RESPONSIBLE INVESTING

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.
RESPONSIBLE INVESTING DEFINED

We define responsible investing as the implementation and monitoring of strategies that aim to generate positive, risk-adjusted, long-term financial returns while creating positive social impact at the same time, by incorporating environmental, social, and governance (ESG) factors into the investment decision-making process.

The strategies Transamerica offers within the responsible investing framework must also adhere to our Investor First℠ Process, the ongoing screening process Transamerica Asset Management (TAM), Inc., applies to hold managers to the highest of standards through a multitude of quantitative and qualitative criteria.

PUTTING THE INVESTOR FIRST

Step 1
Quantitative Analysis
We apply quantitative metrics to identify strategies delivering competitive returns, style consistency, and sound risk mitigation.

Step 2
Qualitative Analysis
With a forward-looking approach, we analyze the manager’s investment philosophy, portfolio construction process, organizational structure, and responsible investing process.

Step 3
Investment Manager Recommendation
Through an objective, evidence-based, and collaborative process, these quantitative and qualitative analyses are combined to form a recommendation that is vetted by our Investment and Investment Risk committees.

Step 4
Continuous Monitoring
Fund managers are continuously monitored on a daily, weekly, monthly, and quarterly basis for investment performance, adherence to style and responsible investing framework, compliance with objectives, and other important criteria. Managers not meeting expectations are subject to replacement.

Investors can be assured our sub-advisers will be held to TAM’s highest standards when implementing security selection within responsible investing mandates. The Investor First Process uses specific criteria to oversee sub-adviser responsible investing strategies and practices. These include:

1. Monitoring portfolios to confirm holdings are consistent with the stated responsible investing mandate

2. Confirming responsible investing criteria are being followed

3. Verifying portfolio holdings no longer meeting criteria are sold within reasonable time frames

The Investor First℠ Process is our ongoing commitment to making sure you have access to the investments you deserve from some of the best asset managers in the industry. This process only applies to funds advised by Transamerica Asset Management, Inc. (TAM) and not to nonproprietary funds. TAM is an SEC-registered investment adviser.
A GROWING INTEREST: RESPONSIBLE INVESTING

Living well tomorrow starts with the habits we practice today. Delivering holistic guidance and suitable investment opportunities requires assessing the financial needs of an individual while also taking into account the priorities they most deeply value.

For many investors today, it’s not just about the returns their investments can generate. It’s also about the good their money can do. It’s about living in a sustainable world, where responsible investing embraces assets that consider a much bigger picture.

By 2025, ESG funds are expected to comprise half of all professionally managed investments.¹

RESPONSIBLE INVESTING IS ON THE RISE

Sustainable, responsible, and impact investing trends grew to $17.1 trillion in total assets under management in the United States as of year-end 2019, up 42% from $12 trillion in 2018. That equates to one in every three dollars of the $51.4 trillion invested in total assets under professional management in the United States.²

Sustainable and Responsible Investing in the United States (ESG Incorporation)

Source: US SIF Foundation

² U.S. SIF Foundation, accessed online, July 2021
# Five Categories of Responsible Investing Strategies

Responsible investment strategies seek to construct portfolios that generally emphasize certain ESG-related criteria, pursue sustainability goals, or seek to achieve impact-related objectives.

We segment responsible investment strategies into five primary categories: excluded, ESG included, ESG advanced, sustainable focused, and impact investments.

<table>
<thead>
<tr>
<th>Category</th>
<th>EXCLUDED</th>
<th>ESG INCLUDED</th>
<th>ESG ADVANCED</th>
<th>SUSTAINABLE FOCUSED</th>
<th>IMPACT</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Definition</strong></td>
<td>Utilize negative screening to avoid certain sectors, companies or practices based on specific criteria.</td>
<td>Seeks to assess and incorporate the effects of ESG factors as a component of their fundamental analysis utilized for portfolio security selection.</td>
<td>Applies ESG rankings and analysis as a primary means of security selection and portfolio structuring. Uses proprietary research to categorize holdings as belonging to specific ESG categories.</td>
<td>Uses positive screening to construct portfolio and identify securities of companies believed to align with sustainable themes and sustainability initiatives.</td>
<td>Invests in areas that have positive and measurable impacts on the environment and society. Steer capital towards investments that supports a sustainable future.</td>
</tr>
<tr>
<td><strong>Key requirements</strong></td>
<td>Defined system for determining and eliminating securities of companies not meeting sufficient ESG standards.</td>
<td>Ability to identify ESG characteristics and their effects on the investable universe. Inclusion of this analysis into established portfolio management process.</td>
<td>Apply defined ESG scoring or ranking system to investable universe. Results of this process serve as the principal criteria for security selection and portfolio management process.</td>
<td>Sustainability analysis and classification of investable universe with results determining eligibility as portfolio holdings.</td>
<td>Environmental and societal impacts serve as primary determinants of portfolio holdings. Financial returns are secondary.</td>
</tr>
</tbody>
</table>
RESPONSIBLE INVESTING STRATEGIES

To help investors pursue their financial objectives and focus on contributing to a more sustainable world, Transamerica is excited to offer responsible investing strategies designed to meet multiple goals.

When applied by experienced managers with expertise, responsible investing can be an effective way to select securities and structure portfolios that provide the opportunity for strong risk-adjusted returns over longer-term market cycles.

Funds applying responsible investing mandates, such as ESG or sustainability strategies, are subject to the standards implicit within our Investor First Process, plus additional layers of oversight specific to these types of portfolios. We embed responsible investing oversight and analysis within our established manager selection and monitoring process, rather than implementing it under separate parameters, to strengthen our ability to effectively manage these funds for investors.

AVAILABLE FUNDS FROM TRANSAMERICA

<table>
<thead>
<tr>
<th>Fund Name</th>
<th>Transamerica High Yield ESG</th>
<th>Transamerica Sustainable Bond</th>
<th>Transamerica Sustainable Equity Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Category</td>
<td>ESG ADVANCED</td>
<td>SUSTAINABLE FOCUSED</td>
<td>SUSTAINABLE FOCUSED</td>
</tr>
<tr>
<td>Sub-adviser</td>
<td>Aegon USA Investment Management, LLC (AUIM)</td>
<td>Aegon USA Investment Management, LLC (AUIM)</td>
<td>Aegon Asset Management UK plc (AAM)</td>
</tr>
<tr>
<td>Ticker (I Share)</td>
<td>TAJEX</td>
<td>TAPKX</td>
<td>TDFIX</td>
</tr>
<tr>
<td>Objective</td>
<td>Seeks a high level of current income</td>
<td>Seeks to provide high total return through a combination of current income and capital appreciation</td>
<td>Seeks total return gained from the combination of dividend yield, growth of dividends, and capital appreciation</td>
</tr>
<tr>
<td>Benchmark</td>
<td>Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index</td>
<td>Bloomberg U.S. Aggregate Bond Index</td>
<td>Russell 1000® Value Index</td>
</tr>
<tr>
<td>Overview</td>
<td>The fund is an extension of AUIM’s time-tested, high-yield platform and is built on their proprietary ESG categories. It takes a balanced economic approach to ESG investing, using bottom-up research to identify issuers with strong or improving ESG profiles. The fund uses best-in-class methodology that seeks to optimize the portfolio’s ESG risk/reward profile.</td>
<td>The fund invests in a wide range of fixed income securities that are aligned with long-term sustainable megatrends. Using a thematic approach and proprietary sustainability process, the team seeks to create long-term value while contributing to a more sustainable global economy.</td>
<td>The fund focuses on companies that offer the potential for stable and growing dividends with positive sustainability characteristics. It’s high conviction with low turnover; the portfolio typically consists of 35 to 50 stocks that undergo sustainability analysis prior to their inclusion.</td>
</tr>
</tbody>
</table>
When investing for the future, there’s no time like the present.

Visit: transamerica.com/responsible-investing

Call: 800-851-7555