

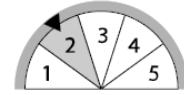
ING DIVERSIFIED CAPITAL FUND

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PRODUCT DETAILS

- A fund is a pooled investment vehicle which :
 - gives investors access to the financial markets
 - pools your money with other investors
 - is managed by an Investment Manager who maintains the fund's portfolio and makes decision about what assets to buy and when to sell them
- A balanced fund is invested in a mix of equities and debt. The risk-return characteristics of this type of fund, fall between those of Equity Funds and Fixed-Income Funds.
- The objective of the ING Diversified Capital Fund (Fund) is to achieve long-term capital and income growth by investing in a diversified portfolio of fixed income and equity securities. The allocation between fixed income and equity securities shall be determined by the fund manager, depending on market conditions. The Bangko Sentral ng Pilipinas (BSP) has limited the investments of the Fund to Philippine securities only.
- The Fund aims to perform better than a blended index consisting of 70% HSBC Local Currency Bond Philippines Liquid Index and 30% Philippine Stock Exchange Index (PSEi).

Low to Medium Risk *



Fund Manager	ING Investment Management Philippines
Fund Structure	Unit Investment Trust Fund (UITF)
Base Currency	Philippine Peso (PHP)
Launch Date	04 December 2006
Valuation Methodology	Marked-to-Market
Minimum Holding Period *	15 banking days * Subject to an Early Redemption Penalty of 1% of the redemption amount
Minimum Investor Type	Cautious

- The Fund is valued using the marked-to-market (MTM) method, based on the fair market value of the underlying assets. As such, investors trade units of participation at their true current worth in the market and can therefore enjoy the full earnings potential of the asset class.
- The Net Asset Value per Unit (NAVPU) of the Fund is net of taxes and management fees.

BENEFITS of INVESTING in a FUND :

- **Professional Management.** The Fund is administered by a team of fund managers, who make the day-to-day investment decisions.
- **Instant Diversification.** The Fund is invested in a portfolio of securities.
- **Liquidity.** Units of participations can be bought and sold at any time, subject to the minimum holding period.
- **Affordable Investment Size.** Low minimum and incremental investment amount.

RISKS INVOLVED in INVESTING in the FUND :

- **There is no guaranteed minimum return.** Past performance should not be taken as an indication of future results.
- **The Fund and participations in the Fund are not capital-protected.** Since this is a trust product, any loss incurred or income derived therefrom is for the account of the investor. Participations in the Fund are not obligations of HSBC and/or ING Bank NV, and are not insured by the Philippine Deposit Insurance Corporation (PDIC).
- **The Fund has no fixed maturity date but is subject to a minimum holding period.** Should the investor redeem before the minimum holding period elapses, he / she will be charged a penalty of 1% of the redemption amount. Redemptions, especially those made within a short time horizon, may result in loss of capital.
- **Investment in the Fund does not constitute a deposit.** It will entail a Trust relationship governed by a Trust Agreement between the bank and the client.
- If the Fund you are investing in has a higher proportion of long-term securities, during times of volatility, it will be subject to larger price movements.
- **Management Risk.** The Fund is subject to management risk because they are actively managed investment portfolios. The investment manager will apply investment techniques and risk analysis in making portfolio decisions, however, there are no guarantees that these will produce the intended results.
- **Interest Rate Risk.** Changes in market interest rates will affect the value of the underlying assets and the Fund NAVPU either positively or negatively. In general, there is an inverse relationship between interest rates and bond prices. If interest rate goes up, current outstanding bonds in the market become less attractive, causing their prices to go down and vice versa. The NAVPU is based on bond prices in the Fund. Thus if bond prices drop, the NAVPU will go down as well.
- **Market Risk.** Many other factors can affect the value of the Fund assets, including socio-economic, political and investment conditions, which can cause the NAVPU to fluctuate particularly in the short-term.
- **Inflation Risk.** The rate of inflation may be higher than the rate of return on your investment.
- **Liquidity Risk.** There is financial risk involved should the Fund be unable to sell or convert assets into cash quickly or in instances where conversion to cash is possible but at a loss.
- **Credit Risk.** Issuers of underlying securities may default. If this happens, the price of the security will decline thus affecting the NAVPU of the Fund.

INVESTOR COMMITMENT

The Fund aims to provide moderate capital and income growth over a period of time. It is suitable for investors who:

- have an investment time horizon of at least three (3) years;
- want a reduced risk profile;
- understand the risks outlined above and are willing and able to take on these risks; are comfortable with short-term fluctuations in the value of their units of participations which, upon redemption, may be worth more or worth less than the original amount invested.

OTHERS

- Financial reports are provided by HSBC Manila Trust Department on a quarterly basis.
- The NAVPU may be viewed in www.ingim.com.ph. Investors are advised that such prices are for information only. HSBC does not accept responsibility for any error in the uploading of prices in their website.

*** Product Risk Level : Low to Medium**

- The price volatility of the product is low to medium, and some market monitoring is required to control relevant risks of the product.
- This product may be suitable for investors who are happy to accept low to medium level of investment risk.

ABOUT THE FUND MANAGER

ING Investment Management (ING IM) Philippines is the Trust Department of ING Bank NV (Manila Branch). It belongs to the ING Group, a global financial services company with over 150 years of experience, providing a wide array of banking, insurance and asset management services in over 50 countries.

ING IM has over EUR380bn in Assets Under Management worldwide (as at 30Sep07). ING IM in the Philippines holds the distinction as pioneer and manager of the first series of UITFs in the local trust fund industry

ING IM Philippines' office is located at 21st Floor, Tower One, Ayala Triangle, Ayala Avenue, Makati City with telephone number (632) 479 8792 to 93.

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ING DIVERSIFIED CAPITAL FUND
A Unit Investment Trust Fund of ING Bank N.V.
Philippine Branch (Trust Department)

Bloomberg Code: INGDVCP Index
Fund Fact Sheet, April 2010
visit us at www.ingim.com.ph

FIGURES AS OF 4/30/2010

Cumulative Performance (%)

	YTD	1 mo	6 mos	1YR	3YRS	Since Inception
Diversified Capital Fund	3.11	1.38	5.09	21.75	2.83	8.08
Benchmark	3.72	1.21	5.87	19.11	14.02	21.12

Past performance not indicative of future performance. Effective January 1, 2007 the bond portion of the fund's benchmark was changed from HSBC Philippines Local Bond Index to HSBC Phils. Liquid Bond Index

Annualized Performance (%)

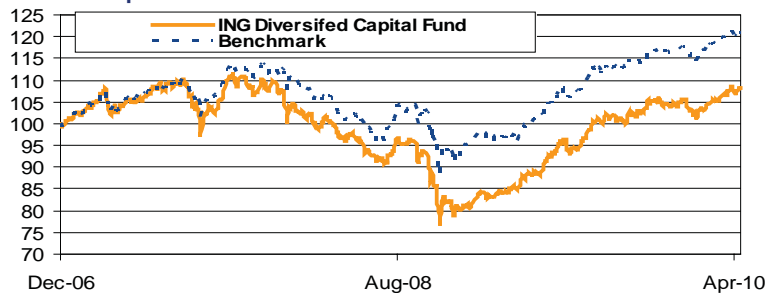
	1YR	2YRS	3YRS	Since Inception
Diversified Capital Fund	21.75	5.55	0.94	2.31
Benchmark- HLBI	19.11	9.06	4.47	5.79

Calendar Year Performance (%)

	2006*	2007	2008	2009
ING Diversified Capital Fund	2.33	7.01	-25.58	28.62
Benchmark 70% HLBI, 30% PSEI	2.54	10.59	-15.51	21.88

*The Fund was launched on December 4, 2006. Returns are from December 4, 2006 to December 29, 2006

NAVPU Graph



Manager's Report

Market Review

Local stocks extended its rally in April, adding another +4.1%MoM to 3290.09, fueled by strong Q1 corporate earnings and a resilient US market. Meanwhile, the HSBC Local Currency Philippines Liquid Index dropped by 0.02% in the month, for a year to date return of 1.89%.

Foreigners continued to be net buyers for the sixth straight month registering a net inflow of \$382.4M YTD. Gainers for the month were led by the power and banking sectors. The power sector surged on speculation of robust Q1 earnings as WESM prices continued to spike in April. The banking sector likewise posted impressive Q1 earnings led by BDO's +100%YOY brought about by trading gains and improvement in its core lending business. Select trade sensitive stocks also jumped on recovery in local trade volume as evidenced by rebounding export and import figures.

Local bond yields were generally higher in the month, with the 3-yr posting the biggest underperformance, with yields gaining 20bps to end at 5.2783%. The 4- and 7-yr followed, with yields increasing by 16bps and 15bps to 5.9302% and 7.1467%, respectively.

The first quarter budget deficit announcement caused the back-up in yields as the outcome of P134-billion was higher than P100-billion expected. While the government collection was on target, infrastructure spending led expenditures to bloat by about P20-billion, raising the issue of whether or not the government will be able to meet its year-end target of P293-billion.

With the presidential polls imminent, investor also played defensive by reducing their position.

In the meantime, investors ignored the upgrade of economic forecasts by the BSP: 8% higher for overseas remittances, 12% better in exports, 18% rise in imports and \$48-billion in foreign exchange reserves. On the financing side, the government raised \$346mn from the sale of 3-year and 5-year Retail Treasury Bonds denominated in dollar and euros, leading the Bureau of Treasury to cancel a scheduled auction in the month for 5-year bonds worth P8.5bn.

Fund Performance

The ING Diversified Capital Fund posted a 1.38% return for the month, for a relative performance of positive 0.17% versus the blended benchmark which gained 1.21% during the month. The peso bond portfolio lagged the benchmark by 3bps in the month. The portfolio underperformed mainly due to its overweight position in the belly of the curve, where yields came up by as much as by about 15 bps. The equities portfolio gained 3.48% in April compared to the PSEI's 4.06%. Its overweight position in the mining sector caused the 0.57% underperformance. The overweight call in select holding and power issues helped cushion the weak performance of the mining sector.

Fund Strategy

We look to increase the duration of our fixed income portfolio as we take the view that the election will be credible and the new president will make fiscal balance an administration priority. We also see inflation remaining manageable.

The PSEI closed the month of April reaching a high of 3327. With renewed optimism over the holding of clean and credible elections, we believe that the market can finally surpass this critical resistance of 3370. A return of confidence would be positive for infrastructure-related sectors, trade and banking. For the portfolio's positioning, we remain to be overweight in domestic equities as we continue to take advantage of any market weakness to increase our exposure in the banking, property and power sectors.

In terms of asset class allocation, we will remain overweight in equities.

Investment Objective

The Fund aims to achieve long-term capital growth by investing in a diversified portfolio of fixed income and equity securities. The allocation between fixed income and equity securities shall be determined by the fund manager, depending on market conditions.

Top Five Bond Holdings

Name	% Yield*	Maturity	% of Fund
Philippines FXTN 7-48 2016 7%	5.64	1/27/2016	21.22%
Philippines FXTN 5-67 2014 6.25%	4.86	1/27/2014	13.37%
SMIC 2012 7.51%	6.57	8/6/2012	7.20%
RCBC 2013 7%	5.68	2/22/2013	4.15%
FGEN 2010 11.55%	4.73	7/30/2010	2.94%

*Net of Tax

Top Five Equity Holdings

Name	Main Business	% of Fund
Philippine Long Distance Telephone Company	Telecommunications	5.99%
Philex Mining Corporation	Mining	2.79%
Energy Development Corporation	Power & Water	3.64%
First Philippine Holdings Corporation	Holding Firms	1.27%
Benpres Holdings Corp.	Holding Firms	1.90%

Allocation

Portfolio Composition: Equities 39%, Bonds 59%, Cash 2%

Sector Holdings (Equity Portion)

Holding Firms	22.2%
Communications	18.3%
Power&Water	17.9%
Mining	13.3%
Property	11.4%
Financials	10.4%
Transportation	2.3%
Food & Beverage	2.3%
Construction	2.2%
Media	1.3%
IT	0.3%

Key Figures and Statistics

Net Asset Value per Unit (NAVPU) ¹	PHP	108.0758
Total Fund NAV (Min)	PHP	1,184.48
Current Number of Holdings		44

Statistics - Past 3 Years	Fund	Benchmark
Annualized Return	0.94%	4.47%
Annualized Volatility	11.90%	8.97%

General Information

Launch Date	4-Dec-06
Fund Structure	Unit Investment Trust Fund
Fund Currency	Philippine Peso
Domicile	Manila, Philippines
Valuation Method	Marked-to-Market
Fund Classification	Balanced Fund
Management/Trust Fee	1.50 % p.a.
Minimum Holding Period	15 banking days
Redemption Notice Period	4 banking days
Trustee	ING Bank NV (Trust Department)
3 rd Party Custodian	HSBC Philippines

A copy of the Fund's Plan Rules will be provided to the investor upon request.

1. Effective 10/24/05, is net of 3rd party custody fees, as allowed by the regulator. This amounts to 0.02% p.a. based on the face amount of the fixed income securities and market value of the equity securities held by the Fund at month end.

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