

DECEMBER 2023

IUL CAP UPDATES



TRANSAMERICA®

Transamerica is committed to carefully managing our suite of index universal life (IUL) products to remain a strong carrier in the marketplace. To honor that commitment and best serve our clients and agents, we take a disciplined approach to managing our cap rates.

IUL Cap Rate Updates

Effective December 16, 2023, Transamerica is increasing cap rates on **currently sold FFIUL for New York only**. There are no cap rate changes for FFIUL IUL09 (not available in New York) issued on or after June 17, 2023 (SC issued on or after September 1, 2023). There are no cap rate changes to FCIUL. In addition, we are changing cap rates on index accounts for in force IUL products (all states including New York). No changes apply to any floor or participation rates.

WHY ARE SOME CAP RATES GOING UP WHILE OTHERS ARE GOING DOWN?

Not all IUL products are the same. Over time, economic factors such as capital market volatility, interest rate changes, and other influences can impact the hedging costs differently for each of our products. That's why Transamerica reviews and manages all our IUL products independently. This helps to minimize the impact of changes and allows us to maintain a strong financial position so we can continue offering a competitive suite of products for your clients.

CAP RATE CHANGES ARE EFFECTIVE DECEMBER 16, 2023, FOR TRANSAMERICA FINANCIAL FOUNDATION IUL (IUL09NY):

FINANCIAL FOUNDATION IUL (IUL09NY)	OLD CAP RATE	NEW CAP RATE	MAXIMUM ILLUSTRATED RATE
S&P 500® Index Account	12.00%	12.25%	7.00%
Global Index Account	13.00%	13.25%	7.00%

IN FORCE CAP RATE CHANGES ARE EFFECTIVE DECEMBER 16, 2023, FOR THE FOLLOWING PRODUCTS:

PRODUCT	CURRENT CAP	NEW CAP
WRL Freedom® Equity Index Universal Life (EIUL01 0305) TFLIC Freedom® Equity Index Universal Life (EIUL01 0305 NY)	6.75%	7.00%
WRL Freedom® Index Universal Life (EIUL02 0707) TFLIC Freedom® Index Universal Life (EIUL02 0707 NY)	6.75%	7.00%
Freedom Index Universal Life II SM (IUL04) TFLIC Freedom Index Universal Life II SM (IUL04 NY)	10.00%	9.75%
Freedom Global IULII SM (IUL05) TFLIC Freedom IULII SM (IUL05 NY)	10.00%	9.75%
WRL Freedom Global IUL SM (IUL03 1208) TFLIC Freedom Global IUL SM (IUL03 1208 NY)	7.50%	7.75%
TransNavigator® IUL (IUL08 REV) S&P 500® Index Account S&P 500® Plus Index Account Global Index Account Global Plus Index Account	7.25% 10.75% 8.25% 13.00%	7.25% 10.75% 8.25% 13.00%
Transamerica Financial Foundation IUL® (IUL06) TFLIC Financial Foundation IUL® (IUL06 NY) S&P 500® Index Account Global Index Account	10.00% 11.00%	9.50% 10.50%
Transamerica Financial Foundation IUL® (IUL09) issued before 6/17/2023 (South Carolina issued before 9/1/2023): S&P 500® Index Account Global Index Account	12.00% 13.00%	12.25% 13.25%
Transamerica Financial Foundation IUL® (IUL09NY) S&P 500® Index Account Global Index Account	12.00% 13.00%	12.25% 13.25%

IMPORTANT DATES/TRANSITION GUIDELINES

Cap rates apply to the index account segments as of the beginning date and apply for the full segment period. An index account value is equal to the sum of the values of the index account segments, plus any values from a pending transaction that may apply to any given segment. This value may include net premiums, loan repayments, transfers, and excess index interest, if any, as allocated to the index account(s).

- **In force IUL policies:**

- For impacted products (see table), new and/or renewing segments generated on or after December 16, 2023, will have the new cap rate.

- **Pending FFIUL applications for NY only (IUL09NY):**

- Contracts printed/issued on or before December 15, 2023, will have the old cap rates. Segments generated on or after December 16, 2023, will have the new cap rates.
- Contracts printed/issued on or after December 16, 2023, will have the new cap rates.
 - Includes new submissions
 - Includes in flight pending applications
- The NY Statement of Understanding will be updated in January 2024.

**For additional information on caps and rates,
download our Rates-at-a-Glance flyers.**

[Download TLIC Rates-at-a-Glance](#)

[Download TFLIC Rates-at-a-Glance](#)



TRANSAMERICA®

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