

TRANSAMERICA INTERNATIONAL GROWTH

A | TGRHX | 03/01/2018 I | TGRGX | 03/01/2018

INVESTMENT OBJECTIVE

The fund seeks long-term capital appreciation.

KEY FACTS

Investment Manager Transamerica Asset Management, Inc. (TAM)

Morningstar Category Foreign Large Growth

Lipper Category International Large-Cap Growth

Primary Benchmark MSCI EAFE Index

SUB-ADVISER

TD Greystone Asset Management

TD Greystone Asset Management (TD Greystone)

PORTFOLIO MANAGERS

Alfred Li, CFA

Jeff Tiefenbach, CFA

MACROECONOMIC OVERVIEW

International equity markets rebounded in the first quarter of 2019 with all regions and sectors posting positive returns. The information technology led sector performance, supported by positive earnings revisions and improving profitability. The real estate sector was among the strongest performing sectors based on the change in interest rate expectations that unfolded as a global easing cycle emerged. The real estate sector was also the beneficiary of strong investor inflows towards deflationary assets.

FUND OVERVIEW

Transamerica International Growth outperformed the benchmark during the first quarter of 2019. From a regional perspective, stock selection in Japan contributed the most to relative performance. SoftBank Group Corp., a communication services company, rallied after underperforming in Q4 and contributed to performance over the first quarter. TD Greystone took the opportunity to trim the name and take profits based on the strong price move, as there remains uncertainty over the Sprint (0.00%) T-Mobile (0.00%) merger. Most regions contributed to overall performance, with the exception of Pacific ex Japan where the underweight slightly detracted from performance. From a sector perspective, communications services contributed to performance over the first quarter, with strong performance from SoftBank Group Corp. Though the financial sector was impacted by interest rates that are expected to be lower for longer, strong stock selection across several names contributed to performance. The weighting is tilted to insurance companies over banks, and Ping An Insurance Group Co. of China, Ltd. (1.86% as of 3/31/19), a holding in China, had a solid Q4-2018 earnings result with upside surprises in the life and health division. The company continues de-risking its balance sheet and is having continued improvements in asset quality. The company also finalized its share repurchase plan, which will be completed over the next 12 months. The real estate sector slightly detracted from performance, though the sector was among the best performers. There was weakness in Aaroundtown SA (2.14%), a German real estate company that invests in value-add and income generating properties. The stock has underperformed recently, but TD Greystone continues to have a strong conviction in the name as the business model is attractive with strong net rental revenue growth, and though the German economy has slowed, the real estate market is still fundamentally attractive.

OUTLOOK

The consensus estimate for earnings growth has been revised down, and is expected to be flat for the next 12 months, as general weakness remains in the global outlook. However, credit markets remain in reasonable shape and monetary policy is supportive of risk assets. While risks to the downside linger, TD Greystone remains constructive on the economic growth outlook. However, TD Greystone continues to moderate the overweight to the more cyclical sectors and invest in more defensive growth names.

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 INTERNATIONAL GROWTH

as of 03/31/2019

AVERAGE ANNUAL TOTAL RETURNS (%)

	3M	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Class I (at NAV)	12.24	12.24	-6.25	-	-	-	-5.68
Class A (at NAV)	12.10	12.10	-6.57	-	-	-	-5.97
Class A (at POP)	5.95	5.95	-11.72	-	-	-	-10.77
MSCI EAFE Index	10.13	10.13	-3.22	7.80	2.81	9.47	-

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. If a sales charge had been deducted, the results would have been lower. Public offering price (POP) returns include reinvestment of dividends and capital gains and reflect the maximum sales charge. Performance for other share classes will vary.

FEES (%)

	A	I
Gross Expense Ratio	1.43	1.36
Net Expense Ratio	1.20	1.05

The Max Sales Charge for Class A shares is 5.50%. There are no sales charges for Class I. Class I shares are primarily offered for investment to institutional investors including, but not limited to, fee-based programs, pension plans, and certain endowment plans and foundations. The minimum investment for Class I shares is \$1,000,000 per fund account, but will be waived for certain investors.

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.

CONTRIBUTORS & DETRACTORS (%)

Leading contributors	Contribution	Weight	Return
ANTA SPORTS PRODUCTS LTD COMMON STOCK HKD.1	1.18	2.92	41.86
SOFTBANK CORP COMMON STOCK	1.11	2.75	45.61
NESTE OIL OYJ COMMON STOCK NPV	0.71	2.06	37.78
Leading detractors	Contribution	Weight	Return
HENKEL AG + CO KGAA COMMON STOCK NPV	-0.05	1.68	-2.92
ISUZU MOTORS LTD COMMON STOCK	-0.08	1.31	-5.79
BAYERISCHE MOTOREN WERKE AG COMMON STOCK EUR1.0	-0.10	2.25	-4.48

Source: Morningstar Direct

TOP 10 HOLDINGS (%)

Roche Holding AG	3.53
GlaxoSmithKline PLC	3.33
Compass Group PLC	3.28
ANTA Sports Products, Ltd.	3.08
Vinci SA	3.02
AXA SA	3.00
Enel SpA	2.92
Kingspan Group PLC	2.78
TOTAL SA	2.75
SoftBank Group Corp.	2.74
Total	30.43

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

The MSCI EAFE 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.

The price of equity securities fluctuates based on changes in a company's financial condition and overall market and economic conditions. If the market prices of the equity securities owned by the fund fall, the value of the fund will decline. Growth stocks may be particularly susceptible to larger price swings or to adverse developments. Investments in global/international markets involve risks not associated with U.S. markets, such as currency fluctuations, adverse social and political developments, and the relatively small size and lesser liquidity of the markets. Investments in developing markets involve greater risks than investments in developed markets.

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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