NASDAQ. A company's stock that is included in the Index may fall because of problems with the company or for no readily apparent reason. Further, the stock market may suffer a general decline resulting from changing economic or political conditions, or from a lack of investor confidence. In the past, stocks and the stock market have recovered, but some stock market slumps have lasted for months and even years. • <u>Diversification Risk</u>- The Fund is a "non-diversified" Fund because it primarily invests in the companies that are included in the Index. The Index normally is limited to approximately 35 companies, and some of those companies represent a large percentage of the Index. When the Index was first calculated on November 1st, 2000, 6 Index companies individually comprised more than 5% of the Index and together made up about 49.85% of the Index. Investing a larger percentage of the Fund's assets in a relatively small number of companies can be riskier than investing in a broader variety of securities because poor performance by an individual company held by the Fund will have a larger negative impact on the Fund due to the Fund's lack of diversification. • <u>Index Risk</u>- The Fund invests almost exclusively in Index companies. Also, once the Fund invests in Index companies, it stays invested in those companies for as long as they remain in the Index. As a result, the Fund does not predict which stocks will outperform- or under perform, the market. If the Index stocks decrease in value, the Fund decreases in value. Also, some of the companies in the Index may not have a vigorous secondary trading market. As a result, the Fund could experience difficulties in timely buying or selling of these securities, which could have a negative impact on the Fund. • <u>Portfolio Turnover Risk</u>- The Index is adjusted to add or delete companies twice a year. As companies leave and enter the Index, the Fund's portfolio will be adjusted to match the current Index composition. This practice can result in the realization of capital gains or losses and can have adverse tax consequences for you as an investor. • <u>Small Company Risk</u>- The companies in the Index are generally smaller companies. Small companies usually don't have the depth of resources that large companies have to see them through hard times. Also, investors may be more reluctant to invest in smaller companies. As a result, small company stocks tend to be more volatile than the stocks of larger companies. • <u>Sector Risk</u>- All the companies in the Index are identified as belonging to the "Technology" Sector of the market. Companies belonging to this Sector of the market offer products and |

| | |
|--|--|
| | services such as office and business equipment, computer hardware, software and peripherals, mass storage devices, semiconductors, data networking and telecommunications, and internet related products and services. Investing a single market sector is riskier than investing a variety of market sectors. |
| The Fund Invests in Index Securities Because: | Based on its research into the performance of Israeli companies trading on the U. S. Exchanges, the Fund's Adviser believes that the companies in the Index are experiencing, or have the potential to experience, above-average capital growth. The Adviser believes that investing primarily in Index companies will allow the Fund to achieve its investment objective of capital growth over the long term because the companies in the Index have all been identified by the Adviser as high growth potential companies. You should be aware that there is no assurance the Adviser will be successful in achieving the Fund's objectives, since all investments involve risks. |

How Has the Fund Performed in the Past?

An annualized performance of this Fund, from the date its operations commenced on February 15, 2001, through May 31, 2001, is contained in this prospectus below. The Fund does not have annual returns since it has not been in operation for a full calendar year.

FEES AND EXPENSES

This table describes the fees and expenses you may pay if you buy and hold shares of the Fund.

Shareholder Fees:

(Fees paid directly from your investment)

Maximum Sales Charge (Load)

Imposed on Purchases

None

(As a percentage of offering price)

Maximum Deferred Sales

Charge (Load)

None

(As a percentage of redemption proceeds)

Redemption Fees

1.00% (1)

1. You will be charged a redemption fee equal to 1.00% of the net amount of your redemption if you redeem your shares less than 365 calendar days after you buy them, unless the Fund agrees to waive the fee. If this fee is imposed, it will raise the expenses of your shares. This fee is imposed only to discourage short-term trading of Fund shares. Such fees, when imposed, are credited directly to the assets of the Fund to help defray the expense to the Fund of such short-term trading activities. These fees are never used to pay for distribution or sales fees.

Annual Fund Operating Expenses:

(Expenses that are deducted from Fund assets)

| | | |
|--|------------|--------------|
| Management Fees | (1) | 0.50% |
| Distribution & Servicing (12b-1) Fees | (2) | 0.25% |
| Other Expenses | (3) | 0.70% |
| Total Annual Fund Operating Expenses | | 1.45% |

1. Management fees include a fee of 0.50% for investment advisory services provided to the Fund by the Fund's Adviser.
2. Because 12b-1 fees are paid out of the assets of the Fund on an ongoing basis, over time these fees will increase the cost of your investment and may cost you more than paying other types of sales charges.
3. These fees include an annual fee of 0.70 % for administrative services provided to the Fund by the Fund's Adviser. Under normal circumstances, most expenses of the Fund are the contractual obligation of the Adviser. Accordingly, the Fund does not anticipate incurring any additional "Other Expenses" during its first year.

Example: This Example is intended to help you compare the cost of investing in the Fund with the cost of investing in other funds. The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then redeem all your shares at the end of those periods. The Example also assumes that your investment has a 5% return each year and that the Fund’s operating expenses remain the same as described in the table above. Although your actual costs may be higher or lower, based on these assumptions your costs would be:

| <u>1 Year</u> | <u>3 Years</u> | <u>5 Years</u> | <u>10 Years</u> |
|---------------|----------------|----------------|-----------------|
| \$148 | \$460 | \$795 | \$1,744 |

ADDITIONAL INVESTMENT INFORMATION

The Fund’s principal investment objectives and strategies have been set out in the “Basics About the Fund” Section of this Prospectus. What follows is additional information that you should know concerning your investment in the Fund.

Under normal circumstances, the Fund will invest at least 95% of its net assets in the common stocks of the companies comprising the Index, in approximately the same percentages as those companies are included in the Index. You should be aware that the Index is a new index, and no historical performance data are available for the Index.

Any Fund assets that are not invested in Index companies will be invested in short term, high quality debt instruments such as money market funds, short-term US Government securities, and investment grade quality corporate securities.

Investing the Fund’s assets primarily in Index companies is not a fundamental policy of the Fund. The Board of Directors of the Fund may vote to change or eliminate the percentages of Fund assets invested in Index companies and to choose other investment strategies. If the Board votes to change the Fund’s investment strategies, we will notify you in writing at least 30 days before the changes take place. If you decide to redeem your shares as a result of such a change, you will not be charged any redemption fees, even if you have held your shares for less than 365 days. If you would like to get additional information about all of the Fund’s fundamental and non-fundamental investment policies and restrictions, they can be found in the Fund’s Statement of Additional Information (“SAI”) in the Section entitled, “Investment Policies and Restrictions.”

AMIDEX™ ISRAEL TECHNOLOGY INDEX

AMIDEX™ Israel Technology Index is a new, unmanaged Index. The companies included in the Index are smaller market capitalization “Israeli Technology Companies” whose stock is publicly traded on the NASDAQ.

What is an “Israel Technology Company”?

To be an “Israel Technology Company”, a company has to satisfy ALL of the following requirements:

1. Its stock is traded on the NASDAQ over-the-counter market and the company has been listed by the Israeli financial newspaper, Globes as one of the “Israeli shares traded on the New York Bourse.” (if Globes stops publishing a list of “Israeli shares traded on the New York Bourse,” the Board of Directors will select an alternative publication that similarly defines such companies); and
2. The company is designated by Bloomberg, L.P. or a comparable nationally recognized financial data provider as being in a Technology Sector; and
3. The company is not listed as a company included in the AMIDEX35™ Index. The AMIDEX35™ Index is an index of the 35 largest Israeli companies (measured by market capitalization), traded either on the Tel Aviv Stock Exchange or the U.S. exchanges; and
4. It must have maintained an adequate average daily trading volume, and must have been publicly traded for at least 60 days before the index adjustment date, and
5. It may not be listed in the U.S. as an ADR or ADS.

The largest (as measured by market capitalization) 35 Israel companies that satisfy all of the criteria described above will be included in the Index. You should be aware that the Index might contain more or less than 35 companies during certain periods of the year. If less than 35 Israeli companies meet the criteria for inclusion at the beginning of an adjustment date, then the Index will contain only those companies that qualify. The Index is adjusted to add or delete companies, as necessary on or about November 30th and May 31st of each year.

If a company ceases operation, is de-listed on the NASDAQ, or becomes insolvent, it will be immediately deleted from the Index and not replaced until the next adjustment date. If a single company splits into multiple companies, all such companies will be included in the Index until the Index is readjusted, at which time each company's individual qualifications to be included in the Index will be determined.

An "unmanaged" index means that the criteria for inclusion of companies in the Index are objective and not subject to arbitrary change, so that any company that is eligible for inclusion in the Index must be included, and any company that ceases to qualify for inclusion in the Index must be deleted.

The Index is a market capitalization index. Market capitalization means the total current U.S. dollar value of a company's outstanding shares of common stock, and is calculated by multiplying the number of outstanding shares of common stock of a company by the price of that common stock.

The Index began being calculated on November 1st, 2000 at an initial Index Value of 1,000. The Index name, rules, methods of calculation, and proprietary data are owned by the Adviser. The Adviser developed the criteria and the rules of operation for the Index. The Adviser has entered into agreements with various companies to construct, calculate and publish the Index. Bloomberg, L.P. performed the initial calculations needed to create the Index and selects the companies that will be included in or deleted from the Index, based on the criteria described above. Bloomberg, L.P. is responsible for maintaining and publishing the Index. Bloomberg, L.P. has no affiliation with the Fund, the Adviser, or any of the Fund's other service providers, and currently calculates and publishes the AMIDEX35 Index. The Adviser may, if necessary, select an alternative independent company to calculate, maintain or publish the Index in the future.

When companies are added to or deleted from the Index, the Adviser will alter the Fund's investments to conform the portfolio to the Index. This will result in certain risks to the Fund, including the risks of losses and tax consequences to shareholders resulting from realized capital gains. You should also be aware that the Fund will incur certain expenses that are not incurred by the Index, including transaction charges. Accordingly, the performance of the Fund will vary from that of the Index as a result of such expenses.

The Adviser will attempt to maintain a correlation coefficient of at least 0.95 in performance between the Index and the Fund. This means that the Adviser will attempt to replicate at least 95% of the Index's performance. The Adviser will be responsible for tracking the Fund's performance, under the supervision of the Company's Board of Directors. If the Fund fails to achieve a 0.95 correlation coefficient, the Board will take action to rectify whatever problem is causing the discrepancy, including, as an example, altering the Fund's servicing arrangements to reduce Fund expense ratios or changing the Fund's investment strategy of investing in the Index.

The Adviser has determined that, in order to construct the Fund's portfolio to reflect the performance of the Index, the Fund must have approximately \$25 million in net assets. Until such asset levels are reached, the Adviser may invest Fund assets in a representative sample of Index securities and such other permissible securities, the Adviser believes will likely track Index performance most closely.

You should be aware that there is no assurance that the Adviser will be successful in replicating the performance of the Index during this period. You will find a more detailed discussion of the Index in the SAI in the Section entitled "The Index."

Why Does the Fund Invest in Israel Technology Companies?

The State of Israel is a highly developed, industrialized democracy. Since 1990, Israel's economy has grown significantly, presenting improvement in most economic indicators. Israel has made substantial progress in opening its economy, including the removal of its trade barriers and tariffs. Israel has concluded free trade agreements with its

major trading partners and is the only nation that is a party to free trade agreements with both the United States and the European Union. In recent years Israel has signed free trade agreements with Switzerland, Norway, Canada, Turkey, the Czech Republic, the Slovak Republic, Poland and Hungary.

The State of Israel has significantly improved its economic performance. Inflation in 1999 fell to 1.3%, and exports more than doubled between 1992 and 2000. Israel is a member of a number of international organizations, including the United Nations, the World Bank Group (including the International Finance Corporation), the International Monetary Fund (the "IMF"), the European Bank for Reconstruction and Development, and the Inter-American Development Bank. Israel is a signatory to the General Agreement on Tariffs and Trade ("GATT") of 1947 and 1994, which provides for reciprocal lowering of trade barriers among its members. Under GATT, Israel is eligible to receive a number of trade preferences that are available only to certain GATT participants, including duty-free treatment of its exports to certain countries pursuant to the GATT Generalized System of Preferences.

Israel is not only rich in research, technology and intellectual investment, but also is the only democratic nation in the Middle East. The influx of venture capital, the infusion of human resources (Israel's population nearly doubled in the last 15 years), and the conversion of the economic focus from military to commercial (defense spending dropped from about 30% of GNP in 1973 to less than 8.14% in 1998), have led many to believe that Israel is the next "Silicon Valley." There has been a dramatic increase in the number of Israeli companies trading on U.S. Exchanges, particularly the NASDAQ.

Israel is third, behind only the U.S. and Canada, in the number of companies traded on Wall Street. More than 100 Israeli companies trade shares on the major U.S. exchanges. In Israel, the Tel Aviv Stock Exchange now lists more than 665 companies and over 1,000 securities, with a current market capitalization of about \$80 billion.

In 1999, Israel exported \$9.9 billion of technology related products. Israel leads all foreign nations in receipt of venture capital from abroad, and in the number of high tech start-ups per year. In the first 6 months of the year 2000, Israel received more than \$12 billion of direct foreign investment.

These dramatic developments present a new and relatively unexploited opportunity for equity investment. Currently, there is only one other U.S. based, open-end fund available as a vehicle for investment in Israeli securities. That Fund, the AMIDEX35 Mutual Fund (AMDEX, AMDAX, AMDCX) is an index-based fund also offered by AMIDEXTM Funds, Inc. that invests in the stocks comprising the AMIDEX35TM Index, and index of the 35 largest Israeli companies (measured by market capitalization), traded either on the Tel Aviv Stock Exchange or the U.S. exchanges. The AMIDEX Israel Technology Fund is currently the only fund investing exclusively in U.S. traded Israeli technology companies through the AMIDEXTM Israel Technology Index.

THE FUND'S INVESTMENT ADVISER

TransNations Investments, LLC, 26 Broadway, Suite 741, New York, NY 10004 (the "Adviser"), has entered into an Investment Advisory Agreement (the "Advisory Agreement") with the Fund to provide investment management services to the Fund. In addition, the Adviser has entered into an Operating Services Agreement (the "Services Agreement") with the Fund to provide virtually all day-to-day operational services to the Fund. The Adviser is registered with the Securities and Exchange Commission as an investment adviser, and also serves as the investment adviser to the AMIDEX35TM Mutual Fund. The Adviser was formed specifically to serve as investment adviser to the Company's funds, and rendering investment advice to funds is currently the Adviser's primary business. Mr. Clifford A. Goldstein is President and Chief Executive Officer of the Adviser. Boaz Rahav is the Fund Manager, and is responsible for all investment decisions relating to the Fund. Mr. Goldstein also serves as the President and as a Director of AMIDEX Funds, Inc.

The Portfolio Manager.

The Fund is an index fund. Rather than relying on any one manager or management team to "pick" stocks, the Fund is managed "passively" by normally investing only in the companies comprising the Index in approximately the same percentages as each company represents in the Index. Mr. Boaz Rahav serves as portfolio manager to the Fund. Mr. Rahav also has served as the portfolio manager of the AMIDEX35TM Mutual Fund since that fund's inception (06/08/99). Prior to his current position, Mr. Rahav last served as Chief Economist for the Government of Israel

Ministry of Finance in New York from 1996-1999. Mr. Rahav has over 8 years experience in Israeli financial markets, having worked for a large institutional brokerage house in Israel as a trader and as a Fund Manager from 1994 to 1996. Previously, Mr. Rahav worked from 1991 to 1993 for the Federation of Israeli Chambers of Commerce. Mr. Rahav also served from 1987 to 1990 in the Intelligence Wing of the Israeli Air Force. Mr. Rahav has a business degree from the Tel Aviv College of Business, an MBA (with distinguished honors) from the New York Institute of Technology, an Investment Adviser and Analyst Diploma from Tel Aviv University, and a Trader Certificate from the Tel Aviv Stock Exchange. Mr. Rahav joined the Adviser in February 1999. Mr. Rahav holds Series 63, and 7 licenses with the NASD.

The Adviser invests the assets of the Fund according to the Fund's investment objectives, policies, and restrictions. The Fund pays the Adviser a fee, accrued daily and payable monthly, at an annual rate of 0.50% of the Fund's net assets. The Adviser furnishes at its own expense office space to the Company and all necessary office facilities, equipment, and personnel for managing the assets of the Fund.

The Adviser pays all expenses incident to the Fund's operations and business except expenses relating to legal fees resulting from litigation, brokerage expenses, taxes, if any, and other extraordinary charges.

HOW TO BUY AND SELL SHARES

Buying Shares

To purchase shares of the Fund, first complete and sign a New Account Purchase Application, included with this Prospectus, and mail it, together with your check for the total purchase price, to:

AMIDEX Israel Technology Fund
c/o Declaration Distributors, Inc.
555 North Lane, Suite 6160
Conshohocken, PA 19428.

Checks are accepted subject to collection at full face value in United States currency. If your check does not clear, your purchase will be canceled and you will be subject to any losses or fees incurred by the Fund with respect to the transaction.

After making your initial purchase, you can make subsequent purchases by mail or by wire transfer. The wiring information to be used for wire transfers is:

Firststar Bank, N.A. Cinti/Trust
ABA#0420-0001-3
DDA#199456831
For Account: Amidex Israel Technology Index Fund

Each time you make a purchase, you will receive a statement showing the number of shares purchased, the net asset value at which your shares were purchased, and the new balance of Fund shares owned. The Fund does not issue stock certificates. All full and fractional shares will be carried on the books of the Fund.

Minimum Investments

The minimum initial investment is \$2500 for ordinary accounts and \$1000 for Individual Retirement Accounts (IRAs) and other pension accounts and custodial accounts for minors. \$250 is the minimum subsequent purchase for regular accounts, and \$250 is the minimum subsequent investment for IRA, or pension accounts or custodial accounts for minors.

Firststar Bank, 425 Walnut Street, 6th Floor, Cincinnati, Ohio 45202, serves as the custodian for the tax-deferred accounts offered by the Fund. You will be charged an annual account maintenance fee of \$12 for each taxpayer identification number no matter how many tax-deferred accounts you have with AMIDEX. You may pay the fee by check or have it automatically deducted from your account (usually in December). The custodian serves the right to change the amount of this fee or to waive it in whole or in part for certain types of accounts.

All applications to purchase shares of the Fund are subject to acceptance by authorized officers of the Fund and are not binding until accepted. The Fund reserves the right to reject purchase orders under circumstances or in amounts

considered disadvantageous to existing shareholders. Please see the Sections of the SAI entitled “Purchasing and Redeeming Shares” and “Tax Information” for more information concerning share purchases.

Account Minimums

Due to the proportionately higher costs of maintaining small accounts, the Fund reserves the right to deduct a \$10 minimum balance fee (or the whole value of the account if less than \$10) from accounts with values below the minimums described on the previous page or to close such accounts. This policy will apply to accounts participating in the Automatic Monthly Investment Program only if your account balance does not reach the required minimum initial investment or falls below such minimum and you have discontinued monthly investments. This policy does not apply to accounts that fall below the minimums solely as a result of market value fluctuations. It is expected that, for purposes of this policy, accounts will be valued in September, and the \$10 fee will be assessed on the second Friday of September of each year. You will receive notice before we charge the \$10 fee or close your account so that you may increase your account balance to the required minimum.

You may direct inquiries concerning the Fund to:

AMIDEX™ Funds, Inc.
c/o The Declaration Group
555 North Lane, Suite 6160
Conshohocken, PA 19428
1-888-876-3566

Determining Share Prices

The Fund is open for business on each day that the New York Stock Exchange (“NYSE”) is open. The Fund’s share price or net asset value per share (“NAV”) is normally determined as of 4:00 p.m., New York time. The Fund’s share price is calculated by subtracting its liabilities from the closing fair market value of its total assets and dividing the result by the total number of shares outstanding on that day. Fund liabilities include accrued expenses and dividends payable, and its total assets include the market value of the portfolio securities as well as income accrued but not yet received. Since the Fund generally does not charge sales or redemption fees, the NAV is the offering price for shares of the Fund. Shares of the Fund are purchased at their net asset value and are next computed after receipt of your purchase order or the transfer of your assets from the Money Market Fund to the Fund.

The Fund’s net asset value is determined on days on which the New York Stock Exchange is open for trading. The Fund is a No-Load Fund. This means that you will not be charged any sales commissions or underwriting discounts.

Plan of Distribution

The Fund has adopted a Plan of Distribution, or “12b-1 Plan” under which it may finance activities primarily intended to sell shares. Under the 12b-1 Plan, the Fund may pay a distribution fee at an annual rate of up to 0.25% of average daily net assets of the Fund to the Adviser for services primarily intended to sell shares and for providing certain shareholder services. These services include, among other things, processing new shareholder account applications, preparing and transmitting to the Fund’s Transfer Agent computer processable tapes of all transactions by customers, and serving as the primary source of information to customers in answering questions concerning the Fund and their transactions with the Fund.

Payments under the 12b-1 Plan are not tied exclusively to the distribution and/or shareholder servicing expenses actually incurred by the Adviser, and such payments may exceed the expenses actually incurred. The Company’s Board of Directors evaluates the Plan on a regular basis. You should be aware that, over time, 12b-1 fees will increase the costs of your investment, and may eventually cost you more than other types of sales charges.

Redeeming Shares

You may redeem your shares in the Fund at any time and for any reason. Upon receipt by the Fund of a redemption request in proper form, your shares of the Fund will be redeemed at their next determined net asset value. Redemption requests must be in writing and delivered to the Fund at:

AMIDEX Funds, Inc.
c/o The Declaration Group
555 North Lane, Suite 6160
Conshohocken, PA 19428.

To be in “proper form,” your redemption request must:

1. Specify the number of shares or dollar amount to be redeemed, if less than all shares are to be redeemed;
2. Be signed by all owners exactly as their names appear on the account; and
3. If required, include a signature guarantee from any “eligible guarantor institution” as defined by the rules under the Securities Exchange Act of 1934. Eligible guarantor institutions include banks, brokers, dealers, credit unions, national securities exchanges, registered securities associations, clearing agencies and savings associations. A notary public is not an eligible guarantor.

Further documentation, such as copies of corporate resolutions and instruments of authority, may be requested from corporations, administrators, executors, personal representatives, trustees, or custodians to evidence the authority of the person or entity making the redemption request.

Signature Guarantees. A signature guarantee is designed to protect you and the Fund by verifying your signature.

SIGNATURE GUARANTEES ARE REQUIRED WHEN:

1. establishing certain services after the account is opened;
2. requesting redemptions in excess of **\$10,000**;
3. redeeming or exchanging shares, when proceeds are:
 - a. being mailed to an address other than the address of record,
 - b. made payable to other than the registered owner(s); or
 - c. transferring shares to another owner.

The redemption price per share is net asset value per share, next determined after your redemption order is received by the Fund. If you hold your shares for 365 days or longer, there is no redemption charge. Otherwise, a fee of 1.00% of the value of your redeemed shares will be deducted from the proceeds of your redemption and paid to the Fund. When you redeem your shares, they may be worth more or less than you paid for them, depending upon the value of the Fund’s portfolio securities at the time of redemption. If the value of your account falls below \$100 as a result of previous redemptions and not market price declines, the Fund may redeem the shares in your account. The Fund will notify you first if such an event occurs, and you will have 60 days to bring your account balance up to the minimum levels before the Fund will exercise its option to redeem. Also, in the event your shares are redeemed by the Fund under such circumstances, you will not be charged any redemption fees, regardless of the time you have held your shares.

Payment for shares redeemed is made within seven days after receipt by the Fund of a request for redemption in proper form. If shares are purchased by check and redeemed by letter within seven business days of purchase, the Fund may hold redemption proceeds until the purchase check has cleared, provided that the Fund does not hold such proceeds for more than 15 calendar days. You will also be subject to a redemption fee of 1.00% of total assets in such a circumstance. The Fund reserves the right to suspend or postpone redemptions during any period when (a) trading on any of the major U.S. stock exchanges is restricted, as determined by the Securities and Exchange Commission, or that the major exchanges are closed for other than customary weekend and holiday closings, (b) the Commission has by order permitted such suspension, or (c) an emergency, as determined by the Commission, exists making disposal of portfolio securities or valuation of net assets of the Fund not reasonably practicable.

Exchange Policies

The exchange privilege is not intended as a vehicle for short-term or excessive trading. The funds do not permit excessive trading or market timing. Excessive purchases, redemptions, or exchange of Fund shares disrupt portfolio management and drive Fund expenses higher.

Please note the following when exchanging shares:

1. New accounts established by exchange must be opened with \$2,500 or the total account value if the value of the account you are exchanging from is less than \$2,500.
2. Exchanges between existing accounts must meet the \$250 subsequent investment requirement.
3. You may make four exchanges out of each Fund during a calendar year. Exchanges in excess of this limit are considered excessive trading and may be subject to an exchange fee or may result in termination of the exchange privilege or the right to make future purchases of Fund shares.
4. The Funds reserve the right to reject any purchase order or exchange request and to modify or terminate the exchange privilege at any time. For example, the Funds may reject exchanges from accounts engaged in or known to engage in excess of the limit above (including market timing transactions) or whose trading has been or may be disruptive to a Fund.
5. Exchanges between accounts will be accepted only if the registrations are identical.
6. If the shares you are exchanging are held in certificate form, you must return the certificate to AMIDEX prior to making any exchanges.
7. An exchange represents the sale of shares from one AMIDEX Fund and the purchase of shares of another AMIDEX Fund, which may produce a taxable gain or loss in a non-retirement account.

DIVIDENDS AND DISTRIBUTIONS

Dividends paid by the Fund are derived from net investment income. Net investment income will be distributed at least annually. The Fund's net investment income is made up of dividends received from the stocks and other securities it holds, as well as interest accrued and paid on any other obligations that might be held in the Fund's portfolio.

The Fund realizes capital gains when it sells a security for more than it paid for it. The Fund may make distributions of its net realized capital gains (after any reductions for capital loss carry forwards), generally, once a year.

Unless you elect to have your dividends and/or distributions paid in cash, your distributions will be reinvested in additional shares of the Fund. You may change the manner in which your dividends are paid at any time by writing to the Transfer Agent.

TAX CONSIDERATIONS

The Fund intends to qualify as a regulated investment company under the Internal Revenue Code so as to be relieved of federal income tax on its capital gains and net investment income currently distributed to its shareholders. To qualify as a regulated investment company, the Fund must, among other things, derive at least 90% of its gross income from dividends, interest, payments with respect to securities loans, gains from the sale or other disposition of stock, securities, or other income derived with respect to its business of investing in such stock or securities, and distribute substantially all of such income to its shareholders at least annually.

The Fund intends to distribute to shareholders all net investment income and any net capital gains realized from sales of the Fund's portfolio securities at such times and in such amounts as to avoid all taxes, both state and federal. Dividends from net investment income and distributions from any net realized capital gains are reinvested in additional shares of the Fund unless you request in writing to have them paid by check. Dividends from investment income and net short-term capital gains are generally taxable to you as ordinary income. Distributions of long-term capital gains are taxable as long-term capital gains regardless of the length of time that shares in the Fund have been held. Distributions are taxable, whether received in cash or reinvested in shares of the Fund.

You will be advised annually of the source of distributions for federal income tax purposes. If you fail to furnish your Social Security or other tax identification number or to certify properly that it is correct, the Fund may be required to withhold federal income tax at the rate of 31% (backup withholding) from your dividend, capital gain and redemption

payments. Dividend and capital gain payments may also be subject to backup withholding if you fail to certify properly that you are not subject to backup withholding due to the under-reporting of certain income.

Distributions by the Fund will result in a reduction in the fair market value of the Fund's shares. Should a distribution reduce the fair market value below your cost basis, such distribution would be taxable to you as ordinary income or as a long-term capital gain, even though, from an investment standpoint, it may constitute a partial return of capital. In particular, you should be careful to consider the tax implications of buying shares of the Fund just prior to a distribution. The price of such shares includes the amount of any forthcoming distribution so that you may receive a return of investment upon distribution that will, nevertheless, be taxable.

A redemption of shares is a taxable event and, accordingly, a capital gain or loss may be recognized. You should consult a tax adviser regarding the effect of federal, state, local, and foreign taxes on an investment in the Fund. The information in this Prospectus is not intended to be a full discussion of present or future tax ramifications of investment in the Fund, and investors should consult their own tax advisers for a detailed and complete review of tax ramifications. In view of the individual nature of tax consequences, you should consult your own tax adviser with respect to the specific tax consequences of participation in the Fund, including the effect and applicability of state, local, foreign and other tax laws and the possible effects of changes in federal or other tax laws.

GENERAL INFORMATION

The Fund will not issue stock certificates evidencing shares. Instead, your account will be credited with the number of shares purchased, relieving you of responsibility for safekeeping of certificates and the need to deliver them upon redemption. Written confirmations are issued for all purchases of shares. You will be provided at least semi-annually with a report showing the Fund's portfolio and other information and annually after the close of the Fund's fiscal year, which ends December 31, with a report containing audited financial statements. The Fund's average annual total return is computed by determining the average annual compounded rate of return for a specified period that, if applied to a hypothetical \$1,000 initial investment, would produce the redeemable value of that investment at the end of the period, assuming reinvestment of all dividends and distributions and with recognition of all recurring charges. The Fund may also utilize a total return calculation for differing periods computed in the same manner but without annualizing the total return.

In reports or other communications to investors, or in advertising material, the Fund may describe general economic and market conditions affecting the Fund and may compare its performance with other funds as listed in the rankings prepared by Lipper Analytical Services, Inc. or similar nationally recognized or international rating services and financial publications that monitor fund performance. The Fund may also, from time to time, compare its performance to the Standard & Poor's Composite Index of 500 Stocks ("S&P 500"), or some other widely recognized, unmanaged index of common stock prices.

The Board of Directors of the Company has approved a Code of Ethics (the "Code") for the Fund, the Adviser and the Fund's principal underwriter. The Code governs the personal activities of persons who may have knowledge of the investment activities of the Fund, requires that they file regular reports concerning their personal securities transactions, and prohibits activities that might result in harm to the Fund. The Board is responsible for overseeing the implementation of the Code. The Fund has filed copies of each Code with the Securities and Exchange Commission. Copies of the Codes of Ethics may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. The Codes are also available on the SEC's EDGAR database at the SEC's web site (www.sec.gov). Copies of this information can be obtained, after paying a duplicating fee, by electronic request (publicinfo@sec.gov), or by writing the SEC's Public Reference Section, Washington, DC 20549-0102.

FINANCIAL HIGHLIGHTS

The financial data included in the table below for the Amidex Funds, Inc. fiscal year ended May 31, 2001 for No-Load shares of the Fund have been audited by Deloitte & Touche, LLP, independent auditors. It should be noted that the fiscal year for the Fund has been changed from December 31 to August 31. The information in the tables below should be read in conjunction with the Fund's latest audited financial statements and notes thereto, which may be obtained without charge by contacting the Fund.

| | No-Load Shares For the Period From February 15, 2001 To <u>May 31, 2001</u>(2) |
|---|---|
| Net Asset Value, beginning of period | <u>\$ 10.00</u> |
| Income from investment operations: | |
| Net investment income (loss) | (0.02) |
| Net realized and unrealized gain (loss) on investments | <u>(1.26)</u> |
| Total from investment operations | <u>(1.28)</u> |
| Distributions to Shareholders from: | |
| Net investment income | 0.00 |
| Net realized capital gains | 0.20 |
| Distributions in excess of Net realized gain | <u>0.00</u> |
| Total Distributions | <u>0.20</u> |
| Net Asset Value, End of Period | \$ 8.72 |
| Total Return | 12.80% |
| Ratios/ Supplemental Data | |
| Net Assets, end of period (000's omitted) | \$1,875 |
| Ratio of expenses to average net assets | |
| Before expense waivers and fee Reimbursements | 1.45% |
| Ratio of Net investment income (loss) To average net assets: | (0.70%) |
| Portfolio Turnover Rate | 0.00% |

(1) No-Load shares commenced investment operations on February 15, 2001

FOR MORE INFORMATION

Additional information about the Fund is available in the Company's latest Statement of Additional Information (SAI). The SAI contains more detailed information on all aspects of the Funds. A current SAI, dated September 28, 2001 has been filed with the SEC and is incorporated by reference into this prospectus.

To receive information without charge concerning the Fund, or to request a copy of the SAI, please contact the Fund at:

AMIDEX Funds, Inc.
c/o Declaration Service Company
555 North Lane, Suite 6160
Conshohocken, PA 19460
(888) 876-3566

A copy of your requested document(s) will be sent to you within three days of your request.

Information about the Fund (including the SAI) can also be reviewed and copied at the SEC's Public Reference Room in Washington, DC, and information concerning the operation of the Public Reference Room may be obtained by calling the SEC at 1-202-942-8090. Information about the Fund is also available on the SEC's EDGAR database at the SEC's web site (www.sec.gov). Copies of this information can be obtained, after paying a duplicating fee, by electronic request (publicinfo@sec.gov), or by writing the SEC's Public Reference Section, Washington, DC 20549-0102.

Investment Company Act No.
811-9123