

MEMBERS® LIBERTYSM VARIABLE ANNUITY

Issued by

Transamerica Life Insurance Company

Supplement Dated September 10, 2012

to the

Prospectus dated May 1, 2012

Retirement Income ChoiceSM 1.2

- The Retirement Income ChoiceSM 1.2 Rider is no longer available to be elected with the purchase of a new policy or added to an existing policy effective on or about September 17, 2012.

Effective on or about the close of business September 14, 2012, the following subaccounts will be liquidated:

- TA Madison Large Cap Growth
- TA Madison Moderate Growth Allocation

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

SUBACCOUNT	PORTFOLIO	ADVISOR/SUBADVISOR
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 subaccount has been added as a Designated Investment Choice under the Retirement Income MaxSM Rider and Designated Allocation Group B of the Retirement Income ChoiceSM 1.2 Rider.
- The TA PIMCO Tactical – Growth – Service Class subaccount has been added to Designated Allocation Group A of the Retirement Income ChoiceSM 1.2 Rider.
- The TA PIMCO Tactical – Conservative – Service Class subaccount has been added as a Designated Investment Choice under the Retirement Income MaxSM Rider, Income LinkSM Rider and Designated Allocation Group C of the Retirement Income ChoiceSM 1.2 Rider.

*Effective on or about September 17, 2012, the following subaccount will be **closed to new investments**:*

- Franklin Income Securities Fund – Class 2 (“Franklin subaccount”)

“Closed to new investments” means no one can allocate additional amounts (either through policy transfer or additional premium) to the Franklin subaccount after September 14, 2012.

**This Prospectus Supplement must be accompanied
by the Prospectus for the
Members® LibertySM Variable Annuity dated May 1, 2012**

If you have any amount in the Franklin subaccount on September 17, 2012, you may do the following (subject to the terms and conditions contained in the prospectus):

- transfer amounts out of the Franklin subaccount into other subaccounts;
- withdraw amounts from the Franklin subaccount; and
- maintain your current investment in the Franklin subaccount.

Please note: If you have given us allocation instructions for premium payments or other purposes (for example, dollar cost averaging, asset rebalancing or riders that contain asset allocation or rebalancing requirements) directing us to invest in the Franklin subaccount, you need to provide us with new instructions for amounts that would have otherwise gone into the Franklin subaccount. If you do not provide new instructions:

- ***subsequent premium payments and dollar cost averaging transactions will be re-allocated to the remaining available investment choices according to the investment allocation instructions you previously provided; and***
- ***transfers and asset rebalancing transactions will not be processed and new instructions will be required.***

*Effective on or about September 17, 2012, the following subaccount will be **closed to new investors:***

- GE Investments Total Return Fund (“GE subaccount”)

“Closed to new investors” means the GE subaccount will not be available to anyone who purchases a policy on or after September 17, 2012. This also means that if you purchased a policy before September 17, 2012, but did not have any policy value in the GE subaccount, then you cannot elect to invest in the GE subaccount.

If you have policy value in the GE subaccount on September 17, 2012, you may do all of the following (subject to the terms and conditions contained in the Prospectus) as long as you maintain a balance in the GE subaccount:

- allocate additional premium payments to the GE subaccount;
- transfer into or out of the GE subaccount;
- withdraw amounts from the GE subaccount; and
- maintain your current investment in the GE subaccount.

Please Note:

If at any time you transfer or withdraw all of your policy value from the GE subaccount, then you can no longer invest in the GE subaccount.