

## Transamerica International Focus

A | TGRHX | 03/01/2018    I | TGRGX | 03/01/2018

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### Investment objective

The fund seeks long-term capital appreciation.

### Key facts

#### Investment Manager

Transamerica Asset Management, Inc. (TAM)

#### Morningstar Category

Foreign Large Growth

#### Lipper Category

International Large-Cap Growth

#### Dividend Frequency

Annually

#### Benchmark

MSCI EAFE Index

### SUB-ADVISER



**SANDS CAPITAL**

Sands Capital Management, LLC (Sands Capital)

#### PORTFOLIO MANAGERS

Danielle J. Menichella, CFA

Michael F. Raab, CFA

Sunil H. Thakor, CFA

### MACROECONOMIC OVERVIEW

International equities rebounded strongly in the second quarter, with both European and Asian markets benefiting from easing trade tensions, accommodative central banks, and selective sector leadership. In Europe, markets staged a sharp recovery after early-quarter volatility driven by renewed U.S. tariff threats. The Stoxx 600 rebounded approximately 10% from its April lows, supported by a temporary pause in tariffs, signs of de-escalation in U.S.-China trade negotiations, and reports of product exemptions. European central banks adopted dovish stances, with several cutting rates, helping stabilize sentiment. In Asia, technology-led markets drove regional gains as trade fears eased late in the quarter. Benchmarks in Japan, South Korea, and Taiwan delivered double-digit gains in U.S. dollar terms. The MSCI Asia Pacific ex Japan index rose 11.8%, while South Korea's Kospi and Taiwan's TAIEX outpaced on artificial intelligence (AI)-related enthusiasm. Currency strength, driven by a weaker U.S. dollar and local central bank actions, also supported market sentiment.

### FUND OVERVIEW

Transamerica International Focus outperformed the MSCI EAFE during the quarter. Security selection drove results with additional tailwinds from sector and regional allocation. From a sector perspective, consumer discretionary and information technology were the top contributors to relative results, while materials and utilities were the top detractors. From a regional perspective, Switzerland and Japan were the top contributors and the U.S. and Ireland were the top detractors. The top absolute contributors were Belimo (3.03% as of 6/30/2025), Taiwan Semiconductor (4.08%), Ajinomoto (4.00%), ASM International (3.33%), and Coupang (3.15%). The top absolute detractors were Shopify (X.XX%), ICON (1.13%), Waste Connections (3.39%), SalMar (1.87%), and Linde (3.46%). Taiwan Semiconductor (TSMC), the world's largest producer of leading-edge logic chips, reported strong quarterly results, supported by ongoing demand for AI-related semiconductors. Management reiterated its 2025 revenue growth target in the mid-20 percent range, with second-quarter guidance coming in above consensus. The company plans to double capacity for chip-on-wafer-on-substrate (CoWoS) packaging this year, noting that demand continues to exceed supply and capacity remains fully booked. TSMC also reaffirmed its long-term goal to grow AI-related revenue at a mid-40% compound annual rate through 2029, reflecting its critical position in the semiconductor value chain and sustained momentum in AI infrastructure buildout.

### OUTLOOK

Equity markets have remained volatile in 2025, continuing a streaky pattern that has defined the post-2020 environment. Sands Capital believes long-duration forces—including divergent expectations around artificial intelligence and shifts in global trade—have widened the gap between market narratives and business fundamentals. In this environment, Sands Capital remains focused on short-term resilience as the foundation for long-term opportunity. The fund is anchored by businesses with durable growth, stronger balance sheets, and improving profitability. This reflects a deliberate shift toward companies with enduring competitive strength, operational discipline, and financial resilience.

**All opinions, estimates, projections and security selections contained herein are those of the sub-adviser. It does not constitute investment advice and should not be used as a basis for any investment decision.**

## Average annual total returns and expense ratios (%)

	3M	YTD	1 YR	3 YRS	5 YRS	10 YRS	Inception	Gross	Net
Class A (at NAV)	14.75	14.22	7.73	10.19	7.09	-	4.95	1.48	1.20
Class I (at NAV)	14.90	14.55	8.19	10.57	7.43	-	5.24	0.90	0.80
Class A (at POP)	8.52	7.88	1.81	8.15	5.89	-	4.14	1.48	1.20
MSCI EAFE Index	12.07	19.92	18.33	16.57	11.72	-	-	-	-

The data shown represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Please see [transamerica.com](https://transamerica.com) for performance data current to the most recent month-end. The investment return and principal value of mutual funds will fluctuate over time so that shares, when redeemed, may be worth more or less than their original cost. Net asset value (NAV) returns include reinvestment of dividends and capital gains but do not reflect the deduction of any sales charges. If a sales charge had been deducted, the results would have been lower. Public offering price (POP) returns include reinvestment of dividends and capital gains and reflect the maximum sales charge. Performance for other share classes will vary.

The Max Sales Charge for Class A shares is 5.50%. There are no sales charges for Class I shares. Class I shares are primarily offered for investment to institutional investors including, but not limited to, fee-based programs, pension plans, and certain endowment plans and foundations. The minimum investment for Class I shares is \$1,000,000 per fund account, but will be waived for certain investors.

Performance figures reflect any fee waivers and/or expense reimbursements by the Investment Manager. Without such waivers and/or reimbursements, the performance would be lower. Future waivers and/or reimbursements are at the discretion of the Investment Manager. Contractual arrangements, if any, have been made with Transamerica Asset Management, Inc. through 3/1/2026.

## Top 10 holdings (%)

Safran SA	4.46
Taiwan Semiconductor Manufacturing Co. Ltd.	4.08
Ajinomoto Co., Inc.	4.00
ITOCHU Corp.	3.98
SAP SE	3.72
Compass Group PLC	3.70
Sika AG	3.64
Constellation Software, Inc.	3.63
Linde PLC	3.46
Ferrari NV	3.39
<b>Total</b>	<b>38.06</b>

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

## Contributors & Detractors (%)

Leading Contributors	Contribution	Weight*	Return**
BELIMO HOLDING AG REG COMMON STOCK CHF.05	1.39	2.75	65.33
Taiwan Semiconductor Manufacturing Co Ltd ADR	1.29	3.59	36.92
AJINOMOTO CO INC COMMON STOCK	1.27	3.62	36.79
Leading Detractors	Contribution	Weight	Return
SALMAR ASA COMMON STOCK NOK.25	-0.26	2.04	-9.86
ICON PLC COMMON STOCK	-0.27	1.20	-16.88
Shopify Inc Registered Shs -A- Subord Vtg	-0.39	0.65	-9.91

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\*Average portfolio weight for each security during the course of the quarter, calculated using daily holdings.

\*\*The return for each security corresponds to the portion of the quarter when the fund held the security.

Effective October 25, 2024, Transamerica International Focus had a sub-adviser change and is now managed by Sands Capital Management, LLC.

The MSCI EAFE Index is an unmanaged index used as a general measure of market performance. It is not possible to invest directly into an index. Calculations assume dividends and capital gains are reinvested and do not include any managerial expenses.

The price of equity securities fluctuates based on changes in a company's financial condition and overall market and economic conditions. If the market prices of the equity securities owned by the fund fall, the value of the fund will decline. Growth stocks typically are particularly sensitive to market movements and may involve larger price swings because their market prices tend to reflect future expectations. Investments in global/international markets involve risks not associated with U.S. markets, such as currency fluctuations, adverse social and political developments, and the relatively small size, lower market volumes and lesser liquidity of the markets. Investments in developing markets involve greater risks than investments in developed markets.

Shares may be sold (or "redeemed") on any day the New York Stock Exchange is open for business. Proceeds from the redemption of shares will usually be sent to the redeeming shareholder within two business days after receipt in good order of a request for redemption. However, Transamerica Funds has the right to take up to seven days to pay redemption proceeds, and may postpone payment under certain circumstances, as authorized by law.

**Mutual funds are subject to market risk, including loss of principal. Past performance is not indicative of future results.**

**Mutual funds are sold by prospectus. Before investing, consider the funds' investment objectives, risks, charges, and expenses. This and other important information is contained in the prospectus. Please visit [transamerica.com](https://transamerica.com) or contact your financial professional to obtain a prospectus or, if available, a summary prospectus containing this information.**

**Please read it carefully before investing.**

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