

# TRANSAMERICA LARGE CORE

I3 | TLATX | 03/10/2017 R | TLARX | 03/10/2017 R4 | TLAFX | 09/11/2000

## INVESTMENT OBJECTIVE

The fund seeks to provide capital appreciation.

## KEY FACTS

<b>Investment Manager</b>	Transamerica Asset Management, Inc. (TAM)
<b>Morningstar Category</b>	Large Blend
<b>Lipper Category</b>	Multi-Cap Core
<b>Dividend Frequency</b>	Quarterly
<b>Primary Benchmark</b>	S&P 500®

## SUB-ADVISER



PineBridge Investments LLC (PineBridge)

## PORTFOLIO MANAGERS

Sheedsa Ali, CFA  
Kate Faraday

## MACROECONOMIC OVERVIEW

In January, equity markets rallied for the best month of performance in the past several years as some of the market panic that was prevalent in December subdued and calmer sentiment prevailed. Markets bounced back on some expectation that the U.S. Federal Reserve (Fed) would reconsider their stance on gradual rate hikes given the volatility of December and this was reaffirmed as the Fed stood firm on interest rates. The neutral rate path at least for the year 2019 suggests that conditions have softened and the Fed has taken notice. Equity markets continued to rally into the end of the quarter on the back of toned down trade rhetoric and strength in earnings. While there was no resolution to the continued trade tensions with China, there was some optimism that the continued negotiations will eventually lead to a deal.

## FUND OVERVIEW

Transamerica Large Core underperformed the S&P 500®. The strongest contributors to relative performance were in the energy and industrials sectors. The largest detracting sector from relative performance was the financials sector. The high cyclical growth categorization was the top performing growth category exhibiting strong stock selection while the mature cyclical categorization names were the worst performing. Factor volatility has continued in 2019. Risk and value factors rebounded in January, took a pause in February but declined sharply in March as growth and sentiment have taken over leadership. Quality underperformed in early January and towards end of March. The model was flat until February, with the underperformance for the quarter occurring during March.

## OUTLOOK

With the Fed signaling that they would pause rate hikes at least for the year of 2019, central bank policy has become more dovish to begin the year as other central banks signal accommodative policy measures as well. The slowing global growth is a common theme cited by central bank announcements, though the U.S. economy remains robust. The U.S. equity market has hummed along so far this year but remains at a bit of a crossroads. If earnings expectations taper, this would be a major headwind to the overall story that U.S. growth can continue. On the other hand, a trade deal to alleviate the U.S./China trade negotiations would be a significant tailwind and could be a major boost for sentiment. PineBridge's outlook for the U.S. market remains cautiously optimistic based on underlying fundamentals and a possibility of a trade-related market catalyst.

**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 LARGE CORE

as of 03/31/2019

## AVERAGE ANNUAL TOTAL RETURNS (%)

	3M	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Class R4 (at NAV)	12.45	12.45	5.84	12.01	9.23	14.88	3.32
Class R (at NAV)	12.38	12.38	5.60	-	-	-	10.02
S&P 500®	13.65	13.65	9.50	13.51	10.91	15.92	-

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](http://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.

## FEES (%)

	I3	R	R4
Gross Expense Ratio	0.56	1.05	0.84
Net Expense Ratio	0.56	1.05	0.84

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.

## CONTRIBUTORS & DETRACTORS (%)

Leading contributors	Contribution	Weight	Return
Apple Inc	0.78	3.69	20.94
Microsoft Corp	0.58	3.39	16.62
Amazon.com Inc	0.51	2.80	18.56
Leading detractors	Contribution	Weight	Return
CIGNA CORP COMMON STOCK USD.01	-0.10	0.64	-15.32
AbbVie Inc	-0.11	0.79	-11.48
Biogen Inc	-0.22	0.73	-21.45

Source: Morningstar Direct

## TOP 10 HOLDINGS (%)

Apple, Inc.	3.94
Microsoft Corp.	3.05
Amazon.com, Inc.	2.86
Alphabet, Inc., Class C	2.39
Berkshire Hathaway, Inc., Class B	2.30
SPDR S&P 500 ETF Trust	1.93
Chevron Corp.	1.76
Boeing Co.	1.69
Johnson & Johnson	1.63
Visa, Inc., Class A	1.54
<b>Total</b>	<b>23.09</b>

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

The fund acquired the assets and assumed the liabilities of three Transamerica Partners funds, including Transamerica Partners Institutional Large Core (the "predecessor fund"), on March 10, 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, share holders 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.

The Russell 1000® Index and the S&P 500® are unmanaged indices used as general measures 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.

Equity funds invest in equity securities, which include common stock, preferred stock, and convertible securities. Because such securities represent ownership in a corporation, they tend to be more volatile than fixed income or debt securities, which do not represent ownership.

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](http://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.**

Transamerica Funds are advised by Transamerica Asset Management, Inc. (TAM) and distributed by Transamerica Capital, Inc. (TCI) member of FINRA. TAM and PineBridge Investments LLC (PineBridge) are not affiliated companies. 1801 California St. Suite 5200, Denver, CO 80202

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