

Transamerica Dynamic Income

Class A IGTX | Class I IGTX

Investment Objective

The fund seeks high current income as the primary objective with capital appreciation as a secondary objective.

Sub-adviser

QS Investors, LLC (QS)



Portfolio Managers

Thomas Picciochi
Ellen Tesler
Adam J. Petryk, CFA

Product Profile

An asset allocation fund with an income orientation

- ➔ High current income potential
- ➔ Dynamic approach that reallocates the portfolio to maximize income while controlling for risk and maintaining diversification

Fund Facts

Inception Date (A-I)	10/31/11 - 10/31/11
Benchmark Index	iBoxx \$ Liquid High Yield Index, Transamerica Dynamic Income Blended Benchmark
Morningstar Category	Allocation--15% to 30% Equity
Lipper Category	Mixed-Asset Target Allocation Conservative
Dividend Frequency	Monthly

Prior to May 1, 2015, this fund was called Transamerica Tactical Income and had a different sub-adviser and investment strategy.

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 decisions.

This material was prepared for general distribution. It is being provided for informational purposes only and should not be viewed as an investment recommendation. If you need advice regarding your particular investment needs, contact your financial professional.

Macroeconomic Overview

Equity markets across most major regions enjoyed strong performance in the quarter. Global equity performance (as represented by the MSCI All Country World Index) was up 3.3% in the second quarter of 2017. With the exception of Japan, this marked the second consecutive quarter of positive equity returns for major regional indexes. U.S. equity markets (as represented by the S&P 500®) were a particular source of consistency, appreciating in each month year-to-date, a trend that began in November 2016 following the U.S. presidential election. Global bond markets extended a performance rebound that began in the first quarter, on the heels of historic losses in the fourth quarter of 2016. Global fixed income (as represented by the Bloomberg Barclays Global Aggregate Total Return Index) appreciated 2.6% in the quarter and U.S. bonds (as represented by the Bloomberg Barclays U.S. Aggregate Bond Index) added 1.4%.

Fund Overview

For the quarter, the Transamerica Dynamic Income Fund underperformed its benchmark, net of fees. The fund had positive relative performance contributions from its fixed income allocations that were more than offset by underperformance in its equities holdings. The Alerian MLP ETF and two high dividend equity holdings underperformed the broad equity benchmark. Within fixed income, long term bonds drove performance by outperforming broad fixed income benchmarks. In absolute terms, the fund's return was driven by the two long term bond and emerging markets local bonds holdings. Within equities the Global Super Dividend US ETF had the highest return. The lowest performing holdings was the Alerian MLP ETF.

Outlook

QS's short-term market outlook can be summarized as moderately cautious, particularly in comparison to the strongly positive equity position at the end of the first quarter. In spite of this moderation, QS still favors in U.S. stocks vs. investment grade bonds. That view is largely driven by their view on valuation. The largest driver of change between the end of Q1 and the end of Q2 was their leading economic indicator index, which moved from strongly positive to negative territory. Over this period, three important indicators worsened within manufacturing, workforce productivity, and house construction. In other asset classes, QS remains overweight U.S. high yield versus investment grade bonds. While their preference for U.S. stocks is moderate, they have a much stronger conviction in European stocks versus European investment grade bonds.

The performance data presented 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.

Not insured by FDIC or any federal government agency. May lose value. Not a deposit of or guaranteed by any bank, bank affiliate, or credit union.

Transamerica Dynamic Income

Class A IGTAX | Class I IGTIX

Holdings

	% of Holdings
SPDR Bloomberg Barclays Short Term High Yield Bond ETF	19.51
Vanguard Long-Term Bond ETF	16.60
Global SuperDividend US ETF	13.34
VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	11.67
iShares Core High Dividend ETF	9.24
Alerian MLP ETF	8.37
VanEck Vectors Emerging Markets High Yield Bond ETF	8.00
iShares 20+ Year Treasury Bond ETF	7.60
iShares MBS ETF	3.04
iShares Emerging Markets High Yield Bond ETF	1.47
Percentage of total portfolio	98.84

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

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.

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 of 4.75%. Performance for other share classes will vary.

The gross expense ratios for this fund are 1.30% and 1.06% for Class A and Class I shares, respectively. The net expense ratios for this fund are 1.30% and 1.06% for Class A and Class I shares, respectively. Contractual arrangements have been made with the fund's investment manager, Transamerica Asset Management, Inc. (TAM), through March 1, 2018.

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.

The iBoxx \$ Liquid High Yield Index and Transamerica Dynamic Income Blended Benchmark (40% iBoxx \$ Liquid High Yield Index, 30% S&P 500®, and 30% Bloomberg Barclays U.S. Aggregate Bond Index) are unmanaged indices 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.

Asset Allocation, like many investment strategies, offers no guarantee of positive returns, and mutual funds are subject to market risk, including loss of principal. ETFs generally present the same risks as an investment in a conventional fund that has the same investment objectives, strategies, and policies. The market price of an ETF's share may be above or below the shares' net asset value; and an active trading market for an ETF's share may not develop or be maintained. Foreign and emerging market investments involve risks not associated with U.S. markets, such as currency fluctuation, adverse social and political developments and the relatively small size and lesser liquidity of the markets. Fixed income investing is subject to credit risk and interest rate risk. Investments in high-yield bonds (junk bonds) may be subject to greater volatility and risks as the income derived from these securities is not guaranteed and may be unpredictable and the value of these securities tends to decline when the interest rate increases.

Before investing, consider the fund's investment objective, risks, charges, and expenses. Contact your financial professional or go to transamerica.com for a prospectus and/or summary prospectus with this information. Read it carefully.

Transamerica Funds are advised by Transamerica Asset Management, Inc. and distributed by Transamerica Capital, Inc.

MQCDI0717

Total Return Performance (%)

	3 Mo	YTD	1 Yr	3 Yr*	5 Yr*	10 Yr	Inception*
Class A (at NAV)	1.56	4.16	2.88	2.07	3.94	N/A	4.39
Class A (at POP)	-3.24	-0.83	-2.00	0.42	2.94	N/A	3.50
Class I (at NAV)	1.62	4.28	3.12	2.31	4.19	N/A	4.63
iBoxx \$ Liquid High Yield Index	2.07	4.45	11.26	3.60	5.86	N/A	-
Transamerica Dynamic Income Blended Benchmark	2.19	5.24	9.60	5.14	7.39	N/A	-

* Average Annual Total Return

Calendar Year Performance (%)

	2016	2015	2014	2013	2012	2011	2010
Class A (at NAV)	11.38	-7.91	4.55	4.48	8.19	N/A	N/A
Class I (at NAV)	11.65	-7.69	4.79	4.72	8.42	N/A	N/A
iBoxx \$ Liquid High Yield Index	15.31	-5.03	2.13	5.93	14.12	N/A	N/A
Transamerica Dynamic Income Blended Benchmark	10.51	-1.31	6.71	10.76	11.72	N/A	N/A

Class I shares are primarily offered for investment to institutional investors including, but not limited to, fee-based programs, qualified retirement plans, certain endowment plans and foundations and Directors, Trustees and employees of the funds' affiliates.

Risk Measures*

3 Years

	Portfolio
Alpha	-4.08
Beta	1.21
R-Squared	78.00
Standard Deviation	7.08

*Risk measures are in comparison to the fund's blended benchmark unless otherwise indicated. Based on Class A shares at NAV for the 3-year period.