



# Investment flexibility with lifetime income

*Transamerica Income Edge*<sup>SM</sup> 1.2 living benefit  
available with a Transamerica variable annuity  
for New York



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**INVESTMENT AND INSURANCE PRODUCTS ARE:**

- NOT FDIC INSURED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY
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# Transamerica Income Edge 1.2

**Transamerica Income Edge 1.2 is an optional living benefit available for an additional fee with a Transamerica variable annuity.**

With a guaranteed non-reducing income stream for life,<sup>1</sup> even if the Policy Value falls to zero, and the flexibility of more than 70 investment options from well-known money managers, it could help give your retirement planning an edge.

That's a straightforward, flexible, and cost-efficient way to create income for life that will never be reduced.<sup>1</sup>

## Straightforward

- Ability for higher withdrawal percentages
- Lifetime income that cannot be reduced<sup>1</sup>

## Flexible

- 70+ investment options from well-known money managers<sup>2</sup>
- Select your investment options to meet your investment needs
- Potential to increase your Withdrawal Base when your investments perform well

## Cost-efficient

- No M&E&A<sup>3</sup> charge on assets in the Stable Account
- Lower-cost index investment options available
- Annual fees are competitive at 1.45% for single life and 1.55% for joint life of your Withdrawal Base.<sup>4</sup>

## Straightforward

**Higher withdrawal percentages, non-reducing income**

	Before the living benefit's 4 <sup>th</sup> anniversary:		4 <sup>th</sup> until 7 <sup>th</sup> living benefit anniversary:		On or after the living benefit's 7 <sup>th</sup> anniversary:	
Attained age*	Withdrawal Percentage		Withdrawal Percentage		Withdrawal Percentage	
	Single Life	Joint Life	Single Life	Joint Life	Single Life	Joint Life
59–64	4.35%	3.85%	5.35%	4.85%	6.60%	6.10%
65–69	5.60%	5.10%	6.60%	6.10%	7.85%	7.00%
70–74	6.00%	5.50%	7.10%	6.60%	8.75%	8.05%
75–79	6.50%	6.00%	7.70%	7.20%	9.45%	9.00%
80–84	7.10%	6.60%	8.40%	7.90%	10.35%	9.85%
85–89	8.00%	7.50%	9.25%	8.75%	11.40%	10.90%
90–94	9.00%	8.50%	10.40%	9.90%	12.80%	12.30%
95+	–	–	–	–	14.60%	14.10%

Should the variable annuity's Policy Value fall to zero, you will receive payments up to the amount allowed under the living benefit for life. If an excess withdrawal causes the Policy Value to reach zero, the living benefit and policy will terminate. Your waiting period for higher withdrawal percentages is tied to your living benefit's inception date.

\* Age at time of first withdrawal. Issue ages are 0–85.

- **Opportunity for 8.75% single life withdrawal rate at age 70<sup>5</sup> if you wait until the seventh living benefit anniversary to take withdrawals or if an Automatic Step-Up occurs on or after the seventh living benefit anniversary**
- **Offers Automatic Step-Up to lock in gains**
- **Take advantage of investment flexibility, lower-cost index investment options, and no M&E&A charges on assets in the Stable Account**
- **Consistent guaranteed income that can never run out or be reduced, even if your Policy Value reaches zero, as long as no excess withdrawals are taken**

All guarantees, including living benefits, are based on the claims-paying ability of the issuing insurance company.

<sup>1</sup> As long as withdrawals do not exceed the living benefit withdrawal amount

<sup>2</sup> May vary by product

<sup>3</sup> Mortality & expense risk fee & administrative charge (M&E&A) is an annual fee assessed daily and is a percentage of the subaccount Policy Value

<sup>4</sup> Other fees may apply to individual investments held in the account and fees may go up.

<sup>5</sup> If the living benefit is structured as joint life, the withdrawal percentage will be based on the younger of the annuitant or the annuitant's spouse when withdrawals begin.

## Flexible

Create a portfolio that's tailored for you, by you



80%

Flexible and Select  
Investment options,  
you choose

20%

Stable Account

- Allocate 80% of your initial and additional premium payments to a wide range of investments, including stock, bond, and alternative fund assets
- Choose from some of the industry's leading money managers
- Earn a fixed interest rate with the final 20%, which is automatically placed in the Stable Account<sup>1</sup>
- Opportunity to grow your Withdrawal Base with an Automatic Step-Up when your investments perform well

While this living benefit is effective, quarterly rebalancing is required and will take place at the end of each living benefit quarter. We will automatically transfer amounts among investment options according to the most recent rebalancing instructions on file that comply with the required allocations for rebalancing. The Stable Account is not included in the quarterly rebalancing process.

## Cost-efficient

Keep more of your money working for you

- Pay no M&E&A on assets in the Stable Account
- Invest in lower-cost index investment options
- Annual fees are competitive at 1.45% for single life and 1.55% for joint life of your Withdrawal Base



Straightforward

Flexible

Cost-efficient

<sup>1</sup> The Stable Account is a fixed account option that is only available if you elect this optional living benefit. The guaranteed interest rate will be equal to the nonforfeiture rate declared each quarter. The Guaranteed Minimum Interest Rate will be equal to the nonforfeiture rate in effect for the quarter in which the policy is issued and will not change for the life of the policy. Please see prospectus for more information. Transfers to and from the Stable Account are not permitted.

**The withdrawal percentages and living benefit fees along with required allocations, valuation frequency, and minimum benefit age listed within may change and may not be the most current.** The most current information is disclosed in the applicable Rate Sheet Prospectus Supplement, which may be amended by us from time to time. Please contact our administrative office to determine whether the information above has been amended.

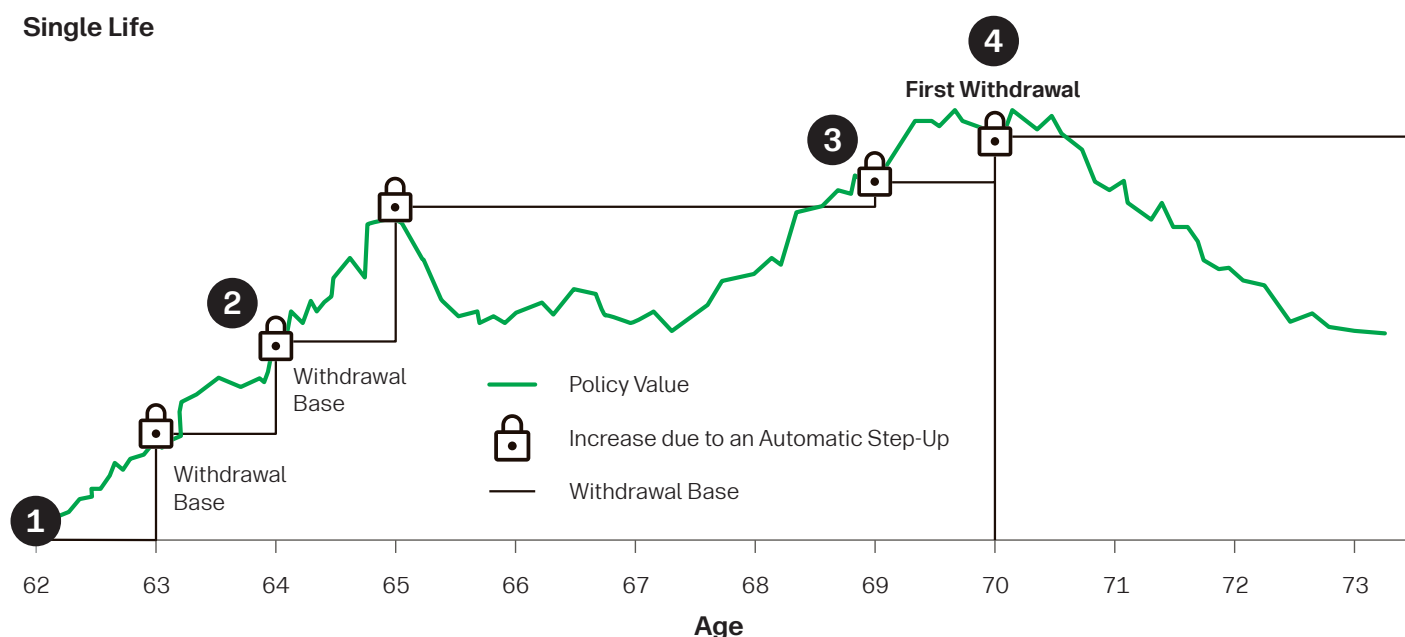
**You should not purchase this living benefit without first obtaining the applicable Rate Sheet Prospectus Supplement.**

# A case study

## *Transamerica Income Edge 1.2* in action

Joe B. Investor is 62 and wants to take money from his IRA to create a guaranteed stream of income for himself at age 70. Joe is looking to use potential market returns to accumulate a larger base of future income while he continues to work. He also wants protection from market corrections so they don't erode his gains as he nears his retirement date. Here's a step-by-step look at how *Transamerica Income Edge 1.2* when combined with a Transamerica variable annuity can work for him. Please note there is no additional tax-deferral benefit derived from placing IRA or other tax-qualified funds into an annuity. Features other than tax deferral should be considered in the purchase of a qualified annuity.

### Single Life



This hypothetical example does not guarantee or predict actual performance.

#### 1. Guaranteed income for life that can't be reduced:

Joe's initial income is protected because, even in declining markets, his Withdrawal Base will not decrease as long as he takes no withdrawals in excess of the maximum withdrawal amount under the living benefit. The Withdrawal Base does not establish or guarantee Policy Value, surrender value, minimum death benefit, or return for an investment option. This means Joe's future income is secure against market volatility.

#### 2. Investment flexibility:

Joe allocates 80% of his premiums in any of the available investment options. He gets to control his investment mix to suit his needs.

#### 3. Annually lock in investment gains:

In rising markets, Joe automatically locks in investment gains to his current Policy Value on his living benefit anniversary and steps up his Withdrawal Base to this new value. So even if the markets decline before he is ready to take his withdrawals, his increased Withdrawal Base is locked in.

#### 4. Opportunity for 8.75% withdrawals:

By waiting until the seventh living benefit anniversary to take withdrawals and turning 70, Joe steps up to an **8.75%** single life withdrawal rate. In this example, at age 70 Joe can start taking withdrawals of **8.75%** of his Withdrawal Base, which has increased as the result of an Automatic Step-Up.





# Transamerica Variable Annuities

## With optional *Transamerica Income Edge 1.2* living benefit

### The flexibility to choose

Create a portfolio that's tailored for you, by you. Start by choosing from over 70 investment options (may vary by product) from some of the industry's well-known money managers and allocate 80% of all premiums in any of the investment options listed below. It's your choice. The remaining 20% of your premiums is automatically allocated to Transamerica's Stable Account, which is a fixed account that offers a guaranteed interest rate. Investment options are subject to investment risk, including the possible loss of principal.

### Step 1: Choose your Investment Options (80%)

Flexible Investment Options		
<b>Stock/Equity</b>	<b>Stock/Equity</b>	<b>Stock/Equity</b>
AB Relative Value Portfolio	TA Aegon Sustainable Equity Income	TA S&P 500 Index
American Funds Growth Fund <sup>SM</sup> – Class 4	TA BlackRock iShares Edge 100	TA Small/Mid Cap Value
American Funds Growth-Income Fund <sup>SM</sup> – Class 4	TA Great Lakes Advisors Large Cap Value	TA T. Rowe Price Small Cap
American Funds International Fund <sup>SM</sup> – Class 4	TA International Focus	TA TSW International Equity
American Funds – New World Fund <sup>®</sup> – Class 4	TA Janus Mid-Cap Growth	TA WMC US Growth
Fidelity <sup>®</sup> VIP Contrafund <sup>®</sup> Portfolio – Service Class 2	TA JPMorgan Enhanced Index	Vanguard <sup>®</sup> VIF – International Portfolio*
Fidelity <sup>®</sup> VIP Mid Cap Portfolio – Service Class 2	TA TSW Mid Cap Value Opportunities	Vanguard <sup>®</sup> VIF Mid Cap Index Portfolio
Fidelity <sup>®</sup> VIP Value Strategies Portfolio – Service Class 2	TA MSCI EAFE Index	Vanguard <sup>®</sup> VIF – Real Estate Index Portfolio*
<b>Sector</b>	<b>Sector</b>	<b>Sector</b>
Fidelity <sup>®</sup> VIP Consumer Staples – Initial Class	Fidelity <sup>®</sup> VIP Health Care Portfolio – Service Class 2	Fidelity <sup>®</sup> VIP Utilities Portfolio – Initial Service Class 2
Fidelity <sup>®</sup> VIP Energy Portfolio – Service Class	Fidelity <sup>®</sup> VIP Technology Portfolio – Initial Class	
<b>Asset Allocation</b>	<b>Asset Allocation</b>	<b>Asset Allocation</b>
AB Balanced Hedged Allocation Portfolio – Class B	TA BlackRock iShares Edge 50	TA Madison Diversified Income
American Funds Asset Allocation Fund <sup>SM</sup>	TA Goldman Sachs 70/30	TA Market Participation Strategy
Fidelity <sup>®</sup> VIP Balanced Portfolio – Service Class 2	TA BlackRock iShares Edge 75	TA Multi-Managed Balanced
State Street Total Return V.I.S. Fund – Class 3	TA Janus Balanced	Vanguard <sup>®</sup> VIF Balanced Portfolio
TA 60/40 Allocation	TA JPMorgan Asset Allocation – Growth	Vanguard <sup>®</sup> VIF Conservative Allocation Portfolio
TA BlackRock iShares Edge 40	TA JPMorgan Tactical Allocation	Vanguard <sup>®</sup> VIF Moderate Allocation Portfolio
TA Morgan Stanley Global Allocation		
<b>Managed-Risk Asset Allocation</b>	<b>Managed-Risk Asset Allocation</b>	<b>Managed-Risk Asset Allocation</b>
TA American Funds <sup>SM</sup> Managed Risk – Balanced	TA JPMorgan International Moderate Growth	TA BlackRock iShares Tactical – Balanced
TA Morgan Stanley Global Allocation Managed Risk – Balanced	TA BlackRock iShares Dynamic Allocation – Balanced	TA BlackRock iShares Tactical – Conservative
TA BlackRock Tactical Allocation	TA BlackRock iShares Dynamic Allocation – Moderate Growth	TA BlackRock iShares Tactical – Growth
TA JPMorgan Asset Allocation – Conservative	TA Goldman Sachs Managed Risk – Balanced ETF	TA BlackRock iShares Active Asset Allocation – Conservative
TA JPMorgan Asset Allocation – Moderate	TA Goldman Sachs Managed Risk – Conservative ETF	TA BlackRock iShares Active Asset Allocation – Moderate
TA JPMorgan Asset Allocation – Moderate Growth	TA Goldman Sachs Managed Risk – Growth ETF	TA BlackRock iShares Active Asset Allocation – Moderate Growth
<b>Alternative/Fixed Income</b>	<b>Bond/Fixed Income</b>	<b>Bond/Fixed Income</b>
TA BlackRock Real Estate Securities	TA Aegon High Yield Bond	
Select Investment Options		
<b>Bond/Fixed Income</b>	<b>Bond/Fixed Income</b>	<b>Bond/Fixed Income</b>
American Funds - The Bond Fund of America <sup>SM</sup> – Class 4	TA BlackRock Government Money Market	TA PineBridge Inflation Opportunities
DFA VA Global Bond Portfolio – Institutional Class	TA Aegon Core Bond	Vanguard <sup>®</sup> VIF – Short-Term Investment-Grade Portfolio*
TA Aegon U.S. Government Securities	TA Aegon Bond	Vanguard <sup>®</sup> VIF – Total Bond Market Index Portfolio*

### Step 2: Allocate 20%

Stable Account
<b>General Account</b>
Stable Account

\* Represents investment options only available on the *Transamerica I-Share II Variable Annuity*

Not all investment options are available in all states or for all products.

All TA subaccount investment options invest in the underlying portfolios of Transamerica Series Trust Service Class shares (Investment Adviser, Transamerica Asset Management, Inc.). Please see prospectus for details.

Investment option names may vary from their corresponding underlying portfolio names. Please see the contract prospectus for underlying portfolio names.

**You could lose money by investing in TA BlackRock Government Money Market VP. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. The fund may impose a fee upon sale of your shares or may temporarily suspend your ability to sell shares if the fund's liquidity falls below required minimums because of market conditions or other factors. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time. Investment option names may vary from their corresponding underlying fund names. Please see the variable annuity prospectus for underlying portfolio names.**

## Questions

### **Can the variable annuity policy value change?**

The variable annuity Policy Value, death benefit, and other values will fluctuate based on the performance of the investment options and may be worth more or less than the total of all premiums paid when surrendered.

### **What is the surrender charge-free withdrawal limit?**

The surrender charge-free amount each policy year is equal to 10% of the total premium payments, less any withdrawals taken in the same policy year. Earnings may be withdrawn free of surrender charges. Withdrawals from the Stable Account are not permitted until all other Account Options have been depleted of value. Minimum withdrawal amount is \$500.

### **What happens if I need more than my withdrawal amount?**

Any withdrawals before age 59½ may be subject to IRS penalties. Excess withdrawals beyond the living benefit withdrawal amount will reduce your Withdrawal Base by the greater of dollar-for-dollar or pro rata. Partial withdrawals are first taken pro rata across the Select and Flexible investment options and will only be withdrawn from the Stable Account if the other subaccount options are exhausted.

### **Do I always have to accept an automatic step-up?**

You have the right to reject an Automatic Step-Up within 30 days following a living benefit anniversary, if the living benefit fee percentage increases. If you reject an Automatic Step-Up, you must notify us in a manner which is acceptable to us, however, you are eligible for future Automatic Step-Ups. Changes as a result of the Automatic Step-Up feature will be reversed. Any increase in the living benefit fee percentage will also be reversed, and the Withdrawal Base will be set to the Withdrawal Base prior to the Automatic Step-Up.

### **How much does the variable annuity cost?**

Transamerica variable annuities' range of fees and charges include 0.2%–1.5% M&E&A, 0%–8% surrender charges, current \$35 and maximum \$50 annual service charge, and investment option management fees. A fund facilitation fee of up to 0.6% annually may apply for certain investment options.

### **Can I cancel the living benefit if my needs change?**

You can cancel the living benefit within 30 days of the living benefit start date. You may also terminate the living benefit during the 30-day window following each fifth living benefit anniversary. If the living benefit is terminated, money in the Stable Account will be transferred to the money market subaccount.

### **How much does this living benefit cost?**

The *Transamerica Income Edge 1.2* living benefit is available with a Transamerica variable annuity for an additional cost. An annual fee of 1.45% for single life, and 1.55% for joint life of your Withdrawal Base will be deducted on a pro rata basis from the Select and Flexible Options at the end of each living benefit quarter in arrears. Once the Select and Flexible Investment Options are exhausted, no living benefit fee will be deducted. The living benefit fee percentage may increase upon an Automatic Step-Up, but the maximum living benefit fee is 2.5%. Because the living benefit fee is a percentage of the Withdrawal Base, the amount of the fee will fluctuate as the Withdrawal Base increases or decreases. In the event the Policy Value declines significantly, the fee amount could be a much higher percentage of the Policy Value. Enrollment in Dollar Cost Averaging is not available while this living benefit is in effect.

**The withdrawal and living benefit fee percentages along with required allocations, valuation frequency, and minimum benefit age listed within may change and may not be the most current.** The most current information is disclosed in the applicable Rate Sheet Prospectus Supplement, which may be amended by us from time to time. Please contact our administrative office to determine whether the information above has been amended. **You should not purchase this living benefit without first obtaining the applicable Rate Sheet Prospectus Supplement.**

### **When can I begin living benefit withdrawals?**

You must wait until the living benefit year after you turn age 59 to begin withdrawals permitted under the living benefit. If the living benefit is purchased prior to age 59, however, the living benefit fee will still apply. Withdrawals of taxable amounts are subject to ordinary income tax and may be subject to a 10% additional federal tax if withdrawn before age 59½. Withdrawals may be subject to surrender charges.

### **How do Required Minimum Distributions (RMDs) impact my policy?**

You can satisfy your Required Minimum Distribution while knowing guaranteed income, from the optional living benefit, will never reduce and never run out as long as no excess withdrawals are taken. Even if your Policy Value is reduced to zero, your annual withdrawals continue. That's guaranteed income for life that can satisfy RMD obligations at the same time.

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

### Additional information

All guarantees, including living benefits, are based on the claims-paying ability of the issuing insurance company.

On the maximum annuity commencement date, the living benefit terminates. By annuitizing the policy, you will have the option to receive lifetime payments that are no less than the withdrawals allowed by the living benefit. Annuitization must generally occur by the annuitant's age 99.

Financial institutions that sell our products may have their own guidelines to determine the appropriateness of our variable annuity policies and/or living benefits. Some financial institutions may not sell all of our products, may have specific issue ages for our variable annuity policies, and may not have all living and death benefits available.

These underlying portfolios are only offered as an investment option within a variable annuity contract. There are other investment choices available with different management fees associated with each choice.

These investment options contain different investments than similarly named mutual funds offered by the money manager. Investment results may be higher or lower.

Same sex couples have the right to marry in all states. The parties to each marriage that is valid under the law of any state will each be treated as a spouse as defined in this policy. Individuals in other arrangements, such as civil unions, registered domestic partnerships, or other similar arrangements, that are treated as spouses under the applicable state law, will each be treated as a spouse as defined in this policy for state law purposes. However, individuals in other arrangements, such as civil unions, registered domestic partnerships, or other similar arrangements, that are not recognized as marriage under the relevant state law, will not be treated as married or as spouses as defined in this policy for federal tax purposes. Therefore, exercise of the spousal continuation provisions of this policy or any riders by individuals who do not meet the definition of "spouse" may have adverse tax consequences and/or may not be permissible. **Please consult a tax professional for more information on this subject.**

Living and death benefits are referred to as a rider in the contract.

### What is a variable annuity?

A long-term investment product designed for retirement purposes offering four main features:

- Guaranteed lifetime payout options
- Guaranteed death benefit options
- Wide selection of investment options
- Tax-deferred earnings accumulation

If you elect the *Transamerica Income Edge 1.2* living benefit, Transamerica requires the Policy Value to be allocated in a manner described in the contract, which may include a volatility control strategy. **In periods of high market volatility, volatility control strategies could limit your participation in market gains; this may conflict with your investment objectives by limiting the ability to maximize potential growth of your Policy Value and, in turn, the value of any guaranteed benefit that is tied to investment performance.** 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. **You pay an additional fee for the living benefits that, in part, protects the living benefit base from investment losses. Since the living benefit base does not decrease as a result of investment losses, volatility control strategies might not provide meaningful additional benefit to you.** If you determine that underlying funds with volatility control strategies are not consistent with your investment objectives, other investment options are available under the living benefits that do not invest in funds that utilize volatility control strategies.

All policies, living benefits, and forms may vary by state and may not be available in all states: FRGL16NY-0318(IS), FRGL16NY-0318(IJ).



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Contact **800-851-7555**