

# INCOME ELITE<sup>SM</sup> VARIABLE ANNUITY

Issued by

**Transamerica Life Insurance Company**

**Supplement Dated September 10, 2012**

**to the**

**Prospectus dated May 1, 2012**

*Effective on or about September 17, 2012, the following investment choices are generally available to policies:*

| SUBACCOUNT   | PORTFOLIO   | ADVISOR/SUBADVISOR                      |
|--|---|---|
| TA Legg Mason Dynamic Allocation –<br>Balanced – Service Class     | Transamerica Legg Mason Dynamic Allocation<br>– Balanced VP – Service Class | Legg Mason Global Asset Allocation, LLC |
| <i>Investment Objective:</i> Seeks capital appreciation and income |   |   |
| TA Legg Mason Dynamic Allocation –<br>Growth – Service Class       | Transamerica Legg Mason Dynamic Allocation<br>– Growth VP – Service Class   | Legg Mason Global Asset Allocation, LLC |
| <i>Investment Objective:</i> Seeks capital appreciation and income |   |   |
| TA Market Participation Strategy –<br>Service Class                | Transamerica Market Participation Strategy VP<br>– Service Class            | Quantitative Management Associates, LLC |
| <i>Investment Objective:</i> Seeks Capital Appreciation            |   |   |

**Please note:**

- The TA Legg Mason Dynamic Allocation – Balanced – Service Class and TA Market Participation Strategy – Service Class subaccounts have been added as a Designated Investment Choice under the Retirement Income Max<sup>SM</sup> Rider.
- This investment choice may vary for certain policies and may not be available for all policies.

*The following hereby replaces the corresponding section of the ANNUITY POLICY FEE TABLE AND EXPENSE EXAMPLES:*

The next section shows the lowest and highest total operating expenses charged by the underlying fund portfolios for the year ended December 31, 2011 (before any fee waiver or expense reimbursements). Expenses may be higher or lower in future years. More detail concerning each portfolio’s fees and expenses is contained in the prospectus for each portfolio.

**Total Portfolio Annual Operating Expenses (Expenses that are deducted from portfolio assets, including management fees, distribution and/or service 12b-1 fees, and other expenses):**

|                     |       |
|---------------------|-------|
| Lowest Gross .....  | 0.68% |
| Highest Gross ..... | 1.52% |

The following Example is intended to help you compare the cost of investing in the policy with the cost of investing in other variable annuity policies. These costs include policy owner transaction expenses, policy fees, separate account annual expenses, and portfolio fees and expenses.

The Example assumes that you invest \$10,000 in the policy for the time periods indicated. The Example also assumes that your investment has a 5% return each year, the highest fees and expenses of any of the portfolios for the year ended December 31, 2011, and the base policy with the combination of available optional features or riders with the highest fees and expenses, including the Return of Premium Death Benefit, and Retirement Income Max<sup>SM</sup> Rider options. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

**This Prospectus Supplement must be accompanied  
by the Prospectus for the  
Income Elite<sup>SM</sup> Variable Annuity dated May 1, 2012**

**Expense Examples:**

If the policy is surrendered at the end of the applicable time period:

|                |        |
|----------------|--------|
| 1 Year .....   | \$ 350 |
| 3 Years .....  | \$1080 |
| 5 Years .....  | \$1851 |
| 10 Years ..... | \$3980 |

If the policy is annuitized at the end of the applicable time period or if you do not surrender your policy:

|                |        |
|----------------|--------|
| 1 Year .....   | \$ 350 |
| 3 Years .....  | \$1080 |
| 5 Years .....  | \$1851 |
| 10 Years ..... | \$3980 |

Please remember that the Example is an illustration and does not represent past or future expenses. Your actual expenses may be lower or higher than those reflected in the Example. Similarly, your rate of return may be more or less than the 5% assumed in the Example.

For information concerning compensation paid for the sale of the policies, see “Distributor of the Policies.

*Effective on or about September 17, 2012, the following subaccounts were restructured and renamed:*

| <b>Current Name:</b>                        | <b>New Name:</b>                                 |
|---|--|
| TA Hanlon Balanced – Service Class          | TA PIMCO Tactical – Balanced – Service Class     |
| TA Hanlon Growth – Service Class            | TA PIMCO Tactical – Growth – Service Class       |
| TA Hanlon Growth and Income – Service Class | TA PIMCO Tactical – Conservative – Service Class |

Accordingly, the following hereby amends the Appendix – Portfolios Associated with the Subaccounts:

| <b>SUBACCOUNT</b>   | <b>PORTFOLIO</b>  | <b>ADVISOR/SUBADVISOR</b>                 |
|---|---|---|
| TA PIMCO Tactical - Balanced – Service Class  | Transamerica PIMCO Tactical - Balanced VP – Service Class     | Pacific Investment Management Company LLC |
| <i>Investment Objective:</i> Seeks a combination of capital appreciation and income |   |   |
| TA PIMCO Tactical - Growth – Service Class  | Transamerica PIMCO Tactical - Growth VP – Service Class       | Pacific Investment Management Company LLC |
| <i>Investment Objective:</i> Seeks a combination of capital appreciation and income |   |   |
| TA PIMCO Tactical - Conservative – Service Class                                    | Transamerica PIMCO Tactical - Conservative VP – Service Class | Pacific Investment Management Company LLC |
| <i>Investment Objective:</i> Seeks a combination of capital appreciation and income |   |   |

**Please note:**

- The TA PIMCO Tactical – Balanced – Service Class and TA PIMCO Tactical – Conservative – Service Class subaccounts have been added as a Designated Investment Choice under the Retirement Income Max<sup>SM</sup> Rider.