

TRANSAMERICA EVENT DRIVEN

I | TENIX | 11/11/2016

INVESTMENT OBJECTIVE

The fund seeks positive absolute returns.

KEY FACTS

Investment Manager	Transamerica Asset Management, Inc. (TAM)
Morningstar Category	Multialternative
Lipper Category	Alternative Event Driven
Dividend Frequency	Annually
Primary Benchmark	ICE BofAML U.S. Dollar LIBOR 3-Month Constant Maturity Index

SUB-ADVISER



Advent Capital Management, LLC (Advent)

PORTFOLIO MANAGERS

Odell Lambroza
Tracy V. Maitland

MACROECONOMIC OVERVIEW

Aided by the U.S. Federal Reserve (Fed) dovish pivot, U.S. equities, demonstrated by the S&P 500®, rebounded sharply following their worst quarterly performance since 2011. Positive sentiment in the U.S. financial markets can be attributed to weakening trade tensions between the U.S. and China and increased consumer confidence in the technology sector. Despite earnings falling short of expectations, interest rate expectations have also fallen sharply, which helped to support equities. On a global scale, the investment community remains concerned about global growth, as evidenced by central bank policies in Europe, the U.S. and China.

FUND OVERVIEW

Transamerica Event Driven appreciated during the quarter largely in part to several event-driven transactions being realized. Merger and acquisitions activity and volatility picked up during the quarter which positively contributed to the fund's overall performance. Additionally, the fund benefited from its diversified portfolio construction during the quarter. The fund's top absolute performer during the first quarter was the event-driven volatility position in Inmarsat plc (0.00% as of 3/31/19), the world's leading provider of global satellite communications. The fund's position was established in 2018 in the bond and hedged with a short position in the company's common stock to neutralize the delta exposure. Advent's long-term view that Inmarsat plc is an attractive takeover candidate came to fruition in mid-March when the Company disclosed that it has been approached by a private equity consortium led by Apax Partners (0.00%) to be acquired. With the convertible notes trading up to reflect the near full value, the fund reduced its overweight position as the position reflected the initial investment thesis. The largest detractor from performance during the quarter was the Fund's high yield volatility position in Intesa Sanpaolo SpA (-2.06%), an Italian banking group. The Italian banking system has been under considerable pressure due to elevated levels of problem loans on their respective balance sheets. Additionally, Italian banks have been increasingly volatile lately due to their high exposure to Italian government bonds, which themselves have been volatile.

OUTLOOK

As the upcoming U.S. presidential cycle approaches, Advent believes the sharp divergence in party rhetoric will impact all sectors and financial markets and create significant volatility. Advent anticipates that these elections will fundamentally shift the manner by which business is conducted. Additionally, Advent believes that the Fed will remain on the sidelines for the foreseeable future. In the near-term, Advent maintains that anticipated China trade deal will help stabilize markets. As Advent progresses through the first half of 2019, Transamerica Event Driven will continue to curate the portfolio to have a focus on hedged idiosyncratic positions.

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 EVENT DRIVEN

as of 03/31/2019

ASSET ALLOCATION (%)

U.S. Fixed Income	64.40	International Equity	1.31
Net Other Assets (Liabilities)	20.62	Derivatives	0.01
International Fixed Income	18.44	Fixed Income Sold Short	-2.06
U.S. Equity	11.31	Equity Sold Short	-14.03

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.

FEES (%)

Gross Expense Ratio	1.69
Net Expense Ratio	1.49

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.

AVERAGE ANNUAL TOTAL RETURNS (%)

	3M	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Class I (at NAV)	5.18	5.18	0.14	-	-	-	4.00
ICE BofAML U.S. Dollar LIBOR 3-Month Constant Maturity Index	0.71	0.71	2.47	1.47	-	-	-

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. Performance for other share classes will vary.

TOP 10 HOLDINGS (%)

Teva Pharmaceutical Finance Co. LLC, Series C, 0.25%, due 02/01/2026	4.17
Palo Alto Networks, Inc., 0.75%, due 07/01/2023	3.94
Vishay Intertechnology, Inc., 2.25%, due 06/15/2025	3.80
Jazz Investments I, Ltd., 1.87%, due 08/15/2021	3.47
Twitter, Inc., 0.25%, due 06/15/2024	3.41
J Sainsbury PLC, 1.25%, due 11/21/2019	3.02
Lumentum Holdings, Inc., 0.25%, due 03/15/2024	2.83
Verint Systems, Inc., 1.50%, due 06/01/2021	2.49
FireEye, Inc., 0.87%, due 06/01/2024	2.36
BofA Finance LLC, Series MTN, 0.25%, due 05/01/2023	2.25
Total	31.74

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

The ICE BofAML U.S. Dollar LIBOR 3-Month Constant Maturity 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 value of your investment may be more volatile to the extent that the fund borrows or uses derivatives or other investments that have a leveraging effect on the fund. Other risks also will be compounded. This is because leverage generally magnifies the effect of a change in the value of an asset and creates a risk of loss of value on a larger pool of assets than the fund would otherwise have had. The use of leverage is considered to be a speculative investment practice and may result in the loss of a substantial amount, and possibly all, of the fund's assets. The fund also may have to sell assets at inopportune times to satisfy its obligations. 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. Fixed income securities have several risks including fluctuations in market value, changes in interest rates as the values will decrease as interest rates rise, and issuers defaulting on their obligations to pay interest or return principal.

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.

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