

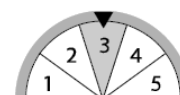
ING PHILIPPINE DOLLAR BOND FUND

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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 bond fund is invested in fixed income investments or bonds. These bonds, which are issued by governments and corporations, pay fixed coupons. Since the interest returns of these instruments are predetermined, they are less risky than stocks. However, the returns on the fund itself are not predetermined or fixed.
- The objective of the ING Philippine Dollar Bond Fund (Fund) is to achieve preservation of capital and generate income growth over a period of time by investing in a diversified portfolio of US Dollar denominated bonds issued by the Philippine government, corporations, and financial institutions.
- The Fund aims to perform better than the JP Morgan Chase Asia Total Return Philippines index, gross of fees, and to provide investors with an alternative to US Dollar time deposits.
- 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.

Medium Risk *



Fund Manager	ING Investment Management Philippines
Fund Structure	Unit Investment Trust Fund (UITF)
Base Currency	US Dollar (USD)
Launch Date	05 May 2003
Valuation Methodology	Marked-to-Market
Minimum Holding Period *	20 banking days * Subject to an Early Redemption Penalty of 1% of the redemption amount
Minimum Investor Type	Balanced

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.
- **Exchange Rate Risk.** A non-USD accountholder will be subject to fluctuations in exchange rates, which could affect the non-USD accountholder's return either negatively or positively upon conversion into the investor's local currency.
- **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 : Medium**

- The price volatility of the product is medium. Active market monitoring and management may be required to control the relevant risks.
- This product may be suitable for investors who are happy to accept 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 88792 to 93.

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ING PHILIPPINE DOLLAR BOND FUND
A Unit Investment Trust Fund of ING Bank N.V.
Philippine Branch (Trust Department)

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

FIGURES AS OF 4/30/2010

Cumulative Performance (%)

	YTD	1 mo	1YR	3YRS	5YRS	Since Inception
Philippine Dollar Bond Fund	3.92	1.68	17.77	18.97	53.35	81.54
Benchmark - JPMC TRPI	4.64	1.71	18.63	29.64	76.85	110.94

Past performance not indicative of future performance.

Annualized Performance (%)

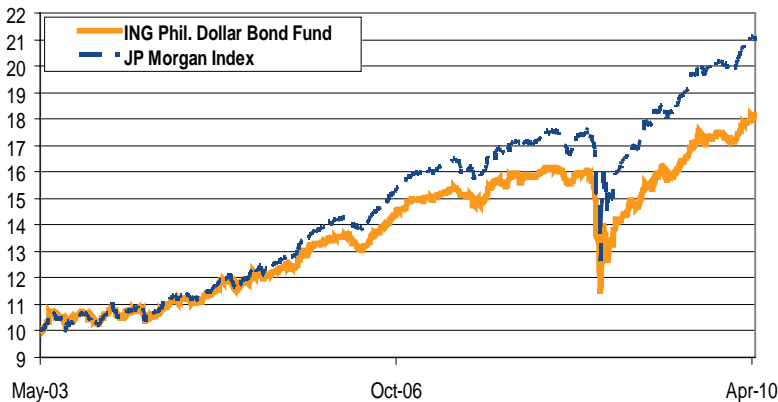
	1YR	2YRS	3YRS	4YRS	5YRS	Since Inception
Philippine Dollar Bond Fund	17.77	6.04	5.96	7.52	8.93	8.90
Benchmark	18.63	9.69	9.04	10.26	12.08	11.27

Calendar Year Performance (%)

	2003*	2004	2005	2006	2007	2008	2009
Philippine Dollar Bond Fund	6.47	6.65	16.04	13.73	6.46	-11.46	23.67
Benchmark	6.34	7.72	19.50	16.39	7.57	-6.71	26.07

*The Fund was launched on May 5, 2003. Returns are from May 5, 2003 to December 30, 2003.

NAVPU Graph



Manager's Report

Market Review

The JP Morgan Chase Asia Total Return Philippine Bond Index (Benchmark) posted a 1.71% return in April.

The month started strong on the back of robust economic data, strong earnings results, accommodative monetary policy, and positive news from Greece. However, the markets gave back some of the gains after sovereign rating downgrades and escalating financial regulatory risk.

Risk appetite increased at the start of the month as US manufacturing activity posted a sustained growth trend while employment for April showed the highest gain since March 2007. Retail sales were also stronger than expected while housing data showed marked improvement for April as people took advantage of the tax credit. US first quarter earnings also reported around 80% of the companies beating estimates and giving brighter outlooks as they see the broad economy staying on the recovery path. To sustain growth, the Federal Reserve reiterated that it will keep interest rates at exceptionally low levels for an extended period, focusing on employment and the housing market while inflation remains benign.

Outside the US, Greece finally secured a Euro 45-billion standby aid from EU (Euro 30-billion) and the IMF (Euro 15-billion) for 3 years at a cost of 5% interest rate.

Unfortunately, the market momentum reversed on a slew of downgrades in Europe: Greece was brought down to A2 (1 notch) by Moody's and BB+ (3 notches) by S&P; Portugal was lowered to A- (2 notches); Spain declined to AA (1 notch). Consequently, interest rates jumped to historic highs, prompting Greece to finally ask for financial aid from the EU and IMF, as Eurostat revised Greece's 2009 budget deficit from 12.9% to 13.6% of GDP and warned that Greece's budget deficit might reach 14% of GDP.

The market was also spooked as the US Senate tackled the financial reform bill, which aims to reduce the risk-taking of banks and prevent a taxpayer bailout of banks in the future. Regulatory risk also heightened after the SEC filed a fraud lawsuit against Goldman Sachs on its structured products.

Locally, the first quarter budget deficit of P134-billion was dismally higher than P110-billion expected, with infrastructure spending bloating by about P20-billion more than target.

Fund Performance

The Fund posted a 1.68% return for the month, lagging the benchmark by 3bps. The Fund ended with duration of 7.74, up from last month's 6.97 and above the benchmark duration which ended at 7.40.

Fund Strategy

The Fund will likely maintain its current duration on the view that the global growth trend will remain positive, Europe will resolve its deficit issues (although gradually), and the Philippines will hold a credible election.

Investment Objective

This Fund is for US Dollar investors who want to preserve their capital and achieve growth in income over a period of time. To achieve this, the Fund will be invested in a diversified portfolio of US dollar-denominated fixed income instruments issued by the Philippine government, corporations, & financial institutions. The Fund aims to outperform its benchmark (gross of fees and taxes), the JP Morgan Chase Asia Total Return Philippines Index.

Top 10 Holdings

Name	Yield (%)*	Maturity	% of Port
Philippines 2030 9.5%	6.92	2/2/2030	11.43%
Philippines 2025 10.625%	7.17	3/16/2025	9.26%
Philippines 2034 6.375%	6.58	10/23/2034	8.26%
Philippines 2031 7.75%	6.97	1/14/2031	8.26%
Philippines 2019 8.375%	6.48	6/17/2019	6.94%
Philippines 2019 9.875%	6.55	1/15/2019	5.70%
Philippines 2016 8%	6.46	1/15/2016	5.66%
Philippines 2020 6.5%	5.90	1/20/2020	5.21%
PSALM 2024 7.39%	7.13	12/2/2024	4.85%
Philippines 2012 9.375%	5.35	1/18/2012	4.73%

*Net of Tax

Allocation

Portfolio Composition: Govts 91%, Corps 8%, Cash 1%

Maturity Profile

Cash and less than 1 year	0.7%
Between 1 and 3 years	6.2%
Between 3 and 5 years	8.7%
Between 5 and 7 years	12.3%
Between 7 and 10 years	23.8%
More than 10 years	48.3%

Key Figures and Statistics

Net Asset Value per Unit (NAVPU) ¹	USD	18.1545
Total Fund NAV (Mln)	USD	63.33
Duration (Interest Rate Risk)	Years	7.74
Portfolio Weighted Yield to Maturity (YTM)	%, net ²	5.19
Current Number of Holdings		24

Statistics – Past 5 Years

	Fund	Benchmark
Annualized Return (net)	8.93%	12.08%
Annualized Volatility	8.67%	8.08%

General Information

Launch Date	May 5, 2003
Fund Structure	Unit Investment Trust Fund (Converted to UITF in December 2004)
Fund Currency	US Dollar
Domicile	Manila, Philippines
Valuation Method	Marked-to-Market
Fund Classification	Long-Term Bond Fund
Management/Trust Fee	1.25 % p.a.
Minimum Holding Period	20 banking days
Redemption Notice Period	4 banking days
Trustee	ING Bank NV (Trust Dept.)
3 rd Party Custodian	HSBC, Ltd. (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 held by the Fund at month-end.

2. Net of management fees and taxes

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