

TA MARKET PARTICIPATION STRATEGY

Service | 09/17/2012

INVESTMENT OBJECTIVE

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

KEY FACTS

Investment Manager	Transamerica Asset Management, Inc. (TAM)
Lipper Category	Flexible Portfolio Funds
Portfolio Name	Transamerica Market Participation Strategy VP**
Primary Benchmark	S&P 500®
Secondary Benchmark	Bloomberg Barclays US Government 5-10 Year Index
Additional Benchmark	Transamerica Market Participation Strategy VP Blended Benchmark

SUB-ADVISER


Quantitative Management Associates LLC
(Quantitative)

PORTFOLIO MANAGERS

Joel Kallman, CFA
Devang Gambhirwala
Marcus M. Perl

FEES (%)

	Service
Gross Expense Ratio (%)	0.97
Net Expense Ratio (%)	0.97

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.

PORTFOLIO CHARACTERISTICS

Net Assets (all share classes)	\$447.63 Million	Beta (Service Class)	0.74
Number of Holdings	20	R-Squared (Service Class)	69.00
Portfolio Turnover (as of 12/31/2019)	32.00%	Standard Deviation (Service Class)	7.99
Alpha (Service Class)	3.74		

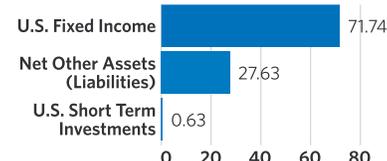
Risk measures are in comparison to the fund's blended benchmark unless otherwise indicated. Based on the indicated class shares at NAV for the 3-year period. **Past performance is no indication of future results.** **Alpha** is a coefficient measuring the portion of a fund's return arising from specific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

U.S. Treasury Bond, Principal Only STRIPS, due 08/15/2024	26.94
Federal Home Loan Banks, 3.25%, due 11/16/2028	10.73
Option Purchased, CALL, S&P 500® - Flexible Exchange Option, Exercise Price \$3320.00, Expiration Date 02/05/2026	9.48
Federal Home Loan Mortgage Corp., 2.75%, due 06/19/2023	6.92
Option Purchased, CALL, S&P 500® - Flexible Exchange Option, Exercise Price \$3310.00, Expiration Date 02/05/2025	6.88
U.S. Treasury Bond, Principal Only STRIPS, due 02/15/2026	5.02
U.S. Treasury Bond, Principal Only STRIPS, due 05/15/2024	4.65
Federal National Mortgage Association, 0.62%, due 04/22/2025	4.53
Federal National Mortgage Association, 2.50%, due 02/05/2024	2.88
Federal Home Loan Mortgage Corp., 2.37%, due 01/13/2022	2.64
Total	80.67

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: 54.93%. Source: QMA

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 MARKET PARTICIPATION STRATEGY

as of 09/30/2020

INVESTMENT STRATEGY

The portfolio attempts to provide upside participation in the stock market when the stock market advances and to reduce declines in the portfolio's value when the stock market declines.

The strategy is designed to provide upside equity participation while seeking to reduce downside risk over the course of a full market cycle. The portfolio will not invest directly in equity securities. The portfolio will gain equity exposure through investments in S&P 500® options and futures. The portfolio will also invest in U.S. Treasuries, U.S. agency bonds and bonds issued by supranational agencies.

The portfolio's sub-adviser, Quantitative Management Associates LLC (the "sub-adviser"), will periodically rebalance the asset mix of U.S. Treasuries, U.S. agency bonds, bonds issued by supranational agencies and equity index options and futures to respond to changing market conditions and to achieve what it believes to be the optimal balance between risk and reward. When determining the allocation and when to rebalance, the sub-adviser will take into account, among other factors: interest rates, the portfolio's equity exposure, the percentage of the portfolio invested in options, the current level of the S&P 500®, the volatility of S&P 500® options, bond and dividend yields, the delta of the portfolio's options positions (which is a measure of the sensitivity of the portfolio's option prices to changes in price of the S&P 500®), and time to maturity of the options.

The sub-adviser will also consider internal research generated by its asset allocation team when evaluating the relative attractiveness of stocks versus bonds.

The ability of the fund to achieve its objective depends largely on the performance of the underlying fund in which it invests. Each underlying fund's performance, in turn, depends on the particular securities in which that underlying fund invests. Total expenses associated with the fund may be higher than with other mutual funds. 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.

Growth stocks can be volatile and experience sharp price declines and certain types of stocks can be extremely volatile and subject to greater price swings than the broader market. The market prices of fixed-income securities may go up or down, sometimes rapidly or unpredictably due to general market conditions.

The S&P 500®, Bloomberg Barclays US Government 5-10 Year Index, and Transamerica Market Participation Strategy VP Blended Benchmark (50% S&P 500® and 50% Bloomberg Barclays US Aggregate Bond Index) are unmanaged indices used as general measures of market performance. It is not possible to invest directly into an index.

SECTOR WEIGHTS (%)

U.S. Government Obligation	40.77
U.S. Government Agency Obligation	30.97
Short-Term U.S. Government Obligation	0.63

Sector weights display excludes net other assets (liabilities).

TOP 10 COUNTRY WEIGHTS (%)

United States	88.75
Net Other Assets (Liabilities)	11.25

**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 for prospectuses containing this and other information. Please read them carefully.