

TA Legg Mason Dynamic Allocation - Balanced

Service Class

as of 09/30/18

Investment Objective

This investment option invests in a portfolio which seeks capital appreciation and income.

Investment Adviser

Transamerica Asset Management, Inc.

Sub-adviser

QS Investors, LLC (QS)



Portfolio Managers

Adam J. Petryk, CFA
Thomas Picciochi
Ellen Tesler
Prashant Chandran
Jim K. Huynh
S. Kenneth Leech

Risk Measures

3 Years

	Service Class
Alpha	-2.15
Beta	0.66
R-Squared	0.78
Standard Deviation	3.58

Risk measures are in comparison to the fund's blended benchmark unless otherwise indicated. Based on the indicated class shares at NAV for the 3-year period. **Past performance is no indication of future results.**

Alpha is a coefficient measuring the portion of a fund's return arising from specific (non-market) risk. Historical **Beta** illustrates a fund's sensitivity to price movements in relation to a benchmark index. **R-Squared** is a statistical measure that represents the percentage of a fund's movements that can be explained by movements in a benchmark index. **Standard Deviation** is a statistical measurement that helps to gauge the fund's historical volatility.

Fund Facts

Portfolio Name	Transamerica Legg Mason Dynamic Allocation - Balanced VP*
Benchmark Index	S&P 500®, Transamerica Legg Mason Dynamic Allocation - Balanced VP Blended Benchmark
Lipper Category	Mixed-Asset Target Allocation Moderate

Portfolio Characteristics

Net Assets	\$1.16 Billion
Number of Holdings	16

Class Facts

	Inception Date	Gross Expense Ratio	Net Expense Ratio
Service Class	05/01/2012	0.92	0.92

Expense ratios shown reflect fee waivers, expense reimbursements, or expense recaptures, if any, which are at the discretion of the Investment Adviser. Fee waivers and expense reimbursements are included in the Net Expense Ratio only. Expense recaptures are included in both the Gross Expense Ratio and the Net Expense Ratio.

The expense ratios include acquired (i.e. underlying) funds' fees and expenses.

Asset Allocation (%)

Equity Weighting including Impact of Derivatives: 50.00%¹

U.S. Fixed Income Funds	49.57
U.S. Equity Funds	44.65
International Equity Funds	4.94
Derivatives	0.48
Net Other Assets (Liabilities)	0.36

¹Source: QS

U.S. allocations may include U.S. territories and possessions. The Net Other Assets (Liabilities) category may include, but is not limited to, repurchase agreements, reverse repurchase agreements, security lending collateral, forward foreign currency contracts, and cash collateral.

Top 10 Holdings

	% of Holdings
Vanguard Total Bond Market ETF	32.38
iShares Core S&P 500 ETF	31.77
iShares 20+ Year Treasury Bond ETF	9.28
SPDR S&P 500 ETF Trust	7.96
iShares Core U.S. Aggregate Bond ETF	7.91
iShares MSCI EAFE ETF	4.94
Vanguard Small-Cap ETF	4.92
Option Purchased, PUT, S&P 500®	0.12
Option Purchased, PUT, S&P 500®	0.11
Option Purchased, PUT, S&P 500®	0.09
Percentage of total portfolio	99.48

Holdings are subject to change and are not recommendations to buy or sell a security. Holdings display excludes net other assets (liabilities).

*All facts, statistics and information presented are those of the underlying portfolio in which the investment option invests. This underlying portfolio is only offered as an investment option within a variable annuity contract.

**Not insured by FDIC or any federal government agency. May lose value.
Not a deposit of or guaranteed by any bank, bank affiliate, or credit union.**

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Investment Strategy

Under normal circumstances, the portfolio's sub-adviser, QS Investors, LLC (the "sub-adviser"), seeks to achieve the portfolio's objective by investing its assets in a combination of underlying exchange-traded funds ("ETFs"). These underlying ETFs are based on indexes and managed by unaffiliated investment advisers. The sub-adviser is responsible for implementation of the portfolio's overall asset allocation and the Dynamic Risk Management strategy. Western Asset Management Company ("Western") serves as a sub-subadviser to the portfolio and is responsible for the portfolio's Event Risk Management strategy and manages the portfolio's cash and short-term instruments.

The portfolio seeks to achieve its objectives by investing in a range of asset classes combined with the multiple risk management strategies.

The portfolio's initial target allocation for long-term investments (the "Target Allocation") will be 50% in equity ETFs and 50% in fixed income ETFs that are not money market funds ("fixed income ETFs"). While changes to the Target Allocation are not expected to be frequent or substantial, the portfolio's Target Allocation may range from 45% of its net assets in equity ETFs and 55% of its net assets in fixed income ETFs to 55% of its net assets in equity ETFs and 45% of its net assets in fixed income ETFs as, in the sub-adviser's opinion, market conditions warrant.

The underlying ETFs have a variety of investment focuses. The underlying equity ETFs include ETFs that are based on large cap U.S. equity, small cap U.S. equity and international equity indexes. The underlying fixed income ETFs include ETFs that are based on short/intermediate and long term fixed income indexes. The portfolio may invest in short-term defensive instruments (including Treasury bills, money market funds and cash) and enter into derivative transactions involving options and futures as a part of its risk management strategies.

Variable annuities are long-term tax deferred vehicles designed for retirement purposes. They offer three main benefits: tax-deferred treatment of earnings, guaranteed death benefit options, and guaranteed lifetime payout options. Variable annuities are subject to investment risk, including possible loss of principal.

The value of the variable annuity will fluctuate so that when surrendered, it may be worth more or less than the total of premium payments. Past performance is no guarantee of future results.

A number of investment options, or subaccounts, are available under the variable annuity.

Asset allocation, an investing strategy of dividing money among many types of investments, can help investors manage risk but cannot guarantee a profit or guard against loss.

The underlying portfolios invest their assets in various underlying ETFs, their ability to achieve their investment objectives depends largely on the performance of the underlying ETFs in which they invest. There can be no assurance that the investment objectives of any underlying ETFs will be achieved. The portfolio is indirectly subject to all of the risks associated with an investment in the underlying ETFs including market volatility and may be subject to the higher degree of risks associated with investing in high yield, small-cap and foreign securities.

There are other investment choices available with different management fees associated with each choice.

The S&P 500® and Transamerica Legg Mason Dynamic Allocation – Balanced VP Blended Benchmark(40% S&P 500®, 15% Bloomberg Barclays Long Treasury Index, 35% Bloomberg Barclays US Aggregate Bond Index, 5% Russell 2000® Index, and 5% MSCI EAFE Index) are unmanaged indices used as general measures of market performance. It is not possible to invest directly into an index.

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The underlying portfolio uses a volatility control strategy. **Volatility control strategies, in periods of high market volatility, could limit your participation in market gains; this may conflict with your investment objectives by limiting your ability to maximize potential growth of your policy value.** Volatility control strategies are intended to help limit overall volatility and reduce the effects of significant market downturns during periods of high market volatility, providing policy owners with the opportunity for smoother performance and better risk adjusted returns.

You should consider a variable annuity's investment objectives, risks, charges, and expenses carefully before investing. Go to transamerica.com for prospectuses containing this and other information. Please read them carefully.