

TRANSAMERICA INFLATION-PROTECTED SECURITIES

I3 | TPRTX | 04/21/2017 R | TPRRX | 04/21/2017 R4 | TPRFX | 09/11/2000

INVESTMENT OBJECTIVE

The fund seeks maximum real return consistent with the preservation of capital.

KEY FACTS

Investment Manager Transamerica Asset Management, Inc. (TAM)

Morningstar Category Inflation-Protected Bond

Lipper Category Inflation Protected Bond

Dividend Frequency Quarterly

Primary Benchmark Bloomberg Barclays US Treasury Inflation Protected Securities Index

SUB-ADVISER



PineBridge Investments LLC (PineBridge)

PORTFOLIO MANAGERS

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MACROECONOMIC OVERVIEW

U.S. Inflation Linked Securities posted a positive gain for the quarter, handily outperforming nominal U.S. Treasuries, despite a down-tick in U.S. consumer price index (CPI), where, year-over-year inflation declined from 1.6% to 1.5% after the February print. Gross domestic product also declined to 2.2% year-over-year in the fourth quarter. Slowing economic numbers usually don't bode well for future inflation, however, the U.S. Federal Reserve's (Fed) hard turn on interest rate policy and the balance sheet outweighed the economic data. The Fed announced that it is no longer forecasting any rate hike in 2019, along with a decision to end quantitative tightening by September of this year. These two factors combined to make the entire treasury curve rally as well as a renewed interest in inflation linked products as participants fear that the Fed will allow inflation to run higher than anticipated. This reversal caught the market by surprise as the new policy is in direct opposition to their statements just 3 months ago.

FUND OVERVIEW

Transamerica Inflation-Protected Securities returned +3.34% for the first quarter of 2019, versus a +3.19% return for the Bloomberg Barclays US Treasury Inflation Protected Securities index, resulting in an outperformance of +0.15%. The largest contributor to outperformance was the allocation to Inflation Related Corporate Debt as the credit curve and the nominal U.S. Treasury curve both rallied. The allocations to Australia and New Zealand Inflation Linkers also helped performance as those countries rallied and outperformed the U.S. Inflation Index. Utilities and energy-related corporates recovered after a difficult fourth quarter as energy prices recovered and the California fires subsided. A detractor to performance was the fund's overall underweight of total duration in a rallying market.

OUTLOOK

The Fed's dovish stance caused a massive short covering rally across the globe. The effect was particularly strong in the U.S. as the U.S. Treasury curve inverted in relation to the Fed Funds Effective Rate (FFER) out to seven years and the 10 year note briefly went lower than FFER for a short period. PineBridge believes the curve will normalize after the shorts have covered and believes that the call of a recession in the U.S. is premature. PineBridge will maintain its short duration stance for the near future. The UK government remains at a complicated Brexit stalemate lacking votes for a new referendum, a negotiated settlement, or 'Hard Brexit' and there seems no workable solution. PineBridge will maintain a negative outlook on the UK until some clarity for a path forward evolves. Stimulus in China is beginning to show promise as rate of decline has turned slightly positive. As a result, PineBridge continues to favor Australia, New Zealand, and Canada Inflation Bonds to benefit from infrastructure spending. U.S. growth continues to slow, however, it is growing at a faster rate than the European Union and Japan. In light of growth projections, PineBridge finds the U.S. inflation bonds and the U.S. dollar are the better values.

All opinions, estimates, projections and security selections contained herein are those of the sub-adviser. It does not constitute investment advice and should not be used as a basis for any investment decision.

TRANSAMERICA INFLATION-PROTECTED SECURITIES

as of 03/31/2019

FEES (%)

	I3	R	R4
Gross Expense Ratio	0.56	1.05	0.81
Net Expense Ratio	0.53	1.00	0.65

There are no sales charges for Class R and Class R4. Class R shares are available only to eligible retirement plans. Performance figures reflect any fee waivers and/or expense reimbursements by the Investment Manager. Without such waivers and/or reimbursements, the performance would be lower. Future waivers and/or reimbursements are at the discretion of the Investment Manager. Contractual arrangements, if any, have been made with Transamerica Asset Management, Inc. through 03/01/2020.

AVERAGE ANNUAL TOTAL RETURNS (%)

	3M	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Class R4 (at NAV)	3.34	3.34	2.44	1.40	1.32	2.91	3.53
Class R (at NAV)	3.23	3.23	2.35	-	-	-	1.22
Bloomberg Barclays US Treasury Inflation Protected Securities Index	3.19	3.19	2.70	1.70	1.94	3.41	-

The data shown represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Please see transamerica.com for performance data current to the most recent month-end. The investment return and principal value of mutual funds will fluctuate over time so that shares, when redeemed, may be worth more or less than their original cost. Net asset value (NAV) returns include reinvestment of dividends and capital gains but do not reflect the deduction of any sales charges. Performance for other share classes will vary.

TOP 10 HOLDINGS (%)

U.S. Treasury Inflation-Indexed Note, 0.12%, due 04/15/2021	4.95
U.S. Treasury Inflation-Indexed Note, 0.12%, due 01/15/2022	4.52
U.S. Treasury Inflation-Indexed Note, 0.62%, due 01/15/2024	4.33
U.S. Treasury Inflation-Indexed Note, 0.12%, due 04/15/2020	4.16
U.S. Treasury Inflation-Indexed Note, 0.12%, due 01/15/2023	3.84
U.S. Treasury Inflation-Indexed Note, 0.25%, due 01/15/2025	3.83
U.S. Treasury Inflation-Indexed Note, 0.12%, due 07/15/2026	3.75
U.S. Treasury Inflation-Indexed Note, 0.12%, due 07/15/2024	3.71
U.S. Treasury Inflation-Indexed Note, 0.37%, due 07/15/2023	3.40
U.S. Treasury Inflation-Indexed Note, 1.12%, due 01/15/2021	3.04
Total	39.53

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

MATURITY (%)

0-1 Year	2.51
1-3 Years	20.87
3-5 Years	17.25
5-10 Years	38.93
10-20 Years	6.77
20+ Years	13.23
Net Other Assets (Liabilities)	0.31

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.

The fund acquired the assets and assumed the liabilities of three Transamerica Partners funds, including Transamerica Partners Institutional Inflation-Protected Securities (the "predecessor fund"), on April 21, 2017, and the predecessor fund is the accounting and performance survivor of the reorganizations. This means that the predecessor fund's financial and performance history became the financial and performance history of the fund. In the reorganization of the predecessor fund, shareholders of the predecessor fund received Class R4 shares of the fund. The performance of Class R4 shares includes the performance of the predecessor fund prior to the reorganization, and has not been restated to reflect the estimated annual operating expenses of Class R4 shares. Please read the prospectus for more information.

The Bloomberg Barclays US Treasury Inflation Protected Securities Index (Bloomberg Barclays US TIPS Index) is an unmanaged index used as a general measure of market performance. It is not possible to invest directly into an index. Calculations assume dividends and capital gains are reinvested and do not include any managerial expenses. Any U.S. government guarantees of the securities held in this investment fund pertain only to those securities and not the fund or its yield. The values of bonds change in response to changes in economic conditions, interest rates, and the creditworthiness of individual issuers. The value of bonds and bond funds generally falls when interest rates rise, causing an investor to lose money upon sale or redemption. Market values of inflation-protected securities can be affected by changes in the market's inflation expectations or changes in real rates of interest.

Shares may be sold (or "redeemed") on any day the New York Stock Exchange is open for business. Proceeds from the redemption of shares will usually be sent to the redeeming shareholder within three business days after receipt in good order of a request for redemption. However, Transamerica Funds has the right to take up to seven days to pay redemption proceeds, and may postpone payment under certain circumstances, as authorized by law.

Mutual funds are subject to market risk, including loss of principal. Past performance is not indicative of future results.

Mutual Funds are sold by prospectus. Before investing, consider the funds' investment objectives, risks, charges, and expenses. This and other important information is contained in the prospectus. Please go to www.transamerica.com or contact your financial professional to obtain a prospectus or, if available, a summary prospectus containing this information. Please read it carefully before investing.

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