

# TA LEGG MASON DYNAMIC ALLOCATION – BALANCED

Service | 05/01/2012

## INVESTMENT OBJECTIVE

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

## KEY FACTS

<b>Investment Manager</b>	Transamerica Asset Management, Inc. (TAM)
<b>Lipper Category</b>	Mixed-Asset Target Alloc Moderate Funds
<b>Portfolio Name</b>	Transamerica Legg Mason Dynamic Allocation - Balanced VP**
<b>Primary Benchmark</b>	S&P 500®
<b>Additional Benchmark</b>	Transamerica Legg Mason Dynamic Allocation - Balanced VP Blended Benchmark

## SUB-ADVISER



QS Investors, LLC (QS Investors)

## PORTFOLIO MANAGERS

Lisa Wang, CFA  
Thomas Picciochi

## SUB-SUB-ADVISER



Western Asset Management Company, LLC (WAMC)

## PORTFOLIO MANAGERS

Prashant Chandran  
Jim K. Huynh  
S. Kenneth Leech

## FEES (%)

	Service
Gross Expense Ratio (%)	0.91
Net Expense Ratio (%)	0.91

Expense ratios shown reflect fee waivers, expense reimbursements, or expense recaptures, if any, which are at the discretion of the Investment Manager. 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.

## PORTFOLIO CHARACTERISTICS

Net Assets (all share classes)	\$1.02 Billion	Beta (Service Class)	0.72
Number of Holdings	27	R-Squared (Service Class)	81.10
Portfolio Turnover (as of 12/31/2019)	14.00%	Standard Deviation (Service Class)	6.93
Alpha (Service Class)	-3.89		

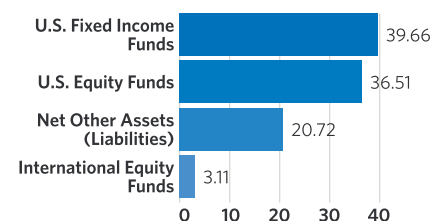
Risk measures are in comparison to the fund's blended benchmark unless otherwise indicated. Based on the indicated class shares at NAV for the 3-year period. **Past performance is no indication of future results.** **Alpha** is a coefficient measuring the portion of a fund's return arising from specific (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.

## TOP 10 HOLDINGS (%)

iShares Core S&P 500 ETF	27.00
Vanguard Total Bond Market ETF	25.42
iShares Core U.S. Aggregate Bond ETF	7.15
iShares 20+ Year Treasury Bond ETF	7.09
SPDR S&P 500 ETF Trust	6.35
Vanguard Small-Cap ETF	3.16
iShares MSCI EAFE ETF	3.11
Option Purchased, PUT, S&P 500® Index, Exercise Price \$1950.00, Expiration Date 06/18/2021	0.13
Option Purchased, PUT, S&P 500® Index, Exercise Price \$1900.00, Expiration Date 06/18/2021	0.11
Option Purchased, PUT, S&P 500® Index, Exercise Price \$1850.00, Expiration Date 06/18/2021	0.10
<b>Total</b>	<b>79.62</b>

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

## ASSET ALLOCATION (%)



Equity Weighting including Impact of Derivatives: 39.39%. Source: WAMC

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.

# TA LEGG MASON DYNAMIC ALLOCATION – BALANCED

as of 09/30/2020

## 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, LLC ("Western") serves as a subsubadviser to the portfolio and is responsible for the portfolio's Event Risk Management strategy.

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 subadviser'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.

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.

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.

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. Russell® and other service marks and trademarks related to the Russell indexes are trademarks of the London Stock Exchange Group companies.

## SECTOR WEIGHTS (%)

Investment Company	79.28
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Sector weights display excludes net other assets (liabilities).

## TOP 10 COUNTRY WEIGHTS (%)

United States	80.31
Net Other Assets (Liabilities)	19.69

\*\*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.

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.

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

The COVID-19 pandemic has caused substantial market disruption and dislocation around the world including the U.S. During periods of market disruption, which may trigger trading halts, the fund's exposure to the risks described elsewhere in the prospectus will likely increase. As a result, whether or not the fund invests in securities of issuers located in or with significant exposure to the countries directly affected, the value and liquidity of the fund's investments may be negatively affected.

**You should consider a variable annuity's investment objectives, risks, charges, and expenses carefully before investing. Go to [www.transamerica.com](http://www.transamerica.com) for prospectuses containing this and other information. Please read them carefully.**