

ING Core Plus Fixed Income

Quarter ending June 30, 2006

Summary

This is a fixed income strategy that invests across a broad range of bond market sectors, maturities and instruments including government and corporate bonds, mortgage and other asset backed securities, as well as, to a lesser degree, high yield and emerging markets bonds.

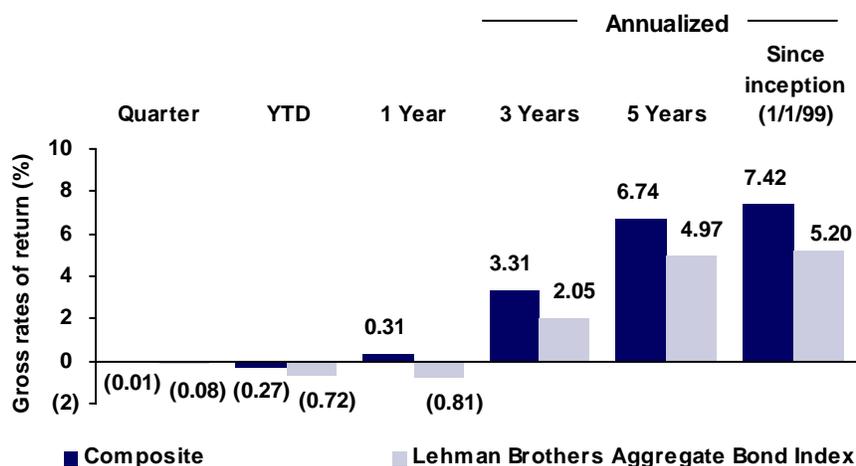
Investment Objective

The ING Core Plus Fixed Income Strategy seeks to outperform the broad bond market averages on a total return basis; that is, including both current income and capital appreciation, over a full market cycle.

Investment Process

The investment process is focused on value discovery across and within all major sectors of the bond market and fundamental research which seeks to purchase fixed income investments at a discount to their intrinsic value. We build portfolios one bond at a time, with a critical review of each security by experienced managers. We expect to generate above average returns by identifying temporary market valuation anomalies ahead of consensus. Toward that end, we have developed a disciplined process to capture enormous amounts of security-level data to which we apply rigorous analytics. The credit analysis teams produce a constantly updated, detailed "buy-sell-hold" opinion on every bond in our investible universe. By creating an information advantage in valuation and credit research, we are able to emphasize areas where we intend to gain a skill advantage. We focus on being consistently right on many small decisions and rarely make major strategy moves in our view of interest rates or economic events.

Performance (%)



Sector Weightings

Sector	Weightings (%)	
	Portfolio	Benchmark
Corporates	30.3	19.2
Other	1.9	0.0
ABS	3.0	1.2
CMBS	6.0	4.4
MBS	35.7	34.9
Government-related	11.1	15.2
Treasury	11.9	25.0

Portfolio Characteristics

	Portfolio	LB Aggregate
Duration	4.66	4.80
Average Life (%)	7.73	7.12
Quality Rating	AA	Aa1/Aa2
Yield	6.02	5.79
Coupon	5.61	5.29

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ING Investment Management at a Glance

ING Investment Management is a leading investment management firm in the Americas, recognized for a broad range of high quality products, experienced people, and superior service. The firm is the primary investment arm of ING Group, a global financial services company with 115,000 employees serving 60 million customers in 60 countries.

With over 300 investment professionals located primarily in New York, Hartford, Atlanta, and Scottsdale as well as Canada and Latin America, and by affiliation with ING Investment Management Europe and ING Investment Management Asia-Pacific, we are in a unique position to offer clients access to investment solutions on a global scale.

In addition to asset management, ING is a leading provider of defined contribution retirement and managed account investment programs, is the second largest global real estate investor, and one of the world's largest financial services companies.

ING Investment Management Americas manages over \$182 billion.

Portfolio characteristics are for a representative account, including cash. It should not be assumed that the adviser continues to hold the securities listed. Other accounts in the Composite might have slightly different portfolio characteristics. The Composite performance information represents the investment results of a group of fully discretionary accounts managed with the objective of outperforming the benchmark. Gross returns are presented after transaction costs, but before management fees. Net performance is shown after the deduction of a model management fee equal to the highest fee charged. Returns include the reinvestment of income, but past performance is not indicative of future results and the possibility of loss does exist.

Benchmark source: Lehman Brothers.