

Transamerica Funds Coverdell Education Savings Account Application



Use this form to open a new Transamerica Funds Coverdell Education Savings Account (Coverdell ESA) for the benefit of a Student to pay for qualified elementary, secondary, or higher education expenses. Forms for all other types of accounts are available on our website at www.transamericafunds.com. For assistance, call Transamerica Fund Services, Inc. toll free at 1-888-233-4339 Monday through Friday.

PLEASE NOTE:

To help the government fight terrorism and money laundering activities, the USA PATRIOT Act requires all financial institutions to obtain, verify, and record information that identifies each person or entity that opens an account.

What this means for you: When you open an account, we will ask for your name, date of birth, social security number, and residential address, allowing us to confirm your identity. Under the requirements of the USA PATRIOT Act, the sections denoted with an asterisk (*) are required, and a new account will not be established if these sections are not complete. If we are unable to verify your identity, we may ask for additional information from you, or use third-party sources to verify the information provided.

If you do not provide this information, your account will not be established. If Transamerica Fund Services, Inc. cannot verify your identity within 30 days from the date your account is established, your account may be closed based on the next calculated NAV.

Procedures for New Accounts

To establish a new Transamerica Funds Coverdell Education Savings Account, be sure to complete the following steps:

- Complete and sign the application.
Note: If the source of funds comes as a transfer from another custodian to Transamerica Funds, a transfer request form must be completed and accompany the application.
- Enclose your investment check, made payable to Transamerica Fund Services, Inc.
- Retain the Coverdell ESA Disclosure Statement and Coverdell ESA Custodial Agreement for your records.

Applications, forms, and checks (if applicable) should be mailed to:

Regular Mail

Transamerica Fund Services, Inc.
P. O. Box 219945
Kansas City MO 64121-9945

Overnight Mail

Transamerica Fund Services, Inc.
330 W. 9th Street
Kansas City MO 64105

Section One – Student Information

- Check this box if the student is a Special Needs Beneficiary. See Article X of the Coverdell ESA Custodial Agreement for the definition of Special Needs Beneficiary.

Name of Student* _____

Social Security Number* _____ Date of Birth* _____

Residential Address* _____

City* _____ State* _____ Zip Code* _____

Mailing Address (if different than Residential Address) _____

City _____ State _____ Zip Code _____

E-Mail Address _____ Daytime Telephone Number _____

Student Resident Status*

- U.S. Citizen
 U.S. Resident Alien
 U.S. Non-Resident Alien** (Form W-8BEN Required) _____
Country of Tax Residency

Section Two – Parent or Guardian Information

- Mother Father Guardian¹

Name of Parent or Guardian* _____

Social Security Number* _____ Date of Birth* _____

Residential Address* _____

City* _____ State* _____ Zip Code* _____

Mailing Address (if different than Residential Address) _____

City _____ State _____ Zip Code _____

E-Mail Address _____ Daytime Telephone Number _____

Section Three – Donor Information²

Name of Donor*³ _____

Social Security Number* _____ Date of Birth* _____

Residential or Business Address* _____

City* _____ State* _____ Zip Code* _____

Mailing Address (if different than Residential/Business Address) _____

City _____ State _____ Zip Code _____

E-Mail Address _____ Daytime Telephone Number _____

*Required Information.

**Non-resident aliens must indicate their Country of Tax Residency. In addition, all non-resident alien account owners must provide Form W-8BEN and any additional required paperwork to establish an account.

¹Guardians must provide proof of guardianship.

²See Additional Information on the last page for details.

³If Donor is a corporation, please provide corporate entity contact information.

Section Four – Investment Selection

Check applicable box(es). All share classes have a minimum investment requirement of \$1,000 per fund account. These minimums are reduced to \$500 per fund account if you elect to establish an Automatic Investment Plan (AIP) or Payroll Deduction and invest a minimum of \$50 per month, per fund account (complete Section Eight if you elect this option).

Make your investment allocations as a percentage, using whole numbers only; do not use fractional amounts. Any partial percentages will be rounded to the nearest whole percentage.

<u>Fund Name</u>	<u>Fund Number¹</u>	<u>Percent</u>	<u>Contribution Year</u>	<u>Share Class</u>
_____	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	_____ %	_____	<input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C <input type="checkbox"/> ___
_____	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	_____ %	_____	<input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C <input type="checkbox"/> ___
_____	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	_____ %	_____	<input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C <input type="checkbox"/> ___
_____	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	_____ %	_____	<input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C <input type="checkbox"/> ___
_____	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	_____ %	_____	<input type="checkbox"/> A <input type="checkbox"/> B <input type="checkbox"/> C <input type="checkbox"/> ___

¹Refer to the Fund Information sheet for a listing of funds and fund numbers.

Total for all funds should equal 100% _____ %

Amount of my investment check \$ _____

Custodial Fee \$ _____

Retirement plan accounts are subject to an annual custodial fee of \$15 per fund account, with a maximum fee of \$30 per Social Security Number. For example, a Coverdell ESA in two fund accounts would be subject to a \$30 annual custodial fee. The fee is waived if the total of the retirement plan account(s)' value per Social Security Number is more than \$50,000.

Deduct the Custodial Fee from my investment check.
(Your check must be written for the minimum investment amount *plus* the custodial fee amount.)

Do not deduct the Custodial Fee from my investment check.
(The custodial fee will automatically be deducted from your account at a later date, usually December of each year.)

Transfer of assets has already been requested from current custodian.
 _____ Custodian Name
 _____ Current Value of Funds Being Transferred

Please Note:

- Please make checks payable to Transamerica Fund Services, Inc. Transamerica Funds does not accept money orders, traveler's checks, starter checks, credit card convenience checks, or cash. Cashiers checks and third-party checks may be accepted, subject to approval by Transamerica Funds.
- If no share class is selected, Class A shares will be purchased.
- If no contribution year is selected, the current year will be used.

For Broker/Dealer or Rep Use

This new account application has already been confirmed by a telephone purchase or through FundServ. Order # _____

Section Five – Source of Funds

- Annual contribution (maximum \$2,000 per year). Check enclosed for \$ _____
- Transfer from an existing Coverdell ESA. Submit a completed Transamerica Funds Coverdell ESA Transfer Request Form with this application.
- Rollover from an existing Coverdell ESA. Check enclosed for \$ _____

***Note:** Assets from an existing Coverdell ESA must be rolled over within 60 days of distribution. The requirements for a valid rollover are complex. See the Coverdell ESA Disclosure Statement or consult your tax advisor for additional information and instructions.

Section Six – Reduced Sales Charges (Class A and Class T Shares Only)

- Net Asset Value. Eligible to purchase at Net Asset Value as described in the prospectus.

Reason

- Rights of Accumulation. My spouse, children under age 21, and/or I own shares in other Transamerica Funds listed below which may entitle this purchase to have a reduced sales charge under the rights of accumulation provisions described in the prospectus.

Existing account owner name/registration

Account Number

- Letter of Intention (for Transamerica Short-Term Bond only). I agree to the terms of the Letter of Intent described in the prospectus and grant the distributor a security interest in the shares to be reserved. It is my intention to invest over a 13-month period an aggregate amount of at least:
- \$500,000 \$750,000 \$1,000,000
- Letter of Intention (for all other funds). I agree to the terms of the Letter of Intent described in the prospectus and grant the distributor a security interest in the shares to be reserved. It is my intention to invest over a 13-month period an aggregate amount of at least:
- \$50,000 \$100,000 \$250,000 \$500,000 \$1,000,000

Existing account owner name/registration

Account Number

- \$1 Million Purchase (Jumbo). I qualify for NAV pricing on my accounts because my initial investment is \$1 million or more and/or I currently own shares in other Transamerica Funds that equal \$1 million or more. (See prospectus for additional eligibility information.)

Existing account owner name/registration

Account Number

Section Seven – Maximum Investment Limit (Class B Shares Only)

\$100,000 Maximum Investment Limit for Class B Shares

If your cumulative balance exceeds \$100,000, you should not make additional purchases. Below include any other established B-share accounts at Transamerica Funds that you own.

Existing account owner name/registration

Account Number

(Please refer to the current Transamerica Funds prospectus for additional information.)

Section Eight – Automatic Investment Plan

I wish to invest directly from my checking or savings account (\$50 minimum investment per month, per fund account). By establishing an AIP, I understand that my account will automatically receive the Electronic Bank Link option.

- I have attached a pre-printed voided check or savings account deposit slip with my bank information.
- Use the bank information on the enclosed investment check.

Frequency: Monthly Quarterly Semi-Annual Annual

Note: If the frequency is other than monthly, the investment minimum must be at least equivalent to the \$50 per month per fund account requirement. Investments may be made between the 3rd and the 28th only, and will occur on the 15th if no selection is made. Exact date may vary one or two days.

Start Date (Month/Day)

Fund Name

Amount

Start Date (Month/Day)

Fund Name

Amount

Note: If the Transamerica Funds account holder's name does not appear on the enclosed check, an original Securities Transfer Agents Medallion Program (STAMP2000) Signature Guaranteed letter from the bank account owner authorizing use of the bank information will be required. Due to your bank's requirements, please allow up to 30 days for your AIP to begin.

Payroll Deduction

- I wish to invest through payroll deduction (\$50 minimum investment per month, per fund account).

Note: Once this account is established, payroll deduction forms will be sent to you.

Section Nine – Electronic Bank Link

By checking one of the boxes below, I authorize money to be transferred upon request between my financial institution and Transamerica Funds.

- I have attached a pre-printed voided check or savings account deposit slip with my bank information.
 Use the bank information on the enclosed investment check.

Note: If the Transamerica Funds account holder's name does not appear on the enclosed check, an original Securities Transfer Agents Medallion Program (STAMP2000) Signature Guaranteed letter from the bank account owner authorizing use of the bank information will be required. Due to your bank's requirements, please allow up to 30 days for the Electronic Bank Link to begin.

**Attach voided check or savings deposit slip here
(Please use clear tape. Do not staple.)**

Section Ten –Beneficiary Information

The person(s) noted below are hereby designated to receive any benefits due at the Student's death. All prior beneficiary designations for these assets are revoked. If the Student is not survived by any beneficiary, the beneficiary shall be the Student's estate. I understand beneficiaries may be changed at any time by written notice, in an acceptable manner to the account Custodian. Any designated beneficiary who is under age 30 at the time of the Student's death and is a member of the Student's family (i.e. the Student's child or stepchild, a descendant, sibling or sibling's child; parent or stepparent, grandparent, or spouse of any of the foregoing), will be treated as the new owner of the portion of the Coverdell ESA that is distributable to that family member. **Primary Beneficiary(ies):** In the event of my death, pay any interest I may have under my account to the following Primary Beneficiary(ies) who survive me. Make payment in the proportions specified below (or in equal proportions, if none is specified). **Contingent Beneficiary(ies):** If none of the Primary Beneficiaries survive me, pay any interest I may have under my account to the following Contingent Beneficiary(ies) who survive me.

For each beneficiary noted, indicate if the person is a **Primary Beneficiary (PB)** or **Contingent Beneficiary (CB)**. (All fields must be completed.)

Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Name	Date of Birth	PB/CB
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Social Security or Tax Identification Number	Relationship to Student	%
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Note: If you would like to name additional primary or contingent beneficiaries, please attach a letter of instruction that provides the same information being requested in this section.

Section Eleven – Certification and Signature

I hereby authorize each Fund, its distributor, and transfer agent to accept instructions from me (such as purchase, exchange, and redemption orders) made through the investment representative of record concerning my account. By signing this form I certify that the information provided in the application is true, correct, and complete, and that I have read the Transamerica Funds prospectus and application for the Fund(s) in which I am investing and agree to be bound by their terms. I understand that by signing this Adoption Agreement, I hereby established a Coverdell Education Savings Account (the "account") for the benefit of the Student noted in Section One with State Street Bank & Trust Company as Custodian ("State Street"). I have received, read, and accepted the provisions of the Coverdell Education Savings Account Disclosure Statement and Custodial Agreement. I have full authority and legal capacity to purchase Fund shares and authorize the instructions on this application. I am aware that telephone exchange, redemption, and purchase privileges exist and that these privileges are automatic unless affirmatively declined. I will examine my account statements and notify Transamerica Fund Services, Inc. promptly of any errors. Failure to do so shall preclude any claim against Transamerica Funds Services, Inc., the Fund, or its agents by reason of any unauthorized or missing signature or endorsement, alteration, error, or forgery of any kind. I understand that mutual fund shares are not deposits or obligations of, or guaranteed or endorsed by, any bank, and are not federally insured by the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other agency of the U.S. government, and that an investment in mutual fund shares involves risk, including the possible loss of principal.

Under penalty of perjury, I certify that:

- a) The identification number shown in Section One of this application is the correct Social Security or Tax Identification Number.
- b) The Student is not subject to backup withholding (cross out if the Student is subject to backup withholding).
- c) The authorizations and directions contained herein will continue until Transamerica Fund Services, Inc. receives and accepts written notice of any changes with a signature guarantee, if required.

Signature of Student (If Student has obtained age of majority in his/her state of residence)

Date

Signature of Parent or Guardian (If Student has not obtained age of majority in his/her state of residence)

Date

Signature of Donor or Representative of Corporate Entity

Date

Custodian Acceptance: State Street Bank and Trust Company accepts appointment as Custodian of the Depositor's Account; however, this Agreement is not binding upon the Custodian until the Student has received a statement confirming the initial transaction for the Account. Receipt by the Student of a confirmation of the purchase of the Fund shares indicated above will serve as notification of State Street Bank and Trust Company's acceptance of appointment as Custodian of the Depositor's Account.

If the Student is a minor under the laws the Student's state of residence, the Parent or Guardian identified in Section Two must also execute the application. Until the Student reaches the age of majority, the Parent or Guardian who has executed this application will exercise the powers and duties on behalf of the Student with respect to the operation of the account. Upon reaching the age of majority in the state in which the Student then resides, the Student may advise the Custodian in writing, accompanied by any supporting documentation the Custodian may require, that he or she is assuming sole responsibility to exercise all powers and duties associated with the administration of the Account. Absent such written notice by Student, Custodian shall have no responsibility to acknowledge Student's exercise of such powers and duties of administration.

Section Twelve – Investment Representative

I/We authorize the following broker/dealer to act as my agent for this account in accordance with the Fund's Dealer Sales Agreement and the terms of the prospectus and Statement of Additional Information.

Branch Name	Branch Number	Firm Name	Firm Number
Branch Office Street Address		City	State
			Zip Code
Financial Advisor's Name (exactly as it appears on Firm's registration)		Financial Advisor's Number	Financial Advisor's Phone Number

Authorized Signature of Dealer (required by most dealers)

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Coverdell Education Savings Account Disclosure Statement



SPECIAL NOTE

Contributions to a Coverdell Education Savings Account ("Coverdell ESA") are not tax-deductible to the person making the contribution, but withdrawals that meet certain requirements are not subject to federal income taxes when received. This makes the dividends and growth of the investments held in a Coverdell ESA tax-free for federal income tax purposes if the requirements are met.

Coverdell ESA assets are intended to be used only to pay for qualifying education expenses. Withdrawals for other purposes are subject to significant penalties.

Both Traditional IRAs and Roth IRAs provide a tax-advantaged savings vehicle that may be used to save for education expenses as well as other needs, including retirement. This Disclosure Statement does not describe Traditional IRAs or Roth IRAs. If you wish to receive information about Transamerica Funds IRA products, including forms and explanatory materials, you may contact a Transamerica Fund Services Representative Monday – Friday at 1-888-233-4339 or visit our website at www.TransamericaFunds.com.

Right to Revoke. The person making the contribution to the Coverdell ESA (the "Donor") may revoke a newly established Coverdell ESA seven days after the date you establish the Coverdell ESA account. To revoke the Coverdell ESA, mail a written notice of revocation to Transamerica Funds. Mailed notice will be deemed given on the date that it is postmarked (or, if sent by certified or registered mail, on the date of certification or registration). If the Coverdell ESA is revoked within the seven-day period, the Donor will receive payment of the entire amount originally contributed into the Coverdell ESA, without adjustment for such items as sales charges, administrative expense, or fluctuations in market value.

ESTABLISHING A COVERDELL ESA

This Disclosure Statement contains information about a Coverdell ESA Custodial Account with State Street Bank & Trust Company as Custodian. A Coverdell ESA provides several tax benefits. Although contributions to a Coverdell ESA are not deductible to the contributor, dividends and growth of the assets held in the Coverdell ESA generally are not subject to federal income tax while held in the Coverdell ESA. Withdrawals from a Coverdell ESA are excluded from income for federal income tax purposes if used for qualifying education expenses. State income tax treatment of the Coverdell ESA may differ from federal income tax treatment; ask your state tax department or your personal tax adviser for details.

Regular annual contributions to Coverdell ESAs must be made in cash, on behalf of a designated individual (the "Student") who is less than 18 years old at the time of the contribution, and rollover contributions must be made on behalf of a Student who is less than age 30 at the time of the rollover. An exception to these contribution rules exists if the Student is a "special needs beneficiary." The Coverdell ESA trustee or custodian must be a bank or other person who has been approved by the Secretary of the Treasury. Contributions may not be invested in life insurance or be commingled with other property except in a common trust or investment fund. The Student's interest in the account must be nonforfeitable at all times. Upon the death of the Student, the account may pass to a beneficiary who has been designated as such and who is a qualifying member of the Student's family. If the account does not pass to such a beneficiary, any balance in the account should be withdrawn by the appropriate representative of the Student's estate within 30 days of the date of death (if not so withdrawn, the taxable amount will nevertheless be treated for income tax purposes as if it had been withdrawn). You may obtain further information on Coverdell ESAs from any district office of the Internal Revenue Service ("IRS") and IRS Publication 970, "Tax Benefits for Higher Education."

A Coverdell ESA is established on behalf of the Student. The Adoption Agreement ("Application") must be signed by a parent or guardian (the "Parent") of any Student who has not yet reached the age of majority recognized by the laws of the state of the Student's residence ("age of majority"). The Donor making a contribution, if not the Student or Parent, may designate the initial investment in the Coverdell ESA Account, but shall have no further rights, interests or obligations related to the Coverdell ESA, except that he or she may make additional contributions, subject to the limits described below.

If the Student has not reached the age of majority, the Parent identified in the Application must exercise all of the rights and responsibilities of the Student related to the Student's Coverdell ESA, including the selection and exchange of Fund shares in which the Coverdell ESA is invested. The Custodian's acceptance of the contribution to this Coverdell ESA account is conditioned on agreement by the Parent of the minor (Student) to be bound by all of the terms and conditions of this Disclosure Agreement and the Custodial Account Agreement. The Student may notify Transamerica Funds in writing that he or she has reached the age of majority in the state where the Student resides (and provide any documentation the Custodian may request verifying the fact that he or she has attained such age). Upon receiving such request (and documentation, if requested), Transamerica Funds will recognize the Student

as the individual controlling the account with power to exercise all rights and responsibilities related to the Coverdell ESA, and the Parent will thereafter have no control or power over the account.

Note: Transamerica Funds is under no obligation to determine whether any Parent actually holds the legal right and capacity to direct or control a Student's Coverdell ESA.

FEES AND EXPENSES

Custodian's Fees

Transamerica Funds charges \$15 annually per investment account with a maximum of \$30 per social security number. However, if your Retirement Account(s) aggregate a balance of \$50,000 or more, no fee is charged.

General Fee Policies

Fees may be paid by you directly or Transamerica Funds may deduct them from the Coverdell ESA. Transamerica Funds may change the fees upon 30 days written notice.

The full annual maintenance fee will be charged for any calendar year during which you have a Coverdell ESA with Transamerica Funds. This fee is not prorated for periods of less than one full year.

If provided for in the Disclosure Statement or Adoption Agreement, termination fees are charged when the account is closed whether the funds are distributed to the Student or transferred to a successor custodian or trustee.

The Custodian may charge the Student or the Parent for its reasonable expenses for services not covered by its fee schedule.

Other Charges

There may be sales or other charges associated with the purchase or redemption of shares of a Fund in which the Coverdell ESA is invested. Before investing, be sure to read carefully the current Transamerica Funds prospectus for a description of applicable charges.

CONTRIBUTIONS

Who may contribute to a Coverdell ESA?

Anyone, even the Student, may open and contribute to a Coverdell ESA established on the Student's behalf, as long as the Donor's modified adjusted gross income does not exceed certain limits. The Donor does not have to be related to the Student.

Generally, a Donor may make contributions only if the Student is younger than 18 years old at the time the contribution is made. If the Student is a "special needs beneficiary," however, anyone may make contributions to that Student's Coverdell ESA after the Student's 18th birthday. The Treasury Department will issue regulations defining "special needs beneficiary." The legislative history indicates that a special needs beneficiary is an individual who, because of a physical, mental or emotional condition (including a learning disability) requires additional time to complete his or her education. The legislative history is, however, not binding on the Department of Treasury and this Congressional intent may not be reflected in the final regulation.

Are contributions to a Coverdell ESA tax-deductible?

Contributions to a Coverdell ESA are not deductible.

When may contributions be made to a Coverdell ESA?

A Donor may make a contribution to a Coverdell ESA for a particular calendar year until the due date of the Donor's federal income tax return for that year (not including any extensions).

How much may be contributed to a Coverdell ESA?

Donors may contribute up to \$2,000 in a calendar year for the benefit of any one Student. For example, if Uncle Joe contributes \$500 to a Transamerica Funds Coverdell ESA on behalf of Bobby, his nephew, all other contributions made on behalf of Bobby by Uncle Joe or any other potential Donor (such as parents or grandparents) to this or any other Coverdell ESA, are limited to \$1,500 for that tax year.

Note: Transamerica Funds is under no obligation, nor can it be, to determine whether the maximum limit for any student has been reached. It is the Donor's responsibility to consult with the other donors to determine whether the maximum limits will be exceeded.

Corporations, partnerships, tax-exempt organizations, and other entities may make contributions to Coverdell ESAs regardless of the income of the entity during the year of the contribution. For Donors who are individuals with high income levels, however, the contribution limits may be reduced below \$2,000. This depends upon the individual Donor's filing status and the amount of his or her modified adjusted gross income ("MAGI"). If the Donor's MAGI falls in the reduced contribution range, that Donor's contribution limit must be calculated. To do this, multiply the normal contribution limit (\$2,000) by a fraction. The numerator is the amount by which MAGI exceeds the lower limit of the reduced contribution range (\$95,000 if single or married filing separately, or \$190,000 if married filing jointly). The denominator is \$15,000 (if single or married filing separately) or \$30,000 (married filing jointly). Subtract this from the normal limit.

Of course, if one Donor is prevented by these rules from making a full \$2,000 contribution on behalf of a Student, another person (who is not the Donor's spouse) may be willing to contribute so that the full \$2,000 per year that the law allows will be added to the Student's Coverdell ESA.

Note: Any amount contributed to the Coverdell ESA above the maximum is considered an "excess contribution," subjecting the Student to an excise tax of 6% for each year the excess contribution remains in the Coverdell ESA.

How do I determine MAGI?

For most taxpayers MAGI is the same as adjusted gross income, which is their gross income minus those deductions which are applicable to them even if they don't itemize. (Instructions to calculate AGI are provided with federal income tax Form 1040 or 1040A.) MAGI is simply regular AGI adjusted to include certain amounts earned abroad. If a Donor has not earned income in any foreign country, Guam, American Samoa, the Northern Mariana Islands or Puerto Rico, normal AGI should be used in the calculations above.

How are excess contributions corrected?

Excess contributions may be corrected without paying the 6% penalty tax. To do so, the excess contribution and any earnings on the excess must, in accordance with directions to the Custodian from the Student (or the Parent, if the Student has not reached the age of majority ("or Parent")), be paid to the Student by June 1 of the year following the year in which the excess contribution was made. The earnings must be included in the Student's income for the tax year for which the excess contribution was made.

What happens if the excess contribution is not timely corrected?

Any excess contribution withdrawn after June 1st of the year following the year for which the contribution was made will subject the Student to the 6% excise tax.

Unless an exception applies, the excess contribution and any earnings on it withdrawn after June 1st of the year following the year for which the contribution was made will be includable in the Student's taxable income and may be subject to a 10% withdrawal penalty.

INVESTMENTS

How are Coverdell ESA contributions invested?

The Donor indicates the initial investment elections on the Application. Thereafter, the Student (or Parent) controls the investment by making choices among the available Fund(s) in accordance with the Fund rules. Investments must be in one or more of the Fund(s) available from time to time as listed in the Coverdell ESA Application or in an investment selection form provided with the Coverdell ESA Application or from the Fund Distributor or Service Company. The Student (or Parent) directs the investments of the Coverdell ESA by giving the investment instructions to the Distributor or Service Company for the Fund(s). Since the Student (or Parent) controls the investment of the Coverdell ESA, he or she is responsible for the investment results achieved; neither the Custodian, the Fund Distributor nor the Service Company has any responsibility for any loss or diminution in value occasioned by your exercise of investment control. Transactions for the Coverdell ESA will generally be at the applicable public offering price or net asset value for shares of the Fund(s) involved next established after the Distributor or the Service Company (whichever may apply) receives proper investment instructions from the Student (or Parent). Consult the current prospectus for the Fund(s) involved for additional information.

Before making any investment, read carefully the current Transamerica Funds prospectus. The prospectus will contain information about the Fund's investment objectives and policies, as well as any minimum initial investment or minimum balance requirements and any sales, redemption or other charges.

Because the Student (or Parent) (or the Donor, for the initial investment) controls the selection of investments in the Coverdell ESA and because mutual fund shares fluctuate in value, a growth in value of the Coverdell ESA cannot be guaranteed or projected.

Are there any restrictions on the use of the Coverdell ESA assets?

The tax-exempt status of the Coverdell ESA will be revoked if the Student or Parent engages in any of the prohibited transactions listed in section 4975 of the Internal Revenue Code. Upon such revocation, the Coverdell ESA is treated for income tax purposes as if it had distributed its assets to the Student. The taxable portion of the amount in the Coverdell ESA will be subject to income tax unless the requirements for a tax-free withdrawal are satisfied (see below). Also, the individual who commits the prohibited transaction may be subject to a 10% penalty tax on the taxable amount.

What is a prohibited transaction?

Generally, a prohibited transaction is any improper use of the assets in the Student's Coverdell ESA. Some examples of prohibited transactions are:

- Direct or indirect sale or exchange of property between the Student or Parent and the Coverdell ESA.
- Transfer of any property from the Coverdell ESA to the Student or Parent or from the Student or Parent to the Coverdell ESA.

The Coverdell ESA could lose its tax-exempt status if the Student or Parent uses all or part of the Student's interest in the Coverdell ESA as security for a loan or borrows any money from the Coverdell ESA. Any portion of the Student's Coverdell ESA used as security for a loan will be treated as a distribution in the year in which the money is borrowed. This amount may be taxable and the Student may also be subject to the 10% premature withdrawal penalty on the taxable amount.

WITHDRAWALS

When may withdrawals be made from a Coverdell ESA?

The Student (or Parent) may make a withdrawal from the Coverdell ESA at any time. If the withdrawal meets the requirements discussed below, it is tax-free. This means that no federal income tax is due, even though the withdrawal includes dividends or gains on the Fund shares while held in the Coverdell ESA.

When are withdrawals mandatory?

Unless the Student is a special needs beneficiary (as described in the section captioned "Contributions"), any amount remaining in the account as of the Student's 30th birthday must be withdrawn by the Student no later than 30 days after the Student's 30th birthday, and any dividends or gains will then be subject to income tax and a penalty tax (unless an exception applies). The Student can avoid these adverse tax consequences if, before the Student reaches age 30, the Student rolls over or transfers his or her account balance, or redesignates his or her Coverdell ESA, to another member of his or her family. (See Transfers/Rollovers.)

The Custodian will not automatically distribute the Coverdell ESA to the Student in the absence of a proper withdrawal request. If the Student has not withdrawn the amount in his or her account by the end of the 30-day period after the Student's 30th birthday, under IRS rules, the Custodian must report the account balance to the IRS as if it had been distributed to the Student (this is called a "deemed distribution" in the IRS rules) and thereafter the Student's account will be treated as a taxable account.

What happens if the Student dies?

If the Student dies before withdrawing entire account balance, the Coverdell ESA will pass to the beneficiary designated in the Application (or in a subsequent designation). If the beneficiary is a member of the Student's family and either under age 30 or a special needs beneficiary, the account balance may remain in the Coverdell ESA and used for the qualifying educational expenses of the designated beneficiary, or the account balance may be withdrawn by the beneficiary and rolled over to another Coverdell ESA for the benefit of the beneficiary. If the designated beneficiary is not a family member under age 30, the beneficiary should withdraw the amount in the account, but any withdrawal by that beneficiary will be taxable. However, the Custodian will not automatically distribute the Coverdell ESA following the Student's death in absence of a proper withdrawal request. If not withdrawn in full, the Custodian must report the account balance as if it had been withdrawn by the beneficiary (another type of "deemed distribution" under IRS rules) and the account will be treated as a taxable account of the beneficiary. If the account balance does not pass to a designated beneficiary (for example, if no designation of beneficiary has been filed with the Custodian or if no designated beneficiary survives the Student), it must be withdrawn by the Student's estate within 30 days after the Student's death. If not withdrawn within this 30-day period, under IRS rules, the Custodian must report the account balance to the IRS as if it had been distributed (also a "deemed distribution" under IRS rules) and thereafter treat the account as a taxable account.

What are the requirements for a tax-free withdrawal?

For federal income tax purposes, to be tax-free, a withdrawal from the Student's Coverdell ESA must be made to cover the cost of "qualified higher education expenses" incurred by the Student while attending an "eligible educational institution," or be withdrawn to cover "qualified elementary and secondary education expenses."

- Qualified higher education expenses include expenses for tuition, fees, books, supplies, and equipment required for enrollment or attendance at an eligible educational institution. An eligible educational institution includes most colleges, universities, vocational schools, or other postsecondary educational institutions. In the case of a special needs beneficiary, qualified higher education expenses also include expenses for special needs services incurred in connection with the enrollment or attendance at the eligible educational institution. For students attending an eligible educational institution at least half-time, qualified higher education expenses also include room and board.

Note: These costs will generally be the school's posted room and board charge if the Student lives in housing owned or operated by the institution, or the amount determined by the institution if the Student lives off-campus. The Student should check with his or her school to verify that it is an eligible educational institution for purposes of qualifying withdrawals from a Coverdell ESA.

- Qualified elementary and secondary education expenses include expenses for:
 - Tuition, fees, academic tutoring, special needs services in the case of a special needs beneficiary, books, supplies, and other equipment incurred in connection with enrollment or attendance as an elementary or secondary school student;
 - Room and board, uniforms, transportation, and supplementary items and services (including extended day programs) which are required or provided by an elementary or secondary school in connection with such attendance; and
 - The purchase of computer technology or equipment or Internet access and related services, if such technology, equipment or services are to be used by the Student and the Student's family during any of the years the Student is in school (but not including expenses for computer software designed for sports, games or hobbies unless the software is predominantly educational in nature).

In addition to the above-listed requirements, the amount of the withdrawal in a year must not exceed the Student's qualified higher education expenses or qualified elementary and secondary education expenses (together referred to as "qualified education expenses") for that year.

How are withdrawals from a Coverdell ESA taxed if the tax-free requirements are not met?

For federal income tax purposes, if the withdrawal does not meet the tax-free requirements discussed above, the general rule is that the amount equal to the principal contributions will not be taxed, nor will the 10% withdrawal penalty apply to the principal. However, that portion of the account attributable to dividends or gains is includable in the Student's gross income in the taxable year it is received, and may be subject to the 10% withdrawal penalty.

A special rule may apply if the amount withdrawn exceeds the Student's qualified education expenses in a year. In this case, the amount that must be included as income for tax purposes is determined by first determining the ratio that the qualified education expenses bear to the actual withdrawal. The portion of the withdrawal that is potentially subject to taxation—the amount of gains or dividends—is then multiplied by that percentage amount. The resultant sum is the amount excludable from income. The following example explains this formula:

In 2010, John withdraws \$10,000 from his Coverdell ESA, of which \$4,000 is attributable to dividends or gains. John's qualified education expenses total only \$7,000 for that year. Therefore, 70% (\$7,000/\$10,000) of the withdrawal is attributable to educational expenses. So, \$2,800 (70% of \$4,000) is excludable from income and the difference, \$1,200, is includable as income and possibly subject to the 10% penalty tax.

Taxable withdrawals of dividends and gains from a Coverdell ESA are treated as ordinary income. Withdrawals of taxable amounts from a Coverdell ESA are not eligible for capital gains tax treatment. The receipt of any taxable withdrawal from a Coverdell ESA may also be subject to a 10% penalty tax, unless:

- The withdrawal is paid to the Student's estate or to a designated death beneficiary within thirty days of the Student's death;
- The withdrawal is paid to the Student on account of the Student's disability;
- The withdrawal is equal to or less than the amount of a scholarship or other tax-free educational assistance the Student receives;
- The withdrawal is taxable only because the Student uses the distribution to pay for qualified higher education expenses and claims the Hope Scholarship Credit or Lifetime Learning Credit in the same taxable year with respect to such expenses.

Note: The Custodian is not responsible for monitoring withdrawals or determining whether any withdrawal is being made by any individual for education expenses, nor is the Custodian responsible for determining what taxes or penalties, if any, may apply.

How does receipt of a tax-free, qualified withdrawal affect available education tax credits?

The Student may claim the Hope Scholarship Credit or Lifetime Learning Credit in the same year the Student takes a tax-free distribution from a Coverdell ESA, provided the distribution from the Coverdell ESA is not used for the same expenses for which the credit is claimed.

TRANSFERS/ROLLOVERS

May a distribution be transferred or rolled over from an employer's retirement plan into a Coverdell ESA?

Distributions from qualified employer-sponsored retirement plans, 403(b) arrangements (for employees of tax-exempt employers), Regular IRAs and Roth IRAs are not eligible for rollover or direct transfer to a Coverdell ESA.

May rollovers be made from one Coverdell ESA to another Coverdell ESA?

Rolling over amounts from one Coverdell ESA to another Coverdell ESA is permitted only if the receiving Coverdell ESA is for the Student's benefit or for the benefit of a member of the Student's family. Such a rollover must be completed within 60 days after the withdrawal from the first Coverdell ESA. Only one rollover from a Coverdell ESA to another is permitted in a full year (365 days).

May the beneficiary of a Coverdell ESA be changed?

Instead of rolling over a Coverdell ESA account to another Coverdell ESA account, the Student (or Parent) may simply change his account to another member of the Student's family who is either under the age of 30 or is a special needs beneficiary. This may be done at any time.

Note: This approach may be used up to the day before the Student's 30th birthday to avoid the tax and penalty that may otherwise apply if a distribution is required because the Student reached age 30.

Who is a member of the student's family?

The Student's family members include the Student's: children and their descendants, stepchildren, siblings, step-siblings, nephews and nieces, parents and grandparents, step-parents, uncles and aunts, and spouses of any of the foregoing; spouse; or first cousin.

How do rollovers affect Coverdell ESA contribution limits?

Rollover contributions, if properly made, do not count toward the maximum contribution. Also, rollovers from one Coverdell ESA to another may be made even during a year when the Donor is not eligible to contribute to a Coverdell ESA (for example, because MAGI for that year is too high).

TAX MATTERS

What tax information does the Custodian report to the IRS?

- The Custodian will report all withdrawals to the IRS and the recipient on the appropriate tax form.
- The Custodian will also report "deemed distributions" from the Account (described above).
- The Custodian will report to the IRS the year-end value of the Account and the amount of any rollovers or regular contribution made during a calendar year.

What tax information must the Student report to the IRS?

The appropriate tax reporting form must be filed with the IRS for each taxable year for which an excess contribution was made or in which there is a premature withdrawal that is subject to the 10% penalty tax. The Student reports the taxable portion of a withdrawal and the amount of an excise tax on Form 1040. In addition, the Student must report withdrawals (other than a rollover or return of excess contribution) on Form 8606.

Are Coverdell ESA withdrawals subject to withholding?

Federal income tax withholding requirements have not been established by the law or by IRS regulations or rulings. Consult a tax adviser or the IRS for the latest information on withholding requirements on taxable withdrawals from a Coverdell ESA.

Are the earnings on Coverdell ESA funds taxed?

Any dividends or growth of investments held in a Coverdell ESA are generally exempt from federal income taxes and will not be taxed until withdrawn, unless the tax-exempt status of the Coverdell ESA is revoked. If a withdrawal qualifies as a tax-free withdrawal (see above), amounts reflecting earnings or growth of assets in the Coverdell ESA will not be subject to federal income tax.

What are the estate and gift tax consequences for contributions to or distributions from a Coverdell ESA?

Contributions to a Coverdell ESA by any individual other than the Student are considered taxable gifts for gift tax and generation-skipping transfer tax purposes, but are eligible for the \$12,000 per donee gift tax exclusion. If the Student's interest in the Coverdell ESA is rolled over to a Coverdell ESA for another student (for example, where the original Student reaches age 30 or dies), the rollover is not subject to gift tax or generation-skipping transfer tax unless the new student is a generation below the generation of the original Student. Amounts distributed from a Coverdell ESA after the Student's death will be included in the Student's estate for estate tax purposes.

ACCOUNT TERMINATION

The Student (or Parent) may terminate the Coverdell ESA at any time after its establishment by sending a completed withdrawal form (or other instructions in a form acceptable to the Custodian), or a transfer authorization form, to:

Regular Mail

Transamerica Fund Services, Inc.
P.O. Box 219945
Kansas City, MO 64121-9945

Overnight Mail

Transamerica Fund Services, Inc.
330 W. 9th Street
Kansas City, MO 64105

A Coverdell ESA with Transamerica Funds will terminate upon the first to occur of the following:

- The date the Student's (or Parent's) properly executed withdrawal form or instructions (as described above) withdrawing the total Coverdell ESA balance is received and accepted by the Custodian.
- The date the Coverdell ESA ceases to qualify under the Internal Revenue Code. This will be deemed a termination.
- The transfer of the Coverdell ESA to another custodian/trustee.
- The rollover of the amounts in the Coverdell ESA to another custodian/trustee.
- Any outstanding fees must be received prior to such a termination of a Coverdell ESA.

The amount received from a Coverdell ESA upon termination of the account will be treated as a withdrawal, and thus the rules relating to Coverdell ESA withdrawals will apply. For example, if the Coverdell ESA is terminated and distributions are not made for qualified education expenses, the 10% early withdrawal penalty tax may apply to the taxable amount received.

Important: The discussion of the tax rules for Coverdell ESAs in this Disclosure Statement is based upon the best available information. However, not all issues pertaining to the operation and tax treatment of Coverdell ESA accounts have been addressed by the IRS. Therefore, the Student or Parent should consult his or her tax adviser for the latest developments or for advice on how maintaining a Coverdell ESA will affect the Student's or Parent's personal tax or financial situation.

ADDITIONAL INFORMATION

For additional information:
Transamerica Fund Services, Inc.
P.O. Box 219945
Kansas City, MO 64121-9945
1-888-233-4339
www.TransamericaFunds.com

Coverdell Education Savings Account Custodial Agreement

COVERDELL EDUCATION SAVINGS ACCOUNT DOCUMENTS

The terms contained in Articles I to X of the Coverdell Education Savings Custodial Account Agreement are in the form promulgated by the IRS in form 5305-EA for use in establishing a Coverdell ESA under Code section 530 (as revised in March 2002). If the IRS issues an amendment to Form 5305-EA, the Custodian will adopt the provisions of such model form as an amendment; accordingly IRS approval will relate only to the form of Articles I to X and will not be an approval of the merits of the Coverdell ESA or of any investment permitted by the Coverdell ESA.

The Donor whose name appears on the Transamerica Funds Coverdell Education Savings Account Application ("Adoption Agreement") is establishing a Coverdell Education Savings Custodial Account under section 530 of the Internal Revenue Code ("Code") for the benefit of the Student whose name appears on the Adoption Agreement exclusively to pay for the qualified education expenses, within the meaning of Code section 530(b)(2), of such designated beneficiary.

The Donor has given to the Custodian the sum listed on the Adoption Agreement (in cash) to establish a Coverdell Education Savings Account for the Student under this agreement and the Donor and the Custodian agree to the following:

Article I

The Custodian may accept additional cash contributions provided the Designated Beneficiary has not attained the age of 18 as of the date such contributions are made. Contributions by an individual contributor may be made for the tax year of the Designated Beneficiary by the due date of the beneficiary's tax return for that year (excluding extensions). Total contributions that are not rollover contributions described in Code section 530(d)(5) are limited to \$2,000 for the tax year. In the case of an individual contributor, the \$2,000 limitation for any year is phased out between modified adjusted gross income ("AGI") of \$95,000 and \$110,000. For married individuals filing jointly, the phaseout occurs between modified AGI of \$190,000 and \$220,000. Modified AGI is defined in Code section 530(c)(2).

Article II

No part of the Custodial Account funds may be invested in life insurance contracts, nor may the assets of the Custodial Account be commingled with other property except in a common trust fund or common investment fund (within the meaning of Code section 530(b)(1)(D)).

Article III

1. Any balance to the credit of the Designated Beneficiary on the date on which he or she attains age 30 shall be distributed to him or her within 30 days of such date.
2. Any balance to the credit of the Designated Beneficiary shall be distributed within 30 days of his or her death unless the designated death beneficiary is a family member of the Designated Beneficiary and is under the age of 30 on the date of death. In such a case, the family member shall become the Designated Beneficiary as of the date of death.

Article IV

The Depositor shall have the power to direct the Custodian regarding the investment of the above-listed amount assigned to the Custodial Account (including earnings thereon) in the investment choices offered by the Custodian. The Responsible Individual, however, shall have the power to redirect the Custodian regarding the investment of such amounts, as well as the power to direct the Custodian regarding the investment of all additional contributions (including earnings thereon) to the Custodial Account. In the event that the Responsible Individual does not direct the Custodian regarding the investment of additional contributions (including earnings thereon), the initial investment direction of the Depositor also will govern all additional contributions made to the Custodial Account until such time as the Responsible Individual otherwise directs the Custodian. Unless otherwise provided in this agreement, the Responsible Individual also shall have the power to direct the Custodian regarding the administration, management, and distribution of the Account.

Article V

The "Responsible Individual" named by the Depositor shall be a parent or guardian of the Designated Beneficiary. The Custodial Account shall have only one Responsible Individual at any time. If the Responsible Individual becomes incapacitated or dies while the Designated Beneficiary is a minor under state law, the successor Responsible Individual shall be the person named to succeed in that capacity by the preceding Responsible Individual in a witnessed writing or, if no successor is so named, the successor Responsible Individual shall be the Designated Beneficiary's other parent or successor guardian. At the time that the Designated Beneficiary attains the age of majority under state law, the Designated Beneficiary becomes the Responsible Individual. If a family member under the age of majority under state law becomes the Designated Beneficiary by reason of being a named death beneficiary, the Responsible Individual shall be such Designated Beneficiary's parent or guardian.

Article VI

The Responsible Individual may change the beneficiary designated under this agreement to another member of the Designated Beneficiary's family described in Code section 529(e)(2) in accordance with the Custodian's procedures.

Article VII

1. The Depositor agrees to provide the Custodian with all information necessary to prepare any reports required under Code section 530(h).
2. The Custodian agrees to submit to the Internal Revenue Service (IRS) and Responsible Individual the reports prescribed by the IRS.

Article VIII

Notwithstanding any other articles which may be added or incorporated, the provisions of Articles I through III will be controlling. Any additional articles inconsistent with Code section 530 and the related regulations will be invalid.

Article IX

This Agreement will be amended as necessary to comply with the provisions of the Code and the related regulations. Other amendments may be made with the consent of the Depositor and the Custodian whose signatures appear on the Adoption Agreement.

In the event that any Fund held in the Custodial Account is liquidated or is otherwise made unavailable by the Sponsor as a permissible investment for a Custodial Account hereunder, the liquidation or other proceeds of such Fund shall be invested in accordance with the instructions of the Depositor; if the Depositor does not give such instructions, or if such instructions are unclear or incomplete in the opinion of the Service Company, the Service Company may invest such liquidation or other proceeds in such other Fund (including a money market fund if available) as the Sponsor designates, and neither the Service Company nor the Custodian will have any responsibility for such investment.

Article X

1. As used in this Custodial Agreement the following terms have the following meanings:

"Account" or **"Custodial Account"** means the Coverdell Education Savings Account established using the terms of this Agreement and the Adoption Agreement signed by or on behalf of the Student.

The term **"Student"** means the person designated as such in the Adoption Agreement (or on a form acceptable to the Custodian for use in connection with the Custodial Account, and filed with the Custodian). The individual who is the "Student" (as used in this Article XI) and the individual who is the **"Designated Beneficiary"** (as used in Articles I through XI) are the same.

The Student may, in writing on such form as may be acceptable to the Custodian designate another person, who is a **"family member"** of the Student (within the meaning of Code section 529(e)(2)) who is either under the age of 30 or a Special Needs Beneficiary as the successor Designated Beneficiary and Student with respect to the Custodial Account hereunder, and thereafter such individual will be the Designated Beneficiary and the Student for purposes of Articles I through X and Article XI respectively.

The term **"Donor"** means the person designated as such in the Adoption Agreement (or on a form acceptable to the Custodian for use in connection with the Custodial Account, and filed with the Custodian.) The individual who is the "Donor" (as used in this Article XI) and the individual who is the "Depositor" (as used in Articles I through XI) are the same.

"Custodian" means State Street Bank & Trust Company.

The term **"Parent"** means the person designated as such in the Adoption Agreement (or on a form acceptable to the Custodian for use in connection with the Custodial Account). The individual designated and serving as Parent at any time may be changed as provided in Article V or Section 10(d) of this Article X, or under such other circumstances and in accordance with such procedures as the Custodian may agree to.

"Fund" means any registered investment company which is specified in the Adoption Agreement, or which is advised, sponsored or distributed by Sponsor; provided, however, that such a mutual fund or registered investment company must be legally offered for sale in the state of the Student's residence.

"Distributor" means the entity which has a contract with the Fund(s) to serve as distributor of the shares of such Fund(s). In any case where there is no Distributor, the duties assigned hereunder to the Distributor may be performed by the Fund(s) or by an entity that has a contract to perform management or investment advisory services for the Fund(s).

"Service Company" means any entity employed by the Custodian or the Distributor, including the transfer agent for the Fund(s), to perform various administrative duties of either the Custodian or the Distributor.

In any case where there is no Service Company, the duties assigned hereunder to the Service Company will be performed by the Distributor (if any) or by an entity specified in the second preceding paragraph.

"Special Needs Beneficiary" means a Student who, because of a physical, mental or emotional condition, satisfies the requirements established in regulations published by the Department of the Treasury to be a student who requires additional time to complete his or her education. The Student has the responsibility to notify the Custodian that the Student is a Special Needs Beneficiary, and the Student will be responsible for any tax consequences of not so notifying the Custodian. If the Student is a Special Needs Beneficiary, certain age limitations, such as those in Articles I and III restricting contributions and distributions, are waived.

"Sponsor" means Transamerica Funds Management, Inc.

2. (a) Subject to the last paragraph of this Section 2(a), the Donor may revoke the Custodial Account established hereunder by mailing a written notice of revocation to the Custodian within seven days after the Donor first receives the Disclosure Statement related to the Custodial Account. Mailed notice must be sent by certified or registered mail, and will be deemed given on the date of certification or registration. Upon timely revocation, the Donor will receive a payment equal to the initial contribution, without adjustment for administrative expenses, commissions or sales charges, fluctuations in market value or other changes.

The Donor may certify in the Adoption Agreement that the Donor received the Disclosure Statement related to the Custodial Account at least seven days before signing the Adoption Agreement to establish the Custodial Account, and the Custodian may rely on such certification.

- (b) After making a contribution to the Custodial Account for the benefit of the Student, and specifying the initial investment elections and the initial designated beneficiary, all rights and obligations to, in and for the Account shall irrevocably inure to and be exercised by the Student, and Donor shall have no such rights or obligations (unless Donor and Student or Parent are the same person or unless Donor revokes the Account in accordance with subsection (a) above).

The Donor must sign the Adoption Agreement, and, for purposes of maintaining the Account, the Parent (identified in the Adoption Agreement) must execute all forms, applications, certifications and other documents on behalf of any Student who has not yet attained the age of majority as recognized by the laws of the Student's state of residence ("age of majority"). Any right, power, obligation, responsibility, authority or requirement given to the Student under this Agreement or any related document (the "rights and responsibilities associated with the Account") shall be exercised or carried out by such Parent on behalf of any Student who has not yet attained the age of majority. The Custodian's acceptance of the Account on behalf of a minor Student is expressly conditioned upon the Parent's acceptance of the rights and responsibilities associated with the Account. Upon attainment of the age of majority under the laws of the Student's state of residence, the Student may advise the Custodian in writing (accompanied by such documentation as the Custodian may require) that he or she is assuming sole responsibility to exercise all the rights and responsibilities associated with the Account and thereafter shall be the Responsible Individual. Upon such notice to the Custodian, the Student shall have and exercise all of the right and responsibilities associated with the Account, the Custodian will deal solely with the Student as the person controlling the administration of the Account, and Parent shall thereafter have or exercise none of the rights and responsibilities associated with the Account. (Absent such written notice by Student, Custodian shall be under no obligation to acknowledge Student's right to exercise such powers and authority.) For the remainder of this Article, the word "Student" means the Parent, not the Student, where the word is used in conjunction with the Student's rights and responsibilities associated with the Account and the Student either has not reached the age of majority or, after having reached the age of majority, has not provided the Custodian with written notice that he or she has attained the age of majority and is assuming the rights and responsibilities associated with the Account.

3. The contributor of any contribution to the Custodial Account shall specify the contribution year for which the contribution is made. If no contribution year is selected, the Custodian shall treat the contribution as being made for the year in which the contribution is received.
4. All contributions to the Custodial Account shall be invested and reinvested in full and fractional shares of one or more Funds. All such shares shall be issued and accounted for as book entry shares, and no physical shares or share certificates shall be issued. Such investments shall initially be made in such proportions and/or in such amounts as are specified in the Adoption Agreement or by other request to the Service Company (in such form as may be acceptable to the Service Company) may direct. Subsequent exchanges among Funds shall be made in accordance with written or verbal instructions from the Student. The Service Company shall be responsible for promptly transmitting all investment directions by the Student for the purchase or sale of shares of one or more Funds hereunder to the Funds' transfer agent for execution. However, if investment

directions with respect to the investment of any contribution hereunder are not received initially from the Donor or thereafter from the Student as required or, if received, are unclear or incomplete in the opinion of the Service Company, the contribution may be paid to the Student, or may be held uninvested (or invested in a money market fund if available) pending clarification or completion by the Donor or the Student, as the case may be, in either case without liability for interest or for loss of income or appreciation. If any other directions or other orders by the Student with respect to the sale or purchase of shares of one or more Funds for the Custodial Account are unclear or incomplete in the opinion of the Service Company, the Service Company will refrain from carrying out such investment directions or from executing any such sale or purchase, without liability for loss of income or for appreciation or for depreciation of any asset, pending receipt of clarification or completion from the Student. All initial investment directions by the Donor or subsequent investment directions by the Student will be subject to any minimum initial or additional investment or minimum balance rules applicable to a Fund as described in its prospectus. All dividends and capital gains or other distributions received on the shares of any Fund held in the Account shall be (unless received in additional shares) reinvested in full and fractional shares of such Fund (or any other Fund offered by the Sponsor, if so directed).

5. Subject to the minimum initial or additional investment, minimum balance and other exchange rules applicable to a Fund, the Student may at any time direct the Service Company to exchange all or a specified portion of the shares of a Fund in the Account for shares and fractional shares of one or more other Funds. The Student shall give such directions by a written or verbal request acceptable to the Service Company, and the Service Company will process such directions as soon as practicable after receipt thereof (subject to Section 4 of this Article X.)
6. Any purchase or redemption of shares of a Fund for or from the Account will be effected at the public offering price or net asset value of such Fund (as described in the then effective prospectus for such Fund) next established after the Service Company has transmitted the Student's investment directions to the transfer agent for the Fund(s).

Any purchase, exchange, transfer or redemption of shares of a Fund for or from the Account will be subject to any applicable sales, redemption or other charge as described in the then effective prospectus for such Fund.

7. The Service Company shall maintain adequate records of all purchases or sales of shares of one or more Funds for the Student's Custodial Account. Any Account maintained in connection herewith shall be in the name of the Custodian for the benefit of the Student. All assets of the Custodial Account shall be registered in the name of the Custodian or of a suitable nominee. The books and records of the Custodian shall show that all such investments are part of the Custodial Account.

The Custodian shall maintain or cause to be maintained adequate records reflecting transactions of the Custodial Account. In the discretion of the Custodian, records maintained by the Service Company with respect to the Account hereunder will be deemed to satisfy the Custodian's recordkeeping responsibilities therefor. The Service Company agrees to furnish the Custodian with any information the Custodian requires to carry out the Custodian's recordkeeping responsibilities redemption or other charge as described in the then effective prospectus for such Fund.

8. Neither the Custodian nor any other party providing services to the Custodial Account will have any responsibility for rendering advice with respect to the investment and reinvestment of the Custodial Account, nor shall such parties be liable for any loss or diminution in value which results from the Student's exercise of investment control over the Account. The Student shall have and exercise exclusive responsibility for and control over the investment of the assets of the Account, and neither Custodian nor any other such party shall have any duty to question his directions in that regard or to advise him regarding the purchase, retention or sale of shares of one or more Funds for the Custodial Account.
9. The Student may in writing appoint an investment adviser with respect to the Custodial Account on a form acceptable to the Custodian and the Service Company. The investment adviser's appointment will be in effect until written notice to the contrary is received by the Custodian and the Service Company. While an investment adviser's appointment is in effect, the investment adviser may issue investment directions or may issue orders for the sale or purchase of shares of one or more Funds to the Service Company, and the Service Company will be fully protected in carrying out such investment directions or orders to the same extent as if they had been given by the Student.

The Student's appointment of any investment adviser will also be deemed to be instructions to the Custodian and the Service Company to pay such investment adviser's fees to the investment adviser from the Custodial Account hereunder without additional authorization by the Student or the Custodian.

10. (a) Distribution of the assets of the Custodial Account shall be made at such time and to such person or entity as the Student shall elect by written order to the Custodian. The Student will be responsible for (and the Custodian will have no responsibility for) including and reporting any distribution from the Account in the gross income of the Student in a manner consistent with Code section 72 and Code section 530 (which sections provide that distributions shall be considered to consist of principal (not subject to tax) and earnings (which may or may not be subject to tax). The earnings shall not be subject to tax if the distribution is used to pay the qualified education expenses of the Student (as defined in Code section 530(b)(2)) and such expenses for the tax year are not less than the aggregate distributions from the Account during the tax year. If the aggregate distributions exceed the qualified education expenses for the Student for that year, the amount that must be included as income for tax purposes is determined by first determining the ratio that the qualified education expenses bear to the actual withdrawal. The portion of the withdrawal that is potentially subject to taxation—the amount of gains or dividends—is then multiplied by that ratio. The resultant sum is the amount excludable from income. The Student may waive application of the foregoing sentence and elect tax treatment in accordance with Code section 72.
- (b) The Student acknowledges that any distribution of a taxable amount from the Custodial Account (except for distributions specified in Code section 530, including distribution on account of Student's disability or death, return of an "excess contribution" referred to in Code section 530(d)(4)(c), a "rollover" from this Custodial Account, or distributions made on account of a qualified scholarship, allowance or payment described in Code section 25A(g)(2)), may subject Student to an additional tax on distributions under Code section 530(d)(4). For these purposes, Student will be considered disabled if Student can prove, as provided in Code section 72(m)(7), that Student is unable to engage in any substantial gainful activity by reason of any medically determinable physical or mental impairment which can be expected to result in death or be of long-continued and indefinite duration. Neither the Custodian nor any other party providing services to the Custodial Account assumes any responsibility for monitoring or approving the purposes for which such distributions are used, nor for the tax treatment accorded any distribution from the Custodial Account; such responsibility rests solely with the Student.
- (c) Any balance remaining in the Account when the Student attains age 30 is, pursuant to Code section 530, to be distributed to the Student, unless the Student is a Special Needs Beneficiary. The Student has the responsibility to notify the Custodian to make such distribution and the Student will be responsible for any tax consequences of not so directing the Custodian. However, the Custodian may, to the extent required by law and based upon its records, either make a distribution to the Student upon the Student's attaining age 30 and/or report the balance in the Account at such time as a "deemed distribution," and the Custodian will have no responsibility for taxing such action.
- (d) Upon the death of the Student, if the designated beneficiary for the Account is a member of the Student's family (as defined in Code section 529) who, at the time of the Student's death, is either under age 30 or is a Special Needs Beneficiary, the Account will continue to be maintained as a Coverdell ESA for the benefit of the designated beneficiary (who thereupon will be entitled to be treated as the Student hereunder; and, upon proper notification to the Custodian of the original Student's death, the Custodian will treat the designated beneficiary as the Student for purposes of administering the Account). If the designated beneficiary at the time of the Student's death is not a family member of the Student who is either under age 30 or a Special Needs Beneficiary, the designated beneficiary will be entitled to receive the remaining balance in the Account and any withdrawal by such designated beneficiary will be a taxable distribution (and reported as such by the Custodian in accordance with applicable regulations). If not withdrawn by the designated beneficiary within 30 days after the Student's death, the balance in the Account will be reported by the Custodian as a "deemed distribution" to the designated beneficiary in accordance with applicable regulations, and the Custodian may thereafter maintain the Account as a taxable account (not a Coverdell ESA). If there is no designated beneficiary any balance remaining in the Account will be distributed to the Student's estate in the manner required by Code section 530, and the Custodian will have no responsibility for making such a distribution, or for not making such distribution in the absence of instructions to do so from the legal representative of the Student's estate. In the event that the Custodian continues to maintain the Account as a Coverdell ESA for the benefit of the designated beneficiary under the first sentence of the preceding paragraph, the deceased Student's Parent will continue to be the Parent for Purposes of the Account and to discharge the rights and responsibilities of the Student hereunder until the designated beneficiary (as the new Student for the Account) reaches the age of majority in the state of his or her residence and notifies the Custodian in accordance with this Agreement that the Student is assuming control of the Account. However, the Parent may in writing to the Custodian designate a new Parent and such acceptance of designation by the new Parent as the Custodian may request, the Custodian will thereupon treat the new Parent as the Parent for purposes of administration of the Account.
11. The Custodian assumes (and shall have) no responsibility to make any distribution or process any withdrawal request except upon a request from the Student containing such information as the Custodian may reasonably request (provided that the Custodian may make distributions on its own initiative to the extent specifically provided for in Section 10 of this Article X). Also, before making any distribution or honoring any assignment of the Custodial Account, Custodian shall be furnished with any and all applications, certificates, tax waivers, signature guarantees and other documents (including proof of any legal representative's authority) deemed necessary or advisable by Custodian, but Custodian shall not be responsible for complying with any order or instruction which appears on its face to be genuine, or for refusing to comply if not satisfied it is genuine, and Custodian has no duty of further inquiry. Any distributions from the Account may be mailed, first class postage prepaid, to the last known address of the person or entity who is to receive such distribution, as shown on the Custodian's records, and such distribution shall to the extent thereof completely discharge the Custodian's liability for such payment.
12. (a) The Student agrees to provide information to the Custodian at such time and in such manner as may be necessary for the Custodian to prepare any reports required under Code section 530(h).
- (b) The Custodian or the Service Company will submit reports to the Internal Revenue Service and the Student at such time and manner and containing such information as is prescribed by the Internal Revenue Service.
- (c) The Student, Custodian and Service Company shall furnish to each other such information relevant to the Custodial Account as may be required under the Code and any regulations issued or forms adopted by the Internal Revenue Service thereunder or as may otherwise be necessary for the administration of the Custodial Account.
- (d) The Student and/or the Donor shall file any reports to the Internal Revenue Service which are required of either of them by law, and neither the Custodian nor Service Company shall have any duty to advise either concerning or monitor either's compliance with such requirement.
13. (a) The Student retains the right to amend this Custodial Account document in any respect at any time, effective on a stated date which shall be at least 60 days after giving written notice of the amendment (including its exact terms) to Custodian by registered or certified mail, unless Custodian waives notice as to such amendment. If the Custodian does not wish to continue serving as such under this Custodial Account document as so amended, it may resign in accordance with Section 17 below.
- (b) The Student delegates to the Custodian the Student's right to amend, provided (i) the Custodian does not change the investments available under the Custodial Agreement and (ii) the Custodian amends in the same manner all agreements comparable to this one, having the same Custodian, permitting comparable investments, and under which such power has been delegated to it; this includes the power to amend retroactively if necessary or appropriate in the opinion of the Custodian in order to conform this Custodial Account to pertinent provisions of the Code and other laws or successor provisions of law, or to obtain a governmental ruling that such requirements are met, to adopt a prototype or master form of agreement in substitution for this Agreement, or as otherwise may be advisable in the opinion of the Custodian. Such an amendment by the Custodian shall be communicated in writing to the Student, and the Student shall be deemed to have consented thereto unless, within 30 days after such communication to the Student is mailed, the Student either (i) gives Custodian a request for a complete distribution or transfer of the Custodial Account, or (ii) removes the Custodian and appoints a successor under Section 17 below. Pending the adoption of any amendment necessary or desirable to conform this Custodial Account document to the requirements of the Code, or any amendment thereto or to any applicable provision of the regulations or rulings thereunder, the Custodian and the Service Company may operate the Student's Custodial Account in accordance with such requirements to the extent that the Custodian and/or the Service Company deem necessary to preserve the tax benefits of the Account or otherwise necessary to meet all legal requirements, and the Custodian and/or Service Company shall have no liability for so doing.
- (c) Notwithstanding the provisions of subsections (a) and (b) above, no amendment shall increase the responsibilities or duties of Custodian without its prior written consent.
- (d) This Section 13 shall not be construed to restrict the Custodian's right to substitute fee schedules in the manner provided by Section 16 below, and no such substitution shall be deemed to be an amendment of this Agreement.
14. (a) Custodian shall terminate the Custodial Account if this Agreement is terminated or if, within 30 days (or such longer time as Custodian may agree) after resignation or removal of Custodian under Section 17, the Student or Sponsor, as the case may be, has not appointed a successor which has accepted such appointment. Termination of the Custodial Account shall be effected by distributing all assets thereof in a single

payment in cash or in kind to Student, subject to Custodian's right to reserve funds as provided in Section 17. payment in cash or in kind to Student, subject to Custodian's right to reserve funds as provided in Section 17.

- (b) Upon termination of the Custodial Account, this Custodial Account document shall have no further force and effect (except for Sections 15(f), 17(b) and (c) hereof which shall survive the termination of the Custodial Account and this document), and Custodian shall be relieved from all further liability hereunder or with respect to the Custodial Account and all assets thereof so distributed.
15. (a) In its discretion, the Custodian may appoint one or more contractors or service providers to carry out any of its functions and may compensate them from the Custodial Account for expenses attendant to those functions.
- (b) The Service Company shall be responsible for receiving all instructions, notices, forms and remittances from Student and for dealing with or forwarding the same to the transfer agent for the Fund(s).
- (c) The parties do not intend to confer any fiduciary duties on Custodian or Service Company (or any other party providing services to the Custodial Account), and none shall be implied. Neither shall be liable (or assumes any responsibility) for the collection of contributions, the proper amount, time or tax treatment of any contribution to the Custodial Account or the propriety of any contributions under this Agreement, or the purpose, time, amount (including any required distribution amounts), tax treatment or propriety of any distribution hereunder, which matters are the sole responsibility of the Student.
- (d) Not later than 60 days after the close of each calendar year (or after the Custodian's resignation or removal), the Custodian or Service Company shall file with the Student a written report or reports reflecting the transactions effected by it during such period and the assets of the Custodial Account at its close. Upon the expiration of 60 days after such a report is sent to the Student, the Custodian or Service Company shall be forever released and discharged from all liability and accountability to anyone with respect to transactions shown in or reflected by such report except with respect to any such acts or transactions as to which the Student shall have filed written objections with the Custodian or Service Company within such 60 day period.
- (e) The Service Company shall deliver, or cause to be delivered, to the Student all notices, prospectuses, financial statements and other reports to shareholders, proxies and proxy soliciting materials relating to the shares of the Funds(s) credited to the Custodial Account. The Custodian shall vote such Fund shares in accordance with written instructions of the Depositor received prior to the shareholder meeting date for which prior notice has been given. To the extent timely written instructions are not received from the Student, the Student affirmatively directs the Custodian to vote such Student's Fund shares in the same proportions as the Custodian has been timely instructed to vote from other Fund shareholders.
- (f) Student and Parent shall always fully indemnify Service Company, Sponsor, Distributor, the Fund(s) and Custodian and save them harmless from any and all liability whatsoever which may arise either (i) in connection with this Agreement and the matters which it contemplates, except that which arises directly out of the Service Company's, Distributor's, Fund's, Sponsor's or Custodian's bad faith, gross negligence or willful misconduct, (ii) with respect to making or failing to make any distribution, other than for failure to make distribution in accordance with an order therefor which is in full compliance with Section 10, or (iii) actions taken or omitted in good faith by such parties. Neither Service Company nor Custodian shall be obligated or expected to commence or defend any legal action or proceeding in connection with this Agreement or such matters unless agreed upon by that party and Student, and unless fully indemnified for so doing to that party's satisfaction. The Custodian's acceptance of the contributions to this Account is expressly conditioned upon Parent's and Student's agreement with the foregoing, and with all other provisions of this Agreement. Exercise of any right, duty or responsibility by the Student in connection with the Student's account shall be deemed to constitute acceptance of this condition.
- (g) The Custodian and Service Company shall each be responsible solely for performance of those duties expressly assigned to it in this Agreement, and neither assumes any responsibility as to duties assigned to anyone else hereunder or by operation of law.
- (h) The Custodian and Service Company may each conclusively rely upon and shall be protected in acting upon any written order from Student, or any investment adviser appointed under Section 9, or any other notice, request, consent, certificate or other instrument or paper believed by it to be genuine and to have been properly executed, and so long as it acts in good faith, in taking or omitting to take any other action in reliance thereon. In addition, Custodian will carry out the requirements of any apparently valid court order relating to the Custodial Account and will incur no liability or responsibility for so doing.
16. (a) The Custodian, in consideration of its services under this Agreement, shall receive the fees specified on the applicable fee schedule. The fee schedule originally applicable shall be the one specified in the Adoption Agreement or Disclosure Statement, as applicable. The Custodian may substitute a different fee schedule at any time upon 30 days written notice to the Student. The Custodian shall also receive reasonable fees for any services not contemplated by any applicable fee schedule and either deemed by it to be necessary or desirable or requested by the Student.
- (b) Any income, gift, estate and inheritance taxes and other taxes of any kind whatsoever, including transfer taxes incurred in connection with the investment or reinvestment of the assets of the Custodial Account, that may be levied or assessed in respect to such assets, and all other administrative expenses incurred by the Custodian in the performance of its duties (including fees for legal services rendered to it in connection with the Custodial Account) shall be charged to the Custodial Account. If the Custodian is required to pay any such amount, the Student shall promptly upon notice thereof reimburse the Custodian.
- (c) All such fees and taxes and other administrative expenses charged to the Custodial Account shall be collected either from the amount of any contribution or distribution to or from the Account, or (at the option of the person entitled to collect such amounts) to the extent possible under the circumstances by the conversion into cash of sufficient shares of one or more Funds held in the Custodial Account (without liability for any loss incurred thereby). Notwithstanding the foregoing, the Custodian or Service Company may make demand upon the Student for payment of the amount of such fees, taxes and other administrative expenses. Fees which remain outstanding after 60 days may be subject to a collection charge.
17. (a) Upon 30 days' prior written notice to the Custodian, the Student or Sponsor, as the case may be, may remove it from its office hereunder. Such notice, to be effective, shall designate a successor custodian and shall be accompanied by the successor's written acceptance. The Custodian also may, but is not required to, at any time resign upon 30 days' prior written notice to Sponsor, whereupon Sponsor shall notify the Student, and shall appoint a successor to the Custodian. In connection with its resignation hereunder, the custodian may, but is not required to, designate a successor custodian by written notice to the Student, or Sponsor and the Student or Sponsor will be deemed to have consented to such successor unless the Student or Sponsor designates a different successor custodian and provides written notice thereof together with such different successor's written acceptance by such date as the Custodian specifies in its original notice to the Student or Sponsor (provided that the Student will have a minimum 30 days to designate a different successor).
- (b) The successor custodian shall be a bank, insured credit union, or other person satisfactory to the Secretary of the Treasury under Code section 530(b)(1)(B). Upon receipt by Custodian of written acceptance by its successor of such successor's appointment, Custodian shall transfer and pay over to such successor the assets of the Custodial Account and all records (or copies thereof) of Custodian pertaining thereto, provided that the successor custodian agrees not to dispose of any such records without the Custodian's consent. Custodian is authorized, however, to reserve such sum of money or property as it may deem advisable for payment of all its fees, compensation, costs, and expenses, or for payment of any other liabilities constituting a charge on or against the assets of the Custodial Account or on or against the Custodian, with any balance of such reserve remaining after the payment of all such items to be paid over to the successor custodian.
- (c) Any Custodian shall not be liable for the acts or omissions of its predecessor or its successor.
18. References herein to the "Internal Revenue Code" or "Code" and sections thereof shall mean the same as amended from time to time, including successors to such sections.
19. Except where otherwise specifically required in this Agreement, any notice from Custodian to any person provided for in this Agreement shall be effective if sent by first class mail to such person at that person's last address on the Custodian's records.
20. Student shall not have the right or power to anticipate any part of the Custodial Account or to sell, assign, transfer, pledge or hypothecate any part thereof. The Custodial Account shall not be liable for the debts of Student or subject to any seizure, attachment, execution or other legal process in respect thereof except to the extent required by law. At no time shall it be possible for any part of the assets of the Custodial Account to be used for or diverted to purposes other than for the exclusive benefit of the Student except to the extent required by law.

21. When accepted by the Custodian, this Agreement is accepted in and shall be construed and administered in accordance with the laws of the state where the principal office of the Custodian is located. Any action involving the Custodian brought by any other party must be brought in such state. This Agreement is intended to qualify under Code section 530 as a Coverdell ESA and to entitle Student to the tax benefits thereof, and if any provision hereof is subject to more than one interpretation or any term used herein is subject to more than one construction, such ambiguity shall be resolved in favor of that interpretation or construction which is consistent with that intent. However, the Custodian shall not be responsible for whether or not such intentions are achieved through use of this Agreement, and the Student is referred to the Student's attorney for any such assurances.
22. The Student (or Donor) should seek advice from Student's (or Donor's) attorney regarding the legal consequences (including but not limited to federal and state tax matters) of entering into this Agreement, making contributions to the Custodial Account, and ordering Custodian to make distributions from the Account. The Student (and Donor) acknowledges that Custodian and Service Company (and any company associated therewith) are prohibited by law from rendering such advice.
23. If any provision of any document governing the Custodial Account provides for notice, instructions or other communication from one party to another in writing, to the extent provided for in the procedures of the Custodian, Service Company or another party, any such notice, instructions or other communications may be given by telephonic, computer, other electronic or other means, and the requirement for written notice will be deemed satisfied.
24. This Agreement and the Adoption Agreement signed by the Student or Donor (as either may be amended) are the documents governing the Student's Custodial Account. Articles I through X are in the form promulgated by the Internal Revenue Service in Form 5305-EA for use in establishing and maintaining a Coverdell ESA under Code section 530. If the Internal Revenue Service amends such form, the Custodian will amend this Agreement accordingly, and the Student specifically consents to such amendment in accordance with Section 13(b) hereof.
25. The Donor and/or the Student acknowledges that he or she has received and read the current prospectus for each Fund in which the Account is invested and the Disclosure Statement related to the Account. The Donor and the Student each represent under penalties of perjury that his or her Social Security number (or other Taxpayer Identification Number) as stated in the Adoption Agreement is correct.

PRIVACY NOTICE

A message from the custodian of your retirement account:

State Street Bank and Trust Company is pleased to be the custodian for your retirement account. We recognize the importance of safeguarding the nonpublic personal information of our retirement account customers. Our policies and practices are designed to achieve this goal.

We collect nonpublic personal information about our retirement account customers from the following sources:

- Information we receive from you on applications or other forms, such as name, address, age, social security number, and name of beneficiary.
- Information about your transactions with us, our affiliates and others, such as the purchase and sale of securities and account balances.

We do not disclose nonpublic personal information about our present or former retirement account customers to third parties, except as permitted by law.

We restrict access to nonpublic personal information about our retirement account customers to employees and service providers involved in administering and servicing retirement accounts. We maintain physical, electronic, and procedural safeguards that comply with federal standards to guard the nonpublic personal information of our retirement account customers.

www.TransamericaFunds.com • Transamerica Funds, P.O. Box 9012, Clearwater, FL 33758-9012

Investor Services: 1-888-233-4339 • Sales Support: 1-800-851-7555 • Distributor: Transamerica Capital, Inc.

The investment return and principal value of an investment will fluctuate and a fund's shares, when redeemed, may be worth more or less than their original cost.

Mutual funds are not FDIC insured, have no bank guarantee, and may lose value.

For more information on tax-related issues relating to retirement plans, please consult your tax advisor.