

**ING USA Annuity and Life Insurance Company**  
**Separate Account B of ING USA Annuity and Life Insurance Company**

**Deferred Combination Variable and Fixed Annuity Prospectus**

**ING GOLDENSELECT ESII<sup>®</sup>**

**April 29, 2011**

This prospectus describes ING GoldenSelect ESII, a group and individual deferred combination variable annuity contract (the “Contract”) offered for sale by ING USA Annuity and Life Insurance Company (“ING USA,” the “Company,” “we,” “us” or “our”) through Separate Account B (the “Separate Account”). The Contract was available in connection with certain retirement plans that qualify for special federal income tax treatment (“qualified Contracts”) under the Internal Revenue Code of 1986, as amended (the “Tax Code”), as well as those that do not qualify for such treatment (“non-qualified Contracts”). As of March 15, 2010, we are no longer offering this Contract for sale to new purchasers.

The Contract provides a means for you to allocate your premium payments in one or more subaccounts, each of which invest in a single investment portfolio. You may also allocate premium payments to our Fixed Account with guaranteed interest periods. Your contract value will vary daily to reflect the investment performance of the investment portfolio(s) you select and any interest credited to your allocations in the Fixed Account. For Contracts sold in some states, not all Fixed Interest Allocations or subaccounts are available. The investment portfolios available under your Contract are listed on the next page.

You have a right to return a Contract within 10 days after you receive it for a refund of the adjusted contract value (which may be more or less than the premium payments you paid), or if required by your state, the original amount of your premium payment. In no event does the Company retain any investment gain associated with a Contract that is free looked. Longer free look periods apply in some states and in certain situations. Your free look rights depend on the laws of the state in which you purchase the Contract.

**Replacing an existing annuity with the Contract may not be beneficial to you. Your existing annuity may be subject to fees or penalties on surrender, and the Contract may have new charges.**

This prospectus provides information that you should know before investing and should be kept for future reference. A Statement of Additional Information (“SAI”), dated April 29, 2011, has been filed with the Securities and Exchange Commission (“SEC”). It is available without charge upon request. To obtain a copy of this document, write to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271 or call (800) 366-0066, or access the SEC’s website (<http://www.sec.gov>). When looking for information regarding the Contracts offered through this prospectus, you may find it useful to use the number assigned to the registration statement under the Securities Act of 1933. This number is 333-28679. The table of contents of the SAI is on the last page of this prospectus and the SAI is made part of this prospectus by reference.

**The SEC has not approved or disapproved these securities or passed upon the adequacy of this prospectus. Any representation to the contrary is a criminal offense.**

**Allocations to a subaccount investing in a Trust or Fund (investment portfolio) is not a bank deposit and is not insured or guaranteed by any bank or by the Federal Deposit Insurance Corporation or any other government agency.**

**We pay compensation to broker/dealers whose registered representatives sell the Contract. See “Other Contract Provisions – Selling the Contract,” for further information about the amount of compensation we pay.**

*The investment portfolios are listed on the next page.*

The investment portfolios currently available under your Contract are:

BlackRock Global Allocation V.I. Fund (Class III)	ING Large Cap Growth Portfolio (Class S)
ING American Funds Asset Allocation Portfolio	ING Large Cap Value Portfolio (Class S)
ING American Funds Bond Portfolio	ING Liquid Assets Portfolio (Class S)
ING American Funds Global Growth and Income Portfolio	ING Marsico Growth Portfolio (Class S)
ING American Funds Growth Portfolio	ING MFS Total Return Portfolio (Class S)
ING American Funds International Growth and Income Portfolio	ING MFS Utilities Portfolio (Class S)
ING American Funds International Portfolio	ING MidCap Opportunities Portfolio (Class S)
ING American Funds World Allocation Portfolio (Class S)	ING Morgan Stanley Global Franchise Portfolio (Class S)
ING Artio Foreign Portfolio (Class S)	ING Oppenheimer Active Allocation Portfolio (Class S)
ING Baron Small Cap Growth Portfolio (Class S)	ING Oppenheimer Global Portfolio (Class S)
ING BlackRock Health Sciences Opportunities Portfolio (Class S)	ING PIMCO High Yield Portfolio (Class S)
ING BlackRock Inflation Protected Bond Portfolio (Class S)	ING PIMCO Total Return Bond Portfolio (Class S)
ING BlackRock Large Cap Growth Portfolio (Class S)	ING Pioneer Fund Portfolio (Class S)
ING BlackRock Science and Technology Opportunities Portfolio (Class S)	ING Pioneer Mid Cap Value Portfolio (Class S)
ING Davis New York Venture Portfolio (Class S)	ING Retirement Conservative Portfolio (Class ADV)
ING DFA World Equity Portfolio (Class S)	ING Retirement Growth Portfolio (Class ADV)
ING EURO STOXX 50 <sup>®</sup> Index Portfolio (Class ADV)	ING Retirement Moderate Growth Portfolio (Class ADV)
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio (Class S)	ING Retirement Moderate Portfolio (Class ADV)
ING Franklin Income Portfolio (Class S)	ING Russell <sup>TM</sup> Large Cap Growth Index Portfolio (Class S)
ING Franklin Mutual Shares Portfolio (Class S)	ING Russell <sup>TM</sup> Large Cap Index Portfolio (Class S)
ING Franklin Templeton Founding Strategy Portfolio (Class S)	ING Russell <sup>TM</sup> Large Cap Value Index Portfolio (Class S)
ING FTSE 100 Index <sup>®</sup> Portfolio (Class ADV)	ING Russell <sup>TM</sup> Mid Cap Growth Index Portfolio (Class S)
ING Global Resources Portfolio (Class ADV)	ING Russell <sup>TM</sup> Mid Cap Index Portfolio (Class S)
ING Growth and Income Portfolio (Class ADV)	ING Russell <sup>TM</sup> Small Cap Index Portfolio (Class S)
ING Hang Seng Index Portfolio (Class S)	ING Small Company Portfolio (Class S)
ING Intermediate Bond Portfolio (Class S)	ING Templeton Foreign Equity Portfolio (Class S)
ING International Index Portfolio (Class S)	ING Templeton Global Growth Portfolio (Class S)
ING Invesco Van Kampen Comstock Portfolio (Class S)	ING T. Rowe Price Capital Appreciation Portfolio (Class S)
ING Invesco Van Kampen Equity and Income Portfolio (Class S)	ING T. Rowe Price Equity Income Portfolio (Class S)
ING Invesco Van Kampen Growth and Income Portfolio (Class S)	ING T. Rowe Price Growth Equity Portfolio (Class S)
ING Japan TOPIX Index <sup>®</sup> Portfolio (Class ADV)	ING T. Rowe Price International Stock Portfolio (Class S)
ING JPMorgan Emerging Markets Equity Portfolio (Class S)	ING U. S. Bond Index Portfolio (Class S)
ING JPMorgan Mid Cap Value Portfolio (Class S)	ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio (Class S)
ING JPMorgan Small Cap Core Equity Portfolio (Class S)	

These investment portfolios comprise the subaccounts open to new premiums and transfers. More information can be found in the appendices. See Appendix A for all subaccounts and valuation information. Appendix B highlights each portfolio's investment objective and adviser (and any subadviser or consultant), as well as indicates recent portfolio changes. **If you received a summary prospectus for any of the underlying investment portfolios available through your contract, you may obtain a full prospectus and other fund information free of charge by either accessing the internet address, calling the telephone number or sending an email request to the contact information shown on the front of the portfolio's summary prospectus.**

## TABLE OF CONTENTS

	<u>Page</u>
INDEX OF SPECIAL TERMS .....	1
FEES AND EXPENSES .....	2
CONDENSED FINANCIAL INFORMATION.....	5
ING USA SEPARATE ACCOUNT B .....	6
ING USA ANNUITY AND LIFE INSURANCE COMPANY .....	6
THE TRUSTS AND FUNDS.....	7
CHARGES AND FEES.....	8
THE ANNUITY CONTRACT.....	14
LIVING BENEFIT RIDERS.....	22
WITHDRAWALS.....	47
TRANSFERS AMONG YOUR INVESTMENTS (EXCESSIVE TRADING POLICY) .....	50
DEATH BENEFIT CHOICES .....	54
THE ANNUITY OPTIONS .....	62
OTHER CONTRACT PROVISIONS .....	64
OTHER INFORMATION .....	67
FEDERAL TAX CONSIDERATIONS.....	68
STATEMENT OF ADDITIONAL INFORMATION.....	80
APPENDIX A – Condensed Financial Information.....	A1
APPENDIX B – The Investment Portfolios.....	B1
APPENDIX C – Fixed Account II .....	C1
APPENDIX D – Fixed Interest Division.....	D1
APPENDIX E – Surrender Charge for Excess Withdrawals Example .....	E1
APPENDIX F – Special Funds and Excluded Funds Examples.....	F1
APPENDIX G – Examples of Minimum Guaranteed Income Benefit Calculation .....	G1
APPENDIX H – ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples .....	H1
APPENDIX I – Examples of Fixed Allocation Funds Automatic Rebalancing .....	I1
APPENDIX J – ING LifePay Plus and ING Joint LifePay Plus.....	J1
APPENDIX K – ING LifePay and ING Joint LifePay.....	K1
APPENDIX L – Minimum Guaranteed Withdrawal Benefit.....	L1
APPENDIX M – State Variations.....	M1

## INDEX OF SPECIAL TERMS

The following special terms are used throughout this prospectus. Refer to the page(s) listed for an explanation of each term:

Special Term	Page
Accumulation Unit	5
Annual Ratchet	32
Annual Ratchet Enhanced Death Benefit	57
Annuitant	15
Annuity Start Date	15
Cash Surrender Value	20
Claim Date	54
Contract Date	14
Contract Owner	15
Contract Value	20
Contract Year	14
Covered Fund	8
Earnings Multiplier Benefit	59
Excluded Fund	8
Fixed Account	21
Fixed Interest Allocation	21
Fixed Interest Division	21
Free Withdrawal Amount	9
Market Value Adjustment	C2
Max 7 Enhanced Death Benefit	58
Net Investment Factor	5
Net Rate of Return	5
Restricted Fund	7
Rider Date	22
7% Solution Death Benefit Element	58
Special Fund	8
Standard Death Benefit	56

The following terms as used in this prospectus have the same or substituted meanings as the corresponding terms currently used in the Contract:

Term Used in This Prospectus	Corresponding Term Used in the Contract
Accumulation Unit Value	Index of Investment Experience
Annuity Start Date	Annuity Commencement Date
Contract Owner	Owner or Certificate Owner
Contract Value	Accumulation Value
Transfer Charge	Excess Allocation Charge
Fixed Interest Allocation	Fixed Allocation
Free Look Period	Right to Examine Period
Guaranteed Interest Period	Guarantee Period
Subaccount(s)	Division(s)
Net Investment Factor	Experience Factor
Regular Withdrawals	Conventional Partial Withdrawals
Withdrawals	Partial Withdrawals

## FEES AND EXPENSES

The following tables describe the fees and expenses that you will pay when buying, owning, and surrendering the contract. For more information about the fees and expenses, please see the “Charges and Fees” section later in this prospectus.

**The first table** describes the fees and expenses that you will pay at the time that you buy the contract, surrender the contract, or transfer contract value between investment options. State premium taxes may also be deducted.

### Contract Owner Transaction Expenses<sup>1</sup>

Surrender Charge:

<b>Complete Years Elapsed Since Premium Payment</b>	0	1	2	3	4	5	6	7	8+
<b>Surrender Charge (as a percentage of Premium Payment withdrawn)</b>	8%	7%	6%	5%	4%	3%	2%	1%	0%

Transfer Charge ..... \$25 per transfer, currently zero

Premium Tax<sup>2</sup> ..... 0% to 3.5%

Overnight Charge<sup>3</sup> ..... \$20

- <sup>1</sup> If you invested in a Fixed Interest Allocation, a Market Value Adjustment may apply to certain transactions. This may increase or decrease your contract value and/or your transfer or surrender amount.
- <sup>2</sup> Any premium tax is deducted from the contract value.
- <sup>3</sup> You may choose to have this charge deducted from the amount of a withdrawal you would like sent to you by overnight delivery service.

**The next table** describes the fees and expenses that you will pay periodically during the time that you own the contract, not including Trust or Fund fees and expenses.

### Separate Account Annual Charges

*Contract without any of the optional riders that may be available*

Annual Contract Administrative Charge<sup>1</sup> ..... \$30

(We waive this charge if the total of your premium payments is \$100,000 or more, or if your contract value at the end of a contract year is \$100,000 or more.)

	Standard Death Benefit	Annual Ratchet Enhanced Death Benefit	Max 7 Enhanced Death Benefit
Mortality & Expense Risk Charge <sup>2</sup>	1.25%	1.55%	1.80%
Asset-Based Administrative Charge	<u>0.15%</u>	<u>0.15%</u>	<u>0.15%</u>
Total <sup>3</sup>	1.40%	1.70%	1.95%

- <sup>1</sup> We deduct this charge on each contract anniversary and on surrender.
- <sup>2</sup> Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available for the same charge. For Contracts with the Quarterly Ratchet Enhanced Death Benefit purchased before April 28, 2008, the Mortality and Expense Charge is 1.50%.
- <sup>3</sup> These charges are as a percentage of average contract value in each subaccount. These annual charges are deducted daily.

**The next tables** show the charges for the optional riders currently available with the Contract. These charges would be in addition to Separate Account Annual Charges noted above. In addition to the Earnings Multiplier Benefit rider, you may add only one of the three living benefit riders, namely: the Minimum Guaranteed Income Benefit; ING LifePay Plus Minimum Guaranteed Withdrawal Benefit; and ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit. For more information about which one may be right for you, please see “Living Benefit Riders.” For more information about the charges for the optional riders, please see “Charges and Fees – Optional Rider Charges.”

### Optional Rider Charges<sup>1</sup>

Earnings Multiplier Benefit rider:

As an Annual Charge (Charge Deducted Quarterly)	Maximum Annual Charge
0.30% of contract value	0.30% of contract value

Minimum Guaranteed Income Benefit rider<sup>2</sup>:

As an Annual Charge (Charge Deducted Quarterly)	Maximum Annual Charge
0.75% of the MGIB Charge Base	1.50% of the MGIB Charge Base

ING LifePay Plus Minimum Guaranteed Withdrawal Benefit rider<sup>3</sup>:

As an Annual Charge - Currently (Charge Deducted Quarterly)	Maximum Annual Charge
1.00% of the ING LifePay Plus Base	1.50% of the ING LifePay Plus Base

ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit rider<sup>4</sup>:

As an Annual Charge - Currently (Charge Deducted Quarterly)	Maximum Annual Charge
1.20% of the ING LifePay Plus Base	1.70% of the ING LifePay Plus Base

- <sup>1</sup> Optional rider charges are expressed as a percentage, rounded to the nearest hundredth of one percent. The basis for an optional rider charge is sometimes a charge base, benefit base or contract value, as applicable. Optional rider charges are deducted from the contract value in your subaccount allocations (and/or your Fixed Interest Allocations if there is insufficient contract value in the subaccounts).
- <sup>2</sup> For more information about how the MGIB Charge Base is determined, please see “Living Benefit - Optional Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB rider”) – Rider Charge.”
- <sup>3</sup> The ING LifePay Plus Base is calculated based on premium if this rider is elected at contract issue. The ING LifePay Plus Base is calculated based on contract value if this rider is added after contract issue. The charge for this rider can increase upon the Annual Ratchet once the Lifetime Withdrawal Phase begins, subject to the maximum charge. We promise not to increase the charge for your first five contract years. For more information about the ING LifePay Plus Base and Annual Ratchet, please see “Charges and Fees – Optional Rider Charges – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING LifePay Plus) Rider Charge” and “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider – Annual Ratchet.”
- <sup>4</sup> The ING LifePay Plus Base is calculated based on premium if this rider is elected at contract issue. The ING LifePay Plus Base is calculated based on contract value if this rider is added after contract issue. The charge for this rider can increase upon the Annual Ratchet once the Lifetime Withdrawal Phase begins, subject to the maximum charge. We promise not to increase the charge for your first five contract years. For more information about the ING LifePay Plus Base and Annual Ratchet, please see “Charges and Fees – Optional Rider Charges – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING Joint

LifePay Plus) Rider Charge” and “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider – Annual Ratchet.”

**The next item** shows the minimum and maximum total operating expenses charged by the Trust or Fund that you may pay periodically during the time that you own the Contract. More detail concerning each Trust or Fund’s fees and expenses is contained in the prospectus for each Trust or Fund.

Total Annual Trust or Fund Operating Expenses	Minimum	Maximum
(expenses that are deducted from Trust or Fund assets, including management fees, distribution and/or service (12b-1) fees <sup>1,2</sup> , and other expenses):	0.52%	1.59%

<sup>1</sup> The Company may receive compensation from each of the funds or the funds’ affiliates based on an annual percentage of the average net assets held in that fund by the Company. The percentage paid may vary from one fund company to another. For certain funds, some of this compensation may be paid out of 12b-1 fees or service fees that are deducted from fund assets. Any such fees deducted from fund assets are disclosed in the Fund or Trust prospectuses. The Company may also receive additional compensation from certain funds for administrative, recordkeeping or other services provided by the Company to the funds or the funds’ affiliates. These additional payments are made by the funds or the funds’ affiliates to the Company and do not increase, directly or indirectly, the fees and expenses shown above.

<sup>2</sup> No Trust or Fund currently charges a redemption fee. For more information about redemption fees, please see “Charges and Fees – Charges Deducted from the Contract Value – Redemption Fees.”

**Example**

This Example is intended to help you compare the cost of investing in the Contract with the cost of investing in other variable annuity contracts.

The Example assumes that you invest \$10,000 in the Contract for the time periods indicated. The costs reflected are the maximum charges for the Contract with the Annual Ratchet Enhanced Death Benefit and the most expensive combination of riders possible: Earnings Multiplier Benefit and ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit. The Example also assumes that your investment has a 5% return each year, and assumes the maximum Trust or Fund fees and expenses. Excluded are premium taxes and any transfer charges.

Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

1) If you surrender or annuitize your contract at the end of the applicable time period:				
	1 year	3 years	5 years	10 years
	\$1,332	\$2,222	\$3,145	\$5,677
2) If you do <i>not</i> surrender your contract:				
	1 year	3 years	5 years	10 years
	\$532	\$1,622	\$2,745	\$5,677

Compensation is paid for the sale of the Contracts. For information about this compensation, see “Other Contract Provisions – Selling the Contract.”

**Fees Deducted by the Funds**

**Fund Fee Information.** The fund prospectuses show the investment advisory fees, 12b-1 fees and other expenses including service fees (if applicable) charged annually by each fund. Fund fees are one factor that impacts the value of a fund share. Please refer to the fund prospectuses for more information and to learn more about additional factors.

The Company may receive compensation from each of the funds or the funds' affiliates based on an annual percentage of the average net assets held in that fund by the Company. The percentage paid may vary from one fund company to another. For certain funds, some of this compensation may be paid out of 12b-1 fees or service fees that are deducted from fund assets. Any such fees deducted from fund assets are disclosed in the fund prospectuses. The Company may also receive additional compensation from certain funds for administrative, recordkeeping or other services provided by the Company to the funds or the funds' affiliates. These additional payments may also be used by the Company to finance distribution. These additional payments are made by the funds or the funds' affiliates to the Company and do not increase, directly or indirectly, the fund fees and expenses. Please see "Charges and Fees – Trust and Fund Expenses" for more information.

In the case of fund companies affiliated with the Company, where an affiliated investment adviser employs subadvisers to manage the funds, no direct payments are made to the Company or the affiliated investment adviser by the subadvisers. Subadvisers may provide reimbursement for employees of the Company or its affiliates to attend business meetings or training conferences. Investment management fees are apportioned between the affiliated investment adviser and subadviser. This apportionment varies by subadviser, resulting in varying amounts of revenue retained by the affiliated investment adviser. This apportionment of the investment advisory fee does not increase, directly or indirectly, fund fees and expenses. Please see "Charges and Fees – Trust and Fund Expenses" for more information.

**How Fees are Deducted.** Fees are deducted from the value of the fund shares on a daily basis, which in turn affects the value of each subaccount that purchases fund shares.

## CONDENSED FINANCIAL INFORMATION

### Accumulation Unit

We use accumulation units to calculate the value of a Contract. Each subaccount of Separate Account B has its own accumulation unit value. The accumulation units are valued each business day that the New York Stock Exchange is open for trading. Their values may increase or decrease from day to day according to a Net Investment Factor, which is primarily based on the investment performance of the applicable investment portfolio. Shares in the investment portfolios are valued at their net asset value.

Tables containing (i) the accumulation unit value history of each subaccount of ING USA Separate Account B offered in this prospectus and (ii) the total investment value history of each such subaccount are presented in "Appendix A — Condensed Financial Information" – for the lowest and highest combination of asset-based charges. The numbers show the year-end unit values of each subaccount from the time purchase payments were first received in the subaccounts under the Contract. Complete information is available in the SAI.

### The Net Investment Factor

The Net Investment Factor is an index number which reflects certain charges under the Contract and the investment performance of the subaccount. The Net Investment Factor is calculated for each subaccount as follows:

- 1) We take the net asset value of the subaccount at the end of each business day.
- 2) We add to (1) the amount of any dividend or capital gains distribution declared for the subaccount and reinvested in such subaccount. We subtract from that amount a charge for our taxes, if any.
- 3) We divide (2) by the net asset value of the subaccount at the end of the preceding business day.
- 4) We then subtract the applicable daily charges from the subaccount; the mortality and expense risk charge; the asset-based administrative charge; and any optional rider charges.

Calculations for the subaccounts are made on a per share basis.

The Net Rate of Return equals the Net Investment Factor minus one.



## **Financial Statements**

The statements of assets and liabilities, the statements of operations, the statements of changes in net assets and the related notes to financial statements for Separate Account B and the financial statements and the related notes to financial statements for ING USA Annuity and Life Insurance Company are included in the Statement of Additional Information.

### **ING USA SEPARATE ACCOUNT B**

ING USA Separate Account B (“Separate Account B”) was established as a separate account of the Company on July 14, 1988. It is registered with the SEC as a unit investment trust under the Investment Company Act of 1940, as amended (the “1940 Act”). Separate Account B is a separate investment account used for our variable annuity contracts. We own all the assets in Separate Account B but such assets are kept separate from our other accounts.

Separate Account B is divided into subaccounts. Each subaccount invests exclusively in shares of one investment portfolio of a Trust or Fund. Each investment portfolio has its own distinct investment objectives and policies. Income, gains and losses, realized or unrealized, of a portfolio are credited to or charged against the corresponding subaccount of Separate Account B without regard to any other income, gains or losses of the Company. Assets equal to the reserves and other contract liabilities with respect to each are not chargeable with liabilities arising out of any other business of the Company. They may, however, be subject to liabilities arising from subaccounts whose assets we attribute to other variable annuity contracts supported by Separate Account B. If the assets in Separate Account B exceed the required reserves and other liabilities, we may transfer the excess to our general account. When we deduct the fees we charge for the Contract, these would constitute excess assets that we would transfer to the general account. We are obligated to pay all benefits and make all payments provided under the Contracts, and will keep the Separate Account fully funded to cover such liabilities.

Note: Other variable annuity contracts invest in Separate Account B, but are not discussed in this prospectus. Separate Account B may also invest in other investment portfolios which are not available under your Contract. Under certain circumstances, we may make certain changes to the subaccounts. For more information, see “The Annuity Contract — Addition, Deletion, or Substitution of Subaccounts and Other Changes.”

### **ING USA ANNUITY AND LIFE INSURANCE COMPANY**

ING USA is an Iowa stock life insurance company, which was originally incorporated in Minnesota on January 2, 1973. ING USA is a wholly owned subsidiary of Lion Connecticut Holdings Inc. (“Lion Connecticut”), which in turn is a wholly owned subsidiary of ING Groep N.V. (“ING”), a global financial services holding company based in The Netherlands. ING USA is authorized to sell insurance and annuities in all states, except New York, and the District of Columbia. Although we are a subsidiary of ING, ING is not responsible for the obligations under the Contract. The obligations under the Contract are solely the responsibility of ING USA Annuity and Life Insurance Company.

Directed Services LLC, the distributor of the Contracts and the investment manager of the ING Investors Trust, is also a wholly owned indirect subsidiary of ING. ING also indirectly owns ING Investments, LLC and ING Investment Management Co., portfolio managers of the ING Investors Trust and the investment managers of the ING Variable Insurance Trust, ING Variable Products Trust and ING Variable Product Portfolios, respectively.

As part of a restructuring plan approved by the European Commission, ING has agreed to separate its banking and insurance businesses by 2013. ING intends to achieve this separation by divestment of its insurance and investment management operations, including the Company. ING has announced that it will explore all options for implementing the separation including initial public offerings, sales or combinations thereof.

Our principal office is located at 1475 Dunwoody Drive, West Chester, Pennsylvania 19380.

## **Regulatory Matters**

As with many financial services companies, the Company and its affiliates periodically receive informal and formal requests for information from various state and federal governmental agencies and self-regulatory organizations in connection with inquiries and investigations of the products and practices of the Company or the financial services industry. Some of these investigations and inquiries could result in regulatory action against the Company. The potential outcome of such action is difficult to predict but could subject the Company or its affiliates to adverse consequences, including, but not limited to, settlement payments, penalties, fines, and other financial liability. It is not currently anticipated that the outcome of any such action will have a material adverse effect on ING or ING's U.S.-based operations, including the Company. It is the practice of the Company and its affiliates to cooperate fully in these matters.

**Product Regulation.** Our products are subject to a complex and extensive array of state and federal tax, securities and insurance laws, and regulations, which are administered and enforced by a number of governmental and self-regulatory authorities. Specifically, U.S. federal income tax law imposes requirements relating to nonqualified annuity product design, administration, and investments that are conditions for beneficial tax treatment of such products under the Internal Revenue Code. (See "Federal Tax Considerations" for further discussion of some of these requirements.) Failure to administer certain nonqualified contract features (for example, contractual annuity start dates in nonqualified annuities) could affect such beneficial tax treatment. In addition, state and federal securities and insurance laws impose requirements relating to insurance and annuity product design, offering and distribution, and administration. Failure to meet any of these complex tax, securities, or insurance requirements could subject the Company to administrative penalties, unanticipated remediation, or other claims and costs.

## **THE TRUSTS AND FUNDS**

**You will find more detailed information about the Trusts and Funds currently available under your Contract in "Appendix B — The Investment Portfolios." A prospectus containing more complete information on each Trust or Fund may be obtained by calling our Customer Service Center at (800) 366-0066. You should read the prospectus carefully before investing.**

Certain funds are designated as "Master-Feeder" or "Retirement Funds." Funds offered in a Master-Feeder structure (such as the American Funds) or fund of funds structure (such as the Retirement Funds) may have higher fees and expenses than a fund that invests directly in debt and equity securities. Consult with your investment professional to determine if the Portfolios may be suited to your financial needs, investment time horizon and risk comfort level. You should periodically review these factors to determine if you need to change your investment strategy.

If, due to differences in tax treatment or other considerations, the interests of contract owners of various contracts participating in the Trusts or Funds conflict, we, the Boards of Trustees or Directors of the Trusts or Funds, and any other insurance companies participating in the Trusts or Funds will monitor events to identify and resolve any material conflicts that may arise.

### **Restricted Funds**

We may, with 30 days notice to you, designate any investment option as a Restricted Fund and limit the amount you may allocate or transfer to a Restricted Fund. We may also change the limitations on existing contracts with respect to new premiums added to investment portfolios and with respect to new transfers to investment portfolios. We may establish any limitations, at our discretion, as a percentage of premium or contract value, or as a specified dollar amount, and change the limitation at any time. Currently, we have not designated any investment option as a Restricted Fund. If we designate an investment option as a Restricted Fund or set applicable limitations, such change will apply only to transactions made after the designation.

We limit your investment in the Restricted Funds on an aggregate basis for all Restricted Funds and for each individual Restricted Fund. Currently, we limit an investment in Restricted Funds to the following limitations: no more than \$999,999,999, and no more than 30 percent of contract value. We may change these limits, in our discretion, for new contracts, premiums, transfers or withdrawals.

We monitor the aggregate and individual limits on investments in Restricted Funds for each transaction (e.g. premium payments, reallocations, withdrawals, dollar cost averaging). If the contract value in the Restricted Funds has increased beyond the applicable limit due to market growth, we will not require the reallocation or withdrawal of contract value from the Restricted Funds. However, if the contract value in the Restricted Funds exceeds the aggregate limit, if you take a withdrawal, it must come from either the Restricted Funds or pro-rata from all investment options in which contract value is allocated, so that the percentage of contract value in the Restricted Funds following the withdrawal is less than or equal to the percentage of contract value in the Restricted Funds prior to the withdrawal.

We will allocate pro-rata the portion of any premium payment that exceeds the limits with a Restricted Fund to your other investment option choices not designated as Restricted Funds, or to a specially designated subaccount if there are none (currently, the ING Liquid Assets Portfolio), unless you instruct us otherwise.

We will not permit a transfer to the Restricted Funds if it would increase the contract value in the Restricted Fund or in all Restricted Funds to more than the applicable limits set forth above. If the total amount of your requested transfer exceeds the applicable limits, we will inform your financial representative or you that we will not process any part of the transfer and that new instructions will be required. We will not limit transfers from Restricted Funds. If the multiple reallocations lower the percentage of total contract value in Restricted Funds, we will permit the reallocation even if the percentage of contract value in a Restricted Fund is greater than its limit.

Please see “Withdrawals” and “Transfers Among Your Investments (Excessive Trading Policy)” in this prospectus for more information on the effect of Restricted Funds.

#### **Covered Funds, Special Funds and Excluded Funds**

For purposes of determining death benefits and benefits under the living benefit riders (but not the earnings multiplier benefit rider), we assign the investment options to one of three categories of funds. The categories are:

- 1) Covered Funds;
- 2) Special Funds; and
- 3) Excluded Funds.

Allocations to Covered Funds participate fully in all guaranteed benefits. Allocations to Special Funds could affect the death benefit and/or optional benefit rider guarantee that may otherwise be provided. Allocations to Excluded Funds do not participate in any guaranteed benefits, due to their potential for volatility. **No investment options are currently designated as Excluded Funds.**

Designation of investment options under these categories may vary by benefit. For example, we may designate an investment option a Special Fund for purposes of calculating a benefit under an optional benefit rider, but not a death benefit, or for calculating one death benefit and not another. We may, with 30 days notice to you, designate any investment option as a Special or Excluded Fund with respect to new premiums added to such investment option and also with respect to new transfers to such investment option. For more information about these categories of funds with a death benefit, please see “Death Benefit Choices – Death Benefit During the Accumulation Phase” and Appendix F for examples. These categories of funds also apply to the Minimum Guaranteed Income Benefit rider. Please see “Living Benefit Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB Rider”)” for more information.

## **CHARGES AND FEES**

We deduct the Contract charges described below to compensate us for our costs and expenses, services provided and risks assumed under the Contracts. We incur certain costs and expenses for distributing and administering the Contracts, including compensation and expenses paid in connection with sales of the Contracts, for paying the

benefits payable under the Contracts and for bearing various risks associated with the Contracts. Some of the charges are for optional riders, so they are only deducted if you elect to purchase the rider. The amount of a Contract charge will not always correspond to the actual costs associated with the charge. For example, the surrender charge collected may not fully cover all of the distribution expenses incurred by us with the service or benefits provided. We expect to profit from the charges, including the mortality and expense risk charge and rider and benefit charges, and we may use such profits to finance the distribution of Contracts.

**Charge Deduction Subaccount**

You may elect to have all charges, except daily charges, against your contract value deducted directly from a single subaccount designated by the Company. Currently we use the ING Liquid Assets Portfolio for this purpose. If you do not elect this option, or if the amount of the charges is greater than the amount in the designated subaccount, we will deduct the charges as discussed below. You may cancel this option at any time by sending notice to our Customer Service Center in a form satisfactory to us.

**Charges Deducted from the Contract Value**

We deduct the following charges from your contract value:

**Surrender Charge.** We will deduct a contingent deferred sales charge (a “surrender charge”) if you surrender your Contract or if you take a withdrawal in excess of the Free Withdrawal Amount during the 8-year period from the date we receive and accept a premium payment. We base the surrender charge on a percentage of each premium payment withdrawn. The surrender charge is based on the amount requested for withdrawal. The surrender charge is deducted from the contract value remaining after you have received the amount requested for withdrawal. This charge is intended to cover sales expenses that we have incurred. We may reduce or waive the surrender charge in certain situations. We will never charge more than the maximum surrender charge. The percentage of premium payments deducted at the time of surrender or excess withdrawal depends on the number of complete years that have elapsed since that premium payment was made. We determine the surrender charge as a percentage of each premium payment as follows:

<b>Complete Years Elapsed Since Premium Payment</b>	0	1	2	3	4	5	6	7	8+
<b>Surrender Charge (as a percentage of Premium Payment withdrawn)</b>	8%	7%	6%	5%	4%	3%	2%	1%	0%

**Waiver of Surrender Charge for Extended Medical Care or Terminal Illness.** We will waive the surrender charge in most states in the following events: (i) you begin receiving qualified extended medical care on or after the first contract anniversary for at least 45 days during a 60-day period and we receive your request for the surrender or withdrawal, together with all required documentation at our Customer Service Center during the term of your care or within 90 days after the last day of your care; or (ii) you are first diagnosed by a qualified medical professional, on or after the first contract anniversary, as having a qualifying terminal illness. We have the right to require an examination by a physician of our choice. If we require such an examination, we will pay for it. You are required to send us satisfactory written proof of illness. See your Contract for more information. The waiver of surrender charge may not be available in all states.

**Free Withdrawal Amount.** The Free Withdrawal Amount is the total of (i) your cumulative earnings (which is your contract value less premium payments received and prior withdrawals), and (ii) 10% of premium payments not previously withdrawn received within 8 years prior to the date of the withdrawal.

**Surrender Charge for Excess Withdrawals.** We will deduct a surrender charge for excess withdrawals, which may include a withdrawal you make to satisfy required minimum distribution requirements under the Tax Code. We consider a withdrawal to be an excess withdrawal when the amount you withdraw in any contract year exceeds the Free Withdrawal Amount. When you are receiving systematic withdrawals, any combination of regular withdrawals and systematic withdrawals taken will be included in determining the amount of the excess withdrawal. In other words, if any single withdrawal or sum of withdrawals exceeds the Free Withdrawal Amount, then you will incur a surrender charge on the excess portion, no matter that the withdrawal is a regular withdrawal or a systematic withdrawal. Premium taxes may also apply. We will deduct such charges from the contract value in proportion to

the contract value in each subaccount or Fixed Interest Allocation from which the excess withdrawal was taken. In instances where the excess withdrawal equals the entire contract value in such subaccounts or Fixed Interest Allocations, we will deduct charges proportionately from all other subaccounts and Fixed Interest Allocations in which you are invested. **Any withdrawal from a Fixed Interest Allocation more than 30 days before its maturity date will trigger a Market Value Adjustment.** See Appendix C for more information.

For the purpose of calculating the surrender charge for an excess withdrawal: (i) we treat premiums as being withdrawn on a first-in, first-out basis; and (ii) amounts withdrawn which are not considered an excess withdrawal are not considered a withdrawal of any premium payments. We have included an example of how this works in Appendix E. Although we treat premium payments as being withdrawn before earnings for purpose of calculating the surrender charge for excess withdrawals, the federal tax law treats earnings as withdrawn first.

**Premium Taxes.** We may charge for state and local premium taxes depending on your state of residence. These taxes can range from 0% to 3.5% of the premium payment. We have the right to change this amount to conform with changes in the law or if you change your state of residence.

We deduct the premium tax from your contract value or in the case of a living benefit rider, the benefit base (e.g., MGIB Charge Base or ING LifePay Plus Base), if exercised, on the annuity start date. However, some jurisdictions impose a premium tax at the time initial and additional premiums are paid, regardless of when the annuity payments begin. In those states we may defer collection of the premium taxes from your contract value and deduct it when you surrender the Contract, when you take an excess withdrawal or on the annuity start date.

**Administrative Charge.** We deduct an annual administrative charge on each Contract anniversary. If you surrender your Contract prior to a Contract anniversary, we deduct an administrative charge when we determine the cash surrender value payable to you. The charge is \$30 per Contract. We waive this charge if your contract value is \$100,000 or more at the end of a contract year or the total of your premium payments is \$100,000 or more or under other conditions established by ING USA. We deduct the charge proportionately from all subaccounts in which you are invested. If there is no contract value in those subaccounts, we will deduct the charge from your Fixed Interest Allocations starting with the guaranteed interest periods nearest their maturity dates until the charge has been paid.

**Transfer Charge.** We currently do not deduct any charges for transfers made during a contract year. We have the right, however, to assess up to \$25 for each transfer after the twelfth transfer in a contract year. The charge will not apply to any transfers due to the election of dollar cost averaging or automatic rebalancing.

**Redemption Fees.** If applicable, we may deduct the amount of any redemption fees imposed by the underlying portfolios as a result of withdrawals, transfers or other fund transactions you initiate. Redemption fees, if any, are separate and distinct from any transaction charges or other charges deducted from your contract value. **For a more complete description of the fund's fees and expenses, review each fund's prospectus.**

**Overnight Charge.** You may choose to have the \$20 charge for overnight delivery deducted from the amount of withdrawal you would like sent to you by overnight delivery service.

### Charges Deducted from the Subaccounts

**Mortality and Expense Risk Charge.** The amount of the mortality and expense risk charge depends on the death benefit you have elected. The charge is deducted on each business day and is a percentage of average daily assets based on the assets you have in each subaccount. The mortality and expense risk charge compensates the Company for death benefit and annuitization risks and the risk that expense charges will not cover actual expenses. If there are any profits from the mortality and expense risk charge, we may use such profits to finance the distribution of contracts.

Standard Death Benefit	Annual Ratchet Enhanced Death Benefit	Max 7 Enhanced Death Benefit
Annual Charge 1.25%	Annual Charge 1.55%	Annual Charge 1.80%

Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available in place of the Annual Ratchet Enhanced Death Benefit for the same charge. For Contracts with the Quarterly Ratchet Enhanced Death Benefit purchased before April 28, 2008, the Mortality and Expense Risk Charge is 1.50%.

**Asset-Based Administrative Charge.** The amount of the asset-based administrative charge, on an annual basis, is equal to 0.15% of the assets you have in each subaccount. We deduct the charge on each business day at the rate of 0.0004% of average daily assets based on the assets you have in each subaccount.

**Optional Rider Charges.** Some features and benefits of the Contract are available by rider for an additional charge. Availability is subject to state approval and sometimes broker/dealer approval. Once elected, a rider cannot be canceled independently of the Contract. Below is information about the charge for a rider. Riders are expressed as a percentage, rounded to the nearest hundredth of one percent. Riders are subject to conditions and limitations. For more information about the Earnings Multiplier Benefit Rider, please see “Death Benefit Choices – Death Benefit During the Accumulation Phase – Earnings Multiplier Benefit Rider.” For more information about how each living benefit rider works, including the defined terms used in connection with the riders, as well as the conditions and limitations, please see “Living Benefit Riders.”

**Earnings Multiplier Benefit Rider Charge.** Subject to state availability, you may purchase the earnings multiplier benefit rider for a non-qualified Contract either at issue or on the next contract anniversary following the introduction of the benefit in your state, if later. So long as the rider is in effect, we will deduct a separate quarterly charge for the rider through a pro-rata reduction of the contract value of the subaccounts in which you are invested. If there is insufficient contract value in the subaccounts, we will deduct the charges from your Fixed Interest Allocations starting with the allocation nearest its maturity date. If that is insufficient, we will deduct the charge from the allocation next nearest its maturity date, and so on. We deduct the rider charge on each quarterly contract anniversary in arrears, meaning we deduct the first charge on the first quarterly anniversary following the rider date. If you surrender or annuitize your Contract, we will deduct a pro-rata portion of the charge for the current quarter based on the current contract value immediately prior to the surrender or annuitization. The quarterly charge for the earnings multiplier benefit rider is 0.08% (0.30% annually). For a description of the rider, see “Death Benefit Choices – Death Benefit During the Accumulation Phase – Earnings Multiplier Benefit Rider.”

**Minimum Guaranteed Income Benefit (MGIB) Rider Charge.** The charge for the MGIB rider, a living benefit, is deducted quarterly, and is a percentage of the MGIB Charge Base:

Maximum Annual Charge	Current Annual Charge
1.50%	0.75%

We deduct the quarterly charge in arrears from the subaccounts in which you are invested based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. The charge is deducted even if you decide never to exercise your right to annuitize under this rider. For more information about how this rider works, including how the MGIB Charge Base is determined, please see “Living Benefit Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB rider”).”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING LifePay Plus) Rider Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	1.00%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**Please Note:** *The above information pertains to the form of the ING LifePay Plus rider which was available for sale from on May 1, 2009 until March 15, 2010 in states where approved. If you purchased a prior version of the ING LifePay Plus rider, please see Appendix J for more information.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING Joint LifePay Plus) Rider Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.70%	1.20%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we

deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**Please Note:** *The above information pertains to the form of the ING Joint LifePay Plus rider which was available for sale from May 1, 2009 until March 15, 2010, in states where approved. If you purchased a prior version of the ING Joint LifePay Plus rider, please see Appendix J for more information.*

### **Trust and Fund Expenses**

As shown in the fund prospectuses and described in the “Fees Deducted by the Funds” section of this prospectus, each fund deducts management fees from the amounts allocated to the fund. In addition, each fund deducts other expenses which may include service fees that may be used to compensate service providers, including the company and its affiliates, for administrative and contract owner services provided on behalf of the fund. Furthermore, certain funds may deduct a distribution or 12b-1 fee, which is used to finance any activity that is primarily intended to result in the sale of fund shares. **For a more complete description of the funds’ fees and expenses, review each fund’s prospectus.** You should evaluate the expenses associated with the funds available through this contract before making a decision to invest.

The company may receive substantial revenue from each of the funds or from the funds’ affiliates, although the amount and types of revenue vary with respect to each of the funds offered through the contract. This revenue is one of several factors we consider when determining contract fees and charges and whether to offer a fund through our contracts. **Fund revenue is important to the company’s profitability, and it is generally more profitable for us to offer affiliated funds than to offer unaffiliated funds.**

Assets allocated to affiliated funds, meaning funds managed by Directed Services LLC, ING Investments, LLC or another company affiliate, generate the largest dollar amount of revenue for the company. Affiliated funds may also be subadvised by a company affiliate or by an unaffiliated third party. Assets allocated to unaffiliated funds, meaning funds managed by an unaffiliated third party, generate lesser, but still substantial dollar amounts of revenue for the company. The company expects to make a profit from this revenue to the extent it exceeds the company’s expenses, including the payment of sales compensation to our distributors.

### **Revenue Received from Affiliated Funds.**

The revenue received by the Company from affiliated funds may be deducted from fund assets and may include:

- A share of the management fee;
- Service fees;
- For certain share classes, compensation paid from 12b-1 fees; and
- Other revenues that may be based either on an annual percentage of average net assets held in the fund by the company or a percentage of the fund’s management fees.

In the case of affiliated funds subadvised by unaffiliated third parties, any sharing of the management fee between the Company and the affiliated investment adviser is based on the amount of such fee remaining after the subadvisory fee has been paid to the unaffiliated subadviser. Because subadvisory fees vary by subadviser, varying amounts of revenue may be retained by the affiliated investment adviser and ultimately shared with the Company. The Company may also receive additional compensation in the form of intercompany payments from an affiliated fund’s investment advisor or the investment advisor’s parent in order to allocate revenue and profits across the organization. The intercompany payments and other revenue received from affiliated funds provide the Company with a financial incentive to offer affiliated funds through the contract rather than unaffiliated funds.

**Revenue Received from Unaffiliated Funds.** Revenue received from each of the unaffiliated funds or their affiliates is based on an annual percentage of the average net assets held in that fund by the company. Some unaffiliated funds or their affiliates pay us more than others and some of the amounts we receive may be significant.



The revenue received by the Company or its affiliates from unaffiliated funds may be deducted from fund assets and may include:

- Service Fees;
- For certain share classes, compensation paid from 12b-1 fees; and
- Additional payments for administrative, recordkeeping or other services that we provide to the funds or their affiliates, such as processing purchase and redemption requests, and mailing fund prospectuses, periodic reports and proxy materials. These additional payments do not increase directly or indirectly the fees and expenses shown in each fund's prospectus. These additional payments may be used by us to finance distribution of the contract.

If the unaffiliated fund families currently offered through the contract that made payments to us were individually ranked according to the total amount they paid to the company or its affiliates in 2010, in connection with the registered annuity contracts issued by the company, that ranking would be as follows:

- BlackRock Variable Series Funds, Inc.

If the revenues received from the affiliated funds were taken into account when ranking the funds according to the total dollar amount they paid to the company or its affiliates in 2010, the affiliated funds would be at the top of the list.

In addition to the types of revenue received from affiliated and unaffiliated funds described above, affiliated and unaffiliated funds and their investment advisers, subadvisers or affiliates may participate at their own expense in company sales conferences or educational and training meetings. In relation to such participation, a fund's investment adviser, subadviser or affiliate may help offset the cost of the meetings or sponsor events associated with the meetings. In exchange for these expense offset or sponsorship arrangements, the investment adviser, subadviser or affiliate may receive certain benefits and access opportunities to company sales representatives and wholesalers rather than monetary benefits. These benefits and opportunities include, but are not limited to, co-branded marketing materials, targeted marketing sales opportunities, training opportunities at meetings, training modules for sales personnel and opportunity to host due diligence meetings for representatives and wholesalers.

Certain funds may be structured as "fund of funds." These funds may have higher fees and expenses than a fund that invests directly in debt and equity securities because they also incur the fees and expenses of the underlying funds in which they invest. These funds are affiliated funds, and the underlying funds in which they invest may be affiliated funds as well. The fund prospectuses disclose the aggregate annual operating expenses of each fund and its corresponding underlying fund or funds.

Please note that certain management personnel and other employees of the company or its affiliates may receive a portion of their total employment compensation based on the amount of net assets allocated to affiliated funds. For more information, please see "Other Contract Provisions – Selling the Contract."

## THE ANNUITY CONTRACT

The Contract described in this prospectus is a deferred combination variable and fixed annuity contract. The Contract provides a means for you to invest in one or more of the available mutual fund portfolios of the Trusts and Funds through Separate Account B. It also provides a means for you to invest in a Fixed Interest Allocation through the Fixed Account. See Appendix C for more information on the Fixed Account. If you have any questions concerning this Contract, contact your registered representative or call our Customer Service Center at (800) 366-0066.

### **Contract Date and Contract Year**

The date the Contract became effective is the contract date. Each 12-month period following the contract date is a contract year.

**Contract Owner**

You are the contract owner. You have the rights and options described in the Contract. One or more persons may own the Contract. If there are multiple owners named, the age of the oldest owner will determine the applicable death benefit if such death benefit is available for multiple owners. In the event a selected death benefit is not available, the Standard Death Benefit will apply.

The death benefit becomes payable when you die. If the owner is a non-natural owner, the death benefit is payable upon the death of the annuitant. In the case of a sole contract owner who dies before the annuity start date, we will pay the beneficiary the death benefit then due. The sole contract owner's estate will be the beneficiary if no beneficiary has been designated or the beneficiary has predeceased the contract owner. In the case of a joint owner of the Contract dying before the annuity start date, we will designate the surviving contract owner as the beneficiary. This will override any previous beneficiary designation. See "Joint Owner," below.

**Joint Owner**

For non-qualified Contracts only, joint owners may be named in a written request before the Contract is in effect. Joint owners may independently exercise transfers and other transactions allowed under the Contract. All other rights of ownership must be exercised by both owners. Joint owners own equal shares of any benefits accruing or payments made to them. All rights of a joint owner end at death of that owner if the other joint owner survives. The entire interest of the deceased joint owner in the Contract will pass to the surviving joint owner and the death benefit will be payable. Joint owners may only select the Standard Death Benefit option. The Earnings Multiplier Benefit rider is not available when there are joint owners.

Any addition or deletion of a joint owner is treated as a change of owner which may affect the amount of the death benefit. See "Change of Contract Owner or Beneficiary," below. Adding a joint owner to the Contract post issue with either the Annual Ratchet Enhanced Death Benefit (Quarterly Ratchet Enhanced Death Benefit before January 12, 2009) or Max 7 Enhanced Death Benefit will cause that death benefit to end. If the older joint owner is attained age 85 or under, the Standard Death Benefit will apply. If the older joint owner is attained age 86 or over on the date of the ownership change, the death benefit will be the cash surrender value. The mortality and expense risk charge going forward will reflect the change in death benefit. If you elected the Earnings Multiplier Benefit rider, it will terminate if you add a joint owner after issue. Note that returning a Contract to single owner status will not restore either the Annual Ratchet Enhanced Death Benefit (Quarterly Ratchet Enhanced Death Benefit before January 12, 2009) or Max 7 Enhanced Death Benefit, or the earnings multiplier benefit. Unless otherwise specified, the term "age" when used for joint owners shall mean the age of the oldest owner.

**Annuity Start Date**

The annuity start date is the date you start receiving annuity payments under your Contract. The Contract, like all deferred variable annuity contracts, has two phases: the accumulation phase and the income phase. The accumulation phase is the period between the contract date and the annuity start date. The income phase begins when you start receiving regular annuity payments from your Contract on the annuity start date.

**Annuitant**

The annuitant is the person designated by you to be the measuring life in determining annuity payments. On and after May 1, 2009, a joint annuitant may also be designated. You are the annuitant unless you name another annuitant in the application. The annuitant's age determines when the income phase must begin and the amount of the annuity payments to be paid. In the case of a non-natural owner and joint annuitants, the oldest annuitant's age is used. The contract owner will receive the annuity benefits of the Contract if the annuitant is living on the annuity start date. You may not change the annuitant after the Contract is in effect except as described below.

If the contract owner is an individual, and the annuitant dies before the annuity start date and you have named a contingent annuitant, the contingent annuitant becomes the annuitant. If the annuitant dies before the annuity start date and there is no contingent annuitant, the contract owner will become the annuitant. In the event of joint owners, the youngest will be the contingent annuitant. The contract owner may designate a new annuitant within 60 days of the death of the annuitant. If the annuitant was the sole contract owner and there is no beneficiary designation, the annuitant's estate will be the beneficiary.

If the contract owner is not an individual, and the annuitant dies before the annuity start date, we will pay the designated beneficiary the death benefit then due. If a beneficiary has not been designated, or if there is no designated beneficiary living, the contract owner will be the beneficiary.

Regardless of whether a death benefit is payable, if the annuitant dies and any contract owner is not an individual, distribution rules under federal tax law will apply. You should consult your tax adviser for more information if the contract owner is not an individual.

**Beneficiary**

The beneficiary is named by you in a written request. The beneficiary is the person who receives any death benefit proceeds. The beneficiary may become the successor contract owner if the contract owner, who is a spouse, dies before the income phase start date. We pay death benefits to the primary beneficiary (unless there are joint owners, in which case death proceeds are payable to the surviving owner(s)).

If the beneficiary dies before the annuitant or the contract owner, we pay the death benefit proceeds to the contingent beneficiary, if any. If there is no surviving beneficiary, we pay the death benefit proceeds to the contract owner's estate.

One or more persons may be a beneficiary or contingent beneficiary. In the case of more than one beneficiary, we will assume any death benefit proceeds are to be paid in equal shares to the surviving beneficiaries, unless you indicate otherwise in writing.

Please note that only the Standard Death Benefit is available on a Contract with joint annuitants.

**Change of Contract Owner or Beneficiary**

During the annuitant's lifetime, you may transfer ownership of a non-qualified Contract. A change in ownership may affect the amount of the death benefit, the guaranteed minimum death benefit and/or the death benefit option applied to the contract, the amount of the earnings multiplier benefit, if applicable, and the continuation of any other optional rider that you have elected. The new owner's age, as of the date of the change, will be used as the basis for determining the applicable benefits and charges (the annuitant's age for non-natural owners). The new owner's death will determine when a death benefit is payable (the annuitant's death for non-natural owners).

Before Ownership Change	Maximum New Owner Issue Age	After Ownership Change
Standard Death Benefit	85	Standard Death Benefit
Annual Ratchet Enhanced Death Benefit	75	Annual Ratchet Enhanced Death Benefit
Annual Ratchet Enhanced Death Benefit	76	Standard Death Benefit
Max 7 Enhanced Death Benefit	69	Max 7 Enhanced Death Benefit
Max 7 Enhanced Death Benefit	70	Standard Death Benefit

For Contracts issued before May 1, 2009, the maximum new owner issue age was 75 for continuation of both the Annual Ratchet Enhanced Death Benefit and Max 7 Enhanced Death Benefit. Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available in place of the Annual Ratchet Enhanced Death Benefit. For Contracts issued before April 28, 2008, the maximum new owner issue age was 79 for continuation of both the Quarterly Ratchet Enhanced Death Benefit and Max 7 Enhanced Death Benefit. Otherwise, the death benefit after the ownership change will be the Standard Death Benefit, so long as the new owner is no older than age 85.

In the event the new owner is age 86 or older, or the new owner is not an individual (other than a trust for the benefit of the owner or annuitant), the death benefit after the ownership change will be the cash surrender value. The mortality and expense risk charge going forward will reflect the change in death benefit. Please note that once a death benefit has been changed due to a change in owner, a subsequent change to a younger owner will not restore either the Annual Ratchet Enhanced Death Benefit (Quarterly Ratchet Enhanced Death Benefit before January 12, 2009) or Max 7 Enhanced Death Benefit.

If you have elected the earnings multiplier benefit rider, and the new owner is under age 76, the rider will continue. The benefit will be adjusted to reflect the attained age of the new owner as the issue age. We will use the Maximum

Base and Benefit Base percentages in effect on the original rider date to calculate the benefit. If the new owner is age 76 or over, the rider will terminate. If you have not elected the earnings multiplier benefit rider, the new owner may not add the rider upon the change of ownership. If you have elected another optional rider, the rider will terminate upon a change of ownership.

An ownership change may cause a living benefit rider to terminate. Such depends on the rider and whether spousal continuation is allowed. For more information about an ownership change with the MGIB rider, please see “Living Benefit Riders – Minimum Guaranteed Income Benefit (the “MGIB rider”) Rider.” For more information with the ING LifePay Plus rider, please see “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.” And for more information with the ING Joint LifePay Plus rider, please see “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.”

A change of owner likely has tax consequences. See “Federal Tax Considerations” in this prospectus.

You have the right to change beneficiaries during the annuitant’s lifetime unless you have designated an irrevocable beneficiary. If you have designated an irrevocable beneficiary, you and the irrevocable beneficiary may have to act together to exercise some of the rights and options under the Contract. In the event of joint owners all must agree to change a beneficiary.

In the event of a death claim, we will honor the form of payment of the death benefit specified by the beneficiary to the extent permitted under Section 72(s) of the Tax Code. You may also restrict a beneficiary’s right to elect an income phase payment option or receive a lump-sum payment. If so, such rights or options will not be available to the beneficiary.

All requests for changes must be in writing and submitted to our Customer Service Center. Please date your requests. The change will be effective as of the day we receive the request. The change will not affect any payment made or action taken by us before recording the change.

### **Purchase and Availability of the Contract**

#### **We are no longer offering the Contract for sale to new purchasers.**

We will issue a Contract with the Standard Death Benefit SO LONG AS both the annuitant and the contract owner are age 80 or younger at the time of application. Availability of an Enhanced Death Benefit option plus a living benefit rider is subject to the following limitations.

<b>Maximum Issue Age</b>	<b>Option</b>	<b>Additional Requirement</b>
79	Annual Ratchet Enhanced Death Benefit	ING LifePay Plus rider or ING Joint LifePay Plus rider is also purchased.
75	Annual Ratchet Enhanced Death Benefit	All living benefit riders are available.
69	Max 7 Enhanced Death Benefit	No living benefit rider is available.

The maximum issue age applies to both the annuitant and contract owner at the time of application. The Max 7 Enhanced Death Benefit is not available for purchase with any living benefit rider. Also, the maximum issue age for a Contract with the Standard Death Benefit is limited to age 75 to purchase the MGIB rider.

Before May 1, 2009, you could purchase a Contract with the Max 7 Enhanced Death Benefit SO LONG AS both the annuitant and the contract owner were age 79 or younger at the time of application AND you purchased the ING LifePay Plus rider or ING Joint LifePay Plus rider (or the version of the lifetime guaranteed withdrawal benefit rider available to you). Otherwise, the maximum issue age was 75 for a Contract with either the Annual Ratchet Enhanced Death Benefit or Max 7 Enhanced Death Benefit. Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available in place of the Annual Ratchet Enhanced Death Benefit. Before April 28, 2008, the maximum issue age was 79 for a Contract with either the Quarterly Ratchet Enhanced Death Benefit or Max 7 Enhanced Death Benefit.

The initial premium payment must be \$5,000 or more (\$1,500 for qualified Contracts). You may make additional payments of \$100 or more (\$50 for qualified Contracts) at any time after the free look period and up to the contract anniversary after your 85<sup>th</sup> birthday. Under certain circumstances, we may waive the minimum premium payment requirement. We may also change the minimum initial or additional premium requirements for certain group or sponsored arrangements. An initial or additional premium payment that would cause the contract value of all annuities that you maintain with us to exceed \$1,500,000 requires our prior approval.

The Contract is designed for people seeking long-term tax-deferred accumulation of assets, generally for retirement or other long-term purposes. The tax-deferred feature is more attractive to people in high federal and state tax brackets. **You should not buy this Contract: (i) if you are looking for a short-term investment; (ii) if you cannot risk getting back less money than you put in; or (iii) if your assets are in a plan which provides for tax-deferral and you see no other reason to purchase this Contract. When considering an investment in the Contract, you should consult with your investment professional about your financial goals, investment time horizon and risk tolerance.**

**Replacing an existing insurance contract with this Contract may not be beneficial to you. Before purchasing the Contract, determine whether your existing contract will be subject to any fees or penalties upon surrender. Also, compare the fees, charges, coverage provisions and limitations, if any, of your existing contract with those of the Contract described in this prospectus.**

IRAs and other qualified plans already have the tax-deferral feature found in this Contract. For an additional cost, the Contract provides other features and benefits including death benefits and the ability to receive a lifetime income. You should not purchase a qualified Contract unless you want these other features and benefits, taking into account their cost. See “Charges and Fees” in this prospectus. If you are considering an Enhanced Death Benefit Option and/or the Earnings Multiplier Benefit rider and your contract will be an IRA, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit” in this prospectus. If this contract is issued as an IRA, no contributions may be made for the taxable year in which you attain age 70½.

#### **Crediting of Premium Payments**

We will process your initial premium within 2 business days after receipt and allocate the payment according to the instructions you specify at the accumulation unit value next determined, if the application and all information necessary for processing the Contract are complete. We will process subsequent premium payments within 1 business day if we receive all information necessary. In certain states we also accept initial and additional premium payments by wire order. Wire transmittals must be accompanied by sufficient electronically transmitted data. We may retain your initial premium payment for up to 5 business days while attempting to complete an incomplete application. If the application cannot be completed within this period, we will inform you of the reasons for the delay. We will also return the premium payment immediately unless you direct us to hold the premium payment until the application is completed. If you choose to have us hold the premium payment, it will be held in a non-interest bearing account.

If a subaccount is not available or requested in error, we will make inquiry about a replacement subaccount. If we are unable to reach you or your representative within 5 days, we will consider the application incomplete. Once the completed application is received, we will allocate the payment to the subaccounts of Separate Account B specified by you within 2 business days.

If your premium payment was transmitted by wire order from your broker/dealer, we will follow one of the following two procedures after we receive and accept the wire order and investment instructions. The procedure we follow depends on state availability and the procedures of your broker/dealer.

- 1) If either your state or broker/dealer do not permit us to issue a Contract without an application, we reserve the right to rescind the Contract if we do not receive and accept a properly completed application or enrollment form within 5 days of the premium payment. If we do not receive the application or form within 5 days of the premium payment, we will refund the contract value plus any charges we deducted, and the Contract will be voided. Some states require that we return the premium paid.

- 2) If your state and broker/dealer allow us to issue a Contract without an application, we will issue and mail the Contract to you or your representative, together with a Contract Acknowledgement and Delivery Statement for your execution. Until our Customer Service Center receives the executed Contract Acknowledgement and Delivery Statement, neither you nor the broker/dealer may execute any financial transactions on your Contract unless they are requested in writing by you. We may require additional information before complying with your request (e.g., signature guarantee).

We will ask about any missing information related to subsequent payments. We will allocate the subsequent payment(s) pro-rata according to the current variable subaccount allocation unless you specify otherwise. Any fixed allocation(s) will not be considered in the pro-rata calculations. If a subaccount is no longer available (including due to a fund purchase restriction) or requested in error, we will allocate the subsequent payment(s) proportionally among the other subaccount(s) in your current allocation. For any subsequent premium payments, we will credit the payment designated for a subaccount of Separate Account B at the accumulation unit value next determined after receipt of your premium payment and instructions.

Once we allocate your premium payment to the subaccounts selected by you, we convert the premium payment into accumulation units. We divide the amount of the premium payment allocated to a particular subaccount by the value of an accumulation unit for the subaccount to determine the number of accumulation units of the subaccount to be held in Separate Account B with respect to your Contract. The net investment results of each subaccount vary with its investment performance.

In some states, we may require that an initial premium designated for a subaccount of Separate Account B or the Fixed Account be allocated to a subaccount specially designated by the Company (currently, the ING Liquid Assets Portfolio) during the free look period. After the free look period, we will convert your contract value (your initial premium plus any earnings less any expenses) into accumulation units of the subaccounts you previously selected. The accumulation units will be allocated based on the accumulation unit value next computed for each subaccount. Initial premiums designated for Fixed Interest Allocations will be allocated to a Fixed Interest Allocation with the guaranteed interest period you have chosen; however, in the future we may allocate the premiums to the specially designated subaccount during the free look period.

### **Anti-Money Laundering**

In order to protect against the possible misuse of our products in money laundering or terrorist financing, we have adopted an anti-money laundering program satisfying the requirements of the USA PATRIOT Act and other current anti-money laundering laws. Among other things, this program requires us, our agents and customers to comply with certain procedures and standards that serve to assure that our customers' identities are properly verified and that premiums and loan repayments are not derived from improper sources.

Under our anti-money laundering program, we may require policy owners, insured persons and/or beneficiaries to provide sufficient evidence of identification, and we reserve the right to verify any information provided to us by accessing information databases maintained internally or by outside firms.

We may also refuse to accept certain forms of premium payments or loan repayments (traveler's cheques, cashier's checks, bank drafts, bank checks and treasurer's checks, for example) or restrict the amount of certain forms of premium payments or loan repayments (money orders totaling more than \$5,000.00, for example). In addition, we may require information as to why a particular form of payment was used (third party checks, for example) and the source of the funds of such payment in order to determine whether or not we will accept it. Use of an unacceptable form of payment may result in us returning the payment and not issuing the Contract.

**Applicable laws designed to prevent terrorist financing and money laundering might, in certain circumstances, require us to block certain transactions until authorization is received from the appropriate regulator. We may also be required to provide additional information about you and your policy to government regulators.**

Our anti-money laundering program is subject to change without notice to take account of changes in applicable laws or regulations and our ongoing assessment of our exposure to illegal activity.

### **Administrative Procedures**

We may accept a request for Contract service in writing, by telephone, or other approved electronic means, subject to our administrative procedures, which vary depending on the type of service requested and may include proper completion of certain forms, providing appropriate identifying information, and/or other administrative requirements. We will process your request at the contract value next determined only after you have met all administrative requirements. Please be advised that the risk of a fraudulent transaction is increased with telephonic or electronic instructions (for example, a facsimile withdrawal request form), even if appropriate identifying information is provided.

### **Contract Value**

We determine your contract value on a daily basis beginning on the contract date. Your contract value is the sum of (i) the contract value in the Fixed Interest Allocations, and (ii) the contract value in each subaccount in which you are invested.

**Contract Value in Fixed Interest Allocations.** The contract value in your Fixed Interest Allocation is the sum of premium payments allocated to the Fixed Interest Allocation under the Contract, plus contract value transferred to the Fixed Interest Allocation, plus credited interest, minus any transfers and withdrawals from the Fixed Interest Allocation (including any Market Value Adjustment applied to such transfer or withdrawal), contract fees (including, in some cases, fees for optional benefit riders) and premium taxes.

**Contract Value in the Subaccounts.** On the contract date, the contract value in the subaccount in which you are invested is equal to the initial premium paid and designated to be allocated to the subaccount. On the contract date, we allocate your contract value to each subaccount and/or a Fixed Interest Allocation specified by you, unless the Contract is issued in a state that requires the return of premium payments during the free look period. In such a case, the portion of your initial premium not allocated to a Fixed Interest Allocation may be allocated to a subaccount specially designated by the Company during the free look period for this purpose (currently, the ING Liquid Assets Portfolio).

On each business day after the contract date, we calculate the amount of contract value in each subaccount as follows:

- 1) We take the contract value in the subaccount at the end of the preceding business day.
- 2) We multiply (1) by the subaccount's Net Rate of Return since the preceding business day.
- 3) We add (1) and (2).
- 4) We add to (3) any additional premium payments, and then add or subtract any transfers to or from that subaccount.
- 5) We subtract from (4) any withdrawals and any related charges, and then subtract any contract fees and premium taxes.

### **Cash Surrender Value**

The cash surrender value is the amount you receive when you surrender the Contract. The cash surrender value will fluctuate daily based on the investment results of the subaccounts in which you are invested and interest credited to Fixed Interest Allocations and any Market Value Adjustment. See Appendix C for a description of the calculation of cash surrender value under any Fixed Interest Allocation. We do not guarantee any minimum cash surrender value. On any date during the accumulation phase, we calculate the cash surrender value as follows: we start with your contract value, adjust for any Market Value Adjustment, and then we deduct any surrender charge, any charge for premium taxes, any redemption fees, the annual contract administrative fee (unless waived), any optional benefit rider charge, and any other charges incurred but not yet deducted.

**Surrendering to Receive the Cash Surrender Value.** You may surrender the Contract at any time while the annuitant is living and before the annuity start date. A surrender is effective on the date we receive your written request and the Contract at our Customer Service Center. After we receive all paperwork required for us to process

your surrender, we will determine and pay the cash surrender value at the price next determined. Once paid, all benefits under the Contract will terminate. For administrative purposes, we will transfer your money to a specially designated subaccount (currently the ING Liquid Assets Portfolio) prior to processing the surrender. This transfer will have no effect on your cash surrender value. You may receive the cash surrender value in a single sum payment or apply it under one or more annuity options. We will usually pay the cash surrender value within 7 days.

Consult your tax adviser regarding the tax consequences associated with surrendering your Contract. A surrender made before you reach age 59½ may result in a 10% tax penalty. See “Federal Tax Considerations” for more details.

#### **Addition, Deletion or Substitution of Subaccounts and Other Changes**

We may make additional subaccounts available to you under the Contract. These subaccounts will invest in investment portfolios we find suitable for your Contract. We may also withdraw or substitute investment portfolios, subject to the conditions in your Contract, compliance with regulatory requirements, and subject to SEC approval.

We may amend the Contract to conform to applicable laws or governmental regulations. If we feel that investment in any of the investment portfolios has become inappropriate to the purposes of the Contract, we may, with approval of the SEC (and any other regulatory agency, if required) combine two or more accounts or substitute another portfolio for existing and future investments. If you elected the dollar cost averaging, systematic withdrawals or automatic rebalancing programs, or if you have other outstanding instructions and we substitute or otherwise eliminate a portfolio subject to those instructions, we will execute your instructions using the substituted or proposed replacement portfolio, unless you request otherwise. The substitute or proposed replacement portfolio may have higher fees and charges than any portfolio it replaces. Subject to SEC approval, we reserve the right to: (i) deregister Separate Account B under the 1940 Act; (ii) operate Separate Account B as a management company under the 1940 Act if it is operating as a unit investment trust; (iii) operate Separate Account B as a unit investment trust under the 1940 Act if it is operating as a managed separate account; (iv) restrict or eliminate any voting rights as to Separate Account B; and (v) combine Separate Account B with other accounts.

We will provide you with written notice before we make any of these changes.

#### **Fixed Interest Allocation (The Fixed Account or Fixed Interest Division)**

The Fixed Account is a segregated asset account which contains the assets that support a contract owner’s Fixed Interest Allocations. See Appendix C and the Fixed Account II prospectus for more information. In the event the Fixed Account is not available in your state, then the Fixed Interest Allocation is the Fixed Interest Division. Accordingly, see Appendix D, instead for more information. To obtain a copy of the Fixed Account II prospectus, write to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271 or call (800) 366-0066, or access the SEC’s website (<http://www.sec.gov>). The Offering Brochure for the Fixed Interest Division is also available by contacting our Custom Service Center.

#### **State Variations**

Contracts issued in your state may provide different features and benefits from, and impose different costs than, those described in this prospectus. Key variations are described in Appendix M. This prospectus provides a general description of the Contract, so please see your Contract, any endorsements and riders for the details.

#### **Other Contracts**

We and our affiliates offer various other products with different features and terms than the Contracts, and that may offer some or all of the same investment portfolios. These products have different benefits, fees and charges, and may or may not better match your needs. You should be aware that there are alternative options available, and, if you are interested in learning more about these other products, contact our Customer Service Center or your registered representative. Also, broker/dealers selling the Contract may limit its availability or the availability of an optional feature (for example, by imposing restrictions on eligibility), or decline to make an optional feature available. Please talk to your registered representative for further details.



## LIVING BENEFIT RIDERS

Some features and benefits of the Contract, if available, are available by rider for an additional charge. Once elected, the riders generally may not be cancelled. You may not remove the rider and charges will be assessed regardless of the performance of your Contract. Please see “Charges and Fees - Optional Rider Charges” for information on rider charges.

**The optional riders may not be available for all investors. You should analyze each rider thoroughly and understand it completely before you select one. The optional riders do not guarantee any return of principal or premium payments and do not guarantee performance of any specific investment portfolio under the contract. You should consult a qualified financial adviser in evaluating the riders. Our Customer Service Center may be able to answer your questions. The telephone number is (800) 366-0066.**

The Contract has three living benefit riders offering protection against the investment risks with your Contract:

- The Minimum Guaranteed Income Benefit rider, which you may wish to purchase if you are concerned about having a minimum amount of income in annuitizing your Contract;
- The ING LifePay Plus Minimum Guaranteed Withdrawal Benefit rider, which you may wish to purchase if you are concerned that you may outlive your income; and
- The ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit rider, which you may wish to purchase if you are married and concerned that you and your spouse may outlive your income.

These living benefit riders are described further below. You may only add one living benefit rider to your Contract. We do, however, reserve the right to allow the purchase of more than one living benefit rider in the future. **You should not purchase the ING LifePay Plus rider with multiple owners, unless the owners are spouses.** More information about earlier versions of the guaranteed withdrawal benefit riders (including lifetime versions) is in the appendices.

**Minimum Guaranteed Income Benefit Rider (the “MGIB rider”).** The MGIB rider is an optional benefit which guarantees a minimum amount of annuity income will be available to you if you annuitize on the MGIB Date (as defined below), regardless of fluctuating market conditions. The minimum guaranteed amount of annuity income will depend on the amount of premiums you pay during the first five contract years after you purchase the rider, the amount of contract value you allocate or transfer to Special Funds (as defined below) or Excluded Funds (as defined below), the MGIB Rate (as defined below), the adjustment for Special Fund or Excluded Fund transfers, and any withdrawals you take while the MGIB rider is in effect. Thus, investing in Special Funds or Excluded Funds may limit the benefit under the MGIB rider.

**Purchase.** The MGIB rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, you must have been age 75 or younger on the rider date and the ten-year waiting period must end at or prior to the latest annuity start date to purchase the MGIB rider. Some broker dealers may limit availability of the rider to younger ages. The MGIB rider must have been purchased (i) on the contract date, (ii) within 30 days after the contract date. Previously, the Company in its discretion could allow the purchase of this rider after the contract date. **There is a ten-year waiting period before you can annuitize under the MGIB rider.** If you purchases this rider prior to August 21, 2006, the features and benefits of your rider may differ from those described below, please refer to your contract for more details.

**Rider Date.** The rider date is the date the optional benefit rider becomes effective. The rider date is also the contract date if you purchase the rider when the Contract is issued.

**No Cancellation.** Once you purchase a rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel any rider. Once the Contract continues beyond the free look period, you may not cancel the rider. The Company may, at its discretion, cancel and/or replace a rider at your request in order to renew or reset a rider.

**Termination.** The MGIB rider is a “living benefit,” which means the guaranteed benefit offered by the MGIB rider is intended to be available to you while you are living and while your Contract is in the accumulation phase. The MGIB rider automatically terminates if you:

- annuitize, surrender or otherwise terminate your Contract during the accumulation phase;
- you die during the accumulation phase (first owner to die if there are multiple contract owners, or at death of annuitant if contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract;
- the contract value is insufficient to pay the charge for the MGIB rider; or
- there is a change in contract ownership (other than a spousal beneficiary continuation upon your death).

**Rider Charge.** The current charge we deduct under the MGIB Rider is 0.75% annually of the MGIB Charge Base. The MGIB Charge Base is the greater of (1) and (2) below, where:

- 1) Is the lesser of the Maximum MGIB Rollup Base and the sum of (a), (b), and (c) where:
  - (a) is the MGIB Rollup Base for Covered Funds;
  - (b) is the MGIB Rollup Base for Special Funds (as defined below); and
  - (c) is the MGIB Rollup Base for Excluded Funds; and
- 2) Is the sum of (a) and (b) where:
  - (a) is the MGIB Ratchet Base for Covered Funds and Special Funds; and
  - (b) is the MGIB Ratchet Base for Excluded Funds.

For definitions of the Maximum MGIB Rollup Base, the MGIB Rollup Base for Covered Funds, the MGIB Rollup Base for Special Funds, the MGIB Rollup Base for Excluded Funds, the MGIB Ratchet Base for Covered Funds and Special Funds, and the MGIB Ratchet Base for Excluded Funds, see the “Calculations of the MGIB Rollup Bases” and “Calculation of the MGIB Ratchet Bases” below.

**Fund Categories.** The MGIB Benefit Base (as defined below) is tracked separately for Covered Funds, Special Funds and Excluded Funds. The following investment options are currently designated as Special Funds for purposes of calculating the MGIB Benefit Base:

- ING Liquid Assets Portfolio; and
- Fixed Interest Allocation.

Please note that the ProFunds VP Rising Rates Opportunity and ING Limited Maturity Bond portfolios are also Special Funds, but closed to new allocations, effective April 30, 2007 and March 12, 2004, respectively.

No investment options are currently designated as Excluded Funds. Covered Funds are any investment options not designated as Special Funds or Excluded Funds. These fund categories apply to all calculations under the MGIB rider. Please see “The Trust and Funds – Covered Funds, Special Funds and Excluded Funds.”

For Contracts with the MGIB rider purchased before August 21, 2006 (subject to availability), the ING Intermediate Bond Portfolio is designated as a Special Fund.

**Fixed Allocation Funds Automatic Rebalancing.** In order to mitigate the insurance risk inherent in our guarantee to provide you a guaranteed minimum amount of annuity income if you annuitize on the MGIB date (subject to the terms and restrictions of the MGIB rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that a proportion of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

For Contracts with the MGIB rider purchased on and after August 21, 2006 (subject to availability), there is an allocation requirement. If the contract value in the Fixed Allocation Funds (as defined below) is less than a percentage of the total contract value allocated to the Fixed Allocation Funds and Other Funds (as defined below) on any MGIB Rebalancing Date (as defined below), we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that the appropriate percentage of this amount is allocated to the Fixed Allocation Funds. This is called Fixed Allocation Funds Automatic Rebalancing and the percentage is stated in your Contract. Currently, the minimum Fixed Allocation Fund percentage is zero. Accepted Funds are excluded from this rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date.

The MGIB Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such investment portfolios after the date of the change.

Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

If the MGIB rider is not continued under the spousal continuation right, when available, the Fixed Allocation Fund will be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits. For purposes of calculating any applicable death benefit

guaranteed under the Contract any allocation of contract value to the Fixed Allocation Funds will be considered a Covered Fund while the rider is in effect.

All investment portfolios available under the Contract that are not Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment portfolio restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. **By electing to purchase the MGIB rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the MGIB rider if you do not wish to have your contract value reallocated in this manner.**

**MGIB Benefit Base.** The MGIB Benefit Base (as defined below) is only a calculation used to determine the MGIB annuity income. The MGIB Benefit Base does not represent a contract value, nor does it guarantee performance of the subaccounts in which you are invested. It is also not used in determining the amount of your cash surrender value and death benefits. Any reset of contract value under provisions of the Contract or other riders will not increase the MGIB Benefit Base or Maximum MGIB Rollup Base (as defined below). On the MGIB Date, your MGIB Benefit Base is the greater of (1) and (2), where:

- 1) Is the lesser of the Maximum MGIB Rollup Base (as defined below) and the sum of (a), (b), and (c) where:
  - (a) is the MGIB Rollup Base for Covered Funds; and
  - (b) is the MGIB Rollup Base for Special Funds; and
  - (c) is the contract value allocated to Excluded Funds; and
- 2) Is the sum of (a) and (b) where:
  - (a) is the MGIB Ratchet Base for Covered Funds and Special Funds (as defined below); and
  - (b) is the contract value allocated to Excluded Funds.

The MGIB Benefit Base calculation differs from the MGIB Charge Base calculation because it uses the contract value allocated to Excluded Funds rather than the MGIB Ratchet Base and MGIB Rollup Base allocated to Excluded Funds. This means that the amount on which you pay charges for the MGIB rider may be higher than the amount used to calculate your benefit under the MGIB rider.

**Calculation of MGIB Rollup Bases.** The Maximum MGIB Rollup Base is 250% of eligible premiums adjusted pro-rata for withdrawals, subject to availability (300% otherwise and for Contracts with the MGIB rider purchased before August 21, 2006). This means that the Maximum MGIB Rollup Base is reduced for withdrawals by the same proportion that the withdrawal reduces the contract value. The Maximum MGIB Rollup Base is not allocated by Fund category.

The MGIB Rollup Base allocated to Covered Funds equals the eligible premiums allocated to Covered Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect, accumulated at the MGIB Rate to the earlier of the oldest owner reaching age 80 and the MGIB Rollup Base reaching the Maximum MGIB Rollup Base, and at 0% thereafter.

The MGIB Rollup Base allocated to Special Funds equals the eligible premiums allocated to Special Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect. The MGIB Rate does not apply to the MGIB Rollup Base allocated to Special Funds, so the MGIB Rollup Base allocated to Special Funds does not accumulate.

The MGIB Rollup Base allocated to Excluded Funds equals the eligible premiums allocated to Excluded Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect, accumulated at the MGIB rate to the earlier of the oldest owner reaching age 80 and the MGIB Rollup Base reaching the Maximum MGIB Rollup Base, and at 0% thereafter. **The MGIB Rollup Base allocated to Excluded Funds is used only for transfer adjustments and rider charges. It is not included in the MGIB Rollup Base used to determine benefits.**

Eligible premiums are those premiums added more than 5 years before the earliest MGIB Date. This means that, generally, premiums must be paid within five years of purchasing the MGIB rider to be considered eligible premiums. Premiums paid after that, are excluded from the MGIB Rollup Bases.

The MGIB Rate is currently 6% (7% if this rider was purchased before May 1, 2009). The MGIB Rate is an annual effective rate. We may, at our discretion, discontinue offering this rate. The MGIB Rate will not change for those contracts that have already purchased the MGIB rider.

Withdrawals reduce each MGIB Rollup Base on a pro-rata basis. The percentage reduction in the MGIB Rollup Base for each Fund category (i.e., Covered Funds, Special Funds or Excluded Funds) equals the percentage reduction in contract value in that fund category resulting from the withdrawal (including surrender charge and market value adjustment). This means that the MGIB Rollup Base for Covered Funds, the MGIB Rollup Base for Special Funds or the MGIB Rollup Base for Excluded Funds is reduced for withdrawals by the same proportion that the withdrawal reduces the contract value allocated to Covered Funds, Special Funds or Excluded Funds. For example, if the contract value in Covered Funds is reduced by 25% as the result of a withdrawal (including surrender charge and market value adjustment), the MGIB Rollup Base allocated to Covered Funds is also reduced by 25% (rather than by the amount of the withdrawal).

When you make transfers between Covered Funds, Special Funds and Excluded Funds, net transfers from a fund category will reduce the applicable MGIB Rollup Base for that fund category on a pro-rata basis. This means a reduction by the same percentage as the transfer bears to the contract value in the fund category. For example, if the contract value in Covered Funds is \$1000 and the transfer from Covered Funds to Excluded Funds is \$250, then the contract value in Covered Funds is reduced by 25%. In a case where the MGIB Rollup Base for Covered Funds is \$1200, the MGIB Rollup Base for Covered Funds is also reduced by 25%, or \$300, rather than by the amount of the transfer, or \$250. In addition, the MGIB Rollup Base for Excluded Funds is increased by the reduction in the MGIB Rollup Base for Covered Funds, or \$300.

In a case where the MGIB Ratchet Base for Covered Funds is greater than the contract value in Covered Funds, a transfer from Covered Funds will result in the MGIB Rollup Base for Covered Funds being reduced by a dollar amount that is higher than the dollar amount of the transfer. A higher reduction to the MGIB Rollup Base for Covered Funds will have a larger negative impact on the MGIB Benefit Base, potentially reducing the minimum guaranteed amount of annuity income upon annuitization under the MGIB rider. This means the benefit you receive under the MGIB rider will not be as great because of the transfer.

Net transfers from Excluded Funds will also reduce the MGIB Rollup Base for Excluded Funds on a pro-rata basis. But the resulting increase in the MGIB Rollup Base for Covered Funds or Special Funds, as applicable, will equal the lesser of the contract value transferred and the reduction in the MGIB Rollup Base for Excluded Funds. What this means, if in the previous example the transfer was from Excluded Funds to Covered Funds, is there would be no change in the value of your MGIB Benefit Base because of the transfer – the amount of the transfer between the fund categories is the same, \$250, because the MGIB Benefit Base calculation is based on the contract value allocated to Excluded Funds, versus the calculation basis for Excluded Funds with the MGIB Charge Base. The MGIB Charge Base calculation is instead based on the MGIB Rollup Base for Excluded Funds. As a result, this same transfer, having no change in the value of your MGIB Benefit Base, would result in the MGIB Charge Base

being reduced. The net effect of this transfer: You pay less for the same minimum guaranteed amount of annuity income upon annuitization of the MGIB rider.

**Calculation of MGIB Ratchet Bases.** The MGIB Ratchet Base for Covered Funds and Special Funds equals:

- 1) on the rider date, eligible premiums or the contract value (if the rider is added after the contract date) allocated to Covered Funds and Special Funds;
- 2) on each contract anniversary prior to attainment of age 90, the MGIB Ratchet Base for Covered Funds and Special Funds is set equal to the greater of:
  - (a) the current contract value allocated to Covered Funds and Special Funds (after any deductions occurring on that date); and
  - (b) the MGIB Ratchet Base for Covered Funds and Special Funds from the most recent prior contract anniversary, adjusted for any new eligible premiums, withdrawals attributable to Covered Funds and Special Funds, and transfers.

For Contracts with the MGIB rider purchased before January 12, 2009, the MGIB Ratchet Base for Covered Funds and Special Funds is recalculated on each “quarterly anniversary date” prior to attainment of age 90. A “quarterly anniversary date” is the date three months from the contract date that falls on the same date in the month as the contract date. For example, if the contract date is February 12, the quarterly anniversary date is May 12. If there is no corresponding date in the month, the quarterly anniversary date will be the last date of the month.

Whenever the date falls on a weekend or holiday, we will use the value as of the subsequent business day.

- 3) at other times, the MGIB Ratchet Base for Covered Funds and Special Funds is the corresponding MGIB Ratchet Base from the prior contract anniversary (the prior quarterly anniversary date for Contracts with the MGIB rider purchased before January 12, 2009), adjusted for subsequent eligible premiums, withdrawals attributable to Covered Funds and Special Funds, and transfers.

The MGIB Ratchet Base for Excluded Funds has a corresponding definition with respect to amounts allocated to Excluded Funds. **The MGIB Ratchet Base for Excluded Funds is used only for transfer adjustments and MGIB rider charges. It is not included in the MGIB Ratchet Base used to determine benefits.**

Eligible premiums are those premiums added more than five years before the earliest MGIB Date. This means that, generally, premiums must be paid within five years of purchasing the MGIB rider to be considered eligible premiums. Premiums paid after that are not added to the MGIB Ratchet Bases, but would be added to your contract value.

Withdrawals reduce each MGIB Ratchet Base on a pro-rata basis. The percentage reduction in the MGIB Ratchet Base for each fund category (i.e., Covered Funds and Special Funds or Excluded Funds) equals the percentage reduction in contract value in that fund category resulting from the withdrawal (including surrender charges and market value adjustment). This means that the MGIB Ratchet Base for Covered Funds and Special Funds or the MGIB Ratchet Base for Excluded Funds is reduced for withdrawals by the same proportion that the withdrawal (including surrender charges and market value adjustment) reduces the contract value allocated to Covered Funds and Special Funds or Excluded Funds. For example, if the contract value in Covered Funds and Special Funds is reduced by 25% as the result of a withdrawal (including surrender charges and market value adjustment), the MGIB Ratchet Base for Covered Funds and Special Funds is also reduced by 25% (rather than by the amount of the withdrawal).

When you make transfers between Covered Funds or Special Funds and Excluded Funds, net transfers will reduce the MGIB Ratchet Base for Covered Funds and Special Funds on a pro-rata basis. This means a reduction by the

same percentage as the transfer bears to the contract value in Covered Funds and Special Funds. For example, if the contract value in Covered Funds and Special Funds is \$1000 and a transfer from Covered Funds or Special Funds to Excluded Funds is \$250, then the contract value in Covered Funds and Special Funds is reduced by 25%. In a case where the MGIB Ratchet Base for Covered Funds and Special Funds is \$1200, the MGIB Ratchet Base for Covered Funds and Special Funds is also reduced by 25%, or \$300, rather than by the amount of the transfer, or \$250. In addition, the MGIB Rollup Base for Excluded Funds is increased by the reduction in the MGIB Ratchet Base for Covered Funds and Special Funds, or \$300.

In a case where the MGIB Rollup Base for Covered Funds and Special Funds is greater than the contract value in Covered Funds and Special Funds, a transfer from Covered Funds and Special Funds will result in the MGIB Ratchet Base for Covered Funds and Special Funds being reduced by a dollar amount that is higher than the dollar amount of the transfer. A higher reduction to the MGIB Ratchet Base for Covered Funds and Special Funds will have a larger negative impact on the MGIB Benefit Base, potentially reducing the minimum guaranteed amount of annuity income upon annuitization under the MGIB rider. This means the benefit you receive under the MGIB rider will not be as great because of the transfer.

Net transfers from Excluded Funds will also reduce the MGIB Ratchet Base for Excluded Funds on a pro-rata basis. But the resulting increase in the MGIB Ratchet Base for Covered Funds and Special Funds will equal the lesser of the contract value transferred and the reduction in the MGIB Ratchet Base for Excluded Funds. What this means, if in the previous example the transfer was from Excluded Funds to Covered Funds, is there would be no change in the value of your MGIB Benefit Base because of the transfer – the amount of the transfer between the fund categories is the same, \$250, because the MGIB Benefit Base calculation is based on the contract value allocated to Excluded Funds, versus the calculation basis for Excluded Funds with the MGIB Charge Base. The MGIB Charge Base calculation is instead based on the MGIB Ratchet Base for Excluded Funds. As a result, this same transfer, having no change in the value of your MGIB Benefit Base, would result in the MGIB Charge Base being reduced. The net effect of this transfer: You pay less for the same minimum guaranteed amount of annuity income upon annuitization of the MGIB rider.

**MGIB Date.** If you purchased the MGIB rider on the contract date or added the MGIB rider within 30 days following the contract date, the MGIB Date is the contract anniversary on or after the tenth contract anniversary when you decide to exercise your right to annuitize under the MGIB rider. If you added the MGIB rider at any other time, your MGIB Date is the contract anniversary occurring at least 10 years after the date when you decide to exercise your right to annuitize under the MGIB rider.

**MGIB Annuity Income.** Ordinarily, the amount of income that will be available to you on the annuity start date is based on your contract value, the annuity option you selected and the guaranteed income factors or the income factors in effect on the date you annuitize. If you purchase the MGIB rider, the amount of income that will be available to you upon annuitization on the MGIB Date is the greatest of:

- 1) your annuity income based on your contract value on the MGIB Date adjusted for any market value adjustment (see Appendix C) applied to the guaranteed income factors specified in your Contract for the annuity option you selected;
- 2) your annuity income based on your contract value on the MGIB Date adjusted for any market value adjustment (see Appendix C) applied to the then-current income factors in effect for the annuity option you selected; or
- 3) the MGIB annuity income based on your MGIB Benefit Base on the MGIB Date applied to the MGIB income factors specified in your rider for the MGIB annuity option you selected. Prior to applying the MGIB income factors, we will adjust the MGIB Benefit Base for any surrender charge, premium tax recovery and market value adjustment (see Appendix C) that would otherwise apply at annuitization.

**MGIB Income Factors.** The guaranteed factors contained in the MGIB rider generally provide lower payout per \$1,000 of value applied than the guaranteed income factors found in your Contract. Although the minimum income provided under the rider can be determined in advance, the contract value in the future is unknown, so the income provided under a contract with the MGIB rider attached may be greater or less than the income that would

be provided under the Contract without the rider. Generally, the income calculated under the MGIB rider will be greater than the income provided under the Contract whenever the MGIB Benefit Base is sufficiently in excess of the contract value to offset the additional conservatism reflected in the MGIB rider's income factors compared to those in the Contract. The income factors in the MGIB rider generally reflect a lower interest rate and more conservative mortality than the income factors in the Contract. The degree of relative excess that the income factors require to produce more income will vary for each individual circumstance. If the contract value exceeds the MGIB Benefit Base at time of annuitization, the Contract will always produce greater income than the MGIB rider. Please see "Appendix G — Examples of Minimum Guaranteed Income Benefit Calculation."

**MGIB Annuity Options.** Prior to your latest annuity start date, you may choose to exercise your right to receive payments under the MGIB rider. Payments under the rider begin on the MGIB Date. We require a 10-year waiting period before you can annuitize the MGIB rider benefit. The MGIB must be exercised in the 30-day period prior to the end of any contract anniversary that occurs at least ten years after the MGIB rider date. At your request, the Company may, at its discretion, extend the latest contract annuity start date without extending the MGIB Date.

The following are the MGIB annuity options available under the MGIB Rider:

- 1) Income for Life (single life or joint life with 100% Survivor) and 10-20 year fixed period.
- 2) Income for 20-30 year fixed period.
- 3) Any other annuity option offered by the Company in conjunction with the MGIB rider on the MGIB Date.

Once during the life of the Contract, you have the option to elect to apply up to 50% of the MGIB Benefit Base to one of the MGIB annuity options available under the MGIB rider. This option may only be exercised in the 30 day period prior to a contract anniversary at or after the end of the waiting period. The portion of the MGIB Benefit Base so applied will be used to determine the MGIB income, as is otherwise described in the prospectus. The contract value will be reduced on a pro-rata basis. Any subsequent exercise of your right to receive payments under the MGIB rider must be for 100% of the remaining value. The exercise of this partial annuitization of the MGIB Benefit Base does not affect your right to annuitize remaining value under the Contract without regard to the MGIB rider. The amount applied to the partial annuitization will be treated as a withdrawal for purposes of adjusting contract and MGIB rider values. This means the contract and MGIB rider values will be adjusted on a pro-rata basis. See "Calculation of MGIB Rollup Bases" and "Calculation of MGIB Ratchet Bases" above. Surrender charges will apply to amounts applied to partial annuitization.

**Notification.** On or before 30 days prior to each possible MGIB Date, we will provide you with a notification which will include an estimate of the amount of MGIB annuity benefit available if you choose to exercise it. We will determine the actual amount of the MGIB annuity benefit as of the MGIB Date.

**Change of Owner and Annuitant.** The MGIB rider will terminate upon a change of ownership unless the change is due to spousal continuation at the time of the owner's death. Once you purchase the MGIB rider, the annuitant may not be changed except when an annuitant who is not a contract owner dies prior to annuitization. In such a case, a new annuitant may be named in accordance with the provisions of your Contract. The MGIB Benefit Base is unaffected and continues to accumulate.

**Death of Owner.** The MGIB rider and the MGIB rider charges automatically terminate if you die during the accumulation phase (first owner to die if there are multiple contract owners, or at death of the annuitant if the contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

**The MGIB rider does not restrict or limit your right to annuitize the Contract at any time permitted under the Contract. The MGIB rider does not restrict your right to annuitize the Contract using Contract income factors that may be higher than the MGIB rider income factors.**

**The benefits associated with the MGIB rider are available only if you annuitize your Contract under the rider and in accordance with the provisions set forth above. Annuitizing using the MGIB may result in a**



more favorable stream of income payments, and different tax consequences, under your Contract. Because the MGIB rider income factors are generally more conservative than the Contract income factors, the level of lifetime income that it guarantees may be less than the level that might be provided by the application of your Contract value to the Contract's applicable annuity factors. You should consider all of your options at the time you begin the income phase of your Contract.

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING LifePay Plus") Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Important Note:**

*We introduced the ING LifePay Plus rider on August 20, 2007 and launched changes to it on April 28, 2008 and January 12, 2009, subject to state approval where applicable.*

*The below information pertains to the form of the ING LifePay Plus rider which was available for sale May 1, 2009 through March 15, 2010, in states where approved. If this form of the ING LifePay Plus rider was not approved for sale in your state when you purchased the rider, then please see Appendix J for the information about the form of the ING LifePay Plus rider which was available to you.*

**Eligibility.** The annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80 (owner and annuitant must age qualify). The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the rider effective date. The ING LifePay Plus rider is not available for purchase with the Max 7 Enhanced Death Benefit. The ING LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING LifePay Plus rider will not be issued until your contract value is allocated in accordance with the investment option restrictions described in "Investment Option Restrictions," below.**

The ING LifePay Plus rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, Contracts issued on and after November 1, 2004 were eligible for the ING LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have had a living benefit rider. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING LifePay Plus rider begins. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract's next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract's free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract. The ING LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal is available for withdrawals at your discretion or systematic withdrawals pursuant to the terms of the Contract. Also, the ING LifePay Plus rider offers the Income Optimizer, which is the option to elect to receive systematic installments of the Maximum Annual Withdrawal over the annuitant's life. The guarantee continues when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the annuitant's death. The ING LifePay Plus Base is eligible for Annual Ratchets and Step-ups, and subject to adjustment for any Excess Withdrawals. The ING LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING LifePay Plus rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges, a negative Market Value Adjustment associated with any Fixed Account Allocations or any premium credit deduction (recapture).

Say for example the current Contract value is \$90,000 on a Contract with the ING LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal is also a withdrawal after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume, which occurs on the next quarterly contract anniversary following spousal continuation. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations or any premium credit deduction (recapture) (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Appendix G, Illustrations 1, 2 and 6 for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for any Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

**Step-up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by the Step-up.

The amount of the Step-up is the product of the Step-up Tracker on the previous contract anniversary times the Step-up percent, currently 6%. The Step-up Tracker is only used to calculate the amount of the Step-up. Initially, it equals the ING LifePay Plus Base. Any premiums received during a contract year are added to the Step-up Tracker and eligible for a partial Step-up. Any withdrawals for payment of third-party investment advisory fees are subtracted from the Step-up. Like the ING LifePay Plus Base, the Step-up Tracker is eligible for Annual Ratchets and subject to a pro-rata adjustment for any Excess Withdrawals.

Please note that no partial Step-up is available in the first year after you purchase this rider post issue of the Contract. Your first opportunity for a Step-up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date. Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract’s next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a Step-up. Rather, the first opportunity for a Step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the annuitant is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Base or the Contract value on the previous business day. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see “The Annuity Options”);
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see “Lifetime Automatic Periodic Benefit Status” below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual

Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the Annuitant's age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or a Step-up. Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the annuitant grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value on the previous business day is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to that Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time.

**Income Optimizer.** The ING LifePay Plus rider offers the option to elect to receive the Maximum Annual Withdrawal in systematic installments over the annuitant's life. We call this option the Income Optimizer. You may elect the Income Optimizer during the Lifetime Withdrawal Phase. This election is in lieu of the Contract's other annuity options, and these payments will be subject to the same tax treatment as an annuity payment. Please see "Federal Tax Considerations" for more information. The Income Optimizer is only available on non-qualified contracts.

The frequency of payments under the Income Optimizer may be annual, quarterly or monthly. While you are receiving payments under the Income Optimizer, the ING LifePay Plus Base remains eligible for Annual Ratchets. Your Contract may still have a Contract value and death benefit. Spousal continuation of payments under the Income Optimizer is permitted. Any withdrawals in excess of the Maximum Annual Withdrawal are Excess Withdrawals that would cause a pro-rata reduction of the ING LifePay Plus Base, as well as a reduction of the Maximum Annual Withdrawal.

Your election is subject to restrictions – you may not: revoke your election; add on premiums; exchange the Contract; annuitize the Contract; or change ownership (except as permitted under "Change of Owner or Annuitant" below). Once you choose the frequency of payments, you may not change it. Also, the specified percentage of your Contract value required to be allocated to Fixed Allocation Funds is higher, and the investment options available for this purpose are limited. Please see "Investment Option Restrictions" below for the details. You may surrender your Contract at any time.

Payments under the Income Optimizer will continue until the Terminal Date, at which time you waive any remaining Contract value and death benefit and the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. The Terminal Date is the contract anniversary following the annuitant's 95<sup>th</sup> birthday. Alternatively, you may wish to extend the Terminal Date to the contract anniversary following the annuitant's 115<sup>th</sup> birthday in order to liquidate your Contract value that may remain before the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. Regardless, your payments of the Maximum Annual Withdrawal will continue during the Lifetime Automatic Periodic Benefit Status until the death of the annuitant. We will notify you in writing in advance of the Terminal Date to remind you of this alternative and how to extend the Terminal Date.

**Lifetime Income Annuity Option.** In the event the Contract's annuity commencement date is reached while the ING LifePay Plus rider is in the Lifetime Withdrawal Phase, you may elect a life only annuity option, in lieu of the Contract's other annuity options. Payments under this option are based on the minimum annual payment factors for each \$1,000 reflected in the rider data table and will never be less than the same frequency of

payments of the Maximum Annual Withdrawal at that time. For more information about the Contract's annuity options, see "The Annuity Options."

**Required Minimum Distributions.** The ING LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Appendix G, Illustration 3 for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Appendix G, Illustration 5 for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Appendix G, Illustration 4 for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets or upon spousal continuation of the ING LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

If when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the annuitant is age 59½. During this time, the ING LifePay Plus rider's death benefit remains payable upon the annuitant's death. Also, the ING LifePay Plus Base remains eligible for Step-ups. Once the ING LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the annuitant's age, multiplied by the ING LifePay Plus Base.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the

rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least the required specified percentage of such Contract value in the Fixed Allocation Funds, which is 30%; 40% with the Income Optimizer.

See “Fixed Allocation Funds Automatic Rebalancing,” below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

Currently, the Accepted Funds for the Income Optimizer are:

BlackRock Global Allocation V.I. Fund	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	Fixed Interest Allocation
ING Retirement Conservative Portfolio	

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the required specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date (30%; 40% with the Income Optimizer), we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the

required specified percentage of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on the rider effective date and each quarterly Contract anniversary. Also, after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix H – Examples of Fixed Allocation Funds Automatic Rebalancing.” You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix H – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider’s charges pro-rated) on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner. Also, an ING LifePay Plus rider that is in Lifetime Automatic Periodic Benefit Status terminates on the date of the annuitant’s death.

**ING LifePay Plus Death Benefit Base.** The ING LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING LifePay Plus rider: On the Contract date – equal to the initial premium; Or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base - Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or Step-ups.

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the annuitant’s death. Upon the annuitant’s death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, provided the spouse

becomes the annuitant and sole owner. At the time the Contract is continued, the ING LifePay Plus Base is recalculated to equal the Contract value, inclusive of the guaranteed death benefit – UNLESS the continuing spouse is a joint owner and the original annuitant, OR the Lifetime Withdrawal Phase has not yet begun. In this case, the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation. Regardless, the ING LifePay Plus rider's guarantees resume on the next quarterly contract anniversary following spousal continuation. Any withdrawals after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume are Excess Withdrawals. The ING LifePay Plus rider remains eligible for the Annual Ratchet upon recalculation of the ING LifePay Plus Base.

The Maximum Annual Withdrawal is also recalculated at the same time as the ING LifePay Plus Base; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the annuitant is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the new annuitant's age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner's death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value on the previous business day is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to that Contract value before the Maximum Annual Withdrawal is first calculated. The rider will be eligible for any Step-ups that may remain, and the Step-up Tracker will be recalculated at the same time as the ING LifePay Plus Base. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner's death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

In the event the Income Optimizer was elected, systematic installments of the Maximum Annual Withdrawal will continue, SO LONG AS the surviving spouse as annuitant is age 59½. The amount of these continuing payments may change since both the ING LifePay Plus Base and the Maximum Annual Withdrawal are recalculated based on the new annuitant's age. The rider under the Income Optimizer will remain subject to the higher required specified percentage for allocations to the Fixed Allocation Funds, even if upon spousal continuation the Lifetime Withdrawal Phase has not yet begun, and there is no Maximum Annual Withdrawal, because the annuitant is not yet age 59½.

Contrary to the ING Joint LifePay Plus rider, spousal continuation of the ING LifePay Plus rider would likely NOT take effect at the same time as the Contract is continued. As noted above, the ING LifePay Plus rider provides for spousal continuation only on a quarterly contract anniversary (subject to the spouse becoming the annuitant and sole owner). So if you are concerned about the availability of benefits being interrupted with spousal continuation of the ING LifePay Plus rider, you might instead want to purchase the ING Joint LifePay Plus rider.

**Change of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charge pro-rated) upon any ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual;



- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual;
- 9) change of owner pursuant to a court order; and
- 10) change of qualified plan ownership to that of the beneficial owner.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted. See Appendix G for examples.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are married and concerned that you and your spouse may outlive your income.

**Important Note:**

*We introduced the ING Joint LifePay Plus rider on August 20, 2007 and launched changes to it on April 28, 2008 and January 12, 2009, subject to state approval where applicable.*

*The below information pertains to the form of the ING Joint LifePay Plus rider which was available for sale May 1, 2009 through March 15, 2010, in states where approved. If this form of the ING Joint LifePay Plus rider was not approved for sale in your state when you purchased the rider, then please see Appendix J for the information about the form of the ING Joint LifePay Plus rider which was available to you.*

**Eligibility.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase (spouses) and eligible to elect spousal continuation (as defined by the Tax Code) of the Contract when the death benefit becomes payable, subject to the owner, annuitant and beneficiary requirements below. The maximum issue age is 80. Both spouses must meet the issue age requirement. The issue age is the age of each owner on the rider effective date. The ING Joint LifePay Plus rider is not available for purchase with the Max 7 Enhanced Death Benefit. The ING Joint LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING Joint LifePay Plus rider will not be issued unless the required owner, annuitant and beneficiary designations are met, and until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

The ING Joint LifePay Plus rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, Contracts issued on and after November 1, 2004 were eligible for the ING Joint LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have had a living benefit rider. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Owner, Annuitant and Beneficiary Designations.** For nonqualified contracts: Joint owners must be spouses, and one of the owners the annuitant; and For a Contract with only one owner, the owner’s spouse must be the sole primary beneficiary. For qualified contracts, there may only be one owner who must also be the annuitant, and then the owner’s spouse must also be the sole primary beneficiary. Non-natural, custodial owners are only allowed with IRAs. Owner and beneficiary designations for custodial IRAs must be the same as for any other qualified contract. The annuitant must be the beneficial owner of the custodial IRA. We require the custodian

to provide us the name and date of birth of both the owner and owner's spouse. We do not maintain individual owner and beneficiary designations for custodial IRAs. We reserve the right to verify the date of birth and social security number of both spouses.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING Joint LifePay Plus rider begins. If you purchase the ING Joint LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING Joint LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract's next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Active Spouse.** An Active Spouse is the person (people) upon whose life and age the guarantees are calculated under the ING Joint LifePay Plus rider. There must be two Active Spouses when you purchase the ING Joint LifePay Plus rider, who are married to each other and either are joint owners, or for a Contract with only one owner, the spouse must be the sole primary beneficiary. You cannot add an Active Spouse after the rider effective date. In general, changes in ownership of the Contract, the annuitant and/or beneficiary would result in one spouse being deactivated (the spouse is thereafter inactive). An inactive spouse is **not** eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider, including continuing the ING Joint LifePay Plus rider upon spousal continuation of the Contract. Once an Active Spouse is deactivated, the spouse may not become an Active Spouse again. Specific situations that would result in a spouse being deactivated include:

- 1) for nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the Contract), or the change of one joint owner to a person other than an Active Spouse;
- 2) for nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an Active Spouse or any change of beneficiary (including the addition of primary beneficiaries); or
- 3) the spouse's death.

An owner may also request that a spouse be deactivated. Both owners must agree when there are joint owners. **However, all charges for the ING Joint LifePay Plus rider would continue to apply, even after a spouse is deactivated, regardless of the reason. So please be sure to understand the impact of any beneficiary or owner changes on the ING Joint LifePay Plus rider before requesting any changes.** Also, please note that a divorce terminates the ability of an ex-spouse to continue the Contract. See "Divorce" below for more information.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract's free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING Joint LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract (and your spouse is an Active Spouse). The ING Joint LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death by an Active Spouse). Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING Joint LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING Joint LifePay Plus rider. More detailed information follows below, with the capitalized words that are*

*underlined indicating headings for ease of reference.* The ING Joint LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal is available for withdrawals at your discretion or systematic withdrawals pursuant to the terms of the Contract. Also, the ING Joint LifePay Plus rider offers the Income Optimizer, which is the option to elect to receive systematic installments of the Maximum Annual Withdrawal over the lives of both Active Spouses. The guarantee continues when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the last Active Spouse's death. The ING LifePay Plus Base is eligible for Annual Ratchets and Step-ups, and subject to adjustment for any Excess Withdrawals. The ING Joint LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING Joint LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING Joint LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING Joint LifePay Plus rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING Joint LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING Joint LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustrations 1, 2 and 6 for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING Joint LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING Joint LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure

you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for **any** Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

**Step-up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by the Step-up.

The amount of the Step-up is the product of the Step-up Tracker on the previous contract anniversary times the Step-up percent, currently 6%. The Step-up Tracker is only used to calculate the amount of the Step-up. Initially, it equals the ING LifePay Plus Base. Any premiums received during a contract year are added to the Step-up Tracker and eligible for a partial Step-up. Any withdrawals for payment of third-party investment advisory fees are subtracted from the Step-up. Like the ING LifePay Plus Base, the Step-up Tracker is eligible for Annual Ratchets and subject to a pro-rata adjustment for any Excess Withdrawals.

Please note that no partial Step-up is available in the first year after you purchase this rider post issue of the Contract. Your first opportunity for a Step-up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date. Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING Joint LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract’s next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the youngest Active Spouse is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Plus Base or the Contract value on the previous business day. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see “The Annuity Options”);
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract;
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary is an Active Spouse who elects to continue the Contract; or
- 6) the last Active Spouse dies.

The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see “Lifetime Automatic Periodic Benefit Status” below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING Joint LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the younger Active Spouse’s age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or a Step-up. Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the younger Active Spouse grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value on the previous business day is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to that Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING Joint LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time.

**Income Optimizer.** The ING Joint LifePay Plus rider offers the option to elect to receive the Maximum Annual Withdrawal in systematic installments over the lives of both Active Spouses. We call this option the Income Optimizer. You may elect the Income Optimizer during the Lifetime Withdrawal Phase. This election is in lieu of the Contract's other annuity options, and these payments will be subject to the same tax treatment as an annuity payment. The Income Optimizer is only available on non-qualified contracts.

The frequency of payments under the Income Optimizer may be annual, quarterly or monthly. While you are receiving payments under the Income Optimizer, the ING LifePay Plus Base remains eligible for Annual Ratchets. Your Contract may still have a Contract value and death benefit. Spousal continuation of payments under the Income Optimizer is permitted. Any withdrawals in excess of the Maximum Annual Withdrawal are Excess Withdrawals that would cause a pro-rata reduction of the ING LifePay Plus Base, as well as a reduction of the Maximum Annual Withdrawal.

Your election is subject to restrictions – you may not: revoke your election; add on premiums; exchange the Contract; annuitize the Contract; or change ownership (except as permitted under “Change of Owner or Annuitant” below). Once you choose the frequency of payments, you may not change it. Also, the specified percentage of your Contract value required to be allocated to Fixed Allocation Funds is higher, and the investment options available for this purpose are limited. Please see “Investment Option Restrictions” below for the details. You may surrender your Contract at any time.

Payments under the Income Optimizer will continue until the Terminal Date, at which time you waive any remaining Contract value and death benefit and the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. The Terminal Date is the contract anniversary following the youngest Active Spouse's 95<sup>th</sup> birthday. Alternatively, you may wish to extend the Terminal Date to the contract anniversary following the youngest Active Spouse's 115<sup>th</sup> birthday in order to liquidate your Contract value that may remain before the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. Regardless, your payments of the Maximum Annual Withdrawal will continue during the Lifetime Automatic Periodic Benefit Status until the death of the last Active Spouse. We will notify you in writing in advance of the Terminal Date to remind you of this alternative and how to extend the Terminal Date.

**Lifetime Income Annuity Option.** In the event the Contract's annuity commencement date is reached while the ING Joint LifePay Plus rider is in the Lifetime Withdrawal Phase, you may elect a life only annuity option, in lieu of the Contract's other annuity options. Payments under this option will be joint life if both Active Spouses are living, or for the life of the only Active Spouse, and are based on the minimum annual payment factors for each \$1,000 reflected in the rider data table. Also, these payments will never be less than the same frequency of payments of the Maximum Annual Withdrawal at that time. For more information about the Contract's annuity options, see “The Annuity Options.”

**Required Minimum Distributions.** The ING Joint LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Appendix H, Illustration 3 for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustration 5 for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Appendix H, Illustration 4 for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets or upon spousal continuation of the ING Joint LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING Joint LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the last Active Spouse at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the last Active Spouse's death.

If when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the youngest Active Spouse is age 59½. During this time, the ING Joint LifePay Plus rider's death benefit remains payable upon the last Active Spouse's death. Also, the ING LifePay Plus Base remains eligible for Step-ups. Once the ING Joint LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the youngest Active Spouse's age, multiplied by the ING LifePay Plus Base. If an Active Spouse were to die while Lifetime Automatic Periodic Benefit Status is deferred, then when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, and the annual amount of the periodic payments, would be based on the remaining Active Spouse's age.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the

rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least the required specified percentage of such Contract value in the Fixed Allocation Funds, which is 30%; 40% with the Income Optimizer.

See “Fixed Allocation Funds Automatic Rebalancing,” below. We have these investment option restrictions to lessen the likelihood we would have to make payments under with this rider. We require this allocation regardless of your investment instructions to the Contract. The ING Joint LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

Currently, the Accepted Funds for the Income Optimizer are:

BlackRock Global Allocation V.I. Fund	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	Fixed Interest Allocation
ING Retirement Conservative Portfolio	

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the required specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date (30%; 40% with the Income Optimizer), we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that

the required specified percentage of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on the rider effective date and each quarterly Contract anniversary. Also, after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.” You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Divorce.** Generally, in the event of divorce, the spouse who retains ownership of the Contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will not longer have any such rights or be entitled to any such benefits. In the event of a divorce during the Lifetime Withdrawal Phase, the ING Joint LifePay Plus rider would continue until the owner’s death (first owner in the case of joint owners, or annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As a result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal would be considered a withdrawal for purposes of the ING LifePay Plus Base. See “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above. In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change in the amount of your periodic payments. Payments will continue until both spouses are deceased.

**Death of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charges pro-rated) on the earlier of the date of death of the last Active Spouse, or when the surviving spouse decides not to continue the Contract.

**ING LifePay Plus Death Benefit Base.** The ING Joint LifePay Plus rider has a death benefit that is payable upon the first owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING Joint LifePay Plus rider: On the Contract date – equal to the initial premium; Or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.



There is no additional charge for the death benefit associated with the ING Joint LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or Step-ups.

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the last Active Spouse's death. Upon the last Active Spouse's death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see "Death Benefit Choices – Continuation After Death – Spouse"), the rider will also continue, SO LONG AS the surviving spouse in an Active Spouse. At that time the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation.

The Maximum Annual Withdrawal is also recalculated; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the last Active Spouse is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the last Active Spouse's age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING Joint LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner's death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value on the previous business day is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to that Contract value before the Maximum Annual Withdrawal is first calculated. The rider will be eligible for any Step-ups that may remain, and the Step-up Tracker will be recalculated at the same time as the ING LifePay Plus Base. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner's death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

**Change of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider's charge pro-rated) upon an ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (owner's spouse must be named sole primary beneficiary to remain an Active Spouse);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided the added joint owner is the original owner's spouse and is an Active Spouse when added as a joint owner;
- 7) for nonqualified contracts only, the removal of a joint owner, provided the removed joint owner is an Active Spouse and becomes the sole primary beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner, provided both spouses are Active Spouses at the time of the change.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING Joint LifePay Plus rider would not be subject to surrender charges. Moreover, with no

contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted. See Appendix H for examples.

**Loans.** No loans are permitted on Contracts with the ING Joint LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

## WITHDRAWALS

Except under certain qualified contracts, you may withdraw all or part of your money any time during the accumulation phase and before the death of the contract owner. If you request a withdrawal for more than 90% of the cash surrender value, and the remaining cash surrender value after the withdrawal is less than \$2,500, we will treat it as a request to surrender the Contract. If any single withdrawal or the sum of withdrawals exceeds the Free Withdrawal Amount, you will incur a surrender charge. The Free Withdrawal Amount is the total of (i) your cumulative earnings (which is your contract value less premium payments received and prior withdrawals), and (ii) 10% of premium payments not previously withdrawn received within 8 years prior to the date of the withdrawal.

You need to submit to us a written request specifying the Fixed Interest Allocations or subaccounts from which to withdraw amounts, otherwise we will make the withdrawal on a pro-rata basis from all of the subaccounts in which you are invested. If there is not enough contract value in the subaccounts, we will deduct the balance of the withdrawal from your Fixed Interest Allocations starting with the guaranteed interest periods nearest their maturity dates until we have honored your request. We will apply a Market Value Adjustment to any withdrawal from your Fixed Interest Allocation taken more than 30 days before its maturity date. Definitive guidance on the proper federal tax treatment of the Market Value Adjustment has not been issued. You may want to discuss the potential tax consequences of a Market Value Adjustment with your tax adviser. We will determine the contract value as of the close of business on the day we receive your withdrawal request at our Customer Service Center. The contract value may be more or less than the premium payments made.

If any limitation on allocations to the Restricted Funds has been exceeded, subsequent withdrawals must be taken so that the percentage of contract value in the Restricted Funds following the withdrawal would not be greater than the percentage of contract value in the Restricted Funds prior to the withdrawal. So in this event, you would either need to take your withdrawal from the Restricted Funds or pro-rata from all variable subaccounts.

Please be aware that the benefit we pay under certain optional benefit riders may be reduced by any withdrawals you take while the optional benefit rider is in effect. Withdrawals may be subject to taxation and tax penalties.

We offer the following three withdrawal options:

### **Regular Withdrawals**

After the free look period, you may make regular withdrawals. Each withdrawal must be a minimum of \$100. We will apply a Market Value Adjustment to any regular withdrawal you take from a Fixed Interest Allocation more than 30 days before its maturity date. See Appendix C for more information on the application of Market Value Adjustment.

### **Systematic Withdrawals**

You may choose to receive automatic, systematic withdrawal (i) from the contract value in the subaccounts in which you are invested, or (ii) from the interest earned in your Fixed Interest Allocations. You may not elect the systematic withdrawal option if you are taking IRA withdrawals. Systematic withdrawals may be taken monthly, quarterly or annually. If you have contract value allocated to one or more Restricted Funds, and you elect to receive systematic withdrawals from the subaccounts in which you are invested, the systematic withdrawals must be taken pro-rata from all subaccounts in which contract value is invested. If you do not have contract value allocated to a Restricted Fund and choose systematic withdrawals on a non pro-rata basis, we will monitor the withdrawals annually. If you subsequently allocate contract value to one or more Restricted Funds, we will require you to take your systematic

withdrawals on a pro-rata basis from all subaccounts in which contract value is invested. There is no additional charge for this feature.

You decide the date on which you would like your systematic withdrawals to start. This date must be at least 30 days after the Contract Date and no later than the 28<sup>th</sup> day of the month. Subject to these rules, if you have not indicated the date, your systematic withdrawals will occur on the next business day after your Contract Date (or the monthly or quarterly anniversary thereof) for your desired frequency.

Each systematic withdrawal amount must be a minimum of \$100. The amount of your systematic withdrawal can either be (i) a fixed dollar amount or (ii) an amount based on a percentage of the premiums not previously withdrawn from the subaccounts in which you are invested. Both forms of systematic withdrawals are subject to the applicable maximum as shown below, which is calculated on each withdrawal date:

<b>Frequency</b>	<b>Maximum Percentage of Premiums not Previously Withdrawn</b>
Monthly	0.83%
Quarterly	2.50%
Annually	10.00%

A fixed dollar systematic withdrawal of less than \$100 on any withdrawal date will terminate your systematic withdrawal. If the amount to be withdrawn would exceed the applicable maximum percentage of your premium payments not previously withdrawn on any withdrawal date, we will automatically reduce the amount withdrawn so that it equals such percentage. Thus, your fixed dollar systematic withdrawals will never exceed the maximum percentage. If you want fixed dollar systematic withdrawals to exceed the maximum percentage and are willing to incur associated surrender charges, consider the Fixed Dollar Systematic Withdrawal Feature discussed below which you may add to your regular fixed dollar systematic withdrawal program.

If your systematic withdrawal is based on a percentage of the premiums not previously withdrawn from the subaccounts in which you are invested, and the amount to be withdrawn based on that percentage would be less than \$100, we will contact you to seek alternative instructions. Unless you provide instructions, if the systematic withdrawal would exceed the maximum percentage, we will send the amount, and then automatically cancel your systematic withdrawal option.

We limit systematic withdrawals from Fixed Interest Allocations to interest earnings during the prior month, quarter, or year, depending on the frequency you chose. Systematic withdrawals are not subject to a Market Value Adjustment, unless you have added the Fixed Dollar Systematic Withdrawal Feature discussed below and the payments exceed interest earnings. Systematic withdrawals from Fixed Interest Allocations under the Fixed Dollar Systematic Withdrawal Feature are available only in connection with Section 72(q) and 72(t) distributions. A Fixed Interest Allocation may not participate in both the systematic withdrawal option and the dollar cost averaging program at the same time.

You may change the amount or percentage of your systematic withdrawal once each contract year or cancel this option at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next scheduled withdrawal date. If you submit a subsequent premium payment after you have applied for systematic withdrawals, we will not adjust future withdrawals under the systematic withdrawal program unless you specifically request that we do so. The systematic withdrawal option may commence in a contract year where a regular withdrawal has been taken but you may not change the amount or percentage of your withdrawals in any contract year during which you have previously taken a regular withdrawal.

Subject to availability, a spousal or non-spousal beneficiary may elect to receive death benefits as payments over the beneficiary's lifetime ("stretch"). Stretch payments will be subject to the same limitations as systematic withdrawals, and non-qualified stretch payments will be reported on the same basis as other systematic withdrawals.

**Fixed Dollar Systematic Withdrawal Feature**

You may add the Fixed Dollar Systematic Withdrawal Feature to your regular fixed dollar systematic withdrawal program. This feature allows you to receive a systematic withdrawal in a fixed dollar amount in addition to your systematic withdrawal program regardless of any potential impact of surrender charges or Market Value Adjustments. Systematic withdrawals from Fixed Interest Allocations under the Fixed Dollar Systematic Withdrawal Feature are available only in connection with Section 72(q) and 72(t) distributions. You choose the amount of the fixed systematic withdrawals, which may total up to an annual maximum of 10% of your premium payments not previously withdrawn as determined on the day we receive your election of this feature. We will not recalculate the maximum limit when you make additional premium payments, unless you instruct us to do so. We will assess a surrender charge on the withdrawal date if the withdrawal exceeds the maximum limit as calculated on the withdrawal date. We will assess a Market Value Adjustment on the withdrawal date if the withdrawal from a Fixed Interest Allocation exceeds your interest earnings on the withdrawal date. We will apply the surrender charge and any Market Value Adjustment directly to your contract value (rather than to the withdrawal) so that the amount of each systematic withdrawal remains fixed.

Fixed dollar systematic withdrawals which are intended to satisfy the requirements of Section 72(q) or 72(t) of the Tax Code may exceed the maximum. Such withdrawals are subject to surrender charges and Market Value Adjustments when they exceed the applicable maximum percentage.

**IRA Withdrawals**

If you have a non-Roth IRA Contract and will be at least age 70½ during the current calendar year, you may elect to have distributions made to you to satisfy requirements imposed by federal tax law. IRA withdrawals provide payout of amounts required to be distributed by the Internal Revenue Service (“IRS”) rules governing mandatory distributions under qualified plans. We will send you a notice before your distributions commence. You may elect to take IRA withdrawals at that time, or at a later date. You may not elect IRA withdrawals and participate in systematic withdrawals at the same time. If you do not elect to take IRA withdrawals, and distributions are required by federal tax law, distributions adequate to satisfy the requirements imposed by federal tax law may be made. Thus, if you are participating in systematic withdrawals, distributions under that option must be adequate to satisfy the mandatory distribution rules imposed by federal tax law.

You choose the frequency of your IRA withdrawals (monthly, quarterly or annually) and the start date. This date must be at least 30 days after the Contract Date and no later than the 28<sup>th</sup> day of the month. Subject to these rules, if you have not indicated the date, your IRA withdrawals will occur on the next business day after your Contract Date for your desired frequency.

You may request us to calculate the amount you are required to withdraw from your Contract each year based on the information you give us and various choices you make. For information regarding the calculation and choices you have, see the SAI. Or, we will accept your written instructions regarding the calculated amount required to be withdrawn from your Contract each year. The minimum dollar amount you can withdraw is \$100. When we determine the required IRA withdrawal amount for a taxable year based on the frequency you select, if that amount is less than \$100, we will pay \$100. At any time where the IRA withdrawal amount is greater than the contract value, we will cancel the Contract and send you the amount of the cash surrender value.

You may change the payment frequency of your IRA withdrawals once each contract year or cancel this option at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next scheduled withdrawal date.

An IRA withdrawal from a Fixed Interest Allocation in excess of the amount allowed under systematic withdrawals will be subject to a Market Value Adjustment and may be subject to surrender charge.

**Consult your tax adviser regarding the tax consequences associated with taking withdrawals.** You are responsible for determining that withdrawals comply with applicable law. A withdrawal made before the taxpayer reaches age 59½ may result in a 10% penalty tax. See “Federal Tax Considerations” for more details.

## TRANSFERS AMONG YOUR INVESTMENTS (EXCESSIVE TRADING POLICY)

Between the end of the free look period and the annuity start date, you may transfer your contract value among the subaccounts in which you are invested and your Fixed Interest Allocations. We currently do not charge you for transfers made during a contract year, but reserve the right to charge for each transfer after the twelfth transfer in a contract year. **We also reserve the right to limit the number of transfers you may make and may otherwise modify or terminate transfer privileges if required by our business judgment or in accordance with applicable law.** We will apply a Market Value Adjustment to transfers from a Fixed Interest Allocation taken more than 30 days before its maturity date, unless the transfer is made under the dollar cost averaging program. Keep in mind that transfers between Covered Funds, Special Funds and Excluded Funds and other investment portfolios may negatively impact your death benefit or rider benefits.

If you allocate contract value to an investment option that has been designated as a Restricted Fund, your ability to transfer contract value to the Restricted Fund may be limited. A transfer to the Restricted Funds will not be permitted to the extent that it would increase the contract value in the Restricted Fund to more than the applicable limits following the transfer. We do not limit transfers from Restricted Funds. If the result of multiple reallocations is to lower the percentage of total contract value in the Restricted Fund, the reallocation will be permitted even if the percentage of contract value in the Restricted Fund is greater than the limit.

Please be aware that the benefit we pay under an optional benefit rider may be affected by certain transfers you make while the rider is in effect. Transfers, including those involving Special Funds or Excluded Funds, may also affect your optional rider base. See “Living Benefit Riders.”

The minimum amount that you may transfer is \$100 or, if less, your entire contract value held in a subaccount or a Fixed Interest Allocation. To make a transfer, you must notify our Customer Service Center and all other administrative requirements must be met. We will determine transfer values at the end of the business day on which we receive the transfer request at our Customer Service Center. If we receive your transfer request after 4 p.m. eastern time or the close of regular trading of the New York Stock Exchange, we will make the transfer on the next business day.

Separate Account B and the Company will not be liable for following instructions communicated by telephone or other approved electronic means that we reasonably believe to be genuine. We may require personal identifying information to process a request for transfer made over the telephone, over the internet or other approved electronic means. Please be advised that the risk of a fraudulent transaction is increased with telephonic or electronic instructions, even if appropriate identifying information is provided.

### Limits on Frequent or Disruptive Transfers

The contract is not designed to serve as a vehicle for frequent transfers. Frequent transfer activity can disrupt management of a fund and raise its expenses through:

- Increased trading and transaction costs;
- Forced and unplanned portfolio turnover;
- Lost opportunity costs; and
- Large asset swings that decrease the fund’s ability to provide maximum investment return to all contract owners.

This in turn can have an adverse effect on fund performance. **Accordingly, individuals or organizations that use market-timing investment strategies or make frequent transfers should not purchase the contract.**

**Excessive Trading Policy.** We and the other members of the ING family of companies that provide multi-fund variable insurance and retirement products, have adopted a common Excessive Trading Policy to respond to the demands of the various fund families that make their funds available through our products to restrict excessive fund trading activity and to ensure compliance with Rule 22c-2 of the 1940 Act.

We actively monitor fund transfer and reallocation activity within our variable insurance products to identify violations of our Excessive Trading Policy. Our Excessive Trading Policy is violated if fund transfer and reallocation activity:

- Meets or exceeds our current definition of Excessive Trading, as defined below; or
- Is determined, in our sole discretion, to be disruptive or not in the best interests of other owners of our variable insurance and retirement products.

We currently define Excessive Trading as:

- More than one purchase and sale of the same fund (including money market funds) within a 60 calendar day period (hereinafter, a purchase and sale of the same fund is referred to as a “round-trip”). This means two or more round-trips involving the same fund within a 60 calendar day period would meet our definition of Excessive Trading; or
- Six round-trips involving the same fund within a twelve month period.

The following transactions are excluded when determining whether trading activity is excessive:

- Purchases or sales of shares related to non-fund transfers (for example, new purchase payments, withdrawals and loans);
- Transfers associated with scheduled dollar cost averaging, scheduled rebalancing or scheduled asset allocation programs;
- Purchases and sales of fund shares in the amount of \$5,000 or less;
- Purchases and sales of funds that affirmatively permit short-term trading in their fund shares, and movement between such funds and a money market fund; and
- Transactions initiated by us, another member of the ING family of insurance companies or a fund.

If we determine that an individual or entity has made a purchase of a fund within 60 days of a prior round-trip involving the same fund, we will send them a letter (once per year) warning that another sale of that same fund within 60 days of the beginning of the prior round-trip will be deemed to be Excessive Trading and result in a six month suspension of their ability to initiate fund transfers or reallocations through the Internet, facsimile, Voice Response Unit (VRU), telephone calls to the ING Customer Service Center, or other electronic trading medium that we may make available from time to time (“Electronic Trading Privileges”). Likewise, if we determine that an individual or entity has made five round-trips involving the same fund within a rolling twelve month period, we will send them a letter warning that another purchase and sale of that same fund within twelve months of the initial purchase in the first round-trip in the prior twelve month period will be deemed to be Excessive Trading and result in a suspension of their Electronic Trading Privileges. According to the needs of the various business units, a copy of the warning letters may also be sent, as applicable, to the person(s) or entity authorized to initiate fund transfers or reallocations, the agent/registered representative or investment adviser for that individual or entity. A copy of the warning letters and details of the individual’s or entity’s trading activity may also be sent to the fund whose shares were involved in the trading activity.

If we determine that an individual or entity has violated our Excessive Trading Policy, we will send them a letter stating that their Electronic Trading Privileges have been suspended for a period of six months. Consequently, all fund transfers or reallocations, not just those which involve the fund whose shares were involved in the activity that violated our Excessive Trading Policy, will then have to be initiated by providing written instructions to us via regular U.S. mail. Suspension of Electronic Trading Privileges may also extend to products other than the product through which the Excessive Trading activity occurred. During the six month suspension period, electronic “inquiry only” privileges will be permitted where and when possible. A copy of the letter restricting future transfer and reallocation activity to regular U.S. mail and details of the individual’s or entity’s trading activity may also be sent, as applicable, to the person(s) or entity authorized to initiate fund transfers or reallocations, the agent/registered representative or investment adviser for that individual or entity and the fund whose shares were involved in the activity that violated our Excessive Trading Policy.

Following the six month suspension period during which no additional violations of our Excessive Trading Policy are identified, Electronic Trading Privileges may again be restored. We will continue to monitor the fund transfer

and reallocation activity, and any future violations of our Excessive Trading Policy will result in an indefinite suspension of Electronic Trading Privileges. A violation of our Excessive Trading Policy during the six month suspension period will also result in an indefinite suspension of Electronic Trading Privileges.

We reserve the right to suspend Electronic Trading Privileges with respect to any individual or entity, with or without prior notice, if we determine, in our sole discretion, that the individual's or entity's trading activity is disruptive or not in the best interests of other owners of our variable insurance products, regardless of whether the individual's or entity's trading activity falls within the definition of Excessive Trading set forth above.

Our failure to send or an individual's or entity's failure to receive any warning letter or other notice contemplated under our Excessive Trading Policy will not prevent us from suspending that individual's or entity's Electronic Trading Privileges or taking any other action provided for in our Excessive Trading Policy.

We do not allow exceptions to our Excessive Trading Policy. We reserve the right to modify our Excessive Trading Policy, or the policy as it relates to a particular fund, at any time without prior notice, depending on, among other factors, the needs of the underlying fund(s), the best interests of contract owners and fund investors and/or state or federal regulatory requirements. If we modify our policy, it will be applied uniformly to all contract owners or, as applicable, to all contract owners investing in the underlying fund.

Our Excessive Trading Policy may not be completely successful in preventing market timing or excessive trading activity. If it is not completely successful, fund performance and management may be adversely affected, as noted above.

**Limits Imposed by the Funds.** Each underlying fund available through the variable insurance and retirement products offered by us and/or the other members of the ING family of insurance companies, either by prospectus or stated contract, has adopted or may adopt its own excessive/frequent trading policy, and orders for the purchase of fund shares are subject to acceptance or rejection by the underlying fund. We reserve the right, without prior notice, to implement fund purchase restrictions and/or limitations on an individual or entity that the fund has identified as violating its excessive/frequent trading policy and to reject any allocation or transfer request to a subaccount if the corresponding fund will not accept the allocation or transfer for any reason. All such restrictions and/or limitations (which may include, but are not limited to, suspension of Electronic Trading Privileges and/or blocking of future purchases of a fund or all funds within a fund family) will be done in accordance with the directions we receive from the fund.

**Agreements to Share Information with Fund Companies.** As required by Rule 22c-2 under the 1940 Act, we have entered into information sharing agreements with each of the fund companies whose funds are offered through the contract. Contract owner trading information is shared under these agreements as necessary for the fund companies to monitor fund trading and our implementation of our Excessive Trading Policy. Under these agreements, the company is required to share information regarding contract owner transactions, including but not limited to information regarding fund transfers initiated by you. In addition to information about contract owner transactions, this information may include personal contract owner information, including names and social security numbers or other tax identification numbers.

As a result of this information sharing, a fund company may direct us to restrict a contract owner's transactions if the fund determines that the contract owner has violated the fund's excessive/frequent trading policy. This could include the fund directing us to reject any allocations of premium or contract value to the fund or all funds within the fund family.

### **Dollar Cost Averaging**

You may elect to participate in our dollar cost averaging (DCA) program through either the ING Liquid Assets Portfolio or a Fixed Interest Allocation, subject to availability, starting 30 days after the Contract Date. These investment options serve as the source accounts from which we will, on a monthly basis, automatically transfer a set dollar amount of money to the subaccounts you specify. There is no additional charge for dollar cost averaging. Dollar cost averaging is not available with automatic rebalancing and may be subject to limited availability with systematic withdrawals.

We also may offer DCA Fixed Interest Allocations for durations of 6 months and 1 year, subject to availability, exclusively for use with the dollar cost averaging program.

The dollar cost averaging program is designed to lessen the impact of market fluctuation on your investment. Since we transfer the same dollar amount to other subaccounts each month, more units of a subaccount are purchased if the value of its unit is low and fewer units are purchased if the value of its unit is high. Therefore, a lower than average value per unit may be achieved over the long term. However, we cannot guarantee this. When you elect the dollar cost averaging program, you are continuously investing in securities regardless of fluctuating price levels. You should consider your tolerance for investing through periods of fluctuating price levels.

Dollar cost averaging requires a minimum monthly transfer amount of \$100. We will transfer all your money allocated to that source account into the subaccount(s) you specify in equal payments over the relevant duration. The last payment will include earnings accrued over the duration. If you make an additional premium payment into a Fixed Interest Allocation subject to dollar cost averaging, the amount of your transfers under the dollar cost averaging program remains the same, unless you instruct us to increase the transfer amount.

Transfers under the dollar cost averaging program are not subject to a Market Value Adjustment. However, if you terminate the dollar cost averaging program for a DCA Fixed Interest Allocation and there is money remaining in the DCA Fixed Interest Allocation, we will transfer the remaining money to the ING Liquid Assets Portfolio. Such transfer will trigger a Market Value Adjustment if the transfer is made more than 30 days before the maturity date of the DCA Fixed Interest Allocation.

If you do not specify to which subaccounts you want to transfer the dollar amount of the source account, we will transfer the money to the subaccounts in which you are invested on a proportional basis, subject to any fund purchase restrictions. The transfer date is the same day each month as your contract date. If, on any transfer date, your contract value in a source account is equal or less than the amount you have elected to have transferred, the entire amount will be transferred and the program will end. You may terminate the dollar cost averaging program at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next transfer date.

Transfers under the DCA program must be in compliance with the investment restrictions for the living benefit riders. If you set up DCA transfers that are not in compliance with such restrictions, the fixed allocation funds automatic rebalancing feature of those living benefit riders will automatically rebalance the amounts to bring them into compliance.

You are permitted to transfer contract value to a Restricted Fund, subject to the limitations described above in this section and in "Trusts and Funds – Restricted Funds." Compliance with the individual and aggregate Restricted Fund limits will be reviewed when the dollar cost averaging program is established. Transfers under the dollar cost averaging program must be within those limits. We will not review again your dollar cost averaging election for compliance with the individual and aggregate limits for investment in the Restricted Funds except in the case of the transactions described below.

- Amount added to source account: If you add amounts to the source account which would increase the amount to be transferred under the dollar cost averaging program, we will review the amounts to be transferred to ensure that the individual and aggregate limits are not being exceeded. If such limits would be exceeded, we will require that the dollar cost averaging transfer amounts be changed to ensure that the transfers are within the limits based on the then-current allocation of contract value to the Restricted Fund(s) and the then-current value of the amount designated to be transferred to that Restricted Fund(s).
- Additional premium paid: Up to the individual Restricted Fund percentage limit may be allocated to a Restricted Fund. If you request more than the individual limit be allocated to a Restricted Fund, we will look at the aggregate limit, subtract the current allocation to Restricted Funds, and subtract the current value of amounts to be transferred under the dollar cost averaging program to Restricted Funds. The excess, if any, is the maximum that may be allocated pro-rata to the Restricted Funds.
- Reallocation request is made while the dollar cost averaging program is active: If the reallocation would increase the amount allocated to Restricted Funds, the maximum that may be so allocated is the individual



Restricted Fund percentage limit, less the current allocation to Restricted Funds and less the current value of any remaining amounts to be transferred under the dollar cost averaging program to the Restricted Funds.

We may offer additional subaccounts or fixed interest allocations as part of or withdraw any subaccount or Fixed Interest Allocation to or from the dollar cost averaging program, stop offering DCA Fixed Interest Allocations or otherwise modify, suspend or terminate this program. Such change will not affect any dollar cost averaging programs in operation at the time.

#### **Automatic Rebalancing**

If you have at least \$10,000 of contract value invested in the subaccounts of Separate Account B, you may elect to have your investments in the subaccounts automatically rebalanced. Automatic rebalancing is not available if you participate in dollar cost averaging. Automatic rebalancing will not take place during the free look period. Automatic rebalancing is subject to any fund purchase restrictions; however, transfers made pursuant to automatic rebalancing do not count toward the 12-transfer limit on free transfers. There is no additional charge for this feature.

You are permitted to reallocate between Restricted and non-Restricted Funds, subject to the limitations described above, in this section and in “Trust and Funds – Restricted Funds.” If the reallocation would increase the amount allocated to the Restricted Funds, the maximum that may be so allocated is the individual Restricted Fund percentage limit, less the current allocation to all Restricted Funds.

We will transfer funds under your Contract on a quarterly, semi-annual, or annual calendar basis among the subaccounts to maintain the investment blend of your selected subaccounts. The minimum size of any allocation must be in full percentage points. Rebalancing does not affect any amounts that you have allocated to Fixed Account II. The program may be used in conjunction with the systematic withdrawal option only if withdrawals are taken pro-rata.

To participate in automatic rebalancing, send satisfactory notice to our Customer Service Center. We will begin the program on the last business day of the period in which we receive the notice. You may cancel the program at any time. The program will automatically terminate if you choose to reallocate your contract value among the subaccounts or if you make an additional premium payment or partial withdrawal on other than a pro-rata basis. Additional premium payments and partial withdrawals made on a pro-rata basis will not cause the automatic rebalancing program to terminate.

## **DEATH BENEFIT CHOICES**

#### **Death Benefit During the Accumulation Phase**

During the accumulation phase, a death benefit (and earnings multiplier benefit, if elected) is payable when either the contract owner or the first of joint owners or the annuitant (when a contract owner is not an individual) dies before the annuity start date. Assuming you are the contract owner, your beneficiary will receive a death benefit unless the beneficiary is your surviving spouse and elects to continue the Contract. We calculate the death benefit value as of the close of the business day on which we receive written notice and due proof of death, as well as any required paperwork, at our Customer Service Center (“claim date”). If your beneficiary wants to receive the death benefit on a date later than this, it may affect the amount of the benefit payable in the future. The proceeds may be received in a single sum, applied to any of the annuity options, or, if available, paid over the beneficiary’s lifetime. (See “Systematic Withdrawals,” above). A beneficiary’s right to elect an annuity option or receive a lump-sum payment may have been restricted by the contract owner. If so, such rights or options will not be available to the beneficiary.

If we do not receive a request to apply the death benefit proceeds to an annuity option, we will make a single sum distribution. Unless you elect otherwise, the distribution will generally be made into an interest bearing account, backed by our general account. This account is not FDIC insured and can be accessed by the beneficiary through a draftbook feature. The beneficiary may access death benefit proceeds at any time without penalty. Interest credited under this account may be less than under other settlement options, and the Company seeks to make a profit on these

accounts. We will generally pay death benefit proceeds within 7 days after our Customer Service Center has received sufficient information to make the payment. For information on required distributions under federal income tax laws, you should see “Required Distributions upon Contract Owner’s Death.” At the time of death benefit election, the beneficiary may elect to receive the death benefit proceeds directly by check rather than through the draftbook feature of interest bearing account by notifying the Customer Service Center.

You may choose one of the following Death Benefits: (i) the Standard Death Benefit, (ii) the Annual Ratchet Enhanced Death Benefit or (iii) the Max 7 Enhanced Death Benefit. The Standard Death Benefit is available SO LONG AS both the annuitant and the contract owner are age 80 or younger at the time of application. Availability of an Enhanced Death Benefit option plus a living benefit rider is subject to the following limitations.

Maximum Issue Age	Option	Additional Requirement
79	Annual Ratchet Enhanced Death Benefit	ING LifePay Plus rider or ING Joint LifePay Plus rider is also purchased.
75	Annual Ratchet Enhanced Death Benefit	All living benefit riders are available.
69	Max 7 Enhanced Death Benefit	No living benefit rider is available.

The maximum issue age applies to both the annuitant and contract owner at the time of application. The Max 7 Enhanced Death Benefit is not available for purchase with any living benefit rider. Also, the maximum issue age for a Contract with the Standard Death Benefit is limited to age 75 to purchase the MGIB rider.

Before May 1, 2009, the Max 7 Enhanced Death Benefit was available SO LONG AS both the contract owner and the annuitant (if the contract owner is not an individual) were age 79 or younger at the time of application AND you purchased the ING LifePay Plus rider or ING Joint LifePay Plus rider (or the version of the lifetime guaranteed withdrawal benefit rider available to you). Otherwise, the maximum issue age was 75 for a Contract with either the Annual Ratchet Enhanced Death Benefit or the Max 7 Enhanced Death Benefit. Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available in place of the Annual Ratchet Enhanced Death Benefit. Before April 28, 2008, the maximum issue age was 79 for a Contract with either the Quarterly Ratchet Enhanced Death Benefit or Max 7 Enhanced Death Benefit. The Annual Ratchet Enhanced Death Benefit or Max 7 Enhanced Death Benefit are available only at the time you purchase your Contract. Neither the Annual Ratchet Enhanced Death Benefit nor Max 7 Enhanced Death Benefit is available when a Contract is owned by joint owners, or joint annuitants if the contract owners are not individuals. Not all death benefits are available in every state. If you do not choose a death benefit, your death benefit will be the Standard Death Benefit.

**Once you choose a death benefit, you cannot change it.** We may stop or suspend offering any of the Enhanced Death Benefit options to new Contracts. A change in ownership of the Contract may affect the amount of the death benefit and the Enhanced Death Benefit. The ING LifePay Plus and ING Joint LifePay Plus riders may also affect the death benefit.

The death benefit may be subject to certain mandatory distribution rules required by federal tax law.

In all cases described below, the amount of the death benefit could be reduced by premium taxes owed and withdrawals not previously deducted.

**Base Death Benefit.** We use the Base Death Benefit to help determine the minimum death benefit payable under each of the death benefit options described below. You do not elect the Base Death Benefit. The Base Death Benefit is equal to the greater of:

- 1) the contract value; or
- 2) the cash surrender value.

**Standard Death Benefit.** The **Standard Death Benefit** equals the **greater** of:

- 1) the Base Death Benefit; and
- 2) the Standard Minimum Guaranteed Death Benefit (“Standard MGDB”) for amounts allocated to Covered Funds plus the contract value allocated to Excluded Funds.

Covered Funds are all investment options not designated as Excluded Funds. No investment options are currently designated as Excluded Funds for purposes of the Standard Death Benefit.

The Standard MGDB allocated to Covered Funds equals premium payments allocated to Covered Funds less pro-rata adjustments for any withdrawals and transfers.

The Standard MGDB allocated to Excluded Funds equals premium payments allocated to Excluded Funds less pro-rata adjustments for any withdrawals and transfers. This calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds.

Withdrawals reduce the Standard MGDB on a pro-rata basis. The percentage reduction in the Standard MGDB for each Fund category (i.e., Covered or Excluded) equals the percentage reduction in contract value in that Fund category resulting from the withdrawal. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Transfers among Fund categories do not reduce the overall Standard MGDB.

- Net transfers from Covered Funds to Excluded Funds will reduce the Standard MGDB in the Covered Funds on a pro-rata basis. The increase in the Standard MGDB allocated to Excluded Funds will equal the decrease in the Standard MGDB in Covered Funds.
- Net transfers from Excluded Funds to Covered Funds will reduce the Standard MGDB in Excluded Funds on a pro-rata basis. The increase in the Standard MGDB allocated to Covered Funds will equal the lesser of the net contract value transferred and the decrease in the Standard MGDB in Excluded Funds.

**Enhanced Death Benefit Options.** The Contract has Enhanced Death Benefit options designed to protect the contract value from poor investment performance and the impact that poor investment performance could have on the Standard Death Benefit. The Enhanced Death Benefit options enable you to lock in positive investment performance. Under the Enhanced Death Benefit options, if you die before the annuity start date, your beneficiary will receive the greater of the Standard Death Benefit or the Enhanced Death Benefit option elected. The criteria to lock are different. The Annual Ratchet Enhanced Death Benefit locks annually. The Max 7 Enhanced Death Benefit not only locks annually, but also has an additional element that locks annually at a specified interest rate, so your death benefit under the Max 7 Enhanced Death Benefit would be the greater of these two elements. Which Enhanced Death Benefit option is right for you ultimately depends on whether you want the lock to include a specified interest rate, besides the additional charge. The Enhanced Death Benefit options are explained further below.

Before January 12, 2009, the Quarterly Ratchet Enhanced Death Benefit was available in place of the Annual Ratchet Enhanced Death Benefit; the frequency of the ratchet component was quarterly for both Enhanced Death Benefit options: the Quarterly Ratchet Enhanced Death Benefit and Max 7 Enhanced Death Benefit.

Allocation restrictions apply for purposes of determining death benefits. Selecting a Special Fund or Excluded fund may limit or reduce the Enhanced Death Benefit. We may, with 30 days notice to you, designate any investment portfolio as a Special Fund or Excluded Fund on existing contracts with respect to new premiums added to such investment portfolio and also with respect to new transfers to such investment portfolio.

For the period during which a portion of the contract value is allocated to a Special Fund or Excluded Fund, we may, at our discretion, reduce the mortality and expense risk charge attributable to that portion of the contract value. The reduced mortality and expense risk charge will be applicable only during that period.

The **Annual Ratchet Enhanced Death Benefit** equals the greater of:

- 1) the Standard Death Benefit; and
- 2) the Annual Ratchet Minimum Guaranteed Death Benefit (“Annual Ratchet MGDB”) allocated to Covered Funds plus the contract value allocated to Excluded Funds.

Covered Funds are all investment options not designated as Excluded Funds. No investment options are currently designated as Excluded Funds for purposes of the Annual Ratchet MGDB.

The Annual Ratchet Enhanced Death Benefit was the Quarterly Ratchet Enhanced Death Benefit before January 12, 2009, so the Annual Ratchet MGDB was the Quarterly Ratchet MGDB.

The Annual Ratchet MGDB allocated to Covered Funds on the contract date equals the premium allocated to Covered Funds. On each contract anniversary that occurs on or prior to attainment of age 90, the Annual Ratchet MGDB in Covered Funds will be set to the greater of:

- 1) the current contract value in Covered Funds (after deductions occurring as of that date); and
- 2) the Annual Ratchet MGDB in Covered Funds from the prior contract anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

Other than on contract anniversaries, the Annual Ratchet MGDB in the Covered Funds is equal to the Annual Ratchet MGDB in the Covered Funds from the last contract anniversary, adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

Before January 12, 2009, the Annual Ratchet MGDB allocated to Covered Funds was the Quarterly Ratchet MGDB allocated to Covered Funds. On the contract date, the Quarterly Ratchet MGDB in Covered Funds equals the premium allocated to Covered Funds. On each quarterly anniversary (three months from the contract date and each three month anniversary of that date) that occurs on or prior to attainment of age 90, the Quarterly Ratchet MGDB in Covered Funds will be set to the greater of:

- 1) the current contract value in Covered Funds (after deductions occurring as of that date); and
- 2) the Quarterly Ratchet MGDB in Covered Funds from the prior quarterly anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

Other than on quarterly anniversaries, the Quarterly Ratchet MGDB in the Covered Funds is equal to the Quarterly Ratchet MGDB in the Covered Funds from the last quarterly anniversary, adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

The Annual Ratchet MGDB allocated to Excluded Funds on the contract date equals the premium allocated to Excluded Funds. The calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds. On each contract anniversary that occurs on or prior to attainment of age 90, the Annual Ratchet MGDB in Excluded Funds will be set to the greater of:

- 1) the current contract value in Excluded Funds (after deductions occurring as of that date); or
- 2) the Annual Ratchet MGDB in the Excluded Funds from the prior contract anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Other than on contract anniversaries, the Annual Ratchet MGDB in the Excluded Funds is equal to the Annual Ratchet MGDB in the Excluded Funds from the last contract anniversary, adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Before January 12, 2009, the Annual Ratchet MGDB allocated to Excluded Funds was the Quarterly Ratchet MGDB allocated to Excluded Funds. The calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds. On each quarterly anniversary that occurs on or prior to attainment of age 90, the Quarterly Ratchet MGDB in Excluded Funds will be set to the greater of:

- 1) the current contract value in Excluded Funds (after deductions occurring as of that date); or
- 2) the Quarterly Ratchet MGDB in the Excluded Funds from the prior quarterly anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Other than on quarterly anniversaries, the Quarterly Ratchet MGDB in the Excluded Funds is equal to the Quarterly Ratchet MGDB in the Excluded Funds from the last quarterly anniversary, adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Withdrawals reduce the Annual Ratchet MGDB on a pro-rata basis. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Net transfers from Covered Funds to Excluded Funds will reduce the Annual Ratchet MGDB in Covered Funds on a pro-rata basis. The increase in the Annual Ratchet MGDB allocated to Excluded Funds, as applicable, will equal the decrease in the Annual Ratchet MGDB in Covered Funds.

Net transfers from Excluded Funds to Covered Funds will reduce the Annual Ratchet MGDB in Excluded Funds on a pro-rata basis. The increase in the Annual Ratchet MGDB allocated to Covered Funds will equal the lesser of the net contract value transferred and the reduction in the Annual Ratchet MGDB in Excluded Funds.

Before January 12, 2009, the Annual Ratchet MGDB was the Quarterly Ratchet MGDB. Withdrawals and net transfers to and from Covered Funds and Excluded Funds would have the same outcome.

The **Max 7 Enhanced Death Benefit** equals the greater of the Annual Ratchet Enhanced Death Benefit and the 7% Solution Death Benefit Element. Each element of the Max 7 Enhanced Death Benefit is determined independently of the other at all times.

Before January 12, 2009, the Annual Ratchet Enhanced Death Benefit was the Quarterly Ratchet Enhanced Death Benefit.

The **7% Solution Death Benefit Element** is the greater of:

- 1) the Standard Death Benefit; and
- 2) the lesser of:
  - (a) 2.5 times all premium payments, adjusted for withdrawals (the “cap”); and
  - (b) the sum of the 7% Solution Minimum Guaranteed Death Benefit Element (“7% MGDB”) allocated to Covered Funds, the 7% MGDB allocated to Special Funds, and the contract value allocated to Excluded Funds.

For Contracts issued prior to August 21, 2006, the cap is 3 times all premium payments, adjusted for withdrawals.

For purposes of calculating the 7% Solution Death Benefit Element, the following investment options are designated as Special Funds:

- ING Liquid Assets Portfolio; and
- Fixed Interest Allocation.

The ProFunds VP Rising Rates Opportunity Portfolio is also a Special Fund, but closed to new allocations effective April 30, 2007.

For Contracts issued prior to September 2, 2003, however, the ProFunds VP Rising Rates Opportunity Portfolio is not designated as a Special Fund.

The ING Limited Maturity Bond Portfolio is a Special Fund, but closed to new allocations effective March 12, 2004.

For Contracts issued on or after May 1, 2003, but prior to August 21, 2006, the ING Intermediate Bond Portfolio is designated as a Special Fund.

Covered Funds are all investment options not designated as Special Funds or Excluded Funds. No investment options are currently designated as Excluded Funds.

The 7% MGDB allocated to Covered Funds equals premiums allocated to Covered Funds, adjusted for withdrawals and transfers, accumulated at 7% annually until age 80 or the 7% MGDB reaches the cap. There is no accumulation once the cap is reached. Payment of additional premiums may cause the accumulation to resume, but there is no catch-up for any period where accumulation was suspended. The Max 7 Enhanced Death Benefit available for some Contracts issued in 2001 or earlier allows for accumulation to continue beyond age 80, subject to the cap. Please see your Contract for details regarding the terms of your death benefit.

The 7% MGDB allocated to Special Funds equals premiums allocated to Special Funds, adjusted for withdrawals and transfers. There is no accumulation of 7% MGDB allocated to Special Funds.

The 7% MGDB allocated to Excluded Funds is determined in the same way as the 7% MGDB for Covered Funds, but the calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds.

Withdrawals reduce the 7% MGDB on a pro-rata basis. The percentage reduction in the 7% MGDB for each Fund category (i.e., Covered, Special or Excluded) equals the percentage reduction in contract value in that Fund category resulting from the withdrawal. The percentage reduction in the cap equals the percentage reduction in total contract value resulting from the withdrawal. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Transfers among Fund categories do not reduce the overall 7% MGDB, but do affect the amount of the 7% MGDB in a particular Fund category. Net transfers from among the Funds will reduce the 7% MGDB in the Funds on a pro-rata basis. The increase in the 7% MGDB allocated to the fund category to which the transfer is being made will equal the decrease in the fund category from which the transfer is being made.

Note: In all cases described above, the amount of the death benefit could be reduced by premium taxes owed and withdrawals not previously deducted. The enhanced death benefits may not be available in all states.

**Earnings Multiplier Benefit Rider.** The earnings multiplier benefit rider is an optional rider that provides a separate death benefit in addition to the death benefit provided under the death benefit options described above. The rider is subject to state availability and is available only for issue ages 75 or under. You may add it at issue of the Contract or, if not yet available in your state, on the next contract anniversary following introduction of the rider in your state. The date on which the rider is added is referred to as the “rider effective date.”

If the rider is added at issue, the rider provides a benefit equal to a percentage of the gain under the Contract, up to a gain equal to 150% of premiums adjusted for withdrawals (“Maximum Base”). Currently, if added at issue, the earnings multiplier benefit is equal to 55% (30% for issue ages 70 and above) of the lesser of: i) the Maximum Base; and ii) the contract value on the claim date minus premiums adjusted for withdrawals. If added after issue, the earnings multiplier benefit is equal to 55% (30% for issue ages 70 and above) of the lesser of: i) 150% of the contract value on the rider effective date, plus subsequent premiums adjusted for subsequent withdrawals; and ii) the contract value on the claim date minus the contract value on the rider effective date, minus subsequent premiums adjusted for subsequent withdrawals. The adjustment to the benefit for withdrawals is pro-rata, meaning that the benefit will be reduced by the proportion that the withdrawal bears to the contract value at the time of the withdrawal.

There is an extra charge for the earnings multiplier benefit rider and once selected, it may not be revoked. The rider does not provide a benefit if there is no gain under the Contract. As such, the Company would continue to assess a charge for the rider, even though no benefit would be payable at death under the rider if there are no gains under the Contract. Please see “Charges and Fees – Charges Deducted from the Subaccounts – Optional Rider Charges - Earnings Multiplier Benefit Rider Charge” for a description of the charge.

The rider is available for both non-qualified and qualified contracts. Please see the discussions of possible tax consequences in “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit” in this prospectus.

#### **Death Benefit During the Income Phase**

If any contract owner or the annuitant dies after the annuity start date, we will pay the beneficiary any certain benefit remaining under the annuity in effect at the time.

#### **Continuation After Death — Spouse**

If at the contract owner’s death, the surviving spouse of the deceased contract owner is the beneficiary and such surviving spouse elects to continue the contract as his or her own, the following will apply:

If the guaranteed death benefit as of the date we receive due proof of death, minus the contract value on that date is greater than zero, we will add such difference to the contract value. We will allocate such addition to the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the addition to the ING Liquid Assets Portfolio, or its successor. Such addition to contract value will not affect the guaranteed death benefit or any living benefit rider values. Any addition to contract value is available only to the spouse of the owner as of the date of death of the owner if such spouse under the provisions of the contract elects to continue the contract as his or her own.

The death benefits under each of the available options will continue, based on the surviving spouse’s age on the date that ownership changes.

If you elect the Annual Ratchet Death Benefit (Quarterly Ratchet Enhanced Death Benefit before January 12, 2009) or the Max 7 Enhanced Death Benefit and the new or surviving owner is attained 89 or less, ratchets will continue, (or resume if deceased owner had already reached age 90) until the new or surviving owner reaches age 90. If you elected the Max 7 Enhanced Death Benefit, the new or surviving owner is attained age 79 or less, the Max 7 Enhanced Death Benefit continues or resumes accumulation until either the cap or the attained age of 80 is reached.

At subsequent surrender, we will waive any surrender charge applicable to premiums paid prior to the date we receive due proof of death of the contract owner. Any premiums paid later will be subject to any applicable surrender charge.

If you elected the earnings multiplier benefit rider, and the benefit would otherwise be payable, we will add the benefit to the contract value and allocate the benefit among the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the benefit to the ING Liquid Assets Portfolio, or its successor.

The earnings multiplier benefit rider will continue, if the surviving spouse is eligible, based on his or her attained age. If the surviving spouse is older than the maximum rider issue age, the rider will terminate. The Maximum Base and the percentages will be reset based on the adjusted contract value. The calculation of the benefit going forward will be: (i) based on the attained age of the spouse at the time of the ownership change using current values as of that date; (ii) computed as if the rider were added to the Contract after issue and after the increase; and (iii) based on the Maximum Base and percentages in effect on the original rider date. However, we may permit the surviving spouse to elect to use the then-current Maximum Base and percentages in the benefit calculation.

#### **Continuation After Death — Not a Spouse**

If the beneficiary or surviving joint owner is not the spouse of the owner, the contract may defer payment of the death benefit subject to the required distribution rules of the Tax Code. See next section, “Required Distributions Upon Contract Owner’s Death.”

If the guaranteed death benefit as of the date we receive due proof of death, minus the contract value also on that date, is greater than zero, we will add such difference to the contract value. Such addition will be allocated to the variable subaccounts in proportion to the contract value in the subaccounts, unless we are directed otherwise. If there is no contract value in any subaccount, the addition will be allocated to the ING Liquid Assets Portfolio, or its successor.

The death benefit will then terminate. At subsequent surrender, any surrender charge applicable to premiums paid prior to the date we receive due proof of death of the contract owner will be waived. No additional premium payments may be made.

If you elected the earnings multiplier benefit rider, and the benefit would otherwise be payable, we will add the benefit to the contract value and allocate the benefit among the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the benefit to the ING Liquid Assets Portfolio, or its successor. The earnings multiplier benefit rider then terminates, whether or not a benefit was payable under the terms of the rider.

#### **Required Distributions Upon Contract Owner’s Death**

We will not allow any payment of benefits provided under a non-qualified Contract which does not satisfy the requirements of Section 72(s) of the Tax Code.

If any contract owner of a non-qualified contract dies before the annuity start date, we will distribute the death benefit payable to the beneficiary as follows: (a) the death benefit must be completely distributed within 5 years of the contract owner’s date of death; or (b) the beneficiary may elect, within the 1-year period after the contract owner’s date of death, to receive the death benefit in the form of an annuity from us, provided that (i) such annuity is distributed in substantially equal installments over the life of such beneficiary or over a period not extending beyond the life expectancy of such beneficiary; and (ii) such distributions begin not later than 1 year after the contract owner’s date of death.

Notwithstanding (a) and (b) above, if the sole contract owner’s beneficiary is the deceased owner’s surviving spouse, then such spouse may elect to continue the Contract under the same terms as before the contract owner’s death. Upon receipt of such election from the spouse at our Customer Service Center: (i) all rights of the spouse as contract owner’s beneficiary under the Contract in effect prior to such election will cease; (ii) the spouse will become the owner of the Contract and will also be treated as the contingent annuitant, if none has been named and only if the deceased owner was the annuitant; and (iii) all rights and privileges granted by the Contract or allowed by us will belong to the spouse as contract owner of the Contract. We deem the spouse to have made this election if such spouse makes a premium payment to the Contract or fails to make a timely election as described in this paragraph.

If the owner’s beneficiary is not a spouse, the distribution provisions described in subparagraphs (a) and (b) above, will apply even if the annuitant and/or contingent annuitant are alive at the time of the contract owner’s death.

Subject to availability, and our then current rules, a spousal or non-spousal beneficiary may elect to receive death benefits as payments over the life expectancy of the beneficiary (“stretch”). “Stretch” payments will be subject to



the same limitations as systematic withdrawals, and non-qualified “stretch” payments will be reported on the same basis as other systematic withdrawals.

If we do not receive an election from an owner’s beneficiary who is not a spouse within the 1-year period after the contract owner’s date of death, then we will pay the death benefit to the owner’s beneficiary in a cash payment within five years from the date of death. We will determine the death benefit as of the date we receive proof of death. Such cash payment will be in full settlement of all our liability under the Contract.

If a contract owner dies after the annuity start date, all of the contract owner’s rights granted under the Contract or allowed by us will pass to the contract owner’s beneficiary.

If a contract has joint owners, we will consider the date of death of the first joint owner as the death of the contract owner, and the surviving joint owner will become the beneficiary of the Contract. If any contract owner is not an individual, the death of an annuitant shall be treated as the death of a contract owner.

## THE ANNUITY OPTIONS

### **Annuitization of Your Contract**

If the annuitant and contract owner are living on the annuity start date, we will begin making payments to the contract owner under an income plan. Four fixed payment annuity options are currently available. We will make these payments under the annuity option you choose. You may change an annuity option by making a written request to us at least 30 days before the annuity start date. Living benefit riders automatically terminate when the income phase of your Contract begins. The MGIB annuity benefit may be available if you have purchased the MGIB rider, provided the waiting period and other specified conditions have been met. The Maximum Annual Withdrawal may be available with the ING LifePay Plus or ING Joint LifePay Plus riders. There is no death benefit after the annuity start date.

You may also elect an annuity option on surrender of the Contract for its cash surrender value or you may choose one or more annuity options for the payment of death benefit proceeds while it is in effect and before the annuity start date. If, at the time of the contract owner’s death or the annuitant’s death (if the contract owner is not an individual), no option has been chosen for paying death benefit proceeds, the beneficiary may choose an annuity option. In such a case, the payments will be based on the life expectancy of the beneficiary rather than the life of the annuitant. In all events, payments of death benefit proceeds must comply with the distribution requirements of applicable federal tax law.

The minimum monthly annuity income payment that we will make is \$20. We may require that a single sum payment be made if the contract value is less than \$2,000 or if the calculated monthly annuity income payment is less than \$20.

For each annuity option we will issue a separate written agreement putting the annuity option into effect. Before we pay any annuity benefits, we require the return of your Contract. If your Contract has been lost, we will require that you complete and return the applicable lost Contract form. Various factors will affect the level of annuity benefits, such as the annuity option chosen, the applicable payment rate used and the investment performance of the portfolios and interest credited to the Fixed Interest Allocations.

Our current annuity options provide only for fixed payments. Fixed annuity payments are regular payments, the amount of which is fixed and guaranteed by us. Payments under our current annuity options will last either for a specified period of time or for the life of the annuitant, or both – depending on the option. We will determine the amount of the annuity payments on the annuity start date by multiplying the contract value (adjusted for any market value adjustment and any rider charges that would be due) by the applicable payment factor provided under the Contract and dividing by 1,000. The applicable payment factor will depend on: the annuity option; payment date; the frequency of payments you choose; and the age of the annuitant or beneficiary (and gender, where appropriate under applicable law). Surrender charges might apply depending on the annuity options. Because our current

annuity options provide only for fixed payments, subsequent payments will not differ from the amount of your first annuity payment.

Our approval is needed for any option where:

- 1) The person named to receive payment is other than the contract owner or beneficiary;
- 2) The person named is not a natural person, such as a corporation; or
- 3) Any income payment would be less than the minimum annuity income payment allowed.

### **Selecting the Annuity Start Date**

You select the annuity start date, which is the date on which the annuity payments commence. Unless we consent, the annuity start date must be at least 5 years from the contract date but before the month immediately following the annuitant's 90<sup>th</sup> birthday. If, on the annuity start date, a surrender charge remains, the elected annuity option must include a period certain of at least 5 years.

If you do not select an annuity start date, it will automatically begin in the month following the annuitant's 90<sup>th</sup> birthday.

If the annuity start date occurs when the annuitant is at an advanced age, such as over age 85, it is possible that the Contract will not be considered an annuity for federal tax purposes. For more information, see "Federal Tax Considerations" and the SAI. For a Contract purchased in connection with a qualified plan, other than a Roth IRA, distributions must commence not later than April 1st of the calendar year following the calendar year in which you reach age 70½ or, in some cases, retire. Distributions may be made through annuitization or withdrawals. You should consult a tax adviser for tax advice before investing.

### **Frequency of Annuity Payments**

You choose the frequency of the annuity payments. They may be monthly, quarterly, semi-annually or annually. If we do not receive written notice from you, we will make the payments monthly. There may be certain restrictions on minimum payments that we will allow.

### **Beneficiary Rights**

A beneficiary's right to elect an annuity option or receive a lump sum may have been restricted by the contract owner. If so, such options will not be available to the beneficiary.

### **The Annuity Options**

The Contract has 4 annuity options. Payments under Options 1, 2 and 3 are fixed. Payments under Option 4 may be fixed or variable, although **only fixed payments are currently available**. For a fixed annuity option, the contract value in the subaccounts is transferred to the Company's general account. If you do not choose an annuity option, Option 2 – Income for Life with a 10-year period certain will be selected for you, or a shorter period if required by government regulations.

**Option 1. Income for a Fixed Period.** Under this option, we make monthly payments in equal installments for a fixed number of years based on the contract value on the annuity start date. We guarantee that each monthly payment will be at least the amount stated in your Contract. If you prefer, you may request that payments be made in annual, semi-annual or quarterly installments. We will provide you with illustrations if you ask for them. If the cash surrender value or contract value is applied under this option, a 10% penalty tax may apply to the taxable portion of each income payment until the contract owner reaches age 59½.

**Option 2. Income for Life with a Period Certain.** Under this option, we make payments for the life of the annuitant in equal monthly installments and guarantee the income for at least a period certain, such as 10 or 20 years. Other periods certain may be available to you on request. You may choose a refund period instead. Under this arrangement, income is guaranteed until payments equal the amount of your Contract. If the person named lives beyond the guaranteed period, we will continue payments until his or her death. We guarantee that each payment

will be at least the amount specified in the Contract corresponding to the person's age on his or her last birthday before the annuity start date. Amounts for ages not shown in the Contract are available if you ask for them.

**Option 3. Joint Life Income.** This option is available when there are 2 persons named to determine annuity payments. At least one of the persons named must be either the contract owner or beneficiary of the Contract. We guarantee monthly payments will be made as long as at least one of the named persons is living. There is no minimum number of payments. Monthly payment amounts are available upon request.

**Option 4. Annuity Plan.** Under this option, your contract value can be applied to any other annuitization plan that we choose to offer on the annuity start date. Annuity payments under Option 4 may be fixed or variable. If variable and subject to the 1940 Act, it will comply with the requirements of such Act.

#### **Payment When Named Person Dies**

When the person named to receive payment dies, we will pay any amounts still due as provided in the annuity agreement between you and ING USA. The amounts we will pay are determined as follows:

- 1) For Option 1, or any remaining guaranteed payments under Option 2, we will continue payments. Under Options 1 and 2, the discounted values of the remaining guaranteed payments may be paid in a single sum. This means we deduct the amount of the interest each remaining guaranteed payment would have earned had it not been paid out early. We will base the discount interest rate on the interest rate used to calculate the payments for Options 1 and 2.
- 2) For Option 3, no amounts are payable after both named persons have died.
- 3) For Option 4, the annuity option agreement will state the amount we will pay, if any.

## **OTHER CONTRACT PROVISIONS**

#### **Reports to Contract Owners**

We confirm purchase, transfer and withdrawal transactions usually within 5 business days of processing. We may also send you a quarterly report within 31 days after the end of each calendar quarter. The report will show the contract value, cash surrender value, and the death benefit as of the end of the calendar quarter. The report will also show the allocation of your contract value and reflect the amounts deducted from or added to the contract value. You have 30 days to notify our Customer Service Center of any errors or discrepancies. We will notify you when any shareholder reports of the investment portfolios in which Separate Account B invests are available. We will also send any other reports, notices or documents we are required by law to furnish to you.

#### **Suspension of Payments**

The Company reserves the right to suspend or postpone the date of any payment or determination of values, beyond the 7 permitted days, on any business day (i) when the New York Stock Exchange is closed; (ii) when trading on the New York Stock Exchange is restricted; (iii) when an emergency exists as determined by the SEC so that the sale of securities held in Separate Account B may not reasonably occur or so that the Company may not reasonably determine the value of Separate Account B's net assets; or (iv) during any other period when the SEC so permits for the protection of security holders. We have the right to delay payment of amounts from a Fixed Interest Allocation for up to 6 months.

#### **In Case of Errors in Your Application**

If an age or gender given in the application or enrollment form is misstated, the amounts payable or benefits provided by the Contract shall be those that the premium payment would have bought had the age or gender not been misstated.

#### **Assigning the Contract as Collateral**

You may assign a non-qualified Contract as collateral security for a loan but you should understand that your rights and any beneficiary's rights may be subject to the terms of the assignment. An assignment likely has federal tax

consequences. You should consult a tax adviser for tax advice. You must give us satisfactory written notice at our Customer Service Center in order to make or release an assignment. We are not responsible for the validity of any assignment.

### **Contract Changes — Applicable Tax Law**

We have the right to make changes in the Contract to continue to qualify the Contract as an annuity under applicable federal tax law. We will give you advance notice of such changes.

### **Free Look**

You may cancel your Contract within your 10-day free look period. We deem the free look period to expire 15 days after we mail the Contract to you. Some states may require a longer free look period. To cancel, you need to send your Contract to our Customer Service Center or to the agent from whom you purchased it. We will refund the greater of the contract value (which may be more or less than the premium payments you paid) or, if required by your state, the original amount of your premium payment. In no event does the Company retain any investment gain associated with a Contract that is free looked. For purposes of the refund during the free look period, (i) we adjust your contract value for any market value adjustment (if you have invested in the Fixed Account), and (ii) then we include a refund of any charges deducted from your contract value. Because of the market risks associated with investing in the portfolios and the potential positive or negative effect of the market value adjustment, the contract value returned may be greater or less than the premium payment you paid. Some states require us to return to you the amount of the paid premium (rather than the contract value) in which case you will not be subject to investment risk during the free look period. In these states, your premiums designated for investment in the subaccounts will be allocated during the free look period to a subaccount specially designated by the Company for this purpose (currently, the ING Liquid Assets Portfolio). We may, in our discretion, require that premiums designated for investment in the subaccounts from all other states as well as premiums designated for a Fixed Interest Allocation be allocated to the specially designated subaccount during the free look period. Your free look rights depend on the laws of the state in which you purchase the Contract. Your Contract is void as of the day we receive your Contract and cancellation request in good order. We determine your contract value at the close of business on the day we void your Contract. If you keep your Contract after the free look period and the investment is allocated to a subaccount specially designated by the Company, we will put your money in the subaccount(s) chosen by you, based on the accumulation unit value next computed for each subaccount, and/or in the Fixed Interest Allocation chosen by you.

### **Selling the Contract**

Our affiliate, Directed Services LLC, 1475 Dunwoody Drive, West Chester, PA 19380 is the principal underwriter and distributor of the Contract as well as for other ING USA contracts. Directed Services LLC, a Delaware limited liability company, is registered with the SEC as a broker/dealer under the Securities Exchange Act of 1934, and is a member of the Financial Industry Regulatory Authority, Inc. (“FINRA”).

Directed Services LLC does not retain any commissions or compensation paid to it by ING USA for Contract sales. Directed Services LLC enters into selling agreements with affiliated and unaffiliated broker/dealers to sell the Contracts through their registered representatives who are licensed to sell securities and variable insurance products (“selling firms”). Selling firms are also registered with the SEC and are FINRA member firms.

The following selling firms are affiliated with the Company and have entered into selling agreements with Directed Services LLC for the sale of our variable annuity contracts:

- ING Financial Advisers, LLC
- ING Financial Partners, Inc.

Directed Services LLC pays selling firms compensation for the promotion and sale of the Contracts. Registered representatives of the selling firms who solicit sales of the Contracts typically receive a portion of the compensation paid by Directed Services LLC to the selling firm in the form of commissions or other compensation, depending on the agreement between the selling firm and the registered representative. This compensation, as well as other incentives or payments, is not paid directly by contract owners or the Separate Account. We intend to recoup this compensation and other sales expenses paid to selling firms through fees and charges imposed under the Contracts.

Directed Services LLC pays selling firms for Contract sales according to one or more schedules. This compensation is generally based on a percentage of premium payments. Selling firms may receive commissions of up to 9.0% of premium payments. In addition, selling firms may receive ongoing annual compensation of up to 1.25% of all, or a portion, of values of Contracts sold through the firm. Individual representatives may receive all or a portion of compensation paid to their selling firm, depending on the firm's practices. Commissions and annual compensation, when combined, could exceed 9.0% of total premium payments.

Directed Services LLC has special compensation arrangements with certain selling firms based on those firms' aggregate or anticipated sales of the Contracts or other criteria. These special compensation arrangements will not be offered to all selling firms, and the terms of such arrangements may differ among selling firms based on various factors. Any such compensation payable to a selling firm will not result in any additional direct charge to you by us.

In addition to the direct cash compensation for sales of Contracts described above, Directed Services LLC may also pay selling firms additional compensation or reimbursement of expenses for their efforts in selling the Contracts to you and other customers. These amounts may include:

- Marketing/distribution allowances which may be based on the percentages of premium received, the aggregate commissions paid and/or the aggregate assets held in relation to certain types of designated insurance products issued by the Company and/or its affiliates during the year;
- Loans or advances of commissions in anticipation of future receipt of premiums (a form of lending to agents/registered representatives). These loans may have advantageous terms such as reduction or elimination of the interest charged on the loan and/or forgiveness of the principal amount of the loan, which terms may be conditioned on fixed insurance product sales;
- Education and training allowances to facilitate our attendance at certain educational and training meetings to provide information and training about our products. We also hold training programs from time to time at our expense;
- Sponsorship payments or reimbursements for broker/dealers to use in sales contests and/or meetings for their agents/registered representatives who sell our products. We do not hold contests based solely on the sales of this product;
- Certain overrides and other benefits that may include cash compensation based on the amount of earned commissions, agent/representative recruiting or other activities that promote the sale of contracts; and
- Additional cash or noncash compensation and reimbursements permissible under existing law. This may include, but is not limited to, cash incentives, merchandise, trips, occasional entertainment, meals and tickets to sporting events, client appreciation events, business and educational enhancement items, payment for travel expenses (including meals and lodging) to pre-approved training and education seminars, and payment for advertising and sales campaigns.

We may pay commissions, dealer concessions, wholesaling fees, overrides, bonuses, other allowances and benefits and the costs of all other incentives or training programs from our resources, which include the fees and charges imposed under the Contract.

The following is a list of the top 25 selling firms that, during 2010, received the most compensation, in the aggregate, from us in connection with the sale of registered annuity contracts issued by us, ranked by total dollars received:

- |  |   |
|--|---|
| 1. Morgan Stanley Smith Barney LLC             | 14. ING Financial Partners, Inc. CAREER         |
| 2. LPL Financial Corporation                   | 15. Wells Fargo Investments LLC                 |
| 3. Merrill Lynch, Pierce, Fenner & Smith, Inc. | 16. Woodbury Financial Services Inc.            |
| 4. ING Financial Partners Inc.                 | 17. Morgan Keegan and Company Inc.              |
| 5. Wells Fargo Advisors, LLC                   | 18. Wells Fargo SEC, LLC                        |
| 6. UBS Financial Services Inc.                 | 19. First Allied Securities Inc.                |
| 7. ING Financial Advisers, LLC                 | 20. Chase Investment SVCS Corp.                 |
| 8. Raymond James Financial Services Inc.       | 21. Royal Alliance Associates Inc.              |
| 9. Multi-Financial Securities Corporation      | 22. SII Investments Inc.                        |
| 10. Wells Fargo Advisors, LLC (Bank Channel)   | 23. Wells Fargo Advisors Financial Network, LLC |
| 11. National Planning Corporation              | 24. Centaurus Financial Inc.                    |
| 12. Securities America Inc.                    | 25. PrimeVest Financial Services Inc.           |
| 13. Financial Network Investment Corporation   |   |

Directed Services LLC may also compensate wholesalers/distributors, and their sales management personnel, for Contract sales within the wholesale/distribution channel. This compensation may be based on a percentage of premium payments and/or a percentage of Contract values. Directed Services LLC may, at its discretion, pay additional cash compensation to wholesalers/distributors for sales by certain broker-dealers or “focus firms.”

We do not pay any additional compensation on the sale or exercise of any of the Contract’s optional benefit riders offered in this prospectus.

This is a general discussion of the types and levels of compensation paid by us for sale of our variable annuity contracts. It is important for you to know that the payment of volume- or sales-based compensation to a selling firm or registered representative may provide that registered representative a financial incentive to promote our contracts over those of another company, and may also provide a financial incentive to promote one of our contracts over another.

## OTHER INFORMATION

### Voting Rights

We will vote the shares of a Trust owned by Separate Account B according to your instructions. However, if the 1940 Act or any related regulations should change, or if interpretations of it or related regulations should change, and we decide that we are permitted to vote the shares of a Trust in our own right, we may decide to do so.

We determine the number of shares that you have in a subaccount by dividing the Contract’s contract value in that subaccount by the net asset value of one share of the portfolio in which a subaccount invests. We count fractional votes. We will determine the number of shares you can instruct us to vote 180 days or less before a Trust shareholder meeting. We will ask you for voting instructions by mail at least 10 days before the meeting. If we do not receive your instructions in time, we will vote the shares in the same proportion as the instructions received from all contracts in that subaccount. We will also vote shares we hold in Separate Account B which are not attributable to contract owners in the same proportion. The effect of proportional voting is that a small number of contract owners may decide the outcome of a vote.

### State Regulation

We are regulated by the Insurance Department of the State of Iowa. We are also subject to the insurance laws and regulations of all jurisdictions where we do business. The Contract offered by this prospectus has been approved where required by those jurisdictions. We are required to submit annual statements of our operations, including financial statements, to the Insurance Departments of the various jurisdictions in which we do business to determine solvency and compliance with state insurance laws and regulations.

## Legal Proceedings

We are not aware of any pending legal proceedings that involve Separate Account B as a party.

The Company is involved in threatened or pending lawsuits/arbitrations arising from the normal conduct of business. Due to the climate in insurance and business litigation/arbitration, suits against the Company sometimes include claims for substantial compensatory, consequential or punitive damages and other types of relief. Moreover, certain claims are asserted as class actions, purporting to represent a group of similarly situated individuals. While it is not possible to forecast the outcome of such lawsuits/arbitrations, in light of existing insurance, reinsurance and established reserves, it is the opinion of management that the disposition of such lawsuits/arbitrations will not have a materially adverse effect on the Company's operations or financial position.

Directed Services LLC, the principal underwriter and distributor of the contract, is a party to threatened or pending lawsuits/arbitration that generally arise from the normal conduct of business. Some of these suits may seek class action status and sometimes include claims for substantial compensatory, consequential or punitive damages and other types of relief. Directed Services LLC is not involved in any legal proceeding that in the opinion of management, is likely to have a material adverse effect on its ability to distribute the contract.

## FEDERAL TAX CONSIDERATIONS

### Introduction

This section discusses our understanding of current federal income tax laws affecting the contract. Federal income tax treatment of the contract is complex and sometimes uncertain. You should keep the following in mind when reading it:

Your tax position (or the tax position of the designated beneficiary, as applicable) determines federal taxation of amounts held or paid out under the contract;

Tax laws change. It is possible that a change in the future could affect contracts issued in the past;

This section addresses some but not all applicable federal income tax rules and does not discuss federal estate and gift tax implications, state and local taxes, or any other tax provisions; and

We do not make any guarantee about the tax treatment of the contract or transactions involving the contract.

We do not intend this information to be tax advice. For advice about the effect of federal income taxes or any other taxes on amounts held or paid out under the contract, consult a tax adviser.

### Types of Contracts: Non-Qualified or Qualified

The Contract may be purchased on a non-tax-qualified basis (non-qualified contracts) or purchased on a tax-qualified basis (qualified contracts).

Non-qualified contracts are purchased with after tax contributions and are not related to retirement plans that receive special income tax treatment under the Tax Code.

Qualified Contracts are designed for use by individuals whose premium payments are comprised solely of proceeds from and/or contributions under retirement plans that are intended to qualify for special income tax treatment under Sections 401, 408 or 408A, and some provisions of 403 and 457 of the Tax Code.

Effective January 1, 2009, except in the case of a rollover contribution as permitted under the Tax Code or as a result of an intra-plan exchange or plan-to-plan transfer described under the Final Regulations, contributions to a section 403(b) tax sheltered annuity contract may only be made by the Employer sponsoring the Plan under which the assets in your contract are covered subject to the applicable Treasury Regulations and only if the Company, in its sole discretion, agrees to be an approved provider.

## Taxation of Non-Qualified Contracts

### Premiums

You may not deduct the amount of your premiums to a non-qualified contract.

### Taxation of Gains Prior to Distribution

Tax Code Section 72 governs taxation of annuities in general. We believe that if you are a natural person you will generally not be taxed on increases in the value of a non-qualified Contract until a distribution occurs or until annuity payments begin. This assumes that the Contract will qualify as an annuity contract for federal income tax purposes. For these purposes, the agreement to assign or pledge any portion of the contract value generally will be treated as a distribution. In order to be eligible to receive deferral of taxation, the following requirements must be satisfied:

**Diversification.** Tax Code Section 817(h) requires that in a nonqualified contract the investments of the funds be “adequately diversified” in accordance with Treasury Regulations in order for the Contract to qualify as an annuity contract under federal tax law. The separate account, through the funds, intends to comply with the diversification requirements prescribed by Tax Code Section 817(h) and by the Treasury in Reg. Sec. 1.817-5, which affects how the funds’ assets may be invested. If it is determined, however, that your Contract does not satisfy the applicable diversification requirements and rulings because a subaccount’s corresponding fund fails to be adequately diversified for whatever reason, we will take appropriate steps to bring your Contract into compliance with such regulations and rulings, and we reserve the right to modify your Contract as necessary to do so.

**Investor Control.** Although earnings under non-qualified contracts are generally not taxed until withdrawn, the Internal Revenue Service (IRS) has stated in published rulings that a variable contract owner will be considered the owner of separate account assets if the contract owner possesses incidents of investment control over the assets. In these circumstances, income and gains from the separate account assets would be currently includible in the variable contract owner’s gross income. Future guidance regarding the extent to which owners could direct their investments among subaccounts without being treated as owners of the underlying assets of the separate account may adversely affect the tax treatment of existing contracts. The Company therefore reserves the right to modify the contract as necessary to attempt to prevent the contract holder from being considered the federal tax owner of a pro rata share of the assets of the separate account.

**Required Distributions.** In order to be treated as an annuity contract for federal income tax purposes, the Tax Code requires any non-qualified Contract to contain certain provisions specifying how your interest in the Contract will be distributed in the event of your death. The non-qualified Contracts contain provisions that are intended to comply with these Tax Code requirements, although no regulations interpreting these requirements have yet been issued. When such requirements are clarified by regulation or otherwise, we intend to review such distribution provisions and modify them if necessary to assure that they comply with the applicable requirements.

**Non-Natural Holders of a Non-Qualified Contract.** If you are not a natural person, a non-qualified contract generally is not treated as an annuity for income tax purposes and the income on the contract for the taxable year is currently taxable as ordinary income. Income on the contract is any increase in the contract value over the “investment in the contract” (generally, the premiums or other consideration you paid for the contract less any nontaxable withdrawals) during the taxable year. There are some exceptions to this rule and a non-natural person should consult with its tax adviser prior to purchasing the Contract. When the contract owner is not a natural person, a change in the annuitant is treated as the death of the contract owner.

**Delayed Annuity Starting Date.** If the Contract’s annuity starting date occurs (or is scheduled to occur) at a time when the annuitant has reached an advanced age (e.g., after age 85), it is possible that the Contract would not be treated as an annuity for federal income tax purposes. In that event, the income and gains under the Contract could be currently includible in your income.



## Taxation of Distributions

**General.** When a withdrawal from a non-qualified Contract occurs, the amount received will be treated as ordinary income subject to tax up to an amount equal to the excess (if any) of the contract value (unreduced by the amount of any surrender charge) immediately before the distribution over the contract owner's investment in the contract at that time. Investment in the contract is generally equal to the amount of all premiums to the contract, plus amounts previously included in your gross income as the result of certain loans, assignments or gifts, less the aggregate amount of non-taxable distributions previously made.

In the case of a surrender under a non-qualified Contract, the amount received generally will be taxable only to the extent it exceeds the contract owner's investment in the contract (cost basis).

**10% Penalty Tax.** A distribution from a non-qualified Contract may be subject to a federal tax penalty equal to 10% of the amount treated as income. In general, however, there is no penalty on distributions:

made on or after the taxpayer reaches age 59½;
made on or after the death of a contract owner (the annuitant if the contract owner is a non-natural person);
attributable to the taxpayer's becoming disabled as defined in the Tax Code;
made as part of a series of substantially equal periodic payments (at least annually) over your life or life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary; or
the distribution is allocable to investment in the contract before August 14, 1982.

The 10% penalty does not apply to distributions from an immediate annuity as defined in the Tax Code. Other exceptions may be applicable under certain circumstances and special rules may be applicable in connection with the exceptions enumerated above. A tax adviser should be consulted with regard to exceptions from the penalty tax.

**Tax-Free Exchanges.** Section 1035 of the Tax Code permits the exchange of a life insurance, endowment or annuity contract for an annuity contract on a tax-free basis. In such instance, the "investment in the contract" in the old contract will carry over to the new contract. You should consult with your tax advisor regarding procedures for making Section 1035 exchanges.

If your Contract is purchased through a tax-free exchange of a life insurance, endowment or annuity contract that was purchased prior to August 14, 1982, then any distributions other than annuity payments will be treated, for tax purposes, as coming:

First, from any remaining "investment in the contract" made prior to August 14, 1982 and exchanged into the Contract;
Next, from any "income on the contract" attributable to the investment made prior to August 14, 1982;
Then, from any remaining "income on the contract;" and
Lastly, from any remaining "investment in the contract."

The IRS has concluded that in certain instances, the partial exchange of a portion of one annuity contract for another contract will be tax-free. Pursuant to IRS guidance, receipt of withdrawals, surrenders or annuity payments (annuitizations) from either the original contract or the new contract during the 12 month period following the partial exchange may retroactively negate the partial exchange. If the partial exchange is retroactively negated, the partial surrender of the original contract will be treated as a withdrawal, taxable as ordinary income to the extent of gain in the original contract and, if the partial exchange occurred prior to you reaching age 59 ½, may be subject to an additional 10% tax penalty. A taxable event may be avoided if requirements identified as a qualifying event are satisfied. We are not responsible for the manner in which any other insurance company, for tax reporting purposes, or the IRS, with respect to the ultimate tax treatment, recognizes or reports a partial exchange. We strongly advise you to discuss any proposed 1035 exchange or subsequent distribution within 12 months with your tax advisor prior to proceeding with the transaction.

**Taxation of Annuity Payments.** Although tax consequences may vary depending on the payment option elected under an annuity contract, a portion of each annuity payment is generally not taxed and the remainder is

taxed as ordinary income. The non-taxable portion of an annuity payment is generally determined in a manner that is designed to allow you to recover your investment in the contract ratably on a tax-free basis over the expected stream of annuity payments, as determined when annuity payments start. Once your investment in the contract has been fully recovered, however, the full amount of each subsequent annuity payment is subject to tax as ordinary income.

On September 27, 2010, President Obama signed into law the Small Business Jobs Act of 2010, which included language that permits the partial annuitization of non-qualified annuities, effective for amounts received in taxable years beginning after December 31, 2010. The provision applies an exclusion ratio to any amount received as an annuity under a portion of an annuity provided that the annuity payments are made for a period of 10 years or more or for life. Pending the issuance of clarifying guidance, the application of this law change is unclear. Please consult your tax adviser before electing a partial annuitization.

**Death Benefits.** Amounts may be distributed from a Contract because of your death or the death of the annuitant. Generally, such amounts are includible in the income of the recipient as follows: (i) if distributed in a lump sum, they are taxed in the same manner as a surrender of the Contract, or (ii) if distributed under a payment option, they are taxed in the same way as annuity payments. Special rules may apply to amounts distributed after a Beneficiary has elected to maintain Contract value and receive payments.

Different distribution requirements apply if your death occurs:

After you begin receiving annuity payments under the Contract; or  
Before you begin receiving such distributions.

If your death occurs after you begin receiving annuity payments, distributions must be made at least as rapidly as under the method in effect at the time of your death.

If your death occurs before you begin receiving annuity payments, your entire balance must be distributed within five years after the date of your death. For example, if you died on September 1, 2010, your entire balance must be distributed by August 31, 2015. However, if distributions begin within one year of your death, then payments may be made over one of the following timeframes:

Over the life of the designated beneficiary; or  
Over a period not extending beyond the life expectancy of the designated beneficiary.

If the designated beneficiary is your spouse, the contract may be continued with the surviving spouse as the new contract owner. If the contract owner is a non-natural person and the primary annuitant dies, the same rules apply on the death of the primary annuitant as outlined above for the death of a contract owner.

The Contract offers a death benefit that may exceed the greater of the premium payments and the contract value. Certain charges are imposed with respect to the death benefit. It is possible that these charges (or some portion thereof) could be treated for federal tax purposes as a distribution from the Contract.

**Assignments and Other Transfers.** A transfer, pledge or assignment of ownership of a non-qualified contract, the selection of certain annuity dates, or the designation of an annuitant or payee other than an owner may result in certain tax consequences to you that are not discussed herein. The assignment, pledge or agreement to assign or pledge any portion of the contract value generally will be treated as a distribution. Anyone contemplating any such transfer, pledge, assignment, or designation or exchange, should consult a tax adviser regarding the potential tax effects of such a transaction.

**Immediate Annuities.** Under Section 72 of the Tax Code, an immediate annuity means an annuity (1) which is purchased with a single premium, (2) with annuity payments starting within one year from the date of purchase, and (3) which provides a series of substantially equal periodic payments made annually or more frequently. While this Contract is not designed as an immediate annuity, treatment as an immediate annuity would have significance with respect to exceptions from the 10% early withdrawal penalty, to contracts owned by non-natural persons, and for certain exchanges.

**Multiple Contracts.** Tax laws require that all non-qualified deferred annuity contracts that are issued by a company or its affiliates to the same contract owner during any calendar year be treated as one annuity contract for purposes of determining the amount includible in gross income under Tax Code Section 72(e). In addition, the Treasury Department has specific authority to issue regulations that prevent the avoidance of Tax Code Section 72(e) through the serial purchase of annuity contracts or otherwise.

**Withholding.** We will withhold and remit to the IRS a part of the taxable portion of each distribution made under a Contract unless the distributee notifies us at or before the time of the distribution that he or she elects not to have any amounts withheld. Withholding is mandatory, however, if the distributee fails to provide a valid taxpayer identification number or if we are notified by the IRS that the taxpayer identification number we have on file is incorrect. The withholding rates applicable to the taxable portion of periodic annuity payments are the same as the withholding rates generally applicable to payments of wages. In addition, a 10% withholding rate applies to the taxable portion of non-periodic payments. Regardless of whether you elect to have federal income tax withheld, you are still liable for payment of federal income tax on the taxable portion of the payment.

Certain states have indicated that state income tax withholding will also apply to payments from the contracts made to residents. Generally, an election out of federal withholding will also be considered an election out of state withholding. In some states, you may elect out of state withholding, even if federal withholding applies. If you need more information concerning a particular state or any required forms, please contact our Customer Service Center.

If you or your designated beneficiary is a non-resident alien, then any withholding is governed by Tax Code Section 1441 based on the individual's citizenship, the country of domicile and treaty status, and we may require additional documentation prior to processing any requested transaction.

## **Taxation of Qualified Contracts**

### **General**

The Contracts are primarily designed for use with IRAs under Tax Code Sections 401, 408 or 408A, and some provisions of 403 and 457 (We refer to all of these as "qualified plans"). The tax rules applicable to participants in these qualified plans vary according to the type of plan and the terms and conditions of the plan itself. The ultimate effect of federal income taxes on the amounts held under a Contract, or on annuity payments, depends on the type of retirement plan and your tax status. Special favorable tax treatment may be available for certain types of contributions and distributions. In addition, certain requirements must be satisfied in purchasing a qualified contract with proceeds from a tax-qualified plan in order to continue receiving favorable tax treatment.

Adverse tax consequences may result from: contributions in excess of specified limits; distributions before age 59½ (subject to certain exceptions); distributions that do not conform to specified commencement and minimum distribution rules; and in other specified circumstances. Some qualified plans may be subject to additional distribution or other requirements that are not incorporated into the Contract. No attempt is made to provide more than general information about the use of the Contracts with qualified plans. Contract owners, annuitants, and beneficiaries are cautioned that the rights of any person to any benefits under these qualified plans may be subject to the terms and conditions of the plans themselves, regardless of the terms and conditions of the Contract. The Company is not bound by the terms and conditions of such plans to the extent such terms contradict the Contract, unless we consent.

Contract owners and beneficiaries generally are responsible for determining that contributions, distributions and other transactions with respect to the contract comply with applicable law. Therefore, you should seek competent legal and tax advice regarding the suitability of a contract for your particular situation. The following discussion assumes that qualified contracts are purchased with proceeds from and/or contributions under retirement plans or programs that qualify for the intended special federal tax treatment.

### **Tax Deferral**

Under the federal tax laws, earnings on amounts held in annuity contracts are generally not taxed until they are withdrawn. However, in the case of a qualified plan (as defined in this prospectus), an annuity contract is not

necessary to obtain this favorable tax treatment and does not provide any tax benefits beyond the deferral already available to the qualified plan itself. Annuities do provide other features and benefits (such as guaranteed living benefits and/or death benefits or the option of lifetime income phase options at established rates) that may be valuable to you. You should discuss your alternatives with your financial representative taking into account the additional fees and expenses you may incur in an annuity.

**Section 401(a), 401(k), Roth 401(k), and 403(a) Plans.** Sections 401(a), 401(k), and 403(a) of the Tax Code permit certain employers to establish various types of retirement plans for employees, and permits self-employed individuals to establish these plans for themselves and their employees. These retirement plans may permit the purchase of Contracts to accumulate retirement savings under the plans. Employers intending to use the Contract with such plans should seek competent legal advice.

The contracts may also be available as a Roth 401(k), as described in Tax Code Section 402A, and we may set up accounts for you under the Contract for Roth 401(k) contributions (“Roth 401(k) accounts”). Tax Code Section 402A allows employees of certain private employers to contribute after-tax salary contributions to a Roth 401(k), which provides for tax-free distributions, subject to certain restrictions.

**Individual Retirement Annuities.** Section 408 of the Tax Code permits eligible individuals to contribute to an individual retirement program known as an Individual Retirement Annuity (“IRA”). IRAs are subject to limits on the amounts that can be contributed, the deductible amount of the contribution, the persons who may be eligible, and the time when distributions commence. Contributions to IRAs must be made in cash or as a rollover or a transfer from another eligible plan. Also, distributions from IRAs, individual retirement accounts, and other types of retirement plans may be “rolled over” on a tax-deferred basis into an IRA. If you make a tax-free rollover of a distribution from an IRA you may not make another tax-free rollover from the IRA within a 1-year period. Sales of the contract for use with IRAs may be subject to special requirements of the IRS.

The IRS has not reviewed the contracts described in this prospectus for qualification as IRAs and has not addressed, in a ruling of general applicability, whether the contract’s death benefit provisions comply with IRS qualification requirements.

**Roth IRAs.** Section 408A of the Tax Code permits certain eligible individuals to contribute to a Roth IRA. Contributions to a Roth IRA are subject to limits on the amount of contributions and the persons who may be eligible to contribute, are not deductible, and must be made in cash or as a rollover or transfer from another Roth IRA or other IRA. Certain qualifying individuals may convert an IRA, SEP, or a SIMPLE to a Roth IRA. Such rollovers and conversions are subject to tax, and other special rules may apply. If you make a tax-free rollover of a distribution from a Roth IRA to another Roth IRA, you may not make another tax-free rollover from the Roth IRA within a 1-year period. A 10% penalty may apply to amounts attributable to a conversion to a Roth IRA if the amounts are distributed during the five taxable years beginning with the year in which the conversion was made.

Sales of a contract for use with a Roth IRA may be subject to special requirements of the IRS. The IRS has not reviewed the contracts described in this prospectus for qualification as IRAs and has not addressed, in a ruling of general applicability, whether the contract’s death benefit provisions comply with IRS qualification requirements.

**Section 403(b) Tax-Sheltered Annuities.** The contracts are no longer available for purchase as Tax Code section 403(b) tax-sheltered annuities. Existing contracts issued as Tax Code section 403(b) tax-sheltered annuities will continue to be maintained as such under the applicable rules and regulations.

The Treasury Department has issued regulations which generally take effect on January 1, 2009. Existing contracts will be modified as necessary to comply with these regulations where allowed, or where required by law in order to maintain their status as section 403(b) tax-sheltered annuities. The final regulations include: (a) the ability to terminate a 403(b) plan, which would entitle a participant to a distribution; (b) the revocation of IRS Revenue Ruling 90-24, and the resulting increase in restrictions on a participant’s right to transfer his or her 403(b) accounts; and (3) the imposition of withdrawal restrictions on non-salary reduction contribution amounts, as well as other changes.

### Contributions

In order to be excludable from gross income for federal income tax purposes, total annual contributions to certain qualified plans are limited by the Tax Code. You should consult with your tax adviser in connection with contributions to a qualified contract.

### Distributions – General

Certain tax rules apply to distributions from the Contract. A distribution is any amount taken from a Contract including withdrawals, annuity payments, rollovers, exchanges and death benefit proceeds. We report the taxable portion of all distributions to the IRS.

**Section 401(a), 401(k) and 403(a) Plans.** Distributions from these plans are taxed as received unless one of the following is true:

- The distribution is an eligible rollover distribution and is rolled over to another plan eligible to receive rollovers or to a traditional IRA in accordance with the Tax Code;
- You made after-tax contributions to the plan. In this case, depending upon the type of distribution, the amount will be taxed according to the rules detailed in the Tax Code; or
- The distribution is a qualified health insurance premium of a retired safety officer as defined in the Pension Protection Act of 2006.

A payment is an eligible rollover distribution unless it is:

- Part of a series of substantially equal periodic payments (at least one per year) made over the life expectancy of the participant or the joint life expectancy of the participant and his designated beneficiary or for a specified period of 10 years or more;
- A required minimum distribution under Tax Code Section 401(a)(9);
- A hardship withdrawal;
- Otherwise excludable from income; or
- Not recognized under applicable regulations as eligible for rollover.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a Contract used with a 401(a), 401(k) or 403(a) plan unless certain exceptions, including one or more of the following, have occurred:

- You have attained age 59½;
- You have become disabled, as defined in the Tax Code;
- You have died and the distribution is to your beneficiary;
- You have separated from service with the sponsor at or after age 55;
- The distribution amount is rolled over into another eligible retirement plan or to an IRA in accordance with the terms of the Tax Code;
- You have separated from service with the plan sponsor and the distribution amount is made in substantially equal periodic payments (at least annually) over your life or the life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary;
- The distribution is made due to an IRS levy upon your plan;
- The withdrawal amount is paid to an alternate payee under a Qualified Domestic Relations Order (QDRO); or
- The distribution is a qualified reservist distribution as defined under the Pension Protection Act of 2006 (401(k) plans only).

In addition, the 10% penalty tax does not apply to the amount of a distribution equal to unreimbursed medical expenses incurred by you during the taxable year that qualify for deduction as specified in the Tax Code. The Tax Code may provide other exceptions or impose other penalties in other circumstances.

**Individual Retirement Annuities.** All distributions from an IRA are taxed as received unless either one of the following is true:

The distribution is rolled over to another IRA or to a plan eligible to receive rollovers as permitted under the Tax Code; or  
You made after-tax contributions to the IRA. In this case, the distribution will be taxed according to rules detailed in the Tax Code.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from an IRA unless certain exceptions, including one or more of the following, have occurred:

You have attained age 59½;  
You have become disabled, as defined in the Tax Code;  
You have died and the distribution is to your beneficiary;  
The distribution amount is rolled over into another eligible retirement plan or to an IRA in accordance with the terms of the Tax Code;  
The distribution is made due to an IRS levy upon your plan; or  
The distribution is a qualified reservist distribution as defined under the Pension Protection Act of 2006.

In addition, the 10% penalty tax does not apply to a distribution made from an IRA to pay for health insurance premiums for certain unemployed individuals, a qualified first-time home purchase, or for higher education expenses.

**Roth IRAs.** A qualified distribution from a Roth IRA is not taxed when it is received. A qualified distribution is a distribution:

Made after the five-taxable year period beginning with the first taxable year for which a contribution was made to a Roth IRA of the owner; and  
Made after you attain age 59½, die, become disabled as defined in the Tax Code, or for a qualified first-time home purchase.

If a distribution is not qualified, generally it will be taxable to the extent of the accumulated earnings. A partial distribution will first be treated as a return of contributions which is not taxable and then as taxable accumulated earnings.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a Roth IRA that is not a qualified distribution unless certain exceptions have occurred. In general, the exceptions for an IRA listed above also apply to a distribution from a Roth IRA that is not a qualified distribution or a rollover to a Roth IRA that is not a qualified rollover contribution. The 10% penalty tax is also waived on a distribution made from a Roth IRA to pay for health insurance premiums for certain unemployed individuals, used for a qualified first-time home purchase, or for higher education expenses.

**403(b) Plans.** Distributions from your contract are subject to the requirements of Code Section 403(b), the Treasury Regulations, and, if applicable, the Plan under which the assets in your contract are covered. In accordance with Code Section 403(b) and the Treasury Regulations, we have no responsibility or obligation to make any distribution (including distributions due to loans, annuity payouts, qualified domestic relations orders, hardship withdrawals and systematic distributions options) from your contract until we have received instructions or information from your Employer and/or its designee or, if permitted under Code Section 403(b) and the Treasury Regulations, you in a form acceptable to us and necessary for us to administer your contract in accordance with Code Section 403(b) the Treasury Regulations, and, if applicable, the Plan.

All distributions from these plans are taxed as received unless one of the following is true:

The distribution is an eligible rollover distribution and is rolled over to another plan eligible to receive rollovers or to a traditional IRA in accordance with the Tax Code;  
You made after-tax contributions to the plan. In this case, depending upon the type of distribution, the amount will be taxed according to the rules detailed in the Tax Code; or  
The distribution is a qualified health insurance premium of a retired public safety officer as defined in the Pension Protection Act of 2006.

A payment is an eligible rollover distribution unless it is:

- Part of a series of substantially equal periodic payments (at least one per year) made over the life expectancy of the participant or the joint life expectancy of the participant and his designated beneficiary or for a specified period of 10 years or more;
- A required minimum distribution under Tax Code section 401(a)(9);
- A hardship withdrawal;
- Otherwise excludable from income; or
- Not recognized under applicable regulations as eligible for rollover.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a contract used with a 403(b) plan, unless certain exceptions have occurred. In general, the exceptions for an IRA listed above also apply to a distribution from a 403(b) plan, plus in the event you have separated from service with the sponsor at or after age 55, or you have separated from service with the plan sponsor and the distribution amount is made in substantially equal periodic payments (at least annually) over your life or the life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary. In addition, the 10% penalty tax does not apply to the amount of a distribution equal to unreimbursed medical expenses incurred by you during the taxable year that qualify for deduction as specified in the Tax Code. The Tax Code may provide other exceptions or impose other penalty taxes in other circumstances.

Distribution of amounts restricted under Tax Code section 403(b)(11) may only occur upon your death, attainment of age 59 ½, severance from employment, disability or financial hardship. Such distributions remain subject to other applicable restrictions under the Tax Code and the regulations.

**Lifetime Required Minimum Distributions (Sections 401(a), 401(k), Roth 401(k), 403(a), 403(b) and IRAs only).**

To avoid certain tax penalties, you and any designated beneficiary must also meet the minimum distribution requirements imposed by the Tax Code. These rules may dictate the following:

- Start date for distributions;
- The time period in which all amounts in your account(s) must be distributed; and
- Distribution amounts.

**Start Date and Time Period.** Generally, you must begin receiving distributions by April 1 of the calendar year following the calendar year in which you attain age 70½. We must pay out distributions from the contract over a period not extending beyond one of the following time periods:

- Over your life or the joint lives of you and your designated beneficiary; or
- Over a period not greater than your life expectancy or the joint life expectancies of you and your designated beneficiary.

**Distribution Amounts.** The amount of each required distribution must be calculated in accordance with Tax Code Section 401(a)(9). The entire interest in the account includes the amount of any outstanding rollover, transfer, recharacterization, if applicable, and the actuarial present value of other benefits provided under the account, such as guaranteed death benefits.

**50% Excise Tax.** If you fail to receive the minimum required distribution for any tax year, a 50% excise tax may be imposed on the required amount that was not distributed.

Lifetime Required Minimum Distributions are not applicable to Roth IRAs during your lifetime. Further information regarding required minimum distributions may be found in your contract.

**Required Distributions Upon Death (Sections 401(a), 401(k), Roth 401(k), 403(a), 403(b), IRAs and Roth IRAs Only).** Different distribution requirements apply after your death, depending upon if you have been receiving required minimum distributions. Further information regarding required distributions upon death may be found in your contract.

If your death occurs on or after you begin receiving minimum distributions under the contract, distributions generally must be made at least as rapidly as under the method in effect at the time of your death. Tax Code Section 401(a)(9) provides specific rules for calculating the required minimum distributions after your death.

If your death occurs before you begin receiving minimum distributions under the contract, your entire balance must be distributed by December 31 of the calendar year containing the fifth anniversary of the date of your death. For example, if you died on September 1, 2010, your entire balance must be distributed to the designated beneficiary by December 31, 2015. However, if distributions begin by December 31 of the calendar year following the calendar year of your death, and you have named a designated beneficiary, then payments may be made over either of the following time frames:

- Over the life of the designated beneficiary; or
- Over a period not extending beyond the life expectancy of the designated beneficiary.

**Start Dates for Spousal Beneficiaries.** If the designated beneficiary is your spouse, distributions must begin on or before the later of the following:

- December 31 of the calendar year following the calendar year of your death; or
- December 31 of the calendar year in which you would have attained age 70½.

**No designated beneficiary.** If there is no designated beneficiary, the entire interest generally must be distributed by the end of the calendar containing the fifth anniversary of the contract owner's death.

**Special Rule for IRA Spousal Beneficiaries (IRAs and Roth IRAs Only).** In lieu of taking a distribution under these rules, if the sole designated beneficiary is the contract owner's surviving spouse, the spousal beneficiary may elect to treat the contract as his or her own IRA and defer taking a distribution until his or her own start date. The surviving spouse is deemed to have made such an election if the surviving spouse makes a rollover to or from the contract or fails to take a distribution within the required time period.

#### **Withholding**

Any taxable distributions under the contract are generally subject to withholding. Federal income tax liability rates vary according to the type of distribution and the recipient's tax status.

**401(a), 401(k), Roth 401(k), 403(a) and 403(b).** Generally, distributions from these plans are subject to mandatory 20% federal income tax withholding. However, mandatory withholding will not be required if you elect a direct rollover of the distributions to an eligible retirement plan or in the case of certain distributions described in the Tax Code.

**IRAs and Roth IRAs.** Generally, you or, if applicable, a designated beneficiary may elect not to have tax withheld from distributions.

**Non-resident Aliens.** If you or your designated beneficiary is a non-resident alien, then any withholding is governed by Tax Code section 1441 based on the individual's citizenship, the country of domicile and treaty status, and we may require additional documentation prior to processing any requested information.

#### **Assignment and Other Transfers**

**IRAs and Roth IRAs.** The Tax Code does not allow a transfer or assignment of your rights under these contracts except in limited circumstances. Adverse tax consequences may result if you assign or transfer your interest in the contract to persons other than your spouse incident to a divorce. Anyone contemplating such an assignment or transfer should contact a qualified tax adviser regarding the potential tax effects of such a transaction.



**Section 403(b) Plans.** Adverse tax consequences to the plan and/or to you may result if your beneficial interest in the contract is assigned or transferred to persons other than:

- A plan participant as a means to provide benefit payments;
- An alternate payee under a qualified domestic relations order in accordance with Tax Code section 414(p); or
- The Company as collateral for a loan.

### **Tax Consequences of Living Benefits and Death Benefit**

**Living Benefits.** Except as otherwise noted below, when a withdrawal from a nonqualified contract occurs under the ING LifePay Plus or ING LifePay Plus rider, the amount received will be treated as ordinary income subject to tax up to an amount equal to the excess (if any) of the contract value (unreduced by the amount of any deferred sales charge) immediately before the distribution over the contract owner's investment in the contract at that time.

Investment in the contract is generally equal to the amount of all contributions to the contract, plus amounts previously included in your gross income as the result of certain loans, assignments, or gifts, less the aggregate amount of non-taxable distributions previously made. For nonqualified contracts, the income on the contract for purposes of calculating the taxable amount of a distribution may be unclear. For example, the living benefits provided under the ING LifePay Plus or ING Joint LifePay Plus rider, as well as the market value adjustment, could increase the contract value that applies. Thus, the income on the contract could be higher than the amount of income that would be determined without regard to such a benefit. As a result, you could have higher amounts of income than will be reported to you. In addition, payments under any guaranteed payment phase of such riders after the contract value has been reduced to zero may be subject to the exclusion ratio rules under Tax Code Section 72(b) for tax purposes.

Payments of the Maximum Annual Withdrawal pursuant to the Income Optimizer under the ING LifePay Plus or ING Joint LifePay Plus rider are designed to be treated as annuity payments for withholding and tax reporting purposes. A portion of each annuity payment is generally not taxed and the remainder is taxed as ordinary income. The non-taxable portion of an annuity payment is generally determined in a manner that is designed to allow you to recover your investment in the contract ratably on a tax-free basis over the expected stream of annuity payments, as determined when your payments of the Maximum Annual Withdrawal pursuant to the Income Optimizer start. Any withdrawals in addition to the Maximum Annual Withdrawal payments you are receiving pursuant to the Income Optimizer constitute Excess Withdrawals under the ING LifePay Plus or ING Joint LifePay Plus rider, causing a pro-rata reduction of the ING LifePay Plus Base and Maximum Annual Withdrawal. This reduction will result in a proportional reduction in the non-taxable portion of your future Maximum Annual Withdrawal payments. Once your investment in the contract has been fully recovered, the full amount of each of your future Maximum Annual Withdrawal payments would be subject to tax as ordinary income.

**Enhanced Death Benefits.** The Contract offers a death benefit that may exceed the greater of the premium payments and the contract value. It is possible that the IRS could characterize such a death benefit as other than an incidental death benefit. In addition, the provision of such benefits may result in currently taxable income to contract owners, and the presence of the death benefit could affect the amount of required minimum distributions. Finally, certain charges are imposed with respect to some of the available death benefits. It is possible those charges (or some portion thereof) could be treated for federal tax purposes as a distribution from the Contract.

### **Possible Changes in Taxation**

Although the likelihood of legislative change and tax reform is uncertain, there is always the possibility that the tax treatment of the Contracts could change by legislation or other means. It is also possible that any change could be retroactive (that is, effective before the date of the change). You should consult a tax adviser with respect to legislative developments and their effect on the Contract.

**Same-Sex Marriages**

Pursuant to Section 3 of the federal Defense of Marriage Act (“DOMA”), same-sex marriages currently are not recognized for purposes of federal law. Therefore, the favorable income-deferral options afforded by federal tax law to an opposite-sex spouse under Code sections 72(s) and 401(a)(9) are currently NOT available to a same-sex spouse. Same-sex spouses who own or are considering the purchase of annuity products that provide benefits based upon status as a spouse should consult a qualified tax adviser. In certain states, to the extent that an annuity contract or certificate offers to spouses other rights or benefits that are not affected by DOMA, same-sex spouses remain entitled to such rights or benefits to the same extent as any Contract Owner’s spouse.

**Taxation of Company**

We are taxed as a life insurance company under the Tax Code. The Separate Account is not a separate entity from us. Therefore, it is not taxed separately as a “regulated investment company,” but is taxed as part of the Company.

We automatically apply investment income and capital gains attributable to the separate account to increase reserves under the contracts. Because of this, under existing federal tax law we believe that any such income and gains will not be taxed to the extent that such income and gains are applied to increase reserves under the contracts. In addition, any foreign tax credits attributable to the separate account will be first used to reduce any income taxes imposed on the separate account before being used by the Company.

In summary, we do not expect that we will incur any federal income tax liability attributable to the separate account and we do not intend to make any provision for such taxes. However, changes in federal tax laws and/or their interpretation may result in our being taxed on income or gains attributable to the separate account. In this case, we may impose a charge against the separate account (with respect to some or all of the Contracts) to set aside provisions to pay such taxes. We may deduct this amount from the separate account, including from your account value invested in the subaccounts.

**STATEMENT OF ADDITIONAL INFORMATION**

**Table of Contents**

Item

Introduction

Description of ING USA Annuity and Life Insurance Company

Separate Account B of ING USA Annuity and Life Insurance Company

Safekeeping of Assets

Experts

Distribution of Contracts

Published Ratings

Accumulation Unit Value

Performance Information

Other Information

Financial Statements of ING USA Annuity and Life Insurance Company

Financial Statements of Separate Account B of ING USA Annuity and Life Insurance Company

Condensed Financial Information (Accumulation Unit Values)

**Please tear off, complete and return the form below to order a free Statement of Additional Information for the Contracts offered under the prospectus. Send the form to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271.**

**PLEASE SEND ME A FREE COPY OF THE STATEMENT OF ADDITIONAL INFORMATION FOR SEPARATE ACCOUNT B, ING GOLDENSELECT ESII, 333-28679.**

Please Print or Type:

\_\_\_\_\_  
**Name**

\_\_\_\_\_  
**Street Address**

\_\_\_\_\_  
**City, State, Zip**

04/29/2011

This page intentionally left blank.

## APPENDIX A

The following tables show the Condensed Financial Information (accumulation unit values for the periods indicated and number of units outstanding) by subaccount for a Contract with the lowest and highest combination of asset-based charges. This information is current through December 31, 2010, including portfolio names, and derives from the financial statements of the Separate Account, which together constitute the Separate Account's Condensed Financial Information. Portfolio name changes after December 31, 2010 are not reflected in the following information. Complete information is available in the SAI. Contact our Customer Service Center to obtain your copy free of charge. Please ask us about where you can find more timely information.

### CONDENSED FINANCIAL INFORMATION

Except for subaccounts which did not commence operations as of December 31, 2010, the following tables give (1) the accumulation unit value ("AUV") at the beginning of the period, (2) the AUV at the end of the period and (3) the total number of accumulation units outstanding at the end of the period for each subaccount of ING USA Separate Account B available under the Contract for the indicated periods.

#### Separate Account Annual Charges of 1.40%

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.53	\$7.99	\$10.09							
Value at end of period	\$10.31	\$9.53	\$7.99							
Number of accumulation units outstanding at end of period	14,545,662	13,749,221	5,658,472							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85	\$10.00		
Value at end of period	\$21.42	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85		
Number of accumulation units outstanding at end of period	1,094,501	1,267,316	1,517,242	1,927,008	2,430,081	3,133,417	1,913,146	368,372		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97	\$10.22				
Value at end of period	\$13.24	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97				
Number of accumulation units outstanding at end of period	9,154,108	10,400,918	11,187,820	8,180,923	5,267,423	2,397,304				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.08	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	2,311,978	2,618,208	3,016,228	3,793,220	3,999,650	3,467,553	3,098,913	2,275,054	478,395	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.75	\$7.19	\$9.94							
Value at end of period	\$9.66	\$8.75	\$7.19							
Number of accumulation units outstanding at end of period	6,373,630	6,199,815	3,167,031							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.78	\$8.85	\$10.01							
Value at end of period	\$10.23	\$9.78	\$8.85							
Number of accumulation units outstanding at end of period	8,176,396	7,895,772	4,629,576							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99	\$10.00		
Value at end of period	\$12.33	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99		
Number of accumulation units outstanding at end of period	17,556,911	19,309,994	17,876,389	14,555,763	12,258,413	10,360,815	6,533,086	1,032,491		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77	\$10.00		
Value at end of period	\$14.12	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77		
Number of accumulation units outstanding at end of period	25,830,505	27,401,456	26,599,640	21,696,367	18,821,265	15,583,944	9,535,997	1,647,654		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62	\$10.00		
Value at end of period	\$18.65	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62		
Number of accumulation units outstanding at end of period	10,785,643	11,391,844	10,841,337	9,438,334	7,746,931	5,984,403	3,147,004	589,077		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.07	\$9.08	\$9.99							
Value at end of period	\$13.40	\$12.07	\$9.08							
Number of accumulation units outstanding at end of period	2,196,476	1,804,007	296,480							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$13.56	\$11.44	\$20.58	\$17.92	\$14.07	\$12.37	\$10.64	\$8.22	\$10.00	
Value at end of period	\$14.29	\$13.56	\$11.44	\$20.58	\$17.92	\$14.07	\$12.37	\$10.64	\$8.22	
Number of accumulation units outstanding at end of period	5,620,114	6,242,428	5,824,950	5,689,657	4,314,295	3,309,450	1,748,507	506,335	72,898	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01	\$10.00				
Value at end of period	\$12.60	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01				
Number of accumulation units outstanding at end of period	4,210,806	4,248,323	3,468,055	2,503,317	1,645,722	857,118				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.59	\$9.88								
Value at end of period	\$11.01	\$10.59								
Number of accumulation units outstanding at end of period	3,408,948	2,184,297								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89	\$10.94	\$9.98	\$7.97	\$10.00	
Value at end of period	\$11.41	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89	\$10.94	\$9.98	\$7.97	
Number of accumulation units outstanding at end of period	1,445,316	1,425,010	1,241,676	1,170,061	1,314,957	1,467,824	273,908	158,396	44,773	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.35	\$9.30	\$14.59	\$14.19	\$12.37	\$11.91	\$10.83	\$8.37	\$10.00	
Value at end of period	\$11.33	\$10.35	\$9.30	\$14.59	\$14.19	\$12.37	\$11.91	\$10.83	\$8.37	
Number of accumulation units outstanding at end of period	238,102	262,028	315,141	439,091	584,498	355,798	405,741	289,419	93,268	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.40	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	3,411,901	2,801,527	1,504,065							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.49	\$7.21	\$12.45	\$13.62	\$11.04					
Value at end of period	\$10.85	\$9.49	\$7.21	\$12.45	\$13.62					
Number of accumulation units outstanding at end of period	1,961,059	2,241,686	2,084,334	1,270,230	740,797					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
Value at beginning of period	\$53.29	\$39.77	\$65.61	\$80.89	\$59.61	\$51.76	\$38.11	\$28.06	\$28.40	\$26.64
Value at end of period	\$67.25	\$53.29	\$39.77	\$65.61	\$80.89	\$59.61	\$51.76	\$38.11	\$28.06	\$28.40
Number of accumulation units outstanding at end of period	675,827	801,790	952,216	1,233,036	1,684,633	1,718,845	1,657,594	1,388,196	1,167,176	887,731
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.16	\$6.63	\$10.21	\$10.05	\$10.05					
Value at end of period	\$10.08	\$8.16	\$6.63	\$10.21	\$10.05					
Number of accumulation units outstanding at end of period	2,485,616	2,897,468	3,270,508	1,892,774	854,223					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91	\$10.06				
Value at end of period	\$9.82	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91				
Number of accumulation units outstanding at end of period	3,853,085	3,902,577	3,528,125	1,733,413	904,669	7,654				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.18	\$10.18					
Value at end of period	\$8.63	\$7.01	\$5.84	\$10.40	\$10.18					
Number of accumulation units outstanding at end of period	6,040,110	5,557,861	5,640,975	1,412,784						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.81	\$9.75								
Value at end of period	\$8.79	\$9.81								
Number of accumulation units outstanding at end of period	113,073	7,459								
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.77	\$10.03	\$16.72	\$14.81	\$13.42	\$11.65	\$9.52	\$7.23	\$9.09	\$9.88
Value at end of period	\$17.43	\$13.77	\$10.03	\$16.72	\$14.81	\$13.42	\$11.565	\$9.52	\$7.23	\$9.09
Number of accumulation units outstanding at end of period	6,967,702	7,847,444	790,043	8,909,282	5,842,433	6,237,950	2,675,497	2,137,834	1,436,694	685,331
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$10.04	\$7.71	\$11.06	\$10.93	\$10.00					
Value at end of period	\$11.18	\$10.04	\$7.71	\$11.06	\$10.93					
Number of accumulation units outstanding at end of period	5,251,259	5,510,324	4,555,948	3,440,430	1,274,023					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.10	\$7.29	\$11.89	\$12.42						
Value at end of period	\$10.01	\$9.10	\$7.29	\$11.89						
Number of accumulation units outstanding at end of period	3,338,775	3,218,271	3,054,887	2,191,899						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.83	\$6.09	\$9.61	\$10.00						
Value at end of period	\$8.55	\$7.83	\$6.09	\$9.61						
Number of accumulation units outstanding at end of period	16,813,479	18,242,924	18,040,063	7,707,311						

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.28								
Value at end of period	\$11.02	\$10.26								
Number of accumulation units outstanding at end of period	76,851	5,674								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$37.30	\$27.51	\$47.29	\$35.99	\$30.06	\$22.13	\$21.09	\$14.05	\$14.14	\$16.32
Value at end of period	\$44.73	\$37.30	\$27.51	\$47.29	\$35.99	\$30.06	\$22.13	\$21.09	\$14.05	\$14.14
Number of accumulation units outstanding at end of period	2,021,669	2,632,139	2,510,627	2,063,890	1,643,710	1,542,661	964,040	742,286	575,255	295,871
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.78	\$7.82	\$6.10	\$9.95						
Number of accumulation units outstanding at end of period	5,214,662	5,796,850	3,900,949	21,255						
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.96	\$9.99								
Value at end of period	\$13.74	\$12.96								
Number of accumulation units outstanding at end of period	1,477,004	453,760								
<b>ING INDEX PLUS LARGECAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98	\$10.00		
Value at end of period	\$9.88	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98		
Number of accumulation units outstanding at end of period	1,008,074	1,178,124	1,295,966	1,448,885	1,498,538	1,549,701	1,431,006	494,773		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26	\$10.04			
Value at end of period	\$13.12	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26			
Number of accumulation units outstanding at end of period	1,204,164	1,377,178	1,538,832	1,857,115	1,780,924	1,371,262	437,111			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72	\$10.06			
Value at end of period	\$12.41	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72			
Number of accumulation units outstanding at end of period	987,422	1,101,850	1,200,311	1,437,532	1,463,522	1,076,172	424,131			
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64		
Value at end of period	\$13.26	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	
Number of accumulation units outstanding at end of period	14,805,735	15,212,968	14,692,505	12,433,842	7,089,555	3,506,748	2,682,543	1,026,869	719,279	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.14							
Value at end of period	\$8.09	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	1,156,598	1,391,858	139,687							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
Value at beginning of period	\$11.61	\$8.63	\$17.16	\$14.40	\$11.87	\$10.41	\$9.01	\$6.08	\$8.32	\$8.89
Value at end of period	\$13.05	\$11.61	\$8.63	\$17.16	\$14.40	\$11.87	\$10.41	\$9.01	\$6.08	\$8.32
Number of accumulation units outstanding at end of period	4,108,306	4,891,208	5,751,889	5,272,667	1,175,746	868,501	778,230	856,121	464,523	368,091



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.81								
Value at end of period	\$11.05	\$9.86								
Number of accumulation units outstanding at end of period	63,936	3,051								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
Value at beginning of period	\$20.67	\$12.22	\$25.43	\$18.63	\$13.91	\$10.46	\$9.01	\$6.23	\$7.08	\$7.58
Value at end of period	\$24.52	\$20.67	\$12.22	\$25.43	\$18.63	\$13.91	\$10.46	\$9.01	\$6.23	\$7.08
Number of accumulation units outstanding at end of period	3,721,910	4,884,446	4,935,142	4,448,144	3,740,816	3,298,670	2,479,088	2,328,297	1,975,891	2,270,962
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.56	\$6.91	\$10.18							
Value at end of period	\$10.38	\$8.56	\$6.91							
Number of accumulation units outstanding at end of period	1,415,034	802,705	540,677							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.74	\$10.15	\$14.69	\$15.16	\$13.18	\$13.63	\$10.38	\$7.85	\$10.00	
Value at end of period	\$15.92	\$12.74	\$10.15	\$14.69	\$13.18	\$13.63	\$10.38	\$7.85	\$10.00	
Number of accumulation units outstanding at end of period	2,114,063	1,657,419	1,611,588	1,945,337	2,000,101	1,821,293	1,519,167	824,986	169,670	
<b>ING LARGO CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$12.36	\$8.80	\$12.32	\$11.19	\$10.75	\$10.49	\$9.79			
Value at end of period	\$13.93	\$12.36	\$8.80	\$12.32	\$11.19	\$10.75	\$10.49			
Number of accumulation units outstanding at end of period	1,082,965	1,127,373	74,128	25,298	39,234	26,871	13,651			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67	\$10.82	\$10.00		
Value at end of period	\$12.79	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67	\$10.82		
Number of accumulation units outstanding at end of period	804,967	917,444	1,053,734	1,186,301	1,293,651	1,404,961	1,127,028	100,971		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$22.72	\$21.50	\$21.86	\$20.96	\$20.47	\$20.43	\$20.44	\$20.16	\$19.06	\$17.76
Value at end of period	\$23.11	\$22.72	\$21.50	\$21.86	\$20.96	\$20.47	\$20.44	\$20.16	\$19.06	\$17.76
Number of accumulation units outstanding at end of period	595,343	738,091	954,519	1,366,149	1,891,473	2,520,744	3,368,052	5,262,645	6,261,694	4,325,602
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$16.94	\$17.12	\$16.95	\$16.38	\$15.87	\$15.66	\$15.74	\$15.84	\$15.84	\$15.47
Value at end of period	\$16.70	\$16.94	\$17.12	\$16.95	\$16.38	\$15.87	\$15.66	\$15.74	\$15.84	\$15.84
Number of accumulation units outstanding at end of period	7,999,039	11,578,123	15,903,229	6,935,089	6,031,181	5,498,848	5,672,311	7,879,356	12,089,343	14,053,316
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$10.27	\$8.77	\$14.02	\$13.65	\$11.77	\$11.32	\$10.45	\$8.07	\$10.63	\$11.26
Value at end of period	\$11.86	\$10.27	\$8.77	\$14.02	\$13.65	\$11.77	\$11.32	\$10.45	\$8.07	\$10.63
Number of accumulation units outstanding at end of period	454,346	527,747	632,115	878,558	1,352,565	1,279,162	1,504,119	1,526,538	1,177,892	952,473
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$14.29	\$11.23	\$19.09	\$16.96	\$16.39	\$15.26	\$13.76	\$10.52	\$15.14	\$22.02
Value at end of period	\$16.88	\$14.29	\$11.23	\$19.09	\$16.96	\$15.26	\$13.76	\$10.52	\$15.14	\$22.02
Number of accumulation units outstanding at end of period	4,057,532	4,446,996	5,258,119	6,017,607	7,262,969	9,249,375	10,491,049	11,921,200	12,372,395	16,739,731
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42	\$10.00				
Value at end of period	\$13.68	\$12.19	\$8.99	\$15.18	\$12.42	\$10.00				
Number of accumulation units outstanding at end of period	1,599,392	1,998,238	2,376,603	2,243,027	1,560,451	1,361,072				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$24.80	\$21.33	\$27.86	\$27.17	\$24.62	\$24.26	\$22.14	\$19.23	\$20.56	\$20.75
Value at end of period	\$26.86	\$24.80	\$21.33	\$27.86	\$27.17	\$24.62	\$24.26	\$22.14	\$19.23	\$20.56
Number of accumulation units outstanding at end of period	3,828,532	4,421,885	4,728,779	5,566,345	6,490,070	7,790,025	8,667,716	9,215,693	9,138,045	9,253,396
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40	\$10.07				
Value at end of period	\$16.64	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40				
Number of accumulation units outstanding at end of period	3,829,027	4,073,465	4,123,843	3,122,597	1,844,733	1,446,986				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52	\$7.15			
Value at end of period	\$11.73	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52			
Number of accumulation units outstanding at end of period	4,756,551	4,502,607	4,769,928	299,160	369,355	457,358	440,238			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$15.55	\$12.24	\$17.37	\$16.06	\$13.43	\$12.23	\$11.01	\$8.85	\$10.00	
Value at end of period	\$17.47	\$15.55	\$12.24	\$17.37	\$16.06	\$13.43	\$12.23	\$11.01	\$8.85	
Number of accumulation units outstanding at end of period	2,982,767	2,798,687	2,715,369	2,698,954	2,849,171	2,467,075	1,394,309	758,774	220,958	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22							
Value at end of period	\$10.40	\$9.79	\$8.57							
Number of accumulation units outstanding at end of period	824,040	615,239	60,783							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.65	\$8.44	\$9.99							
Value at end of period	\$11.97	\$10.65	\$8.44							
Number of accumulation units outstanding at end of period	980,145	563,863	98,549							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97	\$10.12				
Value at end of period	\$13.40	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97				
Number of accumulation units outstanding at end of period	1,420,560	1,635,220	1,818,384	1,491,444	1,005,867	403,465				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82	\$10.00			
Value at end of period	\$15.37	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82			
Number of accumulation units outstanding at end of period	3,921,490	3,386,304	4,317,113	6,065,004	7,287,786	8,674,427	9,413,696			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$17.57	\$15.57	\$15.16	\$14.11	\$13.71	\$13.57	\$13.12	\$12.71	\$11.86	\$11.74
Value at end of period	\$18.66	\$17.57	\$15.57	\$15.16	\$14.11	\$13.71	\$13.57	\$13.12	\$12.71	\$11.86
Number of accumulation units outstanding at end of period	22,821,794	22,106,766	16,888,379	8,029,233	5,417,078	5,880,636	5,917,199	5,369,915	4,410,375	1,669,195
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98	\$10.30				
Value at end of period	\$11.79	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98				
Number of accumulation units outstanding at end of period	862,455	854,149	896,825	1,065,830	1,051,162	1,137,342				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during April 2005)										
Value at beginning of period	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90	\$10.00				
Value at end of period	\$11.88	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90				
Number of accumulation units outstanding at end of period	6,475,612	7,406,984	8,408,547	7,528,407	7,507,837	7,692,715				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.32	\$8.25								
Value at end of period	\$8.84	\$8.32								
Number of accumulation units outstanding at end of period	6,256,899	5,981,757								
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	74,275,484	79,472,323								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	46,040,296	48,787,781								
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.65	\$9.86								
Number of accumulation units outstanding at end of period	24,451,343	25,879,317								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.69	\$10.27								
Value at end of period	\$14.07	\$12.69								
Number of accumulation units outstanding at end of period	1,455,162	1,607,178								
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.17	\$6.71	\$10.17							
Value at end of period	\$9.02	\$8.17	\$6.71							
Number of accumulation units outstanding at end of period	5,649,134	6,524,524	629,227							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.71	\$12.51								
Number of accumulation units outstanding at end of period	194,823	130,420								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$13.00	\$10.36								
Value at end of period	\$16.13	\$13.00								
Number of accumulation units outstanding at end of period	2,632,553	2,765,328								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.45	\$6.13	\$10.30							
Value at end of period	\$10.40	\$8.45	\$6.13							
Number of accumulation units outstanding at end of period	1,854,424	1,478,202	578,346							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$6.97	\$10.06							
Value at end of period	\$10.80	\$8.69	\$6.97							
Number of accumulation units outstanding at end of period	1,880,369	1,673,974	1,397,996							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
Value at beginning of period	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.53	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33
Number of accumulation units outstanding at end of period	919,414	1,117,503	1,257,982	1,598,381	1,976,720	2,164,620	2,126,799	1,851,941	774,557	180,638
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.97	\$7.15	\$10.25							
Value at end of period	\$10.97	\$8.97	\$7.15							
Number of accumulation units outstanding at end of period	1,686,231	1,359,012	686,734							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$46.07	\$35.06	\$49.06	\$47.66	\$42.17	\$39.69	\$34.52	\$27.96	\$28.22	\$26.04
Value at end of period	\$51.80	\$46.07	\$35.06	\$49.06	\$47.66	\$42.17	\$39.69	\$34.52	\$27.96	\$28.22
Number of accumulation units outstanding at end of period	7,593,076	8,156,298	8,278,462	8,055,776	7,742,558	7,736,987	6,834,477	6,071,997	5,326,019	4,592,780
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$27.32	\$22.17	\$34.97	\$34.41	\$29.30	\$28.60	\$25.24	\$20.45	\$23.90	\$23.91
Value at end of period	\$30.97	\$27.32	\$22.17	\$34.97	\$34.41	\$29.30	\$28.60	\$25.24	\$20.45	\$23.90
Number of accumulation units outstanding at end of period	3,008,352	3,153,961	3,367,200	3,471,081	3,923,791	4,330,653	4,187,985	3,283,741	2,796,774	3,366,042
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.13	\$5.78	\$10.17	\$10.10						
Value at end of period	\$9.35	\$8.13	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	1,929,680	1,909,257	775,347	317,543						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.67	\$7.44	\$12.71	\$11.18	\$10.17					
Value at end of period	\$10.36	\$9.67	\$7.44	\$12.71	\$11.18					
Number of accumulation units outstanding at end of period	2,992,773	2,884,425	2,681,328	1,021,786	237,468					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$20.71	\$15.88	\$26.69	\$26.44	\$21.99	\$20.30	\$18.55	\$13.80	\$17.54	\$20.19
Value at end of period	\$22.00	\$20.71	\$15.88	\$26.69	\$26.44	\$21.99	\$20.30	\$18.55	\$17.54	\$20.19
Number of accumulation units outstanding at end of period	1,606,338	1,694,621	1,712,450	1,869,745	2,011,664	1,908,440	2,183,115	2,320,224	1,965,665	1,757,559
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.15	\$7.13	\$12.03	\$11.40	\$10.01					
Value at end of period	\$11.12	\$10.15	\$7.13	\$12.03	\$11.40					
Number of accumulation units outstanding at end of period	37,293	40,541	48,118	72,778	39,144					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.62	\$10.20	\$9.99							
Value at end of period	\$11.08	\$10.62	\$10.20							
Number of accumulation units outstanding at end of period	3,163,184	3,588,432	3,388,765							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19	\$10.24				
Value at end of period	\$10.73	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19				
Number of accumulation units outstanding at end of period	59,966	92,507	159,712	211,221	240,320	119,772				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21				
Value at end of period	\$12.36	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46				
Number of accumulation units outstanding at end of period	2,163,923	2,202,640	2,342,903	2,261,293	2,275,253	1,931,362				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86	\$10.16				
Value at end of period	\$12.31	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86				
Number of accumulation units outstanding at end of period	2,408,048	2,591,371	2,734,004	1,006,618	482,346	333,809				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$26.47	\$21.66	\$32.41	\$32.04	\$28.01	\$25.81	\$22.94	\$18.19	\$21.65	\$24.94
Value at end of period	\$29.36	\$26.47	\$21.66	\$32.41	\$32.04	\$28.01	\$25.81	\$22.94	\$18.19	\$21.65
Number of accumulation units outstanding at end of period	2,059,675	2,460,096	2,778,827	3,278,627	4,097,219	4,720,301	5,219,472	5,707,684	6,183,621	7,290,571
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.91	\$10.00			
Value at end of period	\$11.39	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.91			
Number of accumulation units outstanding at end of period	2,127,773	2,329,559	2,462,017	1,874,723	1,900,621	1,770,932	332,663			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.79	\$6.08	\$9.95							
Value at end of period	\$8.13	\$7.79	\$6.08							
Number of accumulation units outstanding at end of period	4,398,876	4,692,093	4,193,381							
<b>INVESTCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	\$10.00	
Value at end of period	\$12.38	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	
Number of accumulation units outstanding at end of period	1,973,329	229,345	267,247	328,037	389,830	512,777	510,227	355,401	69,607	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90	\$10.00
Value at end of period	\$8.59	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90
Number of accumulation units outstanding at end of period	119,978	139,938	178,757	302,151	644,480	939,625	1,756,560	1,824,762	1,231,933	805,047
<b>PROFUND VP EUROPE 30</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27	\$10.00
Value at end of period	\$9.49	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27
Number of accumulation units outstanding at end of period	104,606	126,512	152,071	193,438	348,410	492,243	526,719	648,934	257,910	8,429
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37	\$10.00		
Value at end of period	\$5.01	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37		
Number of accumulation units outstanding at end of period	290,517	316,599	402,662	538,853	708,583	1,016,831	834,452	98,866		

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.44	\$7.96	\$10.08			
Value at end of period	\$10.16	\$9.44	\$7.96			
Number of accumulation units outstanding at end of period	9,731,707	8,786,491	4,810,195			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during May 2002)						
Value at beginning of period	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15	\$16.58
Value at end of period	\$20.53	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15
Number of accumulation units outstanding at end of period	373,700	427,908	464,506	548,499	661,159	649,073
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93	\$12.18
Value at end of period	\$14.98	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93
Number of accumulation units outstanding at end of period	3,970,153	4,510,559	4,486,056	3,077,617	2,248,140	1,009,027
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18	\$10.80
Value at end of period	\$10.51	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18
Number of accumulation units outstanding at end of period	774,051	833,581	901,576	1,010,383	813,783	547,233
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.66	\$7.16	\$10.00			
Value at end of period	\$9.51	\$8.66	\$7.16			
Number of accumulation units outstanding at end of period	4,027,563	3,982,648	2,220,231			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during February 2008)						
Value at beginning of period	\$9.68	\$8.80	\$10.03			
Value at end of period	\$10.07	\$9.68	\$8.80			
Number of accumulation units outstanding at end of period	4,313,505	4,129,209	2,361,763			
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19	\$11.81
Value at end of period	\$11.84	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19
Number of accumulation units outstanding at end of period	9,654,053	9,904,616	9,641,840	7,713,250	6,408,516	4,607,966
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37	\$11.80
Value at end of period	\$13.55	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37
Number of accumulation units outstanding at end of period	13,344,122	14,066,484	13,439,437	10,172,994	8,382,071	5,632,392
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00	\$13.49
Value at end of period	\$17.90	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00
Number of accumulation units outstanding at end of period	5,456,090	5,469,638	5,030,646	3,981,698	3,004,812	1,757,275

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$11.98	\$9.07	\$11.36			
Value at end of period	\$13.23	\$11.98	\$9.07			
Number of accumulation units outstanding at end of period	1,083,472	899,347	241,755			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$12.99	\$11.02	\$19.94	\$17.46	\$13.78	\$12.19
Value at end of period	\$13.61	\$12.99	\$11.02	\$19.94	\$17.46	\$13.78
Number of accumulation units outstanding at end of period	2,488,105	2,895,638	2,881,981	2,195,699	1,466,038	692,426
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96	\$10.31
Value at end of period	\$12.21	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96
Number of accumulation units outstanding at end of period	1,920,312	2,034,794	1,705,281	1,102,938	799,004	315,123
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.54	\$9.88				
Value at end of period	\$10.91	\$10.54				
Number of accumulation units outstanding at end of period	1,335,718	736,563				
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during March 2005)						
Value at beginning of period	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65	\$10.74
Value at end of period	\$10.87	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65
Number of accumulation units outstanding at end of period	700,594	1,007,156	602,909	449,216	319,126	201,000
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$9.92	\$8.96	\$14.14	\$13.82	\$12.12	\$11.73
Value at end of period	\$10.80	\$9.92	\$8.96	\$14.14	\$13.82	\$12.12
Number of accumulation units outstanding at end of period	105,725	120,583	131,529	156,547	158,830	74,087
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.69	\$6.48	\$9.99			
Value at end of period	\$11.23	\$9.69	\$6.48			
Number of accumulation units outstanding at end of period	1,679,055	1,620,779	878,672			
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.29	\$7.10	\$12.34	\$13.57	\$11.05	
Value at end of period	\$10.57	\$9.29	\$7.10	\$12.34	\$13.57	
Number of accumulation units outstanding at end of period	1,076,870	1,272,193	1,232,834	604,316	167,558	
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Value at beginning of period)	\$47.34	\$35.53	\$58.95	\$73.09	\$54.16	\$47.29
Value at end of period	\$59.41	\$47.34	\$35.53	\$58.95	\$73.09	\$54.16
Number of accumulation units outstanding at end of period	276,898	343,912	412,439	431,099	502,995	303,357
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$7.99	\$6.54	\$10.11	\$10.02	\$9.95	
Value at end of period	\$9.82	\$7.99	\$6.54	\$10.11	\$10.02	
Number of accumulation units outstanding at end of period	1,279,028	1,440,440	1,534,466	887,486	373,022	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)						
Value at beginning of period	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91	\$10.02
Value at end of period	\$9.54	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91
Number of accumulation units outstanding at end of period	2,482,365	2,512,125	2,198,501	970,586	498,026	958
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.92	\$5.80	\$10.38	\$10.32		
Value at end of period	\$8.47	\$6.92	\$5.80	\$10.38		
Number of accumulation units outstanding at end of period	1,656,261	1,394,715	1,331,778	377,604		
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.80	\$10.14				
Value at end of period	\$8.73	\$9.80				
Number of accumulation units outstanding at end of period	55,335	1,623				
<b>ING FMR® DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during October 2000)						
Value at beginning of period	\$13.08	\$9.58	\$16.06	\$14.31	\$13.04	\$11.37
Value at end of period	\$16.46	\$13.08	\$9.58	\$16.06	\$14.31	\$13.04
Number of accumulation units outstanding at end of period	2,177,702	2,387,241	2,076,779	1,314,412	869,051	535,373
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.84	\$7.60	\$10.96	\$10.88	\$9.99	
Value at end of period	\$10.90	\$9.84	\$7.60	\$10.96	\$10.88	
Number of accumulation units outstanding at end of period	3,315,680	3,386,163	2,759,068	1,629,601	656,451	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.96	\$7.22	\$11.84	\$12.53		
Value at end of period	\$9.80	\$8.96	\$7.22	\$11.84		
Number of accumulation units outstanding at end of period	1,642,758	1,634,558	1,393,022	969,862		
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.71	\$6.03	\$9.57	\$10.09		
Value at end of period	\$8.37	\$7.71	\$6.03	\$9.57		
Number of accumulation units outstanding at end of period	9,675,208	9,647,235	8,875,069	3,084,070		
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)						
Value at beginning of period	\$10.25	\$10.65				
Value at end of period	\$10.94	\$10.25				
Number of accumulation units outstanding at end of period	14,590	3,105				
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Funds were first received in this option during November 2007)						
Value at beginning of period	\$33.13	\$24.57	\$42.48	\$32.51	\$27.31	\$20.22
Value at end of period	\$39.52	\$33.13	\$24.57	\$42.48	\$32.51	\$27.31
Number of accumulation units outstanding at end of period	1,208,420	1,475,926	1,454,849	878,652	524,482	246,689
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.73	\$6.06	\$9.95	\$9.83		
Value at end of period	\$8.63	\$7.73	\$6.06	\$9.95		
Number of accumulation units outstanding at end of period	1,358,805	1,432,459	613,853	5,374		



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.91	\$9.99				
Value at end of period	\$13.61	\$12.91				
Number of accumulation units outstanding at end of period	514,972	297,731				
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)						
Value at beginning of period	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87	\$9.57
Value at end of period	\$9.37	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87
Number of accumulation units outstanding at end of period	927,565	995,207	1,099,093	1,224,324	842,997	747,104
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63	\$12.54
Value at end of period	\$14.12	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63
Number of accumulation units outstanding at end of period	609,244	668,326	721,208	897,365	843,068	636,374
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during November 2003)						
Value at beginning of period	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30	\$13.59
Value at end of period	\$13.92	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30
Number of accumulation units outstanding at end of period	440,060	470,167	505,902	709,109	678,476	487,498
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2008)						
Value at beginning of period	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41	\$11.31
Value at end of period	\$12.63	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41
Number of accumulation units outstanding at end of period	6,206,308	6,451,426	5,718,407	4,189,988	2,311,169	464,500
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.55	\$6.04	\$10.30			
Value at end of period	\$7.97	\$7.55	\$6.04			
Number of accumulation units outstanding at end of period	571,744	540,619	72,627			
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during October 2000)						
Value at beginning of period	\$11.03	\$8.24	\$16.48	\$13.90	\$11.52	\$10.16
Value at end of period	\$12.32	\$11.03	\$8.24	\$16.48	\$13.90	\$11.52
Number of accumulation units outstanding at end of period	2,004,087	2,253,344	2,466,551	1,338,902	352,303	109,413
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.85	\$9.77				
Value at end of period	\$10.97	\$9.85				
Number of accumulation units outstanding at end of period	33,251	2,545				
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b> (Fund first available during August 2003)						
Value at beginning of period	\$19.34	\$11.50	\$24.07	\$17.73	\$13.31	\$10.07
Value at end of period	\$22.82	\$19.34	\$11.50	\$24.07	\$17.73	\$13.31
Number of accumulation units outstanding at end of period	2,059,178	2,406,494	2,351,662	1,761,542	1,004,530	569,679
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64	\$13.76
Value at end of period	\$16.37	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64
Number of accumulation units outstanding at end of period	521,278	388,927	238,668	80,300	95,586	94,036
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$12.21	\$9.77	\$14.23	\$14.77	\$12.91	\$13.63
Value at end of period	\$15.17	\$12.21	\$9.77	\$14.23	\$14.77	\$12.91
Number of accumulation units outstanding at end of period	808,465	638,318	612,948	810,007	615,365	362,665

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during February 2005)						
Value at beginning of period	\$11.98	\$8.57	\$12.07	\$11.03	\$10.65	\$10.02
Value at end of period	\$13.42	\$11.98	\$8.57	\$12.07	\$11.03	\$10.65
Number of accumulation units outstanding at end of period	641,795	404,582	28,155	14,873	19,180	9,371
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63	\$11.58
Value at end of period	\$12.28	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63
Number of accumulation units outstanding at end of period	366,087	397,736	422,160	449,648	428,703	340,322
<b>ING LIQUID ASSETS PORTFOLIO</b>						
Value at beginning of period	\$15.05	\$15.30	\$15.23	\$14.80	\$14.42	\$14.31
Value at end of period	\$14.76	\$15.05	\$15.30	\$15.23	\$14.80	\$14.42
Number of accumulation units outstanding at end of period	3,726,691	4,944,633	6,218,579	1,844,856	953,694	465,550
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b> (Fund first available during February 2000)						
Value at beginning of period	\$9.72	\$8.34	\$13.41	\$13.14	\$11.39	\$11.01
Value at end of period	\$11.16	\$9.72	\$8.34	\$13.41	\$13.14	\$11.39
Number of accumulation units outstanding at end of period	86,648	91,955	103,936	137,751	136,373	32,982
<b>ING MARSICO GROWTH PORTFOLIO</b>						
Value at beginning of period	\$13.23	\$10.46	\$17.87	\$15.97	\$15.52	\$14.53
Value at end of period	\$15.55	\$13.23	\$10.46	\$17.87	\$15.97	\$15.52
Number of accumulation units outstanding at end of period	1,097,675	1,091,475	978,977	726,563	525,510	388,372
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37	\$10.02
Value at end of period	\$13.25	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37
Number of accumulation units outstanding at end of period	749,135	899,945	1,055,822	635,073	386,727	202,215
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
Value at beginning of period	\$22.77	\$19.69	\$25.87	\$25.37	\$23.11	\$22.91
Value at end of period	\$24.52	\$22.77	\$19.69	\$25.87	\$25.37	\$23.11
Number of accumulation units outstanding at end of period	1,051,675	1,093,601	953,779	829,732	751,117	593,459
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35	\$10.14
Value at end of period	\$16.12	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35
Number of accumulation units outstanding at end of period	2,258,340	2,474,999	2,312,150	1,455,255	800,077	371,810
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)						
Value at beginning of period	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95	\$7.36
Value at end of period	\$11.11	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95
Number of accumulation units outstanding at end of period	1,172,403	647,451	576,021	43,460	45,890	45,902
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$14.90	\$11.79	\$16.83	\$15.65	\$13.15	\$12.05
Value at end of period	\$16.64	\$14.90	\$11.79	\$16.83	\$15.65	\$13.15
Number of accumulation units outstanding at end of period	1,201,062	1,028,934	932,107	897,716	682,291	443,052

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.72	\$8.56	\$9.21			
Value at end of period	\$10.26	\$9.72	\$8.56			
Number of accumulation units outstanding at end of period	385,642	288,918	26,113			
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.57	\$8.43	\$9.15			
Value at end of period	\$11.82	\$10.57	\$8.43			
Number of accumulation units outstanding at end of period	200,920	144,302	40,406			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41	\$12.07
Value at end of period	\$14.59	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41
Number of accumulation units outstanding at end of period	695,149	797,167	909,337	616,583	445,966	130,621
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03	\$10.78
Value at end of period	\$14.81	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03
Number of accumulation units outstanding at end of period	1,761,365	908,647	1,056,910	1,275,970	1,078,759	773,925
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$16.14	\$14.38	\$14.07	\$13.17	\$12.88	\$12.82
Value at end of period	\$17.04	\$16.14	\$14.38	\$14.07	\$13.17	\$12.88
Number of accumulation units outstanding at end of period	12,404,650	11,773,902	8,442,287	2,020,601	896,452	766,115
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94	\$10.29
Value at end of period	\$11.42	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94
Number of accumulation units outstanding at end of period	214,959	192,048	210,718	246,686	253,209	130,333
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>						
(Fund first available during April 2005)						
Value at beginning of period	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86	\$10.00
Value at end of period	\$11.51	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86
Number of accumulation units outstanding at end of period	2,251,505	2,425,717	2,370,996	2,052,038	1,782,785	1,259,567
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.78	\$8.31				
Number of accumulation units outstanding at end of period	4,845,565	4,777,187				
<b>ING RETIREMENT GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.25	\$9.36				
Number of accumulation units outstanding at end of period	41,710,174	44,762,701				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.47	\$9.62				
Number of accumulation units outstanding at end of period	26,143,151	27,731,127				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.58	\$9.85				
Number of accumulation units outstanding at end of period	12,734,746	13,459,100				
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.64	\$10.20				
Value at end of period	\$13.94	\$12.64				
Number of accumulation units outstanding at end of period	302,452	315,447				
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.09	\$6.68	\$10.31			
Value at end of period	\$8.89	\$8.09	\$6.68			
Number of accumulation units outstanding at end of period	1,491,909	1,537,427	185,841			
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.46	\$10.54				
Value at end of period	\$13.58	\$12.46				
Number of accumulation units outstanding at end of period	202,476	154,282				
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.94	\$10.14				
Value at end of period	\$15.97	\$12.94				
Number of accumulation units outstanding at end of period	801,914	789,109				
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.36	\$6.11	\$10.40			
Value at end of period	\$10.24	\$8.36	\$6.11			
Number of accumulation units outstanding at end of period	971,877	727,369	303,340			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.60	\$6.94	\$10.16			
Value at end of period	\$10.63	\$8.60	\$6.94			
Number of accumulation units outstanding at end of period	1,007,545	845,599	553,373			
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2001)						
Value at beginning of period	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15	\$6.70
Value at end of period	\$9.02	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15
Number of accumulation units outstanding at end of period	196,291	224,324	248,212	290,570	280,862	160,035
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.88	\$7.12	\$10.13			
Value at end of period	\$10.80	\$8.88	\$7.12			
Number of accumulation units outstanding at end of period	730,562	637,166	317,965			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$40.93	\$31.33	\$44.08	\$43.07	\$38.31	\$36.26
Value at end of period	\$45.76	\$40.93	\$31.33	\$44.08	\$43.07	\$38.31
Number of accumulation units outstanding at end of period	3,316,794	3,340,970	3,106,564	2,314,023	1,755,993	1,075,768

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>						
Value at beginning of period	\$24.27	\$19.81	\$31.41	\$31.09	\$26.62	\$26.13
Value at end of period	\$27.36	\$24.27	\$19.81	\$31.41	\$31.09	\$26.62
Number of accumulation units outstanding at end of period	928,683	923,809	849,406	630,545	528,960	407,663
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.01	\$5.73	\$10.14	\$10.10		
Value at end of period	\$9.16	\$8.01	\$5.73	\$10.14		
Number of accumulation units outstanding at end of period	1,067,560	987,671	535,486	154,046		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$9.47	\$7.33	\$12.59	\$11.14	\$10.35	
Value at end of period	\$10.09	\$9.47	\$7.33	\$12.59	\$11.14	
Number of accumulation units outstanding at end of period	1,794,450	1,737,933	1,636,457	472,387	104,438	
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>						
Value at beginning of period	\$18.79	\$14.48	\$24.49	\$24.39	\$20.40	\$18.93
Value at end of period	\$19.85	\$18.79	\$14.48	\$24.49	\$24.39	\$20.40
Number of accumulation units outstanding at end of period	505,792	516,157	472,477	453,360	327,550	131,684
<b>ING THORNBURG VALUE PORTFOLIO</b>						
(Funds were first received in this option during September 2006)						
Value at beginning of period	\$9.96	\$7.03	\$11.94	\$11.38	\$10.30	
Value at end of period	\$10.85	\$9.96	\$7.03	\$11.94	\$11.38	
Number of accumulation units outstanding at end of period	24,268	25,008	26,002	42,423	23,150	
<b>ING U.S. BOND INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.51	\$10.16	\$10.03			
Value at end of period	\$10.92	\$10.51	\$10.16			
Number of accumulation units outstanding at end of period	1,352,838	1,454,753	808,243			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90	\$11.13
Value at end of period	\$11.10	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90
Number of accumulation units outstanding at end of period	41,423	38,476	47,480	51,427	57,249	25,931
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21	\$12.03
Value at end of period	\$11.78	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21
Number of accumulation units outstanding at end of period	1,414,600	1,474,475	1,390,974	1,430,257	1,382,804	1,051,435
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82	\$10.15
Value at end of period	\$11.93	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82
Number of accumulation units outstanding at end of period	1,103,836	1,088,308	939,388	492,315	369,075	245,919
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>						
Value at beginning of period	\$24.14	\$19.86	\$29.89	\$29.72	\$26.13	\$24.21
Value at end of period	\$26.63	\$24.14	\$19.86	\$29.89	\$29.72	\$26.13
Number of accumulation units outstanding at end of period	539,995	572,851	500,728	433,803	353,888	188,468
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68	\$9.87
Value at end of period	\$10.97	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68
Number of accumulation units outstanding at end of period	1,012,203	1,054,921	920,325	670,335	474,327	345,203

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX</b>						
<b>PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$7.70	\$6.05	\$9.95			
Value at end of period	\$8.00	\$7.70	\$6.05			
Number of accumulation units outstanding at end of period	2,253,901	2,629,207	2,551,491			
<b>INVESTCO V.I. LEISURE FUND</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43	\$11.79
Value at end of period	\$11.80	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43
Number of accumulation units outstanding at end of period	68,498	74,324	83,041	99,598	106,010	110,857
<b>PROFUND VP BULL</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74	\$8.68
Value at end of period	\$8.14	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74
Number of accumulation units outstanding at end of period	24,279	28,304	30,665	31,592	56,029	45,665
<b>PROFUND VP EUROPE 30</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69	\$9.14
Value at end of period	\$8.99	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69
Number of accumulation units outstanding at end of period	42,989	44,665	76,510	85,574	102,368	97,624
<b>PROFUND VP RISING RATES OPPORTUNITY</b>						
(Fund first available during October 2003)						
Value at beginning of period	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38	\$8.17
Value at end of period	\$4.81	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38
Number of accumulation units outstanding at end of period	97,550	99,495	112,208	154,005	231,298	137,057

## APPENDIX B

### The Investment Portfolios

During the accumulation phase, you may allocate your premium payments and contract value to any of the investment portfolios available under this Contract. They are listed in this appendix, plus any Fixed Interest Allocation that is available. You bear the entire investment risk for amounts you allocate to any investment portfolio, and you may lose your principal.

The investment results of the mutual funds (funds) are likely to differ significantly and there is no assurance that any of the funds will achieve their respective investment objectives. You should consider the investment objectives, risks and charges and expenses of the funds carefully before investing. Please refer to the funds prospectuses for this and additional information.

Shares of the funds will rise and fall in value and you could lose money by investing in the funds. Shares of the funds are not bank deposits and are not guaranteed, endorsed or insured by any financial institution, the Federal Deposit Insurance Corporation or any other government agency. Except as noted, all funds are diversified, as defined under the Investment Company Act of 1940. Fund prospectuses may be obtained free of charge, from our Customer Service Center at the address and telephone number listed in the prospectus, by accessing the SEC's web site or by contacting the SEC Public Reference Room. If you received a summary prospectus for any of the funds available through your contract, you may also obtain a full prospectus and other fund information free of charge by either accessing the internet address, calling the telephone number or sending an email request to the contact information shown on the front of the fund's summary prospectus.

Certain funds offered under the contracts have investment objectives and policies similar to other funds managed by the fund's investment adviser. The investment results of a fund may be higher or lower than those of other funds managed by the same adviser. There is no assurance and no representation is made that the investment results of any fund will be comparable to those of another fund managed by the same investment adviser.

Certain funds are designated as "Master-Feeder" or "Retirement Funds." Funds offered in a Master-Feeder structure (such as the American Funds) or fund of funds structure (such as the Retirement Funds) may have higher fees and expenses than a fund that invests directly in debt and equity securities.

Consult with your investment professional to determine if the investment portfolios may be suited to your financial needs, investment time horizon and risk tolerance. You should periodically review these factors to determine if you need to change your investment strategy.

The following table highlights name changes.

<b>List of Fund Name Changes</b>	
<b><i>Former Fund Name</i></b>	<b><i>Current Fund Name</i></b>
ING Wells Fargo Health Care Portfolio	ING BlackRock Health Sciences Opportunities Portfolio
ING Van Kampen Comstock Portfolio	ING Invesco Van Kampen Comstock Portfolio
ING Van Kampen Equity and Income Portfolio	ING Invesco Van Kampen Equity and Income Portfolio
ING Van Kampen Growth and Income Portfolio	ING Invesco Van Kampen Growth and Income Portfolio

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<p><b>BlackRock Global Allocation V.I. Fund</b></p> <p><b>Investment Adviser:</b> BlackRock Advisors, LLC  <b>Investment Subadviser:</b> BlackRock Investment Management, LLC; BlackRock International Limited</p>	<p>Seeks to provide high total return through a fully managed investment policy utilizing U.S. and foreign equity, debt and money market instruments, the combination of which will be varied from time to time both with respect to types of securities and markets in response to changing market and economic trends.</p>
<p><b>ING American Funds Asset Allocation Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks high total return (including income and capital gains) consistent with preservation of capital over the long term.</p>
<p><b>ING American Funds Bond Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide as high a level of current income as is consistent with the preservation of capital.</p>
<p><b>ING American Funds Global Growth and Income Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide you with long-term growth of capital while providing current income.</p>
<p><b>ING American Funds Growth Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide you with growth of capital.</p>
<p><b>ING American Funds International Growth and Income Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks long-term growth of capital while providing current income.</p>
<p><b>ING American Funds International Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide you with long-term growth of capital.</p>
<p><b>ING American Funds World Allocation Portfolio</b></p> <p><b>Investment Adviser:</b> Directed Services LLC  <b>Asset Allocation Committee</b></p>	<p>Seeks long-term growth of capital.</p>



<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Artio Foreign Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Artio Global Management LLC	Seeks long-term growth of capital.
<b>ING Baron Small Cap Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BAMCO, Inc.	Seeks capital appreciation.
<b>ING BlackRock Health Sciences Opportunities Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BlackRock Advisors, LLC	Seeks long-term capital growth.
<b>ING BlackRock Inflation Protected Bond Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BlackRock Financial Management Inc.	A <i>non-diversified</i> Portfolio that seeks to maximize real return, consistent with preservation of real capital and prudent investment management.
<b>ING BlackRock Large Cap Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BlackRock Investment Management, LLC	Seeks long-term growth of capital.
<b>ING BlackRock Science and Technology Opportunities Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> BlackRock Advisors, LLC	Seeks long-term capital appreciation.
<b>ING Davis New York Venture Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Davis Selected Advisers, L.P.	Seeks long-term growth of capital.
<b>ING DFA World Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Dimensional Fund Advisors LP	Seeks long-term capital appreciation.
<b>ING EURO STOXX 50<sup>®</sup> Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the EURO STOXX 50 <sup>®</sup> Index.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio*</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Fidelity Management & Research Company	Seeks long-term growth of capital.
* FMR <sup>SM</sup> is a service mark of Fidelity Management & Research Company	
<b>ING Franklin Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Franklin Advisers, Inc.	Seeks to maximize income while maintaining prospects for capital appreciation.
<b>ING Franklin Mutual Shares Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Franklin Mutual Advisers, LLC	Seeks capital appreciation and secondarily, income.
<b>ING Franklin Templeton Founding Strategy Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC	Seeks capital appreciation and secondarily, income.
<b>ING FTSE 100 Index<sup>®</sup> Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the FTSE 100 Index <sup>®</sup> .
<b>ING Global Resources Portfolio</b>  <b>Investment Adviser:</b> Directed Services, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks long-term capital appreciation.
<b>ING Growth and Income Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks to maximize total return through investments in a diversified portfolio of common stocks and securities convertible into common stocks. It is anticipated that capital appreciation and investment income will both be major factors in achieving total return.
<b>ING Hang Seng Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Hang Seng Index.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Intermediate Bond Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks to maximize total return consistent with reasonable risk. The Portfolio seeks its objective through investments in a diversified portfolio consisting primarily of debt securities. It is anticipated that capital appreciation and investment income will both be major factors in achieving total return.
<b>ING International Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of a widely accepted International Index.
<b>ING Invesco Van Kampen Comstock Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks capital growth and income.
<b>ING Invesco Van Kampen Equity and Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks total return, consisting of long-term capital appreciation and current income.
<b>ING Invesco Van Kampen Growth and Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks long-term growth of capital and income.
<b>ING Japan TOPIX Index<sup>®</sup> Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	<i>A non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Tokyo Stock Price Index <sup>®</sup> .
<b>ING JPMorgan Emerging Markets Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> J.P. Morgan Investment Management Inc.	Seeks capital appreciation.
<b>ING JPMorgan Mid Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> J.P. Morgan Investment Management Inc.	Seeks growth from capital appreciation.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING JPMorgan Small Cap Core Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> J.P. Morgan Investment Management Inc.	Seeks capital growth over the long term.
<b>ING Large Cap Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks long-term capital growth.
<b>ING Large Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks growth of capital and current income.
<b>ING Liquid Assets Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks a high level of current income consistent with the preservation of capital and liquidity.
<b>ING Marsico Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Marsico Capital Management, LLC	Seeks capital appreciation.
<b>ING MFS Total Return Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Massachusetts Financial Services Company	Seeks above-average income (compared to a portfolio entirely invested in equity securities) consistent with the prudent employment of capital. Secondarily seeks reasonable opportunity for growth of capital and income.
<b>ING MFS Utilities Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Massachusetts Financial Services Company	Seeks total return.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING MidCap Opportunities Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks long-term capital appreciation.
<b>ING Morgan Stanley Global Franchise Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Morgan Stanley Investment Management Inc.	<i>A non-diversified</i> Portfolio that seeks long-term capital appreciation.
<b>ING Oppenheimer Active Allocation Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> OppenheimerFunds, Inc.	Seeks long-term growth of capital with a secondary objective of current income.
<b>ING Oppenheimer Global Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> OppenheimerFunds, Inc.	Seeks capital appreciation.
<b>ING PIMCO High Yield Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pacific Investment Management Company LLC	Seeks maximum total return, consistent with preservation of capital and prudent investment management.
<b>ING PIMCO Total Return Bond Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pacific Investment Management Company LLC	Seeks maximum total return, consistent with preservation of capital and prudent investment management.
<b>ING Pioneer Fund Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pioneer Investment Management, Inc.	Seeks reasonable income and capital growth.
<b>ING Pioneer Mid Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pioneer Investment Management, Inc.	Seeks capital appreciation.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Retirement Conservative Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a conservative level of risk relative to the other ING Retirement Portfolios.
<b>ING Retirement Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Moderate Growth Portfolio.
<b>ING Retirement Moderate Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Moderate Portfolio but less than that of ING Retirement Growth Portfolio.
<b>ING Retirement Moderate Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Conservative Portfolio but less than that of ING Retirement Moderate Growth Portfolio.
<b>ING Russell™ Large Cap Growth Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Growth Index.
<b>ING Russell™ Large Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Index.
<b>ING Russell™ Large Cap Value Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Value Index.
<b>ING Russell™ Mid Cap Growth Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Midcap® Growth Index.
<b>ING Russell™ Mid Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell Midcap® Index.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Russell™ Small Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell 2000® Index.
<b>ING Small Company Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks growth of capital primarily through investment in a diversified portfolio of common stocks of companies with smaller market capitalizations.
<b>ING Templeton Foreign Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Templeton Investment Counsel, LLC	Seeks long-term capital growth.
<b>ING Templeton Global Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Templeton Global Advisors Limited	Seeks capital appreciation. Current income is only an incidental consideration.
<b>ING T. Rowe Price Capital Appreciation Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks, over the long-term, a high total investment return, consistent with the preservation of capital and prudent investment risk.
<b>ING T. Rowe Price Equity Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks substantial dividend income as well as long-term growth of capital.
<b>ING T. Rowe Price Growth Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks long-term capital growth, and secondarily, increasing dividend income.
<b>ING T. Rowe Price International Stock Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks long-term growth of capital.
<b>ING U.S. Bond Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> Neuberger Berman Fixed Income LLC	Seeks investment results (before fees and expenses) that correspond to the total return of the Barclays Capital U.S. Aggregate Bond Index.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<p><b>ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio*</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC</p> <p><b>Investment Subadviser:</b> ING Investment Management Co.</p> <p>* WisdomTree<sup>SM</sup> is a servicemark of WisdomTree Investments</p>	<p>Seeks investment returns that closely correspond to the price and yield performance, (before fees and expenses) of the WisdomTree<sup>SM</sup> Global High-Yielding Equity Index.</p>

“Standard & Poor’s<sup>®</sup>”, “S&P<sup>®</sup>”, “S&P 500<sup>®</sup>”, “Standard & Poor’s 500”, and “500” are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by ING USA Annuity and Life Insurance Company. The product is not sponsored, endorsed, sold or promoted by Standard & Poor’s and Standard & Poor’s makes no representation regarding the advisability of investing in the product.

The Hang Seng Index (the “Index”) is published and compiled by Hang Seng Indexes Company Limited pursuant to a license from Hang Seng Data Services Limited. The mark and name of the Hang Seng Index are proprietary to Hang Seng Data Services Limited. Hang Seng Indexes Company Limited and Hang Seng Data Services Limited have agreed to the use of, and reference to, the Index by ING Investments, LLC and ING Investment Management Co. in connection with ING Hang Seng Index Portfolio (the “Product”), BUT NEITHER HANG SENG INDEXES COMPANY LIMITED NOR HANG SENG DATA SERVICES LIMITED WARRANTS OR REPRESENTS OR GUARANTEES TO ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON: (i) THE ACCURACY OR COMPLETENESS OF ANY OF THE INDEX AND ITS COMPUTATION OR ANY INFORMATION RELATED THERETO; OR (ii) THE FITNESS OR SUITABILITY FOR ANY PURPOSE OF ANY OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT; OR (iii) THE RESULTS WHICH MAY BE OBTAINED BY ANY PERSON FROM THE USE OF ANY OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT FOR ANY PURPOSE, AND NO WARRANTY OR REPRESENTATION OR GUARANTEE OF ANY KIND WHATSOEVER RELATING TO THE INDEX IS GIVEN OR MAY BE IMPLIED.

TO THE EXTENT PERMITTED BY APPLICABLE LAW, NO RESPONSIBILITY OR LIABILITY IS ACCEPTED BY HANG SENG INDEXES COMPANY LIMITED OR HANG SENG DATA SERVICES LIMITED: (i) IN RESPECT OF THE USE OF AND/OR REFERENCE TO THE INDEX BY ING INVESTMENTS, LLC AND ING INVESTMENT MANAGEMENT CO. IN CONNECTION WITH THE PRODUCT; OR (ii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES OR ERRORS OF HANG SENG INDEXES COMPANY LIMITED IN THE COMPUTATION OF THE INDEX; OR (iii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES, ERRORS OR INCOMPLETENESS OF ANY INFORMATION USED IN CONNECTION WITH THE COMPUTATION OF THE INDEX WHICH IS SUPPLIED BY ANY OTHER PERSON; OR (iv) FOR ANY ECONOMIC OR OTHER LOSS WHICH MAY BE DIRECTLY OR INDIRECTLY SUSTAINED BY ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON DEALING WITH THE PRODUCT AS A RESULT OF ANY OF THE AFORESAID, AND NO CLAIMS, ACTIONS OR LEGAL PROCEEDINGS MAY BE BROUGHT AGAINST HANG SENG INDEXES COMPANY LIMITED AND/OR HANG SENG DATA SERVICES LIMITED in connection with the Product in any manner whatsoever by any broker, holder or other person dealing with the Product. Any broker, holder or other person dealing with the Product does so therefore in full knowledge of this disclaimer and can place no reliance whatsoever on Hang Seng Indexes Company Limited and Hang Seng Data Services Limited. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any broker, holder or other person and Hang Seng Indexes Company Limited and/or Hang Seng Data Services Limited and must not be construed to have created such relationship.



## **Fixed Account II**

Fixed Account II (“Fixed Account”) is an optional fixed interest allocation offered during the accumulation phase of your variable annuity contract between you and ING USA Annuity and Life Insurance Company (“ING USA,” the “Company,” “we” or “our”). The Fixed Account, which is a segregated asset account of ING USA, provides a means for you to invest on a tax-deferred basis and earn a guaranteed interest for guaranteed interest periods (Fixed Interest Allocation(s)). We will credit your Fixed Interest Allocation(s) with a fixed rate of interest. We currently offer Fixed Interest Allocations with guaranteed interest periods that may vary by maturity, state of issue and rate. In addition, we may offer DCA Fixed Interest Allocations, which are 6-month and 1-year Fixed Interest Allocations available exclusively in connection with our dollar cost averaging program. We may offer additional guaranteed interest periods in some or all states, may not offer all guaranteed interest periods on all contracts or in all states and the rates for a given guaranteed interest period may vary among contracts. We set the interest rates periodically. We may credit a different interest rate for each interest period. The interest you earn in the Fixed Account as well as your principal is guaranteed by ING USA, as long as you do not take your money out before the maturity date for the applicable interest period. If you take your money out from a Fixed Interest Allocation more than 30 days before the applicable maturity date, we will apply a market value adjustment (“Market Value Adjustment”). A Market Value Adjustment could increase or decrease your contract value and/or the amount you take out. A surrender charge may also apply to withdrawals from your contract. You bear the risk that you may receive less than your principal because of the Market Value Adjustment.

For contracts sold in some states, not all Fixed Interest Allocations are available. You have a right to return a contract for a refund as described in the prospectus.

### **The Fixed Account**

You may allocate premium payments and transfer your Contract value to the guaranteed interest periods of the Fixed Account during the accumulation period as described in the prospectus. Every time you allocate money to the Fixed Account, we set up a Fixed Interest Allocation for the guaranteed interest period you select. We will credit your Fixed Interest Allocation with a guaranteed interest rate for the interest period you select, so long as you do not withdraw money from that Fixed Interest Allocation before the end of the guaranteed interest period. Each guaranteed interest period ends on its maturity date which is the last day of the month in which the interest period is scheduled to expire.

Your Contract value in the Fixed Account is the sum of your Fixed Interest Allocations and the interest credited as adjusted for any withdrawals, transfers or other charges we may impose, including any Market Value Adjustment. Your Fixed Interest Allocation will be credited with the guaranteed interest rate in effect for the guaranteed interest period you selected when we receive and accept your premium or reallocation of Contract value. We will credit interest daily at a rate that yields the quoted guaranteed interest rate.

If you surrender, withdraw, transfer or annuitize your investment in a Fixed Interest Allocation more than 30 days before the end of the guaranteed interest period, we will apply a Market Value Adjustment to the transaction. A Market Value Adjustment could increase or decrease the amount you surrender, withdraw, transfer or annuitize, depending on current interest rates at the time of the transaction. You bear the risk that you may receive less than your principal because of the Market Value Adjustment.

### **Guaranteed Interest Rates**

Each Fixed Interest Allocation will have an interest rate that is guaranteed as long as you do not take your money out until its maturity date. We do not have a specific formula for establishing the guaranteed interest rates for the different guaranteed interest periods. We determine guaranteed interest rates at our sole discretion. We cannot predict the level of future interest rates. For more information see the prospectus for the Fixed Account.

**Transfers from a Fixed Interest Allocation**

You may transfer your Contract value in a Fixed Interest Allocation to one or more new Fixed Interest Allocations with new guaranteed interest periods, or to any of the subaccounts of ING USA's Separate Account B as described in the prospectus on the maturity date of a guaranteed interest period. The minimum amount that you can transfer to or from any Fixed Interest Allocation is \$100. Transfers from a Fixed Interest Allocation may be subject to a Market Value Adjustment. If you have a special Fixed Interest Allocation that was offered exclusively with our dollar cost averaging program, canceling dollar cost averaging will cause a transfer of the entire Contract value in such Fixed Interest Allocation to the ING Liquid Assets Portfolio, and such a transfer will be subject to a Market Value Adjustment.

Please be aware that the benefit we pay under certain optional benefit riders will be adjusted by any transfers you make to and from the Fixed Interest Allocations during specified periods while the rider is in effect.

**Withdrawals from a Fixed Interest Allocation**

During the accumulation phase, you may withdraw a portion of your Contract value in any Fixed Interest Allocation. You may make systematic withdrawals of only the interest earned during the prior month, quarter or year, depending on the frequency chosen, from a Fixed Interest Allocation under our systematic withdrawal option. A withdrawal from a Fixed Interest Allocation may be subject to a Market Value Adjustment and a contract surrender charge. Be aware that withdrawals may have federal income tax consequences, including a 10% penalty tax, as well as state income tax consequences.

Please be aware that the benefit we pay under any of the optional benefit riders will be reduced by any withdrawals you made from the Fixed Interest Allocations during the period while the rider is in effect.

**Market Value Adjustment**

A Market Value Adjustment may decrease, increase or have no effect on your Contract value. We will apply a Market Value Adjustment (i) whenever you withdraw or transfer money from a Fixed Interest Allocation (unless made within 30 days before the maturity date of the applicable guaranteed interest period, or under the systematic withdrawal or dollar cost averaging program) and (ii) if on the annuity start date a guaranteed interest period for any Fixed Interest Allocation does not end on or within 30 days of the annuity start date.

A Market Value Adjustment may be positive, negative or result in no change. In general, if interest rates are rising, you bear the risk that any Market Value Adjustment will likely be negative and reduce your Contract value. On the other hand, if interest rates are falling, it is more likely that you will receive a positive Market Value Adjustment that increases your Contract value. In the event of a full surrender, transfer or annuitization from a Fixed Interest Allocation, we will add or subtract any Market Value Adjustment from the amount surrendered, transferred or annuitized. In the event of a partial withdrawal, transfer or annuitization, we will add or subtract any Market Value Adjustment from the total amount withdrawn, transferred or annuitized in order to provide the amount requested. If a negative Market Value Adjustment exceeds your Contract value in the Fixed Interest Allocation, we will consider your request to be a full surrender, transfer or annuitization of the Fixed Interest Allocation.

**Contract Value in the Fixed Interest Allocations**

On the contract date, the Contract value in any Fixed Interest Allocation in which you are invested is equal to the portion of the initial premium paid and designated for allocation to the Fixed Interest Allocation. On each business day after the contract date, we calculate the amount of Contract value in each Fixed Interest Allocation as follows:

- (1) We take the Contract value in the Fixed Interest Allocation at the end of the preceding business day.
- (2) We credit a daily rate of interest on (1) at the guaranteed rate since the preceding business day.
- (3) We add (1) and (2).

- (4) We subtract from (3) any transfers from that Fixed Interest Allocation.
- (5) We subtract from (4) any withdrawals, and then subtract any contract fees (including any rider charges) and premium taxes.

Additional premium payments and transfers allocated to the Fixed Account will be placed in a new Fixed Interest Allocation. The Contract value on the date of allocation will be the amount allocated. Several examples which illustrate how the Market Value Adjustment works are included in the prospectus for Fixed Account II.

#### **Cash Surrender Value**

The cash surrender value is the amount you receive when you surrender the Contract. The cash surrender value of amounts allocated to the Fixed Account will fluctuate daily based on the interest credited to Fixed Interest Allocations, any Market Value Adjustment, and any surrender charge. We do not guarantee any minimum cash surrender value. On any date during the accumulation phase, we calculate the cash surrender value as follows: we start with your Contract value, then we adjust for any Market Value Adjustment, and then we deduct any surrender charge, any charge for premium taxes, the annual contract administrative fee (unless waived), and any optional benefit rider charge, and any other charges incurred but not yet deducted.

#### **Dollar Cost Averaging from Fixed Interest Allocations**

You may elect to participate in our dollar cost averaging program from a Fixed Account Interest Allocation with a guaranteed interest period of 1 year or less. The Fixed Interest Allocations serve as the source accounts from which we will, on a monthly basis, automatically transfer a set dollar amount of money to other Fixed Interest Allocations or contract investment portfolio subaccounts selected by you.

The dollar cost averaging program is designed to lessen the impact of market fluctuation on your investment. Since we transfer the same dollar amount to subaccounts each month, more units of a subaccount are purchased if the value of its unit is low and fewer units are purchased if the value of its unit is high. Therefore, a lower than average value per unit may be achieved over the long term. However, we cannot guarantee this. When you elect the dollar cost averaging program, you are continuously investing in securities regardless of fluctuating price levels. You should consider your tolerance for investing through periods of fluctuating price levels.

You elect the dollar amount you want transferred under this program. Each monthly transfer must be at least \$100. You may change the transfer amount once each contract year.

Transfers from a Fixed Interest Allocation under the dollar cost averaging program are not subject to a Market Value Adjustment.

We may in the future offer additional subaccounts or withdraw any subaccount or Fixed Interest Allocation to or from the dollar cost averaging program or otherwise modify, suspend or terminate this program. Of course, such change will not affect any dollar cost averaging programs in operation at the time.

#### **Suspension of Payments**

We have the right to delay payment of amounts from a Fixed Interest Allocation for up to 6 months.

#### **More Information**

See the prospectus for Fixed Account II.

**Fixed Interest Division**

A Fixed Interest Division option is available through the group and individual deferred variable annuity contracts offered by ING USA Annuity and Life Insurance Company. The Fixed Interest Division is part of the ING USA General Account. Interests in the Fixed Interest Division have not been registered under the Securities Act of 1933, and neither the Fixed Interest Division nor the General Account are registered under the Investment Company Act of 1940.

Interests in the Fixed Interest Division are offered in certain states through an Offering Brochure, dated April 29, 2011. The Fixed Interest Division is different from the Fixed Account which is described in the prospectus but which is not available in your state. If you are unsure whether the Fixed Account is available in your state, please contact our Customer Service Center at (800) 366-0066. When reading through the Prospectus, the Fixed Interest Division should be counted among the various investment options available for the allocation of your premiums, in lieu of the Fixed Account. The Fixed Interest Division may not be available in some states. Some restrictions may apply.

You will find more complete information relating to the Fixed Interest Division in the Offering Brochure. Please read the Offering Brochure carefully before you invest in the Fixed Interest Division.

**Surrender Charge for Excess Withdrawals Example**

The following assumes you made an initial premium payment of \$10,000 and additional premium payments of \$10,000 in each of the second and third contract years, for total premium payments under the Contract of \$30,000. It also assumes a withdrawal at the end of the third contract year of 30% of the contract value of \$35,000.

In this example, \$8,000 (10% of the total premium payments of \$30,000, which is \$3,000, plus cumulative earnings, which is \$35,000 less \$30,000, which equals \$5,000) is the maximum free withdrawal amount that you may withdraw without a surrender charge. The total amount withdrawn from the contract would be \$10,500 ( $\$35,000 \times .30$ ). Therefore, \$2,500 ( $\$10,500 - \$8,000$ ) is considered an excess withdrawal of a part of the initial premium payment of \$10,000 and would be subject to a 6% surrender charge of \$160 ( $\$2,500 \times (1/(1-.06)-1)$ ). The amount of the withdrawal paid to you will be \$10,500, and in addition, \$160 will be deducted from your contract value.

This example does not take into account any Market Value Adjustment or deduction of any premium taxes.

**APPENDIX F**

**Special Funds and Excluded Funds Examples**

**Example #1:** The following examples are intended to demonstrate the impact on your 7% Solution Death Benefit Element (“7% MGDB”) of allocating your Contract Value to Special Funds.

<b>7% MGDB if 50% invested in Special Funds</b>			
End of Yr	Covered	Special	Total
0	500	500	1,000
1	535	500	1,035
2	572	500	1,072
3	613	500	1,113
4	655	500	1,155
5	701	500	1,201
6	750	500	1,250
7	803	500	1,303
8	859	500	1,359
9	919	500	1,419
10	984	500	1,484

<b>7% MGDB if 0% invested in Special Funds</b>			
End of Yr	Covered	Special	Total
0	1,000	—	1,000
1	1,070	—	1,070
2	1,145	—	1,145
3	1,225	—	1,225
4	1,311	—	1,311
5	1,403	—	1,403
6	1,501	—	1,501
7	1,606	—	1,606
8	1,718	—	1,718
9	1,838	—	1,838
10	1,967	—	1,967

<b>7% MGDB if 100% invested in Special Funds</b>			
End of Yr	Covered	Special	Total
0	0	1,000	1,000
1	0	1,000	1,000
2	0	1,000	1,000
3	0	1,000	1,000
4	0	1,000	1,000
5	0	1,000	1,000
6	0	1,000	1,000
7	0	1,000	1,000
8	0	1,000	1,000
9	0	1,000	1,000
10	0	1,000	1,000

<b>7% MGDB if transferred to Special Funds at the beginning of year 6</b>			
End of Yr	Covered	Special	Total
0	1,000	—	1,000
1	1,070	—	1,070
2	1,145	—	1,145
3	1,225	—	1,225
4	1,311	—	1,311
5	1,403	—	1,403
6	—	1,403	1,403
7	—	1,403	1,403
8	—	1,403	1,403
9	—	1,403	1,403
10	—	1,403	1,403

<b>7% MGDB if transferred to Covered Funds at the beginning of year 6</b>			
End of Yr	Covered	Special	Total
0	—	1,000	1,000
1	—	1,000	1,000
2	—	1,000	1,000
3	—	1,000	1,000
4	—	1,000	1,000
5	—	1,000	1,000
6	1,070	—	1,070
7	1,145	—	1,145
8	1,225	—	1,225
9	1,311	—	1,311
10	1,403	—	1,403

**Example #2:** The following examples are intended to demonstrate the impact on your 7% Solution Death Benefit Element (“7% MGDB”) of allocating your Contract Value to Excluded Funds.

7% MGDB if 50% invested in Excluded Funds							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
0	500	500	500	500	1,000	1,000	1,000
1	535	510	535	510	1,045	1,020	1,045
2	572	490	572	490	1,062	980	1,062
3	613	520	613	520	1,133	1,040	1,133
4	655	550	655	550	1,205	1,100	1,205
5	701	450	701	450	1,151	900	1,151
6	750	525	750	525	1,275	1,050	1,275
7	803	600	803	600	1,403	1,200	1,403
8	859	750	859	750	1,609	1,500	1,609
9	919	500	919	500	1,419	1,000	1,419
10	984	300	984	300	1,284	600	1,284

7% MGDB if 0% invested in Excluded Funds			
End of Yr	Covered		Death Benefit
	7% MGDB	AV	
0	1,000	1,000	1,000
1	1,070	1,020	1,070
2	1,145	980	1,145
3	1,225	1,040	1,225
4	1,311	1,100	1,311
5	1,403	900	1,403
6	1,501	1,050	1,501
7	1,606	1,200	1,606
8	1,718	1,500	1,718
9	1,838	1,000	1,838
10	1,967	600	1,967

7% MGDB if 100% invested in Excluded Funds			
End of Yr	Excluded		Death Benefit
	“7% MGDB”	AV	
0	1,000	1,000	1,000
1	1,070	1,020	1,020
2	1,145	980	980
3	1,225	1,040	1,040
4	1,311	1,100	1,100
5	1,403	900	900
6	1,501	1,050	1,050
7	1,606	1,200	1,200
8	1,718	1,500	1,500
9	1,838	1,000	1,000
10	1,967	600	600

Note: AV are hypothetical illustrative values. Not a projection. “7% MGDB” for Excluded funds is notional. Not payable as a benefit. Death Benefit for Excluded Funds equals Accumulation Value (AV).

Transfer from Covered Funds to Excluded Funds at the beginning of year 6							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
—	<b>1,000</b>	1,000	—	—	<b>1,000</b>	1,000	1,000
1	<b>1,070</b>	1,020	—	—	<b>1,070</b>	1,020	1,070
2	<b>1,145</b>	980	—	—	<b>1,145</b>	980	1,145
3	<b>1,225</b>	1,040	—	—	<b>1,225</b>	1,040	1,225
4	<b>1,311</b>	1,100	—	—	<b>1,311</b>	1,100	1,311
5	<b>1,403</b>	900	—	—	<b>1,403</b>	900	1,403
6	—	—	1,501	<b>1,050</b>	<b>1,050</b>	1,050	1,050
7	—	—	1,606	<b>1,200</b>	<b>1,200</b>	1,200	1,200
8	—	—	1,718	<b>1,500</b>	<b>1,500</b>	1,500	1,500
9	—	—	1,838	<b>1,000</b>	<b>1,000</b>	1,000	1,000
10	—	—	1,967	<b>600</b>	<b>600</b>	600	600

Note: 7% MGDB transferred to Excluded Funds equals the 7% MGDB in Covered Funds (or pro-rata portion thereof for partial transfer). Transfers from Special Funds to Excluded Funds work the same as Covered to Excluded (except 7% MGDB in Special Funds does not accumulate).

Transfer from Excluded Funds to Covered Funds at the beginning of year 6							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
—	—	—	1,000	<b>1,000</b>	<b>1,000</b>	1,000	1,000
1	—	—	1,070	<b>1,020</b>	<b>1,020</b>	1,020	1,020
2	—	—	1,145	<b>980</b>	<b>980</b>	980	980
3	—	—	1,225	<b>1,040</b>	<b>1,040</b>	1,040	1,040
4	—	—	1,311	<b>1,100</b>	<b>1,100</b>	1,100	1,100
5	—	—	1,403	<b>900</b>	<b>900</b>	900	900
6	<b>963</b>	1,050	—	—	<b>963</b>	1,050	1,050
7	<b>1,030</b>	1,200	—	—	<b>1,030</b>	1,200	1,200
8	<b>1,103</b>	1,500	—	—	<b>1,103</b>	1,500	1,500
9	<b>1,180</b>	1,000	—	—	<b>1,180</b>	1,000	1,180
10	<b>1,262</b>	600	—	—	<b>1,262</b>	600	1,262

Note: 7% MGDB transferred to Covered Funds is the lesser of 7% MGDB in Excluded Funds (or portion thereof for partial transfer) and AV transferred to Covered Funds. Transfers from Excluded Funds to Special Funds work the same as Excluded to Covered (except 7% MGDB in Special Funds does not accumulate).



**APPENDIX G**

**Examples of Minimum Guaranteed Income Benefit Calculation**

<b>Example 1</b>					
<u>Age</u>		Contract without <u>MGIB Rider</u>	Contract with <u>MGIB Rider after</u> <u>May 1, 2009</u>	Contract with <u>MGIB Rider</u> between January 12, 2009 and <u>May</u> <u>1, 2009</u>	Contract with <u>MGIB Rider before</u> <u>January 12, 2009</u>
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	0.00%	0.00%	0.00%	0.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$100,000	\$89,746	\$89,188	\$89,188
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$469.00	\$420.91	\$418.29	\$418.29
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$100,000	\$100,000	\$100,000
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$746.78	\$820.30	\$871.45
	Income	\$469.00	\$746.78	\$820.30	\$871.45
<b>Example 2</b>					
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	3.00%	3.00%	3.00%	3.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$134,392	\$122,674	\$122,065	\$122,065
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$630.30	\$575.34	\$572.48	\$572.48
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$122,674	\$122,065	\$122,065
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$746.78	\$820.30	\$871.45
	Income	\$630.30	\$746.78	\$820.30	\$871.45
<b>Example 3</b>					
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	8.00%	8.00%	8.00%	8.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$215,892	\$200,815	\$200,449	\$ 200,448
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$1,012.54	\$941.82	\$940.11	\$940.10
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$200,815	\$200,449	\$200,448
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$837.40	\$835.87	\$887.98
	Income	\$1,012.54	\$941.82	\$940.11	\$940.10

Example 4					
Age		Contract without MGIB Rider	Contract with MGIB Rider after May 1, 2009	Contract with MGIB Rider between January 12, 2009 and May 1, 2009	Contract with MGIB Rider before January 12, 2009
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	9.78%	9.78%	9.78%	9.78%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$254,233	\$236,719	\$236,665	\$236,238
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$1,192.35	\$1,110.21	\$1,109.96	\$1,107.96
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$236,719	\$236,665	\$236,238
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$987.12	\$986.89	\$1,046.53
	Income	\$1,192.35	\$1,110.21	\$1,109.96	\$1,107.96

The Accumulation Rates shown under “Contract” are hypothetical and intended to illustrate various market conditions. These rates are assumed to be net of all fees and charges except the rider charge. Fees and charges are not assessed against the MGIB Rollup Rate.

## ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples

*The following example shows the adjustment to the Maximum Annual Withdrawal amount for a withdrawal before the Lifetime Withdrawal Phase has begun.*

### **Illustration 1: Adjustment to the ING LifePay Plus Base for a withdrawal taken prior to the Lifetime Withdrawal Phase.**

Assume the Annuitant is age 55 and the first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. Because the ING LifePay Plus Rider is not yet eligible to enter the Lifetime Withdrawal Phase, there is no Maximum Annual Withdrawal and the entire withdrawal is considered excess.

If the ING LifePay Plus Base and Account Value before the withdrawal are \$100,000 and \$90,000, respectively, then the ING LifePay Plus Base will reduce by 3.33% ( $\$3,000/\$90,000$ ) to \$96,667 ( $(1 - 3.33\%) * \$100,000$ ).

Any additional withdrawals taken prior to the Annuitant reaching age 59½ will also result in an immediate pro-rata reduction to the ING LifePay Plus Base.

*The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:*

### **Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal. However, because only \$4,500 in gross withdrawals was taken during the contract year prior to this withdrawal, \$500 of the \$1,500 gross withdrawal is not considered excess.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Contract Value before this withdrawal is \$50,000, and the Contract Value is \$49,500 after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

**Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceeded the Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Additional Withdrawal Amount at the end of the calendar year before it is withdrawn.**

Assume the most recent contract date was July 1, 2007 and the Maximum Annual Withdrawal is \$5,000. Also assume RMDs, applicable to this contract, are \$6,000 and \$5,000 for 2008 and 2009 calendar years respectively.

Between July 1, 2007 and December 31, 2007, a withdrawal of \$5,000 is taken which exhausts the Maximum Annual Withdrawal.

On January 1, 2008, the Additional Withdrawal Amount is set equal to the excess of the 2008 RMD above the existing Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000). Note that while the Maximum Annual Withdrawal has been exhausted, it is still used to calculate the Additional Withdrawal Amount.

The owner now has until December 31, 2009 to take the newly calculated Additional Withdrawal Amount of \$1,000. The owner decides not to take the Additional Withdrawal Amount of \$1,000 in 2008.

On January 1, 2009, the Additional Withdrawal Amount is set equal to the excess of the 2009 RMD above the existing Maximum Annual Withdrawal, \$0 (\$5,000 - \$5,000). Note that the Additional Withdrawal Amount of \$1,000 from the 2008 calendar year carries over into the 2009 calendar year and is available for withdrawal.

**Illustration 5: A withdrawal exceeds the Maximum Annual Withdrawal amount and the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$3,500 net, with \$0 of surrender charges. Total net withdrawals taken, \$8,000, exceed the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, \$6,000, and there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$8,000 ( $\$3,000 + \$1,500 + \$3,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount ( $\$8,000 - \$6,000 = \$2,000$ ), and the amount of the current gross withdrawal (\$3,500).

If the Contract Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 4.12% ( $\$2,000 / \$50,000 - \$1,500$ ) to \$4,794 ( $(1 - 4.12\%) * \$5,000$ ).

**Illustration 6: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal. However, because only \$4,500 in gross withdrawals was taken during the contract year prior to this withdrawal, \$500 of the \$1,500 gross withdrawal is not considered excess.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

Another withdrawal is taken during that same contract year in the amount of \$400 net, with \$100 of surrender charges. Total gross withdrawals during the contract year are \$6,500 ( $\$3,000 + \$1,500 + \$1,500 + \$500$ ). The adjustment to the MAW is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,500, and the amount of the current gross withdrawal, \$500.

If the Account Value before this withdrawal is \$48,500, then the Maximum Annual Withdrawal is reduced by 1.03% ( $\$500 / \$48,500$ ) to \$4,849 ( $(1 - 1.03\%) * \$4,899$ ).

### **Examples of Fixed Allocation Funds Automatic Rebalancing**

The following examples are designed to assist you in understanding how Fixed Allocation Funds Automatic Rebalancing works. The examples assume that there are no investment earnings or losses.

#### **I. Subsequent Payments**

A. Assume that on Day 1, an owner deposits an initial payment of \$100,000, which is allocated 100% to Accepted Funds. No Fixed Allocation Funds Automatic Rebalancing would occur, because this allocation meets the required investment option allocation.

B. Assume that on Day 2, the owner deposits an additional payment of \$500,000, bringing the total contract value to \$600,000, and allocates this deposit 100% to Other Funds. Because the percentage allocated to the Fixed Allocation Funds (0%) is less than 30% of the total amount allocated to the Fixed Allocation Funds and the Other Funds, we will automatically reallocate \$150,000 from the amount allocated to the Other Funds (30% of the \$500,000 allocated to the Other Funds) to the Fixed Allocation Funds. Your ending allocations will be \$100,000 to Accepted Funds, \$150,000 to the Fixed Allocation Funds, and \$350,000 to Other Funds.

#### **II. Partial Withdrawals**

A. Assume that on Day 1, an owner deposits an initial payment of \$100,000, which is allocated 65% to Accepted Funds (\$65,000), 30% to the Fixed Allocation Funds (\$30,000), and 5% to Other Funds (\$5,000). No Fixed Allocation Funds Automatic Rebalancing would occur, because this allocation meets the required investment option allocation.

B. Assume that on Day 2, the owner requests a partial withdrawal of \$29,000 from the Fixed Allocation Funds. Because the remaining amount allocated to the Fixed Allocation Funds (\$1,000) is less than 30% of the total amount allocated to the Fixed Allocation Funds and the Other Funds, we will automatically reallocate \$800 from the Other Funds to the Fixed Allocation Funds, so that the amount allocated to the Fixed Allocation Funds (\$1,800) is 30% of the total amount allocated to the Fixed Allocation Funds and Other Funds (\$6,000).

**ING LifePay Plus and ING Joint LifePay Plus**

**Important Note:** *The information immediately below pertains to the form of the ING LifePay Plus and ING Joint LifePay Plus riders available for sale on and after April 28, 2008 through May 1, 2009 in states where approved (page J2 for the ING Joint LifePay Plus rider). If this form of the ING LifePay Plus or ING Joint LifePay Plus rider is not yet approved for sale in your state, or if you purchased a prior version, please see page J2 for more information (page J2 for the ING Joint LifePay Plus rider).*

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Eligibility.** The annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80 (owner and annuitant must age qualify). The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the rider effective date. The ING LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING LifePay Plus rider will not be issued until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

Contracts issued on and after November 1, 2004 are eligible for the ING LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have a living benefit rider. Or if your Contract already has the ING LifePay or ING LifePay Plus rider, then you may be eligible to elect this version of the ING LifePay Plus rider for a limited time. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING LifePay Plus rider begins. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.30%	0.85%

This quarterly charge is a percentage of the ING LifePay Plus Base. The current annual charge is 0.75% if this rider was purchased before January 12, 2009. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. Before January 12, 2009, we reserve the right to increase

the charge for the ING LifePay Plus rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract’s free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract. The ING LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The guarantee continues when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the annuitant’s death. The ING LifePay Plus Base is eligible for Annual Ratchets and 6% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009), and subject to adjustment for any Excess Withdrawals. The ING LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING LifePay Plus rider: On the Contract date – equal to the initial premium (excluding any credit on the premium, or premium credit, available with your Contract); or After the Contract date – equal to the Contract value on the effective date of the rider (excluding any premium credits applied during the preceding 36 months).

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums (excluding any applicable premium credits). We refer to the ING LifePay Plus Base as the MGWB Base in the ING LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges, a



negative Market Value Adjustment associated with any Fixed Account Allocations or any premium credit deduction (recapture).

Say for example the current Contract value is \$90,000 on a Contract with the ING LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal is also a withdrawal after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume, which occurs on the next quarterly contract anniversary following spousal continuation. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations or any premium credit deduction (recapture) (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Illustrations 1, 2 and 6 at the end of this appendix for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value (excluding any premium credits applied during the preceding 36 months). We call this recalculation the Annual Ratchet.

If this rider was purchased before January 12, 2009, the ING LifePay Plus Base is recalculated on each quarterly contract anniversary (once each quarter of a contract year from the contract date). We call this recalculation a Quarterly Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for **any** Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentage is below under "Maximum Annual Withdrawal." Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

If this rider was purchased before January 12, 2009, we reserve the right to increase the charge for this rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of the rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. Canceling a forthcoming Quarterly Ratchet to avoid the charge increase will have the same outcome.

**6% Compounding Step-Up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value (excluding any premium credits applied during the preceding 36 months); and the ING LifePay Plus Base on the previous contract anniversary, increased by 6%, plus any premiums received (excluding any applicable

premium credits) and minus any withdrawals for payment of third-party investment advisory fees since the previous contract anniversary. We call this recalculation a 6% Compounding Step-Up.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up.

Please note that there are no partial 6% Compounding Step-Ups. The 6% Compounding Step-Up is **not** pro-rated. So for existing Contracts to which this rider is attached (a post Contract issuance election), the first opportunity for a 6% Compounding Step-Up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up. The 7% Compounding Step-Up is **not** pro-rated.

Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract's next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a Step-up. Rather, the first opportunity for a Step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the annuitant is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Base or the current Contract value (excluding any premium credits applied during the preceding 36 months). The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see "The Annuity Options");
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see "Lifetime Automatic Periodic Benefit Status" below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the Annuitant's age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

If this rider was purchased before January 12, 2009, the Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
5%	59½ to 69
6%	70-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or 6% Compounding Step-Up (Quarterly Ratchet or 7% Compounding Step-Up if this rider was purchased before January 12, 2009.) Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the annuitant grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value (excluding any premium credits applied during the preceding 36 months) is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to the Contract value (excluding any premium credits applied during the preceding 36 months). The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time. Also, if the Contract's annuity commencement date is reached while the ING LifePay Plus rider is in the Lifetime Withdrawal Phase, then you may elect a life only annuity option, in lieu of the Contract's other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal. For more information about the Contract's annuity options, see "The Annuity Options."

**Required Minimum Distributions.** The ING LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Illustration 3 at the end of this appendix for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Illustration 5 at the end of this appendix for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Illustration 4 at the end of this appendix for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets (Quarterly Ratchets if this rider was purchased before January 12, 2009) or upon spousal continuation of the ING LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

If when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the annuitant is age 59½. During this time, the ING LifePay Plus rider's death benefit remains payable upon the annuitant's death. Also, the ING LifePay Plus Base remains eligible for the 6% Compounding Step-Ups (7% Compounding Step-Ups if this rider was purchased before January 12, 2009). Once the ING LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the annuitant's age, multiplied by the ING LifePay Plus Base.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least a specified percentage of such Contract value in the Fixed Allocation Funds, which percentage depends on the rider's purchase date:

Rider Purchase Date	Fixed Allocation Fund Percentage
Currently	30%
Before January 12, 2009	25%
Before October 6, 2008	20%

See "Fixed Allocation Funds Automatic Rebalancing," below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING InvescoVan Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the specified percentage noted above of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the specified percentage of this amount is allocated to the Fixed Allocation Funds. The specified percentage depends on the rider's purchase date. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing." You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I." **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charges pro-rated) on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner. Also, an ING LifePay Plus rider that is in Lifetime Automatic Periodic Benefit Status terminates on the date of the annuitant's death.

**ING LifePay Plus Death Benefit Base.** The ING LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING LifePay Plus rider: On the Contract date – equal to the initial premium (excluding any credit on the premium, or premium credit, available with your Contract); Or after the Contract date – equal to the Contract value on the rider effective date (excluding any premium credits applied during the preceding 36 months).

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums (excluding any applicable premium credits) and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see "ING LifePay Plus Base - Withdrawals and Excess Withdrawals" above for more information.

There is no additional charge for the death benefit associated with the ING LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or 6 % Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009).

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the annuitant's death. Upon the annuitant's death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see "Death Benefit Choices – Continuation After Death – Spouse"), the rider will also continue, provided the spouse becomes the annuitant and sole owner. At the time the Contract is continued, the ING LifePay Plus Base is recalculated to equal the Contract value (excluding any premium credits applied after the deceased owner's death), inclusive of the guaranteed death benefit – UNLESS the continuing spouse is a joint owner and the original annuitant, OR the Lifetime Withdrawal Phase has not yet begun. In this case, the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value (excluding any premium credits applied after the deceased owner's death), inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation. Regardless, the ING LifePay Plus rider's guarantees resume on the next quarterly contract anniversary following spousal continuation. Any withdrawals after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume are Excess Withdrawals. The ING LifePay Plus rider remains eligible for the Annual Ratchet upon recalculation of the ING LifePay Plus Base (Quarterly Ratchets if this rider was purchased before January 12, 2009).

The Maximum Annual Withdrawal is also recalculated at the same time as the ING LifePay Plus Base; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the annuitant is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the new annuitant's age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner's death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value (excluding any premium credits applied during the preceding 36 months) is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to the Contract value (excluding any premium credits applied during the preceding 36 months) before the Maximum Annual Withdrawal is first calculated. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner's death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

Contrary to the ING Joint LifePay Plus rider, spousal continuation of the ING LifePay Plus rider would likely NOT take effect at the same time as the Contract is continued. As noted above, the ING LifePay Plus rider provides for spousal continuation only on a quarterly contract anniversary (subject to the spouse becoming the annuitant and sole owner). So if you are concerned about the availability of benefits being interrupted with spousal continuation of the ING LifePay Plus rider, you might instead want to purchase the ING Joint LifePay Plus rider.

**Change of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charge pro-rated) upon any ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual;
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual; and
- 9) change of owner pursuant to a court order.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**Important Note:** *The below information pertains to the form of the ING Joint LifePay Plus rider available for sale beginning on and after April 28, 2008 through May 1, 2009, in states where approved. If this form of the ING Joint LifePay Plus rider is not yet approved for sale in your state, or if you purchased a prior version, please see page J2.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING Joint LifePay Plus") Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are married and concerned that you and your spouse may outlive your income.

**Eligibility.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase (spouses) and eligible to elect spousal continuation (as defined by the Tax Code) of the Contract when the death benefit becomes payable, subject to the owner, annuitant and beneficiary requirements below. The maximum issue age is 80. Both spouses must meet the issue age requirement. The issue age is the age of each owner on the rider effective date. The ING Joint LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING Joint LifePay Plus rider will not be issued unless the required owner, annuitant and beneficiary designations are met, and until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

Contracts issued on and after November 1, 2004 are eligible for the ING Joint LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have a living benefit rider. Or if your Contract already has the ING Joint LifePay or ING Joint LifePay Plus rider, then you may be eligible to elect this version of the ING Joint LifePay Plus rider for a limited time. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Owner, Annuitant and Beneficiary Designations.** For nonqualified contracts: Joint owners must be spouses, and one of the owners the annuitant; and For a Contract with only one owner, the owner’s spouse must be the sole primary beneficiary. For qualified contracts, there may only be one owner who must also be the annuitant, and then the owner’s spouse must also be the sole primary beneficiary. Non-natural, custodial owners are only allowed with IRAs. Owner and beneficiary designations for custodial IRAs must be the same as for any other qualified contract. The annuitant must be the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and owner’s spouse. We do not maintain individual owner and beneficiary designations for custodial IRAs. In no event are joint annuitants allowed. We reserve the right to verify the date of birth and social security number of both spouses.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING Joint LifePay Plus rider begins. If you purchase the ING Joint LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING Joint LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Active Spouse.** An Active Spouse is the person (people) upon whose life and age the guarantees are calculated under the ING Joint LifePay Plus rider. There must be two Active Spouses when you purchase the ING Joint LifePay Plus rider, who are married to each other and either are joint owners, or for a Contract with only one owner, the spouse must be the sole primary beneficiary. You cannot add an Active Spouse after the rider effective date. In general, changes in ownership of the Contract, the annuitant and/or beneficiary would result in one spouse being deactivated (the spouse is thereafter inactive). An inactive spouse is **not** eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider, including continuing the ING Joint LifePay Plus rider upon spousal continuation of the Contract. Once an Active Spouse is deactivated, the spouse may not become an Active Spouse again. Specific situations that would result in a spouse being deactivated include:

- 1) for nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the Contract), or the change of one joint owner to a person other than an Active Spouse;
- 2) for nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an Active Spouse or any change of beneficiary (including the addition of primary beneficiaries); or
- 3) the spouse’s death.

An owner may also request that a spouse be deactivated. Both owners must agree when there are joint owners. **However, all charges for the ING Joint LifePay Plus rider would continue to apply, even after a spouse is deactivated, regardless of the reason. So please be sure to understand the impact of any beneficiary or owner changes on the ING Joint LifePay Plus rider before requesting any changes.** Also, please note that



a divorce terminates the ability of an ex-spouse to continue the Contract. See “Divorce” below for more information.

**Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	1.05%

This quarterly charge is a percentage of the ING LifePay Plus Base. The current annual charge is 0.95% if this rider was purchased before January 12, 2009. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. Before January 12, 2009, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract’s free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING Joint LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract (and your spouse is an Active Spouse). The ING Joint LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death by an Active Spouse). Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING Joint LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING Joint LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING Joint LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The guarantee continues

when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the last Active Spouse's death. The ING LifePay Plus Base is eligible for Annual Ratchets and 6% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009), and subject to adjustment for any Excess Withdrawals. The ING Joint LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING Joint LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING Joint LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING Joint LifePay Plus rider: On the Contract date – equal to the initial premium; or After the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING Joint LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING Joint LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Illustrations 1, 2 and 6 at the end of this appendix for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING Joint LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

If this rider was purchased before January 12, 2009, the ING LifePay Plus Base is recalculated on each quarterly contract anniversary (once each quarter of a contract year from the contract date). We call this recalculation a Quarterly Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING Joint LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no

longer be eligible for **any** Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

If this rider was purchased before January 12, 2009, we reserve the right to increase the charge for this rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of the rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. Canceling a forthcoming Quarterly Ratchet to avoid the charge increase will have the same outcome.

**6% Compounding Step-Up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by 6%, plus any premiums received and minus any withdrawals for payment of third-party investment advisory fees since the previous contract anniversary. We call this recalculation a 6% Compounding Step-Up.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up.

Please note that there are no partial 6% Compounding Step-Ups. The 6% Compounding Step-Up is **not** pro-rated. So for existing Contracts to which this rider is attached (a post Contract issuance election), the first opportunity for a 6% Compounding Step-Up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call the 7% Compounding Step-Up. The 7% Compounding Step-Up is **not** pro-rated.

Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING Joint LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract’s next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the youngest Active Spouse is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Base or the current Contract value. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see “The Annuity Options”);
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract;
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary is an Active Spouse who elects to continue the Contract;  
or
- 6) the last Active Spouse dies.

The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see “Lifetime Automatic Periodic Benefit Status” below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING Joint LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the younger Active Spouse’s age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

If this rider was purchased before January 12, 2009, the Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-69
6%	70-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or 6% Compounding Step-Up (Quarterly Ratchet or 7% Compounding Step-Up if this rider was purchased before January 12, 2009). Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the younger Active Spouse grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to the Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING Joint LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time. Also, if the Contract’s annuity commencement date is reached while the ING Joint LifePay Plus rider is in the Lifetime Withdrawal Phase, then you may elect a life only annuity option, in lieu of the Contract’s other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal. For more information about the Contract’s annuity options, see “The Annuity Options.”

**Required Minimum Distributions.** The ING Joint LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Illustration 3 at the end of this appendix for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Illustration 5 at the end of this appendix for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is

available through the end of that year, at which time any amount remaining will expire. See Illustration 4 at the end of this appendix for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets (Quarterly Ratchets if this rider was purchased before January 12, 2009) or upon spousal continuation of the ING Joint LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING Joint LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the last Active Spouse at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the last Active Spouse's death.

If when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the youngest Active Spouse is age 59½. During this time, the ING Joint LifePay Plus rider's death benefit remains payable upon the last Active Spouse's death. Also, the ING LifePay Plus Base remains eligible for the 6% Compounding Step-Ups (7% Compounding Step-Ups if this rider was purchased before January 12, 2009). Once the ING Joint LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the youngest Active Spouse's age, multiplied by the ING LifePay Plus Base. If an Active Spouse were to die while Lifetime Automatic Periodic Benefit Status is deferred, then when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, and the annual amount of the periodic payments, would be based on the remaining Active Spouse's age.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least a specified percentage of such Contract value in the Fixed Allocation Funds, which depends on the rider's purchase date:

Rider Purchase Date	Fixed Allocation Fund Percentage
Currently	30%
Before January 12, 2009	25%
Before October 6, 2008	20%

See “Fixed Allocation Funds Automatic Rebalancing,” below. We have these investment option restrictions to lessen the likelihood we would have to make payments under with this rider. We require this allocation regardless of your investment instructions to the Contract. The ING Joint LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

- ING Franklin Templeton Founding Strategy Portfolio
- ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the specified percentage of this amount is allocated to the Fixed Allocation Funds. The specified percentage depends on the rider’s purchase date. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.” You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Divorce.** Generally, in the event of divorce, the spouse who retains ownership of the Contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will not longer have any such rights or be entitled to any such benefits. In the event of a divorce during the Lifetime Withdrawal Phase, the ING Joint LifePay Plus rider would continue until the owner’s death (first owner in the case of joint owners, or annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As a result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal would be considered a withdrawal for purposes of the ING LifePay Plus Base. See “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above. In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change in the amount of your periodic payments. Payments will continue until both spouses are deceased.

**Death of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charges pro-rated) on the earlier of the date of death of the last Active Spouse, or when the surviving spouse decides not to continue the Contract.

**ING LifePay Plus Death Benefit Base.** The ING Joint LifePay Plus rider has a death benefit that is payable upon the first owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING Joint LifePay Plus rider: On the Contract date – equal to the initial premium; Or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING Joint LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or 6% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009).

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the last Active Spouse’s death. Upon the last Active Spouse’s death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, SO LONG AS the surviving spouse in an Active Spouse. At that time the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation.

The Maximum Annual Withdrawal is also recalculated; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the last Active Spouse is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the last Active Spouse’s age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING Joint LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner’s death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to the Contract value before the Maximum Annual Withdrawal is first calculated. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner’s death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

**Change of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charge pro-rated) upon an ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (owner’s spouse must be named sole primary beneficiary to remain an Active Spouse);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided the added joint owner is the original owner’s spouse and is an Active Spouse when added as a joint owner;
- 7) for nonqualified contracts only, the removal of a joint owner, provided the removed joint owner is an Active Spouse and becomes the sole primary beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner, provided both spouses are Active Spouses at the time of the change.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING Joint LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted.

**Loans.** No loans are permitted on Contracts with the ING Joint LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”



**Important Note:** *The information immediately below pertains to the form of the ING LifePay Plus rider available for sale on and after August 20, 2007 through April 28, 2008 in states where approved.*

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals deplete your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Purchase.** In order to elect the ING LifePay Plus rider, the annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80. The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the Contract anniversary on which the rider is effective. Some broker-dealers may limit the availability of the rider to younger ages. The ING LifePay Plus rider is available for Contracts issued **on and after August 20, 2007** (subject to availability and state approvals) that do not already have a living benefit rider. The ING LifePay Plus rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the rider to be elected after a contract has been issued without it, subject to certain conditions. Contact the Customer Service Center for more information. Such election must be received in good order, including compliance with the investment restrictions described below. The rider will be effective as of the following quarterly Contract anniversary.

**Rider Date.** The rider date is the date the ING LifePay Plus rider becomes effective. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider date is also the Contract date.

**Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
2.00%	0.60%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the rider and charges will begin on the next following quarterly contract anniversary. The charge will be pro-rated when the rider is terminated. Charges are deducted through the date your rider enters either the Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status. Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The current charge can change upon a reset after your first five contract years. You will never pay more than the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase.

The optional rider automatically terminates if you:

- 1) annuitize, surrender or otherwise terminate your Contract during the accumulation phase; or
- 2) die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider will also terminate if there is a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, ONLY IF the quarterly contract anniversary following the annuitant reaching age 59½ has not yet passed. While the ING LifePay Plus rider is in Guaranteed Withdrawal Status, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar. This status will then continue until the earliest of:

- 1) quarterly contract anniversary following the annuitant reaching age 59½, provided the contract owner does not decline the change to Lifetime Guaranteed Withdrawal Status;
- 2) reduction of the ING LifePay Plus Base to zero, at which time the rider will terminate;
- 3) the annuity commencement date;
- 4) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 5) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Automatic Periodic Benefit Status,” below);
- 6) the surrender or annuitization of the Contract; or
- 7) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

Please note that withdrawals while in the ING LifePay Plus rider is in Guaranteed Withdrawal Status are not guaranteed for the lifetime of the annuitant.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date of your first withdrawal, provided the quarterly contract anniversary following the annuitant’s age 59½ has passed. If your first withdrawal is taken before this date, then the Lifetime Guaranteed Withdrawal Status will automatically begin on the quarterly contract anniversary following the annuitant reaching age 59½. This status continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 4) the surrender or annuitization of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

You will receive prior notice, of not less than 30 days, if you are in the Guaranteed Withdrawal Status and become eligible for the Lifetime Guaranteed Withdrawal Status. This notice will explain the change, its impact to you and your options. You may decline this change. Automatic reset into the Lifetime Guaranteed Withdrawal Status could result in a lower Maximum Annual Withdrawal. However, this action will also apply to all future resets (see below) and cannot be reversed. As described below, certain features of the ING LifePay Plus rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING LifePay Plus Rider Works.** The ING LifePay Plus Withdrawal Benefit rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date of the first withdrawal or the annuity commencement date, whichever occurs first.

Benefits paid under the ING LifePay Plus rider require the calculation of the Maximum Annual Withdrawal. The ING LifePay Plus Base (referred to as the “MGWB Base” in the Contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING LifePay Plus rider on the Contract date, the initial ING LifePay Plus Base is equal to the initial premium.
- 2) If you purchased the ING LifePay Plus rider after the Contract date, the initial ING LifePay Plus Base is equal to the Contract value on the effective date of the rider.

During the Growth Phase, the initial ING LifePay Plus Base is increased dollar-for-dollar by any premiums received (“eligible premiums”). In addition, on each quarterly contract anniversary, the ING LifePay Plus Base is recalculated as the greater of:

- The current ING LifePay Plus Base; or
- The current Contract value. This is referred to as a quarterly “ratchet.”

Also, on each of the first ten contract anniversaries, the ING LifePay Plus Base is recalculated as the greatest of:

- The current ING LifePay Plus Base; or
- The current Contract value; and
- The ING LifePay Plus Base on the previous contract anniversary, increased by 7%, plus any eligible premiums and minus any third-party investment advisory fees paid from your contract during the year. This is referred to as an annual “step-up.”

Please note that if this rider is added after the contract date, then the first opportunity for a step-up will be on the first contract anniversary following a complete contract year after the rider date.

The ING LifePay Plus Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING LifePay Plus Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the Contract value used to determine the reset Maximum Annual Withdrawal under the benefit reset feature of the ING LifePay Plus rider (see “ING LifePay Plus Reset,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals a percentage of the greater of 1) the Contract value and 2) the ING LifePay Plus Base as of the last day of the Growth Phase. The first withdrawal after the effective date of the rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the annuitant on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
0-75*	5%*
76-80	6%
81+	7%

\*If the Withdrawal Phase begins before the quarterly contract anniversary on or after the annuitant reaches age 59½, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar, under what we refer to as the “Standard Withdrawal Benefit.” Then, on the quarterly contract anniversary on or after the annuitant reaches age 59½, the ING LifePay Plus Base will automatically be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated.

Once determined, the Maximum Annual Withdrawal percentage never changes for the Contract, except as provided for under spousal continuation. See “Continuation After Death – Spouse,” below. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the Contract’s annuity commencement date is reached while you are in the ING LifePay Plus rider’s Lifetime Guaranteed Withdrawal Status, then you may elect a life only annuity option, in lieu of the Contract’s other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal.

If withdrawals in any Contract year exceed the Maximum Annual Withdrawal, then the ING LifePay Plus Base and the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that both the ING LifePay Plus Base and the Maximum Annual Withdrawal will be reduced by the same proportion as the withdrawal in excess of the Maximum Annual Withdrawal (the “excess withdrawal”) is of the Contract value determined:

- 1) before the withdrawal, for the excess withdrawal; and
- 2) after the withdrawal, for the amount withdrawn up to the Maximum Annual Withdrawal (without regard to the excess withdrawal).

When a withdrawal is made, the total withdrawals taken in a Contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be applied to the withdrawal. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, any surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal. See Illustrations 1 and 2 at the end of this appendix for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the Contract to satisfy the Required Minimum Distribution rules of the Tax Code, that exceed the Maximum Annual Withdrawal for a specific Contract year, will not be deemed excess withdrawals in that Contract year for purposes of the ING LifePay Plus rider, subject to the following rules:

- 1) If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.

- 2) You may withdraw the Additional Withdrawal Amount from this Contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a Contract year will count first against the Maximum Annual Withdrawal for that Contract year.
- 4) Once the Maximum Annual Withdrawal for the then current Contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year.
- 5) Withdrawals that exceed all available Additional Withdrawal Amounts are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of the second calendar year from which it was originally calculated.
- 7) If the Contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 at the end of this appendix.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the Contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING LifePay Plus Base on a dollar-for-dollar basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Automatic Periodic Benefit Status.** If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Guaranteed Withdrawal Status, the rider will enter Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal, until the remaining ING LifePay Plus Base is exhausted.

When the rider enters Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will continue until the ING LifePay Plus Base is reduced to zero, at which time the rider will terminate without value.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made

monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**Lifetime Automatic Periodic Benefit Status.** If the Contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the Contract and the rider will terminate due to the pro-rata reduction described in “Determination of the Maximum Annual Withdrawal,” above.

If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Lifetime Guaranteed Withdrawal Status, the rider will enter Lifetime Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant’s death.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**ING LifePay Plus Reset.** Once the Lifetime Guaranteed Withdrawal Status begins and the Maximum Annual Withdrawal has been determined, on each quarterly contract anniversary we will increase (or “reset”) the ING LifePay Plus Base to the current Contract value, if the Contract value is higher. The Maximum Annual Withdrawal will also be recalculated, and the remaining portion of the new Maximum Annual Withdrawal will be available for withdrawal immediately. This reset ONLY occurs when the rider is in Lifetime Guaranteed Withdrawal Status, and is automatic.

We reserve the right to change the charge for this rider with a reset. In this event, you will receive prior notice, of not less than 30 days, which explains the change, its impact to you and your options. You may decline this change (and the reset). However, this action will apply to all future resets and cannot be reversed.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such Contract value in the Fixed Allocation Funds. See “Fixed Allocation Funds Automatic Rebalancing,” below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

If the rider is not continued under the spousal continuation right when available, the Fixed Allocation Fund may be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits. For purposes of calculating any applicable death benefit guaranteed under the Contract, any allocation of Contract value to the Fixed Allocation Funds will be considered a Covered Fund allocation while the rider is in effect.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than 20% of the total Contract value allocated to the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider and charges will terminate on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner.

**Continuation After Death – Spouse.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue on the next quarterly contract anniversary, provided the spouse becomes the annuitant and sole owner.

If the rider is in the Growth Phase at the time of spousal continuation:

- 1) The rider will continue in the Growth Phase;
- 2) On the date the rider is continued, the ING LifePay Plus Base will be reset to equal the greater of the ING LifePay Plus Base and the then current Contract value;
- 3) The ING LifePay Plus charges will restart and be the same as were in effect prior to the claim date;
- 4) Ratchets, which stop on the claim date, are restarted, effective on the date the rider is continued;
- 5) Any remaining step-ups will be available, and if the rider is continued before an annual contract anniversary when a step-up would have been available, then that step-up will be available;
- 6) The Maximum Annual Withdrawal percentage will be determined as of the date of the first withdrawal, whenever it occurs, and will be based on the spouse’s age on that date; and
- 7) The rider’s Standard Withdrawal Benefit will be available until the quarterly contract anniversary on or after the spouse is age 59½.

If the rider is in the Withdrawal Phase at the time of spousal continuation:

- 1) The rider will continue in the Withdrawal Phase.
- 2) The rider’s charges will restart on the date the rider is continued and be the same as were in effect prior to the claim date.
- 3) On the quarterly Contract anniversary that the date the rider is continued:
  - (a) If the surviving spouse was not the annuitant before the owner’s death, then the ING LifePay Plus Base will be reset to the current Contract value and the Maximum Annual Withdrawal is recalculated by multiplying the new ING LifePay Plus Base by the Maximum Annual Withdrawal percentage based on the surviving spouse’s age on that date. Withdrawals are permitted pursuant to the other provisions of the rider. Withdrawals causing the Contract value to fall to zero will terminate the Contract and the rider.



- (b) If the surviving spouse was the annuitant before the owner's death, then the ING LifePay Plus Base will be reset to the current Contract value, only if greater, and the Maximum Annual Withdrawal is recalculated by multiplying the new ING LifePay Plus Base by the Maximum Annual Withdrawal percentage. Withdrawals are permitted pursuant to the other provisions of the rider.
- 4) The rider charges will restart on the quarter Contract anniversary that the rider is continued and will be the same as were in effect prior to the claim date.

**Effect of ING LifePay Plus Rider on Death Benefit.** If you die before Lifetime Automatic Periodic Benefit Status begins under the ING LifePay Plus rider, the death benefit is payable, but the rider terminates. However, if the beneficiary is the owner's spouse, and the spouse elects to continue the Contract, the death benefit is not payable until the spouse's death. **Thus, you should not purchase this rider with multiple owners, unless the owners are spouses.** See "Death of Owner or Annuitant" and "Continuation After Death – Spouse," above for further information.

While in Lifetime Automatic Periodic Benefit Status, if the owner who is not the annuitant dies, we will continue to pay the periodic payments that the owner was receiving under the ING LifePay Plus rider to the beneficiary. While in Lifetime Automatic Periodic Benefit Status, if an owner who is also the annuitant dies, the periodic payments will stop. No other death benefit is payable.

While the rider is in Automatic Periodic Benefit Status, if the owner dies, the remaining ING LifePay Plus Base will be paid to the beneficiary in a lump sum.

**Change of Owner or Annuitant.** Other than as provided above under "Continuation After Death- Spouse," you may not change the annuitant. The rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual; and
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual.

**Surrender Charges.** If you elect the ING LifePay Plus rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your Contract value is zero, the periodic payments under the ING LifePay Plus rider are not subject to surrender charges.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**Important Note:** *The information immediately below pertains to the form of the ING Joint LifePay Plus rider available for sale on and after August 20, 2007 through April 28, 2008 in states where approved.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals deplete your contract value to zero. You may wish to purchase this rider if you are married and are concerned that you and your spouse may outlive your income.

**Purchase.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase and eligible to elect spousal continuation (as defined by the Tax Code) when the death benefit becomes payable. We refer to these individuals as spouses. Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay Plus rider. See “Ownership, Annuitant, and Beneficiary Requirements,” below.

The maximum issue age is 80. Both spouses must meet these issue age requirements on the contract anniversary on which the ING Joint LifePay Plus rider is effective. The issue age is the age of the owners on the Contract anniversary on which the rider is effective. Some broker dealers may limit the maximum issue age to ages younger than age 80, but in no event lower than age 55. We reserve the right to change the minimum or maximum issue ages on a nondiscriminatory basis. The ING Joint LifePay Plus rider is available for Contracts issued **on and after August 20, 2007** (subject to availability and state approvals) that do not already have a living benefit rider. The ING Joint LifePay Plus rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the ING Joint LifePay Plus rider to be elected after a contract has been issued without it, subject to certain conditions. Please contact our Customer Service Center for more information. Such election must be received in good order, including owner, annuitant, and beneficiary designations and compliance with the investment restrictions described below. The ING Joint LifePay Plus rider will be effective as of the following quarterly contract anniversary.

**Ownership, Annuitant, and Beneficiary Designation Requirements.** Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay Plus rider. These designations depend upon whether the contract is issued as a nonqualified contract, an IRA or a custodial IRA. In all cases, the ownership, annuitant, and beneficiary designations must allow for the surviving spouse to continue the contract when the death benefit becomes payable, as provided by the Tax Code. Non-natural, custodial owners are only allowed with IRAs (“custodial IRAs”). Joint annuitants are not allowed. The necessary ownership, annuitant, and/or beneficiary designations are described below. Applications that do not meet the requirements below will be rejected. We reserve the right to verify the date of birth and social security number of both spouses.

**Nonqualified Contracts.** For a jointly owned contract, the owners must be spouses, and the annuitant must be one of the owners. For a contract with only one owner, the owner’s spouse must be the sole primary beneficiary, and the annuitant must be one of the spouses.

**IRAs.** There may only be one owner, who must also be the annuitant. The owner’s spouse must be the sole primary beneficiary.

**Custodial IRAs.** While we do not maintain individual owner and beneficiary designations for IRAs held by an outside custodian, the ownership and beneficiary designations with the custodian must comply with the requirements listed in “IRAs,” above. The annuitant must be the same as the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and the owner’s spouse.

**Rider Date.** The ING Joint LifePay Plus rider date is the date the ING Joint LifePay Plus rider becomes effective. If you purchase the ING Joint LifePay Plus rider when the contract is issued, the ING Joint LifePay Plus rider date is also the contract date.

**Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
2.50%	0.85%

This quarterly charge is a percentage of the ING Joint LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the rider and charges will begin on the next following quarterly contract anniversary. The charge will be pro-rated when the rider is terminated. Charges are deducted through the date your rider enters either the Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status. Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The current charge can be subject to change upon a reset after your first five contract years. You will never pay more than the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you cancel the contract during the contract's free look period (or otherwise cancel the contract pursuant to its terms), surrender or annuitize in lieu of payments under the ING Joint LifePay Plus rider. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) terminate your contract pursuant to its terms during the accumulation phase, surrender, or begin receiving annuity payments in lieu of payments under the ING Joint LifePay Plus rider;
- 2) die during the accumulation phase (first owner to die in the case of joint owners, or death of annuitant if the contract is a custodial IRA), unless your spouse elects to continue the contract (and your spouse is active for purposes of the ING Joint LifePay Plus rider); or
- 3) change the owner of the contract (other than a spousal continuation by an active spouse).

See "Change of Owner or Annuitant," below. Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Active Status.** Once the ING Joint LifePay Plus rider has been issued, a spouse must remain in "active" status in order to exercise rights and receive the benefits of the ING Joint LifePay Plus rider after the first spouse's death by electing spousal continuation. In general, changes to the ownership, annuitant, and/or beneficiary designation requirements noted above will result in one spouse being designated as "inactive." Inactive spouses are not eligible to continue the benefits of the ING Joint LifePay Plus rider after the death of the other spouse. Once designated "inactive," a spouse may not regain active status under the ING Joint LifePay Plus rider. Specific situations that will result in a spouse's designation as "inactive" include the following:

- 1) For nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the contract), or the change of one joint owner to a person other than an active spouse.
- 2) For nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an active spouse or any change of beneficiary (including the addition of primary beneficiaries).
- 3) In the event of the death of one spouse (in which case the deceased spouse becomes inactive).

An owner may also request that one spouse be treated as inactive. In the case of joint-owned contracts, both contract owners must agree to such a request. An inactive spouse is not eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider. **However, all charges for the ING Joint LifePay Plus rider will continue to apply, even if one spouse becomes inactive, regardless of the reason. You should make sure you understand the impact of beneficiary and owner changes on the ING Joint LifePay Plus rider prior to requesting any such changes.**

A divorce will terminate the ability of an ex-spouse to continue the contract. See “Divorce,” below.

**Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, ONLY IF the quarterly contract anniversary following the youngest active spouse’s 65<sup>th</sup> birthday has not yet passed. While the ING LifePay Plus rider is in Guaranteed Withdrawal Status, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar. This status will then continue until the earliest of:

- 1) quarterly contract anniversary following the youngest active spouse’s 65<sup>th</sup> birthday, provided the contract owner does not decline the change to Lifetime Guaranteed Withdrawal Status;
- 2) reduction of the ING Joint LifePay Plus Base to zero, at which time the rider will terminate;
- 3) the annuity commencement date;
- 4) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 5) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Automatic Periodic Benefit Status,” below);
- 6) the surrender or annuitization of the Contract; or
- 7) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

Please note that withdrawals while the ING LifePay Plus rider is in Guaranteed Withdrawal Status are not guaranteed for the lifetime of the annuitant.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, provided the quarterly contract anniversary following the youngest active spouse’s 65<sup>th</sup> birthday has passed. If the first withdrawal is taken prior to this date, then the Lifetime Guaranteed Withdrawal Status will automatically begin on the quarterly contract anniversary following the youngest active spouse’s 65<sup>th</sup> birthday. This status continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;

- 3) reduction of the contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 4) the surrender of the contract; or
- 5) the death of the owner (first owner, in the case of joint owners, or the annuitant, in the case of a custodial IRA), unless your active spouse beneficiary elects to continue the contract.

You will receive prior notice, of not less than 30 days, if you are in the Guaranteed Withdrawal Status and become eligible for the Lifetime Guaranteed Withdrawal Status. This notice will explain the change, its impact to you and your options. You may decline this change. Automatic reset into the Lifetime Guaranteed Withdrawal Status could result in a lower Maximum Annual Withdrawal. However, this action will also apply to all future resets (see below) and cannot be reversed. As described below, certain features of the ING Joint LifePay Plus rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING Joint LifePay Plus Rider Works.** The ING Joint LifePay Plus rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the ING Joint LifePay Plus rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date you take the first withdrawal of any kind under the contract (other than advisory fees, as described below), or the annuity commencement date, whichever occurs first.

Benefits paid under the ING Joint LifePay Plus rider require the calculation of the Maximum Annual Withdrawal. The ING Joint LifePay Plus Base (referred to as the “MGWB Base” in the contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING Joint LifePay Plus rider on the contract date, the initial ING Joint LifePay Plus Base is equal to the initial premium.
- 2) If you purchased the ING Joint LifePay Plus rider after the contract date, the initial ING Joint LifePay Plus Base is equal to the contract value on the effective date of the ING Joint LifePay Plus rider.

During the Growth Phase, the initial ING Joint LifePay Plus Base is increased dollar-for-dollar by any premiums received (“eligible premiums”). In addition, on each quarterly contract anniversary, the ING Joint LifePay Plus Base is recalculated as the greater of:

- The current ING Joint LifePay Plus Base; or
- The current Contract value. This is referred to as a quarterly “ratchet.”

Also, on each of the first ten contract anniversaries, the ING Joint LifePay Plus Base is recalculated as the greatest of:

- The current ING Joint LifePay Plus Base; or
- The current Contract value; and
- The ING Joint LifePay Plus Base on the previous contract anniversary, increased by 7%, plus any eligible premiums and minus any third-party investment advisory fees paid from your contract during the year. This is referred to as an annual “step-up.”

Please note that if this rider is added after the contract date, then the first opportunity for a step-up will be on the first contract anniversary following a complete contract year after the rider date.

The ING Joint LifePay Plus Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING Joint LifePay Plus Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the contract value used to determine the reset Maximum Annual Withdrawal under the benefit reset feature of the ING Joint LifePay Plus rider (see “ING Joint LifePay Plus Reset,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals the Maximum Annual Withdrawal percentage multiplied by the greater of the contract value and the ING Joint LifePay Plus Base, as of the last day of the Growth Phase. The first withdrawal after the effective date of the ING Joint LifePay Plus rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, immediately after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the youngest active spouse on the date the Withdrawal Phase begins, is as follows:

Youngest Active Spouse’s Age	Maximum Annual Withdrawal Percentage
0-75*	5%*
76-80	6%
81+	7%

\*If the Withdrawal Phase begins before the quarterly contract anniversary on or after the younger spouse reaches age 65, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING Joint LifePay Plus Base dollar-for-dollar, under what we refer to as the “Standard Withdrawal Benefit.” Then, on the quarterly contract anniversary on or after the younger spouse reaches age 65, the ING Joint LifePay Plus Base will automatically be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated.

Once determined the Maximum Annual Withdrawal percentage never changes for the contract. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the Contract’s annuity commencement date is reached while you are in the ING LifePay Plus rider’s Lifetime Guaranteed Withdrawal Status, then you may elect a life only annuity option, in lieu of the Contract’s other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal, provided that, if both spouses are active, payments under the life only annuity option will be calculated using the joint life expectancy table for both spouses. If only one spouse is active, payments will be calculated using the single life expectancy table for the active spouse.

Withdrawals in a contract year that do not exceed the Maximum Withdrawal Amount do not reduce the Maximum Withdrawal Amount. However, if withdrawals in any contract year exceed the Maximum Annual Withdrawal (an “excess withdrawal”), the ING Joint LifePay Plus Base and the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that both the ING Joint LifePay Plus Base and the Maximum Annual Withdrawal will be reduced by the same proportion as the excess withdrawal is of the contract value determined after the deduction the amount withdrawn up to the Maximum Annual Withdrawal but before deduction of the excess withdrawal.

When a withdrawal is made, the total withdrawals taken in a contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be considered. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, surrender charges and/or Market Value Adjustment

are considered to be part of the withdrawal, and will be included in the pro-rata adjustment to the Maximum Annual Withdrawal. See Illustrations 1 and 2 at the end of this appendix for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the contract to satisfy the Required Minimum Distribution rules of the Tax Code are considered withdrawals for purposes of the ING Joint LifePay Plus rider, and will begin the Withdrawal Phase if the Withdrawal Phase has not already started. Any such withdrawal which exceeds the Maximum Annual Withdrawal for a specific contract year will not be deemed excess withdrawals in that contract year for purposes of the ING Joint LifePay Plus rider, subject to the following:

- 1) If the contract owner's Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to the contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.
- 2) You may withdraw the Additional Withdrawal Amount from this contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a contract year will count first against the Maximum Annual Withdrawal for that contract year.
- 4) Once the Maximum Annual Withdrawal for the then current contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current contract year.
- 5) Withdrawals that exceed all available Additional Withdrawal Amounts are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of the second calendar year from which it was originally calculated.
- 7) If the contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal Amount necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 at the end of this appendix.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING Joint LifePay Plus Base on a dollar-for-dollar basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Automatic Periodic Benefit Status.** If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Guaranteed Withdrawal Status, the rider will enter Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal, until the remaining ING Joint LifePay Plus Base is exhausted.

When the rider enters Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING Joint LifePay Plus rider;

- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will continue until the ING Joint LifePay Plus Base is reduced to zero, at which time the rider will terminate without value.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**Lifetime Automatic Periodic Benefit Status.** If the contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the contract and the ING Joint LifePay Plus rider will terminate due to the pro-rata reduction described in “Determination of the Maximum Annual Withdrawal,” above.

If the contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the ING Joint LifePay Plus rider is in Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay Plus rider will enter Lifetime Automatic Periodic Benefit Status and you are no longer entitled to make withdrawals. Instead, under the ING Joint LifePay Plus rider you will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. The time period for which we will make these payments will depend upon whether one or two spouses are active under the ING Joint LifePay Plus rider at the time this status begins. If both spouses are active under the ING Joint LifePay Plus rider, these payments will cease upon the death of the second spouse, at which time both the ING Joint LifePay Plus rider and the contract will terminate without further value. If only one spouse is active under the ING Joint LifePay Plus rider, the payments will cease upon the death of the active spouse, at which time both the ING Joint LifePay Plus rider and the contract will terminate without value.

If the Maximum Annual Withdrawal exceeds the net withdrawals taken the contract year when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status (including the withdrawal that results in the contract value decreasing to zero), that difference will be paid immediately to the contract owner. The periodic payments will begin on the last day of the first full contract year following the date the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

You may elect to receive systematic withdrawals pursuant to the terms of the contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, you are receiving



systematic withdrawals under the contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-contract year or contract year, as applicable.

**ING Joint LifePay Plus Reset.** Once the Lifetime Guaranteed Withdrawal Status begins and the Maximum Annual Withdrawal has been determined, on each quarterly contract anniversary we will increase (or “reset”) the ING Joint LifePay Plus Base to the current Contract value, if the Contract value is higher. The Maximum Annual Withdrawal will also be recalculated, and the remaining portion of the new Maximum Annual Withdrawal will be available for withdrawal immediately. This reset ONLY occurs when the rider is in Lifetime Guaranteed Withdrawal Status, and is automatic.

We reserve the right to change the charge for this rider with a reset. In this event, you will receive prior notice, of not less than 30 days, which explains the change, its impact to you and your options. You may decline this change (and the reset). However, this action will apply to all future resets and cannot be reversed.

**Investment Option Restrictions.** In order to mitigate the insurance risk inherent in our guarantee to provide you and your spouse with lifetime payments (subject to the terms and restrictions of the ING Joint LifePay Plus rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that 20% of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such contract value in the Fixed Allocation Funds. See “Fixed Allocation Funds Automatic Rebalancing,” below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
 ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the contract value in the Fixed Allocation Funds is less than 20% of the total contract value allocated to the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date, we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on each contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the contract. However, if the other automatic rebalancing under the contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your contract value reallocated in this manner.**

**Divorce.** Generally, in the event of a divorce, the spouse who retains ownership of the contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will no longer have any such rights or be entitled to any such benefits. In the event of a divorce during Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay Plus rider continues, and terminates upon the death of the owner (first owner in the case of joint owners, or the annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As the result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal will be considered a withdrawal for purposes of the Maximum Annual Withdrawal amount. In other words, if a withdrawal incident to a divorce exceeds the Maximum Annual Withdrawal amount, it will be considered an excess withdrawal. See “Determination of the Maximum Annual Withdrawal,” above. As noted, in the event of a divorce there is no change to the Maximum Annual Withdrawal and we will continue to deduct charges for the ING Joint LifePay Plus rider.

In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change to the periodic payments made. Payments will continue until both spouses are deceased.

**Death of Owner.** The death of the owner (or in the case of joint owners, the first owner, or for custodial IRAs, the annuitant) may cause the termination of the ING Joint LifePay Plus rider and its charges, depending upon whether one or both spouses are in active status at the time of death, as described below.

- 1) **If both spouses are in active status:** If the surviving spouse elects to continue the contract and becomes the sole owner and annuitant, the ING Joint LifePay Plus rider will remain in effect pursuant to its original terms and ING Joint LifePay Plus coverage and charges will continue. As of the date the contract is continued, the Joint LifePay Plus Base will be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated as the Maximum Annual Withdrawal percentage multiplied by the new Joint LifePay Plus Base on the date the contract is continued. However, under no circumstances will this recalculation result in a reduction to the Maximum Annual Withdrawal.

If the surviving spouse elects not to continue the contract, ING Joint LifePay Plus rider coverage and charges will cease upon the earlier of payment of the death benefit or notice that an alternative distribution option has been chosen.

- 2) **If the surviving spouse is in inactive status:** The ING Joint LifePay Plus rider terminates and ING Joint LifePay Plus coverage and charges cease upon the date of death of the last Active Spouse.

**Change of Owner or Annuitant.** Other than as a result of spousal continuation, you may not change the annuitant. The ING Joint LifePay Plus rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation by an active spouse, as described above;
- 2) change of owner from one custodian to another custodian for the benefit of the same individual;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (in order to avoid the owner's spouse from being designated inactive, the owner's spouse must be named sole beneficiary under the contract);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided that the additional joint owner is the original owner's spouse and is active when added as joint owner;
- 7) for nonqualified contracts, removal of a joint owner, provided the removed joint owner is active and becomes the primary contract beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner if both were active spouses at the time of the change.

**Surrender Charges.** If you elect the ING Joint LifePay Plus rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your contract value is zero, the periodic payments under the ING Joint LifePay Plus rider are not subject to surrender charges, nor will these amounts be subject to any other charges under the contract.

**Federal Tax Considerations.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples.** The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:

**Illustration 1: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal, including surrender and/or MVA charges.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$500 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$300 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$200 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, then there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$7,000 ( $\$3,000 + \$500 + \$1,500 + \$300 + \$1,500 + \$200$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal ( $\$7,000 - \$5,000 = \$2,000$ ), and the amount of the current gross withdrawal ( $\$1,500 + 200 = \$1,700$ ).

If the Account Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 3.40% ( $\$1,700 / \$50,000$ ) to \$4,830 ( $(1 - 3.40\%) * \$5,000$ ).

**Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

**Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceed the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Reset Occurs.**

Assume the Maximum Annual Withdrawal is \$5,000 and the Maximum Annual Withdrawal percentage is 5%.

One year after the first withdrawal is taken, the contract value has increased to \$120,000, and the Reset occurs. The Maximum Annual Withdrawal is now \$6,000 ( $\$120,000 * 5\%$ ).

One year after the Reset, the contract value has increased further to \$130,000. The Reset occurs again, and the Maximum Annual Withdrawal is now \$6,500 ( $\$130,000 * 5\%$ ).

**ING LifePay and ING Joint LifePay**

(Available for Contracts issued through August 20, 2007, subject to state approval.)

**ING LifePay Minimum Guaranteed Withdrawal Benefit (“ING LifePay”) Rider.** The ING LifePay rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals deplete your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Purchase.** In order to elect the ING LifePay rider, the annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The minimum issue age is 50 and the maximum issue age is 80. The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the Contract anniversary on which the rider is effective. But some broker-dealers may limit the availability of the rider to younger ages. The ING LifePay rider is available for Contracts issued **on and after November 1, 2004** (subject to availability) that do not already have a living benefit rider. The ING LifePay rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the rider to be elected during the 30-day period preceding a Contract anniversary. Such election must be received in good order, including compliance with the investment restrictions described below. The rider will be effective as of that Contract anniversary.

**Rider Date.** The rider date is the date the ING LifePay rider becomes effective. If you purchase the ING LifePay rider when the Contract is issued, the rider date is also the Contract date.

**Charge.** The charge for the ING LifePay rider, a living benefit, is deducted quarterly and is a percentage of contract value:

Maximum Annual Charge	Current Annual Charge
1.20%	0.50%

We deduct the quarterly charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the charges will still be deducted on quarterly contract anniversaries, but the first charge will be pro-rated based on what is owed at the time the rider is added through the contract quarter end. Similarly, the charge is pro-rated when the rider is terminated. Charges are deducted during the period starting on the rider date and up to your rider’s Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The charge may be subject to change if you elect the reset option after your first five contract years, but subject to the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING LifePay rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel the ING LifePay rider.

**Termination.** The ING LifePay rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) annuitize, surrender or otherwise terminate your Contract during the accumulation phase; or
- 2) die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay rider will also terminate if there is a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay rider to terminate automatically are discussed below.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date the rider is issued (the “effective date of the rider”) and continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) the surrender or annuitization of the Contract; or
- 5) the death of the owner, or first owner, in the case of joint owners, unless your spouse beneficiary elects to continue the Contract.

As described below, certain features of the ING LifePay rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING LifePay Rider Works.** The ING LifePay Withdrawal Benefit rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date of the first withdrawal or the annuity commencement date, whichever occurs first.

Benefits paid under the ING LifePay rider require the calculation of the Maximum Annual Withdrawal. The ING LifePay Base (referred to as the “MGWB Base” in the Contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows.

- 1) If you purchased the ING LifePay rider on the Contract date, the initial ING LifePay Base is equal to the initial premium.
- 2) If you purchased the ING LifePay rider after the Contract date, the initial ING LifePay Base is equal to the Contract value on the effective date of the rider.

The initial ING LifePay Base is increased dollar-for-dollar by any premiums received during the Growth Phase (“eligible premiums”). The ING LifePay Base is also increased to equal the Contract value if the Contract value is greater than the current ING LifePay Base, on each Contract quarterly anniversary after the effective date of the rider and during the Growth Phase. The ING LifePay Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING LifePay Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the Contract value used to determine the reset Maximum Annual Withdrawal if you choose to reset the ING LifePay rider (see “ING LifePay Reset Option,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals a percentage of the greater of 1) the Contract value and 2) the ING LifePay Base as of the last day of the Growth Phase. The first withdrawal after the effective date of the rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the annuitant on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
50-59	4%
60-75	5%
76-80	6%
81+	7%

Once determined, the Maximum Annual Withdrawal percentage never changes for the Contract, except as provided for under spousal continuation. See “Continuation After Death – Spouse,” below. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the rider is in the Growth Phase, and the annuity commencement date is reached, the rider will enter the Withdrawal Phase and will be annuitized. In lieu of the annuity options under the Contract, you may elect a life only annuity option under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal.

If withdrawals in any Contract year exceed the Maximum Annual Withdrawal, the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that the Maximum Annual Withdrawal will be reduced by the same proportion as the withdrawal in excess of the Maximum Annual Withdrawal (the “excess withdrawal”) is of the Contract value determined:

- 1) before the withdrawal, for the excess withdrawal; and
- 2) after the withdrawal, for the amount withdrawn up to the Maximum Annual Withdrawal (without regard to the excess withdrawal).

When a withdrawal is made, the total withdrawals taken in a Contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be applied to the withdrawal. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, any surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal. See Illustration 1 and 2 below for examples of this concept.



**Required Minimum Distributions.** Withdrawals taken from the Contract to satisfy the Required Minimum Distribution rules of the Tax Code, that exceed the Maximum Annual Withdrawal for a specific Contract year, will not be deemed excess withdrawals in that Contract year for purposes of the ING LifePay rider, subject to the following rules:

- 1) If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.
- 2) You may withdraw the Additional Withdrawal Amount from this Contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a Contract year will count first against the Maximum Annual Withdrawal for that Contract year.
- 4) Once the Maximum Annual Withdrawal for the then current Contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count against and reduce any Additional Withdrawal Amount.
- 5) Withdrawals that exceed the Additional Withdrawal Amount are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of each calendar year, and remains at zero until it is reset in January of the following calendar year, even if, pursuant to the Tax Code, the contract owner may take a Required Minimum Distribution for that calendar year after the end of the calendar year.
- 7) If the Contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 below.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the Contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING LifePay Base on a pro-rata basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Lifetime Automatic Periodic Benefit Status.** If the Contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the Contract and the rider will terminate due to the pro-rata reduction described in "Determination of the Maximum Annual Withdrawal," above.

If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Lifetime Guaranteed Withdrawal Status, the rider will enter Lifetime Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay rider;
- 2) no further premium payments will be accepted; and

3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**ING LifePay Reset Option.** Beginning one year after the Withdrawal Phase begins, you may choose to reset the Maximum Annual Withdrawal, if the Maximum Annual Withdrawal Percentage of the Contract value would be greater than your current Maximum Annual Withdrawal. You must elect to reset by a request in a form satisfactory to us. On the date the request is received (the "Reset Effective Date"), the Maximum Annual Withdrawal will increase to be equal to the Maximum Annual Withdrawal Percentage of the Contract value on the Reset Effective Date. The reset option is only available when the rider is in Lifetime Guaranteed Withdrawal Status.

After exercising the reset option, you must wait one year before electing to reset again. We will not accept a request to reset if the new Maximum Annual Withdrawal on the date the request is received would be less than your current Maximum Annual Withdrawal.

If the reset option is exercised, the charge for the ING LifePay rider will be equal to the charge then in effect for a newly purchased rider but will not exceed the maximum annual charge of 1.20%. However, we guarantee that the rider charge will not increase for resets exercised within the first five contract years. See Illustration 4 at the end of this appendix.

**Investment Option Restrictions.** While the ING LifePay rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such Contract value in the Fixed Allocation Funds. See "Fixed Allocation Funds Automatic Rebalancing," below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
 ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

If the rider is not continued under the spousal continuation right when available, the Fixed Allocation Fund will be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits.

For purposes of calculating any applicable death benefit guaranteed under the Contract, any allocation of Contract value to the Fixed Allocation Funds will be considered a Covered Fund allocation while the rider is in effect.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than 20% of the total Contract value allocated to the Fixed Allocation Funds and Other Funds on any ING LifePay Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING LifePay Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing."

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I." **By electing to purchase the ING LifePay rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay rider and charges terminate on the earlier of:

- 1) if the rider is in Lifetime Guaranteed Withdrawal status, the date of receipt of due proof of death (“claim date”) of the owner (or in the case of joint owners, the first owner) or the annuitant if there is a non-natural owner; or
- 2) the date the rider enters Lifetime Automatic Periodic Benefit status.

**Continuation After Death – Spouse.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, provided the following conditions are met:

- 1) The spouse is at least 50 years old on the date the Contract is continued; and
- 2) The spouse becomes the annuitant and sole owner.

If the rider is in the Growth Phase at the time of spousal continuation:

- 1) The rider will continue in the Growth Phase;
- 2) On the date the rider is continued, the ING LifePay Base will be reset to equal the greater of the ING LifePay Base and the then current Contract value;
- 3) The ING LifePay charges will restart and be the same as were in effect prior to the claim date; and
- 4) The Maximum Annual Withdrawal percentage will be determined as of the date of the first withdrawal, whenever it occurs, and will be based on the spouse’s age on that date.

If the rider is in the Withdrawal Phase at the time of spousal continuation:

- 1) The rider will continue in the Withdrawal Phase.
- 2) On the Contract anniversary following the date the rider is continued:
  - (a) If the surviving spouse was not the annuitant before the owner’s death, the Maximum Annual Withdrawal is recalculated by multiplying the Contract value on that Contract anniversary by the Maximum Annual Withdrawal percentage based on the surviving spouse’s age on that Contract anniversary, and the Maximum Annual Withdrawal is considered to be zero from the claim date to that Contract anniversary. Withdrawals are permitted pursuant to the other provisions of the Contract. Withdrawals causing the Contract value to fall to zero will terminate the Contract and the rider.
  - (b) If the surviving spouse was the annuitant before the owner’s death, the Maximum Annual Withdrawal is recalculated as the greater of the Maximum Annual Withdrawal on the claim date (adjusted for excess withdrawals thereafter) and the Maximum Annual Withdrawal resulting from multiplying the Contract value on that Contract anniversary by the Maximum Annual Withdrawal percentage. The Maximum Annual Withdrawal does not go to zero on the claim date and withdrawals may continue under the rider provisions.
- 3) The rider charges will restart on the Contract anniversary following the date the rider is continued and will be the same as were in effect prior to the claim date.

**Effect of ING LifePay Rider on Death Benefit.** If you die before Lifetime Automatic Periodic Benefit Status begins under the ING LifePay rider, the death benefit is payable, but the rider terminates. However, if the beneficiary is the owner’s spouse, and the spouse elects to continue the Contract, the death benefit is not payable until the spouse’s death. **Thus, you should not purchase this rider with multiple owners, unless the**

**owners are spouses.** See “Death of Owner or Annuitant” and “Continuation After Death – Spouse,” above for further information.

While in Lifetime Automatic Periodic Benefit Status, if the owner who is not the annuitant dies, we will continue to pay the periodic payments that the owner was receiving under the ING LifePay rider to the annuitant. While in Lifetime Automatic Periodic Benefit Status, if an owner who is also the annuitant dies, the periodic payments will stop. No other death benefit is payable.

**Change of Owner or Annuitant.** Other than as provided above under “Continuation After Death - Spouse,” you may not change the annuitant. The rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual; and
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual.

**Surrender Charges.** If you elect the ING LifePay rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your Contract value is zero, the periodic payments under the ING LifePay rider are not subject to surrender charges.

**Loans.** The portion of any Contract value used to pay off an outstanding loan balance will reduce the ING LifePay Base or Maximum Annual Withdrawal as applicable. We do not recommend the ING LifePay rider if loans are contemplated.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

**ING Joint LifePay Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay”) Rider.** The ING Joint LifePay rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals deplete your contract value to zero. You may wish to purchase this rider if you are married and are concerned that you and your spouse may outlive your income.

**Purchase.** The ING Joint LifePay rider is only available for purchase by individuals who are married at the time of purchase and eligible to elect spousal continuation (as defined by the Tax Code) when the death benefit becomes payable. We refer to these individuals as spouses. Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay rider. See “Ownership, Annuitant, and Beneficiary Requirements,” below.

The minimum issue age is 55 and the maximum issue age is 80. Both spouses must meet these issue age requirements on the contract anniversary on which the ING Joint LifePay rider is effective. The issue age is the age

of the owners on the Contract anniversary on which the rider is effective. Some broker dealers may limit the maximum issue age to ages younger than age 80, but in no event lower than age 55. We reserve the right to change the minimum or maximum issue ages on a nondiscriminatory basis. The ING Joint LifePay rider is available for Contracts issued **on and after November 1, 2004** (subject to availability) that do not already have a living benefit rider. The ING Joint LifePay rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. For Contracts with the ING LifePay rider, you may elect the ING Joint LifePay rider in place of the ING LifePay rider for a limited time. For more information, please contact our Customer Service Center. The Company in its discretion may allow the ING Joint LifePay rider to be elected during the 30-day period preceding a contract anniversary. Such election must be received in good order, including owner, annuitant, and beneficiary designations and compliance with the investment restrictions described below. The ING Joint LifePay rider will be effective as of that contract anniversary.

**Ownership, Annuitant, and Beneficiary Designation Requirements.** Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay rider. These designations depend upon whether the contract is issued as a nonqualified contract, an IRA or a custodial IRA. In all cases, the ownership, annuitant, and beneficiary designations must allow for the surviving spouse to continue the contract when the death benefit becomes payable, as provided by the Tax Code. Non-natural, custodial owners are only allowed with IRAs (“custodial IRAs”). Joint annuitants are not allowed. The necessary ownership, annuitant, and/or beneficiary designations are described below. Applications that do not meet the requirements below will be rejected. We reserve the right to verify the date of birth and social security number of both spouses.

**Nonqualified Contracts.** For a jointly owned contract, the owners must be spouses, and the annuitant must be one of the owners. For a contract with only one owner, the owner’s spouse must be the sole primary beneficiary, and the annuitant must be one of the spouses.

**IRAs.** There may only be one owner, who must also be the annuitant. The owner’s spouse must be the sole primary beneficiary.

**Custodial IRAs.** While we do not maintain individual owner and beneficiary designations for IRAs held by an outside custodian, the ownership and beneficiary designations with the custodian must comply with the requirements listed in “IRAs,” above. The annuitant must be the same as the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and the owner’s spouse.

**Rider Date.** The ING Joint LifePay rider date is the date the ING Joint LifePay rider becomes effective. If you purchase the ING Joint LifePay rider when the contract is issued, the ING Joint LifePay rider date is also the contract date.

**Charge.** The charge for the ING Joint LifePay rider, a living benefit, is deducted quarterly, and is a percentage of contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	0.75%

We deduct the quarterly charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the charges will still be deducted on quarterly contract anniversaries, but the first charge will be pro-rated based on what is owed at the time the rider is added through the contract quarter end. Similarly, the charge is pro-rated when the rider is terminated. Charges are deducted during the period starting on the rider date and up to your rider’s Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The charge may be subject to change if you elect the reset option after your first five contract years, but subject to the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING Joint LifePay rider, you may not cancel it unless you cancel the contract during the contract's free look period (or otherwise cancel the contract pursuant to its terms), surrender or annuitize in lieu of payments under the ING Joint LifePay rider. These events automatically cancel the ING Joint LifePay rider.

**Termination.** The ING Joint LifePay rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) terminate your contract pursuant to its terms during the accumulation phase, surrender, or begin receiving annuity payments in lieu of payments under the ING Joint LifePay rider;
- 2) die during the accumulation phase (first owner to die in the case of joint owners, or death of annuitant if the contract is a custodial IRA), unless your spouse elects to continue the contract (and your spouse is active for purposes of the ING Joint LifePay rider); or
- 3) change the owner of the contract (other than a spousal continuation by an active spouse).

See "Change of Owner or Annuitant," below. Other circumstances that may cause the ING Joint LifePay rider to terminate automatically are discussed below.

**Active Status.** Once the ING Joint LifePay rider has been issued, a spouse must remain in "active" status in order to exercise rights and receive the benefits of the ING Joint LifePay rider after the first spouse's death by electing spousal continuation. In general, changes to the ownership, annuitant, and/or beneficiary designation requirements noted above will result in one spouse being designated as "inactive." Inactive spouses are not eligible to continue the benefits of the ING Joint LifePay rider after the death of the other spouse. Once designated "inactive," a spouse may not regain active status under the ING Joint LifePay rider. Specific situations that will result in a spouse's designation as "inactive" include the following:

- 1) For nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the contract), or the change of one joint owner to a person other than an active spouse.
- 2) For nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an active spouse or any change of beneficiary (including the addition of primary beneficiaries).
- 3) In the event of the death of one spouse (in which case the deceased spouse becomes inactive).

An owner may also request that one spouse be treated as inactive. In the case of joint-owned contracts, both contract owners must agree to such a request. An inactive spouse is not eligible to exercise any rights or receive any benefits under the ING Joint LifePay rider. **However, all charges for the ING Joint LifePay rider will continue to apply, even if one spouse becomes inactive, regardless of the reason. You should make sure you understand the impact of beneficiary and owner changes on the ING Joint LifePay rider prior to requesting any such changes.**

A divorce will terminate the ability of an ex-spouse to continue the contract. See "Divorce," below.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date the ING Joint LifePay rider is issued (the “effective date of the ING Joint LifePay rider”) and continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 3) reduction of the contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 4) the surrender of the contract; or
- 5) the death of the owner (first owner, in the case of joint owners, or the annuitant, in the case of a custodial IRA), unless your active spouse beneficiary elects to continue the contract.

As described below, certain features of the ING Joint LifePay rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING Joint LifePay Rider Works.** The ING Joint LifePay rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the ING Joint LifePay rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date you take the first withdrawal of any kind under the contract (other than advisory fees, as described below), or the annuity commencement date, whichever occurs first. During the accumulation phase of the contract, the ING Joint LifePay rider may be in either the Growth Phase or the Withdrawal Phase. During the income phase of the contract, the ING Joint LifePay rider may only be in the Withdrawal Phase. The ING Joint LifePay rider is initially in Lifetime Guaranteed Withdrawal Status. While in this status you may terminate the ING Joint LifePay rider by electing to enter the income phase and begin receiving annuity payments. However, if you have not elected to begin receiving annuity payments, and the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status because the contract value has been reduced to zero, the ING Joint LifePay rider and contract terminate (other than those provisions regarding the payment of the Maximum Annual Withdrawal, as described below) and you can no longer elect to receive annuity payments.

Benefits paid under the ING Joint LifePay rider require the calculation of the Maximum Annual Withdrawal. The ING Joint LifePay Base (referred to as the “MGWB Base” in the contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING Joint LifePay rider on the contract date, the initial ING Joint LifePay Base is equal to the initial premium.
- 2) If you purchased the ING Joint LifePay rider after the contract date, the initial ING Joint LifePay Base is equal to the contract value on the effective date of the ING Joint LifePay rider.
- 3) The initial ING Joint LifePay Base is increased dollar-for-dollar by any premiums received during the Growth Phase (“eligible premiums”). The ING Joint LifePay Base is also increased to equal the contract value if the contract value is greater than the current ING Joint LifePay Base, valued on each quarterly contract anniversary after the effective date of the ING Joint LifePay rider during the Growth Phase. The ING Joint LifePay Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING Joint LifePay Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the contract value used to determine the reset Maximum Annual Withdrawal if you choose to reset the ING Joint LifePay rider (see “ING Joint LifePay Reset Option,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.



**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals the Maximum Annual Withdrawal percentage multiplied by the greater of the contract value and the ING Joint LifePay Base, as of the last day of the Growth Phase. The first withdrawal after the effective date of the ING Joint LifePay rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, immediately after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the youngest active spouse on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
55-64	4%
65-75	5%
76-80	6%
81+	7%

Once determined the Maximum Annual Withdrawal percentage never changes for the contract. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the ING Joint LifePay rider is in the Growth Phase, and the annuity commencement date is reached, the ING Joint LifePay rider will enter the Withdrawal Phase and annuity payments will begin. In lieu of the annuity options under the Contract, you may elect a life only annuity option under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal, provided that, if both spouses are active, payments under the life only annuity option will be calculated using the joint life expectancy table for both spouses. If only one spouse is active, payments will be calculated using the single life expectancy table for the active spouse.

Withdrawals in a contract year that do not exceed the Maximum Withdrawal Amount do not reduce the Maximum Withdrawal Amount. However, if withdrawals in any contract year exceed the Maximum Annual Withdrawal (an “excess withdrawal”), the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that the Maximum Annual Withdrawal will be reduced by the same proportion as the excess withdrawal is of the contract value determined after the deduction the amount withdrawn up to the Maximum Annual Withdrawal but before deduction of the excess withdrawal.

When a withdrawal is made, the total withdrawals taken in a contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be considered. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal, and will be included in the pro-rata adjustment to the Maximum Annual Withdrawal. See Illustration 1 and 2 below for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the contract to satisfy the Required Minimum Distribution rules of the Tax Code are considered withdrawals for purposes of the ING Joint LifePay rider, and will begin the Withdrawal Phase if the Withdrawal Phase has not already started. Any such withdrawal which exceeds the Maximum Annual Withdrawal for a specific contract year will not be deemed excess withdrawals in that contract year for purposes of the ING Joint LifePay rider, subject to the following:

- 1) If the contract owner’s Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to the contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.

- 2) You may withdraw the Additional Withdrawal Amount from this contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a contract year will count first against the Maximum Annual Withdrawal for that contract year.
- 4) Once the Maximum Annual Withdrawal for the then current contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count against and reduce any Additional Withdrawal Amount.
- 5) Withdrawals that exceed the Additional Withdrawal Amount are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of each calendar year, and remains at zero until it is reset in January of the following calendar year, even if, pursuant to the Tax Code, the contract owner may take a Required Minimum Distribution for that calendar year after the end of the calendar year.
- 7) If the contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal Amount necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 below.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING Joint LifePay Base on a pro-rata basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Lifetime Automatic Periodic Benefit Status.** If the contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the contract and the ING Joint LifePay rider will terminate due to the pro-rata reduction described in "Determination of the Maximum Annual Withdrawal," above.

If the contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the ING Joint LifePay rider is in Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay rider will enter Lifetime Automatic Periodic Benefit Status and you are no longer entitled to make withdrawals. Instead, under the ING Joint LifePay rider you will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. The time period for which we will make these payments will depend upon whether one or two spouses are active under the ING Joint LifePay rider at the time this status begins. If both spouses are active under the ING Joint LifePay rider, these payments will cease upon the death of the second spouse, at which time both the ING Joint LifePay rider and the contract will terminate without

further value. If only one spouse is active under the ING Joint LifePay rider, the payments will cease upon the death of the active spouse, at which time both the ING Joint LifePay rider and the contract will terminate without value.

If the Maximum Annual Withdrawal exceeds the net withdrawals taken the contract year when the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status (including the withdrawal that results in the contract value decreasing to zero), that difference will be paid immediately to the contract owner. The periodic payments will begin on the last day of the first full contract year following the date the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

You may elect to receive systematic withdrawals pursuant to the terms of the contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-contract year or contract year, as applicable.

**ING Joint LifePay Reset Option.** Beginning one year after the Withdrawal Phase begins, you may choose to reset the Maximum Annual Withdrawal, if the Maximum Annual Withdrawal percentage multiplied by the contract value would be greater than your current Maximum Annual Withdrawal. You must elect to reset by a request in a form satisfactory to us. On the date the request is received (the "Reset Effective Date"), the Maximum Annual Withdrawal will increase to be equal to the Maximum Annual Withdrawal percentage multiplied by the contract value on the Reset Effective Date. The reset option is only available when the ING Joint LifePay rider is in Lifetime Guaranteed Withdrawal Status. We reserve the right to limit resets to the contract anniversary.

After exercising the reset option, you must wait one year before electing to reset again. We will not accept a request to reset if the new Maximum Annual Withdrawal on the date the request is received would be less than your current Maximum Annual Withdrawal.

If the reset option is exercised, the charge for the ING Joint LifePay rider will be equal to the charge then in effect for a newly purchased rider but will not exceed the maximum annual charge of 1.50%. However, we guarantee that the ING Joint LifePay rider charge will not increase for resets exercised within the first five contract years. See Illustration 4 at the end of this appendix.

**Investment Option Restrictions.** In order to mitigate the insurance risk inherent in our guarantee to provide you and your spouse with lifetime payments (subject to the terms and restrictions of the ING Joint LifePay rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that 20% of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

While the ING Joint LifePay rider is in effect, there are limits on the portfolios to which your contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such contract value in the Fixed Allocation Funds. See "Fixed Allocation Funds Automatic Rebalancing," below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the contract value in the Fixed Allocation Funds is less than 20% of the total contract value allocated to the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Rebalancing Date, we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING Joint LifePay Rebalancing Dates occur on each contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the contract. However, if the other automatic rebalancing under the contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay rider if you do not wish to have your contract value reallocated in this manner.**

**Divorce.** Generally, in the event of a divorce, the spouse who retains ownership of the contract will continue to be entitled to all rights and benefits of the ING Joint LifePay rider, while the ex-spouse will no longer have any such rights or be entitled to any such benefits. In the event of a divorce during Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay rider continues, and terminates upon the death of the owner (first owner in the case of joint owners, or the annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay rider cannot be continued by the new spouse. As the result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal will be considered a withdrawal for purposes of the Maximum Annual Withdrawal amount. In other words, if a withdrawal incident to a divorce exceeds the Maximum Annual Withdrawal amount, it will be considered an excess withdrawal. See “Determination of the Maximum Annual Withdrawal,” above. As noted, in the event of a divorce there is no change to the Maximum Annual Withdrawal and we will continue to deduct charges for the ING Joint LifePay rider.

In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change to the periodic payments made. Payments will continue until both spouses are deceased.

**Death of Owner.** The death of the owner (or in the case of joint owners, the first owner, or for custodial IRAs, the annuitant) during Lifetime Guaranteed Withdrawal Status may cause the termination of the ING Joint LifePay rider and its charges, depending upon whether one or both spouses are in active status at the time of death, as described below.

- 1) **If both spouses are in active status:** If the surviving spouse elects to continue the contract and becomes the sole owner and annuitant, the ING Joint LifePay rider will remain in effect pursuant to its original terms and ING Joint LifePay coverage and charges will continue. As of the date the contract is continued, the Maximum Annual Withdrawal will be set to the greater of the existing Maximum Annual Withdrawal or the Maximum Annual Withdrawal percentage multiplied by the contract value on the date the contract is continued. Such a reset will not count as an exercise of the ING Joint LifePay Reset Option, and rider charges will not increase.

If the surviving spouse elects not to continue the contract, ING Joint LifePay rider coverage and charges will cease upon the earlier of payment of the death benefit or notice that an alternative distribution option has been chosen.

- 2) **If the surviving spouse is in inactive status:** The ING Joint LifePay rider terminates and ING Joint LifePay coverage and charges cease upon proof of death.

**Change of Owner or Annuitant.** Other than as a result of spousal continuation, you may not change the annuitant. The ING Joint LifePay rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation by an active spouse, as described above;
- 2) change of owner from one custodian to another custodian for the benefit of the same individual;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (in order to avoid the owner’s spouse from being designated inactive, the owner’s spouse must be named sole beneficiary under the contract);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;

- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided that the additional joint owner is the original owner's spouse and is active when added as joint owner;
- 7) for nonqualified contracts, removal of a joint owner, provided the removed joint owner is active and becomes the primary contract beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner if both were active spouses at the time of the change.

**Surrender Charges.** If you elect the ING Joint LifePay rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your contract value is zero, the periodic payments under the ING Joint LifePay rider are not subject to surrender charges, nor will these amounts be subject to any other charges under the contract.

**Federal Tax Considerations.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**ING LifePay and ING Joint LifePay Partial Withdrawal Amount Examples.** The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:

**Illustration 1: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal, including surrender and/or MVA charges.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$500 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$300 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$200 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, then there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$7,000 ( $\$3,000 + \$500 + \$1,500 + \$300 + \$1,500 + \$200$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal ( $\$7,000 - \$5,000 = \$2,000$ ), and the amount of the current gross withdrawal ( $\$1,500 + 200 = \$1,700$ ).

If the Account Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 3.40% ( $\$1,700 / \$50,000$ ) to \$4,830 ( $(1 - 3.40\%) * \$5,000$ ).

**Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

**Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The RMD for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceed the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Reset Option is utilized.**

Assume the Maximum Annual Withdrawal is \$5,000 and the Maximum Annual Withdrawal percentage is 5%.

One year after the first withdrawal is taken, the contract value has increased to \$120,000, and the Reset Option is utilized. The Maximum Annual Withdrawal is now \$6,000 ( $\$120,000 * 5\%$ ).

One year after the Reset Option was first utilized, the contract value has increased further to \$130,000. The Reset Option is utilized again, and the Maximum Annual Withdrawal is now \$6,500 ( $\$130,000 * 5\%$ ).

### Minimum Guaranteed Withdrawal Benefit

(Applicable to Contracts Issued in States Where ING LifePay is Not Available.)

**Minimum Guaranteed Withdrawal Benefit Rider (MGWB).** The MGWB rider, marketed under the name, ING PrincipalGuard Withdrawal Benefit, is an optional benefit which guarantees that if your contract value is reduced to zero, you will receive periodic payments. The amount of the periodic payments is based on the amount in the MGWB Withdrawal Account. **Only premiums added to your Contract during the first two-year period after your rider date are included in the MGWB Withdrawal Account.** Any additional premium payments added after the second rider anniversary are not included in the MGWB Withdrawal Account. Thus, the MGWB rider may not be appropriate for you if you plan to add substantial premium payments after your second rider anniversary.

The guarantee provides that, subject to the conditions described below, the amount you will receive in periodic payments is equal to your Eligible Payment Amount adjusted for any prior withdrawals. Your Eligible Payment Amount depends on when you purchase the MGWB rider and equals:

- 1) if you purchased the MGWB rider on the contract date: your premium payments received during the first two contract years;
- 2) if you purchased the MGWB rider after the contract date: your contract value on the Rider Date, including any premiums received that day, and any subsequent premium payments received during the two-year period commencing on the Rider Date.

To maintain the guarantee, withdrawals in any contract year may not exceed 7% of your Eligible Payment Amount adjusted, as defined below. If your contract value is reduced to zero, your periodic payments will be 7% of your Eligible Payment Amount every year. Payments continue until your MGWB Withdrawal Account is reduced to zero. Please note that before Automatic Periodic Benefit status is reached, withdrawals in excess of the free withdrawal amount will be subject to surrender charges. Once your contract reaches Automatic Period Benefit Status, the periodic payments paid under the MGWB rider are not subject to surrender charges.

The MGWB Withdrawal Account is equal to the Eligible Payment Amount adjusted for any withdrawals and transfers between Covered and Excluded Funds. The MGWB Withdrawal Account is tracked separately for Covered and Excluded Funds. The MGWB Withdrawal Account equals the sum of (a) the MGWB Withdrawal Account allocated to Covered Funds, and (b) the lesser of (i) the MGWB Withdrawal Account allocated to Excluded Funds and (ii) the contract value in Excluded Funds. Thus, investing in the Excluded Funds may limit the MGWB Withdrawal Account. No investment options are currently designated as Excluded Funds for the Minimum Guaranteed Withdrawal Benefit.

The Maximum Annual Withdrawal Amount (or "MAW") is equal to 7% of the Eligible Payment Amount. Withdrawals from Covered Funds of up to the MAW will reduce the value of your MGWB Withdrawal Account by the dollar amount of the withdrawal. Any withdrawals from Covered Funds greater than the MAW will cause a reduction in the MGWB Withdrawal Account allocated to Covered Funds by the proportion that the excess withdrawal bears to the remaining contract value in Covered Funds after the withdrawal of the MAW. All withdrawals from Excluded Funds will reduce the value of the MGWB Withdrawal Account allocated to Excluded Funds on a pro-rata basis. If a single withdrawal involves both Covered and Excluded Funds and exceeds 7%, the withdrawal will be treated as taken first from Covered Funds.

Any withdrawals greater than the MAW will also cause a reduction in the Eligible Payment Amount by the proportion that the excess portion of the withdrawal bears to the contract value remaining after withdrawal of the MAW at the time of the withdrawal. Please see "MGWB Excess Withdrawal Amount Examples," below.



Once your contract value is zero, any periodic payments paid under the MGWB rider also reduce the MGWB Withdrawal Account by the dollar amount of the payments. If a withdrawal reduces the MGWB Withdrawal Account to zero, the MGWB rider terminates and no further benefits are payable under the rider.

Net transfers from Covered Funds to Excluded Funds will reduce the MGWB Withdrawal Account allocated to Covered Funds on a pro-rata basis. The resulting increase in the MGWB Withdrawal Account allocated to Excluded Funds equals the reduction in the MGWB Withdrawal Account for Covered Funds.

Net transfers from Excluded Funds to Covered Funds will reduce the MGWB Withdrawal Account allocated to Excluded Funds on a pro-rata basis. The resulting increase in the MGWB Withdrawal Account allocated to Covered Funds will equal the lesser of the reduction in the MGWB Withdrawal Account for Excluded Funds and the net contract value transferred.

**You should not make any withdrawals if you wish to retain the option to elect the Step-Up Benefit (see below).**

The MGWB Withdrawal Account is only a calculation which represents the remaining amount available for periodic payments. It does not represent a contract value, nor does it guarantee performance of the subaccounts in which you are invested. It will not affect your annuitization, surrender and death benefits.

**Guaranteed Withdrawal Status.** You may continue to make withdrawals in any amount permitted under your Contract so long as your contract value is greater than zero. See “Withdrawals.” However, making any withdrawals in any year greater than the MAW will reduce the Eligible Payment Amount and payments under the MGWB rider by the proportion that the withdrawal bears to the contract value at the time of the withdrawal. The MGWB rider will remain in force and you may continue to make withdrawals each year so long as:

- 1) your contract value is greater than zero;
- 2) your MGWB Withdrawal Account is greater than zero;
- 3) you have not reached your latest allowable annuity start date;
- 4) you have not elected to annuitize your Contract; and
- 5) you have not died (unless your spouse has elected to continue the Contract), changed the ownership of the Contract or surrendered the Contract.

The standard Contract provision limiting withdrawals to no more than 90% of the cash surrender value is not applicable under the MGWB rider.

**Automatic Periodic Benefit Status.** Under the MGWB rider, in the event your contract value is reduced to zero, your Contract is given Automatic Periodic Benefit Status, if:

- 1) your MGWB Withdrawal Account is greater than zero;
- 2) you have not reached your latest allowable annuity start date;
- 3) you have not elected to annuitize your Contract; and
- 4) you have not died, changed the ownership of the Contract or surrendered the Contract.

Once your Contract is given Automatic Periodic Benefit Status, we will pay you the annual MGWB periodic payments, beginning on the next contract anniversary until the earliest of (i) your Contract’s latest annuity start date, (ii) the death of the owner; or (iii) your MGWB Withdrawal Account is exhausted. These payments are equal to the lesser of the remaining MGWB Withdrawal Account or the MAW. We will reduce the MGWB Withdrawal Account by the amount of each payment. Once your Contract is given Automatic Periodic Benefit Status, we will not accept

any additional premium payments in your Contract, and the Contract will not provide any benefits except those provided by the MGWB rider. Any other rider terminates. Your Contract will remain in Automatic Periodic Benefit Status until the earliest of (i) payment of all MGWB periodic payments, (ii) payment of the Commuted Value (defined below) or (iii) the owner's death.

On the Contract's latest annuity start date, in lieu of making the remaining MGWB periodic payments, we will pay you the Commuted Value of your MGWB periodic payments remaining. We may, at our option, extend your annuity start date in order to continue the MGWB periodic payments. The Commuted Value is the present value of any then-remaining MGWB periodic payments at the current interest rate plus 0.50%. The current interest rate will be determined by the average of the Ask Yields for U.S. Treasury STRIPS as quoted by a national quoting service for period(s) applicable to the remaining payments. Once we pay you the last MGWB periodic payment or the Commuted Value, your Contract and the MGWB rider terminate.

**Reset Option.** Beginning on the fifth contract anniversary following the Rider Date, if the contract value is greater than the MGWB Withdrawal Account, you may choose to reset the MGWB Rider. The effect will be to terminate the existing MGWB Rider and add a new MGWB Rider ("New Rider"). The MGWB Withdrawal Account under the New Rider will equal the contract value on the date the New Rider is effective. The charge for the MGWB under the New Rider and any right to reset again will be based on the terms of the New Rider when it is issued. We reserve the right to limit the reset election to contract anniversaries only. If you elect the Reset Option, the Step-Up benefit is not available.

**Step-Up Benefit.** If the Rider Date is the same as the Contract Date, beginning on the fifth contract anniversary following the Rider Date, if you have not made any previous withdrawals, you may elect to increase the MGWB Withdrawal Account, the adjusted Eligible Payment Amount and the MAW by a factor of 20%. This option is available whether or not the contract value is greater than the MGWB Withdrawal Account. If you elect the Step-Up Benefit:

- 1) we reserve the right to increase the charge for the MGWB Rider up to a maximum annual charge of 1.00% of contract value;
- 2) you must wait at least five years from the Step-Up date to elect the Reset Option.

The Step-Up Benefit may be elected only one time under the MGWB Rider. We reserve the right to limit the election of the Step-Up Benefit to contract anniversaries only. Please note that if you have a third party investment advisor who charges a separate advisory fee, and you have chosen to use withdrawals from your contract to pay this fee, these will be treated as any other withdrawals, and the Step-Up Benefit will not be available.

#### **Death of Owner.**

**Before Automatic Periodic Benefit Status.** The MGWB rider terminates on the first owner's date of death (death of annuitant, if there is a non-natural owner), but the death benefit is payable. However, if the beneficiary is the owner's spouse, the spouse elects to continue the Contract, and the contract value steps up to the minimum guaranteed death benefit, the MGWB Withdrawal Account and MAW are also reset. The MGWB charge will continue at the existing rate. Reset upon spousal continuation does not affect any then existing Reset Option.

**During Automatic Periodic Benefit Status.** The death benefit payable during Automatic Periodic Benefit Status is your MGWB Withdrawal Account which equals the sum of the remaining MGWB periodic payments.

**Purchase.** To purchase the MGWB rider, you must be age 80 or younger on the Rider Date. The MGWB rider must be purchased on the contract date. If the rider is not yet available in your state, the Company may in its discretion allow purchase of this rider during the 30-day period preceding the first contract anniversary after the date of this prospectus, or the date of state approval, whichever is later.

**Minimum Guaranteed Withdrawal Benefit rider<sup>1</sup>:**

As an Annual Charge <sup>2</sup>	As a Quarterly Charge	Maximum Annual Charge if Step-Up Benefit Elected <sup>3</sup>
0.45% of contract value	0.1125% of contract value	1.00% of contract value

- <sup>1</sup> We deduct optional rider charges from the subaccounts in which you are invested on each quarterly contract anniversary and pro-rata on termination of the Contract; if the value in the subaccounts is insufficient, the optional rider charges will be deducted from the Fixed Interest Allocation(s) nearest maturity, and the amount deducted may be subject to a Market Value Adjustment.
- <sup>2</sup> If you choose to reset the MGWB Rider on or after July 11, 2011, the charge for the MGWB will increase to an annual charge of 1.00% of contract value. Please see “Minimum Reset Option” above.
- <sup>3</sup> If you elect the Step-Up Benefit, we reserve the right to increase the charge for the MGWB to a maximum annual charge of 1.00% of contract value. Please see “Step-Up Benefit” above.

**MGWB Excess Withdrawal Amount Examples.** The following are examples of adjustments to the MGWB Withdrawal Account and the Maximum Annual Withdrawal Amount for Transfers and Withdrawals in Excess of the Maximum Annual Withdrawal Amount (“Excess Withdrawals Amount”):

**Example #1: Owner has invested only in Covered Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested in Covered Funds only, the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$120,000, and a withdrawal of \$10,000 is made. The effect of the withdrawal is calculated as follows:

The new CV is \$90,000 ( $\$100,000 - \$10,000$ ).

The Excess Withdrawal Amount is \$3,000 ( $\$10,000 - \$7,000$ ).

The Covered Withdrawal Account is first reduced dollar-for-dollar by the portion of the withdrawal up to the MAW to \$113,000 ( $\$120,000 - \$7,000$ ), and is then reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$109,354.84 ( $\$113,000 * (1 - \$3,000 / \$93,000)$ ).

The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000 / \$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

**Example #2: Owner has invested only in Excluded Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested in Excluded Funds only, the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$120,000, and a withdrawal of \$10,000 is made. The effect of the withdrawal is calculated as follows:

The new CV is \$90,000 ( $\$100,000 - \$10,000$ ).

The Excess Withdrawal Amount is \$3,000 ( $\$10,000 - \$7,000$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the entire amount withdrawn to the CV (before the withdrawal) to \$108,000 ( $\$120,000 * (1 - \$10,000 / \$100,000)$ ).

The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000/\$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

### **Example #3: Owner has invested in both Covered and Excluded Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested \$60,000 in Covered Funds and \$40,000 in Excluded Funds. Further assume that the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$75,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$45,000, and a withdrawal is made of \$10,000 (\$8,000 from Covered Funds and \$2,000 from Excluded Funds).

The new CV for Covered Funds is \$52,000 ( $\$60,000 - \$8,000$ ), and the new CV for Excluded Funds is \$38,000 ( $\$40,000 - \$2,000$ ).

The Covered Withdrawal Account is first reduced dollar-for-dollar by the lesser of the MAW (\$7,000) and the amount withdrawn from Covered Funds (\$8,000) to \$68,000 ( $\$75,000 - \$7,000$ ), and is then reduced pro-rata based on the ratio of any Excess Withdrawal Amount from Covered Funds to the CV in Covered Funds (after being reduced for the withdrawal up to the MAW) to \$66,716.98 ( $\$68,000 * (1 - \$1,000 / \$53,000)$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the amount withdrawn from Excluded Funds to the CV in Excluded Funds (prior to the withdrawal) to \$42,750 ( $\$45,000 * (1 - \$2,000 / \$40,000)$ ).

The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000 / \$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

### **Example #4: Owner transfers funds from Excluded Funds to Covered Funds**

Assume the Contract Value (CV) before the transfer is \$100,000 and is invested \$60,000 in Covered Funds and \$40,000 in Excluded Funds. Further assume that the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$75,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$45,000, and a transfer is made of \$10,000 from Excluded Funds to Covered Funds.

The new CV for Covered Funds is \$70,000 ( $\$60,000 + \$10,000$ ), and the new CV for Excluded Funds is \$30,000 ( $\$40,000 - \$10,000$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the amount transferred from Excluded Funds to the CV in Excluded Funds (prior to the transfer) to \$33,750 ( $\$45,000 * (1 - \$10,000 / \$40,000)$ ).

The Covered Withdrawal Account is increased by the lesser of the reduction of the Excluded Withdrawal Account of \$11,250 ( $\$45,000 - \$33,750$ ) and the actual amount transferred of \$10,000. Thus, the Covered Withdrawal Account is increased to \$85,000 ( $\$75,000 + \$10,000$ ).

### **Example #5: Owner transfers funds from Covered Funds to Excluded Funds**

Assume the Contract Value (CV) before the transfer is \$100,000 and is invested \$60,000 in Covered Funds and \$40,000 in Excluded Funds. Further assume that the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$75,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$45,000, and a transfer is made of \$10,000 from Covered Funds to Excluded Funds.

The new CV for Covered Funds is \$50,000 ( $\$60,000 - \$10,000$ ), and the new CV for Excluded Funds is \$50,000 ( $\$40,000 + \$10,000$ ).

The Covered Withdrawal Account is reduced pro-rata based on the ratio of the amount transferred from Covered Funds to the CV in Covered Funds (prior to the transfer) to \$62,500 ( $\$75,000 * (1 - \$10,000 / \$60,000)$ ).

The Excluded Withdrawal Account is increased by the reduction of the Covered Withdrawal Account of \$12,500 ( $\$75,000 - \$62,500$ ) to \$57,500 ( $\$45,000 + \$12,500$ ).

## APPENDIX M

### State Variations

*This Appendix M contains important state specific variations for Contracts issued in Massachusetts and Washington. The prospectus and this Appendix M provide a general description of the Contract, so please see your Contract, any endorsements and riders for the details.*

**For Contracts issued in the Commonwealth of Massachusetts, the following provisions apply:**

1. The Fixed Interest Division is not available.
2. TSA loans are not available.
3. The Waiver of Surrender Charge for Extended Medical Care or Terminal Illness is not available.

**For Contracts issued in the State of Washington, the following provisions apply:**

1. The Fixed Account is not available.
2. The Minimum Guaranteed Income Benefit (MGIB) Rider Charge,” is only deducted from the subaccounts in which you are invested. No deduction will be made from the Fixed Interest Division.
3. The following describes the death benefit options for Contracts issued in the State of Washington **on or before April 30, 2009**. Other than as described below, please see the prospectus for a full description of your death benefit options and other Contract features.

We use the Base Death Benefit to help determine the minimum death benefit payable under each of the death benefit options described below. You do not elect the Base Death Benefit. The Base Death Benefit is equal to the greater of:

- 1) the contract value; and
- 2) the cash surrender value.

The **Standard Death Benefit** equals the **greatest** of the Base Death Benefit, the floor, and the Standard Minimum Guaranteed Death Benefit.

The Standard Minimum Guaranteed Death Benefit equals the initial premium payment, increased by premium payments after issue, and reduced by a pro-rata adjustment for any withdrawal.

**The floor for the Death Benefit** is the total premium payments made under the Contract reduced by a pro-rata adjustment for any withdrawal.

**Enhanced Death Benefit Options.** Under the Enhanced Death Benefit options, if you die before the annuity start date, your beneficiary will receive the greater of the Standard Death Benefit and the Enhanced Death Benefit option elected. For purposes of calculating the 5.5% Solution Enhanced Death Benefit and the Max 5.5 Enhanced Death Benefit, certain investment portfolios, and the Fixed Account are designated as “Special Funds.”

The following investment options are designated as Special Funds: the ING Liquid Assets Portfolio and the Fixed Interest Division.

The ProFunds VP Rising Rates Opportunity Portfolio is also a Special Fund, but closed to new allocations effective April 30, 2007.

For Contracts issued prior to September 2, 2003, however, the ProFunds VP Rising Rates Opportunity Portfolio is not designated as a Special Fund.

The ING Limited Maturity Bond Portfolio is a Special Fund, but closed to new allocations effective March 12, 2004.

For Contracts issued on or after May 1, 2003, but prior to August 21, 2006, the ING Intermediate Bond Portfolio is designated as a Special Fund.

We may, with 30 days notice to you, designate any investment portfolio as a Special Fund on existing contracts with respect to new premiums added to such investment portfolio and also with respect to new transfers to such investment portfolio. Selecting a Special Fund may limit or reduce the 5.5% Max Enhanced Death Benefit.

For the period during which a portion of the contract value is allocated to a Special Fund, we may, at our discretion, reduce the mortality and expense risk charge attributable to that portion of the contract value. The reduced mortality and expense risk charge will be applicable only during that period.

The 5.5% Solution is not available as a standalone death benefit, but the calculation is used to determine the Max 5.5 Enhanced Death Benefit.

The **5.5% Solution Enhanced Death Benefit** equals the **greatest** of:

- 1) the Standard Death Benefit;
- 2) the floor; and
- 3) the sum of the contract value allocated to Special Funds and the 5.5% Solution Minimum Guaranteed Death Benefit for Non-Special Funds.

For Contract issued on or after April 11, 2000, the 5.5% Solution Minimum Guaranteed Death Benefit for Special and Non-Special Funds equals premiums, adjusted for withdrawals and transfers, accumulated at 5.5% until the attainment of age 80 and thereafter at 0%, subject to a floor as described below. For Contracts issued before April 11, 2000, the 5.5% Solution Minimum Guaranteed Death Benefit allows for accumulation to continue beyond age 80, subject to the cap. Please see your contract for details regarding the terms of your death benefit.

Withdrawals of up to 5.5% per year of cumulative premiums are referred to as special withdrawals. Special withdrawals reduce the 5.5% Solution Minimum Guaranteed Death Benefit by the amount of contract value withdrawn. For any other withdrawals (withdrawals in excess of the amount available as a special withdrawal), a pro-rata adjustment to the 5.5% Solution Minimum Guaranteed Death Benefit is made. The amount of the pro-rata adjustment for withdrawals from Non-Special Funds will equal (a) times (b) divided by (c): where (a) is the 5.5% Solution Minimum Guaranteed Death Benefit for Non-Special Funds prior to the withdrawal; (b) is the contract value of the withdrawal; and (c) is the contract value allocated to Non-Special Funds before the withdrawal. The amount of the pro-rata adjustment for withdrawals from Special Funds will equal (a) times (b) divided by (c): where (a) is the 5.5% Solution Minimum Guaranteed Death Benefit for Special Funds prior to the withdrawal; (b) is the contract value of the withdrawal; and (c) is the contract value allocated to Special Funds before the withdrawal.

Transfers from Special to Non-Special Funds will reduce the 5.5% Solution Minimum Guaranteed Death Benefit for Special Funds on a pro-rata basis. The resulting increase in the 5.5% Solution Minimum Guaranteed Death Benefit in Non-Special Funds will equal the lesser of the reduction in the 5.5% Solution Minimum Guaranteed Death Benefit in Special Funds and the contract value transferred.

Transfers from Non-Special to Special Funds will reduce the 5.5% Solution Minimum Guaranteed Death Benefit in Non-Special Funds on a pro-rata basis. The resulting increase in the 5.5% Solution Minimum Guaranteed Death Benefit for Special Funds will equal the reduction in the 5.5% Solution Minimum Guaranteed Death Benefit for Non-Special Funds.

**The floor for the 5.5 % Solution Enhanced Death Benefit** is determined by the same calculations described above for the 5.5% Solution Minimum Guaranteed Death Benefit except as follows: If you transfer contract value to a Special Fund, the minimum floor will not be reduced by the transfer. Instead, a portion of the floor (equal to the percentage of contract value transferred) just prior to the transfer will be frozen (with 0% subsequent growth) unless the contract value is transferred back to the Non-Special Funds. Upon such transfer back to Non-Special Funds, we will resume accumulating that portion of the floor at the 5.5% annual effective rate as described above, subject to the age limit described above. Similarly, for contract value allocated directly to Special Funds, that portion of the floor will be the contract value allocated, and will not accumulate while invested in Special Funds. Withdrawals will reduce the floor as described for the minimum guaranteed death benefit above. Your death benefit will be the greater of the floor and the death benefit determined as described above.

The **Annual Ratchet Enhanced Death Benefit** equals the **greater of**:

- 1) the Standard Death Benefit; and
- 2) the Annual Ratchet Minimum Guaranteed Death Benefit.

The Annual Ratchet Minimum Guaranteed Death Benefit equals:

- 1) the initial premium payment;
- 2) increased dollar for dollar by any premium added after issue;
- 3) adjusted on each anniversary that occurs on or prior to attainment of age 90 to the greater of the Annual Ratchet Minimum Guaranteed Death Benefit from the prior anniversary (adjusted for new premiums and partial withdrawals) and the current contract value.

Withdrawals reduce the Annual Ratchet Minimum Guaranteed Death Benefit on a pro-rata basis, based on the amount withdrawn. The amount of the pro-rata adjustment for withdrawals will equal (a) times (b) divided by (c): where (a) is the Annual Ratchet Minimum Guaranteed Death Benefit prior to the withdrawal; (b) is the contract value of the withdrawal; and (c) is the contract value before withdrawal.

The **Max 5.5 Enhanced Death Benefit** equals the greater of the 5.5% Solution Enhanced Death Benefit and the Annual Ratchet Enhanced Death Benefit. Under this death benefit option, the 5.5% Solution Enhanced Death Benefit and the Annual Ratchet Enhanced Death Benefit are calculated in the same manner as if each were the elected benefit.

Note: In all cases described above, the amount of the death benefit could be reduced by premium taxes owed and withdrawals not previously deducted. The enhanced death benefits may not be available in all states.

### **Death Benefit for Excluded Funds**

We will be designating certain investment portfolios as “Excluded Funds.” Excluded Funds will include certain investment portfolios that, due to their volatility, will be excluded from the death benefit guarantees that might otherwise be provided. We may add new portfolios as Excluded Funds. We may also reclassify an existing portfolio as an Excluded Fund or remove such classification upon 30 days notice to you. Such reclassification will apply only to amounts transferred or otherwise added to such portfolio after the effective date of the reclassification. Investment in Excluded Funds will impact your death benefit.

For the period of time, and to the extent, that you allocate premium or contract value to Excluded Funds, your death benefit attributable to that allocation will equal the contract value of that allocation. Any guarantee of death benefit in excess of contract value otherwise provided with regard to allocations to Non-Excluded Funds, does not apply to allocations to Excluded Funds. The death benefit provided under the Contract may be reduced to the extent that you allocate premium or contract value to Excluded Funds.



Transfers from Excluded Funds to Non-Excluded funds will reduce all death benefit components for Excluded Funds on a pro-rata basis. Except with respect to any maximum guaranteed death benefit, the resulting increase in the Non-Excluded Funds death benefit component will equal the lesser of the reduction in the death benefit for Excluded Funds and the contract value transferred. With respect to the maximum guaranteed death benefit, where applicable, the resulting increase in the Non-Excluded Funds maximum guaranteed death benefit will equal the reduction in the maximum guaranteed death benefit for Excluded Funds.

Transfers from Non-Excluded Funds to Excluded Funds will reduce the Non-Excluded Funds death benefit components on a pro-rata basis. The resulting increase in the death benefit components of Excluded Funds will equal the reduction in the Non-Excluded Funds death benefit components.

**4.** The charges, fees and expenses are as described in the prospectus for the applicable variable annuity contract with the exception of the mortality and expense risk charges for the Max 5.5 Enhanced Death Benefit. The mortality and expense risk charges for the Max 5.5 Enhanced Death Benefit elected is 1.65%

**ING USA Annuity and Life Insurance Company**  
*ING USA Annuity and Life Insurance Company is a stock company domiciled in Iowa.*

**ING USA Annuity and Life Insurance Company**  
**Separate Account B of ING USA Annuity and Life Insurance Company**

**Deferred Combination Variable and Fixed Annuity Prospectus**

**ING GOLDENSELECT OPPORTUNITIES<sup>®</sup>**

**April 29, 2011**

This prospectus describes ING GoldenSelect Opportunities, a group and individual deferred combination variable annuity contract (the "Contract") offered for sale by ING USA Annuity and Life Insurance Company ("ING USA," the "Company," "we," "us" or "our") through Separate Account B (the "Separate Account"). The Contract was available in connection with certain retirement plans that qualify for special federal income tax treatment ("qualified Contracts") under the Internal Revenue Code of 1986, as amended (the "Tax Code"), as well as those that did not qualify for such treatment ("non-qualified Contracts"). We currently do not offer this Contract for sale to new purchasers.

The Contract provides a means for you to invest your premium payments in one or more mutual fund investment portfolios. You may also allocate premium payments to our Fixed Account with guaranteed interest periods. Your contract value will vary daily to reflect the investment performance of the investment portfolio(s) you select and any interest credited to your allocations in the Fixed Account. For Contracts sold in some states, not all Fixed Interest Allocations or subaccounts are available. The investment portfolios available under your Contract are listed on the next page.

You have a right to return a Contract within 10 days after you receive it for a refund of the adjusted contract value (which may be more or less than the premium payments you paid), or if required by your state, the original amount of your premium payment. Longer free look periods apply in some states and in certain situations.

**Replacing an existing annuity with the Contract may not be beneficial to you. Your existing annuity may be subject to fees or penalties on surrender, and the Contract may have new charges.**

This prospectus provides information that you should know before investing and should be kept for future reference. A Statement of Additional Information ("SAI"), dated April 29, 2011, has been filed with the Securities and Exchange Commission ("SEC"). It is available without charge upon request. To obtain a copy of this document, write to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271 or call (800) 366-0066, or access the SEC's website (<http://www.sec.gov>). The table of contents of the SAI is on the last page of this prospectus and the SAI is made part of this prospectus by reference.

**The SEC has not approved or disapproved these securities or passed upon the adequacy of this prospectus. Any representation to the contrary is a criminal offense.**

**An investment in any subaccount through a Trust or Fund is not a bank deposit and is not insured or guaranteed by any bank or by the Federal Deposit Insurance Corporation or any other government agency.**

**We pay compensation to broker/dealers whose registered representatives sell the Contract. See "Other Contract Provisions – Selling the Contract," for further information about the amount of compensation we pay.**

*The investment portfolios are listed on the next page.*

The investment portfolios currently available under your Contract are:

BlackRock Global Allocation V.I. Fund (Class III)	ING Marsico Growth Portfolio (Class S2)
Fidelity® VIP <i>Contrafund</i> ® Portfolio (Class S2)	ING MFS Total Return Portfolio (Class S2)
ING American Funds Asset Allocation Portfolio	ING MidCap Opportunities Portfolio (Class S)
ING American Funds Bond Portfolio	ING Morgan Stanley Global Franchise Portfolio (Class S2)
ING American Funds Growth Portfolio	ING Oppenheimer Active Allocation Portfolio (Class S)
ING American Funds International Portfolio	ING Oppenheimer Global Portfolio (Class S)
ING American Funds World Allocation Portfolio (Class S)	ING PIMCO Total Return Bond Portfolio (Class S2)
ING Artio Foreign Portfolio (Class S2)	ING Pioneer Mid Cap Value Portfolio (Class S)
ING Baron Small Cap Growth Portfolio (Class S)	ING Retirement Conservative Portfolio (Class ADV)
ING BlackRock Inflation Protected Bond Portfolio (Class S)	ING Retirement Growth Portfolio (Class ADV)
ING BlackRock Science and Technology Opportunities Portfolio (Class S)	ING Retirement Moderate Growth Portfolio (Class ADV)
ING Columbia Small Cap Value II Portfolio (Class S)	ING Retirement Moderate Portfolio (Class ADV)
ING Davis New York Venture Portfolio (Class S)	ING Russell™ Large Cap Growth Index Portfolio (Class S)
ING DFA World Equity Portfolio (Class S)	ING Russell™ Large Cap Index Portfolio (Class S)
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio (Class S2)	ING Russell™ Large Cap Value Index Portfolio (Class S)
ING Franklin Income Portfolio (Class S2)	ING Russell™ Mid Cap Growth Index Portfolio (Class S)
ING Franklin Mutual Shares Portfolio (Class S)	ING Russell™ Mid Cap Index Portfolio (Class S)
ING Franklin Templeton Founding Strategy Portfolio (Class S)	ING Russell™ Small Cap Index Portfolio (Class S)
ING Growth and Income Portfolio (Class ADV)	ING Small Company Portfolio (Class S)
ING Intermediate Bond Portfolio (Class S)	ING Templeton Foreign Equity Portfolio (Class S)
ING International Index Portfolio (Class S)	ING Templeton Global Growth Portfolio (Class S2)
ING Invesco Van Kampen Comstock Portfolio (Class S)	ING T. Rowe Price Capital Appreciation Portfolio (Class S2)
ING Invesco Van Kampen Equity and Income Portfolio (Class S)	ING T. Rowe Price Equity Income Portfolio (Class S2)
ING Invesco Van Kampen Growth and Income Portfolio (Class S2)	ING T. Rowe Price Growth Equity Portfolio (Class S)
ING JPMorgan Mid Cap Value Portfolio (Class S)	ING U.S. Bond Index Portfolio (Class S)
ING Large Cap Growth Portfolio (Class S)	ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio (Class S)
ING Large Cap Value Portfolio (Class S)	
ING Liquid Assets Portfolio (Class S2)	

These investment portfolios comprise the subaccounts open to new premiums and transfers. More information can be found in the appendices. See Appendix A for all subaccounts and valuation information. Appendix B highlights each portfolio's investment objective and adviser (and any subadviser or consultant), as well as indicates recent portfolio changes. **If you received a summary prospectus for any of the underlying investment portfolios available through your contract, you may obtain a full prospectus and other fund information free of charge by either accessing the internet address, calling the telephone number or sending an email request to the contact information shown on the front of the portfolio's summary prospectus.**

## TABLE OF CONTENTS

	<u>Page</u>
INDEX OF SPECIAL TERMS .....	1
FEES AND EXPENSES .....	2
CONDENSED FINANCIAL INFORMATION.....	5
ING USA SEPARATE ACCOUNT B .....	6
ING USA ANNUITY AND LIFE INSURANCE COMPANY .....	6
THE TRUSTS AND FUNDS.....	7
CHARGES AND FEES.....	8
THE ANNUITY CONTRACT .....	14
LIVING BENEFIT RIDERS .....	21
WITHDRAWALS .....	46
TRANSFERS AMONG YOUR INVESTMENTS (EXCESSIVE TRADING POLICY) .....	49
DEATH BENEFIT CHOICES .....	54
THE ANNUITY OPTIONS .....	60
OTHER CONTRACT PROVISIONS .....	62
OTHER INFORMATION .....	65
FEDERAL TAX CONSIDERATIONS.....	66
STATEMENT OF ADDITIONAL INFORMATION .....	78
APPENDIX A – Condensed Financial Information.....	A1
APPENDIX B – The Investment Portfolios.....	B1
APPENDIX C – Fixed Account II.....	C1
APPENDIX D – Fixed Interest Division .....	D1
APPENDIX E – Surrender Charge for Excess Withdrawals Example.....	E1
APPENDIX F – Special Funds and Excluded Funds Examples.....	F1
APPENDIX G – Examples of Minimum Guaranteed Income Benefit Calculations .....	G1
APPENDIX H – ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples.....	H1
APPENDIX I – Examples of Fixed Allocation Funds Automatic Rebalancing.....	I1
APPENDIX J – ING LifePay Plus and ING Joint LifePay Plus.....	J1
APPENDIX K – ING LifePay and ING Joint Life Pay .....	K1
APPENDIX L – Minimum Guaranteed Withdrawal Benefit .....	L1

## INDEX OF SPECIAL TERMS

The following special terms are used throughout this prospectus. Refer to the page(s) listed for an explanation of each term:

Special Term	Page
Accumulation Unit	5
Annuitant	15
Annual Ratchet	31
Annuity Start Date	15
Cash Surrender Value	20
Claim Date	54
Contract Date	14
Contract Owner	15
Contract Value	19
Contract Year	14
Covered Fund	8
Earnings Multiplier Benefit	58
Excluded Fund	8
Fixed Account	21
Fixed Interest Allocation	21
Fixed Interest Division	21
Free Withdrawal Amount	9
ING LifePay Plus Base	30
Market Value Adjustment	C2
Max 7 Enhanced Death Benefit	56
Net Investment Factor	5
Net Rate of Return	5
Quarterly Ratchet Enhanced Death Benefit	55
Restricted Fund	7
Rider Date	22
7% Solution Death Benefit Element	56
Special Fund	8
Standard Death Benefit	54

The following terms as used in this prospectus have the same or substituted meanings as the corresponding terms currently used in the Contract:

Term Used in This Prospectus	Corresponding Term Used in the Contract
Accumulation Unit Value	Index of Investment Experience
Annuity Start Date	Annuity Commencement Date
Contract Owner	Owner or Certificate Owner
Contract Value	Accumulation Value
Transfer Charge	Excess Allocation Charge
Fixed Interest Allocation	Fixed Allocation
Free Look Period	Right to Examine Period
Guaranteed Interest Period	Guarantee Period
Subaccount(s)	Division(s)
Net Investment Factor	Experience Factor
Regular Withdrawals	Conventional Partial Withdrawals
Withdrawals	Partial Withdrawals

## FEES AND EXPENSES

The following tables describe the fees and expenses that you will pay when buying, owning, and surrendering the contract. For more information about the fees and expenses, please see the “Charges and Fees” section later in this prospectus.

**The first table** describes the fees and expenses that you will pay at the time that you buy the contract, surrender the contract, or transfer contract value between investment options. State premium taxes may also be deducted.

### Contract Owner Transaction Expenses<sup>1</sup>

Surrender Charge:

<b>Complete Years Elapsed Since Premium Payment</b>	0	1	2	3	4	5	6	7	8+
<b>Surrender Charge (as a percentage of Premium Payment withdrawn)</b>	8%	7%	6%	5%	4%	3%	2%	1%	0%

Transfer Charge ..... \$25 per transfer, currently zero

Premium Tax<sup>2</sup> ..... 0% to 3.5%

Overnight Charge<sup>3</sup> ..... \$20

<sup>1</sup> If you invested in a Fixed Interest Allocation, a Market Value Adjustment may apply to certain transactions. This may increase or decrease your contract value and/or your transfer or surrender amount.

<sup>2</sup> Any premium tax is deducted from the contract value.

<sup>3</sup> You may choose to have this charge deducted from the amount of a withdrawal you would like sent to you by overnight delivery service.

**The next table** describes the fees and expenses that you will pay periodically during the time that you own the contract, not including Trust or Fund fees and expenses.

### Separate Account Annual Charges

*Contract without any of the optional riders that may be available*

Annual Contract Administrative Charge<sup>1</sup> ..... \$30

(We waive this charge if the total of your premium payments is \$100,000 or more, or if your contract value at the end of a contract year is \$100,000 or more.)

	<b>Standard Death Benefit</b>	<b>Quarterly Ratchet Enhanced Death Benefit</b>	<b>Max 7 Enhanced Death Benefit</b>
Mortality & Expense Risk Charge	1.25%	1.50%	1.80%
Asset-Based Administrative Charge	<u>0.15%</u>	<u>0.15%</u>	<u>0.15%</u>
Total <sup>2</sup>	1.40%	1.65%	1.95%

<sup>1</sup> We deduct this charge on each contract anniversary and on surrender.

<sup>2</sup> These charges are as a percentage of average contract value in each subaccount. These annual charges are deducted daily.

**The next tables** show the charges for the optional riders currently available with the Contract. These charges would be in addition to the Separate Account Annual Charges noted above. In addition to the Earnings Multiplier Benefit rider, you may add only one of the three living benefit riders, namely: the Minimum Guaranteed Income Benefit; ING LifePay Plus Minimum Guaranteed Withdrawal Benefit; and ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit. For more information about which one may be right for you, please see “Living Benefit Riders.” For more information about the charges for the optional riders, please see “Charges and Fees – Optional Rider Charges.”

### **Optional Rider Charges<sup>1</sup>**

Earnings Multiplier Benefit rider:

<b>As an Annual Charge (Charge Deducted Quarterly)</b>	<b>Maximum Annual Charge</b>
0.30% of contract value	0.30% of contract value

Minimum Guaranteed Income Benefit rider<sup>2</sup>:

<b>As an Annual Charge (Charge Deducted Quarterly)</b>	<b>Maximum Annual Charge</b>
0.75% of the MGIB Charge Base	1.50% of the MGIB Charge Base

ING LifePay Plus Minimum Guaranteed Withdrawal Benefit rider<sup>3</sup>:

<b>As an Annual Charge Currently (Charge Deducted Quarterly)</b>	<b>Maximum Annual Charge</b>
1.00% of the ING LifePay Plus Base	1.50% of the ING LifePay Plus Base

ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit rider<sup>4</sup>:

<b>As an Annual Charge Currently (Charge Deducted Quarterly)</b>	<b>Maximum Annual Charge</b>
1.20% of the ING LifePay Plus Base	1.70% of the ING LifePay Plus Base

- <sup>1</sup> Optional rider charges are expressed as a percentage, rounded to the nearest hundredth of one percent. The basis for an optional rider charge is sometimes a charge base, benefit base or contract value, as applicable. Optional rider charges are deducted from the contract value in your subaccount allocations (and/or your Fixed Interest Allocations if there is insufficient contract value in the subaccounts).
- <sup>2</sup> For more information about how the MGIB Charge Base is determined, please see “Living Benefit Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB rider”) – Rider Charge.”
- <sup>3</sup> The ING LifePay Plus Base is calculated based on premium, if this rider is elected at contract issue. The ING LifePay Plus Base is calculated based on contract value, if this rider is added after contract issue. The charge for this rider can increase upon the Annual Ratchet once the Lifetime Withdrawal Phase begins, subject to the maximum charge. We promise not to increase the charge for your first five contract years. For more information about the ING LifePay Plus Base and Annual Ratchet, please see “Charges and Fees – Optional Rider Charges – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING LifePay Plus) Rider Charge” and “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider – Annual Ratchet.”
- <sup>4</sup> The ING LifePay Plus Base is calculated based on premium, if this rider is elected at contract issue. The ING LifePay Plus Base is calculated based on contract value, if this rider is added after contract issue. The charge for this rider can increase upon the Annual Ratchet once the Lifetime Withdrawal Phase begins, subject to the maximum charge. We promise not to increase the charge for your first five contract years. For more information about the ING LifePay Plus Base and Annual Ratchet, please see “Charges



and Fees – Optional Rider Charges – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING Joint LifePay Plus) Rider Charge” and “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider – Annual Ratchet.”

**The next item** shows the minimum and maximum total operating expenses charged by the Trust or Fund that you may pay periodically during the time that you own the Contract. More detail concerning each Trust or Fund’s fees and expenses is contained in the prospectus for each Trust or Fund.

<b>Total Annual Trust or Fund Operating Expenses</b>	<b>Minimum</b>	<b>Maximum</b>
(expenses that are deducted from Trust or Fund assets, including management fees, distribution and/or service (12b-1) fees <sup>1, 2</sup> , and other expenses):	0.64%	1.52%

- <sup>1</sup> The Company may receive compensation from each of the funds or the funds’ affiliates based on an annual percentage of the average net assets held in that fund by the Company. The percentage paid may vary from one fund company to another. For certain funds, some of this compensation may be paid out of 12b-1 fees or service fees that are deducted from fund assets. Any such fees deducted from fund assets are disclosed in the Fund or Trust prospectuses. The Company may also receive additional compensation from certain funds for administrative, recordkeeping or other services provided by the Company to the funds or the funds’ affiliates. These additional payments are made by the funds or the funds’ affiliates to the Company and do not increase, directly or indirectly, the fees and expenses shown above.
- <sup>2</sup> No Trust or Fund currently charges a redemption fee. For more information about redemption fees, please see “Charges and Fees – Charges Deducted from the Contract Value – Redemption Fees.”

**Example**

This Example is intended to help you compare the cost of investing in the Contract with the cost of investing in other variable annuity contracts.

The Example assumes that you invest \$10,000 in the Contract for the time periods indicated. The costs reflected are the maximum charges for the Contract with the Quarterly Ratchet Enhanced Death Benefit and the most expensive combination of riders possible: Earnings Multiplier Benefit and ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit. The Example also assumes that your investment has a 5% return each year, and assumes the maximum Trust or Fund fees and expenses. Excluded are premium taxes and any transfer charges.

Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

1) If you surrender or annuitize your contract at the end of the applicable time period:			
1 year	3 years	5 years	10 years
\$1,325	\$2,201	\$3,112	\$5,619
2) If you do <i>not</i> surrender your contract:			
1 year	3 years	5 years	10 years
\$525	\$1,601	\$2,712	\$5,619

Compensation is paid for the sale of the Contracts. For information about this compensation, see “Other Contract Provisions – Selling the Contract.”

**Fees Deducted by the Funds**

**Fund Fee Information.** The fund prospectuses show the investment advisory fees, 12b-1 fees and other expenses including service fees (if applicable) charged annually by each fund. Fund fees are one factor that impacts the value of a fund share. Please refer to the fund prospectuses for more information and to learn more about additional factors.

The Company may receive compensation from each of the funds or the funds' affiliates based on an annual percentage of the average net assets held in that fund by the Company. The percentage paid may vary from one fund company to another. For certain funds, some of this compensation may be paid out of 12b-1 fees or service fees that are deducted from fund assets. Any such fees deducted from fund assets are disclosed in the fund prospectuses. The Company may also receive additional compensation from certain funds for administrative, recordkeeping or other services provided by the Company to the funds or the funds' affiliates. These additional payments may also be used by the Company to finance distribution. These additional payments are made by the funds or the funds' affiliates to the Company and do not increase, directly or indirectly, the fund fees and expenses. Please see "Charges and Fees – Trust and Fund Expenses" for more information.

In the case of fund companies affiliated with the Company, where an affiliated investment adviser employs subadvisers to manage the funds, no direct payments are made to the Company or the affiliated investment adviser by the subadvisers. Subadvisers may provide reimbursement for employees of the Company or its affiliates to attend business meetings or training conferences. Investment management fees are apportioned between the affiliated investment adviser and subadviser. This apportionment varies by subadviser, resulting in varying amounts of revenue retained by the affiliated investment adviser. This apportionment of the investment advisory fee does not increase, directly or indirectly, fund fees and expenses. Please see "Charges and Fees – Trust and Fund Expenses" for more information.

**How Fees are Deducted.** Fees are deducted from the value of the fund shares on a daily basis, which in turn affects the value of each subaccount that purchases fund shares.

## CONDENSED FINANCIAL INFORMATION

### Accumulation Unit

We use accumulation units to calculate the value of a Contract. Each subaccount of Separate Account B has its own accumulation unit value. The accumulation units are valued each business day that the New York Stock Exchange is open for trading. Their values may increase or decrease from day to day according to a Net Investment Factor, which is primarily based on the investment performance of the applicable investment portfolio. Shares in the investment portfolios are valued at their net asset value.

Tables containing (i) the accumulation unit value history of each subaccount of ING USA Separate Account B offered in this prospectus and (ii) the total investment value history of each such subaccount are presented in "Appendix A — Condensed Financial Information" – for the lowest and highest combination of asset-based charges. The numbers show the year-end unit values of each subaccount from the time purchase payments were first received in the subaccounts under the Contract. Complete information is available in the SAI.

### The Net Investment Factor

The Net Investment Factor is an index number which reflects certain charges under the Contract and the investment performance of the subaccount. The Net Investment Factor is calculated for each subaccount as follows:

- 1) We take the net asset value of the subaccount at the end of each business day.
- 2) We add to (1) the amount of any dividend or capital gains distribution declared for the subaccount and reinvested in such subaccount. We subtract from that amount a charge for our taxes, if any.
- 3) We divide (2) by the net asset value of the subaccount at the end of the preceding business day.
- 4) We then subtract the applicable daily charges from the subaccount; the mortality and expense risk charge; the asset-based administrative charge; and any optional rider charges.

Calculations for the subaccounts are made on a per share basis.

The Net Rate of Return equals the Net Investment Factor minus one.

## **Financial Statements**

The statements of assets and liabilities, the statements of operations, the statements of changes in net assets and the related notes to financial statements for Separate Account B and the financial statements and the related notes to financial statements for ING USA Annuity and Life Insurance Company are included in the Statement of Additional Information.

### **ING USA SEPARATE ACCOUNT B**

ING USA Separate Account B (“Separate Account B”) was established as a separate account of the Company on July 14, 1988. It is registered with the SEC as a unit investment trust under the Investment Company Act of 1940, as amended (the “1940 Act”). Separate Account B is a separate investment account used for our variable annuity contracts. We own all the assets in Separate Account B but such assets are kept separate from our other accounts.

Separate Account B is divided into subaccounts. Each subaccount invests exclusively in shares of one investment portfolio of a Trust or Fund. Each investment portfolio has its own distinct investment objectives and policies. Income, gains and losses, realized or unrealized, of a portfolio are credited to or charged against the corresponding subaccount of Separate Account B without regard to any other income, gains or losses of the Company. Assets equal to the reserves and other contract liabilities with respect to each are not chargeable with liabilities arising out of any other business of the Company. They may, however, be subject to liabilities arising from subaccounts whose assets we attribute to other variable annuity contracts supported by Separate Account B. If the assets in Separate Account B exceed the required reserves and other liabilities, we may transfer the excess to our general account. When we deduct the fees we charge for the Contract, these would constitute excess assets that we would transfer to the general account. We are obligated to pay all benefits and make all payments provided under the Contracts, and will keep the Separate Account fully funded to cover such liabilities.

Note: Other variable annuity contracts that invest in Separate Account B, but are not discussed in this prospectus. Separate Account B may also invest in other investment portfolios which are not available under your Contract. Under certain circumstances, we may make certain changes to the subaccounts. For more information, see “The Annuity Contract — Addition, Deletion, or Substitution of Subaccounts and Other Changes.”

### **ING USA ANNUITY AND LIFE INSURANCE COMPANY**

ING USA is an Iowa stock life insurance company, which was originally incorporated in Minnesota on January 2, 1973. ING USA is a wholly owned subsidiary of Lion Connecticut Holdings Inc. (“Lion Connecticut”), which in turn is a wholly owned subsidiary of ING Groep N.V. (“ING”), a global financial services holding company based in The Netherlands. ING USA is authorized to sell insurance and annuities in all states, except New York, and the District of Columbia. Although we are a subsidiary of ING, ING is not responsible for the obligations under the Contract. The obligations under the Contract are solely the responsibility of ING USA Annuity and Life Insurance Company.

Directed Services LLC, the distributor of the Contracts and the investment manager of the ING Investors Trust, is also a wholly owned indirect subsidiary of ING. ING also indirectly owns ING Investments, LLC and ING Investment Management Co., portfolio managers of the ING Investors Trust and the investment managers of the ING Variable Insurance Trust, ING Variable Products Trust and ING Variable Product Portfolios, respectively.

As part of a restructuring plan approved by the European Commission, ING has agreed to separate its banking and insurance businesses by 2013. ING intends to achieve this separation by divestment of its insurance and investment management operations, including the Company. ING has announced that it will explore all options for implementing the separation including initial public offerings, sales or combinations thereof.

Our principal office is located at 1475 Dunwoody Drive, West Chester, Pennsylvania 19380.

## **Regulatory Matters**

As with many financial services companies, the Company and its affiliates periodically receive informal and formal requests for information from various state and federal governmental agencies and self-regulatory organizations in connection with inquiries and investigations of the products and practices of the Company or the financial services industry. Some of these investigations and inquiries could result in regulatory action against the Company. The potential outcome of such action is difficult to predict but could subject the Company or its affiliates to adverse consequences, including, but not limited to, settlement payments, penalties, fines, and other financial liability. It is not currently anticipated that the outcome of any such action will have a material adverse effect on ING or ING's U.S.-based operations, including the Company. It is the practice of the Company and its affiliates to cooperate fully in these matters.

**Product Regulation.** Our products are subject to a complex and extensive array of state and federal tax, securities and insurance laws, and regulations, which are administered and enforced by a number of governmental and self-regulatory authorities. Specifically, U.S. federal income tax law imposes requirements relating to nonqualified annuity product design, administration, and investments that are conditions for beneficial tax treatment of such products under the Internal Revenue Code. (See "Federal Tax Considerations" for further discussion of some of these requirements.) Failure to administer certain nonqualified contract features (for example, contractual annuity start dates in nonqualified annuities) could affect such beneficial tax treatment. In addition, state and federal securities and insurance laws impose requirements relating to insurance and annuity product design, offering and distribution, and administration. Failure to meet any of these complex tax, securities, or insurance requirements could subject the Company to administrative penalties, unanticipated remediation, or other claims and costs.

## **THE TRUSTS AND FUNDS**

**You will find information about the Trusts and Funds currently available under your Contract in "Appendix B — The Investment Portfolios." A prospectus containing more complete information on each Trust or Fund may be obtained by calling our Customer Service Center at (800) 366-0066. You should read the prospectus carefully before investing.**

Certain funds are designated as "Master-Feeder" or "Retirement Funds." Funds offered in a Master-Feeder structure (such as the American Funds) or fund of funds structure (such as the Retirement Funds) may have higher fees and expenses than a fund that invests directly in debt and equity securities. Consult with your investment professional to determine if the Portfolios may be suited to your financial needs, investment time horizon and risk tolerance. You should periodically review these factors to determine if you need to change your investment strategy.

In the event that, due to differences in tax treatment or other considerations, the interests of the contract owners participating in the Trusts or Funds conflict, we, the Board of Trustees or Directors of the Trusts or Funds, and any other insurance companies participating on the Trusts or Funds will monitor events to identify and resolve any material conflicts that may arise.

### **Restricted Funds**

We may, with 30 days notice to you, designate any investment option as a Restricted Fund and limit the amount you may allocate or transfer to a Restricted Fund. We may also change the limitations on existing contracts with respect to new premiums added to investment portfolios and with respect to new transfers to investment portfolios. We may establish any limitations, at our discretion, as a percentage of premium or contract value, or as a specified dollar amount, and change the limitation at any time. Currently, we have not designated any investment option as a Restricted Fund. If we designate an investment option as a Restricted Fund or set applicable limitations, such change will apply only to transactions made after the designation.

We limit your investment in the Restricted Funds on an aggregate basis for all Restricted Funds and for each individual Restricted Fund. Currently, we limit an investment in Restricted Funds to the following limitations: no more than \$999,999,999, and no more than 30 percent of contract value. We may change these limits, in our discretion, for new contracts, premiums, transfers or withdrawals.

We monitor the aggregate and individual limits on investments in Restricted Funds for each transaction (e.g. premium payments, reallocations, withdrawals, dollar cost averaging). If the contract value in the Restricted Funds has increased beyond the applicable limit due to market growth, we will not require the reallocation or withdrawal of contract value from the Restricted Funds. However, if the contract value in the Restricted Funds exceed the aggregate limit, if you take a withdrawal, it must come from either the Restricted Funds or pro-rata from all investment options in which contract value is allocated, so that the percentage of contract value in the Restricted Funds following the withdrawal is less than or equal to the percentage of contract value in the Restricted Funds prior to the withdrawal.

We will allocate pro-rata the portion of any premium payment that exceeds the limits with a Restricted Fund to your other investment option choices not designated as Restricted Funds, or to a specially designated subaccount if there are none (currently, the ING Liquid Asset Portfolio), unless you instruct us otherwise.

We will not permit a transfer to the Restricted Funds if it would increase the contract value in the Restricted Fund or in all Restricted Funds to more than the applicable limits set forth above. If the total amount of your requested transfer exceeds the applicable limits, we will inform your financial representative or you that we will not process any part of the transfer and that new instructions will be required. We will not limit transfers from Restricted Funds. If the multiple reallocations lower the percentage of total contract value in Restricted Funds, we will permit the reallocation even if the percentage of contract value in a Restricted Fund is greater than its limit.

Please see “Withdrawals” and “Transfers Among Your Investments (Excessive Trading Policy)” in this prospectus for more information on the effect of Restricted Funds.

#### **Covered Funds, Special Funds and Excluded Funds**

For purposes of determining death benefits and benefits under the optional benefit riders (but not the earnings multiplier benefit rider), we assign the investment options to one of three categories of funds. The categories are:

- 1) Covered Funds;
- 2) Special Funds; and
- 3) Excluded Funds.

Allocations to Covered Funds participate fully in all guaranteed benefits. Allocations to Special Funds could affect the death benefit and/or optional benefit rider guarantee that may otherwise be provided. Allocations to Excluded Funds do not participate in any guaranteed benefits, due to their potential for volatility. No investment options are currently designated as Excluded Funds.

Designation of investment options under these categories may vary by benefit. For example, we may designate an investment option a Special Fund for purposes of calculating a benefit under an optional benefit rider, but not a death benefit, or for calculating one death benefit and not another. We may, with 30 days notice to you, designate any investment option as a Special or Excluded Fund with respect to new premiums added to such investment option and also with respect to new transfers to such investment option. For more information about these categories of funds with a death benefit, please see “Death Benefit Choices – Death Benefit During the Accumulation Phase” and Appendix F for examples. These categories of funds also apply to the Minimum Guaranteed Income Benefit rider. Please see “Living Benefit Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB rider”)” for more information.

## **CHARGES AND FEES**

We deduct the Contract charges described below to compensate us for our costs and expenses, services provided and risks assumed under the Contracts. We incur certain costs and expenses for distributing and administering the Contracts, including compensation and expenses paid in connection with sales of the Contracts, for paying the

benefits payable under the Contracts and for bearing various risks associated with the Contracts. Some of the charges are for optional riders, so they are only deducted if you elect to purchase the rider. The amount of a Contract charge will not always correspond to the actual costs associated with the charge. For example, the surrender charge collected may not fully cover all of the distribution expenses incurred by us with the service or benefits provided. We expect to profit from the charges, including the mortality and expense risk charge and rider and benefit charges, and we may use such profits to finance the distribution of Contracts.

**Charge Deduction Subaccount**

You may elect to have all charges, except daily charges, against your contract value deducted directly from a single subaccount designated by the Company. Currently we use the Liquid Assets subaccount for this purpose. If you do not elect this option, or if the amount of the charges is greater than the amount in the designated subaccount, we will deduct the charges as discussed below. You may cancel this option at any time by sending notice to our Customer Service Center in a form satisfactory to us.

**Charges Deducted from the Contract Value**

We deduct the following charges from your contract value:

**Surrender Charge.** We will deduct a contingent deferred sales charge (a “surrender charge”) if you surrender your Contract or if you take a withdrawal in excess of the Free Withdrawal Amount during the 8-year period from the date we receive and accept a premium payment. We base the surrender charge on a percentage of each premium payment withdrawn. The surrender charge is based on the amount requested for withdrawal. The surrender charge is deducted from the contract value remaining after you have received the amount requested for withdrawal. This charge is intended to cover sales expenses that we have incurred. We may reduce or waive the surrender charge in certain situations. We will never charge more than the maximum surrender charges. The percentage of premium payments deducted at the time of surrender or excess withdrawal depends on the number of complete years that have elapsed since that premium payment was made. We determine the surrender charge as a percentage of each premium payment as follows:

<b>Complete Years Elapsed Since Premium Payment</b>	0	1	2	3	4	5	6	7	8+
<b>Surrender Charge (as a percentage of Premium Payment withdrawn)</b>	8%	7%	6%	5%	4%	3%	2%	1%	0%

**Waiver of Surrender Charge for Extended Medical Care or Terminal Illness.** We will waive the surrender charge in most states in the following events: (i) you begin receiving qualified extended medical care on or after the first contract anniversary for at least 45 days during a 60-day period and we receive your request for the surrender or withdrawal, together with all required documentation at our Customer Service Center during the term of your care or within 90 days after the last day of your care; or (ii) you are first diagnosed by a qualified medical professional, on or after the first contract anniversary, as having a qualifying terminal illness. We have the right to require an examination by a physician of our choice. If we require such an examination, we will pay for it. You are required to send us satisfactory written proof of illness. See your Contract for more information. The waiver of surrender charge may not be available in all states.

**Free Withdrawal Amount.** The Free Withdrawal Amount is the total of (i) your cumulative earnings (which is your contract value less premium payments received and prior withdrawals), and (ii) 10% of premium payments not previously withdrawn received within 8 years prior to the date of the withdrawal.

**Surrender Charge for Excess Withdrawals.** We will deduct a surrender charge for excess withdrawals, which may include a withdrawal you make to satisfy required minimum distribution requirements under the Tax Code. We consider a withdrawal to be an excess withdrawal when the amount you withdraw in any contract year exceeds the Free Withdrawal Amount. When you are receiving systematic withdrawals, any combination of regular withdrawals and systematic withdrawals taken will be included in determining the amount of the excess withdrawal. In other words, if any single withdrawal or sum of withdrawals exceeds the Free Withdrawal Amount, then you will incur a surrender charge on the excess portion, no matter that the withdrawal is a regular withdrawal or a systematic withdrawal. Premium taxes may also apply. We will deduct such charges from the contract value in proportion to

the contract value in each subaccount or Fixed Interest Allocation from which the excess withdrawal was taken. In instances where the excess withdrawal equals the entire contract value in such subaccounts or Fixed Interest Allocations, we will deduct charges proportionately from all other subaccounts and Fixed Interest Allocations in which you are invested. **Any withdrawal from a Fixed Interest Allocation more than 30 days before its maturity date will trigger a Market Value Adjustment.** See Appendix C for more information.

For the purpose of calculating the surrender charge for an excess withdrawal: (i) we treat premiums as being withdrawn on a first-in, first-out basis; and (ii) amounts withdrawn which are not considered an excess withdrawal are not considered a withdrawal of any premium payments. We have included an example of how this works in Appendix E. Although we treat premium payments as being withdrawn before earnings for purpose of calculating the surrender charge for excess withdrawals, the federal tax law treats earnings as withdrawn first.

**Premium Taxes.** We may charge for state and local premium taxes depending on your state of residence. These taxes can range from 0% to 3.5% of the premium payment. We have the right to change this amount to conform with changes in the law or if you change your state of residence.

We deduct the premium tax from your contract value or in the case of a living benefit rider, the benefit base (e.g., MGIB Charge Base or ING LifePay Plus Base), if exercised on the annuity start date. However, some jurisdictions impose a premium tax at the time initial and additional premiums are paid, regardless of when the annuity payments begin. In those states we may defer collection of the premium taxes from your contract value and deduct it when you surrender the Contract, when you take an excess withdrawal or on the annuity start date.

**Administrative Charge.** We deduct an annual administrative charge on each Contract anniversary. If you surrender your Contract prior to a Contract anniversary, we deduct an administrative charge when we determine the cash surrender value payable to you. The charge is \$30 per Contract. We waive this charge if your contract value is \$100,000 or more at the end of a contract year or the total of your premium payments is \$100,000 or more or under other conditions established by ING USA. We deduct the charge proportionately from all subaccounts in which you are invested. If there is no contract value in those subaccounts, we will deduct the charge from your Fixed Interest Allocations starting with the guaranteed interest periods nearest their maturity dates until the charge has been paid.

**Transfer Charge.** We currently do not deduct any charges for transfers made during a contract year. We have the right, however, to assess up to \$25 for each transfer after the twelfth transfer in a contract year. The charge will not apply to any transfers due to the election of dollar cost averaging or automatic rebalancing.

**Redemption Fees.** If applicable, we may deduct the amount of any redemption fees imposed by the underlying portfolios as a result of withdrawals, transfers or other fund transactions you initiate. Redemption fees, if any, are separate and distinct from any transaction charges or other charges deducted from your contract value. For a more complete description of the funds' fees and expenses, review each fund's prospectus.

**Overnight Charge.** You may choose to have the \$20 charge for overnight delivery deducted from the amount of withdrawal you would like sent to you by overnight delivery service.

### **Charges Deducted from the Subaccounts**

**Mortality and Expense Risk Charge.** The amount of the mortality and expense risk charge depends on the death benefit you have elected. The charge is deducted on each business day and is a percentage of average daily assets based on the assets you have in each subaccount. The mortality and expense risk charge compensates the Company for death benefit and annuitization risks and the risk that expense charges will not cover actual expenses. If there are any profits from the mortality and expense risk charge, we may use such profits to finance the distribution of contracts.

<b>Standard Death Benefit</b>	<b>Quarterly Ratchet Enhanced Death Benefit</b>	<b>Max 7 Enhanced Death Benefit</b>
Annual Charge 1.25%	Annual Charge 1.50%	Annual Charge 1.80%

**Asset-Based Administrative Charge.** The amount of the asset-based administrative charge, on an annual basis, is equal to 0.15% of the assets you have in each subaccount. We deduct the charge on each business day at the rate of 0.0004% of average daily assets based on the assets you have in each subaccount for each day since the previous business day.

**Optional Rider Charges.** Some features and benefits of the Contract, if available, are available by rider for an additional charge. Availability is subject to state approval and sometimes broker/dealer approval. Once elected, a rider cannot be canceled independently of the Contract. Below is information about the charge for a rider. Riders are subject to conditions and limitations. For more information about how the Earnings Multiplier Benefit rider works, including the conditions and limitations, please see “Death Benefit Choices – Death Benefit During the Accumulation Phase – Earnings Multiplier Benefit Rider.” For more information about how each living benefit rider works, including the defined terms used in connection with the riders, as well as the conditions and limitations, please see “Living Benefit Riders.”

**Earnings Multiplier Benefit Rider Charge.** Subject to state availability, you may purchase the earnings multiplier benefit rider for both non-qualified and qualified Contracts either at issue or on the next contract anniversary following the introduction of the benefit in your state, if later. So long as the rider is in effect, we will deduct a separate quarterly charge for the rider through a pro-rata reduction of the contract value of the subaccounts in which you are invested. If there is insufficient contract value in the subaccounts, we will deduct the charges from your Fixed Interest Allocations starting with the allocation nearest its maturity date. If that is insufficient, we will deduct the charge from the allocation next nearest its maturity date, and so on. We deduct the rider charge on each quarterly contract anniversary in arrears, meaning we deduct the first charge on the first quarterly anniversary following the rider date. If you surrender or annuitize your Contract, we will deduct a pro-rata portion of the charge for the current quarter based on the current contract value immediately prior to the surrender or annuitization. The quarterly charge for the earnings multiplier benefit rider is 0.08% (0.30% annually). For a description of the rider, see “Death Benefit Choices - Earnings Multiplier Benefit Rider.”

**Minimum Guaranteed Income Benefit (MGIB) Rider Charge.** The charge for the MGIB rider, a living benefit, is deducted quarterly, and is a percentage of the MGIB Charge Base:

<b>Maximum Annual Charge</b>	<b>Current Annual Charge</b>
1.50%	0.75%

We deduct the quarterly charge in arrears from the subaccounts in which you are invested based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. The charge is deducted even if you decide never to exercise your right to annuitize under this rider. For more information about how this rider works, including how the MGIB Charge Base is determined, please see “Living Benefit Riders – Minimum Guaranteed Income Benefit Rider (the “MGIB rider”).”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.



**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING LifePay Plus) Rider Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	1.00%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**Please Note:** *The above information pertains to the form of the ING LifePay Plus rider which was available for sale from May 1, 2009 until March 15, 2010 in states where approved. If you purchased a prior version of the ING LifePay Plus rider, please see Appendix J for more information.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (ING Joint LifePay Plus) Rider Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.70%	1.20%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we

deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**Please Note:** *The above information pertains to the form of the ING Joint LifePay Plus rider which was available for sale from May 1, 2009 until March 15, 2010, in states where approved. If you purchased a prior version of the ING Joint LifePay Plus rider, please see Appendix J for more information.*

### **Trust and Fund Expenses**

As shown in the fund prospectuses and described in the “Fees Deducted by the Funds” section of this prospectus, each fund deducts management fees from the amounts allocated to the fund. In addition, each fund deducts other expenses which may include service fees that may be used to compensate service providers, including the company and its affiliates, for administrative and contract owner services provided on behalf of the fund. Furthermore, certain funds may deduct a distribution or 12b-1 fee, which is used to finance any activity that is primarily intended to result in the sale of fund shares. **For a more complete description of the funds’ fees and expenses, review each fund’s prospectus.** You should evaluate the expenses associated with the funds available through this contract before making a decision to invest.

The company may receive substantial revenue from each of the funds or from the funds’ affiliates, although the amount and types of revenue vary with respect to each of the funds offered through the contract. This revenue is one of several factors we consider when determining contract fees and charges and whether to offer a fund through our contracts. **Fund revenue is important to the company’s profitability, and it is generally more profitable for us to offer affiliated funds than to offer unaffiliated funds.**

Assets allocated to affiliated funds, meaning funds managed by Directed Services LLC, ING Investments, LLC or another company affiliate, generate the largest dollar amount of revenue for the company. Affiliated funds may also be subadvised by a company affiliate or by an unaffiliated third party. Assets allocated to unaffiliated funds, meaning funds managed by an unaffiliated third party, generate lesser, but still substantial dollar amounts of revenue for the company. The company expects to make a profit from this revenue to the extent it exceeds the company’s expenses, including the payment of sales compensation to our distributors.

### **Revenue Received from Affiliated Funds.**

The revenue received by the Company from affiliated funds may be deducted from fund assets and may include:

- A share of the management fee;
- Service fees;
- For certain share classes, compensation paid from 12b-1 fees; and
- Other revenues that may be based either on an annual percentage of average net assets held in the fund by the company or a percentage of the fund’s management fees.

In the case of affiliated funds subadvised by unaffiliated third parties, any sharing of the management fee between the Company and the affiliated investment adviser is based on the amount of such fee remaining after the subadvisory fee has been paid to the unaffiliated subadviser. Because subadvisory fees vary by subadviser, varying amounts of revenue may be retained by the affiliated investment adviser and ultimately shared with the Company. The Company may also receive additional compensation in the form of intercompany payments from an affiliated fund’s investment advisor or the investment advisor’s parent in order to allocate revenue and profits across the organization. The intercompany payments and other revenue received from affiliated funds provide the Company with a financial incentive to offer affiliated funds through the contract rather than unaffiliated funds.

**Revenue Received from Unaffiliated Funds.** Revenue received from each of the unaffiliated funds or their affiliates is based on an annual percentage of the average net assets held in that fund by the company. Some unaffiliated funds or their affiliates pay us more than others and some of the amounts we receive may be significant.

The revenue received by the Company or its affiliates from unaffiliated funds may be deducted from fund assets and may include:

- Service fees;
- For certain share classes, compensation paid from 12b-1 fees; and
- Additional payments for administrative, recordkeeping or other services that we provide to the funds or their affiliates, such as processing purchase and redemption requests, and mailing fund prospectuses, periodic reports and proxy materials. These additional payments do not increase directly or indirectly the fees and expenses shown in each fund's prospectus. These additional payments may be used by us to finance distribution of the contract.

If the unaffiliated fund families currently offered through the contract that made payments to us were individually ranked according to the total amount they paid to the company or its affiliates in 2010, in connection with the registered annuity contracts issued by the company, that ranking would be as follows:

- BlackRock Variable Series Funds, Inc.
- Fidelity® Variable Insurance Products

If the revenues received from the affiliated funds were taken into account when ranking the funds according to the total dollar amount they paid to the company or its affiliates in 2010, the affiliated funds would be at the top of the list.

In addition to the types of revenue received from affiliated and unaffiliated funds described above, affiliated and unaffiliated funds and their investment advisers, subadvisers or affiliates may participate at their own expense in company sales conferences or educational and training meetings. In relation to such participation, a fund's investment adviser, subadviser or affiliate may help offset the cost of the meetings or sponsor events associated with the meetings. In exchange for these expense offset or sponsorship arrangements, the investment adviser, subadviser or affiliate may receive certain benefits and access opportunities to company sales representatives and wholesalers rather than monetary benefits. These benefits and opportunities include, but are not limited to, co-branded marketing materials, targeted marketing sales opportunities, training opportunities at meetings, training modules for sales personnel and opportunity to host due diligence meetings for representatives and wholesalers.

Certain funds may be structured as "fund of funds." These funds may have higher fees and expenses than a fund that invests directly in debt and equity securities because they also incur the fees and expenses of the underlying funds in which they invest. These funds are affiliated funds, and the underlying funds in which they invest may be affiliated funds as well. The fund prospectuses disclose the aggregate annual operating expenses of each fund and its corresponding underlying fund or funds.

Please note that certain management personnel and other employees of the company or its affiliates may receive a portion of their total employment compensation based on the amount of net assets allocated to affiliated funds. For more information, please see "Other Contract Provisions – Selling the Contract."

## THE ANNUITY CONTRACT

The Contract described in this prospectus is a deferred combination variable and fixed annuity contract. The Contract provides a means for you to invest in one or more of the available mutual fund portfolios of the Trusts and Funds through Separate Account B. It also provides a means for you to invest in a Fixed Interest Allocation through the Fixed Account. See Appendix C for more information on the Fixed Account. If you have any questions concerning this Contract, contact your registered representative or call our Customer Service Center at (800) 366-0066.

### **Contract Date and Contract Year**

The date the Contract became effective is the contract date. Each 12-month period following the contract date is a contract year.

**Contract Owner**

You are the contract owner. You have the rights and options described in the Contract. One or more persons may own the Contract. If there are multiple owners named, the age of the oldest owner will determine the applicable death benefit if such death benefit is available for multiple owners. In the event a selected death benefit is not available, the Standard Death Benefit will apply.

The death benefit becomes payable when you die. If the owner is a non-natural owner, the death benefit is payable upon the death of the annuitant. In the case of a sole contract owner who dies before the annuity start date, we will pay the beneficiary the death benefit then due. The sole contract owner's estate will be the beneficiary if no beneficiary has been designated or the beneficiary has predeceased the contract owner. In the case of a joint owner of the Contract dying before the annuity start date, we will designate the surviving contract owner as the beneficiary. This will override any previous beneficiary designation. See "Joint Owner," below.

**Joint Owner**

For non-qualified Contracts only, joint owners may be named in a written request before the Contract is in effect. Joint owners may independently exercise transfers and other transactions allowed under the Contract. All other rights of ownership must be exercised by both owners. Joint owners own equal shares of any benefits accruing or payments made to them. All rights of a joint owner end at death of that owner if the other joint owner survives. The entire interest of the deceased joint owner in the Contract will pass to the surviving joint owner and the death benefit will be payable. Joint owners may only select the Standard Death Benefit option. The Earnings Multiplier Benefit rider is not available when there are joint owners.

Any addition or deletion of a joint owner is treated as a change of owner which may affect the amount of the death benefit. See "Change of Contract Owner or Beneficiary," below. If you have elected an Enhanced Death Benefit, and you add a joint owner after issue, the Enhanced Death Benefit from the date of change will end. If the older joint owner is attained age 85 or under, the Standard Death Benefit will apply. If the older joint owner is attained age 86 or over on the date of the ownership change, the death benefit will be the cash surrender value. The mortality and expense risk charge going forward will reflect the change in death benefit. If you elected the Earnings Multiplier Benefit rider, it will terminate if you add a joint owner after issue. Note that returning a Contract to single owner status will not restore any Enhanced Death Benefit or the earnings multiplier benefit. Unless otherwise specified, the term "age" when used for joint owners shall mean the age of the oldest owner.

**Annuity Start Date**

The annuity start date is the date you start receiving annuity payments under your Contract. The Contract, like all deferred variable annuity contracts, has two phases: the accumulation phase and the income phase. The accumulation phase is the period between the contract date and the annuity start date. The income phase begins when you start receiving regular annuity payments from your Contract on the annuity start date.

**Annuitant**

The annuitant is the person designated by you to be the measuring life in determining annuity payments. On and after May 1, 2009, a joint annuitant may also be designated. You are the annuitant unless you name another annuitant in the application. The annuitant's age determines when the income phase must begin and the amount of the annuity payments to be paid. In the case of a non-natural owner and joint annuitants, the oldest annuitant's age is used. The contract owner will receive the annuity benefits of the Contract if the annuitant is living on the annuity start date. You may not change the annuitant after the Contract is in effect except as described below.

If the contract owner is an individual, and the annuitant dies before the annuity start date and you have named a contingent annuitant, the contingent annuitant becomes the annuitant. If the annuitant dies before the annuity start date and there is no contingent annuitant, the contract owner will become the annuitant. In the event of joint owners, the youngest will be the contingent annuitant. The contract owner may designate a new annuitant within 60 days of the death of the annuitant. If the annuitant was the sole contract owner and there is no beneficiary designation, the annuitant's estate will be the beneficiary.

If the contract owner is not an individual, and the annuitant dies before the annuity start date, we will pay the designated beneficiary the death benefit then due. If a beneficiary has not been designated, or if there is no designated beneficiary living, the contract owner will be the beneficiary.

Regardless of whether a death benefit is payable, if the annuitant dies and any contract owner is not an individual, distribution rules under federal tax law will apply. You should consult your tax adviser for more information if the contract owner is not an individual.

### **Beneficiary**

The beneficiary is named by you in a written request. The beneficiary is the person who receives any death benefit proceeds. The beneficiary may become the successor contract owner if the contract owner, who is a spouse, dies before the income phase start date. We pay death benefits to the primary beneficiary (unless there are joint owners, in which case death proceeds are payable to the surviving owner(s)).

If the beneficiary dies before the annuitant or the contract owner, we pay the death benefit proceeds to the contingent beneficiary, if any. If there is no surviving beneficiary, we pay the death benefit proceeds to the contract owner's estate.

One or more persons may be a beneficiary or contingent beneficiary. In the case of more than one beneficiary, we will assume any death benefit proceeds are to be paid in equal shares to the surviving beneficiaries, unless you indicate otherwise in writing.

Please note that only the Standard Death Benefit is available on a Contract with joint annuitants.

### **Change of Contract Owner or Beneficiary**

During the annuitant's lifetime, you may transfer ownership of a non-qualified Contract. A change in ownership may affect the amount of the death benefit, the guaranteed minimum death benefit and/or the death benefit option applied to the contract, the amount of the earnings multiplier benefit, if applicable, and the continuation of any other optional rider that you have elected. The new owner's age, as of the date of the change, will be used as the basis for determining the applicable benefits and charges (the annuitant's age for non-natural owners). The new owner's death will determine when a death benefit is payable (the annuitant's death for non-natural owners).

If you have elected the Standard Death Benefit option, the minimum guaranteed death benefit will continue if the new owner is age 85 or under on the date of the ownership change. For the Enhanced Death Benefit options, if the new owner is age 79 or under on the date that ownership changes, the minimum guaranteed death benefit will continue. If the new owner is age 80 to 85, the Enhanced Death Benefit will end, and the death benefit will become the Standard Death Benefit. For all death benefit options, 1) if the new owner's attained age is 86 or over on the date of the ownership change, or 2) if the new owner is not an individual (other than a trust for the benefit of the owner or annuitant), the death benefit will be the cash surrender value. Attained age is the age of the owner at the time the contract is issued plus the number of full years elapsed since the contract date. The mortality and expense risk charge going forward will reflect the change in death benefit. Please note that once a death benefit has been changed due to a change in owner, a subsequent change to a younger owner will not restore any Enhanced Death Benefits.

If you have elected the earnings multiplier benefit rider, and the new owner is under age 76, the rider will continue. The benefit will be adjusted to reflect the attained age of the new owner as the issue age. We will use the Maximum Base and Benefit Base percentages in effect on the original rider date to calculate the benefit. If the new owner is age 76 or over, the rider will terminate. If you have not elected the earnings multiplier benefit rider, the new owner may not add the rider upon the change of ownership. If you have elected another optional rider, the rider will terminate upon a change of ownership.

An ownership change may cause a living benefit rider to terminate. Such depends on the rider and whether spousal continuation is allowed. For more information about an ownership change with the MGIB rider, please see "Living Benefit Riders – Minimum Guaranteed Income Benefit (the "MGIB rider") Rider." For more information with the ING LifePay Plus rider, please see "Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING LifePay Plus") Rider." And for more information with the ING Joint LifePay Plus rider, please see "Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING Joint LifePay Plus") Rider."

A change of owner likely has tax consequences. See “Federal Tax Considerations” in this prospectus.

You have the right to change beneficiaries during the annuitant’s lifetime unless you have designated an irrevocable beneficiary. If you have designated an irrevocable beneficiary, you and the irrevocable beneficiary may have to act together to exercise some of the rights and options under the Contract. In the event of joint owners all must agree to change a beneficiary.

In the event of a death claim, we will honor the form of payment of the death benefit specified by the beneficiary to the extent permitted under Section 72(s) of the Tax Code. You may also restrict a beneficiary’s right to elect an income phase payment option or receive a lump-sum payment. If so, such rights or options will not be available to the beneficiary.

All requests for changes must be in writing and submitted to our Customer Service Center. Please date your requests. The change will be effective as of the day we receive the request. The change will not affect any payment made or action taken by us before recording the change.

### **Purchase and Availability of the Contract**

We are no longer offering the Contract for sale to new purchasers.

We will issue a Contract only if both the annuitant and the contract owner are age 75 or younger at the time of application. But the Contract may not be available to all ages through all broker-dealers.

The initial premium payment must be \$5,000 or more (\$1,500 for qualified Contracts). You may make additional payments of \$100 or more (\$50 for qualified Contracts) at any time after the free look period and up to the contract anniversary after your 86<sup>th</sup> birthday. Under certain circumstances, we may waive the minimum premium payment requirement. We may also change the minimum initial or additional premium requirements for certain group or sponsored arrangements. An initial or additional premium payment that would cause the contract value of all annuities that you maintain with us to exceed \$1,500,000 requires our prior approval.

The Contract is designed for people seeking long-term tax-deferred accumulation of assets, generally for retirement or other long-term purposes. The tax-deferred feature is more attractive to people in high federal and state tax brackets. You should not buy this Contract: (i) if you are looking for a short-term investment; (ii) if you cannot risk getting back less money than you put in; or (iii) if your assets are in a plan which provides for tax-deferral and you see no other reason to purchase this Contract. **When considering an investment in the Contract, you should consult with your investment professional about your financial goals, investment time horizon and risk tolerance.**

**Replacing an existing insurance contract with this Contract may not be beneficial to you. Before purchasing the Contract, determine whether your existing contract will be subject to any fees or penalties upon surrender. Also, compare the fees, charges, coverage provisions and limitations, if any, of your existing contract with those of the Contract described in this prospectus.**

IRAs and other qualified plans already have the tax-deferral feature found in this Contract. For an additional cost, the Contract provides other features and benefits including death benefits and the ability to receive a lifetime income. You should not purchase a qualified Contract unless you want these other features and benefits, taking into account their cost. See “Charges and Fees” in this prospectus. If you are considering an Enhanced Death Benefit Option and/or the Earnings Multiplier Benefit rider and your contract will be an IRA, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit” in this prospectus. If this contract is issued as an IRA, no contributions may be made for the taxable year in which you attain age 70½.

### **Crediting of Premium Payments**

We will process your initial premium within 2 business days after receipt, if the application and all information necessary for processing the Contract are complete. We will process subsequent premium payments within 1 business day if we receive all information necessary. In certain states we also accept initial and additional premium payments by wire order. Wire transmittals must be accompanied by sufficient electronically transmitted data. We

may retain your initial premium payment for up to 5 business days while attempting to complete an incomplete application. If the application cannot be completed within this period, we will inform you of the reasons for the delay. We will also return the premium payment immediately unless you direct us to hold the premium payment until the application is completed. If you choose to have us hold the premium payment, it will be held in a non-interest bearing account.

We will allocate your initial payment according to the instructions you specified. If a subaccount is not available or requested in error, we will make inquiry about a replacement subaccount. If we are unable to reach you or your representative within 5 days, we will consider the application incomplete. For initial premium payments designated for a subaccount of Separate Account B, we will credit the payment at the accumulation unit value next determined after we receive your premium payment and the completed application. Once the completed application is received, we will allocate the payment to the subaccounts of Separate Account B specified by you within 2 business days.

If your premium payment was transmitted by wire order from your broker/dealer, we will follow one of the following two procedures after we receive and accept the wire order and investment instructions. The procedure we follow depends on state availability and the procedures of your broker/dealer.

- 1) If either your state or broker/dealer do not permit us to issue a Contract without an application, we reserve the right to rescind the Contract if we do not receive and accept a properly completed application or enrollment form within 5 days of the premium payment. If we do not receive the application or form within 5 days of the premium payment, we will refund the contract value plus any charges we deducted, and the Contract will be voided. Some states require that we return the premium paid.
- 2) If your state and broker/dealer allow us to issue a Contract without an application, we will issue and mail the Contract to you or your representative, together with a Contract Acknowledgement and Delivery Statement for your execution. Until our Customer Service Center receives the executed Contract Acknowledgement and Delivery Statement, neither you nor the broker/dealer may execute any financial transactions on your Contract unless they are requested in writing by you. We may require additional information before complying with your request (e.g., signature guarantee).

We will ask about any missing information related to subsequent payments. We will allocate the subsequent payment(s) pro-rata according to the current variable subaccount allocation unless you specify otherwise. Any fixed allocation(s) will not be considered in the pro-rata calculations. If a subaccount is no longer available (including due to a fund purchase restriction) or requested in error, we will allocate the subsequent payment(s) proportionally among the other subaccount(s) in your current allocation. For any subsequent premium payments, we will credit the payment designated for a subaccount of Separate Account B at the accumulation unit value next determined after receipt of your premium payment and instructions.

Once we allocate your premium payment to the subaccounts selected by you, we convert the premium payment into accumulation units. We divide the amount of the premium payment allocated to a particular subaccount by the value of an accumulation unit for the subaccount to determine the number of accumulation units of the subaccount to be held in Separate Account B with respect to your Contract. The net investment results of each subaccount vary with its investment performance.

In some states, we may require that an initial premium designated for a subaccount of Separate Account B or the Fixed Account be allocated to a subaccount specially designated by the Company (currently, the Liquid Assets subaccount) during the free look period. After the free look period, we will convert your contract value (your initial premium plus any earnings less any expenses) into accumulation units of the subaccounts you previously selected. The accumulation units will be allocated based on the accumulation unit value next computed for each subaccount. Initial premiums designated for Fixed Interest Allocations will be allocated to a Fixed Interest Allocation with the guaranteed interest period you have chosen; however, in the future we may allocate the premiums to the specially designated subaccount during the free look period.

### **Anti-Money Laundering**

In order to protect against the possible misuse of our products in money laundering or terrorist financing, we have adopted an anti-money laundering program satisfying the requirements of the USA PATRIOT Act and other current anti-money laundering laws. Among other things, this program requires us, our agents and customers to comply with certain procedures and standards that serve to assure that our customers' identities are properly verified and that premiums and loan repayments are not derived from improper sources.

Under our anti-money laundering program, we may require policy owners, insured persons and/or beneficiaries to provide sufficient evidence of identification, and we reserve the right to verify any information provided to us by accessing information databases maintained internally or by outside firms.

We may also refuse to accept certain forms of premium payments or loan repayments (traveler's cheques, cashier's checks, bank drafts, bank checks and treasurer's checks, for example) or restrict the amount of certain forms of premium payments or loan repayments (money orders totaling more than \$5,000.00, for example). In addition, we may require information as to why a particular form of payment was used (third party checks, for example) and the source of the funds of such payment in order to determine whether or not we will accept it. Use of an unacceptable form of payment may result in us returning the payment and not issuing the Contract.

**Applicable laws designed to prevent terrorist financing and money laundering might, in certain circumstances, require us to block certain transactions until authorization is received from the appropriate regulator. We may also be required to provide additional information about you and your policy to government regulators.**

Our anti-money laundering program is subject to change without notice to take account of changes in applicable laws or regulations and our ongoing assessment of our exposure to illegal activity.

### **Administrative Procedures**

We may accept a request for Contract service in writing, by telephone, or other approved electronic means, subject to our administrative procedures, which vary depending on the type of service requested and may include proper completion of certain forms, providing appropriate identifying information, and/or other administrative requirements. We will process your request at the contract value next determined only after you have met all administrative requirements. Please be advised that the risk of a fraudulent transaction is increased with telephonic or electronic instructions (for example, a facsimile withdrawal request form), even if appropriate identifying information is provided.

### **Contract Value**

We determine your contract value on a daily basis beginning on the contract date. Your contract value is the sum of (i) the contract value in the Fixed Interest Allocations, and (ii) the contract value in each subaccount in which you are invested.

**Contract Value in Fixed Interest Allocations.** The contract value in your Fixed Interest Allocation is the sum of premium payments allocated to the Fixed Interest Allocation under the Contract, plus contract value transferred to the Fixed Interest Allocation, plus credited interest, minus any transfers and withdrawals from the Fixed Interest Allocation (including any Market Value Adjustment applied to such transfer or withdrawal), contract fees (including, in some cases, fees for optional benefit riders) and premium taxes.

**Contract Value in the Subaccounts.** On the contract date, the contract value in the subaccount in which you are invested is equal to the initial premium paid and designated to be allocated to the subaccount. On the contract date, we allocate your contract value to each subaccount and/or a Fixed Interest Allocation specified by you, unless the Contract is issued in a state that requires the return of premium payments during the free look period. In such a case, the portion of your initial premium not allocated to a Fixed Interest Allocation may be allocated to a subaccount specially designated by the Company during the free look period for this purpose (currently, the ING Liquid Assets Portfolio).



On each business day after the contract date, we calculate the amount of contract value in each subaccount as follows:

- 1) We take the contract value in the subaccount at the end of the preceding business day.
- 2) We multiply (1) by the subaccount's Net Rate of Return since the preceding business day.
- 3) We add (1) and (2).
- 4) We add to (3) any additional premium payments, and then add or subtract any transfers to or from that subaccount.
- 5) We subtract from (4) any withdrawals and any related charges, and then subtract any contract fees and premium taxes.

### **Cash Surrender Value**

The cash surrender value is the amount you receive when you surrender the Contract. The cash surrender value will fluctuate daily based on the investment results of the subaccounts in which you are invested and interest credited to Fixed Interest Allocations and any Market Value Adjustment. See Appendix C for a description of the calculation of cash surrender value under any Fixed Interest Allocation. We do not guarantee any minimum cash surrender value. On any date during the accumulation phase, we calculate the cash surrender value as follows: we start with your contract value, adjust for any Market Value Adjustment, and then we deduct any surrender charge, any charge for premium taxes, any redemption fees, the annual contract administrative fee (unless waived), any optional benefit rider charge, and any other charges incurred but not yet deducted.

**Surrendering to Receive the Cash Surrender Value.** You may surrender the Contract at any time while the annuitant is living and before the annuity start date. A surrender is effective on the date we receive your written request and the Contract at our Customer Service Center. After we receive all paperwork required for us to process your surrender, we will determine and pay the cash surrender value at the price next determined. Once paid, all benefits under the Contract will terminate. For administrative purposes, we will transfer your money to a specially designated subaccount (currently the Liquid Assets subaccount) prior to processing the surrender. This transfer will have no effect on your cash surrender value. You may receive the cash surrender value in a single sum payment or apply it under one or more annuity options. We will usually pay the cash surrender value within 7 days.

Consult your tax adviser regarding the tax consequences associated with surrendering your Contract. A surrender made before you reach age 59½ may result in a 10% tax penalty. See "Federal Tax Considerations" for more details.

### **Addition, Deletion or Substitution of Subaccounts and Other Changes**

We may make additional subaccounts available to you under the Contract. These subaccounts will invest in investment portfolios we find suitable for your Contract. We may also withdraw or substitute investment portfolios, subject to the conditions in your Contract, compliance with regulatory requirements, and subject to SEC approval.

We may amend the Contract to conform to applicable laws or governmental regulations. If we feel that investment in any of the investment portfolios has become inappropriate to the purposes of the Contract, we may, with approval of the SEC (and any other regulatory agency, if required) combine two or more accounts or substitute another portfolio for existing and future investments. If you elected the dollar cost averaging, systematic withdrawals or automatic rebalancing programs, or if you have other outstanding instructions and we substitute or otherwise eliminate a portfolio subject to those instructions, we will execute your instructions using the substituted or proposed replacement portfolio, unless you request otherwise. The substitute or proposed replacement portfolio may have higher fees and charges than any portfolio it replaces. Subject to SEC approval, we reserve the right to: (i) deregister Separate Account B under the 1940 Act; (ii) operate Separate Account B as a management company under the 1940 Act if it is operating as a unit investment trust; (iii) operate Separate Account B as a unit investment trust under the 1940 Act if it is operating as a managed separate account; (iv) restrict or eliminate any voting rights as to Separate Account B; and (v) combine Separate Account B with other accounts.

We will provide you with written notice before we make any of these changes.

### **Fixed Interest Allocation (The Fixed Account or Fixed Interest Division)**

The Fixed Account is a segregated asset account which contains the assets that support a contract owner's Fixed Interest Allocations. See Appendix C and the Fixed Account II prospectus for more information. In the event the Fixed Account is not available in your state, then the Fixed Interest Allocation is the Fixed Interest Division. Accordingly, see Appendix D, instead for more information. To obtain a copy of the Fixed Account II prospectus, write to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271 or call (800) 366-0066, or access the SEC's website (<http://www.sec.gov>). The Offering Brochure for the Fixed Interest Division is also available by contacting our Customer Service Center.

### **State Variations**

Contracts issued in your state may provide different features and benefits from, and impose different costs than, those described in this prospectus. This prospectus provides a general description of the Contract. Your actual Contract, any endorsements and riders are the controlling documents.

### **Other Contracts**

We and our affiliates offer various other products with different features and terms than the Contracts, and that may offer some or all of the same investment portfolios. These products have different benefits, fees and charges, and may or may not better match your needs. You should be aware that there are alternative options available, and, if you are interested in learning more about these other products, contact our Customer Service Center or your registered representative.

## **LIVING BENEFIT RIDERS**

Some features and benefits of the Contract, if available, are available by rider for an additional charge. Once elected, the riders generally may not be cancelled. You may not remove the rider and charges will be assessed regardless of the performance of your Contract. Please see "Charges and Fees — Optional Rider Charges" for information on rider charges.

**The optional riders may not be available for all investors. You should analyze each rider thoroughly and understand it completely before you select one. The optional riders do not guarantee any return of principal or premium payments and do not guarantee performance of any specific investment portfolio under the contract. You should consult a qualified financial adviser in evaluating the riders. Our Customer Service Center may be able to answer your questions. The telephone number is (800) 366-0066**

The Contract has three living benefit riders offering protection against the investment risks with your Contract:

- The Minimum Guaranteed Income Benefit rider, which you may wish to purchase if you are concerned about having a minimum amount of income in annuitizing your Contract;
- The ING LifePay Plus Minimum Guaranteed Withdrawal Benefit rider, which you may wish to purchase if you are concerned that you may outlive your income; and
- The ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit rider, which you may wish to purchase if you are married and concerned that you and your spouse may outlive your income.

These living benefit riders are described further below. You may only add one living benefit rider to your Contract. We do, however, reserve the right to allow the purchase of more than one living benefit rider in the future. **You should not purchase the ING LifePay Plus rider with multiple owners, unless the owners are spouses.** More information about earlier versions of the guaranteed withdrawal benefit riders (including lifetime versions) is in the appendices.

**Minimum Guaranteed Income Benefit Rider (the “MGIB rider”).** The MGIB rider is an optional benefit which guarantees a minimum amount of annuity income will be available to you if you annuitize on the MGIB Date (as defined below), regardless of fluctuating market conditions. The minimum guaranteed amount of annuity income will depend on the amount of premiums you pay during the first five contract years after you purchase the rider, the amount of contract value you allocate or transfer to Special Funds (as defined below) or Excluded Funds (as defined below), the MGIB Rate (as defined below), the adjustment for Special Fund or Excluded Fund transfers, and any withdrawals you take while the MGIB rider is in effect. Thus, investing in Special Funds or Excluded Funds may limit the benefit under the MGIB rider.

**Purchase.** The MGIB rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, you must have been age 75 or younger on the rider date and the ten-year waiting period must end at or prior to the latest annuity start date to purchase the MGIB rider. Before April 28, 2008, the maximum age was 79. Some broker dealers may limit availability of the rider to younger ages. The MGIB rider must have been purchased on the contract date. Previously, the Company in its discretion could allow the purchase of this rider after the contract date. The MGIB rider is not available for purchase with the Max 7 Enhanced Death Benefit. **There is a ten-year waiting period before you can annuitize under the MGIB rider.** If you purchase this rider prior to August 21, 2006, the features and benefits of your rider may differ from those described below, please refer to your contract for more details.

**Rider Date.** The rider date is the date the optional benefit rider becomes effective. The rider date is also the contract date if you purchase the rider when the Contract is issued.

**No Cancellation.** Once you purchase a rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel any rider. Once the Contract continues beyond the free look period, you may not cancel the rider. The Company may, at its discretion, cancel and/or replace a rider at your request in order to renew or reset a rider.

**Termination.** The MGIB rider is a “living benefit,” which means the guaranteed benefit offered by the MGIB rider is intended to be available to you while you are living and while your Contract is in the accumulation phase. The MGIB rider automatically terminates if you:

- annuitize, surrender or otherwise terminate your Contract during the accumulation phase;
- you die during the accumulation phase (first owner to die if there are multiple contract owners, or at death of annuitant if contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract;
- the contract value is insufficient to pay the charge for the MGIB rider; or
- there is a change in contract ownership (other than a spousal beneficiary continuation upon your death).

**Rider Charge.** The current charge we deduct under the MGIB Rider is 0.75% annually of the MGIB Charge Base. The MGIB Charge Base is the greater of (1) and (2) below, where:

- 1) Is the lesser of the Maximum MGIB Rollup Base and the sum of (a), (b) and (c) where:
  - (a) is the MGIB Rollup Base for Covered Funds;
  - (b) is the MGIB Rollup Base for Special Funds (as defined below); and
  - (c) is the MGIB Rollup Base for Excluded Funds; and

- 2) Is the sum of (a) and (b) where:
  - (a) is the MGIB Ratchet Base for Covered Funds and Special Funds; and
  - (b) is the MGIB Ratchet Base for Excluded Funds.

For definitions of the Maximum MGIB Rollup Base, the MGIB Rollup Base for Covered Funds, the MGIB Rollup Base for Special Funds, the MGIB Rollup Base for Excluded Funds, the MGIB Ratchet Base for Covered Funds and Special Funds, and the MGIB Ratchet Base for Excluded Funds, see the “Calculations of the MGIB Rollup Bases” and “Calculation of the MGIB Ratchet Bases” below.

**Fund Categories.** The MGIB Benefit Base (as defined below) is tracked separately for Covered Funds, Special Funds and Excluded Funds. The following investment options are currently designated as Special Funds for purposes of calculating the MGIB Benefit Base:

- ING Liquid Assets Portfolio; and
- Fixed Interest Allocation.

Please note that the ProFunds VP Rising Rates Opportunity and ING Limited Maturity Bond portfolios are also Special Funds, but closed to new allocations, effective April 30, 2007 and March 12, 2004, respectively.

No investment options are currently designated as Excluded Funds. Covered Funds are any investment options not designated as Special Funds or Excluded Funds. These fund categories apply to all calculations under the MGIB rider. Please see “The Trust and Funds – Covered Funds, Special Funds and Excluded Funds.”

For Contracts with the MGIB rider purchased before August 21, 2006 (subject to availability), the ING Intermediate Bond Portfolio is designated as a Special Fund.

**Fixed Allocation Funds Automatic Rebalancing.** In order to mitigate the insurance risk inherent in our guarantee to provide you a guaranteed minimum amount of annuity income if you annuitize on the MGIB date (subject to the terms and restrictions of the MGIB rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that a proportion of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

For Contracts with the MGIB rider purchased on and after August 21, 2006 (subject to availability), there is an allocation requirement. If the contract value in the Fixed Allocation Funds (as defined below) is less than a percentage of the total contract value allocated to the Fixed Allocation Funds and Other Funds (as defined below) on any MGIB Rebalancing Date (as defined below), we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that the appropriate percentage of this amount is allocated to the Fixed Allocation Funds. This is called Fixed Allocation Funds Automatic Rebalancing and the percentage is stated in your Contract. Currently, the minimum Fixed Allocation Fund percentage is zero. Accepted Funds are excluded from this rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date.

The MGIB Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such investment portfolios after the date of the change.

Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Rebalancing.

If the MGIB rider is not continued under the spousal continuation right, when available, the Fixed Allocation Fund will be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits. For purposes of calculating any applicable death benefit guaranteed under the Contract any allocation of contract value to the Fixed Allocation Funds will be considered a Covered Fund while the rider is in effect.

All investment portfolios available under the Contract that are not Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment portfolio restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing."

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. **By electing to purchase the MGIB rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the MGIB rider if you do not wish to have your contract value reallocated in this manner.**

**MGIB Benefit Base.** The MGIB Benefit Base (as defined below) is only a calculation used to determine the MGIB annuity income. The MGIB Benefit Base does not represent a contract value, nor does it guarantee performance of the subaccounts in which you are invested. It is also not used in determining the amount of your cash surrender value and death benefits. Any reset of contract value under provisions of the Contract or other riders will not increase the MGIB Benefit Base or Maximum MGIB Rollup Base (as defined below). On the MGIB Date, your MGIB Benefit Base is the greater of (1) and (2), where:

- 1) Is the lesser of the Maximum MGIB Rollup Base (as defined below) and the sum of (a), (b), and (c) where:
  - (a) is the MGIB Rollup Base for Covered Funds; and
  - (b) is the MGIB Rollup Base for Special Funds; and
  - (c) is the contract value allocated to Excluded Funds; and
- 2) Is the sum of (a) and (b) where:
  - (a) is the MGIB Ratchet Base for Covered Funds and Special Funds (as defined below); and
  - (b) is the contract value allocated to Excluded Funds.

The MGIB Benefit Base calculation differs from the MGIB Charge Base calculation because it uses the contract value allocated to Excluded Funds rather than the MGIB Ratchet Base and MGIB Rollup Base allocated to Excluded Funds. This means that the amount on which you pay charges for the MGIB rider may be higher than the amount used to calculate your benefit under the MGIB rider.

**Calculation of MGIB Rollup Bases.** The Maximum MGIB Rollup Base is 250% of eligible premiums adjusted pro-rata for withdrawals, subject to availability (300% otherwise and for Contracts with the MGIB rider purchased before August 21, 2006). This means that the Maximum MGIB Rollup Base is reduced for withdrawals by the same proportion that the withdrawal reduces the contract value. The Maximum MGIB Rollup Base is not allocated by fund category.

The MGIB Rollup Base allocated to Covered Funds equals the eligible premiums allocated to Covered Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect, accumulated at the MGIB Rate to the earlier of the oldest owner reaching age 80 and the MGIB Rollup Base reaching the Maximum MGIB Rollup Base, and at 0% thereafter.

The MGIB Rollup Base allocated to Special Funds equals the eligible premiums allocated to Special Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect. The MGIB Rate does not apply to the MGIB Rollup Base allocated to Special Funds, so the MGIB Rollup Base allocated to Special Funds does not accumulate.

The MGIB Rollup Base allocated to Excluded Funds equals the eligible premiums allocated to Excluded Funds, adjusted for subsequent withdrawals and transfers taken or made while the MGIB rider is in effect, accumulated at the MGIB rate to the earlier of the oldest owner reaching age 80 and the MGIB Rollup Base reaching the Maximum MGIB Rollup Base, and at 0% thereafter. **The MGIB Rollup Base allocated to Excluded Funds is used only for transfer adjustments and rider charges. It is not included in the MGIB Rollup Base used to determine benefits.**

Eligible premiums are those premiums added more than 5 years before the earliest MGIB Date. This means that, generally, premiums must be paid within five years of purchasing the MGIB rider to be considered eligible premiums. Premiums paid after that are excluded from the MGIB Rollup Bases.

The MGIB Rate is currently 7%. The MGIB Rate is an annual effective rate. We may, at our discretion, discontinue offering this rate. The MGIB Rate will not change for those contracts that have already purchased the MGIB rider.

Withdrawals reduce each MGIB Rollup Base on a pro-rata basis. The percentage reduction in the MGIB Rollup Base for each Fund category (i.e., Covered Funds, Special Funds or Excluded Funds) equals the percentage reduction in contract value in that Fund category resulting from the withdrawal (including surrender charge and market value adjustment). This means that the MGIB Rollup Base for Covered Funds, the MGIB Rollup Base for Special Funds or the MGIB Rollup Base for Excluded Funds is reduced for withdrawals by the same proportion that

the withdrawal reduces the contract value allocated to Covered Funds, Special Funds or Excluded Funds. For example, if the contract value in Covered Funds is reduced by 25% as the result of a withdrawal (including surrender charge and market value adjustment), the MGIB Rollup Base allocated to Covered Funds is also reduced by 25% (rather than by the amount of the withdrawal).

When you make transfers between Covered Funds, Special Funds and Excluded Funds, net transfers from a fund category will reduce the applicable MGIB Rollup Base for that fund category on a pro-rata basis. This means a reduction by the same percentage as the transfer bears to the contract value in the fund category. For example, if the contract value in Covered Funds is \$1000 and the transfer from Covered Funds to Excluded Funds is \$250, then the contract value in Covered Funds is reduced by 25%. In cases where the MGIB Rollup Base for Covered Funds is \$1200, the MGIB Rollup Base for Covered Funds is also reduced by 25%, or \$300, rather than by the amount of the transfer, or \$250. In addition, the MGIB Rollup Base for Excluded Funds is increased by the reduction in the MGIB Rollup Base for Covered Funds, or \$300.

In a case where the MGIB Rollup Base for Covered Funds is greater than the contract value in Covered Funds, a transfer from Covered Funds will result in the MGIB Rollup Base for Covered Funds being reduced by a dollar amount that is higher than the dollar amount of the transfer. A higher reduction to the MGIB Rollup Base for Covered Funds will have a larger negative impact on the MGIB Benefit Base, potentially reducing the minimum guaranteed amount of annuity income upon annuitization under the MGIB rider. This means the benefit you receive under the MGIB rider will not be as great because of the transfer.

Net transfers from Excluded Funds will also reduce the MGIB Rollup Base for Excluded Funds on a pro-rata basis. But the resulting increase in the MGIB Rollup Base for Covered Funds or Special Funds, as applicable, will equal the lesser of the contract value transferred and the reduction in the MGIB Rollup Base for Excluded Funds. What this means, if in the previous example the transfer was from Excluded Funds to Covered Funds, is there would be no change in the value of your MGIB Benefit Base because of the transfer – the amount of the transfer between the fund categories is the same, \$250, because the MGIB Benefit Base calculation is based on the contract value allocated to Excluded Funds, versus the calculation basis for Excluded Funds with the MGIB Charge Base. The MGIB Charge Base calculation is instead based on the MGIB Rollup Base for Excluded Funds. As a result, this same transfer, having no change in the value of your MGIB Benefit Base, would result in the MGIB Charge Base being reduced. The net effect of this transfer: You pay less for the same minimum guaranteed amount of annuity income upon annuitization of the MGIB rider.

**Calculation of MGIB Ratchet Bases.** The MGIB Ratchet Base for Covered Funds and Special Funds equals:

- 1) on the rider date, eligible premiums or the contract value, (if the rider is added after the contract date,) allocated to Covered Funds and Special Funds.
- 2) on each “quarterly anniversary date” prior to attainment of age 90, the MGIB Ratchet Base for Covered Funds and Special Funds is set equal to the greater of:
  - (a) the current contract value allocated to Covered Funds and Special Funds (after any deductions occurring on that date); and
  - (b) the MGIB Ratchet Base for Covered Funds and Special Funds from the most recent prior quarterly anniversary date, adjusted for any new eligible premiums, withdrawals attributable to Covered Funds and Special Funds, and transfers.
- 3) at other times, the MGIB Ratchet Base for Covered Funds and Special Funds is the corresponding MGIB Ratchet Base from the prior quarterly anniversary date, adjusted for subsequent eligible premiums, withdrawals attributable to Covered Funds and Special Funds, and transfers.

The MGIB Ratchet Base for Excluded Funds has a corresponding definition with respect to amounts allocated to Excluded Funds. **The MGIB Ratchet Base for Excluded Funds is used only for transfer adjustments and MGIB rider charges. It is not included in the MGIB Ratchet Base used to determine benefits.**

Eligible premiums are those premiums added more than five years before the earliest MGIB Date. This means that, generally, premiums must be paid within five years of purchasing the MGIB rider to be considered eligible premiums. Premiums paid after that, are excluded from the MGIB Ratchet Bases.

A “quarterly anniversary date” is the date three months from the contract date that falls on the same date in the month as the contract date. For example, if the contract date is February 12, the quarterly anniversary date is May 12. If there is no corresponding date in the month, the quarterly anniversary date will be the last date of such month. If the quarterly anniversary date falls on a weekend or holiday, we will use the value as of the subsequent business day.

Withdrawals reduce each MGIB Ratchet Base on a pro-rata basis. The percentage reduction in the MGIB Ratchet Base for each fund category (i.e., Covered Funds and Special Funds or Excluded Funds) equals the percentage reduction in contract value in that fund category resulting from the withdrawal (including surrender charges and market value adjustment). This means that the MGIB Ratchet Base for Covered Funds and Special Funds or the MGIB Ratchet Base for Excluded Funds is reduced for withdrawals by the same proportion that the withdrawal (including surrender charges and market value adjustment) reduces the contract value allocated to Covered Funds and Special Funds or Excluded Funds. For example, if the contract value in Covered Funds and Special Funds is reduced by 25% as the result of a withdrawal (including surrender charges and market value adjustment), the MGIB Ratchet Base for Covered Funds and Special Funds is also reduced by 25% (rather than by the amount of the withdrawal).

When you make transfers between Covered Funds or Special Funds and Excluded Funds, net transfers will reduce the MGIB Ratchet Base for Covered Funds and Special Funds on a pro-rata basis. This means a reduction by the same percentage as the transfer bears to the contract value in Covered Funds and Special Funds. For example, if the contract value in Covered Funds and Special Funds is \$1000 and a transfer from Covered Funds or Special Funds to Excluded Funds is \$250, then the contract value in Covered Funds and Special Funds is reduced by 25%. In a case where the MGIB Ratchet Base for Covered Funds and Special Funds is \$1200, the MGIB Ratchet Base for Covered Funds and Special Funds is also reduced by 25%, or \$300, rather than by the amount of the transfer, or \$250. In addition, the MGIB Rollup Base for Excluded funds is increased by the reduction in the MGIB Ratchet Base for Covered Funds and Special Funds, or \$300.

In a case where the MGIB Ratchet Base for Covered Funds and Special Funds is greater than the contract value in Covered Funds and Special Funds, a transfer from Covered Funds and Special Funds will result in the MGIB Ratchet Base for Covered Funds and Special Funds being reduced by a dollar amount that is higher than the dollar amount of the transfer. A higher reduction to the MGIB Ratchet Base for Covered Funds and Special Funds will have a larger negative impact on the MGIB Benefit Base, potentially reducing the minimum guaranteed amount of annuity income upon annuitization under the MGIB rider. This means the benefit you receive under the MGIB rider will not be as great because of the transfer.

Net transfers from Excluded Funds will also reduce the MGIB Ratchet Base for Excluded Funds on a pro-rata basis. But the resulting increase in the MGIB Ratchet Base for Covered Funds and Special Funds will equal the lesser of the contract value transferred and the reduction in the MGIB Ratchet Base for Excluded Funds. What this means, if in the previous example the transfer was from Excluded Funds to Covered Funds, is there would be no change in the value of your MGIB Benefit Base because of the transfer – the amount of the transfer between the fund categories is the same, \$250, because the MGIB Benefit Base calculation is based on the contract value allocated to Excluded Funds, versus the calculation basis for Excluded Funds with the MGIB Charge Base. The MGIB Charge Base calculation is instead based on the MGIB Ratchet Base for Excluded Funds. As a result, this same transfer, having no change in the value of your MGIB Benefit Base, would result in the MGIB Charge Base being reduced. The net effect of this transfer: You pay less for the same minimum guaranteed amount of annuity income upon annuitization of the MGIB rider.

**MGIB Date.** If you purchased the MGIB rider on the contract date or added the MGIB rider within 30 days following the contract date, the MGIB Date is the contract anniversary on or after the tenth contract anniversary when you decide to exercise your right to annuitize under the MGIB rider. If you added the MGIB rider at any other time, your MGIB Date is the contract anniversary occurring at least 10 years after the date when you decide to exercise your right to annuitize under the MGIB rider.



**MGIB Annuity Income.** Ordinarily, the amount of income that will be available to you on the annuity start date is based on your contract value, the annuity option you selected and the guaranteed income factors or the income factors in effect on the date you annuitize. If you purchase the MGIB rider, the amount of income that will be available to you upon annuitization on the MGIB Date is the greatest of:

- 1) your annuity income based on your contract value on the MGIB Date adjusted for any market value adjustment (see Appendix C) applied to the guaranteed income factors specified in your Contract for the annuity option you selected;
- 2) your annuity income based on your contract value on the MGIB Date adjusted for any market value adjustment (see Appendix C) applied to the then-current income factors in effect for the annuity option you selected; or
- 3) the MGIB annuity income based on your MGIB Benefit Base on the MGIB Date applied to the MGIB income factors specified in your rider for the MGIB annuity option you selected. Prior to applying the MGIB income factors, we will adjust the MGIB Benefit Base for any surrender charge, premium tax recovery and Market Value Adjustment (see Appendix C) that would otherwise apply at annuitization.

**MGIB Income Factors.** The guaranteed factors contained in the MGIB rider generally provide lower payout per \$1,000 of value applied than the guaranteed income factors found in your Contract. Although the minimum income provided under the rider can be determined in advance, the contract value in the future is unknown, so the income provided under a contract with the MGIB rider attached may be greater or less than the income that would be provided under the Contract without the rider. Generally, the income calculated under the MGIB rider will be greater than the income provided under the Contract whenever the MGIB Benefit Base is sufficiently in excess of the contract value to offset the additional conservatism reflected in the MGIB rider's income factors compared to those in the Contract. The income factors in the MGIB rider generally reflect a lower interest rate and more conservative mortality than the income factors in the Contract. The degree of relative excess that the income factors require to produce more income will vary for each individual circumstance. If the contract value exceeds the MGIB Benefit Base at time of annuitization, the Contract will always produce greater income than the MGIB rider. Please see "Appendix G — Examples of Minimum Guaranteed Income Benefit Calculation."

**MGIB Annuity Options.** Prior to your latest annuity start date, you may choose to exercise your right to receive payments under the MGIB rider. Payments under the rider begin on the MGIB Date. We require a 10-year waiting period before you can annuitize the MGIB rider benefit. The MGIB must be exercised in the 30-day period prior to the end of any contract anniversary that occurs at least ten years after the MGIB rider date. At your request, the Company may, at its discretion, extend the latest contract annuity start date without extending the MGIB Date. The following are the MGIB annuity options available under the MGIB Rider:

- 1) Income for Life (Single Life or Joint Life with 100% Survivor) and 10-20 year fixed period.
- 2) Income for 20-30 year fixed period.
- 3) Any other annuity option offered by the Company in conjunction with the MGIB rider on the MGIB Date.

Once during the life of the Contract, you have the option to elect to apply up to 50% of the MGIB Benefit Base to one of the MGIB annuity options available under the MGIB rider. This option may only be exercised in the 30 day period prior to a contract anniversary at or after the end of the waiting period. The portion of the MGIB Benefit Base so applied will be used to determine the MGIB income, as is otherwise described in the prospectus. The contract value will be reduced on a pro-rata basis. Any subsequent exercise of your right to receive payments under the MGIB rider must be for 100% of the remaining value. The exercise of this partial annuitization of the MGIB Benefit Base does not affect your right to annuitize remaining value under the Contract without regard to the MGIB rider. The amount applied to the partial annuitization will be treated as a withdrawal for purposes of adjusting contract and MGIB rider values. This means the contract and MGIB rider values will be adjusted on a pro-rata

basis. See “Calculations of MGIB Rollup Bases” and “Calculation of MGIB Ratchet Bases,” above. Surrender charges will apply to amounts applied to partial annuitization.

**Notification.** On or before 30 days prior to each possible MGIB Date, we will provide you with a notification which will include an estimate of the amount of MGIB annuity benefit available if you choose to exercise it. We will determine the actual amount of the MGIB annuity benefit as of the MGIB Date.

**Change of Owner and Annuitant.** The MGIB rider will terminate upon a change of ownership unless the change is due to spousal continuation at the time of the owner’s death. Once you purchase the MGIB rider, the annuitant may not be changed except when an annuitant who is not a contract owner dies prior to annuitization. In such a case, a new annuitant may be named in accordance with the provisions of your Contract. The MGIB Benefit Base is unaffected and continues to accumulate.

**Death of Owner.** The MGIB rider and the MGIB rider charges automatically terminate if you die during the accumulation phase (first owner to die if there are multiple contract owners, or at death of the annuitant if the contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

**The MGIB rider does not restrict or limit your right to annuitize the Contract at any time permitted under the Contract. The MGIB rider does not restrict your right to annuitize the Contract using contract income factors that may be higher than the MGIB rider income factors.**

**The benefits associated with the MGIB rider are available only if you annuitize your Contract under the rider and in accordance with the provisions set forth above. Annuitizing using the MGIB may result in a more favorable stream of income payments, and different tax consequences, under your Contract. Because the MGIB rider income factors are generally more conservative than the Contract income factors, the level of lifetime income that it guarantees may be less than the level that might be provided by the application of your Contract value to the Contract’s applicable annuity factors. You should consider all of your options at the time you begin the income phase of your Contract.**

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Please Note:** *We introduced the ING LifePay Plus rider on August 20, 2007 and launched changes to it on April 28, 2008 and January 12, 2009, subject to state approval where applicable.*

*The below information pertains to the form of the ING LifePay Plus rider which was available for sale from May 1, 2009 through March 15, 2010, in states where approved. If this form of the ING LifePay Plus rider was not approved for sale in your state when you purchased the rider, then please see Appendix J for the information about the form of the ING LifePay Plus rider which was available to you.*

**Eligibility.** The annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80 (owner and annuitant must age qualify). The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the rider effective date. The ING LifePay Plus rider is not available for purchase with the Max 7 Enhanced Death Benefit. The ING LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING LifePay Plus rider will not be issued until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

The ING LifePay Plus rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, Contracts issued on and after November 1, 2004 were eligible for the ING LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have had a living benefit rider. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING LifePay Plus rider begins. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract's next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract's free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract. The ING LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal is available for withdrawals at your discretion or systematic withdrawals pursuant to the terms of the Contract. Also, the ING LifePay Plus rider offers the Income Optimizer, which is the option to elect to receive systematic installments of the Maximum Annual Withdrawal over the annuitant's life. The guarantee continues when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the annuitant's death. The ING LifePay Plus Base is eligible for Annual Ratchets and Step-ups, and subject to adjustment for any Excess Withdrawals. The ING LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING LifePay Plus rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the

withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal is also a withdrawal after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume, which occurs on the next quarterly contract anniversary following spousal continuation. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustrations 1, 2 and 6 for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for **any** Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

**Step-up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by the Step-up.

The amount of the Step-up is the product of the Step-up Tracker on the previous contract anniversary times the Step-up percent, currently 6%. The Step-up Tracker is only used to calculate the amount of the Step-up. Initially, it equals the ING LifePay Plus Base. Any premiums received during a contract year are added to the Step-up Tracker and eligible for a partial Step-up. Any withdrawals for payment of third-party investment advisory fees are subtracted from the Step-up. Like the ING LifePay Plus Base, the Step-up Tracker is eligible for Annual Ratchets and subject to a pro-rata adjustment for any Excess Withdrawals.

Please note that no partial Step-up is available in the first year after you purchase this rider post issue of the Contract. Your first opportunity for a Step-up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date. Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract's next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a Step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the annuitant is age 59 ½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Plus Base or the Contract value on the previous business day. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see “The Annuity Options”);
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see “Lifetime Automatic Periodic Benefit Status” below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the Annuitant’s age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or a Step-up. Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the annuitant grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value on the previous business day is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to that Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time.

**Income Optimizer.** The ING LifePay Plus rider offers the option to elect to receive the Maximum Annual Withdrawal in systematic installments over the annuitant’s life. We call this option the Income Optimizer. You may elect the Income Optimizer during the Lifetime Withdrawal Phase. This election is in lieu of the Contract’s other annuity options, and these payments will be subject to the same tax treatment as an annuity payment. Please see “Federal Tax Considerations” for more information. The Income Optimizer is only available on non-qualified contracts.

The frequency of payments under the Income Optimizer may be annual, quarterly or monthly. While you are receiving payments under the Income Optimizer, the ING LifePay Plus Base remains eligible for Annual Ratchets. Your Contract may still have a Contract value and death benefit. Spousal continuation of payments under the Income Optimizer is permitted. Any withdrawals in excess of the Maximum Annual Withdrawal are Excess Withdrawals that would cause a pro-rata reduction of the ING LifePay Plus Base, as well as a reduction of the Maximum Annual Withdrawal.

Your election is subject to restrictions – you may not: revoke your election; add on premiums; exchange the Contract; annuitize the Contract; or change ownership (except as permitted under “Change of Owner or

Annuitant” below). Once you choose the frequency of payments, you may not change it. Also, the specified percentage of your Contract value required to be allocated to Fixed Allocation Funds is higher, and the investment options available for this purpose are limited. Please see “Investment Option Restrictions” below for the details. You may surrender your Contract at any time.

Payments under the Income Optimizer will continue until the Terminal Date, at which time you waive any remaining Contract value and death benefit and the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. The Terminal Date is the contract anniversary following the annuitant’s 95<sup>th</sup> birthday. Alternatively, you may wish to extend the Terminal Date to the contract anniversary following the annuitant’s 115<sup>th</sup> birthday in order to liquidate your Contract value that may remain before the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. Regardless, your payments of the Maximum Annual Withdrawal will continue during the Lifetime Automatic Periodic Benefit Status until the death of the annuitant. We will notify you in writing in advance of the Terminal Date to remind you of this alternative and how to extend the Terminal Date.

**Lifetime Income Annuity Option.** In the event the Contract’s annuity commencement date is reached while the ING LifePay Plus rider is in the Lifetime Withdrawal Phase, you may elect a life only annuity option, in lieu of the Contract’s other annuity options. Payments under this option are based on the minimum annual payment factors for each \$1,000 reflected in the rider data table and will never be less than the same frequency of payments of the Maximum Annual Withdrawal at that time. For more information about the Contract’s annuity options, see “The Annuity Options.”

**Required Minimum Distributions.** The ING LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Appendix H, Illustration 3 for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustration 5 for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Appendix H, Illustration 4 for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets or upon spousal continuation of the ING LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

If when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the annuitant is age 59½. During this time, the ING LifePay Plus rider's death benefit remains payable upon the annuitant's death. Also, the ING LifePay Plus Base remains eligible for Step-ups. Once the ING LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the annuitant's age, multiplied by the ING LifePay Plus Base.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least the required specified percentage of such Contract value in the Fixed Allocation Funds, which is 30%; 40% with the Income Optimizer.

See "Fixed Allocation Funds Automatic Rebalancing," below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

Currently, the Accepted Funds for the Income Optimizer are:

BlackRock Global Allocation V.I. Fund	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	Fixed Interest Allocation
ING Retirement Conservative Portfolio	

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the required specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date (30%; 40% with the Income Optimizer), we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the required specified percentage of this amount is allocated to the Fixed Allocation Funds.. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on the rider effective date and each quarterly Contract anniversary. Also, after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.” You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider’s charges pro-rated) on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner. Also, an ING LifePay Plus rider that is in Lifetime Automatic Periodic Benefit Status terminates on the date of the annuitant’s death.

**ING LifePay Plus Death Benefit Base.** The ING LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING LifePay Plus



rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or Step-ups.

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the annuitant’s death. Upon the annuitant’s death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, provided the spouse becomes the annuitant and sole owner. At the time the Contract is continued, the ING LifePay Plus Base is recalculated to equal the Contract value, inclusive of the guaranteed death benefit – UNLESS the continuing spouse is a joint owner and the original annuitant, OR the Lifetime Withdrawal Phase has not yet begun. In this case, the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation. Regardless, the ING LifePay Plus rider’s guarantees resume on the next quarterly contract anniversary following spousal continuation. Any withdrawals after spousal continuation of the Contract but before the ING LifePay Plus rider’s guarantees resume are Excess Withdrawals. The ING LifePay Plus rider remains eligible for the Annual Ratchet upon recalculation of the ING LifePay Plus Base.

The Maximum Annual Withdrawal is also recalculated as the ING LifePay Plus Base; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the annuitant is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the new annuitant’s age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner’s death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value on the previous business day is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to that Contract value before the Maximum Annual Withdrawal is first calculated. The rider will be eligible for any Step-Ups that may remain, and the Step-Up Tracker will be recalculated at the same time as the ING LifePay Plus Base. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner’s death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

In the event the Income Optimizer was elected, systematic installments of the Maximum Annual Withdrawal will continue, SO LONG AS the surviving spouse as annuitant is age 59½. The amount of these continuing payments may change since both the ING LifePay Plus Base and the Maximum Annual Withdrawal are recalculated based on the new annuitant’s age. The rider under the Income Optimizer will remain subject to the higher required specified percentage for allocations to the Fixed Allocation Funds, even if upon spousal

continuation the Lifetime Withdrawal Phase has not yet begun, and there is no Maximum Annual Withdrawal, because the annuitant is not yet age 59½.

Contrary to the ING Joint LifePay Plus rider, spousal continuation of the ING LifePay Plus rider would likely NOT take effect at the same time as the Contract is continued. As noted above, the ING LifePay Plus rider provides for spousal continuation only on a quarterly contract anniversary (subject to the spouse becoming the annuitant and sole owner). So if you are concerned about the availability of benefits being interrupted with spousal continuation of the ING LifePay Plus rider, you might instead want to purchase the ING Joint LifePay Plus rider.

**Change of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charge pro-rated) upon any ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual;
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual;
- 9) change of owner pursuant to a court order; and
- 10) change of qualified plan ownership to that of the beneficial owner.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted. See Appendix H for examples.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING Joint LifePay Plus") Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are married and concerned that you and your spouse may outlive your income.

**Please Note:** *We introduced the ING Joint LifePay Plus rider on August 20, 2007 and launched changes to it on April 28, 2008 and January 12, 2009, subject to state approval where applicable.*

*The below information pertains to the form of the ING Joint LifePay Plus rider which was available for sale from May 1, 2009 through March 15, 2010, in states where approved. If this form of the ING Joint LifePay Plus rider was not approved for sale in your state when you purchased the rider, please see Appendix J for the information about the form of the ING Joint LifePay Plus rider which was available to you.*

**Eligibility.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase (spouses) and eligible to elect spousal continuation (as defined by the Tax Code) of the Contract when the death benefit becomes payable, subject to the owner, annuitant and beneficiary requirements below. The maximum issue age is 80. Both spouses must meet the issue age requirement. The issue age is the age of each owner on the rider effective date. The ING Joint LifePay Plus rider is not available for purchase with the Max 7 Enhanced Death Benefit. The ING Joint LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING Joint LifePay Plus rider will not be issued unless the required owner, annuitant and beneficiary designations are met, and until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

The ING Joint LifePay Plus rider is no longer available for purchase, including purchase by owners of existing Contracts. Previously, Contracts issued on and after November 1, 2004 were eligible for the ING Joint LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have had a living benefit rider. There is an election form for this purpose. Please contact the Customer Service Center for more information.

**Owner, Annuitant and Beneficiary Designations.** For nonqualified contracts: Joint owners must be spouses, and one of the owners the annuitant; and for a Contract with only one owner, the owner’s spouse must be the sole primary beneficiary. For qualified contracts, there may only be one owner who must also be the annuitant, and then the owner’s spouse must also be the sole primary beneficiary. Non-natural, custodial owners are only allowed with IRAs. Owner and beneficiary designations for custodial IRAs must be the same as for any other qualified contract. The annuitant must be the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and owner’s spouse. We do not maintain individual owner and beneficiary designations for custodial IRAs. We reserve the right to verify the date of birth and social security number of both spouses.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING Joint LifePay Plus rider begins. If you purchase the ING Joint LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING Joint LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Active Spouse.** An Active Spouse is the person (people) upon whose life and age the guarantees are calculated under the ING Joint LifePay Plus rider. There must be two Active Spouses when you purchase the ING Joint LifePay Plus rider, who are married to each other and either are joint owners, or for a Contract with only one owner, the spouse must be the sole primary beneficiary. You cannot add an Active Spouse after the rider effective date. In general, changes in ownership of the Contract, the annuitant and/or beneficiary would result in one spouse being deactivated (the spouse is thereafter inactive). An inactive spouse is **not** eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider, including continuing the ING Joint LifePay Plus rider upon spousal continuation of the Contract. Once an Active Spouse is deactivated, the spouse may not become an Active Spouse again. Specific situations that would result in a spouse being deactivated include:

- 1) for nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the Contract), or the change of one joint owner to a person other than an Active Spouse;
- 2) for nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an Active Spouse or any change of beneficiary (including the addition of primary beneficiaries); or
- 3) the spouse’s death.

An owner may also request that a spouse be deactivated. Both owners must agree when there are joint owners. **However, all charges for the ING Joint LifePay Plus rider would continue to apply, even after a spouse is deactivated, regardless of the reason. So please be sure to understand the impact of any beneficiary or owner changes on the ING Joint LifePay Plus rider before requesting any changes.** Also, please note that

a divorce terminates the ability of an ex-spouse to continue the Contract. See “Divorce” below for more information.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract’s free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING Joint LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract (and your spouse is an Active Spouse). The ING Joint LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death by an Active Spouse). Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING Joint LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING Joint LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING Joint LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal is available for withdrawals at your discretion or systematic withdrawals pursuant to the terms of the Contract. Also, the ING Joint LifePay Plus rider offers the Income Optimizer, which is the option to elect to receive systematic installments of the Maximum Annual Withdrawal over the lives of both Active Spouses. The guarantee continues when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the last Active Spouse’s death. The ING LifePay Plus Base is eligible for Annual Ratchets and Step-ups, and subject to adjustment for any Excess Withdrawals. The ING Joint LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING Joint LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING Joint LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING Joint LifePay Plus rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING Joint LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING Joint LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustrations 1, 2 and 6 for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING Joint LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING Joint LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for **any** Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

**Step-up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by the Step-up.

The amount of the Step-up is the product of the Step-up Tracker on the previous contract anniversary times the Step-up percent, currently 6%. The Step-up Tracker is only used to calculate the amount of the Step-up. Initially, it equals the ING LifePay Plus Base. Any premiums received during a contract year are added to the Step-up Tracker and eligible for a partial Step-up. Any withdrawals for payment of third-party investment advisory fees are subtracted from Step-up. Like the ING LifePay Plus Base, the Step-up Tracker is eligible for Annual Ratchets and subject to a pro-rata adjustment for any Excess Withdrawals.

Please note that no partial Step-up is available in the first year after you purchase this rider post issue of the Contract. Your first opportunity for a Step-up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date. Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING Joint LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract’s next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the youngest Active Spouse is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Plus Base or the Contract value on the previous business day. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see “The Annuity Options”);
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract;
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary is an Active Spouse who elects to continue the Contract; or
- 6) the last Active Spouse dies.

The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see “Lifetime Automatic Periodic Benefit Status” below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING Joint LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the younger Active Spouse’s age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or Step-up. Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the younger Active Spouse grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value on the previous business day is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to that Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING Joint LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time.

**Income Optimizer.** The ING Joint LifePay Plus rider offers the option to elect to receive the Maximum Annual Withdrawal in systematic installments over the lives of both Active Spouses. We call this option the Income Optimizer. You may elect the Income Optimizer during the Lifetime Withdrawal Phase. This election is in lieu of the Contract’s other annuity options, and these payments will be subject to the same tax treatment as an annuity payment. The Income Optimizer is only available on non-qualified contracts.

The frequency of payments under the Income Optimizer may be annual, quarterly or monthly. While you are receiving payments under the Income Optimizer, the ING LifePay Plus Base remains eligible for Annual Ratchets. Your Contract may still have a Contract value and death benefit. Spousal continuation of payments under the Income Optimizer is permitted. Any withdrawals in excess of the Maximum Annual Withdrawal are Excess Withdrawals that would cause a pro-rata reduction of the ING LifePay Plus Base, as well as a reduction of the Maximum Annual Withdrawal.

Your election is subject to restrictions – you may not: revoke your election; add on premiums; exchange the Contract; annuitize the Contract; or change ownership (except as permitted under “Change of Owner or Annuitant” below). Once you choose the frequency of payments, you may not change it. Also, the specified percentage of your Contract value required to be allocated to Fixed Allocation Funds is higher, and the

investment options available for this purpose are limited. Please see “Investment Option Restrictions” below for the details. You may surrender your Contract at any time.

Payments under the Income Optimizer will continue until the Terminal Date, at which time you waive any remaining Contract value and death benefit and the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. The Terminal Date is the contract anniversary following the youngest Active Spouse’s 95<sup>th</sup> birthday. Alternatively, you may wish to extend the Terminal Date to the contract anniversary following the youngest Active Spouse’s 115<sup>th</sup> birthday in order to liquidate your Contract value that may remain before the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status. Regardless, your payments of the Maximum Annual Withdrawal will continue during the Lifetime Automatic Periodic Benefit Status until the death of the last Active Spouse. We will notify you in writing in advance of the Terminal Date to remind you of this alternative and how to extend the Terminal Date.

**Lifetime Income Annuity Option.** In the event the Contract’s annuity commencement date is reached while the ING Joint LifePay Plus rider is in the Lifetime Withdrawal Phase, you may elect a life only annuity option, in lieu of the Contract’s other annuity options. Payments under this option will be joint life if both Active Spouses are living, or for the life of the only Active Spouse, and are based on the minimum annual payment factors for each \$1,000 reflected in the rider data table. Also, these payments will never be less than the same frequency of payments of the Maximum Annual Withdrawal at that time. For more information about the Contract’s annuity options, see “The Annuity Options.”

**Required Minimum Distributions.** The ING Joint LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Appendix H, Illustration 3 for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Appendix H, Illustration 5 for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Appendix H, Illustration 4 for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets or upon spousal continuation of the ING Joint LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING Joint LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the last Active Spouse at

which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the last Active Spouse's death.

If when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the youngest Active Spouse is age 59 ½. During this time, the ING Joint LifePay Plus rider's death benefit remains payable upon the last Active Spouse's death. Also, the ING LifePay Plus Base remains eligible for Step-ups. Once the ING Joint LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the youngest Active Spouse's age, multiplied by the ING LifePay Plus Base. If an Active Spouse were to die while Lifetime Automatic Periodic Benefit Status is deferred, then when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, and the annual amount of the periodic payments, would be based on the remaining Active Spouse's age.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least the required specified percentage of such Contract value in the Fixed Allocation Funds, which is 30%; 40% with the Income Optimizer.

See "Fixed Allocation Funds Automatic Rebalancing," below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING Joint LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

Currently, the Accepted Funds for the Income Optimizer are:

BlackRock Global Allocation V.I. Fund	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	Fixed Interest Allocation
ING Retirement Conservative Portfolio	



No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the required specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date (30%; 40% with the Income Optimizer), we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the required specified percentage of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on the rider effective date and each quarterly Contract anniversary. Also, after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.” You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Divorce.** Generally, in the event of divorce, the spouse who retains ownership of the Contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will not longer have any such rights or be entitled to any such benefits. In the event of a divorce during the Lifetime Withdrawal Phase, the ING Joint LifePay Plus rider would continue until the owner’s death (first owner in the case of joint owners, or annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As a result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal would be considered a withdrawal for purposes of the ING LifePay Plus Base. See “ING LifePay Plus Base – Withdrawals

and Excess Withdrawals” above. In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change in the amount of your periodic payments. Payments will continue until both spouses are deceased.

**Death of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charges pro-rated) on the earlier of the date of death of the last Active Spouse, or when the surviving spouse decides not to continue the Contract.

**ING LifePay Plus Death Benefit Base.** The ING Joint LifePay Plus rider has a death benefit that is payable upon the first owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING Joint LifePay Plus rider: on the Contract date – equal to the initial premium; or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING Joint LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Annual Ratchets or Step-ups.

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the last Active Spouse’s death. Upon the last Active Spouse’s death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, SO LONG AS the surviving spouse in an Active Spouse. At that time, the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation.

The Maximum Annual Withdrawal is also recalculated; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the last Active Spouse is age 59 ½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the last Active Spouse’s age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING Joint LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner’s death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value on the previous business day is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to that Contract value before the Maximum Annual Withdrawal is first calculated. The rider will be eligible for any Step-ups that may remain, and the Step-up Tracker will be recalculated at the same time as the ING LifePay Plus Base. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner’s death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

**Change of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charge pro-rated) upon an ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (owner's spouse must be named sole primary beneficiary to remain an Active Spouse);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided the added joint owner is the original owner's spouse and is an Active Spouse when added as a joint owner;
- 7) for nonqualified contracts only, the removal of a joint owner, provided the removed joint owner is an Active Spouse and becomes the sole primary beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner, provided both spouses are Active Spouses at the time of the change.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING Joint LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted. See Appendix H for examples.

**Loans.** No loans are permitted on Contracts with the ING Joint LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

## WITHDRAWALS

Except under certain qualified contracts, you may withdraw all or part of your money any time during the accumulation phase and before the death of the contract owner. If you request a withdrawal for more than 90% of the cash surrender value, and the remaining cash surrender value after the withdrawal is less than \$2,500, we will treat it as a request to surrender the Contract. If any single withdrawal or the sum of withdrawals exceeds the Free Withdrawal Amount, you will incur a surrender charge. The Free Withdrawal Amount is the total of (i) your cumulative earnings (which is your contract value less premium payments received and prior withdrawals), and (ii) 10% of premium payments not previously withdrawn received within 8 years prior to the date of the withdrawal.

You need to submit to us a written request specifying the Fixed Interest Allocations or subaccounts from which to withdraw amounts, otherwise we will make the withdrawal on a pro-rata basis from all of the subaccounts in which you are invested. If there is not enough contract value in the subaccounts, we will deduct the balance of the withdrawal from your Fixed Interest Allocations starting with the guaranteed interest periods nearest their maturity dates until we have honored your request. We will apply a Market Value Adjustment to any withdrawal from your Fixed Interest Allocation taken more than 30 days before its maturity date. Definitive guidance on the proper federal tax treatment of the Market Value Adjustment has not been issued. You may want to discuss the potential tax consequences of a Market Value Adjustment with your tax adviser. We will determine the contract value as of the close of business on the day we receive your withdrawal request at our Customer Service Center. The contract value may be more or less than the premium payments made.

If any limitation on allocations to the Restricted Funds has been exceeded, subsequent withdrawals must be taken so that the percentage of contract value in the Restricted Funds following the withdrawal would not be greater than the percentage of contract value in the Restricted Funds prior to the withdrawal. So in this event, you would either need to take your withdrawal from the Restricted Funds pro-rata from all variable subaccounts.

Please be aware that the benefit we pay under certain optional benefit riders may be reduced by any withdrawals you take while the optional benefit rider is in effect. Withdrawals may be subject to taxation and tax penalties.

We offer the following three withdrawal options:

### **Regular Withdrawals**

After the free look period, you may make regular withdrawals. Each withdrawal must be a minimum of \$100. We will apply a Market Value Adjustment to any regular withdrawal you take from a Fixed Interest Allocation more than 30 days before its maturity date. See Appendix C for more information on the application of the Market Value Adjustment.

### **Systematic Withdrawals**

You may choose to receive automatic systematic withdrawal payments (i) from the contract value in the subaccounts in which you are invested, or (ii) from the interest earned in your Fixed Interest Allocations. You may not elect the systematic withdrawal option if you are taking IRA withdrawals. Systematic withdrawals may be taken monthly, quarterly or annually. If you have contract value allocated to one or more Restricted Funds, and you elect to receive systematic withdrawals from the subaccounts in which you are invested, the systematic withdrawals must be taken pro-rata from all subaccounts in which contract value is invested. If you do not have contract value allocated to a Restricted Fund and choose systematic withdrawals on a non pro-rata basis, we will monitor the withdrawals annually. If you subsequently allocate contract value to one or more Restricted Funds, we will require you to take your systematic withdrawals on a pro-rata basis from all subaccounts in which contract value is invested. There is no additional charge for this feature.

You decide the date on which you would like your systematic withdrawals to start. This date must be at least 30 days after the Contract Date and no later than the 28<sup>th</sup> day of the month. Subject to these rules, if you have not indicated the date, your systematic withdrawals will occur on the next business day after your Contract Date (or the monthly or quarterly anniversary thereof) for your desired frequency.

Each systematic withdrawal amount must be a minimum of \$100. The amount of your systematic withdrawal can either be (i) a fixed dollar amount or (ii) an amount based on a percentage of the premiums not previously withdrawn from the subaccounts in which you are invested. Both forms of systematic withdrawals are subject to the applicable maximum as shown below, which is calculated on each withdrawal date:

<b>Frequency</b>	<b>Maximum Percentage of Premiums not Previously Withdrawn</b>
Monthly	0.83%
Quarterly	2.50%
Annually	10.00%

A fixed dollar systematic withdrawal of less than \$100 on any withdrawal date will terminate your systematic withdrawal. If the amount to be withdrawn would exceed the applicable maximum percentage of your premium payments not previously withdrawn on any withdrawal date, we will automatically reduce the amount withdrawn so that it equals such percentage. Thus, your fixed dollar systematic withdrawals will never exceed the maximum percentage. If you want fixed dollar systematic withdrawals to exceed the maximum percentage and are willing to incur associated surrender charges, consider the Fixed Dollar Systematic Withdrawal Feature discussed below which you may add to your regular fixed dollar systematic withdrawal program.

If your systematic withdrawal is based on a percentage of the premiums not previously withdrawn from the subaccounts in which you are invested, and the amount to be withdrawn based on that percentage would be less than \$100, we will contact you to seek alternative instructions. Unless you provide instructions, if the systematic withdrawal would exceed the maximum percentage, we will send the amount, and then automatically cancel your systematic withdrawal option.

We limit systematic withdrawals from Fixed Interest Allocations to interest earnings during the prior month, quarter, or year, depending on the frequency you chose. Systematic withdrawals are not subject to a Market Value Adjustment, unless you have added the Fixed Dollar Systematic Withdrawal Feature discussed below and the payments exceed interest earnings. Systematic withdrawals from Fixed Interest Allocations under the Fixed Dollar Systematic Withdrawal Feature are available only in connection with Section 72(q) and 72(t) distributions. A Fixed Interest Allocation may not participate in both the systematic withdrawal option and the dollar cost averaging program at the same time.

You may change the amount or percentage of your systematic withdrawal once each contract year or cancel this option at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next scheduled withdrawal date. If you submit a subsequent premium payment after you have applied for systematic withdrawals, we will not adjust future withdrawals under the systematic withdrawal program unless you specifically request that we do so. The systematic withdrawal option may commence in a contract year where a regular withdrawal has been taken but you may not change the amount or percentage of your withdrawals in any contract year during which you have previously taken a regular withdrawal.

Subject to availability, a spousal or non-spousal beneficiary may elect to receive death benefits as payments over the beneficiary's lifetime ("stretch"). Stretch payments will be subject to the same limitations as systematic withdrawals, and non-qualified stretch payments will be reported on the same basis as other systematic withdrawals.

#### **Fixed Dollar Systematic Withdrawal Feature**

You may add the Fixed Dollar Systematic Withdrawal Feature to your regular fixed dollar systematic withdrawal program. This feature allows you to receive a systematic withdrawal in a fixed dollar amount in addition to your systematic withdrawal program regardless of any potential impact of surrender charges or Market Value Adjustments. Systematic withdrawals from Fixed Interest Allocations under the Fixed Dollar Systematic Withdrawal Feature are available only in connection with Section 72(q) and 72(t) distributions. You choose the amount of the fixed systematic withdrawals, which may total up to an annual maximum of 10% of your premium payments not previously withdrawn as determined on the day we receive your election of this feature. We will not recalculate the maximum limit when you make additional premium payments, unless you instruct us to do so. We will assess a surrender charge on the withdrawal date if the withdrawal exceeds the maximum limit as calculated on the withdrawal date. We will assess a Market Value Adjustment on the withdrawal date if the withdrawal from a Fixed Interest Allocation exceeds your interest earnings on the withdrawal date. We will apply the surrender charge and any Market Value Adjustment directly to your contract value (rather than to the withdrawal) so that the amount of each systematic withdrawal remains fixed.

Fixed dollar systematic withdrawals which are intended to satisfy the requirements of Section 72(q) or 72(t) of the Tax Code may exceed the maximum. Such withdrawals are subject to surrender charges and Market Value Adjustments when they exceed the applicable maximum percentage.

#### **IRA Withdrawals**

If you have a non-Roth IRA Contract and will be at least age 70½ during the current calendar year, you may elect to have distributions made to you to satisfy requirements imposed by federal tax law. IRA withdrawals provide payout of amounts required to be distributed by the Internal Revenue Service ("IRS") rules governing mandatory distributions under qualified plans. We will send you a notice before your distributions commence. You may elect to take IRA withdrawals at that time, or at a later date. You may not elect IRA withdrawals and participate in systematic withdrawals at the same time. If you do not elect to take IRA withdrawals, and distributions are required by federal tax law, distributions adequate to satisfy the requirements imposed by federal tax law may be made. Thus, if you are participating in systematic withdrawals, distributions under that option must be adequate to satisfy the mandatory distribution rules imposed by federal tax law.

You choose the frequency of your IRA withdrawals (monthly, quarterly or annually) and the start date. This date must be at least 30 days after the Contract Date and no later than the 28<sup>th</sup> day of the month. Subject to these rules, if you have not indicated the date, your IRA withdrawals will occur on the next business day after your Contract Date for your desired frequency.

You may request us to calculate the amount you are required to withdraw from your Contract each year based on the information you give us and various choices you make. For information regarding the calculation and choices you have, see the SAI. Or, we will accept your written instructions regarding the calculated amount required to be withdrawn from your Contract each year. The minimum dollar amount you can withdraw is \$100. When we determine the required IRA withdrawal amount for a taxable year based on the frequency you select, if that amount is less than \$100, we will pay \$100. At any time where the IRA withdrawal amount is greater than the contract value, we will cancel the Contract and send you the amount of the cash surrender value.

You may change the payment frequency of your IRA withdrawals once each contract year or cancel this option at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next scheduled withdrawal date.

An IRA withdrawal from a Fixed Interest Allocation in excess of the amount allowed under systematic withdrawals will be subject to a Market Value Adjustment and may be subject to surrender charge.

**Consult your tax adviser regarding the tax consequences associated with taking withdrawals.** You are responsible for determining that withdrawals comply with applicable law. A withdrawal made before the taxpayer reaches age 59½ may result in a 10% penalty tax. See “Federal Tax Considerations” for more details.

## **TRANSFERS AMONG YOUR INVESTMENTS (EXCESSIVE TRADING POLICY)**

Between the end of the free look period and the annuity start date, you may transfer your contract value among the subaccounts in which you are invested and your Fixed Interest Allocations. We currently do not charge you for transfers made during a contract year, but reserve the right to charge for each transfer after the twelfth transfer in a contract year. **We also reserve the right to limit the number of transfers you may make and may otherwise modify or terminate transfer privileges if required by our business judgment or in accordance with applicable law.** We will apply a Market Value Adjustment to transfers from a Fixed Interest Allocation taken more than 30 days before its maturity date, unless the transfer is made under the dollar cost averaging program. Keep in mind that transfers between Covered Funds, Special Funds and Excluded Funds and other investment portfolios may negatively impact your death benefit or rider benefits.

If you allocate contract value to an investment option that has been designated as a Restricted Fund, your ability to transfer contract value to the Restricted Fund may be limited. A transfer to the Restricted Funds will not be permitted to the extent that it would increase the contract value in the Restricted Fund to more than the applicable limits following the transfer. We do not limit transfers from Restricted Funds. If the result of multiple reallocations is to lower the percentage of total contract value in the Restricted Fund, the reallocation will be permitted even if the percentage of contract value in the Restricted Fund is greater than the limit.

Please be aware that the benefit we pay under an optional benefit rider may be affected by certain transfers you make while the rider is in effect. Transfers, including those involving Special Funds or Excluded Funds, may also affect your optional rider base. See “Living Benefit Riders.”

The minimum amount that you may transfer is \$100 or, if less, your entire contract value held in a subaccount or a Fixed Interest Allocation. To make a transfer, you must notify our Customer Service Center and all other administrative requirements must be met. We will determine transfer values at the end of the business day on which we receive the transfer request at our Customer Service Center. If we receive your transfer request after 4 p.m. eastern time or the close of regular trading of the New York Stock Exchange, we will make the transfer on the next business day.

Separate Account B and the Company will not be liable for following instructions communicated by telephone or other approved electronic means that we reasonably believe to be genuine. We may require personal identifying information to process a request for transfer made over the telephone, over the internet or other approved electronic means. Please be advised that the risk of a fraudulent transaction is increased with telephonic or electronic instructions, even if appropriate identifying information is provided.

## Limits on Frequent or Disruptive Transfers

The contract is not designed to serve as a vehicle for frequent transfers. Frequent transfer activity can disrupt management of a fund and raise its expenses through:

- Increased trading and transaction costs;
- Forced and unplanned portfolio turnover;
- Lost opportunity costs; and
- Large asset swings that decrease the fund's ability to provide maximum investment return to all contract owners.

This in turn can have an adverse effect on fund performance. **Accordingly, individuals or organizations that use market-timing investment strategies or make frequent transfers should not purchase the contract.**

**Excessive Trading Policy.** We and the other members of the ING family of companies that provide multi-fund variable insurance and retirement products, have adopted a common Excessive Trading Policy to respond to the demands of the various fund families that make their funds available through our products to restrict excessive fund trading activity and to ensure compliance with Rule 22c-2 of the 1940 Act.

We actively monitor fund transfer and reallocation activity within our variable insurance products to identify violations of our Excessive Trading Policy. Our Excessive Trading Policy is violated if fund transfer and reallocation activity:

- Meets or exceeds our current definition of Excessive Trading, as defined below; or
- Is determined, in our sole discretion, to be disruptive or not in the best interests of other owners of our variable insurance and retirement products.

We currently define Excessive Trading as:

- More than one purchase and sale of the same fund (including money market funds) within a 60 calendar day period (hereinafter, a purchase and sale of the same fund is referred to as a "round-trip"). This means two or more round-trips involving the same fund within a 60 calendar day period would meet our definition of Excessive Trading; or
- Six round-trips involving the same fund within a twelve month period.

The following transactions are excluded when determining whether trading activity is excessive:

- Purchases or sales of shares related to non-fund transfers (for example, new purchase payments, withdrawals and loans);
- Transfers associated with scheduled dollar cost averaging, scheduled rebalancing or scheduled asset allocation programs;
- Purchases and sales of fund shares in the amount of \$5,000 or less;
- Purchases and sales of funds that affirmatively permit short-term trading in their fund shares, and movement between such funds and a money market fund; and
- Transactions initiated by us, another member of the ING family of insurance companies or a fund.

If we determine that an individual or entity has made a purchase of a fund within 60 days of a prior round-trip involving the same fund, we will send them a letter (once per year) warning that another sale of that same fund within 60 days of the beginning of the prior round-trip will be deemed to be Excessive Trading and result in a six month suspension of their ability to initiate fund transfers or reallocations through the Internet, facsimile, Voice Response Unit (VRU), telephone calls to the ING Customer Service Center, or other electronic trading medium that we may make available from time to time ("Electronic Trading Privileges"). Likewise, if we determine that an individual or entity has made five round-trips involving the same fund within a rolling twelve month period, we will send them a letter warning that another purchase and sale of that same fund within twelve months of the initial

purchase in the first round-trip in the prior twelve month period will be deemed to be Excessive Trading and result in a suspension of their Electronic Trading Privileges. According to the needs of the various business units, a copy of the warning letters may also be sent, as applicable, to the person(s) or entity authorized to initiate fund transfers or reallocations, the agent/registered representative or investment adviser for that individual or entity. A copy of the warning letters and details of the individual's or entity's trading activity may also be sent to the fund whose shares were involved in the trading activity.

If we determine that an individual or entity has violated our Excessive Trading Policy, we will send them a letter stating that their Electronic Trading Privileges have been suspended for a period of six months. Consequently, all fund transfers or reallocations, not just those which involve the fund whose shares were involved in the activity that violated our Excessive Trading Policy, will then have to be initiated by providing written instructions to us via regular U.S. mail. Suspension of Electronic Trading Privileges may also extend to products other than the product through which the Excessive Trading activity occurred. During the six month suspension period, electronic "inquiry only" privileges will be permitted where and when possible. A copy of the letter restricting future transfer and reallocation activity to regular U.S. mail and details of the individual's or entity's trading activity may also be sent, as applicable, to the person(s) or entity authorized to initiate fund transfers or reallocations, the agent/registered representative or investment adviser for that individual or entity and the fund whose shares were involved in the activity that violated our Excessive Trading Policy.

Following the six month suspension period during which no additional violations of our Excessive Trading Policy are identified, Electronic Trading Privileges may again be restored. We will continue to monitor the fund transfer and reallocation activity, and any future violations of our Excessive Trading Policy will result in an indefinite suspension of Electronic Trading Privileges. A violation of our Excessive Trading Policy during the six month suspension period will also result in an indefinite suspension of Electronic Trading Privileges.

We reserve the right to suspend Electronic Trading Privileges with respect to any individual or entity, with or without prior notice, if we determine, in our sole discretion, that the individual's or entity's trading activity is disruptive or not in the best interests of other owners of our variable insurance products, regardless of whether the individual's or entity's trading activity falls within the definition of Excessive Trading set forth above.

Our failure to send or an individual's or entity's failure to receive any warning letter or other notice contemplated under our Excessive Trading Policy will not prevent us from suspending that individual's or entity's Electronic Trading Privileges or taking any other action provided for in our Excessive Trading Policy.

We do not allow exceptions to our Excessive Trading Policy. We reserve the right to modify our Excessive Trading Policy, or the policy as it relates to a particular fund, at any time without prior notice, depending on, among other factors, the needs of the underlying fund(s), the best interests of contract owners and fund investors and/or state or federal regulatory requirements. If we modify our policy, it will be applied uniformly to all contract owners or, as applicable, to all contract owners investing in the underlying fund.

Our Excessive Trading Policy may not be completely successful in preventing market timing or excessive trading activity. If it is not completely successful, fund performance and management may be adversely affected, as noted above.

**Limits Imposed by the Funds.** Each underlying fund available through the variable insurance and retirement products offered by us and/or the other members of the ING family of insurance companies, either by prospectus or stated contract, has adopted or may adopt its own excessive/frequent trading policy, and orders for the purchase of fund shares are subject to acceptance or rejection by the underlying fund. We reserve the right, without prior notice, to implement fund purchase restrictions and/or limitations on an individual or entity that the fund has identified as violating its excessive/frequent trading policy and to reject any allocation or transfer request to a subaccount if the corresponding fund will not accept the allocation or transfer for any reason. All such restrictions and/or limitations (which may include, but are not limited to, suspension of Electronic Trading Privileges and/or blocking of future purchases of a fund or all funds within a fund family) will be done in accordance with the directions we receive from the fund.



**Agreements to Share Information with Fund Companies.** As required by Rule 22c-2 under the 1940 Act, we have entered into information sharing agreements with each of the fund companies whose funds are offered through the contract. Contract owner trading information is shared under these agreements as necessary for the fund companies to monitor fund trading and our implementation of our Excessive Trading Policy. Under these agreements, the company is required to share information regarding contract owner transactions, including but not limited to information regarding fund transfers initiated by you. In addition to information about contract owner transactions, this information may include personal contract owner information, including names and social security numbers or other tax identification numbers.

As a result of this information sharing, a fund company may direct us to restrict a contract owner's transactions if the fund determines that the contract owner has violated the fund's excessive/frequent trading policy. This could include the fund directing us to reject any allocations of premium or contract value to the fund or all funds within the fund family.

### **Dollar Cost Averaging**

You may elect to participate in our dollar cost averaging (DCA) program through either the ING Liquid Assets Portfolio or a Fixed Interest Allocation, subject to availability, starting 30 days after the Contract Date. These investment options serve as the source accounts from which we will, on a monthly basis, automatically transfer a set dollar amount of money to the subaccounts you specify. There is no additional charge for dollar cost averaging. Dollar cost averaging is not available with automatic rebalancing and may be subject to limited availability with systematic withdrawals.

We also may offer DCA Fixed Interest Allocations for durations of 6 months and 1 year, subject to availability, exclusively for use with the dollar cost averaging program.

The dollar cost averaging program is designed to lessen the impact of market fluctuation on your investment. Since we transfer the same dollar amount to other subaccounts each month, more units of a subaccount are purchased if the value of its unit is low and fewer units are purchased if the value of its unit is high. Therefore, a lower than average value per unit may be achieved over the long term. However, we cannot guarantee this. When you elect the dollar cost averaging program, you are continuously investing in securities regardless of fluctuating price levels. You should consider your tolerance for investing through periods of fluctuating price levels.

Dollar cost averaging requires a minimum monthly transfer amount of \$100. We will transfer all your money allocated to that source account into the subaccount(s) you specify in equal payments over the relevant duration. The last payment will include earnings accrued over the duration. If you make an additional premium payment into a Fixed Interest Allocation subject to dollar cost averaging, the amount of your transfers under the dollar cost averaging program remains the same, unless you instruct us to increase the transfer amount.

Transfers under the dollar cost averaging program are not subject to a Market Value Adjustment. However, if you terminate the dollar cost averaging program for a DCA Fixed Interest Allocation and there is money remaining in the DCA Fixed Interest Allocation, we will transfer the remaining money to the ING Liquid Assets Portfolio. Such transfer will trigger a Market Value Adjustment if the transfer is made more than 30 days before the maturity date of the DCA Fixed Interest Allocation.

If you do not specify to which subaccounts you want to transfer the dollar amount of the source account, we will transfer the money to the subaccounts in which you are invested on a proportional basis, subject to any fund purchase restrictions. The transfer date is the same day each month as your contract date. If, on any transfer date, your contract value in a source account is equal or less than the amount you have elected to have transferred, the entire amount will be transferred and the program will end. You may terminate the dollar cost averaging program at any time by sending satisfactory notice to our Customer Service Center at least 7 days before the next transfer date.

Transfers under the DCA program must be in compliance with the investment restrictions for the living benefit riders. If you set up DCA transfers that are not in compliance with such restrictions, the fixed allocation funds automatically rebalancing feature of those living benefit riders will automatically rebalance the amounts to bring them into compliance.

You are permitted to transfer contract value to a Restricted Fund, subject to the limitations described above in this section and in “Trust and Funds – Restricted Funds.” Compliance with the individual and aggregate Restricted Fund limits will be reviewed when the dollar cost averaging program is established. Transfers under the dollar cost averaging program must be within those limits. We will not review again your dollar cost averaging election for compliance with the individual and aggregate limits for investment in the Restricted Funds except in the case of the transactions described below.

- Amount added to source account: If you add amounts to the source account which would increase the amount to be transferred under the dollar cost averaging program, we will review the amounts to be transferred to ensure that the individual and aggregate limits are not being exceeded. If such limits would be exceeded, we will require that the dollar cost averaging transfer amounts be changed to ensure that the transfers are within the limits based on the then-current allocation of contract value to the Restricted Fund(s) and the then-current value of the amount designated to be transferred to that Restricted Fund(s).
- Additional premium paid: Up to the individual Restricted Fund percentage limit may be allocated to a Restricted Fund. If you request more than the individual limit be allocated to a Restricted Fund, we will look at the aggregate limit, subtract the current allocation to Restricted Funds, and subtract the current value of amounts to be transferred under the dollar cost averaging program to Restricted Funds. The excess, if any, is the maximum that may be allocated pro-rata to the Restricted Funds.
- Reallocation request is made while the dollar cost averaging program is active: If the reallocation would increase the amount allocated to Restricted Funds, the maximum that may be so allocated is the individual Restricted Fund percentage limit, less the current allocation to Restricted Funds and less the current value of any remaining amounts to be transferred under the dollar cost averaging program to the Restricted Funds.

We may offer additional subaccounts or fixed interest allocations as part of or withdraw any subaccount or Fixed Interest Allocation from the dollar cost averaging program, stop offering DCA Fixed Interest Allocations or otherwise modify, suspend or terminate this program. Such change will not affect any dollar cost averaging programs in operation at the time.

#### **Automatic Rebalancing**

If you have at least \$10,000 of contract value invested in the subaccounts of Separate Account B, you may elect to have your investments in the subaccounts automatically rebalanced. Automatic rebalancing is not available if you participate in dollar cost averaging. Automatic rebalancing will not take place during the free look period. Automatic rebalancing is subject to any fund purchase restrictions; however, transfers made pursuant to automatic rebalancing do not count toward the 12-transfer limit on free transfers. There is no additional charge for this feature.

You are permitted to reallocate between Restricted and non-Restricted Funds, subject to the limitations described above, in this section and in “Trust and Funds – Restricted Funds.” If the reallocation would increase the amount allocated to the Restricted Funds, the maximum that may be so allocated is the individual Restricted Fund percentage limit, less the current allocation to all Restricted Funds.

We will transfer funds under your Contract on a quarterly, semi-annual, or annual calendar basis among the subaccounts to maintain the investment blend of your selected subaccounts. The minimum size of any allocation must be in full percentage points. Rebalancing does not affect any amounts that you have allocated to Fixed Account II. The program may be used in conjunction with the systematic withdrawal option only if withdrawals are taken pro-rata.

To participate in automatic rebalancing, send satisfactory notice to our Customer Service Center. We will begin the program on the last business day of the period in which we receive the notice. You may cancel the program at any time. The program will automatically terminate if you choose to reallocate your contract value among the subaccounts or if you make an additional premium payment or partial withdrawal on other than a pro-rata basis. Additional premium payments and partial withdrawals made on a pro-rata basis will not cause the automatic rebalancing program to terminate.

## DEATH BENEFIT CHOICES

### Death Benefit During the Accumulation Phase

During the accumulation phase, a death benefit (and earnings multiplier benefit, if elected) is payable when either the contract owner or the first of joint owners or the annuitant (when a contract owner is not an individual) dies before the annuity start date. Assuming you are the contract owner, your beneficiary will receive a death benefit unless the beneficiary is your surviving spouse and elects to continue the Contract. We calculate the death benefit value as of the close of the business day on which we receive written notice and due proof of death, as well as any required paperwork, at our Customer Service Center (“claim date”). If your beneficiary wants to receive the death benefit on a date later than this, it may affect the amount of the benefit payable in the future. The proceeds may be received in a single sum, applied to any of the annuity options, or, if available, paid over the beneficiary’s lifetime. (See “Systematic Withdrawals,” above). A beneficiary’s right to elect an annuity option or receive a lump-sum payment may have been restricted by the contract owner. If so, such rights or options will not be available to the beneficiary.

If we do not receive a request to apply the death benefit proceeds to an annuity option, we will make a single sum distribution. Unless you elect otherwise, the distribution will generally be made into an interest bearing account, backed by our general account, that is accessed by the beneficiary through a draftbook feature. Interest credited under this account may be less than under other settlement options, and the Company seeks to make a profit on these accounts. The beneficiary may access death benefit proceeds at any time without penalty. We will generally distribute death benefit proceeds within 7 days after our Customer Service Center has received sufficient information to make the payment. For information on required distributions under federal income tax laws, you should see “Required Distributions upon Contract Owner’s Death.” Interest earned on this account may be less than interest paid on other settlement options.

You may choose one of the following Death Benefits: (i) the Standard Death Benefit, (ii) the Quarterly Ratchet Enhanced Death Benefit or (iii) the Max 7 Enhanced Death Benefit. The Quarterly Ratchet Enhanced Death Benefit and the Max 7 Enhanced Death Benefit are available only if the contract owner or the annuitant (if the contract owner is not an individual) is not more than 75 years old at the time of purchase. The Enhanced Death Benefits are available only at the time you purchase your Contract. The Enhanced Death Benefits are not available where a Contract is owned by joint owners. Not all death benefits are available in every state. If you do not choose a death benefit, your death benefit will be the Standard Death Benefit.

**Once you choose a death benefit, you cannot change it.** We may stop or suspend offering any of the Enhanced Death Benefit options to new Contracts. A change in ownership of the Contract may affect the amount of the death benefit and the Enhanced Death Benefit. The ING LifePay Plus and ING Joint LifePay Plus riders may also affect the death benefit.

The death benefit may be subject to certain mandatory distribution rules required by federal tax law.

In all cases described below, the amount of the death benefit could be reduced by premium taxes owed and withdrawals not previously deducted.

**Base Death Benefit.** We use the Base Death Benefit to help determine the minimum death benefit payable under each of the death benefit options described below. You do not elect the Base Death Benefit. The Base Death Benefit is equal to the greater of:

- 1) the contract value; or
- 2) the cash surrender value.

**Standard Death Benefit.** The Standard Death Benefit equals the greater of:

- 1) the Base Death Benefit; and

- 2) the Standard Minimum Guaranteed Death Benefit (“Standard MGDB”) for amounts allocated to Covered Funds plus the contract value allocated to Excluded Funds.

Covered Funds are all investment options not designated as Excluded Funds. No investment options are currently designated as Excluded Funds for purposes of the Standard Death Benefit.

The Standard MGDB allocated to Covered Funds equals premium payments allocated to Covered Funds less pro-rata adjustments for any withdrawals and transfers.

The Standard MGDB allocated to Excluded Funds equals premium payments allocated to Excluded Funds less pro-rata adjustments for any withdrawals and transfers. This calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds.

Withdrawals reduce the Standard MGDB on a pro-rata basis. The percentage reduction in the Standard MGDB for each Fund category (i.e., Covered or Excluded) equals the percentage reduction in contract value in that Fund category resulting from the withdrawal. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Transfers among Fund categories do not reduce the overall Standard MGDB.

- Net transfers from Covered Funds to Excluded Funds will reduce the Standard MGDB in the Covered Funds on a pro-rata basis. The increase in the Standard MGDB allocated to Excluded Funds will equal the decrease in the Standard MGDB in Covered Funds.
- Net transfers from Excluded Funds to Covered Funds will reduce the Standard MGDB in Excluded Funds on a pro-rata basis. The increase in the Standard MGDB allocated to Covered Funds will equal the lesser of the net contract value transferred and the decrease in the Standard MGDB in Excluded Funds.

**Enhanced Death Benefit Options.** The Contract has Enhanced Death Benefit options designed to protect the contract value from poor investment performance and the impact the poor investment performance could have on the Standard Death Benefit. The Enhanced Death Benefit options enable you to lock in positive investment performance. Under the Enhanced Death Benefit options, if you die before the annuity start date, your beneficiary will receive the greater of the Standard Death Benefit or the Enhanced Death Benefit option elected. The criteria to lock are different. The Quarterly Ratchet Enhanced Death Benefit locks quarterly. The Max 7 Enhanced Death Benefit also locks quarterly, but it also has an element that locks annually at a specified interest rate. Your death benefit under the Max 7 Enhanced Death Benefit would be the greater of these two elements. Which Enhanced Death Benefit option is right for you ultimately depends on whether you want the lock to include a specified interest rate, besides the additional charge. The Enhanced Death Benefit options are explained further below.

Allocation restrictions apply for purposes of determining death benefits. Selecting a Special Fund or Excluded Fund may limit or reduce the Enhanced Death Benefit. We may, with 30 days notice to you, designate any investment portfolio as a Special Fund or Excluded Fund on existing contracts with respect to new premiums added to such investment portfolio and also with respect to new transfers to such investment portfolio.

For the period during which a portion of the contract value is allocated to a Special Fund or Excluded Fund, we may, at our discretion, reduce the mortality and expense risk charge attributable to that portion of the contract value. The reduced mortality and expense risk charge will be applicable only during that period.

The **Quarterly Ratchet Enhanced Death Benefit** equals the greater of:

- 1) the Standard Death Benefit; and
- 2) the Quarterly Ratchet Minimum Guaranteed Death Benefit (“Quarterly Ratchet MGDB”) allocated to Covered Funds plus the contract value allocated to Excluded Funds.

Covered Funds are all investment options not designated as Excluded Funds. No investment options are currently designated as Excluded Funds for purposes of the Quarterly Ratchet MGDB.

The Quarterly Ratchet MGDB allocated to Covered Funds on the contract date equals the premium allocated to Covered Funds. On each quarterly anniversary (three months from the contract date and each three month anniversary of that date) that occurs on or prior to attainment of age 90, the Quarterly Ratchet MGDB in Covered Funds will be set to the greater of:

- 1) the current contract value in Covered Funds (after deductions occurring as of that date); and
- 2) the Quarterly Ratchet MGDB in Covered Funds from the prior quarterly anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

Other than on quarterly anniversaries, the Quarterly Ratchet MGDB in the Covered Funds is equal to the Quarterly Ratchet MGDB in the Covered Funds from the last quarterly anniversary, adjusted for new premiums, partial withdrawals attributable to Covered Funds, and transfers.

The Quarterly Ratchet MGDB allocated to Excluded Funds on the contract date equals the premium allocated to Excluded Funds. The calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds. On each quarterly anniversary that occurs on or prior to attainment of age 90, the Quarterly Ratchet MGDB in Excluded Funds will be set to the greater of:

- 1) the current contract value in Excluded Funds (after deductions occurring as of that date); or
- 2) the Quarterly Ratchet MGDB in the Excluded Funds from the prior quarterly anniversary (after deductions occurring on that date), adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Other than on quarterly anniversaries, the Quarterly Ratchet MGDB in the Excluded Funds is equal to the Quarterly Ratchet MGDB in the Excluded Funds from the last quarterly anniversary, adjusted for new premiums, partial withdrawals attributable to Excluded Funds, and transfers.

Withdrawals reduce the Quarterly Ratchet MGDB on a pro-rata basis. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Net transfers from Covered Funds to Excluded Funds will reduce the Quarterly Ratchet MGDB in Covered Funds on a pro-rata basis. The increase in the Quarterly Ratchet MGDB allocated to Excluded Funds, as applicable, will equal the decrease in the Quarterly Ratchet MGDB in Covered Funds.

Net transfers from Excluded Funds to Covered Funds will reduce the Quarterly Ratchet MGDB in Excluded Funds on a pro-rata basis. The increase in the Quarterly Ratchet MGDB allocated to Covered Funds will equal the lesser of the net contract value transferred and the reduction in the Quarterly Ratchet MGDB in Excluded Funds.

The **Max 7 Enhanced Death Benefit** equals the greater of the Quarterly Ratchet Enhanced Death Benefit and the 7% Solution Death Benefit Element. Each element of the Max 7 Enhanced Death Benefit is determined independently of the other at all times.

The **7% Solution Death Benefit Element** is the greater of:

- 1) the Standard Death Benefit; and
- 2) the lesser of:
  - (a) 2.5 times all premium payments, adjusted for withdrawals (the “cap”); and

- (b) the sum of the 7% Solution Minimum Guaranteed Death Benefit Element (“7% MGDB”) allocated to Covered Funds, the 7% MGDB allocated to Special Funds, and the contract value allocated to Excluded Funds.

For Contracts issued prior to August 21, 2006, the cap is 3 times all premium payments adjusted for withdrawals.

For purposes of calculating the 7% Solution Death Benefit Element, the following investment options are designated as Special Funds:

- ING Liquid Assets Portfolio; and
- Fixed Interest Allocation.

The ProFunds VP Rising Rates Opportunity Portfolio is also a Special Fund, but closed to new allocations effective April 30, 2007.

For Contracts issued prior to September 2, 2003, however, the ProFunds VP Rising Rates Opportunity Portfolio is not designated as a Special Fund.

The ING Limited Maturity Bond Portfolio is a Special Fund, but closed to new allocations effective March 12, 2004.

For Contracts issued on or after May 1, 2003, but prior to August 21, 2006, the ING Intermediate Bond Portfolio is designated as a Special Fund.

Covered Funds are all investment options not designated as Special Funds or Excluded Funds. No investment options are currently designated as Excluded Funds.

The 7% MGDB allocated to Covered Funds equals premiums allocated to Covered Funds, adjusted for withdrawals and transfers, accumulated at 7% annually until age 80 or the 7% MGDB reaches the cap. There is no accumulation once the cap is reached. Payment of additional premiums may cause the accumulation to resume, but there is no catch-up for any period where accumulation was suspended. The Max 7 Enhanced Death Benefit available for some Contracts issued in 2001 or earlier allows for accumulation to continue beyond age 80, subject to the cap. Please see your Contract for details regarding the terms of your death benefit.

The 7% MGDB allocated to Special Funds equals premiums allocated to Special Funds, adjusted for withdrawals and transfers. There is no accumulation of 7% MGDB allocated to Special Funds.

The 7% MGDB allocated to Excluded Funds is determined in the same way as the 7% MGDB for Covered Funds, but the calculation is not used for benefit purposes, but only to determine the impact of transfers to and from Excluded Funds.

Withdrawals reduce the 7% MGDB on a pro-rata basis. The percentage reduction in the 7% MGDB for each Fund category (i.e., Covered, Special or Excluded) equals the percentage reduction in contract value in that Fund category resulting from the withdrawal. The percentage reduction in the cap equals the percentage reduction in total contract value resulting from the withdrawal. The pro-rata adjustment is based on the change in contract value resulting from the withdrawal, not the amount requested.

Transfers among Fund categories do not reduce the overall 7% MGDB, but do affect the amount of the 7% MGDB in a particular Fund category. Net transfers from among the Funds will reduce the 7% MGDB in the Funds on a pro-rata basis. The increase in the 7% MGDB allocated to the fund category to which the transfer is being made will equal the decrease in the fund category from which the transfer is being made.

Note: In all cases described above, the amount of the death benefit could be reduced by premium taxes owed and withdrawals not previously deducted. The enhanced death benefits may not be available in all states.

**Earnings Multiplier Benefit Rider.** The earnings multiplier benefit rider is an optional rider that provides a separate death benefit in addition to the death benefit provided under the death benefit options described above. The rider is subject to state availability and is available only for issue ages 75 or under. You may add it at issue of the Contract or, if not yet available in your state, on the next contract anniversary following introduction of the rider in your state. The date on which the rider is added is referred to as the “rider effective date.”

If the rider is added at issue, the rider provides a benefit equal to a percentage of the gain under the Contract, up to a gain equal to 150% of premiums adjusted for withdrawals (“Maximum Base”). Currently, if added at issue, the earnings multiplier benefit is equal to 55% (30% for issue ages 70 and above) of the lesser of: i) the Maximum Base; and ii) the contract value on the claim date minus premiums adjusted for withdrawals. If added after issue, the earnings multiplier benefit is equal to 55% (30% for issue ages 70 and above) of the lesser of: i) 150% of the contract value on the rider effective date, plus subsequent premiums adjusted for subsequent withdrawals; and ii) the contract value on the claim date minus the contract value on the rider effective date, minus subsequent premiums adjusted for subsequent withdrawals. The adjustment to the benefit for withdrawals is pro-rata, meaning that the benefit will be reduced by the proportion that the withdrawal bears to the contract value at the time of the withdrawal.

There is an extra charge for the earnings multiplier benefit rider and once selected, it may not be revoked. The rider does not provide a benefit if there is no gain under the Contract. As such, the Company would continue to assess a charge for the rider, even though no benefit would be payable at death under the rider if there are no gains under the Contract. Please see “Charges and Fees — Charges Deducted from the Subaccounts – Optional Rider Charges - Earnings Multiplier Benefit Rider Charge” for a description of the charge.

The rider is available for both non-qualified and qualified contracts. Please see the discussions of possible tax consequences in “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit” in this prospectus.

#### **Death Benefit During the Income Phase**

If any contract owner or the annuitant dies after the annuity start date, we will pay the beneficiary any certain benefit remaining under the annuity in effect at the time.

#### **Continuation After Death — Spouse**

If at the contract owner’s death, the surviving spouse of the deceased contract owner is the beneficiary and such surviving spouse elects to continue the contract as his or her own, the following will apply:

If the guaranteed death benefit as of the date we receive due proof of death, minus the contract value on that date is greater than zero, we will add such difference to the contract value. We will allocate such addition to the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the addition to the ING Liquid Assets Portfolio, or its successor. Such addition to contract value will not affect the guaranteed death benefit or any living benefit rider values. Any addition to contract value is available only to the spouse of the owner as of the date of death of the owner if such spouse under the provisions of the contract elects to continue the contract as his or her own.

The death benefits under each of the available options will continue, based on the surviving spouse’s age on the date that ownership changes.

If you elect the Quarterly Ratchet Death Benefit or the Max 7 Enhanced Death Benefit and the new or surviving owner is attained age 89 or less, ratchets will continue, (or resume if deceased owner had already reached age 90) until the new or surviving owner reaches age 90. If you elected the Max 7 Enhanced Death Benefit, the new or surviving owner is attained age 79 or less, the Max 7 Enhanced Death Benefit continues or resumes accumulation until either the cap or the attained age of 80 is reached.

At subsequent surrender, we will waive any surrender charge applicable to premiums paid prior to the date we receive due proof of death of the contract owner. Any premiums paid later will be subject to any applicable surrender charge.

If you elected the earnings multiplier benefit rider, and the benefit would otherwise be payable, we will add the benefit to the contract value and allocate the benefit among the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the benefit to the Liquid Assets subaccount, or its successor.

The earnings multiplier benefit rider will continue if the surviving spouse is eligible based on his or her attained age. If the surviving spouse is older than the maximum rider issue age, the rider will terminate. The Maximum Base and the percentages will be reset based on the adjusted contract value. The calculation of the benefit going forward will be: (i) based on the attained age of the spouse at the time of the ownership change using current values as of that date; (ii) computed as if the rider were added to the Contract after issue and after the increase; and (iii) based on the Maximum Base and percentages in effect on the original rider date. However, we may permit the surviving spouse to elect to use the then-current Maximum Base and percentages in the benefit calculation.

#### **Continuation After Death — Not a Spouse**

If the beneficiary or surviving joint owner is not the spouse of the owner, the contract may defer payment of the death benefit subject to the required distribution rules of the Tax Code. See next section, “Required Distributions Upon Contract Owner’s Death.”

If the guaranteed death benefit as of the date we receive due proof of death, minus the contract value also on that date, is greater than zero, we will add such difference to the contract value. Such addition will be allocated to the variable subaccounts in proportion to the contract value in the subaccounts, unless we are directed otherwise. If there is no contract value in any subaccount, the addition will be allocated to the Liquid Assets subaccount, or its successor.

The death benefit will then terminate. At subsequent surrender, any surrender charge applicable to premiums paid prior to the date we receive due proof of death of the contract owner will be waived. No additional premium payments may be made.

If you elected the earnings multiplier benefit rider, and the benefit would otherwise be payable, we will add the benefit to the contract value and allocate the benefit among the variable subaccounts in proportion to the contract value in the subaccounts, unless you direct otherwise. If there is no contract value in any subaccount, we will allocate the benefit to the ING Liquid Assets Portfolio, or its successor. The earnings multiplier benefit rider then terminates, whether or not a benefit was payable under the terms of the rider.

#### **Required Distributions Upon Contract Owner’s Death**

We will not allow any payment of benefits provided under a non-qualified Contract which does not satisfy the requirements of Section 72(s) of the Tax Code.

If any contract owner of a non-qualified contract dies before the annuity start date, we will distribute the death benefit payable to the beneficiary as follows: (a) the death benefit must be completely distributed within 5 years of the contract owner’s date of death; or (b) the beneficiary may elect, within the 1-year period after the contract owner’s date of death, to receive the death benefit in the form of an annuity from us, provided that (i) such annuity is distributed in substantially equal installments over the life of such beneficiary or over a period not extending beyond the life expectancy of such beneficiary; and (ii) such distributions begin not later than 1 year after the contract owner’s date of death.

Notwithstanding (a) and (b) above, if the sole contract owner’s beneficiary is the deceased owner’s surviving spouse, then such spouse may elect to continue the Contract under the same terms as before the contract owner’s death. Upon receipt of such election from the spouse at our Customer Service Center: (i) all rights of the spouse as contract owner’s beneficiary under the Contract in effect prior to such election will cease; (ii) the spouse will become the owner of the Contract and will also be treated as the contingent annuitant, if none has been named and only if the deceased owner was the annuitant; and (iii) all rights and privileges granted by the Contract or allowed by us will belong to the spouse as contract owner of the Contract. We deem the spouse to have made this election if such spouse makes a premium payment to the Contract or fails to make a timely election as described in this paragraph. If the owner’s beneficiary is not a spouse, the distribution provisions described in subparagraphs (a) and



(b) above, will apply even if the annuitant and/or contingent annuitant are alive at the time of the contract owner's death.

Subject to availability, and our then current rules, a spousal or non-spousal beneficiary may elect to receive death benefits as payments over the life expectancy of the beneficiary ("stretch"). "Stretch" payments will be subject to the same limitations as systematic withdrawals, and non-qualified "stretch" payments will be reported on the same basis as other systematic withdrawals.

If we do not receive an election from an owner's beneficiary who is not a spouse within the 1-year period after the contract owner's date of death, then we will pay the death benefit to the owner's beneficiary in a cash payment within five years from the date of death. We will determine the death benefit as of the date we receive due proof of death. Such cash payment will be in full settlement of all our liability under the Contract.

If a contract owner dies after the annuity start date, all of the contract owner's rights granted under the Contract or allowed by us will pass to the contract owner's beneficiary.

If a contract has joint owners we will consider the date of death of the first joint owner as the death of the contract owner, and the surviving joint owner will become the beneficiary of the Contract. If any contract owner is not an individual, the death of an annuitant shall be treated as the death of a contract owner.

## THE ANNUITY OPTIONS

### **Annuitization of Your Contract**

If the annuitant and contract owner are living on the annuity start date, we will begin making payments to the contract owner under an income plan. Four fixed payment annuity options are currently available. We will make these payments under the annuity option you choose. You may change an annuity option by making a written request to us at least 30 days before the annuity start date. Living benefit riders automatically terminate when the income phase of your Contract begins. The MGIB annuity benefit may be available if you have purchased the MGIB rider, provided the waiting period and other specified conditions have been met. The Maximum Annual Withdrawal may be available with the ING LifePay Plus or ING Joint LifePay Plus riders. There is no death benefit after the annuity start date.

You may also elect an annuity option on surrender of the Contract for its cash surrender value or you may choose one or more annuity options for the payment of death benefit proceeds while it is in effect and before the annuity start date. If, at the time of the contract owner's death or the annuitant's death (if the contract owner is not an individual), no option has been chosen for paying death benefit proceeds, the beneficiary may choose an annuity option. In such a case, the payments will be based on the life expectancy of the beneficiary rather than the life of the annuitant. In all events, payments of death benefit proceeds must comply with the distribution requirements of applicable federal tax law.

The minimum monthly annuity income payment that we will make is \$20. We may require that a single sum payment be made if the contract value is less than \$2,000 or if the calculated monthly annuity income payment is less than \$20.

For each annuity option we will issue a separate written agreement putting the annuity option into effect. Before we pay any annuity benefits, we require the return of your Contract. If your Contract has been lost, we will require that you complete and return the applicable lost Contract form. Various factors will affect the level of annuity benefits, such as the annuity option chosen, the applicable payment rate used and the investment performance of the portfolios and interest credited to the Fixed Interest Allocations.

Our current annuity options provide only for fixed payments. Fixed annuity payments are regular payments, the amount of which is fixed and guaranteed by us. Payments under our current annuity options will last either for a specified period of time or for the life of the annuitant, or both – depending on the option. We will determine the amount of the annuity payments on the annuity start date by multiplying the contract value (adjusted for any market

value adjustment and any rider charges that would be due) by the applicable payment factor provided under the Contract and dividing by 1,000. The applicable payment factor will depend on: the annuity option; payment date; the frequency of payments you choose and the age of the annuitant or beneficiary (and gender, where appropriate under applicable law). Because our current annuity options provide only for fixed payments, subsequent payments will not differ from the amount of your first annuity payment.

Our approval is needed for any option where:

- 1) The person named to receive payment is other than the contract owner or beneficiary;
- 2) The person named is not a natural person, such as a corporation; or
- 3) Any income payment would be less than the minimum annuity income payment allowed.

### **Selecting the Annuity Start Date**

You select the annuity start date, which is the date on which the annuity payments commence. Unless we consent, the annuity start date must be at least 5 years from the contract date but before the month immediately following the annuitant's 90<sup>th</sup> birthday. If, on the annuity start date, a surrender charge remains, the elected annuity option must include a period certain of at least 5 years.

If you do not select an annuity start date, it will automatically begin in the month following the annuitant's 90<sup>th</sup> birthday.

If the annuity start date occurs when the annuitant is at an advanced age, such as over age 85, it is possible that the Contract will not be considered an annuity for federal tax purposes. For more information, see "Federal Tax Considerations" and the SAI. For a Contract purchased in connection with a qualified plan, other than a Roth IRA, distributions must commence not later than April 1st of the calendar year following the calendar year in which you reach age 70½ or, in some cases, retire. Distributions may be made through annuitization or withdrawals. You should consult a tax adviser for tax advice before investing.

### **Frequency of Annuity Payments**

You choose the frequency of the annuity payments. They may be monthly, quarterly, semi-annually or annually. If we do not receive written notice from you, we will make the payments monthly. There may be certain restrictions on minimum payments that we will allow.

### **Beneficiary Rights**

A beneficiary's right to elect an annuity option or receive a lump sum may have been restricted by the contract owner. If so, such options will not be available to the beneficiary.

### **The Annuity Options**

The Contract has 4 annuity options shown below. Payments under Options 1, 2 and 3 are fixed. Payments under Option 4 may be fixed or variable, although only fixed payments are currently available. For a fixed annuity option, the contract value in the subaccounts is transferred to the Company's general account. If you do not choose an annuity option, Option 2 – Income for Life with a 10-year period certain will be selected for you, or a shorter period if required by government regulations.

**Option 1. Income for a Fixed Period.** Under this option, we make monthly payments in equal installments for a fixed number of years based on the contract value on the annuity start date. We guarantee that each monthly payment will be at least the amount stated in your Contract. If you prefer, you may request that payments be made in annual, semi-annual or quarterly installments. We will provide you with illustrations if you ask for them. If the cash surrender value or contract value is applied under this option, a 10% penalty tax may apply to the taxable portion of each income payment until the contract owner reaches age 59½.

**Option 2. Income for Life with a Period Certain.** Under this option, we make payments for the life of the annuitant in equal monthly installments and guarantee the income for at least a period certain, such as 10 or 20 years. Other periods certain may be available to you on request. You may choose a refund period instead. Under

this arrangement, income is guaranteed until payments equal the amount of your Contract. If the person named lives beyond the guaranteed period, we will continue payments until his or her death. We guarantee that each payment will be at least the amount specified in the Contract corresponding to the person's age on his or her last birthday before the annuity start date. Amounts for ages not shown in the Contract are available if you ask for them.

**Option 3. Joint Life Income.** This option is available when there are 2 persons named to determine annuity payments. At least one of the persons named must be either the contract owner or beneficiary of the Contract. We guarantee monthly payments will be made as long as at least one of the named persons is living. There is no minimum number of payments. Monthly payment amounts are available upon request.

**Option 4. Annuity Plan.** Under this option, your contract value can be applied to any other annuitization plan that we choose to offer on the annuity start date. Annuity payments under Option 4 may be fixed or variable. If variable and subject to the 1940 Act, it will comply with the requirements of such Act.

### **Payment When Named Person Dies**

When the person named to receive payment dies, we will pay any amounts still due as provided in the annuity agreement between you and ING USA. The amounts we will pay are determined as follows:

- 1) For Option 1, or any remaining guaranteed payments under Option 2, we will continue payments. Under Options 1 and 2, the discounted values of the remaining guaranteed payments may be paid in a single sum. This means we deduct the amount of the interest each remaining guaranteed payment would have earned had it not been paid out early. We will base the discount interest rate on the interest rate used to calculate the payments for Options 1 and 2.
- 2) For Option 3, no amounts are payable after both named persons have died.
- 3) For Option 4, the annuity option agreement will state the amount we will pay, if any.

## **OTHER CONTRACT PROVISIONS**

### **Reports to Contract Owners**

We confirm purchase, transfer and withdrawal transactions usually within 5 business days of processing. We may also send you a quarterly report within 31 days after the end of each calendar quarter. The report will show the contract value, cash surrender value, and the death benefit as of the end of the calendar quarter. The report will also show the allocation of your contract value and reflects the amounts deducted from or added to the contract value. You have 30 days to notify our Customer Service Center of any errors or discrepancies. We will notify you when any shareholder reports of the investment portfolios in which Separate Account B invests are available. We will also send any other reports, notices or documents we are required by law to furnish to you.

### **Suspension of Payments**

The Company reserves the right to suspend or postpone the date of any payment or determination of values beyond the 7 permitted days on any business day (i) when the New York Stock Exchange is closed; (ii) when trading on the New York Stock Exchange is restricted; (iii) when an emergency exists as determined by the SEC so that the sale of securities held in Separate Account B may not reasonably occur or so that the Company may not reasonably determine the value of Separate Account B's net assets; or (iv) during any other period when the SEC so permits for the protection of security holders. We have the right to delay payment of amounts from a Fixed Interest Allocation for up to 6 months.

### **In Case of Errors in Your Application**

If an age or gender given in the application or enrollment form is misstated, the amounts payable or benefits provided by the Contract shall be those that the premium payment would have bought had the age or gender not been misstated.

**Assigning the Contract as Collateral**

You may assign a non-qualified Contract as collateral security for a loan but you should understand that your rights and any beneficiary's rights may be subject to the terms of the assignment. An assignment likely has federal tax consequences. You should consult a tax adviser for tax advice. You must give us satisfactory written notice at our Customer Service Center in order to make or release an assignment. We are not responsible for the validity of any assignment.

**Contract Changes — Applicable Tax Law**

We have the right to make changes in the Contract to continue to qualify the Contract as an annuity under applicable federal tax law. We will give you advance notice of such changes.

**Free Look**

You may cancel your Contract within your 10-day free look period. We deem the free look period to expire 15 days after we mail the Contract to you. Some states may require a longer free look period. To cancel, you need to send your Contract to our Customer Service Center or to the agent from whom you purchased it. We will refund the contract value (which may be more or less than the premium payments you paid) or, if required by your state, the original amount of your premium payment. For purposes of the refund during the free look period, (i) we adjust your contract value for any market value adjustment (if you have invested in the Fixed Account), and (ii) then we include a refund of any charges deducted from your contract value. Because of the market risks associated with investing in the portfolios and the potential positive or negative effect of the market value adjustment, the contract value returned may be greater or less than the premium payment you paid. Some states require us to return to you the amount of the paid premium (rather than the contract value) in which case you will not be subject to investment risk during the free look period. In these states, your premiums designated for investment in the subaccounts may be allocated during the free look period to a subaccount specially designated by the Company for this purpose (currently, the ING Liquid Assets Portfolio). We may, in our discretion, require that premiums designated for investment in the subaccounts from all other states as well as premiums designated for a Fixed Interest Allocation be allocated to the specially designated subaccount during the free look period. Your free look rights depend on the laws of the state in which you purchase the Contract. Your Contract is void as of the day we receive your Contract and cancellation request in good order. We determine your contract value at the close of business on the day we void your Contract. If you keep your Contract after the free look period and the investment is allocated to a subaccount specially designated by the Company, we will put your money in the subaccount(s) chosen by you, based on the accumulation unit value next computed for each subaccount, and/or in the Fixed Interest Allocation chosen by you.

**Special Arrangements**

We may reduce or waive any Contract, rider, or benefit fees or charges for certain group or sponsored arrangements, under special programs, and for certain employees, agents, and related persons of our parent corporation and its affiliates. We reduce or waive these items based on expected economies, and the variations are based on differences in costs or services.

**Selling the Contract**

Our affiliate, Directed Services LLC, 1475 Dunwoody Drive, West Chester, PA 19380 is the principal underwriter and distributor of the Contract as well as for other ING USA contracts. Directed Services LLC, a Delaware limited liability company, is registered with the SEC as a broker/dealer under the Securities Exchange Act of 1934, and is a member of the Financial Industry Regulatory Authority, Inc. ("FINRA").

Directed Services LLC does not retain any commissions or compensation paid to it by ING USA for Contract sales. Directed Services LLC enters into selling agreements with affiliated and unaffiliated broker/dealers to sell the Contracts through their registered representatives who are licensed to sell securities and variable insurance products ("selling firms"). Selling firms are also registered with the SEC and are FINRA member firms.

The following selling firms are affiliated with the Company and have entered into selling agreements with Directed Services LLC for the sale of our variable annuity contracts:

- ING Financial Advisers, LLC
- ING Financial Partners, Inc.

Directed Services LLC pays selling firms compensation for the promotion and sale of the Contracts. Registered representatives of the selling firms who solicit sales of the Contracts typically receive a portion of the compensation paid by Directed Services LLC to the selling firm in the form of commissions or other compensation, depending on the agreement between the selling firm and the registered representative. This compensation, as well as other incentives or payments, is not paid directly by contract owners or the Separate Account. We intend to recoup this compensation and other sales expenses paid to selling firms through fees and charges imposed under the Contracts.

Directed Services LLC pays selling firms for Contract sales according to one or more schedules. This compensation is generally based on a percentage of premium payments. Morgan Stanley and other selling firms may receive commissions of up to 9.0% of premium payments. In addition, Morgan Stanley and other selling firms may receive ongoing annual compensation of up to 1.25% of all, or a portion, of values of Contracts sold through the firm. Individual representatives may receive all or a portion of compensation paid to their selling firm, depending on the firm's practices. Commissions and annual compensation, when combined, could exceed 9.0% of total premium payments.

Directed Services LLC has special compensation arrangements with certain selling firms based on those firms' aggregate or anticipated sales of the Contracts or other criteria. These special compensation arrangements will not be offered to all selling firms, and the terms of such arrangements may differ among selling firms based on various factors. Any such compensation payable to a selling firm will not result in any additional direct charge to you by us.

In addition to the direct cash compensation for sales of Contracts described above, Directed Services LLC may also pay selling firms additional compensation or reimbursement of expenses for their efforts in selling the Contracts to you and other customers. These amounts may include:

- Marketing/distribution allowances which may be based on the percentages of premium received, the aggregate commissions paid and/or the aggregate assets held in relation to certain types of designated insurance products issued by the Company and/or its affiliates during the year;
- Loans or advances of commissions in anticipation of future receipt of premiums (a form of lending to agents/registered representatives). These loans may have advantageous terms such as reduction or elimination of the interest charged on the loan and/or forgiveness of the principal amount of the loan, which terms may be conditioned on fixed insurance product sales;
- Education and training allowances to facilitate our attendance at certain educational and training meetings to provide information and training about our products. We also hold training programs from time to time at our expense;
- Sponsorship payments or reimbursements for broker/dealers to use in sales contests and/or meetings for their agents/registered representatives who sell our products. We do not hold contests based solely on the sales of this product;
- Certain overrides and other benefits that may include cash compensation based on the amount of earned commissions, agent/representative recruiting or other activities that promote the sale of contracts; and
- Additional cash or noncash compensation and reimbursements permissible under existing law. This may include, but is not limited to, cash incentives, merchandise, trips, occasional entertainment, meals and tickets to sporting events, client appreciation events, business and educational enhancement items, payment for travel expenses (including meals and lodging) to pre-approved training and education seminars, and payment for advertising and sales campaigns.

We may pay commissions, dealer concessions, wholesaling fees, overrides, bonuses, other allowances and benefits and the costs of all other incentives or training programs from our resources, which include the fees and charges imposed under the Contract.

The following is a list of the top 25 selling firms that, during 2010, received the most compensation, in the aggregate, from us in connection with the sale of registered annuity contracts issued by us, ranked by total dollars received:

- |  |   |
|--|---|
| 1. Morgan Stanley Smith Barney LLC             | 14. ING Financial Partners, Inc. CAREER         |
| 2. LPL Financial Corporation                   | 15. Wells Fargo Investments LLC                 |
| 3. Merrill Lynch, Pierce, Fenner & Smith, Inc. | 16. Woodbury Financial Services Inc.            |
| 4. ING Financial Partners Inc.                 | 17. Morgan Keegan and Company Inc.              |
| 5. Wells Fargo Advisors, LLC                   | 18. Wells Fargo SEC, LLC                        |
| 6. UBS Financial Services Inc.                 | 19. First Allied Securities Inc.                |
| 7. ING Financial Advisers, LLC                 | 20. Chase Investment SVCS Corp.                 |
| 8. Raymond James Financial Services Inc.       | 21. Royal Alliance Associates Inc.              |
| 9. Multi-Financial Securities Corporation      | 22. SII Investments Inc.                        |
| 10. Wells Fargo Advisors, LLC (Bank Channel)   | 23. Wells Fargo Advisors Financial Network, LLC |
| 11. National Planning Corporation              | 24. Centaurus Financial Inc.                    |
| 12. Securities America Inc.                    | 25. PrimeVest Financial Services Inc.           |
| 13. Financial Network Investment Corporation   |   |

Directed Services LLC may also compensate wholesalers/distributors, and their sales management personnel, for Contract sales within the wholesale/distribution channel. This compensation may be based on a percentage of premium payments and/or a percentage of Contract values. Directed Services LLC may, at its discretion, pay additional cash compensation to wholesalers/distributors for sales by certain broker-dealers or “focus firms.”

We do not pay any additional compensation on the sale or exercise of any of the Contract’s optional benefit riders offered in this prospectus.

This is a general discussion of the types and levels of compensation paid by us for sale of our variable annuity contracts. It is important for you to know that the payment of volume- or sales-based compensation to a selling firm or registered representative may provide that registered representative a financial incentive to promote our contracts over those of another company, and may also provide a financial incentive to promote one of our contracts over another.

## OTHER INFORMATION

### Voting Rights

We will vote the shares of a Trust owned by Separate Account B according to your instructions. However, if the 1940 Act or any related regulations should change, or if interpretations of it or related regulations should change, and we decide that we are permitted to vote the shares of a Trust in our own right, we may decide to do so.

We determine the number of shares that you have in a subaccount by dividing the Contract’s contract value in that subaccount by the net asset value of one share of the portfolio in which a subaccount invests. We count fractional votes. We will determine the number of shares you can instruct us to vote 180 days or less before a Trust shareholder meeting. We will ask you for voting instructions by mail at least 10 days before the meeting. If we do not receive your instructions in time, we will vote the shares in the same proportion as the instructions received from all contracts in that subaccount. We will also vote shares we hold in Separate Account B which are not attributable to contract owners in the same proportion. The effect of proportional voting is that a small number of contract owners may decide the outcome of a vote.

### **State Regulation**

We are regulated by the Insurance Department of the State of Iowa. We are also subject to the insurance laws and regulations of all jurisdictions where we do business. The Contract offered by this prospectus has been approved where required by those jurisdictions. We are required to submit annual statements of our operations, including financial statements, to the Insurance Departments of the various jurisdictions in which we do business to determine solvency and compliance with state insurance laws and regulations.

### **Legal Proceedings**

We are not aware of any pending legal proceedings that involve Separate Account B as a party.

The Company is involved in threatened or pending lawsuits/arbitrations arising from the normal conduct of business. Due to the climate in insurance and business litigation/arbitration, suits against the Company sometimes include claims for substantial compensatory, consequential or punitive damages and other types of relief. Moreover, certain claims are asserted as class actions, purporting to represent a group of similarly situated individuals. While it is not possible to forecast the outcome of such lawsuits/arbitrations, in light of existing insurance, reinsurance and established reserves, it is the opinion of management that the disposition of such lawsuits/arbitrations will not have a materially adverse effect on the Company's operations or financial position.

Directed Services LLC., the principal underwriter and distributor of the contract, is a party to threatened or pending lawsuits/arbitration that generally arise from the normal conduct of business. Some of these suits may seek class action status and sometimes include claims for substantial compensatory, consequential or punitive damages and other types of relief. Directed Services LLC is not involved in any legal proceeding that in the opinion of management, is likely to have a material adverse effect on its ability to distribute the contract.

## **FEDERAL TAX CONSIDERATIONS**

### **Introduction**

This section discusses our understanding of current federal income tax laws affecting the contract. Federal income tax treatment of the contract is complex and sometimes uncertain. You should keep the following in mind when reading it:

- Your tax position (or the tax position of the designated beneficiary, as applicable) determines federal taxation of amounts held or paid out under the contract;
- Tax laws change. It is possible that a change in the future could affect contracts issued in the past;
- This section addresses some but not all applicable federal income tax rules and does not discuss federal estate and gift tax implications, state and local taxes, or any other tax provisions; and
- We do not make any guarantee about the tax treatment of the contract or transactions involving the contract.

We do not intend this information to be tax advice. For advice about the effect of federal income taxes or any other taxes on amounts held or paid out under the contract, consult a tax adviser.

### **Types of Contracts: Non-Qualified or Qualified**

The Contract may be purchased on a non-tax-qualified basis (non-qualified contracts) or purchased on a tax-qualified basis (qualified contracts).

Non-qualified contracts are purchased with after tax contributions and are not related to retirement plans that receive special income tax treatment under the Tax Code.

Qualified Contracts are designed for use by individuals whose premium payments are comprised solely of proceeds from and/or contributions under retirement plans that are intended to qualify for special income tax treatment under Sections 401, 408 or 408A, and some provisions of 403 and 457 of the Tax Code.

Effective January 1, 2009, except in the case of a rollover contribution as permitted under the Tax Code or as a result of an intra-plan exchange or plan-to-plan transfer described under the Final Regulations, contributions to a

section 403(b) tax sheltered annuity contract may only be made by the Employer sponsoring the Plan under which the assets in your contract are covered subject to the applicable Treasury Regulations and only if the Company, in its sole discretion, agrees to be an approved provider.

## **Taxation of Non-Qualified Contracts**

### **Premiums**

You may not deduct the amount of your premiums to a non-qualified contract.

### **Taxation of Gains Prior to Distribution**

Tax Code Section 72 governs taxation of annuities in general. We believe that if you are a natural person you will generally not be taxed on increases in the value of a non-qualified Contract until a distribution occurs or until annuity payments begin. This assumes that the Contract will qualify as an annuity contract for federal income tax purposes. For these purposes, the agreement to assign or pledge any portion of the contract value generally will be treated as a distribution. In order to be eligible to receive deferral of taxation, the following requirements must be satisfied:

**Diversification.** Tax Code Section 817(h) requires that in a nonqualified contract the investments of the funds be “adequately diversified” in accordance with Treasury Regulations in order for the Contract to qualify as an annuity contract under federal tax law. The separate account, through the funds, intends to comply with the diversification requirements prescribed by Tax Code Section 817(h) and by the Treasury in Reg. Sec. 1.817-5, which affects how the funds’ assets may be invested. If it is determined, however, that your Contract does not satisfy the applicable diversification requirements and rulings because a subaccount’s corresponding fund fails to be adequately diversified for whatever reason, we will take appropriate steps to bring your Contract into compliance with such regulations and rulings, and we reserve the right to modify your Contract as necessary to do so.

**Investor Control.** Although earnings under non-qualified contracts are generally not taxed until withdrawn, the Internal Revenue Service (IRS) has stated in published rulings that a variable contract owner will be considered the owner of separate account assets if the contract owner possesses incidents of investment control over the assets. In these circumstances, income and gains from the separate account assets would be currently includible in the variable contract owner’s gross income. Future guidance regarding the extent to which owners could direct their investments among subaccounts without being treated as owners of the underlying assets of the separate account may adversely affect the tax treatment of existing contracts. The Company therefore reserves the right to modify the contract as necessary to attempt to prevent the contract holder from being considered the federal tax owner of a pro rata share of the assets of the separate account.

**Required Distributions.** In order to be treated as an annuity contract for federal income tax purposes, the Tax Code requires any non-qualified Contract to contain certain provisions specifying how your interest in the Contract will be distributed in the event of your death. The non-qualified Contracts contain provisions that are intended to comply with these Tax Code requirements, although no regulations interpreting these requirements have yet been issued. When such requirements are clarified by regulation or otherwise, we intend to review such distribution provisions and modify them if necessary to assure that they comply with the applicable requirements.

**Non-Natural Holders of a Non-Qualified Contract.** If you are not a natural person, a non-qualified contract generally is not treated as an annuity for income tax purposes and the income on the contract for the taxable year is currently taxable as ordinary income. Income on the contract is any increase in the contract value over the “investment in the contract” (generally, the premiums or other consideration you paid for the contract less any nontaxable withdrawals) during the taxable year. There are some exceptions to this rule and a non-natural person should consult with its tax adviser prior to purchasing the Contract. When the contract owner is not a natural person, a change in the annuitant is treated as the death of the contract owner.

**Delayed Annuity Starting Date.** If the Contract’s annuity starting date occurs (or is scheduled to occur) at a time when the annuitant has reached an advanced age (e.g., after age 85), it is possible that the Contract would not be treated as an annuity for federal income tax purposes. In that event, the income and gains under the Contract could be currently includible in your income.



## Taxation of Distributions

**General.** When a withdrawal from a non-qualified Contract occurs, the amount received will be treated as ordinary income subject to tax up to an amount equal to the excess (if any) of the contract value (unreduced by the amount of any surrender charge) immediately before the distribution over the contract owner's investment in the contract at that time. Investment in the contract is generally equal to the amount of all premiums to the contract, plus amounts previously included in your gross income as the result of certain loans, assignments or gifts, less the aggregate amount of non-taxable distributions previously made.

In the case of a surrender under a non-qualified Contract, the amount received generally will be taxable only to the extent it exceeds the contract owner's investment in the contract (cost basis).

**10% Penalty Tax.** A distribution from a non-qualified Contract may be subject to a federal tax penalty equal to 10% of the amount treated as income. In general, however, there is no penalty on distributions:

made on or after the taxpayer reaches age 59½;
made on or after the death of a contract owner (the annuitant if the contract owner is a non-natural person);
attributable to the taxpayer's becoming disabled as defined in the Tax Code;
made as part of a series of substantially equal periodic payments (at least annually) over your life or life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary; or
the distribution is allocable to investment in the contract before August 14, 1982.

The 10% penalty does not apply to distributions from an immediate annuity as defined in the Tax Code. Other exceptions may be applicable under certain circumstances and special rules may be applicable in connection with the exceptions enumerated above. A tax adviser should be consulted with regard to exceptions from the penalty tax.

**Tax-Free Exchanges.** Section 1035 of the Tax Code permits the exchange of a life insurance, endowment or annuity contract for an annuity contract on a tax-free basis. In such instance, the "investment in the contract" in the old contract will carry over to the new contract. You should consult with your tax advisor regarding procedures for making Section 1035 exchanges.

If your Contract is purchased through a tax-free exchange of a life insurance, endowment or annuity contract that was purchased prior to August 14, 1982, then any distributions other than annuity payments will be treated, for tax purposes, as coming:

First, from any remaining "investment in the contract" made prior to August 14, 1982 and exchanged into the Contract;
Next, from any "income on the contract" attributable to the investment made prior to August 14, 1982;
Then, from any remaining "income on the contract;" and
Lastly, from any remaining "investment in the contract."

The IRS has concluded that in certain instances, the partial exchange of a portion of one annuity contract for another contract will be tax-free. Pursuant to IRS guidance, receipt of withdrawals, surrenders or annuity payments (annuitizations) from either the original contract or the new contract during the 12 month period following the partial exchange may retroactively negate the partial exchange. If the partial exchange is retroactively negated, the partial surrender of the original contract will be treated as a withdrawal, taxable as ordinary income to the extent of gain in the original contract and, if the partial exchange occurred prior to you reaching age 59 1/2, may be subject to an additional 10% tax penalty. A taxable event may be avoided if requirements identified as a qualifying event are satisfied. We are not responsible for the manner in which any other insurance company, for tax reporting purposes, or the IRS, with respect to the ultimate tax treatment, recognizes or reports a partial exchange. We strongly advise you to discuss any proposed 1035 exchange or subsequent distribution within 12 months with your tax advisor prior to proceeding with the transaction.

**Taxation of Annuity Payments.** Although tax consequences may vary depending on the payment option elected under an annuity contract, a portion of each annuity payment is generally not taxed and the remainder is

taxed as ordinary income. The non-taxable portion of an annuity payment is generally determined in a manner that is designed to allow you to recover your investment in the contract ratably on a tax-free basis over the expected stream of annuity payments, as determined when annuity payments start. Once your investment in the contract has been fully recovered, however, the full amount of each subsequent annuity payment is subject to tax as ordinary income. Any withdrawals in excess of the Maximum Annual Withdrawal payments you are receiving pursuant to the Income Optimizer under either the ING LifePay Plus or ING Joint LifePay Plus rider may also be subject to tax as ordinary income.

The tax treatment of partial annuitizations is unclear. We currently treat any partial annuitizations as withdrawals rather than as annuity payments. Please consult your tax adviser before electing a partial annuitization.

**Death Benefits.** Amounts may be distributed from a Contract because of your death or the death of the annuitant. Generally, such amounts are includible in the income of the recipient as follows: (i) if distributed in a lump sum, they are taxed in the same manner as a surrender of the Contract, or (ii) if distributed under a payment option, they are taxed in the same way as annuity payments. Special rules may apply to amounts distributed after a Beneficiary has elected to maintain Contract value and receive payments.

Different distribution requirements apply if your death occurs:

After you begin receiving annuity payments under the Contract; or  
Before you begin receiving such distributions.

If your death occurs after you begin receiving annuity payments, distributions must be made at least as rapidly as under the method in effect at the time of your death.

If your death occurs before you begin receiving annuity payments, your entire balance must be distributed within five years after the date of your death. For example, if you died on September 1, 2010, your entire balance must be distributed by August 31, 2015. However, if distributions begin within one year of your death, then payments may be made over one of the following timeframes:

Over the life of the designated beneficiary; or  
Over a period not extending beyond the life expectancy of the designated beneficiary.

If the designated beneficiary is your spouse, the contract may be continued with the surviving spouse as the new contract owner. If the contract owner is a non-natural person and the primary annuitant dies, the same rules apply on the death of the primary annuitant as outlined above for the death of a contract owner.

The Contract offers a death benefit that may exceed the greater of the premium payments and the contract value. Certain charges are imposed with respect to the death benefit. It is possible that these charges (or some portion thereof) could be treated for federal tax purposes as a distribution from the Contract.

**Assignments and Other Transfers.** A transfer, pledge or assignment of ownership of a non-qualified contract, the selection of certain annuity dates, or the designation of an annuitant or payee other than an owner may result in certain tax consequences to you that are not discussed herein. The assignment, pledge or agreement to assign or pledge any portion of the contract value generally will be treated as a distribution. Anyone contemplating any such transfer, pledge, assignment, or designation or exchange, should consult a tax adviser regarding the potential tax effects of such a transaction.

**Immediate Annuities.** Under Section 72 of the Tax Code, an immediate annuity means an annuity (1) which is purchased with a single premium, (2) with annuity payments starting within one year from the date of purchase, and (3) which provides a series of substantially equal periodic payments made annually or more frequently. While this Contract is not designed as an immediate annuity, treatment as an immediate annuity would have significance with respect to exceptions from the 10% early withdrawal penalty, to contracts owned by non-natural persons, and for certain exchanges.

**Multiple Contracts.** Tax laws require that all non-qualified deferred annuity contracts that are issued by a company or its affiliates to the same contract owner during any calendar year be treated as one annuity contract for purposes of determining the amount includible in gross income under Tax Code Section 72(e). In addition, the Treasury Department has specific authority to issue regulations that prevent the avoidance of Tax Code Section 72(e) through the serial purchase of annuity contracts or otherwise.

**Withholding.** We will withhold and remit to the IRS a part of the taxable portion of each distribution made under a Contract unless the distributee notifies us at or before the time of the distribution that he or she elects not to have any amounts withheld. Withholding is mandatory, however, if the distributee fails to provide a valid taxpayer identification number or if we are notified by the IRS that the taxpayer identification number we have on file is incorrect. The withholding rates applicable to the taxable portion of periodic annuity payments are the same as the withholding rates generally applicable to payments of wages. In addition, a 10% withholding rate applies to the taxable portion of non-periodic payments. Regardless of whether you elect to have federal income tax withheld, you are still liable for payment of federal income tax on the taxable portion of the payment.

Certain states have indicated that state income tax withholding will also apply to payments from the contracts made to residents. Generally, an election out of federal withholding will also be considered an election out of state withholding. In some states, you may elect out of state withholding, even if federal withholding applies. If you need more information concerning a particular state or any required forms, please contact our Customer Service Center.

If you or your designated beneficiary is a non-resident alien, then any withholding is governed by Tax Code Section 1441 based on the individual's citizenship, the country of domicile and treaty status, and we may require additional documentation prior to processing any requested transaction.

## **Taxation of Qualified Contracts**

### **General**

The Contracts are primarily designed for use with IRAs under Tax Code Sections 401, 408 or 408A, and some provisions of 403 and 457 (We refer to all of these as "qualified plans"). The tax rules applicable to participants in these qualified plans vary according to the type of plan and the terms and conditions of the plan itself. The ultimate effect of federal income taxes on the amounts held under a Contract, or on annuity payments, depends on the type of retirement plan and your tax status. Special favorable tax treatment may be available for certain types of contributions and distributions. In addition, certain requirements must be satisfied in purchasing a qualified contract with proceeds from a tax-qualified plan in order to continue receiving favorable tax treatment.

Adverse tax consequences may result from: contributions in excess of specified limits; distributions before age 59½ (subject to certain exceptions); distributions that do not conform to specified commencement and minimum distribution rules; and in other specified circumstances. Some qualified plans may be subject to additional distribution or other requirements that are not incorporated into the Contract. No attempt is made to provide more than general information about the use of the Contracts with qualified plans. Contract owners, annuitants, and beneficiaries are cautioned that the rights of any person to any benefits under these qualified plans may be subject to the terms and conditions of the plans themselves, regardless of the terms and conditions of the Contract. The Company is not bound by the terms and conditions of such plans to the extent such terms contradict the Contract, unless we consent.

Contract owners and beneficiaries generally are responsible for determining that contributions, distributions and other transactions with respect to the contract comply with applicable law. Therefore, you should seek competent legal and tax advice regarding the suitability of a contract for your particular situation. The following discussion assumes that qualified contracts are purchased with proceeds from and/or contributions under retirement plans or programs that qualify for the intended special federal tax treatment.

### **Tax Deferral**

Under the federal tax laws, earnings on amounts held in annuity contracts are generally not taxed until they are withdrawn. However, in the case of a qualified plan (as defined in this prospectus), an annuity contract is not necessary to obtain this favorable tax treatment and does not provide any tax benefits beyond the deferral already

available to the qualified plan itself. Annuities do provide other features and benefits (such as guaranteed living benefits and/or death benefits or the option of lifetime income phase options at established rates) that may be valuable to you. You should discuss your alternatives with your financial representative taking into account the additional fees and expenses you may incur in an annuity.

**Section 401(a), 401(k), Roth 401(k), and 403(a) Plans.** Sections 401(a), 401(k), and 403(a) of the Tax Code permit certain employers to establish various types of retirement plans for employees, and permits self-employed individuals to establish these plans for themselves and their employees. These retirement plans may permit the purchase of Contracts to accumulate retirement savings under the plans. Employers intending to use the Contract with such plans should seek competent legal advice.

The contracts may also be available as a Roth 401(k), as described in Tax Code Section 402A, and we may set up accounts for you under the Contract for Roth 401(k) contributions (“Roth 401(k) accounts”). Tax Code Section 402A allows employees of certain private employers to contribute after-tax salary contributions to a Roth 401(k), which provides for tax-free distributions, subject to certain restrictions.

**Individual Retirement Annuities.** Section 408 of the Tax Code permits eligible individuals to contribute to an individual retirement program known as an Individual Retirement Annuity (“IRA”). IRAs are subject to limits on the amounts that can be contributed, the deductible amount of the contribution, the persons who may be eligible, and the time when distributions commence. Contributions to IRAs must be made in cash or as a rollover or a transfer from another eligible plan. Also, distributions from IRAs, individual retirement accounts, and other types of retirement plans may be “rolled over” on a tax-deferred basis into an IRA. If you make a tax-free rollover of a distribution from an IRA you may not make another tax-free rollover from the IRA within a 1-year period. Sales of the contract for use with IRAs may be subject to special requirements of the IRS.

The IRS has not reviewed the contracts described in this prospectus for qualification as IRAs and has not addressed, in a ruling of general applicability, whether the contract’s death benefit provisions comply with IRS qualification requirements.

**Roth IRAs.** Section 408A of the Tax Code permits certain eligible individuals to contribute to a Roth IRA. Contributions to a Roth IRA are subject to limits on the amount of contributions and the persons who may be eligible to contribute, are not deductible, and must be made in cash or as a rollover or transfer from another Roth IRA or other IRA. Certain qualifying individuals may convert an IRA, SEP, or a SIMPLE to a Roth IRA. Such rollovers and conversions are subject to tax, and other special rules may apply. If you make a tax-free rollover of a distribution from a Roth IRA to another Roth IRA, you may not make another tax-free rollover from the Roth IRA within a 1-year period. A 10% penalty may apply to amounts attributable to a conversion to a Roth IRA if the amounts are distributed during the five taxable years beginning with the year in which the conversion was made.

Sales of a contract for use with a Roth IRA may be subject to special requirements of the IRS. The IRS has not reviewed the contracts described in this prospectus for qualification as IRAs and has not addressed, in a ruling of general applicability, whether the contract’s death benefit provisions comply with IRS qualification requirements.

**Section 403(b) Tax-Sheltered Annuities.** The contracts are no longer available for purchase as Tax Code section 403(b) tax-sheltered annuities. Existing contracts issued as Tax Code section 403(b) tax-sheltered annuities will continue to be maintained as such under the applicable rules and regulations.

The Treasury Department has issued regulations which generally take effect on January 1, 2009. Existing contracts will be modified as necessary to comply with these regulations where allowed, or where required by law in order to maintain their status as section 403(b) tax-sheltered annuities. The final regulations include: (a) the ability to terminate a 403(b) plan, which would entitle a participant to a distribution; (b) the revocation of IRS Revenue Ruling 90-24, and the resulting increase in restrictions on a participant’s right to transfer his or her 403(b) accounts; and (3) the imposition of withdrawal restrictions on non-salary reduction contribution amounts, as well as other changes.

### Contributions

In order to be excludable from gross income for federal income tax purposes, total annual contributions to certain qualified plans are limited by the Tax Code. You should consult with your tax adviser in connection with contributions to a qualified contract.

### Distributions – General

Certain tax rules apply to distributions from the Contract. A distribution is any amount taken from a Contract including withdrawals, annuity payments, rollovers, exchanges and death benefit proceeds. We report the taxable portion of all distributions to the IRS.

**Section 401(a), 401(k) and 403(a) Plans.** Distributions from these plans are taxed as received unless one of the following is true:

- The distribution is an eligible rollover distribution and is rolled over to another plan eligible to receive rollovers or to a traditional IRA in accordance with the Tax Code;
- You made after-tax contributions to the plan. In this case, depending upon the type of distribution, the amount will be taxed according to the rules detailed in the Tax Code; or
- The distribution is a qualified health insurance premium of a retired safety officer as defined in the Pension Protection Act of 2006.

A payment is an eligible rollover distribution unless it is:

- Part of a series of substantially equal periodic payments (at least one per year) made over the life expectancy of the participant or the joint life expectancy of the participant and his designated beneficiary or for a specified period of 10 years or more;
- A required minimum distribution under Tax Code Section 401(a)(9);
- A hardship withdrawal;
- Otherwise excludable from income; or
- Not recognized under applicable regulations as eligible for rollover.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a Contract used with a 401(a), 401(k) or 403(a) plan unless certain exceptions, including one or more of the following, have occurred:

- You have attained age 59½;
- You have become disabled, as defined in the Tax Code;
- You have died and the distribution is to your beneficiary;
- You have separated from service with the sponsor at or after age 55;
- The distribution amount is rolled over into another eligible retirement plan or to an IRA in accordance with the terms of the Tax Code;
- You have separated from service with the plan sponsor and the distribution amount is made in substantially equal periodic payments (at least annually) over your life or the life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary;
- The distribution is made due to an IRS levy upon your plan;
- The withdrawal amount is paid to an alternate payee under a Qualified Domestic Relations Order (QDRO); or
- The distribution is a qualified reservist distribution as defined under the Pension Protection Act of 2006 (401(k) plans only).

In addition, the 10% penalty tax does not apply to the amount of a distribution equal to unreimbursed medical expenses incurred by you during the taxable year that qualify for deduction as specified in the Tax Code. The Tax Code may provide other exceptions or impose other penalties in other circumstances.

**Individual Retirement Annuities.** All distributions from an IRA are taxed as received unless either one of the following is true:

- The distribution is rolled over to another IRA or to a plan eligible to receive rollovers as permitted under the Tax Code; or
- You made after-tax contributions to the IRA. In this case, the distribution will be taxed according to rules detailed in the Tax Code.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from an IRA unless certain exceptions, including one or more of the following, have occurred:

- You have attained age 59½;
- You have become disabled, as defined in the Tax Code;
- You have died and the distribution is to your beneficiary;
- The distribution amount is rolled over into another eligible retirement plan or to an IRA in accordance with the terms of the Tax Code;
- The distribution is made due to an IRS levy upon your plan; or
- The distribution is a qualified reservist distribution as defined under the Pension Protection Act of 2006.

In addition, the 10% penalty tax does not apply to a distribution made from an IRA to pay for health insurance premiums for certain unemployed individuals, a qualified first-time home purchase, or for higher education expenses.

**Roth IRAs.** A qualified distribution from a Roth IRA is not taxed when it is received. A qualified distribution is a distribution:

- Made after the five-taxable year period beginning with the first taxable year for which a contribution was made to a Roth IRA of the owner; and
- Made after you attain age 59½, die, become disabled as defined in the Tax Code, or for a qualified first-time home purchase.

If a distribution is not qualified, generally it will be taxable to the extent of the accumulated earnings. A partial distribution will first be treated as a return of contributions which is not taxable and then as taxable accumulated earnings.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a Roth IRA that is not a qualified distribution unless certain exceptions have occurred. In general, the exceptions for an IRA listed above also apply to a distribution from a Roth IRA that is not a qualified distribution or a rollover to a Roth IRA that is not a qualified rollover contribution. The 10% penalty tax is also waived on a distribution made from a Roth IRA to pay for health insurance premiums for certain unemployed individuals, used for a qualified first-time home purchase, or for higher education expenses.

**403(b) Plans.** Distributions from your contract are subject to the requirements of Code Section 403(b), the Treasury Regulations, and, if applicable, the Plan under which the assets in your contract are covered. In accordance with Code Section 403(b) and the Treasury Regulations, we have no responsibility or obligation to make any distribution (including distributions due to loans, annuity payouts, qualified domestic relations orders, hardship withdrawals and systematic distributions options) from your contract until we have received instructions or information from your Employer and/or its designee or, if permitted under Code Section 403(b) and the Treasury Regulations, you in a form acceptable to us and necessary for us to administer your contract in accordance with Code Section 403(b) the Treasury Regulations, and, if applicable, the Plan.

All distributions from these plans are taxed as received unless one of the following is true:

- The distribution is an eligible rollover distribution and is rolled over to another plan eligible to receive rollovers or to a traditional IRA in accordance with the Tax Code;
- You made after-tax contributions to the plan. In this case, depending upon the type of distribution, the amount will be taxed according to the rules detailed in the Tax Code; or
- The distribution is a qualified health insurance premium of a retired public safety officer as defined in the Pension Protection Act of 2006.

A payment is an eligible rollover distribution unless it is:

- Part of a series of substantially equal periodic payments (at least one per year) made over the life expectancy of the participant or the joint life expectancy of the participant and his designated beneficiary or for a specified period of 10 years or more;
- A required minimum distribution under Tax Code section 401(a)(9);
- A hardship withdrawal;
- Otherwise excludable from income; or
- Not recognized under applicable regulations as eligible for rollover.

The Tax Code imposes a 10% penalty tax on the taxable portion of any distribution from a contract used with a 403(b) plan, unless certain exceptions have occurred. In general, the exceptions for an IRA listed above also apply to a distribution from a 403(b) plan, plus in the event you have separated from service with the sponsor at or after age 55, or you have separated from service with the plan sponsor and the distribution amount is made in substantially equal periodic payments (at least annually) over your life or the life expectancy or the joint lives or joint life expectancies of you and your designated beneficiary. In addition, the 10% penalty tax does not apply to the amount of a distribution equal to unreimbursed medical expenses incurred by you during the taxable year that qualify for deduction as specified in the Tax Code. The Tax Code may provide other exceptions or impose other penalty taxes in other circumstances.

Distribution of amounts restricted under Tax Code section 403(b)(11) may only occur upon your death, attainment of age 59 1/2, severance from employment, disability or financial hardship. Such distributions remain subject to other applicable restrictions under the Tax Code and the regulations.

**Lifetime Required Minimum Distributions (Sections 401(a), 401(k), Roth 401(k), 403(a), 403(b) and IRAs only).**

To avoid certain tax penalties, you and any designated beneficiary must also meet the minimum distribution requirements imposed by the Tax Code. These rules may dictate the following:

- Start date for distributions;
- The time period in which all amounts in your account(s) must be distributed; and
- Distribution amounts.

**Start Date and Time Period.** Generally, you must begin receiving distributions by April 1 of the calendar year following the calendar year in which you attain age 70½. We must pay out distributions from the contract over a period not extending beyond one of the following time periods:

- Over your life or the joint lives of you and your designated beneficiary; or
- Over a period not greater than your life expectancy or the joint life expectancies of you and your designated beneficiary.

**Distribution Amounts.** The amount of each required distribution must be calculated in accordance with Tax Code Section 401(a)(9). The entire interest in the account includes the amount of any outstanding rollover, transfer, recharacterization, if applicable, and the actuarial present value of other benefits provided under the account, such as guaranteed death benefits.

**50% Excise Tax.** If you fail to receive the minimum required distribution for any tax year, a 50% excise tax may be imposed on the required amount that was not distributed.

Lifetime Required Minimum Distributions are not applicable to Roth IRAs during your lifetime. Further information regarding required minimum distributions may be found in your contract.

**Required Distributions Upon Death (Sections 401(a), 401(k), Roth 401(k), 403(a), 403(b), IRAs and Roth IRAs Only).** Different distribution requirements apply after your death, depending upon if you have been receiving required minimum distributions. Further information regarding required distributions upon death may be found in your contract.

If your death occurs on or after you begin receiving minimum distributions under the contract, distributions generally must be made at least as rapidly as under the method in effect at the time of your death. Tax Code Section 401(a)(9) provides specific rules for calculating the required minimum distributions after your death.

If your death occurs before you begin receiving minimum distributions under the contract, your entire balance must be distributed by December 31 of the calendar year containing the fifth anniversary of the date of your death. For example, if you died on September 1, 2010, your entire balance must be distributed to the designated beneficiary by December 31, 2015. However, if distributions begin by December 31 of the calendar year following the calendar year of your death, and you have named a designated beneficiary, then payments may be made over either of the following time frames:

- Over the life of the designated beneficiary; or
- Over a period not extending beyond the life expectancy of the designated beneficiary.

**Start Dates for Spousal Beneficiaries.** If the designated beneficiary is your spouse, distributions must begin on or before the later of the following:

- December 31 of the calendar year following the calendar year of your death; or
- December 31 of the calendar year in which you would have attained age 70½.

**No designated beneficiary.** If there is no designated beneficiary, the entire interest generally must be distributed by the end of the calendar containing the fifth anniversary of the contract owner's death.

**Special Rule for IRA Spousal Beneficiaries (IRAs and Roth IRAs Only).** In lieu of taking a distribution under these rules, if the sole designated beneficiary is the contract owner's surviving spouse, the spousal beneficiary may elect to treat the contract as his or her own IRA and defer taking a distribution until his or her own start date. The surviving spouse is deemed to have made such an election if the surviving spouse makes a rollover to or from the contract or fails to take a distribution within the required time period.

#### **Withholding**

Any taxable distributions under the contract are generally subject to withholding. Federal income tax liability rates vary according to the type of distribution and the recipient's tax status.

**401(a), 401(k), Roth 401(k), 403(a) and 403(b).** Generally, distributions from these plans are subject to mandatory 20% federal income tax withholding. However, mandatory withholding will not be required if you elect a direct rollover of the distributions to an eligible retirement plan or in the case of certain distributions described in the Tax Code.

**IRAs and Roth IRAs.** Generally, you or, if applicable, a designated beneficiary may elect not to have tax withheld from distributions.

**Non-resident Aliens.** If you or your designated beneficiary is a non-resident alien, then any withholding is governed by Tax Code section 1441 based on the individual's citizenship, the country of domicile and treaty status, and we may require additional documentation prior to processing any requested information.



## Assignment and Other Transfers

**IRAS and Roth IRAs.** The Tax Code does not allow a transfer or assignment of your rights under these contracts except in limited circumstances. Adverse tax consequences may result if you assign or transfer your interest in the contract to persons other than your spouse incident to a divorce. Anyone contemplating such an assignment or transfer should contact a qualified tax adviser regarding the potential tax effects of such a transaction.

**Section 403(b) Plans.** Adverse tax consequences to the plan and/or to you may result if your beneficial interest in the contract is assigned or transferred to persons other than:

- A plan participant as a means to provide benefit payments;
- An alternate payee under a qualified domestic relations order in accordance with Tax Code section 414(p); or
- The Company as collateral for a loan.

## Tax Consequences of Living Benefits and Death Benefit

**Living Benefits.** Except as otherwise noted below, when a withdrawal from a nonqualified contract occurs under the ING LifePay Plus or ING LifePay Plus rider, the amount received will be treated as ordinary income subject to tax up to an amount equal to the excess (if any) of the contract value (unreduced by the amount of any deferred sales charge) immediately before the distribution over the contract owner's investment in the contract at that time.

Investment in the contract is generally equal to the amount of all contributions to the contract, plus amounts previously included in your gross income as the result of certain loans, assignments, or gifts, less the aggregate amount of non-taxable distributions previously made. For nonqualified contracts, the income on the contract for purposes of calculating the taxable amount of a distribution may be unclear. For example, the living benefits provided under the ING LifePay Plus or ING Joint LifePay Plus rider, as well as the market value adjustment, could increase the contract value that applies. Thus, the income on the contract could be higher than the amount of income that would be determined without regard to such a benefit. As a result, you could have higher amounts of income than will be reported to you. In addition, payments under any guaranteed payment phase of such riders after the contract value has been reduced to zero may be subject to the exclusion ratio rules under Tax Code Section 72(b) for tax purposes.

Payments of the Maximum Annual Withdrawal pursuant to the Income Optimizer under the ING LifePay Plus or ING Joint LifePay Plus rider are designed to be treated as annuity payments and will be reported as annuity payments for withholding purposes. A portion of each annuity payment is generally not taxed and the remainder is taxed as ordinary income. The non-taxable portion of an annuity payment is generally determined in a manner that is designed to allow you to recover your investment in the contract ratably on a tax-free basis over the expected stream of annuity payments, as determined when your payments of the Maximum Annual Withdrawal start. Once your investment in the contract has been fully recovered, however, the full amount of each subsequent payment is subject to tax as ordinary income. Any withdrawals in excess of the Maximum Annual Withdrawal payments you are receiving may also be subject to tax as ordinary income.

The tax treatment of partial annuitizations is unclear. We currently treat any partial annuitization, such as those associated with the minimum guaranteed income benefit as withdrawals rather than annuity payments. Please consult your tax adviser before electing a partial annuitization.

**Enhanced Death Benefits.** The Contract offers a death benefit that may exceed the greater of the premium payments and the contract value. It is possible that the IRS could characterize such a death benefit as other than an incidental death benefit. In addition, the provision of such benefits may result in currently taxable income to contract owners, and the presence of the death benefit could affect the amount of required minimum distributions. Finally, certain charges are imposed with respect to some of the available death benefits. It is possible those charges (or some portion thereof) could be treated for federal tax purposes as a distribution from the Contract.

**Possible Changes in Taxation**

Although the likelihood of legislative change and tax reform is uncertain, there is always the possibility that the tax treatment of the Contracts could change by legislation or other means. It is also possible that any change could be retroactive (that is, effective before the date of the change). You should consult a tax adviser with respect to legislative developments and their effect on the Contract.

**Same-Sex Marriages**

Pursuant to Section 3 of the federal Defense of Marriage Act (“DOMA”), same-sex marriages currently are not recognized for purposes of federal law. Therefore, the favorable income-deferral options afforded by federal tax law to an opposite-sex spouse under Code sections 72(s) and 401(a)(9) are currently NOT available to a same-sex spouse. Same-sex spouses who own or are considering the purchase of annuity products that provide benefits based upon status as a spouse should consult a qualified tax adviser. In certain states, to the extent that an annuity contract or certificate offers to spouses other rights or benefits that are not affected by DOMA, same-sex spouses remain entitled to such rights or benefits to the same extent as any Contract Owner’s spouse.

**Taxation of Company**

We are taxed as a life insurance company under the Tax Code. The Separate Account is not a separate entity from us. Therefore, it is not taxed separately as a “regulated investment company,” but is taxed as part of the Company.

We automatically apply investment income and capital gains attributable to the separate account to increase reserves under the contracts. Because of this, under existing federal tax law we believe that any such income and gains will not be taxed to the extent that such income and gains are applied to increase reserves under the contracts. In addition, any foreign tax credits attributable to the separate account will be first used to reduce any income taxes imposed on the separate account before being used by the Company.

In summary, we do not expect that we will incur any federal income tax liability attributable to the separate account and we do not intend to make any provision for such taxes. However, changes in federal tax laws and/or their interpretation may result in our being taxed on income or gains attributable to the separate account. In this case, we may impose a charge against the separate account (with respect to some or all of the Contracts) to set aside provisions to pay such taxes. We may deduct this amount from the separate account, including from your account value invested in the subaccounts.

**STATEMENT OF ADDITIONAL INFORMATION**

**Table of Contents**

Item

Introduction

Description of ING USA Annuity and Life Insurance Company

Separate Account B of ING USA Annuity and Life Insurance Company

Safekeeping of Assets

Experts

Distribution of Contracts

Published Ratings

Accumulation Unit Value

Performance Information

Other Information

Financial Statements of ING USA Annuity and Life Insurance Company

Financial Statements of Separate Account B of ING USA Annuity and Life Insurance Company

Condensed Financial Information (Accumulation Unit Values)

**Please tear off, complete and return the form below to order a free Statement of Additional Information for the Contracts offered under the prospectus. Send the form to our Customer Service Center at P.O. Box 9271, Des Moines, Iowa 50306-9271.**

**PLEASE SEND ME A FREE COPY OF THE STATEMENT OF ADDITIONAL INFORMATION FOR SEPARATE ACCOUNT B, ING GOLDENSELECT OPPORTUNITIES, 333-28679.**

Please Print or Type:

\_\_\_\_\_  
**Name**

\_\_\_\_\_  
**Street Address**

\_\_\_\_\_  
**City, State, Zip**

04/29/2011

This page is intentionally left blank.

## APPENDIX A

The following tables show the Condensed Financial Information (accumulation unit values for the periods indicated and number of units outstanding) by subaccount for a Contract with the lowest and highest combination of asset-based charges. This information is current through December 31, 2010, including portfolio names, and derives from the financial statements of the Separate Account, which together constitute the Separate Account's Condensed Financial Information. Portfolio name changes after December 31, 2010 are not reflected in the following information. Complete information is available in the SAI. Contact our Customer Service Center to obtain your copy free of charge. Please ask us about where you can find more timely information.

### CONDENSED FINANCIAL INFORMATION

Except for subaccounts which did not commence operations as of December 31, 2010, the following tables give (1) the accumulation unit value ("AUV") at the beginning of the period, (2) the AUV at the end of the period and (3) the total number of accumulation units outstanding at the end of the period for each subaccount of ING USA Separate Account B available under the Contract for the indicated periods. This information is current through December 31, 2010, including portfolio names. Portfolio name changes after December 31, 2010 are not reflected in the following information.

#### Separate Account Annual Charges of 1.40%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.53	\$7.99	\$10.09							
Value at end of period	\$10.31	\$9.53	\$7.99							
Number of accumulation units outstanding at end of period	14,545,662	13,749,221	5,658,472							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85	\$10.00		
Value at end of period	\$21.42	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85		
Number of accumulation units outstanding at end of period	1,094,501	1,267,316	1,517,242	1,927,008	2,430,081	3,133,417	1,913,146	368,372		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97	\$10.22				
Value at end of period	\$13.24	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97				
Number of accumulation units outstanding at end of period	9,154,108	10,400,918	11,187,820	8,180,923	5,267,423	2,397,304				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.08	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	2,311,978	2,618,208	3,016,228	3,793,220	3,999,650	3,467,553	3,098,913	2,275,054	478,395	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.75	\$7.19	\$9.94							
Value at end of period	\$9.66	\$8.75	\$7.19							
Number of accumulation units outstanding at end of period	6,373,630	6,199,815	3,167,031							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.78	\$8.85	\$10.01							
Value at end of period	\$10.23	\$9.78	\$8.85							
Number of accumulation units outstanding at end of period	8,176,396	7,895,772	4,629,576							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99	\$10.00		
Value at end of period	\$12.33	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99		
Number of accumulation units outstanding at end of period	17,556,911	19,309,994	17,876,389	14,555,763	12,258,413	10,360,815	6,533,086	1,032,491		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77	\$10.00		
Value at end of period	\$14.12	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77		
Number of accumulation units outstanding at end of period	25,830,505	27,401,456	26,599,640	21,696,367	18,821,265	15,583,944	9,535,997	1,647,654		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62	\$10.00		
Value at end of period	\$18.65	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62		
Number of accumulation units outstanding at end of period	10,785,643	11,391,844	10,841,337	9,438,334	7,746,931	5,984,403	3,147,004	589,077		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.07	\$9.08	\$9.99							
Value at end of period	\$13.40	\$12.07	\$9.08							
Number of accumulation units outstanding at end of period	2,196,476	1,804,007	296,480							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.91	\$13.44	\$24.21	\$21.13	\$16.60	\$14.62	\$12.60	\$9.76	\$10.00	
Value at end of period	\$16.75	\$15.91	\$13.44	\$24.21	\$21.13	\$16.60	\$14.62	\$12.60	\$9.76	
Number of accumulation units outstanding at end of period	575,039	619,753	597,728	617,995	616,466	474,922	205,326	34,037	3,935	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01	\$10.00				
Value at end of period	\$12.60	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01				
Number of accumulation units outstanding at end of period	4,210,806	4,248,323	3,468,055	2,503,317	1,645,722	857,118				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.59	\$9.88								
Value at end of period	\$11.01	\$10.59								
Number of accumulation units outstanding at end of period	3,408,948	2,184,297								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89					
Value at end of period	\$11.41	\$10.20	\$7.94	\$13.22	\$12.56					
Number of accumulation units outstanding at end of period	1,445,316	1,425,010	1,241,676	1,170,061	1,314,957					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.45	\$11.21	\$17.60	\$17.15	\$14.96	\$14.44	\$13.15	\$10.17	\$10.00	
Value at end of period	\$13.61	\$12.45	\$11.21	\$17.60	\$17.15	\$14.96	\$14.44	\$13.15	\$10.17	
Number of accumulation units outstanding at end of period	19,380	21,143	24,130	26,534	28,984	25,176	20,090	9,361	0	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.40	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	3,411,901	2,801,527	1,504,065							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.44	\$7.18	\$12.42	\$13.60	\$11.04					
Value at end of period	\$10.77	\$9.44	\$7.18	\$12.42	\$13.60					
Number of accumulation units outstanding at end of period	44,167	49,679	36,146	38,325	740,797					
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$18.07	\$13.51	\$22.31	\$27.55	\$20.33	\$17.69	\$13.04	\$9.61	\$10.00	
Value at end of period	\$22.77	\$18.07	\$13.51	\$22.31	\$27.55	\$20.33	\$17.69	\$13.03	\$9.61	
Number of accumulation units outstanding at end of period	217,627	241,216	260,944	302,582	329,892	305,433	204,711	100,982	12,247	
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.16	\$6.63	\$10.21	\$10.05	\$10.05					
Value at end of period	\$10.08	\$8.16	\$6.63	\$10.21	\$10.05					
Number of accumulation units outstanding at end of period	2,485,616	2,897,468	3,270,508	1,892,774	854,223					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91	\$10.06				
Value at end of period	\$9.82	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91				
Number of accumulation units outstanding at end of period	3,853,085	3,902,577	3,528,125	1,733,413	904,669	7,654				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.18						
Value at end of period	\$8.63	\$7.01	\$5.84	\$10.40						
Number of accumulation units outstanding at end of period	6,040,110	5,557,861	5,640,975	1,412,784						
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.86	\$13.02	\$21.75	\$19.30	\$17.51	\$15.21	\$12.46	\$9.48	\$10.00	
Value at end of period	\$22.57	\$17.86	\$13.02	\$21.75	\$19.30	\$17.51	\$15.21	\$12.46	\$9.48	
Number of accumulation units outstanding at end of period	362,446	391,695	411,320	464,848	381,284	340,926	155,168	85,074	5,408	
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.99	\$7.68	\$11.04	\$10.92	\$10.00					
Value at end of period	\$11.11	\$9.99	\$7.68	\$11.04	\$10.92					
Number of accumulation units outstanding at end of period	205,556	124,700	108,931	93,156	1,274,023					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.10	\$7.29	\$11.89	\$12.42						
Value at end of period	\$10.01	\$9.10	\$7.29	\$11.89						
Number of accumulation units outstanding at end of period	3,338,775	3,218,271	3,054,887	2,191,899						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.83	\$6.09	\$9.61	\$10.00						
Value at end of period	\$8.55	\$7.83	\$6.09	\$9.61						
Number of accumulation units outstanding at end of period	16,813,479	18,242,924	18,040,063	7,707,311						
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$25.82	\$19.08	\$32.84	\$25.03	\$20.95	\$15.44	\$14.74	\$9.83	\$10.00	
Value at end of period	\$30.92	\$25.82	\$19.08	\$32.84	\$25.03	\$20.95	\$15.44	\$14.74	\$9.83	
Number of accumulation units outstanding at end of period	230,815	253,746	259,963	303,920	314,523	280,993	162,142	53,933	1,119	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.78	\$7.82	\$6.10	\$9.95						
Number of accumulation units outstanding at end of period	5,214,662	5,796,850	3,900,949	21,255						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98	\$10.00		
Value at end of period	\$9.88	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98		
Number of accumulation units outstanding at end of period	1,008,074	1,178,124	1,295,966	1,448,885	1,498,538	1,549,701	1,431,006	494,773		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26	\$10.04			
Value at end of period	\$13.12	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26			
Number of accumulation units outstanding at end of period	1,204,164	1,377,178	1,538,832	1,857,115	1,780,924	1,371,262	437,111			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72	\$10.06			
Value at end of period	\$12.41	\$10.28	\$8.37	\$13.88	\$13.88	\$12.41	\$11.72			
Number of accumulation units outstanding at end of period	987,422	1,101,850	1,200,311	1,437,532	1,463,522	1,076,172	424,131			
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	\$10.00	
Value at end of period	\$13.26	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	
Number of accumulation units outstanding at end of period	14,805,735	15,212,968	14,692,505	12,433,842	7,089,555	3,506,748	2,682,543	1,026,869	719,279	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.14							
Value at end of period	\$8.09	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	1,156,598	1,391,858	139,687							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$18.21	\$13.56	\$27.00	\$22.67	\$18.72	\$16.45	\$14.27	\$9.63	\$10.00	
Value at end of period	\$20.43	\$18.21	\$13.56	\$27.00	\$22.67	\$18.72	\$16.45	\$14.27	\$9.63	
Number of accumulation units outstanding at end of period	167,913	188,258	213,959	226,997	46,735	29,248	19,158	10,724	2,146	
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$31.84	\$18.85	\$39.30	\$28.83	\$21.55	\$16.25	\$14.00	\$9.71	\$10.00	
Value at end of period	\$37.72	\$31.84	\$18.85	\$39.30	\$28.83	\$21.55	\$16.25	\$14.00	\$9.71	
Number of accumulation units outstanding at end of period	242,186	269,685	256,803	283,507	274,573	222,769	0	30,921	521	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.56	\$6.91	\$10.18							
Value at end of period	\$10.38	\$8.56	\$6.91							
Number of accumulation units outstanding at end of period	1,415,034	802,705	540,677							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.23	\$12.15	\$17.62	\$18.21	\$15.86	\$15.53	\$12.52	\$9.49	\$10.00	
Value at end of period	\$19.00	\$15.23	\$12.15	\$17.62	\$18.21	\$15.86	\$15.53	\$12.52	\$9.49	
Number of accumulation units outstanding at end of period	431,525	466,172	507,228	592,340	624,329	605,324	465,562	285,412	12,547	



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during June 2004)										
Value at beginning of period	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48	\$10.00			
Value at end of period	\$13.79	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48			
Number of accumulation units outstanding at end of period	13,461	16,290	22,320	24,037	30,273	24,365	11,799			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67				
Value at end of period	\$12.79	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79				
Number of accumulation units outstanding at end of period	804,967	917,444	1,053,734	1,186,301	1,293,651	1,404,961				
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$10.58	\$10.70	\$10.61	\$10.27	\$9.96	\$9.85	\$9.91	\$9.99	\$10.00	
Value at end of period	\$10.43	\$10.58	\$10.70	\$10.61	\$10.27	\$9.96	\$9.85	\$9.91	\$9.99	
Number of accumulation units outstanding at end of period	481,105	709,986	1,177,080	594,191	325,725	184,128	206,102	186,420	28,048	
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.29	\$10.51	\$16.83	\$16.41	\$14.18	\$13.65	\$12.61	\$9.76	\$10.00	
Value at end of period	\$14.18	\$12.29	\$10.51	\$16.83	\$16.41	\$14.18	\$13.65	\$12.61	\$9.76	
Number of accumulation units outstanding at end of period	26,230	28,440	36,257	38,374	41,996	39,629	29,802	14,637	0	
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.16	\$10.36	\$17.63	\$15.68	\$15.18	\$14.16	\$12.79	\$9.78	\$10.00	
Value at end of period	\$15.52	\$13.16	\$10.36	\$17.63	\$15.68	\$15.18	\$14.16	\$12.79	\$9.78	
Number of accumulation units outstanding at end of period	254,031	273,033	283,655	314,995	316,269	301,779	205,275	117,513	4,338	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42	\$10.00				
Value at end of period	\$13.68	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42				
Number of accumulation units outstanding at end of period	1,599,392	1,998,238	2,376,603	2,243,027	1,560,451	1,361,072				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.80	\$11.03	\$14.42	\$14.09	\$12.78	\$12.62	\$11.53	\$10.04	\$10.00	
Value at end of period	\$13.84	\$12.80	\$11.03	\$14.42	\$14.09	\$12.78	\$12.62	\$11.53	\$10.04	
Number of accumulation units outstanding at end of period	349,177	376,458	444,932	528,754	576,746	617,829	497,490	291,541	14,499	
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40	\$10.07				
Value at end of period	\$16.64	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40				
Number of accumulation units outstanding at end of period	3,829,027	4,073,465	4,123,843	3,122,597	1,844,733	1,446,986				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52	\$7.15			
Value at end of period	\$11.73	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52			
Number of accumulation units outstanding at end of period	4,756,551	4,502,607	4,769,928	299,160	369,355	457,358	440,238			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.54	\$13.05	\$18.55	\$17.17	\$14.38	\$13.11	\$11.82	\$9.52	\$10.00	
Value at end of period	\$18.57	\$16.54	\$13.05	\$17.17	\$14.38	\$13.11	\$11.82	\$9.52	\$10.00	
Number of accumulation units outstanding at end of period	649,301	694,600	767,389	888,855	943,267	910,712	594,711	315,604	29,031	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22							
Value at end of period	\$10.40	\$9.79	\$8.57							
Number of accumulation units outstanding at end of period	824,040	615,239	60,783							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.65	\$8.44	\$9.99							
Value at end of period	\$11.97	\$10.65	\$8.44							
Number of accumulation units outstanding at end of period	980,145	563,863	98,549							
(Fund first available during May 2005)										
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97	\$10.12				
Value at end of period	\$13.40	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97				
Number of accumulation units outstanding at end of period	1,420,560	1,635,220	1,818,384	1,491,444	1,005,867	403,465				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82				
Value at end of period	\$15.37	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13				
Number of accumulation units outstanding at end of period	3,921,490	3,386,304	4,317,113	6,065,004	7,287,786	8,674,427				
(Fund first available during September 2002)										
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.04	\$12.46	\$12.14	\$11.32	\$11.01	\$10.92	\$10.57	\$10.26	\$10.00	\$10.26
Value at end of period	\$14.89	\$14.04	\$12.46	\$12.14	\$11.32	\$11.01	\$10.92	\$10.57	\$10.26	\$10.26
Number of accumulation units outstanding at end of period	1,037,110	1,119,653	942,778	760,352	688,717	651,493	569,880	295,463	27,863	27,863
(Fund first available during May 2005)										
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98	\$10.30				
Value at end of period	\$11.79	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98				
Number of accumulation units outstanding at end of period	862,455	854,149	896,825	1,065,830	1,051,162	1,137,342				
(Fund first available during April 2005)										
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during April 2005)										
Value at beginning of period	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90	\$10.00				
Value at end of period	\$11.88	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90				
Number of accumulation units outstanding at end of period	6,475,612	7,406,984	8,408,547	7,528,407	7,507,837	7,692,715				
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.32	\$8.25								
Value at end of period	\$8.84	\$8.32								
Number of accumulation units outstanding at end of period	6,256,899	5,981,757								
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	74,275,484	79,472,323								
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	46,040,296	48,787,781								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.65	\$9.86								
Number of accumulation units outstanding at end of period	24,451,343	25,879,317								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.69	\$10.27								
Value at end of period	\$14.07	\$12.69								
Number of accumulation units outstanding at end of period	1,455,162	1,607,178								
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$8.17	\$6.71	\$10.17							
Value at end of period	\$9.02	\$8.17	\$6.71							
Number of accumulation units outstanding at end of period	5,649,134	6,524,524	629,227							
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.71	\$12.51								
Number of accumulation units outstanding at end of period	194,823	130,420								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$13.00	\$10.36								
Value at end of period	\$16.13	\$13.00								
Number of accumulation units outstanding at end of period	2,632,553	2,765,328								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.45	\$6.13	\$10.30							
Value at end of period	\$10.40	\$8.45	\$6.13							
Number of accumulation units outstanding at end of period	1,854,424	1,478,202	578,346							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$6.97	\$10.06							
Value at end of period	\$10.80	\$8.69	\$6.97							
Number of accumulation units outstanding at end of period	1,880,369	1,673,974	1,397,996							
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.53	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33
Number of accumulation units outstanding at end of period	919,414	1,117,503	1,257,982	1,598,381	1,976,720	2,164,620	2,126,799	1,851,941	774,557	180,638
<b>ING SMALL COMPANY PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.97	\$7.15	\$10.25							
Value at end of period	\$10.97	\$8.97	\$7.15							
Number of accumulation units outstanding at end of period	1,686,231	1,359,012	686,734							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.31	\$12.44	\$17.43	\$16.96	\$15.02	\$14.16	\$12.33	\$10.01	\$10.00	\$10.00
Value at end of period	\$18.32	\$16.31	\$12.44	\$17.43	\$16.96	\$15.02	\$14.16	\$12.33	\$10.01	\$10.01
Number of accumulation units outstanding at end of period	977,107	1,054,083	1,098,378	1,252,217	1,255,920	1,145,413	715,018	261,452	8,750	8,750

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.99	\$10.56	\$16.68	\$16.43	\$14.01	\$13.70	\$12.12	\$9.83	\$10.00	
Value at end of period	\$14.70	\$12.99	\$10.56	\$16.68	\$16.43	\$14.01	\$13.70	\$12.12	\$9.83	
Number of accumulation units outstanding at end of period	381,495	404,604	425,366	452,863	483,443	467,347	366,857	170,839	14,865	
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.13	\$5.78	\$10.17	\$10.10						
Value at end of period	\$9.35	\$8.13	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	1,929,680	1,909,257	775,347	317,543						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.67	\$7.44	\$12.71	\$11.18	\$10.17					
Value at end of period	\$10.36	\$9.67	\$7.44	\$12.71	\$11.18					
Number of accumulation units outstanding at end of period	2,992,773	2,884,425	2,681,328	1,021,786	237,468					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.22	\$11.69	\$19.68	\$19.51	\$16.25	\$15.02	\$13.76	\$10.24	\$10.00	
Value at end of period	\$16.14	\$15.22	\$11.69	\$19.68	\$19.51	\$16.25	\$15.02	\$13.76	\$10.24	
Number of accumulation units outstanding at end of period	49,444	53,013	55,483	57,556	63,465	50,356	42,405	21,176	0	
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.15	\$7.13	\$12.03	\$11.40	\$10.01					
Value at end of period	\$11.12	\$10.15	\$7.13	\$12.03	\$11.40					
Number of accumulation units outstanding at end of period	37,293	40,541	48,118	72,778	39,144					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.62	\$10.20	\$9.99							
Value at end of period	\$11.08	\$10.62	\$10.20							
Number of accumulation units outstanding at end of period	3,163,184	3,588,432	3,388,765							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19	\$10.24				
Value at end of period	\$10.73	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19				
Number of accumulation units outstanding at end of period	59,966	92,507	159,712	211,221	240,320	119,772				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21	\$10.61	\$8.30	\$10.00	
Value at end of period	\$12.36	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21	\$10.61	\$8.30	
Number of accumulation units outstanding at end of period	2,163,923	2,202,640	2,342,903	2,261,293	2,275,253	1,931,362	1,370,657	535,743	28,766	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86	\$10.16				
Value at end of period	\$12.31	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86				
Number of accumulation units outstanding at end of period	2,408,048	2,591,371	2,734,004	1,006,618	482,346	333,809				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.09	\$11.55	\$17.30	\$17.13	\$15.00	\$13.85	\$12.33	\$9.79	\$10.00	
Value at end of period	\$15.61	\$14.09	\$11.55	\$17.30	\$17.13	\$15.00	\$13.85	\$12.33	\$9.79	
Number of accumulation units outstanding at end of period	510,573	552,748	594,673	685,778	737,418	777,843	638,066	395,948	42,614	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING WELLS FARGO HEALTHCARE PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.90	\$10.03			
Value at end of period	\$11.39	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.90			
Number of accumulation units outstanding at end of period	2,127,773	2,329,559	2,462,017	1,874,723	1,900,621	1,770,932	31,726			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.79	\$6.08	\$9.95							
Value at end of period	\$8.13	\$7.79	\$6.08							
Number of accumulation units outstanding at end of period	4,398,876	4,692,093	4,193,381							
<b>INVESCO V.I. LEISURE FUND</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	\$10.00	
Value at end of period	\$12.38	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	
Number of accumulation units outstanding at end of period	197,329	229,345	267,247	328,037	389,830	512,777	510,227	355,401	69,607	
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90	
Value at end of period	\$8.59	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	
Number of accumulation units outstanding at end of period	119,978	139,938	178,757	302,151	644,480	939,625	1,756,560	1,824,762	1,231,933	805,047
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27	
Value at end of period	\$9.49	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	
Number of accumulation units outstanding at end of period	104,606	126,512	152,071	193,438	348,410	492,243	526,719	648,934	257,910	8,429
<b>PROFUND VP RISING RATES OPPORTUNITY</b> (Fund first available during October 2003)										
Value at beginning of period	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37	\$7.21		
Value at end of period	\$5.01	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37		
Number of accumulation units outstanding at end of period	290,517	316,599	402,662	538,853	708,583	1,016,831	834,452	98,866		

### Separate Account Annual Charges of 1.95%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.44	\$7.96	\$10.08			
Value at end of period	\$10.16	\$9.44	\$7.96			
Number of accumulation units outstanding at end of period	9,731,707	8,786,491	4,810,195			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)						
Value at beginning of period	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15	\$16.58
Value at end of period	\$20.53	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15
Number of accumulation units outstanding at end of period	373,700	427,908	464,506	548,499	661,159	649,073
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93	\$12.18
Value at end of period	\$14.98	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93
Number of accumulation units outstanding at end of period	3,970,153	4,510,559	4,486,056	3,077,617	2,248,140	1,009,027

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b> (Fund first available during November 2001)						
Value at beginning of period	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18	\$10.80
Value at end of period	\$10.51	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18
Number of accumulation units outstanding at end of period	774,051	833,581	901,576	1,010,383	813,783	547,233
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.66	\$7.16	\$10.00			
Value at end of period	\$9.51	\$8.66	\$7.16			
Number of accumulation units outstanding at end of period	4,027,563	3,982,648	2,220,231			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during February 2008)						
Value at beginning of period	\$9.68	\$8.80	\$10.03			
Value at end of period	\$10.07	\$9.68	\$8.80			
Number of accumulation units outstanding at end of period	4,313,505	4,129,209	2,361,763			
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19	\$11.81
Value at end of period	\$11.84	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19
Number of accumulation units outstanding at end of period	9,654,053	9,904,616	9,641,840	7,713,250	6,408,516	4,607,966
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37	\$11.80
Value at end of period	\$13.55	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37
Number of accumulation units outstanding at end of period	13,344,122	14,066,484	13,439,437	10,172,994	8,382,071	5,632,392
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00	\$13.49
Value at end of period	\$17.90	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00
Number of accumulation units outstanding at end of period	5,456,090	5,469,638	5,030,646	3,981,698	3,004,812	1,757,275
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$11.98	\$9.07	\$11.36			
Value at end of period	\$13.23	\$11.98	\$9.07			
Number of accumulation units outstanding at end of period	1,083,472	899,347	241,755			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.14	\$10.32	\$18.69	\$16.40	\$12.96	\$11.04
Value at end of period	\$12.71	\$12.14	\$10.32	\$18.69	\$16.40	\$12.96
Number of accumulation units outstanding at end of period	403,291	424,326	451,216	478,190	477,695	346,998
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96	\$10.31
Value at end of period	\$12.21	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96
Number of accumulation units outstanding at end of period	1,920,312	2,034,794	1,705,281	1,102,938	799,004	315,123
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.54	\$9.88				
Value at end of period	\$10.91	\$10.54				
Number of accumulation units outstanding at end of period	1,335,718	736,563				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during November 2006)						
Value at beginning of period	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65	
Value at end of period	\$10.87	\$9.77	\$7.65	\$12.81	\$12.24	
Number of accumulation units outstanding at end of period	700,594	1,007,156	602,909	449,216	319,126	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during February 2005)						
Value at beginning of period	\$8.92	\$8.08	\$12.76	\$12.50	\$10.97	\$10.51
Value at end of period	\$9.70	\$8.92	\$8.08	\$12.76	\$12.50	\$10.97
Number of accumulation units outstanding at end of period	31,378	32,432	33,583	40,123	43,766	31,640
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.69	\$6.48	\$9.99			
Value at end of period	\$11.23	\$9.69	\$6.48			
Number of accumulation units outstanding at end of period	1,679,055	1,620,779	878,672			
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.24	\$7.07	\$12.30	\$13.55	\$11.05	
Value at end of period	\$10.49	\$9.24	\$7.07	\$12.30	\$13.55	
Number of accumulation units outstanding at end of period	23,266	24,133	26,092	18,243	167,558	
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.54	\$9.42	\$15.65	\$19.43	\$14.42	\$11.99
Value at end of period	\$15.70	\$12.54	\$9.42	\$15.65	\$19.43	\$14.42
Number of accumulation units outstanding at end of period	171,901	184,677	197,334	224,737	219,468	181,172
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$7.99	\$6.54	\$10.11	\$10.02	\$9.95	
Value at end of period	\$9.82	\$7.99	\$6.54	\$10.11	\$10.02	
Number of accumulation units outstanding at end of period	1,279,028	1,440,440	1,534,466	887,486	373,022	
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)						
Value at beginning of period	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91	\$10.02
Value at end of period	\$9.54	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91
Number of accumulation units outstanding at end of period	2,482,365	2,512,125	2,198,501	970,586	498,026	958
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.92	\$5.80	\$10.38	\$10.32	\$10.32	
Value at end of period	\$8.47	\$6.92	\$5.80	\$10.38	\$10.32	
Number of accumulation units outstanding at end of period	1,656,261	1,394,715	1,331,778	377,604		
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during March 2005)						
Value at beginning of period	\$13.51	\$9.91	\$16.63	\$14.85	\$13.54	\$12.26
Value at end of period	\$16.97	\$13.51	\$9.91	\$16.63	\$14.85	\$13.54
Number of accumulation units outstanding at end of period	220,271	233,656	243,941	265,931	232,206	158,720
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.78	\$7.57	\$10.93	\$10.87	\$9.99	
Value at end of period	\$10.82	\$9.78	\$7.57	\$10.93	\$10.87	
Number of accumulation units outstanding at end of period	69,412	56,283	57,535	49,538	656,451	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.96	\$7.22	\$11.84	\$12.53		
Value at end of period	\$9.80	\$8.96	\$7.22	\$11.84		
Number of accumulation units outstanding at end of period	1,642,758	1,634,558	1,393,022	969,862		
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.71	\$6.03	\$9.57	\$10.09		
Value at end of period	\$8.37	\$7.71	\$6.03	\$9.57		
Number of accumulation units outstanding at end of period	9,675,208	9,647,235	8,875,069	3,084,070		
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$17.16	\$12.75	\$22.07	\$16.92	\$14.24	\$10.41
Value at end of period	\$20.44	\$17.16	\$12.75	\$22.07	\$16.92	\$14.24
Number of accumulation units outstanding at end of period	138,438	154,018	164,581	174,725	178,807	134,472
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.73	\$6.06	\$9.95	\$9.83		
Value at end of period	\$8.63	\$7.73	\$6.06	\$9.95		
Number of accumulation units outstanding at end of period	1,358,805	1,432,459	613,853	5,374		
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)						
Value at beginning of period	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87	\$9.57
Value at end of period	\$9.37	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87
Number of accumulation units outstanding at end of period	927,565	995,207	1,099,093	1,224,324	842,997	747,104
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63	\$12.54
Value at end of period	\$14.12	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63
Number of accumulation units outstanding at end of period	609,244	668,326	721,208	897,365	843,068	636,374
<b>ING INDEX PLUS SMALL CAP PORTFOLIO</b> (Fund first available during June 2004)						
Value at beginning of period	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30	\$13.59
Value at end of period	\$13.92	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30
Number of accumulation units outstanding at end of period	440,060	470,167	505,902	709,109	678,476	487,498
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41	\$11.31
Value at end of period	\$12.63	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41
Number of accumulation units outstanding at end of period	6,206,308	6,451,426	5,718,407	4,189,988	2,311,169	464,500
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.55	\$6.04	\$10.30			
Value at end of period	\$7.97	\$7.55	\$6.04			
Number of accumulation units outstanding at end of period	571,744	540,619	72,627			
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.19	\$9.13	\$18.28	\$15.44	\$12.82	\$10.83
Value at end of period	\$13.60	\$12.19	\$9.13	\$18.28	\$15.44	\$12.82
Number of accumulation units outstanding at end of period	220,183	228,404	240,434	238,372	36,229	31,913



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$21.18	\$12.61	\$26.43	\$19.50	\$14.66	\$10.83
Value at end of period	\$24.95	\$21.18	\$12.61	\$26.43	\$19.50	\$14.66
Number of accumulation units outstanding at end of period	216,624	232,132	253,413	260,596	254,512	172,959
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>						
Value at beginning of period	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64	\$13.76
Value at end of period	\$16.37	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64
Number of accumulation units outstanding at end of period	521,278	388,927	238,668	80,300	95,586	94,036
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$11.38	\$9.14	\$13.32	\$13.85	\$12.13	\$11.35
Value at end of period	\$14.12	\$11.38	\$9.14	\$13.32	\$13.85	\$12.13
Number of accumulation units outstanding at end of period	297,267	316,500	330,137	382,367	380,069	315,498
<b>ING LARGE CAP GROWTH PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$11.87	\$8.52	\$12.00	\$10.98	\$10.62	\$9.99
Value at end of period	\$13.28	\$11.87	\$8.52	\$12.00	\$10.98	\$10.62
Number of accumulation units outstanding at end of period	14,868	15,233	19,453	23,982	29,840	17,980
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63	\$11.58
Value at end of period	\$12.28	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63
Number of accumulation units outstanding at end of period	366,087	397,736	422,160	449,648	428,703	340,322
<b>ING LIQUID ASSETS PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.35	\$10.53	\$10.50	\$10.22	\$9.97	\$9.91
Value at end of period	\$10.15	\$10.35	\$10.53	\$10.50	\$10.22	\$9.97
Number of accumulation units outstanding at end of period	291,435	397,381	655,679	277,114	186,370	161,640
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$9.17	\$7.89	\$12.70	\$12.45	\$10.82	\$10.40
Value at end of period	\$10.52	\$9.17	\$7.89	\$12.70	\$12.45	\$10.82
Number of accumulation units outstanding at end of period	12,056	12,686	12,758	14,262	15,055	17,453
<b>ING MARSICO GROWTH PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$9.94	\$7.87	\$13.46	\$12.04	\$11.72	\$10.78
Value at end of period	\$11.65	\$9.94	\$7.87	\$13.46	\$12.04	\$11.72
Number of accumulation units outstanding at end of period	164,801	178,966	197,843	222,433	209,739	178,213
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37	\$10.02
Value at end of period	\$13.25	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37
Number of accumulation units outstanding at end of period	749,135	899,945	1,055,822	635,073	386,727	202,215
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.56	\$9.15	\$12.03	\$11.82	\$10.78	\$10.58
Value at end of period	\$11.36	\$10.56	\$9.15	\$12.03	\$11.82	\$10.78
Number of accumulation units outstanding at end of period	380,689	400,391	426,503	506,472	531,774	411,264

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING MFS UTILITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35	\$10.14
Value at end of period	\$16.12	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35
Number of accumulation units outstanding at end of period	2,258,340	2,474,999	2,312,150	1,455,255	800,077	371,810
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during April 2004)						
Value at beginning of period	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95	\$7.36
Value at end of period	\$11.11	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95
Number of accumulation units outstanding at end of period	1,172,403	647,451	576,021	43,460	45,890	45,902
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$13.37	\$10.61	\$15.16	\$14.11	\$11.88	\$10.69
Value at end of period	\$14.92	\$13.37	\$10.61	\$15.16	\$14.11	\$11.88
Number of accumulation units outstanding at end of period	660,391	674,371	703,533	766,687	768,619	604,282
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.72	\$8.56	\$9.21			
Value at end of period	\$10.26	\$9.72	\$8.56			
Number of accumulation units outstanding at end of period	385,642	288,918	26,113			
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.57	\$8.43	\$9.15			
Value at end of period	\$11.82	\$10.57	\$8.43			
Number of accumulation units outstanding at end of period	200,920	144,302	40,406			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41	\$12.07
Value at end of period	\$14.59	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41
Number of accumulation units outstanding at end of period	695,149	797,167	909,337	616,583	445,966	130,621
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03	\$10.78
Value at end of period	\$14.81	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03
Number of accumulation units outstanding at end of period	1,761,365	908,647	1,056,910	1,275,970	1,078,759	773,925
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$12.56	\$11.20	\$10.98	\$10.30	\$10.07	\$10.04
Value at end of period	\$13.24	\$12.56	\$11.20	\$10.98	\$10.30	\$10.07
Number of accumulation units outstanding at end of period	433,072	397,375	316,257	273,199	285,921	181,387
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94	\$10.29
Value at end of period	\$11.42	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94
Number of accumulation units outstanding at end of period	214,959	192,048	210,718	246,686	253,209	130,333
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>						
(Fund first available during April 2005)						
Value at beginning of period	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86	\$10.00
Value at end of period	\$11.51	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86
Number of accumulation units outstanding at end of period	2,251,505	2,425,717	2,370,996	2,052,038	1,782,785	1,259,567

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.78	\$8.31				
Number of accumulation units outstanding at end of period	4,845,565	4,777,187				
<b>ING RETIREMENT GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.25	\$9.36				
Number of accumulation units outstanding at end of period	41,710,174	44,762,701				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.47	\$9.62				
Number of accumulation units outstanding at end of period	26,143,151	27,731,127				
<b>ING RETIREMENT MODERATE PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.58	\$9.85				
Number of accumulation units outstanding at end of period	12,734,746	13,459,100				
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.64	\$10.20				
Value at end of period	\$13.94	\$12.64				
Number of accumulation units outstanding at end of period	302,452	315,447				
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.09	\$6.68	\$10.31			
Value at end of period	\$8.89	\$8.09	\$6.68			
Number of accumulation units outstanding at end of period	1,491,909	1,537,427	185,841			
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.46	\$10.54				
Value at end of period	\$13.58	\$12.46				
Number of accumulation units outstanding at end of period	202,476	154,282				
<b>ING RUSSELL™ MID CAP VALUE INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$12.94	\$10.14				
Value at end of period	\$15.97	\$12.94				
Number of accumulation units outstanding at end of period	801,914	789,109				
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.36	\$6.11	\$10.40			
Value at end of period	\$10.24	\$8.36	\$6.11			
Number of accumulation units outstanding at end of period	971,877	727,369	303,340			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.60	\$6.94	\$10.16			
Value at end of period	\$10.63	\$8.60	\$6.94			
Number of accumulation units outstanding at end of period	1,007,545	845,599	553,373			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2001)						
Value at beginning of period	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15	\$6.70
Value at end of period	\$9.02	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15
Number of accumulation units outstanding at end of period	196,291	224,324	248,212	290,570	280,862	160,035
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.88	\$7.12	\$10.13			
Value at end of period	\$10.80	\$8.88	\$7.12			
Number of accumulation units outstanding at end of period	730,562	637,166	317,965			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.61	\$9.66	\$13.62	\$13.33	\$11.87	\$11.09
Value at end of period	\$14.08	\$12.61	\$9.66	\$13.62	\$13.33	\$11.87
Number of accumulation units outstanding at end of period	628,128	727,310	763,647	846,175	892,576	629,093
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$10.27	\$8.40	\$13.33	\$13.21	\$11.33	\$11.00
Value at end of period	\$11.55	\$10.27	\$8.40	\$13.33	\$13.21	\$11.33
Number of accumulation units outstanding at end of period	171,985	174,115	183,919	203,291	187,113	149,598
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.01	\$5.73	\$10.14	\$10.10		
Value at end of period	\$9.16	\$8.01	\$5.73	\$10.14		
Number of accumulation units outstanding at end of period	1,067,560	987,671	535,486	154,046		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.47	\$7.33	\$12.59	\$11.14	\$10.35	
Value at end of period	\$10.09	\$9.47	\$7.33	\$12.59	\$11.14	
Number of accumulation units outstanding at end of period	1,794,450	1,737,933	1,636,457	472,387	104,438	
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Fund first available during March 2005)						
Value at beginning of period	\$10.57	\$8.16	\$13.81	\$13.77	\$11.54	\$10.74
Value at end of period	\$11.14	\$10.57	\$8.16	\$13.81	\$13.77	\$11.54
Number of accumulation units outstanding at end of period	28,422	24,413	28,724	33,525	36,789	24,652
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during September 2006)						
Value at beginning of period	\$9.96	\$7.03	\$11.94	\$11.38	\$10.30	
Value at end of period	\$10.85	\$9.96	\$7.03	\$11.94	\$11.38	
Number of accumulation units outstanding at end of period	24,268	25,008	26,002	42,423	23,150	
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.51	\$10.16	\$10.03			
Value at end of period	\$10.92	\$10.51	\$10.16			
Number of accumulation units outstanding at end of period	1,352,838	1,454,753	808,243			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90	\$11.13
Value at end of period	\$11.10	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90
Number of accumulation units outstanding at end of period	41,423	38,476	47,480	51,427	57,249	25,931

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21	\$12.03
Value at end of period	\$11.78	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21
Number of accumulation units outstanding at end of period	1,414,600	1,474,475	1,390,974	1,430,257	1,382,804	1,051,435
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82	\$10.15
Value at end of period	\$11.93	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82
Number of accumulation units outstanding at end of period	1,103,836	1,088,308	939,388	492,315	369,075	245,919
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.91	\$8.99	\$13.55	\$13.49	\$11.88	\$10.78
Value at end of period	\$12.02	\$10.91	\$8.99	\$13.55	\$13.49	\$11.88
Number of accumulation units outstanding at end of period	332,535	350,081	339,724	386,413	378,500	291,244
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68	\$9.87
Value at end of period	\$10.97	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68
Number of accumulation units outstanding at end of period	1,012,203	1,054,921	920,325	670,335	474,327	345,203
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$7.70	\$6.05	\$9.95			
Value at end of period	\$8.00	\$7.70	\$6.05			
Number of accumulation units outstanding at end of period	2,253,901	2,629,207	2,551,491			
<b>INVESCO V.I. LEISURE FUND</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43	\$11.79
Value at end of period	\$11.80	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43
Number of accumulation units outstanding at end of period	68,498	74,324	83,041	99,598	106,010	110,857
<b>PROFUND VP BULL</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74	\$8.68
Value at end of period	\$8.14	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74
Number of accumulation units outstanding at end of period	24,279	28,304	30,665	31,592	56,029	45,665
<b>PROFUND VP EUROPE 30</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69	\$9.14
Value at end of period	\$8.99	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69
Number of accumulation units outstanding at end of period	42,989	44,665	76,510	85,574	102,368	97,624
<b>PROFUND VP RISING RATES OPPORTUNITY</b>						
(Fund first available during October 2003)						
Value at beginning of period	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38	\$8.17
Value at end of period	\$4.81	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38
Number of accumulation units outstanding at end of period	97,550	99,495	112,208	154,005	231,298	137,057

## APPENDIX B

### The Investment Portfolios

During the accumulation phase, you may allocate your premium payments and contract value to any of the investment portfolios available under this Contract, plus any Fixed Interest Allocation that is available. They are listed in this appendix. You bear the entire investment risk for amounts you allocate to any investment portfolio, and you may lose your principal.

The investment results of the mutual funds (funds) are likely to differ significantly and there is no assurance that any of the funds will achieve their respective investment objectives. You should consider the investment objectives, risks and charges and expenses of the funds carefully before investing. Please refer to the fund prospectuses for this and additional information.

Shares of the funds will rise and fall in value and you could lose money by investing in the funds. Shares of the funds are not bank deposits and are not guaranteed, endorsed or insured by any financial institution, the Federal Deposit Insurance Corporation or any other government agency. Except as noted, all funds are diversified, as defined under the Investment Company Act of 1940. Fund prospectuses may be obtained free of charge, from our Customer Contact Center at the address and telephone number listed in the prospectus, by accessing the SEC's web site or by contacting the SEC Public Reference Room. If you received a summary prospectus for any of the funds available through your contract, you may also obtain a full prospectus and other fund information free of charge by either accessing the internet address, calling the telephone number or sending an email request to the contact information shown on the front of the fund's summary prospectus.

Certain funds offered under the contracts have investment objectives and policies similar to other funds managed by the fund's investment adviser. The investment results of a fund may be higher or lower than those of other funds managed by the same adviser. There is no assurance and no representation is made that the investment results of any fund will be comparable to those of another fund managed by the same investment adviser.

Certain funds are designated as "Master-Feeder" or "Retirement Funds." Funds offered in a Master-Feeder structure (such as the American Funds) or fund of funds structure (such as the Retirement Funds) may have higher fees and expenses than a fund that invests directly in debt and equity securities.

Consult with your investment professional to determine if the investment portfolios may be suited to your financial needs, investment time horizon and risk tolerance. You should periodically review these factors to determine if you need to change your investment strategy.

The following table highlights name changes.

<b>List of Fund Name Changes</b>	
<b><i>Former Fund Name</i></b>	<b><i>Current Fund Name</i></b>
ING Columbia Small Cap Value Portfolio	ING Columbia Small Cap Value II Portfolio
ING Van Kampen Comstock Portfolio	ING Invesco Van Kampen Comstock Portfolio
ING Van Kampen Equity and Income Portfolio	ING Invesco Van Kampen Equity and Income Portfolio
ING Van Kampen Growth and Income Portfolio	ING Invesco Van Kampen Growth and Income Portfolio

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<p><b>BlackRock Global Allocation V.I. Fund</b></p> <p><b>Investment Adviser:</b> BlackRock Advisors, LLC  <b>Investment Subadviser:</b> BlackRock Investment Management, LLC; BlackRock International Limited</p>	<p>Seeks to provide high total return through a fully managed investment policy utilizing U.S. and foreign equity, debt and money market instruments, the combination of which will be varied from time to time both with respect to types of securities and markets in response to changing market and economic trends.</p>
<p><b>Fidelity® VIP Contrafund® Portfolio</b></p> <p><b>Investment Adviser:</b> Fidelity Management &amp; Research Company (“FMR”)  <b>Investment Subadviser:</b> FMR Co., Inc.; and other affiliates of FMR</p>	<p>Seeks long-term capital appreciation.</p>
<p><b>ING American Funds Asset Allocation Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks high total return (including income and capital gains) consistent with preservation of capital over the long term.</p>
<p><b>ING American Funds Bond Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide as high a level of current income as is consistent with the preservation of capital.</p>
<p><b>ING American Funds Growth Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide you with growth of capital.</p>
<p><b>ING American Funds International Portfolio</b></p> <p><b>Investment Adviser:</b> ING Investments, LLC  <b>Investment Adviser to Master Funds:</b> Capital Research and Management Company<sup>SM</sup></p>	<p>Seeks to provide you with growth of capital.</p>
<p><b>ING American Funds World Allocation Portfolio</b></p> <p><b>Investment Adviser:</b> Directed Services LLC  <b>Asset Allocation Committee</b></p>	<p>Seeks long-term growth of capital.</p>
<p><b>ING Artio Foreign Portfolio</b></p> <p><b>Investment Adviser:</b> Directed Services LLC  <b>Investment Subadviser:</b> Artio Global Management LLC</p>	<p>Seeks long-term growth of capital.</p>

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Baron Small Cap Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BAMCO, Inc.	Seeks capital appreciation.
<b>ING BlackRock Inflation Protected Bond Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> BlackRock Financial Management, Inc.	<i>A non-diversified</i> Portfolio that seeks to maximize real return, consistent with preservation of real capital and prudent investment management.
<b>ING BlackRock Science and Technology Opportunities Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> BlackRock Advisors, LLC	Seeks long-term capital appreciation.
<b>ING Columbia Small Cap Value II Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Columbia Management Investment Advisers, LLC	Seeks long-term growth of capital.
<b>ING Davis New York Venture Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Davis Selected Advisers, L.P.	Seeks long-term growth of capital.
<b>ING DFA World Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Dimensional Fund Advisors LP	Seeks long-term capital appreciation.
<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio*</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Fidelity Management & Research Company	Seeks long-term growth of capital.
* FMR <sup>SM</sup> is a service mark of Fidelity Management & Research Company	
<b>ING Franklin Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Franklin Advisers, Inc.	Seeks to maximize income while maintaining prospects for capital appreciation.



<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Franklin Mutual Shares Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Franklin Mutual Advisers, LLC	Seeks capital appreciation and secondarily, income.
<b>ING Franklin Templeton Founding Strategy Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC	Seeks capital appreciation and secondarily, income.
<b>ING Growth and Income Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks to maximize total return through investments in a diversified portfolio of common stocks and securities convertible into common stocks. It is anticipated that capital appreciation and investment income will both be major factors in achieving total return.
<b>ING Intermediate Bond Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks to maximize total return consistent with reasonable risk. The Portfolio seeks its objective through investments in a diversified portfolio consisting primarily of debt securities. It is anticipated that capital appreciation and investment income will both be major factors in achieving total return.
<b>ING International Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment (before fees and expenses) results that correspond to the total return of a widely accepted International Index.
<b>ING Invesco Van Kampen Comstock Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks capital growth and income.
<b>ING Invesco Van Kampen Equity and Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks total return, consisting of long-term capital appreciation and current income.
<b>ING Invesco Van Kampen Growth and Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Invesco Advisers, Inc.	Seeks long-term growth of capital and income.
<b>ING JPMorgan Mid Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> J.P. Morgan Investment Management Inc.	Seeks growth from capital appreciation.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Large Cap Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks long-term capital growth.
<b>ING Large Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks growth of capital and current income.
<b>ING Liquid Assets Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks a high level of current income consistent with the preservation of capital and liquidity.
<b>ING Marsico Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Marsico Capital Management, LLC	Seeks capital appreciation.
<b>ING MFS Total Return Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Massachusetts Financial Services Company	Seeks above-average income (compared to a portfolio entirely invested in equity securities) consistent with the prudent employment of capital. Secondly seeks reasonable opportunity for growth of capital and income.
<b>ING MidCap Opportunities Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks long-term capital appreciation.
<b>ING Morgan Stanley Global Franchise Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Morgan Stanley Investment Management Inc.	A <i>non-diversified</i> Portfolio that seeks long-term capital appreciation.
<b>ING Oppenheimer Active Allocation Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> OppenheimerFunds, Inc.	Seeks long-term growth of capital with a secondary objective of current income.
<b>ING Oppenheimer Global Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> OppenheimerFunds, Inc.	Seeks capital appreciation.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING PIMCO Total Return Bond Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pacific Investment Management Company LLC	Seeks maximum total return, consistent with preservation of capital and prudent investment management.
<b>ING Pioneer Mid Cap Value Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Pioneer Investment Management, Inc.	Seeks capital appreciation.
<b>ING Retirement Conservative Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a conservative level of risk relative to the other ING Retirement Portfolios.
<b>ING Retirement Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Moderate Growth Portfolio.
<b>ING Retirement Moderate Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Moderate Portfolio but less than that of ING Retirement Growth Portfolio.
<b>ING Retirement Moderate Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Asset Allocation Committee</b>	Seeks a high level of total return (consisting of capital appreciation and income) consistent with a level of risk that can be expected to be greater than that of ING Retirement Conservative Portfolio but less than that of ING Retirement Moderate Growth Portfolio.
<b>ING Russell™ Large Cap Growth Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Growth Index.
<b>ING Russell™ Large Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Index.
<b>ING Russell™ Large Cap Value Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Top 200® Value Index.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING Russell™ Mid Cap Growth Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	A <i>non-diversified</i> Portfolio that seeks investment results (before fees and expenses) that correspond to the total return of the Russell Midcap® Growth Index.
<b>ING Russell™ Mid Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell Midcap® Index.
<b>ING Russell™ Small Cap Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment results (before fees and expenses) that correspond to the total return of the Russell 2000® Index.
<b>ING Small Company Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks growth of capital primarily through investment in a diversified portfolio of common stocks of companies with smaller market capitalizations.
<b>ING Templeton Foreign Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Templeton Investment Counsel, LLC	Seeks long-term capital growth.
<b>ING Templeton Global Growth Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> Templeton Global Advisors Limited	Seeks capital appreciation. Current income is only an incidental consideration.
<b>ING T. Rowe Price Capital Appreciation Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks, over the long-term, a high total investment return, consistent with the preservation of capital and prudent investment risk.
<b>ING T. Rowe Price Equity Income Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks substantial dividend income as well as long-term growth of capital.
<b>ING T. Rowe Price Growth Equity Portfolio</b>  <b>Investment Adviser:</b> Directed Services LLC <b>Investment Subadviser:</b> T. Rowe Price Associates, Inc.	Seeks long-term capital growth, and secondarily, increasing dividend income.

<b>Fund Name and Investment Adviser/Subadviser</b>	<b>Investment Objective</b>
<b>ING U.S. Bond Index Portfolio</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> Neuberger Berman Fixed Income LLC	Seeks investment results (before fees and expenses) that correspond to the total return of the Barclays Capital U.S. Aggregate Bond Index <sup>®</sup> .
<b>ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio*</b>  <b>Investment Adviser:</b> ING Investments, LLC <b>Investment Subadviser:</b> ING Investment Management Co.	Seeks investment returns that closely correspond to the price and yield performance, (before fees and expenses) of the WisdomTree <sup>SM</sup> Global High-Yielding Equity Index.
* WisdomTree <sup>SM</sup> is a servicemark of WisdomTree Investments	

“Standard & Poor’s<sup>®</sup>”, “S&P<sup>®</sup>”, “S&P 500<sup>®</sup>”, “Standard & Poor’s 500”, and “500” are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by ING USA Annuity and Life Insurance Company. The product is not sponsored, endorsed, sold or promoted by Standard & Poor’s and Standard & Poor’s makes no representation regarding the advisability of investing in the product.

## **Fixed Account II**

Fixed Account II (“Fixed Account”) is an optional fixed interest allocation offered during the accumulation phase of your variable annuity contract between you and ING USA Annuity and Life Insurance Company (“ING USA,” the “Company,” “we” or “our”). The Fixed Account, which is a segregated asset account of ING USA, provides a means for you to invest on a tax-deferred basis and earn a guaranteed interest for guaranteed interest periods (Fixed Interest Allocation(s)). We will credit your Fixed Interest Allocation(s) with a fixed rate of interest. We currently offer Fixed Interest Allocations with guaranteed interest periods that may vary by maturity, state of issue and rate. In addition, we may offer DCA Fixed Interest Allocations, which are 6-month and 1-year Fixed Interest Allocations available exclusively in connection with our dollar cost averaging program. We may offer additional guaranteed interest periods in some or all states, may not offer all guaranteed interest periods on all contracts or in all states and the rates for a given guaranteed interest period may vary among contracts. We set the interest rates periodically. We may credit a different interest rate for each interest period. The interest you earn in the Fixed Account as well as your principal is guaranteed by ING USA, as long as you do not take your money out before the maturity date for the applicable interest period. If you take your money out from a Fixed Interest Allocation more than 30 days before the applicable maturity date, we will apply a market value adjustment (“Market Value Adjustment”). A Market Value Adjustment could increase or decrease your contract value and/or the amount you take out. A surrender charge may also apply to withdrawals from your contract. You bear the risk that you may receive less than your principal because of the Market Value Adjustment.

For contracts sold in some states, not all Fixed Interest Allocations are available. You have a right to return a contract for a refund as described in the prospectus.

### **The Fixed Account**

You may allocate premium payments and transfer your Contract value to the guaranteed interest periods of the Fixed Account during the accumulation period as described in the prospectus. Every time you allocate money to the Fixed Account, we set up a Fixed Interest Allocation for the guaranteed interest period you select. We will credit your Fixed Interest Allocation with a guaranteed interest rate for the interest period you select, so long as you do not withdraw money from that Fixed Interest Allocation before the end of the guaranteed interest period. Each guaranteed interest period ends on its maturity date which is the last day of the month in which the interest period is scheduled to expire.

Your Contract value in the Fixed Account is the sum of your Fixed Interest Allocations and the interest credited as adjusted for any withdrawals, transfers or other charges we may impose, including any Market Value Adjustment. Your Fixed Interest Allocation will be credited with the guaranteed interest rate in effect for the guaranteed interest period you selected when we receive and accept your premium or reallocation of Contract value. We will credit interest daily at a rate that yields the quoted guaranteed interest rate.

If you surrender, withdraw, transfer or annuitize your investment in a Fixed Interest Allocation more than 30 days before the end of the guaranteed interest period, we will apply a Market Value Adjustment to the transaction. A Market Value Adjustment could increase or decrease the amount you surrender, withdraw, transfer or annuitize, depending on current interest rates at the time of the transaction. You bear the risk that you may receive less than your principal because of the Market Value Adjustment.

### **Guaranteed Interest Rates**

Each Fixed Interest Allocation will have an interest rate that is guaranteed as long as you do not take your money out until its maturity date. We do not have a specific formula for establishing the guaranteed interest rates for the different guaranteed interest periods. We determine guaranteed interest rates at our sole discretion. We cannot predict the level of future interest rates. For more information see the prospectus for the Fixed Account.

### **Transfers from a Fixed Interest Allocation**

You may transfer your Contract value in a Fixed Interest Allocation to one or more new Fixed Interest Allocations with new guaranteed interest periods, or to any of the subaccounts of ING USA's Separate Account B as described in the prospectus on the maturity date of a guaranteed interest period. The minimum amount that you can transfer to or from any Fixed Interest Allocation is \$100. Transfers from a Fixed Interest Allocation may be subject to a Market Value Adjustment. If you have a special Fixed Interest Allocation that was offered exclusively with our dollar cost averaging program, canceling dollar cost averaging will cause a transfer of the entire Contract value in such Fixed Interest Allocation to the Liquid Assets subaccount, and such a transfer will be subject to a Market Value Adjustment.

Please be aware that the benefit we pay under certain optional benefit riders will be adjusted by any transfers you make to and from the Fixed Interest Allocations during specified periods while the rider is in effect.

### **Withdrawals from a Fixed Interest Allocation**

During the accumulation phase, you may withdraw a portion of your Contract value in any Fixed Interest Allocation. You may make systematic withdrawals of only the interest earned during the prior month, quarter or year, depending on the frequency chosen, from a Fixed Interest Allocation under our systematic withdrawal option. A withdrawal from a Fixed Interest Allocation may be subject to a Market Value Adjustment and a contract surrender charge. Be aware that withdrawals may have federal income tax consequences, including a 10% penalty tax, as well as state income tax consequences.

Please be aware that the benefit we pay under any of the optional benefit riders will be reduced by any withdrawals you made from the Fixed Interest Allocations during the period while the rider is in effect.

### **Market Value Adjustment**

A Market Value Adjustment may decrease, increase or have no effect on your Contract value. We will apply a Market Value Adjustment (i) whenever you withdraw or transfer money from a Fixed Interest Allocation (unless made within 30 days before the maturity date of the applicable guaranteed interest period, or under the systematic withdrawal or dollar cost averaging program) and (ii) if on the annuity start date a guaranteed interest period for any Fixed Interest Allocation does not end on or within 30 days of the annuity start date.

A Market Value Adjustment may be positive, negative or result in no change. In general, if interest rates are rising, you bear the risk that any Market Value Adjustment will likely be negative and reduce your Contract value. On the other hand, if interest rates are falling, it is more likely that you will receive a positive Market Value Adjustment that increases your Contract value. In the event of a full surrender, transfer or annuitization from a Fixed Interest Allocation, we will add or subtract any Market Value Adjustment from the amount surrendered, transferred or annuitized. In the event of a partial withdrawal, transfer or annuitization, we will add or subtract any Market Value Adjustment from the total amount withdrawn, transferred or annuitized in order to provide the amount requested. If a negative Market Value Adjustment exceeds your Contract value in the Fixed Interest Allocation, we will consider your request to be a full surrender, transfer or annuitization of the Fixed Interest Allocation.

### **Contract Value in the Fixed Interest Allocations**

On the contract date, the Contract value in any Fixed Interest Allocation in which you are invested is equal to the portion of the initial premium paid and designated for allocation to the Fixed Interest Allocation. On each business day after the contract date, we calculate the amount of Contract value in each Fixed Interest Allocation as follows:

- (1) We take the Contract value in the Fixed Interest Allocation at the end of the preceding business day.
- (2) We credit a daily rate of interest on (1) at the guaranteed rate since the preceding business day.
- (3) We add (1) and (2).
- (4) We subtract from (3) any transfers from that Fixed Interest Allocation.
- (5) We subtract from (4) any withdrawals, and then subtract any contract fees (including any rider charges) and premium taxes.

Additional premium payments and transfers allocated to the Fixed Account will be placed in a new Fixed Interest Allocation. The Contract value on the date of allocation will be the amount allocated. Several examples which illustrate how the Market Value Adjustment works are included in the prospectus for the Fixed Account.

**Cash Surrender Value**

The cash surrender value is the amount you receive when you surrender the Contract. The cash surrender value of amounts allocated to the Fixed Account will fluctuate daily based on the interest credited to Fixed Interest Allocations, any Market Value Adjustment, and any surrender charge. We do not guarantee any minimum cash surrender value. On any date during the accumulation phase, we calculate the cash surrender value as follows: we start with your Contract value, then we adjust for any Market Value Adjustment, and then we deduct any surrender charge, any charge for premium taxes, the annual contract administrative fee (unless waived), and any optional benefit rider charge, and any other charges incurred but not yet deducted.

**Dollar Cost Averaging from Fixed Interest Allocations**

You may elect to participate in our dollar cost averaging program from a Fixed Account Interest Allocation with a guaranteed interest period of 1 year or less. The Fixed Interest Allocations serve as the source accounts from which we will, on a monthly basis, automatically transfer a set dollar amount of money to other Fixed Interest Allocations or contract investment portfolio subaccounts selected by you.

The dollar cost averaging program is designed to lessen the impact of market fluctuation on your investment. Since we transfer the same dollar amount to subaccounts each month, more units of a subaccount are purchased if the value of its unit is low and fewer units are purchased if the value of its unit is high. Therefore, a lower than average value per unit may be achieved over the long term. However, we cannot guarantee this. When you elect the dollar cost averaging program, you are continuously investing in securities regardless of fluctuating price levels. You should consider your tolerance for investing through periods of fluctuating price levels.

You elect the dollar amount you want transferred under this program. Each monthly transfer must be at least \$100. You may change the transfer amount once each contract year.

Transfers from a Fixed Interest Allocation under the dollar cost averaging program are not subject to a Market Value Adjustment.

We may in the future offer additional subaccounts or withdraw any subaccount or Fixed Interest Allocation to or from the dollar cost averaging program or otherwise modify, suspend or terminate this program. Of course, such change will not affect any dollar cost averaging programs in operation at the time.

**Suspension of Payments**

We have the right to delay payment of amounts from a Fixed Interest Allocation for up to 6 months.

**More Information**

See the prospectus for Fixed Account II.



**Fixed Interest Division**

A Fixed Interest Division option is available through the group and individual deferred variable annuity contracts offered by ING USA Annuity and Life Insurance Company. The Fixed Interest Division is part of the ING USA General Account. Interests in the Fixed Interest Division have not been registered under the Securities Act of 1933, and neither the Fixed Interest Division nor the General Account are registered under the Investment Company Act of 1940.

Interests in the Fixed Interest Division are offered in certain states through an Offering Brochure, dated April 29, 2011. The Fixed Interest Division is different from the Fixed Account which is described in the prospectus but which is not available in your state. If you are unsure whether the Fixed Account is available in your state, please contact our Customer Contact Center at (800) 366-0066. When reading through the Prospectus, the Fixed Interest Division should be counted among the various investment options available for the allocation of your premiums, in lieu of the Fixed Account. The Fixed Interest Division may not be available in some states. Some restrictions may apply.

You will find more complete information relating to the Fixed Interest Division in the Offering Brochure. Please read the Offering Brochure carefully before you invest in the Fixed Interest Division.

**Surrender Charge for Excess Withdrawals Example**

The following assumes you made an initial premium payment of \$10,000 and additional premium payments of \$10,000 in each of the second and third contract years, for total premium payments under the Contract of \$30,000. It also assumes a withdrawal at the end of the third contract year of 30% of the contract value of \$35,000.

In this example, \$8,000 (10% of the total premium payments of \$30,000, which is \$3,000, plus cumulative earnings, which is \$35,000 less \$30,000, which equals \$5,000) is the maximum free withdrawal amount that you may withdraw without a surrender charge. The total amount withdrawn from the contract would be \$10,500 ( $\$35,000 \times .30$ ). Therefore, \$2,500 ( $\$10,500 - \$8,000$ ) is considered an excess withdrawal of a part of the initial premium payment of \$10,000 and would be subject to a 6% surrender charge of \$150 ( $\$2,500 \times .06$ ). The amount of the withdrawal paid to you will be \$10,500, and in addition, \$150 will be deducted from your contract value.

This example does not take into account any Market Value Adjustment or deduction of any premium taxes.

**APPENDIX F**

**Special Funds and Excluded Funds Examples**

**Example #1:** The following examples are intended to demonstrate the impact on your 7% Solution Death Benefit Element (“7% MGDB”) of allocating your Contract Value to Special Funds.

7% MGDB if 50% invested in Special Funds			
End of Yr	Covered	Special	Total
0	500	500	1,000
1	535	500	1,035
2	572	500	1,072
3	613	500	1,113
4	655	500	1,155
5	701	500	1,201
6	750	500	1,250
7	803	500	1,303
8	859	500	1,359
9	919	500	1,419
10	984	500	1,484

7% MGDB if 0% invested in Special Funds			
End of Yr	Covered	Special	Total
0	1,000	—	1,000
1	1,070	—	1,070
2	1,145	—	1,145
3	1,225	—	1,225
4	1,311	—	1,311
5	1,403	—	1,403
6	1,501	—	1,501
7	1,606	—	1,606
8	1,718	—	1,718
9	1,838	—	1,838
10	1,967	—	1,967

7% MGDB if 100% invested in Special Funds			
End of Yr	Covered	Special	Total
0	0	1,000	1,000
1	0	1,000	1,000
2	0	1,000	1,000
3	0	1,000	1,000
4	0	1,000	1,000
5	0	1,000	1,000
6	0	1,000	1,000
7	0	1,000	1,000
8	0	1,000	1,000
9	0	1,000	1,000
10	0	1,000	1,000

7% MGDB if transferred to Special Funds at the beginning of year 6			
End of Yr	Covered	Special	Total
0	1,000	—	1,000
1	1,070	—	1,070
2	1,145	—	1,145
3	1,225	—	1,225
4	1,311	—	1,311
5	1,403	—	1,403
6	—	1,403	1,403
7	—	1,403	1,403
8	—	1,403	1,403
9	—	1,403	1,403
10	—	1,403	1,403

7% MGDB if transferred to Covered Funds at the beginning of year 6			
End of Yr	Covered	Special	Total
0	—	1,000	1,000
1	—	1,000	1,000
2	—	1,000	1,000
3	—	1,000	1,000
4	—	1,000	1,000
5	—	1,000	1,000
6	1,070	—	1,070
7	1,145	—	1,145
8	1,225	—	1,225
9	1,311	—	1,311
10	1,403	—	1,403

**Example #2:** The following examples are intended to demonstrate the impact on your 7% Solution Death Benefit Element (“7% MGDB”) of allocating your Contract Value to Excluded Funds.

7% MGDB if 50% invested in Excluded Funds							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
0	500	500	500	500	1,000	1,000	1,000
1	535	510	535	510	1,045	1,020	1,045
2	572	490	572	490	1,062	980	1,062
3	613	520	613	520	1,133	1,040	1,133
4	655	550	655	550	1,205	1,100	1,205
5	701	450	701	450	1,151	900	1,151
6	750	525	750	525	1,275	1,050	1,275
7	803	600	803	600	1,403	1,200	1,403
8	859	750	859	750	1,609	1,500	1,609
9	919	500	919	500	1,419	1,000	1,419
10	984	300	984	300	1,284	600	1,284

7% MGDB if 0% invested in Excluded Funds			
End of Yr	Covered		Death Benefit
	7% MGDB	AV	
0	1,000	1,000	1,000
1	1,070	1,020	1,070
2	1,145	980	1,145
3	1,225	1,040	1,225
4	1,311	1,100	1,311
5	1,403	900	1,403
6	1,501	1,050	1,501
7	1,606	1,200	1,606
8	1,718	1,500	1,718
9	1,838	1,000	1,838
10	1,967	600	1,967

7% MGDB if 100% invested in Excluded Funds			
End of Yr	Excluded		Death Benefit
	“7% MGDB”	AV	
0	1,000	1,000	1,000
1	1,070	1,020	1,020
2	1,145	980	980
3	1,225	1,040	1,040
4	1,311	1,100	1,100
5	1,403	900	900
6	1,501	1,050	1,050
7	1,606	1,200	1,200
8	1,718	1,500	1,500
9	1,838	1,000	1,000
10	1,967	600	600

Note: AV are hypothetical illustrative values. Not a projection. “7% MGDB” for Excluded funds is notional. Not payable as a benefit. Death Benefit for Excluded Funds equals Accumulation Value (AV).

Transfer from Covered Funds to Excluded Funds at the beginning of year 6							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
—	<b>1,000</b>	1,000	—	—	<b>1,000</b>	1,000	1,000
1	<b>1,070</b>	1,020	—	—	<b>1,070</b>	1,020	1,070
2	<b>1,145</b>	980	—	—	<b>1,145</b>	980	1,145
3	<b>1,225</b>	1,040	—	—	<b>1,225</b>	1,040	1,225
4	<b>1,311</b>	1,100	—	—	<b>1,311</b>	1,100	1,311
5	<b>1,403</b>	900	—	—	<b>1,403</b>	900	1,403
6	—	—	1,501	<b>1,050</b>	<b>1,050</b>	1,050	1,050
7	—	—	1,606	<b>1,200</b>	<b>1,200</b>	1,200	1,200
8	—	—	1,718	<b>1,500</b>	<b>1,500</b>	1,500	1,500
9	—	—	1,838	<b>1,000</b>	<b>1,000</b>	1,000	1,000
10	—	—	1,967	<b>600</b>	<b>600</b>	600	600

Note: 7% MGDB transferred to Excluded Funds equals the 7% MGDB in Covered Funds (or pro-rata portion thereof for partial transfer). Transfers from Special Funds to Excluded Funds work the same as Covered to Excluded (except 7% MGDB in Special Funds does not accumulate).

Transfer from Excluded Funds to Covered Funds at the beginning of year 6							
End of Yr	Covered		Excluded		Total		Death Benefit
	7% MGDB	AV	“7% MGDB”	AV	7% MGDB	AV	
—	—	—	1,000	<b>1,000</b>	<b>1,000</b>	1,000	1,000
1	—	—	1,070	<b>1,020</b>	<b>1,020</b>	1,020	1,020
2	—	—	1,145	<b>980</b>	<b>980</b>	980	980
3	—	—	1,225	<b>1,040</b>	<b>1,040</b>	1,040	1,040
4	—	—	1,311	<b>1,100</b>	<b>1,100</b>	1,100	1,100
5	—	—	1,403	<b>900</b>	<b>900</b>	900	900
6	<b>963</b>	1,050	—	—	<b>963</b>	1,050	1,050
7	<b>1,030</b>	1,200	—	—	<b>1,030</b>	1,200	1,200
8	<b>1,103</b>	1,500	—	—	<b>1,103</b>	1,500	1,500
9	<b>1,180</b>	1,000	—	—	<b>1,180</b>	1,000	1,180
10	<b>1,262</b>	600	—	—	<b>1,262</b>	600	1,262

Note: 7% MGDB transferred to Covered Funds is the lesser of 7% MGDB in Excluded Funds (or portion thereof for partial transfer) and AV transferred to Covered Funds. Transfers from Excluded Funds to Special Funds work the same as Excluded to Covered (except 7% MGDB in Special Funds does not accumulate).

**APPENDIX G**

**Examples of Minimum Guaranteed Income Benefit Calculation**

<b>Example 1</b>					
Age		Contract without MGIB Rider	Contract with MGIB Rider after May 1, 2009	Contract with MGIB Rider between January 12, 2009 and May 1, 2009	Contract with MGIB Rider before January 12, 2009
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	0.00%	0.00%	0.00%	0.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$100,000	\$89,746	\$89,188	\$89,188
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$469.00	\$420.91	\$418.29	\$418.29
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$100,000	\$100,000	\$100,000
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$746.78	\$820.30	\$871.45
	Income	\$469.00	\$746.78	\$820.30	\$871.45
<b>Example 2</b>					
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	3.00%	3.00%	3.00%	3.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$134,392	\$122,674	\$122,065	\$122,065
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$630.30	\$575.34	\$572.48	\$572.48
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$122,674	\$122,065	\$122,065
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$746.78	\$820.30	\$871.45
	Income	\$630.30	\$746.78	\$820.30	\$871.45
<b>Example 3</b>					
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	8.00%	8.00%	8.00%	8.00%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$215,892	\$200,815	\$200,449	\$ 200,448
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$1,012.54	\$941.82	\$940.11	\$940.10
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$200,815	\$200,449	\$200,448
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$837.40	\$835.87	\$887.98
	Income	\$1,012.54	\$941.82	\$940.11	\$940.10

Example 4					
Age		Contract without MGIB Rider	Contract with MGIB Rider after May 1, 2009	Contract with MGIB Rider between January 12, 2009 and May 1, 2009	Contract with MGIB Rider before January 12, 2009
55	Initial Value	\$100,000	\$100,000	\$100,000	\$100,000
	Accumulation Rate	9.78%	9.78%	9.78%	9.78%
	Rider Charge	0.00%	0.75%	0.75%	0.75%
65	Contract Value	\$254,233	\$236,719	\$236,665	\$236,238
	Contract Annuity Factor	4.69	4.69	4.69	4.69
	Monthly Income	\$1,192.35	\$1,110.21	\$1,109.96	\$1,107.96
	MGIB Rollup	n/a	\$179,085	\$196,715	\$196,715
	MGIB Ratchet	n/a	\$236,719	\$236,665	\$236,238
	MGIB Annuity Factor	n/a	4.17	4.17	4.43
	MGIB Income	n/a	\$987.12	\$986.89	\$1,046.53
	Income	\$1,192.35	\$1,110.21	\$1,109.96	\$1,107.96

The Accumulation Rates shown under “Contract” are hypothetical and intended to illustrate various market conditions. These rates are assumed to be net of all fees and charges except the rider charge. Fees and charges are not assessed against the MGIB Rollup Rate.

## APPENDIX H

### ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples

*The following example shows the adjustment to the Maximum Annual Withdrawal amount for a withdrawal before the Lifetime Withdrawal Phase has begun.*

#### **Illustration 1: Adjustment to the ING LifePay Plus Base for a withdrawal taken prior to the Lifetime Withdrawal Phase.**

Assume the Annuitant is age 55 and the first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. Because the ING LifePay Plus Rider is not yet eligible to enter the Lifetime Withdrawal Phase, there is no Maximum Annual Withdrawal and the entire withdrawal is considered excess.

If the ING LifePay Plus Base and Account Value before the withdrawal are \$100,000 and \$90,000, respectively, then the ING LifePay Plus Base will be reduced by 3.33% ( $\$3,000/\$90,000$ ) to \$96,667 ( $(1 - 3.33\%) * \$100,000$ ).

Any additional withdrawals taken prior to the Annuitant reaching age 59½ will also result in an immediate pro-rata reduction to the ING LifePay Plus Base.

*The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:*

#### **Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal. However, because only \$4,500 in gross withdrawals was taken during the contract year prior to this withdrawal, \$500 of the \$1,500 gross withdrawal is not considered excess.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Contract Value before this withdrawal is \$50,000, and the Contract Value is \$49,500 after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

#### **Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ).



The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceed the Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Additional Withdrawal Amount at the end of the calendar year before it is withdrawn.**

Assume the most recent contract date was July 1, 2007 and the Maximum Annual Withdrawal is \$5,000. Also assume RMDs, applicable to this contract, are \$6,000 and \$5,000 for 2008 and 2009 calendar years respectively.

Between July 1, 2007 and December 31, 2007, a withdrawal of \$5,000 is taken which exhausts the Maximum Annual Withdrawal.

On January 1, 2008, the Additional Withdrawal Amount is set equal to the excess of the 2008 RMD above the existing Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000). Note that while the Maximum Annual Withdrawal has been exhausted, it is still used to calculate the Additional Withdrawal Amount.

The owner now has until December 31, 2009 to take the newly calculated Additional Withdrawal Amount of \$1,000. The owner decides not to take the Additional Withdrawal Amount of \$1,000 in 2008.

On January 1, 2009, the Additional Withdrawal Amount is set equal to the excess of the 2009 RMD above the existing Maximum Annual Withdrawal, \$0 (\$5,000 - \$5,000). Note that the Additional Withdrawal Amount of \$1,000 from the 2008 calendar year carries over into the 2009 calendar year and is available for withdrawal.

**Illustration 5: A withdrawal exceeds the Maximum Annual Withdrawal amount and the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 (\$6,000 - \$5,000).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$3,500 net, with \$0 of surrender charges. Total net withdrawals taken, \$8,000, exceed the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, \$6,000, and there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$8,000 ( $\$3,000 + \$1,500 + \$3,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount ( $\$8,000 - \$6,000 = \$2,000$ ), and the amount of the current gross withdrawal ( $\$3,500$ ).

If the Contract Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 4.12% ( $\$2,000 / \$50,000 - \$1,500$ ) to \$4,794 ( $(1 - 4.12\%) * \$5,000$ ).

**Illustration 6: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal. However, because only \$4,500 in gross withdrawals was taken during the contract year prior to this withdrawal, \$500 of the \$1,500 gross withdrawal is not considered excess.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

Another withdrawal is taken during that same contract year in the amount of \$400 net, with \$100 of surrender charges. Total gross withdrawals during the contract year are \$6,500 ( $\$3,000 + \$1,500 + \$1,500 + \$500$ ). The adjustment to the MAW is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,500, and the amount of the current gross withdrawal, \$500.

If the Account Value before this withdrawal is \$48,500, then the Maximum Annual Withdrawal is reduced by 1.03% ( $\$500 / \$48,500$ ) to \$4,849 ( $(1 - 1.03\%) * \$4,899$ ).

### **Examples of Fixed Allocation Fund Automatic Rebalancing**

The following examples are designed to assist you in understanding how Fixed Allocation Fund Automatic Rebalancing works. The examples assume that there are no investment earnings or losses.

#### **I. Subsequent Payments**

A. Assume that on Day 1, an owner deposits an initial payment of \$100,000, which is allocated 100% to Accepted Funds. No Fixed Allocation Fund Automatic Rebalancing would occur, because this allocation meets the required investment option allocation.

B. Assume that on Day 2, the owner deposits an additional payment of \$500,000, bringing the total contract value to \$600,000, and allocates this deposit 100% to Other Funds. Because the percentage allocated to the Fixed Allocation Funds (0%) is less than 30% of the total amount allocated to the Fixed Allocation Funds and the Other Funds, we will automatically reallocate \$150,000 from the amount allocated to the Other Funds (30% of the \$500,000 allocated to the Other Funds) to the Fixed Allocation Funds. Your ending allocations will be \$100,000 to Accepted Funds, \$150,000 to the Fixed Allocation Funds, and \$350,000 to Other Funds.

#### **II. Partial Withdrawals**

A. Assume that on Day 1, an owner deposits an initial payment of \$100,000, which is allocated 65% to Accepted Funds (\$65,000), 30% to the Fixed Allocation Fund (\$30,000), and 5% to Other Funds (\$5,000). No Fixed Allocation Fund Automatic Rebalancing would occur, because this allocation meets the required investment option allocation.

B. Assume that on Day 2, the owner requests a partial withdrawal of \$29,000 from the Fixed Allocation Fund. Because the remaining amount allocated to the Fixed Allocation Fund (\$1,000) is less than 30% of the total amount allocated to the Fixed Allocation Fund and the Other Funds, we will automatically reallocate \$800 from the Other Funds to the Fixed Allocation Fund, so that the amount allocated to the Fixed Allocation Fund (\$1,800) is 30% of the total amount allocated to the Fixed Allocation Fund and Other Funds (\$6,000).

**ING LifePay Plus and ING Joint LifePay Plus**

**Important Note:** *The information immediately below pertains to the form of the ING LifePay Plus and ING Joint LifePay Plus riders available for sale on and after April 28, 2008 through May 1, 2009 in states where approved (page J2 for the ING Joint LifePay Plus rider). If this form of the ING LifePay Plus or ING Joint LifePay Plus rider is not yet approved for sale in your state, or if you purchased a prior version, please see page J2 for more information (page J2 for the ING Joint LifePay Plus rider).*

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Eligibility.** The annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80 (owner and annuitant must age qualify). The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the rider effective date. The ING LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING LifePay Plus rider will not be issued until your contract value is allocated in accordance with the investment option restrictions described in “Investment Option Restrictions,” below.**

Contracts issued on and after November 1, 2004 are eligible for the ING LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have a living benefit rider. Or if your Contract already has the ING LifePay or ING LifePay Plus rider, then you may be eligible to elect this version of the ING LifePay Plus rider for a limited time. There is an election form for this purpose. Please contact the Customer Contact Center for more information.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING LifePay Plus rider begins. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.30%	0.85%

This quarterly charge is a percentage of the ING LifePay Plus Base. The current annual charge is 0.75% if this rider was purchased before January 12, 2009. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. Before January 12, 2009, we reserve the right to increase the charge for the ING LifePay Plus rider upon a Quarterly Ratchet once

the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract’s free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract. The ING LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The guarantee continues when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the annuitant’s death. The ING LifePay Plus Base is eligible for Annual Ratchets and 6% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009), and subject to adjustment for any Excess Withdrawals. The ING LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING LifePay Plus rider: On the Contract date – equal to the initial premium; or After the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is

\$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal is also a withdrawal after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume, which occurs on the next quarterly contract anniversary following spousal continuation. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Illustrations 1, 2 and 6 at the end of this appendix for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

If this rider was purchased before January 12, 2009, the ING LifePay Plus Base is recalculated on each quarterly contract anniversary (once each quarter of a contract year from the contract date). We call this recalculation a Quarterly Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for any Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

If this rider was purchased before January 12, 2009, we reserve the right to increase the charge for this rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of the rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. Canceling a forthcoming Quarterly Ratchet to avoid the charge increase will have the same outcome.

**6% Compounding Step-Up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and The ING LifePay Plus Base on the previous contract anniversary, increased by 6%, plus any premiums received and minus any withdrawals for payment of third-party investment advisory fees since the previous contract anniversary. We call this recalculation a 6% Compounding Step-Up.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up.

Please note that there are no partial 6% Compounding Step-Ups. The 6% Compounding Step-Up is **not** pro-rated. So for existing Contracts to which this rider is attached (a post Contract issuance election), the first opportunity for a 6% Compounding Step-Up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up. The 7% Compounding Step-Up is **not** pro-rated.

Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract's next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the annuitant is age 59 ½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Plus Base or the current Contract value. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see "The Annuity Options");
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see "Lifetime Automatic Periodic Benefit Status" below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the Annuitant's age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+

If this rider was purchased before January 12, 2009, the Maximum Annual Withdrawal Percentages are:

	<b>Ages</b>
5%	59 ½ to 69
6%	70 to 79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or 6% Compounding Step-Up (Quarterly Ratchet or 7% Compounding Step-Up if this rider was purchased before January 12, 2009). Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the annuitant grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to the Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time. Also, if the Contract's annuity commencement date is reached while the ING LifePay Plus rider is in the Lifetime Withdrawal Phase, then you may elect a life only annuity option, in lieu of the Contract's other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal. For more information about the Contract's annuity options, see "The Annuity Options."

**Required Minimum Distributions.** The ING LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Illustration 3 at the end of this appendix for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Illustration 5 at the end of this appendix for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Illustration 4 at the end of this appendix for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets (Quarterly Ratchets if this rider was purchased before January 12, 2009) or upon spousal continuation of the ING LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: the Contract will provide no further benefits (including death benefits) other than as provided under the ING LifePay Plus rider; no further premium payments will be accepted; and any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

If when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the annuitant is age 59 ½. During this



time, the ING LifePay Plus rider's death benefit remains payable upon the annuitant's death. Also, the ING LifePay Plus Base remains eligible for the 6% Compounding Step-Ups (7% Compounding Step-Ups if this rider was purchased before January 12, 2009). Once the ING LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the annuitant's age, multiplied by the ING LifePay Plus Base.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least a specified percentage of such Contract value in the Fixed Allocation Funds, which percentage depends on the rider's purchase date:

Rider Purchase Date	Fixed Allocation Fund Percentage
Currently	30%
Before January 12, 2009	25%
Before October 6, 2008	20%

See "Fixed Allocation Funds Automatic Rebalancing," below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
 ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the specified percentage noted above of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the specified percentage of this amount is allocated to the Fixed Allocation Funds. The specified percentage depends on the rider's purchase date. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing." You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I." **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charges pro-rated) on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner. Also, an ING LifePay Plus rider that is in Lifetime Automatic Periodic Benefit Status terminates on the date of the annuitant's death.

**ING LifePay Plus Death Benefit Base.** The ING LifePay Plus rider has a death benefit that is payable upon the owner's death only when the ING LifePay Plus Death Benefit Base is greater than the Contract's death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING LifePay Plus rider: On the Contract date – equal to the initial premium; Or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Quarterly Ratchets or 7% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009).

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the annuitant's death. Upon the annuitant's death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, provided the spouse becomes the annuitant and sole owner. At the time the Contract is continued, the ING LifePay Plus Base is recalculated to equal the Contract value, inclusive of the guaranteed death benefit – UNLESS the continuing spouse is a joint owner and the original annuitant, OR the Lifetime Withdrawal Phase has not yet begun. In this case, the ING LifePay Plus Base is recalculated to equal the greater of: The Contract value, inclusive of the guaranteed death benefit; and The last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation. Regardless, the ING LifePay Plus rider's guarantees resume on the next quarterly contract anniversary following spousal continuation. Any withdrawals after spousal continuation of the Contract but before the ING LifePay Plus rider's guarantees resume are Excess Withdrawals. The ING LifePay Plus rider remains eligible for the Annual Ratchet upon recalculation of the ING LifePay Plus Base (Quarterly Ratchets if this rider was purchased before January 12, 2009).

The Maximum Annual Withdrawal is also recalculated at the same time as the ING LifePay Plus Base; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the annuitant is age 59½. The Maximum Annual Withdrawal is recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the new annuitant's age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner's death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to the Contract value before the Maximum Annual Withdrawal is first calculated. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner's death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

Contrary to the ING Joint LifePay Plus rider, spousal continuation of the ING LifePay Plus rider would likely NOT take effect at the same time as the Contract is continued. As noted above, the ING LifePay Plus rider provides for spousal continuation only on a quarterly contract anniversary (subject to the spouse becoming the annuitant and sole owner). So if you are concerned about the availability of benefits being interrupted with spousal continuation of the ING LifePay Plus rider, you might instead want to purchase the ING Joint LifePay Plus rider.

**Change of Owner or Annuitant.** The ING LifePay Plus rider terminates (with the rider's charge pro-rated) upon any ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual;
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual; and
- 9) change of owner pursuant to a court order.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**Important Note:** *The below information pertains to the form of the ING Joint LifePay Plus rider available for sale beginning on and after April 28, 2008 through May 1, 2009, in states where approved. If this form of the ING Joint LifePay Plus rider is not yet approved for sale in your state, or if you purchased a prior version, please see page J2.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING Joint LifePay Plus") Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals reduce your Contract value to zero. You may wish to purchase this rider if you are married and concerned that you and your spouse may outlive your income.

**Eligibility.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase (spouses) and eligible to elect spousal continuation (as defined by the Tax Code) of the Contract when the death benefit becomes payable, subject to the owner, annuitant and beneficiary requirements below. The maximum issue age is 80. Both spouses must meet the issue age requirement. The issue age is the age of each owner on the rider effective date. The ING Joint LifePay Plus rider is subject to broker/dealer availability. **Please note that the ING Joint LifePay Plus rider will not be issued unless the required owner, annuitant and beneficiary designations are met, and until your contract value is allocated in accordance with the investment option restrictions described in "Investment Option Restrictions," below.**

Contracts issued on and after November 1, 2004 are eligible for the ING Joint LifePay Plus rider, subject to the conditions, requirements and limitations of the prior paragraph. Such Contracts must not already have a living benefit rider. Or if your Contract already has the ING Joint LifePay or ING Joint LifePay Plus rider, then you may be eligible to elect this version of the ING Joint LifePay Plus rider for a limited time. There is an election form for this purpose. Please contact the Customer Contact Center for more information.

**Owner, Annuitant and Beneficiary Designations.** For nonqualified contracts: Joint owners must be spouses, and one of the owners the annuitant; and For a Contract with only one owner, the owner’s spouse must be the sole primary beneficiary. For qualified contracts, there may only be one owner who must also be the annuitant, and then the owner’s spouse must also be the sole primary beneficiary. Non-natural, custodial owners are only allowed with IRAs. Owner and beneficiary designations for custodial IRAs must be the same as for any other qualified contract. The annuitant must be the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and owner’s spouse. We do not maintain individual owner and beneficiary designations for custodial IRAs. In no event are joint annuitants allowed. We reserve the right to verify the date of birth and social security number of both spouses.

**Rider Effective Date.** The rider effective date is the date that coverage under the ING Joint LifePay Plus rider begins. If you purchase the ING Joint LifePay Plus rider when the Contract is issued, the rider effective date is also the Contract date. If the ING Joint LifePay Plus rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract date.

**Active Spouse.** An Active Spouse is the person (people) upon whose life and age the guarantees are calculated under the ING Joint LifePay Plus rider. There must be two Active Spouses when you purchase the ING Joint LifePay Plus rider, who are married to each other and either are joint owners, or for a Contract with only one owner, the spouse must be the sole primary beneficiary. You cannot add an Active Spouse after the rider effective date. In general, changes in ownership of the Contract, the annuitant and/or beneficiary would result in one spouse being deactivated (the spouse is thereafter inactive). An inactive spouse is **not** eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider, including continuing the ING Joint LifePay Plus rider upon spousal continuation of the Contract. Once an Active Spouse is deactivated, the spouse may not become an Active Spouse again. Specific situations that would result in a spouse being deactivated include:

1. for nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the Contract), or the change of one joint owner to a person other than an Active Spouse;
2. for nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an Active Spouse or any change of beneficiary (including the addition of primary beneficiaries); or
3. the spouse’s death.

An owner may also request that a spouse be deactivated. Both owners must agree when there are joint owners. **However, all charges for the ING Joint LifePay Plus rider would continue to apply, even after a spouse is deactivated, regardless of the reason. So please be sure to understand the impact of any beneficiary or owner changes on the ING Joint LifePay Plus rider before requesting any changes.** Also, please note that a divorce terminates the ability of an ex-spouse to continue the Contract. See “Divorce” below for more information.

**Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	1.05%

This quarterly charge is a percentage of the ING LifePay Plus Base. The current annual charge is 0.95% if this rider was purchased before January 12, 2009. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter following the rider effective date. If the rider is elected at contract issue, the rider effective date is the same as the contract date. If the rider is added after contract issue, the rider effective date will be the date of the Contract’s next following quarterly contract anniversary. A quarterly contract anniversary occurs once each quarter of a contract year from the contract

date. The charge will be pro-rated when the rider is terminated. Charges will no longer be deducted once your rider enters the Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs when your contract value is reduced to zero and other conditions are met. We reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet once the Lifetime Withdrawal Phase begins. Before January 12, 2009, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of this rider, subject to the maximum annual charge. We promise not to increase the charge for your first five contract years. For more information about how this rider works, please see “Living Benefit Riders – ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.”

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you: a) cancel the Contract during the Contract’s free look period; b) surrender the Contract; c) begin the income phase and start receiving annuity payments; or d) otherwise terminate the Contract pursuant to its terms. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you: Terminate your Contract pursuant to its terms during the accumulation phase, surrender your Contract, or begin receiving income phase payments in lieu of payments under the ING Joint LifePay Plus rider; or Die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract (and your spouse is an Active Spouse). The ING Joint LifePay Plus rider also terminates with a change in Contract ownership (other than a spousal beneficiary continuation on your death by an Active Spouse). Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Highlights.** *This paragraph introduces the terminology of the ING Joint LifePay Plus rider and how its components generally work together. Benefits and guarantees are subject to the terms, conditions and limitations of the ING Joint LifePay Plus rider. More detailed information follows below, with the capitalized words that are underlined indicating headings for ease of reference.* The ING Joint LifePay Plus rider guarantees an amount available for withdrawal from the Contract in any contract year once the Lifetime Withdrawal Phase begins – we use the ING LifePay Plus Base as part of the calculation of the Maximum Annual Withdrawal. The guarantee continues when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, at which time we will pay you periodic payments in an annual amount equal to the Maximum Annual Withdrawal (since Contract value would be zero) until the last Active Spouse’s death. The ING LifePay Plus Base is eligible for Annual Ratchets and 6% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009), and subject to adjustment for any Excess Withdrawals. The ING Joint LifePay Plus rider has an allowance for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that would otherwise be Excess Withdrawals. The ING Joint LifePay Plus rider has a death benefit that is payable upon the owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING Joint LifePay Plus rider allows for spousal continuation.

**ING LifePay Plus Base.** The ING LifePay Plus Base is first calculated when you purchase the ING Joint LifePay Plus rider: On the Contract date – equal to the initial premium; or After the Contract date – equal to the Contract value on the effective date of the rider.

The ING LifePay Plus Base is increased, dollar for dollar, by any subsequent premiums. We refer to the ING LifePay Plus Base as the MGWB Base in the ING Joint LifePay Plus rider.

**Withdrawals and Excess Withdrawals.** Once the Lifetime Withdrawal Phase begins, withdrawals within a contract year up to the Maximum Annual Withdrawal, including for payment of third-party investment advisory fees, have no impact on the ING LifePay Plus Base. These withdrawals will not incur surrender charges or a negative Market Value Adjustment associated with any Fixed Account Allocations.

Say for example the current Contract value is \$90,000 on a Contract with the ING Joint LifePay Plus rider in the Lifetime Withdrawal Phase. The ING LifePay Plus Base is \$100,000, and the Maximum Annual Withdrawal is \$5,000. Even though a withdrawal of \$5,000 would reduce the Contract value to \$85,000, the ING LifePay Plus Base would remain at its current level (as would the Maximum Annual Withdrawal as well) since the withdrawal did not exceed the Maximum Annual Withdrawal. See below for more information about the Maximum Annual Withdrawal.

An Excess Withdrawal is a withdrawal either before the Lifetime Withdrawal Phase begins (except for payment of third-party investment advisory fees), or once the Lifetime Withdrawal Phase begins, any portion of a withdrawal during a contract year that exceeds the Maximum Annual Withdrawal. An Excess Withdrawal will cause a pro-rata reduction of the ING LifePay Plus Base – in the same proportion as Contract value is reduced by the portion of the withdrawal that is considered excess, inclusive of surrender charges, or Market Value Adjustment associated with any Fixed Account Allocations (rather than the total amount of the withdrawal). An Excess Withdrawal will also cause the Maximum Annual Withdrawal to be recalculated. See Illustrations 1, 2 and 6 at the end of this appendix for examples of the consequences of an Excess Withdrawal.

Please note that any withdrawals before the rider effective date in the same contract year when the ING Joint LifePay Plus rider is added after contract issue are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

**Annual Ratchet.** The ING LifePay Plus Base is recalculated on each contract anniversary – to equal the greater of: the current ING LifePay Plus Base; or the current Contract value. We call this recalculation the Annual Ratchet.

If this rider was purchased before January 12, 2009, the ING LifePay Plus Base is recalculated on each quarterly contract anniversary (once each quarter of a contract year from the contract date). We call this recalculation a Quarterly Ratchet.

Once the Lifetime Withdrawal Phase begins, we reserve the right to increase the charge for the ING Joint LifePay Plus rider upon the Annual Ratchet. You will never pay more than new issues of the ING Joint LifePay Plus rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. We will notify you in writing not less than 30 days before a charge increase. You may avoid the charge increase by canceling the forthcoming Annual Ratchet. Our written notice will outline the procedure you will need to follow to do so. Please note, however, from then on the ING LifePay Plus Base would no longer be eligible for any Annual Ratchets, so the Maximum Annual Withdrawal Percentage would not be eligible to increase. More information about the Maximum Annual Withdrawal Percentages is below under “Maximum Annual Withdrawal.” Our written notice will also remind you of the consequences of canceling the forthcoming Annual Ratchet.

If this rider was purchased before January 12, 2009, we reserve the right to increase the charge for this rider upon a Quarterly Ratchet once the Lifetime Withdrawal Phase begins. You will never pay more than new issues of the rider, subject to the maximum annual charge, and we promise not to increase the charge for your first five contract years. Canceling a forthcoming Quarterly Ratchet to avoid the charge increase will have the same outcome.

**6% Compounding Step-Up.** The ING LifePay Plus Base is recalculated on each of the first ten contract anniversaries after the rider effective date, SO LONG AS you took no withdrawals during the preceding contract year – to equal the greatest of: the current ING LifePay Plus Base; the current Contract value; and the ING LifePay Plus Base on the previous contract anniversary, increased by 6%, plus any premiums received and minus any withdrawals for payment of third-party investment advisory fees since the previous contract anniversary. We call this recalculation a 6% Compounding Step-Up.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call a 7% Compounding Step-Up.

Please note that there are no partial 6% Compounding Step-Ups. The 6% Compounding Step-Up is **not** pro-rated. So for existing Contracts to which this rider is attached (a post Contract issuance election), the first opportunity for a 6% Compounding Step-Up will not be until the first contract anniversary after a full contract year has elapsed since the rider effective date.

If this rider was purchased before January 12, 2009, the step-up is 7%, which we call the 7% Compounding Step-Up. The 7% Compounding Step-Up is **not** pro-rated.

Say for example that with a Contract purchased on January 1, 2007, the contract owner decides to add the ING Joint LifePay Plus rider on March 15, 2007. The rider effective date is April 1, 2007, which is the date of the Contract's next following quarterly contract anniversary. Because on January 1, 2008 a full contract year will not have elapsed since the rider effective date, the ING LifePay Plus Base will not be eligible for a step-up. Rather, the first opportunity for a step-up with this Contract is on January 1, 2009.

**Lifetime Withdrawal Phase.** The Lifetime Withdrawal Phase begins on the date of your first withdrawal (except those for payment of third-party investment advisory fees), SO LONG AS the youngest Active Spouse is age 59½. On this date, the ING LifePay Plus Base is recalculated to equal the greater of the current ING LifePay Plus Base or the current Contract value. The Lifetime Withdrawal Phase will continue until the earliest of:

- 1) the date annuity payments begin (see "The Annuity Options");
- 2) reduction of the Contract value to zero by an Excess Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) surrender of the Contract;
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary is an Active Spouse who elects to continue the Contract; or
- 6) the last Active Spouse dies.

The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status in the event Contract value is reduced to zero other than by an Excess Withdrawal. Please see "Lifetime Automatic Periodic Benefit Status" below for more information.

**Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is the amount that the ING Joint LifePay Plus rider guarantees to be available for withdrawal from the Contract in any contract year. The Maximum Annual Withdrawal is first calculated when the Lifetime Withdrawal Phase begins and equals the applicable Maximum Annual Withdrawal Percentage, based on the younger Active Spouse's age, multiplied by the ING LifePay Plus Base.

The Maximum Annual Withdrawal Percentages are:

<b>Ages</b>	
4%	59½ to 64
5%	65-75
6%	76-79
7%	80+



If this rider was purchased before January 12, 2009, the Maximum Annual Withdrawal Percentages are:

	<i>Ages</i>
4%	59 ½ to 64
5%	65 to 69
6%	70 to 79
7%	80+

The Maximum Annual Withdrawal is thereafter recalculated whenever the ING LifePay Plus Base is recalculated, for example, upon the Annual Ratchet or 6% Compounding Step-Up (Quarterly Ratchet or 7% Compounding Step-Up if this rider was purchased before January 12, 2009). Also, the Maximum Annual Withdrawal Percentage can increase with the Annual Ratchet as the younger Active Spouse grows older.

In the event on the date the Lifetime Withdrawal Phase begins the Contract value is greater than the ING LifePay Plus Base, then before the Maximum Annual Withdrawal is first calculated, the ING LifePay Plus Base will be set equal to the Contract value. The greater the ING LifePay Plus Base, the greater the amount guaranteed to be available to you for withdrawals under the ING Joint LifePay Plus rider in calculating the Maximum Annual Withdrawal for the first time. Also, if the Contract's annuity commencement date is reached while the ING Joint LifePay Plus rider is in the Lifetime Withdrawal Phase, then you may elect a life only annuity option, in lieu of the Contract's other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal. For more information about the Contract's annuity options, see "The Annuity Options."

**Required Minimum Distributions.** The ING Joint LifePay Plus rider allows for withdrawals from a Contract subject to the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal without causing a pro-rata reduction of the ING LifePay Plus Base and recalculation of the Maximum Annual Withdrawal. If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, then an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal. Once you have taken the Maximum Annual Withdrawal for the then current Contract year, the dollar amount of any additional withdrawals will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year – without constituting an Excess Withdrawal. See Illustration 3 at the end of this appendix for an example.

Withdrawals that exceed the Maximum Annual Withdrawal and all available Additional Withdrawal Amounts are Excess Withdrawals that will cause a pro-rata reduction of the ING LifePay Plus Base and the Maximum Annual Withdrawal to be recalculated. See Illustration 5 at the end of this appendix for an example of the consequences of an Excess Withdrawal with an Additional Withdrawal Amount. The Additional Withdrawal Amount is available on a calendar year basis and recalculated every January, reset to equal that portion of the Required Minimum Distribution for that calendar year that exceeds the Maximum Annual Withdrawal on that date. Any unused amount of the Additional Withdrawal Amount carries over into the next calendar year and is available through the end of that year, at which time any amount remaining will expire. See Illustration 4 at the end of this appendix for an example of the Additional Withdrawal Amount being carried over. **Please note that there is no adjustment to the Additional Withdrawal Amount for Annual Ratchets (Quarterly Ratchets if this rider was purchased before January 12, 2009) or upon spousal continuation of the ING Joint LifePay Plus Rider.**

**Lifetime Automatic Periodic Benefit Status.** The ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status when your Contract value is reduced to zero other than by an Excess Withdrawal. (A withdrawal in excess of the Maximum Annual Withdrawal that causes your Contract value to be reduced to zero will terminate the ING Joint LifePay Plus rider.) You will no longer be entitled to make withdrawals, but instead will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal. When the rider enters Lifetime Automatic Periodic Benefit Status: The Contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider; No further premium payments will be accepted; and Any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the last Active Spouse at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the last Active Spouse's death.

If when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status your net withdrawals to date are less than the Maximum Annual Withdrawal for that contract year, then we will pay you the difference immediately. The periodic payments will begin on the first Contract anniversary following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

In the event Contract value is reduced to zero before the Lifetime Withdrawal Phase begins, Lifetime Automatic Periodic Benefit Status is deferred until the contract anniversary on or after the youngest Active Spouse is age 59½. During this time, the ING Joint LifePay Plus rider's death benefit remains payable upon the last Active Spouse's death. Also, the ING LifePay Plus Base remains eligible for the 6% Compounding Step-Ups (7% Compounding Step-Ups if this rider was purchased before January 12, 2009). Once the ING Joint LifePay Plus rider enters the Lifetime Automatic Periodic Benefit Status, periodic payments will begin in an annual amount equal to the applicable Maximum Annual Withdrawal Percentage, based on the youngest Active Spouse's age, multiplied by the ING LifePay Plus Base. If an Active Spouse were to die while Lifetime Automatic Periodic Benefit Status is deferred, then when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, and the annual amount of the periodic payments, would be based on the remaining Active Spouse's age.

You may elect to receive systematic withdrawals pursuant to the terms of the Contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made annually, then the payments will be made on each following contract anniversary.

**Investment Option Restrictions.** While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least a specified percentage of such Contract value in the Fixed Allocation Funds, which depends on the rider's purchase date:

Rider Purchase Date	Fixed Allocation Fund Percentage
Currently	30%
Before January 12, 2009	25%
Before October 6, 2008	20%

See "Fixed Allocation Funds Automatic Rebalancing," below. We have these investment option restrictions to lessen the likelihood we would have to make payments under this rider. We require this allocation regardless of your investment instructions to the Contract. The ING Joint LifePay Plus rider will not be issued until your Contract value is allocated in accordance with these investment option restrictions. The timing of when and how we apply these investment option restrictions is discussed further below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio

No rebalancing is necessary when Contract value is allocated entirely to Accepted Funds. We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than the specified percentage of the total Contract value allocated among the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that the specified percentage of this amount is allocated to the Fixed Allocation Funds. The specified percentage depends on the rider's purchase date. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis from the Other Funds to the Fixed Allocation Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing." You will be notified that Fixed Allocation Funds Automatic Rebalancing has occurred, along with your new allocations, by a confirmation statement that will be mailed to you after Fixed Allocation Funds Automatic Rebalancing has occurred.

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in it. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Divorce.** Generally, in the event of divorce, the spouse who retains ownership of the Contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will not longer have any such rights or be entitled to any such benefits. In the event of a divorce during the Lifetime Withdrawal Phase, the ING Joint LifePay Plus rider would continue until the owner’s death (first owner in the case of joint owners, or annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As a result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal would be considered a withdrawal for purposes of the ING LifePay Plus Base. See “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above. In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change in the amount of your periodic payments. Payments will continue until both spouses are deceased.

**Death of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider’s charges pro-rated) on the earlier of the date of death of the last Active Spouse, or when the surviving spouse decides not to continue the Contract.

**ING LifePay Plus Death Benefit Base.** The ING Joint LifePay Plus rider has a death benefit that is payable upon the first owner’s death only when the ING LifePay Plus Death Benefit Base is greater than the Contract’s death benefit. The ING LifePay Plus Death Benefit Base is first calculated when you purchase the ING Joint LifePay Plus rider: On the Contract date – equal to the initial premium; Or after the Contract date – equal to the Contract value on the rider effective date.

The ING LifePay Plus Death Benefit Base is increased by the dollar amount of any subsequent premiums and subject to any withdrawal adjustments. The ING LifePay Plus Death Benefit Base is reduced by the dollar amount of any withdrawals for payment of third-party investment advisory fees before the Lifetime Withdrawal Phase begins, and for any withdrawals once the Lifetime Withdrawal Phase begins that are not Excess Withdrawals, including withdrawals for payment of third-party investment advisory fees. The ING LifePay Plus Death Benefit Base is subject to a pro-rata reduction for an Excess Withdrawal. Please see “ING LifePay Plus Base – Withdrawals and Excess Withdrawals” above for more information.

There is no additional charge for the death benefit associated with the ING Joint LifePay Plus rider. Please note that the ING LifePay Plus Death Benefit Base is not eligible to participate in Quarterly Ratchets or 7% Compounding Step-Ups (Quarterly Ratchets and 7% Compounding Step-Ups if this rider was purchased before January 12, 2009).

In the event the ING LifePay Plus Death Benefit Base is greater than zero when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, each periodic payment reduces the ING LifePay Plus Death Benefit Base dollar for dollar until the earlier date of the ING LifePay Plus Death Benefit Base being reduced to zero or the last Active Spouse’s death. Upon the last Active Spouse’s death, any remaining ING LifePay Plus death benefit is payable to the beneficiary in a lump sum.

**Spousal Continuation.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, SO LONG AS the surviving spouse in an Active Spouse. At that time, the ING LifePay Plus Base is recalculated to equal the greater of: the Contract value, inclusive of the guaranteed death benefit; and the last calculated ING LifePay Plus Base, subject to pro-rata adjustment for any withdrawals before spousal continuation.

The Maximum Annual Withdrawal is also recalculated; however, there is no Maximum Annual Withdrawal upon spousal continuation until the Lifetime Withdrawal Phase begins on the date of the first withdrawal after spousal continuation, SO LONG AS the last Active Spouse is age 59 ½. The Maximum Annual Withdrawal is

recalculated to equal the applicable Maximum Annual Withdrawal Percentage, based on the last Active Spouse's age, multiplied by the ING LifePay Plus Base. There is no adjustment to the Additional Withdrawal Amount upon spousal continuation of the ING Joint LifePay Plus rider for a Contract subject to the Required Minimum Distribution rules of the Tax Code. Any withdrawals before the owner's death and spousal continuation are counted in summing up your withdrawals in that contract year to determine whether the Maximum Annual Withdrawal has been exceeded.

Please note, if the Contract value is greater than the ING LifePay Plus Base on the date the Lifetime Withdrawal Phase begins, then the ING LifePay Plus Base will be set equal to the Contract value before the Maximum Annual Withdrawal is first calculated. Also, upon spousal continuation, the ING LifePay Plus Death Benefit Base equals the ING LifePay Plus Death Benefit Base before the owner's death, subject to any pro-rata adjustment for any withdrawals before spousal continuation of the rider.

**Change of Owner or Annuitant.** The ING Joint LifePay Plus rider terminates (with the rider's charge prorated) upon an ownership change or change of annuitant, except for:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (owner's spouse must be named sole primary beneficiary to remain an Active Spouse);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided the added joint owner is the original owner's spouse and is an Active Spouse when added as a joint owner;
- 7) for nonqualified contracts only, the removal of a joint owner, provided the removed joint owner is an Active Spouse and becomes the sole primary beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner, provided both spouses are Active Spouses at the time of the change.

**Surrender Charges.** Once the Lifetime Withdrawal Phase begins, your withdrawals within a contract year up to the Maximum Annual Withdrawal (and any applicable Additional Withdrawal Amount) are not subject to surrender charges. We waive any surrender charges otherwise applicable to your withdrawal in a contract year that is less than or equal to the Maximum Annual Withdrawal. Excess Withdrawals are subject to surrender charges, whether or not the Lifetime Withdrawal Phase has begun. Once your Contract value is reduced to zero, any periodic payments under the ING Joint LifePay Plus rider would not be subject to surrender charges. Moreover, with no contract value, none of your contract level recurring charges (e.g., the Mortality and Expense Risk Charge) would be deducted.

**Loans.** No loans are permitted on Contracts with the ING Joint LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus Rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**Important Note:** *The information immediately below pertains to the form of the ING LifePay Plus rider available for sale on and after August 20, 2007 through April 28, 2008 in states where approved.*

**ING LifePay Plus Minimum Guaranteed Withdrawal Benefit ("ING LifePay Plus") Rider.** The ING LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals deplete your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Purchase.** In order to elect the ING LifePay Plus rider, the annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The maximum issue age is 80. The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the Contract anniversary on which the rider is effective. Some broker-dealers may limit the availability of the rider to younger

ages. The ING LifePay Plus rider is available for Contracts issued **on and after August 20, 2007** (subject to availability and state approvals) that do not already have a living benefit rider. The ING LifePay Plus rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the rider to be elected after a contract has been issued without it, subject to certain conditions. Contact the Customer Contact Center for more information. Such election must be received in good order, including compliance with the investment restrictions described below. The rider will be effective as of the following quarterly Contract anniversary.

**Rider Date.** The rider date is the date the ING LifePay Plus rider becomes effective. If you purchase the ING LifePay Plus rider when the Contract is issued, the rider date is also the Contract date.

**Charge.** The charge for the ING LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
2.00%	0.60%

This quarterly charge is a percentage of the ING LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the rider and charges will begin on the next following quarterly contract anniversary. The charge will be pro-rated when the rider is terminated. Charges are deducted through the date your rider enters either the Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status. Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The current charge can change upon a reset after your first five contract years. You will never pay more than the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING LifePay Plus rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel the ING LifePay Plus rider.

**Termination.** The ING LifePay Plus rider is a “living benefit,” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) annuitize, surrender or otherwise terminate your Contract during the accumulation phase; or
- 2) die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay Plus rider will also terminate if there is a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay Plus rider to terminate automatically are discussed below.

**Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, ONLY IF the quarterly contract anniversary following the annuitant reaching age 59½ has not yet passed. While the ING LifePay Plus rider is in Guaranteed Withdrawal Status, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar. This status will then continue until the earliest of:

- 1) quarterly contract anniversary following the annuitant reaching age 59½, provided the contract owner does not decline the change to Lifetime Guaranteed Withdrawal Status;
- 2) reduction of the ING LifePay Plus Base to zero, at which time the rider will terminate;
- 3) the annuity commencement date;
- 4) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 5) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Automatic Periodic Benefit Status,” below);
- 6) the surrender or annuitization of the Contract; or
- 7) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

Please note that withdrawals while the ING LifePay Plus rider is in Guaranteed Withdrawal Status are not guaranteed for the lifetime of the annuitant.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date of your first withdrawal, provided the quarterly contract anniversary following the annuitant’s age 59½ has passed. If your first withdrawal is taken before this date, then the Lifetime Guaranteed Withdrawal Status will automatically begin on the quarterly contract anniversary following the annuitant reaching age 59½. This status continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 4) the surrender or annuitization of the Contract; or
- 5) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

You will receive prior notice, of not less than 30 days, if you are in the Guaranteed Withdrawal Status and become eligible for the Lifetime Guaranteed Withdrawal Status. This notice will explain the change, its impact to you and your options. You may decline this change. Automatic reset into the Lifetime Guaranteed Withdrawal Status could result in a lower Maximum Annual Withdrawal. However, this action will also apply to all future resets (see below) and cannot be reversed. As described below, certain features of the ING LifePay Plus rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING LifePay Plus Rider Works.** The ING LifePay Plus Withdrawal Benefit rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date of the first withdrawal or the annuity commencement date, whichever occurs first.

Benefits paid under the ING LifePay Plus rider require the calculation of the Maximum Annual Withdrawal. The ING LifePay Plus Base (referred to as the “MGWB Base” in the Contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING LifePay Plus rider on the Contract date, the initial ING LifePay Plus Base is equal to the initial premium.
- 2) If you purchased the ING LifePay Plus rider after the Contract date, the initial ING LifePay Plus Base is equal to the Contract value on the effective date of the rider.

During the Growth Phase, the initial ING LifePay Plus Base is increased dollar-for-dollar by any premiums received, (“eligible premiums”). In addition, on each quarterly contract anniversary, the ING LifePay Plus Base is recalculated as the greater of:

- The current ING LifePay Plus Base; or
- The current Contract value. This is referred to as a quarterly “ratchet.”

Also, on each of the first ten contract anniversaries, the ING LifePay Plus Base is recalculated as the greatest of:

- The current ING LifePay Plus Base; or
- The current Contract value; and
- The ING LifePay Plus Base on the previous contract anniversary, increased by 7%, plus any eligible premiums and minus any third-party investment advisory fees paid from your contract during the year. This is referred to as an annual “step-up.”

Please note that if this rider is added after the contract date, then the first opportunity for a step-up will be on the first contract anniversary following a complete contract year after the rider date.

The ING LifePay Plus Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING LifePay Plus Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the Contract value used to determine the reset Maximum Annual Withdrawal under the benefit reset feature of the ING LifePay Plus rider (see “ING LifePay Plus Reset,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals a percentage of the greater of 1) the Contract value and 2) the ING LifePay Plus Base as of the last day of the Growth Phase. The first withdrawal after the effective date of the rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the annuitant on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
0-75*	5%*
76-80	6%
81+	7%

\*If the Withdrawal Phase begins before the quarterly contract anniversary on or after the annuitant reaches age 59½, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar, under what we refer to as the “Standard Withdrawal Benefit.” Then, on the quarterly



contract anniversary on or after the annuitant reaches age 59½, the ING LifePay Plus Base will automatically be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated.

Once determined, the Maximum Annual Withdrawal percentage never changes for the Contract, except as provided for under spousal continuation. See “Continuation After Death – Spouse,” below. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the Contract’s annuity commencement date is reached while you are in the ING LifePay Plus rider’s Lifetime Guaranteed Withdrawal Status, then you may elect a life only annuity option, in lieu of the Contract’s other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal.

If withdrawals in any Contract year exceed the Maximum Annual Withdrawal, then the ING LifePay Plus Base and the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that both the ING LifePay Plus Base and the Maximum Annual Withdrawal will be reduced by the same proportion as the withdrawal in excess of the Maximum Annual Withdrawal (the “excess withdrawal”) is of the Contract value determined:

- 1) before the withdrawal, for the excess withdrawal; and
- 2) after the withdrawal, for the amount withdrawn up to the Maximum Annual Withdrawal (without regard to the excess withdrawal).

When a withdrawal is made, the total withdrawals taken in a Contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be applied to the withdrawal. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, any surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal. See Illustrations 1 and 2 at the end of this appendix for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the Contract to satisfy the Required Minimum Distribution rules of the Tax Code, that exceed the Maximum Annual Withdrawal for a specific Contract year, will not be deemed excess withdrawals in that Contract year for purposes of the ING LifePay Plus rider, subject to the following rules:

- 1) If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.
- 2) You may withdraw the Additional Withdrawal Amount from this Contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a Contract year will count first against the Maximum Annual Withdrawal for that Contract year.
- 4) Once the Maximum Annual Withdrawal for the then current Contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current calendar year.
- 5) Withdrawals that exceed all available Additional Withdrawal Amounts are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.

- 6) The Additional Withdrawal Amount is reset to zero at the end of the second calendar year from which it was originally calculated.
- 7) If the Contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 at the end of this appendix.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the Contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING LifePay Plus Base on a dollar-for-dollar basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Automatic Periodic Benefit Status.** If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Guaranteed Withdrawal Status, the rider will enter Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal, until the remaining ING LifePay Plus Base is exhausted.

When the rider enters Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will continue until the ING LifePay Plus Base is reduced to zero, at which time the rider will terminate without value.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**Lifetime Automatic Periodic Benefit Status.** If the Contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the Contract and the rider will terminate due to the pro-rata reduction described in "Determination of the Maximum Annual Withdrawal," above.

If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Lifetime Guaranteed Withdrawal Status, the rider will enter Lifetime Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay Plus rider;

- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant’s death.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**ING LifePay Plus Reset.** Once the Lifetime Guaranteed Withdrawal Status begins and the Maximum Annual Withdrawal has been determined, on each quarterly contract anniversary we will increase (or “reset”) the ING LifePay Plus Base to the current Contract value, if the Contract value is higher. The Maximum Annual Withdrawal will also be recalculated, and the remaining portion of the new Maximum Annual Withdrawal will be available for withdrawal immediately. This reset ONLY occurs when the rider is in Lifetime Guaranteed Withdrawal Status, and is automatic.

We reserve the right to change the charge for this rider with a reset. In this event, you will receive prior notice, of not less than 30 days, which explains the change, its impact to you and your options. You may decline this change (and the reset). However, this action will apply to all future resets and cannot be reversed.

**Investment Option Restrictions.** While the ING LifePay Plus rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such Contract value in the Fixed Allocation Funds. See “Fixed Allocation Funds Automatic Rebalancing,” below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate your contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

If the rider is not continued under the spousal continuation right when available, the Fixed Allocation Fund may be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits. For purposes of calculating any applicable death benefit guaranteed under the Contract, any allocation of Contract value to the Fixed Allocation Funds will be considered a Covered Fund allocation while the rider is in effect.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than 20% of the total Contract value allocated to the Fixed Allocation Funds and Other Funds on any ING LifePay Plus Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING LifePay Plus Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing."

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I." **By electing to purchase the ING LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay Plus rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay Plus rider and charges will terminate on the date of death of the owner (or in the case of joint owners, the first owner), or the annuitant if there is a non-natural owner.

**Continuation After Death – Spouse.** If the surviving spouse of the deceased owner continues the Contract (see "Death Benefit Choices – Continuation After Death – Spouse"), the rider will also continue on the next quarterly contract anniversary, provided the spouse becomes the annuitant and sole owner.

If the rider is in the Growth Phase at the time of spousal continuation:

- 1) The rider will continue in the Growth Phase;
- 2) On the date the rider is continued, the ING LifePay Plus Base will be reset to equal the greater of the ING LifePay Plus Base and the then current Contract value;
- 3) The ING LifePay Plus charges will restart and be the same as were in effect prior to the claim date;
- 4) Ratchets, which stop on the claim date, are restarted, effective on the date the rider is continued;
- 5) Any remaining step-ups will be available, and if the rider is continued before an annual contract anniversary when a step-up would have been available, then that step-up will be available;
- 6) The Maximum Annual Withdrawal percentage will be determined as of the date of the first withdrawal, whenever it occurs, and will be based on the spouse's age on that date; and
- 7) The rider's Standard Withdrawal Benefit will be available until the quarterly contract anniversary on or after the spouse is age 59½.

If the rider is in the Withdrawal Phase at the time of spousal continuation:

- 1) The rider will continue in the Withdrawal Phase.
- 2) The rider's charges will restart on the date the rider is continued and be the same as were in effect prior to the claim date.
- 3) On the quarterly Contract anniversary that the date the rider is continued:
  - (a) If the surviving spouse was not the annuitant before the owner's death, then the ING LifePay Plus Base will be reset to the current Contract value and the Maximum Annual Withdrawal is recalculated by multiplying the new ING LifePay Plus Base by the Maximum Annual Withdrawal percentage based on the surviving spouse's age on that date. Withdrawals are permitted pursuant to the other provisions of the rider. Withdrawals causing the Contract value to fall to zero will terminate the Contract and the rider.
  - (b) If the surviving spouse was the annuitant before the owner's death, then the ING LifePay Plus Base will be reset to the current Contract value, only if greater, and the Maximum Annual Withdrawal is recalculated by multiplying the new ING LifePay Plus Base by the Maximum Annual Withdrawal percentage. Withdrawals are permitted pursuant to the other provisions of the rider.
- 4) The rider charges will restart on the quarter Contract anniversary that the rider is continued and will be the same as were in effect prior to the claim date.

**Effect of ING LifePay Plus Rider on Death Benefit.** If you die before Lifetime Automatic Periodic Benefit Status begins under the ING LifePay Plus rider, the death benefit is payable, but the rider terminates. However, if the beneficiary is the owner's spouse, and the spouse elects to continue the Contract, the death benefit is not payable until the spouse's death. **Thus, you should not purchase this rider with multiple owners, unless the owners are spouses.** See "Death of Owner or Annuitant" and "Continuation After Death – Spouse," above for further information.

While in Lifetime Automatic Periodic Benefit Status, if the owner who is not the annuitant dies, we will continue to pay the periodic payments that the owner was receiving under the ING LifePay Plus rider to the beneficiary. While in Lifetime Automatic Periodic Benefit Status, if an owner who is also the annuitant dies, the periodic payments will stop. No other death benefit is payable.

While the rider is in Automatic Periodic Benefit Status, if the owner dies, the remaining ING LifePay Plus Base will be paid to the beneficiary in a lump sum.

**Change of Owner or Annuitant.** Other than as provided above under “Continuation After Death- Spouse,” you may not change the annuitant. The rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual; and
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual.

**Surrender Charges.** If you elect the ING LifePay Plus rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your Contract value is zero, the periodic payments under the ING LifePay Plus rider are not subject to surrender charges.

**Loans.** No loans are permitted on Contracts with the ING LifePay Plus rider.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Plus Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

**Important Note:** *The information immediately below pertains to the form of the ING Joint LifePay Plus rider available for sale on and after August 20, 2007 through April 28, 2008 in states where approved.*

**ING Joint LifePay Plus Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay Plus”) Rider.** The ING Joint LifePay Plus rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals deplete your contract value to zero. You may wish to purchase this rider if you are married and are concerned that you and your spouse may outlive your income.

**Purchase.** The ING Joint LifePay Plus rider is only available for purchase by individuals who are married at the time of purchase and eligible to elect spousal continuation (as defined by the Tax Code) when the death benefit becomes payable. We refer to these individuals as spouses. Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay Plus rider. See “Ownership, Annuitant, and Beneficiary Requirements,” below.

The maximum issue age is 80. Both spouses must meet these issue age requirements on the contract anniversary on which the ING Joint LifePay Plus rider is effective. The issue age is the age of the owners on the Contract anniversary on which the rider is effective. Some broker dealers may limit the maximum issue age to ages younger than age 80, but in no event lower than age 55. We reserve the right to change the minimum or maximum issue ages on a nondiscriminatory basis. The ING Joint LifePay Plus rider is available for Contracts issued **on and after**

**August 20, 2007** (subject to availability and state approvals) that do not already have a living benefit rider. The ING Joint LifePay Plus rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the ING Joint LifePay Plus rider to be elected after a contract has been issued without it, subject to certain conditions. Please contact our Customer Contact Center for more information. Such election must be received in good order, including owner, annuitant, and beneficiary designations and compliance with the investment restrictions described below. The ING Joint LifePay Plus rider will be effective as of the following quarterly contract anniversary.

**Ownership, Annuitant, and Beneficiary Designation Requirements.** Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay Plus rider. These designations depend upon whether the contract is issued as a nonqualified contract, an IRA or a custodial IRA. In all cases, the ownership, annuitant, and beneficiary designations must allow for the surviving spouse to continue the contract when the death benefit becomes payable, as provided by the Tax Code. Non-natural, custodial owners are only allowed with IRAs (“custodial IRAs”). Joint annuitants are not allowed. The necessary ownership, annuitant, and/or beneficiary designations are described below. Applications that do not meet the requirements below will be rejected. We reserve the right to verify the date of birth and social security number of both spouses.

**Nonqualified Contracts.** For a jointly owned contract, the owners must be spouses, and the annuitant must be one of the owners. For a contract with only one owner, the owner’s spouse must be the sole primary beneficiary, and the annuitant must be one of the spouses.

**IRAs.** There may only be one owner, who must also be the annuitant. The owner’s spouse must be the sole primary beneficiary.

**Custodial IRAs.** While we do not maintain individual owner and beneficiary designations for IRAs held by an outside custodian, the ownership and beneficiary designations with the custodian must comply with the requirements listed in “IRAs,” above. The annuitant must be the same as the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and the owner’s spouse.

**Rider Date.** The ING Joint LifePay Plus rider date is the date the ING Joint LifePay Plus rider becomes effective. If you purchase the ING Joint LifePay Plus rider when the contract is issued, the ING Joint LifePay Plus rider date is also the contract date.

**Charge.** The charge for the ING Joint LifePay Plus rider, a living benefit, is deducted quarterly from your contract value:

Maximum Annual Charge	Current Annual Charge
2.50%	0.85%

This quarterly charge is a percentage of the ING Joint LifePay Plus Base. We deduct the charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the rider and charges will begin on the next following quarterly contract anniversary. The charge will be pro-rated when the rider is terminated. Charges are deducted through the date your rider enters either the Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status. Automatic Periodic Benefit Status or Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The current charge can be subject to change upon a reset after your first five contract years. You will never pay more than the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more

information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING Joint LifePay Plus rider, you may not cancel it unless you cancel the contract during the contract's free look period (or otherwise cancel the contract pursuant to its terms), surrender or annuitize in lieu of payments under the ING Joint LifePay Plus rider. These events automatically cancel the ING Joint LifePay Plus rider.

**Termination.** The ING Joint LifePay Plus rider is a "living benefit," which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) terminate your contract pursuant to its terms during the accumulation phase, surrender, or begin receiving annuity payments in lieu of payments under the ING Joint LifePay Plus rider;
- 2) die during the accumulation phase (first owner to die in the case of joint owners, or death of annuitant if the contract is a custodial IRA), unless your spouse elects to continue the contract (and your spouse is active for purposes of the ING Joint LifePay Plus rider); or
- 3) change the owner of the contract (other than a spousal continuation by an active spouse).

See "Change of Owner or Annuitant," below. Other circumstances that may cause the ING Joint LifePay Plus rider to terminate automatically are discussed below.

**Active Status.** Once the ING Joint LifePay Plus rider has been issued, a spouse must remain in "active" status in order to exercise rights and receive the benefits of the ING Joint LifePay Plus rider after the first spouse's death by electing spousal continuation. In general, changes to the ownership, annuitant, and/or beneficiary designation requirements noted above will result in one spouse being designated as "inactive." Inactive spouses are not eligible to continue the benefits of the ING Joint LifePay Plus rider after the death of the other spouse. Once designated "inactive," a spouse may not regain active status under the ING Joint LifePay Plus rider. Specific situations that will result in a spouse's designation as "inactive" include the following:

- 1) For nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the contract), or the change of one joint owner to a person other than an active spouse.
- 2) For nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an active spouse or any change of beneficiary (including the addition of primary beneficiaries).
- 3) In the event of the death of one spouse (in which case the deceased spouse becomes inactive).

An owner may also request that one spouse be treated as inactive. In the case of joint-owned contracts, both contract owners must agree to such a request. An inactive spouse is not eligible to exercise any rights or receive any benefits under the ING Joint LifePay Plus rider. **However, all charges for the ING Joint LifePay Plus rider will continue to apply, even if one spouse becomes inactive, regardless of the reason. You should make sure you understand the impact of beneficiary and owner changes on the ING Joint LifePay Plus rider prior to requesting any such changes.**

A divorce will terminate the ability of an ex-spouse to continue the contract. See "Divorce," below.



**Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, ONLY IF the quarterly contract anniversary following the youngest active spouse's 65<sup>th</sup> birthday has not yet passed. While the ING LifePay Plus rider is in Guaranteed Withdrawal Status, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING LifePay Plus Base dollar-for-dollar. This status will then continue until the earliest of:

- 1) quarterly contract anniversary following the youngest active spouse's 65<sup>th</sup> birthday, provided the contract owner does not decline the change to Lifetime Guaranteed Withdrawal Status;
- 2) reduction of the ING Joint LifePay Plus Base to zero, at which time the rider will terminate;
- 3) the annuity commencement date;
- 4) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 5) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see "Automatic Periodic Benefit Status," below);
- 6) the surrender or annuitization of the Contract; or
- 7) the death of the owner (first owner, in the case of joint owners; annuitant, in the case of a non-natural person owner), unless your spouse beneficiary elects to continue the Contract.

Please note that withdrawals while the ING LifePay Plus rider is in Guaranteed Withdrawal Status are not guaranteed for the lifetime of the annuitant.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date of the first withdrawal, provided the quarterly contract anniversary following the youngest active spouse's 65<sup>th</sup> birthday has passed. If the first withdrawal is taken prior to this date, then the Lifetime Guaranteed Withdrawal Status will automatically begin on the quarterly contract anniversary following the youngest active spouse's 65<sup>th</sup> birthday. This status continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;
- 3) reduction of the contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see "Lifetime Automatic Periodic Benefit Status," below);
- 4) the surrender of the contract; or
- 5) the death of the owner (first owner, in the case of joint owners, or the annuitant, in the case of a custodial IRA), unless your active spouse beneficiary elects to continue the contract.

You will receive prior notice, of not less than 30 days, if you are in the Guaranteed Withdrawal Status and become eligible for the Lifetime Guaranteed Withdrawal Status. This notice will explain the change, its impact to you and your options. You may decline this change. Automatic reset into the Lifetime Guaranteed Withdrawal Status could result in a lower Maximum Annual Withdrawal. However, this action will also apply to all future resets (see below) and cannot be reversed. As described below, certain features of the ING Joint LifePay Plus rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING Joint LifePay Plus Rider Works.** The ING Joint LifePay Plus rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the ING Joint LifePay Plus rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date you take the first withdrawal of any kind

under the contract (other than advisory fees, as described below), or the annuity commencement date, whichever occurs first.

Benefits paid under the ING Joint LifePay Plus rider require the calculation of the Maximum Annual Withdrawal. The ING Joint LifePay Plus Base (referred to as the “MGWB Base” in the contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING Joint LifePay Plus rider on the contract date, the initial ING Joint LifePay Plus Base is equal to the initial premium.
- 2) If you purchased the ING Joint LifePay Plus rider after the contract date, the initial ING Joint LifePay Plus Base is equal to the contract value on the effective date of the ING Joint LifePay Plus rider.

During the Growth Phase, the initial ING Joint LifePay Plus Base is increased dollar-for-dollar by any premiums received (“eligible premiums”). In addition, on each quarterly contract anniversary, the ING Joint LifePay Plus Base is recalculated as the greater of:

- The current ING Joint LifePay Plus Base; or
- The current Contract value. This is referred to as a quarterly “ratchet.”

Also, on each of the first ten contract anniversaries, the ING Joint LifePay Plus Base is recalculated as the greatest of:

- The current ING Joint LifePay Plus Base; or
- The current Contract value; and
- The ING Joint LifePay Plus Base on the previous contract anniversary, increased by 7%, plus any eligible premiums and minus any third-party investment advisory fees paid from your contract during the year. This is referred to as an annual “step-up.”

Please note that if this rider is added after the contract date, then the first opportunity for a step-up will be on the first contract anniversary following a complete contract year after the rider date.

The ING Joint LifePay Plus Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING Joint LifePay Plus Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the contract value used to determine the reset Maximum Annual Withdrawal under the benefit reset feature of the ING Joint LifePay Plus rider (see “ING Joint LifePay Plus Reset,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals the Maximum Annual Withdrawal percentage multiplied by the greater of the contract value and the ING Joint LifePay Plus Base, as of the last day of the Growth Phase. The first withdrawal after the effective date of the ING Joint LifePay Plus rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, immediately after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the youngest active spouse on the date the Withdrawal Phase begins, is as follows:

Youngest Active Spouse's Age	Maximum Annual Withdrawal Percentage
0-75*	5%*
76-80	6%
81+	7%

\*If the Withdrawal Phase begins before the quarterly contract anniversary on or after the younger spouse reaches age 65, withdrawals in a contract year up to the Maximum Annual Withdrawal will reduce the ING Joint LifePay Plus Base dollar-for-dollar, under what we refer to as the “Standard Withdrawal Benefit.” Then, on the quarterly contract anniversary on or after the younger spouse reaches age 65, the ING Joint LifePay Plus Base will automatically be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated.

Once determined the Maximum Annual Withdrawal percentage never changes for the contract. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the Contract’s annuity commencement date is reached while you are in the ING LifePay Plus rider’s Lifetime Guaranteed Withdrawal Status, then you may elect a life only annuity option, in lieu of the Contract’s other annuity options, under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal, provided that, if both spouses are active, payments under the life only annuity option will be calculated using the joint life expectancy table for both spouses. If only one spouse is active, payments will be calculated using the single life expectancy table for the active spouse.

Withdrawals in a contract year that do not exceed the Maximum Withdrawal Amount do not reduce the Maximum Withdrawal Amount. However, if withdrawals in any contract year exceed the Maximum Annual Withdrawal (an “excess withdrawal”), the ING Joint LifePay Plus Base and the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that both the ING Joint LifePay Plus Base and the Maximum Annual Withdrawal will be reduced by the same proportion as the excess withdrawal is of the contract value determined after the deduction the amount withdrawn up to the Maximum Annual Withdrawal but before deduction of the excess withdrawal.

When a withdrawal is made, the total withdrawals taken in a contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be considered. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal, and will be included in the pro-rata adjustment to the Maximum Annual Withdrawal. See Illustrations 1 and 2 at the end of this appendix for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the contract to satisfy the Required Minimum Distribution rules of the Tax Code are considered withdrawals for purposes of the ING Joint LifePay Plus rider, and will begin the Withdrawal Phase if the Withdrawal Phase has not already started. Any such withdrawal which exceeds the Maximum Annual Withdrawal for a specific contract year will not be deemed excess withdrawals in that contract year for purposes of the ING Joint LifePay Plus rider, subject to the following:

- 1) If the contract owner’s Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to the contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.

- 2) You may withdraw the Additional Withdrawal Amount from this contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a contract year will count first against the Maximum Annual Withdrawal for that contract year.
- 4) Once the Maximum Annual Withdrawal for the then current contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count first against and reduce any unused Additional Withdrawal Amount for the previous calendar year followed by any Additional Withdrawal Amount for the current contract year.
- 5) Withdrawals that exceed all available Additional Withdrawal Amounts are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of the second calendar year from which it was originally calculated.
- 7) If the contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal Amount necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 at the end of this appendix.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING Joint LifePay Plus Base on a dollar-for-dollar basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Automatic Periodic Benefit Status.** If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Guaranteed Withdrawal Status, the rider will enter Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal, until the remaining ING Joint LifePay Plus Base is exhausted.

When the rider enters Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING Joint LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will continue until the ING Joint LifePay Plus Base is reduced to zero, at which time the rider will terminate without value.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made

monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**Lifetime Automatic Periodic Benefit Status.** If the contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the contract and the ING Joint LifePay Plus rider will terminate due to the pro-rata reduction described in “Determination of the Maximum Annual Withdrawal,” above.

If the contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the ING Joint LifePay Plus rider is in Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay Plus rider will enter Lifetime Automatic Periodic Benefit Status and you are no longer entitled to make withdrawals. Instead, under the ING Joint LifePay Plus rider you will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay Plus rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. The time period for which we will make these payments will depend upon whether one or two spouses are active under the ING Joint LifePay Plus rider at the time this status begins. If both spouses are active under the ING Joint LifePay Plus rider, these payments will cease upon the death of the second spouse, at which time both the ING Joint LifePay Plus rider and the contract will terminate without further value. If only one spouse is active under the ING Joint LifePay Plus rider, the payments will cease upon the death of the active spouse, at which time both the ING Joint LifePay Plus rider and the contract will terminate without value.

If the Maximum Annual Withdrawal exceeds the net withdrawals taken the contract year when the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status (including the withdrawal that results in the contract value decreasing to zero), that difference will be paid immediately to the contract owner. The periodic payments will begin on the last day of the first full contract year following the date the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

You may elect to receive systematic withdrawals pursuant to the terms of the contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the ING Joint LifePay Plus rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-contract year or contract year, as applicable.

**ING Joint LifePay Plus Reset.** Once the Lifetime Guaranteed Withdrawal Status begins and the Maximum Annual Withdrawal has been determined, on each quarterly contract anniversary we will increase (or “reset”) the ING Joint LifePay Plus Base to the current Contract value, if the Contract value is higher. The Maximum Annual Withdrawal will also be recalculated, and the remaining portion of the new Maximum Annual Withdrawal will be available for withdrawal immediately. This reset ONLY occurs when the rider is in Lifetime Guaranteed Withdrawal Status, and is automatic.

We reserve the right to change the charge for this rider with a reset. In this event, you will receive prior notice, of not less than 30 days, which explains the change, its impact to you and your options. You may decline this change (and the reset). However, this action will apply to all future resets and cannot be reversed.

**Investment Option Restrictions.** In order to mitigate the insurance risk inherent in our guarantee to provide you and your spouse with lifetime payments (subject to the terms and restrictions of the ING Joint LifePay Plus rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that 20% of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

While the ING Joint LifePay Plus rider is in effect, there are limits on the portfolios to which your contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such contract value in the Fixed Allocation Funds. See “Fixed Allocation Funds Automatic Rebalancing,” below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
 ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the contract value in the Fixed Allocation Funds is less than 20% of the total contract value allocated to the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Plus Rebalancing Date, we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING Joint LifePay Plus Rebalancing Dates occur on each contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the contract. However, if the other automatic rebalancing under the contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay Plus rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay Plus rider if you do not wish to have your contract value reallocated in this manner.**

**Divorce.** Generally, in the event of a divorce, the spouse who retains ownership of the contract will continue to be entitled to all rights and benefits of the ING Joint LifePay Plus rider, while the ex-spouse will no longer have any such rights or be entitled to any such benefits. In the event of a divorce during Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay Plus rider continues, and terminates upon the death of the owner (first owner in the case of joint owners, or the annuitant in the case of a custodial IRA). Although spousal continuation may be available under the Tax Code for a subsequent spouse, the ING Joint LifePay Plus rider cannot be continued by the new spouse. As the result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal will be considered a withdrawal for purposes of the Maximum Annual Withdrawal amount. In other words, if a withdrawal incident to a divorce exceeds the Maximum Annual Withdrawal amount, it will be considered an excess withdrawal. See “Determination of the Maximum Annual Withdrawal,” above. As noted, in the event of a divorce there is no change to the Maximum Annual Withdrawal and we will continue to deduct charges for the ING Joint LifePay Plus rider.

In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change to the periodic payments made. Payments will continue until both spouses are deceased.

**Death of Owner.** The death of the owner (or in the case of joint owners, the first owner, or for custodial IRAs, the annuitant) may cause the termination of the ING Joint LifePay Plus rider and its charges, depending upon whether one or both spouses are in active status at the time of death, as described below.

- 1) **If both spouses are in active status:** If the surviving spouse elects to continue the contract and becomes the sole owner and annuitant, the ING Joint LifePay Plus rider will remain in effect pursuant to its original terms and ING Joint LifePay Plus coverage and charges will continue. As of the date the contract is continued, the Joint LifePay Plus Base will be reset to the current Contract value, if greater, and the Maximum Annual Withdrawal will be recalculated as the Maximum Annual Withdrawal percentage multiplied by the new Joint LifePay Plus Base on the date the contract is continued. However, under no circumstances will this recalculation result in a reduction to the Maximum Annual Withdrawal.

If the surviving spouse elects not to continue the contract, ING Joint LifePay Plus rider coverage and charges will cease upon the earlier of payment of the death benefit or notice that an alternative distribution option has been chosen.

- 2) **If the surviving spouse is in inactive status:** The ING Joint LifePay Plus rider terminates and ING Joint LifePay Plus coverage and charges cease upon the date of death of the last Active Spouse.

**Change of Owner or Annuitant.** Other than as a result of spousal continuation, you may not change the annuitant. The ING Joint LifePay Plus rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation by an active spouse, as described above;
- 2) change of owner from one custodian to another custodian for the benefit of the same individual;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (in order to avoid the owner's spouse from being designated inactive, the owner's spouse must be named sole beneficiary under the contract);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided that the additional joint owner is the original owner's spouse and is active when added as joint owner;
- 7) for nonqualified contracts, removal of a joint owner, provided the removed joint owner is active and becomes the primary contract beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner if both were active spouses at the time of the change.

**Surrender Charges.** If you elect the ING Joint LifePay Plus rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your contract value is zero, the periodic payments under the ING Joint LifePay Plus rider are not subject to surrender charges, nor will these amounts be subject to any other charges under the contract.

**Federal Tax Considerations.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay Plus rider, see "Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit."

**ING LifePay Plus and ING Joint LifePay Plus Partial Withdrawal Amount Examples.** The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:

**Illustration 1: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal, including surrender and/or MVA charges.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$500 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$300 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$200 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, then there is an adjustment to the Maximum Annual Withdrawal.



Total gross withdrawals during the contract year are \$7,000 ( $\$3,000 + \$500 + \$1,500 + \$300 + \$1,500 + \$200$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal ( $\$7,000 - \$5,000 = \$2,000$ ), and the amount of the current gross withdrawal ( $\$1,500 + 200 = \$1,700$ ).

If the Account Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 3.40% ( $\$1,700 / \$50,000$ ) to \$4,830 ( $((1 - 3.40\%) * \$5,000)$ ).

**Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $((1 - 2.02\%) * \$5,000)$ ).

**Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The Required Minimum Distribution for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceed the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Reset Occurs.**

Assume the Maximum Annual Withdrawal is \$5,000 and the Maximum Annual Withdrawal percentage is 5%.

One year after the first withdrawal is taken, the contract value has increased to \$120,000, and the Reset occurs. The Maximum Annual Withdrawal is now \$6,000 ( $\$120,000 * 5\%$ ).

One year after the Reset, the contract value has increased further to \$130,000. The Reset occurs again, and the Maximum Annual Withdrawal is now \$6,500 ( $\$130,000 * 5\%$ ).

**ING LifePay and ING Joint LifePay**

(Available for Contracts issued through August 20, 2007, subject to state approval.)

**ING LifePay Minimum Guaranteed Withdrawal Benefit (“ING LifePay”) Rider.** The ING LifePay rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of the annuitant, even if these withdrawals deplete your Contract value to zero. You may wish to purchase this rider if you are concerned that you may outlive your income.

**Purchase.** In order to elect the ING LifePay rider, the annuitant must be the owner or one of the owners, unless the owner is a non-natural owner. Joint annuitants are not allowed. The minimum issue age is 50 and the maximum issue age is 80. The issue age is the age of the owner (or the annuitant if there are joint owners or the owner is non-natural) on the Contract anniversary on which the rider is effective. But some broker-dealers may limit the availability of the rider to younger ages. The ING LifePay rider is available for Contracts issued **on and after November 1, 2004** (subject to availability) that do not already have a living benefit rider. The ING LifePay rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. The Company in its discretion may allow the rider to be elected during the 30-day period preceding a Contract anniversary. Such election must be received in good order, including compliance with the investment restrictions described below. The rider will be effective as of that Contract anniversary.

**Rider Date.** The rider date is the date the ING LifePay rider becomes effective. If you purchase the ING LifePay rider when the Contract is issued, the rider date is also the Contract date.

**Charge.** The charge for the ING LifePay rider, a living benefit, is deducted quarterly and is a percentage of contract value:

Maximum Annual Charge	Current Annual Charge
1.20%	0.50%

We deduct the quarterly charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the charges will still be deducted on quarterly contract anniversaries, but the first charge will be pro-rated based on what is owed at the time the rider is added through the contract quarter end. Similarly, the charge is pro-rated based on what is owed at the time the rider is terminated. Charges are deducted during the period starting on the rider date and up to your rider’s Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The charge may be subject to change if you elect the reset option after your first five contract years, but subject to the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING LifePay rider, you may not cancel it unless you cancel the Contract during the Contract’s free look period, surrender, annuitize or otherwise terminate the Contract. These events automatically cancel the ING LifePay rider.

**Termination.** The ING LifePay rider is a “living benefit” which means the guaranteed benefits offered are intended to be available to you while you are living and while your Contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) annuitize, surrender or otherwise terminate your Contract during the accumulation phase; or
- 2) die during the accumulation phase (first owner to die if there are multiple Contract owners, or death of annuitant if Contract owner is not a natural person), unless your spouse beneficiary elects to continue the Contract.

The ING LifePay rider will also terminate if there is a change in Contract ownership (other than a spousal beneficiary continuation on your death). Other circumstances that may cause the ING LifePay rider to terminate automatically are discussed below.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date the rider is issued (the “effective date of the rider”) and continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the Contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 3) reduction of the Contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal;
- 4) the surrender or annuitization of the Contract; or
- 5) the death of the owner, or first owner, in the case of joint owners, unless your spouse beneficiary elects to continue the Contract.

As described below, certain features of the ING LifePay rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING LifePay Rider Works.** The ING LifePay Withdrawal Benefit rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date of the first withdrawal or the annuity commencement date, whichever occurs first.

Benefits paid under the ING LifePay rider require the calculation of the Maximum Annual Withdrawal. The ING LifePay Base (referred to as the “MGWB Base” in the Contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows.

- 1) If you purchased the ING LifePay rider on the Contract date, the initial ING LifePay Base is equal to the initial premium.
- 2) If you purchased the ING LifePay rider after the Contract date, the initial ING LifePay Base is equal to the Contract value on the effective date of the rider.

The initial ING LifePay Base is increased dollar-for-dollar by any premiums received during the Growth Phase (“eligible premiums”). The ING LifePay Base is also increased to equal the Contract value if the Contract value is greater than the current ING LifePay Base, on each Contract quarterly anniversary after the effective date of the rider and during the Growth Phase. The ING LifePay Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING LifePay Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the Contract value used to determine the reset Maximum Annual Withdrawal if you choose to reset the ING LifePay rider (see “ING LifePay Reset Option,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals a percentage of the greater of 1) the Contract value and 2) the ING LifePay Base as of the last day of the Growth Phase. The first withdrawal after the effective date of the rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the annuitant on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
50-59	4%
60-75	5%
76-80	6%
81+	7%

Once determined, the Maximum Annual Withdrawal percentage never changes for the Contract, except as provided for under spousal continuation. See “Continuation After Death – Spouse,” below. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the rider is in the Growth Phase, and the annuity commencement date is reached, the rider will enter the Withdrawal Phase and will be annuitized. In lieu of the annuity options under the Contract, you may elect a life only annuity option under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal.

If withdrawals in any Contract year exceed the Maximum Annual Withdrawal, the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that the Maximum Annual Withdrawal will be reduced by the same proportion as the withdrawal in excess of the Maximum Annual Withdrawal (the “excess withdrawal”) is of the Contract value determined:

- 1) before the withdrawal, for the excess withdrawal; and
- 2) after the withdrawal, for the amount withdrawn up to the Maximum Annual Withdrawal (without regard to the excess withdrawal).

When a withdrawal is made, the total withdrawals taken in a Contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be applied to the withdrawal. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, any surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal. See Illustrations 1 and 2 below for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the Contract to satisfy the Required Minimum Distribution rules of the Tax Code that exceed the Maximum Annual Withdrawal for a specific Contract year, will not be deemed excess withdrawals in that Contract year for purposes of the ING LifePay rider, subject to the following rules:

- 1) If your Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to this Contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.
- 2) You may withdraw the Additional Withdrawal Amount from this Contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a Contract year will count first against the Maximum Annual Withdrawal for that Contract year.
- 4) Once the Maximum Annual Withdrawal for the then current Contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count against and reduce any Additional Withdrawal Amount.
- 5) Withdrawals that exceed the Additional Withdrawal Amount are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of each calendar year, and remains at zero until it is reset in January of the following calendar year, even if, pursuant to the Tax Code, the contract owner may take a Required Minimum Distribution for that calendar year after the end of the calendar year.
- 7) If the Contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 below.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the Contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING LifePay Base on a pro-rata basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Lifetime Automatic Periodic Benefit Status.** If the Contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the Contract and the rider will terminate due to the pro-rata reduction described in "Determination of the Maximum Annual Withdrawal," above.

If the Contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the rider is in Lifetime Guaranteed Withdrawal Status, the rider will enter Lifetime Automatic Periodic Benefit Status and you are entitled to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the Contract will provide no further benefits other than as provided under the ING LifePay rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the Contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. These payments will cease upon the death of the annuitant at which time both the rider and the Contract will terminate. The rider will remain in Lifetime Automatic Periodic Benefit Status until it terminates without value upon the annuitant's death.

The periodic payments will begin on the last day of the first full Contract year following the date the rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter. If, at the time the rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the Contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each Contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-Contract year or Contract year, as applicable.

**ING LifePay Reset Option.** Beginning one year after the Withdrawal Phase begins, you may choose to reset the Maximum Annual Withdrawal, if the Maximum Annual Withdrawal Percentage of the Contract value would be greater than your current Maximum Annual Withdrawal. You must elect to reset by a request in a form satisfactory to us. On the date the request is received (the "Reset Effective Date"), the Maximum Annual Withdrawal will increase to be equal to the Maximum Annual Withdrawal Percentage of the Contract value on the Reset Effective Date. The reset option is only available when the rider is in Lifetime Guaranteed Withdrawal Status.

After exercising the reset option, you must wait one year before electing to reset again. We will not accept a request to reset if the new Maximum Annual Withdrawal on the date the request is received would be less than your current Maximum Annual Withdrawal.

If the reset option is exercised, the charge for the ING LifePay rider will be equal to the charge then in effect for a newly purchased rider but will not exceed the maximum annual charge of 1.20%. However, we guarantee that the rider charge will not increase for resets exercised within the first five contract years. See Illustration 4 below.

**Investment Option Restrictions.** While the ING LifePay rider is in effect, there are limits on the portfolios to which your Contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such Contract value in the Fixed Allocation Funds. See "Fixed Allocation Funds Automatic Rebalancing," below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	

If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to Contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

If the rider is not continued under the spousal continuation right when available, the Fixed Allocation Fund will be reclassified as a Special Fund as of the Contract continuation date if it would otherwise be designated as a Special Fund for purposes of the Contract's death benefits. For purposes of calculating any applicable death benefit guaranteed under the Contract, any allocation of Contract value to the Fixed Allocation Funds will be considered a Covered Fund allocation while the rider is in effect.

**Other Funds.** All portfolios available under the Contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the Contract value in the Fixed Allocation Funds is less than 20% of the total Contract value allocated to the Fixed Allocation Funds and Other Funds on any ING LifePay Rebalancing Date, we will automatically rebalance the Contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING LifePay Rebalancing Dates occur on each Contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you;
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the Contract. However, if the other automatic rebalancing under the Contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing."

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See "Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I." **By electing to purchase the ING LifePay rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING LifePay rider if you do not wish to have your Contract value reallocated in this manner.**

**Death of Owner or Annuitant.** The ING LifePay rider and charges terminate on the earlier of:

- 1) if the rider is in Lifetime Guaranteed Withdrawal status, the date of receipt of due proof of death ("claim date") of the owner (or in the case of joint owners, the first owner) or the annuitant if there is a non-natural owner; or
- 2) the date the rider enters Lifetime Automatic Periodic Benefit status.



**Continuation After Death – Spouse.** If the surviving spouse of the deceased owner continues the Contract (see “Death Benefit Choices – Continuation After Death – Spouse”), the rider will also continue, provided the following conditions are met:

- 1) The spouse is at least 50 years old on the date the Contract is continued; and
- 2) The spouse becomes the annuitant and sole owner.

If the rider is in the Growth Phase at the time of spousal continuation:

- 1) The rider will continue in the Growth Phase;
- 2) On the date the rider is continued, the ING LifePay Base will be reset to equal the greater of the ING LifePay Base and the then current Contract value;
- 3) The ING LifePay charges will restart and be the same as were in effect prior to the claim date; and
- 4) The Maximum Annual Withdrawal percentage will be determined as of the date of the first withdrawal, whenever it occurs, and will be based on the spouse’s age on that date.

If the rider is in the Withdrawal Phase at the time of spousal continuation:

- 1) The rider will continue in the Withdrawal Phase.
- 2) On the Contract anniversary following the date the rider is continued:
  - (a) If the surviving spouse was not the annuitant before the owner’s death, the Maximum Annual Withdrawal is recalculated by multiplying the Contract value on that Contract anniversary by the Maximum Annual Withdrawal percentage based on the surviving spouse’s age on that Contract anniversary, and the Maximum Annual Withdrawal is considered to be zero from the claim date to that Contract anniversary. Withdrawals are permitted pursuant to the other provisions of the Contract. Withdrawals causing the Contract value to fall to zero will terminate the Contract and the rider.
  - (b) If the surviving spouse was the annuitant before the owner’s death, the Maximum Annual Withdrawal is recalculated as the greater of the Maximum Annual Withdrawal on the claim date (adjusted for excess withdrawals thereafter) and the Maximum Annual Withdrawal resulting from multiplying the Contract value on that Contract anniversary by the Maximum Annual Withdrawal percentage. The Maximum Annual Withdrawal does not go to zero on the claim date and withdrawals may continue under the rider provisions.
- 3) The rider charges will restart on the Contract anniversary following the date the rider is continued and will be the same as were in effect prior to the claim date.

**Effect of ING LifePay Rider on Death Benefit.** If you die before Lifetime Automatic Periodic Benefit Status begins under the ING LifePay rider, the death benefit is payable, but the rider terminates. However, if the beneficiary is the owner’s spouse, and the spouse elects to continue the Contract, the death benefit is not payable until the spouse’s death. **Thus, you should not purchase this rider with multiple owners, unless the owners are spouses.** See “Death of Owner or Annuitant” and “Continuation After Death – Spouse” above for further information.

While in Lifetime Automatic Periodic Benefit Status, if the owner who is not the annuitant dies, we will continue to pay the periodic payments that the owner was receiving under the ING LifePay rider to the annuitant. While in Lifetime Automatic Periodic Benefit Status, if an owner who is also the annuitant dies, the periodic payments will stop. No other death benefit is payable.

**Change of Owner or Annuitant.** Other than as provided above under “Continuation After Death- Spouse,” you may not change the annuitant. The rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation as described above;
- 2) change of owner from one custodian to another custodian;
- 3) change of owner from a custodian for the benefit of an individual to the same individual;
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) change in trust as owner where the individual owner and the grantor of the trust are the same individual;
- 7) change of owner from an individual to a trust where the individual owner and the grantor of the trust are the same individual; and
- 8) change of owner from a trust to an individual where the individual owner and the grantor of the trust are the same individual.

**Surrender Charges.** If you elect the ING LifePay rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your Contract value is zero, the periodic payments under the ING LifePay rider are not subject to surrender charges.

**Loans.** The portion of any Contract value used to pay off an outstanding loan balance will reduce the ING LifePay Base or Maximum Annual Withdrawal as applicable. We do not recommend the ING LifePay rider if loans are contemplated.

**Taxation.** For more information about the tax treatment of amounts paid to you under the ING LifePay Rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

**ING Joint LifePay Minimum Guaranteed Withdrawal Benefit (“ING Joint LifePay”) Rider.** The ING Joint LifePay rider generally provides, subject to the restrictions and limitations below, that we will guarantee a minimum level of annual withdrawals from the Contract for the lifetime of both you and your spouse, even if these withdrawals deplete your contract value to zero. You may wish to purchase this rider if you are married and are concerned that you and your spouse may outlive your income.

**Purchase.** The ING Joint LifePay rider is only available for purchase by individuals who are married at the time of purchase and eligible to elect spousal continuation (as defined by the Tax Code) when the death benefit becomes payable. We refer to these individuals as spouses. Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay rider. See “Ownership, Annuitant, and Beneficiary Requirements,” below.

The minimum issue age is 55 and the maximum issue age is 80. Both spouses must meet these issue age requirements on the contract anniversary on which the ING Joint LifePay rider is effective. Some broker dealers may limit the maximum issue age to ages younger than age 80, but in no event lower than age 55. We reserve the right to change the minimum or maximum issue ages on a nondiscriminatory basis. The ING Joint LifePay rider is available for Contracts issued **on and after November 1, 2004** (subject to availability) that do not already have a living benefit rider. The ING Joint LifePay rider will not be issued if the initial allocation to investment options is not in accordance with the investment option restrictions described in “Investment Option Restrictions,” below. For Contracts with the ING LifePay rider, you may elect the ING Joint LifePay rider in place of the ING LifePay rider for a limited time. For more information, please contact our Customer Service Center. The Company in its discretion may allow the ING Joint LifePay rider to be elected during the 30-day period preceding a contract

anniversary. Such election must be received in good order, including owner, annuitant, and beneficiary designations and compliance with the investment restrictions described below. The ING Joint LifePay rider will be effective as of that contract anniversary.

**Ownership, Annuitant, and Beneficiary Designation Requirements.** Certain ownership, annuitant, and beneficiary designations are required in order to purchase the ING Joint LifePay rider. These designations depend upon whether the contract is issued as a nonqualified contract, an IRA or a custodial IRA. In all cases, the ownership, annuitant, and beneficiary designations must allow for the surviving spouse to continue the contract when the death benefit becomes payable, as provided by the Tax Code. Non-natural, custodial owners are only allowed with IRAs (“custodial IRAs”). Joint annuitants are not allowed. The necessary ownership, annuitant, and/or beneficiary designations are described below. Applications that do not meet the requirements below will be rejected. We reserve the right to verify the date of birth and social security number of both spouses.

**Nonqualified Contracts.** For a jointly owned contract, the owners must be spouses, and the annuitant must be one of the owners. For a contract with only one owner, the owner’s spouse must be the sole primary beneficiary, and the annuitant must be one of the spouses.

**IRAs.** There may only be one owner, who must also be the annuitant. The owner’s spouse must be the sole primary beneficiary.

**Custodial IRAs.** While we do not maintain individual owner and beneficiary designations for IRAs held by an outside custodian, the ownership and beneficiary designations with the custodian must comply with the requirements listed in “IRAs,” above. The annuitant must be the same as the beneficial owner of the custodial IRA. We require the custodian to provide us the name and date of birth of both the owner and the owner’s spouse.

**Rider Date.** The ING Joint LifePay rider date is the date the ING Joint LifePay rider becomes effective. If you purchase the ING Joint LifePay rider when the contract is issued, the ING Joint LifePay rider date is also the contract date.

**Charge.** The charge for the ING Joint LifePay rider, a living benefit, is deducted quarterly, and is a percentage of contract value:

Maximum Annual Charge	Current Annual Charge
1.50%	0.75%

We deduct the quarterly charge in arrears based on the contract date (contract year versus calendar year). In arrears means the first charge is deducted at the end of the first quarter from the contract date. If the rider is added after contract issue, the charges will still be deducted on quarterly contract anniversaries, but the first charge will be pro-rated based on what is owed at the time the rider is added through the contract quarter end. Similarly, the charge is pro-rated when the rider is terminated. Charges are deducted during the period starting on the rider date and up to your rider’s Lifetime Automatic Periodic Benefit Status. Lifetime Automatic Periodic Benefit Status occurs if your contract value is reduced to zero and other conditions are met. The charge may be subject to change if you elect the reset option after your first five contract years, but subject to the maximum annual charge.

If the contract value in the subaccounts is insufficient for the charge, then we deduct it from any Fixed Interest Allocations, in which case a Market Value Adjustment may apply. But currently, a Market Value Adjustment would not apply when this charge is deducted from a Fixed Interest Allocation. With Fixed Interest Allocations, we deduct the charge from the Fixed Interest Allocation having the nearest maturity. For more information about the Fixed Interest Allocation, including the Market Value Adjustment, please see Appendix C. We reserve the right to change the charge for this rider, subject to the maximum annual charge. If changed, the new charge will only apply to riders issued after the change.

**No Cancellation.** Once you purchase the ING Joint LifePay rider, you may not cancel it unless you cancel the contract during the contract's free look period (or otherwise cancel the contract pursuant to its terms), surrender or annuitize in lieu of payments under the ING Joint LifePay rider. These events automatically cancel the ING Joint LifePay rider.

**Termination.** The ING Joint LifePay rider is a "living benefit" which means the guaranteed benefits offered are intended to be available to you and your spouse while you are living and while your contract is in the accumulation phase. The optional rider automatically terminates if you:

- 1) terminate your contract pursuant to its terms during the accumulation phase, surrender, or begin receiving annuity payments in lieu of payments under the ING Joint LifePay rider;
- 2) die during the accumulation phase (first owner to die in the case of joint owners, or death of annuitant if the contract is a custodial IRA), unless your spouse elects to continue the contract (and your spouse is active for purposes of the ING Joint LifePay rider); or
- 3) change the owner of the contract (other than a spousal continuation by an active spouse).

See "Change of Owner or Annuitant," below. Other circumstances that may cause the ING Joint LifePay rider to terminate automatically are discussed below.

**Active Status.** Once the ING Joint LifePay rider has been issued, a spouse must remain in "active" status in order to exercise rights and receive the benefits of the ING Joint LifePay rider after the first spouse's death by electing spousal continuation. In general, changes to the ownership, annuitant, and/or beneficiary designation requirements noted above will result in one spouse being designated as "inactive." Inactive spouses are not eligible to continue the benefits of the ING Joint LifePay rider after the death of the other spouse. Once designated "inactive," a spouse may not regain active status under the ING Joint LifePay rider. Specific situations that will result in a spouse's designation as "inactive" include the following:

- 1) For nonqualified contracts where the spouses are joint owners, the removal of a joint owner (if that spouse does not automatically become sole primary beneficiary pursuant to the terms of the contract), or the change of one joint owner to a person other than an active spouse.
- 2) For nonqualified contracts where one spouse is the owner and the other spouse is the sole primary beneficiary, as well as for IRA contracts (including custodial IRAs), the addition of a joint owner who is not also an active spouse or any change of beneficiary (including the addition of primary beneficiaries).
- 3) In the event of the death of one spouse (in which case the deceased spouse becomes inactive).

An owner may also request that one spouse be treated as inactive. In the case of joint-owned contracts, both contract owners must agree to such a request. An inactive spouse is not eligible to exercise any rights or receive any benefits under the ING Joint LifePay rider. **However, all charges for the ING Joint LifePay rider will continue to apply, even if one spouse becomes inactive, regardless of the reason. You should make sure you understand the impact of beneficiary and owner changes on the ING Joint LifePay rider prior to requesting any such changes.**

A divorce will terminate the ability of an ex-spouse to continue the contract. See "Divorce," below.

**Lifetime Guaranteed Withdrawal Status.** This status begins on the date the ING Joint LifePay rider is issued (the "effective date of the ING Joint LifePay rider") and continues until the earliest of:

- 1) the annuity commencement date;
- 2) reduction of the contract value to zero by a withdrawal in excess of the Maximum Annual Withdrawal;

- 3) reduction of the contract value to zero by a withdrawal less than or equal to the Maximum Annual Withdrawal (see “Lifetime Automatic Periodic Benefit Status,” below);
- 4) the surrender of the contract; or
- 5) the death of the owner (first owner, in the case of joint owners, or the annuitant, in the case of a custodial IRA), unless your active spouse beneficiary elects to continue the contract.

As described below, certain features of the ING Joint LifePay rider may differ depending upon whether you are in Lifetime Guaranteed Withdrawal Status.

**How the ING Joint LifePay Rider Works.** The ING Joint LifePay rider has two phases. The first phase, called the Growth Phase, begins on the effective date of the ING Joint LifePay rider and ends as of the business day before the first withdrawal is taken (or when the annuity commencement date is reached). The second phase is called the Withdrawal Phase. This phase begins as of the date you take the first withdrawal of any kind under the contract (other than investment advisory fees, as described below), or the annuity commencement date, whichever occurs first. During the accumulation phase of the contract, the ING Joint LifePay rider may be in either the Growth Phase or the Withdrawal Phase. During the income phase of the contract, the ING Joint LifePay rider may only be in the Withdrawal Phase. The ING Joint LifePay rider is initially in Lifetime Guaranteed Withdrawal Status. While in this status you may terminate the ING Joint LifePay rider by electing to enter the income phase and begin receiving annuity payments. However, if you have not elected to begin receiving annuity payments, and the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status because the contract value has been reduced to zero, the ING Joint LifePay rider and contract terminate (other than those provisions regarding the payment of the Maximum Annual Withdrawal, as described below) and you can no longer elect to receive annuity payments.

Benefits paid under the ING Joint LifePay rider require the calculation of the Maximum Annual Withdrawal. The ING Joint LifePay Base (referred to as the “MGWB Base” in the contract) is used to determine the Maximum Annual Withdrawal and is calculated as follows:

- 1) If you purchased the ING Joint LifePay rider on the contract date, the initial ING Joint LifePay Base is equal to the initial premium.
- 2) If you purchased the ING Joint LifePay rider after the contract date, the initial ING Joint LifePay Base is equal to the contract value on the effective date of the ING Joint LifePay rider.
- 3) The initial ING Joint LifePay Base is increased dollar-for-dollar by any premiums received during the Growth Phase (“eligible premiums”). The ING Joint LifePay Base is also increased to equal the contract value if the contract value is greater than the current ING Joint LifePay Base, valued on each quarterly contract anniversary after the effective date of the ING Joint LifePay rider during the Growth Phase. The ING Joint LifePay Base has no additional impact on the calculation of annuity payments or withdrawal benefits.

Currently, any additional premiums paid during the Withdrawal Phase are not eligible premiums for purposes of determining the ING Joint LifePay Base or the Maximum Annual Withdrawal; however, we reserve the right to treat such premiums as eligible premiums at our discretion, in a nondiscriminatory manner. Premiums received during the Withdrawal Phase do increase the contract value used to determine the reset Maximum Annual Withdrawal if you choose to reset the ING Joint LifePay rider (see “ING Joint LifePay Reset Option,” below). We reserve the right to discontinue allowing premium payments during the Withdrawal Phase.

**Determination of the Maximum Annual Withdrawal.** The Maximum Annual Withdrawal is determined on the date the Withdrawal Phase begins. It equals the Maximum Annual Withdrawal percentage multiplied by the greater of the contract value and the ING Joint LifePay Base, as of the last day of the Growth Phase. The first withdrawal after the effective date of the ING Joint LifePay rider (which causes the end of the Growth Phase) is treated as occurring on the first day of the Withdrawal Phase, immediately after calculation of the Maximum Annual Withdrawal. The Maximum Annual Withdrawal percentage, which varies by age of the youngest active spouse on the date the Withdrawal Phase begins, is as follows:

Annuitant Age	Maximum Annual Withdrawal Percentage
55-64	4%
65-75	5%
76-80	6%
81+	7%

Once determined the Maximum Annual Withdrawal percentage never changes for the contract. This is important to keep in mind in deciding when to take your first withdrawal because the younger you are at that time, the lower the Maximum Annual Withdrawal percentage.

If the ING Joint LifePay rider is in the Growth Phase, and the annuity commencement date is reached, the ING Joint LifePay rider will enter the Withdrawal Phase and annuity payments will begin. In lieu of the annuity options under the Contract, you may elect a life only annuity option under which we will pay the greater of the annuity payout under the Contract and equal annual payments of the Maximum Annual Withdrawal, provided that, if both spouses are active, payments under the life only annuity option will be calculated using the joint life expectancy table for both spouses. If only one spouse is active, payments will be calculated using the single life expectancy table for the active spouse.

Withdrawals in a contract year that do not exceed the Maximum Withdrawal Amount do not reduce the Maximum Withdrawal Amount. However, if withdrawals in any contract year exceed the Maximum Annual Withdrawal (an “excess withdrawal”), the Maximum Annual Withdrawal will be reduced on a pro-rata basis. This means that the Maximum Annual Withdrawal will be reduced by the same proportion as the excess withdrawal is of the contract value determined after the deduction the amount withdrawn up to the Maximum Annual Withdrawal but before deduction of the excess withdrawal.

When a withdrawal is made, the total withdrawals taken in a contract year are compared with the current Maximum Annual Withdrawal. To the extent that the withdrawal taken causes the total withdrawals in that year to exceed the current Maximum Annual Withdrawal, that withdrawal is considered excess. For purposes of determining whether the Maximum Annual Withdrawal has been exceeded, any applicable Market Value Adjustment or surrender charges will not be considered. However, for purposes of determining the Maximum Annual Withdrawal reduction after an excess withdrawal, surrender charges and/or Market Value Adjustment are considered to be part of the withdrawal, and will be included in the pro-rata adjustment to the Maximum Annual Withdrawal. See Illustrations 1 and 2 below for examples of this concept.

**Required Minimum Distributions.** Withdrawals taken from the contract to satisfy the Required Minimum Distribution rules of the Tax Code are considered withdrawals for purposes of the ING Joint LifePay rider, and will begin the Withdrawal Phase if the Withdrawal Phase has not already started. Any such withdrawal which exceeds the Maximum Annual Withdrawal for a specific contract year, will not be deemed excess withdrawals in that contract year for purposes of the ING Joint LifePay rider, subject to the following:

- 1) If the contract owner’s Required Minimum Distribution for a calendar year (determined on a date on or before January 31 of that year), applicable to the contract, is greater than the Maximum Annual Withdrawal on that date, an Additional Withdrawal Amount will be set equal to that portion of the Required Minimum Distribution that exceeds the Maximum Annual Withdrawal.
- 2) You may withdraw the Additional Withdrawal Amount from this contract without it being deemed an excess withdrawal.
- 3) Any withdrawals taken in a contract year will count first against the Maximum Annual Withdrawal for that contract year.

- 4) Once the Maximum Annual Withdrawal for the then current contract year has been taken, additional amounts withdrawn in excess of the Maximum Annual Withdrawal will count against and reduce any Additional Withdrawal Amount.
- 5) Withdrawals that exceed the Additional Withdrawal Amount are excess withdrawals and will reduce the Maximum Annual Withdrawal on a pro-rata basis, as described above.
- 6) The Additional Withdrawal Amount is reset to zero at the end of each calendar year, and remains at zero until it is reset in January of the following calendar year, even if, pursuant to the Tax Code, the contract owner may take a Required Minimum Distribution for that calendar year after the end of the calendar year.
- 7) If the contract is still in the Growth Phase on the date the Additional Withdrawal Amount is determined, but enters the Withdrawal Phase later during that calendar year, the Additional Withdrawal Amount will be equal to the amount in excess of the Maximum Annual Withdrawal Amount necessary to satisfy the Required Minimum Distribution for that year (if any).

See Illustration 3 below.

**Investment Advisory Fees.** Withdrawals taken pursuant to a program established by the owner for the payment of investment advisory fees to a named third party investment adviser for advice on management of the contract's values will not cause the Withdrawal Phase to begin. During the Growth Phase, such withdrawals reduce the ING Joint LifePay Base on a pro-rata basis, and during the Withdrawal Phase, these withdrawals are treated as any other withdrawal.

**Lifetime Automatic Periodic Benefit Status.** If the contract value is reduced to zero by a withdrawal in excess of the Maximum Annual Withdrawal, the contract and the ING Joint LifePay rider will terminate due to the pro-rata reduction described in "Determination of the Maximum Annual Withdrawal," above.

If the contract value is reduced to zero for a reason other than a withdrawal in excess of the Maximum Annual Withdrawal while the ING Joint LifePay rider is in Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay rider will enter Lifetime Automatic Periodic Benefit Status and you are no longer entitled to make withdrawals. Instead, under the ING Joint LifePay rider you will begin to receive periodic payments in an annual amount equal to the Maximum Annual Withdrawal.

When the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status:

- 1) the contract will provide no further benefits (including death benefits) other than as provided under the ING Joint LifePay rider;
- 2) no further premium payments will be accepted; and
- 3) any other riders attached to the contract will terminate, unless otherwise specified in that rider.

During Lifetime Automatic Periodic Benefit Status, we will pay you periodic payments in an annual amount that is equal to the Maximum Annual Withdrawal. The time period for which we will make these payments will depend upon whether one or two spouses are active under the ING Joint LifePay rider at the time this status begins. If both spouses are active under the ING Joint LifePay rider, these payments will cease upon the death of the second spouse, at which time both the ING Joint LifePay rider and the contract will terminate without further value. If only one spouse is active under the ING Joint LifePay rider, the payments will cease upon the death of the active spouse, at which time both the ING Joint LifePay rider and the contract will terminate without value.

If the Maximum Annual Withdrawal exceeds the net withdrawals taken the contract year when the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status (including the withdrawal that results in the contract value decreasing to zero), that difference will be paid immediately to the contract owner. The periodic

payments will begin on the last day of the first full contract year following the date the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status and will continue to be paid annually thereafter.

You may elect to receive systematic withdrawals pursuant to the terms of the contract. Under a systematic withdrawal, either a fixed amount or an amount based upon a percentage of the contract value will be withdrawn from your contract and paid to you on a scheduled basis, either monthly, quarterly or annually. If, at the time the ING Joint LifePay rider enters Lifetime Automatic Periodic Benefit Status, you are receiving systematic withdrawals under the contract more frequently than annually, the periodic payments will be made at the same frequency in equal amounts such that the sum of the payments in each contract year will equal the annual Maximum Annual Withdrawal. Such payments will be made on the same payment dates as previously set up, if the payments were being made monthly or quarterly. If the payments were being made semi-annually or annually, the payments will be made at the end of the half-contract year or contract year, as applicable.

**ING Joint LifePay Reset Option.** Beginning one year after the Withdrawal Phase begins, you may choose to reset the Maximum Annual Withdrawal, if the Maximum Annual Withdrawal percentage multiplied by the contract value would be greater than your current Maximum Annual Withdrawal. You must elect to reset by a request in a form satisfactory to us. On the date the request is received (the “Reset Effective Date”), the Maximum Annual Withdrawal will increase to be equal to the Maximum Annual Withdrawal percentage multiplied by the contract value on the Reset Effective Date. The reset option is only available when the ING Joint LifePay rider is in Lifetime Guaranteed Withdrawal Status. We reserve the right to limit resets to the contract anniversary.

After exercising the reset option, you must wait one year before electing to reset again. We will not accept a request to reset if the new Maximum Annual Withdrawal on the date the request is received would be less than your current Maximum Annual Withdrawal.

If the reset option is exercised, the charge for the ING Joint LifePay rider will be equal to the charge then in effect for a newly purchased rider but will not exceed the maximum annual charge of 1.50%. However, we guarantee that the ING Joint LifePay rider charge will not increase for resets exercised within the first five contract years. See Illustration 4 below.

**Investment Option Restrictions.** In order to mitigate the insurance risk inherent in our guarantee to provide you and your spouse with lifetime payments (subject to the terms and restrictions of the ING Joint LifePay rider), we require that your contract value be allocated in accordance with certain limitations. In general, to the extent that you choose not to invest in the Accepted Funds, we require that 20% of the amount not so invested be invested in the Fixed Allocation Funds. We will require this allocation regardless of your investment instructions to the contract, as described below.

While the ING Joint LifePay rider is in effect, there are limits on the portfolios to which your contract value may be allocated. Contract value allocated to portfolios other than Accepted Funds will be rebalanced so as to maintain at least 20% of such contract value in the Fixed Allocation Funds. See “Fixed Allocation Funds Automatic Rebalancing,” below.

**Accepted Funds.** Currently, the Accepted Funds are:

BlackRock Global Allocation V.I. Fund	ING Retirement Conservative Portfolio
ING American Funds Asset Allocation Portfolio	ING Retirement Growth Portfolio
ING American Funds World Allocation Portfolio	ING Retirement Moderate Growth Portfolio
ING Invesco Van Kampen Equity and Income Portfolio	ING Retirement Moderate Portfolio
ING Liquid Assets Portfolio	ING T. Rowe Price Capital Appreciation Portfolio
ING MFS Total Return Portfolio	Fixed Interest Allocation
ING Oppenheimer Active Allocation Portfolio	



If this rider was purchased before January 12, 2009, the following are additional Accepted Funds:

ING Franklin Templeton Founding Strategy Portfolio  
ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio

We may change these designations at any time upon 30 days notice to you. If a change is made, the change will apply to contract value allocated to such portfolios after the date of the change.

**Fixed Allocation Funds.** Currently, the Fixed Allocation Funds are:

ING American Funds Bond Portfolio	ING PIMCO Total Return Bond Portfolio
ING BlackRock Inflation Protected Bond Portfolio	ING Intermediate Bond Portfolio
ING U.S. Bond Index Portfolio	

You may allocate contract value to one or more of the Fixed Allocation Funds. We consider the ING Intermediate Bond Portfolio to be the default Fixed Allocation Fund with Fixed Allocation Funds Automatic Rebalancing.

**Other Funds.** All portfolios available under the contract other than Accepted Funds or the Fixed Allocation Funds are considered Other Funds.

**Fixed Allocation Funds Automatic Rebalancing.** If the contract value in the Fixed Allocation Funds is less than 20% of the total contract value allocated to the Fixed Allocation Funds and Other Funds on any ING Joint LifePay Rebalancing Date, we will automatically rebalance the contract value allocated to the Fixed Allocation Funds and Other Funds so that 20% of this amount is allocated to the Fixed Allocation Funds. Accepted Funds are excluded from Fixed Allocation Funds Automatic Rebalancing. Any rebalancing is done on a pro-rata basis among the Other Funds and will be the last transaction processed on that date. The ING Joint LifePay Rebalancing Dates occur on each contract anniversary and after the following transactions:

- 1) receipt of additional premiums;
- 2) transfer or reallocation among the Fixed Allocation Funds or Other Funds, whether automatic or specifically directed by you; and
- 3) withdrawals from the Fixed Allocation Funds or Other Funds.

Fixed Allocation Funds Automatic Rebalancing is separate from any other automatic rebalancing under the contract. However, if the other automatic rebalancing under the contract causes the allocations to be out of compliance with the investment option restrictions noted above, Fixed Allocation Funds Automatic Rebalancing will occur immediately after the automatic rebalancing to restore the required allocations. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing.”

In certain circumstances, Fixed Allocation Funds Automatic Rebalancing may result in a reallocation into the Fixed Allocation Funds even if you have not previously been invested in them. See “Appendix I – Examples of Fixed Allocation Funds Automatic Rebalancing, Example I.” **By electing to purchase the ING Joint LifePay rider, you are providing the Company with direction and authorization to process these transactions, including reallocations into the Fixed Allocation Funds. You should not purchase the ING Joint LifePay rider if you do not wish to have your contract value reallocated in this manner.**

**Divorce.** Generally, in the event of a divorce, the spouse who retains ownership of the contract will continue to be entitled to all rights and benefits of the ING Joint LifePay rider, while the ex-spouse will no longer have any such rights or be entitled to any such benefits. In the event of a divorce during Lifetime Guaranteed Withdrawal Status, the ING Joint LifePay rider continues, and terminates upon the death of the owner (first owner in the case of joint owners, or the annuitant in the case of a custodial IRA). Although spousal continuation may be available under the

Tax Code for a subsequent spouse, the ING Joint LifePay rider cannot be continued by the new spouse. As the result of the divorce, we may be required to withdraw assets for the benefit of an ex-spouse. Any such withdrawal will be considered a withdrawal for purposes of the Maximum Annual Withdrawal amount. In other words, if a withdrawal incident to a divorce exceeds the Maximum Annual Withdrawal amount, it will be considered an excess withdrawal. See “Determination of the Maximum Annual Withdrawal,” above. As noted, in the event of a divorce there is no change to the Maximum Annual Withdrawal and we will continue to deduct charges for the ING Joint LifePay rider.

In the event of a divorce during Lifetime Automatic Periodic Benefit Status, there will be no change to the periodic payments made. Payments will continue until both spouses are deceased.

**Death of Owner.** The death of the owner (or in the case of joint owners, the first owner, or for custodial IRAs, the annuitant) during Lifetime Guaranteed Withdrawal Status may cause the termination of the ING Joint LifePay rider and its charges, depending upon whether one or both spouses are in active status at the time of death, as described below.

- 1) **If both spouses are in active status:** If the surviving spouse elects to continue the contract and becomes the sole owner and annuitant, the ING Joint LifePay rider will remain in effect pursuant to its original terms and ING Joint LifePay coverage and charges will continue. As of the date the contract is continued, the Maximum Annual Withdrawal will be set to the greater of the existing Maximum Annual Withdrawal or the Maximum Annual Withdrawal percentage multiplied by the contract value on the date the contract is continued. Such a reset will not count as an exercise of the ING Joint LifePay Reset Option, and rider charges will not increase.

If the surviving spouse elects not to continue the contract, ING Joint LifePay rider coverage and charges will cease upon the earlier of payment of the death benefit or notice that an alternative distribution option has been chosen.

- 2) **If the surviving spouse is in inactive status:** The ING Joint LifePay rider terminates and ING Joint LifePay coverage and charges cease upon proof of death.

**Change of Owner or Annuitant.** Other than as a result of spousal continuation, you may not change the annuitant. The ING Joint LifePay rider and rider charges will terminate upon change of owner, including adding an additional owner, except for the following ownership changes:

- 1) spousal continuation by an active spouse, as described above;
- 2) change of owner from one custodian to another custodian for the benefit of the same individual;
- 3) change of owner from a custodian for the benefit of an individual to the same individual (in order to avoid the owner’s spouse from being designated inactive, the owner’s spouse must be named sole beneficiary under the contract);
- 4) change of owner from an individual to a custodian for the benefit of the same individual;
- 5) collateral assignments;
- 6) for nonqualified contracts only, the addition of a joint owner, provided that the additional joint owner is the original owner’s spouse and is active when added as joint owner;
- 7) for nonqualified contracts, removal of a joint owner, provided the removed joint owner is active and becomes the primary contract beneficiary; and
- 8) change of owner where the owner becomes the sole primary beneficiary and the sole primary beneficiary becomes the owner if both were active spouses at the time of the change.

**Surrender Charges.** If you elect the ING Joint LifePay rider, your withdrawals will be subject to surrender charges if they exceed the free withdrawal amount. However, once your contract value is zero, the periodic payments under the ING Joint LifePay rider are not subject to surrender charges, nor will these amounts be subject to any other charges under the contract.

**Federal Tax Considerations.** For more information about the tax treatment of amounts paid to you under the ING Joint LifePay rider, see “Federal Tax Considerations – Tax Consequences of Living Benefits and Death Benefit.”

**ING LifePay and ING Joint LifePay Partial Withdrawal Amount Examples.** The following are examples of adjustments to the Maximum Annual Withdrawal amount for withdrawals in excess of the Maximum Annual Withdrawal:

**Illustration 1: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal, including surrender and/or MVA charges.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$500 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$300 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$200 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, then there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$7,000 ( $\$3,000 + \$500 + \$1,500 + \$300 + \$1,500 + \$200$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal ( $\$7,000 - \$5,000 = \$2,000$ ), and the amount of the current gross withdrawal ( $\$1,500 + \$200 = \$1,700$ ).

If the Account Value before this withdrawal is \$50,000, then the Maximum Annual Withdrawal is reduced by 3.40% ( $\$1,700 / \$50,000$ ) to \$4,830 ( $(1 - 3.40\%) * \$5,000$ ).

**Illustration 2: Adjustment to the Maximum Annual Withdrawal amount for a withdrawal in excess of the Maximum Annual Withdrawal.**

Assume the Maximum Annual Withdrawal is \$5,000.

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Because total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, there is an adjustment to the Maximum Annual Withdrawal.

Total gross withdrawals during the contract year are \$6,000 ( $\$3,000 + \$1,500 + \$1,500$ ). The adjustment is the lesser of the amount by which the total gross withdrawals for the year exceed the Maximum Annual Withdrawal, \$1,000, and the amount of the current gross withdrawal, \$1,500.

If the Account Value after the part of the gross withdrawal that was within the Maximum Annual Withdrawal, \$500, is \$49,500, then the Maximum Annual Withdrawal is reduced by 2.02% ( $\$1,000 / \$49,500$ ) to \$4,899 ( $(1 - 2.02\%) * \$5,000$ ).

**Illustration 3: A withdrawal exceeds the Maximum Annual Withdrawal amount but does not exceed the Additional Withdrawal Amount.**

Assume the Maximum Annual Withdrawal is \$5,000. The RMD for the current calendar year applicable to this contract is determined to be \$6,000. The Additional Withdrawal Amount is set equal to the excess of this amount above the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ).

The first withdrawal taken during the contract year is \$3,000 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. The Maximum Annual Withdrawal is not exceeded because total net withdrawals, \$4,500, do not exceed the Maximum Annual Withdrawal, \$5,000.

The next withdrawal taken during the contract year is \$1,500 net, with \$0 of surrender charges, and/or MVA charges. Total net withdrawals taken, \$6,000, exceed the Maximum Annual Withdrawal, \$5,000, however, the Maximum Annual Withdrawal is not adjusted until the Additional Withdrawal Amount is exhausted. The amount by which total net withdrawals taken exceed the Maximum Annual Withdrawal, \$1,000 ( $\$6,000 - \$5,000$ ), is the same as the Additional Withdrawal Amount, so no adjustment to the Maximum Annual Withdrawal is made. If total net withdrawals taken had exceeded the sum of the Maximum Annual Withdrawal and the Additional Withdrawal Amount, then an adjustment would be made to the Maximum Annual Withdrawal.

**Illustration 4: The Reset Option is utilized.**

Assume the Maximum Annual Withdrawal is \$5,000 and the Maximum Annual Withdrawal percentage is 5%.

One year after the first withdrawal is taken, the contract value has increased to \$120,000, and the Reset Option is utilized. The Maximum Annual Withdrawal is now \$6,000 ( $\$120,000 * 5\%$ ).

One year after the Reset Option was first utilized, the contract value has increased further to \$130,000. The Reset Option is utilized again, and the Maximum Annual Withdrawal is now \$6,500 ( $\$130,000 * 5\%$ ).

### Minimum Guaranteed Withdrawal Benefit

(Applicable to Contracts Issued in States Where ING LifePay is not Available.)

**Minimum Guaranteed Withdrawal Benefit Rider (MGWB).** The MGWB rider, marketed under the name, ING PrincipalGuard Withdrawal Benefit, is an optional benefit which guarantees that if your contract value is reduced to zero, you will receive periodic payments. The amount of the periodic payments is based on the amount in the MGWB Withdrawal Account. **Only premiums added to your Contract during the first two-year period after your rider date are included in the MGWB Withdrawal Account.** Any additional premium payments added after the second rider anniversary are not included in the MGWB Withdrawal Account. Thus, the MGWB rider may not be appropriate for you if you plan to add substantial premium payments after your second rider anniversary.

The guarantee provides that, subject to the conditions described below, the amount you will receive in periodic payments is equal to your Eligible Payment Amount adjusted for any prior withdrawals. Your Eligible Payment Amount depends on when you purchase the MGWB rider and equals:

- 1) if you purchased the MGWB rider on the contract date: your premium payments received during the first two contract years;
- 2) if you purchased the MGWB rider after the contract date: your contract value on the Rider Date, including any premiums received that day, and any subsequent premium payments received during the two-year period commencing on the Rider Date.

To maintain the guarantee, withdrawals in any contract year may not exceed 7% of your Eligible Payment Amount adjusted, as defined below. If your contract value is reduced to zero, your periodic payments will be 7% of your Eligible Payment Amount every year. Payments continue until your MGWB Withdrawal Account is reduced to zero. Please note that before Automatic Periodic Benefit status is reached, withdrawals in excess of the free withdrawal amount will be subject to surrender charges. Once your contract reaches Automatic Period Benefit Status, the periodic payments paid under the MGWB rider are not subject to surrender charges.

The MGWB Withdrawal Account is equal to the Eligible Payment Amount adjusted for any withdrawals and transfers between Covered and Excluded Funds. The MGWB Withdrawal Account is tracked separately for Covered and Excluded Funds. The MGWB Withdrawal Account equals the sum of (a) the MGWB Withdrawal Account allocated to Covered Funds, and (b) the lesser of (i) the MGWB Withdrawal Account allocated to Excluded Funds and (ii) the contract value in Excluded Funds. Thus, investing in the Excluded Funds may limit the MGWB Withdrawal Account. No investment options are currently designated as Excluded Funds for the Minimum Guaranteed Withdrawal Benefit.

The Maximum Annual Withdrawal Amount (or "MAW") is equal to 7% of the Eligible Payment Amount. Withdrawals from Covered Funds of up to the MAW will reduce the value of your MGWB Withdrawal Account by the dollar amount of the withdrawal. Any withdrawals from Covered Funds greater than the MAW will cause a reduction in the MGWB Withdrawal Account allocated to Covered Funds by the proportion that the excess withdrawal bears to the remaining contract value in Covered Funds after the withdrawal of the MAW. All withdrawals from Excluded Funds will reduce the value of the MGWB Withdrawal Account allocated to Excluded Funds on a pro-rata basis. If a single withdrawal involves both Covered and Excluded Funds and exceeds 7%, the withdrawal will be treated as taken first from Covered Funds.

Any withdrawals greater than the MAW will also cause a reduction in the Eligible Payment Amount by the proportion that the excess portion of the withdrawal bears to the contract value remaining after withdrawal of the MAW at the time of the withdrawal. Please see "MGWB Excess Withdrawal Amount Examples below."

Once your contract value is zero, any periodic payments paid under the MGWB rider also reduce the MGWB Withdrawal Account by the dollar amount of the payments. If a withdrawal reduces the MGWB Withdrawal Account to zero, the MGWB rider terminates and no further benefits are payable under the rider.

Net transfers from Covered Funds to Excluded Funds will reduce the MGWB Withdrawal Account allocated to Covered Funds on a pro-rata basis. The resulting increase in the MGWB Withdrawal Account allocated to Excluded Funds equals the reduction in the MGWB Withdrawal Account for Covered Funds.

Net transfers from Excluded Funds to Covered Funds will reduce the MGWB Withdrawal Account allocated to Excluded Funds on a pro-rata basis. The resulting increase in the MGWB Withdrawal Account allocated to Covered Funds will equal the lesser of the reduction in the MGWB Withdrawal Account for Excluded Funds and the net contract value transferred.

**You should not make any withdrawals if you wish to retain the option to elect the Step-Up Benefit (see below).**

The MGWB Withdrawal Account is only a calculation which represents the remaining amount available for periodic payments. It does not represent a contract value, nor does it guarantee performance of the subaccounts in which you are invested. It will not affect your annuitization, surrender and death benefits.

**Guaranteed Withdrawal Status.** You may continue to make withdrawals in any amount permitted under your Contract so long as your contract value is greater than zero. See “Withdrawals.” However, making any withdrawals in any year greater than the Maximum Annual Withdrawal will reduce the Eligible Payment Amount and payments under the MGWB rider by the proportion that the withdrawal bears to the contract value at the time of the withdrawal. The MGWB rider will remain in force and you may continue to make withdrawals each year so long as:

- 1) your contract value is greater than zero;
- 2) your MGWB Withdrawal Account is greater than zero;
- 3) you have not reached your latest allowable annuity start date;
- 4) you have not elected to annuitize your Contract; and
- 5) you have not died (unless your spouse has elected to continue the Contract), changed the ownership of the Contract or surrendered the Contract.

The standard Contract provision limiting withdrawals to no more than 90% of the cash surrender value is not applicable under the MGWB rider.

**Automatic Periodic Benefit Status.** Under the MGWB rider, in the event your contract value is reduced to zero, your Contract is given Automatic Periodic Benefit Status, if:

- 1) your MGWB Withdrawal Account is greater than zero;
- 2) you have not reached your latest allowable annuity start date;
- 3) you have not elected to annuitize your Contract; and
- 4) you have not died, changed the ownership of the Contract or surrendered the Contract.

Once your Contract is given Automatic Periodic Benefit Status, we will pay you the annual MGWB periodic payments, beginning on the next contract anniversary until the earliest of (i) your Contract’s latest annuity start date, (ii) the death of the owner; or (iii) your MGWB Withdrawal Account is exhausted. These payments are equal to the lesser of the remaining MGWB Withdrawal Account or the MAW. We will reduce the MGWB Withdrawal Account by the amount of each payment. Once your Contract is given Automatic Periodic Benefit Status, we will not accept any additional premium payments in your Contract, and the Contract will not provide any benefits except those provided by the MGWB rider. Any other rider terminates. Your Contract will remain in Automatic Periodic

Benefit Status until the earliest of (i) payment of all MGWB periodic payments, (ii) payment of the Commuted Value (defined below) or (iii) the owner's death.

On the Contract's latest annuity start date, in lieu of making the remaining MGWB periodic payments, we will pay you the Commuted Value of your MGWB periodic payments remaining. We may, at our option, extend your annuity start date in order to continue the MGWB periodic payments. The Commuted Value is the present value of any then-remaining MGWB periodic payments at the current interest rate plus 0.50%. The current interest rate will be determined by the average of the Ask Yields for U.S. Treasury STRIPS as quoted by a national quoting service for period(s) applicable to the remaining payments. Once we pay you the last MGWB periodic payment or the Commuted Value, your Contract and the MGWB rider terminate.

**Reset Option.** Beginning on the fifth contract anniversary following the Rider Date, if the contract value is greater than the MGWB Withdrawal Account, you may choose to reset the MGWB Rider. The effect will be to terminate the existing MGWB Rider and add a new MGWB Rider ("New Rider"). The MGWB Withdrawal Account under the New Rider will equal the contract value on the date the New Rider is effective. The charge for the MGWB under the New Rider and any right to reset again will be based on the terms of the New Rider when it is issued. We reserve the right to limit the reset election to contract anniversaries only. If you elect the Reset Option, the Step-Up benefit is not available.

**Step-Up Benefit.** If the Rider Date is the same as the Contract Date, beginning on the fifth contract anniversary following the Rider Date, if you have not made any previous withdrawals, you may elect to increase the MGWB Withdrawal Account, the adjusted Eligible Payment Amount and the Maximum Annual Withdrawal by a factor of 20%. This option is available whether or not the contract value is greater than the MGWB Withdrawal Account. If you elect the Step-Up Benefit:

- 1) we reserve the right to increase the charge for the MGWB Rider up to a maximum annual charge of 1.00% of contract value;
- 2) you must wait at least five years from the Step-Up date to elect the Reset Option.

The Step-Up Benefit may be elected only one time under the MGWB Rider. We reserve the right to limit the election of the Step-Up Benefit to contract anniversaries only. Please note that if you have a third party investment advisor who charges a separate advisory fee, and you have chosen to use withdrawals from your contract to pay this fee, these will be treated as any other withdrawals, and the Step-Up Benefit will not be available.

#### **Death of Owner.**

**Before Automatic Periodic Benefit Status.** The MGWB rider terminates on the first owner's date of death (death of annuitant, if there is a non-natural owner), but the death benefit is payable. However, if the beneficiary is the owner's spouse, the spouse elects to continue the Contract, and the contract value steps up to the minimum guaranteed death benefit, the MGWB Withdrawal Account and MAW are also reset. The MGWB charge will continue at the existing rate. Reset upon spousal continuation does not affect any then existing Reset Option.

**During Automatic Periodic Benefit Status.** The death benefit payable during Automatic Periodic Benefit Status is your MGWB Withdrawal Account which equals the sum of the remaining MGWB periodic payments.

**Purchase.** To purchase the MGWB rider, you must be age 80 or younger on the Rider Date. The MGWB rider must be purchased on the contract date. If the rider is not yet available in your state, the Company may in its discretion allow purchase of this rider during the 30-day period preceding the first contract anniversary after the date of this prospectus, or the date of state approval, whichever is later.

**Minimum Guaranteed Withdrawal Benefit rider<sup>1</sup>:**

As an Annual Charge	As a Quarterly Charge	Maximum Annual Charge if Step-Up Benefit Elected <sup>2</sup>
0.45% of contract value	0.1125% of contract value	1.00% of contract value

- <sup>1</sup> We deduct optional rider charges from the subaccounts in which you are invested on each quarterly contract anniversary and pro-rata on termination of the Contract; if the value in the subaccounts is insufficient, the optional rider charges will be deducted from the Fixed Interest Allocation(s) nearest maturity, and the amount deducted may be subject to a Market Value Adjustment.
- <sup>2</sup> If you choose to reset the MGWB Rider on or after July 11, 2011, the charge for the MGWB will increase to an annual charge of 1.00% of contract value. Please see “Minimum Reset Option” above.
- <sup>3</sup> If you elect the Step-Up Benefit, we reserve the right to increase the charge for the MGWB to a maximum annual charge of 1.00% of contract value. Please see “Step-Up Benefit” above.

**MGWB Excess Withdrawal Amount Examples.** The following are examples of adjustments to the MGWB Withdrawal Account and the Maximum Annual Withdrawal Amount for Transfers and Withdrawals in Excess of the Maximum Annual Withdrawal Amount (“Excess Withdrawals Amount”):

**Example #1: Owner has invested only in Covered Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested in Covered Funds only, the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$120,000, and a withdrawal of \$10,000 is made. The effect of the withdrawal is calculated as follows:

The new CV is \$90,000 ( $\$100,000 - \$10,000$ ).

The Excess Withdrawal Amount is \$3,000 ( $\$10,000 - \$7,000$ ).

The Covered Withdrawal Account is first reduced dollar-for-dollar by the portion of the withdrawal up to the MAW to \$113,000 ( $\$120,000 - \$7,000$ ), and is then reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$109,354.84 ( $\$113,000 * (1 - \$3,000 / \$93,000)$ ).

The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000 / \$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

**Example #2: Owner has invested only in Excluded Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested in Excluded Funds only, the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$120,000, and a withdrawal of \$10,000 is made. The effect of the withdrawal is calculated as follows:

The new CV is \$90,000 ( $\$100,000 - \$10,000$ ).

The Excess Withdrawal Amount is \$3,000 ( $\$10,000 - \$7,000$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the entire amount withdrawn to the CV (before the withdrawal) to \$108,000 ( $\$120,000 * (1 - \$10,000 / \$100,000)$ ).



The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000/\$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

### **Example #3: Owner has invested in both Covered and Excluded Funds**

Assume the Contract Value (CV) before the withdrawal is \$100,000 and is invested \$60,000 in Covered Funds and \$40,000 in Excluded Funds. Further assume that the Eligible Payment Amount (EPA) is \$100,000, the Maximum Annual Withdrawal Amount (MAW) is \$7,000, the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$75,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$45,000, and a withdrawal is made of \$10,000 (\$8,000 from Covered Funds and \$2,000 from Excluded Funds).

The new CV for Covered Funds is \$52,000 ( $\$60,000 - \$8,000$ ), and the new CV for Excluded Funds is \$38,000 ( $\$40,000 - \$2,000$ ).

The Covered Withdrawal Account is first reduced dollar-for-dollar by the lesser of the MAW (\$7,000) and the amount withdrawn from Covered Funds (\$8,000) to \$68,000 ( $\$75,000 - \$7,000$ ), and is then reduced pro-rata based on the ratio of any Excess Withdrawal Amount from Covered Funds to the CV in Covered Funds (after being reduced for the withdrawal up to the MAW) to \$66,716.98 ( $\$68,000 * (1 - \$1,000 / \$53,000)$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the amount withdrawn from Excluded Funds to the CV in Excluded Funds (prior to the withdrawal) to \$42,750 ( $\$45,000 * (1 - \$2,000 / \$40,000)$ ).

The EPA is reduced pro-rata based on the ratio of the Excess Withdrawal Amount to the CV (after being reduced for the withdrawal up to the MAW) to \$96,774.19 ( $\$100,000 * (1 - \$3,000 / \$93,000)$ ). The reduction to the EPA for withdrawals of Excess Withdrawal Amount is applied pro-rata regardless of whether CV is allocated to Covered or Excluded Funds. The MAW is then recalculated to be 7% of the new EPA, \$6,774.19 ( $\$96,774.19 * 7\%$ ).

### **Example #4: Owner transfers funds from Excluded Funds to Covered Funds**

Assume the Contract Value (CV) before the transfer is \$100,000 and is invested \$60,000 in Covered Funds and \$40,000 in Excluded Funds. Further assume that the MGWB Withdrawal Account allocated to Covered Funds (“Covered Withdrawal Account”) is \$75,000, the MGWB Withdrawal Account allocated to Excluded Funds (“Excluded Withdrawal Account”) is \$45,000, and a transfer is made of \$10,000 from Excluded Funds to Covered Funds.

The new CV for Covered Funds is \$70,000 ( $\$60,000 + \$10,000$ ), and the new CV for Excluded Funds is \$30,000 ( $\$40,000 - \$10,000$ ).

The Excluded Withdrawal Account is reduced pro-rata based on the ratio of the amount transferred from Excluded Funds to the CV in Excluded Funds (prior to the transfer) to \$33,750 ( $\$45,000 * (1 - \$10,000 / \$40,000)$ ).

The Covered Withdrawal Account is increased by the lesser of the reduction of the Excluded Withdrawal Account of \$11,250 ( $\$45,000 - \$33,750$ ) and the actual amount transferred of \$10,000. Thus, the Covered Withdrawal Account is increased to \$85,000 ( $\$75,000 + \$10,000$ ).

**ING USA Annuity and Life Insurance Company**  
*ING USA Annuity and Life Insurance Company is a stock company domiciled in Iowa.*

**Statement of Additional Information**

**ING GoldenSelect ESII**

Deferred Combination Variable and Fixed Annuity Contract

Issued by  
SEPARATE ACCOUNT B

of  
ING USA ANNUITY AND LIFE INSURANCE COMPANY

This Statement of Additional Information is not a prospectus. The information contained herein should be read in conjunction with the Prospectus for the ING USA Annuity and Life Insurance Company Deferred Variable Annuity Contract, which is referred to herein. The Prospectus sets forth information that a prospective investor ought to know before investing. For a copy of the Prospectus, send a written request to ING USA Annuity and Life Insurance Company, Service Contact Center, P.O. Box 9271 Des Moines, Iowa 50306-9271 or telephone 1-800-366-0066, or access the SEC's website (<http://www.sec.gov>).

DATE OF PROSPECTUS AND  
STATEMENT OF ADDITIONAL INFORMATION:

**April 29, 2011**

## Table of Contents

Item	Page
Introduction .....	1
Description of ING USA Annuity and Life Insurance Company .....	1
Separate Account B of ING USA Annuity and Life Insurance Company .....	1
Safekeeping of Assets .....	1
Experts .....	1
Distribution of Contracts.....	1
Published Ratings.....	2
Accumulation Unit Value .....	2
Performance Information .....	3
Other Information .....	4
Financial Statements of ING USA Annuity and Life Insurance Company .....	5
Financial Statements of Separate Account B.....	5
Condensed Financial Information (Accumulation Unit Values) .....	5

## **Introduction**

This Statement of Additional Information provides background information regarding Separate Account B.

## **Description of ING USA Annuity and Life Insurance Company**

ING USA Annuity and Life Insurance Company (“ING USA”) is an Iowa stock life insurance company, which was originally incorporated in Minnesota on January 2, 1973. ING USA is a wholly owned subsidiary of Lion Connecticut Holdings Inc. (“Lion Connecticut”), which in turn is a wholly owned subsidiary of ING Groep N.V. (“ING”), a global financial services holding company based in The Netherlands. ING USA is authorized to sell insurance and annuities in all states, except New York and the District of Columbia. ING USA’s financial statements appear in the Statement of Additional Information.

ING USA is authorized to do business in all jurisdictions except New York. ING USA offers variable insurance products. ReliaStar Life Insurance Company of New York (“RLNY”), an affiliate of ING USA, is licensed to do variable annuity business in the state of New York.

## **Separate Account B of ING USA Annuity and Life Insurance Company**

Separate Account B is a separate account established by the Company for the purpose of funding variable annuity contracts issued by the Company. The separate account is registered with the Securities and Exchange Commission (“SEC”) as a unit investment trust under the Investment Company Act of 1940, as amended. Purchase payments to accounts under the contract may be allocated to one or more of the subaccounts. Each subaccount invests in the shares of only one of the funds offered under the contracts. We may make additions to, deletions from or substitutions of available investment options as permitted by law and subject to the conditions of the contract. The availability of the funds is subject to applicable regulatory authorization. Not all funds are available in all jurisdictions or under all contracts.

## **Safekeeping of Assets**

ING USA acts as its own custodian for Separate Account B.

## **Experts**

The statements of assets and liabilities of Separate Account B as of December 31, 2010, and the related statements of operations and changes in net assets for the periods disclosed in the financial statements, and the financial statements of ING USA Annuity and Life Insurance Company as of December 31, 2010 and 2009, and for each of the three years in the period ended December 31, 2010, included in the Statement of Additional Information, have been audited by Ernst & Young LLP, independent registered public accounting firm, as set forth in their reports thereon appearing elsewhere herein, and are included in reliance upon such reports given on the authority of such firm as experts in accounting and auditing.

The primary business address of Ernst & Young LLP is Suite 1000, 55 Ivan Allen Jr. Boulevard, Atlanta, GA 30308.

## **Distribution of Contracts**

The offering of contracts under the prospectus associated with this Statement of Additional Information is continuous. Directed Services LLC, an affiliate of ING USA, acts as the principal underwriter (as defined in the Securities Act of 1933 and the Investment Company Act of 1940, as amended) of the variable insurance products (the “variable insurance products”) issued by ING USA. The contracts are distributed through registered representatives of other broker-dealers who have entered into selling agreements with Directed Services LLC. For the years ended 2010, 2009 and 2008 commissions paid by ING USA, including amounts paid by its affiliated Company, RLNY, to Directed Services LLC aggregated \$219,973,598, \$275,329,257 and \$622,486,274, respectively. All commissions received by the distributor were passed through to the broker-dealers who sold the contracts. Directed Services LLC is located at 1475 Dunwoody Drive, West Chester, Pennsylvania 19380-1478.

Under a management services agreement, last amended in 1995, ING USA provides to Directed Services LLC certain of its personnel to perform management, administrative and clerical services and the use of certain facilities. ING USA charges Directed Services LLC for such expenses and all other general and administrative costs, first on the basis of direct charges when identifiable, and the remainder allocated based on the estimated amount of time spent by ING USA's employees on behalf of Directed Services LLC. In the opinion of management, this method of cost allocation is reasonable. However effective January 1, 2010, this management services agreement was changed to an arms-length pricing agreement, whereas ING USA now receives a monthly fee from Directed Services LLC based on annual contractual rates by fund. This fee, calculated as a percentage of average assets in the variable separate accounts, was \$146,897,323, \$123,231,239 and \$139,224,091 for the years ended 2010, 2009 and 2008, respectively.

### **Published Ratings**

From time to time, the rating of ING USA as an insurance company by A.M. Best may be referred to in advertisements or in reports to contract owners. Each year the A.M. Best Company reviews the financial status of thousands of insurers, culminating in the assignment of Best's Ratings. These ratings reflect their current opinion of the relative financial strength and operating performance of an insurance company in comparison to the norms of the life/health insurance industry. Best's ratings range from A++ to F. An A++ and A+ ratings mean, in the opinion of A.M. Best, that the insurer has demonstrated the strongest ability to meet its respective policyholder and other contractual obligations.

### **Accumulation Unit Value**

The calculation of the Accumulation Unit Value ("AUV") is discussed in the prospectus and below. Note that in your Contract, accumulation unit value is referred to as the Index of Investment Experience. The following illustrations show a calculation of a new AUV and the purchase of Units (using hypothetical examples). Note that the examples below do not reflect the mortality and expense risk charge for this product and are for illustration purposes only. Complete AUV information for the AUVs calculated for this Contract is available in this SAI following the financial statements of the separate account.

#### **ILLUSTRATION OF CALCULATION OF AUV**

##### **EXAMPLE 1.**

1. AUV, beginning of period	\$10.00
2. Value of securities, beginning of period	\$10.00
3. Change in value of securities	\$0.10
4. Gross investment return (3) divided by (2)	0.01
5. Less daily mortality and expense charge	0.00004280
6. Less asset based administrative charge	0.00000411
7. Net investment return (4) minus (5) minus (6)	0.009953092
8. Net investment factor (1.000000) plus (7)	1.009953092
9. AUV, end of period (1) multiplied by (8)	\$10.09953092

#### **ILLUSTRATION OF PURCHASE OF UNITS (ASSUMING NO STATE PREMIUM TAX)**

##### **EXAMPLE 2.**

1. Initial premium payment	\$1,000
2. AUV on effective date of purchase (see Example 1)	\$10.00
3. Number of units purchased (1) divided by (2)	100
4. AUV for valuation date following purchase (see Example 1)	\$10.09953092
5. Contract Value in account for valuation date following purchase (3) multiplied by (4)	\$1,009.95

## Performance Information

From time to time, we may advertise or include in reports to contract owner's performance information for the subaccounts of Separate Account B, including the average annual total return performance, yields and other nonstandard measures of performance. Such performance data will be computed, or accompanied by performance data computed, in accordance with standards defined by the SEC.

Except for the Liquid Assets subaccount, quotations of yield for the subaccounts will be based on all investment income per unit (contract value divided by the accumulation unit) earned during a given 30-day period, less expenses accrued during such period. Information on standard total average annual return performance will include average annual rates of total return for 1-, 5- and 10-year periods, or lesser periods depending on how long Separate Account B has been investing in the portfolio. We may show other total returns for periods of less than one year. We will base total return figures on the actual historic performance of the subaccounts of Separate Account B, assuming an investment at the beginning of the period when the separate account first invested in the portfolios, and withdrawal of the investment at the end of the period, adjusted to reflect the deduction of all applicable portfolio and current contract charges. We may also show rates of total return on amounts invested at the beginning of the period with no withdrawal at the end of the period. Total return figures which assume no withdrawals at the end of the period will reflect all recurring charges. In addition, we may present historic performance data for the investment portfolios since their inception reduced by some or all of the fees and charges under the Contract. Such adjusted historic performance includes data that precedes the inception dates of the subaccounts of Separate Account B. This data is designed to show the performance that would have resulted if the Contract had been in existence before the separate account began investing in the portfolios.

Current yield for the Liquid Assets subaccount is based on income received by a hypothetical investment over a given 7-day period, less expenses accrued, and then "annualized" (i.e., assuming that the 7-day yield would be received for 52 weeks). We calculate "effective yield" for the Liquid Assets subaccount in a manner similar to that used to calculate yield, but when annualized, the income earned by the investment is assumed to be reinvested. The "effective yield" will thus be slightly higher than the "yield" because of the compounding effect of earnings. We calculate quotations of yield for the remaining subaccounts on all investment income per accumulation unit earned during a given 30-day period, after subtracting fees and expenses accrued during the period, assuming the selection of the Max 7 Enhanced Death Benefit and the MGIB optional benefit rider. **You should be aware that there is no guarantee that the Liquid Assets Subaccount will have a positive or level return.**

We may compare performance information for a subaccount to: (i) the Standard & Poor's 500 Stock Index, Dow Jones Industrial Average, Donoghue Money Market Institutional Averages, or any other applicable market indices, (ii) other variable annuity separate accounts or other investment products tracked by Lipper Analytical Services (a widely used independent research firm which ranks mutual funds and other investment companies), or any other rating service, and (iii) the Consumer Price Index (measure for inflation) to determine the real rate of return of an investment in the Contract. Our reports and promotional literature may also contain other information including the ranking of any subaccount based on rankings of variable annuity separate accounts or other investment products tracked by Lipper Analytical Services or by similar rating services.

Performance information reflects only the performance of a hypothetical contract and should be considered in light of other factors, including the investment objective of the investment portfolio and market conditions. Please keep in mind that past performance is not a guarantee of future results.

**Other Information**

Registration statements have been filed with the SEC under the Securities Act of 1933, as amended, with respect to the Contracts discussed in this Statement of Additional Information. Not all of the information set forth in the registration statements, amendments and exhibits thereto has been included in this Statement of Additional Information. Statements contained in this Statement of Additional Information concerning the content of the Contracts and other legal instruments are intended to be summaries. For a complete statement of the terms of these documents, reference should be made to the instruments filed with the SEC.



### **Financial Statements of ING USA Annuity and Life Insurance Company**

The audited financial statements of ING USA Annuity and Life Insurance Company are listed below and are included in this Statement of Additional Information:

Report of Independent Registered Public Accounting Firm  
Statements of Operations for the years ended December 31, 2010, 2009 and 2008  
Balance Sheets as of December 31, 2010 and 2009  
Statements of Changes in Shareholder's Equity for the years ended December 31, 2010, 2009 and 2008  
Statements of Cash Flows for the years ended December 31, 2010, 2009 and 2008  
Notes to Financial Statements

### **Financial Statements of Separate Account B**

The audited financial statements of Separate Account B are listed below and are included in this Statement of Additional Information:

Report of Independent Registered Public Accounting Firm  
Statements of Assets and Liabilities as of December 31, 2010  
Statements of Operations for the year ended December 31, 2010  
Statements of Changes in Net Assets for the years ended December 31, 2010 and 2009  
Notes to Financial Statements

### **Condensed Financial Information**

**Statement of Additional Information**

ING GoldenSelect Opportunities

Deferred Combination Variable and Fixed Annuity Contract

Issued by  
SEPARATE ACCOUNT B

of  
ING USA ANNUITY AND LIFE INSURANCE COMPANY

This Statement of Additional Information is not a prospectus. The information contained herein should be read in conjunction with the Prospectus for the ING USA Annuity and Life Insurance Company Deferred Variable Annuity Contract, which is referred to herein. The Prospectus sets forth information that a prospective investor ought to know before investing. For a copy of the Prospectus, send a written request to ING USA Annuity and Life Insurance Company, Customer Service Center, P.O. Box 9271 Des Moines, Iowa 50306-9271 or telephone 1-800-366-0066, or access the SEC's website (<http://www.sec.gov>).

DATE OF PROSPECTUS AND  
STATEMENT OF ADDITIONAL INFORMATION:

**April 29, 2011**

## Table of Contents

Item	Page
Introduction.....	1
Description of ING USA Annuity and Life Insurance Company.....	1
Separate Account B of ING USA Annuity and Life Insurance Company.....	1
Safekeeping of Assets.....	1
Experts.....	1
Distribution of Contracts.....	1
Published Ratings.....	2
Accumulation Unit Value.....	2
Performance Information.....	3
Other Information.....	4
Financial Statements of ING USA Annuity and Life Insurance Company.....	5
Financial Statements of Separate Account B.....	5
Condensed Financial Information (Accumulation Unit Values).....	5

## **Introduction**

This Statement of Additional Information provides background information regarding Separate Account B.

## **Description of ING USA Annuity and Life Insurance Company**

ING USA Annuity and Life Insurance Company (“ING USA”) is an Iowa stock life insurance company, which was originally incorporated in Minnesota on January 2, 1973. ING USA is a wholly owned subsidiary of Lion Connecticut Holdings Inc. (“Lion Connecticut”), which in turn is a wholly owned subsidiary of ING Groep N.V. (“ING”), a global financial services holding company based in The Netherlands. ING USA is authorized to sell insurance and annuities in all states, except New York and the District of Columbia. ING USA’s financial statements appear in the Statement of Additional Information.

ING USA is authorized to do business in all jurisdictions except New York. ING USA offers variable insurance products. ReliaStar Life Insurance Company of New York (“RLNY”), an affiliate of ING USA, is licensed to do variable annuity business in the state of New York.

## **Separate Account B of ING USA Annuity and Life Insurance Company**

Separate Account B is a separate account established by the Company for the purpose of funding variable annuity contracts issued by the Company. The separate account is registered with the Securities and Exchange Commission (“SEC”) as a unit investment trust under the Investment Company Act of 1940, as amended. Purchase payments to accounts under the contract may be allocated to one or more of the subaccounts. Each subaccount invests in the shares of only one of the funds offered under the contracts. We may make additions to, deletions from or substitutions of available investment options as permitted by law and subject to the conditions of the contract. The availability of the funds is subject to applicable regulatory authorization. Not all funds are available in all jurisdictions or under all contracts.

## **Safekeeping of Assets**

ING USA acts as its own custodian for Separate Account B.

## **Experts**

The statements of assets and liabilities of Separate Account B as of December 31, 2010, and the related statements of operations and changes in net assets for the periods disclosed in the financial statements, and the financial statements of ING USA Annuity and Life Insurance Company as of December 31, 2010 and 2009, and for each of the three years in the period ended December 31, 2010, included in the Statement of Additional Information, have been audited by Ernst & Young LLP, independent registered public accounting firm, as set forth in their reports thereon appearing elsewhere herein, and are included in reliance upon such reports given on the authority of such firm as experts in accounting and auditing.

The primary business address of Ernst & Young LLP is Suite 1000, 55 Ivan Allen Jr. Boulevard, Atlanta, GA 30308.

## **Distribution of Contracts**

The offering of contracts under the prospectus associated with this Statement of Additional Information is continuous. Directed Services LLC, an affiliate of ING USA, acts as the principal underwriter (as defined in the Securities Act of 1933 and the Investment Company Act of 1940, as amended) of the variable insurance products (the “variable insurance products”) issued by ING USA. The contracts are distributed through registered representatives of other broker-dealers who have entered into selling agreements with Directed Services LLC. For the years ended 2010, 2009 and 2008 commissions paid by ING USA, including amounts paid by its affiliated Company, RLNY, to Directed Services LLC aggregated \$219,973,598, \$275,329,257 and \$622,486,274, respectively. All commissions received by the distributor were passed through to the broker-dealers who sold the contracts. Directed Services LLC is located at 1475 Dunwoody Drive, West Chester, Pennsylvania 19380-1478.

Under a management services agreement, last amended in 1995, ING USA provides to Directed Services LLC certain of its personnel to perform management, administrative and clerical services and the use of certain facilities. ING USA charges Directed Services LLC for such expenses and all other general and administrative costs, first on the basis of direct charges when identifiable, and the remainder allocated based on the estimated amount of time spent by ING USA's employees on behalf of Directed Services LLC. In the opinion of management, this method of cost allocation is reasonable. However effective January 1, 2010, this management services agreement was changed to an arms-length pricing agreement, whereas ING USA now receives a monthly fee from Directed Services LLC based on annual contractual rates by fund. This fee, calculated as a percentage of average assets in the variable separate accounts, was \$146,897,323, \$123,231,239 and \$139,224,091 for the years ended 2010, 2009 and 2008, respectively.

### **Published Ratings**

From time to time, the rating of ING USA as an insurance company by A.M. Best may be referred to in advertisements or in reports to contract owners. Each year the A.M. Best Company reviews the financial status of thousands of insurers, culminating in the assignment of Best's Ratings. These ratings reflect their current opinion of the relative financial strength and operating performance of an insurance company in comparison to the norms of the life/health insurance industry. Best's ratings range from A++ to F. An A++ and A+ ratings mean, in the opinion of A.M. Best, that the insurer has demonstrated the strongest ability to meet its respective policyholder and other contractual obligations.

### **Accumulation Unit Value**

The calculation of the Accumulation Unit Value ("AUV") is discussed in the prospectus and below. Note that in your Contract, accumulation unit value is referred to as the Index of Investment Experience. The following illustrations show a calculation of a new AUV and the purchase of Units (using hypothetical examples). Note that the examples below do not reflect the mortality and expense risk charge for this product and are for illustration purposes only. Complete AUV information for the AUVs calculated for this Contract is available in this SAI following the financial statements of the separate account.

#### **ILLUSTRATION OF CALCULATION OF AUV**

##### **EXAMPLE 1.**

1. AUV, beginning of period	\$10.00
2. Value of securities, beginning of period	\$10.00
3. Change in value of securities	\$0.10
4. Gross investment return (3) divided by (2)	0.01
5. Less daily mortality and expense charge	0.00004280
6. Less asset based administrative charge	0.00000411
7. Net investment return (4) minus (5) minus (6)	0.009953092
8. Net investment factor (1.000000) plus (7)	1.009953092
9. AUV, end of period (1) multiplied by (8)	\$10.09953092

#### **ILLUSTRATION OF PURCHASE OF UNITS (ASSUMING NO STATE PREMIUM TAX)**

##### **EXAMPLE 2.**

1. Initial premium payment	\$1,000
2. AUV on effective date of purchase (see Example 1)	\$10.00
3. Number of units purchased (1) divided by (2)	100
4. AUV for valuation date following purchase (see Example 1)	\$10.09953092
5. Contract Value in account for valuation date following purchase (3) multiplied by (4)	\$1,009.95

## Performance Information

From time to time, we may advertise or include in reports to contract owner's performance information for the subaccounts of Separate Account B, including the average annual total return performance, yields and other nonstandard measures of performance. Such performance data will be computed, or accompanied by performance data computed, in accordance with standards defined by the SEC.

Except for the Liquid Assets subaccount, quotations of yield for the subaccounts will be based on all investment income per unit (contract value divided by the accumulation unit) earned during a given 30-day period, less expenses accrued during such period. Information on standard total average annual return performance will include average annual rates of total return for 1-, 5- and 10-year periods, or lesser periods depending on how long Separate Account B has been investing in the portfolio. We may show other total returns for periods of less than one year. We will base total return figures on the actual historic performance of the subaccounts of Separate Account B, assuming an investment at the beginning of the period when the separate account first invested in the portfolios, and withdrawal of the investment at the end of the period, adjusted to reflect the deduction of all applicable portfolio and current contract charges. We may also show rates of total return on amounts invested at the beginning of the period with no withdrawal at the end of the period. Total return figures which assume no withdrawals at the end of the period will reflect all recurring charges. In addition, we may present historic performance data for the investment portfolios since their inception reduced by some or all of the fees and charges under the Contract. Such adjusted historic performance includes data that precedes the inception dates of the subaccounts of Separate Account B. This data is designed to show the performance that would have resulted if the Contract had been in existence before the separate account began investing in the portfolios.

Current yield for the Liquid Assets subaccount is based on income received by a hypothetical investment over a given 7-day period, less expenses accrued, and then "annualized" (i.e., assuming that the 7-day yield would be received for 52 weeks). We calculate "effective yield" for the Liquid Assets subaccount in a manner similar to that used to calculate yield, but when annualized, the income earned by the investment is assumed to be reinvested. The "effective yield" will thus be slightly higher than the "yield" because of the compounding effect of earnings. We calculate quotations of yield for the remaining subaccounts on all investment income per accumulation unit earned during a given 30-day period, after subtracting fees and expenses accrued during the period, assuming the selection of the Max 7 Enhanced Death Benefit and the MGIB optional benefit rider. **You should be aware that there is no guarantee that the Liquid Assets Subaccount will have a positive or level return.**

We may compare performance information for a subaccount to: (i) the Standard & Poor's 500 Stock Index, Dow Jones Industrial Average, Donoghue Money Market Institutional Averages, or any other applicable market indices, (ii) other variable annuity separate accounts or other investment products tracked by Lipper Analytical Services (a widely used independent research firm which ranks mutual funds and other investment companies), or any other rating service, and (iii) the Consumer Price Index (measure for inflation) to determine the real rate of return of an investment in the Contract. Our reports and promotional literature may also contain other information including the ranking of any subaccount based on rankings of variable annuity separate accounts or other investment products tracked by Lipper Analytical Services or by similar rating services.

Performance information reflects only the performance of a hypothetical contract and should be considered in light of other factors, including the investment objective of the investment portfolio and market conditions. Please keep in mind that past performance is not a guarantee of future results.

**Other Information**

Registration statements have been filed with the SEC under the Securities Act of 1933, as amended, with respect to the Contracts discussed in this Statement of Additional Information. Not all of the information set forth in the registration statements, amendments and exhibits thereto has been included in this Statement of Additional Information. Statements contained in this Statement of Additional Information concerning the content of the Contracts and other legal instruments are intended to be summaries. For a complete statement of the terms of these documents, reference should be made to the instruments filed with the SEC.

### **Financial Statements of ING USA Annuity and Life Insurance Company**

The audited financial statements of ING USA Annuity and Life Insurance Company are listed below and are included in this Statement of Additional Information:

Report of Independent Registered Public Accounting Firm  
Statements of Operations for the years ended December 31, 2010, 2009 and 2008  
Balance Sheets as of December 31, 2010 and 2009  
Statements of Changes in Shareholder's Equity for the years ended December 31, 2010, 2009 and 2008  
Statements of Cash Flows for the years ended December 31, 2010, 2009 and 2008  
Notes to Financial Statements

### **Financial Statements of Separate Account B**

The audited financial statements of Separate Account B are listed below and are included in this Statement of Additional Information:

Report of Independent Registered Public Accounting Firm  
Statements of Assets and Liabilities as of December 31, 2010  
Statements of Operations for the year ended December 31, 2010  
Statements of Changes in Net Assets for the years ended December 31, 2010 and 2009  
Notes to Financial Statements

### **Condensed Financial Information**



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Index to Financial Statements**

	<b><u>Page</u></b>
Report of Independent Registered Public Accounting Firm	C-2
Financial Statements:	
Statements of Operations for the years ended December 31, 2010, 2009, and 2008	C-3
Balance Sheets as of December 31, 2010 and 2009	C-4
Statements of Changes in Shareholder's Equity for the years ended December 31, 2010, 2009, and 2008	C-6
Statements of Cash Flows for the years ended December 31, 2010, 2009, and 2008	C-8
Notes to Financial Statements	C-10

## Report of Independent Registered Public Accounting Firm

The Board of Directors  
ING USA Annuity and Life Insurance Company

We have audited the accompanying balance sheets of ING USA Annuity and Life Insurance Company as of December 31, 2010 and 2009, and the related statements of operations, changes in shareholder's equity, and cash flows for each of the three years in the period ended December 31, 2010. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Company's internal control over financial reporting. Our audits include consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of ING USA Annuity and Life Insurance Company at December 31, 2010 and 2009, and the results of its operations and its cash flows for each of the three years in the period ended December 31, 2010, in conformity with U.S. generally accepted accounting principles.

As discussed in Note 1 to the financial statements, in 2009 the Company changed its method of accounting for the recognition and presentation of other-than-temporary impairments.

/s/ Ernst & Young LLP

Atlanta, Georgia  
March 30, 2011

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Statements of Operations**  
(In millions)

	Years Ended December 31,		
	2010	2009	2008
<b>Revenues:</b>			
Net investment income	\$ 1,356.4	\$ 1,412.4	\$ 1,438.0
Fee income	1,091.3	943.2	1,152.4
Premiums	280.6	786.1	19.1
Net realized capital losses:			
Total other-than-temporary impairment losses	(300.1)	(538.9)	(1,028.1)
Portion of other-than-temporary impairment losses recognized in Other comprehensive income (loss)	105.7	49.3	-
Net other-than-temporary impairments recognized in earnings	(194.4)	(489.6)	(1,028.1)
Other net realized capital losses	(611.3)	(2,007.5)	(453.6)
Total net realized capital losses	(805.7)	(2,497.1)	(1,481.7)
Other income	-	0.9	0.2
Total revenue	1,922.6	645.5	1,128.0
<b>Benefits and expenses:</b>			
Interest credited and other benefits to contract owners	985.0	682.4	1,716.0
Operating expenses	428.4	386.1	291.7
Net amortization of deferred policy acquisition costs and value of business acquired	411.6	(362.2)	680.5
Interest expense	32.1	32.9	30.5
Other expense	39.3	39.6	35.7
Total benefits and expenses	1,896.4	778.8	2,754.4
Income (loss) before income taxes	26.2	(133.3)	(1,626.4)
Income tax benefit	(55.1)	(136.5)	(245.2)
Net income (loss)	\$ 81.3	\$ 3.2	\$ (1,381.2)

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Balance Sheets**

(In millions, except share data)

	<b>As of December 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Assets</b>		
Investments:		
Fixed maturities, available-for-sale, at fair value (amortized cost of \$20,235.3 at 2010 and \$17,493.3 at 2009)	\$ 20,913.7	\$ 16,925.5
Fixed maturities at fair value using the fair value option	237.7	192.6
Equity securities, available-for-sale, at fair value (cost of \$142.1 at 2010 and \$150.8 at 2009)	150.2	154.3
Short-term investments	939.2	2,044.0
Mortgage loans on real estate	2,967.9	3,413.2
Policy loans	122.1	131.6
Loan - Dutch State obligation	843.9	1,026.0
Limited partnerships/corporations	295.8	252.6
Derivatives	293.1	355.8
Other investments	1.8	3.5
Securities pledged (amortized cost of \$886.6 at 2010 and \$1,079.4 at 2009)	889.4	1,092.5
Total investments	27,654.8	25,591.6
Cash and cash equivalents	71.5	40.1
Short-term investments under securities loan agreement, including collateral delivered	145.1	169.0
Accrued investment income	233.4	187.3
Receivable for securities sold	16.9	7.6
Premium receivable	38.0	86.9
Deposits and reinsurance recoverable	3,481.4	3,350.0
Deferred policy acquisition costs	3,155.0	3,718.0
Value of business acquired	68.1	113.4
Sales inducements to contract owners	665.9	810.2
Short-term loan to affiliate	593.6	545.5
Due from affiliates	92.8	816.3
Other assets	420.0	414.9
Assets held in separate accounts	44,413.3	42,996.1
Total assets	\$ 81,049.8	\$ 78,846.9

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Balance Sheets**  
(In millions, except share data)

	<b>As of December 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Liabilities and Shareholder's Equity</b>		
Future policy benefits and claims reserves	\$ 27,137.3	\$ 27,044.7
Payable for securities purchased	3.1	115.7
Payables under securities loan agreement, including collateral held	203.0	201.1
Borrowed money	-	311.1
Notes to affiliates	435.0	435.0
Due to affiliates	120.3	122.5
Current income taxes	79.2	69.0
Deferred income taxes	181.0	767.5
Other liabilities	4,242.4	4,044.1
Liabilities related to separate accounts	44,413.3	42,996.1
<b>Total liabilities</b>	<b>76,814.6</b>	<b>76,106.8</b>
<b>Shareholder's equity:</b>		
Common stock (250,000 shares authorized, issued and outstanding; \$10 per share value)	2.5	2.5
Additional paid-in capital	5,921.7	5,172.7
Accumulated other comprehensive income (loss)	132.3	(532.5)
Retained earnings (deficit)	(1,821.3)	(1,902.6)
<b>Total shareholder's equity</b>	<b>4,235.2</b>	<b>2,740.1</b>
<b>Total liabilities and shareholder's equity</b>	<b>\$ 81,049.8</b>	<b>\$ 78,846.9</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Statements of Changes in Shareholder's Equity**  
(In millions)

	Common Stock	Additional Paid-In Capital	Accumulated Other Comprehensive Income (Loss)	Retained Earnings (Deficit)	Total Shareholder's Equity
Balance at January 1, 2008					
Excluding impact of merger	\$ 2.5	\$ 4,132.7	\$ (160.7)	\$ (855.5)	\$ 3,119.0
Impact of merger with affiliate	-	-	(19.7)	18.9	(0.8)
Balance at January 1, 2008	2.5	4,132.7	(180.4)	(836.6)	3,118.2
Comprehensive loss:					
Net loss	-	-	-	(1,381.2)	(1,381.2)
Other comprehensive loss, net of tax, including valuation allowance of \$17.1:					
Change in net unrealized capital gains (losses) on securities (\$1,831.4 pretax),	-	-	(1,173.3)	-	(1,173.3)
Pension liability (\$0.5 pretax)	-	-	0.3	-	0.3
Total comprehensive loss					(2,554.2)
Capital contribution from Parent	-	1,100.0	-	-	1,100.0
Capital distribution to Parent	-	(900.0)	-	-	(900.0)
Employee share-based payments	-	2.7	-	-	2.7
Balance at December 31, 2008	2.5	4,335.4	(1,353.4)	(2,217.8)	766.7
Cumulative effect of change in accounting principle, net of deferred policy acquisition costs and tax	-	-	(312.0)	312.0	-
Comprehensive income:					
Net income	-	-	-	3.2	3.2
Other comprehensive loss, net of tax, including change in valuation allowance of \$(64.7):					
Change in net unrealized capital gains (losses) on securities (\$1,608.8 pretax)	-	-	1,148.7	-	1,148.7
Change in other-than-temporary impairment losses recognized in other comprehensive income (loss)	-	-	(15.2)	-	(15.2)
Pension liability (\$0.9 pretax)	-	-	(0.6)	-	(0.6)
Total comprehensive income					1,136.1
Capital contribution from Parent	-	835.0	-	-	835.0
Employee share-based payments	-	2.3	-	-	2.3
Balance at December 31, 2009	2.5	5,172.7	(532.5)	(1,902.6)	2,740.1

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Statements of Changes in Shareholder's Equity**  
(In millions)

	<u>Common Stock</u>	<u>Additional Paid-In Capital</u>	<u>Accumulated Other Comprehensive Income (Loss)</u>	<u>Retained Earnings (Deficit)</u>	<u>Total Shareholder's Equity</u>
Balance at January 1, 2010	2.5	5,172.7	(532.5)	(1,902.6)	2,740.1
Comprehensive income:					
Net income	-	-	-	81.3	81.3
Other comprehensive income (loss), net of tax including the decrease in valuation allowance of \$(173.0):				-	-
Change in net unrealized capital gains (losses) on securities (\$762.6 pretax)	-	-	671.1	-	671.1
Change in other-than-temporary impairment losses recognized in other comprehensive income (loss)	-	-	(6.9)	-	(6.9)
Pension liability (\$0.9 pretax)	-	-	0.6	-	0.6
Total comprehensive income					746.1
Contribution of capital	-	749.0	-	-	749.0
Balance at December 31, 2010	<u>\$ 2.5</u>	<u>\$ 5,921.7</u>	<u>\$ 132.3</u>	<u>\$ (1,821.3)</u>	<u>\$ 4,235.2</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Statements of Cash Flows**  
(In millions)

	Years Ended December 31,		
	2010	2009	2008
<b>Cash Flows from Operating Activities:</b>			
Net income (loss)	\$ 81.3	\$ 3.2	\$ (1,381.2)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:			
Capitalization of deferred policy acquisition costs and sales inducements	(244.3)	(477.4)	(888.6)
Net amortization of deferred policy acquisition costs, value of business acquired, and sales inducements	522.5	(584.7)	910.2
Net accretion/decretion of discount/premium	44.1	55.2	74.7
Future policy benefits, claims reserves, and interest credited	1,114.5	1,203.5	2,156.8
Provision for deferred income taxes	(678.0)	220.6	509.6
Net realized capital losses	805.7	2,497.1	1,481.7
Change in:			
Accrued investment income	(46.1)	27.2	2.4
Reinsurance recoverable	(290.2)	(705.2)	(827.0)
Other receivables and asset accruals	15.9	318.4	(389.9)
Other reinsurance asset	16.9	(19.0)	(353.8)
Due to/from affiliates	721.3	(831.0)	64.5
Income tax recoverable	10.2	390.1	(361.8)
Other payables and accruals	205.7	1,109.5	17.9
Employee share-based payments	0.6	1.7	2.7
Other, net	(6.8)	(205.7)	163.8
Net cash provided by operating activities	<u>2,273.3</u>	<u>3,003.5</u>	<u>1,182.0</u>
<b>Cash Flows from Investing Activities:</b>			
Proceeds from the sale, maturity, or redemption of:			
Fixed maturities	8,028.5	6,830.0	7,478.8
Equity securities, available-for-sale	66.8	136.5	162.8
Mortgage loans on real estate	714.7	566.6	474.5
Limited partnership/corporations	23.0	92.6	533.9
Acquisition of:			
Fixed maturities	(10,791.6)	(3,162.7)	(7,002.2)
Equity securities, available-for-sale	(58.4)	(10.2)	(272.0)
Mortgage loans on real estate	(278.6)	(81.1)	(700.3)
Limited partnerships/corporations	(57.1)	(32.9)	(503.8)
Derivatives, net	(740.1)	(2,285.4)	(58.1)
Short-term investments, net	1,104.7	(1,928.8)	77.2
Loan-Dutch State obligation, net	182.1	180.5	-
Policy loans, net	9.5	12.8	-
Collateral held, net	25.8	14.5	6.2
Other, net	2.0	0.9	13.7
Net cash provided by (used in) investing activities	<u>(1,768.7)</u>	<u>333.3</u>	<u>210.7</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Statements of Cash Flows**  
(In millions)

	Years Ended December 31,		
	2010	2009	2008
<b>Cash Flows from Financing Activities:</b>			
Deposits received for investment contracts	\$ 3,549.4	\$ 4,552.6	\$ 8,473.0
Maturities and withdrawals from investment contracts	(4,571.3)	(11,282.1)	(9,520.7)
Reinsurance recoverable on investment contracts	7.3	2,704.5	93.8
Notes to affiliates	103.5	(545.5)	-
Short-term repayments of repurchase agreements, net	(311.1)	(172.0)	(232.4)
Capital distribution to Parent	-	-	(900.0)
Capital contribution from Parent	749.0	835.0	1,100.0
Net cash used in financing activities	<u>(473.2)</u>	<u>(3,907.5)</u>	<u>(986.3)</u>
Net increase in cash and cash equivalents	31.4	(570.7)	406.4
Cash and cash equivalents, beginning of period	40.1	610.8	204.4
Cash and cash equivalents, end of period	<u>\$ 71.5</u>	<u>\$ 40.1</u>	<u>\$ 610.8</u>
Supplemental cash flow information:			
Income taxes (received) paid, net	<u>\$ 614.0</u>	<u>\$ (753.7)</u>	<u>\$ (393.1)</u>
Interest paid	<u>\$ 29.1</u>	<u>\$ 35.4</u>	<u>\$ 50.5</u>
Non-cash transfers:			
Securities received from affiliate under reinsurance agreement	\$ -	\$ 2,084.7	\$ -
Loan-Dutch State obligation	\$ -	\$ 1,206.5	\$ -

*The accompanying notes are an integral part of these financial statements.*

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

**1. Organization and Significant Accounting Policies**

***Basis of Presentation***

ING USA Annuity and Life Insurance Company (“ING USA” or the “Company,” as appropriate) is a stock life insurance company domiciled in the State of Iowa and provides financial products and services in the United States. ING USA is authorized to conduct its insurance business in all states, except New York, and the District of Columbia.

ING USA is a direct, wholly-owned subsidiary of Lion Connecticut Holdings Inc. (“Lion” or “Parent”), which is an indirect, wholly-owned subsidiary of ING Groep N.V. (“ING”). ING is a global financial services holding company based in the Netherlands, with American Depository Shares listed on the New York Stock Exchange under the symbol “ING”.

As part of a restructuring plan approved by the European Commission (“EC”), ING has agreed to separate its banking and insurance businesses by 2013. ING intends to achieve this separation by divestment of its insurance and investment management operations, including the Company. ING has announced that it will explore all options for implementing the separation including one or more initial public offerings, sales, or a combination thereof. On November 10, 2010, ING announced that while the option of one global initial public offering (“IPO”) remains open, ING and its U.S. insurance affiliates, including the Company, are going to prepare for a base case of two IPOs: one Europe-led IPO and one separate U.S.-focused IPO.

On September 30, 2010, ING USA purchased the remaining 30% interest in PFP Holdings LP (“PFP”), an affiliate, from ING Clarion, an affiliate, for \$11.0. The Company previously held a 70% equity interest in PFP. Immediately upon acquisition, PFP was dissolved as ING USA owned 100% of the limited partnership. This acquisition is treated as a combination of entities under common control (i.e. the comparative financial statements were revised and presented as if the transaction had occurred on the opening balance sheet date). This resulted in a reduction in total Shareholder’s equity of \$0.8 at January 1, 2008.

***Description of Business***

The Company currently offers various insurance products, including immediate and deferred fixed annuities. The Company’s fixed annuity products are distributed by national and regional brokerage and securities firms, independent broker-dealers, banks, life insurance companies with captive agency sales forces, independent insurance agents, independent marketing organizations, and affiliated broker-dealers. The Company’s primary annuity customers are individual consumers. The Company ceased new sales of variable annuity products in March of 2010, as part of a global business strategy and risk

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

reduction plan. Some new amounts will continue to be deposited on ING USA variable annuities as add-on premiums to existing contracts.

The Company also offers guaranteed investment contracts and funding agreements (collectively referred to as “GICs”), sold primarily to institutional investors and corporate benefit plans. These products are marketed by home office personnel or through specialty insurance brokers.

The Company has one operating segment.

***Recently Adopted Accounting Standards***

*Disclosures about the Credit Quality of Financing Receivables and the Allowance for Credit Losses*

In July 2010, the FASB issued ASU 2010-20, “Receivables (ASC Topic 310): Disclosures about the Credit Quality of Financing Receivables and the Allowance for Credit Losses” (“ASU 2010-20”), which requires certain existing disclosures to be disaggregated by class of financing receivable, including the rollforward of the allowance for credit losses, with the ending balance further disaggregated on the basis of impairment method. For each disaggregated ending balance, an entity is required to also disclose the related recorded investment in financing receivables, the nonaccrual status of financing receivables, and impaired financing receivables.

ASU 2010-20 also requires new disclosures by class of financing receivable, including credit quality indicators, aging of past due amounts, the nature and extent of troubled debt restructurings and related defaults, and significant purchases and sales of financing receivables disaggregated by portfolio segment.

In January 2011, the FASB issued ASU 2011-01, which temporarily delays the effective date of the disclosures about troubled debt restructurings in ASU 2010-20.

The provisions of ASU 2010-20 were adopted by the Company on December 31, 2010, and are included in the Financial Instruments footnote to these financial statements, except for the disclosures that include information for activity that occurs during a reporting period, which are effective for periods beginning after December 15, 2010 and the disclosures about troubled debt restructuring. As the pronouncement only pertains to additional disclosure, the adoption had no effect on the Company’s financial condition, results of operations, or cash flows.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Scope Exception Related to Embedded Credit Derivatives*

In March 2010, the FASB issued ASU 2010-11, “Derivatives and Hedging (ASC Topic 815): Scope Exception Related to Embedded Credit Derivatives” (“ASU 2010-11”), which clarifies that the only type of embedded credit derivatives that are exempt from bifurcation requirements are those that relate to the subordination of one financial instrument to another.

The provisions of ASU 2010-11 were adopted by the Company on July 1, 2010. The Company determined, however, that there was no effect on the Company’s financial condition, results of operations, or cash flows upon adoption, as the guidance is consistent with that previously applied by the Company under ASC Topic 815.

*Improving Disclosures about Fair Value Measurements*

In January 2010, the FASB issued ASU 2010-06, “Fair Value Measurements and Disclosure (ASC Topic 820): Improving Disclosures about Fair Value Measurements,” (“ASU 2010-06”), which requires several new disclosures, as well as clarification to existing disclosures, as follows:

- Significant transfers in and out of Level 1 and Level 2 fair value measurements and the reason for the transfers;
- Purchases, sales, issuances, and settlement, in the Level 3 fair value measurements reconciliation on a gross basis;
- Fair value measurement disclosures for each class of assets and liabilities (i.e., disaggregated); and
- Valuation techniques and inputs for both recurring and nonrecurring fair value measurements that fall in either Level 2 or Level 3 fair value measurements.

The provisions of ASU 2010-06 were adopted by the Company on January 1, 2010, and are included in the Financial Instruments footnote to these financial statements, except for the disclosures related to the Level 3 reconciliation, which are effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. As the pronouncement only pertains to additional disclosure, the adoption had no effect on the Company’s financial condition, results of operations, or cash flows.

*Improvements to Financial Reporting by Enterprises Involved in Variable Interest Entities*

In December 2009, the FASB issued ASU 2009-17, “Consolidations (ASC Topic 810): Improvements to Financial Reporting by Enterprises Involved in Variable Interest Entities,” (“ASU 2009-17”), which eliminates the exemption for qualifying special-purpose entities (“QSPEs”), as well as amends the consolidation guidance for variable interest entities (“VIEs”), as follows:

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

- Removes the quantitative-based assessment for consolidation of VIEs and, instead, requires a qualitative assessment of whether an entity has the power to direct the VIE's activities, and whether the entity has the obligation to absorb losses or the right to reserve benefits that could be significant to the VIE; and
- Requires an ongoing reassessment of whether an entity is the primary beneficiary of a VIE.

In addition, in February 2010, the FASB issued ASU 2010-10, "Consolidation (ASC Topic 810): Amendments for Certain Investment Funds" ("ASU 2010-10"), which primarily defers to ASU 2009-17 for an investment in an entity that is accounted for as an investment company.

The provisions of ASU 2009-17 and ASU 2010-10 were adopted on January 1, 2010. The Company determined, however, that there was no effect on the Company's financial condition, results of operations, or cash flows upon adoption, as the consolidation conclusions were consistent with those under previous accounting principles generally accepted in the United States ("US GAAP"). The disclosure provisions required by ASU 2009-17 are presented in the Financial Instruments footnote to these financial statements.

*Accounting for Transfers of Financial Assets*

In December 2009, the FASB issued ASU 2009-16 "Transfers and Servicing (ASC Topic 860): Accounting for Transfers of Financial Assets" ("ASU 2009-16"), which eliminates the QSPE concept and requires a transferor of financial assets to:

- Consider the transferor's continuing involvement in assets, limiting the circumstances in which a financial asset should be derecognized when the transferor has not transferred the entire asset to an entity that is not consolidated;
- Account for the transfer as a sale only if an entity transfers an entire financial asset and surrenders control, unless the transfer meets the conditions for a participating interest; and
- Recognize and initially measure at fair value all assets obtained and liabilities incurred as a result of a transfer of financial assets accounted for as a sale.

The provisions of ASU 2009-16 were adopted on January 1, 2010. The Company determined, however, that there was no effect on the Company's financial condition, results of operations, or cash flows upon adoption, as the Company did not have any QSPEs under previous US GAAP, and the requirements for sale accounting treatment are consistent with those previously applied by the Company under US GAAP.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Measuring the Fair Value of Certain Alternative Investments*

In September 2009, the FASB issued ASU 2009-12, “Fair Value Measurements and Disclosures (ASC Topic 820): Investments in Certain Entities That Calculate Net Asset Value per Share (or Its Equivalent)” (“ASU 2009-12”), which allows the use of net asset value to estimate the fair value of certain alternative investments, such as interests in hedge funds, private equity funds, real estate funds, venture capital funds, offshore fund vehicles, and funds of funds. In addition, ASU 2009-12 requires disclosures about the attributes of such investments.

The provisions of ASU 2009-12 were adopted by the Company on December 31, 2009. The Company determined, however, that there was no effect on the Company’s financial condition, results of operations, or cash flows upon adoption, as its guidance is consistent with that previously applied by the Company under US GAAP. The disclosure provisions required by ASU 2009-12 are presented in the Investments footnote to these financial statements.

*Subsequent Events*

In May 2009, the FASB issued new guidance on subsequent events, included in ASC Topic 855, “Subsequent Events,” which establishes:

- The period after the balance sheet date during which an entity should evaluate events or transactions for potential recognition or disclosure in the financial statements;
- The circumstances under which an entity should recognize such events or transactions in its financial statements; and
- Disclosures regarding such events or transactions and the date through which an entity has evaluated subsequent events.

These provisions, as included in ASC Topic 855, were adopted by the Company on June 30, 2009. In addition, in February 2010, the FASB issued ASU 2010-09, “Subsequent Events (Topic 855): Amendments to Certain Recognition and Disclosure Requirements”, which clarifies that an SEC filer should evaluate subsequent events through the date the financial statements are issued and eliminates the requirement for an SEC filer to disclose that date, effective upon issuance. The Company determined that there was no effect on the Company’s financial condition, results of operations, or cash flows upon adoption, as the guidance is consistent with that previously applied by the Company under U.S. auditing standards. The disclosure provisions included in ASC Topic 855, as amended, are presented in the Organization and Significant Accounting Policies footnote to these financial statements.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Recognition and Presentation of Other-Than-Temporary Impairments*

In April 2009, the FASB issued new guidance on recognition and presentation of other-than-temporary impairments, included in ASC Topic 320, “Investments-Debt and Equity Securities,” which requires:

- Noncredit related impairments to be recognized in other comprehensive income (loss), if management asserts that it does not have the intent to sell the security and that it is more likely than not that the entity will not have to sell the security before recovery of the amortized cost basis;
- Total other-than-temporary impairments (“OTTI”) to be presented in the Statement of Operations with an offset recognized in Accumulated other comprehensive income (loss) for the noncredit related impairments;
- A cumulative effect adjustment as of the beginning of the period of adoption to reclassify the noncredit component of a previously recognized other-than-temporary impairment from Retained earnings (deficit) to Accumulated other comprehensive income (loss); and
- Additional interim disclosures for debt and equity securities regarding types of securities held, unrealized losses, and other-than-temporary impairments.

These provisions, as included in ASC Topic 320, were adopted by the Company on April 1, 2009. As a result of implementation, the Company recognized a cumulative effect of change in accounting principle of \$312.0 after considering the effects of deferred policy acquisition costs (“DAC”) and income taxes of \$(139.1) and \$48.6, respectively, as an increase to April 1, 2009 Retained earnings (deficit) with a corresponding decrease to Accumulated other comprehensive income (loss).

In addition, the Company recognized an increase in amortized cost for previously impaired securities due to the recognition of the cumulative effect of change in accounting principle as of April 1, 2009, as follows:

	<b><u>Change in Amortized Cost</u></b>
Fixed maturities:	
U.S. corporate, state and municipalities	\$ 53.3
Foreign	69.2
Residential mortgage-backed	64.3
Commercial mortgage-backed	92.6
Other asset-backed	123.1
Total investments, available-for-sale	<u>\$ 402.5</u>

The disclosure provisions, as included in ASC Topic 320, are presented in the Investments footnote to these financial statements.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Disclosures about Derivative Instruments and Hedging Activities*

In March 2008, the FASB issued new guidance on disclosures about derivative instruments and hedging activities, included in ASC Topic 815, "Derivatives and Hedging," which requires enhanced disclosures about objectives and strategies for using derivatives, fair value amounts of, and gains and losses on, derivative instruments, and credit-risk-related contingent features in derivative agreements, including:

- How and why derivative instruments are used;
- How derivative instruments and related hedged items are accounted for under US GAAP for derivative and hedging activities; and
- How derivative instruments and related hedged items affect an entity's financial statements.

These provisions, as included in ASC Topic 815, were adopted by the Company on January 1, 2009 and are included in the Financial Instruments footnote to these financial statements. As the pronouncement only pertains to additional disclosure, the adoption had no effect on the Company's financial condition, results of operations, or cash flows.

*New Accounting Pronouncements*

*Accounting for Costs Associated with Acquiring or Renewing Insurance Contracts*

In October 2010, the FASB issued ASU 2010-26, "Financial Services - Insurance (ASC Topic 944): Accounting for Costs Associated with Acquiring or Renewing Insurance Contracts" ("ASU 2010-26"), which clarifies what costs relating to the acquisition of new or renewal insurance contracts qualify for deferral. Costs that should be capitalized include (1) incremental direct costs of successful contract acquisition and (2) certain costs related directly to successful acquisition activities (underwriting, policy issuance and processing, medical and inspection, and sales force contract selling) performed by the insurer for the contract. Advertising costs should be included in deferred acquisition costs only if the capitalization criteria in the US GAAP direct-response advertising guidance are met. All other acquisition-related costs should be charged to expense as incurred.

The provisions of ASU 2010-26 are effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2011, and should be applied prospectively. Retrospective application is permitted, and early adoption is permitted at the beginning of an entity's annual reporting period. The Company is currently in the process of determining the impact of adoption of the provisions of ASU 2010-26.

*Consolidation Analysis of Investments Held through Separate Accounts*

In April 2010, the FASB issued ASU 2010-15, "Financial Services-Insurance (ASC Topic 944): How Investments Held through Separate Accounts Affect an Insurer's



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

Consolidation Analysis of Those Investments” (“ASU 2010-15”), which clarifies that an insurance entity generally should not consider any separate account interests held for the benefit of policy holders in an investment to be the insurer’s interests, and should not combine those interests with its general account interest in the same investment when assessing the investment for consolidation.

The provisions of ASU 2010-15 are effective for fiscal years and interim periods beginning after December 15, 2010. The amendments are to be applied retrospectively to all prior periods as of the date of adoption. The Company does not expect any effect on its financial condition, results of operations, or cash flows upon adoption, as the guidance is consistent with that previously applied by the Company under ASC Topic 944.

***Use of Estimates***

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from reported results using those estimates.

***Reclassifications***

Certain reclassifications have been made to prior year financial information to conform to the current year classifications. In the Statements of Operations for the year ended December 31, 2009, Premiums and Interest credited and other benefits to contract owners were increased by \$92.0 related to fourth quarter 2009 activity under a reinsurance transaction, which had no effect on net income.

***Cash and Cash Equivalents***

Cash and cash equivalents include cash on hand, certain money market instruments, and other debt issues with a maturity of 90 days or less when purchased.

***Investments***

All of the Company’s fixed maturities, except those accounted for using the fair value option, and equity securities are currently designated as available-for-sale. Available-for-sale securities are reported at fair value and unrealized capital gains (losses) on these securities are recorded directly in Shareholder’s equity, after adjustment for related changes in DAC, value of business acquired (“VOBA”), and deferred income taxes. Fixed maturities accounted for using the fair value option are reported at fair value with changes in fair value recognized in the Statement of Operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Other-Than-Temporary Impairments*

The Company analyzes its general account investments to determine whether there has been an other-than-temporary decline in fair value below the amortized cost basis. Factors considered in this analysis include, but are not limited to, the length of time and the extent to which the fair value has been less than amortized cost, the issuer's financial condition and near-term prospects, future economic conditions and market forecasts, interest rate changes, and changes in ratings of the security.

When assessing the Company's intent to sell a security or if it is more likely than not it will be required to sell a security before recovery of its cost basis, management evaluates facts and circumstances such as, but not limited to, decisions to rebalance the investment portfolio and sales of investments to meet cash flow needs.

When the Company has determined it has the intent to sell or if it is more likely than not that it will be required to sell a security before recovery of its amortized cost basis and the fair value has declined below amortized cost ("intent impairment") the individual security is written down from amortized cost to fair value and a corresponding charge is recorded in Net realized capital gains (losses) on the Statements of Operations as an other-than-temporary impairment ("OTTI"). If the Company does not intend to sell the security nor is it more likely than not it will be required to sell the security before recovery of its amortized cost basis, but the Company has determined that there has been an other-than-temporary decline in fair value below the amortized cost basis, the OTTI is bifurcated into the amount representing the present value of the decrease in cash flows expected to be collected ("credit impairment") and the amount related to other factors ("noncredit impairment"). The credit impairment is recorded in Net realized capital gains (losses) on the Statements of Operations. The noncredit impairment is recorded in Other comprehensive income (loss) on the Balance Sheets.

In order to determine the amount of the OTTI that is considered a credit impairment, the Company utilizes the following methodology and significant inputs:

- Recovery value is estimated by performing a discounted cash flow analysis based upon the best estimate of expected future cash flows, discounted at the effective interest rate implicit in the underlying debt security. The effective interest rate is the current yield prior to impairment for a fixed rate security or current coupon yield for a floating rate security.
- Collectability and recoverability are estimated using the same considerations as the Company uses in its overall impairment analysis which includes, but is not limited to, the length of time and the extent to which the fair value has been less than amortized cost, the issuer's financial condition and near-term prospects, future economic conditions and market forecasts, interest rate changes, and changes in ratings of the security.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

- Additional factors considered for structured securities such as Residential Mortgage-backed Securities (“RMBS”), Commercial Mortgage-backed Securities (“CMBS”) and other Asset-backed Securities (“ABS”) include, but are not limited to, quality of underlying collateral, anticipated loss severities, collateral default rates, and other collateral characteristics such as vintage, re-payment terms, and the geographical makeup of the collateral.

*Purchases and Sales*

Purchases and sales of fixed maturities and equity securities, excluding private placements, are recorded on the trade date. Purchases and sales of private placements and mortgage loans are recorded on the closing date.

*Valuation of Investments and Derivatives*

The Company utilizes a number of valuation methodologies to determine the fair values of its financial assets and liabilities in conformity with the concepts of “exit price” and the fair value hierarchy as prescribed in ASC Topic 820. Valuations are obtained from third party commercial pricing services, brokers, and industry-standard, vendor-provided software that models the value based on market observable inputs. The valuations obtained from brokers and third-party commercial pricing services are non-binding. The valuations are reviewed and validated monthly through the internal valuation committee price variance review, comparisons to internal pricing models, back testing to recent trades, or monitoring of trading volumes.

All valuation methods and assumptions are validated at least quarterly to ensure the accuracy and relevance of the fair values. There were no material changes to the valuation methods or assumptions used to determine fair values during 2010, except for the Company’s use of commercial pricing services to value certain collateralized mortgage obligations (“CMO-Bs”) which commenced in the first quarter of 2010.

*Fair Value Measurements*

ASC Topic 820, “Fair Value Measurements and Disclosures,” defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and enhances disclosure requirements for fair value measurements.

*Fair Value Hierarchy*

The Company has categorized its financial instruments into a three level hierarchy based on the priority of the inputs to the valuation technique.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded at fair value on the Balance Sheets are categorized as follows:

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in an active market.
- Level 2 - Quoted prices in markets that are not active or inputs that are observable either directly or indirectly for substantially the full term of the asset or liability. Level 2 inputs include the following:
  - a) Quoted prices for similar assets or liabilities in active markets;
  - b) Quoted prices for identical or similar assets or liabilities in non-active markets;
  - c) Inputs other than quoted market prices that are observable; and
  - d) Inputs that are derived principally from or corroborated by observable market data through correlation or other means.
- Level 3 - Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These valuations, whether derived internally or obtained from a third party, use critical assumptions that are not widely available to estimate market participant expectations in valuing the asset or liability.

The following valuation methods and assumptions were used by the Company in estimating the reported values for the investments and derivatives described below:

*Fixed maturities:* The fair values for the actively traded marketable bonds are determined based upon the quoted market prices and are classified as Level 1 assets. Assets in this category would primarily include certain US Treasury securities. The fair values for marketable bonds without an active market, excluding subprime residential mortgage-backed securities, are obtained through several commercial pricing services, which provide the estimated fair values, and are classified as Level 2 assets. These services incorporate a variety of market observable information in their valuation techniques, including benchmark yields, broker-dealer quotes, credit quality, issuer spreads, bids, offers and other reference data. This category includes US and foreign corporate bonds, ABS, US agency and government guaranteed securities, CMBS, and RMBS, including CMO-Bs.

Generally, the Company does not obtain more than one vendor price from pricing services per instrument. The Company uses a hierarchy process in which prices are obtained from a primary vendor, and, if that vendor is unable to provide the price, the

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

next vendor in the hierarchy is contacted until a price is obtained or it is determined that a price cannot be obtained from a commercial pricing service. When a price cannot be obtained from a commercial pricing service, independent broker quotes are solicited. Securities priced using independent broker quotes are classified as Level 3.

Broker quotes and prices obtained from pricing services are reviewed and validated monthly through an internal valuation committee price variance review, comparisons to internal pricing models, back testing to recent trades, or monitoring of trading volumes. At December 31, 2010, \$235.3 and \$17.3 billion of a total of \$22.0 billion in fixed maturities were valued using unadjusted broker quotes and unadjusted prices obtained from pricing services, respectively, and verified through the review process. The remaining balance in fixed maturities consisted primarily of privately placed bonds valued using a matrix-based pricing model.

All prices and broker quotes obtained go through the review process described above including valuations for which only one broker quote is obtained. After review, for those instruments where the price is determined to be appropriate, the unadjusted price provided is used for financial statement valuation. If it is determined that the price is questionable, another price may be requested from a different vendor. For CMO-Bs, the average of several broker quotes may be used when multiple quotes are available. The internal valuation committee then reviews all prices for the instrument again, along with information from the review, to determine which price best represents “exit price” for the instrument.

Fair values of privately placed bonds are determined using a matrix-based pricing model and are classified as Level 2 assets. The model considers the current level of risk-free interest rates, current corporate spreads, the credit quality of the issuer, and cash flow characteristics of the security. Also considered are factors such as the net worth of the borrower, the value of collateral, the capital structure of the borrower, the presence of guarantees, and the Company’s evaluation of the borrower’s ability to compete in its relevant market. Using this data, the model generates estimated market values which the Company considers reflective of the fair value of each privately placed bond.

Trading activity for the Company’s RMBS, particularly subprime and Alt-A RMBS, declined during 2008 as a result of the dislocation of the credit markets. The Company continued to obtain pricing information from commercial pricing services and brokers. However, the pricing for subprime and Alt-A RMBS did not represent regularly occurring market transactions since the trading activity declined significantly in the second half of 2008. As a result, the Company concluded in the second half of 2008 that the market for subprime and Alt-A RMBS was inactive and classified these securities as Level 3 assets. The Company did not change its valuation procedures, which are consistent with those used for Level 2 marketable bonds without an active market, as a result of determining that the market was inactive. Due to increased trade activity of Alt-A RMBS during the second half of 2009, the Company determined that the Alt-A RMBS

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

should be transferred to Level 2 of the valuation hierarchy as its overall assessment of the market was that it was active. The market for subprime RMBS remains largely inactive, and as such these securities will remain in Level 3 of the valuation hierarchy. The Company will continue to monitor market activity for RMBS to determine proper classification in the valuation hierarchy.

*Equity securities, available-for-sale:* Fair values of publicly traded equity securities are based upon quoted market price and are classified as Level 1 assets. Other equity securities, typically private equities or equity securities not traded on an exchange, are valued by other sources such as analytics or brokers and are classified as Level 3 assets.

*Cash and cash equivalents, Short-term investments, and Short-term investments under securities loan agreement:* The fair values for cash equivalents and short-term investments are determined based on quoted market prices. These assets are classified as Level 1. Other short-term investments are valued and classified in the fair value hierarchy consistent with the policies described herein, depending on investment type.

*Derivatives:* The carrying amounts for these financial instruments, which can be assets or liabilities, reflect the fair value of the assets and liabilities. Derivatives are carried at fair value (on the Balance Sheets), which is determined using the Company's derivative accounting system in conjunction with observable key financial data from third party sources, such as yield curves, exchange rates, Standard & Poor's ("S&P") 500 Index prices, and London Inter Bank Offered Rates ("LIBOR"), or through values established by third party brokers. Counterparty credit risk is considered and incorporated in the Company's valuation process through counterparty credit rating requirements and monitoring of overall exposure. It is the Company's policy to transact only with investment grade counterparties with a credit rating of A- or better. The Company's own credit risk is also considered and incorporated in the Company's valuation process. Valuations for the Company's futures contracts are based on unadjusted quoted prices from an active exchange and, therefore, are classified as Level 1. The Company also has certain credit default swaps and options that are priced using models that primarily use market observable inputs, but contain inputs that are not observable to market participants, which have been classified as Level 3. However, all other derivative instruments are valued based on market observable inputs and are classified as Level 2.

*Embedded derivatives - Investment contract guarantees:* The Company records guarantees, which can be either assets or liabilities, for annuity contracts containing guaranteed riders for Guaranteed Minimum Accumulated Benefits ("GMABs") and Guaranteed Minimum Withdrawal Benefits ("GMWBs") without life contingencies in accordance with US GAAP for derivative instruments and hedging activities. The guarantee is treated as an embedded derivative and is required to be reported separately from the host variable annuity contract. The fair value of the obligation is calculated based on actuarial and capital market assumptions related to the projected cash flows, including benefits and related contract charges, over the anticipated life of the related

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

contracts. The cash flow estimates are produced by using stochastic techniques under a variety of market return scenarios and other best estimate assumptions. These derivatives are classified as Level 3 assets in the fair value hierarchy.

The Company also records for its fixed indexed annuity (“FIA”) contracts an embedded derivative liability for interest payments to contractholders above the minimum guaranteed interest rate, in accordance with US GAAP for derivative instruments and hedging activities. The guarantee is treated as an embedded derivative and is required to be reported separately from the host contract. The fair value of the obligation is calculated based on actuarial and capital market assumptions related to the projected cash flows, including benefits and related contract charges, over the anticipated life of the related contracts. The cash flow estimates are produced by best estimate assumptions. These derivatives are classified as Level 3 assets in the fair value hierarchy.

Nonperformance risk for investment contract guarantees contains adjustments to the fair values of these contract liabilities related to the current credit standing of ING and the Company based on credit default swaps with similar term to maturity and priority of payment. The ING credit default swap spread is applied to the discount factors for FIAs and the risk-free rates for GMABs and GMWBs in the Company’s valuation models in order to incorporate credit risk into the fair values of these investment contract guarantees. As of December 31, 2010, the credit spreads of ING and the Company increased by approximately 150 basis points from December 31, 2009, which contributed to changes in the valuation of the reserves for all investment contract guarantees.

*Embedded derivative on reinsurance:* The carrying value of the embedded derivative is estimated based upon the change in the fair value of the assets supporting the funds withheld payable under the combined coinsurance and coinsurance funds withheld reinsurance agreement between the Company and Security Life of Denver International Limited (“SLDI”). As the fair value of the assets held in trust is based on a quoted market price (Level 1), the fair value of the embedded derivative is based on market observable inputs and is classified as Level 2.

*Assets held in separate accounts:* Assets held in separate accounts are reported at the quoted fair values of the underlying investments in the separate accounts.

The following investments are reported at values other than fair value on the Balance Sheets and are therefore not categorized in the fair value hierarchy:

*Mortgage loans on real estate:* Mortgage loans on real estate are reported at amortized cost, less impairment write-downs and allowance for losses. If the value of any mortgage loan is determined to be impaired (i.e., when it is probable that the Company will be unable to collect all amounts due according to the contractual terms of the loan agreement), the carrying value of the mortgage loan is reduced to the lower of either the present value of expected cash flows from the loan, discounted at the loan’s effective

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

interest rate, or fair value of the collateral. For those mortgages that are determined to require foreclosure, the carrying value is reduced to the fair value of the underlying collateral, net of estimated costs to obtain and sell at the point of foreclosure. The carrying value of the impaired loans is reduced by establishing a permanent write-down recorded in Net realized capital gains (losses).

*Policy loans:* The reported value of policy loans is equal to the carrying, or cash surrender, value of the loans. Policy loans are fully collateralized by the account value of the associated insurance contracts.

*Loan - Dutch State obligation:* The reported value of The State of the Netherlands (the “Dutch State”) loan obligation is based on the outstanding loan balance plus any unamortized premium.

*Limited partnerships/corporations:* The carrying value for these investments, primarily private equities and hedge funds, is determined based on the Company’s degree of influence over the investee’s operating and financial policies along with the percent of the investee that the Company owns. Those investments where the Company has determined it has significant influence are accounted for under the equity method, with the remainder accounted for under the cost method.

*Other investments:* Other investments are comprised primarily of investments in joint ventures, accounted for under the equity method, and real estate reported at cost.

Fair value estimates are made at a specific point in time, based on available market information and judgments about various financial instruments, such as estimates of timing and amounts of future cash flows. Such estimates do not reflect any premium or discount that could result from offering for sale at one time the Company’s entire holdings of a particular financial instrument, nor do they consider the tax impact of the realization of unrealized capital gains (losses). In many cases, the fair value estimates cannot be substantiated by comparison to independent markets, nor can the disclosed value be realized in immediate settlement of the instruments.

*Repurchase Agreements*

The Company engages in dollar repurchase agreements with mortgage-backed securities (“dollar rolls”) and repurchase agreements with other collateral types to increase its return on investments and improve liquidity. Such arrangements typically meet the requirements to be accounted for as financing arrangements. The Company enters into dollar roll transactions by selling existing mortgage-backed securities and concurrently entering into an agreement to repurchase similar securities within a short time frame in the future at a lower price. Under repurchase agreements, the Company borrows cash from a counterparty at an agreed upon interest rate for an agreed upon time frame and pledges collateral in the form of securities. At the end of the agreement, the counterparty



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

returns the collateral to the Company and the Company, in turn, repays the loan amount along with the additional agreed upon interest. Company policy requires that at all times during the term of the dollar roll and repurchase agreements that cash or other collateral types obtained is sufficient to allow the Company to fund substantially all of the cost of purchasing replacement assets. Cash collateral received is invested in short-term investments, with the offsetting collateral liability included in Borrowed money on the Balance Sheets. At December 31, 2010, the Company did not have any securities pledged in dollar rolls and repurchase agreement transactions. At December 31, 2009, the carrying value of the securities pledged in dollar rolls and repurchase agreement transactions was \$354.1 and is included in Securities pledged on the Balance Sheets. The repurchase obligation related to dollar rolls and repurchase agreements, including accrued interest, totaled \$0 and \$311.1 at December 31, 2010 and 2009, respectively, and is included in Borrowed money on the Balance Sheets. In addition to the repurchase obligation, at December 31, 2009, the Company held \$28.9 in collateral posted by the counterparty in connection with the increase in the value of pledged securities that will be released upon settlement.

The Company also enters into reverse repurchase agreements. These transactions involve a purchase of securities and an agreement to sell substantially the same securities as those purchased. Company policy requires that, at all times during the term of the reverse repurchase agreements, cash or other collateral types provided is sufficient to allow the counterparty to fund substantially all of the cost of purchasing replacement assets. At December 31, 2010 and 2009, the Company did not have any securities pledged under reverse repurchase agreements.

The primary risk associated with short-term collateralized borrowings is that the counterparty will be unable to perform under the terms of the contract. The Company's exposure is limited to the excess of the net replacement cost of the securities over the value of the short-term investments, an amount that was immaterial at December 31, 2010. The Company believes the counterparties to the dollar rolls, repurchase, and reverse repurchase agreements are financially responsible and that the counterparty risk is minimal.

*Securities Lending*

The Company engages in securities lending whereby certain securities from its portfolio are loaned to other institutions for short periods of time. Initial collateral, primarily cash, is required at a rate of 102% of the market value of the loaned domestic securities. The collateral is deposited by the borrower with a lending agent, and retained and invested by the lending agent according to the Company's guidelines to generate additional income. The market value of the loaned securities is monitored on a daily basis with additional collateral obtained or refunded as the market value of the loaned securities fluctuates. At December 31, 2010 and 2009, the fair value of loaned securities was \$139.7 and \$163.7, respectively, and is included in Securities pledged on the Balance Sheets.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Derivatives*

The Company's use of derivatives is limited mainly to economic hedging purposes to reduce the Company's exposure to cash flow variability of assets and liabilities, interest rate risk, credit risk, and market risk.

The Company enters into interest rate, equity market, credit default, and currency contracts, including swaps, caps, floors, options and futures, to reduce and manage risks associated with changes in value, yield, price, cash flow, or exchange rates of assets or liabilities held or intended to be held, or to assume or reduce credit exposure associated with a referenced asset, index, or pool. The Company also utilizes options and futures on equity indices to reduce and manage risks associated with its annuity products. Open derivative contracts are reported as either Derivatives or Other liabilities, as appropriate, on the Balance Sheets. Changes in the fair value of such derivatives are recorded in Net realized capital gains (losses) in the Statements of Operations.

If the Company's current debt and claims paying ratings were downgraded in the future, the terms in the Company's derivative agreements may be triggered, which could negatively impact overall liquidity. For the majority of the Company's counterparties, there is a termination event should the Company's long-term debt ratings drop below BBB+/Baal.

The Company also has investments in certain fixed maturity instruments, and has issued certain retail annuity products, that contain embedded derivatives whose market value is at least partially determined by, among other things, levels of or changes in domestic and/or foreign interest rates (short-term or long-term), exchange rates, prepayment rates, equity markets, or credit ratings/spreads.

Embedded derivatives within retail annuity products are included in Future policy benefits and claims reserves on the Balance Sheets, and changes in the fair value are recorded in Interest credited and other benefits to contract owners in the Statements of Operations.

In addition, the Company has entered into a coinsurance with funds withheld arrangement which contains an embedded derivative whose fair value is based on the change in the fair value of the underlying assets held in trust. The embedded derivative within the coinsurance funds withheld arrangement is included in Future policy benefits and claims reserves on the Balance Sheets, and changes in the fair value are recorded in Interest credited and other benefits to contract owners in the Statement of Operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*DAC and VOBA*

General

DAC represents policy acquisition costs that have been capitalized and are subject to amortization. Such costs consist principally of certain commissions, underwriting, contract issuance, and agency expenses, related to the production of new and renewal business.

VOBA represents the outstanding value of in force business capitalized in purchase accounting when the Company was acquired and is subject to amortization. The value is based on the present value of estimated profits embedded in the Company's contracts.

Current US GAAP guidance for universal life and investment-type products, such as fixed and variable deferred annuities, indicates DAC and VOBA are amortized, with interest, over the life of the related contracts in relation to the present value of estimated future gross profits from investment, mortality, and expense margins, plus surrender charges.

Internal Replacements

Contract owners may periodically exchange one contract for another, or make modifications to an existing contract. Beginning January 1, 2007, these transactions are identified as internal replacements and are accounted for in accordance with current US GAAP guidance for DAC related to modification or exchange of insurance contracts.

Internal replacements that are determined to result in substantially unchanged contracts are accounted for as continuations of the replaced contracts. Any costs associated with the issuance of the new contracts are considered maintenance costs and expensed as incurred. Unamortized DAC and VOBA related to the replaced contracts continue to be deferred and amortized in connection with the new contracts. Internal replacements that are determined to result in contracts that are substantially changed are accounted for as extinguishments of the replaced contracts, and any unamortized DAC and VOBA related to the replaced contracts are written off to Net amortization of deferred policy acquisition costs and value of business acquired in the Statements of Operations.

Unlocking

Changes in assumptions can have a significant impact on DAC and VOBA balances and amortization rates. Several assumptions are considered significant in the estimation of future gross profits associated with variable universal life and variable deferred annuity products. One of the most significant assumptions involved in the estimation of future gross profits is the assumed return associated with the variable account performance. To reflect the volatility in the equity markets, this assumption involves a combination of

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

near-term expectations and long-term assumptions regarding market performance. The overall return on the variable account is dependent on multiple factors, including the relative mix of the underlying sub-accounts among bond funds and equity funds, as well as equity sector weightings. Other significant assumptions include estimated future hedging and guaranteed benefit costs, surrender and lapse rates, estimated interest spread, and estimated mortality.

Due to the relative size and sensitivity to minor changes in underlying assumptions of DAC and VOBA balances, the Company performs quarterly and annual analyses of DAC and VOBA for the annuity and life businesses, respectively. The DAC and VOBA balances are evaluated for recoverability.

At each evaluation date, actual historical gross profits are reflected, and estimated future gross profits and related assumptions are evaluated for continued reasonableness. Any adjustment in estimated future gross profits requires that the amortization rate be revised (“unlocking”), retroactively to the date of the policy or contract issuance. The cumulative unlocking adjustment is recognized as a component of current period amortization. In general, sustained increases in investment, mortality, and expense margins, and thus estimated future profits, lower the rate of amortization. Sustained decreases in investment, mortality, and expense margins, and thus estimated future gross profits, however, increase the rate of amortization.

***Reserves***

The Company establishes and carries actuarially-determined reserves that are calculated to meet its future obligations. Generally, reserves are calculated using mortality and withdrawal rate assumptions based on relevant Company experience and are periodically reviewed against both industry standards and experience. Changes in, or deviations from, the assumptions used can significantly affect the Company’s reserve levels and related future operations.

Future policy benefits and claims reserves include reserves for deferred annuities and immediate annuities with and without life contingent payouts, universal and traditional life insurance contracts, and GICs.

Reserves for deferred annuity investment contracts and immediate annuities without life contingent payouts are equal to cumulative deposits, less charges and withdrawals, plus credited interest thereon. Deferred annuity crediting rates and reserve interest rates vary by product and ranged from 0% to 7.8% for the years 2010, 2009, and 2008.

Reserves for individual immediate annuities with life contingent payout benefits are computed on the basis of assumed interest discount rate, mortality, and expenses, including a margin for adverse deviations. Such assumptions generally vary by annuity

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

plan type, year of issue, and policy duration. For the years 2010, 2009, and 2008, immediate annuity reserve interest rates ranged from 0% to 8.0%.

Reserves for FIAs are computed in accordance with the requirements of FASB ASC Topic 944, "Financial Services – Insurance", Topic 815, "Derivatives and Hedging", and Topic 820, "Fair Value Measurements and Disclosures". Accordingly, the aggregate initial liability is equal to the deposit received, plus a bonus, if applicable, and is split into a host component and an embedded derivative component. Thereafter, the host liability accumulates at a set interest rate, and the embedded derivative liability is recognized at fair value, with the change in fair value recorded in the Statements of Operations.

Reserves for universal life products are equal to cumulative deposits, less withdrawals and charges, plus credited interest thereon. Reserves for traditional life insurance contracts represent the present value of future benefits to be paid to or on behalf of contract owners and related expenses, less the present value of future net premiums.

Under the requirements of ASC Topic 944, the Company calculates additional reserve liabilities for certain variable annuity guaranteed benefits and for universal life products with certain patterns of cost of insurance charges and certain other fees. The additional reserve for such products recognizes the portion of contract assessments received in early years used to compensate the insurer for services provided in later years.

The Company calculates a benefit ratio for each block of business that meets the requirements for additional reserves as outlined in ASC Topic 944, and calculates an additional reserve by accumulating amounts equal to the benefit ratio multiplied by the assessments for each period, reduced by excess benefits during the period. The additional reserve is accumulated at interest rates using rates consistent with the deferred policy acquisition costs model for the period. The calculated reserve includes a provision for universal life contracts with patterns of cost of insurance charges that produce expected gains from the insurance benefit function followed by losses from that function in later years.

GMABs and GMWBs without life contingent payouts are considered to be derivatives under ASC Topic 815 and Topic 820. The additional reserves for these guarantees are recognized at fair value through the Statements of Operations.

Reserves for GICs are calculated using the amount deposited with the Company, less withdrawals, plus interest accrued to the ending valuation date. Interest on these contracts is accrued by a predetermined index, plus a spread or a fixed rate, established at the issue date of the contract.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

***Sales Inducements***

Sales inducements represent benefits paid to contract owners for a specified period that are incremental to the amounts the Company credits on similar contracts and are higher than the contract's expected ongoing crediting rates for periods after the inducement. Sales inducements are amortized as a component of Interest credited and other benefits to contract owners using methodologies and assumptions consistent with those used for amortization of DAC.

***Revenue Recognition***

For universal life and most annuity contracts, charges assessed against contract owner funds for the cost of insurance, surrenders, expenses, and other fees are recorded as revenue as charges are assessed. Other amounts received for these contracts are reflected as deposits and are not recorded as premium or revenue. Related policy benefits are recorded in relation to the associated premiums or gross profit so that profits are recognized over the expected lives of the contracts.

Premiums on the Statements of Operations primarily represent amounts received under traditional life insurance policies.

For GICs, deposits made to the Company are not recorded as revenue in the Statements of Operations, but are recorded directly to Future policy benefits and claims reserves on the Balance Sheets.

***Separate Accounts***

Separate account assets and liabilities generally represent funds maintained to meet specific investment objectives of contract owners who bear the investment risk, subject, in limited cases, to certain minimum guarantees. Investment income and investment gains and losses generally accrue directly to such contract owners. The assets of each account are legally segregated and are not subject to claims that arise out of any other business of the Company or its affiliates.

Separate account assets supporting variable options under variable annuity contracts are invested, as designated by the contract owner or participant (who bears the investment risk subject, in limited cases, to minimum guaranteed rates) under a contract, in shares of mutual funds that are managed by the Company or its affiliates, or in other selected mutual funds not managed by the Company or its affiliates.

The Company reports separately, as assets and liabilities, investments held in the separate accounts and liabilities of separate accounts if:

- such separate accounts are legally recognized;

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

- assets supporting the contract liabilities are legally insulated from the Company's general account liabilities;
- investments are directed by the contractholder;
- and, all investment performance, net of contract fees and assessments, is passed through to the contractholder.

The Company reports separate account assets and liabilities that meet the above criteria at fair value based on the fair value of the underlying investments. Investment income and net realized and unrealized capital gains (losses) of the separate accounts, however, are not reflected in the Statements of Operations. The Statements of Cash Flows do not reflect investment activity of the separate accounts.

***Deposits and Reinsurance Recoverable***

The Company utilizes reinsurance agreements to reduce its exposure to large losses in most aspects of its insurance business. Such reinsurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Company as direct insurer of the risks reinsured. The Company evaluates the financial strength of potential reinsurers and continually monitors the financial condition of reinsurers. Only those reinsurance recoverable balances deemed probable of recovery are reflected as assets on the Company's Balance Sheets.

***Participating Insurance***

Participating business approximates 8.0% of the Company's ordinary life insurance in force and 28.0% of life insurance premium income. The amount of dividends to be paid is determined annually by the Board of Directors. Amounts allocable to participating contract owners are based on published dividend projections or expected dividend scales. Dividends to participating policyholders of \$12.1, \$12.4, and \$13.7, were incurred during the years ended December 31, 2010, 2009, and 2008, respectively.

***Income Taxes***

The Company files a consolidated federal income tax return with ING America Insurance Holdings, Inc. ("ING AIH"), an affiliate, and certain other subsidiaries of ING AIH. The Company is a party to a federal tax allocation agreement with ING AIH and its subsidiaries that are part of the group, whereby ING AIH charges its subsidiaries for federal taxes each subsidiary would have incurred were it not a member of the consolidated group and credits each subsidiary for losses at the statutory federal tax rate.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

**2. Investments**

*Fixed Maturities and Equity Securities*

Fixed maturities and equity securities were as follows as of December 31, 2010.

	Amortized Cost	Gross Unrealized Capital Gains	Gross Unrealized Capital Losses	OTTI <sup>(2)</sup>	Fair Value
Fixed maturities:					
U.S. Treasuries	\$ 1,595.7	\$ 19.4	\$ 2.4	\$ -	\$ 1,612.7
U.S. government agencies and authorities	24.2	0.3	0.2	-	24.3
State, municipalities, and political subdivisions	126.5	3.6	11.6	-	118.5
U.S. corporate securities:					
Public utilities	1,526.4	83.2	18.4	-	1,591.2
Other corporate securities	7,514.5	366.7	63.2	0.3	7,817.7
Total U.S. corporate securities	9,040.9	449.9	81.6	0.3	9,408.9
Foreign securities <sup>(1)</sup> :					
Government	474.6	39.0	4.3	-	509.3
Other	4,742.9	216.7	69.9	0.1	4,889.6
Total foreign securities	5,217.5	255.7	74.2	0.1	5,398.9
Residential mortgage-backed securities	2,028.7	240.8	31.3	67.2	2,171.0
Commercial mortgage-backed securities	2,112.2	125.8	31.8	7.3	2,198.9
Other asset-backed securities	1,213.9	17.8	92.0	32.1	1,107.6
Total fixed maturities, including securities pledged	21,359.6	1,113.3	325.1	107.0	22,040.8
Less: securities pledged	886.6	17.5	14.7	-	889.4
Total fixed maturities	20,473.0	1,095.8	310.4	107.0	21,151.4
Equity securities	142.1	8.1	0.0	-	150.2
Total investments	<u>\$ 20,615.1</u>	<u>\$ 1,103.9</u>	<u>\$ 310.4</u>	<u>\$ 107.0</u>	<u>\$ 21,301.6</u>

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> Represents other-than-temporary impairments reported as a component of Other comprehensive income ("noncredit impairments").



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

Fixed maturities and equity securities were as follows as of December 31, 2009.

	Amortized Cost	Gross Unrealized Capital Gains	Gross Unrealized Capital Losses	OTTI <sup>(2)</sup>	Fair Value
Fixed maturities:					
U.S. Treasuries	\$ 4,201.0	\$ 2.5	\$ 80.0	\$ -	\$ 4,123.5
U.S. government agencies and authorities	26.1	0.1	1.6	-	24.6
State, municipalities, and political subdivisions	47.8	2.2	5.2	-	44.8
U.S. corporate securities:					
Public utilities	997.4	57.5	6.9	-	1,048.0
Other corporate securities	4,290.8	247.8	71.8	0.4	4,466.4
Total U.S. corporate securities	5,288.2	305.3	78.7	0.4	5,514.4
Foreign securities <sup>(1)</sup> :					
Government	369.8	23.8	8.3	-	385.3
Other	2,880.8	131.7	78.5	0.4	2,933.6
Total foreign securities	3,250.6	155.5	86.8	0.4	3,318.9
Residential mortgage-backed securities	1,713.1	210.7	150.7	70.9	1,702.2
Commercial mortgage-backed securities	3,012.5	25.3	448.2	-	2,589.6
Other asset-backed securities	1,226.0	11.8	316.8	28.4	892.6
Total fixed maturities, including securities pledged	18,765.3	713.4	1,168.0	100.1	18,210.6
Less: securities pledged	1,079.4	35.3	22.2	-	1,092.5
Total fixed maturities	17,685.9	678.1	1,145.8	100.1	17,118.1
Equity securities	150.8	4.3	0.8	-	154.3
Total investments	<u>\$ 17,836.7</u>	<u>\$ 682.4</u>	<u>\$ 1,146.6</u>	<u>\$ 100.1</u>	<u>\$ 17,272.4</u>

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> Represents other-than-temporary impairments reported as a component of Other comprehensive income ("noncredit impairments").

At December 31, 2010 and 2009, net unrealized gains (losses) were \$689.3 and \$(551.2), respectively, on total fixed maturities, including securities pledged to creditors, and equity securities.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The amortized cost and fair value of total fixed maturities, including securities pledged, as of December 31, 2010, are shown below by contractual maturity. Actual maturities may differ from contractual maturities as securities may be restructured, called, or prepaid.

	<u>Amortized Cost</u>	<u>Fair Value</u>
Due to mature:		
One year or less	\$ 805.0	\$ 821.6
After one year through five years	5,775.1	6,018.0
After five years through ten years	5,214.7	5,394.9
After ten years	4,210.0	4,328.8
Mortgage-backed securities	4,140.9	4,369.9
Other asset-backed securities	1,213.9	1,107.6
Fixed maturities, including securities pledged	<u>\$ 21,359.6</u>	<u>\$ 22,040.8</u>

The Company did not have any investments in a single issuer, other than obligations of the U.S. government and government agencies and the Dutch State loan obligation, with a carrying value in excess of 10.0% of the Company's Shareholder's equity at December 31, 2010 and 2009.

At December 31, 2010 and 2009, fixed maturities with fair values of \$12.4 and \$12.1, respectively, were on deposit as required by regulatory authorities.

The Company invests in various categories of collateralized mortgage obligations ("CMOs"), including CMOs that are not agency-backed, that are subject to different degrees of risk from changes in interest rates and defaults. The principal risks inherent in holding CMOs are prepayment and extension risks related to dramatic decreases and increases in interest rates resulting in the prepayment of principal from the underlying mortgages, either earlier or later than originally anticipated. At December 31, 2010 and 2009, approximately 22.9% and 26.1%, respectively, of the Company's CMO holdings were invested in those types of CMOs which are subject to more prepayment and extension risk than traditional CMOs, such as interest-only or principal-only strips.

The Company is a member of the Federal Home Loan Bank of Des Moines ("FHLB") and is required to maintain a collateral deposit that backs funding agreements issued to the FHLB. At December 31, 2010 and 2009, the Company had \$1,579.6 and \$1,304.5, respectively, in non-putable funding agreements, including accrued interest, issued to the FHLB. These non-putable funding agreements are included in Future policy benefits and claims reserves, in the Balance Sheets. At December 31, 2010 and 2009, assets with a market value of \$1,930.1 and \$1,657.9, respectively, collateralized the funding agreements to the FHLB. Assets pledged to the FHLB are included in Fixed maturities, available-for-sale, in the Balance Sheets.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Transfer of Alt-A RMBS Participation Interest*

On January 26, 2009, ING announced it reached an agreement, for itself and on behalf of certain ING affiliates including the Company, with the Dutch State on an Illiquid Assets Back-Up Facility (the "Back-Up Facility") covering 80% of ING's Alt-A RMBS. Under the terms of the Back-Up Facility, a full credit risk transfer to the Dutch State was realized on 80% of ING's Alt-A RMBS owned by ING Bank, FSB and ING affiliates within ING Insurance US with a book value of \$36.0 billion, including book value of \$1.4 billion of the Alt-A RMBS portfolio owned by the Company (with respect to the Company's portfolio, the "Designated Securities Portfolio") (the "ING-Dutch State Transaction"). As a result of the risk transfer, the Dutch State will participate in 80% of any results of the ING Alt-A RMBS portfolio. The risk transfer to the Dutch State took place at a discount of approximately 10% of par value. In addition, under the Back-Up Facility, other fees were paid both by the Company and the Dutch State. Each ING company participating in the ING-Dutch State Transaction, including the Company remains the legal owner of 100% of its Alt-A RMBS portfolio and will remain exposed to 20% of any results on the portfolio. The ING-Dutch State Transaction closed March 31, 2009, with the affiliate participation conveyance and risk transfer to the Dutch State described in the succeeding paragraph taking effect as of January 26, 2009.

In order to implement that portion of the ING-Dutch State Transaction related to the Company's Designated Securities Portfolio, the Company entered into a participation agreement with its affiliates, ING Support Holding B.V. ("ING Support Holding") and ING pursuant to which the Company conveyed to ING Support Holding an 80% participation interest in its Designated Securities Portfolio and will pay a periodic transaction fee, and received, as consideration for the participation, an assignment by ING Support Holding of its right to receive payments from the Dutch State under the Illiquid Assets Back-Up Facility related to the Company's Designated Securities Portfolio among, ING, ING Support Holding and the Dutch State (the "Company Back-Up Facility"). Under the Company Back-Up Facility, the Dutch State is obligated to pay certain periodic fees and make certain periodic payments with respect to the Company's Designated Securities Portfolio, and ING Support Holding is obligated to pay a periodic guarantee fee and make periodic payments to the Dutch State equal to the distributions made with respect to the 80% participation interest in the Company's Designated Securities Portfolio. The Dutch State payment obligation to the Company under the Company Back-Up Facility is accounted for as a loan receivable for US GAAP and is reported in Loan - Dutch State obligation on the Balance Sheets.

Upon the closing of the transaction on March 31, 2009, the Company reduced the unrealized loss balance in Accumulated other comprehensive loss included in Shareholder's equity by \$411.3 and recognized a gain of \$117.6, which was reported in Net realized capital losses on the Statements of Operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

In a second transaction, known as the Step 1 Cash Transfer, a portion of the Company's Alt-A RMBS which had a book value of \$18.9 was sold for cash to an affiliate, Lion II Custom Investments LLC ("Lion II"). Immediately thereafter, Lion II sold to ING Direct Bancorp the purchased securities (the "Step 2 Cash Transfer"). Contemporaneous with the Step 2 Cash Transfer, ING Direct Bancorp included such purchased securities as part of its Alt-A RMBS portfolio sale to the Dutch State. The Step 1 Cash Transfer closed on March 31, 2009, and the Company recognized a gain of \$7.9 contemporaneous with the closing of the ING-Dutch State Transaction, which was reported in Net realized capital gains (losses) on the Statements of Operations.

As part of the final restructuring plan submitted to the European Commission ("EC") in connection with its review of the Dutch state aid to ING (the "Restructuring Plan"), ING has agreed to make additional payments to the Dutch State corresponding to an adjustment of fees for the Back-Up Facility. Under this new agreement, the terms of the ING-Dutch State Transaction which closed on March 31, 2009, including the transfer price of the Alt-A RMBS securities, will remain unaltered and the additional payments will not be borne by the Company or any other ING U.S. subsidiaries.

***Variable Interest Entities***

The Company holds certain VIEs for investment purposes. VIEs may be in the form of private placement securities, structured securities, securitization transactions, or limited partnerships. The Company has reviewed each of its holdings and determined that consolidation of these investments in the Company's financial statements is not required, as the Company is not the primary beneficiary, because the Company does not have both the power to direct the activities that most significantly impact the entity's economic performance and the obligation or right to potentially significant losses or benefits, for any of its investments in VIEs. Rather, the VIEs are accounted for using the cost or equity method of accounting. The Company provided no non-contractual financial support and its carrying value represents the Company's exposure to loss. The carrying value of collateralized loan obligations ("CLOs") of \$2.7 and \$2.3 at December 31, 2010 and 2009, respectively, is included in Limited partnerships/corporations on the Balance Sheets. Income and losses recognized on these investments are reported in Net investment income on the Statements of Operations.

***Unrealized Capital Losses***

Unrealized capital losses (including non-credit impairments) in fixed maturities, including securities pledged to creditors, for Investment Grade ("IG") and Below Investment Grade ("BIG") securities by duration were as follows at December 31, 2010 and 2009.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

	2010				2009			
	IG	% of IG and BIG	BIG	% of IG and BIG	IG	% of IG and BIG	BIG	% of IG and BIG
Six months or less below amortized cost	\$ 124.6	28.8%	\$ 12.4	2.9%	\$ 170.1	13.5%	\$ 21.2	1.7%
More than six months and twelve months or less below amortized cost	2.2	0.5%	0.1	0.0%	259.3	20.4%	200.8	15.8%
More than twelve months below amortized cost	124.9	28.9%	167.9	38.9%	419.0	33.0%	197.7	15.6%
Total unrealized capital losses	<u>\$ 251.7</u>	<u>58.2%</u>	<u>\$ 180.4</u>	<u>41.8%</u>	<u>\$ 848.4</u>	<u>66.9%</u>	<u>\$ 419.7</u>	<u>33.1%</u>

The following table summarizes the unrealized capital losses (including non-credit impairments) by duration and reason, along with the fair value of fixed maturities, including securities pledged to creditors, in unrealized capital loss positions at December 31, 2010 and 2009.

	Six Months or Less Below Amortized Cost	More than Six Months and Twelve Months or Less Below Amortized Cost	More than Twelve Months Below Amortized Cost	Total Unrealized Capital Losses
<b>2010</b>				
Interest rate or spread widening	\$ 128.4	\$ 2.1	\$ 39.9	\$ 170.4
Mortgage and other asset-backed securities	8.6	0.2	252.9	261.7
Total unrealized capital losses	<u>\$ 137.0</u>	<u>\$ 2.3</u>	<u>\$ 292.8</u>	<u>\$ 432.1</u>
Fair value	<u>\$ 5,096.8</u>	<u>\$ 86.9</u>	<u>\$ 1,622.6</u>	<u>\$ 6,806.3</u>
<b>2009</b>				
Interest rate or spread widening	\$ 99.3	\$ 31.6	\$ 122.2	\$ 253.1
Mortgage and other asset-backed securities	92.0	428.5	494.5	1,015.0
Total unrealized capital losses	<u>\$ 191.3</u>	<u>\$ 460.1</u>	<u>\$ 616.7</u>	<u>\$ 1,268.1</u>
Fair value	<u>\$ 5,275.0</u>	<u>\$ 1,059.8</u>	<u>\$ 2,707.3</u>	<u>\$ 9,042.1</u>

Unrealized capital losses (including non-credit impairments), along with the fair value of fixed maturities, including securities pledged to creditors, by market sector and duration were as follows at December 31, 2010 and 2009.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

	Six Months or Less Below Amortized Cost		More Than Six Months and Twelve Months or Less Below Amortized Cost		More Than Twelve Months Below Amortized Cost		Total	
	Fair Value	Unrealized Capital Loss	Fair Value	Unrealized Capital Loss	Fair Value	Unrealized Capital Loss	Fair Value	Unrealized Capital Loss
<b>2010</b>								
U.S. Treasuries	\$ 677.8	\$ 2.4	\$ -	\$ -	\$ -	\$ -	\$ 677.8	\$ 2.4
U.S. government agencies and authorities	18.1	0.2					18.1	0.2
U.S. corporate, state, and municipalities	2,494.7	73.0	37.1	1.0	258.9	19.5	2,790.7	93.5
Foreign	1,277.5	52.8	35.8	1.1	195.4	20.4	1,508.7	74.3
Residential mortgage-backed	472.6	7.2	1.0	0.1	336.5	91.2	810.1	98.5
Commercial mortgage-backed	22.6	0.4	4.3	0.1	390.2	38.6	417.1	39.1
Other asset-backed	133.5	1.0	8.7	0.0	441.6	123.1	583.8	124.1
Total	<u>\$ 5,096.8</u>	<u>\$ 137.0</u>	<u>\$ 86.9</u>	<u>\$ 2.3</u>	<u>\$ 1,622.6</u>	<u>\$ 292.8</u>	<u>\$ 6,806.3</u>	<u>\$ 432.1</u>
<b>2009</b>								
U.S. Treasuries	\$ 3,761.2	\$ 80.0	\$ -	\$ -	\$ -	\$ -	\$ 3,761.2	\$ 80.0
U.S. government agencies and authorities	15.2	0.8	8.2	0.8	-	-	23.4	1.6
U.S. corporate, state, and municipalities	273.8	6.7	108.1	13.5	737.7	64.1	1,119.6	84.3
Foreign	228.1	11.8	107.8	17.3	472.6	58.1	808.5	87.2
Residential mortgage-backed	138.2	46.5	185.1	92.3	253.5	82.8	576.8	221.6
Commercial mortgage-backed	795.5	44.1	534.6	243.1	682.7	161.0	2,012.8	448.2
Other asset-backed	63.0	1.4	116.0	93.1	560.8	250.7	739.8	345.2
Total	<u>\$ 5,275.0</u>	<u>\$ 191.3</u>	<u>\$ 1,059.8</u>	<u>\$ 460.1</u>	<u>\$ 2,707.3</u>	<u>\$ 616.7</u>	<u>\$ 9,042.1</u>	<u>\$ 1,268.1</u>

Of the unrealized capital losses aged more than twelve months, the average market value of the related fixed maturities was 81.6% of the average book value as of December 31, 2010.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

Unrealized capital losses (including non-credit impairments) in fixed maturities, including securities pledged to creditors, for instances in which fair value declined below amortized cost by greater than or less than 20% for consecutive periods as indicated in the tables below, were as follows for December 31, 2010 and 2009.

	<u>Amortized Cost</u>		<u>Unrealized Capital Loss</u>		<u>Number of Securities</u>	
	<u>&lt; 20%</u>	<u>&gt; 20%</u>	<u>&lt; 20%</u>	<u>&gt; 20%</u>	<u>&lt; 20%</u>	<u>&gt; 20%</u>
<b>2010</b>						
Six months or less below amortized cost	\$ 5,650.7	\$ 49.3	\$ 172.3	\$ 13.2	585	14
More than six months and twelve months or less below amortized cost	289.5	18.9	15.9	4.8	46	3
More than twelve months below amortized cost	688.7	541.3	40.6	185.3	95	137
Total	<u>\$ 6,628.9</u>	<u>\$ 609.5</u>	<u>\$ 228.8</u>	<u>\$ 203.3</u>	<u>726</u>	<u>154</u>
<b>2009</b>						
Six months or less below amortized cost	\$ 6,183.9	\$ 396.5	\$ 265.1	\$ 111.8	282	96
More than six months and twelve months or less below amortized cost	1,250.9	981.6	68.8	433.2	191	115
More than twelve months below amortized cost	616.0	881.3	27.8	361.4	113	158
Total	<u>\$ 8,050.8</u>	<u>\$ 2,259.4</u>	<u>\$ 361.7</u>	<u>\$ 906.4</u>	<u>586</u>	<u>369</u>

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

Unrealized capital losses (including non-credit impairments) in fixed maturities, including securities pledged to creditors, by market sector for instances in which fair value declined below amortized cost by greater than or less than 20% for consecutive periods as indicated in the tables below, were as follows for December 31, 2010 and 2009.

	Amortized Cost		Unrealized Capital Loss		Number of Securities	
	< 20%	> 20%	< 20%	> 20%	< 20%	> 20%
<b>2010</b>						
U.S. Treasuries	\$ 680.2	\$ -	\$ 2.4	\$ -	2	-
U.S. government agencies and authorities	18.3	-	0.2	-	2	-
U.S. corporate, state and municipalities	2,850.0	34.2	84.1	9.4	279	6
Foreign	1,563.7	19.3	69.2	5.1	142	7
Residential mortgage-backed	636.6	272.0	22.1	76.4	121	77
Commercial mortgage-backed	418.6	37.6	22.1	17.0	27	9
Other asset-backed	461.5	246.4	28.7	95.4	153	55
Total	<u>\$ 6,628.9</u>	<u>\$ 609.5</u>	<u>\$ 228.8</u>	<u>\$ 203.3</u>	<u>726</u>	<u>154</u>
<b>2009</b>						
U.S. Treasuries	\$ 3,841.2	\$ -	\$ 80.0	\$ -	21	-
U.S. government agencies and authorities	25.0	-	1.6	-	4	-
U.S. corporate, state and municipalities	1,139.0	64.9	67.8	16.5	220	32
Foreign	712.7	183.0	33.1	54.1	93	30
Residential mortgage-backed	334.8	463.6	35.9	185.7	83	119
Commercial mortgage-backed	1,534.5	926.5	104.2	344.0	96	60
Other asset-backed	463.6	621.4	39.1	306.1	69	128
Total	<u>\$ 8,050.8</u>	<u>\$ 2,259.4</u>	<u>\$ 361.7</u>	<u>\$ 906.4</u>	<u>586</u>	<u>369</u>

For the year ended December 31, 2010, unrealized capital losses on fixed maturities decreased by \$836.0. Lower unrealized losses are due to lower yields and the overall tightening of credit spreads since the end of 2009, leading to higher fair value of fixed maturities.

At December 31, 2010, the Company had 1 fixed maturity with an unrealized capital loss in excess of \$10.0. The unrealized capital loss on this fixed maturity equaled \$17.8, or 4.1% of the total unrealized losses, as of December 31, 2010. At December 31, 2009, the Company had 19 fixed maturities with unrealized capital losses in excess of \$10.0. The unrealized capital losses on these fixed maturities equaled \$353.9, or 27.9% of the total unrealized losses, as of December 31, 2009.

All investments with fair values less than amortized cost are included in the Company's other-than-temporary impairment analysis, and impairments were recognized as disclosed



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

in “Other-Than-Temporary Impairments,” which follows this section. After detailed impairment analysis was completed, management determined that the remaining investments in an unrealized loss position were not other-than-temporarily impaired, and therefore no further other-than-temporary impairment was necessary.

***Other-Than-Temporary Impairments***

The following tables identify the Company’s credit-related and intent-related impairments included in the Statements of Operations, excluding noncredit impairments included in Accumulated other comprehensive income (loss), by type for the years ended December 31, 2010, 2009, and 2008.

	2010		2009		2008	
	Impairment	No. of Securities	Impairment	No. of Securities	Impairment	No. of Securities
U.S. treasuries	\$ -	-	\$ 114.7	10	\$ -	-
U.S. corporate	4.8	19	55.2	55	289.1	230
Foreign <sup>(1)</sup>	30.7	23	31.1	45	229.4	108
Residential mortgage-backed	24.5	67	78.6	84	289.8	98
Commercial mortgage-backed	23.2	7	70.9	5	107.4	26
Other asset-backed	104.6	54	114.5	44	75.1	67
Equity securities	0.0	1	3.3	5	32.0	12
Public utilities	0.3	5	-	-	-	-
Mortgage loans on real estate	6.3	5	20.9	8	4.8	1
Limited partnerships	-	-	0.4	1	0.5	1
<b>Total</b>	<b>\$ 194.4</b>	<b>181</b>	<b>\$ 489.6</b>	<b>257</b>	<b>\$ 1,028.1</b>	<b>543</b>

<sup>(1)</sup> Primarily U.S. dollar denominated.

The above tables include \$95.5, \$171.2, and \$369.7 for the years ended December 31, 2010, 2009, and 2008, respectively, in other-than-temporary write-downs related to credit impairments, which are recognized in earnings. The remaining \$98.9, \$318.4, and \$658.4 in write-downs for the years ended December 31, 2010, 2009, and 2008, respectively, are related to intent impairments.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The following tables summarize these intent impairments, which are also recognized in earnings, by type for the years ended December 31, 2010, 2009, and 2008.

	2010		2009		2008	
	Impairment	No. of Securities	Impairment	No. of Securities	Impairment	No. of Securities
U.S. Treasuries	\$ -	-	\$ 114.7	10	\$ -	-
U.S. Corporate	3.8	18	45.9	41	199.8	178
Foreign <sup>(1)</sup>	12.8	18	25.6	41	146.5	87
Residential mortgage-backed	6.1	11	2.9	1	142.9	40
Commercial mortgage-backed	3.9	2	70.9	5	107.4	26
Other asset-backed	72.0	35	58.4	13	61.8	32
Public utilities	0.3	5	-	-	-	-
Total	<u>\$ 98.9</u>	<u>89</u>	<u>\$ 318.4</u>	<u>111</u>	<u>\$ 658.4</u>	<u>363</u>

<sup>(1)</sup> Primarily U.S. dollar denominated.

The Company may sell securities during the period in which fair value has declined below amortized cost for fixed maturities or cost for equity securities. In certain situations, new factors, including changes in the business environment, can change the Company's previous intent to continue holding a security. In late first quarter 2011, the Company changed its intent to hold certain securities and will record other-than-temporary impairments of approximately \$50.0.

The following tables identify the noncredit impairments recognized in Accumulated other comprehensive income (loss) by type for the years ended December 31, 2010 and 2009.

	2010		2009	
	Impairment	No of Securities	Impairment	No of Securities
U.S. corporate	\$ - *	2	\$ -	-
Commercial mortgage-backed	17.6	5	-	-
Residential mortgage-backed	22.4	33	28.4	26
Other asset-backed	65.7	16	20.9	15
Total	<u>\$ 105.7</u>	<u>56</u>	<u>\$ 49.3</u>	<u>41</u>

\* Less than \$0.1.

The remaining fair value of fixed maturities with other-than-temporary impairments as of December 31, 2010, 2009, and 2008 was \$2.3 billion, \$2.4 billion, and \$2.3 billion, respectively.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The following tables identify the amount of credit impairments on fixed maturities for the years ended December 31, 2010 and 2009, for which a portion of the OTTI was recognized in Accumulated other comprehensive income (loss), and the corresponding changes in such amounts.

	2010	2009
Balance at January 1	\$ 123.3	\$ -
Implementation of OTTI guidance included in ASC Topic 320 <sup>(1)</sup>	-	92.7
Additional credit impairments:		
On securities not previously impaired	20.0	21.7
On securities previously impaired	20.2	13.8
Reductions:		
Securities sold, matured, prepaid or paid down	(27.0)	(4.9)
Balance at December 31	<u>\$ 136.5</u>	<u>\$ 123.3</u>

<sup>(1)</sup> Represents credit losses remaining in Retained earnings related to the adoption of new guidance on OTTI, included in ASC Topic 320, on April 1, 2009.

***Net Investment Income***

Sources of Net investment income were as follows for the years ended December 31, 2010, 2009, and 2008.

	2010	2009	2008
Fixed maturities	\$ 1,182.2	\$ 1,240.9	\$ 1,361.0
Equity securities, available-for-sale	6.4	21.0	(0.2)
Mortgage loans on real estate	180.8	198.7	223.6
Real Estate	(3.3)	-	-
Policy loans	7.2	7.6	8.8
Short-term investments and cash equivalents	4.1	5.6	4.5
Other	32.1	(1.2)	(53.3)
Gross investment income	1,409.5	1,472.6	1,544.4
Less: investment expenses	53.1	60.2	106.4
Net investment income	<u>\$ 1,356.4</u>	<u>\$ 1,412.4</u>	<u>\$ 1,438.0</u>

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

*Net Realized Capital Gains (Losses)*

Net realized capital gains (losses) are comprised of the difference between the amortized cost of investments and proceeds from sale, and redemption, as well as losses incurred due to credit-related and intent-related other-than-temporary impairment of investments and changes in fair value of fixed maturities accounted for using the fair value option and derivatives. The cost of the investments on disposal is determined based on specific identification of securities. Net realized capital gains (losses) on investments were as follows for the years ended December 31, 2010, 2009, and 2008.

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Fixed maturities, available-for-sale, including net OTTI of \$(187.8), \$(465.0), and \$(990.8) in 2010, 2009, and 2008, respectively	\$ 11.8	\$ (298.0)	\$ (976.0)
Fixed maturities at fair value using the fair value option	(14.6)	117.6	0.1
Equity securities, available-for-sale, including net OTTI of \$0, \$(3.3), and \$(32.0) in 2010, 2009, and 2008, respectively	1.9	6.4	(52.9)
Derivatives	(795.6)	(2,307.2)	(447.5)
Other investments, including net OTTI of \$(6.6), \$(21.3), and \$(5.3) in 2010, 2009, and 2008, respectively	(9.1)	(15.9)	(5.4)
Net realized capital losses	<u>\$ (805.7)</u>	<u>\$ (2,497.1)</u>	<u>\$ (1,481.7)</u>
After-tax net realized capital losses	<u>\$ (580.7)</u>	<u>\$ (1,590.2)</u>	<u>\$ (1,337.1)</u>

Proceeds from the sale of fixed maturities and equity securities and the related gross realized gains and losses were as follows for the periods ended December 31, 2010, 2009, and 2008.

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Proceeds on sales	\$ 6,211.7	\$ 5,202.4	\$ 6,893.4
Gross gains	243.1	173.3	100.2
Gross losses	37.4	98.3	164.9

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

**3. Financial Instruments**

The following tables present the Company's hierarchy for its assets and liabilities measured at fair value on a recurring basis as of December 31, 2010 and 2009.

	2010			Total
	Level 1	Level 2	Level 3 <sup>(1)</sup>	
<b>Assets:</b>				
Fixed maturities including securities pledged:				
U.S. Treasuries	\$ 1,552.3	\$ 60.4	\$ -	\$ 1,612.7
U.S. government agencies and authorities	-	24.3	-	24.3
U.S. corporate, state and municipalities	-	9,487.3	40.1	9,527.4
Foreign	-	5,389.1	9.8	5,398.9
Residential mortgage-backed securities	-	1,979.5	191.5	2,171.0
Commercial mortgage-backed securities	-	2,198.9	-	2,198.9
Other asset-backed securities	-	458.2	649.4	1,107.6
Equity securities, available-for-sale	136.7	-	13.5	150.2
Derivatives:				
Interest rate contracts	2.6	162.5	12.0	177.1
Foreign exchange contracts	-	5.1	-	5.1
Equity contracts	12.4	-	95.3	107.7
Credit contracts	-	3.2	-	3.2
Embedded derivative on reinsurance	-	20.9	-	20.9
Cash and cash equivalents, short-term investments, and short-term investments under securities loan agreement	1,155.8	-	-	1,155.8
Assets held in separate accounts	44,413.3	-	-	44,413.3
<b>Total</b>	<b>\$ 47,273.1</b>	<b>\$ 19,789.4</b>	<b>\$ 1,011.6</b>	<b>\$ 68,074.1</b>
<b>Liabilities:</b>				
Investment contract guarantees:				
Fixed Indexed Annuities ("FIA")	\$ -	\$ -	\$ 1,165.5	\$ 1,165.5
Guaranteed Minimum Withdrawal and Accumulation Benefits ("GMWB" and "GMAB")	-	-	77.0	77.0
Embedded derivative on reinsurance	-	-	-	-
Derivatives:				
Interest rate contracts	-	419.2	0.3	419.5
Foreign exchange contracts	-	42.1	-	42.1
Equity contracts	0.8	-	16.0	16.8
Credit contracts	-	0.1	14.4	14.5
<b>Total</b>	<b>\$ 0.8</b>	<b>\$ 461.4</b>	<b>\$ 1,273.2</b>	<b>\$ 1,735.4</b>

<sup>(1)</sup> Level 3 net assets and liabilities accounted for (0.4)% of total net assets and liabilities measured at fair value on a recurring basis. Excluding separate accounts assets for which the policyholder bears the risk, the Level 3 net assets and liabilities in relation to total net assets and liabilities measured at fair value on a recurring basis totaled (1.2)%.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

	2009			Total
	Level 1	Level 2	Level 3 <sup>(1)</sup>	
<b>Assets:</b>				
Fixed maturities including securities pledged:				
U.S. Treasuries	\$ 4,123.5	\$ -	\$ -	\$ 4,123.5
U.S government agencies and authorities	-	24.6	-	24.6
U.S. corporate, state and municipalities	-	5,559.2	-	5,559.2
Foreign	-	3,318.9	-	3,318.9
Residential mortgage-backed securities	-	659.8	1,042.4	1,702.2
Commercial mortgage-backed securities	-	2,589.6	-	2,589.6
Other asset-backed securities	-	468.7	423.9	892.6
Equity securities, available-for-sale	149.8	-	4.5	154.3
Derivatives:				
Interest rate contracts	-	83.0	-	83.0
Foreign exchange contracts	-	14.2	-	14.2
Equity contracts	42.8	-	215.5	258.3
Credit contracts	-	0.3	-	0.3
Embedded derivative on reinsurance	-	38.7	-	38.7
Cash and cash equivalents, short-term investments, and short-term investments under securities loan agreement	2,245.1	8.0	-	2,253.1
Assets held in separate accounts	42,996.1	-	-	42,996.1
<b>Total</b>	<b>\$ 49,557.3</b>	<b>\$ 12,765.0</b>	<b>\$ 1,686.3</b>	<b>\$ 64,008.6</b>
<b>Liabilities:</b>				
Investment contract guarantees:				
Fixed Indexed Annuities ("FIA")	\$ -	\$ -	\$ 927.2	\$ 927.2
Guaranteed Minimum Withdrawal and Accumulation Benefits ("GMWB" and "GMAB")	-	-	73.9	73.9
Embedded derivative on reinsurance	-	-	-	-
Derivatives:				
Interest rate contracts	-	325.2	-	325.2
Foreign exchange contracts	-	53.0	-	53.0
Equity contracts	3.2	-	13.1	16.3
Credit contracts	-	15.4	90.5	105.9
<b>Total</b>	<b>\$ 3.2</b>	<b>\$ 393.6</b>	<b>\$ 1,104.7</b>	<b>\$ 1,501.5</b>

<sup>(1)</sup> Level 3 net assets and liabilities accounted for 1.0% of total net assets and liabilities measured at fair value on a recurring basis. Excluding separate accounts assets for which the policyholder bears the risk, the Level 3 net assets and liabilities in relation to total net assets and liabilities measured at fair value on a recurring basis totaled 3.2%.

***Transfers in and out of Level 1 and 2***

Certain US Treasury securities valued by commercial pricing services where prices are derived using market observable inputs have been transferred from Level 1 to Level 2. These securities for the year ended December 31, 2010, include US Treasury strips of

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

\$79.4 in which prices are modeled incorporating a variety of market observable information in their valuation techniques, including benchmark yields, broker-dealer quotes, credit quality, issuer spreads, bids, offers and other reference data. The Company's policy is to recognize transfers in and transfers out as of the beginning of the reporting period.

***Valuation of Financial Assets and Liabilities***

As described below, certain assets and liabilities are measured at estimated fair value on the Company's Balance Sheets. In addition, further disclosure of estimated fair values is included in this Financial Instruments footnote. The Company defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The exit price and the transaction (or entry) price will be the same at initial recognition in many circumstances. However, in certain cases, the transaction price may not represent fair value. The fair value of a liability is based on the amount that would be paid to transfer a liability to a third-party with an equal credit standing. Fair value is required to be a market-based measurement which is determined based on a hypothetical transaction at the measurement date, from a market participant's perspective. The Company considers three broad valuation techniques when a quoted price is unavailable: (i) the market approach, (ii) the income approach and (iii) the cost approach. The Company determines the most appropriate valuation technique to use, given the instrument being measured and the availability of sufficient inputs. The Company prioritizes the inputs to fair valuation techniques and allows for the use of unobservable inputs to the extent that observable inputs are not available.

The Company utilizes a number of valuation methodologies to determine the fair values of its financial assets and liabilities in conformity with the concepts of "exit price" and the fair value hierarchy as prescribed in ASC Topic 820. Valuations are obtained from third party commercial pricing services, brokers, and industry-standard, vendor-provided software that models the value based on market observable inputs. The valuations obtained from brokers and third-party commercial pricing services are non-binding. The valuations are reviewed and validated monthly through the internal valuation committee price variance review, comparisons to internal pricing models, back testing to recent trades, or monitoring of trading volumes.

All valuation methods and assumptions are validated at least quarterly to ensure the accuracy and relevance of the fair values. There were no material changes to the valuation methods or assumptions used to determine fair values during 2010, except for the Company's use of commercial pricing services to value CMO-Bs which commenced in the first quarter of 2010.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Level 3 Financial Instruments*

The fair values of certain assets and liabilities are determined using prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement (i.e., Level 3 as defined by ASC 820), including but not limited to liquidity spreads for investments within markets deemed not currently active. These valuations, whether derived internally or obtained from a third party, use critical assumptions that are not widely available to estimate market participant expectations in valuing the asset or liability. In addition, the Company has determined, for certain financial instruments, an active market is such a significant input to determine fair value that the presence of an inactive market may lead to classification in Level 3. In light of the methodologies employed to obtain the fair values of financial assets and liabilities classified as Level 3, additional information is presented below, with particular attention addressed to changes in derivatives, FIAs, and GMWBs and GMABs due to their impacts on the Company's results of operations.



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The following table summarizes the changes in fair value of the Company's Level 3 assets and liabilities for the year ended December 31, 2010.

	December 31, 2010							Change in unrealized gains (losses) included in earnings <sup>(3)</sup>
	Fair Value as of January 1	Total realized/unrealized gains (losses) included in:		Purchases, issuances, and settlements	Transfers in to Level 3 <sup>(2)</sup>	Transfers out of Level 3 <sup>(2)</sup>	Fair Value as of December 31	
		Net income	OCI					
Fixed maturities, including securities pledged:								
U.S. corporate, state and municipalities	\$ -	\$ -	\$ (0.6)	\$ (1.4)	\$ 42.1	\$ -	\$ 40.1	\$ -
Foreign	-		0.4	5.3	4.1		9.8	(0.2)
Residential mortgage-backed securities	1,042.4	(1.1)	(0.4)	(41.9)	13.2	(820.7)	191.5	(6.7)
Commercial mortgage-backed securities							-	
Other asset-backed securities	423.9	(104.3)	212.7	(99.7)	216.8	-	649.4	(105.5)
Total fixed maturities, including securities pledged:	1,466.3	(105.4)	212.1	(137.7)	276.2	(820.7)	890.8	(112.4)
Equity securities, available for sale	4.5	(0.7)	0.1	9.6	-	-	13.5	-
Derivatives, net	111.9	(71.3)	-	36.0	-	-	76.6	27.9
Investment contract guarantees:								
FIA	(927.2)	(230.0)	-	(8.3)	-	-	(1,165.5)	-
GMWB/GMAB	(73.9)	(7.2)	-	4.1	-	-	(77.0)	-
Total Investment contract guarantees	(1,001.1)	(237.2) <sup>(1)</sup>	-	(4.2)	-	-	(1,242.5)	-

<sup>(1)</sup> This amount is included in Interest credited and other benefits to contract owners on the Statements of Operations. All gains and losses on Level 3 liabilities are classified as realized gains (losses) for the purpose of this disclosure because it is impracticable to track realized and unrealized gains (losses) separately on a contract-by-contract basis.

<sup>(2)</sup> The Company's policy is to recognize transfers in and transfers out as of the beginning of the reporting period.

<sup>(3)</sup> For financial instruments still held as of December 31. Amounts are included in Net investment income and Net realized capital losses on the Statements of Operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The following table summarizes the changes in fair value of the Company's Level 3 assets and liabilities for the year ended December 31, 2009.

	December 31, 2009						Fair Value as of December 31	Change in unrealized gains (losses) included in earnings <sup>(3)</sup>
	Fair Value as of January 1	Total realized/unrealized gains (losses) included in: Net income	OCI	Purchases, issuances, and settlements	Transfers in to Level 3 <sup>(2)</sup>	Transfers out of Level 3 <sup>(2)</sup>		
Fixed maturities, including securities pledged:								
U.S. corporate, state and municipalities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Foreign								
Residential mortgage-backed securities	1,978.9	44.6	155.7	(441.4)	-	(695.4)	1,042.4	(9.7)
Commercial mortgage-backed securities								
Other asset-backed securities	507.3	(1.9)	4.1	(85.6)	-	-	423.9	(31.1)
Total fixed maturities, including securities pledged:	2,486.2	42.7	159.8	(527.0)	-	(695.4)	1,466.3	(40.8)
Equity securities, available for sale	-	-	0.1	1.6	2.8	-	4.5	-
Derivatives, net	45.2	(111.5)	-	143.1		35.2	112.0	119.9
Investment contract guarantees:								
FIA	(638.9)	(151.6)	-	(136.7)	-	-	(927.2)	-
GMWB/GMAB	(153.0)	85.3	-	(6.2)	-	-	(73.9)	-
Total Investment contract guarantees	(791.9)	(66.3) <sup>(1)</sup>	-	(142.9)	-	-	(1,001.1)	-

<sup>(1)</sup> This amount is included in Interest credited and other benefits to contract owners on the Statements of Operations. All gains and losses on Level 3 liabilities are classified as realized gains (losses) for the purpose of this disclosure because it is impracticable to track realized and unrealized gains (losses) separately on a contract-by-contract basis.

<sup>(2)</sup> The Company's policy is to recognize transfers in and transfers out as of the beginning of the reporting period.

<sup>(3)</sup> For financial instruments still held as of December 31. Amounts are included in Net investment income and Net realized capital losses on the Statements of Operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

The transfers out of Level 3 during the year ended December 31, 2010 in Fixed maturities, including securities pledged, are primarily due to the Company's use of commercial pricing services to value CMO-Bs. These services incorporate a variety of market observable information in their valuation techniques, including benchmark yields, broker-dealer quotes, credit quality, issuer spreads, bids, offers and other reference data and have been classified as Level 2. The CMO-Bs had previously been valued by using the average of broker quotes when more than one broker quote was provided.

The remaining transfers in and out of Level 3 for fixed maturities during the year ended December 31, 2010, are due to the variation in inputs relied upon for valuation each quarter. Securities that are primarily valued using independent broker quotes when prices are not available from one of the commercial pricing services are reflected as transfers into Level 3, as these securities are generally less liquid with very limited trading activity or where less transparency exists corroborating the inputs to the valuation methodologies. When securities are valued using more widely available information, the securities are transferred out of Level 3 and into Level 1 or 2, as appropriate.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

The carrying values and estimated fair values of certain of the Company's financial instruments were as follows at December 31, 2010 and 2009.

	2010		2009	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<b>Assets:</b>				
Fixed maturities, available-for-sale, including securities pledged	\$ 21,803.1	\$ 21,803.1	\$ 18,018.0	\$ 18,018.0
Fixed maturities at fair value using the fair value option	237.7	237.7	192.6	192.6
Equity securities, available-for-sale	150.2	150.2	154.3	154.3
Mortgage loans on real estate	2,967.9	3,036.0	3,413.2	3,285.3
Loan - Dutch State obligation	843.9	795.7	1,026.0	971.4
Limited partnerships/corporations	295.8	295.8	252.6	252.6
Policy loans	122.1	122.1	131.6	131.6
Cash, cash equivalents, Short-term investments, and Short-term investments under securities loan agreement	1,155.8	1,155.8	2,253.1	2,253.1
Derivatives	293.1	293.1	355.8	355.8
Other investments	1.8	1.8	3.5	3.5
Deposits from affiliates	1,600.4	1,577.3	1,752.0	1,873.6
Embedded derivative on reinsurance	20.9	20.9	38.7	38.7
Assets held in separate accounts	44,413.3	44,413.3	42,996.1	42,996.1
<b>Liabilities:</b>				
<b>Investment contract liabilities:</b>				
Deferred annuities	20,819.6	20,272.4	20,188.3	20,766.5
Guaranteed investment contracts and funding agreements	2,218.3	1,909.5	2,646.5	2,718.3
Supplementary contracts and immediate annuities	803.3	716.8	823.6	782.7
Derivatives	492.9	492.9	500.4	500.4
<b>Investment contract guarantees:</b>				
Fixed indexed annuities	1,165.5	1,165.5	927.2	927.2
Guaranteed minimum withdrawal and accumulation benefits	77.0	77.0	73.9	73.9
Notes to affiliates	435.0	447.2	435.0	426.9

The following disclosures are made in accordance with the requirements of ASC Topic 825 which requires disclosure of fair value information about financial instruments, whether or not recognized in the balance sheet, for which it is practicable to estimate that value. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. In that regard, the derived fair value estimates, in many cases, could not be realized in immediate settlement of the instrument.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

ASC Topic 825 excludes certain financial instruments, including insurance contracts, and all nonfinancial instruments from its disclosure requirements. Accordingly, the aggregate fair value amounts presented do not represent the underlying value of the Company.

The following valuation methods and assumptions were used by the Company in estimating the fair value of the following financial instruments, which are not carried at fair value on the Balance Sheets, and therefore not categorized in the fair value hierarchy:

*Limited partnerships/corporations:* The fair value for these investments, primarily private equities and hedge funds, is estimated based on the Net Asset Value ("NAV") as provided by the investee.

*Mortgage loans on real estate:* The fair values for mortgage loans on real estate are estimated using discounted cash flow analyses and rates currently being offered in the marketplace for similar loans to borrowers with similar credit ratings. Loans with similar characteristics are aggregated for purposes of the calculations.

*Loan - Dutch State obligation:* The fair value of the Dutch State loan obligation is estimated utilizing discounted cash flows from the Dutch Strip Yield Curve.

*Policy loans:* The fair value of policy loans is equal to the carrying, or cash surrender, value of the loans. Policy loans are fully collateralized by the account value of the associated insurance contracts.

*Other investments:* The fair value of other investments is estimated based on the Company's percentage of ownership of third party appraised value for joint ventures and third party appraised value for real estate.

*Deposits from affiliates:* Fair value is estimated based on the fair value of the liabilities for the account values of the underlying contracts, plus the fair value of the unamortized ceding allowance based on the present value of the projected release of the ceding allowance, discounted at risk-free rates, plus a credit spread.

*Investment contract liabilities (included in Future policy benefits and claims reserves):*

*With a fixed maturity:* Fair value is estimated by discounting cash flows, including associated expenses for maintaining the contracts, at rates, which are market risk-free rates augmented by credit spreads on current Company credit default swaps. The augmentation is present to account for non-performance risk. A margin for non-financial risks associated with the contracts is also included.

*Without a fixed maturity:* Fair value is estimated as the mean present value of stochastically modeled cash flows associated with the contract liabilities relevant to

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

both the contractholder and to the Company. Here, the stochastic valuation scenario set is consistent with current market parameters, and discount is taken using stochastically evolving short risk-free rates in the scenarios augmented by credit spreads on current Company debt. The augmentation in the discount is present to account for non-performance risk. Margins for non-financial risks associated with the contract liabilities are also included.

*Notes to affiliates:* Estimated fair value of the Company's notes to affiliates is based upon discounted future cash flows using a discount rate approximating the current market rate.

Fair value estimates are made at a specific point in time, based on available market information and judgments about various financial instruments, such as estimates of timing and amounts of future cash flows. Such estimates do not reflect any premium or discount that could result from offering for sale at one time the Company's entire holdings of a particular financial instrument, nor do they consider the tax impact of the realization of unrealized capital gains (losses). In many cases, the fair value estimates cannot be substantiated by comparison to independent markets, nor can the disclosed value be realized in immediate settlement of the instruments. In evaluating the Company's management of interest rate, price, and liquidity risks, the fair values of all assets and liabilities should be taken into consideration, not only those presented above.

***Mortgage Loans on Real Estate***

The Company's mortgage loans on real estate are summarized as follows at December 31, 2010 and 2009.

	<b>2010</b>	<b>2009</b>
	<b>Carrying Value</b>	<b>Carrying Value</b>
Total commercial mortgage loans	\$ 2,970.9	\$ 3,417.3
Collective valuation allowance	(3.0)	(4.1)
Total net commercial mortgage loans	<u>\$ 2,967.9</u>	<u>\$ 3,413.2</u>

As of December 31, 2010, all commercial mortgage loans are held-for-investment. The Company diversifies its commercial mortgage loan portfolio by geographic region and property type to reduce concentration risk. The Company manages risk when originating commercial mortgage loans by generally lending only up to 75% of the estimated fair value of the underlying real estate. All mortgage loans are evaluated by seasoned underwriters, including an appraisal of loan-specific credit quality, property characteristics, and market trends, and assigned a quality rating using the Company's internally developed quality rating system. Loan performance is continuously monitored on a loan-specific basis through the review of borrower submitted appraisals, operating statements, rent revenues and annual inspection reports, among other items. This review ensures properties are performing at a consistent and acceptable level to secure the debt.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

The Company has established a collective valuation allowance for probable incurred, but not specifically identified, losses related to factors inherent in the lending process. The changes in the collective valuation allowance were as follows for the years ended December 31, 2010 and 2009.

	<b>2010</b>	<b>2009</b>
	<b>Carrying Value</b>	<b>Carrying Value</b>
Collective valuation allowance for losses, beginning of year <sup>(1)</sup>	\$ 4.1	\$ -
Addition to / (release of) allowance for losses	(1.1)	4.1
Collective valuation allowance for losses, end of year	<u>\$ 3.0</u>	<u>\$ 4.1</u>

<sup>(1)</sup> Allowance was not recorded prior to 2009.

The commercial mortgage loan portfolio is the recorded investment, prior to collective valuation allowances, by the indicated loan-to-value ratio and debt service coverage ratio, as reflected in the following tables at December 31, 2010 and 2009.

	<b>2010<sup>(1)</sup></b>	<b>2009<sup>(1)</sup></b>
Loan-to-Value Ratio:		
0% - 50%	\$ 1,140.4	\$ 1,541.0
50% - 60%	707.7	742.5
60% - 70%	903.4	845.0
70% - 80%	197.6	264.9
80% - 90%	21.8	23.9
Total Commercial Mortgage Loans	<u>\$ 2,970.9</u>	<u>\$ 3,417.3</u>

<sup>(1)</sup> Balances do not include allowance for mortgage loan credit losses.

	<b>2010<sup>(1)</sup></b>	<b>2009<sup>(1)</sup></b>
Debt Service Coverage Ratio:		
Greater than 1.5x	\$ 2,038.3	\$ 2,356.1
1.25x - 1.5x	387.9	371.5
1.0x - 1.25x	255.2	284.1
Less than 1.0x	144.0	219.5
Mortgages secured by loans on land or construction loans	145.5	186.1
Total Commercial Mortgage Loans	<u>\$ 2,970.9</u>	<u>\$ 3,417.3</u>

<sup>(1)</sup> Balances do not include allowance for mortgage loan credit losses.

The Company believes it has a high quality mortgage loan portfolio with 100% of commercial mortgages classified as performing. The Company defines delinquent commercial mortgage loans consistent with industry practice as 60 days past due. As of December 31, 2010, there were no commercial loans classified as delinquent. The Company's policy is to recognize interest income until a loan becomes 90 days delinquent or foreclosure proceedings are commenced, at which point interest accrual is

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

discontinued. Interest accrual is not resumed until past due payments are brought current. At December 31, 2010, there were no commercial mortgage loans on nonaccrual status.

All commercial mortgages are rated for the purpose of quantifying the level of risk. Those loans with higher risk are placed on a watch list and are closely monitored for collateral deficiency or other credit events that may lead to a potential loss of principal or interest. If the value of any mortgage loan is determined to be impaired (i.e., when it is probable that the Company will be unable to collect on all amounts due according to the contractual terms of the loan agreement), the carrying value of the mortgage loan is reduced to either the present value of expected cash flows from the loan, discounted at the loan's effective interest rate, or fair value of the collateral.

The carrying values and unpaid principal balances (prior to any charge-off) of impaired commercial mortgage loans were as follows for the years ended December 31, 2010 and 2009.

	2010 Carrying Value	2009 Carrying Value
Impaired loans without valuation allowances	\$ 16.5	\$ 48.2
Unpaid principal balance of impaired loans	\$ 18.7	\$ 65.0

***Derivative Financial Instruments***

See the Organization and Significant Accounting Policies footnote for disclosure regarding the Company's purpose for entering into derivatives and the policies on valuation and classification of derivatives. In addition, the Company's derivatives are generally not accounted for using hedge accounting treatment under US GAAP, as the Company has not historically sought hedge accounting treatment. The Company enters into the following derivatives:

*Interest rate caps:* Interest rate caps are used to manage the interest rate risk in the Company's fixed maturity portfolio. Interest rate caps are purchased contracts that are used by the Company to hedge annuity products against rising interest rates.

*Interest rate swaps:* Interest rate swaps are used to manage the interest rate risk in the Company's fixed maturity portfolio, as well as the Company's liabilities. Interest rate swaps represent contracts that require the exchange of cash flows at regular interim periods, typically monthly or quarterly.

*Foreign exchange swaps:* Foreign exchange swaps are used to reduce the risk of a change in the value, yield, or cash flow with respect to invested assets. Foreign exchange swaps represent contracts that require the exchange of foreign currency cash flows for U.S. dollar cash flows at regular interim periods, typically quarterly or semi-annually.



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Credit default swaps:* Credit default swaps are used to reduce the credit loss exposure with respect to certain assets that the Company owns, or to assume credit exposure on certain assets that the Company does not own. Payments are made to or received from the counterparty at specified intervals and amounts for the purchase or sale of credit protection. In the event of a default on the underlying credit exposure, the Company will either receive an additional payment (purchased credit protection) or will be required to make an additional payment (sold credit protection) equal to par minus recovery value of the swap contract.

*Total return swaps:* Total return swaps are used to hedge against a decrease in variable annuity account values, which are invested in certain funds. The difference between floating-rate interest amounts calculated by reference to an agreed upon notional principal amount is exchanged with other parties at specified intervals.

*Forwards:* Certain forwards are acquired to hedge the Company's CMO-B portfolio against movements in interest rates, particularly mortgage rates. On the settlement date, the Company will either receive a payment (interest rate drops on purchased forwards or interest rate rises on sold forwards) or will be required to make a payment (interest rate rises on purchased forwards or interest rate drops on sold forwards). The Company also uses currency forward contracts to hedge policyholder liabilities in variable annuity contracts which are linked to foreign indexes. The currency fluctuations may result in a decrease in variable annuity account values, which would increase the possibility of the Company incurring an expense for guaranteed benefits in excess of account values.

*Futures:* Futures contracts are used to hedge against a decrease in certain equity indices. Such decreases may result in a decrease in variable annuity account values, which would increase the possibility of the Company incurring an expense for guaranteed benefits in excess of account values. Futures contracts are also used to hedge against an increase in certain equity indices. Such increases may result in increased payments to contract holders of fixed indexed annuity contracts, and the futures income would serve to offset this increased expense.

*Options:* Call options are used to hedge against an increase in the various equity indices. Such increase may result in increased payments to contract holders of fixed indexed annuity contracts, and the options offset this increased expense.

*Embedded derivatives:* The Company also has investments in certain fixed maturity instruments, and has issued certain retail annuity products, that contain embedded derivatives whose market value is at least partially determined by, among other things, levels of or changes in domestic and/or foreign interest rates (short-term or long-term), exchange rates, prepayment rates, equity rates, or credit ratings/spreads. In addition, the Company has entered into a coinurance with funds withheld arrangement which contains

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

an embedded derivative whose fair value is based on the change in the fair value of the underlying assets held in trust.

The notional amounts and fair values of derivatives were as follows as of December 31, 2010 and 2009.

	2010			2009		
	Notional Amount	Asset Fair Value	Liability Fair Value	Notional Amount	Asset Fair Value	Liability Fair Value
Derivatives: Qualifying for hedge accounting <sup>(1)</sup>						
Interest rate contracts	79.5	\$ 0.5	\$ 7.2	114.0	\$ -	\$ 8.7
Foreign exchange contracts	25.4	-	0.2	-	-	-
Equity contracts	-	-	-	-	-	-
Credit contracts	-	-	-	-	-	-
Derivatives: Non-Qualifying for hedge accounting <sup>(1)</sup>						
Interest rate contracts	17,450.9	176.6	412.3	6,773.3	83.0	316.5
Foreign exchange contracts	908.4	5.1	41.9	815.8	14.2	52.9
Equity contracts	9,269.8	107.7	16.8	10,344.0	258.3	16.3
Credit contracts	333.8	3.2	14.5	358.9	0.3	106.0
Embedded derivatives:						
Within retail annuity products <sup>(2)</sup>		-	1,242.5		-	1,001.1
Within reinsurance agreement <sup>(2)</sup>		20.9	-		38.7	-
Total		<u>\$ 314.0</u>	<u>\$ 1,735.4</u>		<u>\$ 394.5</u>	<u>\$ 1,501.5</u>

N/A - Not applicable.

<sup>(1)</sup> The fair values of these derivatives are reported in Derivatives or Other liabilities on the Condensed Balance Sheets.

<sup>(2)</sup> The fair values of embedded derivatives within retail annuity products and reinsurance agreements are reported in Future policy benefits and claim reserves on the Condensed Balance Sheets.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

Net realized gains (losses) on derivatives were as follows for the years ended December 31, 2010 and 2009.

	2010	2009
Derivatives: Qualifying for hedge accounting <sup>(1)</sup>	\$	\$
Interest rate contracts	(3.3)	(1.8)
Foreign exchange contracts	-	-
Equity contracts		
Credit contracts		
Derivatives: Non-Qualifying for hedge accounting <sup>(1)</sup>		
Interest rate contracts	50.8	(183.8)
Foreign exchange contracts	9.3	(38.2)
Equity contracts	(853.4)	(2,070.4)
Credit contracts	1.0	(12.9)
Embedded derivatives:		
Within retail annuity products <sup>(2)</sup>	237.2	(66.3)
Within reinsurance agreement <sup>(2)</sup>	(17.8)	38.7
<b>Total</b>	<b>\$ (576.2)</b>	<b>\$ (2,334.7)</b>

\* Less than \$0.1.

<sup>(1)</sup> Changes in value are included in Net realized capital losses on the Condensed Statements of Operations.

<sup>(2)</sup> Changes in value are included in Interest credited and other benefits to contract owners on the Condensed Statements of Operations.

*Credit Default Swaps*

The Company has entered into various credit default swaps. When credit default swaps are sold, the Company assumes credit exposure to certain assets that it does not own. Credit default swaps may also be purchased to reduce credit exposure in the Company's portfolio. Credit default swaps involve a transfer of credit risk from one party to another in exchange for periodic payments. These instruments are typically written for a maturity period of five years and do not contain recourse provisions, which would enable the seller to recover from third parties. The Company has International Swaps and Derivatives Association, Inc. ("ISDA") agreements with each counterparty with which it conducts business and tracks the collateral positions for each counterparty. To the extent cash collateral is received, it is included in Payables under securities loan agreement, including collateral held, on the Balance Sheets and is reinvested in short-term investments. Collateral held is used in accordance with the Credit Support Annex ("CSA") to satisfy any obligations. Investment grade bonds owned by the Company are the source of noncash collateral posted, which is reported in Securities pledged on the Balance Sheets. In the event of a default on the underlying credit exposure, the Company will either receive an additional payment (purchased credit protection) or will be required to make an additional payment (sold credit protection) equal to par minus recovery value of the swap contract. At December 31, 2010, the fair value of credit default swaps of \$3.2 and \$14.5 was included in Derivatives and Other liabilities, respectively, on the Balance Sheets. At December 31, 2009, the fair value of credit default swaps of \$0.3 and \$106.0

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

was included in Derivatives and Other liabilities, respectively, on the Balance Sheets. As of December 31, 2010 and 2009, the maximum potential future exposure to the Company on the sale of credit protection under credit default swaps was \$308.1 and \$122.9, respectively.

**4. Deferred Policy Acquisition Costs and Value of Business Acquired**

Activity within DAC was as follows for the years ended December 31, 2010, 2009, and 2008.

	2010	2009	2008
Balance at January 1	\$ 3,718.0	\$ 4,205.5	\$ 2,908.4
Deferrals of commissions and expenses	197.4	411.7	781.7
Amortization:			
Amortization	(616.9)	171.7	(814.9)
Interest accrued at 5% to 6%	230.2	191.3	146.4
Net amortization included in the Statements of Operations	(386.7)	363.0	(668.5)
Change in unrealized capital gains/losses on available-for-sale securities	(373.7)	(1,262.2)	1,098.2
Effect of variable annuity guaranteed living benefits reinsurance	-	-	85.7
Balance at December 31	<u>\$ 3,155.0</u>	<u>\$ 3,718.0</u>	<u>\$ 4,205.5</u>

The estimated amount of DAC amortization expense, net of interest, is \$157.9, \$245.4, \$327.7, \$397.2, and \$377.1, for the years 2011, 2012, 2013, 2014, and 2015, respectively. Actual amortization incurred during these years may vary as assumptions are modified to incorporate actual results.

Activity within VOBA was as follows for the years ended December 31, 2010, 2009, and 2008.

	2010	2009	2008
Balance at January 1	\$ 113.4	\$ 195.1	\$ 128.7
Amortization:			
Amortization	(30.1)	(7.5)	(18.7)
Interest accrued at 5% to 6%	5.2	6.7	6.7
Net amortization included in the Statements of Operations	(24.9)	(0.8)	(12.0)
Change in unrealized capital gains/losses on available-for-sale securities	(20.4)	(80.9)	78.4
Balance at December 31	<u>\$ 68.1</u>	<u>\$ 113.4</u>	<u>\$ 195.1</u>

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

The estimated amount of VOBA amortization expense, net of interest, is \$7.7, \$8.6, \$8.9, \$8.6, and \$7.9, for the years 2011, 2012, 2013, 2014, and 2015, respectively. Actual amortization incurred during these years may vary as assumptions are modified to incorporate actual results.

*Analysis of DAC and VOBA - Annuity Products*

The Net amortization of DAC and VOBA increased for the year ended December 31, 2010 driven by higher actual gross profits mainly resulting from improved net realized capital losses.

During 2010, 2009, and 2008, the Company adjusted its projections for future gross profits due to actual experience in the year, adjusted its k-factor for the impact of current period gross profit variances, and revised and unlocked certain assumptions for its fixed and variable annuity products. These adjustments and their acceleration (deceleration) impact on Amortization of DAC and VOBA were as follows for the years ended December 2010, 2009, and 2008.

	2010	2009	2008
Impact of separate account growth and contract owner withdrawal behavior different from assumptions	\$ 114.2	\$ (324.1)	\$ 491.8
Impact of current year gross profit variances	(40.2)	342.6	227.2
Unlock of mortality, lapse, expense and mutual fund sharing assumptions	(81.6)	88.9	(40.1)
Impact of refinements of gross profit projections	117.6	(0.9)	302.0
Total unlocking effect on Amortization of DAC and VOBA	<u>\$ 110.0</u>	<u>\$ 106.5</u>	<u>\$ 980.9</u>

**5. Sales Inducements**

During the year ended December 31, 2010, the Company capitalized and amortized \$46.9 and \$(110.8), respectively, of sales inducements. During the year ended December 31, 2009, the Company capitalized and amortized \$65.7 and \$( 222.5), respectively, of sales inducements. The unamortized balance of capitalized sales inducements, net of unrealized capital gains (losses) on available-for-sale securities, was \$665.9 and \$810.2 as of December 31, 2010 and 2009, respectively.

**6. Capital Contributions, Dividends and Statutory Information**

The Company's ability to pay dividends to its parent is subject to the prior approval of the State of Iowa Insurance Division (the "Division") for payment of any dividend, which, when combined with other dividends paid within the preceding twelve months, exceeds the greater of (1) ten percent (10.0%) of the Company's earned statutory surplus at the prior year end or (2) the Company's prior year statutory net gain from operations.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

During 2010 and 2009, the Company did not pay any dividends or return of capital distributions to its Parent. During 2008, the Company paid its Parent a cash return of capital distribution in the amount of \$900.0.

During the year ended December 31, 2010, the Company received \$749.0 in capital contributions from its Parent. On November 12, 2008, ING issued to The State of the Netherlands (the "Dutch State") non-voting Tier 1 securities for a total consideration of EUR 10 billion. On February 24, 2009, \$2.2 billion was contributed to the direct and indirect insurance company subsidiaries of ING AIH, of which \$835.0 was contributed to the Company. The contribution was comprised of the proceeds from the investment by the Dutch State and the redistribution of currently existing capital within ING. During 2008, the Company received a \$1.1 billion capital contribution from its Parent.

The Division recognizes as net income and capital and surplus those amounts determined in conformity with statutory accounting practices prescribed or permitted by the Department, which differ in certain respects from accounting principles generally accepted in the United States. Statutory net income (loss) was \$(384.4), \$(638.3), and \$(831.4), for the years ended December 31, 2010, 2009, and 2008, respectively. Statutory capital and surplus was \$1,724.7 and \$1,486.1 as of December 31, 2010 and 2009, respectively. As prescribed by statutory accounting practices, statutory surplus as of December 31, 2009 included the impact of a \$239.0 capital contribution received by the Company from its immediate Parent on February 19, 2010.

The Division has the ability to ease certain reserving requirements at its discretion. Due to the reduction in liquidity and the limited availability of letters of credit confirming banks, the Department allowed the Company to accept unconfirmed letters of credit of up to \$320.0 for reinsurance transactions. This allowed the Company to take the full reserve relief for reinsurance transactions with unconfirmed letters of credit. This reserve relief was available for the period from December 31, 2008 through July 1, 2010 and is not a permitted practice.

Effective December 31, 2009, the Company adopted Actuarial Guideline 43 - Variable Annuity Commissioners Annuity Reserve Valuation Method ("AG43") for its statutory basis of accounting. Where the application of AG43 produces higher reserves than the Company had otherwise established under previous standards, the Company may request permission from the Division to grade-in the impact of higher reserve over a three year period. During 2009, the Company elected this grade-in provision as allowed under AG43 and as approved by the Division. The impact of the grade-in for the year ended December 31, 2009 was an increase in reserves and a corresponding decrease in statutory surplus of \$79.2. Since the AG43 reserves as of December 31, 2010 were lower than reserves established under previous standards, the Company did not elect the grade in provision.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

Effective December 31, 2009, the Company adopted SSAP No. 10R, Income Taxes, for its statutory basis of accounting. This statement requires the Company to calculate admitted deferred tax assets based upon what is expected to reverse within one year with a cap on the admitted portion of the deferred tax asset of 10% of capital and surplus for its most recently filed statement. If the Company's risk-based capital ("RBC") levels, after reflecting the above limitation, exceeds 250% of the authorized control level, the statement increases the limitation on admitted deferred tax assets from what is expected to reverse in one year to what is expected to reverse over the next three years and increases the cap on the admitted portion of the deferred tax asset from 10% of capital and surplus for its most recently filed statement to 15%. Other revisions in the statement include requiring the Company to reduce the gross deferred tax asset by a statutory valuation allowance adjustment if, based on the weight of available evidence, it is more likely than not (a likelihood of more than 50 percent) that some portion of or all of the gross deferred tax assets will not be realized. To temper this positive RBC impact, and as a temporary measure at December 31, 2009 only, a 5% pre-tax RBC charge must be applied to the additional admitted deferred tax assets generated by SSAP 10R. The adoption for 2009 had a December 31, 2009 sunset; however, during 2010, the 2009 adoption, including the 5% pre-tax RBC charge, was extended through December 31, 2011. The effects on the Company's statutory financial statements of adopting this change in accounting principle were increases to total assets and capital and surplus of \$70.4 and \$85.6 as of December 31, 2010 and 2009, respectively. This adoption had no impact on total liabilities or net income.

**7. Additional Insurance Benefits and Minimum Guarantees**

Under the requirements of ASC Topic 944, the Company calculates reserve liabilities for certain guaranteed benefits and for universal life products with certain patterns of cost of insurance charges and certain other fees.

The following assumptions and methodology were used to determine the guaranteed minimum death benefits ("GMDB"), guaranteed minimum income benefits ("GMIB"), guaranteed minimum withdrawal for life benefit (LifePay "LP" and LifePay Plus "LPP"), guaranteed minimum accumulation benefits ("GMAB") and guarantee minimum withdrawal benefits without lifetime guarantees ("GMWB") additional reserves at December 31, 2010.

<b>Area</b>	<b>Assumptions/Basis for Assumptions</b>
Data used	Based on 1000 investment performance scenarios
Mean investment performance	GMDB: The mean investment performance varies by fund group. In general we group all separate account returns into 6 fund groups, and generate stochastic returns for each of these fund groups. The overall mean separate account return is 8.125%. The general account fixed portion is a small percentage of the overall total.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

	GMIB / LP/LPP: 8.125% based on a single fund group.
	AB/WB: Zero rate curve
Volatility	GMDB: 15.76% GMIB / LP/LPP: 16.53% AB/WB: Blended 1 year implied forward volatilities for GMAB/WB. The volatilities range between 6.1% and 36.03% base on fund type.
Mortality	Depending on Guaranteed Living Benefit Type, product, and issue year we use 55% to 80% of the SoA 90-95 ultimate mortality table. This percentage grade to 100% over the ages of 80 to 120.
Lapse rates	Vary by contract type and duration; range between 1.0% and 30.0%.
Discount rates	GMDB and GMIB/LP/LPP: 5.5%, based on management's best estimate of the long term credited rate of return  AB/WB: Zero rate curve + ING Bond spread; the ING Bond spread varies between 1.486% and 2.575%

The calculation of the GMIB, LP, and LPP liabilities assumes dynamic surrenders and dynamic utilization of the guaranteed benefit reserves.



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

The separate account liabilities subject to the requirements for additional reserve liabilities under ASC Topic 944 for minimum guaranteed benefits, and the additional liabilities recognized related to minimum guarantees, by type, as of December 31, 2010 and 2009, and the paid and incurred amounts by type for the years ended December 31, 2010 and 2009, were as follows:

	<b>Guaranteed Minimum Death Benefit (GMDB)</b>	<b>Guaranteed Minimum Accumulation/ Withdrawal Benefit (GMAB/GMWB)</b>	<b>Guaranteed Minimum Income Benefit (GMIB)</b>	<b>Guaranteed Withdrawal For Life Benefit (LP/LPP)</b>
Separate account liability at December 31, 2010	\$ 44,413.3	\$ 1,442.6	\$ -	\$ -
Separate account liability at December 31, 2009	\$ 42,996.1	\$ 1,602.6	\$ 15,418.6	\$ 15,480.8
Additional liability balance:				
Balance at January 1, 2009	\$ 565.4	\$ 153.0	\$ -	\$ -
Incurred guaranteed benefits	83.7	(79.1)	-	-
Paid guaranteed benefits	(171.5)	-	-	-
Balance at December 31, 2009	\$ 477.6	\$ 73.9	\$ -	\$ -
Incurred guaranteed benefits	21.4	13.8	-	-
Paid guaranteed benefits	(125.1)	(10.7)	-	-
Balance at December 31, 2010	\$ 373.9	\$ 77.0	\$ -	\$ -

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

The net amount at risk, net of reinsurance, and the weighted average attained age of contract owners by type of minimum guaranteed benefit, were as follows as of December 31, 2010 and 2009.

	<b>Guaranteed Minimum Death Benefit (GMDB)</b>	<b>Guaranteed Minimum Accumulation/ Withdrawal Benefit (GMAB/GMWB)</b>	<b>Guaranteed Minimum Income Benefit (GMIB)</b>	<b>Guaranteed Withdrawal For Life Benefit (LP/LPP)</b>
<b>2010</b>				
Net amount at risk, net of reinsurance	\$ 6,918.5	\$ 52.4	\$ -	\$ -
Weighted average attained age	67	62	-	-
<b>2009</b>				
Net amount at risk, net of reinsurance	\$ 9,108.7	\$ 104.9	\$ -	\$ -
Weighted average attained age	65	68	-	-

The aggregate fair value of equity securities, including mutual funds, supporting separate accounts with additional insurance benefits and minimum investment return guarantees as of December 31, 2010 and 2009 was \$44.4 billion and \$43.0 billion, respectively.

**8. Income Taxes**

Income tax expense (benefit) consisted of the following for the years ended December 31, 2010, 2009, and 2008.

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Current tax expense (benefit):			
Federal	\$ 622.9	\$ (357.2)	\$ (754.9)
Total current tax expense (benefit)	622.9	(357.2)	(754.9)
Deferred tax expense:			
Federal	(678.0)	220.7	509.7
Total deferred tax (benefit) expense	(678.0)	220.7	509.7
Total income tax benefit	<u>\$ (55.1)</u>	<u>\$ (136.5)</u>	<u>\$ (245.2)</u>

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

Income taxes were different from the amount computed by applying the federal income tax rate to income before income taxes for the following reasons for the years ended December 31, 2010, 2009, and 2008.

	2010	2009	2008
Income (loss) before income taxes	\$ 26.2	\$ (133.3)	\$ (1,626.4)
Tax rate	35.0%	35.0%	35.0%
Income tax expense (benefit) at federal statutory rate	9.2	(46.6)	(569.2)
Tax effect of:			
Dividend received deduction	(75.9)	(53.7)	(48.9)
Tax valuation allowance	64.0	(35.6)	379.1
Audit settlement	(49.2)	0.1	-
Tax credits	(3.5)	(1.0)	(5.0)
Other	0.3	0.3	(1.2)
Income tax benefit	<u>\$ (55.1)</u>	<u>\$ (136.5)</u>	<u>\$ (245.2)</u>

***Temporary Differences***

The tax effects of temporary differences that give rise to Deferred tax assets and Deferred tax liabilities at December 31, 2010 and 2009, are presented below.

	2010	2009
Deferred tax assets:		
Future policy benefits	\$ 503.4	\$ 505.3
Goodwill	1.0	2.4
Investments	839.0	367.7
Employee compensation and benefits	43.2	39.7
Unrealized losses	-	125.1
Other	84.0	70.4
Total gross assets before valuation allowance	1,470.6	1,110.6
Less: valuation allowance	(199.6)	(308.6)
Assets, net of valuation allowance	1,271.0	802.0
Deferred tax liabilities:		
Deferred policy acquisition costs	(1,231.3)	(1,445.4)
Unrealized gains	(139.3)	-
Value of business acquired	(31.3)	(39.3)
Other	(50.1)	(84.8)
Total gross liabilities	(1,452.0)	(1,569.5)
Net deferred income tax liability	<u>\$ (181.0)</u>	<u>\$ (767.5)</u>

Net unrealized capital gains (losses) are presented as a component of other comprehensive income (loss) in Shareholder's equity, net of deferred taxes.

Valuation allowances are provided when it is considered unlikely that deferred tax assets will be realized. At December 31, 2010 and 2009, the Company had a tax valuation allowance of \$187.5 and \$303.5, respectively, related to realized and unrealized capital

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

losses. As of December 31, 2010 and 2009, the Company had a full tax valuation allowance of \$12.1 and \$5.1, respectively, related to foreign tax credits, the benefit of which is uncertain. The change in net unrealized capital gains (losses) includes an increase (decrease) in the tax valuation allowance of \$(173.0), \$(64.7), and \$17.1 for the years ended December 31, 2010, 2009, and 2008, respectively.

***Tax Sharing Agreement***

The Company had a payable to ING AIH of \$79.2 and \$69.0 at December 31, 2010 and 2009, respectively, for federal income taxes under the intercompany tax sharing agreement.

See Related Party Transactions footnote for more information.

***Unrecognized Tax Benefits***

Reconciliations of the change in the unrecognized income tax benefits for the years ended December 31, 2010 and 2009 are as follows:

	<b>2010</b>	<b>2009</b>
Balance at beginning of period	\$ 60.3	\$ 64.9
Additions for tax positions related to the current year	-	9.1
Additions for tax positions related to prior years	28.0	3.2
Reductions for tax positions related to prior years	(60.2)	(16.9)
Reductions for settlements with taxing authorities	(0.1)	-
Balance at end of period	<u>\$ 28.0</u>	<u>\$ 60.3</u>

The Company had \$2.7 and \$53.4 of unrecognized tax benefits as of December 31, 2010 and 2009, respectively, that would affect the Company's effective tax rate if recognized.

***Interest and Penalties***

The Company recognizes accrued interest and penalties related to unrecognized tax benefits in Current income taxes and Income tax benefit on the Balance Sheets and Statement of Operations, respectively. The Company had accrued interest of \$0.0 and \$4.4 as of December 31, 2010 and 2009, respectively. The decrease during the tax period ended December 31, 2010 is primarily related to the settlement of the 2004-2008 federal audits.

***Tax Regulatory Matters***

In September 2010, the IRS completed its examination of the Company's returns through tax year 2008. The provision for the year ended December 31, 2010 reflected non-recurring favorable adjustments, resulting from a reduction in the tax liability that was no longer deemed necessary based on the results of the IRS examination, monitoring the

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

activities of the IRS with respect to certain issues with other taxpayers and the merits of the Company's position.

The Company is currently under audit by the IRS for tax years 2009 and 2010 and it is expected that the examination of tax year 2009 will be finalized within the next twelve months. Upon finalization of the IRS examination it is reasonably possible that the unrecognized tax benefits will decrease by up to \$25.3. The timing of the payment of the remaining allowance of \$2.7 cannot be reliably estimated. The Company and the IRS have agreed to participate in the Compliance Assurance Program ("CAP") for the tax years 2009 and 2010.

**9. Benefit Plans**

***Defined Benefit Plan***

ING North America Insurance Corporation ("ING North America") sponsors the ING Americas Retirement Plan (the "Retirement Plan"), effective as of December 31, 2001. Substantially all employees of ING North America and its affiliates (excluding certain employees) are eligible to participate, including the Company's employees. The Retirement Plan was amended and restated effective January 1, 2008. The Retirement Plan was amended on July 1, 2008, related to the admission of employees from the acquisition of CitiStreet LLC ("CitiStreet") by Lion, and ING North America filed a request for a determination letter on the qualified status of the Retirement Plan, but has not yet received a favorable determination letter. Additionally, effective January 1, 2009, the Retirement Plan was amended to provide that anyone hired or rehired by the Company on or after January 1, 2009, would not be eligible to participate in the Retirement Plan.

The Retirement Plan is a tax-qualified defined benefit plan, the benefits of which are guaranteed (within certain specified legal limits) by the Pension Benefit Guaranty Corporation ("PBGC"). As of January 1, 2002, each participant in the Retirement Plan (except for certain specified employees) earns a benefit under a final average compensation formula. Subsequent to December 31, 2001, ING North America is responsible for all Retirement Plan liabilities. The costs allocated to the Company for its employees' participation in the Retirement Plan were \$11.0, \$15.7, and \$10.8, for the years ended 2010, 2009, and 2008, respectively, and are included in Operating expenses in the Statements of Operations.

***Defined Contribution Plan***

ING North America sponsors the ING Americas Savings Plan and ESOP (the "Savings Plan"). Substantially all employees of ING North America and its affiliates (excluding certain employees) are eligible to participate, including the Company's employees other

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

than Company agents. The Savings Plan is a tax-qualified defined contribution retirement plan, which includes an employee stock ownership plan (“ESOP”) component. The Savings Plan was amended and restated effective January 1, 2008 and subsequently amended on July 1, 2008, with respect to the admission of employees from the acquisition of CitiStreet by Lion. The Savings Plan was amended effective January 1, 2011, to permit Roth 401(k) contributions to be made to the Plan. ING North America filed a request for a determination letter on the qualified status of the Plan and received a favorable determination letter dated May 19, 2009. Savings Plan benefits are not guaranteed by the PBGC. The Savings Plan allows eligible participants to defer into the Savings Plan a specified percentage of eligible compensation on a pre-tax basis. ING North America matches such pre-tax contributions, up to a maximum of 6.0% of eligible compensation. Matching contributions are subject to a 4-year graded vesting schedule, although certain specified participants are subject to a 5-year graded vesting schedule. All contributions made to the Savings Plan are subject to certain limits imposed by applicable law. The cost allocated to the Company for the Savings Plan were \$2.4, \$4.2, and \$5.6, for the years ended December 31, 2010, 2009, and 2008, respectively, and are included in Operating expenses in the Statements of Operations.

***Non-Qualified Retirement Plans***

Through December 31, 2001, the Company, in conjunction with ING North America, offered certain eligible employees (other than Career Agents) a Supplemental Executive Retirement Plan and an Excess Plan (collectively, the “SERPs”). Benefits under the SERPs are determined based on an eligible employee’s years of service and average annual compensation for the highest five years during the last ten years of employment.

The SERPs are non-qualified defined benefit pension plans, which means all the SERPs benefits are payable from the general assets of the Company. These non-qualified defined benefit pension plans are not guaranteed by the PBGC.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

*Obligations and Funded Status*

The following table summarizes the benefit obligations, fair value of plan assets, and funded status, for the SERPs for the years ended December 31, 2010 and 2009.

	<u>2010</u>	<u>2009</u>
Change in Projected Benefit Obligation:		
Projected benefit obligation, January 1	\$ 25.9	\$ 21.7
Interest cost	1.5	1.2
Benefits paid	(1.2)	(1.2)
Actuarial gain on obligation	(0.6)	4.3
The effect of any curtailment or settlement	(0.1)	(0.1)
Projected benefit obligation, December 31	<u>\$ 25.5</u>	<u>\$ 25.9</u>
Fair Value of Plan Assets:		
Fair value of plan assets, December 31	<u>\$ -</u>	<u>\$ -</u>

Amounts recognized in the Consolidated Balance Sheets consist of:

	<u>2010</u>	<u>2009</u>
Accrued benefit cost	\$ (25.5)	\$ (25.9)
Accumulated other comprehensive income	7.5	9.1
Net amount recognized	<u>\$ (18.0)</u>	<u>\$ (16.8)</u>

*Assumptions*

The weighted-average assumptions used in the measurement of the December 31, 2010 and 2009, benefit obligation for the SERPs were as follows:

	<u>2010</u>	<u>2009</u>
Discount rate at end of period	5.50%	6.00%
Rate of compensation increase	3.00%	1.50%

In determining the discount rate assumption, the Company utilizes current market information provided by its plan actuaries (particularly the Citigroup Pension Discount Curve Liability Index), including a discounted cash flow analysis of the Company's pension obligation and general movements in the current market environment. The discount rate modeling process involves selecting a portfolio of high quality, noncallable bonds that will match the cash flows of the Retirement Plan. Based upon all available information, it was determined that 5.5% was the appropriate discount rate as of December 31, 2010, to calculate the Company's accrued benefit liability.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

The weighted-average assumptions used in calculating the net pension cost were as follows:

	2010	2009	2008
Discount rate	6.00%	6.00%	6.50%
Rate of increase in compensation levels	3.00%	1.50%	4.20%

Since the benefit plans of the Company are unfunded, an assumption for return on plan assets is not required.

*Net Periodic Benefit Costs*

Net periodic benefit costs for the SERPs for the years ended December 31, 2010, 2009, and 2008, were as follows:

	2010	2009	2008
Interest cost	\$ 1.5	\$ 1.3	\$ 1.3
Net actuarial loss recognized in the year	0.8	0.4	0.4
Net periodic benefit cost	<u>\$ 2.3</u>	<u>\$ 1.7</u>	<u>\$ 1.7</u>

*Cash Flows*

In 2011, the employer is expected to contribute \$1.4 to the SERPs. Future expected benefit payments related to the SERPs for the years ended December 31, 2011 through 2015, and thereafter through 2020, are estimated to be \$1.4, \$1.4, \$1.4, \$1.4, \$1.5, and \$7.7, respectively.

*Stock Option and Share Plans*

Through 2010, ING sponsored the ING Group Long-Term Equity Ownership Plan (“leo”), which provides employees of the Company who are selected by the ING Executive Board with options and/or performance shares. The terms applicable to an award under leo are set out in an award agreement which is signed by the participant when he or she accepts the award.

Options granted under leo are nonqualified options on ING shares in the form of American Depository Receipts (“ADRs”). Leo options have a ten (10) year term and vest three years from the grant date. Options awarded under leo may vest earlier in the event of the participant’s death, permanent disability or retirement. Retirement for purposes of leo means a participant terminates service after attaining age 55 and completing 5 years of service. Early vesting in all or a portion of a grant of options may also occur in the event the participant is terminated due to redundancy or business divestiture. Unvested options are generally subject to forfeiture when a participant voluntarily terminates employment or is terminated for cause (as defined in leo). Upon vesting, participants generally have up to seven years in which to exercise their vested options. A shorter



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

exercise period applies in the event of termination due to redundancy, business divestiture, voluntary termination or termination for cause. An option gives the recipient the right to purchase an ING share in the form of ADRs at a price equal to the fair market value of one ING share on the date of grant. On exercise, participant's have three options (i) retain the shares and remit a check for applicable taxes due on exercise, (ii) request the administrator to remit a cash payment for the value of the options being exercised, less applicable taxes, or (iii) retain some of the shares and have the administrator liquidate sufficient shares to satisfy the participant's tax obligation. The amount is converted from Euros to U.S. dollars based on the daily average exchange rate between the Euro and the U.S. dollar, as determined by ING.

Awards of performance shares may also be made under leo. Performance shares are a contingent grant of ING stock and on vesting, the participant has the right to receive a cash amount equal to the closing price per ING share on the Euronext Amsterdam Stock Market on the vesting date times the number of vested Plan shares. Performance shares generally vest three years from the date of grant, with the amount payable based on ING's share price on the vesting date. Payments made to participants on vesting are based on the performance targets established in connection with leo and payments can range from 0% to 200% of target. Performance is based on ING's total shareholder return relative to a peer group as determined at the end of the vesting period. To vest, a participant must be actively employed on the vesting date, although immediate vesting will occur in the event of the participant's death, disability or retirement. If a participant is terminated due to redundancy or business divestiture, vesting will occur but in only a portion of the award. Unvested shares are generally subject to forfeiture when an employee voluntarily terminates employment or is terminated for cause (as defined in leo). Upon vesting, participants have three options (i) retain the shares and remit a check for applicable taxes due on exercise, (ii) request the administrator to remit a cash payment for the value of the shares, less applicable taxes, or (iii) retain some of the shares and have the administrator liquidate sufficient shares to satisfy the participant's tax obligation. The amount is converted from Euros to U.S. dollars based on the daily average exchange rate between the Euro and the U.S. dollar, as determined by ING.

The Company was allocated from ING compensation expense for the leo options and performance shares of \$2.6, \$4.5, and \$5.3, for the years ended December 31, 2010, 2009, and 2008, respectively.

For leo, the Company recognized minimal tax benefits in 2010 and 2009, and \$0.7 in 2008.

Commencing in 2011, ING introduced a new long-term equity and deferred bonus plan, the Long-Term Sustainable Performance Plan ("LSPP"). The terms applicable to an award under the LSPP will be set out in a grant agreement which is signed by the participant when he or she accepts the award. The LSPP will provide employees of the Company who are selected by the ING Executive Board with performance shares and

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

will also require deferral of discretionary incentive bonus awards in excess of EUR 100,000. The performance shares awarded under the LSPP will be a contingent grant of ING ADR units and on settlement, the participant will have the right to either receive ING ADR units in kind or a cash amount equal to the closing price per ING share on the Euronext Amsterdam Stock Market on the settlement date times the number of vested ADR units, subject to achievement during the vesting period of performance targets based on return of equity and employee engagement. The excess bonus amount will be held in deferred ING ADR units or in a deferred cash account, or some combination thereof, depending on the total amount of the incentive bonus award, generally subject to vesting in three equal tranches over the three year period commencing on the date of incentive bonus payment. Unlike the leo plan, no options on ING shares in the form of ADRs will be granted under the LSPP. To vest in performance shares, deferred shares or deferred cash, an employee must generally be actively employed on the settlement date, although immediate full and partial vesting in the event of normal age or early retirement, death or disability, or termination due to redundancy or business divestiture will occur, similar to the vesting treatment in the leo plan.

***Other Benefit Plans***

In addition to providing retirement plan benefits, the Company, in conjunction with ING North America, provides certain supplemental retirement benefits to eligible employees and health care and life insurance benefits to retired employees and other eligible dependents. The supplemental retirement plan includes a non-qualified defined benefit pension plan and a non-qualified defined contribution plan, which means all benefits are payable from the general assets of the Company. The post-retirement health care plan is contributory, with retiree contribution levels adjusted annually and the Company subsidizes a portion of the monthly per-participant premium. Beginning August 1, 2009, the Company moved from self-insuring its supplemental health care costs and began to use a private-fee-for-service Medicare Advantage program for post-Medicare eligible retired participants. In addition, effective October 1, 2009, the Company no longer subsidizes medical premium costs for early retirees. This change does not impact any participant currently retired and receiving coverage under the plan or any employee who is eligible for coverage under the plan and whose employment ended before October 1, 2009. The Company continues to offer access to medical coverage until retirees become eligible for Medicare. The life insurance plan provides a flat amount of noncontributory coverage and optional contributory coverage. The ING Americas Deferred Compensation Savings Plan is a deferred compensation plan that includes a 401(k) excess component. The benefits charges allocated to the Company related to all of these plans for the years ended December 31, 2010, 2009, and 2008, were \$2.1, \$5.8, and \$8.2, respectively.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

**10. Related Party Transactions**

*Operating Agreements*

The Company has certain agreements whereby it generates revenues and incurs expenses with affiliated entities. The agreements are as follows:

- Underwriting and distribution agreement with Directed Services LLC (“DSL”) (successor by merger to Directed Services, Inc.), an affiliated broker-dealer, whereby DSL serves as the principal underwriter for variable insurance products issued by the Company. DSL is authorized to enter into agreements with broker-dealers to distribute the Company’s variable products and appoint representatives of the broker-dealers as agents. For the years ended December 31, 2010, 2009, and 2008, commissions were incurred in the amounts of \$204.3, \$268.0, and \$603.8, respectively.
- Asset management agreement with ING Investment Management LLC (“IIM”), an affiliate, in which IIM provides asset management, administration, and accounting services for ING USA’s general account. The Company records a fee, which is paid quarterly, based on the value of the assets under management. For the years ended December 31, 2010, 2009, and 2008, expenses were incurred in the amounts of \$49.0, \$51.0, and \$85.9, respectively.
- Intercompany agreement with DSL pursuant to which DSL agreed, effective January 1, 2010, to pay the Company, on a monthly basis, a portion of the revenues DSL earns as investment adviser to certain U.S. registered investment companies that are investment options under certain of the Company’s variable insurance products. For the year ended December 31, 2010, revenue under the DSL intercompany agreement was \$146.9. Prior to January 1, 2010, the Company was a party to a service agreement with DSL pursuant to which the Company provided managerial and supervisory services to DSL and earned a fee. This service agreement was terminated as of January 1, 2010. For the years ended December 31, 2009 and 2008, revenue for these services was \$123.2 and \$139.2, respectively.
- Intercompany agreement with IIM pursuant to which IIM agreed, effective January 1, 2010, to pay the Company, on a monthly basis, a portion of the revenues IIM earns as investment adviser to certain U.S. registered investment companies that are investment options under certain of the Company’s variable insurance products. For the year ended December 31, 2010, revenue under the IIM intercompany agreement was \$32.0.
- Services agreements with ING North America, dated September 1, 2000 and January 1, 2001, respectively, for administrative, management, financial, information technology, and finance and treasury services. For the years ended December 31, 2010, 2009, and 2008, expenses were incurred in the amounts of \$91.6, \$77.1, and \$93.0, respectively. Effective October 1, 2010, the services agreement with ING North America dated January 1, 2001, was amended in order for the Company to provide ING North America with use of the corporate office

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

facility at 5780 Powers Ferry Road, N.W., Atlanta, GA (the “Atlanta Office”) in exchange for ING North America’s payment of the Company’s direct and indirect costs for the Atlanta Office.

- Services agreement between the Company and its U.S. insurance company affiliates dated January 1, 2001, amended effective January 1, 2002 and December 31, 2007, for administrative, management, professional, advisory, consulting, and other services. For the years ended December 31, 2010, 2009, and 2008, expenses related to the agreements were incurred in the amount of \$31.0, \$26.3, and \$21.6, respectively.
- Administrative Services Agreement between the Company, ReliaStar Life Insurance Company of New York (“RLNY”), an affiliate, and other U.S. insurance company affiliates dated March 1, 2003, amended effective August 1, 2004, in which the Company and affiliates provide services to RLNY. For the years ended December 31, 2010, 2009, and 2008, revenue related to the agreement was \$2.1, \$3.1, and \$6.5, respectively.
- ING Advisors Network, a group of broker-dealers formerly affiliated with the Company, distributes the Company’s annuity products. For the years ended December 31, 2010, 2009, and 2008, ING Advisors Network sold new contracts of \$117.5, \$442.2, and \$1,411.3, respectively. Certain of these affiliated broker-dealers were sold to Lightyear Capital LLC effective February 1, 2010.
- Services agreement between the Company, Security Life of Denver Insurance Company (“SLD”), an affiliate, and IIM whereby IIM provides administrative, management, professional, advisory, consulting and other services to the Company and SLD with respect to its Financial Products unit. For the years ended December 31, 2010, 2009, and 2008, the Company incurred expenses of \$4.8, \$7.6, and \$8.9, respectively.

Management and service contracts and all cost sharing arrangements with other affiliated companies are allocated in accordance with the Company’s expense and cost allocation methods. Revenues and expenses recorded as a result of transactions and agreements with affiliates may not be the same as those incurred if the Company was not a wholly-owned subsidiary of its Parent.

***Reinsurance Agreements***

***Reinsurance Ceded***

***Waiver of Premium – Coinsurance Funds Withheld***

Effective October 1, 2010, the Company entered into a coinsurance funds withheld agreement with its affiliate, Security Life of Denver International Limited (“SLDI”). Under the terms of the agreement, the Company ceded to SLDI 100% of the group life waiver of premium liability (except for groups covered under rate credit agreements) assumed from ReliaStar Life Insurance Company (“RLI”), an affiliate, related to the

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

Group Annual Term Coinsurance Funds Withheld agreement between the Company and RLI described under “Reinsurance Assumed” below.

Upon inception of the agreement, the Company paid SLDI a premium of \$245.6. At the same time, the Company established a funds withheld liability for \$188.5 to SLDI and SLDI purchased a \$65.0 letter of credit to support the ceded Statutory reserves of \$245.6. In addition, the Company recognized a gain of \$17.9 based on the difference between the premium paid and the ceded US GAAP reserves of \$227.7, which offsets the \$57.1 ceding allowance paid by SLDI. The ceding allowance will be amortized over the life of the business.

As of December 31, 2010, the value of the funds withheld liability under this agreement was \$191.3, which is included in Other liabilities on the Balance Sheets.

*Group Term Life – Monthly Renewable Term*

Effective June 30, 2009, the Company entered into a monthly renewable term (“MRT”) reinsurance agreement with Canada Life Assurance Company (“Canada Life”), an unaffiliated Canadian insurance company. Under the terms of the agreement, the Company ceded 90% of its net retained in-force block of group term life business and any new group term life business assumed from RLI, an affiliate, to Canada Life. The coinsurance agreement is accounted for using the deposit method. Effective October 1, 2010, the treaty was amended to discontinue ceding the group life waiver of premium business.

*Guaranteed Living Benefit – Coinsurance and Coinsurance Funds Withheld*

Effective June 30, 2008, the Company entered into an automatic reinsurance agreement with its affiliate, SLDI, covering 100% of the benefits guaranteed under specific variable annuity guaranteed living benefit riders attached to certain variable annuity contracts issued by the Company on or after January 1, 2000.

Also effective June 30, 2008, the Company entered into a services agreement with SLDI, under which the Company provides certain actuarial risk modeling consulting services to SLDI with respect to hedge positions undertaken by SLDI in connection with the reinsurance agreement. For the years ended December 31, 2010 and 2009, revenue related to the agreement was \$11.9 and \$10.5, respectively.

Effective July 1, 2009, the reinsurance agreement was amended to change the reinsurance basis from coinsurance to a combined coinsurance and coinsurance funds withheld basis. On July 31, 2009, SLDI transferred assets with a market value of \$3.2 billion to the Company, and the Company deposited those assets into a funds withheld trust account. As of December 31, 2010, assets totaling \$3.3 billion remain on deposit in the trust

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

account. The Company also established a corresponding funds withheld liability to SLDI, which is included in Other liabilities on the Balance Sheets.

Also effective July 1, 2009, the Company and SLDI entered into an asset management services agreement, under which SLDI serves as asset manager for the funds withheld account. SLDI has retained its affiliate, ING Investment Management LLC, as subadvisor for the funds withheld account.

At December 31, 2010 and 2009, the value of reserves ceded by the Company under this agreement was \$955.4 and \$878.6, respectively. In addition, a cost of reinsurance in the amount of \$355.9 and \$372.8 at December 31, 2010 and 2009, respectively, is included in Other assets on the Balance Sheets and is amortized over the reinsurance period.

*Multi-year Guaranteed Fixed Annuity – Coinsurance*

Effective May 1, 2005, the Company entered into a coinsurance agreement with its affiliate, Security Life of Denver Insurance Company (“SLD”). Under the terms of the agreement, SLD assumed and accepted the responsibility for paying, when due, 100% of the liabilities arising under the multi-year guaranteed fixed annuity contracts issued by the Company between January 1, 2001 and December 31, 2003. In addition, the Company assigned to SLD all future premiums received by the Company attributable to the ceded contracts.

Under the terms of the agreement, the Company ceded \$2.5 billion in account balances and transferred a ceding commission and \$2.7 billion in assets to SLD.

The coinsurance agreement is accounted for using the deposit method. As such, \$2.7 billion of Deposit receivable from affiliate was established on the Balance Sheets. The receivable will be adjusted over the life of the agreement based on cash settlements and the experience of the contracts, as well as for amortization of the ceding commission. The Company incurred amortization expense of the negative ceding commission of \$21.4, \$17.9, and \$19.9 for the years ended December 31, 2010, 2009, and 2008, respectively, which is recorded in Other expenses in the Statements of Operations.

*Universal Life – Coinsurance*

Effective January 1, 2000, the Company entered into a 100% coinsurance agreement with its affiliate, SLD, covering certain universal life policies which had been issued and in force as of, as well as any such policies issued after, the effective date of the agreement. As of December 31, 2010 and 2009, the value of reserves ceded by the Company under this agreement was \$18.1 and \$17.8, respectively.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Guaranteed Investment Contract - Coinsurance*

Effective August 20, 1999, the Company entered into a Facultative Coinsurance Agreement with its affiliate, SLD. Under the terms of the agreement, the Company facultatively cedes to SLD, from time to time, certain GICs on a 100% coinsurance basis. The Company utilizes this reinsurance facility primarily for diversification and asset-liability management purposes in connection with this business, which is facilitated by the fact that SLD is also a major GIC issuer. Senior management of the Company has established a current maximum of \$4.0 billion for GIC reserves ceded under this agreement.

The value of GIC reserves ceded by the Company under this agreement was \$40.0 and \$47.5 at December 31, 2010 and 2009, respectively.

Reinsurance Assumed

*Level Premium Term Life Insurance - Stop-loss*

Effective October 1, 2010, the Company entered into a stop-loss agreement with its affiliate, RLI under which the Company agreed to indemnify and reinsure RLI for the aggregate mortality risk under certain level premium term life insurance policies issued by RLI between January 1, 2009 and December 31, 2009 and certain level premium term life insurance policies assumed by RLI from ReliaStar Life Insurance Company of New York under an Automatic Coinsurance Agreement effective March 1, 2008. Under the terms of the agreement, the Company will make benefit payments to RLI equal to the amount of claims in excess of the attachment point (equal to a percentage of net reinsurance premium) up to the maximum fully covered benefit.

There was no initial consideration received by the Company from RLI under this agreement. The Company receives monthly premiums, net of benefit payments, based on premium rates set forth in the respective agreements. As such, there is no unearned reinsurance premium.

The stop-loss agreement is accounted for using the deposit method. A fee receivable from affiliate of \$0.5 is included in Future policy benefits and claims reserves on the Balance Sheets. The fee is accrued for and subsequently settled in cash each quarterly accounting period.

*Individual Life – Yearly Renewable Term*

Effective December 1, 2008 and December 31, 2008, respectively, the Company entered into two yearly renewable term reinsurance agreements with its affiliate, RLI, for an indefinite duration. Under the terms of the agreements, the Company assumed 100% of

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

RLI's mortality risk associated with the net amount at risk under specific life insurance policies, including:

- Individual life policies issued by RLI and previously assumed by RLI from ReliaStar Life Insurance Company of New York ("RLNY"), with policy dates prior to January 1, 2000, including certain term life, universal life, variable universal life, and whole life, insurance policies.
- In force individual life policies issued by RLI, where premiums are paid on the insured's behalf through payroll deduction and which were marketed by employee benefit brokers.

the Company received initial consideration of \$3.9 from RLI. Thereafter, the Company receives monthly premiums, net of benefit payments, based on premium rates set forth in the respective agreements. As such, there is no unearned reinsurance premium.

As of December 31, 2010 and 2009, the value of the reserves assumed by the Company under these agreements was \$9.6 and \$9.2, respectively.

*Group Annual Term – Coinsurance Funds Withheld*

Effective December 31, 2008, the Company entered into a coinsurance funds withheld agreement with RLI for an indefinite duration. Under the terms of the agreement, the Company assumed 100% quota share of RLI's net retained liability under certain Employee Benefits Group Annual Term policies, including disability waiver of premium.

The initial premium of \$219.9 was equal to the aggregate reserve assumed by the Company. Thereafter, premiums are equal to the total earned gross premiums collected by RLI from policyholders. RLI will retain all reinsurance premiums payable to the Company as funds withheld, as security for ceded liabilities and against which ceded losses will be offset. Monthly, the Company will receive or pay a net settlement. This agreement was amended October 1, 2010 to better reflect the current investment environment and to modify the treatment of claims under certain policies under which claims are not paid in the form of a single lump sum; the underlying terms described above remained unchanged. (Please see also description of Waiver of Premium - Coinsurance Funds Withheld Agreement between the Company and SLDI under "Reinsurance Ceded" above).

As of December 31, 2010 and 2009, the value of the reserves assumed by the Company under this agreement was \$465.5 and \$467.2, respectively. In addition, as of December 31, 2010, the Company had an embedded derivative with a value of \$8.5, which is recorded in Other liabilities on the Balance Sheets



**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

*Group Life – Funds Withheld*

Effective December 31, 2008, the Company entered into a funds withheld agreement with RLI pursuant to which the Company assumed 100% quota share of RLI's net retained liability under assumed group life reinsurance in-force. Effective January 1, 2010 and as a result of the sale of ING's U.S. Group Reinsurance business to Reinsurance Group of America, this agreement was terminated.

The initial premium of \$60.0 for this agreement was equal to the net Statutory reserve assumed by the Company. Thereafter, premiums were equal to the total earned reinsurance premiums collected by RLI, less a ceding commission. RLI retained all reinsurance premiums payable to the Company as funds withheld, as security for ceded liabilities and against which ceded losses were offset. Net settlements were made on a monthly basis. In addition, the Company provided reserve credit (in the excess of the funds withheld balance) to RLI through either a cash deposit or letter of credit. As of December 31, 2010 and 2009, the value of the reserves assumed by the Company under this agreement was \$0 and \$58.2, respectively.

*Reciprocal Loan Agreement*

The Company maintains a reciprocal loan agreement with ING AIH, an affiliate, to facilitate the handling of unanticipated short-term cash requirements that arise in the ordinary course of business. Under this agreement, which became effective in January 2004 and expires on January 14, 2014, either party can borrow from the other up to 3.0% of the Company's statutory net admitted assets, excluding Separate Accounts, as of the preceding December 31. Interest on any ING USA borrowing is charged at the rate of ING AIH's cost of funds for the interest period, plus 0.15%. Interest on any ING AIH borrowing is charged at a rate based on the prevailing interest rate of U.S. commercial paper available for purchase with a similar duration.

Under this agreement, the Company incurred interest expense of \$0.0, \$0.4, and \$1.3, for the years ended December 31, 2010, 2009, and 2008, respectively. The Company earned interest income of \$1.2, \$1.7, and \$2.8, for the years ended December 31, 2010, 2009, and 2008, respectively. Interest expense and income are included in Interest expense and Net investment income, respectively, on the Statements of Operations. At December 31, 2010 and 2009, the Company had an outstanding receivable of \$593.6 and \$545.5, respectively, with ING AIH under the reciprocal loan agreement.

*Total Return Swap*

During December 2010, the Company entered into a series of interest rate swaps with external counterparties. The Company also entered into a short-term mirror total return swap ("TRS") transaction with ING Verzekeringen N.V. ("ING V"), its indirect parent

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

company. The outstanding market value of the TRS was \$11.6 at December 31, 2010. The TRS matured January 3, 2011.

***Notes with Affiliates***

The Company issued a 30-year surplus note in the principal amount of \$35.0 on December 8, 1999, to its affiliate, SLD, which matures on December 7, 2029. Interest is charged at an annual rate of 7.98%. Payment of the note and related accrued interest is subordinate to payments due to contract owners and claimant and beneficiary claims, as well as debts owed to all other classes of debtors, other than surplus note holders. Any payment of principal and/or interest made is subject to the prior approval of the Iowa Insurance Commissioner. Interest expense was \$2.8 for each of the years ended December 31, 2010, 2009, and 2008, respectively.

On December 29, 2004, the Company issued surplus notes in the aggregate principal amount of \$400.0 (the "Notes"), scheduled to mature on December 29, 2034, to its affiliates, ING Life Insurance and Annuity Company, RLI, and SLDI, in an offering that was exempt from the registration requirements of the Securities Act of 1933. The Notes bear interest at a rate of 6.26% per year. Any payment of principal and/or interest is subject to the prior approval of the Iowa Insurance Commissioner. Interest is scheduled to be paid semi-annually in arrears on June 29 and December 29 of each year, commencing on June 29, 2005. Interest expense was \$25.4 for each of the years ended December 31, 2010, 2009, and 2008, respectively.

***Funding Agreement***

On August 10, 2007, the Company issued an extendable funding agreement to its parent, Lion, upon receipt of a single deposit in the amount of \$500.0. To fund the purchase of the funding agreement, Lion issued a promissory note to its indirect parent company, ING Verzekeringen N.V. ("ING V"), which has been guaranteed by Lion's immediate parent, ING AIH.

Under the terms of the funding agreement, the Company will pay Lion interest quarterly at the credited interest rate until maturity, and on the maturity date, the Company will pay Lion the single deposit and any accrued and unpaid interest. The credited interest rate shall be the three-month LIBOR, plus 0.05%, and shall be reset quarterly. The maturity date of the funding agreement shall be August 10, 2011, or such later date to which the maturity date may be extended; provided, however, that the maturity date may not be extended beyond August 10, 2012.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

***Proprietary Alpha Fund***

The ING Proprietary Alpha Fund, LLC (“PAF”) is a multi-strategy investment fund established in 2007 as a U.S. domiciled limited liability company managed by ING Alternative Asset Management LLC (“IAAM”), an affiliate. The investment strategies within PAF include both long and short exposures to various investments and utilize various fixed income, equity, and derivative financial instruments. In September 2007, ING USA invested \$125.0 into PAF. The value of the Company’s investment in PAF was \$13.4 and \$13.7 at December 31, 2010 and 2009, respectively.

***Derivatives***

As of December 31, 2010 and 2009, the Company had options with a notional amount of \$382.6 and \$260.0, respectively, and market value of \$14.0 and \$12.1, respectively, with ING Bank, an affiliate. Each of these contracts was entered into as a result of a competitive bid, which included unaffiliated counterparties.

**11. Financing Agreements**

The Company maintains a \$50.0 uncommitted, perpetual revolving note facility with the Bank of New York (“BONY”). Interest on any of the Company borrowing accrues at an annual rate equal to a rate quoted by BONY to the Company for the borrowing. Under this agreement, the Company did not incur any interest expense for the years ended December 31, 2010, 2009, and 2008. At December 31, 2010 and 2009, the Company had no amounts outstanding under the revolving note facility.

Also see Financing Agreements in the Related Party Transactions footnote.

**12. Reinsurance**

At December 31, 2010, the Company had reinsurance treaties with 15 unaffiliated reinsurers covering a portion of the mortality risks and guaranteed death and living benefits under its annuity contracts. The Company, as cedant, also has reinsurance treaties with two affiliates, SLD and SLDI, related to GICs, fixed annuities, variable annuities, and universal life insurance policies. In addition, the Company assumed reinsurance risk under reinsurance treaties with its affiliate, RLI, related to certain life insurance policies and employee benefit group annual term policies. The Company remains liable to the extent its reinsurers do not meet their obligations under the reinsurance agreements.

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

Reinsurance ceded in force for life mortality risks was \$170.4 billion and \$186.4 billion at December 31, 2010 and 2009, respectively.

	<b>2010</b>	<b>2009</b>
Claims recoverable from reinsurers	\$ 14.4	\$ 9.3
Amounts due to reinsurers	(26.2)	(26.1)
Reinsurance reserves ceded	1,368.7	1,068.9
Deposits	1,600.4	1,752.0
Reinsurance receivable	508.6	532.2
Other	15.5	13.7
<b>Total</b>	<b>\$ 3,481.4</b>	<b>\$ 3,350.0</b>

Premiums and Interest credited and other benefits to contract owners were reduced by the following amounts for reinsurance ceded for the years ended December 31, 2010, 2009, and 2008.

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Deposits ceded (assumed) under reinsurance	\$ 829.1	\$ (2,034.2)	\$ 1,632.0
Premiums ceded under reinsurance	260.0	94.4	2.1
Reinsurance recoveries	7.0	9.1	1,212.6

Also see Reinsurance Agreements in the Related Party Transactions footnote.

**13. Commitments and Contingent Liabilities**

***Leases***

The Company leases its office space and certain equipment under operating leases, the longest term of which expires in 2017.

For the years ended December 31, 2010, 2009, and 2008, rent expense for leases was \$8.4, \$9.2, and \$9.8, respectively. The future net minimum payments under noncancelable leases for the years ended December 31, 2010 through 2014 are estimated to be \$5.8, \$6.7, \$7.3, \$7.4, and \$7.1, respectively, and \$8.4, thereafter. The Company pays substantially all expenses associated with its leased and subleased office properties. Expenses not paid directly by the Company are paid for by an affiliate and allocated back to the Company.

***Commitments***

Through the normal course of investment operations, the Company commits to either purchase or sell securities, commercial mortgage loans, or money market instruments, at a specified future date and at a specified price or yield. The inability of counterparties to

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

---

honor these commitments may result in either a higher or lower replacement cost. Also, there is likely to be a change in the value of the securities underlying the commitments.

As of December 31, 2010, the Company had off-balance sheet commitments to purchase investments equal to their fair value of \$529.2, of which \$153.0 was with related parties. At December 31, 2009, the Company had off-balance sheet commitments to purchase investments equal to their fair value of \$354.6, of which \$193.0 was with related parties. During 2010 and 2009, \$41.0 and \$19.5, respectively, was funded to related parties under these commitments.

***Collateral***

Under the terms of the Company's Over-The-Counter Derivative ISDA Agreements ("ISDA Agreements"), the Company may receive from, or deliver to, counterparties, collateral to assure that all terms of the ISDA Agreements will be met with regard to the CSA. The terms of the CSA call for the Company to pay interest on any cash received equal to the Federal Funds rate. As of December 31, 2010 and 2009, the Company held \$57.9 and \$32.1, respectively, of cash collateral, related to derivative contracts, which was included in Payables under securities loan agreement, including collateral held, on the Balance Sheets. In addition, as of December 31, 2010 and 2009, the Company delivered collateral of \$749.7 and \$574.6, respectively, in fixed maturities pledged under derivatives contracts, which was included in Securities pledged on the Balance Sheets.

***Litigation***

The Company is involved in threatened or pending lawsuits/arbitrations arising from the normal conduct of business. Due to the climate in insurance and business litigation/arbitrations, suits against the Company sometimes include claims for substantial compensatory, consequential, or punitive damages, and other types of relief. Moreover, certain claims are asserted as class actions, purporting to represent a group of similarly situated individuals. While it is not possible to forecast the outcome of such lawsuits/arbitrations, in light of existing insurance, reinsurance, and established reserves, it is the opinion of management that the disposition of such lawsuits/arbitrations will not have a materially adverse effect on the Company's operations or financial position.

***Regulatory Matters***

As with many financial services companies, the Company and its affiliates periodically receive informal and formal requests for information from various state and federal governmental agencies and self-regulatory organizations in connection with inquiries and investigations of the products and practices of the Company or the financial services industry. Some of these investigations and inquiries could result in regulatory action against the Company. The potential outcome of such action is difficult to predict but could subject the Company or its affiliates to adverse consequences, including, but not

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**

**Notes to Financial Statements**

(Dollar amounts in millions, unless otherwise stated)

limited to, settlement payments, penalties, fines, and other financial liability. It is not currently anticipated that the outcome of any such action will have a material adverse effect on ING or ING's U.S.-based operations, including the Company. It is the practice of the Company and its affiliates to cooperate fully in these matters.

**14. Accumulated Other Comprehensive Income (Loss)**

Shareholder's equity included the following components of Accumulated other comprehensive loss as of December 31, 2010, 2009, and 2008.

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net unrealized capital (losses) gains:			
Fixed maturities	681.2	\$ (554.7)	\$ (3,234.0)
Derivatives	0.3	-	-
Equity securities, available-for-sale	8.1	3.5	(3.7)
DAC/VOBA adjustment on available-for-sale securities	(458.3)	(64.3)	1,139.7
Sales inducements adjustment on available-for-sale securities	(80.5)	(0.1)	102.2
Other investments	(35.7)	(25.0)	(6.2)
Unrealized capital losses, before tax	115.1	(640.6)	(2,002.0)
Deferred income tax asset	19.8	111.3	670.9
Net unrealized capital (losses) gains	134.9	(529.3)	(1,331.1)
Pension liability, net of tax	(2.6)	(3.2)	(2.6)
Accumulated other comprehensive loss	<u>\$ 132.3</u>	<u>\$ (532.5)</u>	<u>\$ (1,333.7)</u>

Changes in Accumulated other comprehensive income (loss), net of DAC, VOBA, and tax (excluding the tax valuation allowance), related to changes in unrealized capital gains (losses) on securities, including securities pledged, were as follows for the years ended December 31, 2010, 2009, and 2008.

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Fixed maturities	\$ 1,236.2	\$ 2,679.3	\$ (3,111.7)
Equity securities, available-for-sale	4.6	7.2	1.8
DAC/VOBA adjustment on available-for-sale securities	(394.0)	(1,204.0)	1,176.6
Sales inducements adjustment on available-for-sale securities	(80.4)	(102.3)	101.7
Other investments	(10.7)	0.9	0.2
Unrealized capital gains (losses), before tax	755.7	1,381.1	(1,831.4)
Deferred income tax (liability) asset	(264.5)	(483.4)	641.0
Net change in unrealized capital gains (losses)	<u>\$ 491.2</u>	<u>\$ 897.7</u>	<u>\$ (1,190.4)</u>

**ING USA Annuity and Life Insurance Company**  
**(A wholly-owned subsidiary of Lion Connecticut Holdings Inc.)**  
**Notes to Financial Statements**  
(Dollar amounts in millions, unless otherwise stated)

---

Changes in unrealized capital gains on securities, including securities pledged and noncredit impairments, as recognized in Accumulated other comprehensive income (loss), reported net of DAC, VOBA, and income taxes, were as follows for the years ended December 31, 2010, 2009, and 2008.

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Net unrealized capital holding (losses) gains arising during the year <sup>(1)</sup>	\$ 500.6	\$ 717.7	\$ (1,877.2)
Less: reclassification adjustment for (losses) gains and other items included in Net (loss) income <sup>(2)</sup>	9.4	(180.0)	(686.8)
<b>Net change in unrealized capital (losses) gains on securities</b>	<b>\$ 491.2</b>	<b>\$ 897.7</b>	<b>\$ (1,190.4)</b>

<sup>(1)</sup> Pretax unrealized capital holding gains (losses) arising during the year were \$770.2, \$1,104.1, and \$(2,888.0), for the years ended December 31, 2010, 2009, and 2008, respectively.

<sup>(2)</sup> Pretax reclassification adjustments for gains (losses) and other items included in Net (loss) income were \$14.5, \$(277.0), and \$(1,056.6), for the years ended December 31, 2010, 2009, and 2008, respectively.

The reclassification adjustments for gains (losses) and other items included in Net income (loss) in the above table are determined by specific identification of each security sold during the period.

**QUARTERLY DATA (UNAUDITED)**

(Dollar amounts in millions, unless otherwise stated)

<b>2010</b>	<b>First</b>	<b>Second</b>	<b>Third</b>	<b>Fourth</b>
Total revenue	\$ 375.0	\$ 1,466.4	\$ 201.4	\$ (120.2)
(Loss) income before income taxes	5.4	(106.7)	130.9	(3.4)
Income tax (benefit) expense	(1.2)	(54.9)	(6.7)	7.7
Net (loss) income	\$ 6.6	\$ (51.8)	\$ 137.6	\$ (11.1)
<b>2009</b>	<b>First</b>	<b>Second</b>	<b>Third</b>	<b>Fourth</b>
Total revenue	\$ 543.7	\$ (209.2)	\$ (141.0)	\$ 452.0
(Loss) income before income taxes	(327.4)	(1.2)	42.3	153.0
Income tax (benefit) expense	(91.8)	0.9	(35.4)	(10.2)
Net (loss) income	\$ (235.6)	\$ (2.1)	\$ 77.7	\$ 163.2



**FINANCIAL STATEMENTS**  
**ING USA Annuity and Life Insurance Company**  
**Separate Account B**  
*Year ended December 31, 2010*  
*with Report of Independent Registered Public Accounting Firm*

This page intentionally left blank.

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Financial Statements**  
**Year ended December 31, 2010**

**Contents**

Report of Independent Registered Public Accounting Firm	1
Audited Financial Statements	
Statements of Assets and Liabilities	4
Statements of Operations	35
Statements of Changes in Net Assets	68
Notes to Financial Statements	109

This page intentionally left blank.

# Report of Independent Registered Public Accounting Firm

## The Board of Directors and Participants ING USA Annuity and Life Insurance Company

We have audited the accompanying statements of assets and liabilities of the investment divisions (the “Divisions”) constituting ING USA Annuity and Life Insurance Company Separate Account B (the “Account”) as of December 31, 2010, and the related statements of operations and changes in net assets for the periods disclosed in the financial statements. These financial statements are the responsibility of the Account’s management. Our responsibility is to express an opinion on these financial statements based on our audits. The Account is comprised of the following Divisions:

### BlackRock Variable Series Funds, Inc.:

- BlackRock Global Allocation V.I. Fund - Class III
- Columbia Funds Variable Insurance Trust:
  - Columbia Asset Allocation Fund, Variable Series - Class A
  - Columbia Federal Securities Fund, Variable Series - Class A
  - Columbia Large Cap Growth Fund, Variable Series - Class A
  - Columbia Small Cap Value Fund, Variable Series - Class B
  - Columbia Small Company Growth Fund, Variable Series - Class A
- Fidelity® Variable Insurance Products:
  - Fidelity® VIP Equity-Income Portfolio - Service Class 2
- Fidelity® Variable Insurance Products II:
  - Fidelity® VIP Contrafund® Portfolio - Service Class 2
- Franklin Templeton Variable Insurance Products Trust:
  - Franklin Small Cap Value Securities Fund - Class 2
- ING Balanced Portfolio, Inc.:
  - ING Balanced Portfolio - Class S
- ING Intermediate Bond Portfolio:
  - ING Intermediate Bond Portfolio - Class S
- ING Investors Trust:
  - ING American Funds Asset Allocation Portfolio
  - ING American Funds Bond Portfolio
  - ING American Funds Growth Portfolio
  - ING American Funds Growth-Income Portfolio
  - ING American Funds International Portfolio
  - ING American Funds World Allocation Portfolio - Service Class
  - ING Artio Foreign Portfolio - Service Class
  - ING Artio Foreign Portfolio - Service 2 Class
  - ING BlackRock Inflation Protected Bond Portfolio - Service Class
  - ING BlackRock Large Cap Growth Portfolio - Institutional Class
  - ING BlackRock Large Cap Growth Portfolio - Service Class
  - ING BlackRock Large Cap Value Portfolio - Service Class
  - ING BlackRock Large Cap Value Portfolio - Service 2 Class
  - ING Clarion Global Real Estate Portfolio - Service Class
  - ING Clarion Global Real Estate Portfolio - Service 2 Class
  - ING Clarion Real Estate Portfolio - Service Class
  - ING Clarion Real Estate Portfolio - Service 2 Class
  - ING DFA World Equity Portfolio - Service Class
  - ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class
  - ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class
  - ING Franklin Income Portfolio - Service Class
  - ING Franklin Income Portfolio - Service 2 Class
  - ING Franklin Mutual Shares Portfolio - Service Class

### ING Investors Trust (continued):

- ING Franklin Templeton Founding Strategy Portfolio - Service Class
- ING Global Resources Portfolio - Service Class
- ING Global Resources Portfolio - Service 2 Class
- ING Janus Contrarian Portfolio - Service Class
- ING Janus Contrarian Portfolio - Service 2 Class
- ING JPMorgan Emerging Markets Equity Portfolio - Service Class
- ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class
- ING JPMorgan Small Cap Core Equity Portfolio - Service Class
- ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class
- ING Large Cap Growth Portfolio - Service Class
- ING Large Cap Growth Portfolio - Service 2 Class
- ING Limited Maturity Bond Portfolio - Service Class
- ING Liquid Assets Portfolio - Service Class
- ING Liquid Assets Portfolio - Service 2 Class
- ING Lord Abbett Growth and Income Portfolio - Service Class
- ING Lord Abbett Growth and Income Portfolio - Service 2 Class
- ING Marsico Growth Portfolio - Service Class
- ING Marsico Growth Portfolio - Service 2 Class
- ING Marsico International Opportunities Portfolio - Service Class
- ING MFS Total Return Portfolio - Service Class
- ING MFS Total Return Portfolio - Service 2 Class
- ING MFS Utilities Portfolio - Service Class
- ING Morgan Stanley Global Franchise Portfolio - Service Class
- ING Morgan Stanley Global Franchise Portfolio - Service 2 Class
- ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class
- ING Oppenheimer Active Allocation Portfolio - Service Class
- ING PIMCO High Yield Portfolio - Service Class
- ING PIMCO Total Return Bond Portfolio - Service Class
- ING PIMCO Total Return Bond Portfolio - Service 2 Class
- ING Pioneer Fund Portfolio - Service Class
- ING Pioneer Mid Cap Value Portfolio - Service Class
- ING Retirement Conservative Portfolio - Adviser Class
- ING Retirement Growth Portfolio - Adviser Class
- ING Retirement Moderate Growth Portfolio - Adviser Class
- ING Retirement Moderate Portfolio - Adviser Class
- ING T. Rowe Price Capital Appreciation Portfolio - Service Class

ING Investors Trust (continued):

ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class  
ING T. Rowe Price Equity Income Portfolio - Service Class  
ING T. Rowe Price Equity Income Portfolio - Service 2 Class  
ING Templeton Global Growth Portfolio - Service Class  
ING Templeton Global Growth Portfolio - Service 2 Class  
ING Van Kampen Growth and Income Portfolio - Service Class  
ING Van Kampen Growth and Income Portfolio - Service 2 Class  
ING Wells Fargo HealthCare Portfolio - Service Class  
ING Wells Fargo Small Cap Disciplined Portfolio - Service Class  
ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class

ING Mutual Funds:

ING Diversified International Fund - Class R

ING Partners, Inc.:

ING American Century Small-Mid Cap Value Portfolio - Service Class  
ING Baron Small Cap Growth Portfolio - Service Class  
ING Columbia Small Cap Value Portfolio - Service Class  
ING Davis New York Venture Portfolio - Service Class  
ING JPMorgan Mid Cap Value Portfolio - Service Class  
ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class  
ING Oppenheimer Global Portfolio - Initial Class  
ING Oppenheimer Global Portfolio - Service Class  
ING Oppenheimer Global Strategic Income Portfolio - Service Class  
ING PIMCO Total Return Portfolio - Service Class  
ING Solution 2015 Portfolio - Service Class  
ING Solution 2025 Portfolio - Service Class  
ING Solution 2035 Portfolio - Service Class  
ING Solution 2045 Portfolio - Service Class  
ING Solution Income Portfolio - Service Class  
ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class  
ING T. Rowe Price Growth Equity Portfolio - Service Class  
ING Templeton Foreign Equity Portfolio - Service Class  
ING Thornburg Value Portfolio - Initial Class  
ING Thornburg Value Portfolio - Service Class  
ING UBS U.S. Large Cap Equity Portfolio - Service Class  
ING Van Kampen Comstock Portfolio - Service Class  
ING Van Kampen Equity and Income Portfolio - Initial Class  
ING Van Kampen Equity and Income Portfolio - Service Class

ING Strategic Allocation Portfolios, Inc.:

ING Strategic Allocation Conservative Portfolio - Class S  
ING Strategic Allocation Growth Portfolio - Class S  
ING Strategic Allocation Moderate Portfolio - Class S

ING Variable Funds:

ING Growth and Income Portfolio - Class I  
ING Growth and Income Portfolio - Class S

ING Variable Insurance Trust:

ING GET U.S. Core Portfolio - Series 5  
ING GET U.S. Core Portfolio - Series 6  
ING GET U.S. Core Portfolio - Series 7  
ING GET U.S. Core Portfolio - Series 8  
ING GET U.S. Core Portfolio - Series 9  
ING GET U.S. Core Portfolio - Series 10  
ING GET U.S. Core Portfolio - Series 11  
ING GET U.S. Core Portfolio - Series 12

ING Variable Insurance Trust (continued):

ING GET U.S. Core Portfolio - Series 13  
ING GET U.S. Core Portfolio - Series 14

ING Variable Portfolios, Inc.:

ING BlackRock Science and Technology Opportunities Portfolio - Class S  
ING Euro STOXX 50 Index Portfolio - Class A  
ING FTSE 100 Index Portfolio - Class A  
ING Hang Seng Index Portfolio - Class S  
ING Index Plus LargeCap Portfolio - Class S  
ING Index Plus MidCap Portfolio - Class S  
ING Index Plus SmallCap Portfolio - Class S  
ING International Index Portfolio - Class S  
ING Japan TOPIX Index® Portfolio - Class A  
ING Opportunistic Large Cap Portfolio - Class S  
ING Russell™ Global Large Cap Index 75% Portfolio - Class S  
ING Russell™ Large Cap Growth Index Portfolio - Class S  
ING Russell™ Large Cap Index Portfolio - Class S  
ING Russell™ Large Cap Value Index Portfolio - Class S  
ING Russell™ Mid Cap Growth Index Portfolio - Class S  
ING Russell™ Mid Cap Index Portfolio - Class S  
ING Russell™ Small Cap Index Portfolio - Class S  
ING Small Company Portfolio - Class S  
ING U.S. Bond Index Portfolio - Class S  
ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio - Class S

ING Variable Products Trust:

ING International Value Portfolio - Class S  
ING MidCap Opportunities Portfolio - Class S  
ING SmallCap Opportunities Portfolio - Class S

Invesco Variable Insurance Funds:

Invesco V.I. Leisure Fund - Series I Shares

Legg Mason Partners Variable Equity Trust:

Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I  
Legg Mason Global Currents Variable International All Cap Opportunity Portfolio

Legg Mason Partners Variable Income Trust:

Legg Mason Western Asset Variable High Income Portfolio  
Legg Mason Western Asset Variable Money Market Portfolio

Oppenheimer Variable Account Funds:

Oppenheimer Main Street Small Cap Fund®/VA - Service Class

PIMCO Variable Insurance Trust:

PIMCO Real Return Portfolio - Administrative Class

Pioneer Variable Contracts Trust:

Pioneer Equity Income VCT Portfolio - Class II

ProFunds:

ProFund VP Bull  
ProFund VP Europe 30  
ProFund VP Rising Rates Opportunity

Wells Fargo Funds Trust:

Wells Fargo Advantage VT Omega Growth Fund - Class 2

Wells Fargo Variable Trust:

Wells Fargo Advantage VT C&B Large Cap Value Fund  
Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2  
Wells Fargo Advantage VT Intrinsic Value Fund - Class 2  
Wells Fargo Advantage VT Large Company Growth Fund  
Wells Fargo Advantage VT Money Market Fund  
Wells Fargo Advantage VT Small Cap Growth Fund - Class 2  
Wells Fargo Advantage VT Total Return Bond Fund

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Account's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Account's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of December 31, 2010, by correspondence with the transfer agents or custodian. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each of the respective Divisions constituting ING USA Annuity and Life Insurance Company Separate Account B at December 31, 2010, the results of their operations and changes in their net assets for the periods disclosed in the financial statements, in conformity with U.S. generally accepted accounting principles.

/s/ Ernst & Young, LLP

Atlanta, Georgia  
April 6, 2011

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>BlackRock Global Allocation V.I. Fund - Class III</u>	<u>Columbia Asset Allocation Fund, Variable Series - Class A</u>	<u>Columbia Federal Securities Fund, Variable Series - Class A</u>	<u>Columbia Large Cap Growth Fund, Variable Series - Class A</u>	<u>Columbia Small Cap Value Fund, Variable Series - Class B</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 1,153,125	\$ 303	\$ 19	\$ 361	\$ 162,207
Total assets	<u>1,153,125</u>	<u>303</u>	<u>19</u>	<u>361</u>	<u>162,207</u>
<b>Liabilities</b>					
Payable to related parties	<u>83</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29</u>
Total liabilities	<u>83</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29</u>
Net assets	<u>\$ 1,153,042</u>	<u>\$ 303</u>	<u>\$ 19</u>	<u>\$ 361</u>	<u>\$ 162,178</u>
<b>Net assets</b>					
Accumulation units	\$ 1,153,042	\$ 303	\$ 19	\$ 361	\$ 162,178
Contracts in payout (annuitization)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets	<u>\$ 1,153,042</u>	<u>\$ 303</u>	<u>\$ 19</u>	<u>\$ 361</u>	<u>\$ 162,178</u>
Total number of mutual fund shares	<u>79,580,751</u>	<u>24,815</u>	<u>1,874</u>	<u>12,387</u>	<u>9,274,291</u>
Cost of mutual fund shares	<u>\$ 973,546</u>	<u>\$ 343</u>	<u>\$ 19</u>	<u>\$ 298</u>	<u>\$ 160,538</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>Columbia Small Company Growth Fund, Variable Series - Class A</b>	<b>Fidelity® VIP Equity-Income Portfolio - Service Class 2</b>	<b>Fidelity® VIP Contrafund® Portfolio - Service Class 2</b>	<b>Franklin Small Cap Value Securities Fund - Class 2</b>	<b>ING Balanced Portfolio - Class S</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 18	\$ 181,410	\$ 795,343	\$ 14,385	\$ 6,681
Total assets	18	181,410	795,343	14,385	6,681
<b>Liabilities</b>					
Payable to related parties	-	25	81	1	-
Total liabilities	-	25	81	1	-
Net assets	<u>\$ 18</u>	<u>\$ 181,385</u>	<u>\$ 795,262</u>	<u>\$ 14,384</u>	<u>\$ 6,681</u>
<b>Net assets</b>					
Accumulation units	\$ 18	\$ 181,385	\$ 795,262	\$ 14,384	\$ 6,681
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 18</u>	<u>\$ 181,385</u>	<u>\$ 795,262</u>	<u>\$ 14,384</u>	<u>\$ 6,681</u>
Total number of mutual fund shares	<u>1,493</u>	<u>9,675,196</u>	<u>33,858,794</u>	<u>885,221</u>	<u>581,492</u>
Cost of mutual fund shares	<u>\$ 18</u>	<u>\$ 233,311</u>	<u>\$ 876,012</u>	<u>\$ 12,433</u>	<u>\$ 7,296</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Intermediate Bond Portfolio - Class S</b>	<b>ING American Funds Asset Allocation Portfolio</b>	<b>ING American Funds Bond Portfolio</b>	<b>ING American Funds Growth Portfolio</b>	<b>ING American Funds Growth- Income Portfolio</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 1,253,367	\$ 352,145	\$ 500,315	\$ 2,301,771	\$ 1,382,584
Total assets	<u>1,253,367</u>	<u>352,145</u>	<u>500,315</u>	<u>2,301,771</u>	<u>1,382,584</u>
<b>Liabilities</b>					
Payable to related parties	<u>141</u>	<u>29</u>	<u>44</u>	<u>255</u>	<u>156</u>
Total liabilities	<u>141</u>	<u>29</u>	<u>44</u>	<u>255</u>	<u>156</u>
Net assets	<u>\$ 1,253,226</u>	<u>\$ 352,116</u>	<u>\$ 500,271</u>	<u>\$ 2,301,516</u>	<u>\$ 1,382,428</u>
<b>Net assets</b>					
Accumulation units	\$ 1,253,226	\$ 352,116	\$ 500,271	\$ 2,301,516	\$ 1,382,428
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 1,253,226</u>	<u>\$ 352,116</u>	<u>\$ 500,271</u>	<u>\$ 2,301,516</u>	<u>\$ 1,382,428</u>
Total number of mutual fund shares	<u>104,360,244</u>	<u>36,416,261</u>	<u>49,438,278</u>	<u>45,498,545</u>	<u>41,136,102</u>
Cost of mutual fund shares	<u>\$ 1,295,000</u>	<u>\$ 286,032</u>	<u>\$ 467,573</u>	<u>\$ 2,337,953</u>	<u>\$ 1,489,890</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING American Funds International Portfolio</b>	<b>ING American Funds World Allocation Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service 2 Class</b>	<b>ING BlackRock Inflation Protected Bond Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 1,355,811	\$ 180,536	\$ 543,096	\$ 45,330	\$ 255,112
Total assets	<u>1,355,811</u>	<u>180,536</u>	<u>543,096</u>	<u>45,330</u>	<u>255,112</u>
<b>Liabilities</b>					
Payable to related parties	144	21	73	5	21
Total liabilities	<u>144</u>	<u>21</u>	<u>73</u>	<u>5</u>	<u>21</u>
Net assets	<u>\$ 1,355,667</u>	<u>\$ 180,515</u>	<u>\$ 543,023</u>	<u>\$ 45,325</u>	<u>\$ 255,091</u>
<b>Net assets</b>					
Accumulation units	\$ 1,355,667	\$ 180,515	\$ 543,023	\$ 45,325	\$ 255,091
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 1,355,667</u>	<u>\$ 180,515</u>	<u>\$ 543,023</u>	<u>\$ 45,325</u>	<u>\$ 255,091</u>
Total number of mutual fund shares	<u>80,992,317</u>	<u>15,496,620</u>	<u>47,021,327</u>	<u>3,945,195</u>	<u>24,553,624</u>
Cost of mutual fund shares	<u>\$ 1,517,109</u>	<u>\$ 157,967</u>	<u>\$ 682,741</u>	<u>\$ 53,210</u>	<u>\$ 253,882</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING BlackRock Large Cap Growth Portfolio - Institutional Class</b>	<b>ING BlackRock Large Cap Growth Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service 2 Class</b>	<b>ING Clarion Global Real Estate Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 153	\$ 132,010	\$ 24,385	\$ 2,089	\$ 148,715
Total assets	153	132,010	24,385	2,089	148,715
<b>Liabilities</b>					
Payable to related parties	-	19	4	-	16
Total liabilities	-	19	4	-	16
Net assets	<u>\$ 153</u>	<u>\$ 131,991</u>	<u>\$ 24,381</u>	<u>\$ 2,089</u>	<u>\$ 148,699</u>
<b>Net assets</b>					
Accumulation units	\$ 153	\$ 131,991	\$ 24,381	\$ 2,089	\$ 148,699
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 153</u>	<u>\$ 131,991</u>	<u>\$ 24,381</u>	<u>\$ 2,089</u>	<u>\$ 148,699</u>
Total number of mutual fund shares	<u>15,572</u>	<u>13,525,575</u>	<u>2,311,335</u>	<u>198,929</u>	<u>15,331,406</u>
Cost of mutual fund shares	<u>\$ 187</u>	<u>\$ 116,946</u>	<u>\$ 30,329</u>	<u>\$ 2,545</u>	<u>\$ 152,661</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Clarion Global Real Estate Portfolio - Service 2 Class</b>	<b>ING Clarion Real Estate Portfolio - Service Class</b>	<b>ING Clarion Real Estate Portfolio - Service 2 Class</b>	<b>ING DFA World Equity Portfolio - Service Class</b>	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 2,264	\$ 322,362	\$ 21,034	\$ 222,476	\$ 879,263
Total assets	<u>2,264</u>	<u>322,362</u>	<u>21,034</u>	<u>222,476</u>	<u>879,263</u>
<b>Liabilities</b>					
Payable to related parties	-	62	3	22	143
Total liabilities	<u>-</u>	<u>62</u>	<u>3</u>	<u>22</u>	<u>143</u>
Net assets	<u>\$ 2,264</u>	<u>\$ 322,300</u>	<u>\$ 21,031</u>	<u>\$ 222,454</u>	<u>\$ 879,120</u>
<b>Net assets</b>					
Accumulation units	\$ 2,264	\$ 322,288	\$ 21,031	\$ 222,454	\$ 879,116
Contracts in payout (annuitization)	-	12	-	-	4
Total net assets	<u>\$ 2,264</u>	<u>\$ 322,300</u>	<u>\$ 21,031</u>	<u>\$ 222,454</u>	<u>\$ 879,120</u>
Total number of mutual fund shares	<u>232,490</u>	<u>14,706,317</u>	<u>963,989</u>	<u>25,809,294</u>	<u>57,884,314</u>
Cost of mutual fund shares	<u>\$ 2,480</u>	<u>\$ 382,447</u>	<u>\$ 24,482</u>	<u>\$ 206,872</u>	<u>\$ 792,826</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class</b>	<b>ING Franklin Income Portfolio - Service Class</b>	<b>ING Franklin Income Portfolio - Service 2 Class</b>	<b>ING Franklin Mutual Shares Portfolio - Service Class</b>	<b>ING Franklin Templeton Founding Strategy Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 37,340	\$ 448,985	\$ 8,984	\$ 200,697	\$ 857,101
Total assets	37,340	448,985	8,984	200,697	857,101
<b>Liabilities</b>					
Payable to related parties	5	47	1	19	86
Total liabilities	5	47	1	19	86
Net assets	<u>\$ 37,335</u>	<u>\$ 448,938</u>	<u>\$ 8,983</u>	<u>\$ 200,678</u>	<u>\$ 857,015</u>
<b>Net assets</b>					
Accumulation units	\$ 37,335	\$ 448,938	\$ 8,983	\$ 200,678	\$ 857,015
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 37,335</u>	<u>\$ 448,938</u>	<u>\$ 8,983</u>	<u>\$ 200,678</u>	<u>\$ 857,015</u>
Total number of mutual fund shares	<u>2,467,925</u>	<u>44,764,158</u>	<u>897,487</u>	<u>24,962,308</u>	<u>102,401,596</u>
Cost of mutual fund shares	<u>\$ 32,990</u>	<u>\$ 436,531</u>	<u>\$ 8,189</u>	<u>\$ 204,640</u>	<u>\$ 886,116</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING Global Resources Portfolio - Service Class</u>	<u>ING Global Resources Portfolio - Service 2 Class</u>	<u>ING Janus Contrarian Portfolio - Service Class</u>	<u>ING Janus Contrarian Portfolio - Service 2 Class</u>	<u>ING JPMorgan Emerging Markets Equity Portfolio - Service Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 653,620	\$ 30,537	\$ 439,367	\$ 22,489	\$ 657,873
Total assets	<u>653,620</u>	<u>30,537</u>	<u>439,367</u>	<u>22,489</u>	<u>657,873</u>
<b>Liabilities</b>					
Payable to related parties	<u>89</u>	<u>4</u>	<u>68</u>	<u>3</u>	<u>85</u>
Total liabilities	<u>89</u>	<u>4</u>	<u>68</u>	<u>3</u>	<u>85</u>
Net assets	<u>\$ 653,531</u>	<u>\$ 30,533</u>	<u>\$ 439,299</u>	<u>\$ 22,486</u>	<u>\$ 657,788</u>
<b>Net assets</b>					
Accumulation units	\$ 653,510	\$ 30,533	\$ 439,299	\$ 22,486	\$ 657,784
Contracts in payout (annuitization)	<u>21</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4</u>
Total net assets	<u>\$ 653,531</u>	<u>\$ 30,533</u>	<u>\$ 439,299</u>	<u>\$ 22,486</u>	<u>\$ 657,788</u>
Total number of mutual fund shares	<u>30,400,932</u>	<u>1,430,310</u>	<u>36,401,562</u>	<u>1,878,801</u>	<u>28,790,956</u>
Cost of mutual fund shares	<u>\$ 661,952</u>	<u>\$ 31,308</u>	<u>\$ 535,949</u>	<u>\$ 29,041</u>	<u>\$ 577,962</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class</b>	<b>ING Large Cap Growth Portfolio - Service Class</b>	<b>ING Large Cap Growth Portfolio - Service 2 Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 35,490	\$ 257,440	\$ 38,543	\$ 121,927	\$ 886
Total assets	<u>35,490</u>	<u>257,440</u>	<u>38,543</u>	<u>121,927</u>	<u>886</u>
<b>Liabilities</b>					
Payable to related parties	<u>4</u>	<u>29</u>	<u>5</u>	<u>11</u>	<u>-</u>
Total liabilities	<u>4</u>	<u>29</u>	<u>5</u>	<u>11</u>	<u>-</u>
Net assets	<u>\$ 35,486</u>	<u>\$ 257,411</u>	<u>\$ 38,538</u>	<u>\$ 121,916</u>	<u>\$ 886</u>
<b>Net assets</b>					
Accumulation units	\$ 35,486	\$ 257,411	\$ 38,538	\$ 121,916	\$ 886
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 35,486</u>	<u>\$ 257,411</u>	<u>\$ 38,538</u>	<u>\$ 121,916</u>	<u>\$ 886</u>
Total number of mutual fund shares	<u>1,564,835</u>	<u>19,592,102</u>	<u>2,958,023</u>	<u>9,279,069</u>	<u>67,493</u>
Cost of mutual fund shares	<u>\$ 27,379</u>	<u>\$ 238,778</u>	<u>\$ 37,148</u>	<u>\$ 101,551</u>	<u>\$ 741</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING Limited Maturity Bond Portfolio - Service Class</u>	<u>ING Liquid Assets Portfolio - Service Class</u>	<u>ING Liquid Assets Portfolio - Service 2 Class</u>	<u>ING Lord Abbett Growth and Income Portfolio - Service Class</u>	<u>ING Lord Abbett Growth and Income Portfolio - Service 2 Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 94,849	\$ 1,063,760	\$ 23,030	\$ 56,454	\$ 2,133
Total assets	94,849	1,063,760	23,030	56,454	2,133
<b>Liabilities</b>					
Payable to related parties	20	166	3	11	-
Total liabilities	20	166	3	11	-
Net assets	<u>\$ 94,829</u>	<u>\$ 1,063,594</u>	<u>\$ 23,027</u>	<u>\$ 56,443</u>	<u>\$ 2,133</u>
<b>Net assets</b>					
Accumulation units	\$ 94,814	\$ 1,063,585	\$ 23,027	\$ 56,443	\$ 2,133
Contracts in payout (annuitization)	15	9	-	-	-
Total net assets	<u>\$ 94,829</u>	<u>\$ 1,063,594</u>	<u>\$ 23,027</u>	<u>\$ 56,443</u>	<u>\$ 2,133</u>
Total number of mutual fund shares	<u>9,164,140</u>	<u>1,063,760,368</u>	<u>23,029,973</u>	<u>6,251,801</u>	<u>237,246</u>
Cost of mutual fund shares	<u>\$ 100,005</u>	<u>\$ 1,063,760</u>	<u>\$ 23,030</u>	<u>\$ 66,589</u>	<u>\$ 2,580</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING Marsico Growth Portfolio - Service Class</u>	<u>ING Marsico Growth Portfolio - Service 2 Class</u>	<u>ING Marsico International Opportunities Portfolio - Service Class</u>	<u>ING MFS Total Return Portfolio - Service Class</u>	<u>ING MFS Total Return Portfolio - Service 2 Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 503,070	\$ 18,771	\$ 166,078	\$ 742,992	\$ 34,515
Total assets	<u>503,070</u>	<u>18,771</u>	<u>166,078</u>	<u>742,992</u>	<u>34,515</u>
<b>Liabilities</b>					
Payable to related parties	<u>108</u>	<u>2</u>	<u>21</u>	<u>129</u>	<u>4</u>
Total liabilities	<u>108</u>	<u>2</u>	<u>21</u>	<u>129</u>	<u>4</u>
Net assets	<u>\$ 502,962</u>	<u>\$ 18,769</u>	<u>\$ 166,057</u>	<u>\$ 742,863</u>	<u>\$ 34,511</u>
<b>Net assets</b>					
Accumulation units	\$ 502,962	\$ 18,769	\$ 166,057	\$ 742,863	\$ 34,511
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 502,962</u>	<u>\$ 18,769</u>	<u>\$ 166,057</u>	<u>\$ 742,863</u>	<u>\$ 34,511</u>
Total number of mutual fund shares	<u>29,384,907</u>	<u>1,104,204</u>	<u>14,243,370</u>	<u>49,598,958</u>	<u>2,324,276</u>
Cost of mutual fund shares	<u>\$ 389,941</u>	<u>\$ 16,210</u>	<u>\$ 200,131</u>	<u>\$ 804,937</u>	<u>\$ 39,109</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING MFS Utilities Portfolio - Service Class</u>	<u>ING Morgan Stanley Global Franchise Portfolio - Service Class</u>	<u>ING Morgan Stanley Global Franchise Portfolio - Service 2 Class</u>	<u>ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class</u>	<u>ING Oppenheimer Active Allocation Portfolio - Service Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 431,655	\$ 326,187	\$ 62,772	\$ 67,112	\$ 60,028
Total assets	<u>431,655</u>	<u>326,187</u>	<u>62,772</u>	<u>67,112</u>	<u>60,028</u>
<b>Liabilities</b>					
Payable to related parties	<u>63</u>	<u>40</u>	<u>8</u>	<u>8</u>	<u>5</u>
Total liabilities	<u>63</u>	<u>40</u>	<u>8</u>	<u>8</u>	<u>5</u>
Net assets	<u>\$ 431,592</u>	<u>\$ 326,147</u>	<u>\$ 62,764</u>	<u>\$ 67,104</u>	<u>\$ 60,023</u>
<b>Net assets</b>					
Accumulation units	\$ 431,592	\$ 326,147	\$ 62,764	\$ 67,104	\$ 60,023
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 431,592</u>	<u>\$ 326,147</u>	<u>\$ 62,764</u>	<u>\$ 67,104</u>	<u>\$ 60,023</u>
Total number of mutual fund shares	<u>32,455,279</u>	<u>22,906,393</u>	<u>4,433,055</u>	<u>6,799,615</u>	<u>5,610,130</u>
Cost of mutual fund shares	<u>\$ 485,210</u>	<u>\$ 316,302</u>	<u>\$ 57,856</u>	<u>\$ 64,458</u>	<u>\$ 53,750</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING PIMCO High Yield Portfolio - Service Class</u>	<u>ING PIMCO Total Return Bond Portfolio - Service Class</u>	<u>ING PIMCO Total Return Bond Portfolio - Service 2 Class</u>	<u>ING Pioneer Fund Portfolio - Service Class</u>	<u>ING Pioneer Mid Cap Value Portfolio - Service Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 520,056	\$ 2,995,520	\$ 73,261	\$ 57,946	\$ 572,543
Total assets	520,056	2,995,520	73,261	57,946	572,543
<b>Liabilities</b>					
Payable to related parties	70	290	7	8	94
Total liabilities	70	290	7	8	94
Net assets	<u>\$ 519,986</u>	<u>\$ 2,995,230</u>	<u>\$ 73,254</u>	<u>\$ 57,938</u>	<u>\$ 572,449</u>
<b>Net assets</b>					
Accumulation units	\$ 519,986	\$ 2,995,230	\$ 73,254	\$ 57,938	\$ 572,420
Contracts in payout (annuitization)	-	-	-	-	29
Total net assets	<u>\$ 519,986</u>	<u>\$ 2,995,230</u>	<u>\$ 73,254</u>	<u>\$ 57,938</u>	<u>\$ 572,449</u>
Total number of mutual fund shares	<u>50,886,081</u>	<u>245,534,387</u>	<u>6,034,707</u>	<u>5,187,683</u>	<u>52,191,734</u>
Cost of mutual fund shares	<u>\$ 499,057</u>	<u>\$ 2,888,484</u>	<u>\$ 69,162</u>	<u>\$ 58,673</u>	<u>\$ 563,481</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Retirement Conservative Portfolio - Adviser Class</b>	<b>ING Retirement Growth Portfolio - Adviser Class</b>	<b>ING Retirement Moderate Growth Portfolio - Adviser Class</b>	<b>ING Retirement Moderate Portfolio - Adviser Class</b>	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 470,850	\$ 4,612,438	\$ 3,185,895	\$ 1,823,236	\$ 2,636,747
Total assets	470,850	4,612,438	3,185,895	1,823,236	2,636,747
<b>Liabilities</b>					
Payable to related parties	47	711	375	204	344
Total liabilities	47	711	375	204	344
Net assets	<u>\$ 470,803</u>	<u>\$ 4,611,727</u>	<u>\$ 3,185,520</u>	<u>\$ 1,823,032</u>	<u>\$ 2,636,403</u>
<b>Net assets</b>					
Accumulation units	\$ 470,803	\$ 4,611,727	\$ 3,185,520	\$ 1,823,032	\$ 2,636,088
Contracts in payout (annuitization)	-	-	-	-	315
Total net assets	<u>\$ 470,803</u>	<u>\$ 4,611,727</u>	<u>\$ 3,185,520</u>	<u>\$ 1,823,032</u>	<u>\$ 2,636,403</u>
Total number of mutual fund shares	<u>52,550,182</u>	<u>441,381,630</u>	<u>298,584,384</u>	<u>169,288,418</u>	<u>116,309,968</u>
Cost of mutual fund shares	<u>\$ 437,746</u>	<u>\$ 4,069,650</u>	<u>\$ 2,837,420</u>	<u>\$ 1,651,909</u>	<u>\$ 2,544,597</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class</b>	<b>ING T. Rowe Price Equity Income Portfolio - Service Class</b>	<b>ING T. Rowe Price Equity Income Portfolio - Service 2 Class</b>	<b>ING Templeton Global Growth Portfolio - Service Class</b>	<b>ING Templeton Global Growth Portfolio - Service 2 Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 83,495	\$ 685,169	\$ 23,925	\$ 286,447	\$ 4,732
Total assets	<u>83,495</u>	<u>685,169</u>	<u>23,925</u>	<u>286,447</u>	<u>4,732</u>
<b>Liabilities</b>					
Payable to related parties	<u>9</u>	<u>101</u>	<u>3</u>	<u>42</u>	<u>-</u>
Total liabilities	<u>9</u>	<u>101</u>	<u>3</u>	<u>42</u>	<u>-</u>
Net assets	<u>\$ 83,486</u>	<u>\$ 685,068</u>	<u>\$ 23,922</u>	<u>\$ 286,405</u>	<u>\$ 4,732</u>
<b>Net assets</b>					
Accumulation units	\$ 83,486	\$ 684,932	\$ 23,922	\$ 286,387	\$ 4,732
Contracts in payout (annuitization)	-	136	-	18	-
Total net assets	<u>\$ 83,486</u>	<u>\$ 685,068</u>	<u>\$ 23,922</u>	<u>\$ 286,405</u>	<u>\$ 4,732</u>
Total number of mutual fund shares	<u>3,697,758</u>	<u>58,163,733</u>	<u>2,044,835</u>	<u>25,394,262</u>	<u>422,120</u>
Cost of mutual fund shares	<u>\$ 86,502</u>	<u>\$ 707,092</u>	<u>\$ 26,375</u>	<u>\$ 300,423</u>	<u>\$ 5,327</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Van Kampen Growth and Income Portfolio - Service Class</b>	<b>ING Van Kampen Growth and Income Portfolio - Service 2 Class</b>	<b>ING Wells Fargo HealthCare Portfolio - Service Class</b>	<b>ING Diversified International Fund - Class R</b>	<b>ING American Century Small- Mid Cap Value Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 460,511	\$ 52,576	\$ 167,235	\$ 178	\$ 3,047
Total assets	460,511	52,576	167,235	178	3,047
<b>Liabilities</b>					
Payable to related parties	85	6	24	-	-
Total liabilities	85	6	24	-	-
Net assets	<u>\$ 460,426</u>	<u>\$ 52,570</u>	<u>\$ 167,211</u>	<u>\$ 178</u>	<u>\$ 3,047</u>
<b>Net assets</b>					
Accumulation units	\$ 460,399	\$ 52,570	\$ 167,211	\$ 178	\$ 3,047
Contracts in payout (annuitization)	27	-	-	-	-
Total net assets	<u>\$ 460,426</u>	<u>\$ 52,570</u>	<u>\$ 167,211</u>	<u>\$ 178</u>	<u>\$ 3,047</u>
Total number of mutual fund shares	<u>21,221,702</u>	<u>2,436,307</u>	<u>15,189,368</u>	<u>18,721</u>	<u>257,816</u>
Cost of mutual fund shares	<u>\$ 473,705</u>	<u>\$ 58,869</u>	<u>\$ 164,701</u>	<u>\$ 220</u>	<u>\$ 2,093</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Baron Small Cap Growth Portfolio - Service Class</b>	<b>ING Columbia Small Cap Value Portfolio - Service Class</b>	<b>ING Davis New York Venture Portfolio - Service Class</b>	<b>ING JPMorgan Mid Cap Value Portfolio - Service Class</b>	<b>ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 342,203	\$ 153,932	\$ 291,636	\$ 121,332	\$ 96,246
Total assets	<u>342,203</u>	<u>153,932</u>	<u>291,636</u>	<u>121,332</u>	<u>96,246</u>
<b>Liabilities</b>					
Payable to related parties	-	15	23	11	16
Total liabilities	<u>-</u>	<u>15</u>	<u>23</u>	<u>11</u>	<u>16</u>
Net assets	<u>\$ 342,203</u>	<u>\$ 153,917</u>	<u>\$ 291,613</u>	<u>\$ 121,321</u>	<u>\$ 96,230</u>
<b>Net assets</b>					
Accumulation units	\$ 342,203	\$ 153,917	\$ 291,613	\$ 121,321	\$ 96,230
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 342,203</u>	<u>\$ 153,917</u>	<u>\$ 291,613</u>	<u>\$ 121,321</u>	<u>\$ 96,230</u>
Total number of mutual fund shares	<u>18,058,211</u>	<u>14,815,393</u>	<u>16,411,726</u>	<u>8,741,493</u>	<u>2,035,228</u>
Cost of mutual fund shares	<u>\$ 278,625</u>	<u>\$ 122,577</u>	<u>\$ 279,065</u>	<u>\$ 98,699</u>	<u>\$ 86,687</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Oppenheimer Global Portfolio - Initial Class</b>	<b>ING Oppenheimer Global Portfolio - Service Class</b>	<b>ING Oppenheimer Global Strategic Income Portfolio - Service Class</b>	<b>ING PIMCO Total Return Portfolio - Service Class</b>	<b>ING Solution 2015 Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 6,777	\$ 124,713	\$ 9,633	\$ 7,923	\$ 17,777
Total assets	<u>6,777</u>	<u>124,713</u>	<u>9,633</u>	<u>7,923</u>	<u>17,777</u>
<b>Liabilities</b>					
Payable to related parties	<u>1</u>	<u>14</u>	<u>-</u>	<u>-</u>	<u>1</u>
Total liabilities	<u>1</u>	<u>14</u>	<u>-</u>	<u>-</u>	<u>1</u>
Net assets	<u>\$ 6,776</u>	<u>\$ 124,699</u>	<u>\$ 9,633</u>	<u>\$ 7,923</u>	<u>\$ 17,776</u>
<b>Net assets</b>					
Accumulation units	\$ 6,776	\$ 124,699	\$ 9,633	\$ 7,923	\$ 17,776
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 6,776</u>	<u>\$ 124,699</u>	<u>\$ 9,633</u>	<u>\$ 7,923</u>	<u>\$ 17,776</u>
Total number of mutual fund shares	<u>488,239</u>	<u>9,238,030</u>	<u>819,174</u>	<u>658,056</u>	<u>1,608,770</u>
Cost of mutual fund shares	<u>\$ 6,294</u>	<u>\$ 135,297</u>	<u>\$ 9,073</u>	<u>\$ 7,448</u>	<u>\$ 17,182</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>ING Solution 2025 Portfolio - Service Class</u>	<u>ING Solution 2035 Portfolio - Service Class</u>	<u>ING Solution 2045 Portfolio - Service Class</u>	<u>ING Solution Income Portfolio - Service Class</u>	<u>ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class</u>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 18,482	\$ 11,159	\$ 1,270	\$ 6,790	\$ 11,833
Total assets	<u>18,482</u>	<u>11,159</u>	<u>1,270</u>	<u>6,790</u>	<u>11,833</u>
<b>Liabilities</b>					
Payable to related parties	<u>1</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets	<u>\$ 18,481</u>	<u>\$ 11,158</u>	<u>\$ 1,270</u>	<u>\$ 6,790</u>	<u>\$ 11,833</u>
<b>Net assets</b>					
Accumulation units	\$ 18,481	\$ 11,158	\$ 1,270	\$ 6,790	\$ 11,833
Contracts in payout (annuitization)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets	<u>\$ 18,481</u>	<u>\$ 11,158</u>	<u>\$ 1,270</u>	<u>\$ 6,790</u>	<u>\$ 11,833</u>
Total number of mutual fund shares	<u>1,663,524</u>	<u>985,775</u>	<u>111,417</u>	<u>619,511</u>	<u>1,400,389</u>
Cost of mutual fund shares	<u>\$ 16,554</u>	<u>\$ 10,828</u>	<u>\$ 1,237</u>	<u>\$ 6,581</u>	<u>\$ 8,621</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING T. Rowe Price Growth Equity Portfolio - Service Class</b>	<b>ING Templeton Foreign Equity Portfolio - Service Class</b>	<b>ING Thornburg Value Portfolio - Initial Class</b>	<b>ING Thornburg Value Portfolio - Service Class</b>	<b>ING UBS U.S. Large Cap Equity Portfolio - Service Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 108,935	\$ 260,469	\$ 1,384	\$ 8,282	\$ 6,229
Total assets	<u>108,935</u>	<u>260,469</u>	<u>1,384</u>	<u>8,282</u>	<u>6,229</u>
<b>Liabilities</b>					
Payable to related parties	<u>10</u>	<u>26</u>	<u>-</u>	<u>1</u>	<u>-</u>
Total liabilities	<u>10</u>	<u>26</u>	<u>-</u>	<u>1</u>	<u>-</u>
Net assets	<u>\$ 108,925</u>	<u>\$ 260,443</u>	<u>\$ 1,384</u>	<u>\$ 8,281</u>	<u>\$ 6,229</u>
<b>Net assets</b>					
Accumulation units	\$ 108,925	\$ 260,443	\$ 1,384	\$ 8,281	\$ 6,229
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 108,925</u>	<u>\$ 260,443</u>	<u>\$ 1,384</u>	<u>\$ 8,281</u>	<u>\$ 6,229</u>
Total number of mutual fund shares	<u>2,020,307</u>	<u>23,679,040</u>	<u>43,276</u>	<u>260,779</u>	<u>693,670</u>
Cost of mutual fund shares	<u>\$ 85,546</u>	<u>\$ 251,417</u>	<u>\$ 1,112</u>	<u>\$ 8,065</u>	<u>\$ 7,051</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Van Kampen Comstock Portfolio - Service Class</b>	<b>ING Van Kampen Equity and Income Portfolio - Initial Class</b>	<b>ING Van Kampen Equity and Income Portfolio - Service Class</b>	<b>ING Strategic Allocation Conservative Portfolio - Class S</b>	<b>ING Strategic Allocation Growth Portfolio - Class S</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 189,053	\$ 2,070	\$ 207,495	\$ 1,451	\$ 601
Total assets	189,053	2,070	207,495	1,451	601
<b>Liabilities</b>					
Payable to related parties	22	24	-	-	-
Total liabilities	22	24	-	-	-
Net assets	<u>\$ 189,031</u>	<u>\$ 2,046</u>	<u>\$ 207,495</u>	<u>\$ 1,451</u>	<u>\$ 601</u>
<b>Net assets</b>					
Accumulation units	\$ 189,031	\$ 2,046	\$ 207,495	\$ 1,451	\$ 601
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 189,031</u>	<u>\$ 2,046</u>	<u>\$ 207,495</u>	<u>\$ 1,451</u>	<u>\$ 601</u>
Total number of mutual fund shares	<u>18,571,004</u>	<u>60,487</u>	<u>6,108,173</u>	<u>140,343</u>	<u>59,198</u>
Cost of mutual fund shares	<u>\$ 198,574</u>	<u>\$ 2,006</u>	<u>\$ 200,751</u>	<u>\$ 1,596</u>	<u>\$ 751</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Strategic Allocation Moderate Portfolio - Class S</b>	<b>ING Growth and Income Portfolio - Class I</b>	<b>ING Growth and Income Portfolio - Class S</b>	<b>ING GET U.S. Core Portfolio - Series 5</b>	<b>ING GET U.S. Core Portfolio - Series 6</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 775	\$ 114	\$ 449,751	\$ 11,353	\$ 10,708
Total assets	<u>775</u>	<u>114</u>	<u>449,751</u>	<u>11,353</u>	<u>10,708</u>
<b>Liabilities</b>					
Payable to related parties	-	-	85	2	2
Total liabilities	<u>-</u>	<u>-</u>	<u>85</u>	<u>2</u>	<u>2</u>
Net assets	<u>\$ 775</u>	<u>\$ 114</u>	<u>\$ 449,666</u>	<u>\$ 11,351</u>	<u>\$ 10,706</u>
<b>Net assets</b>					
Accumulation units	\$ 775	\$ 114	\$ 449,666	\$ 11,351	\$ 10,706
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 775</u>	<u>\$ 114</u>	<u>\$ 449,666</u>	<u>\$ 11,351</u>	<u>\$ 10,706</u>
Total number of mutual fund shares	<u>75,606</u>	<u>5,185</u>	<u>20,659,197</u>	<u>1,461,082</u>	<u>1,322,017</u>
Cost of mutual fund shares	<u>\$ 869</u>	<u>\$ 126</u>	<u>\$ 402,517</u>	<u>\$ 13,625</u>	<u>\$ 12,491</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 7</b>	<b>ING GET U.S. Core Portfolio - Series 8</b>	<b>ING GET U.S. Core Portfolio - Series 9</b>	<b>ING GET U.S. Core Portfolio - Series 10</b>	<b>ING GET U.S. Core Portfolio - Series 11</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 7,466	\$ 4,110	\$ 4,037	\$ 3,216	\$ 4,858
Total assets	<u>7,466</u>	<u>4,110</u>	<u>4,037</u>	<u>3,216</u>	<u>4,858</u>
<b>Liabilities</b>					
Payable to related parties	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
Total liabilities	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
Net assets	<u>\$ 7,465</u>	<u>\$ 4,109</u>	<u>\$ 4,036</u>	<u>\$ 3,216</u>	<u>\$ 4,857</u>
<b>Net assets</b>					
Accumulation units	\$ 7,465	\$ 4,109	\$ 4,036	\$ 3,216	\$ 4,857
Contracts in payout (annuitization)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets	<u>\$ 7,465</u>	<u>\$ 4,109</u>	<u>\$ 4,036</u>	<u>\$ 3,216</u>	<u>\$ 4,857</u>
Total number of mutual fund shares	<u>941,483</u>	<u>517,037</u>	<u>504,584</u>	<u>395,552</u>	<u>605,751</u>
Cost of mutual fund shares	<u>\$ 8,726</u>	<u>\$ 4,802</u>	<u>\$ 4,669</u>	<u>\$ 3,729</u>	<u>\$ 5,468</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 12</b>	<b>ING GET U.S. Core Portfolio - Series 13</b>	<b>ING GET U.S. Core Portfolio - Series 14</b>	<b>ING BlackRock Science and Technology Opportunities Portfolio - Class S</b>	<b>ING Euro STOXX 50 Index Portfolio - Class A</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 1,962	\$ 12,855	\$ 36,269	\$ 263,996	\$ 4,739
Total assets	1,962	12,855	36,269	263,996	4,739
<b>Liabilities</b>					
Payable to related parties	-	1	10	30	-
Total liabilities	-	1	10	30	-
Net assets	<u>\$ 1,962</u>	<u>\$ 12,854</u>	<u>\$ 36,259</u>	<u>\$ 263,966</u>	<u>\$ 4,739</u>
<b>Net assets</b>					
Accumulation units	\$ 1,962	\$ 12,854	\$ 36,259	\$ 263,966	\$ 4,739
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 1,962</u>	<u>\$ 12,854</u>	<u>\$ 36,259</u>	<u>\$ 263,966</u>	<u>\$ 4,739</u>
Total number of mutual fund shares	<u>248,060</u>	<u>1,310,398</u>	<u>3,555,738</u>	<u>45,050,481</u>	<u>451,737</u>
Cost of mutual fund shares	<u>\$ 2,281</u>	<u>\$ 13,081</u>	<u>\$ 36,042</u>	<u>\$ 195,339</u>	<u>\$ 4,799</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING FTSE 100 Index Portfolio - Class A</b>	<b>ING Hang Seng Index Portfolio - Class S</b>	<b>ING Index Plus LargeCap Portfolio - Class S</b>	<b>ING Index Plus MidCap Portfolio - Class S</b>	<b>ING Index Plus SmallCap Portfolio - Class S</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 3,596	\$ 81,891	\$ 161,358	\$ 131,443	\$ 99,912
Total assets	<u>3,596</u>	<u>81,891</u>	<u>161,358</u>	<u>131,443</u>	<u>99,912</u>
<b>Liabilities</b>					
Payable to related parties	<u>1</u>	<u>7</u>	<u>26</u>	<u>16</u>	<u>13</u>
Total liabilities	<u>1</u>	<u>7</u>	<u>26</u>	<u>16</u>	<u>13</u>
Net assets	<u>\$ 3,595</u>	<u>\$ 81,884</u>	<u>\$ 161,332</u>	<u>\$ 131,427</u>	<u>\$ 99,899</u>
<b>Net assets</b>					
Accumulation units	\$ 3,595	\$ 81,884	\$ 161,332	\$ 131,427	\$ 99,899
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 3,595</u>	<u>\$ 81,884</u>	<u>\$ 161,332</u>	<u>\$ 131,427</u>	<u>\$ 99,899</u>
Total number of mutual fund shares	<u>288,568</u>	<u>5,849,343</u>	<u>11,709,579</u>	<u>8,568,661</u>	<u>7,182,773</u>
Cost of mutual fund shares	<u>\$ 3,406</u>	<u>\$ 77,492</u>	<u>\$ 188,198</u>	<u>\$ 147,095</u>	<u>\$ 112,215</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING International Index Portfolio - Class S</b>	<b>ING Japan TOPIX Index® Portfolio - Class A</b>	<b>ING Russell™ Large Cap Growth Index Portfolio - Class S</b>	<b>ING Russell™ Large Cap Index Portfolio - Class S</b>	<b>ING Russell™ Large Cap Value Index Portfolio - Class S</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 65,051	\$ 8,464	\$ 142,599	\$ 356,023	\$ 35,230
Total assets	<u>65,051</u>	<u>8,464</u>	<u>142,599</u>	<u>356,023</u>	<u>35,230</u>
<b>Liabilities</b>					
Payable to related parties	<u>7</u>	<u>1</u>	<u>24</u>	<u>72</u>	<u>4</u>
Total liabilities	<u>7</u>	<u>1</u>	<u>24</u>	<u>72</u>	<u>4</u>
Net assets	<u>\$ 65,044</u>	<u>\$ 8,463</u>	<u>\$ 142,575</u>	<u>\$ 355,951</u>	<u>\$ 35,226</u>
<b>Net assets</b>					
Accumulation units	\$ 65,044	\$ 8,463	\$ 142,575	\$ 355,951	\$ 35,226
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 65,044</u>	<u>\$ 8,463</u>	<u>\$ 142,575</u>	<u>\$ 355,951</u>	<u>\$ 35,226</u>
Total number of mutual fund shares	<u>7,662,043</u>	<u>761,180</u>	<u>9,944,150</u>	<u>36,931,859</u>	<u>2,802,696</u>
Cost of mutual fund shares	<u>\$ 60,721</u>	<u>\$ 7,745</u>	<u>\$ 110,292</u>	<u>\$ 285,577</u>	<u>\$ 33,898</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Russell™ Mid Cap Growth Index Portfolio - Class S</b>	<b>ING Russell™ Mid Cap Index Portfolio - Class S</b>	<b>ING Russell™ Small Cap Index Portfolio - Class S</b>	<b>ING Small Company Portfolio - Class S</b>	<b>ING U.S. Bond Index Portfolio - Class S</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 298,032	\$ 120,867	\$ 174,071	\$ 102,451	\$ 232,655
Total assets	<u>298,032</u>	<u>120,867</u>	<u>174,071</u>	<u>102,451</u>	<u>232,655</u>
<b>Liabilities</b>					
Payable to related parties	<u>55</u>	<u>10</u>	<u>19</u>	<u>8</u>	<u>24</u>
Total liabilities	<u>55</u>	<u>10</u>	<u>19</u>	<u>8</u>	<u>24</u>
Net assets	<u>\$ 297,977</u>	<u>\$ 120,857</u>	<u>\$ 174,052</u>	<u>\$ 102,443</u>	<u>\$ 232,631</u>
<b>Net assets</b>					
Accumulation units	\$ 297,977	\$ 120,857	\$ 174,052	\$ 102,443	\$ 232,631
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 297,977</u>	<u>\$ 120,857</u>	<u>\$ 174,052</u>	<u>\$ 102,443</u>	<u>\$ 232,631</u>
Total number of mutual fund shares	<u>18,250,561</u>	<u>10,510,144</u>	<u>14,186,698</u>	<u>5,663,409</u>	<u>21,723,127</u>
Cost of mutual fund shares	<u>\$ 221,717</u>	<u>\$ 98,439</u>	<u>\$ 140,715</u>	<u>\$ 86,083</u>	<u>\$ 225,451</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>ING WisdomTree<sup>SM</sup> Global High- Yielding Equity Index Portfolio - Class S</b>	<b>ING International Value Portfolio - Class S</b>	<b>ING MidCap Opportunities Portfolio - Class S</b>	<b>ING SmallCap Opportunities Portfolio - Class S</b>	<b>Invesco V.I. Leisure Fund - Series I Shares</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 201,303	\$ 9,446	\$ 399,539	\$ 68,098	\$ 20,501
Total assets	<u>201,303</u>	<u>9,446</u>	<u>399,539</u>	<u>68,098</u>	<u>20,501</u>
<b>Liabilities</b>					
Payable to related parties	<u>21</u>	<u>1</u>	<u>82</u>	<u>12</u>	<u>4</u>
Total liabilities	<u>21</u>	<u>1</u>	<u>82</u>	<u>12</u>	<u>4</u>
Net assets	<u>\$ 201,282</u>	<u>\$ 9,445</u>	<u>\$ 399,457</u>	<u>\$ 68,086</u>	<u>\$ 20,497</u>
<b>Net assets</b>					
Accumulation units	\$ 201,282	\$ 9,445	\$ 399,455	\$ 68,086	\$ 20,497
Contracts in payout (annuitization)	-	-	2	-	-
Total net assets	<u>\$ 201,282</u>	<u>\$ 9,445</u>	<u>\$ 399,457</u>	<u>\$ 68,086</u>	<u>\$ 20,497</u>
Total number of mutual fund shares	<u>25,289,327</u>	<u>1,093,264</u>	<u>34,863,762</u>	<u>3,273,939</u>	<u>2,582,020</u>
Cost of mutual fund shares	<u>\$ 182,261</u>	<u>\$ 12,438</u>	<u>\$ 328,450</u>	<u>\$ 55,910</u>	<u>\$ 23,283</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I</b>	<b>Legg Mason Global Currents Variable International All Cap Opportunity Portfolio</b>	<b>Legg Mason Western Asset Variable High Income Portfolio</b>	<b>Oppenheimer Main Street Small Cap Fund@/VA - Service Class</b>	<b>PIMCO Real Return Portfolio - Administrative Class</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 78	\$ 39	\$ 72	\$ 1,859	\$ 12,463
Total assets	<u>78</u>	<u>39</u>	<u>72</u>	<u>1,859</u>	<u>12,463</u>
<b>Liabilities</b>					
Payable to related parties	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets	<u>\$ 78</u>	<u>\$ 39</u>	<u>\$ 72</u>	<u>\$ 1,859</u>	<u>\$ 12,463</u>
<b>Net assets</b>					
Accumulation units	\$ 78	\$ 39	\$ 72	\$ 1,859	\$ 12,463
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 78</u>	<u>\$ 39</u>	<u>\$ 72</u>	<u>\$ 1,859</u>	<u>\$ 12,463</u>
Total number of mutual fund shares	<u>5,946</u>	<u>6,106</u>	<u>12,049</u>	<u>106,224</u>	<u>948,509</u>
Cost of mutual fund shares	<u>\$ 98</u>	<u>\$ 53</u>	<u>\$ 75</u>	<u>\$ 1,563</u>	<u>\$ 11,885</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<b>Pioneer Equity Income VCT Portfolio - Class II</b>	<b>ProFund VP Bull</b>	<b>ProFund VP Europe 30</b>	<b>ProFund VP Rising Rates Opportunity</b>	<b>Wells Fargo Advantage VT Omega Growth Fund - Class 2</b>
<b>Assets</b>					
Investments in mutual funds at fair value	\$ 15,666	\$ 15,115	\$ 9,263	\$ 10,543	\$ 1,487
Total assets	<u>15,666</u>	<u>15,115</u>	<u>9,263</u>	<u>10,543</u>	<u>1,487</u>
<b>Liabilities</b>					
Payable to related parties	<u>1</u>	<u>4</u>	<u>2</u>	<u>2</u>	<u>-</u>
Total liabilities	<u>1</u>	<u>4</u>	<u>2</u>	<u>2</u>	<u>-</u>
Net assets	<u>\$ 15,665</u>	<u>\$ 15,111</u>	<u>\$ 9,261</u>	<u>\$ 10,541</u>	<u>\$ 1,487</u>
<b>Net assets</b>					
Accumulation units	\$ 15,665	\$ 15,111	\$ 9,261	\$ 10,541	\$ 1,487
Contracts in payout (annuitization)	-	-	-	-	-
Total net assets	<u>\$ 15,665</u>	<u>\$ 15,111</u>	<u>\$ 9,261</u>	<u>\$ 10,541</u>	<u>\$ 1,487</u>
Total number of mutual fund shares	<u>796,015</u>	<u>574,717</u>	<u>435,512</u>	<u>878,592</u>	<u>61,962</u>
Cost of mutual fund shares	<u>\$ 16,702</u>	<u>\$ 17,525</u>	<u>\$ 12,000</u>	<u>\$ 16,855</u>	<u>\$ 1,177</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Assets and Liabilities**  
**December 31, 2010**  
*(Dollars in thousands)*

	<u>Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2</u>	<u>Wells Fargo Advantage VT Intrinsic Value Fund - Class 2</u>	<u>Wells Fargo Advantage VT Small Cap Growth Fund - Class 2</u>	<u>Wells Fargo Advantage VT Total Return Bond Fund</u>
<b>Assets</b>				
Investments in mutual funds				
at fair value	\$ 2,156	\$ 807	\$ 436	\$ 1,075
Total assets	<u>2,156</u>	<u>807</u>	<u>436</u>	<u>1,075</u>
<b>Liabilities</b>				
Payable to related parties	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets	<u>\$ 2,156</u>	<u>\$ 807</u>	<u>\$ 436</u>	<u>\$ 1,075</u>
<b>Net assets</b>				
Accumulation units	\$ 2,156	\$ 807	\$ 436	\$ 1,075
Contracts in payout (annuitization)	-	-	-	-
Total net assets	<u>\$ 2,156</u>	<u>\$ 807</u>	<u>\$ 436</u>	<u>\$ 1,075</u>
Total number of mutual fund shares	<u>183,919</u>	<u>63,278</u>	<u>54,164</u>	<u>103,254</u>
Cost of mutual fund shares	<u>\$ 2,332</u>	<u>\$ 896</u>	<u>\$ 397</u>	<u>\$ 1,027</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>BlackRock Global Allocation V.I. Fund - Class III</b>	<b>Columbia Asset Allocation Fund, Variable Series - Class A</b>	<b>Columbia Federal Securities Fund, Variable Series - Class A</b>	<b>Columbia Large Cap Growth Fund, Variable Series - Class A</b>	<b>Columbia Small Cap Value Fund, Variable Series - Class B</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 12,130	\$ 7	\$ 1	\$ 2	\$ 1,607
Total investment income	12,130	7	1	2	1,607
Expenses:					
Mortality, expense risk and other charges	17,303	5	-	5	2,663
Annual administrative charges	168	-	-	-	59
Contingent deferred sales charges	847	-	-	-	141
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	7,720	-	-	-	1,230
Amortization of deferred charges	-	-	-	-	-
Total expenses	26,038	5	-	5	4,093
Net investment income (loss)	(13,908)	2	1	(3)	(2,486)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(682)	(7)	-	1	(2,149)
Capital gains distributions	6,589	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	5,907	(7)	-	1	(2,149)
Net unrealized appreciation (depreciation) of investments	80,227	36	-	51	36,552
Net realized and unrealized gain (loss) on investments	86,134	29	-	52	34,403
Net increase (decrease) in net assets resulting from operations	<u>\$ 72,226</u>	<u>\$ 31</u>	<u>\$ 1</u>	<u>\$ 49</u>	<u>\$ 31,917</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>Columbia Small Company Growth Fund, Variable Series - Class A</b>	<b>Fidelity® VIP Equity-Income Portfolio - Service Class 2</b>	<b>Fidelity® VIP Contrafund® Portfolio - Service Class 2</b>	<b>Franklin Small Cap Value Securities Fund - Class 2</b>	<b>ING Balanced Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ -	\$ 2,738	\$ 7,459	\$ 99	\$ 178
Total investment income	-	2,738	7,459	99	178
Expenses:					
Mortality, expense risk and other charges	-	2,930	12,562	137	81
Annual administrative charges	-	54	167	1	1
Contingent deferred sales charges	-	127	701	2	1
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	1,143	4,957	63	10
Amortization of deferred charges	-	-	-	-	-
Total expenses	-	4,254	18,387	203	93
Net investment income (loss)	-	(1,516)	(10,928)	(104)	85
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	1	(10,528)	(63,525)	(451)	(376)
Capital gains distributions	-	-	338	-	-
Total realized gain (loss) on investments and capital gains distributions	1	(10,528)	(63,187)	(451)	(376)
Net unrealized appreciation (depreciation) of investments	5	32,195	174,292	3,628	1,064
Net realized and unrealized gain (loss) on investments	6	21,667	111,105	3,177	688
Net increase (decrease) in net assets resulting from operations	\$ 6	\$ 20,151	\$ 100,177	\$ 3,073	\$ 773

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Intermediate Bond Portfolio - Class S</b>	<b>ING American Funds Asset Allocation Portfolio</b>	<b>ING American Funds Bond Portfolio</b>	<b>ING American Funds Growth Portfolio</b>	<b>ING American Funds Growth- Income Portfolio</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 59,467	\$ 5,137	\$ 12,256	\$ 2,366	\$ 12,857
Total investment income	59,467	5,137	12,256	2,366	12,857
Expenses:					
Mortality, expense risk and other charges	21,246	5,390	8,652	36,035	22,822
Annual administrative charges	308	65	96	520	327
Contingent deferred sales charges	1,512	249	558	2,013	1,274
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	7,953	2,509	3,683	15,228	9,209
Amortization of deferred charges	1	-	-	-	-
Total expenses	31,020	8,213	12,989	53,796	33,632
Net investment income (loss)	28,447	(3,076)	(733)	(51,430)	(20,775)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(15,380)	(2,417)	4,659	(10,588)	(17,563)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(15,380)	(2,417)	4,659	(10,588)	(17,563)
Net unrealized appreciation (depreciation) of investments	71,889	34,540	13,720	362,204	141,030
Net realized and unrealized gain (loss) on investments	56,509	32,123	18,379	351,616	123,467
Net increase (decrease) in net assets resulting from operations	\$ 84,956	\$ 29,047	\$ 17,646	\$ 300,186	\$ 102,692

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING American Funds International Portfolio</b>	<b>ING American Funds World Allocation Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service 2 Class</b>	<b>ING BlackRock Inflation Protected Bond Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 12,055	\$ 1,164	\$ -	\$ -	\$ 3,828
Total investment income	12,055	1,164	-	-	3,828
Expenses:					
Mortality, expense risk and other charges	22,146	2,197	9,216	777	3,826
Annual administrative charges	290	34	141	11	46
Contingent deferred sales charges	1,069	94	456	16	310
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	8,887	983	3,635	392	1,501
Amortization of deferred charges	2	-	-	-	-
Total expenses	32,394	3,308	13,448	1,196	5,683
Net investment income (loss)	(20,339)	(2,144)	(13,448)	(1,196)	(1,855)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(9,841)	3,321	(37,266)	(841)	5,417
Capital gains distributions	1,749	3,466	-	-	3,989
Total realized gain (loss) on investments and capital gains distributions	(8,092)	6,787	(37,266)	(841)	9,406
Net unrealized appreciation (depreciation) of investments	72,017	7,916	67,844	3,569	(1,393)
Net realized and unrealized gain (loss) on investments	63,925	14,703	30,578	2,728	8,013
Net increase (decrease) in net assets resulting from operations	<u>\$ 43,586</u>	<u>\$ 12,559</u>	<u>\$ 17,130</u>	<u>\$ 1,532</u>	<u>\$ 6,158</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING BlackRock Large Cap Growth Portfolio - Institutional Class</b>	<b>ING BlackRock Large Cap Growth Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service 2 Class</b>	<b>ING Clarion Global Real Estate Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1	\$ 351	\$ 316	\$ 24	\$ 12,530
Total investment income	1	351	316	24	12,530
Expenses:					
Mortality, expense risk and other charges	1	2,202	420	36	2,394
Annual administrative charges	-	41	8	1	31
Contingent deferred sales charges	-	137	22	1	141
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	838	170	19	1,012
Amortization of deferred charges	-	-	-	-	-
Total expenses	1	3,218	620	57	3,578
Net investment income (loss)	-	(2,867)	(304)	(33)	8,952
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(5)	(12,948)	(1,123)	(60)	(12,871)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(5)	(12,948)	(1,123)	(60)	(12,871)
Net unrealized appreciation (depreciation) of investments	24	27,371	3,257	248	21,303
Net realized and unrealized gain (loss) on investments	19	14,423	2,134	188	8,432
Net increase (decrease) in net assets resulting from operations	\$ 19	\$ 11,556	\$ 1,830	\$ 155	\$ 17,384

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Clarion Global Real Estate Portfolio - Service 2 Class</b>	<b>ING Clarion Real Estate Portfolio - Service Class</b>	<b>ING Clarion Real Estate Portfolio - Service 2 Class</b>	<b>ING DFA World Equity Portfolio - Service Class</b>	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 189	\$ 10,635	\$ 646	\$ 3,058	\$ 1,140
Total investment income	189	10,635	646	3,058	1,140
Expenses:					
Mortality, expense risk and other charges	39	5,408	351	2,825	13,375
Annual administrative charges	-	136	6	41	301
Contingent deferred sales charges	-	383	7	214	563
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	20	1,920	175	1,349	4,479
Amortization of deferred charges	-	-	-	-	-
Total expenses	59	7,847	539	4,429	18,718
Net investment income (loss)	130	2,788	107	(1,371)	(17,578)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(214)	(41,124)	(1,222)	(9,140)	(4,283)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(214)	(41,124)	(1,222)	(9,140)	(4,283)
Net unrealized appreciation (depreciation) of investments	340	107,984	5,386	45,833	198,771
Net realized and unrealized gain (loss) on investments	126	66,860	4,164	36,693	194,488
Net increase (decrease) in net assets resulting from operations	\$ 256	\$ 69,648	\$ 4,271	\$ 35,322	\$ 176,910

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class</b>	<b>ING Franklin Income Portfolio - Service Class</b>	<b>ING Franklin Income Portfolio - Service 2 Class</b>	<b>ING Franklin Mutual Shares Portfolio - Service Class</b>	<b>ING Franklin Templeton Founding Strategy Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 14	\$ 22,765	\$ 386	\$ 826	\$ 21,173
Total investment income	14	22,765	386	826	21,173
Expenses:					
Mortality, expense risk and other charges	608	7,568	135	3,248	14,001
Annual administrative charges	10	100	2	41	194
Contingent deferred sales charges	15	445	5	185	989
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	297	2,597	60	1,236	6,464
Amortization of deferred charges	-	-	-	-	-
Total expenses	930	10,710	202	4,710	21,648
Net investment income (loss)	(916)	12,055	184	(3,884)	(475)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	4	(14,915)	(356)	(6,678)	(21,543)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	4	(14,915)	(356)	(6,678)	(21,543)
Net unrealized appreciation (depreciation) of investments	8,557	45,243	911	26,730	84,632
Net realized and unrealized gain (loss) on investments	8,561	30,328	555	20,052	63,089
Net increase (decrease) in net assets resulting from operations	\$ 7,645	\$ 42,383	\$ 739	\$ 16,168	\$ 62,614

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Global Resources Portfolio - Service Class</b>	<b>ING Global Resources Portfolio - Service 2 Class</b>	<b>ING Janus Contrarian Portfolio - Service Class</b>	<b>ING Janus Contrarian Portfolio - Service 2 Class</b>	<b>ING JPMorgan Emerging Markets Equity Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 5,794	\$ 228	\$ -	\$ -	\$ 3,307
Total investment income	5,794	228	-	-	3,307
Expenses:					
Mortality, expense risk and other charges	10,677	483	7,642	395	10,909
Annual administrative charges	176	7	145	6	170
Contingent deferred sales charges	830	13	473	6	772
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	4,361	245	2,841	194	4,403
Amortization of deferred charges	-	-	-	-	-
Total expenses	16,044	748	11,101	601	16,254
Net investment income (loss)	(10,250)	(520)	(11,101)	(601)	(12,947)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(41,252)	(88)	(43,922)	(1,251)	21,402
Capital gains distributions	-	-	-	-	35,622
Total realized gain (loss) on investments and capital gains distributions	(41,252)	(88)	(43,922)	(1,251)	57,024
Net unrealized appreciation (depreciation) of investments	151,810	5,354	100,869	4,066	53,580
Net realized and unrealized gain (loss) on investments	110,558	5,266	56,947	2,815	110,604
Net increase (decrease) in net assets resulting from operations	\$ 100,308	\$ 4,746	\$ 45,846	\$ 2,214	\$ 97,657

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class</b>	<b>ING Large Cap Growth Portfolio - Service Class</b>	<b>ING Large Cap Growth Portfolio - Service 2 Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 140	\$ 548	\$ 39	\$ 365	\$ -
Total investment income	140	548	39	365	-
Expenses:					
Mortality, expense risk and other charges	581	3,323	630	1,876	16
Annual administrative charges	8	59	11	25	-
Contingent deferred sales charges	8	171	13	69	1
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	282	1,370	315	759	8
Amortization of deferred charges	-	-	-	-	-
Total expenses	879	4,923	969	2,729	25
Net investment income (loss)	(739)	(4,375)	(930)	(2,364)	(25)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	1,599	(8,135)	(127)	9,661	8
Capital gains distributions	1,879	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	3,478	(8,135)	(127)	9,661	8
Net unrealized appreciation (depreciation) of investments	2,504	54,337	8,527	4,067	101
Net realized and unrealized gain (loss) on investments	5,982	46,202	8,400	13,728	109
Net increase (decrease) in net assets resulting from operations	\$ 5,243	\$ 41,827	\$ 7,470	\$ 11,364	\$ 84

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Limited Maturity Bond Portfolio - Service Class</b>	<b>ING Liquid Assets Portfolio - Service Class</b>	<b>ING Liquid Assets Portfolio - Service 2 Class</b>	<b>ING Lord Abbett Growth and Income Portfolio - Service Class</b>	<b>ING Lord Abbett Growth and Income Portfolio - Service 2 Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 3,817	\$ -	\$ -	\$ 289	\$ 8
Total investment income	3,817	-	-	289	8
Expenses:					
Mortality, expense risk and other charges	1,686	21,689	483	961	36
Annual administrative charges	47	404	7	22	1
Contingent deferred sales charges	49	5,618	68	31	-
Minimum death benefit guarantee charges	-	1	-	-	-
Other contract charges	186	6,128	203	272	14
Amortization of deferred charges	6	2	-	-	-
Total expenses	1,974	33,842	761	1,286	51
Net investment income (loss)	1,843	(33,842)	(761)	(997)	(43)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(2,701)	-	-	(3,306)	(72)
Capital gains distributions	-	46	1	-	-
Total realized gain (loss) on investments and capital gains distributions	(2,701)	46	1	(3,306)	(72)
Net unrealized appreciation (depreciation) of investments	2,199	-	-	11,792	383
Net realized and unrealized gain (loss) on investments	(502)	46	1	8,486	311
Net increase (decrease) in net assets resulting from operations	\$ 1,341	\$ (33,796)	\$ (760)	\$ 7,489	\$ 268

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Marsico Growth Portfolio - Service Class</b>	<b>ING Marsico Growth Portfolio - Service 2 Class</b>	<b>ING Marsico International Opportunities Portfolio - Service Class</b>	<b>ING MFS Total Return Portfolio - Service Class</b>	<b>ING MFS Total Return Portfolio - Service 2 Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 2,486	\$ 73	\$ 2,340	\$ 3,462	\$ 153
Total investment income	2,486	73	2,340	3,462	153
Expenses:					
Mortality, expense risk and other charges	7,722	308	2,763	12,892	613
Annual administrative charges	225	5	42	282	9
Contingent deferred sales charges	242	6	161	666	9
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	2,161	151	1,168	3,539	291
Amortization of deferred charges	-	-	-	-	-
Total expenses	10,350	470	4,134	17,379	922
Net investment income (loss)	(7,864)	(397)	(1,794)	(13,917)	(769)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	22,836	371	(16,229)	(14,725)	(1,159)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	22,836	371	(16,229)	(14,725)	(1,159)
Net unrealized appreciation (depreciation) of investments	57,749	2,737	33,704	81,411	4,118
Net realized and unrealized gain (loss) on investments	80,585	3,108	17,475	66,686	2,959
Net increase (decrease) in net assets resulting from operations	\$ 72,721	\$ 2,711	\$ 15,681	\$ 52,769	\$ 2,190

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING MFS Utilities Portfolio - Service Class</b>	<b>ING Morgan Stanley Global Franchise Portfolio - Service Class</b>	<b>ING Morgan Stanley Global Franchise Portfolio - Service 2 Class</b>	<b>ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class</b>	<b>ING Oppenheimer Active Allocation Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 10,827	\$ 1,219	\$ 186	\$ 597	\$ 678
Total investment income	10,827	1,219	186	597	678
Expenses:					
Mortality, expense risk and other charges	7,049	4,913	1,089	951	583
Annual administrative charges	127	83	18	15	8
Contingent deferred sales charges	700	316	25	67	37
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	2,882	2,030	518	463	278
Amortization of deferred charges	-	-	-	-	-
Total expenses	10,758	7,342	1,650	1,496	906
Net investment income (loss)	69	(6,123)	(1,464)	(899)	(228)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(17,954)	(3,097)	915	1,468	1,085
Capital gains distributions	-	-	-	2,604	1,180
Total realized gain (loss) on investments and capital gains distributions	(17,954)	(3,097)	915	4,072	2,265
Net unrealized appreciation (depreciation) of investments	59,196	38,217	6,740	(241)	2,269
Net realized and unrealized gain (loss) on investments	41,242	35,120	7,655	3,831	4,534
Net increase (decrease) in net assets resulting from operations	\$ 41,311	\$ 28,997	\$ 6,191	\$ 2,932	\$ 4,306

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING PIMCO High Yield Portfolio - Service Class</b>	<b>ING PIMCO Total Return Bond Portfolio - Service Class</b>	<b>ING PIMCO Total Return Bond Portfolio - Service 2 Class</b>	<b>ING Pioneer Fund Portfolio - Service Class</b>	<b>ING Pioneer Mid Cap Value Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 33,464	\$ 147,318	\$ 3,322	\$ 561	\$ 4,710
Total investment income	33,464	147,318	3,322	561	4,710
Expenses:					
Mortality, expense risk and other charges	7,705	55,363	1,358	866	9,458
Annual administrative charges	149	652	14	16	196
Contingent deferred sales charges	380	3,845	54	51	434
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	2,188	21,055	573	339	3,472
Amortization of deferred charges	-	2	-	-	1
Total expenses	10,422	80,917	1,999	1,272	13,561
Net investment income (loss)	23,042	66,401	1,323	(711)	(8,851)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(1,773)	74,091	1,877	(747)	(8,551)
Capital gains distributions	-	92,456	2,160	-	-
Total realized gain (loss) on investments and capital gains distributions	(1,773)	166,547	4,037	(747)	(8,551)
Net unrealized appreciation (depreciation) of investments	27,518	(75,929)	(1,803)	7,731	94,301
Net realized and unrealized gain (loss) on investments	25,745	90,618	2,234	6,984	85,750
Net increase (decrease) in net assets resulting from operations	\$ 48,787	\$ 157,019	\$ 3,557	\$ 6,273	\$ 76,899

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Retirement Conservative Portfolio - Adviser Class</b>	<b>ING Retirement Growth Portfolio - Adviser Class</b>	<b>ING Retirement Moderate Growth Portfolio - Adviser Class</b>	<b>ING Retirement Moderate Portfolio - Adviser Class</b>	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1,071	\$ 16,912	\$ 14,690	\$ 10,229	\$ 40,830
Total investment income	1,071	16,912	14,690	10,229	40,830
Expenses:					
Mortality, expense risk and other charges	8,059	77,295	53,561	31,005	42,929
Annual administrative charges	104	1,446	796	428	733
Contingent deferred sales charges	369	4,326	3,078	1,950	2,220
Minimum death benefit guarantee charges	-	-	-	-	1
Other contract charges	3,415	36,986	22,044	12,090	15,396
Amortization of deferred charges	-	1	-	-	3
Total expenses	11,947	120,054	79,479	45,473	61,282
Net investment income (loss)	(10,876)	(103,142)	(64,789)	(35,244)	(20,452)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	6,379	14,110	11,281	7,515	36,663
Capital gains distributions	685	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	7,064	14,110	11,281	7,515	36,663
Net unrealized appreciation (depreciation) of investments	28,820	454,929	296,213	145,924	251,543
Net realized and unrealized gain (loss) on investments	35,884	469,039	307,494	153,439	288,206
Net increase (decrease) in net assets resulting from operations	\$ 25,008	\$ 365,897	\$ 242,705	\$ 118,195	\$ 267,754

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class</b>	<b>ING T. Rowe Price Equity Income Portfolio - Service Class</b>	<b>ING T. Rowe Price Equity Income Portfolio - Service 2 Class</b>	<b>ING Templeton Global Growth Portfolio - Service Class</b>	<b>ING Templeton Global Growth Portfolio - Service 2 Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1,186	\$ 10,497	\$ 345	\$ 4,197	\$ 64
Total investment income	1,186	10,497	345	4,197	64
Expenses:					
Mortality, expense risk and other charges	1,476	10,816	398	4,659	80
Annual administrative charges	20	211	7	88	1
Contingent deferred sales charges	56	456	9	210	2
Minimum death benefit guarantee charges	-	1	-	-	-
Other contract charges	692	3,794	197	1,522	40
Amortization of deferred charges	-	5	-	-	-
Total expenses	2,244	15,283	611	6,479	123
Net investment income (loss)	(1,058)	(4,786)	(266)	(2,282)	(59)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(1,826)	(1,343)	(529)	7,209	(111)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(1,826)	(1,343)	(529)	7,209	(111)
Net unrealized appreciation (depreciation) of investments	11,276	79,450	3,345	8,384	363
Net realized and unrealized gain (loss) on investments	9,450	78,107	2,816	15,593	252
Net increase (decrease) in net assets resulting from operations	\$ 8,392	\$ 73,321	\$ 2,550	\$ 13,311	\$ 193

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Van Kampen Growth and Income Portfolio - Service Class</b>	<b>ING Van Kampen Growth and Income Portfolio - Service 2 Class</b>	<b>ING Wells Fargo HealthCare Portfolio - Service Class</b>	<b>ING Wells Fargo Small Cap Disciplined Portfolio - Service Class</b>	<b>ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1,126	\$ 126	\$ -	\$ 165	\$ 2
Total investment income	1,126	126	-	165	2
Expenses:					
Mortality, expense risk and other charges	7,638	909	2,999	252	5
Annual administrative charges	182	12	51	2	-
Contingent deferred sales charges	233	24	216	13	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	1,833	407	1,251	106	3
Amortization of deferred charges	1	-	-	-	-
Total expenses	9,887	1,352	4,517	373	8
Net investment income (loss)	(8,761)	(1,226)	(4,517)	(208)	(6)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(534)	(637)	(3,202)	(391)	(168)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(534)	(637)	(3,202)	(391)	(168)
Net unrealized appreciation (depreciation) of investments	51,923	6,418	13,238	(1,111)	144
Net realized and unrealized gain (loss) on investments	51,389	5,781	10,036	(1,502)	(24)
Net increase (decrease) in net assets resulting from operations	\$ 42,628	\$ 4,555	\$ 5,519	\$ (1,710)	\$ (30)

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Diversified International Fund - Class R</b>	<b>ING American Century Small- Mid Cap Value Portfolio - Service Class</b>	<b>ING Baron Small Cap Growth Portfolio - Service Class</b>	<b>ING Columbia Small Cap Value Portfolio - Service Class</b>	<b>ING Davis New York Venture Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1	\$ 27	\$ -	\$ 1,807	\$ 1,139
Total investment income	1	27	-	1,807	1,139
Expenses:					
Mortality, expense risk and other charges	2	25	5,076	2,547	4,752
Annual administrative charges	-	-	65	29	47
Contingent deferred sales charges	-	-	246	204	208
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	1	15	2,092	1,063	1,843
Amortization of deferred charges	-	-	-	-	-
Total expenses	3	40	7,479	3,843	6,850
Net investment income (loss)	(2)	(13)	(7,479)	(2,036)	(5,711)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(23)	(10)	(12,141)	(5,961)	(6,120)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(23)	(10)	(12,141)	(5,961)	(6,120)
Net unrealized appreciation (depreciation) of investments	37	503	82,791	37,638	35,925
Net realized and unrealized gain (loss) on investments	14	493	70,650	31,677	29,805
Net increase (decrease) in net assets resulting from operations	\$ 12	\$ 480	\$ 63,171	\$ 29,641	\$ 24,094

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING JPMorgan Mid Cap Value Portfolio - Service Class</b>	<b>ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class</b>	<b>ING Oppenheimer Global Portfolio - Initial Class</b>	<b>ING Oppenheimer Global Portfolio - Service Class</b>	<b>ING Oppenheimer Global Strategic Income Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 850	\$ -	\$ 111	\$ 1,712	\$ 282
Total investment income	850	-	111	1,712	282
Expenses:					
Mortality, expense risk and other charges	1,586	1,567	82	1,936	87
Annual administrative charges	23	31	2	29	1
Contingent deferred sales charges	116	72	4	117	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	561	733	2	745	14
Amortization of deferred charges	-	-	-	-	-
Total expenses	2,286	2,403	90	2,827	102
Net investment income (loss)	(1,436)	(2,403)	21	(1,115)	180
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	3,385	1,561	51	(3,646)	60
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	3,385	1,561	51	(3,646)	60
Net unrealized appreciation (depreciation) of investments	15,568	18,139	825	19,426	947
Net realized and unrealized gain (loss) on investments	18,953	19,700	876	15,780	1,007
Net increase (decrease) in net assets resulting from operations	\$ 17,517	\$ 17,297	\$ 897	\$ 14,665	\$ 1,187

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING PIMCO Total Return Portfolio - Service Class</b>	<b>ING Solution 2015 Portfolio - Service Class</b>	<b>ING Solution 2025 Portfolio - Service Class</b>	<b>ING Solution 2035 Portfolio - Service Class</b>	<b>ING Solution 2045 Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 280	\$ 384	\$ 278	\$ 136	\$ 12
Total investment income	280	384	278	136	12
Expenses:					
Mortality, expense risk and other charges	87	179	178	119	15
Annual administrative charges	1	1	1	1	1
Contingent deferred sales charges	1	-	2	(41)	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	17	89	96	65	8
Amortization of deferred charges	-	-	-	-	-
Total expenses	106	269	277	144	24
Net investment income (loss)	174	115	1	(8)	(12)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	68	(244)	(346)	(703)	(101)
Capital gains distributions	11	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	79	(244)	(346)	(703)	(101)
Net unrealized appreciation (depreciation) of investments	304	1,685	2,336	2,012	270
Net realized and unrealized gain (loss) on investments	383	1,441	1,990	1,309	169
Net increase (decrease) in net assets resulting from operations	\$ 557	\$ 1,556	\$ 1,991	\$ 1,301	\$ 157

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Solution Income Portfolio - Service Class</b>	<b>ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class</b>	<b>ING T. Rowe Price Growth Equity Portfolio - Service Class</b>	<b>ING Templeton Foreign Equity Portfolio - Service Class</b>	<b>ING Thornburg Value Portfolio - Initial Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 220	\$ 7	\$ 32	\$ 5,157	\$ 21
Total investment income	220	7	32	5,157	21
Expenses:					
Mortality, expense risk and other charges	72	108	1,561	4,284	20
Annual administrative charges	1	1	18	54	-
Contingent deferred sales charges	-	1	44	202	1
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	22	56	588	1,712	1
Amortization of deferred charges	-	-	-	-	-
Total expenses	95	166	2,211	6,252	22
Net investment income (loss)	125	(159)	(2,179)	(1,095)	(1)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(93)	(243)	3,028	(22,924)	37
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(93)	(243)	3,028	(22,924)	37
Net unrealized appreciation (depreciation) of investments	480	2,896	10,347	34,948	88
Net realized and unrealized gain (loss) on investments	387	2,653	13,375	12,024	125
Net increase (decrease) in net assets resulting from operations	\$ 512	\$ 2,494	\$ 11,196	\$ 10,929	\$ 124

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Thornburg Value Portfolio - Service Class</b>	<b>ING UBS U.S. Large Cap Equity Portfolio - Service Class</b>	<b>ING Van Kampen Comstock Portfolio - Service Class</b>	<b>ING Van Kampen Equity and Income Portfolio - Initial Class</b>	<b>ING Van Kampen Equity and Income Portfolio - Service Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 113	\$ 41	\$ 2,439	\$ 38	\$ 3,264
Total investment income	113	41	2,439	38	3,264
Expenses:					
Mortality, expense risk and other charges	117	96	3,003	18	3,261
Annual administrative charges	2	2	47	17	32
Contingent deferred sales charges	7	6	123	56	108
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	43	34	1,220	383	829
Amortization of deferred charges	-	-	-	-	-
Total expenses	169	138	4,393	474	4,230
Net investment income (loss)	(56)	(97)	(1,954)	(436)	(966)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(142)	(269)	(9,007)	(8)	(4,615)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(142)	(269)	(9,007)	(8)	(4,615)
Net unrealized appreciation (depreciation) of investments	831	974	30,877	224	23,524
Net realized and unrealized gain (loss) on investments	689	705	21,870	216	18,909
Net increase (decrease) in net assets resulting from operations	\$ 633	\$ 608	\$ 19,916	\$ (220)	\$ 17,943

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Strategic Allocation Conservative Portfolio - Class S</b>	<b>ING Strategic Allocation Growth Portfolio - Class S</b>	<b>ING Strategic Allocation Moderate Portfolio - Class S</b>	<b>ING Growth and Income Portfolio - Class I</b>	<b>ING Growth and Income Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 59	\$ 20	\$ 30	\$ 1	\$ 3,565
Total investment income	59	20	30	1	3,565
Expenses:					
Mortality, expense risk and other charges	14	6	8	1	7,327
Annual administrative charges	-	-	-	-	180
Contingent deferred sales charges	-	-	-	-	282
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	-	2	-	2,418
Amortization of deferred charges	-	-	-	-	-
Total expenses	14	6	10	1	10,207
Net investment income (loss)	45	14	20	-	(6,642)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(42)	(50)	(66)	(2)	(4,991)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(42)	(50)	(66)	(2)	(4,991)
Net unrealized appreciation (depreciation) of investments	130	98	116	15	57,770
Net realized and unrealized gain (loss) on investments	88	48	50	13	52,779
Net increase (decrease) in net assets resulting from operations	\$ 133	\$ 62	\$ 70	\$ 13	\$ 46,137

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 5</b>	<b>ING GET U.S. Core Portfolio - Series 6</b>	<b>ING GET U.S. Core Portfolio - Series 7</b>	<b>ING GET U.S. Core Portfolio - Series 8</b>	<b>ING GET U.S. Core Portfolio - Series 9</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 226	\$ 270	\$ 193	\$ 104	\$ 95
Total investment income	226	270	193	104	95
Expenses:					
Mortality, expense risk and other charges	255	239	173	86	85
Annual administrative charges	5	5	3	2	2
Contingent deferred sales charges	12	17	6	8	6
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	-	-	-	-
Amortization of deferred charges	-	-	-	-	-
Total expenses	272	261	182	96	93
Net investment income (loss)	(46)	9	11	8	2
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(970)	(945)	(866)	(409)	(338)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(970)	(945)	(866)	(409)	(338)
Net unrealized appreciation (depreciation) of investments	993	931	900	420	419
Net realized and unrealized gain (loss) on investments	23	(14)	34	11	81
Net increase (decrease) in net assets resulting from operations	\$ (23)	\$ (5)	\$ 45	\$ 19	\$ 83

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 10</b>	<b>ING GET U.S. Core Portfolio - Series 11</b>	<b>ING GET U.S. Core Portfolio - Series 12</b>	<b>ING GET U.S. Core Portfolio - Series 13</b>	<b>ING GET U.S. Core Portfolio - Series 14</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 97	\$ 126	\$ 58	\$ 355	\$ 1,566
Total investment income	97	126	58	355	1,566
Expenses:					
Mortality, expense risk and other charges	77	106	41	240	723
Annual administrative charges	1	1	1	8	17
Contingent deferred sales charges	8	2	1	4	11
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	-	-	-	-
Amortization of deferred charges	-	-	-	-	-
Total expenses	86	109	43	252	751
Net investment income (loss)	11	17	15	103	815
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(252)	(293)	(115)	(209)	(68)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(252)	(293)	(115)	(209)	(68)
Net unrealized appreciation (depreciation) of investments	312	414	176	791	1,300
Net realized and unrealized gain (loss) on investments	60	121	61	582	1,232
Net increase (decrease) in net assets resulting from operations	\$ 71	\$ 138	\$ 76	\$ 685	\$ 2,047

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING BlackRock Science and Technology Opportunities Portfolio - Class S</b>	<b>ING Euro STOXX 50 Index Portfolio - Class A</b>	<b>ING FTSE 100 Index Portfolio - Class A</b>	<b>ING Hang Seng Index Portfolio - Class S</b>	<b>ING Index Plus LargeCap Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ -	\$ 6	\$ 6	\$ 35	\$ 2,845
Total investment income	-	6	6	35	2,845
Expenses:					
Mortality, expense risk and other charges	3,964	42	35	1,041	2,459
Annual administrative charges	58	1	2	15	66
Contingent deferred sales charges	235	1	5	79	69
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	1,693	19	33	458	690
Amortization of deferred charges	-	-	-	-	-
Total expenses	5,950	63	75	1,593	3,284
Net investment income (loss)	(5,950)	(57)	(69)	(1,558)	(439)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(731)	45	169	1,115	(14,359)
Capital gains distributions	-	3	7	-	-
Total realized gain (loss) on investments and capital gains distributions	(731)	48	176	1,115	(14,359)
Net unrealized appreciation (depreciation) of investments	37,693	(60)	183	2,737	31,703
Net realized and unrealized gain (loss) on investments	36,962	(12)	359	3,852	17,344
Net increase (decrease) in net assets resulting from operations	\$ 31,012	\$ (69)	\$ 290	\$ 2,294	\$ 16,905

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Index Plus MidCap Portfolio - Class S</b>	<b>ING Index Plus SmallCap Portfolio - Class S</b>	<b>ING International Index Portfolio - Class S</b>	<b>ING Japan TOPIX Index® Portfolio - Class A</b>	<b>ING Opportunistic Large Cap Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1,103	\$ 480	\$ 2,278	\$ 3	\$ 175
Total investment income	1,103	480	2,278	3	175
Expenses:					
Mortality, expense risk and other charges	2,082	1,587	965	81	106
Annual administrative charges	35	26	12	2	1
Contingent deferred sales charges	97	63	106	6	15
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	760	613	362	15	25
Amortization of deferred charges	-	-	-	-	-
Total expenses	2,974	2,289	1,445	104	147
Net investment income (loss)	(1,871)	(1,809)	833	(101)	28
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(7,964)	(6,416)	3,016	(63)	(4,925)
Capital gains distributions	-	-	-	1	-
Total realized gain (loss) on investments and capital gains distributions	(7,964)	(6,416)	3,016	(62)	(4,925)
Net unrealized appreciation (depreciation) of investments	31,547	25,210	(3,261)	717	4,089
Net realized and unrealized gain (loss) on investments	23,583	18,794	(245)	655	(836)
Net increase (decrease) in net assets resulting from operations	\$ 21,712	\$ 16,985	\$ 588	\$ 554	\$ (808)

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Russell™ Global Large Cap Index 75% Portfolio - Class S</b>	<b>ING Russell™ Large Cap Growth Index Portfolio - Class S</b>	<b>ING Russell™ Large Cap Index Portfolio - Class S</b>	<b>ING Russell™ Large Cap Value Index Portfolio - Class S</b>	<b>ING Russell™ Mid Cap Growth Index Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 80	\$ 767	\$ 11,996	\$ 488	\$ 804
Total investment income	80	767	11,996	488	804
Expenses:					
Mortality, expense risk and other charges	96	2,294	5,827	502	4,356
Annual administrative charges	-	50	154	10	114
Contingent deferred sales charges	9	140	276	57	175
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	42	987	1,476	115	1,276
Amortization of deferred charges	-	-	1	-	1
Total expenses	147	3,471	7,734	684	5,922
Net investment income (loss)	(67)	(2,704)	4,262	(196)	(5,118)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	2,364	3,772	12,960	862	8,173
Capital gains distributions	1,361	-	-	3,285	2,414
Total realized gain (loss) on investments and capital gains distributions	3,725	3,772	12,960	4,147	10,587
Net unrealized appreciation (depreciation) of investments	(2,910)	11,251	14,170	(1,913)	48,180
Net realized and unrealized gain (loss) on investments	815	15,023	27,130	2,234	58,767
Net increase (decrease) in net assets resulting from operations	\$ 748	\$ 12,319	\$ 31,392	\$ 2,038	\$ 53,649

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING Russell™ Mid Cap Index Portfolio - Class S</b>	<b>ING Russell™ Small Cap Index Portfolio - Class S</b>	<b>ING Small Company Portfolio - Class S</b>	<b>ING U.S. Bond Index Portfolio - Class S</b>	<b>ING WisdomTree™ Global High- Yielding Equity Index Portfolio - Class S</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 521	\$ 630	\$ 289	\$ 5,963	\$ 6,863
Total investment income	521	630	289	5,963	6,863
Expenses:					
Mortality, expense risk and other charges	1,695	2,374	1,306	4,234	3,372
Annual administrative charges	20	40	15	50	38
Contingent deferred sales charges	78	161	74	466	227
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	643	931	521	1,698	1,603
Amortization of deferred charges	-	-	-	-	-
Total expenses	2,436	3,506	1,916	6,448	5,240
Net investment income (loss)	(1,915)	(2,876)	(1,627)	(485)	1,623
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	13,882	6,124	14,076	9,365	(17,524)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	13,882	6,124	14,076	9,365	(17,524)
Net unrealized appreciation (depreciation) of investments	6,499	21,586	4,507	(870)	19,810
Net realized and unrealized gain (loss) on investments	20,381	27,710	18,583	8,495	2,286
Net increase (decrease) in net assets resulting from operations	<u>\$ 18,466</u>	<u>\$ 24,834</u>	<u>\$ 16,956</u>	<u>\$ 8,010</u>	<u>\$ 3,909</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>ING International Value Portfolio - Class S</b>	<b>ING MidCap Opportunities Portfolio - Class S</b>	<b>ING SmallCap Opportunities Portfolio - Class S</b>	<b>Invesco V.I. Leisure Fund - Series I Shares</b>	<b>Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 173	\$ 1,722	\$ -	\$ 103	\$ 2
Total investment income	173	1,722	-	103	2
Expenses:					
Mortality, expense risk and other charges	98	5,511	1,040	342	1
Annual administrative charges	1	174	26	8	-
Contingent deferred sales charges	1	208	60	22	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	39	1,636	439	143	-
Amortization of deferred charges	-	-	-	-	-
Total expenses	139	7,529	1,565	515	1
Net investment income (loss)	34	(5,807)	(1,565)	(412)	1
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(1,738)	(994)	1,363	(2,585)	(4)
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(1,738)	(994)	1,363	(2,585)	(4)
Net unrealized appreciation (depreciation) of investments	1,740	88,470	15,997	6,413	8
Net realized and unrealized gain (loss) on investments	2	87,476	17,360	3,828	4
Net increase (decrease) in net assets resulting from operations	\$ 36	\$ 81,669	\$ 15,795	\$ 3,416	\$ 5

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>Legg Mason Global Currents Variable International All Cap Opportunity Portfolio</b>	<b>Legg Mason Western Asset Variable High Income Portfolio</b>	<b>Legg Mason Western Asset Variable Money Market Portfolio</b>	<b>Oppenheimer Main Street Small Cap Fund@/VA - Service Class</b>	<b>PIMCO Real Return Portfolio - Administrative Class</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 1	\$ 7	\$ -	\$ 7	\$ 174
Total investment income	1	7	-	7	174
Expenses:					
Mortality, expense risk and other charges	1	1	-	16	119
Annual administrative charges	-	-	-	-	1
Contingent deferred sales charges	-	-	-	-	1
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	-	-	-	7	31
Amortization of deferred charges	-	-	-	-	-
Total expenses	1	1	-	23	152
Net investment income (loss)	-	6	-	(16)	22
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(12)	(5)	-	(56)	6
Capital gains distributions	-	-	-	-	110
Total realized gain (loss) on investments and capital gains distributions	(12)	(5)	-	(56)	116
Net unrealized appreciation (depreciation) of investments	12	9	-	400	623
Net realized and unrealized gain (loss) on investments	-	4	-	344	739
Net increase (decrease) in net assets resulting from operations	\$ -	\$ 10	\$ -	\$ 328	\$ 761

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>Pioneer Equity Income VCT Portfolio - Class II</b>	<b>ProFund VP Bull</b>	<b>ProFund VP Europe 30</b>	<b>ProFund VP Rising Rates Opportunity</b>	<b>Wells Fargo Advantage VT Omega Growth Fund - Class 2</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 305	\$ 18	\$ 155	\$ -	\$ -
Total investment income	305	18	155	-	-
Expenses:					
Mortality, expense risk and other charges	153	256	162	199	7
Annual administrative charges	1	8	3	3	-
Contingent deferred sales charges	3	12	8	12	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	58	107	67	64	-
Amortization of deferred charges	-	-	-	-	-
Total expenses	215	383	240	278	7
Net investment income (loss)	90	(365)	(85)	(278)	(7)
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(996)	(450)	(740)	(1,552)	6
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(996)	(450)	(740)	(1,552)	6
Net unrealized appreciation (depreciation) of investments	3,318	2,153	777	(628)	310
Net realized and unrealized gain (loss) on investments	2,322	1,703	37	(2,180)	316
Net increase (decrease) in net assets resulting from operations	\$ 2,412	\$ 1,338	\$ (48)	\$ (2,458)	\$ 309

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<b>Wells Fargo Advantage VT C&amp;B Large Cap Value Fund</b>	<b>Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2</b>	<b>Wells Fargo Advantage VT Intrinsic Value Fund - Class 2</b>	<b>Wells Fargo Advantage VT Large Company Growth Fund</b>	<b>Wells Fargo Advantage VT Money Market Fund</b>
<b>Net investment income (loss)</b>					
Income:					
Dividends	\$ 2	\$ 36	\$ 5	\$ 11	\$ -
Total investment income	2	36	5	11	-
Expenses:					
Mortality, expense risk and other charges	2	35	13	14	-
Annual administrative charges	-	-	-	-	-
Contingent deferred sales charges	-	-	-	-	-
Minimum death benefit guarantee charges	-	-	-	-	-
Other contract charges	1	17	9	6	-
Amortization of deferred charges	-	-	-	-	-
Total expenses	3	52	22	20	-
Net investment income (loss)	(1)	(16)	(17)	(9)	-
<b>Realized and unrealized gain (loss) on investments</b>					
Net realized gain (loss) on investments	(22)	(22)	(29)	(73)	-
Capital gains distributions	-	-	-	-	-
Total realized gain (loss) on investments and capital gains distributions	(22)	(22)	(29)	(73)	-
Net unrealized appreciation (depreciation) of investments	12	241	129	(65)	-
Net realized and unrealized gain (loss) on investments	(10)	219	100	(138)	-
Net increase (decrease) in net assets resulting from operations	\$ (11)	\$ 203	\$ 83	\$ (147)	\$ -

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Operations**  
**For the year ended December 31, 2010**  
*(Dollars in thousands)*

	<u>Wells Fargo Advantage VT Small Cap Growth Fund - Class 2</u>	<u>Wells Fargo Advantage VT Total Return Bond Fund</u>
<b>Net investment income (loss)</b>		
Income:		
Dividends	\$ -	\$ 36
Total investment income	-	36
Expenses:		
Mortality, expense risk and other charges	8	19
Annual administrative charges	-	-
Contingent deferred sales charges	-	-
Minimum death benefit guarantee charges	-	-
Other contract charges	3	7
Amortization of deferred charges	-	-
Total expenses	<u>11</u>	<u>26</u>
Net investment income (loss)	(11)	10
 <b>Realized and unrealized gain (loss) on investments</b>		
Net realized gain (loss) on investments	(8)	5
Capital gains distributions	-	29
Total realized gain (loss) on investments and capital gains distributions	(8)	34
Net unrealized appreciation (depreciation) of investments	<u>112</u>	<u>3</u>
Net realized and unrealized gain (loss) on investments	<u>104</u>	<u>37</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ 93</u>	<u>\$ 47</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>BlackRock Global Allocation V.I. Fund - Class III</b>	<b>Columbia Asset Allocation Fund, Variable Series - Class A</b>	<b>Columbia Federal Securities Fund, Variable Series - Class A</b>	<b>Columbia Large Cap Growth Fund, Variable Series - Class A</b>
<b>Net assets at January 1, 2009</b>	\$ 397,800	\$ 262	\$ 27	\$ 258
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,728)	7	2	(2)
Total realized gain (loss) on investments and capital gains distributions	(6,491)	(3)	-	(3)
Net unrealized appreciation (depreciation) of investments	153,606	52	(1)	87
Net increase (decrease) in net assets from operations	144,387	56	1	82
Changes from principal transactions:				
Premiums	133,817	-	-	-
Death benefits	(4,568)	-	-	(7)
Surrenders and withdrawals	(17,228)	(5)	(6)	(2)
Transfers between Divisions (including fixed account), net	321,397	(5)	-	-
Increase (decrease) in net assets derived from principal transactions	433,418	(10)	(6)	(9)
Total increase (decrease) in net assets	577,805	46	(5)	73
<b>Net assets at December 31, 2009</b>	975,605	308	22	331
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(13,908)	2	1	(3)
Total realized gain (loss) on investments and capital gains distributions	5,907	(7)	-	1
Net unrealized appreciation (depreciation) of investments	80,227	36	-	51
Net increase (decrease) in net assets from operations	72,226	31	1	49
Changes from principal transactions:				
Premiums	39,817	-	-	-
Death benefits	(5,818)	-	-	(2)
Surrenders and withdrawals	(44,458)	(37)	(4)	(17)
Transfers between Divisions (including fixed account), net	115,670	1	-	-
Increase (decrease) in net assets derived from principal transactions	105,211	(36)	(4)	(19)
Total increase (decrease) in net assets	177,437	(5)	(3)	30
<b>Net assets at December 31, 2010</b>	\$ 1,153,042	\$ 303	\$ 19	\$ 361

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>Columbia Small Cap Value Fund, Variable Series - Class B</b>	<b>Columbia Small Company Growth Fund, Variable Series - Class A</b>	<b>Fidelity® VIP Equity-Income Portfolio - Service Class 2</b>	<b>Fidelity® VIP Contrafund® Portfolio - Service Class 2</b>
<b>Net assets at January 1, 2009</b>	\$ 141,739	\$ 51	\$ 167,056	\$ 656,498
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,571)	(1)	(799)	(9,570)
Total realized gain (loss) on investments and capital gains distributions	(10,509)	(2)	(20,914)	(97,340)
Net unrealized appreciation (depreciation) of investments	39,355	10	60,712	315,224
Net increase (decrease) in net assets from operations	26,275	7	38,999	208,314
Changes from principal transactions:				
Premiums	65	-	1,200	36,945
Death benefits	(1,659)	(17)	(2,297)	(5,993)
Surrenders and withdrawals	(5,785)	(16)	(8,937)	(27,878)
Transfers between Divisions (including fixed account), net	(10,569)	-	(12,767)	(72,203)
Increase (decrease) in net assets derived from principal transactions	(17,948)	(33)	(22,801)	(69,129)
Total increase (decrease) in net assets	8,327	(26)	16,198	139,185
<b>Net assets at December 31, 2009</b>	150,066	25	183,254	795,683
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,486)	-	(1,516)	(10,928)
Total realized gain (loss) on investments and capital gains distributions	(2,149)	1	(10,528)	(63,187)
Net unrealized appreciation (depreciation) of investments	36,552	5	32,195	174,292
Net increase (decrease) in net assets from operations	31,917	6	20,151	100,177
Changes from principal transactions:				
Premiums	55	-	447	2,156
Death benefits	(1,686)	-	(2,591)	(6,481)
Surrenders and withdrawals	(8,730)	(2)	(11,090)	(39,917)
Transfers between Divisions (including fixed account), net	(9,444)	(11)	(8,786)	(56,356)
Increase (decrease) in net assets derived from principal transactions	(19,805)	(13)	(22,020)	(100,598)
Total increase (decrease) in net assets	12,112	(7)	(1,869)	(421)
<b>Net assets at December 31, 2010</b>	\$ 162,178	\$ 18	\$ 181,385	\$ 795,262

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>Franklin Small Cap Value Securities Fund - Class 2</b>	<b>ING Balanced Portfolio - Class S</b>	<b>ING Intermediate Bond Portfolio - Class S</b>	<b>ING American Funds Asset Allocation Portfolio</b>
<b>Net assets at January 1, 2009</b>	\$ 7,246	\$ 6,399	\$ 1,122,300	\$ 148,369
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	16	180	44,578	(2,157)
Total realized gain (loss) on investments and capital gains distributions	(22)	(448)	(25,677)	(1,029)
Net unrealized appreciation (depreciation) of investments	2,746	1,277	77,998	54,499
Net increase (decrease) in net assets from operations	2,740	1,009	96,899	51,313
Changes from principal transactions:				
Premiums	2,853	283	67,971	66,114
Death benefits	(129)	(99)	(12,576)	(2,359)
Surrenders and withdrawals	(338)	(408)	(74,361)	(6,172)
Transfers between Divisions (including fixed account), net	(257)	(285)	41,079	48,943
Increase (decrease) in net assets derived from principal transactions	2,129	(509)	22,113	106,526
Total increase (decrease) in net assets	4,869	500	119,012	157,839
<b>Net assets at December 31, 2009</b>	12,115	6,899	1,241,312	306,208
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(104)	85	28,447	(3,076)
Total realized gain (loss) on investments and capital gains distributions	(451)	(376)	(15,380)	(2,417)
Net unrealized appreciation (depreciation) of investments	3,628	1,064	71,889	34,540
Net increase (decrease) in net assets from operations	3,073	773	84,956	29,047
Changes from principal transactions:				
Premiums	549	65	21,199	13,680
Death benefits	(13)	(67)	(13,563)	(3,724)
Surrenders and withdrawals	(700)	(873)	(102,080)	(12,092)
Transfers between Divisions (including fixed account), net	(640)	(116)	21,402	18,997
Increase (decrease) in net assets derived from principal transactions	(804)	(991)	(73,042)	16,861
Total increase (decrease) in net assets	2,269	(218)	11,914	45,908
<b>Net assets at December 31, 2010</b>	\$ 14,384	\$ 6,681	\$ 1,253,226	\$ 352,116

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING American Funds Bond Portfolio</b>	<b>ING American Funds Growth Portfolio</b>	<b>ING American Funds Growth- Income Portfolio</b>	<b>ING American Funds International Portfolio</b>
<b>Net assets at January 1, 2009</b>	\$ 252,168	\$ 1,544,265	\$ 1,074,885	\$ 953,776
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	3,523	(12,912)	(2,549)	10,937
Total realized gain (loss) on investments and capital gains distributions	(1,758)	201,868	68,958	179,814
Net unrealized appreciation (depreciation) of investments	34,679	356,847	228,716	174,029
Net increase (decrease) in net assets from operations	36,444	545,803	295,125	364,780
Changes from principal transactions:				
Premiums	75,041	112,850	71,842	62,374
Death benefits	(2,949)	(19,814)	(18,164)	(12,514)
Surrenders and withdrawals	(16,202)	(65,388)	(44,684)	(41,254)
Transfers between Divisions (including fixed account), net	139,875	(13,269)	(2,615)	60,133
Increase (decrease) in net assets derived from principal transactions	195,765	14,379	6,379	68,739
Total increase (decrease) in net assets	232,209	560,182	301,504	433,519
<b>Net assets at December 31, 2009</b>	484,377	2,104,447	1,376,389	1,387,295
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(733)	(51,430)	(20,775)	(20,339)
Total realized gain (loss) on investments and capital gains distributions	4,659	(10,588)	(17,563)	(8,092)
Net unrealized appreciation (depreciation) of investments	13,720	362,204	141,030	72,017
Net increase (decrease) in net assets from operations	17,646	300,186	102,692	43,586
Changes from principal transactions:				
Premiums	18,744	36,991	24,508	24,023
Death benefits	(3,373)	(17,796)	(14,534)	(12,099)
Surrenders and withdrawals	(29,551)	(105,469)	(68,721)	(65,659)
Transfers between Divisions (including fixed account), net	12,428	(16,843)	(37,906)	(21,479)
Increase (decrease) in net assets derived from principal transactions	(1,752)	(103,117)	(96,653)	(75,214)
Total increase (decrease) in net assets	15,894	197,069	6,039	(31,628)
<b>Net assets at December 31, 2010</b>	\$ 500,271	\$ 2,301,516	\$ 1,382,428	\$ 1,355,667

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING American Funds World Allocation Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service Class</b>	<b>ING Artio Foreign Portfolio - Service 2 Class</b>	<b>ING BlackRock Inflation Protected Bond Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 13,128	\$ 499,269	\$ 38,955	\$ -
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1,090)	3,851	80	432
Total realized gain (loss) on investments and capital gains distributions	2,582	(27,947)	(1,526)	1,080
Net unrealized appreciation (depreciation) of investments	14,266	106,632	7,567	2,623
<b>Net increase (decrease) in net assets from operations</b>	<b>15,758</b>	<b>82,536</b>	<b>6,121</b>	<b>4,135</b>
Changes from principal transactions:				
Premiums	32,022	24,582	184	18,430
Death benefits	(381)	(5,102)	(305)	(215)
Surrenders and withdrawals	(1,313)	(22,455)	(901)	(3,618)
Transfers between Divisions (including fixed account), net	42,865	22,826	2,683	140,669
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>73,193</b>	<b>19,851</b>	<b>1,661</b>	<b>155,266</b>
<b>Total increase (decrease) in net assets</b>	<b>88,951</b>	<b>102,387</b>	<b>7,782</b>	<b>159,401</b>
<b>Net assets at December 31, 2009</b>	<b>102,079</b>	<b>601,656</b>	<b>46,737</b>	<b>159,401</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,144)	(13,448)	(1,196)	(1,855)
Total realized gain (loss) on investments and capital gains distributions	6,787	(37,266)	(841)	9,406
Net unrealized appreciation (depreciation) of investments	7,916	67,844	3,569	(1,393)
<b>Net increase (decrease) in net assets from operations</b>	<b>12,559</b>	<b>17,130</b>	<b>1,532</b>	<b>6,158</b>
Changes from principal transactions:				
Premiums	8,352	11,285	66	9,966
Death benefits	(618)	(5,900)	(165)	(2,038)
Surrenders and withdrawals	(4,235)	(34,820)	(1,597)	(17,903)
Transfers between Divisions (including fixed account), net	62,378	(46,328)	(1,248)	99,507
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>65,877</b>	<b>(75,763)</b>	<b>(2,944)</b>	<b>89,532</b>
<b>Total increase (decrease) in net assets</b>	<b>78,436</b>	<b>(58,633)</b>	<b>(1,412)</b>	<b>95,690</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 180,515</b>	<b>\$ 543,023</b>	<b>\$ 45,325</b>	<b>\$ 255,091</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING BlackRock Large Cap Growth Portfolio - Institutional Class</b>	<b>ING BlackRock Large Cap Growth Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service Class</b>	<b>ING BlackRock Large Cap Value Portfolio - Service 2 Class</b>
<b>Net assets at January 1, 2009</b>	\$ 131	\$ 94,345	\$ 27,597	\$ 2,212
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	-	(2,504)	(553)	(55)
Total realized gain (loss) on investments and capital gains distributions	(11)	(12,056)	(3,536)	(108)
Net unrealized appreciation (depreciation) of investments	49	42,442	6,048	344
Net increase (decrease) in net assets from operations	38	27,882	1,959	181
Changes from principal transactions:				
Premiums	-	7,152	11	-
Death benefits	-	(1,087)	(536)	(53)
Surrenders and withdrawals	(12)	(5,837)	(1,250)	(101)
Transfers between Divisions (including fixed account), net	(9)	7,710	(2,589)	(50)
Increase (decrease) in net assets derived from principal transactions	(21)	7,938	(4,364)	(204)
Total increase (decrease) in net assets	17	35,820	(2,405)	(23)
<b>Net assets at December 31, 2009</b>	148	130,165	25,192	2,189
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	-	(2,867)	(304)	(33)
Total realized gain (loss) on investments and capital gains distributions	(5)	(12,948)	(1,123)	(60)
Net unrealized appreciation (depreciation) of investments	24	27,371	3,257	248
Net increase (decrease) in net assets from operations	19	11,556	1,830	155
Changes from principal transactions:				
Premiums	-	2,761	5	-
Death benefits	-	(1,501)	(225)	(18)
Surrenders and withdrawals	(14)	(8,710)	(1,322)	(224)
Transfers between Divisions (including fixed account), net	-	(2,280)	(1,099)	(13)
Increase (decrease) in net assets derived from principal transactions	(14)	(9,730)	(2,641)	(255)
Total increase (decrease) in net assets	5	1,826	(811)	(100)
<b>Net assets at December 31, 2010</b>	\$ 153	\$ 131,991	\$ 24,381	\$ 2,089

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Clarion Global Real Estate Portfolio - Service Class</b>	<b>ING Clarion Global Real Estate Portfolio - Service 2 Class</b>	<b>ING Clarion Real Estate Portfolio - Service Class</b>	<b>ING Clarion Real Estate Portfolio - Service 2 Class</b>
<b>Net assets at January 1, 2009</b>	\$ 118,550	\$ 1,695	\$ 270,838	\$ 15,856
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(4)	(10)	3,726	149
Total realized gain (loss) on investments and capital gains distributions	(21,929)	(229)	(49,240)	(2,219)
Net unrealized appreciation (depreciation) of investments	59,954	807	121,520	6,801
Net increase (decrease) in net assets from operations	38,021	568	76,006	4,731
Changes from principal transactions:				
Premiums	10,057	5	1,030	33
Death benefits	(930)	-	(3,376)	(158)
Surrenders and withdrawals	(3,988)	(73)	(16,270)	(465)
Transfers between Divisions (including fixed account), net	(10,674)	104	(21,002)	(1,161)
Increase (decrease) in net assets derived from principal transactions	(5,535)	36	(39,618)	(1,751)
Total increase (decrease) in net assets	32,486	604	36,388	2,980
<b>Net assets at December 31, 2009</b>	151,036	2,299	307,226	18,836
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	8,952	130	2,788	107
Total realized gain (loss) on investments and capital gains distributions	(12,871)	(214)	(41,124)	(1,222)
Net unrealized appreciation (depreciation) of investments	21,303	340	107,984	5,386
Net increase (decrease) in net assets from operations	17,384	256	69,648	4,271
Changes from principal transactions:				
Premiums	306	-	126	1
Death benefits	(1,239)	(23)	(4,757)	(129)
Surrenders and withdrawals	(6,675)	(66)	(26,651)	(801)
Transfers between Divisions (including fixed account), net	(12,113)	(202)	(23,292)	(1,147)
Increase (decrease) in net assets derived from principal transactions	(19,721)	(291)	(54,574)	(2,076)
Total increase (decrease) in net assets	(2,337)	(35)	15,074	2,195
<b>Net assets at December 31, 2010</b>	\$ 148,699	\$ 2,264	\$ 322,300	\$ 21,031

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING DFA World Equity Portfolio - Service Class</b>	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class</b>	<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class</b>	<b>ING Franklin Income Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 130,749	\$ 581,082	\$ 25,387	\$ 288,417
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(3,620)	(12,891)	(705)	14,845
Total realized gain (loss) on investments and capital gains distributions	(19,278)	(28,190)	(869)	(12,855)
Net unrealized appreciation (depreciation) of investments	48,080	241,241	10,062	88,813
Net increase (decrease) in net assets from operations	25,182	200,160	8,488	90,803
Changes from principal transactions:				
Premiums	13,138	20,215	79	20,434
Death benefits	(653)	(9,250)	(372)	(4,819)
Surrenders and withdrawals	(3,373)	(37,819)	(743)	(18,221)
Transfers between Divisions (including fixed account), net	(10,732)	11,618	(403)	55,039
Increase (decrease) in net assets derived from principal transactions	(1,620)	(15,236)	(1,439)	52,433
Total increase (decrease) in net assets	23,562	184,924	7,049	143,236
<b>Net assets at December 31, 2009</b>	154,311	766,006	32,436	431,653
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1,371)	(17,578)	(916)	12,055
Total realized gain (loss) on investments and capital gains distributions	(9,140)	(4,283)	4	(14,915)
Net unrealized appreciation (depreciation) of investments	45,833	198,771	8,557	45,243
Net increase (decrease) in net assets from operations	35,322	176,910	7,645	42,383
Changes from principal transactions:				
Premiums	4,224	8,802	37	8,409
Death benefits	(789)	(12,573)	(289)	(6,359)
Surrenders and withdrawals	(6,521)	(61,121)	(1,659)	(29,933)
Transfers between Divisions (including fixed account), net	35,907	1,096	(835)	2,785
Increase (decrease) in net assets derived from principal transactions	32,821	(63,796)	(2,746)	(25,098)
Total increase (decrease) in net assets	68,143	113,114	4,899	17,285
<b>Net assets at December 31, 2010</b>	\$ 222,454	\$ 879,120	\$ 37,335	\$ 448,938

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Franklin Income Portfolio - Service 2 Class</b>	<b>ING Franklin Mutual Shares Portfolio - Service Class</b>	<b>ING Franklin Templeton Founding Strategy Portfolio - Service Class</b>	<b>ING Global Resources Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 5,852	\$ 146,314	\$ 684,019	\$ 547,001
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	270	(3,770)	2,365	(14,498)
Total realized gain (loss) on investments and capital gains distributions	(883)	(13,244)	(22,951)	(48,883)
Net unrealized appreciation (depreciation) of investments	2,414	52,591	202,439	251,057
Net increase (decrease) in net assets from operations	1,801	35,577	181,853	187,676
Changes from principal transactions:				
Premiums	42	11,316	36,831	23,197
Death benefits	(20)	(2,206)	(6,783)	(5,280)
Surrenders and withdrawals	(115)	(5,918)	(20,041)	(27,040)
Transfers between Divisions (including fixed account), net	297	2,456	(25,988)	(33,493)
Increase (decrease) in net assets derived from principal transactions	204	5,648	(15,981)	(42,616)
Total increase (decrease) in net assets	2,005	41,225	165,872	145,060
<b>Net assets at December 31, 2009</b>	7,857	187,539	849,891	692,061
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	184	(3,884)	(475)	(10,250)
Total realized gain (loss) on investments and capital gains distributions	(356)	(6,678)	(21,543)	(41,252)
Net unrealized appreciation (depreciation) of investments	911	26,730	84,632	151,810
Net increase (decrease) in net assets from operations	739	16,168	62,614	100,308
Changes from principal transactions:				
Premiums	49	3,624	12,761	183
Death benefits	(6)	(1,731)	(7,792)	(7,352)
Surrenders and withdrawals	(606)	(9,462)	(32,473)	(40,013)
Transfers between Divisions (including fixed account), net	950	4,540	(27,986)	(91,656)
Increase (decrease) in net assets derived from principal transactions	387	(3,029)	(55,490)	(138,838)
Total increase (decrease) in net assets	1,126	13,139	7,124	(38,530)
<b>Net assets at December 31, 2010</b>	\$ 8,983	\$ 200,678	\$ 857,015	\$ 653,531

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<u>ING Global Resources Portfolio - Service 2 Class</u>	<u>ING Janus Contrarian Portfolio - Service Class</u>	<u>ING Janus Contrarian Portfolio - Service 2 Class</u>	<u>ING JPMorgan Emerging Markets Equity Portfolio - Service Class</u>
<b>Net assets at January 1, 2009</b>	\$ 22,531	\$ 407,973	\$ 18,745	\$ 414,868
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(706)	(8,213)	(490)	(6,551)
Total realized gain (loss) on investments and capital gains distributions	(490)	(89,271)	(3,292)	11,967
Net unrealized appreciation (depreciation) of investments	8,414	218,338	9,247	287,371
Net increase (decrease) in net assets from operations	7,218	120,854	5,465	292,787
Changes from principal transactions:				
Premiums	58	13,395	43	22,967
Death benefits	(267)	(4,930)	(186)	(6,490)
Surrenders and withdrawals	(809)	(19,225)	(564)	(23,885)
Transfers between Divisions (including fixed account), net	(242)	(57,794)	(1,647)	(7,800)
Increase (decrease) in net assets derived from principal transactions	(1,260)	(68,554)	(2,354)	(15,208)
Total increase (decrease) in net assets	5,958	52,300	3,111	277,579
<b>Net assets at December 31, 2009</b>	28,489	460,273	21,856	692,447
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(520)	(11,101)	(601)	(12,947)
Total realized gain (loss) on investments and capital gains distributions	(88)	(43,922)	(1,251)	57,024
Net unrealized appreciation (depreciation) of investments	5,354	100,869	4,066	53,580
Net increase (decrease) in net assets from operations	4,746	45,846	2,214	97,657
Changes from principal transactions:				
Premiums	-	172	1	1,976
Death benefits	(55)	(5,737)	(89)	(6,056)
Surrenders and withdrawals	(1,287)	(29,559)	(831)	(41,773)
Transfers between Divisions (including fixed account), net	(1,360)	(31,696)	(665)	(86,463)
Increase (decrease) in net assets derived from principal transactions	(2,702)	(66,820)	(1,584)	(132,316)
Total increase (decrease) in net assets	2,044	(20,974)	630	(34,659)
<b>Net assets at December 31, 2010</b>	\$ 30,533	\$ 439,299	\$ 22,486	\$ 657,788

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service Class</b>	<b>ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class</b>	<b>ING Large Cap Growth Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 20,686	\$ 126,323	\$ 30,008	\$ 8,916
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(456)	(2,930)	(805)	(889)
Total realized gain (loss) on investments and capital gains distributions	1,033	(5,968)	(276)	(215)
Net unrealized appreciation (depreciation) of investments	13,106	37,207	7,627	17,391
Net increase (decrease) in net assets from operations	13,683	28,309	6,546	16,287
Changes from principal transactions:				
Premiums	277	2,552	4	6,378
Death benefits	(220)	(1,432)	(392)	(271)
Surrenders and withdrawals	(610)	(5,227)	(747)	(2,612)
Transfers between Divisions (including fixed account), net	(480)	2,998	(1,193)	64,738
Increase (decrease) in net assets derived from principal transactions	(1,033)	(1,109)	(2,328)	68,233
Total increase (decrease) in net assets	12,650	27,200	4,218	84,520
<b>Net assets at December 31, 2009</b>	33,336	153,523	34,226	93,436
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(739)	(4,375)	(930)	(2,364)
Total realized gain (loss) on investments and capital gains distributions	3,478	(8,135)	(127)	9,661
Net unrealized appreciation (depreciation) of investments	2,504	54,337	8,527	4,067
Net increase (decrease) in net assets from operations	5,243	41,827	7,470	11,364
Changes from principal transactions:				
Premiums	1	2,695	2	3,859
Death benefits	(151)	(1,574)	(231)	(598)
Surrenders and withdrawals	(1,190)	(11,519)	(1,277)	(5,914)
Transfers between Divisions (including fixed account), net	(1,753)	72,459	(1,652)	19,769
Increase (decrease) in net assets derived from principal transactions	(3,093)	62,061	(3,158)	17,116
Total increase (decrease) in net assets	2,150	103,888	4,312	28,480
<b>Net assets at December 31, 2010</b>	\$ 35,486	\$ 257,411	\$ 38,538	\$ 121,916

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Large Cap Growth Portfolio - Service 2 Class</b>	<b>ING Limited Maturity Bond Portfolio - Service Class</b>	<b>ING Liquid Assets Portfolio - Service Class</b>	<b>ING Liquid Assets Portfolio - Service 2 Class</b>
<b>Net assets at January 1, 2009</b>	\$ 802	\$ 130,395	\$ 2,331,467	\$ 56,288
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(24)	3,474	(49,582)	(1,256)
Total realized gain (loss) on investments and capital gains distributions	(26)	(1,994)	4,075	87
Net unrealized appreciation (depreciation) of investments	312	4,524	-	-
Net increase (decrease) in net assets from operations	262	6,004	(45,507)	(1,169)
Changes from principal transactions:				
Premiums	-	16	287,399	16
Death benefits	(11)	(3,668)	(34,309)	(1,027)
Surrenders and withdrawals	(8)	(14,710)	(443,285)	(8,361)
Transfers between Divisions (including fixed account), net	(166)	(4,289)	(600,801)	(13,429)
Increase (decrease) in net assets derived from principal transactions	(185)	(22,651)	(790,996)	(22,801)
Total increase (decrease) in net assets	77	(16,647)	(836,503)	(23,970)
<b>Net assets at December 31, 2009</b>	879	113,748	1,494,964	32,318
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(25)	1,843	(33,842)	(761)
Total realized gain (loss) on investments and capital gains distributions	8	(2,701)	46	1
Net unrealized appreciation (depreciation) of investments	101	2,199	-	-
Net increase (decrease) in net assets from operations	84	1,341	(33,796)	(760)
Changes from principal transactions:				
Premiums	-	24	40,411	48
Death benefits	(5)	(3,395)	(23,149)	(297)
Surrenders and withdrawals	(55)	(14,364)	(359,952)	(8,624)
Transfers between Divisions (including fixed account), net	(17)	(2,525)	(54,884)	342
Increase (decrease) in net assets derived from principal transactions	(77)	(20,260)	(397,574)	(8,531)
Total increase (decrease) in net assets	7	(18,919)	(431,370)	(9,291)
<b>Net assets at December 31, 2010</b>	\$ 886	\$ 94,829	\$ 1,063,594	\$ 23,027

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Lord Abbett Growth and Income Portfolio - Service Class</b>	<b>ING Lord Abbett Growth and Income Portfolio - Service 2 Class</b>	<b>ING Marsico Growth Portfolio - Service Class</b>	<b>ING Marsico Growth Portfolio - Service 2 Class</b>
<b>Net assets at January 1, 2009</b>	\$ 58,611	\$ 1,892	\$ 397,436	\$ 14,277
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(887)	(37)	(5,973)	(323)
Total realized gain (loss) on investments and capital gains distributions	(5,214)	(178)	10,411	(133)
Net unrealized appreciation (depreciation) of investments	13,521	477	92,547	4,078
<b>Net increase (decrease) in net assets from operations</b>	<b>7,420</b>	<b>262</b>	<b>96,985</b>	<b>3,622</b>
Changes from principal transactions:				
Premiums	12	-	15,339	24
Death benefits	(745)	(9)	(8,163)	(136)
Surrenders and withdrawals	(3,940)	(26)	(26,564)	(481)
Transfers between Divisions (including fixed account), net	(3,657)	(128)	(14,596)	174
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(8,330)</b>	<b>(163)</b>	<b>(33,984)</b>	<b>(419)</b>
<b>Total increase (decrease) in net assets</b>	<b>(910)</b>	<b>99</b>	<b>63,001</b>	<b>3,203</b>
<b>Net assets at December 31, 2009</b>	<b>57,701</b>	<b>1,991</b>	<b>460,437</b>	<b>17,480</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(997)	(43)	(7,864)	(397)
Total realized gain (loss) on investments and capital gains distributions	(3,306)	(72)	22,836	371
Net unrealized appreciation (depreciation) of investments	11,792	383	57,749	2,737
<b>Net increase (decrease) in net assets from operations</b>	<b>7,489</b>	<b>268</b>	<b>72,721</b>	<b>2,711</b>
Changes from principal transactions:				
Premiums	4	-	4,660	14
Death benefits	(1,366)	-	(9,494)	(138)
Surrenders and withdrawals	(5,470)	(84)	(37,012)	(632)
Transfers between Divisions (including fixed account), net	(1,915)	(42)	11,650	(666)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(8,747)</b>	<b>(126)</b>	<b>(30,196)</b>	<b>(1,422)</b>
<b>Total increase (decrease) in net assets</b>	<b>(1,258)</b>	<b>142</b>	<b>42,525</b>	<b>1,289</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 56,443</b>	<b>\$ 2,133</b>	<b>\$ 502,962</b>	<b>\$ 18,769</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Marsico International Opportunities Portfolio - Service Class</b>	<b>ING MFS Total Return Portfolio - Service Class</b>	<b>ING MFS Total Return Portfolio - Service 2 Class</b>	<b>ING MFS Utilities Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 160,191	\$ 740,739	\$ 32,705	\$ 347,825
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,356)	1,590	(149)	10,552
Total realized gain (loss) on investments and capital gains distributions	(22,978)	(26,042)	(2,166)	(15,443)
Net unrealized appreciation (depreciation) of investments	74,292	131,083	6,589	99,841
<b>Net increase (decrease) in net assets from operations</b>	<b>48,958</b>	<b>106,631</b>	<b>4,274</b>	<b>94,950</b>
Changes from principal transactions:				
Premiums	3,683	27,138	145	21,609
Death benefits	(1,841)	(16,531)	(287)	(3,503)
Surrenders and withdrawals	(6,281)	(56,883)	(1,136)	(16,853)
Transfers between Divisions (including fixed account), net	(28,844)	(3,508)	(1,366)	(27,390)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(33,283)</b>	<b>(49,784)</b>	<b>(2,644)</b>	<b>(26,137)</b>
<b>Total increase (decrease) in net assets</b>	<b>15,675</b>	<b>56,847</b>	<b>1,630</b>	<b>68,813</b>
<b>Net assets at December 31, 2009</b>	<b>175,866</b>	<b>797,586</b>	<b>34,335</b>	<b>416,638</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1,794)	(13,917)	(769)	69
Total realized gain (loss) on investments and capital gains distributions	(16,229)	(14,725)	(1,159)	(17,954)
Net unrealized appreciation (depreciation) of investments	33,704	81,411	4,118	59,196
<b>Net increase (decrease) in net assets from operations</b>	<b>15,681</b>	<b>52,769</b>	<b>2,190</b>	<b>41,311</b>
Changes from principal transactions:				
Premiums	113	9,395	24	9,602
Death benefits	(1,772)	(19,620)	(247)	(4,106)
Surrenders and withdrawals	(8,714)	(71,711)	(1,386)	(26,702)
Transfers between Divisions (including fixed account), net	(15,117)	(25,556)	(405)	(5,151)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(25,490)</b>	<b>(107,492)</b>	<b>(2,014)</b>	<b>(26,357)</b>
<b>Total increase (decrease) in net assets</b>	<b>(9,809)</b>	<b>(54,723)</b>	<b>176</b>	<b>14,954</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 166,057</b>	<b>\$ 742,863</b>	<b>\$ 34,511</b>	<b>\$ 431,592</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Morgan Stanley Global Franchise Portfolio - Service Class</b>	<b>ING Morgan Stanley Global Franchise Portfolio - Service 2 Class</b>	<b>ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class</b>	<b>ING Oppenheimer Active Allocation Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 215,647	\$ 53,281	\$ 2,725	\$ 3,471
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	10,144	2,263	181	(193)
Total realized gain (loss) on investments and capital gains distributions	164	1,293	972	115
Net unrealized appreciation (depreciation) of investments	43,610	8,737	2,795	3,983
Net increase (decrease) in net assets from operations	53,918	12,293	3,948	3,905
Changes from principal transactions:				
Premiums	8,369	257	8,159	8,893
Death benefits	(2,260)	(674)	(188)	(72)
Surrenders and withdrawals	(10,640)	(2,650)	(518)	(290)
Transfers between Divisions (including fixed account), net	7,570	(1,607)	27,630	7,625
Increase (decrease) in net assets derived from principal transactions	3,039	(4,674)	35,083	16,156
Total increase (decrease) in net assets	56,957	7,619	39,031	20,061
<b>Net assets at December 31, 2009</b>	272,604	60,900	41,756	23,532
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(6,123)	(1,464)	(899)	(228)
Total realized gain (loss) on investments and capital gains distributions	(3,097)	915	4,072	2,265
Net unrealized appreciation (depreciation) of investments	38,217	6,740	(241)	2,269
Net increase (decrease) in net assets from operations	28,997	6,191	2,932	4,306
Changes from principal transactions:				
Premiums	4,221	174	2,137	2,544
Death benefits	(2,317)	(332)	(335)	(18)
Surrenders and withdrawals	(16,288)	(3,670)	(2,683)	(1,303)
Transfers between Divisions (including fixed account), net	38,930	(499)	23,297	30,962
Increase (decrease) in net assets derived from principal transactions	24,546	(4,327)	22,416	32,185
Total increase (decrease) in net assets	53,543	1,864	25,348	36,491
<b>Net assets at December 31, 2010</b>	\$ 326,147	\$ 62,764	\$ 67,104	\$ 60,023

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING PIMCO High Yield Portfolio - Service Class</b>	<b>ING PIMCO Total Return Bond Portfolio - Service Class</b>	<b>ING PIMCO Total Return Bond Portfolio - Service 2 Class</b>	<b>ING Pioneer Fund Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 326,164	\$ 2,112,274	\$ 61,403	\$ 45,727
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	22,149	37,843	659	(590)
Total realized gain (loss) on investments and capital gains distributions	(18,648)	97,813	2,662	(2,250)
Net unrealized appreciation (depreciation) of investments	132,752	159,164	4,065	11,780
Net increase (decrease) in net assets from operations	136,253	294,820	7,386	8,940
Changes from principal transactions:				
Premiums	694	226,311	141	1,180
Death benefits	(6,389)	(26,940)	(741)	(683)
Surrenders and withdrawals	(27,471)	(171,566)	(3,914)	(2,538)
Transfers between Divisions (including fixed account), net	(29,226)	547,171	9,612	(678)
Increase (decrease) in net assets derived from principal transactions	(62,392)	574,976	5,098	(2,719)
Total increase (decrease) in net assets	73,861	869,796	12,484	6,221
<b>Net assets at December 31, 2009</b>	400,025	2,982,070	73,887	51,948
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	23,042	66,401	1,323	(711)
Total realized gain (loss) on investments and capital gains distributions	(1,773)	166,547	4,037	(747)
Net unrealized appreciation (depreciation) of investments	27,518	(75,929)	(1,803)	7,731
Net increase (decrease) in net assets from operations	48,787	157,019	3,557	6,273
Changes from principal transactions:				
Premiums	2,106	70,518	90	384
Death benefits	(9,215)	(32,274)	(603)	(741)
Surrenders and withdrawals	(42,188)	(233,993)	(7,411)	(3,410)
Transfers between Divisions (including fixed account), net	120,471	51,890	3,734	3,484
Increase (decrease) in net assets derived from principal transactions	71,174	(143,859)	(4,190)	(283)
Total increase (decrease) in net assets	119,961	13,160	(633)	5,990
<b>Net assets at December 31, 2010</b>	\$ 519,986	\$ 2,995,230	\$ 73,254	\$ 57,938

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Pioneer Mid Cap Value Portfolio - Service Class</b>	<b>ING Retirement Conservative Portfolio - Adviser Class</b>	<b>ING Retirement Growth Portfolio - Adviser Class</b>	<b>ING Retirement Moderate Growth Portfolio - Adviser Class</b>
<b>Net assets at January 1, 2009</b>	\$ 494,199	\$ -	\$ -	\$ -
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(6,483)	(1,973)	(23,705)	(15,066)
Total realized gain (loss) on investments and capital gains distributions	(21,539)	137	(53)	(177)
Net unrealized appreciation (depreciation) of investments	130,193	4,284	87,859	52,262
Net increase (decrease) in net assets from operations	102,171	2,448	64,101	37,019
Changes from principal transactions:				
Premiums	15,034	6,260	26,456	29,643
Death benefits	(7,687)	(376)	(7,788)	(6,469)
Surrenders and withdrawals	(26,451)	(3,853)	(23,452)	(19,462)
Transfers between Divisions (including fixed account), net	(13,280)	395,943	4,475,095	3,067,494
Increase (decrease) in net assets derived from principal transactions	(32,384)	397,974	4,470,311	3,071,206
Total increase (decrease) in net assets	69,787	400,422	4,534,412	3,108,225
<b>Net assets at December 31, 2009</b>	563,986	400,422	4,534,412	3,108,225
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(8,851)	(10,876)	(103,142)	(64,789)
Total realized gain (loss) on investments and capital gains distributions	(8,551)	7,064	14,110	11,281
Net unrealized appreciation (depreciation) of investments	94,301	28,820	454,929	296,213
Net increase (decrease) in net assets from operations	76,899	25,008	365,897	242,705
Changes from principal transactions:				
Premiums	4,453	14,393	75,146	51,853
Death benefits	(7,825)	(4,970)	(47,977)	(36,012)
Surrenders and withdrawals	(36,558)	(27,035)	(159,809)	(153,807)
Transfers between Divisions (including fixed account), net	(28,506)	62,985	(155,942)	(27,444)
Increase (decrease) in net assets derived from principal transactions	(68,436)	45,373	(288,582)	(165,410)
Total increase (decrease) in net assets	8,463	70,381	77,315	77,295
<b>Net assets at December 31, 2010</b>	\$ 572,449	\$ 470,803	\$ 4,611,727	\$ 3,185,520

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Retirement Moderate Portfolio - Adviser Class</b>	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service Class</b>	<b>ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class</b>	<b>ING T. Rowe Price Equity Income Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ -	\$ 1,962,032	\$ 69,529	\$ 553,960
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(8,809)	(12,271)	(827)	(3,663)
Total realized gain (loss) on investments and capital gains distributions	(14)	(10,212)	(2,736)	(13,272)
Net unrealized appreciation (depreciation) of investments	25,403	598,703	22,878	132,250
Net increase (decrease) in net assets from operations	16,580	576,220	19,315	115,315
Changes from principal transactions:				
Premiums	15,025	109,359	213	20,160
Death benefits	(4,520)	(27,799)	(785)	(9,124)
Surrenders and withdrawals	(14,835)	(125,472)	(2,865)	(32,322)
Transfers between Divisions (including fixed account), net	1,822,699	19,008	(2,059)	4,571
Increase (decrease) in net assets derived from principal transactions	1,818,369	(24,904)	(5,496)	(16,715)
Total increase (decrease) in net assets	1,834,949	551,316	13,819	98,600
<b>Net assets at December 31, 2009</b>	1,834,949	2,513,348	83,348	652,560
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(35,244)	(20,452)	(1,058)	(4,786)
Total realized gain (loss) on investments and capital gains distributions	7,515	36,663	(1,826)	(1,343)
Net unrealized appreciation (depreciation) of investments	145,924	251,543	11,276	79,450
Net increase (decrease) in net assets from operations	118,195	267,754	8,392	73,321
Changes from principal transactions:				
Premiums	29,311	44,845	161	6,727
Death benefits	(21,783)	(30,970)	(885)	(11,745)
Surrenders and withdrawals	(106,412)	(180,672)	(5,875)	(46,453)
Transfers between Divisions (including fixed account), net	(31,228)	22,098	(1,655)	10,658
Increase (decrease) in net assets derived from principal transactions	(130,112)	(144,699)	(8,254)	(40,813)
Total increase (decrease) in net assets	(11,917)	123,055	138	32,508
<b>Net assets at December 31, 2010</b>	\$ 1,823,032	\$ 2,636,403	\$ 83,486	\$ 685,068

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING T. Rowe Price Equity Income Portfolio - Service 2 Class	ING Templeton Global Growth Portfolio - Service Class	ING Templeton Global Growth Portfolio - Service 2 Class	ING Van Kampen Growth and Income Portfolio - Service Class
<b>Net assets at January 1, 2009</b>	\$ 20,160	\$ 234,440	\$ 3,738	\$ 428,956
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(247)	(380)	(33)	(3,853)
Total realized gain (loss) on investments and capital gains distributions	(1,180)	669	(158)	(27,909)
Net unrealized appreciation (depreciation) of investments	5,403	65,048	1,222	116,163
<b>Net increase (decrease) in net assets from operations</b>	<u>3,976</u>	<u>65,337</u>	<u>1,031</u>	<u>84,401</u>
Changes from principal transactions:				
Premiums	65	9,446	18	17,402
Death benefits	(165)	(4,188)	(45)	(9,116)
Surrenders and withdrawals	(1,062)	(13,670)	(118)	(29,755)
Transfers between Divisions (including fixed account), net	(535)	8,098	67	(9,714)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<u>(1,697)</u>	<u>(314)</u>	<u>(78)</u>	<u>(31,183)</u>
<b>Total increase (decrease) in net assets</b>	<u>2,279</u>	<u>65,023</u>	<u>953</u>	<u>53,218</u>
<b>Net assets at December 31, 2009</b>	22,439	299,463	4,691	482,174
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(266)	(2,282)	(59)	(8,761)
Total realized gain (loss) on investments and capital gains distributions	(529)	7,209	(111)	(534)
Net unrealized appreciation (depreciation) of investments	3,345	8,384	363	51,923
<b>Net increase (decrease) in net assets from operations</b>	<u>2,550</u>	<u>13,311</u>	<u>193</u>	<u>42,628</u>
Changes from principal transactions:				
Premiums	24	2,837	36	3,901
Death benefits	(98)	(5,466)	(23)	(10,461)
Surrenders and withdrawals	(1,189)	(21,025)	(175)	(38,261)
Transfers between Divisions (including fixed account), net	196	(2,715)	10	(19,555)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<u>(1,067)</u>	<u>(26,369)</u>	<u>(152)</u>	<u>(64,376)</u>
<b>Total increase (decrease) in net assets</b>	<u>1,483</u>	<u>(13,058)</u>	<u>41</u>	<u>(21,748)</u>
<b>Net assets at December 31, 2010</b>	<u>\$ 23,922</u>	<u>\$ 286,405</u>	<u>\$ 4,732</u>	<u>\$ 460,426</u>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Van Kampen Growth and Income Portfolio - Service 2 Class</b>	<b>ING Wells Fargo HealthCare Portfolio - Service Class</b>	<b>ING Wells Fargo Small Cap Disciplined Portfolio - Service Class</b>	<b>ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class</b>
<b>Net assets at January 1, 2009</b>	\$ 44,662	\$ 164,749	\$ 6,594	\$ 369
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(726)	(4,420)	(189)	(9)
Total realized gain (loss) on investments and capital gains distributions	(1,677)	(8,794)	(3,325)	(30)
Net unrealized appreciation (depreciation) of investments	11,062	38,662	5,929	129
Net increase (decrease) in net assets from operations	8,659	25,448	2,415	90
Changes from principal transactions:				
Premiums	139	9,457	1,109	-
Death benefits	(476)	(1,196)	(82)	-
Surrenders and withdrawals	(1,605)	(7,477)	(424)	(9)
Transfers between Divisions (including fixed account), net	(30)	(11,165)	6,917	(25)
Increase (decrease) in net assets derived from principal transactions	(1,972)	(10,381)	7,520	(34)
Total increase (decrease) in net assets	6,687	15,067	9,935	56
<b>Net assets at December 31, 2009</b>	51,349	179,816	16,529	425
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1,226)	(4,517)	(208)	(6)
Total realized gain (loss) on investments and capital gains distributions	(637)	(3,202)	(391)	(168)
Net unrealized appreciation (depreciation) of investments	6,418	13,238	(1,111)	144
Net increase (decrease) in net assets from operations	4,555	5,519	(1,710)	(30)
Changes from principal transactions:				
Premiums	26	3,412	551	-
Death benefits	(455)	(1,736)	(26)	-
Surrenders and withdrawals	(2,377)	(9,998)	(655)	(5)
Transfers between Divisions (including fixed account), net	(528)	(9,802)	(14,689)	(390)
Increase (decrease) in net assets derived from principal transactions	(3,334)	(18,124)	(14,819)	(395)
Total increase (decrease) in net assets	1,221	(12,605)	(16,529)	(425)
<b>Net assets at December 31, 2010</b>	\$ 52,570	\$ 167,211	\$ -	\$ -

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Diversified International Fund - Class R</b>	<b>ING American Century Small- Mid Cap Value Portfolio - Service Class</b>	<b>ING Baron Small Cap Growth Portfolio - Service Class</b>	<b>ING Columbia Small Cap Value Portfolio - Service Class</b>
<b>Net assets at January 1, 2009</b>	\$ 182	\$ 404	\$ 177,288	\$ 136,090
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2)	7	(5,832)	(2,055)
Total realized gain (loss) on investments and capital gains distributions	(31)	(116)	(13,593)	(19,844)
Net unrealized appreciation (depreciation) of investments	82	688	84,871	53,172
Net increase (decrease) in net assets from operations	49	579	65,446	31,273
Changes from principal transactions:				
Premiums	-	924	20,614	8,372
Death benefits	-	(22)	(2,327)	(1,226)
Surrenders and withdrawals	(6)	(86)	(8,850)	(5,581)
Transfers between Divisions (including fixed account), net	(22)	252	36,076	(12,598)
Increase (decrease) in net assets derived from principal transactions	(28)	1,068	45,513	(11,033)
Total increase (decrease) in net assets	21	1,647	110,959	20,240
<b>Net assets at December 31, 2009</b>	203	2,051	288,247	156,330
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2)	(13)	(7,479)	(2,036)
Total realized gain (loss) on investments and capital gains distributions	(23)	(10)	(12,141)	(5,961)
Net unrealized appreciation (depreciation) of investments	37	503	82,791	37,638
Net increase (decrease) in net assets from operations	12	480	63,171	29,641
Changes from principal transactions:				
Premiums	-	271	6,413	12
Death benefits	-	-	(2,170)	(1,250)
Surrenders and withdrawals	(5)	(216)	(14,473)	(7,381)
Transfers between Divisions (including fixed account), net	(32)	461	1,015	(23,435)
Increase (decrease) in net assets derived from principal transactions	(37)	516	(9,215)	(32,054)
Total increase (decrease) in net assets	(25)	996	53,956	(2,413)
<b>Net assets at December 31, 2010</b>	\$ 178	\$ 3,047	\$ 342,203	\$ 153,917

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Davis New York Venture Portfolio - Service Class	ING JPMorgan Mid Cap Value Portfolio - Service Class	ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class	ING Oppenheimer Global Portfolio - Initial Class
<b>Net assets at January 1, 2009</b>	\$ 185,900	\$ 35,664	\$ 79,359	\$ 6,611
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(3,984)	(397)	(2,306)	73
Total realized gain (loss) on investments and capital gains distributions	(9,833)	(4,201)	(1,541)	(206)
Net unrealized appreciation (depreciation) of investments	72,285	17,143	24,464	2,273
Net increase (decrease) in net assets from operations	58,468	12,545	20,617	2,140
Changes from principal transactions:				
Premiums	24,470	10,696	124	(1)
Death benefits	(2,666)	(447)	(1,011)	(150)
Surrenders and withdrawals	(6,718)	(2,263)	(2,438)	(915)
Transfers between Divisions (including fixed account), net	7,541	11,720	(7,258)	(270)
Increase (decrease) in net assets derived from principal transactions	22,627	19,706	(10,583)	(1,336)
Total increase (decrease) in net assets	81,095	32,251	10,034	804
<b>Net assets at December 31, 2009</b>	266,995	67,915	89,393	7,415
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(5,711)	(1,436)	(2,403)	21
Total realized gain (loss) on investments and capital gains distributions	(6,120)	3,385	1,561	51
Net unrealized appreciation (depreciation) of investments	35,925	15,568	18,139	825
Net increase (decrease) in net assets from operations	24,094	17,517	17,297	897
Changes from principal transactions:				
Premiums	6,169	3,330	91	-
Death benefits	(2,401)	(512)	(739)	(163)
Surrenders and withdrawals	(10,487)	(5,985)	(4,297)	(957)
Transfers between Divisions (including fixed account), net	7,243	39,056	(5,515)	(416)
Increase (decrease) in net assets derived from principal transactions	524	35,889	(10,460)	(1,536)
Total increase (decrease) in net assets	24,618	53,406	6,837	(639)
<b>Net assets at December 31, 2010</b>	\$ 291,613	\$ 121,321	\$ 96,230	\$ 6,776

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Oppenheimer Global Portfolio - Service Class	ING Oppenheimer Global Strategic Income Portfolio - Service Class	ING PIMCO Total Return Portfolio - Service Class	ING Solution 2015 Portfolio - Service Class
<b>Net assets at January 1, 2009</b>	\$ 105,333	\$ 8,886	\$ 8,589	\$ 11,249
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(232)	198	199	319
Total realized gain (loss) on investments and capital gains distributions	(9,028)	(467)	416	(327)
Net unrealized appreciation (depreciation) of investments	43,891	1,703	490	2,759
<b>Net increase (decrease) in net assets from operations</b>	<b>34,631</b>	<b>1,434</b>	<b>1,105</b>	<b>2,751</b>
Changes from principal transactions:				
Premiums	4,231	422	469	2,599
Death benefits	(1,105)	(199)	(313)	(13)
Surrenders and withdrawals	(4,401)	(564)	(690)	(395)
Transfers between Divisions (including fixed account), net	(14,313)	(1,432)	469	769
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(15,588)</b>	<b>(1,773)</b>	<b>(65)</b>	<b>2,960</b>
<b>Total increase (decrease) in net assets</b>	<b>19,043</b>	<b>(339)</b>	<b>1,040</b>	<b>5,711</b>
<b>Net assets at December 31, 2009</b>	<b>124,376</b>	<b>8,547</b>	<b>9,629</b>	<b>16,960</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1,115)	180	174	115
Total realized gain (loss) on investments and capital gains distributions	(3,646)	60	79	(244)
Net unrealized appreciation (depreciation) of investments	19,426	947	304	1,685
<b>Net increase (decrease) in net assets from operations</b>	<b>14,665</b>	<b>1,187</b>	<b>557</b>	<b>1,556</b>
Changes from principal transactions:				
Premiums	520	266	-	119
Death benefits	(956)	(14)	(66)	-
Surrenders and withdrawals	(6,315)	(1,224)	(948)	(777)
Transfers between Divisions (including fixed account), net	(7,591)	871	(1,249)	(82)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(14,342)</b>	<b>(101)</b>	<b>(2,263)</b>	<b>(740)</b>
<b>Total increase (decrease) in net assets</b>	<b>323</b>	<b>1,086</b>	<b>(1,706)</b>	<b>816</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 124,699</b>	<b>\$ 9,633</b>	<b>\$ 7,923</b>	<b>\$ 17,776</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Solution 2025 Portfolio - Service Class	ING Solution 2035 Portfolio - Service Class	ING Solution 2045 Portfolio - Service Class	ING Solution Income Portfolio - Service Class
<b>Net assets at January 1, 2009</b>	\$ 9,138	\$ 7,954	\$ 1,225	\$ 5,469
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	250	68	6	242
Total realized gain (loss) on investments and capital gains distributions	(201)	(782)	(202)	(121)
Net unrealized appreciation (depreciation) of investments	3,286	2,934	483	754
Net increase (decrease) in net assets from operations	3,335	2,220	287	875
Changes from principal transactions:				
Premiums	4,285	1,541	76	742
Death benefits	-	-	-	(6)
Surrenders and withdrawals	(214)	(624)	(42)	(341)
Transfers between Divisions (including fixed account), net	305	(56)	(162)	180
Increase (decrease) in net assets derived from principal transactions	4,376	861	(128)	575
Total increase (decrease) in net assets	7,711	3,081	159	1,450
<b>Net assets at December 31, 2009</b>	16,849	11,035	1,384	6,919
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	1	(8)	(12)	125
Total realized gain (loss) on investments and capital gains distributions	(346)	(703)	(101)	(93)
Net unrealized appreciation (depreciation) of investments	2,336	2,012	270	480
Net increase (decrease) in net assets from operations	1,991	1,301	157	512
Changes from principal transactions:				
Premiums	693	218	2	185
Death benefits	(57)	-	-	(93)
Surrenders and withdrawals	(575)	152	(161)	(583)
Transfers between Divisions (including fixed account), net	(420)	(1,548)	(112)	(150)
Increase (decrease) in net assets derived from principal transactions	(359)	(1,178)	(271)	(641)
Total increase (decrease) in net assets	1,632	123	(114)	(129)
<b>Net assets at December 31, 2010</b>	\$ 18,481	\$ 11,158	\$ 1,270	\$ 6,790

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class	ING T. Rowe Price Growth Equity Portfolio - Service Class	ING Templeton Foreign Equity Portfolio - Service Class	ING Thornburg Value Portfolio - Initial Class
<b>Net assets at January 1, 2009</b>	\$ 3,090	\$ 30,425	\$ 159,726	\$ 1,193
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(78)	(1,363)	(4,878)	(6)
Total realized gain (loss) on investments and capital gains distributions	(161)	(9,856)	(20,024)	(14)
Net unrealized appreciation (depreciation) of investments	2,763	31,516	71,714	479
Net increase (decrease) in net assets from operations	2,524	20,297	46,812	459
Changes from principal transactions:				
Premiums	3,450	5,682	14,002	3
Death benefits	-	(758)	(2,576)	-
Surrenders and withdrawals	(154)	(2,545)	(6,037)	(106)
Transfers between Divisions (including fixed account), net	202	44,539	29,301	(70)
Increase (decrease) in net assets derived from principal transactions	3,498	46,918	34,690	(173)
Total increase (decrease) in net assets	6,022	67,215	81,502	286
<b>Net assets at December 31, 2009</b>	9,112	97,640	241,228	1,479
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(159)	(2,179)	(1,095)	(1)
Total realized gain (loss) on investments and capital gains distributions	(243)	3,028	(22,924)	37
Net unrealized appreciation (depreciation) of investments	2,896	10,347	34,948	88
Net increase (decrease) in net assets from operations	2,494	11,196	10,929	124
Changes from principal transactions:				
Premiums	1,219	2,365	4,465	3
Death benefits	(9)	(708)	(2,067)	(13)
Surrenders and withdrawals	(403)	(5,743)	(12,833)	(179)
Transfers between Divisions (including fixed account), net	(580)	4,175	18,721	(30)
Increase (decrease) in net assets derived from principal transactions	227	89	8,286	(219)
Total increase (decrease) in net assets	2,721	11,285	19,215	(95)
<b>Net assets at December 31, 2010</b>	\$ 11,833	\$ 108,925	\$ 260,443	\$ 1,384

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Thornburg Value Portfolio - Service Class</b>	<b>ING UBS U.S. Large Cap Equity Portfolio - Service Class</b>	<b>ING Van Kampen Comstock Portfolio - Service Class</b>	<b>ING Van Kampen Equity and Income Portfolio - Initial Class</b>
<b>Net assets at January 1, 2009</b>	\$ 4,948	\$ 6,145	\$ 135,204	\$ 2,076
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(79)	(77)	(187)	(1,277)
Total realized gain (loss) on investments and capital gains distributions	(291)	(729)	(11,332)	(37)
Net unrealized appreciation (depreciation) of investments	2,354	2,302	44,003	447
Net increase (decrease) in net assets from operations	1,984	1,496	32,484	(867)
Changes from principal transactions:				
Premiums	621	52	6,129	27,771
Death benefits	(54)	(182)	(1,803)	(2,774)
Surrenders and withdrawals	(137)	(209)	(5,431)	(9,040)
Transfers between Divisions (including fixed account), net	354	(799)	(2,312)	(14,845)
Increase (decrease) in net assets derived from principal transactions	784	(1,138)	(3,417)	1,112
Total increase (decrease) in net assets	2,768	358	29,067	245
<b>Net assets at December 31, 2009</b>	7,716	6,503	164,271	2,321
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(56)	(97)	(1,954)	(436)
Total realized gain (loss) on investments and capital gains distributions	(142)	(269)	(9,007)	(8)
Net unrealized appreciation (depreciation) of investments	831	974	30,877	224
Net increase (decrease) in net assets from operations	633	608	19,916	(220)
Changes from principal transactions:				
Premiums	996	69	2,446	3,858
Death benefits	(131)	(42)	(1,118)	(696)
Surrenders and withdrawals	(360)	(446)	(9,533)	(4,737)
Transfers between Divisions (including fixed account), net	(573)	(463)	13,049	1,520
Increase (decrease) in net assets derived from principal transactions	(68)	(882)	4,844	(55)
Total increase (decrease) in net assets	565	(274)	24,760	(275)
<b>Net assets at December 31, 2010</b>	\$ 8,281	\$ 6,229	\$ 189,031	\$ 2,046

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Van Kampen Equity and Income Portfolio - Service Class	ING Strategic Allocation Conservative Portfolio - Class S	ING Strategic Allocation Growth Portfolio - Class S	ING Strategic Allocation Moderate Portfolio - Class S
<b>Net assets at January 1, 2009</b>	\$ 169,926	\$ 1,170	\$ 512	\$ 573
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	86	92	45	41
Total realized gain (loss) on investments and capital gains distributions	(10,641)	(100)	(46)	(55)
Net unrealized appreciation (depreciation) of investments	43,914	208	107	108
Net increase (decrease) in net assets from operations	33,359	200	106	94
Changes from principal transactions:				
Premiums	(13,729)	8	(29)	6
Death benefits	-	-	-	-
Surrenders and withdrawals	-	(23)	-	(62)
Transfers between Divisions (including fixed account), net	-	(2)	-	46
Increase (decrease) in net assets derived from principal transactions	(13,729)	(17)	(29)	(10)
Total increase (decrease) in net assets	19,630	183	77	84
<b>Net assets at December 31, 2009</b>	189,556	1,353	589	657
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(966)	45	14	20
Total realized gain (loss) on investments and capital gains distributions	(4,615)	(42)	(50)	(66)
Net unrealized appreciation (depreciation) of investments	23,524	130	98	116
Net increase (decrease) in net assets from operations	17,943	133	62	70
Changes from principal transactions:				
Premiums	(397)	(36)	(50)	148
Death benefits	(1,180)	-	-	(18)
Surrenders and withdrawals	(7,877)	-	-	(44)
Transfers between Divisions (including fixed account), net	9,450	1	-	(38)
Increase (decrease) in net assets derived from principal transactions	(4)	(35)	(50)	48
Total increase (decrease) in net assets	17,939	98	12	118
<b>Net assets at December 31, 2010</b>	\$ 207,495	\$ 1,451	\$ 601	\$ 775

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Growth and Income Portfolio - Class I	ING Growth and Income Portfolio - Class S	ING GET U.S. Core Portfolio - Series 5	ING GET U.S. Core Portfolio - Series 6
<b>Net assets at January 1, 2009</b>	\$ 90	\$ 274,706	\$ 16,931	\$ 18,708
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	-	(2,717)	208	(21)
Total realized gain (loss) on investments and capital gains distributions	(4)	(19,572)	(893)	(1,130)
Net unrealized appreciation (depreciation) of investments	28	101,072	562	997
Net increase (decrease) in net assets from operations	24	78,783	(123)	(154)
Changes from principal transactions:				
Premiums	-	3,438	(7)	(7)
Death benefits	-	(5,982)	(492)	(180)
Surrenders and withdrawals	(5)	(22,338)	(1,791)	(3,464)
Transfers between Divisions (including fixed account), net	-	125,252	(201)	(485)
Increase (decrease) in net assets derived from principal transactions	(5)	100,370	(2,491)	(4,136)
Total increase (decrease) in net assets	19	179,153	(2,614)	(4,290)
<b>Net assets at December 31, 2009</b>	109	453,859	14,317	14,418
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	-	(6,642)	(46)	9
Total realized gain (loss) on investments and capital gains distributions	(2)	(4,991)	(970)	(945)
Net unrealized appreciation (depreciation) of investments	15	57,770	993	931
Net increase (decrease) in net assets from operations	13	46,137	(23)	(5)
Changes from principal transactions:				
Premiums	-	2,214	(6)	(11)
Death benefits	-	(7,758)	(97)	(109)
Surrenders and withdrawals	(8)	(41,659)	(2,508)	(3,417)
Transfers between Divisions (including fixed account), net	-	(3,127)	(332)	(170)
Increase (decrease) in net assets derived from principal transactions	(8)	(50,330)	(2,943)	(3,707)
Total increase (decrease) in net assets	5	(4,193)	(2,966)	(3,712)
<b>Net assets at December 31, 2010</b>	\$ 114	\$ 449,666	\$ 11,351	\$ 10,706

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 7</b>	<b>ING GET U.S. Core Portfolio - Series 8</b>	<b>ING GET U.S. Core Portfolio - Series 9</b>	<b>ING GET U.S. Core Portfolio - Series 10</b>
<b>Net assets at January 1, 2009</b>	\$ 11,948	\$ 7,399	\$ 6,080	\$ 5,125
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	24	(6)	17	25
Total realized gain (loss) on investments and capital gains distributions	(441)	(548)	(295)	(248)
Net unrealized appreciation (depreciation) of investments	274	506	243	71
Net increase (decrease) in net assets from operations	(143)	(48)	(35)	(152)
Changes from principal transactions:				
Premiums	-	(1)	-	-
Death benefits	(127)	(59)	-	(54)
Surrenders and withdrawals	(846)	(1,727)	(655)	(775)
Transfers between Divisions (including fixed account), net	(382)	(17)	(246)	(54)
Increase (decrease) in net assets derived from principal transactions	(1,355)	(1,804)	(901)	(883)
Total increase (decrease) in net assets	(1,498)	(1,852)	(936)	(1,035)
<b>Net assets at December 31, 2009</b>	10,450	5,547	5,144	4,090
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	11	8	2	11
Total realized gain (loss) on investments and capital gains distributions	(866)	(409)	(338)	(252)
Net unrealized appreciation (depreciation) of investments	900	420	419	312
Net increase (decrease) in net assets from operations	45	19	83	71
Changes from principal transactions:				
Premiums	(4)	(1)	(1)	-
Death benefits	(383)	(168)	(52)	(35)
Surrenders and withdrawals	(2,166)	(1,250)	(1,113)	(840)
Transfers between Divisions (including fixed account), net	(477)	(38)	(25)	(70)
Increase (decrease) in net assets derived from principal transactions	(3,030)	(1,457)	(1,191)	(945)
Total increase (decrease) in net assets	(2,985)	(1,438)	(1,108)	(874)
<b>Net assets at December 31, 2010</b>	\$ 7,465	\$ 4,109	\$ 4,036	\$ 3,216

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING GET U.S. Core Portfolio - Series 11</b>	<b>ING GET U.S. Core Portfolio - Series 12</b>	<b>ING GET U.S. Core Portfolio - Series 13</b>	<b>ING GET U.S. Core Portfolio - Series 14</b>
<b>Net assets at January 1, 2009</b>	\$ 7,708	\$ 2,781	\$ 23,085	\$ 76,227
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	110	28	345	1,296
Total realized gain (loss) on investments and capital gains distributions	(559)	(170)	(484)	(310)
Net unrealized appreciation (depreciation) of investments	218	65	(713)	(3,050)
Net increase (decrease) in net assets from operations	(231)	(77)	(852)	(2,064)
Changes from principal transactions:				
Premiums	-	(1)	1	(4)
Death benefits	(51)	-	(597)	(341)
Surrenders and withdrawals	(1,699)	(390)	(5,286)	(22,386)
Transfers between Divisions (including fixed account), net	(9)	(81)	(545)	(6,074)
Increase (decrease) in net assets derived from principal transactions	(1,759)	(472)	(6,427)	(28,805)
Total increase (decrease) in net assets	(1,990)	(549)	(7,279)	(30,869)
<b>Net assets at December 31, 2009</b>	5,718	2,232	15,806	45,358
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	17	15	103	815
Total realized gain (loss) on investments and capital gains distributions	(293)	(115)	(209)	(68)
Net unrealized appreciation (depreciation) of investments	414	176	791	1,300
Net increase (decrease) in net assets from operations	138	76	685	2,047
Changes from principal transactions:				
Premiums	(7)	(2)	2	(2)
Death benefits	(8)	(52)	(207)	(460)
Surrenders and withdrawals	(672)	(226)	(3,109)	(10,382)
Transfers between Divisions (including fixed account), net	(312)	(66)	(323)	(302)
Increase (decrease) in net assets derived from principal transactions	(999)	(346)	(3,637)	(11,146)
Total increase (decrease) in net assets	(861)	(270)	(2,952)	(9,099)
<b>Net assets at December 31, 2010</b>	\$ 4,857	\$ 1,962	\$ 12,854	\$ 36,259

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING BlackRock Science and Technology Opportunities Portfolio - Class S	ING Euro STOXX 50 Index Portfolio - Class A	ING FTSE 100 Index Portfolio - Class A	ING Hang Seng Index Portfolio - Class S
<b>Net assets at January 1, 2009</b>	\$ 87,426	\$ -	\$ -	\$ -
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(3,846)	(3)	(2)	(170)
Total realized gain (loss) on investments and capital gains distributions	(9,989)	13	-	764
Net unrealized appreciation (depreciation) of investments	73,814	-	7	1,662
Net increase (decrease) in net assets from operations	59,979	10	5	2,256
Changes from principal transactions:				
Premiums	9,861	47	428	2,752
Death benefits	(881)	-	-	(5)
Surrenders and withdrawals	(6,484)	(1)	(1)	(871)
Transfers between Divisions (including fixed account), net	73,353	552	323	37,554
Increase (decrease) in net assets derived from principal transactions	75,849	598	750	39,430
Total increase (decrease) in net assets	135,828	608	755	41,686
<b>Net assets at December 31, 2009</b>	223,254	608	755	41,686
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(5,950)	(57)	(69)	(1,558)
Total realized gain (loss) on investments and capital gains distributions	(731)	48	176	1,115
Net unrealized appreciation (depreciation) of investments	37,693	(60)	183	2,737
Net increase (decrease) in net assets from operations	31,012	(69)	290	2,294
Changes from principal transactions:				
Premiums	6,066	392	(4,849)	2,498
Death benefits	(1,845)	-	(42)	(540)
Surrenders and withdrawals	(14,630)	(191)	(351)	(3,196)
Transfers between Divisions (including fixed account), net	20,109	3,999	7,792	39,142
Increase (decrease) in net assets derived from principal transactions	9,700	4,200	2,550	37,904
Total increase (decrease) in net assets	40,712	4,131	2,840	40,198
<b>Net assets at December 31, 2010</b>	\$ 263,966	\$ 4,739	\$ 3,595	\$ 81,884

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Index Plus LargeCap Portfolio - Class S</b>	<b>ING Index Plus MidCap Portfolio - Class S</b>	<b>ING Index Plus SmallCap Portfolio - Class S</b>	<b>ING International Index Portfolio - Class S</b>
<b>Net assets at January 1, 2009</b>	\$ 174,373	\$ 115,644	\$ 88,612	\$ 6,041
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	1,257	(1,184)	(863)	(812)
Total realized gain (loss) on investments and capital gains distributions	(20,494)	(15,463)	(11,004)	(531)
Net unrealized appreciation (depreciation) of investments	49,484	45,570	28,599	8,690
Net increase (decrease) in net assets from operations	30,247	28,923	16,732	7,347
Changes from principal transactions:				
Premiums	320	1,130	379	7,089
Death benefits	(3,476)	(1,770)	(1,216)	(215)
Surrenders and withdrawals	(14,025)	(5,853)	(3,866)	(2,113)
Transfers between Divisions (including fixed account), net	(13,102)	(10,349)	(6,173)	51,439
Increase (decrease) in net assets derived from principal transactions	(30,283)	(16,842)	(10,876)	56,200
Total increase (decrease) in net assets	(36)	12,081	5,856	63,547
<b>Net assets at December 31, 2009</b>	174,337	127,725	94,468	69,588
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(439)	(1,871)	(1,809)	833
Total realized gain (loss) on investments and capital gains distributions	(14,359)	(7,964)	(6,416)	3,016
Net unrealized appreciation (depreciation) of investments	31,703	31,547	25,210	(3,261)
Net increase (decrease) in net assets from operations	16,905	21,712	16,985	588
Changes from principal transactions:				
Premiums	176	138	72	1,744
Death benefits	(2,177)	(1,119)	(847)	(513)
Surrenders and withdrawals	(22,046)	(8,214)	(6,226)	(4,197)
Transfers between Divisions (including fixed account), net	(5,863)	(8,815)	(4,553)	(2,166)
Increase (decrease) in net assets derived from principal transactions	(29,910)	(18,010)	(11,554)	(5,132)
Total increase (decrease) in net assets	(13,005)	3,702	5,431	(4,544)
<b>Net assets at December 31, 2010</b>	\$ 161,332	\$ 131,427	\$ 99,899	\$ 65,044

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Japan TOPIX Index® Portfolio - Class A	ING Opportunistic Large Cap Portfolio - Class S	ING Russell™ Global Large Cap Index 75% Portfolio - Class S	ING Russell™ Large Cap Growth Index Portfolio - Class S
<b>Net assets at January 1, 2009</b>	\$ -	\$ 11,563	\$ 2,725	\$ -
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2)	76	40	(1,646)
Total realized gain (loss) on investments and capital gains distributions	(9)	(1,624)	275	1,187
Net unrealized appreciation (depreciation) of investments	2	2,712	2,749	21,056
Net increase (decrease) in net assets from operations	(9)	1,164	3,064	20,597
Changes from principal transactions:				
Premiums	(375)	83	7,436	1,164
Death benefits	-	(144)	(228)	(1,067)
Surrenders and withdrawals	(1)	(910)	(224)	(3,126)
Transfers between Divisions (including fixed account), net	709	(537)	4,464	124,326
Increase (decrease) in net assets derived from principal transactions	333	(1,508)	11,448	121,297
Total increase (decrease) in net assets	324	(344)	14,512	141,894
<b>Net assets at December 31, 2009</b>	324	11,219	17,237	141,894
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(101)	28	(67)	(2,704)
Total realized gain (loss) on investments and capital gains distributions	(62)	(4,925)	3,725	3,772
Net unrealized appreciation (depreciation) of investments	717	4,089	(2,910)	11,251
Net increase (decrease) in net assets from operations	554	(808)	748	12,319
Changes from principal transactions:				
Premiums	5,250	12	1,038	832
Death benefits	-	(156)	(8)	(1,223)
Surrenders and withdrawals	(226)	(1,009)	(246)	(9,281)
Transfers between Divisions (including fixed account), net	2,561	(9,258)	(18,769)	(1,966)
Increase (decrease) in net assets derived from principal transactions	7,585	(10,411)	(17,985)	(11,638)
Total increase (decrease) in net assets	8,139	(11,219)	(17,237)	681
<b>Net assets at December 31, 2010</b>	\$ 8,463	\$ -	\$ -	\$ 142,575

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>ING Russell™ Large Cap Index Portfolio - Class S</b>	<b>ING Russell™ Large Cap Value Index Portfolio - Class S</b>	<b>ING Russell™ Mid Cap Growth Index Portfolio - Class S</b>	<b>ING Russell™ Mid Cap Index Portfolio - Class S</b>
<b>Net assets at January 1, 2009</b>	\$ 22,903	\$ -	\$ -	\$ 22,649
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(4,018)	(225)	(2,272)	(1,252)
Total realized gain (loss) on investments and capital gains distributions	1,260	367	1,109	(3,279)
Net unrealized appreciation (depreciation) of investments	58,609	3,245	28,135	21,683
Net increase (decrease) in net assets from operations	55,851	3,387	26,972	17,152
Changes from principal transactions:				
Premiums	9,625	882	2,127	13,265
Death benefits	(3,662)	(201)	(2,564)	(505)
Surrenders and withdrawals	(10,615)	(904)	(5,428)	(1,849)
Transfers between Divisions (including fixed account), net	298,395	20,841	227,261	34,407
Increase (decrease) in net assets derived from principal transactions	293,743	20,618	221,396	45,318
Total increase (decrease) in net assets	349,594	24,005	248,368	62,470
<b>Net assets at December 31, 2009</b>	372,497	24,005	248,368	85,119
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	4,262	(196)	(5,118)	(1,915)
Total realized gain (loss) on investments and capital gains distributions	12,960	4,147	10,587	13,882
Net unrealized appreciation (depreciation) of investments	14,170	(1,913)	48,180	6,499
Net increase (decrease) in net assets from operations	31,392	2,038	53,649	18,466
Changes from principal transactions:				
Premiums	2,778	428	2,438	5,853
Death benefits	(8,705)	(581)	(5,468)	(507)
Surrenders and withdrawals	(31,818)	(3,362)	(19,309)	(5,404)
Transfers between Divisions (including fixed account), net	(10,193)	12,698	18,299	17,330
Increase (decrease) in net assets derived from principal transactions	(47,938)	9,183	(4,040)	17,272
Total increase (decrease) in net assets	(16,546)	11,221	49,609	35,738
<b>Net assets at December 31, 2010</b>	\$ 355,951	\$ 35,226	\$ 297,977	\$ 120,857

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING Russell™ Small Cap Index Portfolio - Class S	ING Small Company Portfolio - Class S	ING U.S. Bond Index Portfolio - Class S	ING WisdomTree™ Global High- Yielding Equity Index Portfolio - Class S
<b>Net assets at January 1, 2009</b>	\$ 70,527	\$ 43,479	\$ 177,261	\$ 145,051
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,194)	(1,011)	(1,098)	(4,597)
Total realized gain (loss) on investments and capital gains distributions	(12,526)	(8,664)	5,894	(18,171)
Net unrealized appreciation (depreciation) of investments	34,800	22,788	3,568	68,090
Net increase (decrease) in net assets from operations	20,080	13,113	8,364	45,322
Changes from principal transactions:				
Premiums	13,532	9,557	32,415	23,714
Death benefits	(790)	(283)	(2,781)	(1,523)
Surrenders and withdrawals	(3,886)	(2,451)	(13,899)	(4,528)
Transfers between Divisions (including fixed account), net	15,237	12,118	50,398	4,997
Increase (decrease) in net assets derived from principal transactions	24,093	18,941	66,133	22,660
Total increase (decrease) in net assets	44,173	32,054	74,497	67,982
<b>Net assets at December 31, 2009</b>	114,700	75,533	251,758	213,033
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(2,876)	(1,627)	(485)	1,623
Total realized gain (loss) on investments and capital gains distributions	6,124	14,076	9,365	(17,524)
Net unrealized appreciation (depreciation) of investments	21,586	4,507	(870)	19,810
Net increase (decrease) in net assets from operations	24,834	16,956	8,010	3,909
Changes from principal transactions:				
Premiums	3,431	2,034	5,167	4,928
Death benefits	(898)	(452)	(2,502)	(913)
Surrenders and withdrawals	(9,323)	(4,359)	(22,176)	(7,771)
Transfers between Divisions (including fixed account), net	41,308	12,731	(7,626)	(11,904)
Increase (decrease) in net assets derived from principal transactions	34,518	9,954	(27,137)	(15,660)
Total increase (decrease) in net assets	59,352	26,910	(19,127)	(11,751)
<b>Net assets at December 31, 2010</b>	\$ 174,052	\$ 102,443	\$ 232,631	\$ 201,282

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	ING International Value Portfolio - Class S	ING MidCap Opportunities Portfolio - Class S	ING SmallCap Opportunities Portfolio - Class S	Invesco V.I. Leisure Fund - Series I Shares
<b>Net assets at January 1, 2009</b>	\$ 8,896	\$ 223,352	\$ 51,591	\$ 17,862
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	12	(5,399)	(1,403)	(152)
Total realized gain (loss) on investments and capital gains distributions	(1,275)	(15,469)	(893)	(3,132)
Net unrealized appreciation (depreciation) of investments	3,426	101,185	15,414	7,970
Net increase (decrease) in net assets from operations	2,163	80,317	13,118	4,686
Changes from principal transactions:				
Premiums	739	6,514	257	5
Death benefits	(74)	(5,053)	(532)	(167)
Surrenders and withdrawals	(227)	(15,932)	(2,604)	(935)
Transfers between Divisions (including fixed account), net	(779)	7,932	(2,389)	(1,330)
Increase (decrease) in net assets derived from principal transactions	(341)	(6,539)	(5,268)	(2,427)
Total increase (decrease) in net assets	1,822	73,778	7,850	2,259
<b>Net assets at December 31, 2009</b>	10,718	297,130	59,441	20,121
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	34	(5,807)	(1,565)	(412)
Total realized gain (loss) on investments and capital gains distributions	(1,738)	(994)	1,363	(2,585)
Net unrealized appreciation (depreciation) of investments	1,740	88,470	15,997	6,413
Net increase (decrease) in net assets from operations	36	81,669	15,795	3,416
Changes from principal transactions:				
Premiums	227	3,321	85	(48)
Death benefits	(5)	(6,367)	(556)	(290)
Surrenders and withdrawals	(586)	(28,263)	(4,480)	(1,466)
Transfers between Divisions (including fixed account), net	(945)	51,967	(2,199)	(1,236)
Increase (decrease) in net assets derived from principal transactions	(1,309)	20,658	(7,150)	(3,040)
Total increase (decrease) in net assets	(1,273)	102,327	8,645	376
<b>Net assets at December 31, 2010</b>	\$ 9,445	\$ 399,457	\$ 68,086	\$ 20,497

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I	Legg Mason Global Currents Variable International All Cap Opportunity Portfolio	Legg Mason Western Asset Variable High Income Portfolio	Legg Mason Western Asset Variable Money Market Portfolio
<b>Net assets at January 1, 2009</b>	\$ 73	\$ 39	\$ 51	\$ 23
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	-	(1)	7	-
Total realized gain (loss) on investments and capital gains distributions	(7)	(7)	(2)	-
Net unrealized appreciation (depreciation) of investments	22	17	23	-
Net increase (decrease) in net assets from operations	15	9	28	-
Changes from principal transactions:				
Premiums	-	-	-	-
Death benefits	-	-	-	-
Surrenders and withdrawals	(8)	(2)	(1)	-
Transfers between Divisions (including fixed account), net	-	-	-	-
Increase (decrease) in net assets derived from principal transactions	(8)	(2)	(1)	-
Total increase (decrease) in net assets	7	7	27	-
<b>Net assets at December 31, 2009</b>	80	46	78	23
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	1	-	6	-
Total realized gain (loss) on investments and capital gains distributions	(4)	(12)	(5)	-
Net unrealized appreciation (depreciation) of investments	8	12	9	-
Net increase (decrease) in net assets from operations	5	-	10	-
Changes from principal transactions:				
Premiums	-	-	-	-
Death benefits	-	-	-	-
Surrenders and withdrawals	(8)	(7)	(16)	-
Transfers between Divisions (including fixed account), net	1	-	-	(23)
Increase (decrease) in net assets derived from principal transactions	(7)	(7)	(16)	(23)
Total increase (decrease) in net assets	(2)	(7)	(6)	(23)
<b>Net assets at December 31, 2010</b>	\$ 78	\$ 39	\$ 72	\$ -

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>Oppenheimer Main Street Small Cap Fund®/VA - Service Class</b>	<b>PIMCO Real Return Portfolio - Administrative Class</b>	<b>Pioneer Equity Income VCT Portfolio - Class II</b>	<b>ProFund VP Bull</b>
<b>Net assets at January 1, 2009</b>	\$ 822	\$ 7,515	\$ 13,323	\$ 14,046
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(11)	162	237	(279)
Total realized gain (loss) on investments and capital gains distributions	(77)	341	(1,049)	(848)
Net unrealized appreciation (depreciation) of investments	471	872	2,633	3,813
<b>Net increase (decrease) in net assets from operations</b>	<b>383</b>	<b>1,375</b>	<b>1,821</b>	<b>2,686</b>
Changes from principal transactions:				
Premiums	238	1,304	2,039	(1)
Death benefits	-	(37)	(48)	(311)
Surrenders and withdrawals	(79)	(645)	(595)	(694)
Transfers between Divisions (including fixed account), net	236	1,704	(1,511)	(410)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>395</b>	<b>2,326</b>	<b>(115)</b>	<b>(1,416)</b>
<b>Total increase (decrease) in net assets</b>	<b>778</b>	<b>3,701</b>	<b>1,706</b>	<b>1,270</b>
<b>Net assets at December 31, 2009</b>	<b>1,600</b>	<b>11,216</b>	<b>15,029</b>	<b>15,316</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(16)	22	90	(365)
Total realized gain (loss) on investments and capital gains distributions	(56)	116	(996)	(450)
Net unrealized appreciation (depreciation) of investments	400	623	3,318	2,153
<b>Net increase (decrease) in net assets from operations</b>	<b>328</b>	<b>761</b>	<b>2,412</b>	<b>1,338</b>
Changes from principal transactions:				
Premiums	39	444	206	(1)
Death benefits	-	(10)	(17)	(178)
Surrenders and withdrawals	(84)	(1,382)	(831)	(826)
Transfers between Divisions (including fixed account), net	(24)	1,434	(1,134)	(538)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(69)</b>	<b>486</b>	<b>(1,776)</b>	<b>(1,543)</b>
<b>Total increase (decrease) in net assets</b>	<b>259</b>	<b>1,247</b>	<b>636</b>	<b>(205)</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 1,859</b>	<b>\$ 12,463</b>	<b>\$ 15,665</b>	<b>\$ 15,111</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<u>ProFund VP Europe 30</u>	<u>ProFund VP Rising Rates Opportunity</u>	<u>Wells Fargo Advantage VT Omega Growth Fund - Class 2</u>	<u>Wells Fargo Advantage VT C&amp;B Large Cap Value Fund</u>
<b>Net assets at January 1, 2009</b>	\$ 9,835	\$ 13,199	\$ -	\$ 233
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(1)	(284)	-	(2)
Total realized gain (loss) on investments and capital gains distributions	(1,510)	(2,153)	-	(11)
Net unrealized appreciation (depreciation) of investments	3,915	6,093	-	67
Net increase (decrease) in net assets from operations	2,404	3,656	-	54
Changes from principal transactions:				
Premiums	1	2	-	-
Death benefits	(483)	(228)	-	-
Surrenders and withdrawals	(682)	(1,019)	-	(14)
Transfers between Divisions (including fixed account), net	(631)	(1,307)	-	(35)
Increase (decrease) in net assets derived from principal transactions	(1,795)	(2,552)	-	(49)
Total increase (decrease) in net assets	609	1,104	-	5
<b>Net assets at December 31, 2009</b>	10,444	14,303	-	238
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(85)	(278)	(7)	(1)
Total realized gain (loss) on investments and capital gains distributions	(740)	(1,552)	6	(22)
Net unrealized appreciation (depreciation) of investments	777	(628)	310	12
Net increase (decrease) in net assets from operations	(48)	(2,458)	309	(11)
Changes from principal transactions:				
Premiums	(1)	-	(26)	-
Death benefits	(150)	(230)	-	-
Surrenders and withdrawals	(720)	(1,005)	-	(3)
Transfers between Divisions (including fixed account), net	(264)	(69)	1,204	(224)
Increase (decrease) in net assets derived from principal transactions	(1,135)	(1,304)	1,178	(227)
Total increase (decrease) in net assets	(1,183)	(3,762)	1,487	(238)
<b>Net assets at December 31, 2010</b>	\$ 9,261	\$ 10,541	\$ 1,487	\$ -

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<b>Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2</b>	<b>Wells Fargo Advantage VT Intrinsic Value Fund - Class 2</b>	<b>Wells Fargo Advantage VT Large Company Growth Fund</b>	<b>Wells Fargo Advantage VT Money Market Fund</b>
<b>Net assets at January 1, 2009</b>	\$ 1,989	\$ 529	\$ 1,308	\$ 43
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(13)	(3)	(35)	(1)
Total realized gain (loss) on investments and capital gains distributions	(104)	(30)	(11)	-
Net unrealized appreciation (depreciation) of investments	324	102	524	-
<b>Net increase (decrease) in net assets from operations</b>	<b>207</b>	<b>69</b>	<b>478</b>	<b>(1)</b>
Changes from principal transactions:				
Premiums	-	-	-	-
Death benefits	-	-	-	-
Surrenders and withdrawals	(166)	(40)	(124)	(6)
Transfers between Divisions (including fixed account), net	(21)	(3)	(133)	-
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(187)</b>	<b>(43)</b>	<b>(257)</b>	<b>(6)</b>
<b>Total increase (decrease) in net assets</b>	<b>20</b>	<b>26</b>	<b>221</b>	<b>(7)</b>
<b>Net assets at December 31, 2009</b>	<b>2,009</b>	<b>555</b>	<b>1,529</b>	<b>36</b>
<b>Increase (decrease) in net assets</b>				
Operations:				
Net investment income (loss)	(16)	(17)	(9)	-
Total realized gain (loss) on investments and capital gains distributions	(22)	(29)	(73)	-
Net unrealized appreciation (depreciation) of investments	241	129	(65)	-
<b>Net increase (decrease) in net assets from operations</b>	<b>203</b>	<b>83</b>	<b>(147)</b>	<b>-</b>
Changes from principal transactions:				
Premiums	-	5	-	-
Death benefits	-	(8)	(113)	-
Surrenders and withdrawals	(35)	(53)	(49)	-
Transfers between Divisions (including fixed account), net	(21)	225	(1,220)	(36)
<b>Increase (decrease) in net assets derived from principal transactions</b>	<b>(56)</b>	<b>169</b>	<b>(1,382)</b>	<b>(36)</b>
<b>Total increase (decrease) in net assets</b>	<b>147</b>	<b>252</b>	<b>(1,529)</b>	<b>(36)</b>
<b>Net assets at December 31, 2010</b>	<b>\$ 2,156</b>	<b>\$ 807</b>	<b>\$ -</b>	<b>\$ -</b>

*The accompanying notes are an integral part of these financial statements.*

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Statements of Changes in Net Assets**  
**For the years ended December 31, 2010 and 2009**  
*(Dollars in thousands)*

	<u>Wells Fargo Advantage VT Small Cap Growth Fund - Class 2</u>	<u>Wells Fargo Advantage VT Total Return Bond Fund</u>
<b>Net assets at January 1, 2009</b>	\$ 419	\$ 1,029
<b>Increase (decrease) in net assets</b>		
Operations:		
Net investment income (loss)	(12)	21
Total realized gain (loss) on investments and capital gains distributions	(62)	5
Net unrealized appreciation (depreciation) of investments	249	65
Net increase (decrease) in net assets from operations	<u>175</u>	<u>91</u>
Changes from principal transactions:		
Premiums	-	-
Death benefits	-	-
Surrenders and withdrawals	(80)	(69)
Transfers between Divisions (including fixed account), net	<u>(50)</u>	<u>29</u>
Increase (decrease) in net assets derived from principal transactions	<u>(130)</u>	<u>(40)</u>
Total increase (decrease) in net assets	<u>45</u>	<u>51</u>
<b>Net assets at December 31, 2009</b>	464	1,080
<b>Increase (decrease) in net assets</b>		
Operations:		
Net investment income (loss)	(11)	10
Total realized gain (loss) on investments and capital gains distributions	(8)	34
Net unrealized appreciation (depreciation) of investments	112	3
Net increase (decrease) in net assets from operations	<u>93</u>	<u>47</u>
Changes from principal transactions:		
Premiums	-	-
Death benefits	(65)	-
Surrenders and withdrawals	(40)	(69)
Transfers between Divisions (including fixed account), net	<u>(16)</u>	<u>17</u>
Increase (decrease) in net assets derived from principal transactions	<u>(121)</u>	<u>(52)</u>
Total increase (decrease) in net assets	<u>(28)</u>	<u>(5)</u>
<b>Net assets at December 31, 2010</b>	<u>\$ 436</u>	<u>\$ 1,075</u>

*The accompanying notes are an integral part of these financial statements.*



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

**1. Organization**

ING USA Annuity and Life Insurance Company Separate Account B (the “Account”) was established by ING USA Annuity and Life Insurance Company (“ING USA” or the “Company”) to support the operations of variable annuity contracts (“Contracts”). The Company is an indirect, wholly owned subsidiary of ING America Insurance Holdings, Inc. (“ING AIH”) an insurance holding company domiciled in the State of Delaware. ING AIH is an indirect wholly owned subsidiary of ING Groep, N.V. (“ING”), a global financial services holding company based in The Netherlands.

As part of a restructuring plan approved by the European Commission (“EC”), ING has agreed to separate its banking and insurance businesses by 2013. ING intends to achieve this separation by divestment of its insurance and investment management operations, including the Company. ING has announced that it will explore all options for implementing the separation including one or more initial public offerings (“IPOs”), sales or a combination thereof. On November 10, 2010, ING announced that while the option of one global IPO remains open, ING and its U.S. insurance affiliates, including the Company, are going to prepare for a base case of two IPOs: one Europe-led IPO and one separate U.S. focused IPO.

The Account includes ING Architect Contracts, ING GoldenSelect Contracts, ING Retirement Solutions Rollover Choice Contracts and ING SmartDesign Contracts (collectively, the “Contracts”), that ceased being available to new contractowners in 2010. These Contracts were, however, still available to existing contractowners in 2010. ING GoldenSelect Contracts included Access, DVA Plus, Premium Plus, ESII, and Landmark. ING SmartDesign Contracts include Advantage, Signature Variable Annuity and Variable Annuity.

The Account also includes the following discontinued offerings:

ING GoldenSelect Contracts:

- Access One (September 2003)
- DVA and DVA Series 100 (May 2000)
- DVA 80 (May 1991)
- DVA Plus (January 2004)
- Generations (October 2008)
- Granite PrimElite (May 2001)
- Opportunities and Legends (March 2007)
- Value (June 2003)

ING Simplicity Contracts (August 2007)

ING SmartDesign Contracts:

- Variable Annuity, Advantage and Signature (April 2008)

Wells Fargo ING Contracts:

- Opportunities and Landmark (June 2006)

ING Customized Solutions Focus Contracts (September 2004)

In addition, the Account includes The Fund For Life Division, which is not included in the accompanying financial statements, and which ceased to accept new Contracts effective December 31, 1994.

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

The Account is registered as a unit investment trust with the Securities and Exchange Commission under the Investment Company Act of 1940, as amended. ING USA provides for variable accumulation and benefits under the Contracts by crediting annuity considerations to one or more divisions within the Account or the ING USA guaranteed interest division, the ING USA fixed interest division, and the fixed separate account, which are not part of the Account, as directed by the contractowners. The portion of the Account's assets applicable to Contracts will not be charged with liabilities arising out of any other business ING USA may conduct, but obligations of the Account, including the promise to make benefit payments, are obligations of ING USA. Under applicable insurance law, the assets and liabilities of the Account are clearly identified and distinguished from the other assets and liabilities of ING USA.

At December 31, 2010, the Account had 154 investment divisions (the "Divisions"), 24 of which invest in independently managed mutual fund portfolios and 130 of which invest in mutual fund portfolios managed by affiliates, either Directed Services LLC ("DSL") or ING Investments, LLC ("IIL"). The assets in each Division are invested in shares of a designated mutual fund ("Fund") of various investment trusts (the "Trusts"). Investment Divisions at December 31, 2010 and related Trusts are as follows:

BlackRock Variable Series Funds, Inc.:

BlackRock Global Allocation V.I. Fund - Class III

Columbia Funds Variable Insurance Trust:

Columbia Asset Allocation Fund, Variable Series - Class A

Columbia Federal Securities Fund, Variable Series - Class A

Columbia Large Cap Growth Fund, Variable Series - Class A

Columbia Small Cap Value Fund, Variable Series - Class B

Columbia Small Company Growth Fund, Variable Series - Class A

Fidelity® Variable Insurance Products:

Fidelity® VIP Equity-Income Portfolio - Service Class 2

Fidelity® Variable Insurance Products II:

Fidelity® VIP Contrafund® Portfolio - Service Class 2

Franklin Templeton Variable Insurance Products Trust:

Franklin Small Cap Value Securities Fund - Class 2

ING Balanced Portfolio, Inc.:

ING Balanced Portfolio - Class S

ING Intermediate Bond Portfolio:

ING Intermediate Bond Portfolio - Class S

ING Investors Trust:

ING American Funds Asset Allocation Portfolio

ING American Funds Bond Portfolio

ING American Funds Growth Portfolio

ING American Funds Growth-Income Portfolio

ING American Funds International Portfolio

ING American Funds World Allocation Portfolio - Service Class

ING Artio Foreign Portfolio - Service Class

ING Investors Trust (continued):

ING Artio Foreign Portfolio - Service 2 Class

ING BlackRock Inflation Protected Bond Portfolio - Service Class\*

ING BlackRock Large Cap Growth Portfolio - Institutional Class

ING BlackRock Large Cap Growth Portfolio - Service Class

ING BlackRock Large Cap Value Portfolio - Service Class

ING BlackRock Large Cap Value Portfolio - Service 2 Class

ING Clarion Global Real Estate Portfolio - Service Class

ING Clarion Global Real Estate Portfolio - Service 2 Class

ING Clarion Real Estate Portfolio - Service Class

ING Clarion Real Estate Portfolio - Service 2 Class

ING DFA World Equity Portfolio - Service Class

ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class

ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class

ING Franklin Income Portfolio - Service Class

ING Franklin Income Portfolio - Service 2 Class

ING Franklin Mutual Shares Portfolio - Service Class

ING Franklin Templeton Founding Strategy Portfolio - Service Class

ING Global Resources Portfolio - Service Class

ING Global Resources Portfolio - Service 2 Class

ING Janus Contrarian Portfolio - Service Class

ING Janus Contrarian Portfolio - Service 2 Class

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

ING Investors Trust (continued):

ING JPMorgan Emerging Markets Equity Portfolio - Service Class  
ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class  
ING JPMorgan Small Cap Core Equity Portfolio - Service Class  
ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class  
ING Large Cap Growth Portfolio - Service Class  
ING Large Cap Growth Portfolio - Service 2 Class  
ING Limited Maturity Bond Portfolio - Service Class  
ING Liquid Assets Portfolio - Service Class  
ING Liquid Assets Portfolio - Service 2 Class  
ING Lord Abbett Growth and Income Portfolio - Service Class  
ING Lord Abbett Growth and Income Portfolio - Service 2 Class  
ING Marsico Growth Portfolio - Service Class  
ING Marsico Growth Portfolio - Service 2 Class  
ING Marsico International Opportunities Portfolio - Service Class  
ING MFS Total Return Portfolio - Service Class  
ING MFS Total Return Portfolio - Service 2 Class  
ING MFS Utilities Portfolio - Service Class  
ING Morgan Stanley Global Franchise Portfolio - Service Class  
ING Morgan Stanley Global Franchise Portfolio - Service 2 Class  
ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class  
ING Oppenheimer Active Allocation Portfolio - Service Class  
ING PIMCO High Yield Portfolio - Service Class  
ING PIMCO Total Return Bond Portfolio - Service Class  
ING PIMCO Total Return Bond Portfolio - Service 2 Class  
ING Pioneer Fund Portfolio - Service Class  
ING Pioneer Mid Cap Value Portfolio - Service Class  
ING Retirement Conservative Portfolio - Adviser Class\*  
ING Retirement Growth Portfolio - Adviser Class\*  
ING Retirement Moderate Growth Portfolio - Adviser Class\*  
ING Retirement Moderate Portfolio - Adviser Class\*  
ING T. Rowe Price Capital Appreciation Portfolio - Service Class  
ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class  
ING T. Rowe Price Equity Income Portfolio - Service Class  
ING T. Rowe Price Equity Income Portfolio - Service 2 Class  
ING Templeton Global Growth Portfolio - Service Class  
ING Templeton Global Growth Portfolio - Service 2 Class

ING Investors Trust (continued):

ING Van Kampen Growth and Income Portfolio - Service Class  
ING Van Kampen Growth and Income Portfolio - Service 2 Class  
ING Wells Fargo HealthCare Portfolio - Service Class  
ING Mutual Funds:  
ING Diversified International Fund - Class R  
ING Partners, Inc.:  
ING American Century Small-Mid Cap Value Portfolio - Service Class  
ING Baron Small Cap Growth Portfolio - Service Class  
ING Columbia Small Cap Value Portfolio - Service Class  
ING Davis New York Venture Portfolio - Service Class  
ING JPMorgan Mid Cap Value Portfolio - Service Class  
ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class  
ING Oppenheimer Global Portfolio - Initial Class  
ING Oppenheimer Global Portfolio - Service Class  
ING Oppenheimer Global Strategic Income Portfolio - Service Class  
ING PIMCO Total Return Portfolio - Service Class  
ING Solution 2015 Portfolio - Service Class  
ING Solution 2025 Portfolio - Service Class  
ING Solution 2035 Portfolio - Service Class  
ING Solution 2045 Portfolio - Service Class  
ING Solution Income Portfolio - Service Class  
ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class  
ING T. Rowe Price Growth Equity Portfolio - Service Class  
ING Templeton Foreign Equity Portfolio - Service Class  
ING Thornburg Value Portfolio - Initial Class  
ING Thornburg Value Portfolio - Service Class  
ING UBS U.S. Large Cap Equity Portfolio - Service Class  
ING Van Kampen Comstock Portfolio - Service Class  
ING Van Kampen Equity and Income Portfolio - Initial Class  
ING Van Kampen Equity and Income Portfolio - Service Class  
ING Strategic Allocation Portfolios, Inc.:  
ING Strategic Allocation Conservative Portfolio - Class S  
ING Strategic Allocation Growth Portfolio - Class S  
ING Strategic Allocation Moderate Portfolio - Class S  
ING Variable Funds:  
ING Growth and Income Portfolio - Class I  
ING Growth and Income Portfolio - Class S

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

ING Variable Insurance Trust:

ING GET U.S. Core Portfolio - Series 5  
 ING GET U.S. Core Portfolio - Series 6  
 ING GET U.S. Core Portfolio - Series 7  
 ING GET U.S. Core Portfolio - Series 8  
 ING GET U.S. Core Portfolio - Series 9  
 ING GET U.S. Core Portfolio - Series 10  
 ING GET U.S. Core Portfolio - Series 11  
 ING GET U.S. Core Portfolio - Series 12  
 ING GET U.S. Core Portfolio - Series 13  
 ING GET U.S. Core Portfolio - Series 14

ING Variable Portfolios, Inc.:

ING BlackRock Science and Technology Opportunities Portfolio - Class S  
 ING Euro STOXX 50 Index Portfolio - Class A\*  
 ING FTSE 100 Index Portfolio - Class A\*  
 ING Hang Seng Index Portfolio - Class S\*  
 ING Index Plus LargeCap Portfolio - Class S  
 ING Index Plus MidCap Portfolio - Class S  
 ING Index Plus SmallCap Portfolio - Class S  
 ING International Index Portfolio - Class S  
 ING Japan TOPIX Index® Portfolio - Class A\*  
 ING Russell™ Large Cap Growth Index Portfolio - Class S\*  
 ING Russell™ Large Cap Index Portfolio - Class S  
 ING Russell™ Large Cap Value Index Portfolio - Class S\*  
 ING Russell™ Mid Cap Growth Index Portfolio - Class S\*  
 ING Russell™ Mid Cap Index Portfolio - Class S  
 ING Russell™ Small Cap Index Portfolio - Class S  
 ING Small Company Portfolio - Class S  
 ING U.S. Bond Index Portfolio - Class S  
 ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index Portfolio - Class S

ING Variable Products Trust:

ING International Value Portfolio - Class S  
 ING MidCap Opportunities Portfolio - Class S  
 ING SmallCap Opportunities Portfolio - Class S

Invesco Variable Insurance Funds:

Invesco V.I. Leisure Fund - Series I Shares

Legg Mason Partners Variable Equity Trust:

Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I  
 Legg Mason Global Currents Variable International All Cap Opportunity Portfolio

Legg Mason Partners Variable Income Trust:

Legg Mason Western Asset Variable High Income Portfolio

Oppenheimer Variable Account Funds:

Oppenheimer Main Street Small Cap Fund®/VA - Service Class

PIMCO Variable Insurance Trust:

PIMCO Real Return Portfolio - Administrative Class

Pioneer Variable Contracts Trust:

Pioneer Equity Income VCT Portfolio - Class II

ProFunds:

ProFund VP Bull  
 ProFund VP Europe 30  
 ProFund VP Rising Rates Opportunity

Wells Fargo Funds Trust:

Wells Fargo Advantage VT Omega Growth Fund - Class 2\*\*

Wells Fargo Variable Trust:

Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2  
 Wells Fargo Advantage VT Intrinsic Value Fund - Class 2  
 Wells Fargo Advantage VT Small Cap Growth Fund - Class 2  
 Wells Fargo Advantage VT Total Return Bond Fund

\* Division added to the list in 2009

\*\* Division added to the list in 2010

The names of certain Divisions were changed during 2010. The following is a summary of current and former names for those Divisions:

<u>Current Name</u>	<u>Former Name</u>
ING Investors Trust:	ING Investors Trust:
ING DFA World Equity Portfolio - Service Class	ING Focus 5 Portfolio - Service Class
ING Large Cap Growth Portfolio - Service Class	ING Evergreen Omega Portfolio - Service Class
ING Large Cap Growth Portfolio - Service 2 Class	ING Evergreen Omega Portfolio - Service 2 Class
ING Lord Abbett Growth and Income Portfolio - Service Class	ING Lord Abbett Affiliated Portfolio - Service Class
ING Lord Abbett Growth and Income Portfolio - Service 2 Class	ING Lord Abbett Affiliated Portfolio - Service 2 Class
ING Morgan Stanley Global Franchise Portfolio - Service Class	ING Van Kampen Global Franchise Portfolio - Service Class
ING Morgan Stanley Global Franchise Portfolio - Service 2 Class	ING Van Kampen Global Franchise Portfolio - Service 2 Class

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Current Name</u>	<u>Former Name</u>
ING Investors Trust (continued):	ING Investors Trust (continued):
ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class	ING Van Kampen Global Tactical Asset Allocation Portfolio - Service Class
ING Wells Fargo HealthCare Portfolio - Service Class	ING Evergreen Health Sciences Portfolio - Service Class
ING Partners, Inc.:	ING Partners, Inc.:
ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class	ING Legg Mason Partners Aggressive Growth Portfolio - Service Class
ING Oppenheimer Global Strategic Income Portfolio - Service Class	ING Oppenheimer Strategic Income Portfolio - Service Class
ING Variable Portfolios, Inc.:	ING Variable Portfolios, Inc.:
ING Euro STOXX 50 Index Portfolio - Class A	ING Dow Jones Euro STOXX 50 Index Portfolio - Class A
ING Japan TOPIX Index® Portfolio - Class A	ING Japan Equity Index Portfolio - Class A
Invesco Variable Insurance Funds:	AIM Variable Insurance Funds:
Invesco V.I. Leisure Fund - Series I Shares	AIM V.I. Leisure Fund - Series I Shares
Legg Mason Partners Variable Equity Trust:	Legg Mason Partners Variable Equity Trust:
Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I	Legg Mason ClearBridge Variable Investors Portfolio
Wells Fargo Variable Trust:	Wells Fargo Funds Trust:
Wells Fargo Advantage VT C&B Large Cap Value Fund	Wells Fargo Advantage C&B Large Cap Value Fund
Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2	Wells Fargo Advantage Asset Allocation Fund
Wells Fargo Advantage VT Intrinsic Value Fund - Class 2	Wells Fargo Advantage Equity Income Fund
Wells Fargo Advantage VT Large Company Growth Fund	Wells Fargo Advantage Large Company Growth Fund
Wells Fargo Advantage VT Money Market Fund	Wells Fargo Advantage Money Market Fund
Wells Fargo Advantage VT Small Cap Growth Fund - Class 2	Wells Fargo Advantage Small Cap Growth Fund
Wells Fargo Advantage VT Total Return Bond Fund	Wells Fargo Advantage Total Return Bond Fund

The following Divisions were closed to contractowners in 2010:

ING Investors Trust:  
    ING Wells Fargo Small Cap Disciplined Portfolio - Service Class  
    ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class  
ING Variable Portfolios, Inc.:

    ING Opportunistic Large Cap Portfolio - Class S  
    ING Russell™ Global Large Cap Index 75% Portfolio - Class S

Legg Mason Partners Variable Income Trust:  
    Legg Mason Western Asset Variable Money Market Portfolio

Wells Fargo Variable Trust:  
    Wells Fargo Advantage VT C&B Large Cap Value Fund  
    Wells Fargo Advantage VT Large Company Growth Fund  
    Wells Fargo Advantage VT Money Market Fund

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

The following Divisions were offered during 2010 but did not have any activity as of December 31, 2010:

ING Investors Trust:  
    ING BlackRock Large Cap Growth Portfolio - Service 2 Class  
    ING Wells Fargo Health Care Portfolio - Service 2 Class  
ING Variable Portfolios, Inc.:  
    ING Small Company Portfolio - Service 2 Class

**2. Significant Accounting Policies**

The following is a summary of the significant accounting policies of the Account:

*Use of Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from reported results using those estimates.

*Investments*

Investments are made in shares of a Division and are recorded at fair value, determined by the net asset value per share of the respective Division. Investment transactions in each Division are recorded on the trade date. Distributions of net investment income and capital gains from each Division are recognized on the ex-distribution date. Realized gains and losses on redemptions of the shares of the Division are determined on a first-in, first-out basis. The difference between cost and current market value of investments owned on the day of measurement is recorded as unrealized appreciation or depreciation of investments.

*Federal Income Taxes*

Operations of the Account form a part of, and are taxed with, the total operations of ING USA, which is taxed as a life insurance company under the Internal Revenue Code. Earnings and realized capital gains of the Account attributable to the contractowners are excluded in the determination of the federal income tax liability of ING USA.

*Contractowner Reserves*

The annuity reserves of the Account are represented by net assets on the Statements of Assets and Liabilities and are equal to the aggregate account values of the contractowners invested in the Account Divisions. To the extent that benefits to be paid to the contractowners exceed their account values, ING USA will contribute additional funds to

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

the benefit proceeds. Conversely, if amounts allocated exceed amounts required, transfers may be made to ING USA. Prior to the annuity date, the Contracts are redeemable for the net cash surrender value of the Contracts.

*Changes from Principal Transactions*

Included in Changes from Principal Transactions on the Statements of Changes in Net Assets are items which relate to contractowner activity, including deposits, surrenders and withdrawals, benefits, and contract charges. Also included are transfers between the fixed account and the Divisions, transfers between Divisions, and transfers to (from) ING USA related to gains and losses resulting from actual mortality experience (the full responsibility for which is assumed by ING USA). Any net unsettled transactions as of the reporting date are included in Payable to related parties on the Statements of Assets and Liabilities.

*Subsequent Events*

The Account has evaluated subsequent events for recognition and disclosure through the date the financial statements as of December 31, 2010 and for the years ended December 31, 2010 and 2009, were issued.

**3. Recently Adopted Accounting Standards**

*Improving Disclosures about Fair Value Measurements*

In January 2010, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) 2010-06, “Fair Value Measurements and Disclosure (Topic 820): Improving Disclosures about Fair Value Measurements,” (“ASU 2010-06”), which requires several new disclosures, as well as clarification to existing disclosures, as follows:

- Significant transfers in and out of Level 1 and Level 2 fair value measurements and the reason for the transfers;
- Purchases, sales, issuances, and settlement, in the Level 3 fair value measurements reconciliation on a gross basis;
- Fair value measurement disclosures for each class of assets and liabilities (i.e., disaggregated); and
- Valuation techniques and inputs for both recurring and nonrecurring fair value measurements that fall in either Level 2 or Level 3 fair value measurements.

The provisions of ASU 2010-06 were adopted by the Account on January 1, 2010, except for the disclosures related to the Level 3 reconciliation, which are effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. The Account determined, however, that there was no effect on the Account’s

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

disclosures, as the guidance is consistent with that previously applied by the Account under FASB Accounting Standards Codification™ (“ASC”) Topic 820, “Fair Value Measurements and Disclosures” (“ASC Topic 820”). As the pronouncement only pertains to additional disclosure, the adoption had no effect on the Account’s net assets and results of operations.

*Subsequent Events*

In May 2009, the FASB issued new guidance on subsequent events, included in ASC Topic 855, “Subsequent Events,” which establishes:

- The period after the balance sheet date during which an entity should evaluate events or transactions for potential recognition or disclosure in the financial statements;
- The circumstances under which an entity should recognize such events or transactions in its financial statements; and
- Disclosures regarding such events or transactions and the date through which an entity has evaluated subsequent events.

These provisions, as included in ASC Topic 855, were adopted by the Account on June 30, 2009. In addition, in February 2010, the FASB issued ASU 2010-09, “Subsequent Events (Topic 855): Amendments to Certain Recognition and Disclosure Requirements,” which clarifies that an SEC filer should evaluate subsequent events through the date the financial statements are issued and eliminates the requirement for an SEC filer to disclose that date, effective upon issuance. The Account determined that there was no effect on the Account’s net assets and results of operations upon adoption, as the guidance is consistent with that previously applied by the Account under US auditing standards. The disclosure provisions included in ASC Topic 855, as amended, are presented in the Significant Accounting Policies footnote.

*Determining Fair Value When the Volume and Level of Activity for the Asset or Liability Have Significantly Decreased and Identifying Transactions That Are Not Orderly*

In April 2009, the FASB issued new guidance on determining fair value when the volume and level of activity for the asset or liability have significantly decreased and identifying transactions that are not orderly, included in ASC Topic 820, “Fair Value Measurements and Disclosures,” which confirms that fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions. In addition, this guidance, as included in ASC Topic 820:

- Clarifies factors for determining whether there has been a significant decrease in market activity for an asset or liability;
- Requires an entity to determine whether a transaction is not orderly based on the weight of the evidence; and



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

- Requires an entity to disclose in interim and annual periods the input and valuation technique used to measure fair value and any change in valuation technique.

These provisions, as included in ASC Topic 820, were adopted by the Account on April 1, 2009. The Account determined, however, that there was no effect on the Account's net assets and results of operations upon adoption, as its guidance is consistent with that previously applied by the Account under US GAAP.

#### **4. Financial Instruments**

The Account invests assets in shares of open-end mutual funds, which process orders to purchase and redeem shares on a daily basis at the fund's next computed net asset values ("NAV"). The fair value of the Account's assets is based on the NAVs of mutual funds, which are obtained from the custodian and reflect the fair values of the mutual fund investments. The NAV is calculated daily upon close of the New York Stock Exchange and is based on the fair values of the underlying securities.

The Account's financial assets are recorded at fair value on the Statements of Assets and Liabilities and are categorized as Level 1 as of December 31, 2010 and 2009, respectively, based on the priority of the inputs to the valuation technique below. The Account had no financial liabilities as of December 31, 2010.

The ASC Topic 820 fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument.

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in an active market.
- Level 2 - Quoted prices in markets that are not active or inputs that are observable either directly or indirectly for substantially the full term of the asset or liability. Level 2 inputs include the following:
  - a) Quoted prices for similar assets or liabilities in active markets;
  - b) Quoted prices for identical or similar assets or liabilities in non-active markets;
  - c) Inputs other than quoted market prices that are observable; and
  - d) Inputs that are derived principally from or corroborated by observable market data through correlation or other means.
- Level 3 - Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These valuations, whether derived internally or obtained from a third party, use critical assumptions that are not widely available to estimate market participant expectations in valuing the asset or liability.

**5. Charges and Fees**

Prior to February 1, 2000, DVA Plus, Access, and Premium Plus Contracts each had three different death benefit options referred to as Standard, Annual Ratchet, and 7% Solution; however, in the state of Washington, the 5.5% Solution is offered instead of the 7% Solution. After February 1, 2000, DVA Plus, Access and Premium Plus each had four different death benefit options referred to as Standard, Annual Ratchet, 7% Solution and Max 7. In the state of Washington, the 5.5% Solution is offered instead of the 7% Solution and Max 5.5 is offered instead of Max 7 after February 1, 2000. ES II, Generations, Landmark and Opportunities contracts each have four different death benefit options referred to as Standard, Annual or Quarterly Ratchet, 7% Solution and Max 7. In the state of Washington, the 5.5% Solution is offered instead of the 7% Solution and Max 5.5 is offered instead of Max 7. SmartDesign Advantage, SmartDesign Signature, and SmartDesign Variable Annuity contracts each have three different death benefit options referred to as Option Package I, Option Package II, and Option Package III. Focus has two different options referred to as Option Package I, Option Package II.

Under the terms of all Contracts, certain charges are allocated to the Contracts to cover ING USA's expenses in connection with the issuance and administration of the Contracts. Following is a summary of these charges:

*Mortality and Expense Risk Charges*

ING USA assumes mortality and expense risks related to the operations of the Account and, in accordance with the terms of the Contracts, deducts a daily charge from the assets of the Account.

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Daily charges are deducted at annual rates of up to 2.20% of the average daily net asset value of each Division of the Account to cover these risks, as specified in the Contracts:

Series	Annual Rates
ING:	
Architect (pre January 2008) Max 7	1.40 %
Architect (post January 2008) Max 7	1.55
Architect (pre January 2008) Quarterly Ratchet	1.10
Architect (post January 2008) Quarterly Ratchet	1.25
Architect (post April 2008) Quarterly Ratchet	1.30
Architect (pre January 2008) Standard	0.85
Architect (post January 2008) Standard	1.00
Focus Variable Annuity Option I	0.60
Focus Variable Annuity Option II	0.80
Rollover Choice <sup>SM</sup> Option I (pre August 7, 2003)	0.60
Rollover Choice <sup>SM</sup> Option II (pre August 7, 2003)	0.80
Rollover Choice <sup>SM</sup> Option III (pre August 7, 2003)	0.95
Rollover Choice <sup>SM</sup> Option I (post August 7, 2003)	0.85
Rollover Choice <sup>SM</sup> Option II (post August 7, 2003)	1.05
Rollover Choice <sup>SM</sup> Option III (post August 7, 2003)	1.20
ING GoldenSelect:	
Access® (post January 2000) 5.5 % Solution	1.45
Access® (pre February 2000) 5.5% Solution	1.40
Access® (post 2000) 5.5% Solution	1.45
Access® (post April 2001) 5.5% Solution	1.80
Access® (post January 2000) 7% Solution	1.65
Access® (pre February 2000) 7% Solution	1.55
Access® (post 2000) 7% Solution	1.65
Access® (post April 2001) 7% Solution	2.00
Access® (post January 2000) Annual Ratchet	1.45
Access® (pre February 2000) Annual Ratchet	1.40
Access® (post 2000) Annual Ratchet	1.55
Access® (post January 2000) Max 5.5	1.55
Access® (post 2000) Max 5.5	1.60
Access® (post April 2001) Max 5.5	1.95
Access® (post January 2000) Max 7	1.75
Access® (post 2000) Max 7	1.75
Access® (post April 2001) Max 7	2.20
Access® (post April 2001) Quarterly Ratchet	1.90
Access® (post April 2008) Quarterly Ratchet	1.95
Access® (post January 2000) Standard	1.65
Access® (pre February 2000) Standard	1.25
Access® (post 2000) Standard	1.30
Access® (post April 2001) Standard	1.65
Access® One	0.35
DVA	0.90
DVA 80	0.80
DVA Plus (post January 2000) 5.5% Solution	1.25

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

Series	Annual Rates
ING GoldenSelect (continued):	
DVA Plus (pre February 2000) 5.5% Solution	1.25 %
DVA Plus (post 2000) 5.5% Solution	1.30
DVA Plus (post January 2000) 7% Solution	1.50
DVA Plus (pre February 2000) 7% Solution	1.40
DVA Plus (post 2000) 7% Solution	1.50
DVA Plus (post January 2000) Annual Ratchet	1.30
DVA Plus (pre February 2000) Annual Ratchet	1.25
DVA Plus (post 2000) Annual Ratchet	1.40
DVA Plus (post January 2000) Max 5.5	1.40
DVA Plus (post 2000) Max 5.5	1.45
DVA Plus (post January 2000) Max 7	1.60
DVA Plus (post 2000) Max 7	1.60
DVA Plus (post January 2000) Standard	1.15
DVA Plus (pre February 2000) Standard	1.10
DVA Plus (post 2000) Standard	1.15
DVA Series 100	1.25
ES II (pre 2001)	1.25
ES II (post 2000) 5.5% Solution	1.40
ES II (post 2000) 7% Solution	1.60
ES II (post 2000) Deferred Ratchet	1.30
ES II (post 2000) Max 5.5	1.55
ES II (post 2000) Max 7	1.80
ES II (post 2000) Quarterly Ratchet	1.50
ES II (post 2000) Standard	1.25
ES III (post 2000) Annual Ratchet	1.55
Generations-7% Solution	1.60
Generations-Deferred Ratchet	1.30
Generations-Max 7	1.80
Generations-Quarterly Ratchet	1.50
Generations-Standard	1.25
Granite PrimElite-Annual Ratchet	1.25
Granite PrimElite-Standard	1.10
Landmark 5.5% Solution	1.65
Landmark 7% Solution	1.85
Landmark-Max 5.5	1.80
Landmark-Max 7	2.05
Landmark (pre April 2008) Quarterly Ratchet	1.75
Landmark (post April 2008) Quarterly Ratchet	1.80
Landmark-Standard	1.50
Legends Max 7	2.05
Legends Quarterly Ratchet	1.75
Legends-Standard	1.50
Opportunities 5.5% Solution	1.40
Opportunities 7% Solution	1.60
Opportunities-Max 5.5	1.55

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

Series	Annual Rates
ING GoldenSelect (continued):	
Opportunities-Max 7	1.80 %
Opportunities-Quarterly Ratchet	1.50
Opportunities-Standard	1.25
Premium Plus (pre February 2000) 5.5% Solution	1.40
Premium Plus (post January 2000) 5.5% Solution	1.45
Premium Plus (post 2000) 5.5% Solution	1.45
Premium Plus (pre February 2000) 7% Solution	1.55
Premium Plus (post January 2000) 7% Solution	1.65
Premium Plus (post 2000) 7% Solution	1.65
Premium Plus (post 2000) Annual Ratchet	1.55
Premium Plus (post January 2000) Max 5.5	1.55
Premium Plus (post 2000) Max 5.5	1.60
Premium Plus (post January 2000) Max 7	1.95
Premium Plus (post 2000) Max 7	1.95
Premium Plus (pre February 2000) Quarterly Ratchet	1.40
Premium Plus (post January 2000) Quarterly Ratchet	1.65
Premium Plus (post April 2008) Quarterly Ratchet	1.70
Premium Plus (pre February 2000) Standard	1.25
Premium Plus (post January 2000) Standard	1.30
Premium Plus (post 2000) Standard	1.40
VA Bonus Option I	1.30
VA Bonus Option II	1.60
VA Bonus Option III	1.75
VA Option I	0.80
VA Option II	1.10
VA Option III	1.25
Value-Standard	0.75
ING SmartDesign:	
Advantage Option I	1.50
Advantage Option II	1.70
Advantage Option III	1.85
Signature Option I	1.10
Signature Option II	1.30
Signature Option III	1.45
Simplicity Variable Annuity Years 1-10	2.00
Simplicity Variable Annuity Years 11+	1.25
Variable Annuity Option I	0.80
Variable Annuity Option II	1.10
Variable Annuity Option III	1.25
Wells Fargo ING:	
Landmark-Max 7	2.05
Landmark-Quarterly Ratchet	1.75
Landmark-Standard	1.50
Opportunities-Max 7	1.80
Opportunities-Quarterly Ratchet	1.50
Opportunities-Standard	1.25

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

*Asset Based Administrative Charges*

A daily charge to cover administrative expenses of the Account at an annual rate of 0.10% is deducted from assets attributable to DVA and DVA Series 100 Contracts. A daily charge at an annual rate of 0.15% is deducted from the assets attributable to the Access, Access One, Advantage, Architect, DVA Plus, ESII, Focus VA, Generations, Granite PrimElite, Landmark, Legends, Premium Plus, Rollover Choice, Signature, Opportunities Contracts, Variable Annuity, and Value.

*Contract Maintenance Charges*

An annual Contract fee may be deducted from the accumulation value of Contracts to cover ongoing administrative expenses, as specified in the Contracts. The charge is \$30 per Contract year for Generations, Opportunities, Landmark, Focus VA, Signature, Legends, SmartDesign, Simplicity, ES II, Value, Variable Annuity, Advantage, and Rollover Choice Contracts. For DVA Series 100 and Access One Contracts there is no charge. For all other Contracts, the charge is \$40. The charge is incurred at the beginning of the Contract processing period and deducted at the end of the Contract processing period. This charge had been waived for certain offerings of the Contracts.

*Contingent Deferred Sales Charges*

Under DVA 80, DVA, DVA Plus, Premium Plus, ES II, Value, Granite PrimElite, Generations, Opportunities, Premium Plus, Focus VA, Signature, Legends, Simplicity, Landmark, VA, Advantage, and Rollover Choice Contracts, a contingent deferred sales charge (“Surrender Charge”) is imposed as a percentage of each premium payment if the Contract is surrendered or an excess partial withdrawal is taken, as specified in the Contract. The following table reflects the Surrender Charge that is assessed based upon the date a premium payment is received.

<b>Complete Years Elapsed Since Premium Payment</b>	<b>DVA 80 &amp; DVA</b>	<b>Granite PrimElite &amp; DVA Plus</b>	<b>Premium Plus</b>	<b>Opportunities, ES II &amp; Generations</b>	<b>Value</b>	<b>Architect</b>
0	6 %	7 %	8 %	8 %	6 %	8 %
1	5	7	8	7	6	7
2	4	6	8	6	6	6
3	3	5	8	5	5	5
4	2	4	7	4	4	4
5	1	3	6	3	3	3
6	-	1	5	2	1	2
7	-	-	3	1	-	-
8	-	-	1	-	-	-
9+	-	-	-	-	-	-

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<b>Complete Years Elapsed Since Premium Payment</b>	<b>Advantage</b>	<b>Landmark &amp; Legends</b>	<b>Signature &amp; VA</b>	<b>Rollover Choice</b>	<b>Focus VA</b>	<b>Simplicity</b>
0	6 %	6 %	7 %	6 %	3 %	6 %
1	5	5	7	6	2	6
2	4	4	6	5	1	5
3	-	3	6	4	-	4
4	-	-	5	3	-	3
5	-	-	4	2	-	-
6	-	-	3	1	-	-
7	-	-	-	-	-	-
8	-	-	-	-	-	-
9+	-	-	-	-	-	-

*Withdrawal and Distribution Charges*

Under DVA 80, DVA, and DVA Series 100 Contracts, a charge is deducted from the accumulation value for contractowners taking more than one conventional partial withdrawal during a Contract year. For DVA 80 and DVA Contracts, annual distribution fees are deducted from the Contracts' accumulation values.

*Deferred Sales Load*

Under Contracts offered prior to October 1995, a sales load of up to 7.50% was assessed against each premium payment for sales-related expenses, as specified in the Contracts. For DVA Series 100, the sales load is deducted in equal annual installments over the period the Contract is in force, not to exceed 10 years. For DVA 80 and DVA Contracts, although the sales load is chargeable to each premium when ING USA receives it, the amount of such charge is initially advanced by ING USA to contractowners and included in the accumulation value, and then deducted in equal installments on each Contract anniversary date over a period of six years. Upon surrender of the Contract, the unamortized deferred sales load is deducted from the accumulation value. In addition, when partial withdrawal limits are exceeded, a portion of the unamortized deferred sales load is deducted.

*Premium Taxes*

For certain Contracts, premium taxes are deducted, where applicable, from the accumulation value of each Contract. The amount and timing of the deduction depends on the contractowner's state of residence and currently ranges up to 4.00% of premiums.

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

*Other Contract Charges*

For certain Contracts, an additional annual charge of 0.50% is deducted daily from the accumulation value for amounts invested in the ING GET U.S. Core Portfolio Funds.

Certain Contracts contain optional riders that are available for an additional charge, such as minimum guaranteed income benefits and minimum guaranteed withdrawal benefits. The amounts charged for these optional benefits vary based on a number of factors and are defined in the Contracts.

*Fees Waived by ING USA*

Certain charges and fees for various types of Contracts are currently waived by ING USA. ING USA reserves the right to discontinue these waivers at its discretion or to conform with changes in the law.

**6. Related Party Transactions**

During the year ended December 31, 2010, management and service fees were paid indirectly to DSL, an affiliate of the Company, in its capacity as investment manager to the ING Investors Trust and ING Partners, Inc. The Trust's advisory agreement provided for a fee at annual rates up to 1.25% of the average net assets of each respective Fund.

In addition, management and service fees were paid to IIL, an affiliate of the Company, in its capacity as investment adviser to the ING Mutual Funds, the ING Variable Insurance Trust, ING Intermediate Bond Portfolio, ING Variable Portfolios, Inc., ING Variable Funds, ING Balanced Portfolio, Inc., ING Strategic Allocation Portfolio, Inc., and the ING Variable Products Trust. The Trusts' advisory agreement provided for fees at annual rates up to 0.95% of the average net assets of each respective Fund.



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

**7. Purchases and Sales of Investment Securities**

The aggregate cost of purchases and proceeds from sales of investments follow:

	Year ended December 31			
	2010		2009	
	Purchases	Sales	Purchases	Sales
	<i>(Dollars in thousands)</i>			
BlackRock Variable Series Funds, Inc.:				
BlackRock Global Allocation V.I. Fund - Class III	\$ 336,656	\$ 238,768	\$ 483,121	\$ 52,382
Columbia Funds Variable Insurance Trust:				
Columbia Asset Allocation Fund, Variable Series - Class A	8	42	12	14
Columbia Federal Securities Fund, Variable Series - Class A	1	4	2	5
Columbia Large Cap Growth Fund, Variable Series - Class A	2	24	2	13
Columbia Small Cap Value Fund, Variable Series - Class B	1,850	24,142	2,837	23,106
Columbia Small Company Growth Fund, Variable Series - Class A	-	12	-	34
Fidelity® Variable Insurance Products:				
Fidelity® VIP Equity-Income Portfolio - Service Class 2	3,311	26,851	4,156	27,760
Fidelity® Variable Insurance Products II:				
Fidelity® VIP Contrafund® Portfolio - Service Class 2	10,290	121,488	50,576	129,087
Franklin Templeton Variable Insurance Products Trust:				
Franklin Small Cap Value Securities Fund - Class 2	806	1,714	3,295	707
ING Balanced Portfolio, Inc.:				
ING Balanced Portfolio - Class S	472	1,379	526	855
ING Intermediate Bond Portfolio:				
ING Intermediate Bond Portfolio - Class S	179,655	224,263	242,282	175,601
ING Investors Trust:				
ING American Funds Asset Allocation Portfolio	36,251	22,462	113,954	8,515
ING American Funds Bond Portfolio	133,449	135,934	244,673	45,284
ING American Funds Growth Portfolio	86,704	241,267	364,850	130,943
ING American Funds Growth-Income Portfolio	30,801	148,246	159,466	67,950
ING American Funds International Portfolio	73,499	167,325	345,720	84,792
ING American Funds World Allocation Portfolio - Service Class	79,668	12,458	83,177	11,064
ING Artio Foreign Portfolio - Service Class	16,685	105,911	102,181	78,473
ING Artio Foreign Portfolio - Service 2 Class	1,072	5,213	7,535	5,795
ING BlackRock Inflation Protected Bond Portfolio - Service Class	199,057	107,381	177,932	22,222
ING BlackRock Large Cap Growth Portfolio - Institutional Class	1	16	1	22
ING BlackRock Large Cap Growth Portfolio - Service Class	30,108	42,708	29,902	24,469
ING BlackRock Large Cap Value Portfolio - Service Class	487	3,432	740	5,660
ING BlackRock Large Cap Value Portfolio - Service 2 Class	32	319	29	288
ING Clarion Global Real Estate Portfolio - Service Class	13,181	23,951	19,247	24,787
ING Clarion Global Real Estate Portfolio - Service 2 Class	194	354	291	265
ING Clarion Real Estate Portfolio - Service Class	10,667	62,457	21,527	51,230
ING Clarion Real Estate Portfolio - Service 2 Class	646	2,616	1,499	2,725
ING DFA World Equity Portfolio - Service Class	55,813	24,358	17,757	22,998
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service Class	45,972	127,349	40,233	68,365
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class	475	4,138	977	3,122
ING Franklin Income Portfolio - Service Class	61,310	74,356	100,590	33,305
ING Franklin Income Portfolio - Service 2 Class	2,603	2,032	2,580	2,106

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Year ended December 31</b>			
	<b>2010</b>		<b>2009</b>	
	<b>Purchases</b>	<b>Sales</b>	<b>Purchases</b>	<b>Sales</b>
	<i>(Dollars in thousands)</i>			
ING Investors Trust (continued):				
ING Franklin Mutual Shares Portfolio - Service Class	\$ 17,152	\$ 24,066	\$ 22,572	\$ 20,694
ING Franklin Templeton Founding Strategy Portfolio - Service Class	29,796	85,765	58,859	61,974
ING Global Resources Portfolio - Service Class	8,743	157,847	61,200	118,321
ING Global Resources Portfolio - Service 2 Class	356	3,577	998	2,963
ING Janus Contrarian Portfolio - Service Class	2,173	80,106	17,161	93,939
ING Janus Contrarian Portfolio - Service 2 Class	125	2,309	349	3,193
ING JPMorgan Emerging Markets Equity Portfolio - Service Class	39,368	149,025	106,513	128,258
ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class	2,025	3,978	1,945	3,434
ING JPMorgan Small Cap Core Equity Portfolio - Service Class	98,052	40,358	18,539	19,560
ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class	84	4,171	966	3,394
ING Large Cap Growth Portfolio - Service Class	51,026	36,274	75,050	7,697
ING Large Cap Growth Portfolio - Service 2 Class	4	105	5	215
ING Limited Maturity Bond Portfolio - Service Class	4,418	22,839	7,847	26,018
ING Liquid Assets Portfolio - Service Class	380,662	812,090	407,407	1,243,989
ING Liquid Assets Portfolio - Service 2 Class	6,838	16,131	10,849	34,820
ING Lord Abbett Growth and Income Portfolio - Service Class	470	10,216	928	10,148
ING Lord Abbett Growth and Income Portfolio - Service 2 Class	16	184	44	245
ING Marsico Growth Portfolio - Service Class	36,278	74,347	25,759	65,728
ING Marsico Growth Portfolio - Service 2 Class	419	2,238	1,094	1,836
ING Marsico International Opportunities Portfolio - Service Class	3,736	31,024	5,638	41,281
ING MFS Total Return Portfolio - Service Class	28,352	149,783	61,280	109,499
ING MFS Total Return Portfolio - Service 2 Class	685	3,468	1,722	4,514
ING MFS Utilities Portfolio - Service Class	31,484	57,777	41,544	57,136
ING Morgan Stanley Global Franchise Portfolio - Service Class	57,414	38,991	55,116	34,904
ING Morgan Stanley Global Franchise Portfolio - Service 2 Class	1,152	6,944	5,982	6,699
ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class	32,673	8,548	38,483	2,503
ING Oppenheimer Active Allocation Portfolio - Service Class	37,604	4,463	16,895	894
ING PIMCO High Yield Portfolio - Service Class	161,364	67,143	30,099	70,892
ING PIMCO Total Return Bond Portfolio - Service Class	780,532	765,549	901,963	204,712
ING PIMCO Total Return Bond Portfolio - Service 2 Class	13,948	14,656	16,133	8,267
ING Pioneer Fund Portfolio - Service Class	7,791	8,787	4,470	7,781
ING Pioneer Mid Cap Value Portfolio - Service Class	19,006	96,305	24,048	62,929
ING Retirement Conservative Portfolio - Adviser Class	142,899	107,712	406,570	10,528
ING Retirement Growth Portfolio - Adviser Class	29,935	421,712	4,521,168	73,797
ING Retirement Moderate Growth Portfolio - Adviser Class	53,836	284,058	3,078,796	22,258
ING Retirement Moderate Portfolio - Adviser Class	26,984	192,353	1,826,734	16,957
ING T. Rowe Price Capital Appreciation Portfolio - Service Class	121,525	286,710	149,941	187,128

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31			
	2010		2009	
	Purchases	Sales	Purchases	Sales
	<i>(Dollars in thousands)</i>			
ING Investors Trust (continued):				
ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class	\$ 2,724	\$ 12,038	\$ 2,446	\$ 8,770
ING T. Rowe Price Equity Income Portfolio - Service Class	54,481	100,091	48,403	68,794
ING T. Rowe Price Equity Income Portfolio - Service 2 Class	1,287	2,621	828	2,773
ING Templeton Global Growth Portfolio - Service Class	14,563	43,222	23,294	23,989
ING Templeton Global Growth Portfolio - Service 2 Class	442	654	291	402
ING Van Kampen Growth and Income Portfolio - Service Class	13,585	86,736	24,426	59,477
ING Van Kampen Growth and Income Portfolio - Service 2 Class	625	5,186	1,643	4,343
ING Wells Fargo HealthCare Portfolio - Service Class	16,769	39,415	23,980	38,784
ING Wells Fargo Small Cap Disciplined Portfolio - Service Class	17,037	32,066	13,502	6,170
ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class	3	403	4	47
ING Mutual Funds:				
ING Diversified International Fund - Class R	1	39	1	31
ING Partners, Inc.:				
ING American Century Small-Mid Cap Value Portfolio - Service Class	751	248	1,305	230
ING Baron Small Cap Growth Portfolio - Service Class	49,632	66,326	76,326	36,645
ING Columbia Small Cap Value Portfolio - Service Class	2,340	36,432	25,584	38,673
ING Davis New York Venture Portfolio - Service Class	25,340	30,528	43,057	24,412
ING JPMorgan Mid Cap Value Portfolio - Service Class	69,864	35,406	28,447	8,275
ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class	804	13,669	22	12,912
ING Oppenheimer Global Portfolio - Initial Class	117	1,633	296	1,439
ING Oppenheimer Global Portfolio - Service Class	2,797	18,256	7,356	21,131
ING Oppenheimer Global Strategic Income Portfolio - Service Class	2,044	1,964	780	2,355
ING PIMCO Total Return Portfolio - Service Class	347	2,424	2,717	2,235
ING Solution 2015 Portfolio - Service Class	650	1,275	4,567	1,158
ING Solution 2025 Portfolio - Service Class	1,110	1,467	5,370	732
ING Solution 2035 Portfolio - Service Class	912	2,098	2,350	1,411
ING Solution 2045 Portfolio - Service Class	30	313	142	254
ING Solution Income Portfolio - Service Class	428	944	1,542	700
ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class	1,223	1,155	3,713	293
ING T. Rowe Price Growth Equity Portfolio - Service Class	30,918	33,010	60,526	14,963
ING Templeton Foreign Equity Portfolio - Service Class	78,183	70,995	64,062	34,246
ING Thornburg Value Portfolio - Initial Class	23	243	17	196
ING Thornburg Value Portfolio - Service Class	1,175	1,298	1,394	689
ING UBS U.S. Large Cap Equity Portfolio - Service Class	143	1,121	151	1,366
ING Van Kampen Comstock Portfolio - Service Class	33,188	30,298	15,444	19,050
ING Van Kampen Equity and Income Portfolio - Initial Class	39	531	43	211
ING Van Kampen Equity and Income Portfolio - Service Class	21,212	22,182	14,589	28,233

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31			
	2010		2009	
	Purchases	Sales	Purchases	Sales
	<i>(Dollars in thousands)</i>			
ING Strategic Allocation Portfolios, Inc.:				
ING Strategic Allocation Conservative Portfolio - Class S	\$ 141	\$ 131	\$ 268	\$ 193
ING Strategic Allocation Growth Portfolio - Class S	22	59	114	68
ING Strategic Allocation Moderate Portfolio - Class S	185	117	137	89
ING Variable Funds:				
ING Growth and Income Portfolio - Class I	1	9	1	6
ING Growth and Income Portfolio - Class S	14,090	71,074	150,368	52,696
ING Variable Insurance Trust:				
ING GET U.S. Core Portfolio - Series 5	281	3,271	666	2,949
ING GET U.S. Core Portfolio - Series 6	270	3,968	359	4,516
ING GET U.S. Core Portfolio - Series 7	193	3,213	256	1,587
ING GET U.S. Core Portfolio - Series 8	108	1,556	155	1,967
ING GET U.S. Core Portfolio - Series 9	95	1,285	126	1,010
ING GET U.S. Core Portfolio - Series 10	129	1,062	130	988
ING GET U.S. Core Portfolio - Series 11	130	1,112	344	1,993
ING GET U.S. Core Portfolio - Series 12	62	394	80	524
ING GET U.S. Core Portfolio - Series 13	381	3,916	800	6,882
ING GET U.S. Core Portfolio - Series 14	1,581	11,915	2,860	30,373
ING Variable Portfolios, Inc.:				
ING BlackRock Science and Technology Opportunities Portfolio - Class S	72,218	68,468	105,919	33,902
ING Euro STOXX 50 Index Portfolio - Class A	8,349	4,205	1,151	555
ING FTSE 100 Index Portfolio - Class A	6,745	4,255	758	10
ING Hang Seng Index Portfolio - Class S	56,600	20,253	44,117	4,852
ING Index Plus LargeCap Portfolio - Class S	3,220	33,573	5,411	34,445
ING Index Plus MidCap Portfolio - Class S	1,234	21,118	1,892	19,922
ING Index Plus SmallCap Portfolio - Class S	668	14,032	2,364	14,105
ING International Index Portfolio - Class S	35,228	39,528	62,304	6,908
ING Japan TOPIX Index® Portfolio - Class A	10,858	3,373	658	326
ING Opportunistic Large Cap Portfolio - Class S	189	10,575	959	2,391
ING Russell™ Global Large Cap Index 75% Portfolio - Class S	4,847	21,539	12,783	1,293
ING Russell™ Large Cap Growth Index Portfolio - Class S	10,081	24,425	132,902	13,225
ING Russell™ Large Cap Index Portfolio - Class S	28,078	71,766	325,095	35,287
ING Russell™ Large Cap Value Index Portfolio - Class S	20,947	8,674	22,911	2,514
ING Russell™ Mid Cap Growth Index Portfolio - Class S	44,965	51,710	235,954	16,774
ING Russell™ Mid Cap Index Portfolio - Class S	57,905	42,548	60,555	16,482
ING Russell™ Small Cap Index Portfolio - Class S	97,799	66,153	50,264	28,362
ING Small Company Portfolio - Class S	63,700	55,373	45,632	27,700
ING Variable Portfolios, Inc.:				
ING U.S. Bond Index Portfolio - Class S	86,597	114,221	170,112	103,042
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio - Class S	26,171	40,211	50,405	32,335

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31			
	2010		2009	
	Purchases	Sales	Purchases	Sales
	<i>(Dollars in thousands)</i>			
ING Variable Products Trust:				
ING International Value Portfolio - Class S	\$ 574	\$ 1,849	\$ 970	\$ 1,300
ING MidCap Opportunities Portfolio - Class S	66,263	51,410	27,642	39,581
ING SmallCap Opportunities Portfolio - Class S	279	8,995	145	6,817
Invesco Variable Insurance Funds:				
Invesco V.I. Leisure Fund - Series I Shares	144	3,595	372	2,952
Legg Mason Partners Variable Equity Trust:				
Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I	3	9	2	11
Legg Mason Global Currents Variable International All Cap Opportunity Portfolio	1	8	-	3
Legg Mason Partners Variable Income Trust:				
Legg Mason Western Asset Variable High Income Portfolio	7	17	8	3
Legg Mason Western Asset Variable Money Market Portfolio	-	23	1	-
Oppenheimer Variable Account Funds:				
Oppenheimer Main Street Small Cap Fund®/VA - Service Class	128	214	545	161
PIMCO Variable Insurance Trust:				
PIMCO Real Return Portfolio - Administrative Class	3,265	2,647	4,744	1,849
Pioneer Variable Contracts Trust:				
Pioneer Equity Income VCT Portfolio - Class II	658	2,343	2,273	2,151
ProFunds:				
ProFund VP Bull	30	1,939	131	1,825
ProFund VP Europe 30	266	1,485	296	2,093
ProFund VP Rising Rates Opportunity	565	2,147	363	3,201
Wells Fargo Funds Trust:				
Wells Fargo Advantage VT Omega Growth Fund - Class 2	1,236	65	-	-
Wells Fargo Variable Trust:				
Wells Fargo Advantage VT C&B Large Cap Value Fund	2	231	5	55
Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2	40	112	50	251
Wells Fargo Advantage VT Intrinsic Value Fund - Class 2	232	81	16	62
Wells Fargo Advantage VT Large Company Growth Fund	20	1,412	5	297
Wells Fargo Advantage VT Money Market Fund	-	36	1	7
Wells Fargo Advantage VT Small Cap Growth Fund - Class 2	1	132	-	142
Wells Fargo Advantage VT Total Return Bond Fund	110	124	105	119

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

**8. Changes in Units**

The changes in units outstanding for the years ended December 31, 2010 and 2009 are shown in the following table.

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
BlackRock Variable Series Funds, Inc.:						
BlackRock Global Allocation V.I. Fund - Class III	53,684,862	43,823,307	9,861,555	75,987,942	22,927,232	53,060,710
Columbia Funds Variable Insurance Trust:						
Columbia Asset Allocation Fund, Variable Series - Class A	1,780	4,414	(2,634)	480	1,317	(837)
Columbia Federal Securities Fund, Variable Series - Class A	-	308	(308)	-	407	(407)
Columbia Large Cap Growth Fund, Variable Series - Class A	3,610	5,478	(1,868)	16	1,146	(1,130)
Columbia Small Cap Value Fund, Variable Series - Class B	99,816	1,302,578	(1,202,762)	278,804	1,738,333	(1,459,529)
Columbia Small Company Growth Fund, Variable Series - Class A	-	712	(712)	-	2,581	(2,581)
Fidelity® Variable Insurance Products:						
Fidelity® VIP Equity-Income Portfolio - Service Class 2	567,631	2,939,961	(2,372,330)	992,104	4,176,755	(3,184,651)
Fidelity® Variable Insurance Products II:						
Fidelity® VIP Contrafund® Portfolio - Service Class 2	1,463,843	10,181,247	(8,717,404)	13,009,601	19,551,470	(6,541,869)
Franklin Templeton Variable Insurance Products Trust:						
Franklin Small Cap Value Securities Fund - Class 2	63,457	115,023	(51,566)	298,415	110,674	187,741
ING Balanced Portfolio, Inc.:						
ING Balanced Portfolio - Class S	49,514	141,262	(91,748)	64,148	133,985	(69,837)
ING Intermediate Bond Portfolio:						
ING Intermediate Bond Portfolio - Class S	31,368,881	38,199,740	(6,830,859)	40,290,370	38,950,690	1,339,680
ING Investors Trust:						
ING American Funds Asset Allocation Portfolio	7,465,694	5,907,790	1,557,904	19,904,258	5,412,005	14,492,253
ING American Funds Bond Portfolio	21,499,629	21,999,230	(499,601)	38,343,432	17,153,230	21,190,202
ING American Funds Growth Portfolio	22,064,340	32,119,782	(10,055,442)	36,582,545	36,084,341	498,204
ING American Funds Growth-Income Portfolio	10,476,157	20,310,133	(9,833,976)	21,283,824	21,176,889	106,935
ING American Funds International Portfolio	12,780,203	18,282,129	(5,501,926)	21,908,372	18,401,270	3,507,102
ING American Funds World Allocation Portfolio - Service Class	7,842,040	2,761,948	5,080,092	8,865,751	1,821,231	7,044,520
ING Artio Foreign Portfolio - Service Class	4,194,759	10,673,590	(6,478,831)	12,987,278	12,119,589	867,689

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
ING Investors Trust (continued):						
ING Artio Foreign Portfolio - Service 2 Class	116,905	358,970	(242,065)	535,620	495,775	39,845
ING BlackRock Inflation Protected Bond Portfolio - Service Class	26,104,680	17,906,824	8,197,856	19,482,590	4,392,829	15,089,761
ING BlackRock Large Cap Growth Portfolio - Institutional Class	-	1,634	(1,634)	-	2,743	(2,743)
ING BlackRock Large Cap Growth Portfolio - Service Class	4,819,818	6,034,708	(1,214,890)	6,465,361	5,476,222	989,139
ING BlackRock Large Cap Value Portfolio - Service Class	59,362	341,909	(282,547)	136,144	680,723	(544,579)
ING BlackRock Large Cap Value Portfolio - Service 2 Class	1,261	24,808	(23,547)	2,844	24,758	(21,914)
ING Clarion Global Real Estate Portfolio - Service Class	550,781	2,769,867	(2,219,086)	5,555,668	6,011,644	(455,976)
ING Clarion Global Real Estate Portfolio - Service 2 Class	4,677	37,635	(32,958)	46,753	38,422	8,331
ING Clarion Real Estate Portfolio - Service Class	128,120	1,513,887	(1,385,767)	921,570	2,302,213	(1,380,643)
ING Clarion Real Estate Portfolio - Service 2 Class	5,596	140,650	(135,054)	101,499	251,328	(149,829)
ING DFA World Equity Portfolio - Service Class	9,644,054	5,788,587	3,855,467	6,018,422	6,358,864	(340,442)
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service Class	9,134,959	14,298,104	(5,163,145)	11,993,189	14,027,678	(2,034,489)
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class	75,879	250,592	(174,713)	123,478	262,502	(139,024)
ING Franklin Income Portfolio - Service Class	11,372,900	14,115,116	(2,742,216)	19,152,614	13,329,973	5,822,641
ING Franklin Income Portfolio - Service 2 Class	284,891	261,085	23,806	304,876	276,396	28,480
ING Franklin Mutual Shares Portfolio - Service Class	4,237,549	4,737,191	(499,642)	6,742,053	6,107,920	634,133
ING Franklin Templeton Founding Strategy Portfolio - Service Class	6,089,821	14,182,181	(8,092,360)	16,080,003	19,493,470	(3,413,467)
ING Global Resources Portfolio - Service Class	493,922	5,150,411	(4,656,489)	6,685,696	8,256,640	(1,570,944)
ING Global Resources Portfolio - Service 2 Class	8,360	139,830	(131,470)	102,335	184,416	(82,081)
ING Janus Contrarian Portfolio - Service Class	808,750	6,836,086	(6,027,336)	5,578,332	13,257,041	(7,678,709)
ING Janus Contrarian Portfolio - Service 2 Class	17,487	126,796	(109,309)	80,729	285,596	(204,867)
ING JPMorgan Emerging Markets Equity Portfolio - Service Class	1,060,173	7,800,475	(6,740,302)	13,495,540	13,596,496	(100,956)
ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class	6,390	126,440	(120,050)	124,599	184,887	(60,288)
ING JPMorgan Small Cap Core Equity Portfolio - Service Class	9,990,759	5,721,820	4,268,939	2,501,202	2,859,014	(357,812)
ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class	11,074	249,315	(238,241)	44,136	279,627	(235,491)
ING Large Cap Growth Portfolio - Service Class	6,638,791	5,384,089	1,254,702	8,918,921	2,235,010	6,683,911
ING Large Cap Growth Portfolio - Service 2 Class	423	7,635	(7,212)	991	20,984	(19,993)
ING Limited Maturity Bond Portfolio - Service Class	157,542	1,085,915	(928,373)	172,351	1,259,922	(1,087,571)
ING Liquid Assets Portfolio - Service Class	66,660,459	93,629,206	(26,968,747)	100,033,410	152,688,414	(52,655,004)
ING Liquid Assets Portfolio - Service 2 Class	1,220,557	2,075,278	(854,721)	1,670,729	3,901,797	(2,231,068)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
ING Investors Trust (continued):						
ING Lord Abbett Growth and Income Portfolio - Service Class	102,091	975,275	(873,184)	195,971	1,272,743	(1,076,772)
ING Lord Abbett Growth and Income Portfolio - Service 2 Class	1,035	13,498	(12,463)	7,978	26,296	(18,318)
ING Marsico Growth Portfolio - Service Class	5,236,359	7,672,902	(2,436,543)	6,158,423	9,289,470	(3,131,047)
ING Marsico Growth Portfolio - Service 2 Class	60,251	185,209	(124,958)	152,268	211,557	(59,289)
ING Marsico International Opportunities Portfolio - Service Class	416,206	2,709,114	(2,292,908)	1,710,898	5,113,218	(3,402,320)
ING MFS Total Return Portfolio - Service Class	3,515,688	8,314,583	(4,798,895)	7,010,855	9,394,058	(2,383,203)
ING MFS Total Return Portfolio - Service 2 Class	62,024	257,951	(195,927)	147,999	440,045	(292,046)
ING MFS Utilities Portfolio - Service Class	5,251,264	7,270,739	(2,019,475)	7,677,149	10,147,969	(2,470,820)
ING Morgan Stanley Global Franchise Portfolio - Service Class	6,130,806	4,848,116	1,282,690	5,215,590	5,142,938	72,652
ING Morgan Stanley Global Franchise Portfolio - Service 2 Class	148,253	460,238	(311,985)	121,541	538,908	(417,367)
ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class	4,208,845	1,991,400	2,217,445	4,666,340	706,578	3,959,762
ING Oppenheimer Active Allocation Portfolio - Service Class	3,681,411	858,634	2,822,777	2,048,572	243,145	1,805,427
ING PIMCO High Yield Portfolio - Service Class	13,844,182	9,021,750	4,822,432	969,477	6,925,944	(5,956,467)
ING PIMCO Total Return Bond Portfolio - Service Class	71,688,144	81,816,807	(10,128,663)	97,437,019	59,413,076	38,023,943
ING PIMCO Total Return Bond Portfolio - Service 2 Class	977,870	1,321,593	(343,723)	1,564,776	1,195,889	368,887
ING Pioneer Fund Portfolio - Service Class	1,085,630	1,189,840	(104,210)	740,597	1,121,515	(380,918)
ING Pioneer Mid Cap Value Portfolio - Service Class	4,665,841	11,639,451	(6,973,610)	8,205,982	12,555,896	(4,349,914)
ING Retirement Conservative Portfolio - Adviser Class	27,610,889	22,349,950	5,260,939	52,086,673	3,894,878	48,191,795
ING Retirement Growth Portfolio - Adviser Class	23,269,699	58,460,607	(35,190,908)	498,382,902	14,157,359	484,225,543
ING Retirement Moderate Growth Portfolio - Adviser Class	22,502,254	42,025,734	(19,523,480)	331,988,356	9,052,622	322,935,734
ING Retirement Moderate Growth Portfolio - Adviser Class	18,133,081	32,507,301	(14,374,220)	193,428,098	7,212,114	186,215,984
ING Retirement Moderate Portfolio - Adviser Class	12,323,781	14,870,617	(2,546,836)	17,600,263	17,081,278	518,985
ING T. Rowe Price Capital Appreciation Portfolio - Service Class	196,903	813,416	(616,513)	225,842	749,451	(523,609)
ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class	4,938,287	6,778,123	(1,839,836)	6,360,252	7,178,319	(818,067)
ING T. Rowe Price Equity Income Portfolio - Service Class	104,057	210,976	(106,919)	98,206	283,142	(184,936)
ING T. Rowe Price Equity Income Portfolio - Service 2 Class	1,880,781	3,378,206	(1,497,425)	2,779,038	2,929,241	(150,203)
ING Templeton Global Growth Portfolio - Service Class	30,001	43,835	(13,834)	24,368	35,756	(11,388)
ING Templeton Global Growth Portfolio - Service 2 Class	2,013,383	4,731,661	(2,718,278)	3,232,339	4,799,103	(1,566,764)
ING Van Kampen Growth and Income Portfolio - Service Class	96,883	385,212	(288,329)	225,182	453,973	(228,791)
ING Van Kampen Growth and Income Portfolio - Service 2 Class	3,551,121	5,499,236	(1,948,115)	6,606,332	7,980,311	(1,373,979)
ING Wells Fargo HealthCare Portfolio - Service Class						



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
ING Investors Trust (continued):						
ING Wells Fargo Small Cap Disciplined Portfolio - Service Class	2,039,166	3,845,835	(1,806,669)	1,775,341	893,008	882,333
ING Wells Fargo Small Cap Disciplined Portfolio - Service 2 Class	29	47,116	(47,087)	153	5,144	(4,991)
ING Mutual Funds:						
ING Diversified International Fund - Class R	14	4,901	(4,887)	18	4,785	(4,767)
ING Partners, Inc.:						
ING American Century Small-Mid Cap Value Portfolio - Service Class	57,468	27,691	29,777	112,936	19,916	93,020
ING Baron Small Cap Growth Portfolio - Service Class	9,433,566	10,720,700	(1,287,134)	15,460,465	10,216,661	5,243,804
ING Columbia Small Cap Value Portfolio - Service Class	402,181	4,285,125	(3,882,944)	6,912,213	8,212,602	(1,300,389)
ING Davis New York Venture Portfolio - Service Class	6,334,472	6,561,776	(227,304)	11,317,153	8,289,814	3,027,339
ING JPMorgan Mid Cap Value Portfolio - Service Class	8,736,398	5,408,288	3,328,110	4,747,238	2,352,252	2,394,986
ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class	187,295	1,218,110	(1,030,815)	199,007	1,528,203	(1,329,196)
ING Oppenheimer Global Portfolio - Initial Class	65,989	192,519	(126,530)	90,351	233,628	(143,277)
ING Oppenheimer Global Portfolio - Service Class	350,782	1,579,746	(1,228,964)	1,280,265	2,986,018	(1,705,753)
ING Oppenheimer Global Strategic Income Portfolio - Service Class	192,428	203,127	(10,699)	71,846	253,796	(181,950)
ING PIMCO Total Return Portfolio - Service Class	9,929	172,173	(162,244)	203,986	198,173	5,813
ING Solution 2015 Portfolio - Service Class	31,634	108,186	(76,552)	478,956	163,082	315,874
ING Solution 2025 Portfolio - Service Class	88,553	130,671	(42,118)	633,355	101,208	532,147
ING Solution 2035 Portfolio - Service Class	23,942	138,705	(114,763)	260,852	170,466	90,386
ING Solution 2045 Portfolio - Service Class	2,143	28,007	(25,864)	16,435	34,830	(18,395)
ING Solution Income Portfolio - Service Class	22,496	83,181	(60,685)	126,852	73,781	53,071
ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class	104,694	91,136	13,558	388,149	47,438	340,711
ING T. Rowe Price Growth Equity Portfolio - Service Class	6,255,256	6,575,965	(320,709)	11,486,303	4,675,708	6,810,595
ING Templeton Foreign Equity Portfolio - Service Class	11,508,109	11,199,089	309,020	13,339,518	9,723,596	3,615,922
ING Thornburg Value Portfolio - Initial Class	44,699	69,072	(24,373)	24,338	49,714	(25,376)
ING Thornburg Value Portfolio - Service Class	102,632	130,163	(27,531)	143,282	104,718	38,564
ING UBS U.S. Large Cap Equity Portfolio - Service Class	349,179	440,828	(91,649)	21,606	168,389	(146,783)
ING Van Kampen Comstock Portfolio - Service Class	4,203,283	3,960,661	242,622	3,595,157	4,209,288	(614,131)
ING Van Kampen Equity and Income Portfolio - Initial Class	22,344	64,536	(42,192)	114	18,612	(18,498)
ING Van Kampen Equity and Income Portfolio - Service Class	3,217,573	3,286,351	(68,778)	3,981,043	5,317,039	(1,335,996)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
ING Strategic Allocation Portfolios, Inc.:						
ING Strategic Allocation Conservative Portfolio - Class S	7,416	9,775	(2,359)	15,260	16,067	(807)
ING Strategic Allocation Growth Portfolio - Class S	308	3,843	(3,535)	4,091	7,118	(3,027)
ING Strategic Allocation Moderate Portfolio - Class S	57,952	54,750	3,202	7,093	9,342	(2,249)
ING Variable Funds:						
ING Growth and Income Portfolio - Class I	-	978	(978)	-	825	(825)
ING Growth and Income Portfolio - Class S	4,813,758	11,480,592	(6,666,834)	23,372,789	10,183,271	13,189,518
ING Variable Insurance Trust:						
ING GET U.S. Core Portfolio - Series 5	210,939	499,238	(288,299)	198,514	447,916	(249,402)
ING GET U.S. Core Portfolio - Series 6	279,301	647,116	(367,815)	239,766	657,347	(417,581)
ING GET U.S. Core Portfolio - Series 7	281,862	583,817	(301,955)	77,260	213,747	(136,487)
ING GET U.S. Core Portfolio - Series 8	109,943	254,160	(144,217)	63,228	245,460	(182,232)
ING GET U.S. Core Portfolio - Series 9	66,068	183,048	(116,980)	105,587	197,861	(92,274)
ING GET U.S. Core Portfolio - Series 10	34,851	128,563	(93,712)	38,405	128,397	(89,992)
ING GET U.S. Core Portfolio - Series 11	78,324	175,654	(97,330)	89,504	266,327	(176,823)
ING GET U.S. Core Portfolio - Series 12	30,643	64,733	(34,090)	13,991	60,972	(46,981)
ING GET U.S. Core Portfolio - Series 13	71,078	422,812	(351,734)	65,252	702,351	(637,099)
ING GET U.S. Core Portfolio - Series 14	293,231	1,365,264	(1,072,033)	3,726,075	6,619,304	(2,893,229)
ING Variable Portfolios, Inc.:						
ING BlackRock Science and Technology Opportunities Portfolio - Class S	12,679,644	12,310,839	368,805	18,859,241	9,444,370	9,414,871
ING Euro STOXX 50 Index Portfolio - Class A	1,030,159	551,184	478,975	118,409	56,338	62,071
ING FTSE 100 Index Portfolio - Class A	714,616	460,614	254,002	74,851	1,197	73,654
ING Hang Seng Index Portfolio - Class S	6,153,732	3,386,530	2,767,202	4,311,014	1,085,883	3,225,131
ING Index Plus LargeCap Portfolio - Class S	2,235,336	5,660,031	(3,424,695)	4,426,826	8,774,823	(4,347,997)
ING Index Plus MidCap Portfolio - Class S	512,867	2,091,172	(1,578,305)	634,350	2,600,153	(1,965,803)
ING Index Plus SmallCap Portfolio - Class S	327,316	1,406,173	(1,078,857)	515,644	1,832,868	(1,317,224)
ING International Index Portfolio - Class S	6,156,045	7,206,256	(1,050,211)	10,344,834	2,348,210	7,996,624
ING Japan TOPIX Index® Portfolio - Class A	1,372,471	635,799	736,672	67,500	34,583	32,917
ING Opportunistic Large Cap Portfolio - Class S	100,749	1,485,144	(1,384,395)	136,507	377,654	(241,147)
ING Russell™ Global Large Cap Index 75% Portfolio - Class S	482,809	2,200,644	(1,717,835)	1,658,272	275,337	1,382,935
ING Russell™ Large Cap Growth Index Portfolio - Class S	1,413,451	2,435,885	(1,022,434)	12,716,446	1,506,176	11,210,270

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
ING Variable Portfolios, Inc. (continued):						
ING Russell™ Large Cap Index Portfolio - Class S	5,622,005	11,652,340	(6,030,335)	50,637,531	8,299,860	42,337,671
ING Russell™ Large Cap Value Index Portfolio - Class S	1,788,521	1,129,693	658,828	2,295,781	373,547	1,922,234
ING Russell™ Mid Cap Growth Index Portfolio - Class S	4,844,780	5,422,222	(577,442)	21,074,210	1,917,538	19,156,672
ING Russell™ Mid Cap Index Portfolio - Class S	9,433,486	7,850,011	1,583,475	10,832,295	4,403,603	6,428,692
ING Russell™ Small Cap Index Portfolio - Class S	14,347,490	11,359,963	2,987,527	11,286,060	8,153,924	3,132,136
ING Small Company Portfolio - Class S	8,963,102	7,999,475	963,627	8,312,508	6,042,586	2,269,922
ING U.S. Bond Index Portfolio - Class S	12,330,745	15,013,483	(2,682,738)	24,404,746	17,982,606	6,422,140
ING WisdomTree™ Global High-Yielding Equity Index Portfolio - Class S	5,180,598	7,718,793	(2,538,195)	13,523,895	9,941,585	3,582,310
ING Variable Products Trust:						
ING International Value Portfolio - Class S	36,456	129,582	(93,126)	109,923	137,497	(27,574)
ING MidCap Opportunities Portfolio - Class S	11,818,142	10,176,841	1,641,301	7,188,087	8,677,440	(1,489,353)
ING SmallCap Opportunities Portfolio - Class S	282,197	1,280,291	(998,094)	158,120	1,125,021	(966,901)
Invesco Variable Insurance Funds:						
Invesco V.I. Leisure Fund - Series I Shares	42,303	342,828	(300,525)	31,058	349,079	(318,021)
Legg Mason Partners Variable Equity Trust:						
Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I	144	1,075	(931)	105	1,481	(1,376)
Legg Mason Global Currents Variable International All Cap Opportunity Portfolio	-	605	(605)	-	261	(261)
Legg Mason Partners Variable Income Trust:						
Legg Mason Western Asset Variable High Income Portfolio	9	840	(831)	-	131	(131)
Legg Mason Western Asset Variable Money Market Portfolio	-	1,725	(1,725)	53	8	45
Oppenheimer Variable Account Funds:						
Oppenheimer Main Street Small Cap Fund®/VA - Service Class	7,973	12,794	(4,821)	46,964	15,802	31,162
PIMCO Variable Insurance Trust:						
PIMCO Real Return Portfolio - Administrative Class	302,055	266,038	36,017	452,739	248,669	204,070
Pioneer Variable Contracts Trust:						
Pioneer Equity Income VCT Portfolio - Class II	44,318	187,657	(143,339)	282,017	288,418	(6,401)
ProFunds:						
ProFund VP Bull	86,315	307,498	(221,183)	26,235	270,575	(244,340)
ProFund VP Europe 30	52,539	190,216	(137,677)	34,631	291,508	(256,877)
ProFund VP Rising Rates Opportunity	263,707	521,193	(257,486)	204,523	681,580	(477,057)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Year ended December 31					
	2010			2009		
	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
Wells Fargo Funds Trust:						
Wells Fargo Advantage VT Omega Growth Fund - Class 2	176,296	58,064	118,232	-	-	-
Wells Fargo Variable Trust:						
Wells Fargo Advantage VT C&B Large Cap Value Fund	29	21,861	(21,832)	152	5,143	(4,991)
Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2	990	7,862	(6,872)	1,744	24,958	(23,214)
Wells Fargo Advantage VT Intrinsic Value Fund - Class 2	61,011	44,273	16,738	702	5,759	(5,057)
Wells Fargo Advantage VT Large Company Growth Fund	2,912	162,411	(159,499)	274	32,595	(32,321)
Wells Fargo Advantage VT Money Market Fund	-	3,514	(3,514)	-	524	(524)
Wells Fargo Advantage VT Small Cap Growth Fund - Class 2	647	8,571	(7,924)	-	11,460	(11,460)
Wells Fargo Advantage VT Total Return Bond Fund	3,485	8,273	(4,788)	4,490	8,688	(4,198)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

**9. Unit Summary**

A summary of units outstanding at December 31, 2010 follows:

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>BlackRock Global Allocation V.I. Fund - Class III</b>			
Contracts in accumulation period:			
Band 2	13,559.990	\$ 10.43	\$ 141,431
Band 4	109,102.540	10.36	1,130,302
Band 5	33,421.661	10.34	345,580
Band 6	14,545,661.720	10.31	149,965,772
Band 7	3,582,001.065	10.30	36,894,611
Band 8	6,150,537.869	10.27	63,166,024
Band 9	347,522.704	10.26	3,565,583
Band 10	32,649,951.540	10.24	334,335,504
Band 11	3,721,600.145	10.23	38,071,969
Band 12	1,130,871.428	10.21	11,546,197
Band 13	4,848,083.832	10.20	49,450,455
Band 14	5,511,970.892	10.17	56,056,744
Band 15	9,731,706.843	10.16	98,874,142
Band 16	404,099.506	10.13	4,093,528
Band 17	6,172,428.268	10.11	62,403,250
Band 18	12,313.150	10.10	124,363
Band 19	115,909.259	10.07	1,167,206
Band 20	2,659,829.148	10.19	27,103,659
Band 21	359,612.495	10.14	3,646,471
Band 26	281,015.229	10.44	2,933,799
Band 27	86,277.250	10.36	893,832
Band 28	42,151.363	10.31	434,581
Band 29	37,018.529	10.30	381,291
Band 30	12,963.103	10.21	132,353
Band 31	12,691.859	10.17	129,076
Band 38	386,896.812	10.43	4,035,334
Band 41	8,409.199	10.22	85,942
Band 42	12,552.161	10.16	127,530
Band 43	181,048.373	10.12	1,832,210
Band 45	334.825	9.97	3,338
Band 46	12,815,939.410	10.09	129,312,829
Band 47	1,076,203.479	10.04	10,805,083
Band 50	12,193.754	10.20	124,376
Band 55	33,603.962	10.27	345,113
Band 56	5,623,570.871	10.39	58,428,901
Band 57	61,011.013	10.23	624,143
Band 59	27,518.357	10.07	277,110
Band 60	1,645.639	10.26	16,884
Band 64	11,692.464	10.14	118,562
	<u>112,824,921.707</u>		<u>\$ 1,153,125,078</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Columbia Asset Allocation Fund, Variable Series - Class A</b>			
Contracts in accumulation period:			
Band 6	657.190	\$ 15.66	\$ 10,292
Band 7	12,515.858	15.60	195,247
Band 8	3,319.870	15.48	51,392
Band 9	1,335.859	15.42	20,599
Band 11	918.721	15.30	14,056
Band 13	768.009	15.18	11,658
	<u>19,515.507</u>		<u>\$ 303,244</u>
<b>Columbia Federal Securities Fund, Variable Series - Class A</b>			
Contracts in accumulation period:			
Band 7	1,145.523	\$ 12.40	\$ 14,204
Band 13	387.049	12.07	4,672
	<u>1,532.572</u>		<u>\$ 18,876</u>
<b>Columbia Large Cap Growth Fund, Variable Series - Class A</b>			
Contracts in accumulation period:			
Band 6	1,059.272	\$ 11.81	\$ 12,510
Band 7	22,946.715	11.78	270,312
Band 9	664.991	11.67	7,760
Band 11	868.732	11.60	10,077
Band 13	3,442.334	11.54	39,725
Band 14	1,773.072	11.47	20,337
	<u>30,755.116</u>		<u>\$ 360,721</u>
<b>Columbia Small Cap Value Fund, Variable Series - Class B</b>			
Contracts in accumulation period:			
Band 2	1,528.484	\$ 14.31	\$ 21,873
Band 4	7,579.694	21.68	164,328
Band 5	4,263.966	21.59	92,059
Band 6	1,094,501.400	21.42	23,444,220
Band 7	745,402.228	21.34	15,906,884
Band 8	390,404.565	21.18	8,268,769
Band 9	29,596.756	21.09	624,196
Band 10	894,396.748	21.01	18,791,276
Band 11	346,007.178	20.93	7,241,930
Band 12	133,921.722	20.85	2,792,268
Band 13	373,934.538	20.77	7,766,620
Band 14	1,253,425.509	20.61	25,833,100
Band 15	373,699.766	20.53	7,672,056
Band 16	41,190.828	20.37	839,057
Band 17	835,981.882	20.29	16,962,072
Band 18	12,203.370	20.21	246,630
Band 19	53,998.446	20.05	1,082,669
Band 20	759,123.273	20.69	15,706,261
Band 21	55,993.344	20.45	1,145,064
Band 26	28,802.918	14.35	413,322

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Columbia Small Cap Value Fund, Variable Series - Class B (continued)</b>			
Band 27	8,769.908	\$ 14.11	\$ 123,743
Band 28	3,477.857	13.98	48,620
Band 29	78.452	13.94	1,094
Band 30	1,832.715	13.70	25,108
Band 41	1,082.163	13.71	14,836
Band 42	1,180.105	13.55	15,990
Band 43	6,345.489	13.43	85,220
Band 46	515,510.367	12.53	6,459,345
Band 47	33,714.590	12.42	418,735
	<u>8,007,948.261</u>		<u>\$ 162,207,345</u>
<b>Columbia Small Company Growth Fund, Variable Series - Class A</b>			
Contracts in accumulation period:			
Band 7	301.549	\$ 18.85	\$ 5,684
Band 8	674.706	18.70	12,617
	<u>976.255</u>		<u>\$ 18,301</u>
<b>Fidelity® VIP Equity-Income Portfolio - Service Class 2</b>			
Contracts in accumulation period:			
Band 2	1,716.234	\$ 11.51	\$ 19,754
Band 3	357.019	11.13	3,974
Band 4	108,181.317	11.24	1,215,958
Band 5	62,730.055	11.19	701,949
Band 6	2,311,978.349	11.08	25,616,720
Band 7	1,445,626.551	11.03	15,945,261
Band 8	805,806.275	10.92	8,799,405
Band 9	246,376.463	10.87	2,678,112
Band 10	1,758,439.725	10.82	19,026,318
Band 11	509,299.187	10.76	5,480,059
Band 12	417,371.547	10.71	4,470,049
Band 13	910,072.925	10.66	9,701,377
Band 14	1,924,717.588	10.56	20,325,018
Band 15	774,051.474	10.51	8,135,281
Band 16	101,891.369	10.41	1,060,689
Band 17	1,290,394.348	10.36	13,368,485
Band 18	30,018.697	10.31	309,493
Band 19	85,217.408	10.21	870,070
Band 20	1,090,666.299	10.61	11,571,969
Band 21	213,828.149	10.46	2,236,642
Band 25	7,846.013	11.62	91,171
Band 26	293,761.374	11.57	3,398,819
Band 27	162,013.246	11.24	1,821,029
Band 28	39,810.601	11.08	441,101
Band 29	128,808.459	11.02	1,419,469
Band 30	35,705.225	10.71	382,403
Band 31	17,510.695	10.56	184,913
Band 34	94.365	9.93	937
Band 35	171,551.677	11.79	2,022,594

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Fidelity® VIP Equity-Income Portfolio - Service Class 2</b>			
<b>(continued)</b>			
Band 36	21,685.862	\$ 11.57	\$ 250,905
Band 37	32,281.489	11.40	368,009
Band 38	613,588.036	13.31	8,166,857
Band 39	106,817.886	13.12	1,401,451
Band 40	37,598.436	12.97	487,652
Band 41	18,076.577	12.08	218,365
Band 42	14,903.228	11.91	177,497
Band 43	94,275.560	11.77	1,109,623
Band 45	2,089.877	10.09	21,087
Band 46	671,601.191	9.74	6,541,396
Band 47	125,267.140	9.65	1,208,828
Band 51	676.103	9.19	6,213
Band 55	1,074.223	9.43	10,130
Band 56	16,293.282	8.77	142,892
	<u>16,702,071.524</u>		<u>\$ 181,409,924</u>
<b>Fidelity® VIP Contrafund® Portfolio - Service Class 2</b>			
Contracts in accumulation period:			
Band 2	13,056.131	\$ 13.54	\$ 176,780
Band 4	327,231.711	16.07	5,258,614
Band 5	87,154.676	15.95	1,390,117
Band 6	9,154,107.850	13.24	121,200,388
Band 7	1,379,878.372	15.72	21,691,688
Band 8	4,711,109.231	13.12	61,809,753
Band 9	606,697.088	15.49	9,397,738
Band 10	11,446,143.750	13.52	154,751,864
Band 11	1,298,422.963	13.01	16,892,483
Band 12	299,967.237	12.97	3,890,575
Band 13	2,816,261.141	15.20	42,807,169
Band 14	4,113,038.438	12.86	52,893,674
Band 15	3,970,153.479	14.98	59,472,899
Band 16	398,298.368	12.75	5,078,304
Band 17	3,558,174.256	12.71	45,224,395
Band 18	10,969.785	12.67	138,987
Band 19	71,732.041	12.98	931,082
Band 20	1,254,173.607	13.34	16,730,676
Band 21	436,611.134	13.20	5,763,267
Band 26	741,477.447	16.49	12,226,963
Band 27	331,215.197	16.02	5,306,067
Band 28	104,271.316	15.79	1,646,444
Band 29	252,580.457	15.71	3,968,039
Band 30	38,514.781	15.27	588,121
Band 31	20,769.639	15.05	312,583
Band 35	489,750.101	16.81	8,232,699
Band 36	109,249.235	16.49	1,801,520
Band 37	69,449.025	16.25	1,128,547
Band 38	2,620,332.628	17.26	45,226,941



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Fidelity® VIP Contrafund® Portfolio - Service Class 2</b>			
<b>(continued)</b>			
Band 39	718,804.264	\$ 17.00	\$ 12,219,672
Band 40	245,717.788	16.81	4,130,516
Band 41	132,588.014	15.49	2,053,788
Band 42	32,591.510	15.26	497,346
Band 43	213,674.958	15.09	3,224,355
Band 44	5,464.890	13.14	71,809
Band 45	13,008.846	12.90	167,814
Band 46	4,114,882.389	12.63	51,970,965
Band 47	533,206.035	12.52	6,675,740
Band 50	29,958.161	10.86	325,346
Band 51	903.782	10.71	9,680
Band 52	12,209.166	11.04	134,789
Band 53	750.054	10.91	8,183
Band 54	2,815.151	10.76	30,291
Band 55	6,147.280	10.99	67,559
Band 56	834,369.985	9.21	7,684,548
Band 57	8,025.088	9.06	72,707
Band 59	1,486.423	8.91	13,244
Band 60	5,096.955	9.09	46,331
	<u>57,642,491.823</u>		<u>\$ 795,343,060</u>
<b>Franklin Small Cap Value Securities Fund - Class 2</b>			
Contracts in accumulation period:			
Band 35	39,346.418	\$ 19.07	\$ 750,336
Band 36	15,105.409	18.72	282,773
Band 37	6,718.358	18.47	124,088
Band 38	439,365.985	19.38	8,514,913
Band 39	228,066.007	19.09	4,353,780
Band 40	19,012.339	18.88	358,953
	<u>747,614.516</u>		<u>\$ 14,384,843</u>
<b>ING Balanced Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 4	1,977.678	\$ 10.20	\$ 20,172
Band 7	9,463.112	10.10	95,577
Band 9	53,976.860	10.03	541,388
Band 10	9,953.581	10.00	99,536
Band 13	6,616.274	9.93	65,700
Band 15	13,227.735	9.86	130,425
Band 21	19,357.697	9.84	190,480
Band 26	40,272.512	10.34	416,418
Band 27	12,043.783	10.20	122,847
Band 28	1,416.957	10.12	14,340
Band 29	20,239.037	10.10	204,414
Band 30	1,687.995	9.96	16,812
Band 31	19,122.496	9.89	189,121
Band 35	46,496.173	13.67	635,603
Band 36	1,917.293	13.46	25,807

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Balanced Portfolio - Class S (continued)</b>			
Band 37	13,082.446	\$ 13.31	\$ 174,127
Band 38	207,014.400	13.09	2,709,818
Band 39	47,597.234	12.89	613,528
Band 40	17,766.896	12.75	226,528
Band 41	8,846.754	9.96	88,114
Band 42	1,614.236	9.87	15,933
Band 43	8,638.840	9.80	84,661
	<u>562,329.989</u>		<u>\$ 6,681,349</u>
<b>ING Intermediate Bond Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 1	7,519.419	\$ 13.97	\$ 105,046
Band 2	24,916.353	13.73	342,102
Band 3	312.898	13.31	4,165
Band 4	374,615.522	13.43	5,031,086
Band 5	37,892.684	13.37	506,625
Band 6	14,805,735.190	13.26	196,324,049
Band 7	2,524,418.183	13.20	33,322,320
Band 8	7,515,593.550	13.08	98,303,964
Band 9	1,186,881.291	13.03	15,465,063
Band 10	19,438,550.640	12.97	252,118,002
Band 11	2,331,473.273	12.91	30,099,320
Band 12	519,721.692	12.85	6,678,424
Band 13	6,019,745.942	12.80	77,052,748
Band 14	7,097,567.530	12.69	90,068,132
Band 15	6,206,307.986	12.63	78,385,670
Band 16	835,637.419	12.52	10,462,180
Band 17	5,525,607.371	12.46	68,849,068
Band 18	34,976.069	12.41	434,053
Band 19	122,247.581	12.30	1,503,645
Band 20	1,963,729.233	12.74	25,017,910
Band 21	318,166.555	12.57	3,999,354
Band 25	14,855.651	13.85	205,751
Band 26	2,931,067.242	11.80	34,586,593
Band 27	1,252,547.236	11.59	14,517,022
Band 28	698,060.444	11.49	8,020,715
Band 29	690,271.853	11.46	7,910,515
Band 30	256,725.736	11.26	2,890,732
Band 31	132,397.657	11.16	1,477,558
Band 35	336,344.319	14.03	4,718,911
Band 36	81,977.174	13.79	1,130,465
Band 37	20,839.234	13.61	283,622
Band 38	4,485,422.907	12.69	56,920,017
Band 39	1,053,124.205	12.50	13,164,053
Band 40	368,057.961	12.36	4,549,196
Band 41	37,492.595	11.27	422,542
Band 42	42,985.339	11.14	478,857
Band 43	235,606.787	11.04	2,601,099
Band 44	1,390.599	10.81	15,032

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Intermediate Bond Portfolio - Class S (continued)</b>			
Band 45	10,474.089	\$ 10.72	\$ 112,282
Band 46	6,900,836.882	10.99	75,840,197
Band 47	927,830.590	10.89	10,104,075
Band 49	160,362.385	10.69	1,714,274
Band 50	27,776.197	11.38	316,093
Band 51	26,009.300	11.22	291,824
Band 52	7,264.035	11.56	83,972
Band 53	3,528.180	11.43	40,327
Band 54	12,788.874	11.28	144,258
Band 55	40,869.782	11.51	470,411
Band 56	1,482,305.711	10.63	15,756,910
Band 57	30,472.336	10.45	318,436
Band 58	964.911	10.37	10,006
Band 59	5,609.335	10.28	57,664
Band 60	2,559.295	10.48	26,821
Band 64	10,665.802	10.63	113,377
	<u>99,181,101.024</u>		<u>\$ 1,253,366,533</u>
<b>ING American Funds Asset Allocation Portfolio</b>			
Contracts in accumulation period:			
Band 2	9,804.533	\$ 9.76	\$ 95,692
Band 4	64,240.845	9.69	622,494
Band 5	4,954.148	9.68	47,956
Band 6	6,373,629.697	9.66	61,569,263
Band 7	949,846.768	9.64	9,156,523
Band 8	1,965,775.426	9.62	18,910,760
Band 9	80,741.819	9.60	775,121
Band 10	11,286,916.050	9.59	108,241,525
Band 11	1,963,280.299	9.58	18,808,225
Band 12	104,038.031	9.56	994,604
Band 13	1,325,089.643	9.55	12,654,606
Band 14	1,148,052.239	9.52	10,929,457
Band 15	4,027,563.019	9.51	38,302,124
Band 16	163,406.748	9.49	1,550,730
Band 17	1,277,306.347	9.47	12,096,091
Band 18	7,646.237	9.46	72,333
Band 19	14,450.856	9.43	136,272
Band 20	789,389.587	9.54	7,530,777
Band 21	51,925.891	9.50	493,296
Band 26	31,953.382	9.77	312,185
Band 27	81,454.982	9.69	789,299
Band 28	42,705.659	9.65	412,110
Band 29	5,437.379	9.64	52,416
Band 30	5,654.904	9.56	54,061
Band 38	48,293.118	9.76	471,341
Band 41	603.679	9.57	5,777
Band 42	20,181.281	9.51	191,924
Band 43	29,976.215	9.47	283,875

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING American Funds Asset Allocation Portfolio</b>			
<b>(continued)</b>			
Band 46	2,007,999.358	\$ 9.45	\$ 18,975,594
Band 47	174,195.638	9.41	1,639,181
Band 50	6,013.668	9.55	57,431
Band 55	2,568.295	9.62	24,707
Band 56	2,587,105.511	9.72	25,146,666
Band 57	46,961.482	9.58	449,891
Band 59	12,994.818	9.44	122,671
Band 60	17,527.644	9.60	168,265
	<u>36,729,685.196</u>		<u>\$ 352,145,243</u>
<b>ING American Funds Bond Portfolio</b>			
Contracts in accumulation period:			
Band 2	29,857.287	\$ 10.53	\$ 314,397
Band 4	101,191.661	10.28	1,040,250
Band 5	20,274.922	10.44	211,670
Band 6	8,176,396.079	10.23	83,644,532
Band 7	1,208,034.636	10.22	12,346,114
Band 8	3,023,318.677	10.19	30,807,617
Band 9	233,092.893	10.17	2,370,555
Band 10	10,751,091.660	10.16	109,231,091
Band 11	1,976,688.384	10.14	20,043,620
Band 12	296,209.421	10.13	3,000,601
Band 13	3,074,338.943	10.11	31,081,567
Band 14	2,515,630.063	10.08	25,357,551
Band 15	4,313,504.802	10.07	43,436,993
Band 16	183,371.099	10.04	1,841,046
Band 17	2,755,719.355	10.02	27,612,308
Band 18	5,234.983	10.00	52,350
Band 19	82,172.402	9.97	819,259
Band 20	1,236,491.375	10.10	12,488,563
Band 21	180,259.478	10.05	1,811,608
Band 26	222,516.637	10.55	2,347,551
Band 27	77,172.037	10.46	807,220
Band 28	46,668.039	10.41	485,814
Band 29	24,826.737	10.40	258,198
Band 30	18,545.435	10.31	191,203
Band 31	31,615.724	10.27	324,693
Band 35	114,695.702	10.43	1,196,276
Band 36	18,403.940	10.37	190,849
Band 37	18,704.981	10.32	193,035
Band 38	2,302,829.582	10.35	23,834,286
Band 39	528,856.765	10.29	5,441,936
Band 40	302,147.133	10.25	3,097,008
Band 41	38,544.671	10.32	397,781
Band 42	13,965.118	10.26	143,282
Band 43	91,689.291	10.22	937,065
Band 45	1,318.187	10.07	13,274
Band 46	2,956,945.117	9.99	29,539,882

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING American Funds Bond Portfolio (continued)</b>			
Band 47	401,888.212	\$ 9.94	\$ 3,994,769
Band 55	10,935.735	10.19	111,435
Band 56	1,768,568.137	10.31	18,233,937
Band 57	65,411.801	10.14	663,276
Band 59	10,944.530	9.98	109,226
Band 60	15,863.672	10.17	161,334
Band 61	2,457.762	10.10	24,823
Band 64	10,305.436	10.24	105,528
	<u>49,258,698.501</u>		<u>\$ 500,315,373</u>
<b>ING American Funds Growth Portfolio</b>			
Contracts in accumulation period:			
Band 2	67,695.503	\$ 14.54	\$ 984,293
Band 4	853,552.917	14.28	12,188,736
Band 5	176,198.091	14.22	2,505,537
Band 6	25,830,505.410	14.12	364,726,736
Band 7	7,750,331.404	14.07	109,047,163
Band 8	11,927,677.580	13.96	166,510,379
Band 9	2,013,938.123	13.91	28,013,879
Band 10	28,931,188.660	13.86	400,986,275
Band 11	5,072,855.998	13.81	70,056,141
Band 12	1,180,264.314	13.76	16,240,437
Band 13	7,734,697.320	13.70	105,965,353
Band 14	13,894,288.580	13.60	188,962,325
Band 15	13,344,121.590	13.55	180,812,848
Band 16	796,076.135	13.45	10,707,224
Band 17	14,568,733.200	13.40	195,221,025
Band 18	42,590.509	13.35	568,583
Band 19	531,552.183	13.25	7,043,066
Band 20	7,652,669.355	13.65	104,458,937
Band 21	1,017,485.099	13.50	13,736,049
Band 26	1,093,287.769	14.60	15,962,001
Band 27	430,985.881	14.28	6,154,478
Band 28	289,304.162	14.12	4,084,975
Band 29	434,516.336	14.06	6,109,300
Band 30	112,026.092	13.75	1,540,359
Band 31	71,213.450	13.60	968,503
Band 35	223,093.406	11.41	2,545,496
Band 36	30,825.461	11.29	348,019
Band 37	41,947.880	14.44	605,727
Band 38	3,477,006.758	11.26	39,151,096
Band 39	774,945.040	11.14	8,632,888
Band 40	326,089.647	11.04	3,600,030
Band 41	232,705.344	13.76	3,202,026
Band 42	114,113.902	13.56	1,547,385
Band 43	547,929.231	13.41	7,347,731
Band 44	8,228.683	11.98	98,580
Band 45	16,607.529	11.75	195,138
Band 46	14,501,898.910	11.58	167,931,989

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING American Funds Growth Portfolio (continued)</b>			
Band 47	1,133,281.486	\$ 11.47	\$ 12,998,739
Band 50	57,644.531	10.44	601,809
Band 51	63,520.006	10.30	654,256
Band 52	6,768.909	10.61	71,818
Band 53	3,526.276	10.49	36,991
Band 54	10,340.652	10.34	106,922
Band 55	48,158.185	10.56	508,550
Band 56	4,029,127.449	9.25	37,269,429
Band 57	31,917.723	9.10	290,451
Band 59	30,869.063	8.95	276,278
Band 60	11,640.145	9.13	106,275
Band 61	3,784.117	9.06	34,284
Band 62	4,949.969	8.98	44,451
Band 64	1,122.766	9.27	10,408
	<u>171,549,798.729</u>		<u>\$ 2,301,771,368</u>
<b>ING American Funds Growth-Income Portfolio</b>			
Contracts in accumulation period:			
Band 2	40,799.306	\$ 12.70	\$ 518,151
Band 4	970,453.594	12.47	12,101,556
Band 5	59,859.225	12.43	744,050
Band 6	17,556,910.650	12.33	216,476,708
Band 7	5,194,637.562	12.29	63,842,096
Band 8	7,628,865.312	12.20	93,072,157
Band 9	2,035,007.633	12.15	24,725,343
Band 10	18,859,468.990	12.11	228,388,169
Band 11	3,496,988.501	12.06	42,173,681
Band 12	686,003.145	12.02	8,245,758
Band 13	5,370,763.362	11.97	64,288,037
Band 14	9,526,910.098	11.88	113,179,692
Band 15	9,654,053.259	11.84	114,303,991
Band 16	515,490.247	11.75	6,057,010
Band 17	10,052,428.420	11.71	117,713,937
Band 18	26,521.520	11.66	309,241
Band 19	428,857.728	11.57	4,961,884
Band 20	4,924,284.096	11.93	58,746,709
Band 21	1,086,717.483	11.79	12,812,399
Band 26	906,288.357	12.75	11,555,177
Band 27	476,610.314	12.47	5,943,331
Band 28	185,386.560	12.33	2,285,816
Band 29	398,141.933	12.29	4,893,164
Band 30	119,576.447	12.01	1,436,113
Band 31	77,034.517	11.88	915,170
Band 35	133,933.631	10.45	1,399,606
Band 36	26,616.224	10.34	275,212
Band 37	41,543.446	12.61	523,863
Band 38	2,186,805.042	10.31	22,545,960
Band 39	287,316.531	10.20	2,930,629
Band 40	246,077.647	10.11	2,487,845

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING American Funds Growth-Income Portfolio</b>			
<b>(continued)</b>			
Band 41	149,471.618	\$ 12.02	\$ 1,796,649
Band 42	92,928.970	11.84	1,100,279
Band 43	457,923.541	11.71	5,362,285
Band 44	6,228.997	10.39	64,719
Band 45	23,918.388	10.21	244,207
Band 46	8,815,323.056	9.98	87,976,924
Band 47	950,481.730	9.89	9,400,264
Band 50	17,335.646	9.71	168,329
Band 51	492,257.926	9.57	4,710,908
Band 52	2,605.229	9.86	25,688
Band 53	7,543.306	9.75	73,547
Band 54	10,023.291	9.62	96,424
Band 55	28,197.450	9.82	276,899
Band 56	3,413,311.834	9.09	31,027,005
Band 57	13,266.760	8.94	118,605
Band 59	6,252.184	8.79	54,957
Band 60	22,313.455	8.97	200,152
Band 61	3,831.455	8.90	34,100
	117,713,565.616		\$ 1,382,584,396
<b>ING American Funds International Portfolio</b>			
Contracts in accumulation period:			
Band 2	64,969.073	\$ 19.21	\$ 1,248,056
Band 4	348,711.744	18.86	6,576,703
Band 5	102,141.954	18.79	1,919,247
Band 6	10,785,643.430	18.65	201,152,250
Band 7	3,345,875.424	18.58	62,166,365
Band 8	5,524,450.402	18.44	101,870,865
Band 9	957,185.636	18.37	17,583,500
Band 10	13,733,676.480	18.30	251,326,280
Band 11	2,331,614.879	18.23	42,505,339
Band 12	586,478.368	18.17	10,656,312
Band 13	3,947,549.887	18.10	71,450,653
Band 14	6,334,952.271	17.96	113,775,743
Band 15	5,456,090.121	17.90	97,664,013
Band 16	546,134.503	17.76	9,699,349
Band 17	5,981,677.028	17.70	105,875,683
Band 18	28,192.049	17.63	497,026
Band 19	234,986.882	17.50	4,112,270
Band 20	2,760,607.238	18.03	49,773,749
Band 21	516,416.624	17.83	9,207,708
Band 26	597,878.042	19.28	11,527,089
Band 27	335,601.058	18.85	6,326,080
Band 28	114,325.273	18.64	2,131,023
Band 29	232,494.075	18.57	4,317,415
Band 30	55,069.688	18.16	1,000,066
Band 31	35,614.090	17.96	639,629
Band 34	77.787	17.12	1,332
Band 35	222,510.931	13.10	2,914,893

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING American Funds International Portfolio</b>			
<b>(continued)</b>			
Band 36	35,705.753	\$ 12.95	\$ 462,390
Band 37	10,977.683	19.07	209,344
Band 38	2,510,976.512	12.92	32,441,817
Band 39	507,011.860	12.78	6,479,612
Band 40	178,287.818	12.67	2,258,907
Band 41	56,783.495	18.17	1,031,756
Band 42	29,666.151	17.91	531,321
Band 43	248,873.383	17.71	4,407,548
Band 44	3,046.238	14.53	44,262
Band 45	13,567.873	14.23	193,071
Band 46	6,235,951.564	13.54	84,434,784
Band 47	618,908.396	13.42	8,305,751
Band 50	20,884.434	11.21	234,115
Band 51	463,332.959	11.06	5,124,463
Band 52	7,394.581	11.39	84,224
Band 53	1,930.740	11.26	21,740
Band 54	10,105.649	11.11	112,274
Band 55	26,341.453	11.34	298,712
Band 56	2,409,833.466	8.62	20,772,764
Band 57	24,828.167	8.48	210,543
Band 59	10,128.157	8.34	84,469
Band 60	9,810.962	8.50	83,393
Band 61	2,647.584	8.44	22,346
Band 62	5,160.687	8.36	43,143
	<u>78,623,080.502</u>		<u>\$ 1,355,811,387</u>
<b>ING American Funds World Allocation Portfolio -</b>			
<b>Service Class</b>			
Contracts in accumulation period:			
Band 4	13,875.522	\$ 13.45	\$ 186,626
Band 5	2,341.303	14.57	34,113
Band 6	2,196,476.009	13.40	29,432,779
Band 7	249,071.631	13.39	3,335,069
Band 8	537,592.947	13.36	7,182,242
Band 9	45,413.523	13.34	605,816
Band 10	2,692,195.680	13.33	35,886,968
Band 11	645,015.316	13.31	8,585,154
Band 12	40,504.594	13.29	538,306
Band 13	2,687,618.160	13.28	35,691,569
Band 14	634,097.390	13.25	8,401,790
Band 15	1,083,472.407	13.23	14,334,340
Band 16	130,342.171	13.20	1,720,517
Band 17	487,065.448	13.19	6,424,393
Band 18	222.417	13.17	2,929
Band 19	28,864.771	13.14	379,283
Band 20	193,520.051	13.26	2,566,076
Band 21	18,671.428	13.22	246,836
Band 26	27,911.430	14.66	409,182
Band 27	11,263.603	14.58	164,223



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING American Funds World Allocation Portfolio - Service Class (continued)</b>			
Band 28	2,832.501	\$ 14.54	\$ 41,185
Band 29	3,412.186	14.53	49,579
Band 30	1,555.572	14.45	22,478
Band 38	16,764.526	13.53	226,824
Band 41	2,300.409	14.46	33,264
Band 43	18,603.718	14.37	267,335
Band 46	925,559.421	13.15	12,171,106
Band 47	508,247.143	13.11	6,663,120
Band 51	7,005.152	13.19	92,398
Band 56	341,407.499	13.48	4,602,173
Band 57	5,074.294	13.31	67,539
Band 59	9,311.845	13.14	122,358
Band 60	2,119.029	13.34	28,268
Band 64	1,496.348	13.22	19,782
	<u>13,571,225.444</u>		<u>\$ 180,535,620</u>
<b>ING Artio Foreign Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 1	1,024.250	\$ 15.06	\$ 15,425
Band 2	7,788.040	14.80	115,263
Band 3	648.428	14.35	9,305
Band 4	117,981.429	14.48	1,708,371
Band 5	88,065.425	14.41	1,269,023
Band 6	5,620,113.677	14.29	80,311,424
Band 7	2,192,606.294	14.23	31,200,788
Band 8	2,633,522.185	14.10	37,132,663
Band 9	412,652.207	14.04	5,793,637
Band 10	7,241,126.665	13.98	101,230,951
Band 11	1,884,953.167	13.92	26,238,548
Band 12	375,811.506	13.85	5,204,989
Band 13	2,463,264.343	13.79	33,968,415
Band 14	4,446,274.108	13.67	60,780,567
Band 15	2,488,104.522	13.61	33,863,103
Band 16	172,147.818	13.49	2,322,274
Band 17	3,311,822.316	13.43	44,477,774
Band 18	93,778.062	13.37	1,253,813
Band 19	154,096.215	13.26	2,043,316
Band 20	1,418,546.904	13.73	19,476,649
Band 21	292,026.708	13.55	3,956,962
Band 25	28,921.295	14.93	431,795
Band 26	251,364.217	14.86	3,735,272
Band 27	81,100.106	14.48	1,174,330
Band 28	79,851.636	14.29	1,141,080
Band 29	104,698.884	14.22	1,488,818
Band 30	19,431.615	13.85	269,128
Band 31	8,924.215	13.67	121,994
Band 38	262,079.009	9.89	2,591,961
Band 41	38,134.387	15.33	584,600

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Artio Foreign Portfolio - Service Class (continued)</b>			
Band 42	13,561.546	\$ 15.10	\$ 204,779
Band 43	86,914.330	14.94	1,298,500
Band 44	618.400	12.55	7,761
Band 45	36,495.039	12.28	448,159
Band 46	2,449,934.274	11.52	28,223,243
Band 47	341,054.771	11.41	3,891,435
Band 50	23,087.915	9.57	220,951
Band 51	9,564.994	9.44	90,294
Band 52	6,279.708	9.72	61,039
Band 53	2,245.343	9.61	21,578
Band 54	10,167.492	9.48	96,388
Band 55	508.735	9.68	4,925
Band 56	629,068.770	7.18	4,516,714
Band 57	12,926.946	7.07	91,394
Band 60	976.941	7.09	6,927
	<u>39,914,264.837</u>		<u>\$ 543,096,325</u>
<b>ING Artio Foreign Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	575,039.135	\$ 16.75	\$ 9,631,906
Band 7	12,914.433	16.68	215,413
Band 10	391,537.395	16.40	6,421,213
Band 11	5,474.498	16.33	89,399
Band 12	129,915.619	16.26	2,112,428
Band 13	5,146.349	11.70	60,212
Band 14	126,180.693	12.76	1,610,066
Band 15	403,291.494	12.71	5,125,835
Band 17	165,116.242	12.58	2,077,162
Band 20	782,919.174	16.12	12,620,657
Band 46	469,877.737	11.42	5,366,004
	<u>3,067,412.769</u>		<u>\$ 45,330,295</u>
<b>ING BlackRock Inflation Protected Bond Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 4	142,911.132	\$ 11.04	\$ 1,577,739
Band 5	35,743.745	11.03	394,254
Band 6	3,408,948.014	11.01	37,532,518
Band 7	1,086,064.725	11.00	11,946,712
Band 8	1,170,759.421	10.98	12,854,938
Band 9	147,367.278	10.97	1,616,619
Band 10	4,954,369.745	10.96	54,299,892
Band 11	1,094,360.934	10.95	11,983,252
Band 12	158,549.261	10.94	1,734,529
Band 13	1,388,090.868	10.93	15,171,833
Band 14	2,074,531.667	10.91	22,633,140
Band 15	1,335,717.794	10.91	14,572,681
Band 16	121,893.242	10.89	1,327,417
Band 17	1,431,584.772	10.88	15,575,642
Band 18	4,388.858	10.87	47,707

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING BlackRock Inflation Protected Bond Portfolio - Service Class (continued)</b>			
Band 19	82,801.885	\$ 10.85	\$ 898,400
Band 20	692,595.294	10.92	7,563,141
Band 21	110,149.472	10.90	1,200,629
Band 26	297,809.092	11.10	3,305,681
Band 27	76,545.704	11.04	845,065
Band 28	17,358.757	11.01	191,120
Band 29	121,014.560	11.00	1,331,160
Band 30	29,627.821	10.94	324,128
Band 31	9,365.779	10.91	102,181
Band 32	8,505.704	10.86	92,372
Band 35	83,884.914	11.14	934,478
Band 36	9,750.314	11.10	108,228
Band 37	1,570.361	11.07	17,384
Band 38	564,387.716	11.09	6,259,060
Band 39	134,890.924	11.05	1,490,545
Band 40	61,281.854	11.02	675,326
Band 41	223,385.002	10.94	2,443,832
Band 42	9,587.445	10.91	104,599
Band 43	68,048.246	10.88	740,365
Band 45	296.208	10.78	3,193
Band 46	1,372,073.093	10.86	14,900,714
Band 47	233,842.440	10.83	2,532,514
Band 50	3,060.591	10.94	33,483
Band 51	29,965.248	10.88	326,022
Band 52	2,872.730	11.00	31,600
Band 55	3,377.128	10.98	37,081
Band 56	449,421.108	11.06	4,970,597
Band 57	11,039.679	10.95	120,884
Band 59	9,723.920	10.85	105,505
Band 60	3,854.320	10.97	42,282
Band 64	10,248.337	10.90	111,707
	<u>23,287,617.102</u>		<u>\$ 255,112,149</u>
<b>ING BlackRock Large Cap Growth Portfolio - Institutional Class</b>			
Contracts in accumulation period:			
Band 35	10,645.776	\$ 8.69	\$ 92,512
Band 38	5,751.485	8.61	49,520
Band 40	1,243.909	8.50	10,573
	<u>17,641.170</u>		<u>\$ 152,605</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING BlackRock Large Cap Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	12,033.593	\$ 11.81	\$ 142,117
Band 3	2,021.566	11.45	23,147
Band 4	51,289.957	11.56	592,912
Band 5	64,878.187	11.51	746,748
Band 6	1,445,316.098	11.41	16,491,057
Band 7	908,450.394	11.36	10,319,996
Band 8	705,924.168	11.26	7,948,706
Band 9	103,258.955	11.21	1,157,533
Band 10	1,660,778.635	11.16	18,534,290
Band 11	550,091.820	11.11	6,111,520
Band 12	301,245.653	11.06	3,331,777
Band 13	827,959.721	11.01	9,115,837
Band 14	1,616,152.406	10.92	17,648,384
Band 15	700,594.308	10.87	7,615,460
Band 16	52,180.227	10.77	561,981
Band 17	962,844.932	10.72	10,321,698
Band 18	23,096.473	10.68	246,670
Band 19	44,991.959	10.58	476,015
Band 20	687,935.685	10.96	7,539,775
Band 21	52,966.868	10.82	573,102
Band 25	5,541.351	11.92	66,053
Band 26	75,398.974	11.45	863,318
Band 27	68,439.683	11.25	769,946
Band 28	31,469.094	11.15	350,880
Band 29	28,729.224	11.12	319,469
Band 30	6,673.242	10.93	72,939
Band 31	5,589.715	10.84	60,593
Band 35	6,685.399	9.68	64,715
Band 36	5,097.781	9.60	48,939
Band 37	11,313.564	9.54	107,931
Band 38	139,754.602	10.19	1,424,099
Band 39	15,639.600	9.50	148,576
Band 40	14,517.171	9.44	137,042
Band 41	7,434.030	10.94	81,328
Band 42	148.473	10.81	1,605
Band 43	19,664.187	10.72	210,800
Band 45	1,150.280	10.40	11,963
Band 46	575,134.518	10.03	5,768,599
Band 47	79,710.549	9.94	792,323
Band 50	2,310.510	9.90	22,874
Band 51	680.866	9.77	6,652
Band 52	938.012	10.06	9,436
Band 55	3,743.004	10.01	37,467
Band 56	117,651.429	9.31	1,095,335
Band 57	3,721.810	9.15	34,055
Band 60	430.468	9.18	3,952
	<u>12,001,579.141</u>		<u>\$ 132,009,614</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING BlackRock Large Cap Value Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	1,852.393	\$ 11.74	\$ 21,747
Band 3	285.078	11.38	3,244
Band 4	23,609.013	11.48	271,031
Band 5	2,596.613	11.43	29,679
Band 6	238,102.303	11.33	2,697,699
Band 7	196,343.538	11.28	2,214,755
Band 8	144,808.491	11.18	1,618,959
Band 9	20,343.301	11.14	226,624
Band 10	210,367.356	11.09	2,332,974
Band 11	118,975.039	11.04	1,313,484
Band 12	42,210.695	10.99	463,896
Band 13	129,470.115	10.94	1,416,403
Band 14	329,313.458	10.84	3,569,758
Band 15	105,724.518	10.80	1,141,825
Band 16	7,541.474	10.70	80,694
Band 17	243,521.486	10.65	2,593,504
Band 18	7,806.432	10.61	82,826
Band 19	39,551.449	10.51	415,686
Band 20	153,395.162	10.89	1,670,473
Band 21	7,585.936	10.75	81,549
Band 25	73.053	11.84	865
Band 26	11,179.052	10.52	117,604
Band 27	7,594.896	10.34	78,531
Band 28	277.145	10.25	2,841
Band 29	3,237.273	10.22	33,085
Band 30	4,117.807	10.04	41,343
Band 43	21,458.276	9.84	211,149
Band 46	140,253.518	9.28	1,301,553
Band 47	34,484.073	9.19	316,909
Band 50	2,207.991	8.84	19,519
Band 51	1,648.275	8.72	14,373
	<u>2,249,935.209</u>		<u>\$ 24,384,582</u>
<b>ING BlackRock Large Cap Value Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	19,379.867	\$ 13.61	\$ 263,760
Band 10	35,620.594	13.33	474,823
Band 11	730.701	13.27	9,696
Band 12	14,849.641	13.22	196,312
Band 13	1,085.999	9.42	10,230
Band 14	2,804.131	9.74	27,312
Band 15	31,377.789	9.70	304,365
Band 17	3,633.171	9.60	34,878
Band 20	44,208.173	13.11	579,569
Band 46	20,436.061	9.19	187,807
	<u>174,126.127</u>		<u>\$ 2,088,752</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Clarion Global Real Estate Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	567.484	\$ 11.06	\$ 6,276
Band 3	961.428	10.88	10,460
Band 4	84,454.614	10.93	923,089
Band 5	17,038.295	10.90	185,717
Band 6	1,961,058.983	10.85	21,277,490
Band 7	393,755.620	10.83	4,264,373
Band 8	1,095,176.504	10.77	11,795,051
Band 9	85,134.928	10.75	915,200
Band 10	2,903,281.546	10.72	31,123,178
Band 11	334,954.513	10.70	3,584,013
Band 12	53,304.315	10.67	568,757
Band 13	692,761.108	10.65	7,377,906
Band 14	875,949.389	10.60	9,285,064
Band 15	1,076,869.513	10.57	11,382,511
Band 16	75,503.956	10.52	794,302
Band 17	1,206,204.697	10.50	12,665,149
Band 18	1,837.092	10.47	19,234
Band 19	14,851.529	10.42	154,753
Band 20	250,058.033	10.62	2,655,616
Band 21	40,946.195	10.55	431,982
Band 26	51,721.068	11.08	573,069
Band 27	12,373.878	10.93	135,246
Band 28	8,288.677	10.85	89,932
Band 29	16,937.030	10.82	183,259
Band 30	1,412.934	10.67	15,076
Band 31	283.076	10.60	3,001
Band 32	68.222	10.45	713
Band 35	132,217.663	8.72	1,152,938
Band 36	14,879.717	8.67	129,007
Band 37	3,857.072	8.63	33,287
Band 38	901,399.085	10.48	9,446,662
Band 39	331,726.031	8.61	2,856,161
Band 40	77,466.096	8.57	663,884
Band 41	14,505.926	10.68	154,923
Band 42	4,296.545	10.57	45,414
Band 43	30,916.118	10.50	324,619
Band 46	942,274.315	10.45	9,846,767
Band 47	90,578.774	10.37	939,302
Band 50	2,208.191	10.15	22,413
Band 51	4,850.427	10.01	48,553
Band 52	2,606.379	10.32	26,898
Band 53	1,592.824	10.20	16,247
Band 54	1,225.718	10.06	12,331
Band 55	23,383.635	10.27	240,150
Band 56	219,670.521	9.48	2,082,477
Band 57	26,656.259	9.33	248,703
Band 60	372.125	9.36	3,483
	<u>14,082,438.048</u>		<u>\$ 148,714,636</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Clarion Global Real Estate Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	44,167.385	\$ 10.77	\$ 475,683
Band 8	837.152	10.70	8,958
Band 10	42,189.477	10.64	448,896
Band 12	3,980.609	10.59	42,155
Band 13	1,671.129	10.57	17,664
Band 14	24,676.289	10.52	259,595
Band 15	23,266.420	10.49	244,065
Band 17	5,790.143	10.42	60,333
Band 20	43,457.666	10.54	458,044
Band 46	24,017.763	10.37	249,064
	<u>214,054.033</u>		<u>\$ 2,264,457</u>
<b>ING Clarion Real Estate Portfolio - Service Class</b>			
Currently payable annuity contracts:	167.968	\$ 73.37	\$ 12,324
Contracts in accumulation period:			
Band 1	3,569.950	76.69	273,779
Band 2	46,917.869	73.37	3,442,364
Band 3	296.722	67.88	20,141
Band 4	31,594.332	69.52	2,196,438
Band 5	22,953.218	68.67	1,576,197
Band 6	675,827.075	67.25	45,449,371
Band 7	492,690.160	66.42	32,724,480
Band 8	424,191.806	65.05	27,593,677
Band 9	62,969.921	64.23	4,044,558
Band 10	510,503.639	63.52	32,427,191
Band 11	268,695.990	62.82	16,879,482
Band 12	104,827.310	62.12	6,511,872
Band 13	404,020.047	61.44	24,822,992
Band 14	624,002.038	60.08	37,490,042
Band 15	276,897.533	59.41	16,450,482
Band 16	32,166.017	58.10	1,868,846
Band 17	505,125.709	57.45	29,019,472
Band 18	13,170.011	56.81	748,188
Band 19	39,730.368	55.55	2,207,022
Band 20	261,299.272	60.76	15,876,544
Band 21	30,580.134	58.75	1,796,583
Band 24	73.330	81.95	6,009
Band 25	6,547.803	75.03	491,282
Band 26	101,977.639	18.62	1,898,824
Band 27	36,227.435	18.25	661,151
Band 28	14,953.621	18.06	270,062
Band 29	26,672.424	18.00	480,104
Band 30	10,344.066	17.64	182,469
Band 31	1,208.124	17.46	21,094
Band 33	828.491	16.89	13,993
Band 38	42,615.750	10.39	442,778
Band 41	26,281.612	17.65	463,870
Band 42	10,943.422	17.41	190,525

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Clarion Real Estate Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 43	53,618.292	\$ 17.24	\$ 924,379
Band 44	737.744	16.82	12,409
Band 45	5,359.336	16.41	87,947
Band 46	888,215.854	12.62	11,209,284
Band 47	108,093.372	12.50	1,351,167
Band 50	1,712.376	10.09	17,278
Band 51	334.274	9.95	3,326
Band 53	756.565	10.14	7,672
Band 55	5,344.383	10.21	54,566
Band 56	11,051.602	11.46	126,651
Band 59	224.194	11.09	2,486
Band 60	980.394	11.31	11,088
	<u>6,187,299.192</u>		<u>\$ 322,362,459</u>
<b>ING Clarion Real Estate Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	217,627.467	\$ 22.77	\$ 4,955,377
Band 7	277.163	22.67	6,283
Band 10	138,890.536	22.29	3,095,870
Band 11	2,607.157	22.20	57,879
Band 12	45,021.464	22.10	994,974
Band 13	1,961.902	12.82	25,152
Band 14	29,200.253	15.76	460,196
Band 15	171,900.911	15.70	2,698,844
Band 17	61,148.125	15.54	950,242
Band 20	263,480.826	21.92	5,775,500
Band 46	160,984.610	12.51	2,013,917
	<u>1,093,100.414</u>		<u>\$ 21,034,234</u>
<b>ING DFA World Equity Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	795.849	\$ 9.00	\$ 7,163
Band 4	110,447.809	8.68	958,687
Band 5	5,089.483	8.93	45,449
Band 6	6,040,109.900	8.63	52,126,148
Band 7	552,043.281	8.62	4,758,613
Band 8	2,116,682.083	8.59	18,182,299
Band 9	71,758.952	8.58	615,692
Band 10	7,272,715.647	8.56	62,254,446
Band 11	478,367.227	8.55	4,090,040
Band 12	57,529.768	8.53	490,729
Band 13	1,762,472.977	8.52	15,016,270
Band 14	1,394,626.034	8.49	11,840,375
Band 15	1,656,261.333	8.47	14,028,533
Band 16	112,285.195	8.44	947,687
Band 17	840,719.382	8.43	7,087,264
Band 18	3,099.184	8.41	26,064
Band 19	17,256.850	8.39	144,785
Band 20	245,681.749	8.50	2,088,295



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING DFA World Equity Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 21	54,741.684	\$ 8.46	\$ 463,115
Band 26	23,032.334	9.02	207,752
Band 27	6,266.541	8.94	56,023
Band 28	8,885.273	8.90	79,079
Band 29	1,126.677	8.89	10,016
Band 30	700.240	8.82	6,176
Band 35	2,939.427	9.62	28,277
Band 38	294,891.432	8.75	2,580,300
Band 39	35,111.437	9.52	334,261
Band 40	3,671.599	9.49	34,843
Band 41	4,387.946	8.82	38,702
Band 42	2,652.130	8.77	23,259
Band 43	931.423	8.73	8,131
Band 45	639.008	8.61	5,502
Band 46	1,341,550.300	8.40	11,269,023
Band 47	405,717.129	8.36	3,391,795
Band 50	1,199.797	8.52	10,222
Band 51	5,301.623	8.43	44,693
Band 52	11,423.660	8.62	98,472
Band 55	10,490.213	8.59	90,111
Band 56	1,001,990.300	8.91	8,927,734
Band 57	6,851.997	8.77	60,092
	<u>25,962,444.873</u>		<u>\$ 222,476,117</u>
<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class</b>			
Currently payable annuity contracts:	201.126	\$ 18.16	\$ 3,652
Contracts in accumulation period:			
Band 1	14,262.976	13.63	194,404
Band 2	118,317.535	18.16	2,148,646
Band 3	8,759.028	17.52	153,458
Band 4	203,999.306	17.70	3,610,788
Band 5	235,619.052	17.61	4,149,252
Band 6	6,967,701.583	17.43	121,447,039
Band 7	4,704,576.374	17.34	81,577,354
Band 8	4,529,412.865	17.16	77,724,725
Band 9	775,376.276	17.07	13,235,673
Band 10	6,525,328.878	16.98	110,800,084
Band 11	4,041,190.745	16.89	68,255,712
Band 12	1,252,268.764	16.81	21,050,638
Band 13	4,275,346.574	16.72	71,483,795
Band 14	6,103,629.556	16.54	100,954,033
Band 15	2,177,701.637	16.46	35,844,969
Band 16	315,947.395	16.29	5,146,783
Band 17	3,565,170.681	16.20	57,755,765
Band 18	128,035.093	16.12	2,063,926
Band 19	298,196.844	15.95	4,756,240
Band 20	2,097,968.337	16.63	34,889,213
Band 21	333,415.804	16.37	5,458,017

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service Class (continued)</b>			
Band 24	146.652	\$ 19.13	\$ 2,805
Band 25	50,514.618	18.36	927,448
Band 26	191,884.711	16.01	3,072,074
Band 27	66,029.307	15.74	1,039,301
Band 28	38,491.159	15.60	600,462
Band 29	31,543.857	15.55	490,507
Band 30	25,723.859	15.29	393,318
Band 31	3,602.704	15.15	54,581
Band 38	98,296.936	13.06	1,283,758
Band 41	43,457.606	15.29	664,467
Band 42	8,870.674	15.12	134,125
Band 43	67,612.632	14.99	1,013,513
Band 44	1,122.559	14.68	16,479
Band 45	367.246	14.55	5,343
Band 46	2,307,987.411	14.68	33,881,255
Band 47	276,647.863	14.55	\$ 4,025,226
Band 50	14,600.447	12.64	184,550
Band 51	1,685.198	12.46	20,998
Band 52	1,325.728	12.84	17,022
Band 53	1,458.437	12.69	18,508
Band 54	3,297.383	12.52	41,283
Band 55	7,712.602	12.78	98,567
Band 56	757,964.059	11.00	8,337,605
Band 57	9,479.906	10.82	102,573
Band 59	1,429.941	10.64	15,215
Band 60	10,827.418	10.86	117,586
	<u>52,694,507.342</u>		<u>\$ 879,262,735</u>
<b>ING FMR<sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	362,446.338	\$ 22.57	\$ 8,180,414
Band 7	5,188.584	22.47	116,587
Band 10	264,561.607	22.10	5,846,812
Band 11	5,238.646	22.00	115,250
Band 12	66,888.765	21.91	1,465,533
Band 13	350.523	14.92	5,230
Band 14	72,279.292	17.03	1,230,916
Band 15	220,270.672	16.97	3,737,993
Band 17	114,710.235	16.80	1,927,132
Band 20	529,705.959	21.73	11,510,510
Band 46	220,159.603	14.55	3,203,322
	<u>1,861,800.224</u>		<u>\$ 37,339,699</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Franklin Income Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	43,772.996	\$ 11.40	\$ 499,012
Band 3	397.908	11.21	4,461
Band 4	240,603.676	11.26	2,709,197
Band 5	42,418.481	11.24	476,784
Band 6	5,251,258.570	11.18	58,709,071
Band 7	1,463,809.461	11.16	16,336,114
Band 8	2,754,551.424	11.11	30,603,066
Band 9	621,022.731	11.08	6,880,932
Band 10	7,970,974.531	11.05	88,079,269
Band 11	1,503,413.743	11.03	16,582,654
Band 12	297,547.221	11.00	3,273,019
Band 13	2,382,799.918	10.97	26,139,315
Band 14	3,763,514.419	10.92	41,097,577
Band 15	3,315,679.945	10.90	36,140,911
Band 16	416,561.217	10.84	4,515,524
Band 17	3,310,943.521	10.82	35,824,409
Band 18	24,331.903	10.79	262,541
Band 19	88,916.235	10.74	954,960
Band 20	820,797.430	10.95	8,987,732
Band 21	424,003.500	10.87	4,608,918
Band 26	484,266.832	11.42	5,530,327
Band 27	169,322.948	11.26	1,906,576
Band 28	89,930.434	11.18	1,005,422
Band 29	79,398.293	11.16	886,085
Band 30	15,043.743	11.00	165,481
Band 31	18,796.632	10.92	205,259
Band 33	1,048.107	10.67	11,183
Band 34	100.283	10.59	1,062
Band 38	365,098.389	11.46	4,184,028
Band 41	50,824.756	11.00	559,072
Band 42	18,381.839	10.90	200,362
Band 43	163,117.347	10.82	1,764,930
Band 44	1,152.329	10.64	12,261
Band 45	23,949.877	10.56	252,911
Band 46	3,240,252.810	10.77	34,897,523
Band 47	451,080.225	10.69	4,822,048
Band 50	2,739.759	11.06	30,302
Band 51	15,582.445	10.91	170,004
Band 55	10,959.602	11.19	122,638
Band 56	907,465.088	10.40	9,437,637
Band 57	3,950.435	10.23	40,413
Band 59	6,379.211	10.06	64,175
Band 60	2,859.241	10.26	29,336
	<u>40,859,019.455</u>		<u>\$ 448,984,501</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Franklin Income Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	205,556.309	\$ 11.11	\$ 2,283,731
Band 10	172,981.219	10.97	1,897,604
Band 12	29,798.867	10.92	325,404
Band 14	12,131.258	10.84	131,503
Band 15	69,411.706	10.82	751,035
Band 17	41,890.583	10.74	449,905
Band 20	205,534.348	10.87	2,234,158
Band 46	85,173.596	10.69	910,506
	<u>822,477.886</u>		<u>\$ 8,983,846</u>
<b>ING Franklin Mutual Shares Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	15,816.873	\$ 10.16	\$ 160,699
Band 3	848.689	10.02	8,504
Band 4	136,289.681	10.06	1,371,074
Band 5	34,441.528	10.04	345,793
Band 6	3,338,775.062	10.01	33,421,138
Band 7	544,883.060	9.99	5,443,382
Band 8	1,342,009.219	9.95	13,352,992
Band 9	340,335.873	9.93	3,379,535
Band 10	4,677,691.659	9.91	46,355,924
Band 11	560,125.860	9.89	5,539,645
Band 12	124,950.853	9.88	1,234,514
Band 13	1,182,068.970	9.86	11,655,200
Band 14	1,526,111.374	9.82	14,986,414
Band 15	1,642,757.743	9.80	16,099,026
Band 16	144,782.062	9.77	1,414,521
Band 17	1,089,781.966	9.75	10,625,374
Band 18	3,988.140	9.73	38,805
Band 19	25,007.630	9.69	242,324
Band 20	387,639.958	9.84	3,814,377
Band 21	207,361.549	9.78	2,027,996
Band 26	190,771.740	10.18	1,942,056
Band 27	59,024.425	10.06	593,786
Band 28	86,803.762	10.01	868,906
Band 29	133,111.564	9.99	1,329,785
Band 30	11,651.815	9.88	115,120
Band 31	5,200.166	9.82	51,066
Band 33	1,942.598	9.64	18,727
Band 34	28.057	9.59	269
Band 38	288,824.152	10.16	2,934,453
Band 41	28,655.998	9.88	283,121
Band 42	12,489.415	9.81	122,521
Band 43	56,161.567	9.75	547,575
Band 44	2,577.251	9.62	24,793
Band 45	1,126.341	9.57	10,779
Band 46	1,455,006.416	9.71	14,128,112

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Franklin Mutual Shares Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 47	159,918.608	\$ 9.66	\$ 1,544,814
Band 50	3,750.028	9.86	36,975
Band 51	7,423.783	9.75	72,382
Band 52	1,080.798	9.99	10,797
Band 55	24,763.767	9.95	246,399
Band 56	466,391.400	8.89	4,146,220
Band 57	11,673.151	8.74	102,023
Band 59	1,864.217	8.60	16,032
Band 60	3,763.514	8.77	33,006
	<u>20,339,672.282</u>		<u>\$ 200,696,954</u>
<b>ING Franklin Templeton Founding Strategy Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	271.262	\$ 8.68	\$ 2,355
Band 4	743,528.053	8.60	6,394,341
Band 5	23,606.252	8.58	202,542
Band 6	16,813,478.900	8.55	143,755,245
Band 7	1,056,405.179	8.53	9,011,136
Band 8	5,865,447.078	8.50	49,856,300
Band 9	442,091.743	8.48	3,748,938
Band 10	28,072,976.230	8.47	237,778,109
Band 11	2,395,440.193	8.45	20,241,470
Band 12	102,294.701	8.44	863,367
Band 13	3,789,489.196	8.42	31,907,499
Band 14	6,978,556.039	8.39	58,550,085
Band 15	9,675,208.200	8.37	80,981,493
Band 16	799,239.251	8.34	6,665,655
Band 17	5,129,859.613	8.33	42,731,731
Band 18	2,030.178	8.31	16,871
Band 19	27,089.903	8.28	224,304
Band 20	1,285,419.374	8.40	10,797,523
Band 21	363,028.451	8.36	3,034,918
Band 26	80,826.781	8.69	702,385
Band 27	89,609.733	8.60	770,644
Band 28	17,241.839	8.55	147,418
Band 29	34,182.579	8.53	291,577
Band 30	4,080.874	8.44	34,443
Band 31	2,517.574	8.39	21,122
Band 32	1,549.993	8.30	12,865
Band 35	41,053.056	9.68	397,394
Band 36	2,689.174	9.63	25,897
Band 38	3,997,734.727	8.68	34,700,337
Band 39	8,496.119	9.56	81,223
Band 40	53,883.643	9.52	512,972
Band 41	1,648.077	8.44	13,910
Band 43	47,838.492	8.33	398,495
Band 45	17,644.395	8.17	144,155
Band 46	7,912,666.933	8.30	65,675,136

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Franklin Templeton Founding Strategy Portfolio - Service Class (continued)</b>			
Band 47	664,968.955	\$ 8.25	\$ 5,485,994
Band 50	113,056.637	8.42	951,937
Band 51	33,618.856	8.33	280,045
Band 52	11,677.864	8.53	99,612
Band 53	4,219.813	8.45	35,657
Band 54	5,059.294	8.36	42,296
Band 55	297,893.431	8.50	2,532,094
Band 56	3,814,054.914	9.28	35,394,430
Band 57	158,363.531	9.13	1,445,859
Band 60	15,238.332	9.16	139,583
	<u>100,997,275.412</u>		<u>\$ 857,101,362</u>
<b>ING Global Resources Portfolio - Service Class</b>			
Currently payable annuity contracts:	423.376	\$ 48.81	\$ 20,665
Contracts in accumulation period:			
Band 1	7,241.045	51.01	369,366
Band 2	56,528.797	48.81	2,759,171
Band 3	862.724	45.15	38,952
Band 4	51,264.622	46.24	2,370,476
Band 5	27,748.925	45.68	1,267,571
Band 6	2,021,669.311	44.73	90,429,268
Band 7	964,541.574	44.18	42,613,447
Band 8	1,430,152.208	43.27	61,882,686
Band 9	142,138.694	42.73	6,073,586
Band 10	2,544,301.195	42.26	107,522,169
Band 11	647,095.440	41.79	27,042,118
Band 12	174,268.575	41.33	7,202,520
Band 13	1,034,065.083	40.87	42,262,240
Band 14	1,592,246.235	39.97	63,642,082
Band 15	1,208,420.229	39.52	47,756,767
Band 16	140,586.411	38.65	5,433,665
Band 17	1,711,545.097	38.22	65,415,254
Band 18	24,775.368	37.79	936,261
Band 19	53,158.058	36.95	1,964,190
Band 20	488,118.828	40.42	19,729,763
Band 21	73,440.143	39.08	2,870,041
Band 25	9,400.398	49.91	469,174
Band 26	110,861.232	20.44	2,266,004
Band 27	54,300.319	20.09	1,090,893
Band 28	40,326.447	19.91	802,900
Band 29	66,607.263	19.85	1,322,154
Band 30	8,705.155	19.51	169,838
Band 31	4,138.799	19.34	80,044
Band 34	22.940	18.64	428
Band 38	108,082.618	14.54	1,571,521
Band 41	37,132.753	19.52	724,831
Band 42	11,791.819	19.30	227,582
Band 43	65,147.439	19.13	1,246,271

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Global Resources Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 44	425.416	\$ 18.74	\$ 7,972
Band 45	6,939.788	18.57	128,872
Band 46	1,661,012.155	19.95	33,137,192
Band 47	261,052.472	19.77	5,161,007
Band 50	11,435.260	14.05	160,665
Band 51	4,388.170	13.86	60,820
Band 52	7,225.846	14.28	103,185
Band 53	930.023	14.11	13,123
Band 54	8,105.234	13.92	112,825
Band 55	22,803.273	14.21	324,035
Band 56	447,189.898	9.79	4,377,989
Band 57	40,960.141	9.63	394,446
Band 59	2,852.983	9.47	27,018
Band 60	3,828.775	9.66	36,986
	<u>17,390,258.554</u>		<u>\$ 653,620,033</u>
<b>ING Global Resources Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	230,814.589	\$ 30.92	\$ 7,136,787
Band 7	23.415	30.79	721
Band 10	152,337.567	30.28	4,612,782
Band 11	1,973.892	30.15	59,513
Band 12	36,492.671	30.02	1,095,510
Band 13	1,093.284	20.26	22,150
Band 14	86,179.900	20.51	1,767,550
Band 15	138,437.833	20.44	2,829,669
Band 17	67,297.546	20.22	1,360,756
Band 20	297,749.914	29.77	8,864,015
Band 46	141,004.517	19.77	2,787,659
	<u>1,153,405.128</u>		<u>\$ 30,537,112</u>
<b>ING Janus Contrarian Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	19,148.679	\$ 13.60	\$ 260,422
Band 3	1,573.937	13.11	20,634
Band 4	92,300.765	13.25	1,222,985
Band 5	172,632.166	13.18	2,275,292
Band 6	4,108,306.264	13.05	53,613,397
Band 7	2,774,152.037	12.98	36,008,493
Band 8	2,171,848.489	12.85	27,908,253
Band 9	381,179.559	12.78	4,871,475
Band 10	5,529,829.687	12.71	70,284,135
Band 11	1,730,041.579	12.65	21,885,026
Band 12	690,071.266	12.58	8,681,097
Band 13	2,814,830.122	12.52	35,241,673
Band 14	5,245,951.646	12.39	64,997,341
Band 15	2,004,086.577	12.32	24,690,347
Band 16	263,039.897	12.19	3,206,456
Band 17	2,485,157.190	12.13	30,144,957

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Janus Contrarian Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 18	103,337.928	\$ 12.07	\$ 1,247,289
Band 19	211,763.974	11.94	2,528,462
Band 20	1,170,296.015	12.45	14,570,185
Band 21	247,525.930	12.26	3,034,668
Band 25	26,213.541	13.74	360,174
Band 26	84,965.296	14.83	1,260,035
Band 27	42,212.206	14.54	613,765
Band 28	35,632.313	14.39	512,749
Band 29	40,309.324	14.34	578,036
Band 30	14,541.698	14.05	204,311
Band 31	6,727.800	13.91	93,584
Band 38	154,955.483	11.11	1,721,555
Band 41	30,694.026	14.06	431,558
Band 42	14,475.102	13.87	200,770
Band 43	71,041.517	13.73	975,400
Band 44	711.777	13.40	9,538
Band 45	4,741.837	13.08	62,023
Band 46	1,575,494.392	12.24	19,284,051
Band 47	336,784.219	12.12	4,081,825
Band 50	21,145.917	10.70	226,261
Band 51	6,047.744	10.55	63,804
Band 52	5,042.063	10.87	54,807
Band 54	1,280.558	10.60	13,574
Band 55	5,686.037	10.82	61,523
Band 56	222,687.437	7.98	1,777,046
Band 57	10,624.045	7.85	83,399
Band 60	569.568	7.87	4,483
	<u>34,929,657.607</u>		<u>\$ 439,366,858</u>
<b>ING Janus Contrarian Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	167,912.864	\$ 20.43	\$ 3,430,460
Band 7	1,200.115	20.34	24,410
Band 10	168,106.320	20.00	3,362,126
Band 11	46.711	19.92	930
Band 12	60,512.226	19.83	1,199,957
Band 13	5,407.784	12.42	67,165
Band 14	61,953.201	13.65	845,661
Band 15	220,182.585	13.60	2,994,483
Band 17	86,850.250	13.46	1,169,004
Band 20	345,750.510	19.67	6,800,913
Band 46	214,038.124	12.12	2,594,142
	<u>1,331,960.690</u>		<u>\$ 22,489,251</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING JPMorgan Emerging Markets Equity Portfolio - Service Class</b>			
Currently payable annuity contracts:	137.752	\$ 25.82	\$ 3,557
Contracts in accumulation period:			
Band 1	7,355.338	26.50	194,916
Band 2	129,206.334	25.82	3,336,108
Band 3	2,136.480	24.67	52,707
Band 4	135,772.343	25.00	3,394,309
Band 5	76,509.803	24.84	1,900,504
Band 6	3,721,909.970	24.52	91,261,232
Band 7	1,650,883.741	24.36	40,215,528
Band 8	2,700,953.985	24.04	64,930,934
Band 9	252,007.655	23.89	6,020,463
Band 10	4,464,014.723	23.73	105,931,069
Band 11	1,011,849.972	23.58	23,859,422
Band 12	206,305.005	23.42	4,831,663
Band 13	1,772,314.407	23.27	41,241,756
Band 14	2,540,647.490	22.97	58,358,673
Band 15	2,059,178.059	22.82	46,990,443
Band 16	224,584.789	22.52	5,057,649
Band 17	2,793,231.553	22.37	62,484,590
Band 18	40,526.139	22.23	900,896
Band 19	75,447.384	21.94	1,655,316
Band 20	755,380.920	23.12	17,464,407
Band 21	91,214.326	22.67	2,067,829
Band 25	15,140.005	26.17	396,214
Band 26	108,658.215	24.83	2,697,983
Band 27	37,192.930	24.40	907,507
Band 28	36,316.182	24.19	878,488
Band 29	65,178.296	24.12	1,572,100
Band 30	8,163.207	23.71	193,550
Band 31	9,122.720	23.50	214,384
Band 35	143,019.565	10.69	1,528,879
Band 36	29,608.511	10.63	314,738
Band 37	10,169.835	10.59	107,699
Band 38	798,685.573	17.78	14,200,629
Band 39	394,561.689	10.56	4,166,571
Band 40	72,883.006	10.51	766,000
Band 41	22,669.405	23.72	537,718
Band 42	6,948.881	23.45	162,951
Band 43	43,414.511	23.24	1,008,953
Band 44	132.410	22.76	3,014
Band 45	3,082.878	22.56	69,550
Band 46	1,528,554.342	23.74	36,287,880
Band 47	154,288.143	23.52	3,628,857
Band 50	16,768.816	17.24	289,094
Band 51	1,926.539	17.00	32,751
Band 52	654.189	17.52	11,461
Band 53	728.667	17.32	12,621

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING JPMorgan Emerging Markets Equity Portfolio - Service Class (continued)</b>			
Band 54	3,517.895	\$ 17.08	\$ 60,086
Band 55	4,205.581	17.44	73,345
Band 56	533,361.698	10.00	5,333,617
Band 57	23,343.324	9.84	229,698
Band 59	1,655.968	9.68	16,030
Band 60	1,723.544	9.87	17,011
	<u>28,787,244.693</u>		<u>\$ 657,873,350</u>
<b>ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	242,185.534	\$ 37.72	\$ 9,135,238
Band 7	6,583.670	37.56	247,283
Band 8	268.865	37.24	10,013
Band 10	138,142.188	36.93	5,101,591
Band 11	5,255.544	36.77	193,246
Band 12	35,735.417	36.62	1,308,631
Band 13	5,816.238	24.11	140,229
Band 14	61,995.753	25.03	1,551,754
Band 15	216,623.929	24.95	5,404,767
Band 17	41,997.154	24.69	1,036,910
Band 20	220,083.674	36.31	7,991,238
Band 46	143,263.050	23.52	3,369,547
	<u>1,117,951.016</u>		<u>\$ 35,490,447</u>
<b>ING JPMorgan Small Cap Core Equity Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	5,191.371	\$ 16.49	\$ 85,606
Band 4	71,557.985	16.13	1,154,230
Band 5	36,668.405	16.06	588,895
Band 6	2,114,063.451	15.92	33,655,890
Band 7	1,465,970.952	15.85	23,235,640
Band 8	1,345,723.306	15.71	21,141,313
Band 9	159,110.553	15.64	2,488,489
Band 10	3,141,380.327	15.57	48,911,292
Band 11	561,305.465	15.50	8,700,235
Band 12	191,941.501	15.44	2,963,577
Band 13	1,514,461.002	15.37	23,277,266
Band 14	1,677,564.120	15.23	25,549,302
Band 15	808,464.717	15.17	12,264,410
Band 16	95,844.315	15.03	1,440,540
Band 17	1,074,194.566	14.97	16,080,693
Band 18	26,007.064	14.90	387,505
Band 19	93,706.595	14.77	1,384,046
Band 20	544,851.986	15.30	8,336,235
Band 21	116,575.634	15.10	1,760,292
Band 25	11,450.565	16.63	190,423
Band 26	108,636.409	16.56	1,799,019
Band 27	45,783.821	16.13	738,493

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING JPMorgan Small Cap Core Equity Portfolio - Service Class (continued)</b>			
Band 28	56,180.984	\$ 15.92	\$ 894,401
Band 29	28,843.512	15.85	457,170
Band 30	7,380.877	15.43	113,887
Band 31	3,713.892	15.23	56,563
Band 38	61,611.131	11.95	736,253
Band 41	16,771.086	16.48	276,387
Band 42	19,753.344	16.24	320,794
Band 43	67,936.492	16.06	1,091,060
Band 44	2,022.755	13.75	27,813
Band 45	3,825.782	13.42	51,342
Band 46	1,201,184.825	12.03	14,450,253
Band 47	138,812.400	11.92	1,654,644
Band 51	3,882.253	11.41	44,297
Band 54	666.579	11.47	7,646
Band 55	12,438.824	11.71	145,659
Band 56	82,208.459	11.84	973,348
Band 57	456.288	11.65	5,316
	<u>16,918,143.593</u>		<u>\$ 257,440,224</u>
<b>ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	431,524.998	\$ 19.00	\$ 8,198,975
Band 7	816.312	18.92	15,445
Band 10	303,531.078	18.60	5,645,678
Band 11	17,287.989	18.52	320,174
Band 12	98,661.252	18.44	1,819,313
Band 13	4,702.140	12.20	57,366
Band 14	82,882.253	14.17	1,174,442
Band 15	297,266.640	14.12	4,197,405
Band 17	176,201.946	13.98	2,463,303
Band 20	606,076.044	18.29	11,085,131
Band 46	299,396.291	11.91	3,565,810
	<u>2,318,346.943</u>		<u>\$ 38,543,042</u>
<b>ING Large Cap Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 4	19,305.721	\$ 14.07	\$ 271,631
Band 5	20,552.752	14.02	288,150
Band 6	1,082,964.946	13.93	15,085,702
Band 7	595,332.358	13.88	8,263,213
Band 8	710,704.604	13.78	9,793,509
Band 9	35,638.307	13.74	489,670
Band 10	1,903,369.294	13.69	26,057,126
Band 11	354,545.685	13.64	4,836,003
Band 12	58,940.078	13.60	801,585
Band 13	591,995.350	13.55	8,021,537
Band 14	626,286.959	13.46	8,429,822
Band 15	641,794.842	13.42	8,612,887

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Large Cap Growth Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 16	34,762.960	\$ 13.32	\$ 463,043
Band 17	601,970.854	13.28	7,994,173
Band 18	3,475.024	13.23	45,975
Band 19	38,425.075	13.14	504,905
Band 20	305,316.787	13.51	4,124,830
Band 21	31,128.123	13.37	416,183
Band 26	87,877.670	14.35	1,261,045
Band 27	58,150.037	14.07	818,171
Band 28	14,705.597	13.92	204,702
Band 29	47,170.280	13.88	654,723
Band 30	4,369.330	13.60	59,423
Band 31	423.220	13.46	5,697
Band 35	13,526.774	15.18	205,336
Band 36	5,936.501	15.01	89,107
Band 37	1,250.241	14.88	18,604
Band 38	134,207.592	14.97	2,009,088
Band 39	10,172.320	14.80	150,550
Band 40	9,329.880	14.67	136,869
Band 41	3,548.579	13.60	48,261
Band 42	1,519.975	13.42	20,398
Band 43	20,392.545	13.29	271,017
Band 46	752,640.900	12.72	9,573,592
Band 47	90,392.090	12.61	1,139,844
Band 56	47,230.889	13.47	636,200
Band 57	6,047.083	13.31	80,487
Band 59	301.964	13.14	3,968
Band 60	2,993.756	13.34	39,937
	8,968,696.942		\$ 121,926,963
<b>ING Large Cap Growth Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	13,460.597	\$ 13.79	\$ 185,622
Band 10	4,310.531	13.55	58,408
Band 15	14,867.657	13.28	197,442
Band 17	8,407.893	13.15	110,564
Band 20	9,686.838	13.37	129,513
Band 46	16,227.870	12.61	204,633
	66,961.386		\$ 886,182

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Limited Maturity Bond Portfolio - Service Class</b>			
Currently payable annuity contracts:	612.669	\$ 25.19	\$ 15,433
Contracts in accumulation period:			
Band 1	4,775.796	26.33	125,747
Band 2	180,600.486	25.19	4,549,326
Band 3	883.471	23.30	20,585
Band 4	50,498.754	23.89	1,206,415
Band 5	37,468.300	23.55	882,378
Band 6	595,342.719	23.11	13,758,370
Band 7	632,793.127	22.78	14,415,027
Band 8	364,324.193	22.35	8,142,646
Band 9	85,516.846	22.03	1,883,936
Band 10	176,732.916	21.79	3,851,010
Band 11	698,357.032	21.59	15,077,528
Band 12	146,748.829	21.31	3,127,218
Band 13	530,599.131	21.07	11,179,724
Band 14	497,851.536	20.61	10,260,720
Band 16	10,272.866	19.96	205,046
Band 17	72,554.296	19.74	1,432,222
Band 18	8,961.538	19.52	174,929
Band 19	24,724.680	19.09	471,994
Band 20	121,457.585	20.88	2,536,034
Band 21	36,225.895	20.19	731,401
Band 24	166.823	28.16	4,698
Band 25	16,152.928	25.78	416,422
Band 49	35,988.148	10.56	380,035
	4,329,610.564		\$ 94,848,844
<b>ING Liquid Assets Portfolio - Service Class</b>			
Currently payable annuity contracts:	514.896	\$ 18.22	\$ 9,381
Contracts in accumulation period:			
Band 1	16,821.588	19.04	320,283
Band 2	212,156.767	18.22	3,865,496
Band 3	17,556.498	16.86	296,003
Band 4	654,563.060	17.26	11,297,758
Band 5	130,667.431	17.00	2,221,346
Band 6	7,999,039.486	16.70	133,583,959
Band 7	4,765,149.456	16.44	78,339,057
Band 8	5,366,980.071	16.16	86,730,398
Band 9	997,898.045	15.90	15,866,579
Band 10	9,115,634.527	15.73	143,388,931
Band 11	4,773,218.683	15.60	74,462,211
Band 12	840,172.172	15.38	12,921,848
Band 13	6,397,629.809	15.21	97,307,949
Band 14	6,728,952.861	14.87	100,059,529
Band 15	3,726,690.738	14.76	55,005,955
Band 16	650,636.868	14.43	9,388,690
Band 17	4,696,419.940	14.27	67,017,913
Band 18	45,630.245	14.11	643,843
Band 19	178,792.907	13.80	2,467,342

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Liquid Assets Portfolio - Service Class (continued)</b>			
Band 20	1,453,003.983	\$ 15.09	\$ 21,925,830
Band 21	344,905.504	14.59	5,032,171
Band 23	2,321.196	9.90	22,980
Band 25	29,210.330	18.63	544,188
Band 26	1,126,650.788	18.42	20,752,908
Band 27	631,704.442	17.24	10,890,585
Band 28	396,041.133	16.67	6,602,006
Band 29	592,092.383	16.49	9,763,603
Band 30	118,441.059	15.42	1,826,361
Band 31	77,354.397	14.91	1,153,354
Band 35	94,944.667	19.26	1,828,634
Band 36	11,204.195	18.43	206,493
Band 37	2,205.623	17.83	39,326
Band 38	1,249,424.619	10.90	13,618,728
Band 39	133,842.393	10.74	1,437,467
Band 40	132,537.054	10.62	1,407,544
Band 41	225,435.670	10.32	2,326,496
Band 42	37,457.897	10.16	380,572
Band 43	298,759.264	10.05	3,002,531
Band 44	164.466	9.90	1,628
Band 45	1,357.173	9.80	13,300
Band 46	3,526,389.385	10.15	35,792,852
Band 47	672,652.325	10.06	6,766,882
Band 49	842,418.402	10.27	8,651,637
Band 51	54,378.560	10.06	547,048
Band 52	49,255.953	10.36	510,292
Band 55	21,410.954	10.31	220,747
Band 56	1,147,449.411	9.92	11,382,698
Band 57	153,052.592	9.76	1,493,793
Band 59	10,193.055	9.60	97,853
Band 60	22,179.608	9.79	217,138
Band 64	11,228.858	9.64	108,246
	<u>70,784,793.387</u>		<u>\$ 1,063,760,362</u>
<b>ING Liquid Assets Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	481,104.506	\$ 10.43	\$ 5,017,920
Band 7	5,143.827	10.39	53,444
Band 8	611.264	10.30	6,296
Band 10	324,874.401	10.21	3,316,968
Band 11	13,327.400	10.17	135,540
Band 12	122,731.991	10.13	1,243,275
Band 13	6,466.057	10.34	66,859
Band 14	26,525.009	10.19	270,290
Band 15	291,434.893	10.15	2,958,064
Band 17	93,494.018	10.05	939,615
Band 20	718,964.935	10.04	7,218,408
Band 46	178,720.995	10.09	1,803,295
	<u>2,263,399.296</u>		<u>\$ 23,029,974</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Lord Abbett Growth and Income Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	2,932.985	\$ 12.39	\$ 36,340
Band 3	775.600	11.92	9,245
Band 4	32,778.040	12.06	395,303
Band 5	50,113.076	11.99	600,856
Band 6	454,345.604	11.86	5,388,539
Band 7	618,953.888	11.79	7,297,466
Band 8	202,311.440	11.66	2,358,951
Band 9	119,325.397	11.60	1,384,175
Band 10	550,615.354	11.54	6,354,101
Band 11	409,925.276	11.47	4,701,843
Band 12	174,240.088	11.41	1,988,079
Band 13	401,090.767	11.35	4,552,380
Band 14	930,381.572	11.22	10,438,881
Band 15	86,647.811	11.16	966,990
Band 16	14,581.769	11.03	160,837
Band 17	260,094.813	10.97	2,853,240
Band 18	17,528.718	10.91	191,238
Band 19	77,216.224	10.79	833,163
Band 20	222,062.446	11.28	2,504,864
Band 21	138,859.968	11.10	1,541,346
Band 25	8,148.229	12.53	102,097
Band 26	25,124.649	13.04	327,625
Band 27	11,860.918	12.75	151,227
Band 28	4,640.754	12.61	58,520
Band 29	7,194.402	12.56	90,362
Band 30	222.665	12.29	2,737
Band 31	12,643.849	12.15	153,623
Band 38	993.529	9.96	9,896
Band 41	1,808.055	12.29	22,221
Band 42	2,931.630	12.11	35,502
Band 43	6,680.380	11.98	80,031
Band 44	175.762	10.56	1,856
Band 46	67,837.794	10.07	683,127
Band 47	15,842.501	9.98	158,108
Band 55	1,947.765	9.75	18,991
	4,932,833.718		\$ 56,453,760
<b>ING Lord Abbett Growth and Income Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	26,229.579	\$ 14.18	\$ 371,935
Band 7	589.241	14.12	8,320
Band 10	35,189.067	13.88	488,424
Band 12	3,357.959	13.77	46,239
Band 14	9,760.156	10.56	103,067
Band 15	12,055.683	10.52	126,826
Band 17	4,747.099	10.41	49,417
Band 20	46,724.853	13.65	637,794
Band 46	30,112.304	9.99	300,822
	168,765.941		\$ 2,132,844

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Marsico Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 1	3,560.953	\$ 18.46	\$ 65,735
Band 2	108,396.452	17.92	1,942,464
Band 3	3,256.879	17.00	55,367
Band 4	128,844.432	17.26	2,223,855
Band 5	108,025.286	17.14	1,851,553
Band 6	4,057,532.475	16.88	68,491,148
Band 7	2,766,340.002	16.76	46,363,858
Band 8	2,779,073.144	16.51	45,882,498
Band 9	718,203.335	16.38	11,764,171
Band 10	3,883,826.039	16.26	63,151,011
Band 11	3,665,042.463	16.14	59,153,785
Band 12	625,390.231	16.02	10,018,752
Band 13	2,727,839.823	15.90	43,372,653
Band 14	3,358,031.958	15.66	52,586,780
Band 15	1,097,675.341	15.55	17,068,852
Band 16	139,974.828	15.31	2,143,015
Band 17	1,630,062.728	15.20	24,776,953
Band 18	38,090.418	15.08	574,404
Band 19	154,463.773	14.86	2,295,332
Band 20	1,023,357.715	15.78	16,148,585
Band 21	198,949.587	15.43	3,069,792
Band 25	42,062.681	18.19	765,120
Band 26	138,655.542	12.78	1,772,018
Band 27	14,592.656	12.53	182,846
Band 28	7,976.589	12.40	98,910
Band 29	47,989.625	12.36	593,152
Band 30	9,251.990	12.11	112,042
Band 31	5,310.461	11.99	63,672
Band 38	97,806.977	10.99	1,074,899
Band 41	8,702.044	12.12	105,469
Band 42	2,316.329	11.95	27,680
Band 43	54,816.004	11.83	648,473
Band 44	178.961	11.55	2,067
Band 45	6,481.429	11.33	73,435
Band 46	1,866,595.634	10.67	19,916,575
Band 47	203,278.904	10.57	2,148,658
Band 50	606.708	10.66	6,468
Band 52	399.980	10.84	4,336
Band 53	1,010.465	10.71	10,822
Band 56	246,527.447	9.42	2,322,289
Band 57	15,131.775	9.26	140,120
	31,985,630.063		\$ 503,069,614



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Marsico Growth Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	254,031.110	\$ 15.52	\$ 3,942,563
Band 7	4,224.933	15.45	65,275
Band 10	181,526.844	15.20	2,759,208
Band 11	3,641.692	15.13	55,099
Band 12	90,968.515	15.07	1,370,896
Band 13	4,974.373	10.83	53,872
Band 14	52,496.695	11.69	613,686
Band 15	164,801.168	11.65	1,919,934
Band 17	43,609.866	11.53	502,822
Band 20	382,415.459	14.94	5,713,287
Band 46	167,911.355	10.57	1,774,823
	<u>1,350,602.010</u>		<u>\$ 18,771,465</u>
<b>ING Marsico International Opportunities Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	10,290.665	\$ 14.00	\$ 144,069
Band 4	70,470.853	13.80	972,498
Band 5	56,889.406	13.76	782,798
Band 6	1,599,391.601	13.68	21,879,677
Band 7	908,034.449	13.64	12,385,590
Band 8	806,374.731	13.56	10,934,441
Band 9	123,172.564	13.52	1,665,293
Band 10	2,050,958.931	13.48	27,646,926
Band 11	456,831.203	13.44	6,139,811
Band 12	171,109.400	13.41	2,294,577
Band 13	901,391.742	13.37	12,051,608
Band 14	1,398,501.169	13.29	18,586,081
Band 15	749,134.970	13.25	9,926,038
Band 16	98,778.197	13.18	1,301,897
Band 17	1,072,129.694	13.14	14,087,784
Band 18	10,413.280	13.10	136,414
Band 19	42,113.433	13.02	548,317
Band 20	468,826.847	13.33	6,249,462
Band 21	148,705.929	13.21	1,964,405
Band 25	24,694.164	14.08	347,694
Band 26	88,303.969	14.04	1,239,788
Band 27	14,359.975	13.80	198,168
Band 28	18,057.464	13.68	247,026
Band 29	11,019.862	13.64	150,311
Band 30	2,014.518	13.40	26,995
Band 31	4,915.148	13.29	65,322
Band 35	6,839.363	8.30	56,767
Band 38	154,658.349	11.12	1,719,801
Band 39	51,751.627	8.20	424,363
Band 40	2,874.073	8.17	23,481
Band 41	5,955.274	13.41	79,860
Band 42	4,115.929	13.26	54,577

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Marsico International Opportunities Portfolio - Service Class (continued)</b>			
Band 43	15,498.585	\$ 13.14	\$ 203,651
Band 45	2,594.045	12.76	33,100
Band 46	666,726.054	13.06	8,707,442
Band 47	87,474.264	12.95	1,132,792
Band 50	14,220.988	10.73	152,591
Band 51	4,985.442	10.58	52,746
Band 52	1,108.061	10.90	12,078
Band 55	289.721	10.85	3,143
Band 56	173,358.068	8.09	1,402,467
Band 57	5,147.025	7.96	40,970
Band 59	623.166	7.83	4,879
	<u>12,505,104.198</u>		<u>\$ 166,077,698</u>
<b>ING MFS Total Return Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 1	4,477.411	\$ 29.62	\$ 132,621
Band 2	50,535.202	28.67	1,448,844
Band 3	1,780.840	27.07	48,207
Band 4	189,085.684	27.52	5,203,638
Band 5	119,446.213	27.30	3,260,882
Band 6	3,828,532.430	26.86	102,834,381
Band 7	2,522,510.683	26.63	67,174,459
Band 8	2,350,086.739	26.20	61,572,273
Band 9	455,008.900	25.98	11,821,131
Band 10	2,972,958.854	25.77	76,613,150
Band 11	3,277,241.708	25.56	83,766,298
Band 12	849,457.681	25.35	21,533,752
Band 13	2,382,861.195	25.14	59,905,130
Band 14	3,318,271.162	24.73	82,060,846
Band 15	1,051,674.822	24.52	25,787,067
Band 16	146,822.047	24.12	3,541,348
Band 17	1,595,426.035	23.92	38,162,591
Band 18	70,574.196	23.73	1,674,726
Band 19	168,696.238	23.33	3,935,683
Band 20	1,031,229.460	24.93	25,708,550
Band 21	290,243.944	24.32	7,058,733
Band 22	10.031	27.52	276
Band 23	4,356.433	26.86	117,014
Band 24	243.766	31.11	7,584
Band 25	15,946.283	29.15	464,834
Band 26	276,558.712	28.90	7,992,547
Band 27	171,902.533	27.52	4,730,758
Band 28	68,241.004	26.84	1,831,589
Band 29	80,144.294	26.62	2,133,441
Band 30	26,022.082	25.34	659,400
Band 31	27,916.037	24.72	690,084
Band 33	471.715	22.80	10,755
Band 34	488.815	22.24	10,871

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING MFS Total Return Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 35	42,561.751	\$ 29.87	\$ 1,271,320
Band 36	5,426.695	28.91	156,886
Band 37	16,335.775	28.21	460,832
Band 38	269,977.158	13.63	3,679,789
Band 39	40,519.760	13.42	543,775
Band 40	10,069.133	13.27	133,617
Band 41	49,654.531	12.63	627,137
Band 42	80,745.567	12.44	1,004,475
Band 43	195,231.580	12.30	2,401,348
Band 44	9,195.372	11.25	103,448
Band 45	12,019.156	11.06	132,932
Band 46	1,817,234.777	10.65	19,353,550
Band 47	370,558.397	10.55	3,909,391
Band 49	90,896.272	9.66	878,058
Band 50	4,577.524	10.76	49,254
Band 51	2,658.290	10.62	28,231
Band 55	1,267.792	10.89	13,806
Band 56	594,846.042	9.96	5,924,667
Band 57	39,762.523	9.80	389,673
Band 58	3,776.577	9.73	36,746
	31,006,537.821		\$ 742,992,398
<b>ING MFS Total Return Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	349,177.288	\$ 13.84	\$ 4,832,614
Band 7	13,887.247	13.78	191,366
Band 8	3,728.090	13.67	50,963
Band 10	367,545.138	13.55	4,980,237
Band 11	23,191.329	13.49	312,851
Band 12	190,498.229	13.44	2,560,296
Band 13	15,810.972	10.82	171,075
Band 14	83,080.312	11.40	947,116
Band 15	380,688.795	11.36	4,324,625
Band 17	182,212.319	11.24	2,048,066
Band 20	794,209.848	13.32	10,578,875
Band 46	333,088.169	10.56	3,517,411
	2,737,117.736		\$ 34,515,495
<b>ING MFS Utilities Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	5,567.362	\$ 17.03	\$ 94,812
Band 4	116,563.080	16.79	1,957,094
Band 5	19,008.543	16.74	318,203
Band 6	3,829,026.556	16.64	63,715,002
Band 7	1,393,872.327	16.60	23,138,281
Band 8	2,876,421.879	16.50	47,460,961
Band 9	240,709.354	16.45	3,959,669
Band 10	3,676,975.587	16.41	60,339,169
Band 11	998,209.221	16.36	16,330,703

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING MFS Utilities Portfolio - Service Class (continued)</b>			
Band 12	222,449.945	\$ 16.31	\$ 3,628,159
Band 13	1,559,565.923	16.26	25,358,542
Band 14	2,389,106.571	16.17	38,631,853
Band 15	2,258,340.365	16.12	36,404,447
Band 16	239,395.533	16.03	3,837,510
Band 17	2,858,693.620	15.98	45,681,924
Band 18	54,416.040	15.94	867,392
Band 19	95,329.708	15.85	1,510,976
Band 20	754,148.211	16.22	12,232,284
Band 21	119,964.902	16.08	1,929,036
Band 25	3,997.465	17.13	68,477
Band 26	189,668.282	17.08	3,239,534
Band 27	56,341.523	16.79	945,974
Band 28	28,124.097	16.64	467,985
Band 29	78,610.832	16.59	1,304,154
Band 30	13,381.199	16.31	218,247
Band 31	6,344.770	16.17	102,595
Band 35	42,571.156	9.80	417,197
Band 36	12,297.266	9.75	119,898
Band 38	387,029.358	14.21	5,499,687
Band 39	169,672.098	9.68	1,642,426
Band 40	15,946.222	9.64	153,722
Band 41	45,384.170	16.32	740,670
Band 42	18,298.493	16.13	295,155
Band 43	82,137.565	15.99	1,313,380
Band 44	2,590.268	15.66	40,564
Band 45	3,263.545	15.53	50,683
Band 46	1,360,126.295	15.89	21,612,407
Band 47	154,715.709	15.75	2,436,772
Band 50	5,644.997	13.80	77,901
Band 51	5,315.818	13.61	72,348
Band 52	644.522	14.02	9,036
Band 54	1,541.262	13.67	21,069
Band 55	11,046.143	13.96	154,204
Band 56	346,911.537	9.24	3,205,463
Band 57	4,656.026	9.09	42,323
Band 59	432.596	8.94	3,867
Band 60	380.160	9.11	3,463
	<u>26,754,838.101</u>		<u>\$ 431,655,218</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Morgan Stanley Global Franchise Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	7,184.415	\$ 18.09	\$ 129,966
Band 3	609.688	17.54	10,694
Band 4	50,785.598	17.70	898,905
Band 5	32,028.348	17.62	564,339
Band 6	2,982,767.487	17.47	52,108,948
Band 7	1,120,562.990	17.39	19,486,590
Band 8	1,415,807.744	17.24	24,408,526
Band 9	116,230.290	17.16	1,994,512
Band 10	3,604,727.136	17.09	61,604,787
Band 11	563,862.802	17.01	9,591,306
Band 12	202,527.449	16.94	3,430,815
Band 13	1,201,405.094	16.86	20,255,690
Band 14	1,950,346.697	16.71	32,590,293
Band 15	1,201,061.675	16.64	19,985,666
Band 16	108,264.545	16.49	1,785,282
Band 17	1,607,853.241	16.42	26,400,950
Band 18	10,126.149	16.35	165,563
Band 19	106,352.767	16.20	1,722,915
Band 20	604,358.027	16.79	10,147,171
Band 21	118,562.160	16.57	1,964,575
Band 25	4,787.881	18.25	87,379
Band 26	126,725.273	14.22	1,802,033
Band 27	34,503.749	13.97	482,017
Band 28	14,365.405	13.85	198,961
Band 29	78,610.206	13.81	1,085,607
Band 30	14,125.500	13.57	191,683
Band 31	1,478.549	13.46	19,901
Band 38	86,204.695	12.69	1,093,938
Band 41	20,269.454	13.58	275,259
Band 42	733.688	13.42	9,846
Band 43	48,374.128	13.31	643,860
Band 45	1,855.114	12.92	23,968
Band 46	1,698,916.409	13.89	23,597,949
Band 47	149,109.251	13.76	2,051,743
Band 51	37,315.701	12.08	450,774
Band 52	425.057	12.45	5,292
Band 53	782.548	12.31	9,633
Band 55	8,609.360	12.39	106,670
Band 56	449,043.384	10.31	4,629,637
Band 57	6,282.660	10.15	63,769
Band 59	9,422.890	9.98	94,040
Band 60	1,530.585	10.18	15,581
	<u>19,798,895.789</u>		<u>\$ 326,187,033</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Morgan Stanley Global Franchise Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	649,300.889	\$ 18.57	\$ 12,057,518
Band 7	3,791.518	18.49	70,105
Band 8	441.638	18.33	8,095
Band 10	504,146.180	18.18	9,165,378
Band 11	10,616.141	18.10	192,152
Band 12	189,818.041	18.03	3,422,419
Band 13	8,795.193	14.11	124,100
Band 14	103,690.311	14.97	1,552,244
Band 15	660,391.360	14.92	9,853,039
Band 17	225,415.827	14.77	3,329,392
Band 20	938,168.680	17.88	16,774,456
Band 46	452,264.887	13.76	6,223,165
	<u>3,746,840.665</u>		<u>\$ 62,772,063</u>
<b>ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 4	13,945.805	\$ 10.43	\$ 145,455
Band 5	969.867	12.90	12,511
Band 6	824,040.158	10.40	8,570,018
Band 7	539,632.334	10.38	5,601,384
Band 8	753,278.835	10.36	7,803,969
Band 9	4,951.214	10.35	51,245
Band 10	1,937,172.185	10.33	20,010,989
Band 11	137,303.832	10.32	1,416,976
Band 12	17,685.012	10.31	182,332
Band 13	431,814.139	10.30	4,447,686
Band 14	450,710.905	10.27	4,628,801
Band 15	385,641.834	10.26	3,956,685
Band 16	68,497.943	10.24	701,419
Band 17	296,474.845	10.23	3,032,938
Band 18	299.294	10.21	3,056
Band 19	6,208.026	10.19	63,260
Band 20	82,975.079	10.29	853,814
Band 21	20,871.689	10.25	213,935
Band 26	4,530.190	12.98	58,802
Band 27	1,504.332	12.91	19,421
Band 28	400.456	12.88	5,158
Band 29	310.641	12.87	3,998
Band 30	1,015.799	12.80	13,002
Band 31	9,261.531	12.77	118,270
Band 38	2,378.819	10.49	24,954
Band 43	5,399.954	12.72	68,687
Band 46	371,320.694	10.20	3,787,471
Band 47	37,807.717	10.16	384,126
Band 56	89,085.961	10.46	931,839
	<u>6,495,489.090</u>		<u>\$ 67,112,201</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Oppenheimer Active Allocation Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 4	4,822.344	\$ 12.01	\$ 57,916
Band 5	6,521.724	14.57	95,022
Band 6	980,144.571	11.97	11,732,331
Band 7	407,188.834	11.96	4,869,978
Band 8	417,022.820	11.93	4,975,082
Band 9	11,620.763	11.92	138,519
Band 10	1,643,930.268	11.90	19,562,770
Band 11	329,082.410	11.89	3,912,790
Band 12	5,691.961	11.87	67,564
Band 13	354,568.255	11.86	4,205,180
Band 14	195,410.871	11.83	2,311,711
Band 15	200,920.157	11.82	2,374,876
Band 16	11,088.200	11.79	130,730
Band 17	150,563.280	11.78	1,773,635
Band 19	6,186.997	11.73	72,573
Band 20	121,032.783	11.85	1,434,238
Band 21	7,794.140	11.80	91,971
Band 26	555.838	14.66	8,149
Band 28	112.462	14.54	1,635
Band 29	154.637	14.53	2,247
Band 30	957.736	14.45	13,839
Band 31	1,053.465	14.41	15,180
Band 41	1,844.312	14.45	26,650
Band 43	3,883.601	14.37	55,807
Band 46	127,251.222	11.75	1,495,202
Band 47	11,392.762	11.71	133,409
Band 56	36,274.703	12.04	436,747
Band 57	2,744.885	11.89	32,637
	<u>5,039,816.001</u>		<u>\$ 60,028,388</u>

**ING PIMCO High Yield Portfolio - Service Class**

Contracts in accumulation period:

Band 2	15,914.472	\$ 15.79	\$ 251,290
Band 4	181,198.343	15.53	2,814,010
Band 5	156,659.203	15.48	2,425,084
Band 6	3,921,489.980	15.37	60,273,301
Band 7	2,933,389.326	15.32	44,939,524
Band 8	2,059,551.479	15.22	31,346,374
Band 9	439,022.777	15.17	6,659,976
Band 10	3,779,254.634	15.11	57,104,538
Band 11	2,466,408.527	15.06	37,144,112
Band 12	863,810.396	15.01	12,965,794
Band 13	2,614,587.134	14.96	39,114,224
Band 14	5,158,322.941	14.86	76,652,679
Band 15	1,761,364.741	14.81	26,085,812
Band 16	240,004.324	14.71	3,530,464
Band 17	2,288,869.764	14.66	33,554,831

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING PIMCO High Yield Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 18	62,366.077	\$ 14.61	\$ 911,168
Band 19	365,700.164	14.51	5,306,309
Band 20	1,629,415.523	14.91	24,294,585
Band 21	309,504.662	14.76	4,568,289
Band 24	223.555	16.33	3,651
Band 25	27,653.274	15.90	439,687
Band 26	376,569.921	15.84	5,964,868
Band 27	131,691.666	15.53	2,045,172
Band 28	123,808.401	15.37	1,902,935
Band 29	160,264.094	15.32	2,455,246
Band 30	28,752.935	15.01	431,582
Band 31	32,939.167	14.86	489,476
Band 33	653.914	14.37	9,397
Band 35	90,230.863	15.06	1,358,877
Band 36	29,261.160	14.89	435,699
Band 37	13,828.646	14.76	204,111
Band 38	320,099.357	14.85	4,753,475
Band 39	53,375.563	14.68	783,553
Band 40	34,858.446	14.55	507,190
Band 41	51,150.567	15.02	768,282
Band 42	46,122.381	14.82	683,534
Band 43	123,310.387	14.67	1,808,963
Band 44	4,161.115	14.31	59,546
Band 45	4,373.484	14.17	61,972
Band 46	1,332,341.182	13.55	18,053,223
Band 47	394,261.421	13.43	5,294,931
Band 51	467.999	13.33	6,238
Band 55	21,276.462	13.67	290,849
Band 56	83,313.948	12.83	1,068,918
Band 57	16,685.613	12.62	210,572
Band 59	268.355	12.41	3,330
Band 60	1,430.584	12.66	18,111
	<u>34,750,208.927</u>		<u>\$ 520,055,752</u>
<b>ING PIMCO Total Return Bond Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 1	2,381.413	\$ 20.58	\$ 49,009
Band 2	76,740.673	19.92	1,528,674
Band 3	2,660.188	18.81	50,038
Band 4	664,080.754	19.12	12,697,224
Band 5	237,000.838	18.97	4,495,906
Band 6	22,821,794.050	18.66	425,854,677
Band 7	7,771,155.588	18.50	143,766,378
Band 8	11,610,810.910	18.20	211,316,759
Band 9	1,487,389.084	18.05	26,847,373
Band 10	37,652,998.630	17.90	673,988,675
Band 11	7,179,747.346	17.76	127,512,313
Band 12	1,722,138.920	17.61	30,326,866



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING PIMCO Total Return Bond Portfolio - Service Class (continued)</b>			
Band 13	11,919,257.990	\$ 17.47	\$ 208,229,437
Band 14	13,772,676.570	17.18	236,614,583
Band 15	12,404,650.020	17.04	211,375,236
Band 16	1,244,773.461	16.76	20,862,403
Band 17	11,243,929.550	16.62	186,874,109
Band 18	196,168.154	16.48	3,232,851
Band 19	775,116.990	16.21	12,564,646
Band 20	3,860,381.468	17.32	66,861,807
Band 21	932,019.784	16.90	15,751,134
Band 25	57,717.743	20.25	1,168,784
Band 26	1,704,866.692	20.08	34,233,723
Band 27	526,292.354	19.12	10,062,710
Band 28	205,246.376	18.65	3,827,845
Band 29	541,337.380	18.50	10,014,742
Band 30	200,091.647	17.60	3,521,613
Band 31	62,865.201	17.17	1,079,396
Band 33	586.580	15.84	9,291
Band 34	54.529	15.45	842
Band 35	86,796.160	20.76	1,801,888
Band 36	25,844.990	20.09	519,226
Band 37	4,531.014	19.60	88,808
Band 38	1,843,478.810	15.03	27,707,487
Band 39	115,935.185	14.80	1,715,841
Band 40	51,718.527	14.64	757,159
Band 41	162,260.633	14.24	2,310,591
Band 42	218,755.592	14.03	3,069,141
Band 43	792,837.459	13.87	10,996,656
Band 44	6,144.853	13.29	81,665
Band 45	15,673.412	13.12	205,635
Band 46	12,487,873.630	13.10	163,591,145
Band 47	2,466,193.042	12.97	31,986,524
Band 50	27,496.304	13.62	374,500
Band 51	12,214.226	13.43	164,037
Band 52	6,031.389	13.84	83,474
Band 53	1,333.349	13.68	18,240
Band 55	123,790.970	13.78	1,705,840
Band 56	4,858,744.221	12.24	59,471,029
Band 57	282,009.809	12.04	3,395,398
Band 58	3,051.629	11.95	36,467
Band 59	17,299.389	11.84	204,825
Band 60	28,551.528	12.07	344,617
Band 64	14,491.955	11.75	170,280
	<u>174,529,988.959</u>		<u>\$ 2,995,519,517</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING PIMCO Total Return Bond Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	1,037,109.652	\$ 14.89	\$ 15,442,563
Band 7	53,803.339	14.83	797,904
Band 8	1,748.176	14.70	25,698
Band 10	860,650.604	14.58	12,548,286
Band 11	21,803.437	14.52	316,586
Band 12	333,164.564	14.45	4,814,228
Band 13	5,112.878	13.30	68,001
Band 14	187,660.777	13.29	2,494,012
Band 15	433,072.426	13.24	5,733,879
Band 17	231,200.934	13.10	3,028,732
Band 20	1,462,925.140	14.33	20,963,717
Band 46	541,846.008	12.97	7,027,743
	<u>5,170,097.935</u>		<u>\$ 73,261,349</u>
<b>ING Pioneer Fund Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	656.759	\$ 12.06	\$ 7,921
Band 3	782.164	11.82	9,245
Band 4	39,555.593	11.89	470,316
Band 5	40,016.451	11.85	474,195
Band 6	862,454.573	11.79	10,168,339
Band 7	372,241.485	11.75	4,373,837
Band 8	188,807.521	11.69	2,207,160
Band 9	16,846.751	11.65	196,265
Band 10	609,977.194	11.62	7,087,935
Band 11	236,899.944	11.58	2,743,301
Band 12	124,360.402	11.55	1,436,363
Band 13	262,745.498	11.52	3,026,828
Band 14	685,875.169	11.45	7,853,271
Band 15	214,959.168	11.42	2,454,834
Band 16	19,064.161	11.35	216,378
Band 17	375,680.169	11.32	4,252,700
Band 18	9,466.684	11.29	106,879
Band 19	39,289.819	11.22	440,832
Band 20	230,935.192	11.48	2,651,136
Band 21	43,260.497	11.39	492,737
Band 25	4,225.145	12.13	51,251
Band 26	33,526.191	12.09	405,332
Band 27	40,028.075	11.89	475,934
Band 28	15,770.855	11.79	185,938
Band 29	6,765.201	11.75	79,491
Band 30	405.763	11.55	4,687
Band 31	2,363.689	11.45	27,064
Band 35	21,714.327	12.23	265,566
Band 36	2,367.036	12.09	28,617
Band 38	149,174.836	12.06	1,799,049
Band 39	19,153.532	11.92	228,310

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Pioneer Fund Portfolio - Service Class (continued)</b>			
Band 40	31,485.570	\$ 11.82	\$ 372,159
Band 41	7,535.034	11.56	87,105
Band 42	10,740.758	11.42	122,659
Band 43	19,025.979	11.32	215,374
Band 45	769.570	11.00	8,465
Band 46	181,831.667	11.25	2,045,606
Band 47	40,824.387	11.16	455,600
Band 50	520.550	10.30	5,362
Band 55	2,925.656	10.42	30,485
Band 56	39,739.022	9.61	381,892
	<u>5,004,768.037</u>		<u>\$ 57,946,418</u>
<b>ING Pioneer Mid Cap Value Portfolio - Service Class</b>			
Currently payable annuity contracts:	2,361.399	\$ 12.16	\$ 28,715
Contracts in accumulation period:			
Band 1	5,544.795	11.29	62,601
Band 2	569,106.804	12.16	6,920,339
Band 3	13,231.362	11.92	157,718
Band 4	177,138.901	11.99	2,123,895
Band 5	181,869.011	11.95	2,173,335
Band 6	6,475,612.100	11.88	76,930,272
Band 7	4,018,329.527	11.85	47,617,205
Band 8	3,335,675.630	11.78	39,294,259
Band 9	515,691.169	11.75	6,059,371
Band 10	5,811,507.465	11.71	68,052,752
Band 11	3,550,622.342	11.68	41,471,269
Band 12	924,260.283	11.65	10,767,632
Band 13	3,113,937.663	11.61	36,152,816
Band 14	6,289,618.492	11.55	72,645,094
Band 15	2,251,505.034	11.51	25,914,823
Band 16	181,982.301	11.45	2,083,697
Band 17	3,494,720.472	11.41	39,874,761
Band 18	71,447.465	11.38	813,072
Band 19	263,217.499	11.31	2,976,990
Band 20	3,178,945.731	11.58	36,812,192
Band 21	402,673.418	11.48	4,622,691
Band 25	31,244.159	12.23	382,116
Band 26	160,008.141	12.19	1,950,499
Band 27	46,552.852	11.99	558,169
Band 28	85,240.620	11.88	1,012,659
Band 29	75,688.907	11.85	896,914
Band 30	6,206.256	11.64	72,241
Band 31	570.576	11.54	6,584
Band 35	73,596.054	12.33	907,439
Band 36	18,580.979	12.19	226,502
Band 37	9,511.322	12.09	114,992
Band 38	816,381.618	12.16	9,927,200
Band 39	260,134.092	12.02	3,126,812
Band 40	40,446.346	11.92	482,120
Band 41	26,870.555	11.65	313,042

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Pioneer Mid Cap Value Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 42	43,818.858	\$ 11.52	\$ 504,793
Band 43	86,053.032	11.42	982,726
Band 44	5,083.920	11.18	56,838
Band 45	4,225.541	11.09	46,861
Band 46	2,065,912.944	11.35	23,448,112
Band 47	229,559.758	11.25	2,582,547
Band 50	10,149.764	10.93	110,937
Band 51	3,000.709	10.78	32,348
Band 52	314.335	11.11	3,492
Band 54	1,195.276	10.83	12,945
Band 55	3,267.716	11.06	36,141
Band 56	117,220.992	10.03	1,175,727
Band 57	1,730.707	9.86	17,065
	<u>49,051,564.892</u>		<u>\$ 572,543,320</u>
<b>ING Retirement Conservative Portfolio - Adviser Class</b>			
Contracts in accumulation period:			
Band 4	313,416.114	\$ 8.86	\$ 2,776,867
Band 5	35,492.313	8.85	314,107
Band 6	6,256,898.666	8.84	55,310,984
Band 7	2,284,320.781	8.84	20,193,396
Band 8	3,445,031.630	8.83	30,419,629
Band 9	885,374.874	8.82	7,809,006
Band 10	11,268,716.600	8.82	99,390,080
Band 11	2,697,247.610	8.81	23,762,751
Band 12	367,431.448	8.81	3,237,071
Band 13	2,875,864.442	8.80	25,307,607
Band 14	4,040,196.353	8.79	35,513,326
Band 15	4,845,564.655	8.78	42,544,058
Band 16	444,073.884	8.77	3,894,528
Band 17	3,875,738.344	8.77	33,990,225
Band 18	66,205.684	8.76	579,962
Band 19	64,845.833	8.75	567,401
Band 20	1,266,983.895	8.80	11,149,458
Band 21	345,650.411	8.78	3,034,811
Band 26	168,327.983	8.89	1,496,436
Band 27	35,681.403	8.86	316,137
Band 28	29,282.350	8.84	258,856
Band 29	78,570.872	8.84	694,567
Band 31	8,138.388	8.79	71,536
Band 38	386,086.476	8.89	3,432,309
Band 41	46,250.255	8.81	407,465
Band 42	663.556	8.78	5,826
Band 43	233,461.830	8.77	2,047,460
Band 46	4,168,615.237	8.76	36,517,069
Band 47	535,970.458	8.74	4,684,382
Band 51	3,891.778	8.77	34,131
Band 55	7,419.268	8.83	65,512
Band 56	2,189,015.131	8.87	19,416,564
Band 57	182,305.292	8.81	1,606,110
	<u>53,452,733.814</u>		<u>\$ 470,849,627</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Retirement Growth Portfolio - Adviser Class</b>			
Contracts in accumulation period:			
Band 2	19,678.736	\$ 10.36	\$ 203,872
Band 4	2,198,626.408	10.33	22,711,811
Band 5	90,926.418	10.33	939,270
Band 6	74,275,484.410	10.31	765,780,244
Band 7	11,613,549.670	10.31	119,735,697
Band 8	40,492,714.860	10.30	417,074,963
Band 9	4,415,857.728	10.29	45,439,176
Band 10	90,407,562.740	10.28	929,389,745
Band 11	10,270,361.190	10.28	105,579,313
Band 12	1,232,539.530	10.27	12,658,181
Band 13	25,710,825.680	10.26	263,793,071
Band 14	31,017,378.310	10.25	317,928,128
Band 15	41,710,173.900	10.25	427,529,282
Band 16	2,665,084.193	10.23	27,263,811
Band 17	42,697,101.290	10.23	436,791,346
Band 18	76,693.233	10.22	783,805
Band 19	937,005.138	10.21	9,566,822
Band 20	10,459,517.470	10.26	107,314,649
Band 21	2,384,142.280	10.24	24,413,617
Band 26	1,016,410.619	10.37	10,540,178
Band 27	507,677.069	10.33	5,244,304
Band 28	273,237.374	10.31	2,817,077
Band 29	420,267.067	10.31	4,332,953
Band 30	176,839.356	10.27	1,816,140
Band 31	67,770.602	10.25	694,649
Band 38	3,010,618.321	10.37	31,220,112
Band 41	775,291.407	10.27	7,962,243
Band 42	78,845.117	10.25	808,162
Band 43	1,905,648.687	10.23	19,494,786
Band 44	5,545.595	10.18	56,454
Band 45	9,304.028	10.16	94,529
Band 46	34,365,094.240	10.21	350,867,612
Band 47	3,824,298.340	10.19	38,969,600
Band 50	339,401.997	10.27	3,485,659
Band 51	119,278.632	10.23	1,220,220
Band 52	535.732	10.31	5,523
Band 53	3,632.371	10.28	37,341
Band 55	258,638.906	10.30	2,663,981
Band 56	9,009,691.038	10.35	93,250,302
Band 57	66,238.527	10.28	680,932
Band 58	6,712.690	10.25	68,805
Band 59	89,093.179	10.21	909,641
Band 62	21,101.380	10.22	215,656
Band 64	8,239.534	10.24	84,373
	<u>449,034,634.992</u>		<u>\$ 4,612,438,035</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Retirement Moderate Growth Portfolio - Adviser Class</b>			
Contracts in accumulation period:			
Band 2	29,350.381	\$ 10.59	\$ 310,821
Band 4	2,602,053.917	10.56	27,477,689
Band 5	64,754.731	10.55	683,162
Band 6	46,040,295.960	10.54	485,264,719
Band 7	8,432,783.789	10.54	88,881,541
Band 8	22,990,154.810	10.52	241,856,429
Band 9	5,211,376.857	10.52	54,823,685
Band 10	65,664,893.390	10.51	690,138,030
Band 11	9,590,943.165	10.50	100,704,903
Band 12	667,670.750	10.50	7,010,543
Band 13	13,847,272.450	10.49	145,257,888
Band 14	22,107,690.880	10.48	231,688,600
Band 15	26,143,151.140	10.47	273,718,792
Band 16	1,766,469.194	10.46	18,477,268
Band 17	23,476,050.360	10.45	245,324,726
Band 18	94,184.656	10.44	983,288
Band 19	721,062.117	10.43	7,520,678
Band 20	7,809,734.476	10.48	81,846,017
Band 21	2,560,780.578	10.46	26,785,765
Band 26	964,988.705	10.60	10,228,880
Band 27	509,615.795	10.56	5,381,543
Band 28	293,985.232	10.54	3,098,604
Band 29	518,794.277	10.53	5,462,904
Band 30	244,292.091	10.50	2,565,067
Band 31	58,653.542	10.48	614,689
Band 38	2,704,239.161	10.59	28,637,893
Band 41	367,131.409	10.50	3,854,880
Band 42	112,732.950	10.47	1,180,314
Band 43	1,490,873.654	10.45	15,579,630
Band 44	324.207	10.41	3,375
Band 45	107,760.879	10.39	1,119,636
Band 46	23,681,090.950	10.44	247,230,590
Band 47	1,969,327.877	10.42	20,520,396
Band 50	93,060.451	10.49	976,204
Band 51	57,415.407	10.45	599,991
Band 52	6,020.527	10.54	63,456
Band 53	6,584.367	10.50	69,136
Band 55	147,383.596	10.52	1,550,475
Band 56	10,071,931.030	10.57	106,460,311
Band 57	99,212.965	10.50	1,041,736
Band 58	28,868.059	10.47	302,249
Band 59	24,492.123	10.43	255,453
Band 60	2,347.159	10.52	24,692
Band 62	6,014.228	10.45	62,849
Band 64	24,439.688	10.47	255,884
	<u>303,412,253.930</u>		<u>\$ 3,185,895,381</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Retirement Moderate Portfolio - Adviser Class</b>			
Contracts in accumulation period:			
Band 2	20,308.719	\$ 10.70	\$ 217,303
Band 4	1,436,677.164	10.67	15,329,345
Band 5	43,935.938	10.66	468,357
Band 6	24,451,343.170	10.65	260,406,805
Band 7	5,981,284.279	10.64	63,640,865
Band 8	12,371,740.350	10.63	131,511,600
Band 9	3,370,578.680	10.62	35,795,546
Band 10	33,887,800.910	10.62	359,888,446
Band 11	5,863,080.450	10.61	62,207,284
Band 12	916,905.835	10.60	9,719,202
Band 13	8,948,023.458	10.60	94,849,049
Band 14	12,585,776.590	10.58	133,157,516
Band 15	12,734,746.490	10.58	134,733,618
Band 16	1,239,231.588	10.57	13,098,678
Band 17	12,044,181.150	10.56	127,186,553
Band 18	39,821.750	10.55	420,119
Band 19	591,657.735	10.54	6,236,073
Band 20	4,645,123.953	10.59	49,191,863
Band 21	1,734,936.846	10.57	18,338,282
Band 26	747,160.768	10.71	8,002,092
Band 27	575,631.835	10.67	6,141,992
Band 28	191,763.492	10.65	2,042,281
Band 29	392,883.239	10.64	4,180,278
Band 30	106,183.463	10.60	1,125,545
Band 31	96,198.312	10.58	1,017,778
Band 34	13,809.650	10.50	145,001
Band 38	1,802,406.690	10.70	19,285,752
Band 41	220,013.607	10.61	2,334,344
Band 42	64,824.518	10.58	685,843
Band 43	1,329,925.091	10.56	14,044,009
Band 45	428.738	10.49	4,497
Band 46	13,298,068.400	10.55	140,294,622
Band 47	1,681,461.792	10.53	17,705,793
Band 51	71,504.872	10.56	755,091
Band 52	23,725.589	10.64	252,440
Band 53	16,286.718	10.61	172,802
Band 55	64,047.817	10.63	680,828
Band 56	8,044,822.930	10.68	85,918,709
Band 57	74,318.876	10.61	788,523
Band 58	2,132.902	10.58	22,566
Band 59	16,156.557	10.54	170,290
Band 60	53,149.611	10.62	564,449
Band 64	47,703.862	10.57	504,230
	<u>171,841,764.384</u>		<u>\$ 1,823,236,259</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING T. Rowe Price Capital Appreciation Portfolio - Service Class</b>			
Currently payable annuity contracts:	5,581.654	\$ 56.51	\$ 315,419
Contracts in accumulation period:			
Band 1	12,796.765	59.06	755,777
Band 2	218,053.012	56.51	12,322,176
Band 3	9,712.670	52.28	507,778
Band 4	193,449.379	53.54	10,357,280
Band 5	135,507.395	52.89	7,166,986
Band 6	7,593,075.997	51.80	393,321,337
Band 7	3,275,889.555	51.16	167,594,510
Band 8	3,920,389.086	50.10	196,411,493
Band 9	437,277.618	49.48	21,636,497
Band 10	9,126,872.260	48.93	446,577,860
Band 11	3,062,577.805	48.39	148,198,140
Band 12	894,237.082	47.85	42,789,244
Band 13	4,075,631.343	47.32	192,858,875
Band 14	4,786,443.903	46.28	221,516,624
Band 15	3,316,794.375	45.76	151,776,511
Band 16	402,685.216	44.75	18,020,163
Band 17	3,730,591.290	44.25	165,078,665
Band 18	102,920.792	43.76	4,503,814
Band 19	302,849.655	42.79	12,958,937
Band 20	1,951,487.726	46.80	91,329,626
Band 21	322,152.415	45.25	14,577,397
Band 25	34,112.139	57.79	1,971,341
Band 26	810,221.133	13.87	11,237,767
Band 27	309,456.575	13.63	4,217,893
Band 28	125,807.717	13.51	1,699,662
Band 29	409,614.466	13.47	5,517,507
Band 30	43,948.388	13.24	581,877
Band 31	6,331.828	13.13	83,137
Band 35	340,927.652	10.93	3,726,339
Band 36	64,708.412	10.87	703,380
Band 37	22,824.573	10.83	247,190
Band 38	4,367,787.741	12.37	54,029,534
Band 39	457,743.710	10.80	4,943,632
Band 40	124,703.002	10.75	1,340,557
Band 41	172,206.030	13.25	2,281,730
Band 42	36,018.877	13.09	471,487
Band 43	395,505.543	12.98	5,133,662
Band 44	39,317.939	12.71	499,731
Band 45	63,741.533	12.60	803,143
Band 46	13,092,231.510	12.61	165,093,039
Band 47	1,567,787.693	12.49	19,581,668
Band 49	343,326.689	10.60	3,639,263
Band 50	14,865.144	11.96	177,787
Band 51	36,865.225	11.80	435,010
Band 52	44,298.524	12.16	538,670



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING T. Rowe Price Capital Appreciation Portfolio - Service Class (continued)</b>			
Band 53	4,584.219	\$ 12.02	\$ 55,102
Band 54	4,276.392	11.85	50,675
Band 55	30,004.224	12.10	363,051
Band 56	2,095,671.385	11.00	23,052,385
Band 57	131,817.554	10.82	1,426,266
Band 58	6,252.034	10.74	67,147
Band 59	83,739.555	10.64	890,989
Band 60	89,458.058	10.85	970,620
Band 62	4,043.425	10.67	43,143
Band 64	28,171.612	10.56	297,492
	<u>73,279,347.494</u>		<u>\$ 2,636,746,985</u>
<b>ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	977,107.070	\$ 18.32	\$ 17,900,602
Band 7	1,152.855	18.24	21,028
Band 10	671,540.907	17.93	12,040,728
Band 11	10,454.366	17.86	186,715
Band 12	445,946.588	17.78	7,928,930
Band 13	4,100.902	12.81	52,533
Band 14	150,639.084	14.13	2,128,530
Band 15	628,128.114	14.08	8,844,044
Band 17	226,343.829	13.93	3,152,970
Band 20	1,269,642.894	17.63	22,383,804
Band 46	709,006.459	12.49	8,855,491
	<u>5,094,063.068</u>		<u>\$ 83,495,375</u>
<b>ING T. Rowe Price Equity Income Portfolio - Service Class</b>			
Currently payable annuity contracts:	4,016.671	\$33.78 to \$35.31	\$ 135,795
Contracts in accumulation period:			
Band 1	45,331.508	35.31	1,600,656
Band 2	542,103.477	33.78	18,312,255
Band 3	6,032.176	31.26	188,566
Band 4	135,743.492	32.01	4,345,149
Band 5	92,010.163	31.62	2,909,361
Band 6	3,008,351.601	30.97	93,168,649
Band 7	2,201,855.576	30.58	67,332,744
Band 8	1,584,809.163	29.95	47,465,034
Band 9	227,814.361	29.58	6,738,749
Band 10	2,715,477.165	29.25	79,427,707
Band 11	1,806,130.909	28.93	52,251,367
Band 12	539,054.589	28.61	15,422,352
Band 13	1,710,922.639	28.29	48,402,001
Band 14	2,957,368.797	27.66	81,800,821
Band 15	928,682.782	27.36	25,408,761
Band 16	104,791.549	26.75	2,803,174
Band 17	1,738,376.207	26.46	45,997,434
Band 18	53,064.365	26.16	1,388,164

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING T. Rowe Price Equity Income Portfolio - Service Class (continued)</b>			
Band 19	167,511.613	\$ 25.58	\$ 4,284,947
Band 20	1,115,771.904	27.98	31,219,298
Band 21	230,348.745	27.05	6,230,934
Band 24	42.490	37.74	1,604
Band 25	27,801.544	34.55	960,543
Band 26	289,461.627	12.49	3,615,376
Band 27	101,426.833	12.24	1,241,464
Band 28	64,078.164	12.11	775,987
Band 29	109,229.196	12.07	1,318,396
Band 30	24,684.437	11.83	292,017
Band 31	5,310.104	11.71	62,181
Band 35	25,350.741	11.69	296,350
Band 36	14,382.509	11.55	166,118
Band 37	55,001.521	11.46	630,317
Band 38	581,466.435	11.52	6,698,493
Band 39	98,792.426	11.39	1,125,246
Band 40	59,684.361	11.29	673,836
Band 41	24,299.850	11.83	287,467
Band 42	45,590.955	11.68	532,502
Band 43	120,025.600	11.56	1,387,496
Band 44	2,379.632	11.28	26,842
Band 45	3,654.625	11.07	40,457
Band 46	1,894,673.819	10.51	19,913,022
Band 47	291,425.427	10.41	3,033,739
Band 51	2,229.726	10.01	22,320
Band 52	2,763.311	10.32	28,517
Band 55	1,446.204	10.27	14,853
Band 56	552,174.607	9.38	5,179,398
Band 57	742.412	9.23	6,852
Band 60	374.002	9.26	3,463
	<u>26,314,062.010</u>		<u>\$ 685,168,774</u>
<b>ING T. Rowe Price Equity Income Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	381,494.654	\$ 14.70	\$ 5,607,971
Band 8	561.105	14.51	8,142
Band 10	233,860.741	14.39	3,365,256
Band 11	29,005.549	14.33	415,650
Band 12	98,444.989	14.27	1,404,810
Band 13	343.551	10.67	3,666
Band 14	44,673.505	11.59	517,766
Band 15	171,984.799	11.55	1,986,424
Band 17	82,682.345	11.43	945,059
Band 20	554,764.823	14.15	7,849,922
Band 46	174,822.317	10.41	1,819,900
	<u>1,772,638.378</u>		<u>\$ 23,924,566</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Templeton Global Growth Portfolio - Service Class</b>			
Currently payable annuity contracts:	771.536	\$ 23.69	\$ 18,278
Contracts in accumulation period:			
Band 1	4,023.367	24.57	98,854
Band 2	280,894.368	23.69	6,654,388
Band 3	5,052.973	22.23	112,328
Band 4	109,196.015	22.62	2,470,014
Band 5	50,476.579	22.38	1,129,666
Band 6	1,606,337.600	22.00	35,339,427
Band 7	1,229,606.740	21.77	26,768,539
Band 8	1,248,029.133	21.41	26,720,304
Band 9	258,876.393	21.18	5,483,002
Band 10	1,648,992.859	20.98	34,595,870
Band 11	753,685.403	20.79	15,669,120
Band 12	296,745.972	20.60	6,112,967
Band 13	1,057,096.170	20.41	21,575,333
Band 14	1,717,330.484	20.04	34,415,303
Band 15	505,792.217	19.85	10,039,976
Band 16	82,070.509	19.49	1,599,554
Band 17	1,054,961.192	19.31	20,371,301
Band 18	22,439.107	19.13	429,260
Band 19	74,319.244	18.77	1,394,972
Band 20	572,903.633	20.22	11,584,111
Band 21	141,351.766	19.67	2,780,389
Band 25	23,579.303	24.09	568,025
Band 26	113,661.267	11.81	1,342,340
Band 27	16,451.593	11.60	190,838
Band 28	21,833.398	11.50	251,084
Band 29	28,268.132	11.47	324,235
Band 30	498.218	11.27	5,615
Band 38	149,375.176	9.88	1,475,827
Band 41	45,675.507	11.28	515,220
Band 42	3,420.307	11.15	38,136
Band 43	20,185.435	11.05	223,049
Band 45	2,609.732	10.73	28,002
Band 46	897,776.051	10.58	9,498,471
Band 47	119,200.970	10.48	1,249,226
Band 50	8,438.599	9.56	80,673
Band 52	1,280.345	9.72	12,445
Band 56	591,741.063	8.63	5,106,725
Band 57	254.234	8.49	2,158
Band 59	2,905.717	8.35	24,263
Band 60	17,369.324	8.52	147,987
	<u>14,785,477.631</u>		<u>\$ 286,447,275</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Templeton Global Growth Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	49,444.230	\$ 16.14	\$ 798,030
Band 7	548.250	16.07	8,810
Band 10	40,556.181	15.80	640,788
Band 11	1,169.566	15.74	18,409
Band 12	31,344.297	15.67	491,165
Band 13	5,019.574	10.75	53,960
Band 14	8,883.987	11.18	99,323
Band 15	28,422.492	11.14	316,627
Band 17	13,507.888	11.03	148,992
Band 20	108,719.846	15.54	1,689,506
Band 46	44,456.875	10.49	466,353
	<u>332,073.186</u>		<u>\$ 4,731,963</u>
<b>ING Van Kampen Growth and Income Portfolio - Service Class</b>			
Currently payable annuity contracts:	851.897	\$ 31.43	\$ 26,775
Contracts in accumulation period:			
Band 1	2,431.881	32.54	79,133
Band 2	264,438.430	31.43	8,311,300
Band 3	5,840.154	29.56	172,635
Band 4	111,832.945	30.13	3,369,527
Band 5	76,246.809	29.83	2,274,442
Band 6	2,059,674.768	29.36	60,472,051
Band 7	1,110,882.093	29.06	32,282,234
Band 8	2,293,500.157	28.60	65,594,104
Band 9	201,781.946	28.31	5,712,447
Band 10	1,501,511.702	28.06	42,132,418
Band 11	2,554,506.918	27.82	71,066,382
Band 12	337,800.487	27.58	9,316,537
Band 13	1,201,378.817	27.34	32,845,697
Band 14	1,913,500.824	26.86	51,396,632
Band 15	539,995.057	26.63	14,380,068
Band 16	51,085.788	26.16	1,336,404
Band 17	720,933.206	25.93	18,693,798
Band 18	23,664.267	25.70	608,172
Band 19	67,177.188	25.26	1,696,896
Band 20	480,043.374	27.10	13,009,175
Band 21	104,162.774	26.39	2,748,856
Band 24	48.637	34.28	1,667
Band 25	17,799.147	31.99	569,395
Band 26	141,502.192	11.95	1,690,951
Band 27	102,197.752	11.75	1,200,824
Band 28	50,162.312	11.65	584,391
Band 29	68,566.419	11.61	796,056
Band 30	10,725.094	11.41	122,373
Band 31	9,551.173	11.31	108,024
Band 38	59,742.891	10.62	634,470
Band 41	6,536.615	11.42	74,648

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Van Kampen Growth and Income Portfolio - Service Class (continued)</b>			
Band 42	4,644.639	\$ 11.29	\$ 52,438
Band 43	33,934.195	11.19	379,724
Band 45	1,826.066	10.86	19,831
Band 46	1,229,357.263	11.05	13,584,398
Band 47	161,053.280	10.95	1,763,533
Band 50	571.220	10.27	5,866
Band 51	1,861.129	10.13	18,853
Band 55	2,890.621	10.39	30,034
Band 56	138,295.915	9.37	1,295,833
Band 57	3,063.747	9.21	28,217
Band 60	2,567.874	9.24	23,727
	<u>17,670,139.663</u>		<u>\$ 460,510,936</u>
<b>ING Van Kampen Growth and Income Portfolio - Service 2 Class</b>			
Contracts in accumulation period:			
Band 6	510,573.425	\$ 15.61	\$ 7,970,051
Band 7	7,360.005	15.54	114,374
Band 8	847.544	15.41	13,061
Band 10	389,392.586	15.28	5,949,919
Band 11	10,747.576	15.22	163,578
Band 12	253,102.869	15.15	3,834,508
Band 13	11,479.161	11.22	128,796
Band 14	72,496.841	12.06	874,312
Band 15	332,534.588	12.02	3,997,066
Band 17	221,140.451	11.90	2,631,571
Band 20	1,492,103.954	15.03	22,426,322
Band 46	408,397.779	10.95	4,471,956
	<u>3,710,176.779</u>		<u>\$ 52,575,514</u>
<b>ING Wells Fargo HealthCare Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	4,208.279	\$ 11.70	\$ 49,237
Band 3	380.350	11.42	4,344
Band 4	44,643.723	11.50	513,403
Band 5	38,429.563	11.46	440,403
Band 6	2,127,772.854	11.39	24,235,333
Band 7	1,103,711.086	11.35	12,527,121
Band 8	1,283,559.301	11.27	14,465,713
Band 9	80,598.693	11.23	905,123
Band 10	1,954,356.561	11.19	21,869,250
Band 11	692,609.844	11.16	7,729,526
Band 12	280,366.853	11.12	3,117,679
Band 13	881,628.548	11.08	9,768,444
Band 14	1,576,539.835	11.01	17,357,704
Band 15	1,012,203.034	10.97	11,103,867
Band 16	126,013.470	10.89	1,372,287
Band 17	1,527,878.471	10.86	16,592,760
Band 18	33,342.234	10.82	360,763

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Wells Fargo HealthCare Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 19	69,356.529	\$ 10.75	\$ 745,583
Band 20	734,124.074	11.04	8,104,730
Band 21	108,212.952	10.93	1,182,768
Band 25	3,558.819	11.78	41,923
Band 26	95,760.729	11.74	1,124,231
Band 27	40,169.241	11.50	461,946
Band 28	22,596.317	11.38	257,146
Band 29	88,043.473	11.35	999,293
Band 30	14,178.698	11.12	157,667
Band 31	6,985.138	11.00	76,837
Band 34	66.427	10.54	700
Band 38	31,008.854	10.72	332,415
Band 41	20,037.424	11.12	222,816
Band 42	13,587.844	10.97	149,059
Band 43	49,507.939	10.86	537,656
Band 45	3,728.569	10.49	39,113
Band 46	682,527.128	11.11	7,582,876
Band 47	112,574.486	11.01	1,239,445
Band 50	875.017	10.40	9,100
Band 51	629.879	10.26	6,463
Band 52	411.389	10.57	4,348
Band 55	7,313.027	10.52	76,933
Band 56	158,560.701	8.86	1,404,848
Band 57	7,349.280	8.72	64,086
	<u>15,039,406.633</u>		<u>\$ 167,234,939</u>
<b>ING Diversified International Fund - Class R</b>			
Contracts in accumulation period:			
Band 35	1,943.162	\$ 9.39	\$ 18,246
Band 38	10,854.011	9.29	100,834
Band 39	3,625.901	9.21	33,395
Band 40	2,752.993	9.15	25,190
	<u>19,176.067</u>		<u>\$ 177,665</u>
<b>ING American Century Small-Mid Cap Value Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	8,959.925	\$ 18.45	\$ 165,311
Band 36	10,661.864	18.14	193,406
Band 37	492.026	17.90	8,807
Band 38	124,399.862	19.66	2,445,701
Band 39	10,976.353	19.37	212,612
Band 40	1,125.415	19.15	21,552
	<u>156,615.445</u>		<u>\$ 3,047,389</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Baron Small Cap Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	8,432.889	\$ 12.90	\$ 108,784
Band 4	96,813.255	12.71	1,230,496
Band 5	15,479.776	12.67	196,129
Band 6	4,210,806.009	12.60	53,056,156
Band 7	1,011,815.852	12.57	12,718,525
Band 8	2,432,509.436	12.49	30,382,043
Band 9	229,055.103	12.46	2,854,027
Band 10	5,244,173.112	12.42	65,132,630
Band 11	841,955.823	12.38	10,423,413
Band 12	178,125.722	12.35	2,199,853
Band 13	1,752,102.896	12.31	21,568,387
Band 14	1,893,963.373	12.24	23,182,112
Band 15	1,920,311.673	12.21	23,447,006
Band 16	218,598.258	12.14	2,653,783
Band 17	2,111,779.010	12.10	25,552,526
Band 18	6,687.797	12.07	80,722
Band 19	46,767.088	12.00	561,205
Band 20	616,566.213	12.28	7,571,433
Band 21	123,845.712	12.17	1,507,202
Band 26	203,768.794	12.93	2,634,731
Band 27	46,108.343	12.71	586,037
Band 28	54,693.903	12.60	689,143
Band 29	74,356.516	12.56	933,918
Band 30	7,793.172	12.35	96,246
Band 31	2,304.497	12.24	28,207
Band 35	56,814.290	18.49	1,050,496
Band 36	11,925.300	18.17	216,683
Band 37	3,970.059	17.93	71,183
Band 38	630,092.769	18.08	11,392,077
Band 39	194,525.545	17.82	3,466,445
Band 40	35,222.119	17.62	620,614
Band 41	23,172.999	12.35	286,187
Band 42	24,411.902	12.21	298,069
Band 43	83,888.560	12.11	1,015,890
Band 44	654.378	11.86	7,761
Band 45	7,009.231	11.75	82,358
Band 46	2,168,432.416	12.03	26,086,242
Band 47	337,728.459	11.93	4,029,101
Band 50	11,616.970	10.91	126,741
Band 52	13.304	11.08	147
Band 53	805.694	10.96	8,830
Band 54	1,089.888	10.81	11,782
Band 55	3,917.909	11.03	43,215
Band 56	368,534.047	10.43	3,843,810
Band 57	9,126.966	10.26	93,643
Band 59	2,371.105	10.09	23,924
Band 60	3,224.724	10.29	33,182
	<u>27,327,362.856</u>		<u>\$ 342,203,094</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Columbia Small Cap Value Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	10,626.288	\$ 10.27	\$ 109,132
Band 4	59,403.964	10.15	602,950
Band 5	16,959.293	10.13	171,798
Band 6	2,485,615.781	10.08	25,055,007
Band 7	391,648.173	10.05	3,936,064
Band 8	1,117,332.799	10.01	11,184,501
Band 9	86,749.147	9.98	865,756
Band 10	3,549,908.184	9.96	35,357,086
Band 11	511,762.757	9.94	5,086,922
Band 12	104,287.931	9.91	1,033,493
Band 13	1,137,911.282	9.89	11,253,943
Band 14	1,067,665.415	9.84	10,505,828
Band 15	1,279,027.531	9.82	12,560,050
Band 16	148,801.209	9.77	1,453,788
Band 17	1,085,172.739	9.75	10,580,434
Band 18	8,799.077	9.72	85,527
Band 19	20,052.650	9.68	194,110
Band 20	437,170.023	9.86	4,310,496
Band 21	79,849.638	9.79	781,728
Band 26	86,772.859	10.29	892,893
Band 27	52,771.871	10.15	535,634
Band 28	6,446.434	10.08	64,980
Band 29	11,241.725	10.05	112,979
Band 30	11,462.248	9.91	113,591
Band 31	138.604	9.84	1,364
Band 38	79,356.372	11.27	894,346
Band 41	5,529.154	9.91	54,794
Band 42	39,794.941	9.82	390,786
Band 43	49,651.925	9.75	484,106
Band 44	942.751	9.59	9,041
Band 45	1,566.546	9.52	14,914
Band 46	1,056,932.537	9.70	10,252,246
Band 47	323,477.636	9.63	3,115,090
Band 50	8,671.271	10.91	94,604
Band 51	667.888	10.76	7,186
Band 52	1,783.922	11.09	19,784
Band 53	1,714.578	10.96	18,792
Band 54	1,395.037	10.81	15,080
Band 55	8,734.863	11.04	96,433
Band 56	142,473.621	10.83	1,542,989
Band 57	5,015.750	10.66	53,468
Band 59	997.190	10.48	10,451
Band 60	726.710	10.69	7,769
	<u>15,497,010.314</u>		<u>\$ 153,931,933</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Davis New York Venture Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	23,842.761	\$ 10.02	\$ 238,904
Band 4	150,779.447	9.90	1,492,717
Band 5	38,370.517	9.87	378,717
Band 6	3,853,084.913	9.82	37,837,294
Band 7	622,914.751	9.79	6,098,335
Band 8	2,217,712.497	9.74	21,600,520
Band 9	419,285.539	9.72	4,075,455
Band 10	7,592,795.123	9.69	73,574,185
Band 11	920,705.323	9.67	8,903,220
Band 12	154,749.068	9.64	1,491,781
Band 13	1,614,111.785	9.62	15,527,755
Band 14	2,407,800.614	9.57	23,042,652
Band 15	2,482,365.044	9.54	23,681,763
Band 16	283,691.166	9.49	2,692,229
Band 17	1,876,791.474	9.47	17,773,215
Band 18	8,608.790	9.44	81,267
Band 19	41,420.690	9.39	388,940
Band 20	516,509.466	9.59	4,953,326
Band 21	168,751.827	9.52	1,606,517
Band 25	11,550.211	10.08	116,426
Band 26	177,200.250	10.05	1,780,863
Band 27	146,900.388	9.89	1,452,845
Band 28	40,857.360	9.82	401,219
Band 29	32,053.751	9.79	313,806
Band 30	5,625.696	9.64	54,232
Band 31	5,454.669	9.57	52,201
Band 34	62.146	9.25	575
Band 35	5,616.531	11.76	66,050
Band 36	4,005.538	11.54	46,224
Band 38	235,956.899	13.23	3,121,710
Band 39	21,488.127	13.03	279,990
Band 40	2,967.559	12.89	38,252
Band 41	122,705.372	9.65	1,184,107
Band 42	10,613.188	9.55	101,356
Band 43	130,062.790	9.47	1,231,695
Band 45	9,950.615	9.22	91,745
Band 46	2,909,950.648	9.42	27,411,735
Band 47	267,624.510	9.35	2,502,289
Band 50	15,220.760	9.79	149,011
Band 51	3,200.813	9.66	30,920
Band 52	1,091.675	9.95	10,862
Band 54	6,183.240	9.70	59,977
Band 55	10,378.276	9.91	102,849
Band 56	582,364.881	9.14	5,322,815
Band 57	22,435.682	9.00	201,921
Band 59	7,380.269	8.85	65,315
Band 60	730.190	9.02	6,586
	<u>30,183,922.829</u>		<u>\$ 291,636,368</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING JPMorgan Mid Cap Value Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	763.291	\$ 10.49	\$ 8,007
Band 4	59,613.270	16.24	968,120
Band 5	3,657.894	17.33	63,391
Band 6	1,415,034.493	10.38	14,688,058
Band 7	286,691.978	17.10	4,902,433
Band 8	635,346.414	10.34	6,569,482
Band 9	100,099.293	16.88	1,689,676
Band 10	2,095,653.545	13.68	28,668,540
Band 11	501,492.682	10.29	5,160,360
Band 12	63,347.883	10.28	651,216
Band 13	357,237.897	16.58	5,923,004
Band 14	852,543.525	10.24	8,730,046
Band 15	521,277.914	16.37	8,533,319
Band 16	38,314.389	10.20	390,807
Band 17	828,495.573	10.18	8,434,085
Band 18	930.044	10.17	9,459
Band 19	29,381.906	13.14	386,078
Band 20	177,381.368	13.50	2,394,648
Band 21	72,803.860	13.36	972,660
Band 26	88,207.952	17.87	1,576,276
Band 27	69,151.109	17.40	1,203,229
Band 28	22,376.162	17.18	384,422
Band 29	24,158.554	17.10	413,111
Band 30	16,630.039	16.65	276,890
Band 31	8,479.387	16.43	139,316
Band 35	43,617.166	18.18	792,960
Band 36	23,049.990	17.87	411,903
Band 37	5,149.759	17.64	90,842
Band 38	236,988.920	17.21	4,078,579
Band 39	86,930.896	16.96	1,474,348
Band 40	17,888.545	16.77	299,991
Band 41	16,717.583	15.65	261,630
Band 42	16,380.088	15.42	252,581
Band 43	70,357.590	15.25	1,072,953
Band 44	355.075	13.09	4,648
Band 46	593,467.334	10.15	6,023,693
Band 47	103,223.529	10.11	1,043,590
Band 55	369.593	10.34	3,822
Band 56	213,379.863	10.45	2,229,820
Band 57	9,652.839	10.30	99,424
Band 59	4,037.433	10.14	40,940
Band 60	1,313.691	10.32	13,557
	<u>9,711,950.316</u>		<u>\$ 121,331,914</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	4,697.080	\$ 13.17	\$ 61,861
Band 4	13,462.423	12.93	174,069
Band 5	5,565.581	12.89	71,740
Band 6	804,967.216	12.79	10,295,531
Band 7	671,134.261	12.74	8,550,250
Band 8	362,631.052	12.65	4,587,283
Band 9	41,696.667	12.60	525,378
Band 10	995,576.425	12.55	12,494,484
Band 11	296,583.496	12.51	3,710,260
Band 12	53,676.409	12.46	668,808
Band 13	462,520.583	12.41	5,739,880
Band 14	1,231,687.355	12.32	15,174,388
Band 15	366,086.812	12.28	4,495,546
Band 16	63,188.295	12.18	769,633
Band 17	906,613.015	12.14	11,006,282
Band 18	2,530.346	12.09	30,592
Band 19	54,664.098	12.00	655,969
Band 20	715,867.247	12.37	8,855,278
Band 21	56,273.273	12.23	688,222
Band 26	31,090.854	13.22	411,021
Band 27	16,434.803	12.93	212,502
Band 28	6,470.876	12.79	82,763
Band 29	5,048.393	12.74	64,317
Band 30	13,499.557	12.46	168,204
Band 31	9,840.961	12.32	121,241
Band 35	2,931.988	12.37	36,269
Band 36	1,241.177	12.23	15,180
Band 37	4,167.589	13.08	54,512
Band 38	48,711.470	12.20	594,280
Band 39	15,294.668	12.06	184,454
Band 40	34,337.611	11.95	410,334
Band 41	10,745.912	12.47	134,002
Band 42	3,203.765	12.28	39,342
Band 43	12,814.967	12.15	155,702
Band 44	428.381	10.85	4,648
Band 46	426,431.746	10.72	4,571,348
Band 47	35,976.912	10.62	382,075
Band 52	1,757.893	10.10	17,755
Band 56	1,176.163	10.10	11,879
Band 57	1,878.159	9.94	18,669
	<u>7,792,905.479</u>		<u>\$ 96,245,951</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Oppenheimer Global Portfolio - Initial Class</b>			
Contracts in accumulation period:			
Band 4	5,791.254	\$ 13.72	\$ 79,456
Band 7	2,537.069	13.56	34,403
Band 9	31,545.411	13.44	423,970
Band 10	8,960.726	13.41	120,163
Band 13	4,250.715	13.29	56,492
Band 15	17,355.039	13.17	228,566
Band 20	2,594.197	13.25	34,373
Band 21	6,285.691	13.14	82,594
Band 26	102,492.629	13.96	1,430,797
Band 27	55,293.738	13.72	758,630
Band 28	29,604.021	13.60	402,615
Band 29	13,805.142	13.56	187,198
Band 30	1,541.543	13.33	20,549
Band 31	5,683.276	13.21	75,076
Band 35	79,991.076	14.12	1,129,474
Band 36	6,913.527	13.96	96,513
Band 38	81,198.451	13.92	1,130,282
Band 39	18,689.268	13.76	257,164
Band 40	1,508.425	13.64	20,575
Band 41	2,273.204	13.33	30,302
Band 42	1,574.602	13.18	20,753
Band 43	11,998.376	13.07	156,819
	<u>491,887.380</u>		<u>\$ 6,776,764</u>
<b>ING Oppenheimer Global Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	4,242.153	\$ 13.71	\$ 58,160
Band 4	81,945.711	16.29	1,334,896
Band 5	11,693.918	15.45	180,671
Band 6	1,420,560.397	13.40	19,035,509
Band 7	174,331.412	15.25	2,658,554
Band 8	662,061.086	13.28	8,792,171
Band 9	110,603.372	15.05	1,664,581
Band 10	1,480,914.360	13.46	19,933,107
Band 11	151,268.283	13.17	1,992,203
Band 12	48,641.644	13.13	638,665
Band 13	343,402.702	14.79	5,078,926
Band 14	529,932.083	13.01	6,894,416
Band 15	695,149.428	14.59	10,142,230
Band 16	50,096.043	12.90	646,239
Band 17	601,855.091	12.86	7,739,856
Band 18	16,564.942	12.83	212,528
Band 19	27,473.671	12.92	354,960
Band 20	211,589.771	13.28	2,809,912
Band 21	76,648.898	13.14	1,007,167
Band 26	150,291.857	15.93	2,394,149
Band 27	27,745.676	15.52	430,613

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Oppenheimer Global Portfolio - Service Class</b>			
<b>(continued)</b>			
Band 28	16,277.196	\$ 15.32	\$ 249,367
Band 29	114,097.767	15.25	1,739,991
Band 30	4,592.692	14.85	68,201
Band 31	932.374	14.66	13,669
Band 34	127.025	13.85	1,759
Band 35	135,698.355	16.22	2,201,027
Band 36	30,547.758	15.93	486,626
Band 37	23,624.491	15.73	371,613
Band 38	571,916.365	17.35	9,922,749
Band 39	172,067.426	17.09	2,940,632
Band 40	76,481.769	16.90	1,292,542
Band 41	15,398.778	15.70	241,761
Band 42	3,034.456	15.47	46,943
Band 43	30,886.459	15.30	472,563
Band 44	371.958	13.18	4,902
Band 45	4,648.332	12.94	60,149
Band 46	615,770.835	12.79	7,875,709
Band 47	97,879.738	12.68	1,241,115
Band 50	4,607.656	11.01	50,730
Band 51	1,747.292	10.86	18,976
Band 52	552.374	11.19	6,181
Band 55	230.437	11.14	2,567
Band 56	143,558.875	9.75	1,399,699
Band 60	459.602	9.62	4,421
	<u>8,942,522.508</u>		<u>\$ 124,713,405</u>
<b>ING Oppenheimer Global Strategic Income Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	174,637.269	\$ 13.53	\$ 2,362,842
Band 36	37,911.824	13.38	507,260
Band 37	6,317.186	13.26	83,766
Band 38	405,010.306	13.34	5,402,837
Band 39	74,377.466	13.19	981,039
Band 40	22,627.676	13.07	295,744
	<u>720,881.727</u>		<u>\$ 9,633,488</u>
<b>ING PIMCO Total Return Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	111,399.969	\$ 15.44	\$ 1,720,016
Band 36	9,254.640	15.17	140,393
Band 37	3,611.715	14.97	54,067
Band 38	340,471.346	13.97	4,756,385
Band 39	53,838.079	13.76	740,812
Band 40	37,569.229	13.61	511,317
	<u>556,144.978</u>		<u>\$ 7,922,990</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Solution 2015 Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	49,975.510	\$ 11.90	\$ 594,709
Band 36	2,972.986	11.77	34,992
Band 37	29,551.329	11.67	344,864
Band 38	1,092,796.552	11.73	12,818,504
Band 39	229,722.563	11.60	2,664,782
Band 40	114,700.697	11.50	1,319,058
	<u>1,519,719.637</u>		<u>\$ 17,776,909</u>
<b>ING Solution 2025 Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	78,104.243	\$ 11.75	\$ 917,725
Band 36	2,900.950	11.62	33,709
Band 37	825.060	11.52	9,505
Band 38	1,245,609.123	11.59	14,436,610
Band 39	155,551.813	11.45	1,781,068
Band 40	114,712.721	11.36	1,303,137
	<u>1,597,703.910</u>		<u>\$ 18,481,754</u>
<b>ING Solution 2035 Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	7,842.415	\$ 11.90	\$ 93,325
Band 36	22,692.767	11.77	267,094
Band 38	666,589.722	11.73	7,819,097
Band 39	101,660.440	11.60	1,179,261
Band 40	156,538.645	11.50	1,800,194
	<u>955,323.989</u>		<u>\$ 11,158,971</u>
<b>ING Solution 2045 Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	2,447.431	\$ 11.92	\$ 29,173
Band 38	40,336.180	11.75	473,950
Band 39	17,522.460	11.62	203,611
Band 40	48,908.370	11.52	563,424
	<u>109,214.441</u>		<u>\$ 1,270,158</u>
<b>ING Solution Income Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	12,959.816	\$ 12.04	\$ 156,036
Band 36	5,067.802	11.90	60,307
Band 38	431,430.796	11.87	5,121,084
Band 39	58,334.724	11.73	684,266
Band 40	66,048.719	11.63	768,147
	<u>573,841.857</u>		<u>\$ 6,789,840</u>
<b>ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 35	41,282.797	\$ 14.45	\$ 596,536
Band 36	7,679.471	14.19	108,972
Band 37	3,321.671	13.99	46,470
Band 38	495,278.205	17.34	8,588,124
Band 39	126,094.933	17.09	2,154,962
Band 40	20,013.387	16.90	338,226
	<u>693,670.464</u>		<u>\$ 11,833,290</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING T. Rowe Price Growth Equity Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	1,263.270	\$ 9.49	\$ 11,988
Band 4	24,294.972	9.40	228,373
Band 5	6,184.700	9.38	58,012
Band 6	1,929,680.039	9.35	18,042,508
Band 7	470,209.314	9.33	4,387,053
Band 8	812,615.890	9.29	7,549,202
Band 9	94,268.891	9.28	874,815
Band 10	2,043,343.563	9.26	18,921,361
Band 11	521,490.846	9.24	4,818,575
Band 12	109,783.124	9.23	1,013,298
Band 13	604,139.166	9.21	5,564,122
Band 14	961,013.505	9.17	8,812,494
Band 15	1,067,559.657	9.16	9,778,846
Band 16	75,790.970	9.12	691,214
Band 17	913,068.903	9.10	8,308,927
Band 18	3,298.358	9.09	29,982
Band 19	31,927.107	9.05	288,940
Band 20	369,011.640	9.19	3,391,217
Band 21	38,466.304	9.14	351,582
Band 26	47,778.525	9.50	453,896
Band 27	14,127.520	9.40	132,799
Band 28	7,215.649	9.35	67,466
Band 29	29,704.206	9.33	277,140
Band 30	7,311.175	9.22	67,409
Band 31	2,204.714	9.17	20,217
Band 35	77,791.395	12.77	993,396
Band 36	11,162.011	12.54	139,972
Band 37	14,042.945	12.37	173,711
Band 38	278,073.924	14.81	4,118,275
Band 39	47,285.162	14.59	689,891
Band 40	11,441.228	14.43	165,097
Band 41	10,692.070	9.23	98,688
Band 42	2,862.794	9.16	26,223
Band 43	29,331.002	9.11	267,205
Band 45	1,339.632	8.93	11,963
Band 46	726,145.681	9.07	6,586,141
Band 47	49,172.354	9.02	443,535
Band 50	952.124	9.21	8,769
Band 52	842.768	9.33	7,863
Band 55	6,497.501	9.30	60,427
Band 56	101,874.161	9.76	994,292
Band 59	856.977	9.44	8,090
	<u>11,556,115.737</u>		<u>\$ 108,934,974</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Templeton Foreign Equity Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	9,964.332	\$ 10.55	\$ 105,124
Band 3	512.237	10.38	5,317
Band 4	98,705.894	10.43	1,029,502
Band 5	14,218.467	10.40	147,872
Band 6	2,992,773.231	10.36	31,005,131
Band 7	1,151,323.381	10.33	11,893,171
Band 8	2,184,953.001	10.28	22,461,317
Band 9	185,123.584	10.26	1,899,368
Band 10	4,791,751.621	10.23	49,019,619
Band 11	756,155.845	10.21	7,720,351
Band 12	138,276.617	10.18	1,407,656
Band 13	1,654,953.003	10.16	16,814,323
Band 14	3,055,080.337	10.11	30,886,862
Band 15	1,794,450.334	10.09	18,106,004
Band 16	169,506.607	10.04	1,701,846
Band 17	2,309,893.703	10.02	23,145,135
Band 18	8,005.662	9.99	79,977
Band 19	170,192.336	9.94	1,691,712
Band 20	926,889.840	10.14	9,398,663
Band 21	119,644.449	10.06	1,203,623
Band 26	150,284.764	10.58	1,590,013
Band 27	48,488.404	10.43	505,734
Band 28	40,196.461	10.35	416,033
Band 29	51,318.278	10.33	530,118
Band 30	3,347.481	10.18	34,077
Band 31	7,420.914	10.11	75,025
Band 35	45,924.762	8.88	407,812
Band 36	1,050.229	8.83	9,274
Band 37	8,581.904	8.79	75,435
Band 38	292,469.626	11.25	3,290,283
Band 39	58,913.892	8.77	516,675
Band 40	57,735.244	8.73	504,029
Band 41	12,602.094	10.19	128,415
Band 42	20,677.519	10.09	208,636
Band 43	63,805.261	10.02	639,329
Band 45	2,841.754	9.78	27,792
Band 46	1,674,847.231	9.97	16,698,227
Band 47	219,301.942	9.90	2,171,089
Band 50	941.277	10.86	10,222
Band 51	765.767	10.71	8,201
Band 55	8,253.442	10.98	90,623
Band 56	317,206.561	8.42	2,670,879
Band 57	13,275.755	8.28	109,923
Band 58	1,165.502	8.22	9,580
Band 60	2,339.609	8.31	19,442
	<u>25,636,130.154</u>		<u>\$ 260,469,439</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Thornburg Value Portfolio - Initial Class</b>			
Contracts in accumulation period:			
Band 4	3,423.484	\$ 13.71	\$ 46,936
Band 7	110.335	9.75	1,076
Band 9	8,913.622	9.61	85,660
Band 10	407.226	12.06	4,911
Band 13	8,540.306	9.43	80,535
Band 15	9,584.637	9.29	89,041
Band 21	1,090.126	11.77	12,831
Band 26	21,563.938	10.23	220,599
Band 27	41,618.951	9.94	413,692
Band 28	24,732.943	9.79	242,136
Band 29	8,292.973	9.75	80,856
Band 30	3,035.959	9.47	28,751
Band 31	3,272.728	9.33	30,535
Band 41	705.105	13.21	9,314
Band 43	2,881.276	12.87	37,082
	<u>138,173.609</u>		<u>\$ 1,383,955</u>
<b>ING Thornburg Value Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 4	4,008.357	\$ 11.19	\$ 44,854
Band 6	37,293.472	11.12	414,703
Band 7	27,233.265	11.09	302,017
Band 8	28,738.515	11.04	317,273
Band 9	2,139.554	11.02	23,578
Band 10	84,197.770	10.99	925,333
Band 11	18,020.387	10.97	197,684
Band 12	4,173.364	10.95	45,698
Band 13	39,165.577	10.92	427,688
Band 14	55,578.411	10.87	604,137
Band 15	24,267.820	10.85	263,306
Band 16	4,855.803	10.80	52,443
Band 17	26,603.200	10.78	286,782
Band 18	1,015.069	10.75	10,912
Band 19	6,505.632	10.70	69,610
Band 20	16,503.831	10.90	179,892
Band 21	249.540	10.82	2,700
Band 35	36,920.452	11.30	417,201
Band 36	4,546.147	11.10	50,462
Band 37	1,812.411	10.95	19,846
Band 38	170,556.609	14.43	2,461,132
Band 39	36,174.384	14.21	514,038
Band 40	2,768.339	14.06	38,923
Band 46	37,664.525	10.73	404,140
Band 47	11,259.548	10.66	120,027
Band 51	2,945.862	10.78	31,756
Band 55	5,087.423	11.05	56,216
	<u>690,285.267</u>		<u>\$ 8,282,351</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING UBS U.S. Large Cap Equity Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	2,300.825	\$ 10.98	\$ 25,263
Band 4	27,214.763	11.63	316,508
Band 5	327.671	10.79	3,536
Band 6	59,966.008	10.73	643,435
Band 7	14,228.808	11.48	163,347
Band 8	60,020.692	10.64	638,620
Band 9	5,374.820	11.36	61,058
Band 10	59,304.081	11.32	671,322
Band 11	7,522.775	10.54	79,290
Band 12	4,045.907	10.51	42,522
Band 13	29,620.367	11.21	332,044
Band 14	12,492.573	10.42	130,173
Band 15	41,423.252	11.10	459,798
Band 16	1,224.356	10.33	12,648
Band 17	52,141.671	10.30	537,059
Band 20	5,957.517	11.17	66,545
Band 21	13,213.267	11.06	146,139
Band 26	4,303.916	11.87	51,087
Band 27	615.152	11.63	7,154
Band 28	1,608.648	11.52	18,532
Band 29	3,055.500	11.48	35,077
Band 30	32.138	11.25	362
Band 31	373.623	11.13	4,158
Band 35	17,252.938	11.08	191,163
Band 37	12,814.816	10.73	137,503
Band 38	49,378.553	13.48	665,623
Band 39	7,549.518	13.28	100,258
Band 40	5,812.007	13.13	76,312
Band 41	8,805.530	11.25	99,062
Band 42	1,005.622	11.10	11,162
Band 43	7,510.380	10.99	82,539
Band 46	26,440.803	10.24	270,754
Band 47	14,689.787	10.15	149,101
	<u>557,628.284</u>		<u>\$ 6,229,154</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Van Kampen Comstock Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	741.153	\$ 10.75	\$ 7,967
Band 4	126,971.496	13.07	1,659,517
Band 5	19,810.947	12.47	247,043
Band 6	2,163,923.171	12.36	26,746,090
Band 7	412,902.842	12.31	5,082,834
Band 8	839,485.975	12.20	10,241,729
Band 9	180,459.243	12.14	2,190,775
Band 10	2,618,723.437	12.09	31,660,366
Band 11	321,610.957	12.04	3,872,196
Band 12	359,614.613	11.99	4,311,779
Band 13	755,522.153	11.93	9,013,379
Band 14	938,561.470	11.01	10,333,562
Band 15	1,414,600.348	11.78	16,663,992
Band 16	57,641.173	9.91	571,224
Band 17	1,016,193.709	10.86	11,035,864
Band 18	2,627.896	10.06	26,437
Band 19	19,431.491	10.58	205,585
Band 20	2,089,804.149	11.88	24,826,873
Band 21	85,806.561	10.77	924,137
Band 26	182,257.103	12.86	2,343,826
Band 27	109,682.452	12.52	1,373,224
Band 28	31,542.358	12.36	389,864
Band 29	60,822.586	12.30	748,118
Band 30	20,417.613	11.98	244,603
Band 31	6,991.099	11.83	82,705
Band 35	40,150.312	13.08	525,166
Band 36	14,584.865	12.86	187,561
Band 37	14,783.652	12.69	187,605
Band 38	245,968.992	13.88	3,414,050
Band 39	67,730.658	13.67	925,878
Band 40	9,717.652	13.52	131,383
Band 41	44,719.021	12.60	563,460
Band 42	8,486.763	12.41	105,321
Band 43	88,135.407	12.27	1,081,421
Band 45	5,700.044	10.44	59,508
Band 46	1,501,152.210	9.82	14,741,315
Band 47	76,537.891	9.94	760,787
Band 50	1,064.820	9.60	10,222
Band 55	1,768.016	9.71	17,167
Band 56	150,932.212	9.48	1,430,837
Band 57	11,529.107	9.32	107,451
	<u>16,119,107.617</u>		<u>\$ 189,052,821</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Van Kampen Equity and Income Portfolio - Initial Class</b>			
Contracts in accumulation period:			
Band 35	137,766.400	\$ 12.97	\$ 1,786,830
Band 36	4,450.939	12.82	57,061
Band 37	4,782.245	12.71	60,782
Band 38	9,797.802	12.78	125,216
Band 39	3,163.192	12.64	39,983
	<u>159,960.578</u>		<u>\$ 2,069,872</u>
<b>ING Van Kampen Equity and Income Portfolio - Service Class</b>			
Contracts in accumulation period:			
Band 2	3,753.079	\$ 12.60	\$ 47,289
Band 4	105,570.697	12.42	1,311,188
Band 5	22,492.868	12.39	278,687
Band 6	2,408,047.951	12.31	29,643,070
Band 7	765,973.213	12.28	9,406,151
Band 8	858,504.130	12.21	10,482,335
Band 9	194,467.500	12.17	2,366,669
Band 10	3,483,701.173	12.14	42,292,132
Band 11	673,113.912	12.10	8,144,678
Band 12	188,721.844	12.07	2,277,873
Band 13	1,123,219.325	12.03	13,512,328
Band 14	1,337,345.456	11.96	15,994,652
Band 15	1,103,836.319	11.93	13,168,767
Band 16	186,218.993	11.86	2,208,557
Band 17	938,724.871	11.82	11,095,728
Band 18	13,285.678	11.79	156,638
Band 19	54,172.869	11.72	634,906
Band 20	515,888.224	12.00	6,190,659
Band 21	97,382.743	11.89	1,157,881
Band 25	36,654.767	10.66	390,740
Band 26	218,838.963	12.64	2,766,124
Band 27	93,991.086	12.42	1,167,369
Band 28	35,265.555	12.31	434,119
Band 29	68,854.139	12.28	845,529
Band 30	20,655.945	12.07	249,317
Band 31	1,184.333	11.96	14,165
Band 35	165,838.299	13.08	2,169,165
Band 36	36,630.942	12.84	470,341
Band 37	32,768.410	12.67	415,176
Band 38	584,505.514	15.52	9,071,526
Band 39	79,907.069	15.28	1,220,980
Band 40	86,197.561	15.11	1,302,445
Band 41	6,552.160	12.07	79,085
Band 42	562.133	11.93	6,706
Band 43	39,559.149	11.83	467,985
Band 45	2,341.499	11.48	26,880
Band 46	1,016,285.924	11.76	11,951,522
Band 47	111,117.922	11.65	1,294,524

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Van Kampen Equity and Income Portfolio - Service Class (continued)</b>			
Band 49	96,478.493	\$ 10.02	\$ 966,714
Band 51	825.554	9.50	7,843
Band 53	1,791.062	9.65	17,284
Band 55	882.419	9.70	8,559
Band 56	156,536.603	10.27	1,607,631
Band 57	15,468.785	10.11	156,389
Band 58	1,627.630	10.03	16,325
	<u>16,985,742.761</u>		<u>\$ 207,494,631</u>
<b>ING Strategic Allocation Conservative Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 35	10,612.673	\$ 14.69	\$ 155,900
Band 36	16,346.086	14.53	237,509
Band 38	61,125.389	14.48	885,096
Band 39	11,974.059	14.32	171,469
Band 40	82.292	14.20	1,169
	<u>100,140.499</u>		<u>\$ 1,451,143</u>
<b>ING Strategic Allocation Growth Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 35	4,459.882	\$ 15.95	\$ 71,135
Band 37	607.715	15.64	9,505
Band 38	11,823.716	15.73	185,987
Band 39	8,081.049	15.55	125,660
Band 40	13,573.508	15.41	209,168
	<u>38,545.870</u>		<u>\$ 601,455</u>
<b>ING Strategic Allocation Moderate Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 35	7,583.624	\$ 15.32	\$ 116,181
Band 36	3,996.555	15.15	60,548
Band 37	2,865.786	15.02	43,044
Band 38	23,867.448	15.10	360,398
Band 39	6,711.345	14.93	100,200
Band 40	6,391.103	14.80	94,588
	<u>51,415.861</u>		<u>\$ 774,959</u>
<b>ING Growth and Income Portfolio - Class I</b>			
Contracts in accumulation period:			
Band 22	461.198	\$ 8.89	\$ 4,100
Band 23	12,391.482	8.85	109,665
	<u>12,852.680</u>		<u>\$ 113,765</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Growth and Income Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	24,955.488	\$ 8.89	\$ 221,854
Band 3	1,131.304	9.87	11,166
Band 4	166,429.039	8.82	1,467,904
Band 5	296,136.287	8.81	2,608,961
Band 6	5,214,661.746	8.78	45,784,730
Band 7	5,553,954.901	8.77	48,708,184
Band 8	2,208,410.830	8.74	19,301,511
Band 9	910,182.652	8.73	7,945,895
Band 10	4,802,894.569	8.71	41,833,212
Band 11	2,991,951.118	8.70	26,029,975
Band 12	2,224,320.258	8.68	19,307,100
Band 13	4,737,771.209	8.67	41,076,476
Band 14	7,192,594.425	8.64	62,144,016
Band 15	1,358,804.713	8.63	11,726,485
Band 16	289,364.594	8.60	2,488,536
Band 17	3,510,576.434	8.59	30,155,852
Band 18	170,913.637	8.57	1,464,730
Band 19	426,778.439	8.55	3,648,956
Band 20	2,961,016.835	8.66	25,642,406
Band 21	718,361.958	8.61	6,185,096
Band 24	243.079	9.04	2,197
Band 25	59,726.749	9.97	595,476
Band 26	1,657,053.145	8.91	14,764,344
Band 27	739,239.864	8.82	6,520,096
Band 28	476,573.692	8.78	4,184,317
Band 29	50,757.656	8.77	445,145
Band 30	11,893.979	8.68	103,240
Band 31	14,898.174	8.64	128,720
Band 35	219,593.574	15.07	3,309,275
Band 36	14,246.827	14.84	211,423
Band 37	13,463.284	14.66	197,372
Band 38	321,507.930	14.09	4,530,047
Band 39	40,317.911	13.88	559,613
Band 40	21,176.812	13.73	290,758
Band 41	46,739.678	8.69	406,168
Band 42	12,335.200	8.63	106,453
Band 43	111,419.049	8.59	957,090
Band 44	581.093	8.49	4,933
Band 45	6,092.888	8.45	51,485
Band 46	1,508,277.221	8.56	12,910,853
Band 47	169,041.221	8.52	1,440,231
Band 51	1,591.912	9.23	14,693
Band 52	282.700	9.40	2,657
Band 54	3,535.093	9.26	32,735
Band 56	24,112.854	9.47	228,349
	<u>51,285,912.021</u>		<u>\$ 449,750,715</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING GET U.S. Core Portfolio - Series 5</b>			
Contracts in accumulation period:			
Band 6	2,644.228	\$ 10.46	\$ 27,659
Band 9	4,703.159	10.32	48,537
Band 10	144,692.213	10.29	1,488,883
Band 13	286.163	10.19	2,916
Band 15	43,440.171	10.09	438,311
Band 20	2,561.694	10.15	26,001
Band 21	45,431.072	10.05	456,582
Band 26	229,680.218	10.78	2,475,953
Band 27	110,459.653	10.56	1,166,454
Band 28	20,180.525	10.46	211,088
Band 29	269,412.044	10.42	2,807,273
Band 30	158,522.833	10.21	1,618,518
Band 31	55,006.355	10.11	556,114
Band 38	460.156	10.74	4,942
Band 39	2,205.294	10.60	23,376
	<u>1,089,685.778</u>		<u>\$ 11,352,607</u>
<b>ING GET U.S. Core Portfolio - Series 6</b>			
Contracts in accumulation period:			
Band 6	2,080.794	\$ 10.25	\$ 21,328
Band 9	25,016.925	10.12	253,171
Band 10	34,443.339	10.08	347,189
Band 12	1,463.428	10.02	14,664
Band 13	10,233.140	9.99	102,229
Band 15	35,785.113	9.89	353,915
Band 20	2,558.398	9.96	25,482
Band 21	52,071.381	9.86	513,424
Band 26	301,885.235	10.54	3,181,870
Band 27	72,385.021	10.34	748,461
Band 28	83,640.403	10.24	856,478
Band 29	261,873.109	10.21	2,673,724
Band 30	67,053.712	10.01	671,208
Band 31	59,276.197	9.92	588,020
Band 38	30,980.562	10.51	325,606
Band 39	3,041.540	10.38	31,571
	<u>1,043,788.297</u>		<u>\$ 10,708,340</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING GET U.S. Core Portfolio - Series 7</b>			
Contracts in accumulation period:			
Band 9	40,694.872	\$ 10.10	\$ 411,018
Band 10	22,984.449	10.07	231,453
Band 13	2,091.430	9.97	20,852
Band 15	23,578.074	9.88	232,951
Band 20	6,838.099	9.94	67,971
Band 21	26,942.849	9.85	265,387
Band 26	181,133.373	10.51	1,903,712
Band 27	66,144.566	10.31	681,950
Band 28	26,516.478	10.22	270,998
Band 29	242,948.472	10.19	2,475,645
Band 30	39,598.905	10.00	395,989
Band 31	50,600.979	9.91	501,456
Band 44	685.548	9.60	6,581
	<u>730,758.094</u>		<u>\$ 7,465,963</u>
<b>ING GET U.S. Core Portfolio - Series 8</b>			
Contracts in accumulation period:			
Band 6	206.176	\$ 10.27	\$ 2,117
Band 9	2,560.382	10.14	25,962
Band 10	50,172.141	10.11	507,240
Band 13	286.043	10.03	2,869
Band 15	2,134.737	9.94	21,219
Band 21	14,624.258	9.91	144,926
Band 26	147,681.028	10.54	1,556,558
Band 27	25,791.925	10.35	266,946
Band 28	13,120.534	10.26	134,617
Band 29	110,075.156	10.23	1,126,069
Band 30	26,618.521	10.05	267,516
Band 31	5,154.931	9.96	51,343
Band 35	287.201	10.66	3,062
	<u>398,713.033</u>		<u>\$ 4,110,444</u>
<b>ING GET U.S. Core Portfolio - Series 9</b>			
Contracts in accumulation period:			
Band 9	1,470.374	\$ 10.24	\$ 15,057
Band 10	14,010.903	10.21	143,051
Band 13	1,468.951	10.13	14,880
Band 15	576.663	10.04	5,790
Band 20	4,077.312	10.10	41,181
Band 26	126,066.249	10.62	1,338,824
Band 27	56,040.717	10.44	585,065
Band 28	82,471.311	10.35	853,578
Band 29	80,620.220	10.32	832,001
Band 30	2,743.675	10.15	27,848
Band 31	4,441.068	10.06	44,677
Band 39	12,866.969	10.47	134,717
	<u>386,854.412</u>		<u>\$ 4,036,669</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING GET U.S. Core Portfolio - Series 10</b>			
Contracts in accumulation period:			
Band 9	13,787.571	\$ 10.11	\$ 139,392
Band 10	33,376.182	10.09	336,766
Band 13	228.886	10.00	2,289
Band 15	383.122	9.92	3,801
Band 20	3,094.150	9.98	30,880
Band 26	63,225.505	10.47	661,971
Band 27	3,150.378	10.30	32,449
Band 28	2,454.176	10.22	25,082
Band 29	53,192.086	10.19	542,027
Band 30	8,234.943	10.03	82,596
Band 31	136,516.661	9.94	1,356,976
Band 35	151.804	10.59	1,608
	<u>317,795.464</u>		<u>\$ 3,215,837</u>
<b>ING GET U.S. Core Portfolio - Series 11</b>			
Contracts in accumulation period:			
Band 9	13,106.498	\$ 10.37	\$ 135,914
Band 10	27,843.361	10.34	287,900
Band 13	864.438	10.26	8,869
Band 15	47,046.342	10.19	479,402
Band 21	60,062.995	10.16	610,240
Band 26	93,524.629	10.72	1,002,584
Band 27	27,170.331	10.56	286,919
Band 28	10,366.838	10.47	108,541
Band 29	51,319.010	10.45	536,284
Band 30	128,999.435	10.29	1,327,404
Band 31	5,988.816	10.21	61,146
Band 39	1.312	10.59	14
Band 44	1,298.422	9.94	12,906
	<u>467,592.427</u>		<u>\$ 4,858,123</u>
<b>ING GET U.S. Core Portfolio - Series 12</b>			
Contracts in accumulation period:			
Band 9	5,561.235	\$ 10.44	\$ 58,059
Band 10	14,915.620	10.41	155,272
Band 13	418.410	10.34	4,326
Band 15	3,999.484	10.26	41,035
Band 21	816.170	10.23	8,349
Band 26	9,565.007	10.77	103,015
Band 27	45,749.422	10.61	485,401
Band 28	1,763.216	10.54	18,584
Band 29	89,192.465	10.51	937,413
Band 30	12,577.709	10.36	130,305
Band 31	1,984.035	10.28	20,396
	<u>186,542.773</u>		<u>\$ 1,962,155</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING GET U.S. Core Portfolio - Series 13</b>			
Contracts in accumulation period:			
Band 9	4,319.963	\$ 10.38	\$ 44,841
Band 10	2,219.871	10.35	22,976
Band 15	4,687.410	10.21	47,858
Band 26	500,753.228	10.69	5,353,052
Band 27	395,778.353	10.54	4,171,504
Band 28	231,743.061	10.47	2,426,350
Band 29	56,162.224	10.45	586,895
Band 30	9,026.614	10.30	92,974
Band 31	10,611.599	10.23	108,557
	<u>1,215,302.323</u>		<u>\$ 12,855,007</u>
<b>ING GET U.S. Core Portfolio - Series 14</b>			
Contracts in accumulation period:			
Band 9	204,384.117	\$ 10.47	\$ 2,139,902
Band 10	7,699.934	10.45	80,464
Band 13	74,879.076	10.38	777,245
Band 14	11,134.852	10.34	115,134
Band 15	62,292.196	10.32	642,855
Band 21	2,798.610	10.30	28,826
Band 26	1,263,588.977	10.75	13,583,582
Band 27	896,787.707	10.61	9,514,918
Band 28	430,898.885	10.55	4,545,983
Band 29	164,964.821	10.53	1,737,080
Band 30	267,169.401	10.40	2,778,562
Band 31	31,362.875	10.33	323,978
	<u>3,417,961.451</u>		<u>\$ 36,268,529</u>
<b>ING BlackRock Science and Technology Opportunities Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	4,747.566	\$ 11.52	\$ 54,692
Band 4	72,817.169	11.45	833,757
Band 5	22,946.269	11.43	262,276
Band 6	3,411,900.610	11.40	38,895,667
Band 7	1,503,493.259	11.38	17,109,753
Band 8	1,967,266.335	11.35	22,328,473
Band 9	100,319.509	11.34	1,137,623
Band 10	3,692,592.648	11.32	41,800,149
Band 11	737,799.141	11.31	8,344,508
Band 12	225,420.390	11.29	2,544,996
Band 13	1,481,272.471	11.28	16,708,753
Band 14	2,293,798.430	11.24	25,782,294
Band 15	1,679,055.362	11.23	18,855,792
Band 16	157,790.592	11.20	1,767,255
Band 17	2,011,911.295	11.18	22,493,168
Band 18	25,117.984	11.17	280,568
Band 19	191,955.214	11.14	2,138,381
Band 20	871,633.837	11.26	9,814,597
Band 21	119,764.647	11.21	1,342,562

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING BlackRock Science and Technology Opportunities Portfolio - Class S (continued)</b>			
Band 25	760.513	\$ 11.55	\$ 8,784
Band 26	54,468.916	11.54	628,571
Band 27	7,425.670	11.44	84,950
Band 28	7,188.158	11.40	81,945
Band 29	117,505.511	11.38	1,337,213
Band 30	7,599.523	11.29	85,799
Band 31	3,437.119	11.24	38,633
Band 35	19,660.496	17.01	334,425
Band 36	3,220.422	16.82	54,167
Band 37	11,262.317	16.67	187,743
Band 38	298,014.145	16.77	4,997,697
Band 39	26,939.946	16.58	446,664
Band 40	26,303.477	16.43	432,166
Band 41	28,791.610	11.29	325,057
Band 42	15,179.017	11.23	170,460
Band 43	34,816.990	11.19	389,602
Band 45	6,607.724	11.03	72,883
Band 46	1,447,072.388	11.15	16,134,857
Band 47	247,483.726	11.11	2,749,544
Band 50	286.678	11.28	3,234
Band 51	471.113	11.19	5,272
Band 52	2,360.606	11.38	26,864
Band 55	14,228.499	11.35	161,493
Band 56	215,477.661	11.48	2,473,684
Band 57	23,770.742	11.31	268,847
	<u>23,191,935.695</u>		<u>\$ 263,995,818</u>
<b>ING Euro STOXX 50 Index Portfolio - Class A</b>			
Contracts in accumulation period:			
Band 6	113,072.915	\$ 8.79	\$ 993,911
Band 7	22,581.431	8.79	198,491
Band 8	17,995.310	8.77	157,819
Band 9	3,350.441	8.77	29,383
Band 10	169,739.400	8.76	1,486,917
Band 11	12,538.331	8.76	109,836
Band 13	14,689.894	8.75	128,537
Band 14	25,404.835	8.74	222,038
Band 15	55,334.678	8.73	483,072
Band 16	570.135	8.72	4,972
Band 17	22,694.636	8.72	197,897
Band 19	3,089.017	8.70	26,874
Band 20	54,868.757	8.74	479,553
Band 21	218.134	8.73	1,904
Band 27	882.060	8.81	7,771
Band 38	337.929	8.83	2,984
Band 46	17,195.559	8.70	149,601
Band 47	109.526	8.69	952
Band 56	6,373.065	8.82	56,210
	<u>541,046.053</u>		<u>\$ 4,738,722</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING FTSE 100 Index Portfolio - Class A</b>			
Contracts in accumulation period:			
Band 6	76,850.664	\$ 11.02	\$ 846,894
Band 7	4,701.847	11.01	51,767
Band 8	16,699.227	11.00	183,691
Band 9	311.456	10.99	3,423
Band 10	95,140.106	10.98	1,044,638
Band 11	9,573.434	10.98	105,116
Band 12	3,200.177	10.97	35,106
Band 13	7,137.655	10.96	78,229
Band 14	28,966.405	10.95	317,182
Band 15	14,589.603	10.94	159,610
Band 16	423.259	10.93	4,626
Band 17	29,128.622	10.92	318,085
Band 18	7,214.526	10.92	78,783
Band 19	2,684.662	10.90	29,263
Band 20	9,227.932	10.96	101,138
Band 29	554.892	11.01	6,109
Band 38	286.038	11.07	3,166
Band 42	957.841	10.94	10,479
Band 46	16,827.935	10.91	183,593
Band 47	3,016.993	10.89	32,855
Band 56	163.118	11.05	1,802
	<u>327,656.392</u>		<u>\$ 3,595,555</u>
<b>ING Hang Seng Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 4	28,020.216	\$ 13.78	\$ 386,119
Band 5	354.830	13.77	4,886
Band 6	1,477,004.148	13.74	20,294,037
Band 7	166,799.491	13.73	2,290,157
Band 8	384,994.364	13.71	5,278,273
Band 9	17,903.609	13.70	245,279
Band 10	1,180,071.026	13.68	16,143,372
Band 11	145,964.724	13.67	1,995,338
Band 12	27,622.023	13.66	377,317
Band 13	248,033.315	13.65	3,385,655
Band 14	490,238.861	13.63	6,681,956
Band 15	514,971.655	13.61	7,008,764
Band 16	29,066.743	13.59	395,017
Band 17	415,910.652	13.58	5,648,067
Band 18	3,221.688	13.57	43,718
Band 19	8,441.595	13.54	114,299
Band 20	125,473.199	13.64	1,711,454
Band 21	9,604.686	13.60	130,624
Band 26	21,460.061	13.85	297,222
Band 27	5,968.670	13.78	82,248
Band 28	2,190.881	13.74	30,103
Band 29	1,891.908	13.73	25,976

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Hang Seng Index Portfolio - Class S (continued)</b>			
Band 31	207.292	\$ 13.62	\$ 2,823
Band 38	4,120.426	13.84	57,027
Band 41	4,203.786	13.66	57,424
Band 42	762.863	13.61	10,383
Band 43	652.404	13.58	8,860
Band 46	591,229.328	13.55	8,011,157
Band 47	45,722.613	13.52	618,170
Band 56	39,962.686	13.80	551,485
Band 57	263.397	13.67	3,601
	<u>5,992,333.140</u>		<u>\$ 81,890,811</u>
<b>ING Index Plus LargeCap Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	8,825.280	\$ 10.27	\$ 90,636
Band 4	49,366.682	10.02	494,654
Band 5	20,697.921	9.98	206,565
Band 6	1,008,073.567	9.88	9,959,767
Band 7	884,341.459	9.83	8,693,077
Band 8	647,789.683	9.74	6,309,472
Band 9	531,145.968	9.69	5,146,804
Band 10	1,038,512.884	9.65	10,021,649
Band 11	198,595.726	9.60	1,906,519
Band 12	161,650.751	9.55	1,543,765
Band 13	1,294,912.496	9.51	12,314,618
Band 14	1,266,072.051	9.42	11,926,399
Band 15	927,564.506	9.37	8,691,279
Band 16	63,553.495	9.28	589,776
Band 17	994,062.610	9.24	9,185,139
Band 18	16,721.381	9.19	153,669
Band 19	121,874.214	9.10	1,109,055
Band 20	724,865.023	9.46	6,857,223
Band 21	133,697.973	9.33	1,247,402
Band 26	2,357,493.847	10.31	24,305,762
Band 27	1,449,598.630	10.02	14,524,978
Band 28	872,604.646	9.88	8,621,334
Band 29	83,051.756	9.83	816,399
Band 30	22,121.503	9.55	211,260
Band 31	26,699.792	9.41	251,245
Band 35	288,639.694	10.51	3,033,603
Band 36	27,044.569	10.32	279,100
Band 37	16,528.221	10.17	168,092
Band 38	295,030.912	13.00	3,835,402
Band 39	69,816.760	12.81	894,353
Band 40	36,645.281	12.66	463,929
Band 41	36,498.272	11.80	430,680
Band 42	18,280.019	11.63	212,597
Band 43	61,749.155	11.50	710,115
Band 44	229.053	10.26	2,350
Band 45	12,717.820	10.08	128,196
Band 46	346,809.326	9.72	3,370,987

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Index Plus LargeCap Portfolio - Class S</b>			
<b>(continued)</b>			
Band 47	34,595.968	\$ 9.63	\$ 333,159
Band 49	264,250.143	8.66	2,288,406
Band 56	3,204.277	8.92	28,582
	16,415,933.314		\$ 161,357,997
<b>ING Index Plus MidCap Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	1,545.753	\$ 13.47	\$ 20,821
Band 4	81,100.640	14.92	1,210,022
Band 5	14,468.434	15.03	217,461
Band 6	1,204,163.853	13.12	15,798,630
Band 7	401,902.684	14.81	5,952,179
Band 8	702,178.705	12.98	9,114,280
Band 9	236,175.342	14.60	3,448,160
Band 10	1,163,968.126	12.52	14,572,881
Band 11	190,119.163	12.85	2,443,031
Band 12	39,170.707	12.81	501,777
Band 13	573,103.026	14.32	8,206,835
Band 14	760,861.618	12.68	9,647,725
Band 15	609,244.411	14.12	8,602,531
Band 16	45,203.955	12.55	567,310
Band 17	970,504.560	12.51	12,141,012
Band 18	865.234	12.46	10,781
Band 19	27,745.535	12.02	333,501
Band 20	261,090.646	12.36	3,227,080
Band 21	137,689.433	12.23	1,683,942
Band 26	337,983.725	15.54	5,252,267
Band 27	188,550.860	15.10	2,847,118
Band 28	80,415.795	14.88	1,196,587
Band 29	60,499.148	14.81	895,992
Band 30	33,168.031	14.39	477,288
Band 31	37,177.130	14.18	527,172
Band 34	130.605	13.33	1,741
Band 35	171,022.892	15.84	2,709,003
Band 36	24,243.132	15.54	376,738
Band 37	6,071.609	15.32	93,017
Band 38	402,584.285	16.32	6,570,176
Band 39	103,862.400	16.07	1,669,069
Band 40	37,026.271	15.89	588,347
Band 41	31,962.873	14.38	459,626
Band 42	25,708.471	14.17	364,289
Band 43	63,184.661	14.01	885,217
Band 44	193.016	12.21	2,357
Band 45	12,468.445	11.73	146,255
Band 46	572,998.528	11.35	6,503,533
Band 47	58,002.362	11.24	651,947
Band 49	143,953.470	9.69	1,394,909
Band 50	555.532	10.56	5,866
Band 55	4,925.379	10.68	52,603
Band 56	7,007.691	10.30	72,179
	9,824,798.136		\$ 131,443,255

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Index Plus SmallCap Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	1,062.413	\$ 12.75	\$ 13,546
Band 4	60,478.417	14.21	859,398
Band 5	15,499.994	14.81	229,555
Band 6	987,422.081	12.41	12,253,908
Band 7	286,449.364	14.60	4,182,161
Band 8	519,024.920	12.29	6,378,816
Band 9	199,705.478	14.39	2,873,762
Band 10	1,018,778.209	11.82	12,041,958
Band 11	173,218.616	12.16	2,106,338
Band 12	22,716.701	12.12	275,326
Band 13	594,432.216	14.12	8,393,383
Band 14	687,192.839	12.00	8,246,314
Band 15	440,060.167	13.92	6,125,638
Band 16	47,699.242	11.88	566,667
Band 17	781,772.333	11.84	9,256,184
Band 18	3,625.656	11.80	42,783
Band 19	49,602.813	11.34	562,496
Band 20	198,366.032	11.66	2,312,948
Band 21	88,732.064	11.54	1,023,968
Band 26	245,499.302	15.32	3,761,049
Band 27	123,137.368	14.88	1,832,284
Band 28	67,943.008	14.67	996,724
Band 29	49,684.110	14.60	725,388
Band 30	26,211.086	14.18	371,673
Band 31	21,895.189	13.98	306,095
Band 34	24.256	13.14	319
Band 35	86,982.502	15.61	1,357,797
Band 36	5,096.808	15.32	78,083
Band 37	2,101.700	15.10	31,736
Band 38	182,934.325	15.68	2,868,410
Band 39	30,916.080	15.45	477,653
Band 40	9,727.667	15.28	148,639
Band 41	28,386.382	13.69	388,610
Band 42	14,371.530	13.49	193,872
Band 43	69,145.031	13.34	922,395
Band 44	1,277.952	11.56	14,773
Band 45	10,847.077	11.05	119,860
Band 46	529,325.953	10.27	5,436,178
Band 47	51,313.743	10.18	522,374
Band 49	113,802.213	9.17	1,043,566
Band 52	231.386	9.76	2,258
Band 55	2,919.516	9.72	28,378
Band 56	50,955.755	10.58	539,112
	7,900,569.494		\$ 99,912,375

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING International Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	918.634	\$ 8.18	\$ 7,514
Band 4	27,888.039	8.12	226,451
Band 5	2,642.845	8.11	21,433
Band 6	1,156,597.964	8.09	9,356,878
Band 7	692,293.400	8.08	5,593,731
Band 8	667,676.609	8.06	5,381,473
Band 9	71,549.730	8.04	575,260
Band 10	1,270,770.912	8.03	10,204,290
Band 11	257,003.823	8.02	2,061,171
Band 12	42,289.454	8.01	338,739
Band 13	391,364.685	8.00	3,130,917
Band 14	676,623.536	7.98	5,399,456
Band 15	571,743.521	7.97	4,556,796
Band 16	7,730.101	7.94	61,377
Band 17	517,282.411	7.93	4,102,050
Band 19	17,787.839	7.90	140,524
Band 20	233,417.792	7.99	1,865,008
Band 21	19,562.518	7.95	155,522
Band 25	197.097	14.90	2,937
Band 26	100,626.725	8.19	824,133
Band 27	47,490.670	8.12	385,624
Band 28	43,198.470	8.09	349,476
Band 29	18,589.543	8.08	150,204
Band 30	7,566.199	8.01	60,605
Band 31	954.482	7.98	7,617
Band 35	27,911.975	14.94	417,005
Band 36	2,332.575	14.89	34,732
Band 37	4,253.297	14.85	63,161
Band 38	250,707.128	8.18	2,050,784
Band 39	54,363.644	14.82	805,669
Band 40	12,174.271	14.78	179,936
Band 41	7,865.447	8.01	63,002
Band 42	4,527.256	7.97	36,082
Band 43	10,236.061	7.93	81,172
Band 44	213.985	7.86	1,682
Band 45	1,100.999	7.82	8,610
Band 46	330,300.265	7.91	2,612,675
Band 47	66,407.701	7.88	523,293
Band 49	165,100.461	11.40	1,882,145
Band 56	162,647.163	8.15	1,325,574
Band 57	752.589	8.02	6,036
	<u>7,944,661.816</u>		<u>\$ 65,050,744</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Japan TOPIX Index® Portfolio - Class A</b>			
Contracts in accumulation period:			
Band 4	185.836	\$ 11.07	\$ 2,057
Band 6	63,936.282	11.05	706,496
Band 7	143,529.312	11.04	1,584,564
Band 8	37,652.614	11.03	415,308
Band 9	1,032.479	11.02	11,378
Band 10	161,676.917	11.01	1,780,063
Band 11	21,607.280	11.01	237,896
Band 12	5,714.060	11.00	62,855
Band 13	10,394.012	10.99	114,230
Band 14	42,961.862	10.98	471,721
Band 15	33,250.943	10.97	364,763
Band 16	2,337.314	10.96	25,617
Band 17	68,820.818	10.95	753,588
Band 19	2,710.063	10.93	29,621
Band 20	41,311.300	10.99	454,011
Band 26	752.613	11.11	8,362
Band 38	156.266	11.10	1,735
Band 41	87.836	11.00	966
Band 46	121,864.142	10.94	1,333,194
Band 47	3,430.377	10.92	37,460
Band 56	6,176.499	11.08	68,436
	<u>769,588.825</u>		<u>\$ 8,464,321</u>
<b>ING Russell™ Large Cap Growth Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	3,435.195	\$ 13.08	\$ 44,932
Band 3	1,906.767	13.02	24,826
Band 4	28,032.086	14.11	395,533
Band 5	39,681.040	14.10	559,503
Band 6	1,455,162.203	14.07	20,474,132
Band 7	1,210,244.333	14.06	17,016,035
Band 8	253,938.029	14.04	3,565,290
Band 9	72,869.868	14.02	1,021,636
Band 10	980,479.780	14.01	13,736,522
Band 11	503,488.863	14.00	7,048,844
Band 12	369,472.340	13.99	5,168,918
Band 13	621,151.895	13.97	8,677,492
Band 14	1,419,969.564	13.95	19,808,575
Band 15	302,452.224	13.94	4,216,184
Band 16	26,401.265	13.91	367,242
Band 17	793,302.637	13.90	11,026,907
Band 18	14,899.829	13.89	206,959
Band 19	59,353.754	13.86	822,643
Band 20	1,118,326.953	13.96	15,611,844
Band 21	111,522.649	13.92	1,552,395
Band 25	8,300.535	13.10	108,737
Band 26	132,522.501	14.18	1,879,169

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Russell™ Large Cap Growth Index Portfolio - Class S (continued)</b>			
Band 27	82,509.957	\$ 14.11	\$ 1,164,215
Band 28	39,022.163	14.07	549,042
Band 29	67,769.794	14.06	952,843
Band 30	9,116.013	13.99	127,533
Band 31	30,002.110	13.95	418,529
Band 35	85,980.152	14.23	1,223,498
Band 36	1,894.204	14.18	26,860
Band 37	560.843	14.15	7,936
Band 38	26,669.041	14.17	377,900
Band 39	8,686.381	14.12	122,652
Band 40	12,921.337	14.08	181,932
Band 41	19,746.916	13.99	276,259
Band 42	13,472.103	13.94	187,801
Band 43	20,093.953	13.90	279,306
Band 46	194,660.854	13.88	2,701,893
Band 47	27,687.583	13.84	383,196
Band 54	2,734.334	13.93	38,089
Band 55	1,873.118	14.04	26,299
Band 56	13,184.873	14.13	186,302
Band 57	2,335.822	14.00	32,702
	10,187,835.861		\$ 142,599,105
<b>ING Russell™ Large Cap Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 1	5,915.787	\$ 9.06	\$ 53,597
Band 2	207,126.770	9.12	1,888,996
Band 3	2,014.184	14.22	28,642
Band 4	231,933.917	9.06	2,101,321
Band 5	140,441.065	9.05	1,270,992
Band 6	5,649,134.058	9.02	50,955,189
Band 7	4,030,871.497	9.01	36,318,152
Band 8	5,375,801.482	8.99	48,328,455
Band 9	646,133.395	8.97	5,795,817
Band 10	3,433,710.535	8.96	30,766,046
Band 11	5,831,461.091	8.95	52,191,577
Band 12	998,453.753	8.94	8,926,177
Band 13	2,936,570.164	8.92	26,194,206
Band 14	3,660,782.289	8.90	32,580,962
Band 15	1,491,908.855	8.89	13,263,070
Band 16	78,577.918	8.86	696,200
Band 17	1,501,855.679	8.85	13,291,423
Band 18	45,796.958	8.84	404,845
Band 19	142,162.006	8.81	1,252,447
Band 20	1,252,325.745	8.91	11,158,222
Band 21	227,259.448	8.87	2,015,791
Band 22	27.078	13.00	352
Band 23	7,297.757	12.97	94,652
Band 25	22,334.920	14.33	320,059

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Russell™ Large Cap Index Portfolio - Class S</b>			
<b>(continued)</b>			
Band 26	142,524.694	\$ 9.14	\$ 1,302,676
Band 27	77,504.434	9.06	702,190
Band 28	46,480.042	9.02	419,250
Band 29	114,143.178	9.01	1,028,430
Band 30	25,481.226	8.94	227,802
Band 31	11,242.656	8.90	100,060
Band 38	38,222.713	9.12	348,591
Band 41	79,881.706	8.94	714,142
Band 42	11,054.711	8.89	98,276
Band 43	71,318.682	8.85	631,170
Band 45	278.246	8.73	2,429
Band 46	770,234.365	8.82	6,793,467
Band 47	118,752.134	8.79	1,043,831
Band 50	12,669.226	8.92	113,009
Band 56	284,087.551	9.09	2,582,356
Band 57	1,683.029	8.95	15,063
Band 60	355.108	8.97	3,185
	<u>39,725,810.052</u>		<u>\$ 356,023,117</u>
<b>ING Russell™ Large Cap Value Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	641.623	\$ 13.81	\$ 8,861
Band 4	57,219.011	13.75	786,761
Band 6	194,823.462	13.71	2,671,030
Band 7	175,163.112	13.70	2,399,735
Band 8	170,983.056	13.67	2,337,338
Band 9	97,960.678	13.66	1,338,143
Band 10	200,933.960	13.65	2,742,749
Band 11	92,051.641	13.64	1,255,584
Band 12	1,462.718	13.63	19,937
Band 13	224,171.067	13.61	3,050,968
Band 14	217,481.787	13.59	2,955,577
Band 15	202,475.680	13.58	2,749,620
Band 16	5,134.863	13.55	69,577
Band 17	178,884.473	13.54	2,422,096
Band 18	142.141	13.53	1,923
Band 19	441.215	13.51	5,961
Band 20	77,313.329	13.60	1,051,461
Band 21	40,775.721	13.57	553,327
Band 26	177,815.234	13.82	2,457,407
Band 27	166,304.162	13.74	2,285,019
Band 28	62,967.122	13.71	863,279
Band 29	27,250.282	13.70	373,329
Band 30	15,289.893	13.62	208,248
Band 31	17,824.246	13.59	242,232
Band 38	248.063	13.81	3,426
Band 41	8,827.146	13.63	120,314
Band 42	5,678.837	13.58	77,119

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING Russell™ Large Cap Value Index Portfolio - Class S (continued)</b>			
Band 43	45,519.939	\$ 13.54	\$ 616,340
Band 45	658.325	13.42	8,835
Band 46	79,615.149	13.52	1,076,397
Band 47	13,780.764	13.48	185,765
Band 51	3,117.704	13.54	42,214
Band 56	18,105.500	13.77	249,313
	2,581,061.903		\$ 35,229,885
<b>ING Russell™ Mid Cap Growth Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	45,667.506	\$ 16.24	\$ 741,640
Band 3	2,741.590	16.14	44,249
Band 4	80,859.903	16.17	1,307,505
Band 5	49,507.017	16.16	800,033
Band 6	2,632,553.414	16.13	42,463,087
Band 7	1,117,705.531	16.11	18,006,236
Band 8	1,976,186.311	16.08	31,777,076
Band 9	245,449.597	16.07	3,944,375
Band 10	2,324,537.775	16.06	37,332,077
Band 11	2,482,145.440	16.04	39,813,613
Band 12	415,384.232	16.03	6,658,609
Band 13	1,252,894.006	16.01	20,058,833
Band 14	1,892,550.333	15.99	30,261,880
Band 15	801,913.514	15.97	12,806,559
Band 16	57,632.267	15.94	918,658
Band 17	1,195,307.767	15.93	19,041,253
Band 18	26,085.244	15.92	415,277
Band 19	52,745.235	15.89	838,122
Band 20	749,319.332	16.00	11,989,109
Band 21	105,503.546	15.96	1,683,837
Band 25	13,657.897	16.27	222,214
Band 26	30,836.666	16.25	501,096
Band 27	19,644.810	16.17	317,657
Band 28	2,783.965	16.13	44,905
Band 29	30,589.391	16.11	492,795
Band 30	5,637.528	16.03	90,370
Band 31	293.495	15.99	4,693
Band 38	44,158.462	16.24	717,133
Band 41	18,096.677	16.03	290,090
Band 42	1,754.636	15.97	28,022
Band 43	30,405.460	15.93	484,359
Band 45	653.961	15.79	10,326
Band 46	720,648.867	15.90	11,458,317
Band 47	43,273.480	15.86	686,317
Band 50	2,606.581	16.02	41,757
Band 51	1,533.594	15.93	24,430
Band 54	433.000	15.96	6,911

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Russell™ Mid Cap Growth Index Portfolio - Class S (continued)</b>			
Band 55	488.421	\$ 16.09	\$ 7,859
Band 56	97,479.386	16.20	1,579,166
Band 57	6,877.929	16.04	110,322
Band 59	685.991	15.89	10,900
	<u>18,579,229.757</u>		<u>\$ 298,031,667</u>
<b>ING Russell™ Mid Cap Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	3,321.813	\$ 10.52	\$ 34,945
Band 4	19,619.861	10.44	204,831
Band 5	5,853.305	10.43	61,050
Band 6	1,854,423.542	10.40	19,286,005
Band 7	667,996.164	10.39	6,940,480
Band 8	1,182,183.782	10.36	12,247,424
Band 9	79,361.412	10.34	820,597
Band 10	2,724,465.613	10.33	28,143,730
Band 11	612,676.281	10.31	6,316,692
Band 12	78,462.303	10.30	808,162
Band 13	674,521.513	10.29	6,940,826
Band 14	682,864.533	10.26	7,006,190
Band 15	971,877.047	10.24	9,952,021
Band 16	20,646.521	10.21	210,801
Band 17	663,918.074	10.20	6,771,964
Band 18	964.135	10.19	9,825
Band 19	30,185.769	10.16	306,687
Band 20	301,367.555	10.27	3,095,045
Band 21	18,259.658	10.23	186,796
Band 26	29,845.690	10.53	314,275
Band 27	19,375.347	10.44	202,279
Band 28	6,122.229	10.40	63,671
Band 29	10,465.073	10.39	108,732
Band 30	5,372.157	10.30	55,333
Band 31	2,073.515	10.26	21,274
Band 38	16,668.661	10.52	175,354
Band 41	6,708.538	10.30	69,098
Band 42	3,484.540	10.24	35,682
Band 43	6,199.031	10.20	63,230
Band 46	612,161.616	10.17	6,225,684
Band 47	129,023.290	10.13	1,307,006
Band 56	269,775.521	10.47	2,824,550
Band 57	5,061.891	10.32	52,239
Band 59	411.647	10.16	4,182
	<u>11,715,717.627</u>		<u>\$ 120,866,660</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Russell™ Small Cap Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 1	648.935	\$ 10.93	\$ 7,093
Band 2	1,780.147	10.92	19,439
Band 4	48,576.795	10.84	526,572
Band 5	28,493.380	10.83	308,583
Band 6	1,880,369.220	10.80	20,307,988
Band 7	1,415,119.004	10.78	15,254,983
Band 8	1,667,334.585	10.75	17,923,847
Band 9	105,578.306	10.74	1,133,911
Band 10	2,760,385.965	10.72	29,591,338
Band 11	816,183.160	10.71	8,741,322
Band 12	186,026.266	10.69	1,988,621
Band 13	1,054,400.100	10.68	11,260,993
Band 14	1,359,241.864	10.65	14,475,926
Band 15	1,007,544.752	10.63	10,710,201
Band 16	48,816.138	10.60	517,451
Band 17	1,207,535.535	10.59	12,787,801
Band 18	10,520.166	10.57	111,198
Band 19	25,377.954	10.54	267,484
Band 20	764,004.190	10.66	8,144,285
Band 21	36,463.751	10.62	387,245
Band 25	8,337.889	10.95	91,300
Band 26	48,465.308	10.93	529,726
Band 27	26,550.207	10.84	287,804
Band 28	8,936.328	10.80	96,512
Band 29	40,552.046	10.78	437,151
Band 30	5,584.701	10.69	59,700
Band 31	1,203.735	10.65	12,820
Band 38	23,521.945	10.92	256,860
Band 41	9,071.603	10.69	96,975
Band 42	4,970.125	10.64	52,882
Band 43	11,418.618	10.59	120,923
Band 46	998,816.486	10.56	10,547,502
Band 47	150,555.454	10.51	1,582,338
Band 52	390.893	10.78	4,214
Band 56	494,818.177	10.87	5,378,674
Band 57	2,899.771	10.71	31,057
Band 59	1,712.230	10.55	18,064
	<u>16,262,205.729</u>		<u>\$ 174,070,783</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING Small Company Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	3,334.514	\$ 11.08	\$ 36,946
Band 4	25,618.645	11.01	282,061
Band 5	4,080.520	11.00	44,886
Band 6	1,686,231.357	10.97	18,497,958
Band 7	435,427.349	10.95	4,767,929
Band 8	579,000.427	10.92	6,322,685
Band 9	30,272.342	10.91	330,271
Band 10	1,764,764.620	10.89	19,218,287
Band 11	248,836.491	10.88	2,707,341
Band 12	44,467.755	10.86	482,920
Band 13	494,419.620	10.85	5,364,453
Band 14	682,438.679	10.82	7,383,987
Band 15	730,562.363	10.80	7,890,074
Band 16	70,395.555	10.77	758,160
Band 17	651,458.553	10.76	7,009,694
Band 18	3,411.145	10.74	36,636
Band 19	18,335.557	10.71	196,374
Band 20	233,281.938	10.83	2,526,443
Band 21	48,297.634	10.79	521,131
Band 25	2,981.131	10.65	31,749
Band 26	67,550.483	11.10	749,810
Band 27	79,323.556	11.01	873,352
Band 28	13,853.526	10.96	151,835
Band 29	11,569.876	10.95	126,690
Band 30	7,702.142	10.86	83,645
Band 31	268.889	10.82	2,909
Band 35	38,261.292	16.38	626,720
Band 36	8,505.056	16.08	136,761
Band 37	1,216.842	15.87	19,311
Band 38	328,705.032	18.44	6,061,321
Band 39	68,907.771	18.17	1,252,054
Band 40	10,086.063	17.97	181,247
Band 41	6,651.446	10.86	72,235
Band 42	2,489.291	10.80	26,884
Band 43	20,836.428	10.76	224,200
Band 46	506,954.518	10.73	5,439,622
Band 47	47,714.934	10.68	509,595
Band 51	611.817	10.76	6,583
Band 55	3,466.926	10.92	37,859
Band 56	130,750.457	11.04	1,443,485
Band 57	1,374.917	10.88	14,959
	<u>9,114,417.457</u>		<u>\$ 102,451,062</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING U.S. Bond Index Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	1,242.806	\$ 11.21	\$ 13,932
Band 3	412.177	11.31	4,662
Band 4	91,062.214	11.13	1,013,522
Band 5	17,017.444	11.11	189,064
Band 6	3,163,184.242	11.08	35,048,081
Band 7	1,016,025.884	11.07	11,247,407
Band 8	1,334,264.468	11.04	14,730,280
Band 9	159,268.879	11.02	1,755,143
Band 10	3,769,609.405	11.01	41,503,400
Band 11	709,326.732	10.99	7,795,501
Band 12	212,506.870	10.98	2,333,325
Band 13	1,315,739.919	10.96	14,420,510
Band 14	1,484,473.635	10.93	16,225,297
Band 15	1,352,837.625	10.92	14,772,987
Band 16	234,211.847	10.88	2,548,225
Band 17	2,023,217.324	10.87	21,992,372
Band 18	3,902.603	10.85	42,343
Band 19	55,786.373	10.82	603,609
Band 20	681,132.500	10.95	7,458,401
Band 21	76,352.136	10.90	832,238
Band 25	8,596.688	11.43	98,260
Band 26	118,891.418	11.22	1,333,962
Band 27	67,800.228	11.13	754,617
Band 28	13,416.977	11.08	148,660
Band 29	83,077.814	11.07	919,671
Band 30	10,454.515	10.98	114,791
Band 31	4,500.548	10.93	49,191
Band 35	38,595.850	11.29	435,747
Band 36	20,948.745	11.22	235,045
Band 37	8,022.453	11.18	89,691
Band 38	646,868.488	11.21	7,251,396
Band 39	187,743.080	11.15	2,093,335
Band 40	77,812.149	11.10	863,715
Band 41	26,359.196	10.98	289,424
Band 42	4,888.285	10.92	53,380
Band 43	34,787.274	10.87	378,138
Band 45	873.153	10.72	9,360
Band 46	1,221,701.886	10.84	13,243,248
Band 47	165,685.364	10.79	1,787,745
Band 55	8,380.749	11.04	92,523
Band 56	689,109.768	11.16	7,690,465
Band 57	17,146.204	10.99	188,437
Band 59	331.813	10.83	3,594
	<u>21,157,567.728</u>		<u>\$ 232,654,694</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING WisdomTree<sup>SM</sup> Global High-Yielding Equity Index</b>			
<b>Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 4	31,323.050	\$ 8.16	\$ 255,596
Band 5	8,734.709	8.07	70,489
Band 6	4,398,876.006	8.13	35,762,862
Band 7	333,060.885	8.12	2,704,454
Band 8	1,538,406.889	8.09	12,445,712
Band 9	20,710.244	8.08	167,339
Band 10	8,081,997.729	8.07	65,221,722
Band 11	818,579.267	8.06	6,597,749
Band 12	38,074.123	8.04	306,116
Band 13	1,372,235.940	8.03	11,019,055
Band 14	1,100,968.682	8.01	8,818,759
Band 15	2,253,901.390	8.00	18,031,211
Band 16	122,300.854	7.97	974,738
Band 17	1,146,514.466	7.96	9,126,255
Band 18	11,560.576	7.95	91,907
Band 19	36,541.908	7.92	289,412
Band 20	749,998.178	8.02	6,014,985
Band 21	15,855.541	7.98	126,527
Band 26	10,609.598	8.15	86,468
Band 27	12,668.845	8.08	102,364
Band 28	5,910.766	8.05	47,582
Band 29	3,284.234	8.03	26,372
Band 35	25,922.923	8.29	214,901
Band 36	8,219.186	8.24	67,726
Band 38	98,832.012	8.23	813,387
Band 39	37,118.126	8.18	303,626
Band 40	16,956.584	8.14	138,027
Band 41	11,697.655	7.97	93,230
Band 42	4,356.745	7.93	34,549
Band 43	1,950.278	7.89	15,388
Band 46	1,654,823.418	7.94	13,139,298
Band 47	377,940.500	7.90	2,985,730
Band 54	4,231.697	7.99	33,811
Band 55	2,409.192	8.09	19,490
Band 56	608,102.065	8.19	4,980,356
Band 57	20,071.412	8.06	161,776
Band 59	464.811	7.93	3,686
Band 60	1,285.863	8.08	10,390
	<u>24,986,496.347</u>		<u>\$ 201,303,045</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ING International Value Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 35	86,396.174	\$ 14.32	\$ 1,237,193
Band 36	16,206.092	14.07	228,020
Band 37	10,000.308	13.88	138,804
Band 38	336,065.939	15.55	5,225,825
Band 39	146,818.220	15.32	2,249,255
Band 40	24,204.582	15.15	366,699
	<u>619,691.315</u>		<u>\$ 9,445,796</u>
<b>ING MidCap Opportunities Portfolio - Class S</b>			
Currently payable annuity contracts:			
	188.067	\$ 12.20	\$ 2,294
Contracts in accumulation period:			
Band 1	31,697.632	11.73	371,813
Band 2	363,259.081	12.20	4,431,761
Band 3	1,386.277	11.78	16,330
Band 4	130,283.594	11.90	1,550,375
Band 5	118,457.938	11.84	1,402,542
Band 6	4,756,550.766	11.73	55,794,340
Band 7	3,660,850.263	11.67	42,722,123
Band 8	2,982,869.673	11.56	34,481,973
Band 9	593,833.389	11.50	6,829,084
Band 10	3,637,309.391	11.44	41,610,819
Band 11	3,452,663.766	11.39	39,325,840
Band 12	913,586.592	11.33	10,350,936
Band 13	2,888,373.126	11.28	32,580,849
Band 14	4,031,989.863	11.17	45,037,327
Band 15	1,172,403.022	11.11	13,025,398
Band 16	113,177.767	11.00	1,244,955
Band 17	1,704,094.990	10.95	18,659,840
Band 18	44,822.005	10.89	488,112
Band 19	330,538.518	10.79	3,566,511
Band 20	1,723,942.902	11.22	19,342,639
Band 21	152,735.016	11.06	1,689,249
Band 22	78.686	11.59	912
Band 23	11,664.328	11.54	134,606
Band 24	129.966	12.81	1,665
Band 25	40,637.476	12.32	500,654
Band 26	45,571.792	11.68	532,279
Band 27	33,080.220	11.59	383,400
Band 28	15,652.711	11.54	180,632
Band 29	9,048.792	11.52	104,242
Band 30	3,363.150	11.43	38,441
Band 31	2,527.543	11.38	28,763
Band 35	54,180.448	17.58	952,492
Band 36	5,282.747	17.26	91,180
Band 37	1,023.975	17.03	17,438
Band 38	365,999.495	20.50	7,502,990
Band 39	51,680.685	20.20	1,043,950
Band 40	8,529.386	19.97	170,332

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

Division/Contract	Units	Unit Value	Extended Value
<b>ING MidCap Opportunities Portfolio - Class S</b>			
<b>(continued)</b>			
Band 41	1,139.096	\$ 11.43	\$ 13,020
Band 43	18,828.415	11.32	213,138
Band 45	2,166.550	11.17	24,200
Band 46	645,568.559	15.09	9,741,630
Band 47	140,134.609	14.95	2,095,012
Band 50	3,143.640	11.42	35,900
Band 56	84,743.556	11.62	984,720
Band 57	17,575.762	11.45	201,242
Band 60	1,808.945	11.48	20,767
	34,368,574.170		\$ 399,538,715
<b>ING SmallCap Opportunities Portfolio - Class S</b>			
Contracts in accumulation period:			
Band 2	2,252.599	\$ 9.90	\$ 22,301
Band 4	18,978.233	9.67	183,520
Band 5	77,952.714	9.62	749,905
Band 6	919,413.561	9.53	8,762,011
Band 7	964,109.423	9.48	9,139,757
Band 8	196,788.871	9.39	1,847,847
Band 9	58,239.328	9.34	543,955
Band 10	559,738.577	9.29	5,199,971
Band 11	314,195.054	9.25	2,906,304
Band 12	286,726.576	9.20	2,637,884
Band 13	580,519.975	9.16	5,317,563
Band 14	1,136,270.146	9.07	10,305,970
Band 15	196,291.442	9.02	1,770,549
Band 16	31,463.217	8.94	281,281
Band 17	548,730.042	8.89	4,878,210
Band 18	16,511.304	8.85	146,125
Band 19	72,596.661	8.76	635,947
Band 20	707,540.890	9.11	6,445,698
Band 21	87,989.984	8.98	790,150
Band 25	39,225.413	10.00	392,254
Band 26	4,832.781	15.96	77,131
Band 27	3,812.069	15.69	59,811
Band 28	599.909	15.55	9,329
Band 29	164.348	15.51	2,549
Band 30	4,425.873	15.24	67,450
Band 35	38,933.704	10.15	395,177
Band 36	9,585.764	9.95	95,378
Band 38	101,200.706	18.69	1,891,441
Band 39	22,363.743	18.41	411,717
Band 40	6,094.625	18.20	110,922
Band 41	3,241.745	15.25	49,437
Band 42	82.633	15.07	1,245
Band 43	4,015.172	14.94	59,987
Band 46	127,524.372	13.57	1,730,506
Band 47	13,291.576	13.44	178,639
	7,155,703.030		\$ 68,097,921

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Invesco V.I. Leisure Fund - Series I Shares</b>			
Contracts in accumulation period:			
Band 4	3,943.466	\$ 12.55	\$ 49,490
Band 5	5,507.337	12.49	68,787
Band 6	197,329.492	12.38	2,442,939
Band 7	214,497.861	12.33	2,644,759
Band 8	51,309.219	12.22	626,999
Band 9	21,001.873	12.17	255,593
Band 10	189,811.350	12.11	2,298,615
Band 11	50,674.897	12.06	611,139
Band 12	86,531.447	12.01	1,039,243
Band 13	118,820.789	11.95	1,419,908
Band 14	242,023.455	11.85	2,867,978
Band 15	68,497.736	11.80	808,273
Band 16	1,164.526	11.69	13,613
Band 17	131,113.895	11.64	1,526,166
Band 18	627.234	11.59	7,270
Band 19	39,540.704	11.49	454,323
Band 20	160,816.815	11.90	1,913,720
Band 21	21,922.462	11.74	257,370
Band 26	15,907.409	12.88	204,887
Band 27	14,973.052	12.54	187,762
Band 28	2,640.886	12.38	32,694
Band 29	2,527.999	12.33	31,170
Band 30	4,928.075	12.00	59,137
Band 41	4,724.276	12.33	58,250
Band 42	1,760.128	12.15	21,386
Band 43	12,735.675	12.02	153,083
Band 45	1,920.692	10.44	20,052
Band 46	34,406.806	10.17	349,917
Band 47	7,618.250	10.07	76,716
	<u>1,709,277.806</u>		<u>\$ 20,501,239</u>
<b>Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I</b>			
Contracts in accumulation period:			
Band 22	365.991	\$ 8.23	\$ 3,012
Band 23	9,227.297	8.18	75,479
	<u>9,593.288</u>		<u>\$ 78,491</u>
<b>Legg Mason Global Currents Variable International All Cap Opportunity Portfolio</b>			
Contracts in accumulation period:			
Band 22	21.776	\$ 13.68	\$ 298
Band 23	2,893.706	13.36	38,660
	<u>2,915.482</u>		<u>\$ 38,958</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Legg Mason Western Asset Variable High Income Portfolio</b>			
Contracts in accumulation period:			
Band 22	73.452	\$ 21.68	\$ 1,592
Band 23	3,311.349	21.17	70,101
	<u>3,384.801</u>		<u>\$ 71,693</u>
<b>Oppenheimer Main Street Small Cap Fund®/VA - Service Class</b>			
Contracts in accumulation period:			
Band 35	29,816.632	\$ 19.30	\$ 575,461
Band 36	886.854	19.08	16,921
Band 37	743.144	18.92	14,060
Band 38	53,714.457	19.03	1,022,186
Band 39	7,380.709	18.81	138,831
Band 40	4,903.913	18.65	91,458
	<u>97,445.709</u>		<u>\$ 1,858,917</u>
<b>PIMCO Real Return Portfolio - Administrative Class</b>			
Contracts in accumulation period:			
Band 35	192,948.649	\$ 12.83	\$ 2,475,531
Band 36	33,527.002	12.68	425,122
Band 38	597,812.397	12.65	7,562,327
Band 39	116,289.310	12.50	1,453,616
Band 40	44,133.362	12.39	546,812
	<u>984,710.720</u>		<u>\$ 12,463,408</u>
<b>Pioneer Equity Income VCT Portfolio - Class II</b>			
Contracts in accumulation period:			
Band 35	114,858.450	\$ 13.53	\$ 1,554,035
Band 36	14,510.570	13.29	192,845
Band 37	17,926.478	13.11	235,016
Band 38	677,938.024	15.01	10,175,850
Band 39	184,835.030	14.79	2,733,710
Band 40	52,949.035	14.62	774,115
	<u>1,063,017.587</u>		<u>\$ 15,665,571</u>
<b>ProFund VP Bull</b>			
Contracts in accumulation period:			
Band 5	4,505.880	\$ 8.67	\$ 39,066
Band 6	119,978.264	8.59	1,030,613
Band 7	349,659.440	8.55	2,989,588
Band 8	45,339.623	8.46	383,573
Band 9	4,951.778	8.42	41,694
Band 10	107,937.459	8.38	904,516
Band 11	83,068.408	8.34	692,791
Band 12	67,290.424	8.30	558,511
Band 13	130,991.729	8.26	1,081,992
Band 14	472,306.425	8.18	3,863,467
Band 15	24,279.048	8.14	197,631
Band 16	971.770	8.06	7,832
Band 17	100,596.592	8.02	806,785
Band 18	17,186.325	7.98	137,147

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ProFund VP Bull (continued)</b>			
Band 19	16,674.690	\$ 7.90	\$ 131,730
Band 20	224,849.928	8.22	1,848,266
Band 21	9,716.920	8.10	78,707
Band 26	3,461.357	8.97	31,048
Band 27	1,579.159	8.72	13,770
Band 28	273.682	8.59	2,351
Band 29	3,813.980	8.55	32,610
Band 30	563.476	8.30	4,677
Band 38	7.939	9.81	78
Band 41	2,213.908	11.12	24,619
Band 46	22,746.721	9.32	211,999
	<u>1,814,964.925</u>		<u>\$ 15,115,061</u>
<b>ProFund VP Europe 30</b>			
Contracts in accumulation period:			
Band 4	7,302.481	\$ 9.63	\$ 70,323
Band 5	4,879.435	9.58	46,745
Band 6	104,606.296	9.49	992,714
Band 7	115,157.432	9.44	1,087,086
Band 8	24,560.055	9.35	229,637
Band 9	5,731.769	9.30	53,305
Band 10	85,150.920	9.26	788,498
Band 11	74,815.515	9.21	689,051
Band 12	41,582.782	9.17	381,314
Band 13	54,519.566	9.12	497,218
Band 14	192,226.383	9.03	1,735,804
Band 15	42,989.073	8.99	386,472
Band 16	10,491.865	8.90	93,378
Band 17	100,464.711	8.86	890,117
Band 18	608.906	8.81	5,364
Band 19	10,788.291	8.72	94,074
Band 20	75,918.431	9.08	689,339
Band 21	10,939.450	8.94	97,799
Band 26	8,096.004	9.91	80,231
Band 27	265.490	9.63	2,557
Band 28	664.456	9.48	6,299
Band 29	3,562.002	9.44	33,625
Band 30	609.115	9.16	5,579
Band 31	626.025	9.03	5,653
Band 41	304.206	13.52	4,113
Band 42	2,754.345	13.32	36,688
Band 43	1,109.710	13.18	14,626
Band 46	20,899.647	9.74	203,563
Band 47	4,368.946	9.65	42,160
	<u>1,005,993.307</u>		<u>\$ 9,263,332</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>ProFund VP Rising Rates Opportunity</b>			
Contracts in accumulation period:			
Band 4	6,148.666	\$ 5.06	\$ 31,112
Band 5	649.194	5.04	3,272
Band 6	290,516.625	5.01	1,455,488
Band 7	153,552.096	4.99	766,225
Band 8	189,110.535	4.95	936,097
Band 9	30,302.848	4.93	149,393
Band 10	268,097.504	4.92	1,319,040
Band 11	108,848.102	4.90	533,356
Band 12	25,407.443	4.88	123,988
Band 13	130,604.146	4.86	634,736
Band 14	211,568.956	4.82	1,019,762
Band 15	97,549.940	4.81	469,215
Band 16	15,825.474	4.77	75,488
Band 17	151,085.497	4.75	717,656
Band 18	2,389.203	4.73	11,301
Band 19	17,464.309	4.70	82,082
Band 20	191,041.275	4.84	924,640
Band 21	24,678.722	4.79	118,211
Band 26	52,573.046	5.18	272,328
Band 27	18,493.549	5.06	93,577
Band 28	8,257.058	5.01	41,368
Band 29	23,644.142	4.99	117,984
Band 30	1,711.006	4.88	8,350
Band 31	10,864.840	4.82	52,369
Band 41	7,306.807	4.88	35,657
Band 42	13,020.222	4.81	62,627
Band 43	3,352.764	4.75	15,926
Band 45	2,486.247	4.90	12,183
Band 46	78,500.395	5.80	455,302
Band 47	760.650	5.75	4,374
	<u>2,135,811.261</u>		<u>\$ 10,543,107</u>
<b>Wells Fargo Advantage VT Omega Growth Fund - Class 2</b>			
Contracts in accumulation period:			
Band 6	1,187.478	\$ 12.61	\$ 14,974
Band 10	33,927.490	12.59	427,147
Band 14	15,660.489	12.58	197,009
Band 15	7,600.207	12.58	95,611
Band 17	41,041.613	12.57	515,893
Band 20	7,181.657	12.58	90,345
Band 21	177.890	12.57	2,236
Band 46	11,455.029	12.56	143,875
	<u>118,231.853</u>		<u>\$ 1,487,090</u>

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

<u>Division/Contract</u>	<u>Units</u>	<u>Unit Value</u>	<u>Extended Value</u>
<b>Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2</b>			
Contracts in accumulation period:			
Band 6	25,365.761	\$ 12.27	\$ 311,238
Band 10	94,909.172	12.05	1,143,656
Band 14	43,689.355	11.83	516,845
Band 17	15,250.783	11.66	177,824
Band 46	576.896	10.35	5,971
	<u>179,791.967</u>		<u>\$ 2,155,534</u>
<b>Wells Fargo Advantage VT Intrinsic Value Fund - Class 2</b>			
Contracts in accumulation period:			
Band 10	17,306.200	\$ 11.54	\$ 199,714
Band 14	12,247.034	11.33	138,759
Band 15	2,496.294	11.29	28,183
Band 17	30,247.195	11.16	337,559
Band 20	5,593.694	11.37	63,600
Band 46	4,117.452	9.62	39,610
	<u>72,007.869</u>		<u>\$ 807,425</u>
<b>Wells Fargo Advantage VT Small Cap Growth Fund - Class 2</b>			
Contracts in accumulation period:			
Band 6	1,892.524	\$ 18.47	\$ 34,955
Band 10	9,375.230	18.14	170,067
Band 14	2,465.655	17.81	43,913
Band 17	8,512.930	17.55	149,402
Band 20	1,766.522	17.88	31,585
Band 46	397.522	15.33	6,094
	<u>24,410.383</u>		<u>\$ 436,016</u>
<b>Wells Fargo Advantage VT Total Return Bond Fund</b>			
Contracts in accumulation period:			
Band 6	19,379.357	\$ 13.22	\$ 256,195
Band 10	25,412.121	12.98	329,849
Band 14	20,067.137	12.74	255,655
Band 15	1,893.084	12.70	24,042
Band 17	5,199.454	12.56	65,305
Band 46	11,925.852	12.06	143,826
	<u>83,877.005</u>		<u>\$ 1,074,872</u>



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<b>Bands</b>	<b>Products</b>
Band 1	Golden VAC 80, ING GoldenSelect DVA 080
Band 2	Global Syndicate, Golden VAC 100, ING GoldenSelect DVA, ING GoldenSelect DVA 100
Band 3	ING GoldenSelect DVA Series 100
Band 4	ING GoldenSelect DVA Plus - Standard (pre February 2000), ING SmartDesign Signature Variable Annuity Option Package I, ING Golden Select DVA Plus 125, ING SmartDesign Signature Variable Annuity 125
Band 5	ING GoldenSelect DVA Plus - Standard (post January 2000 & post 2000), ING Golden Select DVA Plus 130
Band 6	First Union Variable Annuity, Fleet Premium Plus 140, ING GoldenSelect DVA Plus - Annual Ratchet (pre February 2000) & 5.5% Solution (pre February 2000 and post January 2000), ING GoldenSelect Access - Standard (pre February 2000), ING GoldenSelect Premium Plus - Standard (pre February 2000), ING GoldenSelect ES II (pre 2001), ING GoldenSelect ES II - Standard (post 2000), Generations - Standard, ING GoldenSelect Opportunities - Standard, WellsFargo ING Opportunities - Standard, ING Golden Select DVA Plus 140, ING GoldenSelect Access 140, ING GoldenSelect ESII 140, ING GoldenSelect Generations Variable Annuity 140, ING GoldenSelect Opportunities Variable 140, ING GoldenSelect Premium Plus 140, Wells Fargo ING Opportunities Variable Annuity 140
Band 7	Fleet Premium Plus 145, ING GoldenSelect DVA Plus - Annual Ratchet (post January 2000), ING GoldenSelect DVA Plus - 5.5% Solution (post 2000), ING GoldenSelect Access - Standard (post January 2000 and post 2000), ING GoldenSelect Premium Plus - Standard (post January 2000 and post 2000), ING GoldenSelect ES II - Deferred Ratchet (post 2000), ING GoldenSelect Generations - Deferred Ratchet, ING GoldenSelect Opportunities Variable 145; ING SmartDesign Signature Variable Annuity 145, Wells Fargo ING Opportunities Variable Annuity 145, Fleet Premium Plus 145, ING Golden Select DVA Plus 145, ING GoldenSelect Access 145, ING GoldenSelect ESII 145, ING GoldenSelect Generations Variable Annuity 145, ING GoldenSelect Opportunities Variable 145, ING GoldenSelect Premium Plus 145, ING SmartDesign Signature Variable Annuity 145, Wells Fargo ING Opportunities Variable Annuity 145
Band 8	Fleet Premium Plus 155, ING Golden Select DVA Plus 155, ING Golden Select DVA Plus - 7% Solution (pre February 2000), ING Golden Select DVA Plus - Annual Ratchet (post 2000), ING GoldenSelect DVA Plus - Max 5.5 (post January 2000), ING GoldenSelect Access - Annual Ratchet (pre February 2000) and 5.5% Solution (pre February 2000), ING GoldenSelect Premium Plus - Annual Ratchet (pre February 2000) and 5.5% Solution (pre February 2000), ING GoldenSelect ES II - 5.5% Solution (post 2000), Opportunities - 5.5% Solution; Wells Fargo ING Opportunities Variable Annuity 155, ING GoldenSelect Access 155, ING GoldenSelect ESII 155, ING GoldenSelect Generations Variable Annuity 155, ING GoldenSelect Opportunities Variable 155, ING GoldenSelect Premium Plus 155
Band 9	Fleet Premium Plus 160, ING GoldenSelect DVA Plus - Max 5.5 (post 2000), ING GoldenSelect Access - Annual Ratchet (post January 2000), ING Golden Select Access - 5.5% Solution (post January 2000 and post 2000), ING GoldenSelect Premium Plus - Annual Ratchet (post January 2000), ING GoldenSelect Premium Plus - 5.5% Solution (post January 2000 and post 2000), ING SmartDesign Advantage Variable Annuity 160, ING SmartDesign Signature Variable Annuity 160, ING Golden Select DVA Plus 160, ING GoldenSelect Access 160, ING GoldenSelect Premium Plus 160

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<b>Bands</b>	<b>Products</b>
Band 10	ING GoldenSelect DVA Plus - 7% Solution (post January 2000 and post 2000), ING GoldenSelect ES II - Annual Ratchet (post 2000), ING GoldenSelect Generations - Annual Ratchet, ING GoldenSelect Landmark - Standard, ING GoldenSelect Legends – Standard, Wells Fargo ING Landmark - Standard, Wells Fargo ING Landmark Variable Annuity 165, ING GoldenSelect Opportunities - Annual Ratchet, WellsFargo ING Opportunities - Annual Ratchet, ING SmartDesign Advantage Variable Annuity 165, ING Golden Select DVA Plus 165, ING GoldenSelect ESII 165, ING GoldenSelect Generations Variable Annuity 165, ING GoldenSelect Landmark Variable Annuity 165, ING GoldenSelect Legends - Standard, ING GoldenSelect Opportunities Variable 165, ING Simplicity Variable Annuity125, Wells Fargo ING Opportunities Variable Annuity 165
Band 11	Fleet Premium Plus 170, ING GoldenSelect Access - 7% Solution (pre February 2000), ING GoldenSelect Access - Annual Ratchet (post 2000), ING GoldenSelect Access - Max 5.5 (post January 2000), ING GoldenSelect DVA Plus - Annual Ratchet (post 2000), ING Golden Select DVA Plus 155, ING GoldenSelect ES II - Max 5.5 (post 2000), ING GoldenSelect Premium Plus - 7% Solution (pre February 2000), ING GoldenSelect Premium Plus - Annual Ratchet (post 2000), ING Golden Select Premium Plus - Max 5.5 (post January 2000), ING Golden Select Opportunities - Max 5.5, Wells Fargo Opportunities - Max 5.5, ING GoldenSelect Access 170, ING GoldenSelect ESII 170, ING GoldenSelect Generations Variable Annuity 170, ING GoldenSelect Opportunities Variable 170, ING GoldenSelect Premium Plus 170, Wells Fargo ING Opportunities Variable Annuity 170
Band 12	ING Golden Select Access - Max 5.5 (post 2000), ING Golden Select DVA Plus - Max 7 (post January 2000 and post 2000), ING GoldenSelect Premium Plus - Max 5.5 (post 2000), ING GoldenSelect ES II - 7% Solution (post 2000), ING GoldenSelect Generations - 7% Solution, ING Golden Select Opportunities - 7% Solution, Wells Fargo ING Opportunities Variable Annuity 175, ING Golden Select DVA Plus 175, ING GoldenSelect Access 175, ING GoldenSelect DVA Plus, ING GoldenSelect ESII 175, ING GoldenSelect Generations Variable Annuity 175, ING GoldenSelect Opportunities Variable 175, ING GoldenSelect Premium Plus 175
Band 13	ING GoldenSelect Access - 7% Solution (post January 2000 and post 2000), ING GoldenSelect Access - Standard (post April 2001), ING GoldenSelect Generations Variable Annuity 150, ING GoldenSelect Premium Plus - 7% Solution (post January 2000 and post 2000), ING GoldenSelect Landmark - 5.5% Solution, ING SmartDesign Advantage Variable Annuity, Wells Fargo ING Landmark - 5.5% Solution, Wells Fargo ING Opportunities Variable Annuity 180, Fleet Premium Plus 180, ING GoldenSelect Access 180, ING GoldenSelect ESII 180, ING GoldenSelect Generations Variable Annuity 180, ING GoldenSelect Landmark Variable Annuity 180, ING GoldenSelect Opportunities Variable 180, ING GoldenSelect Premium Plus 180, ING SmartDesign Advantage Variable Annuity 180, Wells Fargo ING Landmark Variable Annuity 180
Band 14	Fleet Premium Plus 190, ING GoldenSelect Access - Max 7 (post January 2000 and post 2000), ING GoldenSelect Landmark - Annual Ratchet, ING GoldenSelect Legends – Quarterly, ING GoldenSelect Premium Plus - Max 7 (post January 2000 and post 2000), ING GoldenSelect Premium Plus, ING GoldenSelect Premium Plus (Citigroup/Smith Barney), Wells Fargo ING Landmark - Annual Ratchet, ING GoldenSelect Access 190, ING GoldenSelect Landmark Variable Annuity 190, ING GoldenSelect Legends - Quarterly, ING GoldenSelect Premium Plus 190, Wells Fargo ING Landmark Variable Annuity 190

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<b>Bands</b>	<b>Products</b>
Band 15	ING GoldenSelect Access - 5.5% Solution (post April 2001), ING GoldenSelect ES II 195, ING GoldenSelect Generations Variable Annuity 195, ING GoldenSelect Landmark - Max 5.5, ING GoldenSelect Legends –WA Combo, ING Golden Select Opportunities Variable 195, ING GoldenSelect Opportunities Variable 195, ING GoldenSelect Premium Plus 195, ING SmartDesign Advantage, ING SmartDesign Advantage Variable Annuity 195, ING SmartDesign Signature Variable Annuity, ING SmartDesign Signature Variable Annuity 195, Wells Fargo ING Landmark - Max 5.5, Wells Fargo ING Opportunities Variable Annuity 195, ING GoldenSelect Access 195, ING GoldenSelect Landmark Variable Annuity 195, ING SmartDesign Signature Variable Annuity 195, Wells Fargo ING Landmark Variable Annuity 195
Band 16	ING GoldenSelect Access - Annual Ratchet (post April 2001), ING GoldenSelect Landmark Variable Annuity 205, Wells Fargo ING Landmark Variable Annuity 205, ING GoldenSelect Access 205, ING GoldenSelect Legends 205
Band 17	ING GoldenSelect Access - Max 5.5 (post April 2001), ING GoldenSelect Landmark (Citigroup/Smith Barney), ING GoldenSelect Landmark - Max 7, ING GoldenSelect Legends – Combo, ING GoldenSelect Premium Plus 210, Wells Fargo ING Landmark Variable Annuity, Wells Fargo Landmark - Max 7, ING GoldenSelect Access 210, ING GoldenSelect Landmark Variable Annuity 210, Wells Fargo ING Landmark Variable Annuity 210
Band 18	ING GoldenSelect Access - 7% Solution (post April 2001), ING GoldenSelect Access 215
Band 19	ING GoldenSelect Access, ING GoldenSelect Access (Citigroup/Smith Barney), ING GoldenSelect Access - Max 7 (post April 2001) ING SmartDesign Advantage Variable Annuity 225, ING GoldenSelect Access 225
Band 20	ING GoldenSelect ESII, ING GoldenSelect ES II - Max 7 (post 2000), ING GoldenSelect Generations, ING GoldenSelect Generations - Max 7, ING GoldenSelect Opportunities, ING GoldenSelect Opportunities - Max 7, ING SmartDesign Advantage Variable Annuity 185, Wells Fargo ING Opportunities Variable Annuity, Wells Fargo ING Opportunities - Max 7, ING GoldenSelect ESII 185, ING GoldenSelect Generations Variable Annuity 185, ING GoldenSelect Opportunities Variable 185, Wells Fargo ING Opportunities Variable Annuity 185
Band 21	ING GoldenSelect Landmark - 7% Solution, ING SmartDesign Advantage Variable Annuity 200, Wells Fargo ING Landmark - 7% Solution, ING GoldenSelect Landmark Variable Annuity 200, Wells Fargo ING Landmark Variable Annuity 200
Band 22	Granite PrimElite - Standard, ING GoldenSelect Granite PrimElite 125
Band 23	ING GoldenSelect Granite PrimElite - Annual Ratchet; ING GoldenSelect Granite PrimElite 140
Band 24	ING GoldenSelect Access One
Band 25	ING GoldenSelect Value
Band 26	ING SmartDesign Variable Annuity Option I, ING SmartDesign Variable Annuity 095
Band 27	ING SmartDesign Variable Annuity Option II, ING SmartDesign Variable Annuity 125
Band 28	ING SmartDesign Variable Annuity, ING SmartDesign Variable Annuity Option III, ING SmartDesign Variable Annuity 140
Band 29	ING SmartDesign Variable Annuity Bonus Option I, ING SmartDesign Variable Annuity 145
Band 30	ING SmartDesign Variable Annuity Bonus Option II, ING SmartDesign Variable Annuity 175
Band 31	ING SmartDesign Variable Annuity Bonus Option III, ING SmartDesign Variable Annuity 190
Band 32	ING SmartDesign Advantage Bonus Option I, ING SmartDesign Advantage Variable Annuity 220
Band 33	ING SmartDesign Advantage Bonus Option II, ING SmartDesign Advantage Variable Annuity 240

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

<b>Bands</b>	<b>Products</b>
Band 34	ING SmartDesign Advantage Bonus Option III, ING SmartDesign Advantage Variable Annuity 255
Band 35	ING Rollover Choice Option I (prior to August 7, 2003), ING Focus VA Option I, ING Focus Variable Annuity 075, ING Rollover Choice 075
Band 36	ING Rollover Choice Option II (prior to August 7, 2003), ING Focus VA Option I, ING Focus VA Option II, ING Focus Variable Annuity 095, ING Rollover Choice 095
Band 37	ING Rollover Choice Option III (prior to August 7, 2003), ING Rollover Choice 110
Band 38	ING Rollover Choice Option I, ING Rollover Choice 100
Band 39	ING Rollover Choice Option II, ING Rollover Choice 120
Band 40	ING Rollover Choice Option III, ING Rollover Choice 135
Band 41	ING SmartDesign Signature Option I, ING SmartDesign Signature Variable Annuity 175
Band 42	ING SmartDesign Signature Option II, ING SmartDesign Signature Variable Annuity 210
Band 43	ING SmartDesign Signature Option III
Band 44	ING SmartDesign Advantage Variable Annuity 245
Band 45	ING SmartDesign Advantage Variable Annuity 260
Band 46	ING GoldenSelect Landmark Variable Annuity 220, ING GoldenSelect Legends 220, Wells Fargo ING Landmark Variable Annuity 220
Band 47	ING GoldenSelect Access 235
Band 49	ING Simplicity Variable Annuity 200
Band 50	ING Architect Variable Annuity 180
Band 51	ING Architect Variable Annuity 210
Band 52	ING Architect Variable Annuity 145
Band 53	ING Architect Variable Annuity 170
Band 54	ING Architect Variable Annuity 200
Band 55	ING Architect Variable Annuity 155
Band 56	ING Architect Variable Annuity 115
Band 57	ING Architect Variable Annuity 170
Band 58	ING Architect Variable Annuity 195
Band 59	ING Architect Variable Annuity 225
Band 60	ING Architect Variable Annuity 160
Band 61	ING Architect Variable Annuity 185
Band 62	ING Architect Variable Annuity 215
Band 64	ING Architect Variable Annuity 200

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

**10. Financial Highlights**

A summary of unit values, units outstanding and net assets for variable annuity Contracts, expense ratios, excluding expenses of underlying Funds, investment income ratios, and total return for the years ended December 31, 2010, 2009, 2008, 2007 and 2006, follows:

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
BlackRock Global Allocation V.I. Fund - Class III						
2010	112,825	\$9.97 to \$10.44	\$1,153,042	1.14%	0.95% to 2.60%	6.86% to 8.65%
2009	102,963	\$9.33 to \$9.61	\$975,605	2.36%	0.95% to 2.60%	17.80% to 19.83%
2008	49,903	\$7.92 to \$8.02	\$397,800	(c)	0.95% to 2.60%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
Columbia Asset Allocation Fund, Variable Series - Class A						
2010	20	\$15.18 to \$15.66	\$303	2.29%	1.40% to 1.80%	11.37% to 11.86%
2009	22	\$13.63 to \$14.00	\$308	3.86%	1.40% to 1.80%	21.81% to 22.27%
2008	23	\$11.19 to \$11.45	\$262	3.66%	1.40% to 1.80%	-29.62% to -29.36%
2007	41	\$15.82 to \$16.21	\$668	2.48%	1.40% to 1.90%	7.11% to 7.64%
2006	36	\$14.77 to \$15.06	\$540	2.44%	1.40% to 1.90%	9.65% to 10.25%
Columbia Federal Securities Fund, Variable Series - Class A						
2010	2	\$12.07 to \$12.40	\$19	4.88%	1.45% to 1.80%	3.16% to 3.51%
2009	2	\$11.70 to \$11.98	\$22	8.16%	1.45% to 1.80%	0.09% to 0.42%
2008	2	\$11.69 to \$11.93	\$27	9.35%	1.45% to 1.80%	6.18% to 6.52%
2007	7	\$11.01 to \$11.23	\$80	6.21%	1.40% to 1.80%	4.26% to 4.76%
2006	8	\$10.56 to \$10.72	\$81	5.54%	1.40% to 1.80%	1.83% to 2.29%
Columbia Large Cap Growth Fund, Variable Series - Class A						
2010	31	\$11.47 to \$11.81	\$361	0.58%	1.40% to 1.90%	15.28% to 15.83%
2009	33	\$9.95 to \$10.20	\$331	0.68%	1.40% to 1.90%	32.31% to 32.99%
2008	34	\$7.52 to \$7.67	\$258	0.27%	1.40% to 1.90%	-41.57% to -41.26%
2007	37	\$12.87 to \$13.06	\$484	0.39%	1.40% to 1.90%	13.49% to 14.16%
2006	48	\$11.34 to \$11.44	\$547	0.35%	1.40% to 1.90%	8.21% to 8.65%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
Columbia Small Cap Value Fund, Variable Series - Class B						
2010	8,008	\$12.42 to \$21.68	\$162,178	1.03%	0.95% to 2.35%	23.58% to 25.22%
2009	9,211	\$10.05 to \$17.36	\$150,066	0.85%	0.95% to 2.35%	21.97% to 23.89%
2008	10,670	\$8.24 to \$14.06	\$141,739	0.46%	0.95% to 2.45%	-29.89% to -28.85%
2007	13,631	\$11.74 to \$19.82	\$256,889	0.27%	0.95% to 2.60%	-5.11% to -3.56%
2006	16,991	\$12.34 to \$20.60	\$335,177	0.34%	0.95% to 2.60%	16.24% to 18.25%
Columbia Small Company Growth Fund, Variable Series - Class A						
2010	1	\$18.70 to \$18.85	\$18	-	1.45% to 1.55%	26.35% to 26.51%
2009	2	\$14.55 to \$14.90	\$25	-	1.45% to 1.80%	23.41% to 23.86%
2008	4	\$11.79 to \$12.07	\$51	-	1.40% to 1.80%	-41.89% to -41.63%
2007	4	\$20.29 to \$20.68	\$91	-	1.40% to 1.80%	11.42% to 11.84%
2006	4	\$18.21 to \$18.49	\$82	-	1.40% to 1.80%	10.36% to 10.85%
Fidelity® VIP Equity-Income Portfolio - Service Class 2						
2010	16,702	\$8.77 to \$13.31	\$181,385	1.50%	0.75% to 2.60%	11.86% to 14.02%
2009	19,074	\$7.72 to \$11.70	\$183,254	1.91%	0.75% to 2.60%	26.51% to 28.93%
2008	22,259	\$6.01 to \$9.10	\$167,056	2.07%	0.75% to 2.60%	-44.30% to -43.24%
2007	28,026	\$11.47 to \$16.08	\$373,387	1.66%	0.75% to 2.60%	-1.39% to 0.50%
2006	28,119	\$11.61 to \$16.03	\$376,023	2.91%	0.75% to 2.60%	16.83% to 19.05%
Fidelity® VIP Contrafund® Portfolio - Service Class 2						
2010	57,642	\$8.91 to \$17.26	\$795,262	0.94%	0.75% to 2.60%	13.86% to 16.09%
2009	66,360	\$7.79 to \$14.91	\$795,683	1.12%	0.75% to 2.60%	31.90% to 34.45%
2008	72,902	\$5.89 to \$11.12	\$656,498	0.94%	0.75% to 2.60%	-44.18% to -43.14%
2007	57,227	\$12.58 to \$19.59	\$922,587	0.87%	0.75% to 2.60%	14.18% to 16.41%
2006	39,889	\$10.97 to \$16.87	\$561,251	1.09%	0.75% to 2.60%	8.54% to 10.61%
Franklin Small Cap Value Securities Fund - Class 2						
2010	748	\$18.47 to \$19.38	\$14,384	0.75%	0.75% to 1.35%	26.54% to 27.30%
2009	799	\$14.56 to \$15.26	\$12,115	1.65%	0.75% to 1.35%	27.41% to 28.14%
2008	611	\$11.40 to \$11.94	\$7,246	1.14%	0.75% to 1.35%	-33.92% to -33.50%
2007	479	\$17.21 to \$18.00	\$8,548	0.71%	0.75% to 1.35%	-3.75% to -3.14%
2006	304	\$17.83 to \$18.63	\$5,563	0.60%	0.75% to 1.35%	15.42% to 16.12%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Balanced Portfolio - Class S						
2010	562	\$9.80 to \$13.67	\$6,681	2.62%	0.75% to 2.10%	11.49% to 12.88%
2009	654	\$8.76 to \$12.11	\$6,899	4.06%	0.75% to 2.20%	16.33% to 18.15%
2008	724	\$7.46 to \$10.25	\$6,399	3.34%	0.75% to 2.55%	-30.08% to -28.87%
2007	814	\$10.66 to \$14.41	\$9,901	2.48%	0.75% to 2.60%	2.60% to 4.57%
2006	908	\$10.39 to \$13.78	\$10,361	1.04%	0.75% to 2.60%	8.13% to 8.76%
ING Intermediate Bond Portfolio - Class S						
2010	99,181	\$10.28 to \$14.03	\$1,253,226	4.77%	0.75% to 2.60%	6.67% to 8.68%
2009	106,012	\$9.60 to \$12.91	\$1,241,312	6.19%	0.75% to 2.60%	8.41% to 10.44%
2008	104,672	\$8.83 to \$11.69	\$1,122,300	6.23%	0.75% to 2.60%	-11.04% to -9.31%
2007	88,836	\$10.20 to \$12.89	\$1,068,161	4.53%	0.75% to 2.60%	2.96% to 4.88%
2006	53,039	\$10.12 to \$12.29	\$616,032	5.04%	0.75% to 2.60%	1.10% to 3.02%
ING American Funds Asset Allocation Portfolio						
2010	36,730	\$9.41 to \$9.77	\$352,116	1.56%	0.95% to 2.35%	9.40% to 10.90%
2009	35,172	\$8.60 to \$8.81	\$306,208	1.71%	0.95% to 2.35%	20.45% to 22.19%
2008	20,680	\$7.13 to \$7.21	\$148,369	(c)	0.95% to 2.60%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING American Funds Bond Portfolio						
2010	49,259	\$9.94 to \$10.55	\$500,271	2.49%	0.75% to 2.60%	3.28% to 5.25%
2009	49,758	\$9.60 to \$10.04	\$484,377	3.65%	0.75% to 2.60%	9.18% to 11.35%
2008	28,568	\$8.77 to \$9.04	\$252,168	(c)	0.75% to 2.60%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING American Funds Growth Portfolio						
2010	171,550	\$8.95 to \$14.60	\$2,301,516	0.11%	0.75% to 2.60%	15.08% to 17.15%
2009	181,605	\$7.75 to \$12.48	\$2,104,447	1.86%	0.75% to 2.60%	35.05% to 37.77%
2008	181,107	\$5.72 to \$9.09	\$1,544,265	0.86%	0.75% to 2.60%	-45.73% to -44.72%
2007	156,541	\$12.02 to \$16.46	\$2,455,766	0.26%	0.75% to 2.60%	8.83% to 10.93%
2006	138,030	\$10.99 to \$14.87	\$1,979,019	0.18%	0.75% to 2.60%	6.76% to 8.77%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING American Funds Growth-Income Portfolio						
2010	117,714	\$8.79 to \$12.75	\$1,382,428	0.93%	0.75% to 2.60%	8.04% to 10.00%
2009	127,548	\$8.12 to \$11.61	\$1,376,389	2.28%	0.75% to 2.60%	27.18% to 29.60%
2008	127,441	\$6.36 to \$8.98	\$1,074,885	1.56%	0.75% to 2.60%	-39.84% to -38.66%
2007	114,229	\$11.40 to \$14.67	\$1,595,008	1.00%	0.75% to 2.60%	1.81% to 3.73%
2006	100,590	\$11.15 to \$14.17	\$1,374,118	0.69%	0.75% to 2.60%	11.59% to 13.72%
ING American Funds International Portfolio						
2010	78,623	\$8.34 to \$19.28	\$1,355,667	0.88%	0.75% to 2.60%	3.94% to 5.90%
2009	84,125	\$8.00 to \$18.25	\$1,387,295	3.37%	0.75% to 2.60%	38.56% to 41.37%
2008	80,618	\$5.75 to \$12.94	\$953,776	1.98%	0.75% to 2.60%	-43.93% to -42.92%
2007	72,838	\$13.49 to \$22.71	\$1,548,000	0.88%	0.75% to 2.60%	16.30% to 18.47%
2006	58,897	\$11.54 to \$19.20	\$1,078,309	0.71%	0.75% to 2.60%	15.21% to 17.53%
ING American Funds World Allocation Portfolio - Service Class						
2010	13,571	\$13.11 to \$14.66	\$180,515	0.82%	0.95% to 2.35%	10.08% to 11.65%
2009	8,491	\$11.91 to \$13.13	\$102,079	0.49%	0.95% to 2.35%	31.60% to 33.44%
2008	1,447	\$9.05 to \$9.09	\$13,128	(c)	1.00% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING Artio Foreign Portfolio - Service Class						
2010	39,914	\$7.07 to \$15.33	\$543,023	-	0.80% to 2.60%	4.07% to 5.98%
2009	46,393	\$6.65 to \$14.60	\$601,656	3.12%	0.80% to 2.60%	17.18% to 19.31%
2008	45,525	\$5.66 to \$12.36	\$499,269	-	0.80% to 2.60%	-45.12% to -44.08%
2007	45,509	\$13.89 to \$22.32	\$908,393	0.08%	0.80% to 2.60%	13.41% to 15.51%
2006	36,012	\$12.18 to \$19.50	\$630,618	-	0.80% to 2.60%	25.82% to 28.14%
ING Artio Foreign Portfolio - Service 2 Class						
2010	3,067	\$11.42 to \$16.75	\$45,325	-	1.40% to 2.20%	4.48% to 5.28%
2009	3,309	\$10.93 to \$15.91	\$46,737	2.84%	1.40% to 2.20%	17.40% to 18.38%
2008	3,270	\$9.31 to \$13.44	\$38,955	-	1.40% to 2.20%	-44.98% to -44.49%
2007	3,447	\$16.92 to \$24.21	\$74,247	-	1.40% to 2.20%	13.71% to 14.58%
2006	3,419	\$14.88 to \$21.13	\$64,469	-	1.40% to 2.20%	26.21% to 27.29%



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
ING BlackRock Inflation Protected Bond Portfolio - Service Class						
2010	23,288	\$10.78 to \$11.14	\$255,091	1.85%	0.75% to 2.60%	2.76% to 4.70%
2009	15,090	\$10.49 to \$10.64	\$159,401	(d)	0.75% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING BlackRock Large Cap Growth Portfolio - Institutional Class						
2010	18	\$8.50 to \$8.69	\$153	0.66%	0.75% to 1.35%	12.14% to 12.71%
2009	19	\$7.58 to \$7.71	\$148	0.72%	0.75% to 1.35%	28.69% to 29.58%
2008	22	\$5.89 to \$5.95	\$131	-	0.75% to 1.35%	-39.71% to -39.35%
2007	25	\$9.77 to \$9.81	\$244	(b)	0.75% to 1.35%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)
ING BlackRock Large Cap Growth Portfolio - Service Class						
2010	12,002	\$9.15 to \$11.92	\$131,991	0.27%	0.75% to 2.60%	10.40% to 12.56%
2009	13,216	\$8.21 to \$10.60	\$130,165	0.32%	0.75% to 2.60%	26.78% to 29.32%
2008	12,227	\$6.41 to \$8.22	\$94,345	-	0.75% to 2.60%	-40.61% to -39.55%
2007	11,875	\$10.92 to \$13.69	\$153,507	-	0.75% to 2.60%	3.98% to 5.97%
2006	11,782	\$10.38 to \$12.92	\$145,523	-	0.75% to 2.60%	4.34% to 6.25%
ING BlackRock Large Cap Value Portfolio - Service Class						
2010	2,250	\$8.72 to \$11.84	\$24,381	1.27%	0.90% to 2.35%	8.37% to 10.04%
2009	2,532	\$8.02 to \$10.76	\$25,192	0.39%	0.90% to 2.35%	10.27% to 11.85%
2008	3,077	\$7.26 to \$9.62	\$27,597	0.31%	0.90% to 2.35%	-36.86% to -35.91%
2007	4,072	\$11.46 to \$15.01	\$57,552	0.41%	0.90% to 2.60%	1.59% to 3.33%
2006	5,107	\$11.24 to \$14.53	\$70,539	0.59%	0.80% to 2.60%	13.51% to 15.32%
ING BlackRock Large Cap Value Portfolio - Service 2 Class						
2010	174	\$9.19 to \$13.61	\$2,089	1.12%	1.40% to 2.20%	8.37% to 9.32%
2009	198	\$8.48 to \$12.45	\$2,189	0.23%	1.40% to 2.20%	10.22% to 11.06%
2008	220	\$7.69 to \$11.21	\$2,212	0.15%	1.40% to 2.20%	-36.86% to -36.31%
2007	270	\$12.18 to \$17.60	\$4,303	0.23%	1.40% to 2.20%	1.84% to 2.62%
2006	291	\$11.96 to \$17.15	\$4,559	0.51%	1.40% to 2.20%	13.69% to 14.64%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Clarion Global Real Estate Portfolio - Service Class						
2010	14,082	\$8.57 to \$11.08	\$148,699	8.36%	0.75% to 2.35%	13.21% to 15.19%
2009	16,302	\$7.49 to \$9.65	\$151,036	2.43%	0.75% to 2.60%	29.94% to 32.34%
2008	16,758	\$5.69 to \$7.30	\$118,550	-	0.75% to 2.60%	-42.79% to -41.83%
2007	11,754	\$11.74 to \$12.55	\$145,395	3.55%	0.95% to 2.60%	-9.70% to -8.19%
2006	5,601	\$12.93 to \$13.67	\$76,113	(a)	0.95% to 2.60%	(a)
ING Clarion Global Real Estate Portfolio - Service 2 Class						
2010	214	\$10.37 to \$10.77	\$2,264	8.28%	1.40% to 2.20%	13.21% to 14.09%
2009	247	\$9.16 to \$9.44	\$2,299	2.15%	1.40% to 2.20%	30.30% to 31.48%
2008	239	\$7.03 to \$7.18	\$1,695	-	1.40% to 2.20%	-42.61% to -42.19%
2007	222	\$12.25 to \$12.42	\$2,736	3.30%	1.40% to 2.20%	-9.46% to -8.68%
2006	133	\$13.53 to \$13.60	\$1,807	(a)	1.40% to 2.20%	(a)
ING Clarion Real Estate Portfolio - Service Class						
2010	6,187	\$9.95 to \$81.95	\$322,300	3.38%	0.50% to 2.60%	24.70% to 27.33%
2009	7,573	\$7.94 to \$64.36	\$307,226	3.51%	0.50% to 2.60%	32.26% to 35.21%
2008	8,954	\$5.97 to \$47.60	\$270,838	1.26%	0.50% to 2.60%	-40.10% to -38.82%
2007	11,227	\$9.92 to \$77.80	\$578,834	1.18%	0.50% to 2.60%	-19.87% to -18.16%
2006	14,683	\$12.29 to \$95.06	\$970,402	1.16%	0.50% to 2.60%	34.09% to 36.95%
ING Clarion Real Estate Portfolio - Service 2 Class						
2010	1,093	\$12.51 to \$22.77	\$21,031	3.24%	1.40% to 2.20%	24.98% to 26.01%
2009	1,228	\$10.01 to \$18.07	\$18,836	3.33%	1.40% to 2.20%	32.76% to 33.80%
2008	1,378	\$7.54 to \$13.51	\$15,856	1.08%	1.40% to 2.20%	-39.97% to -39.44%
2007	1,592	\$12.56 to \$22.31	\$30,569	1.05%	1.40% to 2.20%	-19.69% to -19.02%
2006	1,706	\$15.64 to \$27.55	\$40,981	1.18%	1.40% to 2.20%	34.36% to 35.51%
ING DFA World Equity Portfolio - Service Class						
2010	25,962	\$8.36 to \$9.62	\$222,454	1.62%	0.75% to 2.60%	22.04% to 23.81%
2009	22,107	\$6.85 to \$7.77	\$154,311	-	0.75% to 2.35%	18.92% to 21.03%
2008	22,447	\$5.76 to \$6.42	\$130,749	2.64%	0.75% to 2.35%	-44.40% to -43.67%
2007	9,583	\$10.36 to \$10.42	\$99,541	(b)	1.00% to 2.35%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class						
2010	52,695	\$10.64 to \$19.13	\$879,120	0.14%	0.50% to 2.60%	25.00% to 27.70%
2009	57,858	\$8.48 to \$14.98	\$766,006	0.46%	0.50% to 2.60%	35.66% to 38.45%
2008	59,892	\$6.23 to \$10.82	\$581,082	0.72%	0.50% to 2.60%	-40.75% to -39.42%
2007	65,165	\$12.21 to \$17.86	\$1,061,996	0.15%	0.50% to 2.60%	11.47% to 13.53%
2006	43,307	\$10.93 to \$15.29	\$627,079	-	0.80% to 2.60%	9.06% to 11.10%
ING FMR <sup>SM</sup> Diversified Mid Cap Portfolio - Service 2 Class						
2010	1,862	\$14.55 to \$22.57	\$37,335	0.04%	1.40% to 2.20%	25.32% to 26.37%
2009	2,037	\$11.61 to \$17.86	\$32,436	0.34%	1.40% to 2.20%	35.95% to 37.17%
2008	2,176	\$8.54 to \$13.02	\$25,387	0.38%	1.40% to 2.20%	-40.57% to -40.14%
2007	2,406	\$14.37 to \$21.75	\$47,072	0.01%	1.40% to 2.20%	11.74% to 12.69%
2006	2,079	\$12.86 to \$19.30	\$36,090	-	1.40% to 2.20%	9.35% to 10.22%
ING Franklin Income Portfolio - Service Class						
2010	40,859	\$10.06 to \$11.46	\$448,938	5.17%	0.95% to 2.60%	10.00% to 11.87%
2009	43,601	\$9.11 to \$10.25	\$431,653	6.53%	0.95% to 2.60%	28.61% to 30.74%
2008	37,779	\$7.10 to \$7.84	\$288,417	3.41%	0.95% to 2.60%	-31.12% to -29.89%
2007	31,117	\$10.83 to \$11.20	\$342,076	1.18%	0.95% to 2.60%	-0.09% to 1.64%
2006	14,383	\$10.84 to \$11.02	\$156,693	(a)	0.95% to 2.60%	(a)
ING Franklin Income Portfolio - Service 2 Class						
2010	822	\$10.69 to \$11.11	\$8,983	4.58%	1.40% to 2.20%	10.32% to 11.21%
2009	799	\$9.69 to \$9.99	\$7,857	6.74%	1.40% to 2.20%	28.86% to 30.08%
2008	770	\$7.52 to \$7.68	\$5,852	3.40%	1.40% to 2.20%	-30.95% to -30.43%
2007	824	\$10.89 to \$11.04	\$9,020	1.27%	1.40% to 2.20%	0.28% to 1.10%
2006	268	\$10.86 to \$10.92	\$2,916	(a)	1.40% to 2.20%	(a)
ING Franklin Mutual Shares Portfolio - Service Class						
2010	20,340	\$8.60 to \$10.18	\$200,678	0.43%	0.95% to 2.60%	8.73% to 10.53%
2009	20,839	\$7.89 to \$9.21	\$187,539	0.13%	0.95% to 2.60%	23.25% to 25.34%
2008	20,205	\$6.38 to \$7.35	\$146,314	3.71%	0.95% to 2.60%	-39.44% to -38.34%
2007	16,820	\$11.79 to \$11.92	\$199,485	(b)	0.95% to 2.60%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Franklin Templeton Founding Strategy Portfolio - Service Class						
2010	100,997	\$8.17 to \$9.68	\$857,015	2.48%	0.75% to 2.60%	7.93% to 9.88%
2009	109,090	\$7.57 to \$8.81	\$849,891	2.86%	0.75% to 2.60%	26.80% to 29.37%
2008	112,503	\$5.97 to \$6.81	\$684,019	0.13%	0.75% to 2.60%	-37.36% to -36.31%
2007	54,307	\$9.53 to \$9.64	\$520,590	(b)	0.95% to 2.60%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)
ING Global Resources Portfolio - Service Class						
2010	17,390	\$9.47 to \$51.01	\$653,531	0.86%	0.80% to 2.60%	18.51% to 20.68%
2009	22,047	\$7.96 to \$42.27	\$692,061	0.33%	0.80% to 2.60%	33.93% to 36.40%
2008	23,618	\$5.92 to \$30.99	\$547,001	2.07%	0.80% to 2.60%	-42.56% to -41.47%
2007	20,069	\$14.96 to \$52.95	\$828,047	0.01%	0.80% to 2.60%	29.83% to 32.18%
2006	16,489	\$11.47 to \$40.06	\$529,809	0.18%	0.80% to 2.60%	18.24% to 20.44%
ING Global Resources Portfolio - Service 2 Class						
2010	1,153	\$19.77 to \$30.92	\$30,533	0.77%	1.40% to 2.20%	18.81% to 19.75%
2009	1,285	\$16.64 to \$25.82	\$28,489	0.04%	1.40% to 2.20%	34.19% to 35.32%
2008	1,367	\$12.40 to \$19.08	\$22,531	1.65%	1.40% to 2.20%	-42.38% to -41.90%
2007	1,436	\$21.52 to \$32.84	\$41,169	-	1.40% to 2.20%	30.19% to 31.20%
2006	1,445	\$16.53 to \$25.03	\$31,781	0.10%	1.40% to 2.20%	18.49% to 19.47%
ING Janus Contrarian Portfolio - Service Class						
2010	34,930	\$7.85 to \$14.83	\$439,299	-	0.90% to 2.60%	11.04% to 12.90%
2009	40,957	\$6.93 to \$13.14	\$460,273	0.58%	0.90% to 2.60%	32.81% to 35.22%
2008	48,636	\$5.19 to \$9.72	\$407,973	0.63%	0.90% to 2.60%	-50.31% to -49.44%
2007	46,762	\$14.17 to \$19.24	\$784,615	-	0.90% to 2.60%	17.74% to 19.78%
2006	10,578	\$11.99 to \$16.07	\$149,666	0.42%	0.90% to 2.60%	19.84% to 22.00%
ING Janus Contrarian Portfolio - Service 2 Class						
2010	1,332	\$12.12 to \$20.43	\$22,486	-	1.40% to 2.20%	11.29% to 12.19%
2009	1,441	\$10.89 to \$18.21	\$21,856	0.31%	1.40% to 2.20%	33.13% to 34.29%
2008	1,646	\$8.18 to \$13.56	\$18,745	0.42%	1.40% to 2.20%	-50.18% to -49.78%
2007	1,722	\$16.42 to \$27.00	\$39,413	-	1.40% to 2.20%	18.13% to 19.10%
2006	370	\$13.90 to \$22.67	\$7,234	0.34%	1.40% to 2.20%	20.14% to 21.10%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
ING JPMorgan Emerging Markets Equity Portfolio - Service Class						
2010	28,787	\$9.68 to \$26.50	\$657,788	0.49%	0.75% to 2.60%	17.13% to 19.44%
2009	35,528	\$8.23 to \$22.21	\$692,447	1.48%	0.75% to 2.60%	67.19% to 70.19%
2008	35,629	\$4.91 to \$13.05	\$414,868	2.61%	0.75% to 2.60%	-52.55% to -51.67%
2007	35,157	\$18.01 to \$27.00	\$867,350	0.89%	0.80% to 2.60%	34.89% to 37.40%
2006	27,668	\$13.29 to \$19.65	\$502,767	0.50%	0.80% to 2.60%	32.26% to 34.68%
ING JPMorgan Emerging Markets Equity Portfolio - Service 2 Class						
2010	1,118	\$23.52 to \$37.72	\$35,486	0.41%	1.40% to 2.20%	17.48% to 18.47%
2009	1,238	\$20.02 to \$31.84	\$33,336	1.14%	1.40% to 2.20%	67.53% to 68.91%
2008	1,298	\$11.95 to \$18.85	\$20,686	2.26%	1.40% to 2.20%	-52.41% to -52.04%
2007	1,430	\$25.11 to \$39.30	\$47,813	0.89%	1.40% to 2.20%	35.15% to 36.32%
2006	1,436	\$18.58 to \$28.83	\$35,277	0.49%	1.40% to 2.20%	32.71% to 33.78%
ING JPMorgan Small Cap Core Equity Portfolio - Service Class						
2010	16,918	\$11.41 to \$16.63	\$257,411	0.27%	0.90% to 2.60%	23.46% to 25.60%
2009	12,649	\$9.20 to \$13.24	\$153,523	0.41%	0.90% to 2.60%	23.95% to 26.22%
2008	13,007	\$7.38 to \$10.58	\$126,323	0.47%	0.80% to 2.60%	-31.75% to -30.53%
2007	16,728	\$10.76 to \$15.37	\$236,387	0.13%	0.80% to 2.60%	-4.25% to -2.50%
2006	16,274	\$11.18 to \$15.92	\$239,483	-	0.80% to 2.60%	13.63% to 15.74%
ING JPMorgan Small Cap Core Equity Portfolio - Service 2 Class						
2010	2,318	\$11.91 to \$19.00	\$38,538	0.11%	1.40% to 2.20%	23.80% to 24.75%
2009	2,557	\$9.62 to \$15.23	\$34,226	0.22%	1.40% to 2.20%	24.29% to 25.35%
2008	2,792	\$7.74 to \$12.15	\$30,008	0.28%	1.40% to 2.20%	-31.56% to -31.04%
2007	3,257	\$11.31 to \$17.62	\$50,959	-	1.40% to 2.20%	-4.07% to -3.24%
2006	3,320	\$11.79 to \$18.21	\$54,102	-	1.40% to 2.20%	13.91% to 14.82%
ING Large Cap Growth Portfolio - Service Class						
2010	8,969	\$12.61 to \$15.18	\$121,916	0.34%	0.75% to 2.35%	11.59% to 13.37%
2009	7,714	\$11.30 to \$13.39	\$93,436	0.43%	0.75% to 2.35%	39.16% to 41.39%
2008	1,030	\$8.12 to \$9.47	\$8,916	0.14%	0.75% to 2.55%	-29.38% to -28.09%
2007	701	\$11.48 to \$13.17	\$8,527	0.08%	0.75% to 2.55%	8.85% to 10.77%
2006	950	\$10.53 to \$11.89	\$10,532	-	0.75% to 2.60%	2.84% to 4.85%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Large Cap Growth Portfolio - Service 2 Class						
2010	67	\$12.61 to \$13.79	\$886	-	1.40% to 2.20%	11.59% to 12.57%
2009	74	\$11.30 to \$12.25	\$879	-	1.40% to 2.20%	38.99% to 40.16%
2008	94	\$8.13 to \$8.74	\$802	-	1.40% to 2.20%	-29.18% to -28.65%
2007	109	\$11.48 to \$12.25	\$1,301	-	1.40% to 2.20%	9.02% to 9.87%
2006	122	\$10.53 to \$11.15	\$1,331	-	1.40% to 2.20%	3.03% to 4.01%
ING Limited Maturity Bond Portfolio - Service Class						
2010	4,330	\$10.56 to \$28.16	\$94,829	3.66%	0.50% to 2.25%	0.85% to 2.62%
2009	5,258	\$10.44 to \$27.44	\$113,748	4.79%	0.50% to 2.25%	4.76% to 6.65%
2008	6,346	\$9.94 to \$25.73	\$130,395	6.53%	0.50% to 2.25%	-2.48% to -0.73%
2007	8,412	\$10.17 to \$25.92	\$176,466	1.99%	0.50% to 2.25%	3.35% to 5.24%
2006	10,711	\$18.26 to \$24.63	\$216,291	3.51%	0.50% to 2.25%	1.53% to 3.31%
ING Liquid Assets Portfolio - Service Class						
2010	70,785	\$9.60 to \$19.26	\$1,063,594	-	0.75% to 2.60%	-2.58% to -0.77%
2009	97,754	\$9.82 to \$19.41	\$1,494,964	0.11%	0.75% to 2.60%	-2.33% to -0.41%
2008	150,409	\$10.01 to \$19.49	\$2,331,467	2.26%	0.75% to 2.60%	-0.19% to 1.67%
2007	68,096	\$10.32 to \$19.17	\$1,050,018	4.98%	0.75% to 2.60%	2.18% to 4.18%
2006	46,163	\$10.10 to \$18.40	\$710,117	5.15%	0.75% to 2.60%	1.92% to 3.84%
ING Liquid Assets Portfolio - Service 2 Class						
2010	2,263	\$10.04 to \$10.43	\$23,027	-	1.40% to 2.20%	-2.13% to -1.42%
2009	3,118	\$10.23 to \$10.58	\$32,318	0.06%	1.40% to 2.20%	-2.00% to -1.12%
2008	5,349	\$10.40 to \$10.70	\$56,288	2.09%	1.40% to 2.20%	0.10% to 0.85%
2007	2,311	\$10.36 to \$10.64	\$24,213	4.67%	1.40% to 2.20%	2.44% to 3.31%
2006	1,518	\$10.07 to \$10.34	\$15,430	4.99%	1.40% to 2.20%	2.29% to 3.11%
ING Lord Abbett Growth and Income Portfolio - Service Class						
2010	4,933	\$9.75 to \$13.04	\$56,443	0.51%	0.90% to 2.45%	14.29% to 16.02%
2009	5,806	\$8.46 to \$11.24	\$57,701	0.69%	0.90% to 2.45%	15.79% to 17.78%
2008	6,883	\$7.23 to \$9.55	\$58,611	2.38%	0.90% to 2.60%	-38.24% to -37.15%
2007	8,922	\$11.58 to \$15.21	\$122,006	1.66%	0.90% to 2.60%	1.44% to 3.19%
2006	11,650	\$11.28 to \$14.74	\$155,652	0.80%	0.90% to 2.60%	14.60% to 16.57%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
ING Lord Abbett Growth and Income Portfolio - Service 2 Class						
2010	169	\$9.99 to \$14.18	\$2,133	0.39%	1.40% to 2.20%	14.43% to 15.38%
2009	181	\$8.73 to \$12.29	\$1,991	0.57%	1.40% to 2.20%	15.94% to 16.94%
2008	200	\$7.53 to \$10.51	\$1,892	2.29%	1.40% to 2.20%	-38.02% to -37.55%
2007	225	\$12.15 to \$16.83	\$3,428	1.63%	1.40% to 2.20%	1.76% to 2.56%
2006	245	\$11.94 to \$16.41	\$3,685	0.83%	1.40% to 2.20%	14.70% to 15.73%
ING Marsico Growth Portfolio - Service Class						
2010	31,986	\$9.26 to \$18.46	\$502,962	0.52%	0.80% to 2.60%	16.68% to 18.87%
2009	34,422	\$7.78 to \$15.53	\$460,437	0.84%	0.80% to 2.60%	25.61% to 28.03%
2008	37,553	\$6.17 to \$12.13	\$397,436	0.52%	0.80% to 2.60%	-41.84% to -40.80%
2007	41,695	\$12.20 to \$20.49	\$758,194	-	0.80% to 2.60%	11.21% to 13.20%
2006	44,891	\$10.86 to \$18.69	\$732,265	-	0.50% to 2.60%	2.22% to 4.41%
ING Marsico Growth Portfolio - Service 2 Class						
2010	1,351	\$10.57 to \$15.52	\$18,769	0.40%	1.40% to 2.20%	16.92% to 17.93%
2009	1,476	\$9.04 to \$13.16	\$17,480	0.69%	1.40% to 2.20%	26.08% to 27.03%
2008	1,535	\$7.17 to \$10.36	\$14,277	0.32%	1.40% to 2.20%	-41.75% to -41.24%
2007	1,666	\$12.31 to \$17.63	\$26,446	-	1.40% to 2.20%	11.50% to 12.44%
2006	1,736	\$11.04 to \$15.68	\$24,784	-	1.40% to 2.20%	2.51% to 3.29%
ING Marsico International Opportunities Portfolio - Service Class						
2010	12,505	\$7.83 to \$14.08	\$166,057	1.37%	0.75% to 2.60%	10.86% to 12.93%
2009	14,798	\$7.04 to \$12.48	\$175,866	1.22%	0.75% to 2.60%	33.99% to 36.62%
2008	18,200	\$5.23 to \$9.16	\$160,191	1.13%	0.75% to 2.60%	-50.83% to -49.95%
2007	16,499	\$14.26 to \$18.30	\$294,956	0.87%	0.90% to 2.60%	17.41% to 19.53%
2006	11,871	\$12.08 to \$15.31	\$179,220	0.03%	0.90% to 2.60%	20.78% to 22.89%
ING MFS Total Return Portfolio - Service Class						
2010	31,007	\$9.66 to \$31.11	\$742,863	0.45%	0.50% to 2.60%	7.07% to 9.27%
2009	35,805	\$8.98 to \$28.47	\$797,586	2.44%	0.50% to 2.60%	14.78% to 17.31%
2008	38,189	\$7.77 to \$24.27	\$740,739	5.93%	0.50% to 2.60%	-24.37% to -22.73%
2007	43,202	\$10.21 to \$31.41	\$1,114,781	2.83%	0.50% to 2.60%	1.28% to 3.49%
2006	48,171	\$11.08 to \$30.35	\$1,227,770	2.28%	0.50% to 2.60%	9.10% to 11.38%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING MFS Total Return Portfolio - Service 2 Class</b>						
2010	2,737	\$10.56 to \$13.84	\$34,511	0.44%	1.40% to 2.20%	7.32% to 8.12%
2009	2,933	\$9.84 to \$12.80	\$34,335	2.28%	1.40% to 2.20%	15.09% to 16.05%
2008	3,225	\$8.55 to \$11.03	\$32,705	5.67%	1.40% to 2.20%	-24.13% to -23.51%
2007	3,710	\$11.27 to \$14.42	\$49,366	2.89%	1.40% to 2.20%	1.53% to 2.35%
2006	4,025	\$11.10 to \$14.09	\$52,787	2.19%	1.40% to 2.20%	9.36% to 10.25%
<b>ING MFS Utilities Portfolio - Service Class</b>						
2010	26,755	\$8.94 to \$17.13	\$431,592	2.55%	0.75% to 2.60%	10.77% to 12.77%
2009	28,774	\$8.04 to \$15.20	\$416,638	5.29%	0.75% to 2.60%	29.34% to 31.87%
2008	31,245	\$6.19 to \$11.55	\$347,825	3.74%	0.75% to 2.60%	-39.34% to -38.27%
2007	27,331	\$15.42 to \$18.71	\$499,704	0.74%	0.80% to 2.60%	24.10% to 26.38%
2006	18,136	\$12.35 to \$14.82	\$264,982	0.08%	0.80% to 2.60%	27.43% to 29.83%
<b>ING Morgan Stanley Global Franchise Portfolio - Service Class</b>						
2010	19,799	\$9.98 to \$18.25	\$326,147	0.41%	0.90% to 2.60%	10.90% to 12.86%
2009	18,516	\$8.96 to \$16.29	\$272,604	6.66%	0.80% to 2.60%	25.54% to 27.86%
2008	18,444	\$7.11 to \$12.74	\$215,647	1.99%	0.80% to 2.60%	-30.39% to -29.14%
2007	20,324	\$12.28 to \$17.98	\$339,631	-	0.80% to 2.60%	6.81% to 8.84%
2006	19,786	\$11.43 to \$16.52	\$308,178	1.62%	0.80% to 2.60%	18.18% to 20.32%
<b>ING Morgan Stanley Global Franchise Portfolio - Service 2 Class</b>						
2010	3,747	\$13.76 to \$18.57	\$62,764	0.30%	1.40% to 2.20%	11.33% to 12.27%
2009	4,059	\$12.36 to \$16.54	\$60,900	6.66%	1.40% to 2.20%	25.74% to 26.74%
2008	4,476	\$9.83 to \$13.05	\$53,281	1.77%	1.40% to 2.20%	-30.23% to -29.65%
2007	5,104	\$14.09 to \$18.55	\$86,794	-	1.40% to 2.20%	7.15% to 8.04%
2006	5,309	\$13.15 to \$17.17	\$84,046	1.67%	1.40% to 2.20%	18.47% to 19.44%
<b>ING Morgan Stanley Global Tactical Asset Allocation Portfolio - Service Class</b>						
2010	6,495	\$10.16 to \$12.98	\$67,104	1.10%	0.95% to 2.35%	5.07% to 6.66%
2009	4,278	\$9.67 to \$12.17	\$41,756	3.07%	0.95% to 2.35%	13.22% to 14.45%
2008	318	\$8.54 to \$8.58	\$2,725	(c)	1.15% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING Oppenheimer Active Allocation Portfolio - Service Class</b>						
2010	5,040	\$11.71 to \$14.66	\$60,023	1.62%	0.95% to 2.35%	11.40% to 12.94%
2009	2,217	\$10.51 to \$12.98	\$23,532	1.10%	0.95% to 2.35%	24.97% to 26.39%
2008	412	\$8.41 to \$8.45	\$3,471	(c)	1.15% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
<b>ING PIMCO High Yield Portfolio - Service Class</b>						
2010	34,750	\$12.41 to \$16.33	\$519,986	7.27%	0.50% to 2.60%	11.31% to 13.64%
2009	29,928	\$11.24 to \$14.47	\$400,025	8.29%	0.50% to 2.60%	45.49% to 48.60%
2008	35,884	\$7.65 to \$9.76	\$326,164	8.81%	0.50% to 2.60%	-24.50% to -22.89%
2007	48,061	\$10.74 to \$12.70	\$574,507	6.90%	0.50% to 2.60%	0.17% to 2.37%
2006	54,855	\$10.86 to \$12.45	\$649,202	6.60%	0.50% to 2.60%	6.14% to 8.41%
<b>ING PIMCO Total Return Bond Portfolio - Service Class</b>						
2010	174,530	\$11.75 to \$20.76	\$2,995,230	4.93%	0.75% to 2.60%	4.96% to 6.90%
2009	184,659	\$11.14 to \$19.42	\$2,982,070	4.08%	0.75% to 2.60%	11.41% to 13.57%
2008	146,635	\$10.05 to \$17.10	\$2,112,274	3.67%	0.75% to 2.60%	1.54% to 3.45%
2007	67,225	\$10.85 to \$16.53	\$963,329	2.80%	0.75% to 2.60%	6.15% to 8.18%
2006	46,467	\$10.19 to \$15.28	\$629,159	2.44%	0.75% to 2.60%	1.66% to 3.54%
<b>ING PIMCO Total Return Bond Portfolio - Service 2 Class</b>						
2010	5,170	\$12.97 to \$14.89	\$73,254	4.52%	1.40% to 2.20%	5.19% to 6.05%
2009	5,514	\$12.33 to \$14.04	\$73,887	3.66%	1.40% to 2.20%	11.79% to 12.68%
2008	5,145	\$11.03 to \$12.46	\$61,403	3.17%	1.40% to 2.20%	1.66% to 2.64%
2007	4,084	\$10.85 to \$12.14	\$47,659	3.23%	1.40% to 2.20%	6.37% to 7.24%
2006	3,836	\$10.20 to \$11.32	\$41,970	2.47%	1.40% to 2.20%	2.00% to 2.82%
<b>ING Pioneer Fund Portfolio - Service Class</b>						
2010	5,005	\$9.61 to \$12.23	\$57,938	1.02%	0.75% to 2.60%	12.94% to 14.94%
2009	5,109	\$8.39 to \$10.64	\$51,948	1.15%	0.75% to 2.60%	20.84% to 23.29%
2008	5,490	\$6.83 to \$8.63	\$45,727	2.81%	0.75% to 2.60%	-36.39% to -35.26%
2007	6,910	\$11.59 to \$13.33	\$89,772	1.01%	0.75% to 2.60%	2.26% to 4.30%
2006	7,815	\$12.39 to \$12.78	\$98,275	-	0.75% to 2.60%	13.77% to 15.87%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING Pioneer Mid Cap Value Portfolio - Service Class</b>						
2010	49,052	\$9.86 to \$12.33	\$572,449	0.83%	0.75% to 2.60%	14.92% to 16.99%
2009	56,025	\$8.41 to \$10.54	\$563,986	1.19%	0.75% to 2.60%	21.84% to 24.29%
2008	60,375	\$6.88 to \$8.48	\$494,199	1.66%	0.75% to 2.60%	-34.81% to -33.65%
2007	52,138	\$11.64 to \$12.78	\$648,885	0.53%	0.75% to 2.60%	2.70% to 4.75%
2006	52,297	\$11.19 to \$12.20	\$627,662	0.19%	0.75% to 2.60%	9.44% to 11.52%
<b>ING Retirement Conservative Portfolio - Adviser Class</b>						
2010	53,453	\$8.74 to \$8.89	\$470,803	0.25%	0.95% to 2.35%	5.30% to 6.85%
2009	48,192	\$8.30 to \$8.32	\$400,422	(d)	0.95% to 2.35%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
<b>ING Retirement Growth Portfolio - Adviser Class</b>						
2010	449,035	\$10.16 to \$10.37	\$4,611,727	0.37%	0.95% to 2.60%	8.66% to 10.55%
2009	484,226	\$9.35 to \$9.38	\$4,534,412	(d)	0.95% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
<b>ING Retirement Moderate Growth Portfolio - Adviser Class</b>						
2010	303,412	\$10.39 to \$10.60	\$3,185,520	0.47%	0.95% to 2.60%	8.12% to 9.96%
2009	322,936	\$9.61 to \$9.64	\$3,108,225	(d)	0.95% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
<b>ING Retirement Moderate Portfolio - Adviser Class</b>						
2010	171,842	\$10.49 to \$10.71	\$1,823,032	0.56%	0.95% to 2.60%	6.61% to 8.51%
2009	186,216	\$9.84 to \$9.87	\$1,834,949	(d)	0.95% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING T. Rowe Price Capital Appreciation Portfolio - Service Class						
2010	73,279	\$10.56 to \$59.06	\$2,636,403	1.59%	0.75% to 2.60%	11.01% to 13.15%
2009	75,826	\$9.45 to \$52.21	\$2,513,348	1.88%	0.75% to 2.60%	29.86% to 32.33%
2008	75,307	\$7.26 to \$39.50	\$1,962,032	4.41%	0.75% to 2.60%	-29.40% to -28.10%
2007	70,829	\$10.22 to \$54.94	\$2,706,874	1.81%	0.80% to 2.60%	1.64% to 3.56%
2006	65,649	\$11.17 to \$53.05	\$2,587,523	1.18%	0.80% to 2.60%	11.64% to 13.72%
ING T. Rowe Price Capital Appreciation Portfolio - Service 2 Class						
2010	5,094	\$12.49 to \$18.32	\$83,486	1.42%	1.40% to 2.20%	11.32% to 12.32%
2009	5,711	\$11.22 to \$16.31	\$83,348	1.69%	1.40% to 2.20%	30.16% to 31.11%
2008	6,234	\$8.62 to \$12.44	\$69,529	3.87%	1.40% to 2.20%	-29.23% to -28.63%
2007	7,127	\$12.18 to \$17.43	\$111,811	1.70%	1.40% to 2.20%	1.92% to 2.77%
2006	7,567	\$11.95 to \$16.96	\$115,607	1.16%	1.40% to 2.20%	12.00% to 12.92%
ING T. Rowe Price Equity Income Portfolio - Service Class						
2010	26,314	\$9.23 to \$37.74	\$685,068	1.57%	0.50% to 2.60%	11.93% to 14.40%
2009	28,154	\$8.17 to \$32.99	\$652,560	1.66%	0.50% to 2.60%	21.80% to 24.35%
2008	28,972	\$6.65 to \$26.53	\$553,960	4.20%	0.50% to 2.60%	-37.39% to -36.01%
2007	30,810	\$11.55 to \$41.46	\$945,504	1.39%	0.50% to 2.60%	0.39% to 2.52%
2006	33,077	\$12.03 to \$40.44	\$1,025,488	1.30%	0.50% to 2.60%	15.98% to 18.52%
ING T. Rowe Price Equity Income Portfolio - Service 2 Class						
2010	1,773	\$10.41 to \$14.70	\$23,922	1.49%	1.40% to 2.20%	12.18% to 13.16%
2009	1,880	\$9.28 to \$12.99	\$22,439	1.53%	1.40% to 2.20%	22.06% to 23.01%
2008	2,064	\$7.60 to \$10.56	\$20,160	3.93%	1.40% to 2.20%	-37.24% to -36.69%
2007	2,243	\$12.11 to \$16.68	\$34,714	1.32%	1.40% to 2.20%	0.67% to 1.52%
2006	2,374	\$12.03 to \$16.43	\$36,444	1.32%	1.40% to 2.20%	16.34% to 17.27%
ING Templeton Global Growth Portfolio - Service Class						
2010	14,785	\$8.35 to \$24.57	\$286,405	1.43%	0.80% to 2.60%	4.99% to 6.87%
2009	16,283	\$7.93 to \$22.99	\$299,463	2.07%	0.80% to 2.60%	28.88% to 31.22%
2008	16,433	\$6.13 to \$17.52	\$234,440	1.02%	0.80% to 2.60%	-41.26% to -40.14%
2007	18,291	\$11.69 to \$30.60	\$448,072	1.03%	0.50% to 2.60%	-0.30% to 1.90%
2006	18,750	\$11.67 to \$30.03	\$466,167	0.89%	0.50% to 2.60%	19.00% to 21.33%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Templeton Global Growth Portfolio - Service 2 Class						
2010	332	\$10.49 to \$16.14	\$4,732	1.36%	1.40% to 2.20%	5.22% to 6.04%
2009	346	\$9.97 to \$15.22	\$4,691	1.95%	1.40% to 2.20%	29.15% to 30.20%
2008	357	\$7.72 to \$11.69	\$3,738	0.71%	1.40% to 2.20%	-41.07% to -40.60%
2007	464	\$13.10 to \$19.68	\$8,169	0.90%	1.40% to 2.20%	0.00% to 0.87%
2006	481	\$13.10 to \$19.51	\$8,479	0.84%	1.40% to 2.20%	19.09% to 20.06%
ING Van Kampen Growth and Income Portfolio - Service Class						
2010	17,670	\$9.21 to \$34.28	\$460,426	0.24%	0.50% to 2.60%	9.59% to 11.92%
2009	20,388	\$8.35 to \$30.63	\$482,174	1.23%	0.50% to 2.60%	20.71% to 23.31%
2008	21,955	\$6.85 to \$24.84	\$428,956	3.75%	0.50% to 2.60%	-34.00% to -32.55%
2007	24,948	\$11.42 to \$36.83	\$739,205	1.52%	0.50% to 2.60%	-0.08% to 2.08%
2006	28,474	\$11.39 to \$36.08	\$851,385	1.15%	0.50% to 2.60%	13.07% to 15.42%
ING Van Kampen Growth and Income Portfolio - Service 2 Class						
2010	3,710	\$10.95 to \$15.61	\$52,570	0.24%	1.40% to 2.20%	9.83% to 10.79%
2009	3,999	\$9.97 to \$14.09	\$51,349	1.11%	1.40% to 2.20%	21.14% to 21.99%
2008	4,227	\$8.23 to \$11.55	\$44,662	3.49%	1.40% to 2.20%	-33.84% to -33.24%
2007	4,845	\$12.44 to \$17.30	\$77,095	1.37%	1.40% to 2.20%	0.16% to 0.99%
2006	5,087	\$12.42 to \$17.13	\$80,594	1.05%	1.40% to 2.20%	13.32% to 14.20%
ING Wells Fargo HealthCare Portfolio - Service Class						
2010	15,039	\$8.72 to \$11.78	\$167,211	-	0.90% to 2.60%	4.17% to 6.05%
2009	16,988	\$8.19 to \$11.11	\$179,816	-	0.90% to 2.60%	16.96% to 19.08%
2008	18,362	\$6.98 to \$9.33	\$164,749	0.14%	0.90% to 2.60%	-30.52% to -29.35%
2007	16,047	\$11.93 to \$13.21	\$205,635	0.13%	0.80% to 2.60%	5.72% to 7.68%
2006	16,005	\$11.22 to \$12.28	\$192,226	-	0.80% to 2.60%	10.88% to 12.96%
ING Diversified International Fund - Class R						
2010	19	\$9.15 to \$9.39	\$178	0.52%	0.75% to 1.35%	9.84% to 10.47%
2009	24	\$8.33 to \$8.50	\$203	0.52%	0.75% to 1.35%	32.85% to 33.86%
2008	29	\$6.27 to \$6.35	\$182	7.24%	0.75% to 1.35%	-46.77% to -46.46%
2007	34	\$11.78 to \$11.86	\$398	2.53%	0.75% to 1.35%	10.40% to 10.67%
2006	7	\$10.67 to \$10.68	\$76	(a)	1.00% to 1.35%	(a)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING American Century Small-Mid Cap Value Portfolio - Service Class</b>						
2010	157	\$17.90 to \$19.66	\$3,047	1.06%	0.75% to 1.35%	20.36% to 21.06%
2009	127	\$14.83 to \$16.27	\$2,051	2.20%	0.75% to 1.35%	33.81% to 34.63%
2008	34	\$11.17 to \$12.12	\$404	0.87%	0.75% to 1.35%	-27.54% to -27.11%
2007	32	\$15.35 to \$16.66	\$519	0.53%	0.75% to 1.35%	-4.20% to -3.60%
2006	36	\$15.96 to \$17.34	\$611	0.02%	0.75% to 1.35%	13.90% to 14.58%
<b>ING Baron Small Cap Growth Portfolio - Service Class</b>						
2010	27,327	\$10.09 to \$18.49	\$342,203	-	0.75% to 2.60%	23.17% to 25.61%
2009	28,614	\$8.16 to \$14.72	\$288,247	-	0.75% to 2.60%	31.77% to 34.18%
2008	23,371	\$6.17 to \$10.97	\$177,288	-	0.75% to 2.60%	-42.81% to -41.71%
2007	18,283	\$11.41 to \$18.82	\$240,630	-	0.75% to 2.60%	3.35% to 5.32%
2006	11,736	\$11.00 to \$17.87	\$147,898	-	0.75% to 2.60%	12.27% to 14.40%
<b>ING Columbia Small Cap Value Portfolio - Service Class</b>						
2010	15,497	\$9.52 to \$11.27	\$153,917	1.16%	0.95% to 2.60%	22.05% to 24.12%
2009	19,380	\$7.80 to \$9.08	\$156,330	1.23%	0.95% to 2.60%	21.50% to 23.51%
2008	20,680	\$6.42 to \$7.36	\$136,090	0.10%	0.95% to 2.60%	-35.80% to -34.69%
2007	14,188	\$10.00 to \$11.27	\$144,098	0.12%	0.95% to 2.60%	0.30% to 2.08%
2006	7,129	\$9.97 to \$11.06	\$71,511	(a)	0.95% to 2.60%	(a)
<b>ING Davis New York Venture Portfolio - Service Class</b>						
2010	30,184	\$8.85 to \$13.23	\$291,613	0.41%	0.75% to 2.60%	9.11% to 11.26%
2009	30,411	\$8.08 to \$11.93	\$266,995	0.67%	0.75% to 2.60%	28.14% to 30.66%
2008	27,384	\$6.28 to \$9.15	\$185,900	0.86%	0.75% to 2.60%	-40.84% to -39.67%
2007	16,069	\$11.14 to \$15.21	\$182,872	0.26%	0.75% to 2.60%	1.46% to 3.31%
2006	8,295	\$10.98 to \$14.75	\$92,112	0.01%	0.75% to 2.60%	11.41% to 13.07%
<b>ING JPMorgan Mid Cap Value Portfolio - Service Class</b>						
2010	9,712	\$10.11 to \$18.18	\$121,321	0.90%	0.75% to 2.45%	19.98% to 22.01%
2009	6,384	\$8.42 to \$14.90	\$67,915	1.46%	0.75% to 2.55%	22.50% to 24.69%
2008	3,989	\$6.86 to \$11.95	\$35,664	2.75%	0.75% to 2.55%	-34.77% to -33.54%
2007	1,393	\$13.50 to \$17.98	\$23,165	0.56%	0.75% to 2.60%	-0.37% to 1.58%
2006	1,576	\$13.55 to \$17.70	\$25,829	-	0.75% to 2.60%	13.48% to 15.61%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING Legg Mason ClearBridge Aggressive Growth Portfolio - Service Class</b>						
2010	7,793	\$9.94 to \$13.22	\$96,230	-	0.75% to 2.45%	21.09% to 23.21%
2009	8,824	\$8.14 to \$10.75	\$89,393	-	0.75% to 2.55%	28.61% to 30.90%
2008	10,153	\$6.28 to \$8.23	\$79,359	-	0.75% to 2.55%	-40.88% to -39.75%
2007	11,590	\$10.62 to \$13.69	\$152,199	-	0.75% to 2.60%	-4.49% to -2.68%
2006	12,234	\$11.97 to \$14.09	\$166,845	-	0.75% to 2.60%	7.21% to 9.18%
<b>ING Oppenheimer Global Portfolio - Initial Class</b>						
2010	492	\$13.07 to \$14.12	\$6,776	1.56%	0.75% to 2.10%	13.65% to 15.17%
2009	618	\$11.50 to \$12.26	\$7,415	2.34%	0.75% to 2.10%	36.74% to 38.53%
2008	762	\$8.38 to \$8.85	\$6,611	2.25%	0.75% to 2.20%	-41.64% to -40.76%
2007	972	\$14.20 to \$14.94	\$14,307	1.09%	0.75% to 2.60%	3.80% to 5.81%
2006	1,210	\$13.68 to \$14.12	\$16,934	0.07%	0.75% to 2.60%	14.95% to 17.08%
<b>ING Oppenheimer Global Portfolio - Service Class</b>						
2010	8,943	\$9.62 to \$17.35	\$124,699	1.37%	0.75% to 2.60%	12.82% to 14.95%
2009	10,171	\$8.44 to \$15.14	\$124,376	2.14%	0.75% to 2.60%	35.73% to 38.33%
2008	11,877	\$6.16 to \$10.97	\$105,333	2.45%	0.75% to 2.60%	-42.04% to -40.94%
2007	10,498	\$12.05 to \$18.62	\$160,036	0.96%	0.75% to 2.60%	3.55% to 5.56%
2006	7,433	\$11.61 to \$17.69	\$108,798	0.07%	0.75% to 2.60%	14.56% to 16.69%
<b>ING Oppenheimer Global Strategic Income Portfolio - Service Class</b>						
2010	721	\$13.07 to \$13.53	\$9,633	3.10%	0.75% to 1.35%	13.95% to 14.66%
2009	732	\$11.47 to \$11.80	\$8,547	3.29%	0.75% to 1.35%	19.73% to 20.41%
2008	914	\$9.58 to \$9.80	\$8,886	6.50%	0.75% to 1.35%	-16.91% to -16.38%
2007	862	\$11.53 to \$11.72	\$10,045	4.43%	0.75% to 1.35%	7.16% to 7.82%
2006	384	\$10.76 to \$10.87	\$4,165	0.12%	0.75% to 1.35%	6.75% to 7.41%
<b>ING PIMCO Total Return Portfolio - Service Class</b>						
2010	556	\$13.61 to \$15.44	\$7,923	3.19%	0.75% to 1.35%	6.16% to 6.78%
2009	718	\$12.82 to \$14.46	\$9,629	3.45%	0.75% to 1.35%	11.09% to 11.75%
2008	713	\$11.54 to \$12.94	\$8,589	5.66%	0.75% to 1.35%	-1.54% to -0.92%
2007	386	\$11.72 to \$13.06	\$4,744	3.24%	0.75% to 1.35%	7.92% to 8.56%
2006	259	\$10.86 to \$12.03	\$2,982	1.65%	0.75% to 1.35%	2.55% to 3.26%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
ING Solution 2015 Portfolio - Service Class						
2010	1,520	\$11.50 to \$11.90	\$17,776	2.21%	0.75% to 1.35%	9.73% to 10.39%
2009	1,596	\$10.48 to \$10.78	\$16,960	3.91%	0.75% to 1.35%	20.74% to 21.40%
2008	1,280	\$8.68 to \$8.88	\$11,249	1.89%	0.75% to 1.35%	-27.91% to -27.39%
2007	766	\$12.04 to \$12.23	\$9,290	0.51%	0.75% to 1.35%	3.26% to 3.82%
2006	278	\$11.66 to \$11.78	\$3,262	0.13%	0.75% to 1.35%	9.54% to 9.89%
ING Solution 2025 Portfolio - Service Class						
2010	1,598	\$11.36 to \$11.75	\$18,481	1.57%	0.75% to 1.35%	12.25% to 12.87%
2009	1,640	\$10.12 to \$10.41	\$16,849	3.52%	0.75% to 1.35%	24.17% to 24.82%
2008	1,108	\$8.15 to \$8.34	\$9,138	1.46%	0.75% to 1.35%	-34.80% to -34.33%
2007	516	\$12.50 to \$12.70	\$6,508	0.38%	0.75% to 1.35%	3.22% to 3.84%
2006	207	\$12.11 to \$12.23	\$2,527	0.07%	0.75% to 1.35%	11.79%
ING Solution 2035 Portfolio - Service Class						
2010	955	\$11.50 to \$11.90	\$11,158	1.23%	0.75% to 1.35%	12.97% to 13.66%
2009	1,070	\$10.18 to \$10.47	\$11,035	2.91%	0.75% to 1.35%	26.62% to 27.37%
2008	980	\$8.04 to \$8.22	\$7,954	1.64%	0.75% to 1.35%	-37.82% to -37.44%
2007	595	\$12.93 to \$13.14	\$7,753	0.41%	0.75% to 1.35%	3.86% to 4.45%
2006	126	\$12.45 to \$12.58	\$1,583	0.10%	0.75% to 1.35%	13.00% to 13.33%
ING Solution 2045 Portfolio - Service Class						
2010	109	\$11.52 to \$11.92	\$1,270	0.90%	0.75% to 1.35%	13.61% to 14.29%
2009	135	\$10.14 to \$10.43	\$1,384	2.15%	0.75% to 1.35%	28.03% to 28.77%
2008	153	\$7.92 to \$8.10	\$1,225	1.36%	0.75% to 1.35%	-40.67% to -40.27%
2007	84	\$13.35 to \$13.56	\$1,135	0.14%	0.75% to 1.35%	4.52% to 4.95%
2006	24	\$12.82 to \$12.92	\$312	-	0.75% to 1.20%	13.91%
ING Solution Income Portfolio - Service Class						
2010	574	\$11.63 to \$12.04	\$6,790	3.21%	0.75% to 1.35%	8.09% to 8.76%
2009	635	\$10.76 to \$11.07	\$6,919	5.25%	0.75% to 1.35%	15.57% to 16.28%
2008	581	\$9.31 to \$9.52	\$5,469	2.11%	0.75% to 1.35%	-17.76% to -17.22%
2007	408	\$11.32 to \$11.50	\$4,657	0.65%	0.75% to 1.35%	4.03% to 4.36%
2006	52	\$10.93 to \$11.02	\$566	(a)	0.75% to 1.20%	(a)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING T. Rowe Price Diversified Mid Cap Growth Portfolio - Service Class						
2010	694	\$13.99 to \$17.34	\$11,833	0.07%	0.75% to 1.35%	26.40% to 27.20%
2009	680	\$11.04 to \$13.67	\$9,112	0.31%	0.75% to 1.35%	44.07% to 44.90%
2008	339	\$7.65 to \$9.46	\$3,090	0.06%	0.75% to 1.35%	-44.03% to -43.68%
2007	204	\$13.63 to \$16.84	\$3,215	-	0.75% to 1.35%	11.42% to 12.17%
2006	152	\$12.20 to \$15.06	\$2,030	-	0.75% to 1.35%	7.51% to 8.10%
ING T. Rowe Price Growth Equity Portfolio - Service Class						
2010	11,556	\$8.93 to \$14.81	\$108,925	0.03%	0.75% to 2.60%	13.47% to 15.78%
2009	11,877	\$7.87 to \$12.83	\$97,640	0.01%	0.75% to 2.60%	39.05% to 41.41%
2008	5,066	\$5.66 to \$9.09	\$30,425	1.09%	0.75% to 2.60%	-43.72% to -42.73%
2007	3,334	\$10.10 to \$15.93	\$35,823	0.14%	0.75% to 2.45%	8.14% to 8.79%
2006	320	\$12.30 to \$14.68	\$4,288	-	0.75% to 1.35%	11.54% to 12.19%
ING Templeton Foreign Equity Portfolio - Service Class						
2010	25,636	\$8.22 to \$11.25	\$260,443	2.06%	0.75% to 2.60%	5.73% to 7.77%
2009	25,327	\$7.67 to \$10.46	\$241,228	-	0.75% to 2.60%	28.47% to 31.00%
2008	21,711	\$5.97 to \$8.02	\$159,726	3.32%	0.75% to 2.60%	-42.17% to -41.17%
2007	8,749	\$12.45 to \$13.64	\$110,579	1.24%	0.95% to 2.60%	12.26% to 14.14%
2006	2,262	\$11.09 to \$11.95	\$25,226	(a)	0.95% to 2.60%	(a)
ING Thornburg Value Portfolio - Initial Class						
2010	138	\$9.29 to \$13.71	\$1,384	1.47%	0.95% to 2.10%	8.98% to 10.36%
2009	163	\$8.51 to \$12.46	\$1,479	1.12%	0.95% to 2.10%	41.78% to 43.50%
2008	188	\$5.99 to \$8.72	\$1,193	0.52%	0.95% to 2.10%	-41.01% to -40.35%
2007	247	\$10.15 to \$14.66	\$2,633	0.44%	0.95% to 2.10%	4.98% to 6.18%
2006	331	\$9.34 to \$13.84	\$3,324	0.48%	0.95% to 2.55%	13.90% to 15.78%
ING Thornburg Value Portfolio - Service Class						
2010	690	\$10.66 to \$14.43	\$8,281	1.41%	0.75% to 2.35%	8.55% to 10.24%
2009	718	\$9.82 to \$13.11	\$7,716	0.79%	0.75% to 2.35%	40.89% to 43.36%
2008	679	\$6.97 to \$9.18	\$4,948	0.10%	0.75% to 2.35%	-41.30% to -40.37%
2007	1,107	\$11.74 to \$15.42	\$13,460	0.75%	0.75% to 2.35%	4.49% to 6.20%
2006	592	\$11.09 to \$14.56	\$6,794	0.02%	0.75% to 2.35%	15.13% to 15.68%



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING UBS U.S. Large Cap Equity Portfolio - Service Class						
2010	558	\$10.15 to \$13.48	\$6,229	0.64%	0.75% to 2.35%	10.33% to 12.15%
2009	649	\$9.20 to \$12.05	\$6,503	1.15%	0.75% to 2.35%	28.49% to 30.69%
2008	796	\$7.16 to \$9.25	\$6,145	1.56%	0.75% to 2.35%	-41.41% to -40.47%
2007	1,086	\$12.22 to \$15.57	\$14,104	0.67%	0.75% to 2.45%	-1.60% to 0.16%
2006	1,739	\$12.40 to \$15.59	\$22,611	0.48%	0.75% to 2.60%	11.39% to 13.42%
ING Van Kampen Comstock Portfolio - Service Class						
2010	16,119	\$9.32 to \$13.88	\$189,031	1.38%	0.75% to 2.60%	12.14% to 14.24%
2009	15,876	\$8.24 to \$12.18	\$164,271	2.32%	0.75% to 2.60%	25.28% to 27.51%
2008	16,491	\$6.55 to \$9.57	\$135,204	3.99%	0.75% to 2.60%	-38.19% to -36.94%
2007	16,860	\$10.78 to \$15.22	\$221,984	1.25%	0.75% to 2.60%	-4.83% to -3.00%
2006	15,954	\$11.25 to \$15.73	\$219,324	0.70%	0.75% to 2.60%	12.87% to 14.96%
ING Van Kampen Equity and Income Portfolio - Initial Class						
2010	160	\$12.64 to \$12.97	\$2,046	1.74%	0.75% to 1.20%	10.97% to 11.52%
2009	202	\$11.39 to \$11.63	\$2,321	1.91%	0.75% to 1.20%	21.30% to 21.78%
2008	221	\$9.34 to \$9.55	\$2,076	5.06%	0.75% to 1.35%	-24.43% to -23.96%
2007	283	\$12.36 to \$12.56	\$3,542	2.47%	0.75% to 1.35%	2.15% to 2.78%
2006	321	\$12.10 to \$12.22	\$3,913	1.93%	0.75% to 1.35%	11.21% to 11.80%
ING Van Kampen Equity and Income Portfolio - Service Class						
2010	16,986	\$9.50 to \$15.52	\$207,495	1.64%	0.75% to 2.60%	9.13% to 11.22%
2009	17,055	\$8.66 to \$13.99	\$189,556	1.66%	0.75% to 2.60%	19.14% to 21.49%
2008	18,391	\$7.23 to \$11.55	\$169,926	7.22%	0.75% to 2.60%	-25.55% to -24.14%
2007	8,181	\$9.66 to \$15.26	\$102,113	1.91%	0.75% to 2.60%	0.59% to 2.49%
2006	5,017	\$11.82 to \$14.92	\$61,397	2.21%	0.75% to 2.60%	9.47% to 11.56%
ING Strategic Allocation Conservative Portfolio - Class S						
2010	100	\$14.20 to \$14.69	\$1,451	4.21%	0.75% to 1.35%	9.48% to 10.04%
2009	102	\$12.97 to \$13.35	\$1,353	8.24%	0.75% to 1.35%	16.11% to 16.90%
2008	103	\$11.17 to \$11.42	\$1,170	4.28%	0.75% to 1.35%	-24.93% to -24.47%
2007	96	\$14.88 to \$15.12	\$1,445	2.50%	0.75% to 1.35%	4.26% to 4.71%
2006	50	\$14.33 to \$14.44	\$717	1.55%	0.75% to 1.20%	7.07% to 7.36%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Strategic Allocation Growth Portfolio - Class S						
2010	39	\$15.41 to \$15.95	\$601	3.36%	0.75% to 1.35%	11.26% to 11.93%
2009	42	\$13.85 to \$14.25	\$589	9.26%	0.75% to 1.35%	23.22% to 24.02%
2008	45	\$11.24 to \$11.49	\$512	3.10%	0.75% to 1.35%	-36.98% to -36.69%
2007	25	\$17.93 to \$18.15	\$455	1.31%	0.75% to 1.20%	3.52% to 3.95%
2006	18	\$17.32 to \$17.46	\$308	0.48%	0.75% to 1.20%	11.65% to 12.07%
ING Strategic Allocation Moderate Portfolio - Class S						
2010	51	\$14.80 to \$15.32	\$775	4.19%	0.75% to 1.35%	10.20% to 10.93%
2009	48	\$13.43 to \$13.81	\$657	7.97%	0.75% to 1.35%	19.91% to 20.51%
2008	50	\$11.20 to \$11.46	\$573	3.34%	0.75% to 1.35%	-31.58% to -31.09%
2007	52	\$16.37 to \$16.63	\$862	2.06%	0.75% to 1.35%	3.87% to 4.46%
2006	44	\$15.76 to \$15.92	\$693	1.01%	0.75% to 1.35%	9.29% to 9.94%
ING Growth and Income Portfolio - Class I						
2010	13	\$8.85 to \$8.89	\$114	0.90%	1.25% to 1.40%	12.45% to 12.67%
2009	14	\$7.87 to \$7.89	\$109	1.01%	1.25% to 1.40%	28.50% to 28.59%
2008	15	\$6.12 to \$6.14	\$90	1.67%	1.25% to 1.40%	-38.55% to -38.35%
2007	15	\$9.96	\$150	(b)	1.25% to 1.40%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)
ING Growth and Income Portfolio - Class S						
2010	51,286	\$8.45 to \$15.07	\$449,666	0.79%	0.50% to 2.60%	10.89% to 13.28%
2009	57,953	\$7.62 to \$13.34	\$453,859	1.45%	0.50% to 2.60%	26.58% to 29.34%
2008	44,763	\$6.02 to \$10.33	\$274,706	3.86%	0.50% to 2.60%	-39.13% to -38.33%
2007	488	\$9.94 to \$16.75	\$7,420	1.64%	0.75% to 2.20%	5.71% to 6.35%
2006	310	\$14.70 to \$15.75	\$4,758	1.29%	0.75% to 1.35%	12.40% to 12.90%
ING GET U.S. Core Portfolio - Series 5						
2010	1,090	\$10.05 to \$10.78	\$11,351	1.76%	1.45% to 2.50%	-0.59% to 0.56%
2009	1,378	\$10.11 to \$10.72	\$14,317	3.58%	1.45% to 2.50%	-0.88% to 0.19%
2008	1,627	\$10.11 to \$10.70	\$16,931	1.51%	1.45% to 2.70%	-9.81% to -8.70%
2007	2,032	\$11.19 to \$11.72	\$23,310	1.78%	1.45% to 2.75%	-0.62% to 0.69%
2006	2,507	\$11.17 to \$11.64	\$28,664	1.86%	1.25% to 3.10%	7.92% to 9.61%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
ING GET U.S. Core Portfolio - Series 6						
2010	1,044	\$9.86 to \$10.54	\$10,706	2.15%	1.45% to 2.50%	-0.50% to 0.57%
2009	1,412	\$9.61 to \$10.48	\$14,418	2.17%	1.45% to 3.10%	-1.44% to 0.19%
2008	1,829	\$9.75 to \$10.46	\$18,708	1.91%	1.45% to 3.10%	-9.05% to -7.52%
2007	2,246	\$10.72 to \$11.39	\$24,947	2.46%	1.25% to 3.10%	0.19% to 1.97%
2006	2,775	\$10.70 to \$11.17	\$30,412	2.27%	1.25% to 3.10%	7.10% to 9.08%
ING GET U.S. Core Portfolio - Series 7						
2010	731	\$9.60 to \$10.51	\$7,465	2.15%	1.45% to 2.95%	-0.52% to 1.06%
2009	1,033	\$9.65 to \$10.40	\$10,450	2.29%	1.45% to 2.95%	-1.93% to -0.48%
2008	1,169	\$9.84 to \$10.45	\$11,948	1.97%	1.45% to 2.95%	-7.69% to -6.36%
2007	1,480	\$10.62 to \$11.23	\$16,210	2.54%	1.25% to 3.10%	0.09% to 2.00%
2006	2,117	\$10.60 to \$11.01	\$22,891	2.17%	1.25% to 3.10%	6.85% to 8.90%
ING GET U.S. Core Portfolio - Series 8						
2010	399	\$9.91 to \$10.66	\$4,109	2.15%	1.25% to 2.50%	-0.10% to 1.14%
2009	543	\$9.92 to \$10.54	\$5,547	2.39%	1.25% to 2.50%	-0.60% to 0.57%
2008	725	\$9.98 to \$10.48	\$7,399	1.87%	1.25% to 2.50%	-8.86% to -7.58%
2007	896	\$10.77 to \$11.34	\$9,955	2.27%	1.25% to 3.10%	0.47% to 2.35%
2006	998	\$10.72 to \$11.08	\$10,909	1.75%	1.25% to 3.10%	7.31% to 9.27%
ING GET U.S. Core Portfolio - Series 9						
2010	387	\$10.04 to \$10.62	\$4,036	2.07%	1.45% to 2.45%	1.21% to 2.31%
2009	504	\$9.89 to \$10.38	\$5,144	2.25%	1.45% to 2.50%	-1.00%
2008	596	\$9.92 to \$10.38	\$6,080	2.19%	1.45% to 2.70%	-7.72% to -6.49%
2007	686	\$10.65 to \$11.10	\$7,521	2.59%	1.45% to 3.10%	0.76% to 2.40%
2006	940	\$10.57 to \$10.88	\$10,101	1.35%	1.25% to 3.10%	6.77% to 8.80%
ING GET U.S. Core Portfolio - Series 10						
2010	318	\$9.92 to \$10.59	\$3,216	2.66%	1.25% to 2.45%	1.53% to 2.82%
2009	412	\$9.75 to \$10.30	\$4,090	2.82%	1.25% to 2.50%	-3.37% to -2.09%
2008	501	\$9.95 to \$10.52	\$5,125	2.53%	1.25% to 2.90%	-6.66% to -5.05%
2007	562	\$10.66 to \$11.08	\$6,095	2.00%	1.25% to 2.90%	0.57% to 2.31%
2006	805	\$10.57 to \$10.83	\$8,614	0.73%	1.25% to 3.10%	6.44% to 8.41%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING GET U.S. Core Portfolio - Series 11						
2010	468	\$9.94 to \$10.72	\$4,857	2.38%	1.45% to 2.95%	1.74% to 3.28%
2009	565	\$9.77 to \$10.38	\$5,718	3.98%	1.45% to 2.95%	-3.65% to -2.17%
2008	742	\$10.14 to \$10.61	\$7,708	2.42%	1.45% to 2.95%	-2.31% to -0.93%
2007	836	\$10.35 to \$10.71	\$8,827	3.25%	1.45% to 3.10%	-1.05% to 0.56%
2006	1,056	\$10.46 to \$10.65	\$11,153	0.27%	1.45% to 3.10%	5.29% to 6.29%
ING GET U.S. Core Portfolio - Series 12						
2010	187	\$10.23 to \$10.77	\$1,962	2.77%	1.45% to 2.50%	3.13% to 4.26%
2009	221	\$9.71 to \$10.33	\$2,232	3.19%	1.45% to 3.05%	-3.67% to -2.09%
2008	268	\$10.08 to \$10.55	\$2,781	1.71%	1.45% to 3.05%	-9.03% to -7.54%
2007	355	\$11.07 to \$11.41	\$4,014	1.30%	1.45% to 3.10%	-0.18% to 1.51%
2006	426	\$11.09 to \$11.24	\$4,768	(a)	1.45% to 3.10%	(a)
ING GET U.S. Core Portfolio - Series 13						
2010	1,215	\$10.21 to \$10.69	\$12,854	2.48%	1.45% to 2.45%	3.97% to 5.11%
2009	1,567	\$9.82 to \$10.17	\$15,806	3.48%	1.45% to 2.45%	-4.47% to -3.51%
2008	2,204	\$10.16 to \$10.54	\$23,085	2.18%	1.45% to 2.90%	-0.59% to 0.86%
2007	3,493	\$10.19 to \$10.45	\$36,193	0.65%	1.45% to 3.10%	1.70% to 3.36%
2006	5,273	\$10.02 to \$10.11	\$53,117	(a)	1.45% to 3.10%	(a)
ING GET U.S. Core Portfolio - Series 14						
2010	3,418	\$10.30 to \$10.75	\$36,259	3.84%	1.45% to 2.50%	4.24% to 5.39%
2009	4,490	\$9.72 to \$10.20	\$45,358	3.95%	1.45% to 3.05%	-3.76% to -2.30%
2008	7,383	\$10.10 to \$10.44	\$76,227	1.88%	1.45% to 3.05%	-0.10% to 1.56%
2007	8,660	\$10.11 to \$10.28	\$88,486	(b)	1.45% to 3.10%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)
ING BlackRock Science and Technology Opportunities Portfolio - Class S						
2010	23,192	\$11.03 to \$17.01	\$263,966	-	0.75% to 2.60%	15.14% to 17.23%
2009	22,823	\$9.58 to \$14.51	\$223,254	-	0.75% to 2.60%	48.53% to 51.46%
2008	13,408	\$6.45 to \$9.58	\$87,426	-	0.75% to 2.60%	-40.81% to -40.46%
2007	71	\$15.83 to \$16.09	\$1,140	-	0.75% to 1.35%	17.26% to 17.96%
2006	41	\$13.50 to \$13.64	\$550	-	0.75% to 1.35%	5.30% to 5.98%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING Euro STOXX 50 Index Portfolio - Class A						
2010	541	\$8.69 to \$8.83	\$4,739	0.22%	1.00% to 2.35%	-11.13% to -10.18%
2009	62	\$9.79 to \$9.82	\$608	(d)	1.15% to 2.25%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING FTSE 100 Index Portfolio - Class A						
2010	328	\$10.89 to \$11.07	\$3,595	0.28%	1.00% to 2.35%	6.44% to 7.59%
2009	74	\$10.24 to \$10.27	\$755	(d)	1.15% to 2.25%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING Hang Seng Index Portfolio - Class S						
2010	5,992	\$13.52 to \$13.85	\$81,884	0.06%	0.95% to 2.35%	5.05% to 6.54%
2009	3,225	\$12.87 to \$13.00	\$41,686	(d)	0.95% to 2.35%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING Index Plus LargeCap Portfolio - Class S						
2010	16,416	\$8.66 to \$13.00	\$161,332	1.70%	0.75% to 2.60%	10.77% to 12.77%
2009	19,841	\$7.78 to \$11.56	\$174,337	2.75%	0.75% to 2.60%	19.74% to 21.99%
2008	24,189	\$6.45 to \$9.49	\$174,373	2.25%	0.75% to 2.60%	-39.00% to -37.84%
2007	25,928	\$10.51 to \$15.31	\$303,196	0.68%	0.75% to 2.60%	2.05% to 3.98%
2006	18,042	\$10.70 to \$14.76	\$204,688	0.88%	0.75% to 2.60%	11.30% to 13.44%
ING Index Plus MidCap Portfolio - Class S						
2010	9,825	\$9.69 to \$16.32	\$131,427	0.85%	0.75% to 2.60%	18.48% to 20.73%
2009	11,403	\$8.13 to \$13.56	\$127,725	1.34%	0.75% to 2.60%	28.07% to 30.42%
2008	13,369	\$6.31 to \$10.42	\$115,644	1.19%	0.75% to 2.60%	-39.37% to -38.21%
2007	16,517	\$10.34 to \$16.90	\$232,853	0.48%	0.75% to 2.60%	2.49% to 4.49%
2006	16,098	\$10.83 to \$16.21	\$220,692	0.44%	0.75% to 2.60%	6.32% to 8.27%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>ING Index Plus SmallCap Portfolio - Class S</b>						
2010	7,901	\$9.17 to \$15.68	\$99,899	0.49%	0.75% to 2.60%	19.20% to 21.57%
2009	8,979	\$7.64 to \$12.93	\$94,468	1.41%	0.75% to 2.60%	21.34% to 23.58%
2008	10,297	\$6.26 to \$10.49	\$88,612	0.67%	0.75% to 2.60%	-35.36% to -34.20%
2007	13,011	\$9.63 to \$15.97	\$171,833	0.13%	0.75% to 2.60%	-9.01% to -7.17%
2006	13,635	\$11.83 to \$17.26	\$197,450	0.25%	0.75% to 2.60%	10.55% to 12.65%
<b>ING International Index Portfolio - Class S</b>						
2010	7,945	\$7.82 to \$14.94	\$65,044	3.38%	0.75% to 2.60%	4.83% to 6.79%
2009	8,995	\$7.46 to \$13.99	\$69,588	-	0.75% to 2.60%	24.42% to 26.32%
2008	998	\$6.02 to \$6.09	\$6,041	(c)	0.95% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
<b>ING Japan TOPIX Index® Portfolio - Class A</b>						
2010	770	\$10.92 to \$11.11	\$8,463	0.07%	0.95% to 2.35%	10.98% to 12.46%
2009	33	\$9.84 to \$9.87	\$324	(d)	1.00% to 2.35%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
<b>ING Russell™ Large Cap Growth Index Portfolio - Class S</b>						
2010	10,188	\$13.02 to \$14.23	\$142,575	0.54%	0.75% to 2.35%	9.84% to 11.61%
2009	11,210	\$11.73 to \$12.75	\$141,894	(d)	0.75% to 2.55%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
<b>ING Russell™ Large Cap Index Portfolio - Class S</b>						
2010	39,726	\$8.73 to \$14.33	\$355,951	3.29%	0.80% to 2.60%	9.13% to 11.17%
2009	45,756	\$8.00 to \$12.91	\$372,497	-	0.80% to 2.60%	20.57% to 22.44%
2008	3,418	\$6.66 to \$6.73	\$22,903	(c)	0.80% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<u>Units (000's)</u>	<u>Unit Fair Value (lowest to highest)</u>	<u>Net Assets (000's)</u>	<u>Investment Income Ratio<sup>A</sup></u>	<u>Expense Ratio<sup>B</sup> (lowest to highest)</u>	<u>Total Return<sup>C</sup> (lowest to highest)</u>
ING Russell™ Large Cap Value Index Portfolio - Class S						
2010	2,581	\$13.42 to \$13.82	\$35,226	1.65%	0.95% to 2.60%	8.23% to 10.12%
2009	1,922	\$12.40 to \$12.55	\$24,005	(d)	0.95% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING Russell™ Mid Cap Growth Index Portfolio - Class S						
2010	18,579	\$15.79 to \$16.27	\$297,977	0.29%	0.90% to 2.60%	22.59% to 24.77%
2009	19,157	\$12.88 to \$13.04	\$248,368	(d)	0.90% to 2.60%	(d)
2008	(d)	(d)	(d)	(d)	(d)	(d)
2007	(d)	(d)	(d)	(d)	(d)	(d)
2006	(d)	(d)	(d)	(d)	(d)	(d)
ING Russell™ Mid Cap Index Portfolio - Class S						
2010	11,716	\$10.13 to \$10.53	\$120,857	0.51%	0.95% to 2.35%	21.90% to 23.74%
2009	10,132	\$8.30 to \$8.51	\$85,119	-	0.95% to 2.40%	36.45% to 38.37%
2008	3,704	\$6.04 to \$6.15	\$22,649	(c)	0.80% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING Russell™ Small Cap Index Portfolio - Class S						
2010	16,262	\$10.51 to \$10.95	\$174,052	0.44%	0.80% to 2.35%	23.07% to 25.00%
2009	13,275	\$8.54 to \$8.76	\$114,700	-	0.90% to 2.35%	23.41% to 25.32%
2008	10,143	\$6.91 to \$7.00	\$70,527	(c)	0.80% to 2.45%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING Small Company Portfolio - Class S						
2010	9,114	\$10.65 to \$18.44	\$102,443	0.32%	0.75% to 2.35%	21.09% to 23.07%
2009	8,151	\$8.82 to \$15.02	\$75,533	0.54%	0.75% to 2.35%	24.23% to 26.28%
2008	5,881	\$7.09 to \$11.93	\$43,479	0.10%	0.75% to 2.55%	-32.17% to -31.74%
2007	166	\$15.12 to \$17.52	\$2,803	-	0.75% to 1.35%	4.23% to 4.89%
2006	135	\$14.46 to \$16.75	\$2,151	0.16%	0.75% to 1.35%	14.53% to 15.18%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
ING U.S. Bond Index Portfolio - Class S						
2010	21,158	\$10.72 to \$11.43	\$232,631	2.46%	0.75% to 2.60%	3.18% to 5.12%
2009	23,840	\$10.39 to \$10.89	\$251,758	2.45%	0.75% to 2.60%	2.77% to 4.78%
2008	17,418	\$10.11 to \$10.41	\$177,261	(c)	0.75% to 2.60%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING WisdomTree <sup>SM</sup> Global High-Yielding Equity Index Portfolio - Class S						
2010	24,986	\$7.89 to \$8.29	\$201,282	3.31%	0.75% to 2.35%	3.39% to 5.07%
2009	27,525	\$7.61 to \$7.89	\$213,033	-	0.75% to 2.35%	26.91% to 28.92%
2008	23,942	\$6.00 to \$6.12	\$145,051	(c)	0.75% to 2.35%	(c)
2007	(c)	(c)	(c)	(c)	(c)	(c)
2006	(c)	(c)	(c)	(c)	(c)	(c)
ING International Value Portfolio - Class S						
2010	620	\$13.88 to \$15.55	\$9,445	1.72%	0.75% to 1.35%	1.00% to 1.56%
2009	713	\$13.71 to \$15.35	\$10,718	1.54%	0.75% to 1.35%	24.38% to 25.22%
2008	740	\$10.99 to \$12.29	\$8,896	2.78%	0.75% to 1.35%	-43.09% to -42.76%
2007	632	\$19.26 to \$21.52	\$13,183	1.57%	0.75% to 1.35%	11.53% to 12.21%
2006	380	\$17.22 to \$19.23	\$6,945	1.86%	0.75% to 1.35%	27.09% to 27.86%
ING MidCap Opportunities Portfolio - Class S						
2010	34,369	\$10.79 to \$20.50	\$399,457	0.49%	0.50% to 2.60%	26.91% to 29.39%
2009	32,727	\$8.49 to \$15.94	\$297,130	0.12%	0.50% to 2.35%	37.78% to 40.23%
2008	34,217	\$6.16 to \$11.41	\$223,352	-	0.50% to 2.45%	-39.19% to -38.22%
2007	2,454	\$10.12 to \$18.51	\$26,412	-	0.75% to 2.35%	22.47% to 24.51%
2006	3,017	\$8.25 to \$14.90	\$25,935	-	0.75% to 2.35%	5.13% to 6.84%
ING SmallCap Opportunities Portfolio - Class S						
2010	7,156	\$8.76 to \$18.69	\$68,086	-	0.75% to 2.35%	28.98% to 31.14%
2009	8,154	\$6.79 to \$14.29	\$59,441	-	0.75% to 2.35%	27.54% to 29.65%
2008	9,121	\$5.31 to \$11.04	\$51,591	-	0.75% to 2.45%	-36.17% to -35.11%
2007	11,476	\$8.31 to \$17.06	\$100,307	-	0.75% to 2.60%	7.00% to 9.00%
2006	14,427	\$7.74 to \$15.69	\$116,669	-	0.75% to 2.60%	9.43% to 11.49%



**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<b>Units (000's)</b>	<b>Unit Fair Value (lowest to highest)</b>	<b>Net Assets (000's)</b>	<b>Investment Income Ratio<sup>A</sup></b>	<b>Expense Ratio<sup>B</sup> (lowest to highest)</b>	<b>Total Return<sup>C</sup> (lowest to highest)</b>
<b>Invesco V.I. Leisure Fund - Series I Shares</b>						
2010	1,709	\$10.07 to \$12.88	\$20,497	0.51%	0.95% to 2.60%	18.64% to 20.71%
2009	2,010	\$8.46 to \$10.67	\$20,121	1.81%	0.95% to 2.60%	29.41% to 31.57%
2008	2,328	\$6.53 to \$8.11	\$17,862	1.00%	0.95% to 2.60%	-44.54% to -43.60%
2007	3,083	\$11.74 to \$14.38	\$42,305	1.58%	0.95% to 2.60%	-3.39% to -1.78%
2006	3,723	\$12.12 to \$14.64	\$52,417	1.08%	0.95% to 2.60%	21.32% to 23.44%
<b>Legg Mason ClearBridge Variable Large Cap Value Portfolio - Class I</b>						
2010	10	\$8.18 to \$8.23	\$78	2.53%	1.25% to 1.40%	7.92% to 8.15%
2009	11	\$7.58 to \$7.61	\$80	1.31%	1.25% to 1.40%	22.85% to 22.94%
2008	12	\$6.17 to \$6.19	\$73	0.83%	1.25% to 1.40%	-36.59% to -36.45%
2007	17	\$9.73 to \$9.74	\$169	(b)	1.25% to 1.40%	(b)
2006	(b)	(b)	(b)	(b)	(b)	(b)
<b>Legg Mason Global Currents Variable International All Cap Opportunity Portfolio</b>						
2010	3	\$13.36 to \$13.68	\$39	2.35%	1.25% to 1.40%	2.22% to 2.40%
2009	4	\$13.07 to \$13.36	\$46	-	1.25% to 1.40%	26.77% to 27.00%
2008	4	\$10.31 to \$10.52	\$39	1.40%	1.25% to 1.40%	-44.18% to -44.10%
2007	6	\$18.47 to \$18.82	\$104	0.83%	1.25% to 1.40%	4.88% to 4.96%
2006	8	\$17.61 to \$17.93	\$136	1.91%	1.25% to 1.40%	24.10% to 24.34%
<b>Legg Mason Western Asset Variable High Income Portfolio</b>						
2010	3	\$21.17 to \$21.68	\$72	9.33%	1.25% to 1.40%	14.99% to 15.20%
2009	4	\$18.41 to \$18.82	\$78	12.40%	1.25% to 1.40%	57.75% to 57.89%
2008	4	\$11.67 to \$11.92	\$51	9.94%	1.25% to 1.40%	-30.99% to -30.86%
2007	6	\$16.91 to \$17.24	\$110	8.07%	1.25% to 1.40%	-1.11% to -0.92%
2006	8	\$17.10 to \$17.40	\$138	6.49%	1.25% to 1.40%	9.40% to 9.57%
<b>Oppenheimer Main Street Small Cap Fund®/VA - Service Class</b>						
2010	97	\$18.65 to \$19.30	\$1,859	0.40%	0.75% to 1.35%	21.42% to 22.15%
2009	102	\$15.36 to \$15.80	\$1,600	0.50%	0.75% to 1.35%	34.97% to 35.86%
2008	71	\$11.38 to \$11.63	\$822	0.28%	0.75% to 1.35%	-38.82% to -38.47%
2007	70	\$18.60 to \$18.90	\$1,323	0.19%	0.75% to 1.35%	-2.72% to -2.17%
2006	43	\$19.12 to \$19.32	\$822	0.01%	0.75% to 1.35%	13.41% to 13.85%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	Units (000's)	Unit Fair Value (lowest to highest)	Net Assets (000's)	Investment Income Ratio <sup>A</sup>	Expense Ratio <sup>B</sup> (lowest to highest)	Total Return <sup>C</sup> (lowest to highest)
PIMCO Real Return Portfolio - Administrative Class						
2010	985	\$12.39 to \$12.83	\$12,463	1.47%	0.75% to 1.35%	6.63% to 7.27%
2009	949	\$11.62 to \$11.96	\$11,216	2.94%	0.75% to 1.35%	16.78% to 17.49%
2008	745	\$9.95 to \$10.18	\$7,515	4.22%	0.75% to 1.35%	-8.29% to -7.71%
2007	222	\$10.85 to \$11.03	\$2,430	4.24%	0.75% to 1.35%	9.05% to 9.64%
2006	130	\$9.95 to \$10.06	\$1,301	4.45%	0.75% to 1.35%	-0.40% to 0.10%
Pioneer Equity Income VCT Portfolio - Class II						
2010	1,063	\$13.11 to \$15.01	\$15,665	1.99%	0.75% to 1.35%	17.62% to 18.27%
2009	1,206	\$11.12 to \$12.72	\$15,029	3.01%	0.75% to 1.35%	12.29% to 13.04%
2008	1,213	\$9.87 to \$11.28	\$13,323	2.72%	0.75% to 1.35%	-31.41% to -30.97%
2007	1,031	\$14.36 to \$16.39	\$16,338	2.74%	0.75% to 1.35%	-0.80% to -0.20%
2006	551	\$14.44 to \$16.47	\$8,556	2.31%	0.75% to 1.35%	20.52% to 21.20%
ProFund VP Bull						
2010	1,815	\$7.90 to \$11.12	\$15,111	0.12%	0.95% to 2.25%	10.03% to 11.48%
2009	2,036	\$7.18 to \$10.05	\$15,316	0.65%	0.95% to 2.25%	21.49% to 23.28%
2008	2,280	\$5.91 to \$8.22	\$14,046	-	0.95% to 2.60%	-39.27% to -38.28%
2007	2,986	\$9.60 to \$13.43	\$30,062	0.44%	0.90% to 2.60%	0.85% to 2.61%
2006	5,805	\$9.42 to \$13.20	\$57,596	0.22%	0.90% to 2.60%	10.75% to 12.62%
ProFund VP Europe 30						
2010	1,006	\$8.72 to \$13.52	\$9,261	1.57%	0.95% to 2.35%	0.21% to 1.64%
2009	1,144	\$8.70 to \$13.41	\$10,444	2.60%	0.95% to 2.35%	29.26% to 31.05%
2008	1,401	\$6.72 to \$10.32	\$9,835	2.06%	0.90% to 2.35%	-45.34% to -44.50%
2007	1,835	\$12.05 to \$18.75	\$23,421	2.03%	0.90% to 2.60%	11.56% to 13.54%
2006	2,641	\$10.79 to \$16.66	\$29,949	0.34%	0.90% to 2.60%	14.46% to 16.50%
ProFund VP Rising Rates Opportunity						
2010	2,136	\$4.70 to \$5.80	\$10,541	-	0.95% to 2.60%	-18.20% to -16.72%
2009	2,393	\$5.72 to \$7.07	\$14,303	0.55%	0.95% to 2.60%	28.82% to 30.95%
2008	2,870	\$4.43 to \$5.47	\$13,199	5.38%	0.95% to 2.60%	-39.61% to -38.60%
2007	4,013	\$7.26 to \$9.01	\$30,230	5.33%	0.95% to 2.60%	-7.67% to -6.07%
2006	5,900	\$7.81 to \$9.72	\$47,606	2.01%	0.95% to 2.60%	7.34% to 9.15%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

	<u>Units (000's)</u>	<u>Unit Fair Value (lowest to highest)</u>	<u>Net Assets (000's)</u>	<u>Investment Income Ratio<sup>A</sup></u>	<u>Expense Ratio<sup>B</sup> (lowest to highest)</u>	<u>Total Return<sup>C</sup> (lowest to highest)</u>
Wells Fargo Advantage VT Omega Growth Fund - Class 2						
2010	118	\$12.56 to \$12.61	\$1,487	(e)	1.40% to 2.20%	(e)
2009	(e)	(e)	(e)	(e)	(e)	(e)
2008	(e)	(e)	(e)	(e)	(e)	(e)
2007	(e)	(e)	(e)	(e)	(e)	(e)
2006	(e)	(e)	(e)	(e)	(e)	(e)
Wells Fargo Advantage VT Index Asset Allocation Fund - Class 2						
2010	180	\$10.35 to \$12.27	\$2,156	1.73%	1.40% to 2.20%	10.70% to 11.65%
2009	187	\$9.35 to \$10.99	\$2,009	1.85%	1.40% to 2.20%	12.92% to 13.89%
2008	210	\$8.28 to \$9.65	\$1,989	2.43%	1.40% to 2.20%	-30.65% to -30.12%
2007	241	\$11.94 to \$13.81	\$3,282	2.27%	1.40% to 2.20%	5.20% to 6.07%
2006	268	\$11.35 to \$13.02	\$3,422	2.29%	1.40% to 2.20%	9.75% to 10.62%
Wells Fargo Advantage VT Intrinsic Value Fund - Class 2						
2010	72	\$9.62 to \$11.54	\$807	0.73%	1.65% to 2.20%	11.34% to 11.93%
2009	55	\$8.64 to \$10.31	\$555	1.85%	1.65% to 2.20%	14.29% to 14.94%
2008	60	\$7.56 to \$8.97	\$529	1.96%	1.65% to 2.20%	-37.83% to -37.49%
2007	71	\$12.16 to \$14.35	\$1,004	1.52%	1.65% to 2.20%	0.50% to 1.06%
2006	79	\$12.10 to \$14.20	\$1,105	1.53%	1.65% to 2.20%	15.90% to 16.68%
Wells Fargo Advantage VT Small Cap Growth Fund - Class 2						
2010	24	\$15.33 to \$18.47	\$436	-	1.40% to 2.20%	23.93% to 24.97%
2009	32	\$12.37 to \$14.78	\$464	-	1.40% to 2.20%	49.40% to 50.51%
2008	44	\$8.28 to \$9.82	\$419	-	1.40% to 2.20%	-42.74% to -42.24%
2007	53	\$14.46 to \$17.00	\$884	-	1.40% to 2.20%	11.32% to 12.21%
2006	61	\$12.99 to \$15.15	\$910	-	1.40% to 2.20%	20.06% to 21.01%
Wells Fargo Advantage VT Total Return Bond Fund						
2010	84	\$12.06 to \$13.22	\$1,075	3.34%	1.40% to 2.20%	4.69% to 5.51%
2009	89	\$11.52 to \$12.53	\$1,080	4.46%	1.40% to 2.20%	9.51% to 10.49%
2008	93	\$10.52 to \$11.34	\$1,029	4.95%	1.40% to 2.20%	0.10% to 0.89%
2007	119	\$10.51 to \$11.24	\$1,314	4.61%	1.40% to 2.20%	3.85% to 4.75%
2006	130	\$10.12 to \$10.73	\$1,376	4.52%	1.40% to 2.20%	1.61% to 2.39%

**ING USA ANNUITY AND LIFE INSURANCE COMPANY**  
**SEPARATE ACCOUNT B**  
**Notes to Financial Statements**

---

- (a) As investment Division had no investments until 2006, this data is not meaningful and is therefore not presented.
  - (b) As investment Division had no investments until 2007, this data is not meaningful and is therefore not presented.
  - (c) As investment Division had no investments until 2008, this data is not meaningful and is therefore not presented.
  - (d) As investment Division had no investments until 2009, this data is not meaningful and is therefore not presented.
  - (e) As investment Division had no investments until 2010, this data is not meaningful and is therefore not presented.
- A** The Investment Income Ratio represents dividends received by the Division, excluding capital gains distributions divided by the average net assets. The recognition of investment income is determined by the timing of the declaration of dividends by the underlying fund in which the Division invests.
- B** The Expense Ratio considers only the expenses borne directly by the Account and is equal to the mortality and expense, administrative and other charges, as defined in Note 5. Certain items in this table are presented as a range of minimum and maximum values; however, such information is calculated independently for each column in the table.
- C** Total Return is calculated as the change in unit value for each Contract presented in the Statements of Assets and Liabilities. Certain items in this table are presented as a range of minimum and maximum values; however, such information is calculated independently for each column in the table.

## CONDENSED FINANCIAL INFORMATION

Except for subaccounts which did not commence operations as of December 31, 2010, the following tables give (1) the accumulation unit value ("AUV") at the beginning of the period, (2) the AUV at the end of the period and (3) the total number of accumulation units outstanding at the end of the period for each subaccount of ING USA Separate Account B available under the Contract for the indicated periods. This information is current through December 31, 2010, including portfolio names. Portfolio name changes after December 31, 2010 are not reflected in the following information.

### Separate Account Annual Charges of 1.40%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.53	\$7.99	\$10.09							
Value at end of period	\$10.31	\$9.53	\$7.99							
Number of accumulation units outstanding at end of period	14,545,662	13,749,221	5,658,472							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85	\$10.00		
Value at end of period	\$21.42	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85		
Number of accumulation units outstanding at end of period	1,094,501	1,267,316	1,517,242	1,927,008	2,430,081	3,133,417	1,913,146	368,372		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97	\$10.22				
Value at end of period	\$13.24	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97				
Number of accumulation units outstanding at end of period	9,154,108	10,400,918	11,187,820	8,180,923	5,267,423	2,397,304				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.08	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	2,311,978	2,618,208	3,016,228	3,793,220	3,999,650	3,467,553	3,098,913	2,275,054	478,395	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.75	\$7.19	\$9.94							
Value at end of period	\$9.66	\$8.75	\$7.19							
Number of accumulation units outstanding at end of period	6,373,630	6,199,815	3,167,031							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.78	\$8.85	\$10.01							
Value at end of period	\$10.23	\$9.78	\$8.85							
Number of accumulation units outstanding at end of period	8,176,396	7,895,772	4,629,576							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99	\$10.00		
Value at end of period	\$12.33	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99		
Number of accumulation units outstanding at end of period	17,556,911	19,309,994	17,876,389	14,555,763	12,258,413	10,360,815	6,533,086	1,032,491		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77	\$10.00		
Value at end of period	\$14.12	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77		
Number of accumulation units outstanding at end of period	25,830,505	27,401,456	26,599,640	21,696,367	18,821,265	15,583,944	9,535,997	1,647,654		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62	\$10.00		
Value at end of period	\$18.65	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62		
Number of accumulation units outstanding at end of period	10,785,643	11,391,844	10,841,337	9,438,334	7,746,931	5,984,403	3,147,004	589,077		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.07	\$9.08	\$9.99							
Value at end of period	\$13.40	\$12.07	\$9.08							
Number of accumulation units outstanding at end of period	2,196,476	1,804,007	296,480							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$13.56	\$11.44	\$20.58	\$17.92	\$14.07	\$12.37	\$10.64	\$8.22	\$10.00	
Value at end of period	\$14.29	\$13.56	\$11.44	\$20.58	\$17.92	\$14.07	\$12.37	\$10.64	\$8.22	
Number of accumulation units outstanding at end of period	5,620,114	6,242,428	5,824,950	5,689,657	4,314,295	3,309,450	1,748,507	506,335	72,898	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01	\$10.00				
Value at end of period	\$12.60	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01				
Number of accumulation units outstanding at end of period	4,210,806	4,248,323	3,468,055	2,503,317	1,645,722	857,118				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.59	\$9.88								
Value at end of period	\$11.01	\$10.59								
Number of accumulation units outstanding at end of period	3,408,948	2,184,297								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89	\$10.94	\$9.98	\$7.97	\$10.00	
Value at end of period	\$11.41	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89	\$10.94	\$9.98	\$7.97	
Number of accumulation units outstanding at end of period	1,445,316	1,425,010	1,241,676	1,170,061	1,314,957	1,467,824	273,908	158,396	44,773	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.35	\$9.30	\$14.59	\$14.19	\$12.37	\$11.91	\$10.83	\$8.37	\$10.00	
Value at end of period	\$11.33	\$10.35	\$9.30	\$14.59	\$14.19	\$12.37	\$11.91	\$10.83	\$8.37	
Number of accumulation units outstanding at end of period	238,102	262,028	315,141	439,091	584,498	355,798	405,741	289,419	93,268	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.40	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	3,411,901	2,801,527	1,504,065							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.49	\$7.21	\$12.45	\$13.62	\$11.04					
Value at end of period	\$10.85	\$9.49	\$7.21	\$12.45	\$13.62					
Number of accumulation units outstanding at end of period	1,961,059	2,241,686	2,084,334	1,270,230	740,797					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$53.29	\$39.77	\$65.61	\$80.89	\$59.61	\$51.76	\$38.11	\$28.06	\$28.40	\$26.64
Value at end of period	\$67.25	\$53.29	\$39.77	\$65.61	\$80.89	\$59.61	\$51.76	\$38.11	\$28.06	\$28.40
Number of accumulation units outstanding at end of period	675,827	801,790	952,216	1,233,036	1,684,633	1,718,845	1,657,594	1,388,196	1,167,176	887,731

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.16	\$6.63	\$10.21	\$10.05	\$10.05					
Value at end of period	\$10.08	\$8.16	\$6.63	\$10.21	\$10.05					
Number of accumulation units outstanding at end of period	2,485,616	2,897,468	3,270,508	1,892,774	854,223					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91	\$10.06				
Value at end of period	\$9.82	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91				
Number of accumulation units outstanding at end of period	3,853,085	3,902,577	3,528,125	1,733,413	904,669	7,654				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.18						
Value at end of period	\$8.63	\$7.01	\$5.84	\$10.40						
Number of accumulation units outstanding at end of period	6,040,110	5,557,861	5,640,975	1,412,784						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.81	\$9.75								
Value at end of period	\$8.79	\$9.81								
Number of accumulation units outstanding at end of period	113,073	7,459								
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$13.77	\$10.03	\$16.72	\$14.81	\$13.42	\$11.65	\$9.52	\$7.23	\$9.09	\$9.88
Value at end of period	\$17.43	\$13.77	\$10.03	\$16.72	\$14.81	\$13.42	\$11.565	\$9.52	\$7.23	\$9.09
Number of accumulation units outstanding at end of period	6,967,702	7,847,444	790,043	8,909,282	5,842,433	6,237,950	2,675,497	2,137,834	1,436,694	685,331
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$10.04	\$7.71	\$11.06	\$10.93	\$10.00					
Value at end of period	\$11.18	\$10.04	\$7.71	\$11.06	\$10.93					
Number of accumulation units outstanding at end of period	5,251,259	5,510,324	4,555,948	3,440,430	1,274,023					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.10	\$7.29	\$11.89	\$12.42						
Value at end of period	\$10.01	\$9.10	\$7.29	\$11.89						
Number of accumulation units outstanding at end of period	3,338,775	3,218,271	3,054,887	2,191,899						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.83	\$6.09	\$9.61	\$10.00						
Value at end of period	\$8.55	\$7.83	\$6.09	\$9.61						
Number of accumulation units outstanding at end of period	16,813,479	18,242,924	18,040,063	7,707,311						
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.28								
Value at end of period	\$11.02	\$10.26								
Number of accumulation units outstanding at end of period	76,851	5,674								
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$37.30	\$27.51	\$47.29	\$35.99	\$30.06	\$22.13	\$21.09	\$14.05	\$14.14	\$16.32
Value at end of period	\$44.73	\$37.30	\$27.51	\$47.29	\$35.99	\$30.06	\$22.13	\$21.09	\$14.14	\$16.32
Number of accumulation units outstanding at end of period	2,021,669	2,632,139	2,510,627	2,063,890	1,643,710	1,542,661	964,040	742,286	575,255	295,871

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.78	\$7.82	\$6.10	\$9.95						
Number of accumulation units outstanding at end of period	5,214,662	5,796,850	3,900,949	21,255						
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.96	\$9.99								
Value at end of period	\$13.74	\$12.96								
Number of accumulation units outstanding at end of period	1,477,004	453,760								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98	\$10.00		
Value at end of period	\$9.88	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98		
Number of accumulation units outstanding at end of period	1,008,074	1,178,124	1,295,966	1,448,885	1,498,538	1,549,701	1,431,006	494,773		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26	\$10.04			
Value at end of period	\$13.12	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26			
Number of accumulation units outstanding at end of period	1,204,164	1,377,178	1,538,832	1,857,115	1,780,924	1,371,262	437,111			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72	\$10.06			
Value at end of period	\$12.41	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72			
Number of accumulation units outstanding at end of period	987,422	1,101,850	1,200,311	1,437,532	1,463,522	1,076,172	424,131			
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	\$10.00	
Value at end of period	\$13.26	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	
Number of accumulation units outstanding at end of period	14,805,735	15,212,968	14,692,505	12,433,842	7,089,555	3,506,748	2,682,543	1,026,869	719,279	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.14							
Value at end of period	\$8.09	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	1,156,598	1,391,858	139,687							
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.61	\$8.63	\$17.16	\$14.40	\$11.87	\$10.41	\$9.01	\$6.08	\$8.32	\$8.89
Value at end of period	\$13.05	\$11.61	\$8.63	\$17.16	\$14.40	\$11.87	\$10.41	\$9.01	\$6.08	\$8.32
Number of accumulation units outstanding at end of period	4,108,306	4,891,208	5,751,889	5,272,667	1,175,746	868,501	778,230	856,121	464,523	368,091
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.81								
Value at end of period	\$11.05	\$9.86								
Number of accumulation units outstanding at end of period	63,936	3,051								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$20.67	\$12.22	\$25.43	\$18.63	\$13.91	\$10.46	\$9.01	\$6.23	\$7.08	\$7.58
Value at end of period	\$24.52	\$20.67	\$12.22	\$25.43	\$18.63	\$13.91	\$10.46	\$9.01	\$6.23	\$7.08
Number of accumulation units outstanding at end of period	3,721,910	4,884,446	4,935,142	4,448,144	3,740,816	3,298,670	2,479,088	2,328,297	1,975,891	2,270,962



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.56	\$6.91	\$10.18							
Value at end of period	\$10.38	\$8.56	\$6.91							
Number of accumulation units outstanding at end of period	1,415,034	802,705	540,677							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.74	\$10.15	\$14.69	\$15.16	\$13.18	\$13.63	\$10.38	\$7.85	\$10.00	
Value at end of period	\$15.92	\$12.74	\$10.15	\$14.69	\$15.16	\$13.18	\$10.38	\$7.85	\$10.00	
Number of accumulation units outstanding at end of period	2,114,063	1,657,419	1,611,588	1,945,337	2,000,101	1,821,293	1,519,167	824,986	169,670	
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$12.36	\$8.80	\$12.32	\$11.19	\$10.75	\$10.49	\$9.79			
Value at end of period	\$13.93	\$12.36	\$8.80	\$12.32	\$11.19	\$10.75	\$10.49			
Number of accumulation units outstanding at end of period	1,082,965	1,127,373	74,128	25,298	39,234	26,871	13,651			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67	\$10.82	\$10.00		
Value at end of period	\$12.79	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67	\$10.82		
Number of accumulation units outstanding at end of period	804,967	917,444	1,053,734	1,186,301	1,293,651	1,404,961	1,127,028	100,971		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$22.72	\$21.50	\$21.86	\$20.96	\$20.47	\$20.43	\$20.44	\$20.16	\$19.06	\$17.76
Value at end of period	\$23.11	\$22.72	\$21.50	\$21.86	\$20.96	\$20.47	\$20.44	\$20.44	\$20.16	\$19.06
Number of accumulation units outstanding at end of period	595,343	738,091	954,519	1,366,149	1,891,473	2,520,744	3,368,052	5,262,645	6,261,694	4,325,602
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$16.94	\$17.12	\$16.95	\$16.38	\$15.87	\$15.66	\$15.74	\$15.84	\$15.84	\$15.47
Value at end of period	\$16.70	\$16.94	\$17.12	\$16.95	\$16.38	\$15.87	\$15.66	\$15.74	\$15.84	\$15.84
Number of accumulation units outstanding at end of period	7,999,039	11,578,123	15,903,229	6,935,089	6,031,181	5,498,848	5,672,311	7,879,356	12,089,343	14,053,316
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$10.27	\$8.77	\$14.02	\$13.65	\$11.77	\$11.32	\$10.45	\$8.07	\$10.63	\$11.26
Value at end of period	\$11.86	\$10.27	\$8.77	\$14.02	\$13.65	\$11.77	\$11.32	\$10.45	\$8.07	\$10.63
Number of accumulation units outstanding at end of period	454,346	527,747	632,115	878,558	1,352,565	1,279,162	1,504,119	1,526,538	1,177,892	952,473
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$14.29	\$11.23	\$19.09	\$16.96	\$16.39	\$15.26	\$13.76	\$10.52	\$15.14	\$22.02
Value at end of period	\$16.88	\$14.29	\$11.23	\$16.96	\$16.39	\$15.26	\$13.76	\$10.52	\$15.14	\$22.02
Number of accumulation units outstanding at end of period	4,057,532	4,446,996	5,258,119	6,017,607	7,262,969	9,249,375	10,491,049	11,921,200	12,372,395	16,739,731
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42	\$10.00				
Value at end of period	\$13.68	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42				
Number of accumulation units outstanding at end of period	1,599,392	1,998,238	2,376,603	2,243,027	1,560,451	1,361,072				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$24.80	\$21.33	\$27.86	\$27.17	\$24.62	\$24.26	\$22.14	\$19.23	\$20.56	\$20.75
Value at end of period	\$26.86	\$24.80	\$21.33	\$27.86	\$27.17	\$24.62	\$22.14	\$19.23	\$20.56	\$20.75
Number of accumulation units outstanding at end of period	3,828,532	4,421,885	4,728,779	5,566,345	6,490,070	7,790,025	8,667,716	9,215,693	9,138,045	9,253,396
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40	\$10.07				
Value at end of period	\$16.64	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40				
Number of accumulation units outstanding at end of period	3,829,027	4,073,465	4,123,843	3,122,597	1,844,733	1,446,986				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)										
Value at beginning of period	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52	\$7.15			
Value at end of period	\$11.73	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52			
Number of accumulation units outstanding at end of period	4,756,551	4,502,607	4,769,928	299,160	369,355	457,358	440,238			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$15.55	\$12.24	\$17.37	\$16.06	\$13.43	\$12.23	\$11.01	\$8.85	\$10.00	
Value at end of period	\$17.47	\$15.55	\$12.24	\$17.37	\$16.06	\$13.43	\$12.23	\$11.01	\$8.85	
Number of accumulation units outstanding at end of period	2,982,767	2,798,687	2,715,369	2,698,954	2,849,171	2,467,075	1,394,309	758,774	220,958	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22							
Value at end of period	\$10.40	\$9.79	\$8.57							
Number of accumulation units outstanding at end of period	824,040	615,239	60,783							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.65	\$8.44	\$9.99							
Value at end of period	\$11.97	\$10.65	\$8.44							
Number of accumulation units outstanding at end of period	980,145	563,863	98,549							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97	\$10.12				
Value at end of period	\$13.40	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97				
Number of accumulation units outstanding at end of period	1,420,560	1,635,220	1,818,384	1,491,444	1,005,867	403,465				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82	\$10.00			
Value at end of period	\$15.37	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82			
Number of accumulation units outstanding at end of period	3,921,490	3,386,304	4,317,113	6,065,004	7,287,786	8,674,427	9,413,696			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b> (Fund first available during April 2005)										
Value at beginning of period	\$17.57	\$15.57	\$15.16	\$14.11	\$13.71	\$13.57	\$13.12	\$12.71	\$11.86	\$11.74
Value at end of period	\$18.66	\$17.57	\$15.57	\$15.16	\$14.11	\$13.71	\$13.57	\$13.12	\$12.71	\$11.86
Number of accumulation units outstanding at end of period	22,821,794	22,106,766	16,888,379	8,029,233	5,417,078	5,880,636	5,917,199	5,369,915	4,410,375	1,669,195
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98	\$10.30				
Value at end of period	\$11.79	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98				
Number of accumulation units outstanding at end of period	862,455	854,149	896,825	1,065,830	1,051,162	1,137,342				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during April 2005)										
Value at beginning of period	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90	\$10.00				
Value at end of period	\$11.88	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90				
Number of accumulation units outstanding at end of period	6,475,612	7,406,984	8,408,547	7,528,407	7,507,837	7,692,715				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.32	\$8.25								
Value at end of period	\$8.84	\$8.32								
Number of accumulation units outstanding at end of period	6,256,899	5,981,757								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	74,275,484	79,472,323								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	46,040,296	48,787,781								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.65	\$9.86								
Number of accumulation units outstanding at end of period	24,451,343	25,879,317								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.69	\$10.27								
Value at end of period	\$14.07	\$12.69								
Number of accumulation units outstanding at end of period	1,455,162	1,607,178								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.17	\$6.71	\$10.17							
Value at end of period	\$9.02	\$8.17	\$6.71							
Number of accumulation units outstanding at end of period	5,649,134	6,524,524	629,227							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.71	\$12.51								
Number of accumulation units outstanding at end of period	194,823	130,420								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$13.00	\$10.36								
Value at end of period	\$16.13	\$13.00								
Number of accumulation units outstanding at end of period	2,632,553	2,765,328								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.45	\$6.13	\$10.30							
Value at end of period	\$10.40	\$8.45	\$6.13							
Number of accumulation units outstanding at end of period	1,854,424	1,478,202	578,346							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$6.97	\$10.06							
Value at end of period	\$10.80	\$8.69	\$6.97							
Number of accumulation units outstanding at end of period	1,880,369	1,673,974	1,397,996							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.53	\$7.31	\$5.68	\$8.80	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33	\$8.33
Number of accumulation units outstanding at end of period	919,414	1,117,503	1,257,982	1,598,381	1,976,720	2,164,620	2,126,799	1,851,941	774,557	180,638

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.97	\$7.15	\$10.25							
Value at end of period	\$10.97	\$8.97	\$7.15							
Number of accumulation units outstanding at end of period	1,686,231	1,359,012	686,734							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$46.07	\$35.06	\$49.06	\$47.66	\$42.17	\$39.69	\$34.52	\$27.96	\$28.22	\$26.04
Value at end of period	\$51.80	\$46.07	\$35.06	\$49.06	\$47.66	\$42.17	\$39.69	\$34.52	\$27.96	\$28.22
Number of accumulation units outstanding at end of period	7,593,076	8,156,298	8,278,462	8,055,776	7,742,558	7,736,987	6,834,477	6,071,997	5,326,019	4,592,780
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$27.32	\$22.17	\$34.97	\$34.41	\$29.30	\$28.60	\$25.24	\$20.45	\$23.90	\$23.91
Value at end of period	\$30.97	\$27.32	\$22.17	\$34.97	\$34.41	\$29.30	\$28.60	\$25.24	\$20.45	\$23.90
Number of accumulation units outstanding at end of period	3,008,352	3,153,961	3,367,200	3,471,081	3,923,791	4,330,653	4,187,985	3,283,741	2,796,774	3,366,042
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.13	\$5.78	\$10.17	\$10.10						
Value at end of period	\$9.35	\$8.13	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	1,929,680	1,909,257	775,347	317,543						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.67	\$7.44	\$12.71	\$11.18	\$10.17					
Value at end of period	\$10.36	\$9.67	\$7.44	\$12.71	\$11.18					
Number of accumulation units outstanding at end of period	2,992,773	2,884,425	2,681,328	1,021,786	237,468					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$20.71	\$15.88	\$26.69	\$26.44	\$21.99	\$20.30	\$18.55	\$13.80	\$17.54	\$20.19
Value at end of period	\$22.00	\$20.71	\$15.88	\$26.69	\$26.44	\$21.99	\$20.30	\$18.55	\$17.54	\$20.19
Number of accumulation units outstanding at end of period	1,606,338	1,694,621	1,712,450	1,869,745	2,011,664	1,908,440	2,183,115	2,320,224	1,965,665	1,757,559
<b>ING THORNBURO VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.15	\$7.13	\$12.03	\$11.40	\$10.01					
Value at end of period	\$11.12	\$10.15	\$7.13	\$12.03	\$11.40					
Number of accumulation units outstanding at end of period	37,293	40,541	48,118	72,778	39,144					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.62	\$10.20	\$9.99							
Value at end of period	\$11.08	\$10.62	\$10.20							
Number of accumulation units outstanding at end of period	3,163,184	3,588,432	3,388,765							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19	\$10.24				
Value at end of period	\$10.73	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19				
Number of accumulation units outstanding at end of period	59,966	92,507	159,712	211,221	240,320	119,772				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21				
Value at end of period	\$12.36	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46				
Number of accumulation units outstanding at end of period	2,163,923	2,202,640	2,342,903	2,261,293	2,275,253	1,931,362				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86	\$10.16				
Value at end of period	\$12.31	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86				
Number of accumulation units outstanding at end of period	2,408,048	2,591,371	2,734,004	1,006,618	482,346	333,809				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
Value at beginning of period	\$26.47	\$21.66	\$32.41	\$32.04	\$28.01	\$25.81	\$22.94	\$18.19	\$21.65	\$24.94
Value at end of period	\$29.36	\$26.47	\$21.66	\$32.41	\$32.04	\$28.01	\$25.81	\$22.94	\$18.19	\$21.65
Number of accumulation units outstanding at end of period	2,059,675	2,460,096	2,778,827	3,278,627	4,097,219	4,720,301	5,219,472	5,707,684	6,183,621	7,290,571
(Fund first available during May 2004)										
Value at beginning of period	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.91	\$10.00			
Value at end of period	\$11.39	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.91			
Number of accumulation units outstanding at end of period	2,127,773	2,329,559	2,462,017	1,874,723	1,900,621	1,770,932	332,663			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.79	\$6.08	\$9.95							
Value at end of period	\$8.13	\$7.79	\$6.08							
Number of accumulation units outstanding at end of period	4,398,876	4,692,093	4,193,381							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	\$10.00	
Value at end of period	\$12.38	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	
Number of accumulation units outstanding at end of period	197,329	229,345	267,247	328,037	389,830	512,777	510,227	355,401	69,607	
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90	\$10.00
Value at end of period	\$8.59	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90
Number of accumulation units outstanding at end of period	119,978	139,938	178,757	302,151	644,480	939,625	1,756,560	1,824,762	1,231,933	805,047
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27	\$10.00
Value at end of period	\$9.49	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27
Number of accumulation units outstanding at end of period	104,606	126,512	152,071	193,438	348,410	492,243	526,719	648,934	257,910	8,429
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37	\$10.00		
Value at end of period	\$5.01	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37		
Number of accumulation units outstanding at end of period	290,517	316,599	402,662	538,853	708,583	1,016,831	834,452	98,866		

### Separate Account Annual Charges of 1.45%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.52	\$7.99	\$10.09							
Value at end of period	\$10.30	\$9.52	\$7.99							
Number of accumulation units outstanding at end of period	3,582,001	3,478,113	1,398,127							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$17.12	\$13.90	\$19.63	\$20.45	\$17.38	\$16.72	\$13.85	\$10.00		
Value at end of period	\$21.34	\$17.12	\$13.90	\$19.63	\$20.45	\$16.72	\$13.85	\$10.00		
Number of accumulation units outstanding at end of period	745,402	862,023	1,030,405	1,354,061	1,713,584	2,219,861	2,018,849	504,034		

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$13.64	\$10.22	\$18.09	\$15.65	\$14.25	\$12.39			\$9.59	\$10.00
Value at end of period	\$15.72	\$13.64	\$10.22	\$18.09	\$15.65	\$14.25			\$7.83	\$9.59
Number of accumulation units outstanding at end of period	1,379,878	1,646,404	2,179,470	2,472,498	1,827,488	1,426,398			321,872	0
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.74	\$7.61	\$13.50	\$13.52	\$11.44	\$11.00	\$10.03	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.03	\$9.74	\$7.61	\$13.50	\$13.52	\$11.44	\$11.00	\$10.03	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	1,445,627	1,677,580	1,938,740	2,599,569	2,988,235	2,766,838	3,518,649	2,445,416	321,872	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.74	\$7.19	\$9.96							
Value at end of period	\$9.64	\$8.74	\$7.19							
Number of accumulation units outstanding at end of period	949,847	598,000	407,806							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during February 2008)										
Value at beginning of period	\$9.78	\$8.84	\$10.04							
Value at end of period	\$10.22	\$9.78	\$8.84							
Number of accumulation units outstanding at end of period	1,208,035	1,319,855	738,443							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.25	\$8.74	\$14.35	\$13.94	\$12.34	\$11.89	\$10.99	\$10.00		
Value at end of period	\$12.29	\$11.25	\$8.74	\$14.35	\$13.94	\$12.34	\$11.89	\$10.99		
Number of accumulation units outstanding at end of period	5,194,638	5,872,468	6,340,546	6,996,006	7,412,662	7,690,240	8,147,136	1,348,350		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$12.09	\$8.84	\$16.11	\$14.63	\$13.53	\$11.88	\$10.77	\$10.00		
Value at end of period	\$14.07	\$12.09	\$8.84	\$16.11	\$14.63	\$13.53	\$11.88	\$10.77		
Number of accumulation units outstanding at end of period	7,750,331	8,776,819	9,893,948	10,314,328	10,650,303	11,085,752	10,547,830	1,864,132		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.67	\$12.60	\$22.22	\$18.88	\$16.19	\$13.58	\$11.62	\$10.00		
Value at end of period	\$18.58	\$17.67	\$12.60	\$22.22	\$18.88	\$16.19	\$13.58	\$11.62		
Number of accumulation units outstanding at end of period	3,345,875	3,911,755	3,913,609	4,971,820	4,807,445	4,245,594	3,292,334	641,852		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.06	\$9.08	\$10.01							
Value at end of period	\$13.39	\$12.06	\$9.08							
Number of accumulation units outstanding at end of period	249,072	162,369	18,872							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$13.51	\$11.40	\$20.52	\$17.88	\$14.04	\$12.35	\$10.63	\$8.22	\$10.00	
Value at end of period	\$14.23	\$13.51	\$11.40	\$20.52	\$17.88	\$14.04	\$12.35	\$10.63	\$8.22	
Number of accumulation units outstanding at end of period	2,192,606	2,773,054	2,397,385	3,167,588	3,245,283	2,771,237	2,654,772	502,551	106,211	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.08	\$7.56	\$13.07	\$12.50	\$11.00	\$9.98				
Value at end of period	\$12.57	\$10.08	\$7.56	\$13.07	\$12.50	\$11.00				
Number of accumulation units outstanding at end of period	1,011,816	1,123,724	797,643	1,063,040	604,582	613,541				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.58	\$9.92								
Value at end of period	\$11.00	\$10.58								
Number of accumulation units outstanding at end of period	1,086,065	908,377								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
Value at beginning of period	\$10.16	\$7.92	\$13.19	\$12.53	\$11.87	\$10.92	\$9.97	\$7.97	\$10.00	
Value at end of period	\$11.36	\$10.16	\$7.92	\$13.19	\$12.53	\$11.87	\$10.92	\$9.97	\$7.97	
Number of accumulation units outstanding at end of period	908,450	1,018,508	1,056,496	1,301,207	1,492,559	1,781,693	289,685	237,787	27,664	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
Value at beginning of period	\$10.31	\$9.27	\$14.55	\$14.16	\$12.34	\$11.89	\$10.82	\$8.37	\$10.00	
Value at end of period	\$11.28	\$10.31	\$9.27	\$14.55	\$14.16	\$12.34	\$11.89	\$10.82	\$8.37	
Number of accumulation units outstanding at end of period	196,344	227,674	300,023	425,891	505,975	468,420	488,821	392,802	91,571	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.38	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	1,503,493	1,682,917	919,098							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.47	\$7.20	\$12.44	\$13.62	\$11.17					
Value at end of period	\$10.83	\$9.47	\$7.20	\$12.44	\$13.62					
Number of accumulation units outstanding at end of period	393,756	503,512	700,495	734,011	424,008					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
Value at beginning of period	\$52.66	\$39.32	\$64.90	\$80.06	\$59.02	\$51.28	\$37.77	\$27.82	\$28.18	\$26.44
Value at end of period	\$66.42	\$52.66	\$39.32	\$64.90	\$80.06	\$59.02	\$51.28	\$37.77	\$27.82	\$28.18
Number of accumulation units outstanding at end of period	492,690	598,470	691,765	925,650	1,476,189	1,530,874	1,897,527	1,439,332	947,489	414,152
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.14	\$6.63	\$10.20	\$10.05	\$9.95					
Value at end of period	\$10.05	\$8.14	\$6.63	\$10.20	\$10.05					
Number of accumulation units outstanding at end of period	391,648	562,710	687,982	722,546	405,954					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.87	\$6.84	\$11.42	\$11.12	\$9.91	\$9.95				
Value at end of period	\$9.79	\$8.87	\$6.84	\$11.42	\$11.12	\$9.91				
Number of accumulation units outstanding at end of period	622,915	673,194	683,783	450,278	293,156	13,666				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.00						
Value at end of period	\$8.62	\$7.01	\$5.84	\$10.40						
Number of accumulation units outstanding at end of period	552,043	183,533	176,769	195,221						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.81	\$9.75								
Value at end of period	\$8.79	\$9.81								
Number of accumulation units outstanding at end of period	22,581	4,083								
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.71	\$9.99	\$16.66	\$14.77	\$13.39	\$11.62	\$9.50	\$7.22	\$9.09	\$9.88
Value at end of period	\$17.34	\$13.71	\$9.99	\$16.66	\$14.77	\$13.39	\$11.62	\$9.50	\$7.22	\$9.09
Number of accumulation units outstanding at end of period	4,704,576	5,452,120	6,169,727	7,733,886	5,449,288	6,072,495	3,545,777	2,850,229	1,947,601	959,092

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$10.02	\$7.70	\$11.05	\$10.92	\$9.99					
Value at end of period	\$11.16	\$10.02	\$7.70	\$11.05	\$10.92					
Number of accumulation units outstanding at end of period	1,463,809	1,751,595	1,397,558	1,739,831	755,287					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.09	\$7.29	\$11.88	\$12.42						
Value at end of period	\$9.99	\$9.09	\$7.29	\$11.88						
Number of accumulation units outstanding at end of period	544,883	569,660	612,272	738,661						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.82	\$6.09	\$9.60	\$10.00						
Value at end of period	\$8.53	\$7.82	\$6.09	\$9.60						
Number of accumulation units outstanding at end of period	1,056,405	1,221,497	1,215,629	630,620						
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.08								
Value at end of period	\$11.01	\$10.26								
Number of accumulation units outstanding at end of period	4,702	6,842								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$36.85	\$27.19	\$46.77	\$35.61	\$29.76	\$21.93	\$20.91	\$13.94	\$14.03	\$16.20
Value at end of period	\$44.18	\$36.85	\$27.19	\$46.77	\$35.61	\$29.76	\$21.93	\$20.91	\$13.94	\$14.03
Number of accumulation units outstanding at end of period	964,542	1,245,481	1,343,730	1,693,349	1,625,831	1,634,532	1,054,905	826,628	436,185	144,214
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.77	\$7.82	\$6.10	\$9.95						
Number of accumulation units outstanding at end of period	5,553,955	6,354,228	5,498,422	3,297						
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.96	\$9.99								
Value at end of period	\$13.73	\$12.96								
Number of accumulation units outstanding at end of period	166,799	104,665								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.78	\$7.24	\$11.74	\$11.37	\$10.10	\$9.74	\$8.97	\$10.00		
Value at end of period	\$9.83	\$8.78	\$7.24	\$11.74	\$11.37	\$10.10	\$9.74	\$8.97		
Number of accumulation units outstanding at end of period	884,341	938,032	1,042,303	1,270,440	1,403,789	1,565,900	2,210,160	1,239,109		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during November 2003)										
Value at beginning of period	\$12.36	\$9.54	\$15.55	\$14.99	\$13.94	\$12.76	\$11.13	\$10.00		
Value at end of period	\$14.81	\$12.36	\$9.54	\$15.55	\$14.99	\$13.94	\$12.76	\$11.13		
Number of accumulation units outstanding at end of period	401,903	504,402	588,432	813,865	977,910	881,061	1,090,890	317,218		
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during November 2003)										
Value at beginning of period	\$12.10	\$9.86	\$15.08	\$16.37	\$14.63	\$13.83	\$11.53	\$10.00		
Value at end of period	\$14.60	\$12.10	\$9.86	\$15.08	\$16.37	\$14.63	\$13.83	\$11.53		
Number of accumulation units outstanding at end of period	286,449	340,526	403,831	574,391	720,706	718,707	892,876	255,326		



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
Value at beginning of period	\$12.23	\$11.15	\$12.39	\$11.89	\$11.63	\$11.46	\$11.12	\$10.64	\$10.00	
Value at end of period	\$13.20	\$12.23	\$11.15	\$12.39	\$11.89	\$11.63	\$11.46	\$11.12	\$10.64	
Number of accumulation units outstanding at end of period	2,524,418	2,778,230	3,181,205	3,633,088	3,602,733	4,187,265	2,689,507	897,486	665,314	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.32							
Value at end of period	\$8.08	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	692,293	588,677	37,212							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
Value at beginning of period	\$11.56	\$8.59	\$17.10	\$14.35	\$11.83	\$10.39	\$9.00	\$6.07	\$8.32	\$8.89
Value at end of period	\$12.98	\$11.56	\$8.59	\$17.10	\$14.35	\$11.83	\$10.39	\$9.00	\$6.07	\$8.32
Number of accumulation units outstanding at end of period	2,774,152	3,373,234	4,169,983	5,272,577	1,296,395	1,083,146	1,253,308	934,004	610,059	538,057
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.86	\$9.78								
Value at end of period	\$11.04	\$9.86								
Number of accumulation units outstanding at end of period	143,529	465								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
Value at beginning of period	\$20.55	\$12.15	\$25.31	\$18.54	\$13.86	\$10.43	\$8.99	\$6.22	\$7.07	\$7.57
Value at end of period	\$24.36	\$20.55	\$12.15	\$25.31	\$18.54	\$13.86	\$10.43	\$8.99	\$6.22	\$7.07
Number of accumulation units outstanding at end of period	1,650,884	2,201,064	2,324,744	3,353,332	3,196,021	3,050,097	2,350,722	1,925,674	1,365,017	1,495,431
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during February 2004)										
Value at beginning of period	\$14.11	\$11.40	\$17.27	\$17.13	\$14.91	\$13.95	\$12.22			
Value at end of period	\$17.10	\$14.11	\$11.40	\$17.27	\$17.13	\$14.91	\$13.95			
Number of accumulation units outstanding at end of period	286,692	161,752	141,571	26,148	26,429	27,434	14,057			
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
Value at beginning of period	\$12.69	\$10.11	\$14.65	\$15.12	\$13.15	\$13.63	\$10.37	\$7.84	\$10.00	
Value at end of period	\$15.85	\$12.69	\$10.11	\$14.65	\$15.12	\$13.15	\$13.63	\$10.37	\$7.84	
Number of accumulation units outstanding at end of period	1,465,971	1,196,490	1,267,700	1,611,101	1,843,557	1,822,537	2,268,707	1,251,726	209,858	
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$12.33	\$8.78	\$12.30	\$11.18	\$10.74	\$10.48	\$9.70			
Value at end of period	\$13.88	\$12.33	\$8.78	\$12.30	\$11.18	\$10.74	\$10.48			
Number of accumulation units outstanding at end of period	595,352	487,747	66,305	46,371	80,432	44,527	67,584			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.41	\$8.01	\$13.40	\$13.85	\$12.78	\$11.66	\$10.81	\$10.00		
Value at end of period	\$12.74	\$10.41	\$8.01	\$13.40	\$13.85	\$12.78	\$11.66	\$10.81		
Number of accumulation units outstanding at end of period	671,134	796,512	943,021	1,125,695	1,276,258	1,451,243	1,431,091	192,028		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$22.41	\$21.22	\$21.59	\$20.71	\$20.24	\$20.20	\$20.22	\$19.95	\$18.88	\$17.60
Value at end of period	\$22.78	\$22.41	\$21.22	\$20.71	\$20.24	\$20.20	\$20.22	\$19.95	\$18.88	\$17.60
Number of accumulation units outstanding at end of period	632,793	818,082	1,000,792	1,372,590	1,704,928	2,089,838	2,758,488	4,019,585	3,840,533	2,416,706
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$16.68	\$16.88	\$16.72	\$16.16	\$15.67	\$15.47	\$15.55	\$15.66	\$15.67	\$15.31
Value at end of period	\$16.44	\$16.68	\$16.88	\$16.72	\$16.16	\$15.67	\$15.47	\$15.55	\$15.66	\$15.67
Number of accumulation units outstanding at end of period	4,765,149	7,031,809	12,640,768	6,145,443	5,853,638	5,927,359	6,868,172	9,522,307	10,877,063	12,017,917

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$10.22	\$8.73	\$13.97	\$13.61	\$11.74	\$11.29	\$10.42	\$8.06	\$10.62	\$11.26
Value at end of period	\$11.79	\$10.22	\$8.73	\$13.97	\$13.61	\$11.74	\$11.29	\$10.42	\$8.06	\$10.62
Number of accumulation units outstanding at end of period	618,954	746,619	956,347	1,308,784	1,652,854	1,790,946	2,121,046	2,060,651	1,674,081	1,224,296
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$14.19	\$11.16	\$18.97	\$16.86	\$16.31	\$15.19	\$13.71	\$10.48	\$15.10	\$21.96
Value at end of period	\$16.76	\$14.19	\$11.16	\$18.97	\$16.86	\$16.31	\$15.19	\$13.71	\$10.48	\$15.10
Number of accumulation units outstanding at end of period	2,766,340	3,055,301	3,567,580	4,731,700	4,993,337	6,003,474	6,723,135	6,824,703	5,599,657	6,476,226
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.16	\$8.97	\$18.03	\$15.17	\$12.41	\$10.02				
Value at end of period	\$13.64	\$12.16	\$8.97	\$18.03	\$15.17	\$12.41				
Number of accumulation units outstanding at end of period	908,034	1,045,341	1,284,421	1,712,461	1,397,026	1,396,185				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$24.60	\$21.17	\$27.67	\$26.99	\$24.47	\$24.13	\$22.03	\$19.15	\$20.47	\$20.68
Value at end of period	\$26.63	\$24.60	\$21.17	\$27.67	\$26.99	\$24.47	\$24.13	\$22.03	\$19.15	\$20.47
Number of accumulation units outstanding at end of period	2,522,511	3,182,051	3,671,981	4,561,391	5,305,680	6,154,565	7,209,493	6,645,212	4,962,123	3,612,214
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.81	\$11.32	\$18.44	\$14.69	\$11.39	\$10.05				
Value at end of period	\$16.60	\$14.81	\$11.32	\$18.44	\$14.69	\$11.39				
Number of accumulation units outstanding at end of period	1,393,872	1,617,463	2,130,158	2,520,966	2,108,567	1,762,551				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.11	\$6.56	\$10.68	\$8.64	\$8.15	\$7.50	\$7.13			
Value at end of period	\$11.67	\$9.11	\$6.56	\$10.68	\$8.64	\$8.15	\$7.13			
Number of accumulation units outstanding at end of period	3,660,850	3,762,445	4,001,366	400,352	507,772	658,676	725,386			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
Value at beginning of period	\$15.49	\$12.20	\$17.32	\$16.02	\$13.40	\$12.22	\$11.00	\$8.84	\$10.00	
Value at end of period	\$17.39	\$15.49	\$12.20	\$17.32	\$16.02	\$13.40	\$12.22	\$11.00	\$8.84	
Number of accumulation units outstanding at end of period	1,120,563	1,119,057	1,204,902	1,544,219	1,777,302	1,684,842	1,290,721	885,643	255,324	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22							
Value at end of period	\$10.38	\$9.79	\$8.57							
Number of accumulation units outstanding at end of period	539,632	189,724	903							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during November 2008)										
Value at beginning of period	\$10.64	\$8.44	\$8.27							
Value at end of period	\$11.96	\$10.64	\$8.44							
Number of accumulation units outstanding at end of period	407,189	53,381	6,346							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$13.36	\$9.73	\$16.59	\$15.83	\$13.66	\$12.23				
Value at end of period	\$15.25	\$13.36	\$9.73	\$16.59	\$15.83	\$13.66				
Number of accumulation units outstanding at end of period	174,331	212,511	273,401	303,484	314,611	160,069				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.61	\$9.24	\$12.11	\$11.94	\$11.12	\$10.82	\$10.00			
Value at end of period	\$15.32	\$13.61	\$9.24	\$12.11	\$11.94	\$11.12	\$10.82			
Number of accumulation units outstanding at end of period	2,933,389	3,043,266	3,714,547	5,106,391	6,212,198	6,765,562	8,744,441			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
Value at beginning of period	\$17.44	\$15.46	\$15.05	\$14.02	\$13.63	\$13.50	\$13.06	\$12.65	\$11.81	\$11.70
Value at end of period	\$18.50	\$17.44	\$15.46	\$15.05	\$14.02	\$13.63	\$13.50	\$13.06	\$12.65	\$11.81
Number of accumulation units outstanding at end of period	7,771,156	9,036,505	8,505,214	6,113,758	5,734,099	6,258,247	7,272,611	6,415,052	4,516,490	1,400,922
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.29	\$8.41	\$13.08	\$12.63	\$10.98	\$10.29				
Value at end of period	\$11.75	\$10.29	\$8.41	\$13.08	\$12.63	\$10.98				
Number of accumulation units outstanding at end of period	372,241	413,573	449,248	663,930	779,945	853,112				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.19	\$8.27	\$12.54	\$12.06	\$10.89	\$10.07				
Value at end of period	\$11.85	\$10.19	\$8.27	\$12.54	\$12.06	\$10.89				
Number of accumulation units outstanding at end of period	4,018,330	4,815,834	5,633,125	5,201,078	5,937,537	7,322,119				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.84	\$8.31								
Number of accumulation units outstanding at end of period	2,284,321	1,878,967								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	11,613,550	12,837,062								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	8,432,784	9,436,744								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.64	\$9.86								
Number of accumulation units outstanding at end of period	5,981,284	6,824,537								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.68	\$10.27								
Value at end of period	\$14.06	\$12.68								
Number of accumulation units outstanding at end of period	1,210,244	1,395,258								
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.16	\$6.71	\$10.13							
Value at end of period	\$9.01	\$8.16	\$6.71							
Number of accumulation units outstanding at end of period	4,030,871	5,261,284	243,155							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.70	\$12.51								
Number of accumulation units outstanding at end of period	175,163	61,958								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.99	\$10.40								
Value at end of period	\$16.11	\$12.99								
Number of accumulation units outstanding at end of period	1,117,706	1,349,863								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.44	\$6.13	\$10.33							
Value at end of period	\$10.39	\$8.44	\$6.13							
Number of accumulation units outstanding at end of period	667,996	567,439	121,499							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.68	\$6.97	\$10.06							
Value at end of period	\$10.78	\$8.68	\$6.97							
Number of accumulation units outstanding at end of period	1,415,119	1,266,182	1,152,601							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.28	\$5.65	\$8.77	\$8.10	\$7.32	\$6.82	\$6.30	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.48	\$7.28	\$5.65	\$8.77	\$8.10	\$7.32	\$6.30	\$4.62	\$4.62	\$8.33
Number of accumulation units outstanding at end of period	964,109	1,126,157	1,241,548	1,710,022	2,086,323	2,459,626	2,646,721	2,408,687	1,042,746	268,186
<b>ING SMALL COMPANY PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.96	\$7.15	\$10.08							
Value at end of period	\$10.95	\$8.96	\$7.15							
Number of accumulation units outstanding at end of period	435,427	436,482	366,888							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$45.52	\$34.67	\$48.53	\$47.17	\$41.75	\$39.32	\$34.21	\$27.72	\$27.99	\$25.84
Value at end of period	\$51.16	\$45.52	\$34.67	\$48.53	\$47.17	\$41.75	\$34.21	\$27.72	\$27.99	\$25.84
Number of accumulation units outstanding at end of period	3,275,890	3,886,619	4,433,309	5,403,692	6,132,011	6,790,538	7,138,949	5,743,181	4,380,117	2,279,908
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$27.00	\$21.92	\$34.59	\$34.06	\$29.01	\$28.33	\$25.02	\$20.28	\$23.71	\$23.74
Value at end of period	\$30.58	\$27.00	\$21.92	\$34.59	\$34.06	\$29.01	\$25.02	\$20.28	\$20.28	\$23.71
Number of accumulation units outstanding at end of period	2,201,856	2,517,735	2,795,600	3,219,736	3,716,231	4,138,394	4,592,038	3,297,900	2,137,260	1,599,946
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$8.12	\$5.78	\$10.17	\$9.93						
Value at end of period	\$9.33	\$8.12	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	470,209	703,913	141,482	282,096						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.65	\$7.43	\$12.70	\$11.18	\$10.09					
Value at end of period	\$10.33	\$9.65	\$7.43	\$12.70	\$11.18					
Number of accumulation units outstanding at end of period	1,151,323	1,511,460	1,045,633	545,889	84,091					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$20.50	\$15.73	\$26.45	\$26.21	\$21.81	\$20.14	\$18.42	\$13.71	\$17.43	\$20.08
Value at end of period	\$21.77	\$20.50	\$15.73	\$26.45	\$26.21	\$21.81	\$18.42	\$13.71	\$17.43	\$20.08
Number of accumulation units outstanding at end of period	1,229,607	1,427,683	1,551,009	1,916,797	2,353,566	2,442,312	2,907,288	2,876,283	2,246,289	1,775,926
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.13	\$7.12	\$12.02	\$11.40	\$10.03					
Value at end of period	\$11.09	\$10.13	\$7.12	\$12.02	\$11.40					
Number of accumulation units outstanding at end of period	27,233	36,914	42,012	91,639	36,361					

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.61	\$10.20	\$9.95							
Value at end of period	\$11.07	\$10.61	\$10.20							
Number of accumulation units outstanding at end of period	1,016,026	1,320,634	1,644,114							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.31	\$7.95	\$13.44	\$13.52	\$12.00	\$11.17				
Value at end of period	\$11.48	\$10.31	\$7.95	\$13.44	\$13.52	\$12.00				
Number of accumulation units outstanding at end of period	14,229	20,893	34,548	70,471	190,561	55,883				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.85	\$8.56	\$13.68	\$14.20	\$12.44	\$12.20				
Value at end of period	\$12.31	\$10.85	\$8.56	\$13.68	\$14.20	\$12.44				
Number of accumulation units outstanding at end of period	412,903	304,404	328,003	359,818	270,574	233,506				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.12	\$9.22	\$12.24	\$12.03	\$10.86	\$10.16				
Value at end of period	\$12.28	\$11.12	\$9.22	\$12.24	\$12.03	\$10.86				
Number of accumulation units outstanding at end of period	765,973	864,371	1,127,556	229,881	178,095	133,887				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$26.21	\$21.46	\$32.13	\$31.78	\$27.80	\$25.63	\$22.79	\$18.08	\$21.53	\$24.81
Value at end of period	\$29.06	\$26.21	\$21.46	\$32.13	\$31.78	\$27.80	\$25.63	\$22.79	\$18.08	\$21.53
Number of accumulation units outstanding at end of period	1,110,882	1,374,453	1,628,583	1,910,350	2,426,396	2,551,630	2,712,774	2,615,475	1,951,607	1,737,220
<b>ING WELLS FARGO HEALTHCARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.76	\$9.09	\$12.94	\$12.09	\$10.78	\$9.90	\$9.95			
Value at end of period	\$11.35	\$10.76	\$9.09	\$12.94	\$12.09	\$10.78	\$9.90			
Number of accumulation units outstanding at end of period	1,103,711	1,351,008	1,526,712	1,733,494	1,995,610	2,117,858	347,886			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.78	\$6.08	\$9.95							
Value at end of period	\$8.12	\$7.78	\$6.08							
Number of accumulation units outstanding at end of period	333,061	577,217	252,302							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.26	\$7.84	\$13.97	\$14.30	\$11.64	\$11.95	\$10.70	\$8.44	\$10.00	
Value at end of period	\$12.33	\$10.26	\$7.84	\$13.97	\$14.30	\$11.64	\$11.95	\$10.70	\$8.44	
Number of accumulation units outstanding at end of period	214,498	250,590	301,706	480,633	563,376	711,517	840,926	567,796	132,019	
<b>PROFUND VP BULL</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$7.70	\$6.29	\$10.23	\$10.03	\$8.95	\$8.84	\$8.25	\$6.66	\$8.89	\$10.00
Value at end of period	\$8.55	\$7.70	\$6.29	\$10.23	\$10.03	\$8.95	\$8.84	\$8.25	\$6.66	\$8.89
Number of accumulation units outstanding at end of period	349,659	384,448	417,520	572,332	1,738,324	2,472,451	3,671,891	3,673,934	1,271,888	267,236
<b>PROFUND VP EUROPE 30</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$9.33	\$7.16	\$12.97	\$11.49	\$9.92	\$9.31	\$8.27	\$6.05	\$8.26	\$10.00
Value at end of period	\$9.44	\$9.33	\$7.16	\$12.97	\$11.49	\$9.92	\$9.31	\$8.27	\$6.05	\$8.26
Number of accumulation units outstanding at end of period	115,157	137,957	176,707	253,884	342,749	603,121	795,586	786,491	1,365,500	568,994
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$6.03	\$4.63	\$7.57	\$8.10	\$7.46	\$8.22	\$9.36	\$10.00		
Value at end of period	\$4.99	\$6.03	\$4.63	\$7.57	\$8.10	\$7.46	\$8.22	\$9.36		
Number of accumulation units outstanding at end of period	153,552	178,986	238,350	365,721	540,756	766,103	1,079,664	214,510		

## Condensed Financial Information (continued)

### Separate Account Annual Charges of 1.55%

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.50	\$7.98	\$10.09							
Value at end of period	\$10.27	\$9.50	\$7.98							
Number of accumulation units outstanding at end of period	6,150,538	5,374,596	3,029,923							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.01	\$13.82	\$19.54	\$20.37	\$17.34	\$16.70	\$13.84	\$10.00		
Value at end of period	\$21.18	\$17.01	\$13.82	\$19.54	\$20.37	\$17.34	\$16.70	\$13.84		
Number of accumulation units outstanding at end of period	390,405	436,197	489,524	636,374	809,299	870,781	243,006	82,669		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.40	\$8.55	\$15.15	\$13.12	\$11.96	\$10.22				
Value at end of period	\$13.12	\$11.40	\$8.55	\$15.15	\$13.12	\$11.96				
Number of accumulation units outstanding at end of period	4,711,109	5,391,515	5,979,391	4,711,467	3,116,548	1,060,074				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.65	\$7.55	\$13.41	\$13.45	\$11.39	\$10.96	\$10.01	\$7.82	\$9.58	\$10.00
Value at end of period	\$10.92	\$9.65	\$7.55	\$13.41	\$13.45	\$11.39	\$10.96	\$10.01	\$7.82	\$9.58
Number of accumulation units outstanding at end of period	805,806	908,524	1,074,633	1,402,319	1,224,823	855,634	629,373	591,447	185,665	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.72	\$7.18	\$9.94							
Value at end of period	\$9.62	\$8.72	\$7.18							
Number of accumulation units outstanding at end of period	1,965,775	1,982,773	1,209,036							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.76	\$8.84	\$10.00							
Value at end of period	\$10.19	\$9.76	\$8.84							
Number of accumulation units outstanding at end of period	3,023,319	3,000,414	1,811,922							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.18	\$8.69	\$14.29	\$13.89	\$12.31	\$11.87	\$10.98	\$10.00		
Value at end of period	\$12.20	\$11.18	\$8.69	\$14.29	\$13.89	\$12.31	\$11.87	\$10.98		
Number of accumulation units outstanding at end of period	7,628,865	8,129,944	8,509,722	7,276,325	6,006,103	3,854,889	1,210,125	397,600		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$12.01	\$8.80	\$16.04	\$14.58	\$13.50	\$11.86	\$10.77	\$10.00		
Value at end of period	\$13.96	\$12.01	\$8.80	\$16.04	\$14.58	\$13.50	\$11.86	\$10.77		
Number of accumulation units outstanding at end of period	11,927,678	12,826,807	12,347,552	10,804,069	8,158,531	4,655,665	1,165,893	388,436		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$17.56	\$12.53	\$22.12	\$18.82	\$16.15	\$13.56	\$11.61	\$10.00		
Value at end of period	\$18.44	\$17.56	\$12.53	\$22.12	\$18.82	\$16.15	\$13.56	\$11.61		
Number of accumulation units outstanding at end of period	5,524,450	6,070,334	5,544,295	5,196,962	3,644,174	1,989,030	520,072	137,440		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.04	\$9.08	\$9.99							
Value at end of period	\$13.36	\$12.04	\$9.08							
Number of accumulation units outstanding at end of period	537,593	494,295	84,690							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$13.40	\$11.32	\$20.41	\$17.80	\$13.99	\$12.32	\$10.61	\$8.22	\$10.00	
Value at end of period	\$14.10	\$13.40	\$11.32	\$20.41	\$17.80	\$13.99	\$12.32	\$10.61	\$8.22	
Number of accumulation units outstanding at end of period	2,633,522	3,049,773	3,067,708	3,080,974	1,962,262	991,309	175,207	108,890	33,208	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during April 2005)										
Value at beginning of period	\$10.03	\$7.54	\$13.03	\$12.47	\$10.99	\$9.89				
Value at end of period	\$12.49	\$10.03	\$7.54	\$13.03	\$12.47	\$10.99				
Number of accumulation units outstanding at end of period	2,432,509	2,345,939	2,106,592	1,741,644	951,908	352,010				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.57	\$9.89								
Value at end of period	\$10.98	\$10.57								
Number of accumulation units outstanding at end of period	1,170,759	851,377								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.08	\$7.86	\$13.11	\$12.48	\$11.83	\$10.89	\$9.96	\$7.97	\$10.00	
Value at end of period	\$11.26	\$10.08	\$7.86	\$13.11	\$12.48	\$11.83	\$10.89	\$9.96	\$7.97	
Number of accumulation units outstanding at end of period	705,924	619,758	607,182	434,531	312,728	331,262	31,998	30,926	18,057	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.23	\$9.21	\$14.47	\$14.09	\$12.30	\$11.86	\$10.80	\$8.36	\$10.00	
Value at end of period	\$11.18	\$10.23	\$9.21	\$14.47	\$14.09	\$12.30	\$11.86	\$10.80	\$8.36	
Number of accumulation units outstanding at end of period	144,808	166,721	200,460	281,361	317,764	114,574	78,887	78,050	69,302	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.76	\$6.50	\$9.99							
Value at end of period	\$11.35	\$9.76	\$6.50							
Number of accumulation units outstanding at end of period	1,967,266	2,021,361	957,501							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.43	\$7.18	\$12.42	\$13.61	\$11.04					
Value at end of period	\$10.77	\$9.43	\$7.18	\$12.42	\$13.61					
Number of accumulation units outstanding at end of period	1,095,177	1,244,389	1,357,650	1,111,928	489,074					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$51.63	\$38.59	\$63.75	\$78.73	\$58.10	\$50.53	\$37.25	\$27.47	\$27.85	\$26.16
Value at end of period	\$65.05	\$51.63	\$38.59	\$63.75	\$78.73	\$58.10	\$50.53	\$37.25	\$27.47	\$27.85
Number of accumulation units outstanding at end of period	424,192	497,924	581,354	780,245	989,835	829,769	653,475	740,624	784,789	715,123
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.11	\$6.61	\$10.18	\$10.04	\$10.05					
Value at end of period	\$10.01	\$8.11	\$6.61	\$10.18	\$10.04					
Number of accumulation units outstanding at end of period	1,117,333	1,318,915	1,531,120	1,084,038	454,471					

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.83	\$6.82	\$11.39	\$11.11	\$9.91	\$9.96				
Value at end of period	\$9.74	\$8.83	\$6.82	\$11.39	\$11.11	\$9.91				
Number of accumulation units outstanding at end of period	2,217,712	2,116,674	2,268,505	1,263,874	633,408	1,991				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.99	\$5.83	\$10.40	\$10.00						
Value at end of period	\$8.59	\$6.99	\$5.83	\$10.40						
Number of accumulation units outstanding at end of period	2,116,682	1,290,282	1,436,110	624,411						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.81	\$9.71								
Value at end of period	\$8.77	\$9.81								
Number of accumulation units outstanding at end of period	17,995	1,961								
<b>ING FMR® DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.58	\$9.91	\$16.54	\$14.67	\$13.32	\$11.57	\$9.47	\$7.21	\$9.08	\$9.87
Value at end of period	\$17.16	\$13.58	\$9.91	\$16.54	\$14.67	\$13.32	\$11.57	\$9.47	\$7.21	\$9.08
Number of accumulation units outstanding at end of period	4,529,413	4,575,462	5,010,769	5,667,698	3,014,114	2,687,106	580,268	492,657	504,098	261,790
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.98	\$7.68	\$11.03	\$10.91	\$10.00					
Value at end of period	\$11.11	\$9.98	\$7.68	\$11.03	\$10.91					
Number of accumulation units outstanding at end of period	2,754,551	2,779,793	2,309,772	2,111,386	798,913					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.06	\$7.27	\$11.87	\$12.42						
Value at end of period	\$9.95	\$9.06	\$7.27	\$11.87						
Number of accumulation units outstanding at end of period	1,342,009	1,357,139	1,499,276	1,229,968						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$7.79	\$6.08	\$9.60	\$10.00						
Value at end of period	\$8.50	\$7.79	\$6.08	\$9.60						
Number of accumulation units outstanding at end of period	5,865,447	6,423,292	6,748,633	3,664,178						
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.08								
Value at end of period	\$11.00	\$10.26								
Number of accumulation units outstanding at end of period	16,699	5,356								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$36.13	\$26.69	\$45.95	\$35.02	\$29.30	\$21.61	\$20.62	\$13.76	\$13.87	\$16.03
Value at end of period	\$43.27	\$36.13	\$26.69	\$45.95	\$35.02	\$29.30	\$21.61	\$20.62	\$13.76	\$13.87
Number of accumulation units outstanding at end of period	1,430,152	1,758,130	1,764,773	1,716,584	1,344,496	930,199	538,575	549,898	561,649	458,820
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.80	\$6.09	\$9.95	\$9.83						
Value at end of period	\$8.74	\$7.80	\$6.09	\$9.95						
Number of accumulation units outstanding at end of period	2,208,411	2,466,114	1,706,786	8,086						



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.95	\$9.99								
Value at end of period	\$13.71	\$12.95								
Number of accumulation units outstanding at end of period	384,994	241,620								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.71	\$7.19	\$11.66	\$11.31	\$10.05	\$9.71	\$8.94	\$10.00		
Value at end of period	\$9.74	\$8.71	\$7.19	\$11.66	\$11.31	\$10.05	\$9.71	\$8.94		
Number of accumulation units outstanding at end of period	647,790	705,055	923,149	1,049,107	827,701	506,320	199,344	65,973		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.85	\$8.38	\$13.67	\$13.19	\$12.28	\$11.25	\$10.09			
Value at end of period	\$12.98	\$10.85	\$8.38	\$13.67	\$13.19	\$12.28	\$11.25			
Number of accumulation units outstanding at end of period	702,179	793,765	978,688	1,082,008	1,002,636	617,687	66,748			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.19	\$8.31	\$12.73	\$13.83	\$12.38	\$11.71	\$10.06			
Value at end of period	\$12.29	\$10.19	\$8.31	\$12.73	\$13.83	\$12.38	\$11.71			
Number of accumulation units outstanding at end of period	519,025	583,023	725,123	842,859	784,269	430,599	53,654			
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.13	\$11.08	\$12.32	\$11.84	\$11.58	\$11.43	\$11.10	\$10.63	\$10.00	
Value at end of period	\$13.08	\$12.13	\$11.08	\$12.32	\$11.84	\$11.58	\$11.43	\$11.10	\$10.63	
Number of accumulation units outstanding at end of period	7,515,594	7,582,620	7,875,077	7,466,953	4,026,439	1,037,954	433,079	314,718	290,354	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.60	\$6.06	\$10.30							
Value at end of period	\$8.06	\$7.60	\$6.06							
Number of accumulation units outstanding at end of period	667,677	780,457	94,606							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
Value at beginning of period	\$11.45	\$8.52	\$16.97	\$14.26	\$11.77	\$10.34	\$8.97	\$6.06	\$8.31	\$8.89
Value at end of period	\$12.85	\$11.45	\$8.52	\$16.97	\$14.26	\$11.77	\$10.34	\$8.97	\$6.06	\$8.31
Number of accumulation units outstanding at end of period	2,171,848	2,717,027	3,282,205	3,126,657	731,178	310,078	197,494	240,606	162,394	158,129
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.88								
Value at end of period	\$11.03	\$9.86								
Number of accumulation units outstanding at end of period	37,653	1,762								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
Value at beginning of period	\$20.30	\$12.02	\$25.05	\$18.38	\$13.75	\$10.36	\$8.93	\$6.19	\$7.04	\$7.55
Value at end of period	\$24.04	\$20.30	\$12.02	\$25.05	\$18.38	\$13.75	\$10.36	\$8.93	\$6.19	\$7.04
Number of accumulation units outstanding at end of period	2,700,954	3,369,046	3,336,198	3,247,569	2,464,481	1,806,293	1,347,745	1,372,717	1,610,890	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.54	\$6.90	\$10.19							
Value at end of period	\$10.34	\$8.54	\$6.90							
Number of accumulation units outstanding at end of period	635,346	334,741	519,822							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.59	\$10.04	\$14.56	\$15.05	\$13.11	\$13.63	\$10.36	\$7.84	\$10.00	
Value at end of period	\$15.71	\$12.59	\$10.04	\$14.56	\$15.05	\$13.11	\$13.63	\$10.36	\$7.84	
Number of accumulation units outstanding at end of period	1,345,723	674,535	685,118	903,332	732,570	472,909	233,264	99,605	31,084	
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during June 2004)										
Value at beginning of period	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48	\$10.00			
Value at end of period	\$13.78	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48			
Number of accumulation units outstanding at end of period	710,705	734,625	52,587	23,973	34,174	18,300	1,868			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.35	\$7.96	\$13.34	\$13.81	\$12.75	\$11.65	\$10.81	\$10.00		
Value at end of period	\$12.65	\$10.35	\$7.96	\$13.34	\$13.81	\$12.75	\$11.65	\$10.81		
Number of accumulation units outstanding at end of period	362,631	407,952	532,667	635,240	577,319	349,758	43,426	16,860		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$22.01	\$20.86	\$21.24	\$20.40	\$19.96	\$19.94	\$19.98	\$19.73	\$18.69	\$17.45
Value at end of period	\$22.35	\$22.01	\$20.86	\$21.24	\$20.40	\$19.96	\$19.94	\$19.98	\$19.73	\$18.69
Number of accumulation units outstanding at end of period	364,324	451,036	563,814	729,940	949,165	1,251,815	1,693,679	2,413,916	3,063,486	2,547,141
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$16.41	\$16.61	\$16.47	\$16.94	\$15.47	\$15.29	\$15.39	\$15.51	\$15.54	\$15.19
Value at end of period	\$16.16	\$16.41	\$16.61	\$16.47	\$15.94	\$15.47	\$15.29	\$15.39	\$15.51	\$15.54
Number of accumulation units outstanding at end of period	5,366,980	6,925,003	11,654,931	5,008,409	3,712,286	3,236,339	2,859,998	3,967,468	5,577,967	7,210,822
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$10.12	\$8.65	\$13.85	\$13.51	\$11.67	\$11.24	\$10.38	\$8.04	\$10.60	\$11.25
Value at end of period	\$11.66	\$10.12	\$8.65	\$13.51	\$13.51	\$11.67	\$11.24	\$10.38	\$8.04	\$10.60
Number of accumulation units outstanding at end of period	202,311	242,522	347,207	431,638	556,217	418,082	477,225	565,048	590,391	533,884
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$13.99	\$11.02	\$18.75	\$16.68	\$16.15	\$15.06	\$13.60	\$10.41	\$15.01	\$21.86
Value at end of period	\$16.51	\$13.99	\$11.02	\$18.75	\$16.68	\$16.15	\$15.06	\$13.60	\$10.41	\$15.01
Number of accumulation units outstanding at end of period	2,779,073	3,110,065	3,538,269	4,085,294	4,590,397	5,390,136	6,191,793	7,363,429	8,151,064	11,192,041
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$12.11	\$8.94	\$17.98	\$15.15	\$12.40	\$10.13				
Value at end of period	\$13.56	\$12.11	\$8.94	\$17.98	\$15.15	\$12.40				
Number of accumulation units outstanding at end of period	806,375	989,793	1,266,966	1,062,067	530,650	229,089				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$24.22	\$20.87	\$27.30	\$26.66	\$24.19	\$23.88	\$21.83	\$18.99	\$20.33	\$20.55
Value at end of period	\$26.20	\$24.22	\$20.87	\$27.30	\$26.66	\$24.19	\$23.88	\$21.83	\$20.33	\$20.55
Number of accumulation units outstanding at end of period	2,350,087	2,710,246	3,028,687	3,465,477	4,108,202	4,628,389	4,961,026	5,459,084	5,740,870	6,331,856
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$14.74	\$11.28	\$18.39	\$14.66	\$11.38	\$10.07				
Value at end of period	\$16.50	\$14.74	\$11.28	\$18.39	\$14.66	\$11.38				
Number of accumulation units outstanding at end of period	2,876,422	3,087,314	3,363,382	2,981,525	1,324,190	704,604				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)										
Value at beginning of period	\$9.03	\$6.51	\$10.61	\$8.59	\$8.11	\$7.47	\$7.11			
Value at end of period	\$11.56	\$9.03	\$6.51	\$10.61	\$8.59	\$8.11	\$7.47			
Number of accumulation units outstanding at end of period	2,982,870	3,271,761	3,224,478	36,544	48,053	74,612	72,972			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$15.37	\$12.11	\$17.23	\$15.95	\$13.35	\$12.18	\$10.98	\$8.84	\$10.00	
Value at end of period	\$17.24	\$15.37	\$12.11	\$17.23	\$15.95	\$13.35	\$12.18	\$10.98	\$8.84	
Number of accumulation units outstanding at end of period	1,415,808	1,168,866	1,078,572	1,244,867	1,070,037	790,792	244,553	189,266	135,600	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.77	\$8.57	\$9.22							
Value at end of period	\$10.36	\$9.77	\$8.57							
Number of accumulation units outstanding at end of period	753,279	309,949	58,891							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.63	\$8.44	\$10.97							
Value at end of period	\$11.93	\$10.63	\$8.44							
Number of accumulation units outstanding at end of period	417,023	152,220	24,362							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.65	\$8.49	\$14.49	\$13.84	\$11.95	\$10.12				
Value at end of period	\$13.28	\$11.65	\$8.49	\$14.49	\$13.84	\$11.95				
Number of accumulation units outstanding at end of period	662,061	726,173	832,152	782,650	489,270	130,405				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.53	\$9.20	\$12.06	\$11.91	\$11.10	\$10.81	\$10.00			
Value at end of period	\$15.22	\$13.53	\$9.20	\$12.06	\$11.91	\$11.10	\$10.81			
Number of accumulation units outstanding at end of period	2,059,551	1,781,395	2,182,503	2,929,725	3,362,115	3,361,552	3,547,230			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$17.17	\$15.24	\$14.85	\$13.84	\$13.48	\$13.36	\$12.94	\$12.55	\$11.73	\$11.63
Value at end of period	\$18.20	\$17.17	\$15.24	\$14.85	\$13.84	\$13.48	\$13.36	\$12.94	\$12.55	\$11.73
Number of accumulation units outstanding at end of period	11,610,811	12,123,138	10,313,407	4,362,458	2,577,101	2,293,825	1,773,851	1,936,849	2,142,595	813,599
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.24	\$8.38	\$13.04	\$12.61	\$10.97	\$10.17				
Value at end of period	\$11.69	\$10.24	\$8.38	\$13.04	\$12.61	\$10.97				
Number of accumulation units outstanding at end of period	188,808	176,349	209,565	251,408	305,987	193,802				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.15	\$8.24	\$12.51	\$12.04	\$10.89	\$10.07				
Value at end of period	\$11.78	\$10.15	\$8.24	\$12.51	\$12.04	\$10.89				
Number of accumulation units outstanding at end of period	3,335,676	3,645,387	4,116,452	2,419,106	2,190,403	2,022,539				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.83	\$8.31								
Number of accumulation units outstanding at end of period	3,445,032	2,936,003								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.30	\$9.37								
Number of accumulation units outstanding at end of period	40,492,715	44,077,032								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.52	\$9.63								
Number of accumulation units outstanding at end of period	22,990,155	25,122,621								
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.63	\$9.86								
Number of accumulation units outstanding at end of period	12,371,740	13,291,121								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.68	\$10.20								
Value at end of period	\$14.04	\$12.68								
Number of accumulation units outstanding at end of period	253,938	271,573								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.15	\$6.70	\$10.09							
Value at end of period	\$8.99	\$8.15	\$6.70							
Number of accumulation units outstanding at end of period	5,375,801	5,953,643	348,627							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.50	\$10.59								
Value at end of period	\$13.67	\$12.50								
Number of accumulation units outstanding at end of period	170,983	59,990								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.98	\$10.40								
Value at end of period	\$16.08	\$12.98								
Number of accumulation units outstanding at end of period	1,976,186	2,056,517								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.42	\$6.12	\$10.48							
Value at end of period	\$10.36	\$8.42	\$6.12							
Number of accumulation units outstanding at end of period	1,182,184	826,408	299,431							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.66	\$6.96	\$10.02							
Value at end of period	\$10.75	\$8.66	\$6.96							
Number of accumulation units outstanding at end of period	1,667,335	949,289	830,338							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.22	\$5.61	\$8.71	\$8.06	\$7.28	\$6.80	\$6.28	\$4.61	\$8.32	\$10.00
Value at end of period	\$9.39	\$7.22	\$5.61	\$8.71	\$8.06	\$7.28	\$6.80	\$6.28	\$4.61	\$8.32
Number of accumulation units outstanding at end of period	196,789	217,723	243,159	313,722	514,893	434,882	208,033	269,277	139,362	61,322
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.95	\$7.14	\$10.05							
Value at end of period	\$10.92	\$8.95	\$7.14							
Number of accumulation units outstanding at end of period	579,000	634,300	469,428							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$44.63	\$34.02	\$47.67	\$46.39	\$41.10	\$38.74	\$33.75	\$27.37	\$27.67	\$25.57
Value at end of period	\$50.10	\$44.63	\$34.02	\$47.67	\$46.39	\$41.10	\$38.74	\$33.75	\$27.37	\$27.67
Number of accumulation units outstanding at end of period	3,920,389	4,481,696	4,590,193	4,752,060	4,508,693	4,202,039	3,381,218	3,717,807	4,093,955	3,679,280
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$26.47	\$21.51	\$33.98	\$33.49	\$28.56	\$27.91	\$24.68	\$20.03	\$23.43	\$23.49
Value at end of period	\$29.95	\$26.47	\$21.51	\$33.98	\$33.49	\$28.56	\$27.91	\$24.68	\$20.03	\$23.43
Number of accumulation units outstanding at end of period	1,584,809	1,703,061	1,752,665	1,738,081	1,914,995	2,000,178	1,981,687	2,135,369	2,226,227	2,377,259
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.10	\$5.77	\$10.16	\$10.10						
Value at end of period	\$9.29	\$8.10	\$5.77	\$10.16						
Number of accumulation units outstanding at end of period	812,616	1,055,201	342,675	209,945						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.62	\$7.41	\$12.67	\$11.17	\$10.17					
Value at end of period	\$10.28	\$9.62	\$7.41	\$12.67	\$11.17					
Number of accumulation units outstanding at end of period	2,184,953	2,166,834	1,589,643	766,752	180,655					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$20.18	\$15.49	\$26.09	\$25.88	\$21.56	\$19.92	\$18.24	\$13.59	\$17.30	\$19.94
Value at end of period	\$21.41	\$20.18	\$15.49	\$26.09	\$25.88	\$21.56	\$19.92	\$18.24	\$13.59	\$17.30
Number of accumulation units outstanding at end of period	1,248,029	1,571,331	1,563,733	1,776,667	1,869,899	1,894,005	2,144,240	2,499,768	2,796,359	3,208,566
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during September 2006)										
Value at beginning of period	\$10.09	\$7.10	\$12.00	\$11.40	\$10.20					
Value at end of period	\$11.04	\$10.09	\$7.10	\$12.00	\$11.40					
Number of accumulation units outstanding at end of period	28,739	34,659	38,409	60,652	24,063					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.59	\$10.19	\$10.01	\$11.17	\$11.17					
Value at end of period	\$11.04	\$10.59	\$10.19	\$11.17	\$11.17					
Number of accumulation units outstanding at end of period	1,334,264	1,500,270	934,344	89,247	106,412					
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.56	\$7.38	\$12.50	\$12.58	\$11.17	\$10.20				
Value at end of period	\$10.64	\$9.56	\$7.38	\$12.50	\$12.58	\$11.17				
Number of accumulation units outstanding at end of period	60,021	62,605	71,305	89,247	106,412	56,006				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.76	\$8.50	\$13.60	\$14.14	\$12.39	\$11.96				
Value at end of period	\$12.20	\$10.76	\$8.50	\$14.14	\$14.14	\$12.39				
Number of accumulation units outstanding at end of period	839,486	896,353	881,846	629,662	423,505	225,904				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.07	\$9.19	\$12.21	\$12.01	\$10.85	\$10.16				
Value at end of period	\$12.21	\$11.07	\$9.19	\$12.01	\$12.01	\$10.85				
Number of accumulation units outstanding at end of period	858,504	916,529	999,855	423,607	250,190	199,397				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
Value at beginning of period	\$25.82	\$21.16	\$31.72	\$31.40	\$27.50	\$25.38	\$22.59	\$17.94	\$21.38	\$24.67
Value at end of period	\$28.60	\$25.82	\$21.16	\$31.40	\$31.40	\$27.50	\$25.38	\$22.59	\$17.94	\$21.38
Number of accumulation units outstanding at end of period	2,293,500	2,632,002	3,137,304	3,733,208	4,414,173	4,924,061	5,419,465	6,186,431	6,933,409	8,520,621

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.70	\$9.05	\$12.89	\$12.06	\$10.76	\$9.90	\$9.95			
Value at end of period	\$11.27	\$10.70	\$9.05	\$12.89	\$12.06	\$10.76	\$9.90			
Number of accumulation units outstanding at end of period	1,283,559	1,392,824	1,357,625	996,338	715,471	431,426	38,044			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.76	\$6.07	\$9.95							
Value at end of period	\$8.09	\$7.76	\$6.07							
Number of accumulation units outstanding at end of period	1,538,407	1,771,924	1,417,425							
<b>INVESCO V.I. LEISURE FUND</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.18	\$7.79	\$13.89	\$14.23	\$11.60	\$11.92	\$10.68	\$8.43	\$10.00	
Value at end of period	\$12.22	\$10.18	\$7.79	\$13.89	\$14.23	\$11.60	\$11.92	\$10.68	\$8.43	
Number of accumulation units outstanding at end of period	51,309	54,186	64,491	144,169	159,554	160,751	78,941	57,779	28,020	
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.64	\$6.24	\$10.17	\$9.97	\$8.91	\$8.81	\$8.22	\$6.65	\$8.89	\$10.00
Value at end of period	\$8.46	\$7.64	\$6.24	\$10.17	\$9.97	\$8.91	\$8.81	\$8.22	\$6.65	\$8.89
Number of accumulation units outstanding at end of period	45,340	51,804	55,097	67,929	109,056	372,891	394,140	354,864	194,395	256,467
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.25	\$7.10	\$12.89	\$11.42	\$9.87	\$9.28	\$8.24	\$6.04	\$8.26	\$10.00
Value at end of period	\$9.35	\$9.25	\$7.10	\$12.89	\$11.42	\$9.87	\$9.28	\$8.24	\$6.04	\$8.26
Number of accumulation units outstanding at end of period	24,560	34,981	40,965	59,527	71,195	126,063	148,329	147,115	156,757	5,726
<b>PROFUND VP RISING RATES OPPORTUNITY</b> (Fund first available during October 2003)										
Value at beginning of period	\$5.99	\$4.60	\$7.54	\$8.08	\$7.45	\$8.21	\$9.36	\$10.00		
Value at end of period	\$4.95	\$5.99	\$4.60	\$7.54	\$8.08	\$7.45	\$8.21	\$9.36		
Number of accumulation units outstanding at end of period	189,111	208,414	230,571	321,472	361,555	351,390	175,899	137,981		

### Separate Account Annual Charges of 1.65%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.49	\$7.98	\$10.09							
Value at end of period	\$10.24	\$9.49	\$7.98							
Number of accumulation units outstanding at end of period	32,649,952	29,137,036	14,862,682							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$16.89	\$13.74	\$19.45	\$20.30	\$17.29	\$16.67	\$13.83	\$10.00		
Value at end of period	\$21.01	\$16.89	\$13.74	\$19.45	\$20.30	\$17.29	\$16.67	\$13.83		
Number of accumulation units outstanding at end of period	894,397	1,055,356	1,247,388	1,669,952	2,192,902	2,694,431	1,745,035	202,533		
<b>FIDELITY<sup>®</sup> VIP CONTRAFUND<sup>®</sup> PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.76	\$8.82	\$15.66	\$13.57	\$12.38	\$10.79				
Value at end of period	\$13.52	\$11.76	\$8.82	\$15.66	\$13.57	\$12.38				
Number of accumulation units outstanding at end of period	11,446,144	13,426,002	14,367,566	8,727,881	5,320,846	2,071,944				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.57	\$7.49	\$13.32	\$13.37	\$11.34	\$10.92	\$9.98	\$7.80	\$9.58	\$10.00
Value at end of period	\$10.82	\$9.57	\$7.49	\$13.32	\$13.37	\$11.34	\$10.92	\$9.98	\$7.80	\$9.58
Number of accumulation units outstanding at end of period	1,758,440	2,015,556	2,321,019	2,996,250	2,729,417	2,083,613	1,820,927	947,458	177,883	0
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.71	\$7.18	\$9.96							
Value at end of period	\$9.59	\$8.71	\$7.18							
Number of accumulation units outstanding at end of period	11,286,916	11,176,781	6,791,321							
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
Value at beginning of period	\$9.74	\$8.83	\$10.01							
Value at end of period	\$10.16	\$9.74	\$8.83							
Number of accumulation units outstanding at end of period	10,751,092	11,050,737	6,792,467							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
Value at beginning of period	\$11.10	\$8.65	\$14.22	\$13.84	\$12.28	\$11.86	\$10.98	\$10.00		
Value at end of period	\$12.11	\$11.10	\$8.65	\$14.22	\$13.84	\$12.28	\$11.86	\$10.98		
Number of accumulation units outstanding at end of period	18,859,469	20,239,154	19,704,269	14,800,441	11,659,213	8,805,371	5,275,914	536,261		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
Value at beginning of period	\$11.93	\$8.75	\$15.97	\$14.53	\$13.47	\$11.85	\$10.76	\$10.00		
Value at end of period	\$13.86	\$11.93	\$8.75	\$15.97	\$14.53	\$13.47	\$11.85	\$10.76		
Number of accumulation units outstanding at end of period	28,931,189	30,569,314	29,486,643	21,187,620	17,328,218	12,968,062	7,574,705	1,003,541		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
Value at beginning of period	\$17.45	\$12.46	\$22.02	\$18.75	\$16.11	\$13.54	\$11.61	\$10.00		
Value at end of period	\$18.30	\$17.45	\$12.46	\$22.02	\$18.75	\$16.11	\$13.54	\$11.61		
Number of accumulation units outstanding at end of period	13,733,676	14,447,525	13,747,430	9,721,538	7,272,815	4,950,832	2,513,020	241,840		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
Value at beginning of period	\$12.03	\$9.08	\$9.98							
Value at end of period	\$13.33	\$12.03	\$9.08							
Number of accumulation units outstanding at end of period	2,692,196	1,950,103	447,067							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
Value at beginning of period	\$13.30	\$11.25	\$20.29	\$17.71	\$13.94	\$12.29	\$10.59	\$8.21	\$10.00	
Value at end of period	\$13.98	\$13.30	\$11.25	\$20.29	\$17.71	\$13.94	\$12.29	\$10.59	\$8.21	
Number of accumulation units outstanding at end of period	7,241,127	8,539,378	8,579,771	7,545,354	5,453,420	3,692,516	1,879,994	296,301	81,977	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
Value at beginning of period	\$9.98	\$7.51	\$12.99	\$12.45	\$10.99	\$9.97				
Value at end of period	\$12.42	\$9.98	\$7.51	\$12.99	\$12.45	\$10.99				
Number of accumulation units outstanding at end of period	5,244,173	5,554,100	4,777,820	2,907,330	1,977,073	966,411				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
Value at beginning of period	\$10.57	\$9.89								
Value at end of period	\$10.96	\$10.57								
Number of accumulation units outstanding at end of period	4,954,370	3,586,830								

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.00	\$7.81	\$13.04	\$12.42	\$11.78	\$10.86	\$9.94	\$7.96	\$10.00	\$9.87
Value at end of period	\$11.16	\$10.00	\$7.81	\$13.04	\$12.42	\$11.78	\$10.86	\$9.94	\$7.96	\$9.06
Number of accumulation units outstanding at end of period	1,660,779	1,835,417	1,686,153	1,199,204	927,783	1,015,999	188,506	161,256	60,487	390,858
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.15	\$9.15	\$14.38	\$14.02	\$12.25	\$11.83	\$10.79	\$8.36	\$10.00	\$9.87
Value at end of period	\$11.09	\$10.15	\$9.15	\$14.38	\$14.02	\$12.25	\$11.83	\$10.79	\$8.36	\$9.06
Number of accumulation units outstanding at end of period	210,367	253,206	298,717	383,821	504,673	260,047	265,975	128,265	36,244	390,858
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.74	\$6.49	\$9.99							
Value at end of period	\$11.32	\$9.74	\$6.49							
Number of accumulation units outstanding at end of period	3,692,593	3,822,702	2,342,950							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.40	\$7.16	\$12.40	\$13.60	\$11.05	\$9.64	\$36.64	\$27.05	\$27.45	\$25.81
Value at end of period	\$10.72	\$9.40	\$7.16	\$12.40	\$13.60	\$11.05	\$36.64	\$27.05	\$27.45	\$27.45
Number of accumulation units outstanding at end of period	2,903,282	3,360,508	3,566,733	2,153,514	740,231		672,058	395,687	242,782	77,777
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$50.47	\$37.76	\$62.45	\$77.20	\$57.02	\$49.64	\$49.64	\$27.05	\$27.45	\$25.81
Value at end of period	\$63.52	\$50.47	\$37.76	\$62.45	\$57.02	\$49.64	\$49.64	\$27.05	\$27.45	\$27.45
Number of accumulation units outstanding at end of period	510,504	613,664	710,187	905,352	1,081,799	935,631	672,058	395,687	242,782	77,777
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.08	\$6.59	\$10.16	\$10.04	\$9.95					
Value at end of period	\$9.96	\$8.08	\$6.59	\$10.16	\$10.04					
Number of accumulation units outstanding at end of period	3,549,908	4,787,221	4,530,155	2,975,002	1,490,670					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.80	\$6.79	\$11.37	\$11.10	\$9.91	\$9.96				
Value at end of period	\$9.69	\$8.80	\$6.79	\$11.37	\$11.10	\$9.91				
Number of accumulation units outstanding at end of period	7,592,795	7,644,431	6,232,741	2,974,581	1,247,916	43,804				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.97	\$5.82	\$10.39	\$10.00						
Value at end of period	\$8.56	\$6.97	\$5.82	\$10.39						
Number of accumulation units outstanding at end of period	7,272,716	7,068,642	7,174,467	3,410,381						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.81	\$9.43								
Value at end of period	\$8.76	\$9.81								
Number of accumulation units outstanding at end of period	169,739	6,282								
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$13.45	\$9.83	\$16.42	\$14.58	\$13.25	\$11.52	\$9.44	\$7.19	\$9.06	\$9.87
Value at end of period	\$16.98	\$13.45	\$9.83	\$16.42	\$13.25	\$11.52	\$11.52	\$9.44	\$7.19	\$9.06
Number of accumulation units outstanding at end of period	6,525,329	7,078,573	6,531,801	5,886,751	4,115,916	3,308,905	2,007,253	1,236,349	877,092	390,858



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.95	\$7.66	\$11.01	\$10.91	\$9.99					
Value at end of period	\$11.05	\$9.95	\$7.66	\$11.01	\$10.91					
Number of accumulation units outstanding at end of period	7,970,975	8,015,179	7,440,765	5,223,391	1,672,877					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.04	\$7.26	\$11.87	\$12.42						
Value at end of period	\$9.91	\$9.04	\$7.26	\$11.87						
Number of accumulation units outstanding at end of period	4,677,692	4,913,841	4,632,152	3,512,368						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.77	\$6.07	\$9.59	\$10.06						
Value at end of period	\$8.47	\$7.77	\$6.07	\$9.59						
Number of accumulation units outstanding at end of period	28,072,976	29,916,528	31,131,536	14,012,616						
<b>ING FTSE 100 INDEX® PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$10.26	\$9.74								
Value at end of period	\$10.98	\$10.26								
Number of accumulation units outstanding at end of period	95,140	4,460								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$35.32	\$26.11	\$45.01	\$34.34	\$28.76	\$21.23	\$20.28	\$13.55	\$13.67	\$15.81
Value at end of period	\$42.26	\$35.32	\$26.11	\$45.01	\$34.34	\$28.76	\$21.23	\$20.28	\$13.55	\$13.67
Number of accumulation units outstanding at end of period	2,544,301	3,158,457	3,200,961	2,276,793	1,627,379	1,133,308	643,253	349,772	108,459	18,910
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.78	\$6.09	\$9.95	\$9.83						
Value at end of period	\$8.71	\$7.78	\$6.09	\$9.95						
Number of accumulation units outstanding at end of period	4,802,895	5,516,324	3,269,386	15,528						
<b>ING HANG SENG INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.94	\$9.99								
Value at end of period	\$13.68	\$12.94								
Number of accumulation units outstanding at end of period	1,180,071	594,631								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.63	\$7.13	\$11.59	\$11.25	\$10.01	\$9.67	\$8.92	\$10.00		
Value at end of period	\$9.65	\$8.63	\$7.13	\$11.59	\$11.25	\$10.01	\$9.67	\$8.92		
Number of accumulation units outstanding at end of period	1,038,513	1,191,005	1,568,394	2,011,974	1,941,369	1,717,454	1,211,622	392,888		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.47	\$8.10	\$13.23	\$12.78	\$11.91	\$10.92	\$9.49			
Value at end of period	\$12.52	\$10.47	\$8.10	\$13.23	\$12.78	\$11.91	\$10.92			
Number of accumulation units outstanding at end of period	1,163,968	1,330,208	1,643,831	2,026,223	1,783,464	1,374,933	505,878			
<b>ING INDEX PLUS SMALL CAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$9.81	\$8.01	\$12.28	\$13.35	\$11.96	\$11.33	\$9.39			
Value at end of period	\$11.82	\$9.81	\$8.01	\$12.28	\$13.35	\$11.96	\$11.33			
Number of accumulation units outstanding at end of period	1,018,778	1,187,131	1,350,205	1,814,376	1,573,446	1,104,254	456,418			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.04	\$11.00	\$12.24	\$11.78	\$11.54	\$11.40	\$11.08	\$10.63	\$10.00	
Value at end of period	\$12.97	\$12.04	\$11.00	\$12.24	\$11.78	\$11.54	\$11.40	\$11.08	\$10.63	
Number of accumulation units outstanding at end of period	19,438,551	20,618,726	21,077,749	18,045,939	9,597,875	3,017,046	1,881,640	337,031	88,275	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.59	\$6.05	\$10.22							
Value at end of period	\$8.03	\$7.59	\$6.05							
Number of accumulation units outstanding at end of period	1,270,771	1,647,470	309,276							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
Value at beginning of period	\$11.34	\$8.45	\$16.85	\$14.17	\$11.71	\$10.30	\$8.94	\$6.04	\$8.30	\$8.88
Value at end of period	\$12.71	\$11.34	\$8.45	\$16.85	\$14.17	\$11.71	\$10.30	\$8.94	\$6.04	\$8.30
Number of accumulation units outstanding at end of period	5,529,830	6,486,317	8,035,793	5,642,272	945,963	473,569	395,916	344,837	246,924	151,551
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$11.01	\$9.85								
Number of accumulation units outstanding at end of period	161,677	2,610								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
Value at beginning of period	\$20.06	\$11.89	\$24.80	\$18.21	\$13.64	\$10.28	\$8.88	\$6.16	\$7.01	\$7.52
Value at end of period	\$23.73	\$20.06	\$11.89	\$24.80	\$18.21	\$13.64	\$10.28	\$8.88	\$6.16	\$7.01
Number of accumulation units outstanding at end of period	4,464,015	5,464,963	5,283,734	3,807,284	2,809,975	1,968,335	1,024,922	472,273	249,735	203,417
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Funds were first received in this option during May 2004)										
Value at beginning of period	\$11.31	\$9.16	\$13.90	\$13.81	\$12.05	\$11.30	\$9.90			
Value at end of period	\$13.68	\$11.31	\$9.16	\$13.90	\$13.81	\$12.05	\$11.30			
Number of accumulation units outstanding at end of period	2,095,654	1,477,123	651,474	63,076	71,145	91,313	62,314			
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.49	\$9.98	\$14.48	\$14.98	\$13.06	\$13.63	\$10.34	\$7.83	\$10.00	
Value at end of period	\$15.57	\$12.49	\$9.98	\$14.98	\$14.98	\$13.06	\$13.63	\$10.34	\$7.83	
Number of accumulation units outstanding at end of period	3,141,380	1,722,690	1,739,178	2,356,999	2,128,459	1,518,628	1,021,256	506,711	114,380	
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$12.18	\$8.70	\$12.21	\$11.12	\$10.71	\$10.47	\$9.92			
Value at end of period	\$13.69	\$12.18	\$8.70	\$12.21	\$11.12	\$10.71	\$10.47			
Number of accumulation units outstanding at end of period	1,903,369	1,425,814	204,381	96,693	170,706	92,164	45,865			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.28	\$7.92	\$13.28	\$13.76	\$12.72	\$11.63	\$10.81	\$10.00		
Value at end of period	\$12.55	\$10.28	\$7.92	\$13.28	\$13.76	\$12.72	\$11.63	\$10.81		
Number of accumulation units outstanding at end of period	995,576	1,187,832	1,399,391	1,672,154	1,772,212	1,579,345	1,121,331	94,036		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$21.48	\$20.38	\$20.77	\$19.97	\$19.55	\$19.56	\$19.62	\$19.40	\$18.39	\$17.18
Value at end of period	\$21.79	\$21.48	\$20.38	\$20.77	\$19.97	\$19.55	\$19.56	\$19.62	\$18.39	\$17.18
Number of accumulation units outstanding at end of period	176,733	223,473	269,815	360,310	460,569	619,015	809,812	1,154,037	917,938	389,087
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$15.99	\$16.21	\$16.09	\$15.58	\$15.14	\$14.97	\$15.09	\$15.23	\$15.26	\$14.94
Value at end of period	\$15.73	\$15.99	\$16.21	\$16.09	\$15.58	\$15.14	\$14.97	\$15.09	\$15.23	\$15.26
Number of accumulation units outstanding at end of period	9,115,635	12,290,462	18,806,724	5,984,813	3,439,887	2,157,975	1,780,415	1,848,567	1,599,933	953,602

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$10.01	\$8.57	\$13.74	\$13.42	\$11.60	\$11.18	\$10.34	\$8.01	\$10.58	\$11.24
Value at end of period	\$11.54	\$10.01	\$8.57	\$13.74	\$13.42	\$11.60	\$11.18	\$10.34	\$8.01	\$10.58
Number of accumulation units outstanding at end of period	550,615	663,615	771,210	975,055	1,291,222	1,060,605	1,173,059	1,081,824	1,030,211	401,684
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$13.80	\$10.87	\$18.53	\$16.50	\$15.99	\$14.93	\$13.49	\$10.34	\$14.92	\$21.75
Value at end of period	\$16.26	\$13.80	\$10.87	\$18.53	\$16.50	\$15.99	\$14.93	\$13.49	\$10.34	\$14.92
Number of accumulation units outstanding at end of period	3,883,826	3,803,720	3,530,625	3,223,395	2,969,761	2,979,009	2,512,016	1,979,404	1,434,607	1,236,743
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.05	\$8.90	\$17.93	\$15.12	\$12.40	\$10.00				
Value at end of period	\$13.48	\$12.05	\$8.90	\$17.93	\$15.12	\$12.40				
Number of accumulation units outstanding at end of period	2,050,959	2,444,515	2,920,415	1,993,862	1,152,245	888,379				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$23.85	\$20.57	\$26.93	\$26.33	\$23.92	\$23.63	\$21.62	\$18.83	\$20.18	\$20.42
Value at end of period	\$25.77	\$23.85	\$20.57	\$26.93	\$26.33	\$23.92	\$23.63	\$21.62	\$18.83	\$20.42
Number of accumulation units outstanding at end of period	2,972,959	3,389,867	3,123,588	3,060,376	3,213,515	3,365,929	2,977,831	2,396,435	1,672,477	915,770
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.67	\$11.23	\$18.34	\$14.64	\$11.38	\$10.07				
Value at end of period	\$16.41	\$14.67	\$11.23	\$18.34	\$14.64	\$11.38				
Number of accumulation units outstanding at end of period	3,676,976	4,073,509	4,480,383	2,817,908	1,671,630	1,195,134				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$8.95	\$6.45	\$10.54	\$8.54	\$8.07	\$7.45	\$7.09			
Value at end of period	\$11.44	\$8.95	\$6.45	\$10.54	\$8.54	\$8.07	\$7.45			
Number of accumulation units outstanding at end of period	3,637,309	2,574,342	2,677,395	165,449	229,809	307,954	316,589			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$15.25	\$12.03	\$17.13	\$15.87	\$13.30	\$12.15	\$10.97	\$8.83	\$10.00	
Value at end of period	\$17.09	\$15.25	\$12.03	\$17.13	\$15.87	\$13.30	\$12.15	\$10.97	\$8.83	
Number of accumulation units outstanding at end of period	3,604,727	3,370,800	3,388,663	3,674,854	2,939,640	2,119,939	1,143,284	441,247	136,897	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.76	\$8.56	\$9.22							
Value at end of period	\$10.33	\$9.76	\$8.56							
Number of accumulation units outstanding at end of period	1,937,172	1,397,934	83,472							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.61	\$8.43	\$9.98							
Value at end of period	\$11.90	\$10.61	\$8.43							
Number of accumulation units outstanding at end of period	1,643,930	782,866	162,979							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.82	\$8.62	\$14.73	\$14.08	\$12.17	\$10.93				
Value at end of period	\$13.46	\$11.82	\$8.62	\$14.73	\$14.08	\$12.17				
Number of accumulation units outstanding at end of period	1,480,914	1,695,188	1,995,843	1,647,677	1,178,387	344,200				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$13.45	\$9.15	\$12.01	\$11.88	\$11.08	\$10.80	\$10.00			
Value at end of period	\$15.11	\$13.45	\$9.15	\$12.01	\$11.88	\$11.08	\$10.80			
Number of accumulation units outstanding at end of period	3,779,255	2,721,625	3,338,098	4,384,724	4,835,744	4,678,798	4,403,121			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
Value at beginning of period	\$16.90	\$15.02	\$14.65	\$13.67	\$13.32	\$13.22	\$12.44			\$11.55
Value at end of period	\$17.90	\$16.90	\$15.02	\$14.65	\$13.67	\$13.32	\$13.22	\$12.82	\$11.64	\$11.64
Number of accumulation units outstanding at end of period	37,652,999	38,979,544	27,390,668	9,264,287	4,360,216	4,194,516	3,434,155	2,698,621	1,936,134	244,538
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.20	\$8.35	\$13.01	\$12.59	\$10.96	\$10.00				
Value at end of period	\$11.62	\$10.20	\$8.35	\$13.01	\$12.59	\$10.96				
Number of accumulation units outstanding at end of period	609,977	529,027	574,371	705,399	947,681	835,053				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$8.20	\$12.47	\$12.02	\$10.88	\$10.00				
Value at end of period	\$11.71	\$10.10	\$8.20	\$12.47	\$12.02	\$10.88				
Number of accumulation units outstanding at end of period	5,811,507	6,741,283	6,906,770	6,866,041	6,977,641	6,591,837				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.82	\$8.31								
Number of accumulation units outstanding at end of period	11,268,717	9,235,050								
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.21								
Value at end of period	\$10.28	\$9.37								
Number of accumulation units outstanding at end of period	90,407,563	98,222,251								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.51	\$9.63								
Number of accumulation units outstanding at end of period	65,664,893	70,210,170								
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.62	\$9.86								
Number of accumulation units outstanding at end of period	33,887,801	36,618,477								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.67	\$10.14								
Value at end of period	\$14.01	\$12.67								
Number of accumulation units outstanding at end of period	980,480	1,093,134								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.13	\$6.70	\$10.17							
Value at end of period	\$8.96	\$8.13	\$6.70							
Number of accumulation units outstanding at end of period	3,433,711	3,566,009	744,806							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.49	\$10.35								
Value at end of period	\$13.65	\$12.49								
Number of accumulation units outstanding at end of period	200,934	150,954								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.97	\$10.36								
Value at end of period	\$16.06	\$12.97								
Number of accumulation units outstanding at end of period	2,324,538	2,008,990								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.41	\$6.12	\$10.25							
Value at end of period	\$10.33	\$8.41	\$6.12							
Number of accumulation units outstanding at end of period	2,724,466	2,544,207	1,062,310							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.65	\$6.96	\$10.15							
Value at end of period	\$10.72	\$8.65	\$6.96							
Number of accumulation units outstanding at end of period	2,760,386	2,679,879	1,754,101							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.16	\$5.57	\$8.65	\$8.01	\$7.25	\$6.77	\$6.26	\$4.60	\$8.32	\$10.00
Value at end of period	\$9.29	\$7.16	\$5.57	\$8.65	\$8.01	\$7.25	\$6.77	\$6.26	\$4.60	\$8.32
Number of accumulation units outstanding at end of period	559,739	648,234	749,440	1,055,828	1,332,137	1,407,649	1,295,970	951,109	563,709	111,946
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.93	\$7.14	\$10.05							
Value at end of period	\$10.89	\$8.93	\$7.14							
Number of accumulation units outstanding at end of period	1,764,765	1,604,687	1,110,458							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$43.63	\$33.29	\$46.70	\$45.49	\$40.34	\$38.07	\$33.19	\$26.95	\$27.27	\$25.23
Value at end of period	\$48.93	\$43.63	\$33.29	\$46.70	\$45.49	\$40.34	\$38.07	\$33.19	\$26.95	\$27.27
Number of accumulation units outstanding at end of period	9,126,872	9,553,987	9,041,619	6,659,145	5,521,892	4,439,198	3,119,934	1,938,760	1,232,631	477,872
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$25.87	\$21.05	\$33.28	\$32.84	\$28.03	\$27.43	\$24.27	\$19.72	\$23.10	\$23.17
Value at end of period	\$29.25	\$25.87	\$21.05	\$32.84	\$32.84	\$28.03	\$27.43	\$24.27	\$19.72	\$23.10
Number of accumulation units outstanding at end of period	2,715,477	2,949,818	2,853,748	2,749,873	2,871,656	2,827,868	2,602,040	1,543,749	814,591	410,546
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.08	\$5.76	\$10.16	\$10.04						
Value at end of period	\$9.26	\$8.08	\$5.76	\$10.16						
Number of accumulation units outstanding at end of period	2,043,344	2,291,739	1,184,847	552,903						
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Funds were first received in this option during May 2006)										
Value at beginning of period	\$9.58	\$7.39	\$12.65	\$11.16	\$10.35					
Value at end of period	\$10.23	\$9.58	\$7.39	\$12.65	\$11.16					
Number of accumulation units outstanding at end of period	4,791,752	4,275,236	3,649,197	1,480,050	367,715					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Funds were first received in this option during May 2006)										
Value at beginning of period	\$19.80	\$15.22	\$25.65	\$25.47	\$21.24	\$19.65	\$18.01	\$13.43	\$17.11	\$19.75
Value at end of period	\$20.98	\$19.80	\$15.22	\$25.65	\$25.47	\$21.24	\$18.01	\$13.43	\$17.11	\$19.75
Number of accumulation units outstanding at end of period	1,648,993	1,778,535	1,823,433	1,982,382	1,812,177	1,493,366	1,520,291	1,411,896	1,121,604	791,259

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.06	\$7.08	\$11.99	\$11.39	\$10.03					
Value at end of period	\$10.99	\$10.06	\$7.08	\$11.99	\$11.39					
Number of accumulation units outstanding at end of period	84,198	90,886	109,563	183,572	73,215					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.57	\$10.18	\$9.98							
Value at end of period	\$11.01	\$10.57	\$10.18							
Number of accumulation units outstanding at end of period	3,769,609	4,694,672	2,170,741							
<b>ING U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.19	\$7.87	\$13.34	\$13.44	\$11.96	\$11.15				
Value at end of period	\$11.32	\$10.19	\$7.87	\$13.44	\$13.44	\$11.96				
Number of accumulation units outstanding at end of period	59,304	71,833	76,306	110,186	165,341	45,256				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.68	\$8.45	\$13.52	\$14.07	\$12.35	\$12.13				
Value at end of period	\$12.09	\$10.68	\$8.45	\$13.52	\$14.07	\$12.35				
Number of accumulation units outstanding at end of period	2,618,723	2,361,640	2,466,881	2,285,681	2,066,249	1,620,818				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.01	\$9.15	\$12.17	\$11.98	\$10.84	\$10.16				
Value at end of period	\$12.14	\$11.01	\$9.15	\$12.17	\$11.98	\$10.84				
Number of accumulation units outstanding at end of period	3,483,701	3,059,375	2,755,180	1,231,628	629,056	369,153				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$25.36	\$20.81	\$31.22	\$30.94	\$27.12	\$25.05	\$22.32	\$17.75	\$21.17	\$24.45
Value at end of period	\$28.06	\$25.36	\$20.81	\$31.22	\$30.94	\$27.12	\$25.05	\$22.32	\$17.75	\$21.17
Number of accumulation units outstanding at end of period	1,501,512	1,868,297	1,880,516	1,762,926	1,711,788	1,524,990	1,423,862	1,070,653	835,108	752,796
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.64	\$9.01	\$12.84	\$12.03	\$10.74	\$9.89				
Value at end of period	\$11.19	\$10.64	\$9.01	\$12.84	\$12.03	\$10.74				
Number of accumulation units outstanding at end of period	1,954,357	2,271,236	2,194,489	1,676,945	1,500,555	1,302,047	346,643			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.75	\$6.06	\$9.91							
Value at end of period	\$8.07	\$7.75	\$6.06							
Number of accumulation units outstanding at end of period	8,081,998	8,771,637	8,258,859							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.10	\$7.74	\$13.81	\$14.16	\$11.55	\$11.89	\$10.66	\$8.43	\$10.00	
Value at end of period	\$12.11	\$10.10	\$7.74	\$13.81	\$14.16	\$11.55	\$10.66	\$8.43	\$10.00	
Number of accumulation units outstanding at end of period	189,811	229,699	251,552	305,746	387,669	507,068	542,920	224,254	65,382	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.57	\$6.19	\$10.10	\$9.92	\$8.87	\$8.78	\$8.20	\$6.64	\$8.88	\$10.00
Value at end of period	\$8.38	\$7.57	\$6.19	\$9.92	\$8.87	\$8.78	\$8.20	\$6.64	\$8.88	\$10.00
Number of accumulation units outstanding at end of period	107,937	141,448	153,084	191,977	222,576	276,280	391,752	212,538	127,500	92,175

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.17	\$7.05	\$12.80	\$11.36	\$9.83	\$9.24	\$8.22	\$6.03	\$8.25	\$10.00
Value at end of period	\$9.26	\$9.17	\$7.05	\$12.80	\$11.36	\$9.83	\$9.24	\$8.22	\$6.03	\$8.25
Number of accumulation units outstanding at end of period	85,151	99,630	111,818	143,536	183,750	204,701	236,069	118,462	64,316	14,668
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.95	\$4.58	\$7.50	\$8.05	\$7.43	\$8.20	\$9.36	\$10.00		
Value at end of period	\$4.92	\$5.95	\$4.58	\$7.50	\$8.05	\$7.43	\$8.20	\$9.36		
Number of accumulation units outstanding at end of period	268,098	302,483	369,403	554,470	675,338	692,648	737,507	29,131		

### Separate Account Annual Charges of 1.70%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.48	\$7.97	\$10.09							
Value at end of period	\$10.23	\$9.48	\$7.97							
Number of accumulation units outstanding at end of period	3,721,600	3,117,544	1,684,294							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$16.84	\$13.70	\$19.40	\$20.26	\$17.27	\$16.65	\$13.82	\$10.00		
Value at end of period	\$20.93	\$16.84	\$13.70	\$19.40	\$20.26	\$17.27	\$16.65	\$13.82		
Number of accumulation units outstanding at end of period	346,007	381,207	434,603	548,430	661,613	917,288	926,655	203,540		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.32	\$8.50	\$15.09	\$13.08	\$11.94	\$10.23				
Value at end of period	\$13.01	\$11.32	\$8.50	\$15.09	\$13.08	\$11.94				
Number of accumulation units outstanding at end of period	1,298,423	1,507,302	1,689,055	1,335,727	1,107,520	723,220				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$9.53	\$7.46	\$13.28	\$13.34	\$11.31	\$10.90	\$9.97	\$7.80	\$9.58	
Value at end of period	\$10.76	\$9.53	\$7.46	\$13.28	\$13.34	\$11.31	\$10.90	\$9.97	\$7.80	
Number of accumulation units outstanding at end of period	509,299	580,670	667,353	977,380	1,226,029	1,094,676	1,224,611	881,408	338,456	
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.70	\$7.17	\$9.94							
Value at end of period	\$9.58	\$8.70	\$7.17							
Number of accumulation units outstanding at end of period	1,963,280	1,992,965	939,255							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.73	\$8.82	\$10.01							
Value at end of period	\$10.14	\$9.73	\$8.82							
Number of accumulation units outstanding at end of period	1,976,688	1,930,945	1,125,424							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.07	\$8.62	\$14.19	\$13.82	\$12.26	\$11.85	\$10.98	\$10.00		
Value at end of period	\$12.06	\$11.07	\$8.62	\$14.19	\$13.82	\$12.26	\$11.85	\$10.98		
Number of accumulation units outstanding at end of period	3,496,989	3,936,982	3,659,805	3,353,209	3,530,138	3,656,691	3,405,028	801,373		

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.90	\$8.72	\$15.93	\$14.50	\$13.45	\$11.84	\$10.76	\$10.00		
Value at end of period	\$13.81	\$11.90	\$8.72	\$15.93	\$14.50	\$13.45	\$11.84	\$10.76		
Number of accumulation units outstanding at end of period	5,072,856	5,351,232	5,030,658	4,519,539	4,718,835	4,743,152	4,110,117	964,596		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$17.39	\$12.43	\$21.97	\$18.72	\$16.09	\$13.54	\$11.61	\$10.00		
Value at end of period	\$18.23	\$17.39	\$12.43	\$21.97	\$18.72	\$16.09	\$13.54	\$11.61		
Number of accumulation units outstanding at end of period	2,331,615	2,578,721	2,347,957	2,257,381	2,319,253	2,083,393	1,408,463	252,100		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.02	\$9.07	\$9.92							
Value at end of period	\$13.31	\$12.02	\$9.07							
Number of accumulation units outstanding at end of period	645,015	524,451	88,972							
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$13.25	\$11.21	\$20.23	\$17.67	\$13.91	\$12.27	\$10.59	\$8.21	\$10.00	
Value at end of period	\$13.92	\$13.25	\$11.21	\$20.23	\$17.67	\$13.91	\$12.27	\$10.59	\$8.21	
Number of accumulation units outstanding at end of period	1,884,953	2,232,092	1,340,477	1,469,234	1,552,874	1,241,319	830,172	189,658	52,606	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.96	\$7.49	\$12.98	\$12.44	\$10.98	\$10.00				
Value at end of period	\$12.38	\$9.96	\$7.49	\$12.98	\$12.44	\$10.98				
Number of accumulation units outstanding at end of period	841,956	832,913	542,366	505,384	334,077	288,123				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.56	\$9.87								
Value at end of period	\$10.95	\$10.56								
Number of accumulation units outstanding at end of period	1,094,361	574,298								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$9.96	\$7.79	\$13.00	\$12.39	\$11.76	\$10.85	\$9.93	\$7.96	\$10.00	
Value at end of period	\$11.11	\$9.96	\$7.79	\$12.39	\$12.39	\$11.76	\$10.85	\$9.93	\$7.96	
Number of accumulation units outstanding at end of period	550,092	614,329	563,849	648,515	740,982	899,507	151,830	113,463	44,257	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.11	\$9.12	\$14.34	\$13.99	\$12.23	\$11.81	\$10.78	\$8.35	\$10.00	
Value at end of period	\$11.04	\$10.11	\$9.12	\$14.34	\$13.99	\$12.23	\$11.81	\$10.78	\$8.35	
Number of accumulation units outstanding at end of period	118,975	138,263	163,047	221,720	293,748	243,893	248,219	178,759	94,260	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.73	\$6.49	\$9.99							
Value at end of period	\$11.31	\$9.73	\$6.49							
Number of accumulation units outstanding at end of period	737,799	817,125	476,360							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.38	\$7.15	\$12.39	\$13.60	\$11.05					
Value at end of period	\$10.70	\$9.38	\$7.15	\$13.60	\$13.60					
Number of accumulation units outstanding at end of period	334,955	401,762	401,569	338,634	231,895					



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
Value at beginning of period	\$49.93	\$37.38	\$61.85	\$76.50	\$56.54	\$49.24	\$36.36	\$26.86	\$27.27	\$25.65
Value at end of period	\$62.82	\$49.93	\$37.38	\$61.85	\$76.50	\$56.54	\$49.24	\$36.36	\$26.86	\$27.27
Number of accumulation units outstanding at end of period	268,696	321,061	390,879	559,409	830,289	952,425	1,054,396	1,057,432	977,817	801,893
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.07	\$6.58	\$10.16	\$10.03	\$10.05					
Value at end of period	\$9.94	\$8.07	\$6.58	\$10.16	\$10.03					
Number of accumulation units outstanding at end of period	511,763	604,419	511,113	353,820	323,905					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during December 2005)										
Value at beginning of period	\$8.78	\$6.78	\$11.35	\$11.09	\$9.91	\$9.95				
Value at end of period	\$9.67	\$8.78	\$6.78	\$11.35	\$11.09	\$9.91				
Number of accumulation units outstanding at end of period	920,705	864,230	661,802	425,914	359,224	15,529				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.96	\$5.82	\$10.39	\$10.00						
Value at end of period	\$8.55	\$6.96	\$5.82	\$10.39						
Number of accumulation units outstanding at end of period	478,367	395,528	319,219	12,115						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.80	\$9.63								
Value at end of period	\$8.76	\$9.80								
Number of accumulation units outstanding at end of period	12,538	5,067								
<b>ING FMR™ DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.39	\$9.79	\$16.36	\$14.53	\$13.21	\$11.50	\$9.42	\$7.18	\$9.06	\$9.87
Value at end of period	\$16.89	\$13.39	\$9.79	\$16.36	\$14.53	\$13.21	\$11.50	\$9.42	\$7.18	\$9.06
Number of accumulation units outstanding at end of period	4,041,191	4,625,632	4,962,459	5,914,408	3,487,689	3,959,235	1,782,971	1,406,797	1,210,500	722,319
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.93	\$7.65	\$11.00	\$10.90	\$9.99					
Value at end of period	\$11.03	\$9.93	\$7.65	\$11.00	\$10.90					
Number of accumulation units outstanding at end of period	1,503,414	1,695,841	1,421,792	1,262,187	652,185					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.02	\$7.26	\$11.86	\$12.48						
Value at end of period	\$9.89	\$9.02	\$7.26	\$11.86						
Number of accumulation units outstanding at end of period	560,126	593,359	509,013	443,087						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.76	\$6.06	\$9.59	\$10.00						
Value at end of period	\$8.45	\$7.76	\$6.06	\$9.59						
Number of accumulation units outstanding at end of period	2,395,440	2,510,820	2,372,617	206,684						
<b>ING FTSE 100 INDEX® PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.65								
Value at end of period	\$10.98	\$10.26								
Number of accumulation units outstanding at end of period	9,573	4,771								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$34.95	\$25.85	\$44.58	\$34.03	\$28.51	\$21.06	\$20.13	\$13.45	\$13.58	\$15.72
Value at end of period	\$41.79	\$34.95	\$25.85	\$44.58	\$34.03	\$28.51	\$21.06	\$13.45	\$13.58	\$15.72
Number of accumulation units outstanding at end of period	647,095	827,368	903,562	928,032	1,107,524	1,146,344	1,046,499	1,031,494	968,858	474,626

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.77	\$6.08	\$9.34							
Value at end of period	\$8.70	\$7.77	\$6.08							
Number of accumulation units outstanding at end of period	2,991,951	3,437,048	3,117,555							
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.93	\$10.01								
Value at end of period	\$13.67	\$12.93								
Number of accumulation units outstanding at end of period	145,965	97,826								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.59	\$7.11	\$11.55	\$11.22	\$9.98	\$9.66	\$8.91	\$10.00		
Value at end of period	\$9.60	\$8.59	\$7.11	\$11.55	\$11.22	\$9.98	\$9.66	\$8.91		
Number of accumulation units outstanding at end of period	198,596	218,164	269,073	336,767	347,018	417,442	515,077	295,431		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.75	\$8.32	\$13.60	\$13.14	\$12.25	\$11.24	\$10.09			
Value at end of period	\$12.85	\$10.75	\$8.32	\$13.60	\$13.14	\$12.25	\$11.24			
Number of accumulation units outstanding at end of period	190,119	217,932	251,096	344,719	409,291	418,820	179,042			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.10	\$8.25	\$12.66	\$13.77	\$12.34	\$11.70	\$10.08			
Value at end of period	\$12.16	\$10.10	\$8.25	\$12.66	\$13.77	\$12.34	\$11.70			
Number of accumulation units outstanding at end of period	173,219	192,807	220,948	297,408	394,633	332,296	155,689			
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.99	\$10.96	\$12.21	\$11.75	\$11.52	\$11.38	\$11.07	\$10.62	\$10.00	
Value at end of period	\$12.91	\$11.99	\$10.96	\$12.21	\$11.75	\$11.52	\$11.38	\$11.07	\$10.62	
Number of accumulation units outstanding at end of period	2,331,473	2,465,570	2,254,149	1,956,196	1,829,495	2,434,132	1,363,685	587,973	707,083	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.58	\$6.05	\$10.25							
Value at end of period	\$8.02	\$7.58	\$6.05							
Number of accumulation units outstanding at end of period	257,004	248,136	47,877							
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.29	\$8.42	\$16.78	\$14.12	\$11.68	\$10.27	\$8.92	\$6.04	\$8.29	\$8.88
Value at end of period	\$12.65	\$11.29	\$8.42	\$16.78	\$14.12	\$11.68	\$10.27	\$8.92	\$6.04	\$8.29
Number of accumulation units outstanding at end of period	1,730,042	2,120,404	2,415,398	2,737,683	587,006	543,127	574,081	553,068	327,689	389,304
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.85	\$9.77								
Value at end of period	\$11.01	\$9.85								
Number of accumulation units outstanding at end of period	21,607	1,512								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$19.94	\$11.82	\$24.68	\$18.13	\$13.58	\$10.25	\$8.85	\$6.14	\$7.00	\$7.51
Value at end of period	\$23.58	\$19.94	\$11.82	\$24.68	\$18.13	\$13.58	\$10.25	\$8.85	\$6.14	\$7.00
Number of accumulation units outstanding at end of period	1,011,850	1,305,782	1,425,398	1,692,940	1,680,117	1,660,184	1,481,109	1,492,155	1,283,289	1,380,292

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.52	\$6.89	\$10.11							
Value at end of period	\$10.29	\$8.52	\$6.89							
Number of accumulation units outstanding at end of period	501,493	270,472	100,126							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$12.45	\$9.94	\$14.44	\$14.94	\$13.03	\$13.63	\$10.33	\$7.83	\$10.00	
Value at end of period	\$15.50	\$12.45	\$9.94	\$14.44	\$14.94	\$13.03	\$13.63	\$10.33	\$7.83	
Number of accumulation units outstanding at end of period	561,305	400,913	390,354	508,207	672,346	650,083	750,693	498,967	166,809	
<b>ING LARGO CAP GROWTH PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$12.15	\$8.68	\$12.18	\$11.10	\$10.70	\$10.46	\$9.78			
Value at end of period	\$13.64	\$12.15	\$8.68	\$12.18	\$11.10	\$10.70	\$10.46			
Number of accumulation units outstanding at end of period	354,546	273,883	41,442	13,289	36,478	16,383	34,588			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.25	\$7.90	\$13.25	\$13.74	\$12.70	\$11.62	\$10.80	\$10.00		
Value at end of period	\$12.51	\$10.25	\$7.90	\$13.25	\$13.74	\$12.70	\$11.62	\$10.80		
Number of accumulation units outstanding at end of period	296,583	333,043	394,167	464,987	537,114	583,028	593,956	96,653		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$21.29	\$20.21	\$20.61	\$19.82	\$19.42	\$19.44	\$19.50	\$19.29	\$18.30	\$17.11
Value at end of period	\$21.59	\$21.29	\$20.21	\$20.61	\$19.82	\$19.42	\$19.44	\$19.50	\$19.29	\$18.30
Number of accumulation units outstanding at end of period	698,357	811,294	930,227	1,296,605	1,613,602	1,943,416	2,522,674	3,602,661	4,436,723	3,653,891
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$15.87	\$16.09	\$15.98	\$15.49	\$15.06	\$14.90	\$15.02	\$15.17	\$15.21	\$14.90
Value at end of period	\$15.60	\$15.87	\$16.09	\$15.98	\$15.49	\$15.06	\$14.90	\$15.02	\$15.17	\$15.21
Number of accumulation units outstanding at end of period	4,773,219	6,266,485	9,058,019	4,420,567	4,005,132	4,520,877	4,839,983	6,180,281	8,964,022	10,759,451
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$9.96	\$8.53	\$13.69	\$13.37	\$11.56	\$11.15	\$10.32	\$8.00	\$10.57	\$11.23
Value at end of period	\$11.47	\$9.96	\$8.53	\$13.69	\$13.37	\$11.56	\$11.15	\$10.32	\$8.00	\$10.57
Number of accumulation units outstanding at end of period	409,925	490,415	599,702	782,020	965,646	986,532	1,321,267	1,438,354	1,371,277	1,410,056
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$13.70	\$10.80	\$18.42	\$16.41	\$15.91	\$14.86	\$13.44	\$10.30	\$14.88	\$21.70
Value at end of period	\$16.14	\$13.70	\$10.80	\$18.42	\$16.41	\$15.91	\$14.86	\$13.44	\$10.30	\$14.88
Number of accumulation units outstanding at end of period	3,665,042	4,163,268	4,696,271	5,570,776	6,632,152	7,745,612	8,870,600	10,340,319	11,094,010	15,394,399
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$12.02	\$8.89	\$17.91	\$15.11	\$12.39	\$10.15				
Value at end of period	\$13.44	\$12.02	\$8.89	\$17.91	\$15.11	\$12.39				
Number of accumulation units outstanding at end of period	456,831	559,482	691,116	706,945	603,745	605,153				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$23.67	\$20.42	\$26.75	\$26.17	\$23.78	\$23.51	\$21.52	\$18.75	\$20.10	\$20.35
Value at end of period	\$25.56	\$23.67	\$20.42	\$26.17	\$23.78	\$23.51	\$21.52	\$18.75	\$20.10	\$20.35
Number of accumulation units outstanding at end of period	3,277,242	3,747,181	4,110,240	4,955,781	5,806,272	6,887,224	7,728,640	8,577,564	8,722,390	9,559,263
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$14.64	\$11.21	\$18.31	\$14.63	\$11.37	\$10.14				
Value at end of period	\$16.36	\$14.64	\$11.21	\$18.31	\$14.63	\$11.37				
Number of accumulation units outstanding at end of period	998,209	1,059,650	1,023,579	1,046,926	833,825	813,290				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)										
Value at beginning of period	\$8.91	\$6.43	\$10.50	\$8.52	\$8.05	\$7.43	\$7.08			
Value at end of period	\$11.39	\$8.91	\$6.43	\$10.50	\$8.52	\$8.05	\$7.43			
Number of accumulation units outstanding at end of period	3,452,664	3,713,348	4,131,153	155,482	188,735	219,579	252,836			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$15.19	\$11.99	\$17.08	\$15.84	\$13.28	\$12.13	\$10.96	\$8.83	\$10.00	
Value at end of period	\$17.01	\$15.19	\$11.99	\$17.08	\$15.84	\$13.28	\$12.13	\$10.96	\$8.83	
Number of accumulation units outstanding at end of period	563,863	535,579	588,338	623,439	764,298	758,831	601,307	396,477	222,557	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during November 2008)										
Value at beginning of period	\$9.75	\$8.56	\$8.84							
Value at end of period	\$10.32	\$9.75	\$8.56							
Number of accumulation units outstanding at end of period	137,304	128,183	6,878							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.61	\$8.43	\$8.96							
Value at end of period	\$11.89	\$10.61	\$8.43							
Number of accumulation units outstanding at end of period	329,082	60,086	7,774							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.57	\$8.44	\$14.43	\$13.81	\$11.94	\$10.12				
Value at end of period	\$13.17	\$11.57	\$8.44	\$14.43	\$13.81	\$11.94	\$10.12			
Number of accumulation units outstanding at end of period	151,268	216,077	230,098	229,043	167,397	85,666				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$13.41	\$9.13	\$11.99	\$11.86	\$11.07	\$10.80	\$10.00			
Value at end of period	\$15.06	\$13.41	\$9.13	\$11.99	\$11.86	\$11.07	\$10.80			
Number of accumulation units outstanding at end of period	2,466,409	2,591,193	3,078,712	4,086,052	5,056,465	5,745,875	6,965,131			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$16.77	\$14.91	\$14.56	\$13.59	\$13.25	\$13.15	\$12.76	\$12.39	\$11.60	\$11.52
Value at end of period	\$17.76	\$16.77	\$14.91	\$14.56	\$13.59	\$13.25	\$13.15	\$12.76	\$12.39	\$11.60
Number of accumulation units outstanding at end of period	7,179,747	7,446,561	5,969,432	3,768,196	3,862,724	4,083,395	4,363,496	4,594,825	4,423,425	1,576,247
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.17	\$8.33	\$12.99	\$12.58	\$10.96	\$10.29				
Value at end of period	\$11.58	\$10.17	\$8.33	\$12.99	\$12.58	\$10.96				
Number of accumulation units outstanding at end of period	236,900	230,036	226,183	319,878	420,023	407,726				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.07	\$8.19	\$12.46	\$12.01	\$10.87	\$10.07				
Value at end of period	\$11.68	\$10.07	\$8.19	\$12.46	\$12.01	\$10.87				
Number of accumulation units outstanding at end of period	3,550,622	4,040,542	4,340,222	2,315,797	2,541,291	3,043,893				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.81	\$8.31								
Number of accumulation units outstanding at end of period	2,697,248	2,377,555								

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.21								
Value at end of period	\$10.28	\$9.37								
Number of accumulation units outstanding at end of period	10,270,361	10,541,770								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.50	\$9.63								
Number of accumulation units outstanding at end of period	9,590,943	9,960,273								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$10.61	\$9.85								
Number of accumulation units outstanding at end of period	5,863,080	6,380,869								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.66	\$10.27								
Value at end of period	\$14.00	\$12.66								
Number of accumulation units outstanding at end of period	503,489	565,479								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.13	\$6.70	\$10.17							
Value at end of period	\$8.95	\$8.13	\$6.70							
Number of accumulation units outstanding at end of period	5,831,461	6,625,442	70,299							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.48	\$10.35								
Value at end of period	\$13.64	\$12.48								
Number of accumulation units outstanding at end of period	92,052	27,244								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.97	\$10.40								
Value at end of period	\$16.04	\$12.97								
Number of accumulation units outstanding at end of period	2,482,145	2,798,443								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.40	\$6.12	\$10.60							
Value at end of period	\$10.31	\$8.40	\$6.12							
Number of accumulation units outstanding at end of period	612,676	571,519	100,641							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.64	\$6.95	\$10.06							
Value at end of period	\$10.71	\$8.64	\$6.95							
Number of accumulation units outstanding at end of period	816,183	641,199	313,012							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.12	\$5.54	\$8.62	\$7.99	\$7.23	\$6.76	\$6.25	\$4.60	\$8.31	\$10.00
Value at end of period	\$9.25	\$7.12	\$5.54	\$8.62	\$7.99	\$6.76	\$6.25	\$4.60	\$8.31	\$8.31
Number of accumulation units outstanding at end of period	314,195	361,812	420,053	514,062	628,606	833,896	948,468	483,573	188,338	188,338

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING SMALL COMPANY PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.92	\$7.13	\$10.08							
Value at end of period	\$10.88	\$8.92	\$7.13							
Number of accumulation units outstanding at end of period	248,836	311,524	175,101							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$43.17	\$32.96	\$46.25	\$45.07	\$39.99	\$37.76	\$32.94	\$26.76	\$27.09	\$25.07
Value at end of period	\$48.39	\$43.17	\$32.96	\$46.25	\$45.07	\$39.99	\$37.76	\$32.94	\$26.76	\$27.09
Number of accumulation units outstanding at end of period	3,062,578	3,402,777	3,579,728	4,014,018	4,599,275	5,150,061	5,525,149	5,299,315	5,386,259	4,693,130
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$25.60	\$20.84	\$32.96	\$32.54	\$27.79	\$27.21	\$24.09	\$19.58	\$22.94	\$23.03
Value at end of period	\$28.93	\$25.60	\$20.84	\$32.96	\$32.54	\$27.79	\$27.21	\$24.09	\$19.58	\$22.94
Number of accumulation units outstanding at end of period	1,806,131	2,038,278	2,092,368	2,515,157	2,919,174	3,337,338	3,691,299	3,460,523	3,360,157	3,203,914
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.06	\$5.75	\$10.15							
Value at end of period	\$9.24	\$8.06	\$5.75							
Number of accumulation units outstanding at end of period	521,491	516,453	114,703	104,815						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.56	\$7.38	\$12.64	\$11.16	\$10.09					
Value at end of period	\$10.21	\$9.56	\$7.38	\$12.64	\$11.16					
Number of accumulation units outstanding at end of period	756,156	780,779	542,999	303,476	88,170					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$19.63	\$15.09	\$25.45	\$25.29	\$21.10	\$19.53	\$17.91	\$13.36	\$17.03	\$19.67
Value at end of period	\$20.79	\$19.63	\$15.09	\$25.45	\$25.29	\$21.10	\$19.53	\$17.91	\$13.36	\$17.03
Number of accumulation units outstanding at end of period	753,685	828,443	875,862	1,009,766	1,185,454	1,260,151	1,445,887	1,425,812	1,143,492	922,271
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.04	\$7.08	\$11.98	\$11.39	\$10.01					
Value at end of period	\$10.97	\$10.04	\$7.08	\$11.98	\$11.39					
Number of accumulation units outstanding at end of period	18,020	28,870	29,915	63,253	37,414					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.56	\$10.18	\$10.04							
Value at end of period	\$10.99	\$10.56	\$10.18							
Number of accumulation units outstanding at end of period	709,327	792,018	633,677							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.49	\$7.34	\$12.44	\$12.54	\$11.16	\$10.30				
Value at end of period	\$10.54	\$9.49	\$7.34	\$12.44	\$12.54	\$11.16				
Number of accumulation units outstanding at end of period	7,523	10,950	13,053	44,060	68,155	24,442				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.64	\$8.42	\$13.48	\$14.04	\$12.32	\$12.12				
Value at end of period	\$12.04	\$10.64	\$8.42	\$13.48	\$14.04	\$12.32				
Number of accumulation units outstanding at end of period	321,611	249,815	166,432	232,922	161,934	114,900				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.99	\$9.13	\$12.16	\$11.97	\$10.84	\$10.16				
Value at end of period	\$12.10	\$10.99	\$9.13	\$12.16	\$11.97	\$10.84				
Number of accumulation units outstanding at end of period	673,114	686,960	738,976	120,697	81,712	76,209				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
Value at beginning of period	\$25.16	\$20.65	\$30.99	\$30.73	\$26.95	\$24.91	\$22.21	\$17.67	\$21.08	\$24.36
Value at end of period	\$27.82	\$25.16	\$20.65	\$30.99	\$30.73	\$26.95	\$24.91	\$22.21	\$17.67	\$21.08
Number of accumulation units outstanding at end of period	2,554,507	2,935,213	3,235,910	3,931,481	4,684,092	5,222,281	5,937,187	6,539,928	7,350,028	8,865,678
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.61	\$8.99	\$12.82	\$12.01	\$10.73	\$9.89	\$9.95			
Value at end of period	\$11.16	\$10.61	\$8.99	\$12.82	\$12.01	\$10.73	\$9.89			
Number of accumulation units outstanding at end of period	692,610	773,565	765,832	744,272	830,844	907,938	185,658			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.74	\$6.06	\$9.95							
Value at end of period	\$8.06	\$7.74	\$6.06							
Number of accumulation units outstanding at end of period	818,579	980,137	712,855							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.07	\$7.71	\$13.77	\$14.13	\$11.53	\$11.87	\$10.65	\$8.42	\$10.00	
Value at end of period	\$12.06	\$10.07	\$7.71	\$13.77	\$14.13	\$11.53	\$11.87	\$10.65	\$8.42	
Number of accumulation units outstanding at end of period	50,675	58,504	82,780	123,110	153,940	211,145	237,033	155,027	30,007	
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.54	\$6.17	\$10.06	\$9.89	\$8.85	\$8.76	\$8.19	\$6.63	\$8.88	\$10.00
Value at end of period	\$8.34	\$7.54	\$6.17	\$10.06	\$9.89	\$8.85	\$8.76	\$8.19	\$6.63	\$8.88
Number of accumulation units outstanding at end of period	83,068	90,391	105,711	117,958	272,360	413,814	734,907	548,338	342,070	353,534
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.13	\$7.02	\$12.75	\$11.33	\$9.80	\$9.23	\$8.21	\$6.02	\$8.25	\$10.00
Value at end of period	\$9.21	\$9.13	\$7.02	\$12.75	\$11.33	\$9.80	\$9.23	\$8.21	\$6.02	\$8.25
Number of accumulation units outstanding at end of period	74,816	86,689	103,742	129,818	183,795	242,495	305,286	538,227	181,953	13,357
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.93	\$4.57	\$7.49	\$8.04	\$7.42	\$8.20	\$9.36	\$10.00		
Value at end of period	\$4.90	\$5.93	\$4.57	\$7.49	\$8.04	\$7.42	\$8.20	\$9.36		
Number of accumulation units outstanding at end of period	108,848	116,431	144,442	188,563	286,368	438,175	347,573	404,098		

### Separate Account Annual Charges of 1.75%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.47	\$7.97	\$10.04							
Value at end of period	\$10.21	\$9.47	\$7.97							
Number of accumulation units outstanding at end of period	1,130,871	1,025,896	167,445							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$16.78	\$13.66	\$19.36	\$20.22	\$17.24	\$16.64	\$13.82	\$10.00		
Value at end of period	\$20.85	\$16.78	\$13.66	\$19.36	\$20.22	\$17.24	\$16.64	\$13.82		
Number of accumulation units outstanding at end of period	133,922	154,250	195,678	237,998	314,959	467,852	354,307	159,277		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.29	\$8.48	\$15.06	\$13.07	\$11.94	\$10.23				\$10.00
Value at end of period	\$12.97	\$11.29	\$8.48	\$15.06	\$13.07	\$11.94				\$9.57
Number of accumulation units outstanding at end of period	299,967	358,684	444,100	493,102	355,442	200,749				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.49	\$7.43	\$13.23	\$13.30	\$11.29	\$10.88	\$9.96	\$7.79	\$9.57	\$10.00
Value at end of period	\$10.71	\$9.49	\$7.43	\$13.23	\$13.30	\$11.29	\$10.88	\$9.96	\$7.79	\$9.57
Number of accumulation units outstanding at end of period	417,372	465,583	530,273	682,579	725,114	739,319	1,163,703	987,940	139,297	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$7.17	\$9.94							
Value at end of period	\$9.56	\$8.69	\$7.17							
Number of accumulation units outstanding at end of period	104,038	97,544	49,722							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.72	\$8.82	\$10.00							
Value at end of period	\$10.13	\$9.72	\$8.82							
Number of accumulation units outstanding at end of period	296,209	349,941	208,410							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.03	\$8.60	\$14.16	\$13.80	\$12.25	\$11.84	\$10.98	\$10.00		
Value at end of period	\$12.02	\$11.03	\$8.60	\$14.16	\$13.80	\$12.25	\$11.84	\$10.98		
Number of accumulation units outstanding at end of period	686,003	728,947	832,400	1,130,094	1,303,804	1,473,385	1,977,456	542,973		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.86	\$8.70	\$15.90	\$14.48	\$13.44	\$11.83	\$10.76	\$10.00		
Value at end of period	\$13.76	\$11.86	\$8.70	\$15.90	\$14.48	\$13.44	\$11.83	\$10.76		
Number of accumulation units outstanding at end of period	1,180,264	1,261,996	1,409,201	1,691,270	1,933,064	1,942,130	2,291,803	726,382		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$17.33	\$12.39	\$21.92	\$18.69	\$16.07	\$13.53	\$11.60	\$10.00		
Value at end of period	\$18.17	\$17.33	\$12.39	\$21.92	\$18.69	\$16.07	\$13.53	\$11.60		
Number of accumulation units outstanding at end of period	586,478	660,049	739,896	1,013,920	992,537	925,189	865,696	208,539		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.01	\$9.91								
Value at end of period	\$13.29	\$12.01								
Number of accumulation units outstanding at end of period	40,505	14,724								
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$13.20	\$11.17	\$20.17	\$17.63	\$13.89	\$12.25	\$10.58	\$8.21	\$10.00	
Value at end of period	\$13.85	\$13.20	\$11.17	\$20.17	\$17.63	\$13.89	\$12.25	\$10.58	\$8.21	
Number of accumulation units outstanding at end of period	375,812	437,339	452,645	550,366	494,600	338,367	330,064	172,289	9,890	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.94	\$7.48	\$12.96	\$12.43	\$10.98	\$9.90				
Value at end of period	\$12.35	\$9.94	\$7.48	\$12.96	\$12.43	\$10.98				
Number of accumulation units outstanding at end of period	178,126	187,942	164,305	172,289	163,393	96,126				



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.56	\$9.91								
Value at end of period	\$10.94	\$10.56								
Number of accumulation units outstanding at end of period	158,549	99,495								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$9.93	\$7.76	\$12.96	\$12.36	\$11.74	\$10.83	\$9.92	\$7.96	\$10.00	
Value at end of period	\$11.06	\$9.93	\$7.76	\$12.96	\$12.36	\$11.74	\$10.83	\$9.92	\$7.96	
Number of accumulation units outstanding at end of period	301,246	351,371	382,379	460,434	568,420	650,446	67,045	120,271	16,838	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.08	\$9.09	\$14.30	\$13.96	\$12.21	\$11.80	\$10.77	\$8.35	\$10.00	
Value at end of period	\$10.99	\$10.08	\$9.09	\$14.30	\$13.96	\$12.21	\$11.80	\$10.77	\$8.35	
Number of accumulation units outstanding at end of period	42,211	49,534	57,901	72,233	97,770	109,151	128,596	122,619	16,519	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.73	\$6.49	\$9.99							
Value at end of period	\$11.29	\$9.73	\$6.49							
Number of accumulation units outstanding at end of period	225,420	220,402	215,733							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.36	\$7.14	\$12.38	\$13.59	\$11.42					
Value at end of period	\$10.67	\$9.36	\$7.14	\$12.38	\$13.59					
Number of accumulation units outstanding at end of period	53,304	63,073	74,427	81,623	101,564					
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$49.40	\$37.00	\$61.26	\$75.80	\$56.05	\$48.85	\$36.09	\$26.67	\$27.09	\$25.50
Value at end of period	\$62.12	\$49.40	\$37.00	\$61.26	\$75.80	\$56.05	\$48.85	\$36.09	\$26.67	\$27.09
Number of accumulation units outstanding at end of period	104,827	127,889	162,446	224,152	366,031	364,509	463,695	398,419	271,009	101,334
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.05	\$6.57	\$10.15	\$10.03	\$10.05					
Value at end of period	\$9.91	\$8.05	\$6.57	\$10.15	\$10.03					
Number of accumulation units outstanding at end of period	104,288	127,896	147,871	176,039	103,094					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during January 2006)										
Value at beginning of period	\$8.76	\$6.77	\$11.34	\$11.08	\$10.10					
Value at end of period	\$9.64	\$8.76	\$6.77	\$11.34	\$11.08					
Number of accumulation units outstanding at end of period	154,749	150,347	163,151	106,843	83,211					
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.96	\$5.81	\$10.39	\$10.02						
Value at end of period	\$8.53	\$6.96	\$5.81	\$10.39						
Number of accumulation units outstanding at end of period	57,530	9,911	27,567	45,000						
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.80	\$10.14								
Value at end of period	\$8.75	\$9.80								
Number of accumulation units outstanding at end of period	0	455								

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.32	\$9.74	\$16.30	\$14.49	\$13.18	\$11.47	\$9.41	\$7.17	\$9.05	\$9.87
Value at end of period	\$16.81	\$13.32	\$9.74	\$16.30	\$14.49	\$13.18	\$11.47	\$9.41	\$7.17	\$9.05
Number of accumulation units outstanding at end of period	1,252,269	1,420,747	1,606,529	1,931,572	1,483,799	1,638,208	1,114,410	1,170,476	839,244	335,910
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.91	\$7.64	\$10.99	\$10.90	\$9.99					
Value at end of period	\$11.00	\$9.91	\$7.64	\$10.99	\$10.90					
Number of accumulation units outstanding at end of period	297,547	368,963	326,241	270,226	142,742					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.01	\$7.25	\$11.86	\$12.53						
Value at end of period	\$9.88	\$9.01	\$7.25	\$11.86						
Number of accumulation units outstanding at end of period	124,951	135,567	134,731	145,499						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.75	\$6.05	\$9.58	\$10.09						
Value at end of period	\$8.44	\$7.75	\$6.05	\$9.58						
Number of accumulation units outstanding at end of period	102,295	96,861	70,024	162,775						
<b>ING FTSE 100 INDEX® PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.26	\$10.65								
Value at end of period	\$10.97	\$10.26								
Number of accumulation units outstanding at end of period	3,200	433								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$34.58	\$25.59	\$44.15	\$33.72	\$28.27	\$20.89	\$19.98	\$13.36	\$13.49	\$15.62
Value at end of period	\$41.33	\$34.58	\$25.59	\$44.15	\$33.72	\$28.27	\$20.89	\$19.98	\$13.36	\$13.49
Number of accumulation units outstanding at end of period	174,269	223,048	303,749	316,831	330,956	385,687	330,848	210,633	120,308	30,794
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.77	\$6.08	\$9.95	\$9.83						
Value at end of period	\$8.68	\$7.77	\$6.08	\$9.95						
Number of accumulation units outstanding at end of period	2,224,320	2,512,614	2,172,969	1,532						
<b>ING HANG SENG INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.93	\$10.19								
Value at end of period	\$13.66	\$12.93								
Number of accumulation units outstanding at end of period	27,622	8,843								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.56	\$7.08	\$11.51	\$11.18	\$9.96	\$9.64	\$8.90	\$10.00		
Value at end of period	\$9.55	\$8.56	\$7.08	\$11.51	\$11.18	\$9.96	\$9.64	\$8.90		
Number of accumulation units outstanding at end of period	161,651	185,662	219,708	256,881	267,971	299,598	548,608	275,705		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.72	\$8.30	\$13.57	\$13.12	\$12.24	\$11.24	\$9.69			
Value at end of period	\$12.81	\$10.72	\$8.30	\$13.57	\$13.12	\$12.24	\$11.24			
Number of accumulation units outstanding at end of period	39,171	70,781	117,089	171,859	108,782	138,848	430,312			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during June 2004)										
Value at beginning of period	\$10.07	\$8.23	\$12.63	\$13.75	\$12.33	\$11.69	\$10.25			
Value at end of period	\$12.12	\$10.07	\$8.23	\$12.63	\$13.75	\$12.33	\$11.69			
Number of accumulation units outstanding at end of period	22,717	31,227	43,054	86,144	116,901	147,078	345,339			
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$11.95	\$10.93	\$12.17	\$11.72	\$11.50	\$11.37	\$11.06	\$10.62	\$10.00	
Value at end of period	\$12.85	\$11.95	\$10.93	\$12.17	\$11.72	\$11.50	\$11.37	\$11.06	\$10.62	
Number of accumulation units outstanding at end of period	519,722	557,196	570,876	646,304	443,958	453,906	447,751	277,417	218,867	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during August 2008)										
Value at beginning of period	\$7.57	\$6.05	\$8.67							
Value at end of period	\$8.01	\$7.57	\$6.05							
Number of accumulation units outstanding at end of period	42,289	32,930	3,329							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
Value at beginning of period	\$11.24	\$8.38	\$16.72	\$14.08	\$11.65	\$10.25	\$8.91	\$6.03	\$8.29	\$8.88
Value at end of period	\$12.58	\$11.24	\$8.38	\$16.72	\$14.08	\$11.65	\$10.25	\$8.91	\$6.03	\$8.29
Number of accumulation units outstanding at end of period	690,071	803,899	961,797	1,262,149	250,701	238,032	293,821	356,949	292,322	197,279
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.85	\$9.77								
Value at end of period	\$11.00	\$9.85								
Number of accumulation units outstanding at end of period	5,714	378								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
Value at beginning of period	\$19.82	\$11.76	\$24.56	\$18.05	\$13.53	\$10.21	\$8.83	\$6.13	\$6.98	\$7.50
Value at end of period	\$23.42	\$19.82	\$11.76	\$24.56	\$18.05	\$13.53	\$10.21	\$8.83	\$6.13	\$6.98
Number of accumulation units outstanding at end of period	206,305	304,281	378,645	501,622	526,429	569,209	414,950	410,102	256,921	138,408
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during June 2008)										
Value at beginning of period	\$8.51	\$6.89	\$9.89							
Value at end of period	\$10.28	\$8.51	\$6.89							
Number of accumulation units outstanding at end of period	63,348	46,439	16,589							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.40	\$9.91	\$14.40	\$14.91	\$13.01	\$13.63	\$10.32	\$7.83	\$10.00	
Value at end of period	\$15.44	\$12.40	\$9.91	\$14.40	\$14.91	\$13.01	\$10.32	\$7.83	\$10.00	
Number of accumulation units outstanding at end of period	191,942	155,530	185,036	234,079	289,126	304,044	434,570	299,555	72,176	
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during October 2004)										
Value at beginning of period	\$12.11	\$8.66	\$12.16	\$11.09	\$10.69	\$10.46	\$9.58			
Value at end of period	\$13.60	\$12.11	\$8.66	\$12.16	\$11.09	\$10.69	\$10.46			
Number of accumulation units outstanding at end of period	58,940	68,312	15,517	452	7,870	13,402	4,715			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.22	\$7.88	\$13.22	\$13.71	\$12.69	\$11.61	\$10.80	\$10.00		
Value at end of period	\$12.46	\$10.22	\$7.88	\$13.22	\$13.71	\$12.69	\$11.61	\$10.80		
Number of accumulation units outstanding at end of period	53,676	59,476	65,516	70,922	100,499	129,082	179,814	51,221		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$21.03	\$19.97	\$20.38	\$19.61	\$19.22	\$19.25	\$19.32	\$18.15	\$16.97	
Value at end of period	\$21.31	\$21.03	\$19.97	\$20.38	\$19.61	\$19.25	\$19.32	\$18.15	\$16.97	
Number of accumulation units outstanding at end of period	146,749	176,680	219,747	290,852	374,384	502,204	644,003	1,037,485	1,001,053	342,317

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$15.65	\$15.88	\$15.78	\$15.30	\$14.88	\$14.73	\$14.86	\$15.01	\$15.06	\$14.76
Value at end of period	\$15.38	\$15.65	\$15.88	\$15.78	\$15.30	\$14.88	\$14.73	\$14.86	\$15.01	\$15.06
Number of accumulation units outstanding at end of period	840,172	1,166,416	1,879,418	811,220	726,596	616,216	1,213,060	1,545,927	1,590,576	1,500,979
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$9.91	\$8.49	\$13.63	\$13.32	\$11.53	\$11.12	\$10.30	\$7.99	\$10.56	\$11.23
Value at end of period	\$11.41	\$9.91	\$8.49	\$13.63	\$13.32	\$11.53	\$11.12	\$10.30	\$7.99	\$10.56
Number of accumulation units outstanding at end of period	174,240	213,394	241,980	348,935	414,368	449,681	625,795	676,868	534,293	384,799
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$13.61	\$10.73	\$18.31	\$16.32	\$15.83	\$14.79	\$13.39	\$10.27	\$14.84	\$21.65
Value at end of period	\$16.02	\$13.61	\$10.73	\$18.31	\$16.32	\$15.83	\$14.79	\$13.39	\$10.27	\$14.84
Number of accumulation units outstanding at end of period	625,390	678,195	831,820	1,004,788	1,188,362	1,378,150	1,545,306	1,718,678	1,379,115	1,104,093
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.99	\$8.87	\$17.88	\$15.09	\$12.39	\$10.14				
Value at end of period	\$13.41	\$11.99	\$8.87	\$17.88	\$15.09	\$12.39				
Number of accumulation units outstanding at end of period	171,109	200,319	254,172	318,925	316,462	339,789				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$23.49	\$20.27	\$26.57	\$26.01	\$23.65	\$23.39	\$21.42	\$18.68	\$20.03	\$20.29
Value at end of period	\$25.35	\$23.49	\$20.27	\$26.57	\$26.01	\$23.65	\$23.39	\$21.42	\$18.68	\$20.29
Number of accumulation units outstanding at end of period	849,458	1,002,840	1,157,196	1,473,826	1,803,704	2,268,000	2,918,631	2,962,240	1,806,440	934,682
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$14.60	\$11.19	\$18.29	\$14.61	\$11.37	\$10.11				
Value at end of period	\$16.31	\$14.60	\$11.19	\$18.29	\$14.61	\$11.37				
Number of accumulation units outstanding at end of period	222,450	243,983	300,770	492,070	371,440	299,953				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)										
Value at beginning of period	\$8.87	\$6.40	\$10.47	\$8.49	\$8.03	\$7.42	\$7.07			
Value at end of period	\$11.33	\$8.87	\$6.40	\$10.47	\$8.49	\$8.03	\$7.42			
Number of accumulation units outstanding at end of period	913,587	1,022,912	1,136,532	99,085	127,480	176,312	183,674			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$15.13	\$11.95	\$17.03	\$15.80	\$13.25	\$12.12	\$10.95	\$8.83	\$10.00	
Value at end of period	\$16.94	\$15.13	\$11.95	\$17.03	\$15.80	\$13.25	\$12.12	\$10.95	\$8.83	
Number of accumulation units outstanding at end of period	202,527	203,385	225,513	280,577	332,645	339,825	354,307	242,169	53,323	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$9.75	\$8.33								
Value at end of period	\$10.31	\$9.75								
Number of accumulation units outstanding at end of period	17,685	7,857								
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.60	\$8.81								
Value at end of period	\$11.87	\$10.60								
Number of accumulation units outstanding at end of period	5,692	6,048								
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.54	\$8.43	\$14.41	\$13.79	\$11.94	\$11.08				
Value at end of period	\$13.13	\$11.54	\$8.43	\$14.41	\$13.79	\$11.94				
Number of accumulation units outstanding at end of period	48,642	57,061	63,473	53,080	49,426	14,539				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.37	\$9.11	\$11.97	\$11.84	\$11.07	\$10.79	\$10.00			
Value at end of period	\$15.01	\$13.37	\$9.11	\$11.97	\$11.84	\$11.07	\$10.79			
Number of accumulation units outstanding at end of period	863,810	886,425	1,037,282	1,353,495	1,629,201	1,906,679	2,556,237			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
Value at beginning of period	\$16.64	\$14.80	\$14.46	\$13.50	\$13.17	\$13.08	\$12.70	\$12.34	\$11.56	\$11.48
Value at end of period	\$17.61	\$16.64	\$14.80	\$14.46	\$13.50	\$13.17	\$13.08	\$12.70	\$12.34	\$11.56
Number of accumulation units outstanding at end of period	1,722,139	2,035,987	1,830,575	1,431,076	1,411,736	1,574,541	2,353,927	2,257,025	1,446,426	328,948
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.15	\$8.32	\$12.97	\$12.57	\$10.95	\$10.48				
Value at end of period	\$11.55	\$10.15	\$8.32	\$12.97	\$12.57	\$10.95				
Number of accumulation units outstanding at end of period	124,360	153,889	167,298	198,883	212,294	238,162				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.05	\$8.17	\$12.44	\$12.00	\$10.87	\$10.04				
Value at end of period	\$11.65	\$10.05	\$8.17	\$12.44	\$12.00	\$10.87				
Number of accumulation units outstanding at end of period	924,260	1,113,811	1,217,638	892,352	1,051,006	1,230,020				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.81	\$8.31								
Number of accumulation units outstanding at end of period	367,431	363,340								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.21								
Value at end of period	\$10.27	\$9.37								
Number of accumulation units outstanding at end of period	1,232,540	1,317,406								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.62	\$9.49								
Value at end of period	\$10.50	\$9.62								
Number of accumulation units outstanding at end of period	667,671	746,997								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$10.60	\$9.85								
Number of accumulation units outstanding at end of period	916,906	958,263								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.66	\$9.95								
Value at end of period	\$13.99	\$12.66								
Number of accumulation units outstanding at end of period	369,472	419,483								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.12	\$6.69	\$10.28							
Value at end of period	\$8.94	\$8.12	\$6.69							
Number of accumulation units outstanding at end of period	998,454	1,134,062	38,475							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during June 2009)										
Value at beginning of period	\$12.48	\$10.85								
Value at end of period	\$13.63	\$12.48								
Number of accumulation units outstanding at end of period	1,463	1,930								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.96	\$10.40								
Value at end of period	\$16.03	\$12.96								
Number of accumulation units outstanding at end of period	415,384	463,277								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.39	\$6.11	\$10.64							
Value at end of period	\$10.30	\$8.39	\$6.11							
Number of accumulation units outstanding at end of period	78,462	47,716	20,592							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.63	\$6.95	\$10.16							
Value at end of period	\$10.69	\$8.63	\$6.95							
Number of accumulation units outstanding at end of period	186,026	156,359	190,367							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during June 2008)										
Value at beginning of period	\$7.09	\$5.52	\$8.60	\$7.97	\$7.22	\$6.75	\$6.25	\$4.59	\$8.31	\$10.00
Value at end of period	\$9.20	\$7.09	\$5.52	\$8.60	\$7.97	\$7.22	\$6.75	\$6.25	\$4.59	\$8.31
Number of accumulation units outstanding at end of period	286,727	320,361	376,713	459,626	564,312	678,759	812,724	952,613	454,391	79,268
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during June 2008)										
Value at beginning of period	\$8.91	\$7.13	\$9.79							
Value at end of period	\$10.86	\$8.91	\$7.13							
Number of accumulation units outstanding at end of period	44,468	65,135	49,665							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Funds were first received in this option during June 2007)										
Value at beginning of period	\$42.71	\$32.62	\$45.81	\$44.67	\$39.65	\$37.46	\$32.69	\$26.57	\$26.91	\$24.92
Value at end of period	\$47.85	\$42.71	\$32.62	\$45.81	\$44.67	\$39.65	\$37.46	\$32.69	\$26.57	\$26.91
Number of accumulation units outstanding at end of period	894,237	1,034,928	1,168,272	1,535,092	1,758,893	1,977,649	2,090,601	2,065,649	1,345,841	531,690
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Funds were first received in this option during June 2007)										
Value at beginning of period	\$25.33	\$20.63	\$32.65	\$32.25	\$27.56	\$26.99	\$23.91	\$19.44	\$22.79	\$22.89
Value at end of period	\$28.61	\$25.33	\$20.63	\$32.25	\$32.25	\$27.56	\$26.99	\$23.91	\$19.44	\$22.79
Number of accumulation units outstanding at end of period	539,055	601,838	691,572	865,803	1,042,643	1,177,282	1,402,760	1,278,747	773,224	387,753
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during June 2007)										
Value at beginning of period	\$8.05	\$5.75	\$10.15	\$10.11						
Value at end of period	\$9.23	\$8.05	\$5.75	\$10.15						
Number of accumulation units outstanding at end of period	109,783	80,480	16,757	9,218						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.55	\$7.37	\$12.63	\$11.16	\$10.02					
Value at end of period	\$10.18	\$9.55	\$7.37	\$12.63	\$11.16					
Number of accumulation units outstanding at end of period	138,277	140,510	133,335	68,022	10,499					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$19.46	\$14.97	\$25.26	\$25.10	\$20.96	\$19.41	\$17.80	\$13.29	\$16.95	\$19.59
Value at end of period	\$20.60	\$19.46	\$14.97	\$25.26	\$25.10	\$20.96	\$19.41	\$17.80	\$13.29	\$16.95
Number of accumulation units outstanding at end of period	296,746	357,836	401,370	489,370	584,766	682,575	753,550	805,342	592,153	361,440

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during October 2006)										
Value at beginning of period	\$10.02	\$7.07	\$11.97	\$11.39	\$10.57					
Value at end of period	\$10.95	\$10.02	\$7.07	\$11.97	\$11.39					
Number of accumulation units outstanding at end of period	4,173	4,261	4,318	5,437	4,321					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during August 2008)										
Value at beginning of period	\$10.55	\$10.17	\$9.82		\$11.16	\$10.77				
Value at end of period	\$10.98	\$10.55	\$10.17		\$12.53	\$11.16				
Number of accumulation units outstanding at end of period	212,507	223,479	374,087		13,639	30,728				
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.47	\$7.33	\$12.43	\$12.53	\$11.16	\$10.77				
Value at end of period	\$10.51	\$9.47	\$7.33	\$12.43	\$12.53	\$11.16				
Number of accumulation units outstanding at end of period	4,046	4,589	4,610	6,458	13,639	30,728				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.60	\$8.39	\$13.44	\$14.00	\$12.30	\$12.10				
Value at end of period	\$11.99	\$10.60	\$8.39	\$13.44	\$14.00	\$12.30				
Number of accumulation units outstanding at end of period	359,615	378,272	415,402	485,537	527,949	578,971				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.96	\$9.12	\$12.14	\$11.96	\$10.83	\$10.35				
Value at end of period	\$12.07	\$10.96	\$9.12	\$12.14	\$11.96	\$10.83				
Number of accumulation units outstanding at end of period	188,722	222,360	306,848	94,763	108,471	56,894				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$24.95	\$20.49	\$30.77	\$30.53	\$26.79	\$24.77	\$22.09	\$17.58	\$20.99	\$24.27
Value at end of period	\$27.58	\$24.95	\$20.49	\$30.77	\$30.53	\$26.79	\$24.77	\$22.09	\$17.58	\$20.99
Number of accumulation units outstanding at end of period	337,800	388,816	443,563	540,794	677,536	747,521	841,483	842,519	616,373	485,828
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.58	\$8.97	\$12.79	\$12.00	\$10.72	\$9.88	\$10.03			
Value at end of period	\$11.12	\$10.58	\$8.97	\$12.79	\$12.00	\$10.72	\$9.88			
Number of accumulation units outstanding at end of period	280,367	322,322	365,994	401,785	496,922	518,299	78,661			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.73	\$6.06	\$9.95		\$11.51	\$11.86	\$10.64	\$8.42	\$10.00	
Value at end of period	\$8.04	\$7.73	\$6.06		\$14.10	\$11.51	\$11.86	\$10.64	\$8.42	
Number of accumulation units outstanding at end of period	38,074	36,994	51,243		161,708	203,281	255,487	231,095	41,608	
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.03	\$7.69	\$13.73	\$14.10	\$11.51	\$11.86	\$10.64	\$8.42	\$10.00	
Value at end of period	\$12.01	\$10.03	\$7.69	\$13.73	\$14.10	\$11.51	\$11.86	\$10.64	\$8.42	
Number of accumulation units outstanding at end of period	86,531	100,598	109,828	123,832	161,708	203,281	255,487	231,095	41,608	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.50	\$6.14	\$10.03	\$9.86	\$8.83	\$8.74	\$8.18	\$6.63	\$8.87	\$10.00
Value at end of period	\$8.30	\$7.50	\$6.14	\$10.03	\$9.86	\$8.83	\$8.18	\$6.63	\$8.87	\$10.00
Number of accumulation units outstanding at end of period	67,290	71,655	77,466	102,754	215,771	304,922	518,311	467,546	185,752	27,580

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.09	\$6.99	\$12.71	\$11.29	\$9.78	\$9.21	\$8.20	\$6.02	\$8.25	\$10.00
Value at end of period	\$9.17	\$9.09	\$6.99	\$12.71	\$11.29	\$9.78	\$9.21	\$8.20	\$6.02	\$8.25
Number of accumulation units outstanding at end of period	41,583	47,001	51,597	69,260	148,846	186,919	140,140	190,714	105,639	38,959
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.91	\$4.55	\$7.47	\$8.02	\$7.41	\$8.19	\$9.35	\$10.00		
Value at end of period	\$4.88	\$5.91	\$4.55	\$7.47	\$8.02	\$7.41	\$8.19	\$9.35		
Number of accumulation units outstanding at end of period	25,407	24,973	26,319	32,185	61,675	193,952	282,310	74,879		

### Separate Account Annual Charges of 1.80%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.46	\$7.97	\$10.04			
Value at end of period	\$10.20	\$9.46	\$7.97			
Number of accumulation units outstanding at end of period	4,848,084	6,969,529	2,906,934			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$16.72	\$13.62	\$19.31	\$20.19	\$17.22	\$16.63
Value at end of period	\$20.77	\$16.72	\$13.62	\$19.31	\$20.19	\$17.22
Number of accumulation units outstanding at end of period	373,935	421,323	490,206	635,853	883,123	1,123,510
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$13.23	\$9.95	\$17.68	\$15.35	\$14.03	\$12.24
Value at end of period	\$15.20	\$13.23	\$9.95	\$17.68	\$15.35	\$14.03
Number of accumulation units outstanding at end of period	2,816,261	3,266,422	3,901,938	3,429,987	2,418,016	1,399,642
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.45	\$7.41	\$13.19	\$13.26	\$11.26	\$10.86
Value at end of period	\$10.66	\$9.45	\$7.41	\$13.19	\$13.26	\$11.26
Number of accumulation units outstanding at end of period	910,073	1,046,724	1,236,481	1,644,617	1,865,881	1,488,441
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.69	\$7.17	\$9.96			
Value at end of period	\$9.55	\$8.69	\$7.17			
Number of accumulation units outstanding at end of period	1,325,090	1,225,465	984,329			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$9.71	\$8.81	\$10.01			
Value at end of period	\$10.11	\$9.71	\$8.81			
Number of accumulation units outstanding at end of period	3,074,339	3,127,659	1,643,859			
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$11.00	\$8.58	\$14.13	\$13.77	\$12.24	\$11.83
Value at end of period	\$11.97	\$11.00	\$8.58	\$14.13	\$13.77	\$12.24
Number of accumulation units outstanding at end of period	5,370,763	5,913,595	6,229,254	6,176,038	5,052,756	3,869,182



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.82	\$8.68	\$15.86	\$14.45	\$13.42	\$11.82
Value at end of period	\$13.70	\$11.82	\$8.68	\$15.86	\$14.45	\$13.42
Number of accumulation units outstanding at end of period	7,734,697	8,430,744	8,891,894	8,337,206	6,955,941	5,322,761
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.28	\$12.36	\$21.88	\$18.66	\$16.05	\$13.52
Value at end of period	\$18.10	\$17.28	\$12.36	\$21.88	\$18.66	\$16.05
Number of accumulation units outstanding at end of period	3,947,550	4,416,575	4,068,747	4,171,265	3,422,931	2,431,609
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$12.00	\$9.07	\$9.48			
Value at end of period	\$13.28	\$12.00	\$9.07			
Number of accumulation units outstanding at end of period	2,687,618	691,774	55,276			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$13.15	\$11.13	\$20.11	\$17.59	\$13.86	\$12.24
Value at end of period	\$13.79	\$13.15	\$11.13	\$20.11	\$17.59	\$13.86
Number of accumulation units outstanding at end of period	2,463,264	2,920,147	2,661,316	3,196,051	2,459,104	1,478,096
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.91	\$7.47	\$12.94	\$12.42	\$10.97	\$10.02
Value at end of period	\$12.31	\$9.91	\$7.47	\$12.94	\$12.42	\$10.97
Number of accumulation units outstanding at end of period	1,752,103	1,928,884	1,662,196	1,404,432	930,874	428,655
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.55	\$9.87				
Value at end of period	\$10.93	\$10.55				
Number of accumulation units outstanding at end of period	1,388,091	1,262,403				
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$9.89	\$7.73	\$12.92	\$12.33	\$11.72	\$10.82
Value at end of period	\$11.01	\$9.89	\$7.73	\$12.92	\$12.33	\$11.72
Number of accumulation units outstanding at end of period	827,960	798,930	881,147	947,230	944,396	1,075,154
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$10.04	\$9.06	\$14.26	\$13.92	\$12.18	\$11.78
Value at end of period	\$10.94	\$10.04	\$9.06	\$14.26	\$13.92	\$12.18
Number of accumulation units outstanding at end of period	129,470	149,178	195,642	268,538	356,735	312,414
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.72	\$6.48	\$9.99			
Value at end of period	\$11.28	\$9.72	\$6.48			
Number of accumulation units outstanding at end of period	1,481,272	1,517,674	917,208			
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.35	\$7.13	\$12.37	\$13.59	\$11.04	
Value at end of period	\$10.65	\$9.35	\$7.13	\$12.37	\$13.59	
Number of accumulation units outstanding at end of period	692,761	777,699	812,892	807,124	393,066	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING CLARION REAL ESTATE PORTFOLIO</b>						
Value at beginning of period	\$48.88	\$36.63	\$60.68	\$75.12	\$55.57	\$48.45
Value at end of period	\$61.44	\$48.88	\$36.63	\$60.68	\$75.12	\$55.57
Number of accumulation units outstanding at end of period	404,020	477,698	584,295	781,012	1,107,145	1,005,107
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$8.04	\$6.56	\$10.14	\$10.03	\$10.05	
Value at end of period	\$9.89	\$8.04	\$6.56	\$10.14	\$10.03	
Number of accumulation units outstanding at end of period	1,137,911	1,385,994	1,404,795	1,243,597	705,941	
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>						
(Fund first available during December 2005)						
Value at beginning of period	\$8.74	\$6.76	\$11.33	\$11.08	\$9.91	\$9.96
Value at end of period	\$9.62	\$8.74	\$6.76	\$11.33	\$11.08	\$9.91
Number of accumulation units outstanding at end of period	1,614,112	1,850,971	1,749,544	1,154,958	673,675	19,330
<b>ING DFA WORLD EQUITY PORTFOLIO</b>						
(Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.95	\$5.81	\$10.39	\$10.00		
Value at end of period	\$8.52	\$6.95	\$5.81	\$10.39		
Number of accumulation units outstanding at end of period	1,762,473	1,012,575	1,114,370	688,897		
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b>						
(Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.80	\$9.61				
Value at end of period	\$8.75	\$9.80				
Number of accumulation units outstanding at end of period	14,690	1,770				
<b>ING FMR™ DIVERSIFIED MID CAP PORTFOLIO</b>						
(Fund first available during October 2000)						
Value at beginning of period	\$13.26	\$9.70	\$16.24	\$14.44	\$13.14	\$11.45
Value at end of period	\$16.72	\$13.26	\$9.70	\$16.24	\$14.44	\$13.14
Number of accumulation units outstanding at end of period	4,275,347	4,760,795	5,294,854	5,746,779	3,797,707	3,735,442
<b>ING FRANKLIN INCOME PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$9.89	\$7.63	\$10.98	\$10.90	\$10.02	
Value at end of period	\$10.97	\$9.89	\$7.63	\$10.98	\$10.90	
Number of accumulation units outstanding at end of period	2,382,800	2,760,884	2,565,615	2,094,651	1,378,070	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>						
(Funds were first received in this option during April 2007)						
Value at beginning of period	\$9.00	\$7.24	\$11.85	\$12.42		
Value at end of period	\$9.86	\$9.00	\$7.24	\$11.85		
Number of accumulation units outstanding at end of period	1,182,069	1,066,361	1,218,514	1,167,086		
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.74	\$6.05	\$9.58	\$10.00		
Value at end of period	\$8.42	\$7.74	\$6.05	\$9.58		
Number of accumulation units outstanding at end of period	3,789,489	4,333,267	5,261,646	3,338,384		
<b>ING FTSE 100 INDEX® PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$10.25	\$9.96				
Value at end of period	\$10.96	\$10.25				
Number of accumulation units outstanding at end of period	7,138	723				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING GLOBAL RESOURCES PORTFOLIO</b>						
Value at beginning of period	\$34.21	\$25.33	\$43.73	\$33.42	\$28.03	\$20.72
Value at end of period	\$40.87	\$34.21	\$25.33	\$43.73	\$33.42	\$28.03
Number of accumulation units outstanding at end of period	1,034,065	1,312,710	1,456,292	1,449,552	1,187,540	958,681
(Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.76	\$6.07	\$9.95	\$9.83		
Value at end of period	\$8.67	\$7.76	\$6.07	\$9.95		
Number of accumulation units outstanding at end of period	4,737,771	5,220,432	4,115,316	1,105		
<b>ING HANG SENG INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.92	\$9.99				
Value at end of period	\$13.65	\$12.92				
Number of accumulation units outstanding at end of period	248,033	259,227				
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>						
(Fund first available during August 2003)						
Value at beginning of period	\$8.52	\$7.05	\$11.47	\$11.15	\$9.94	\$9.62
Value at end of period	\$9.51	\$8.52	\$7.05	\$11.47	\$11.15	\$9.94
Number of accumulation units outstanding at end of period	1,294,912	1,391,986	1,763,254	1,814,201	1,154,154	1,190,341
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$12.00	\$9.29	\$15.20	\$14.70	\$13.72	\$12.60
Value at end of period	\$14.32	\$12.00	\$9.29	\$15.20	\$14.70	\$13.72
Number of accumulation units outstanding at end of period	573,103	628,781	813,645	979,846	799,019	577,024
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>						
(Fund first available during November 2003)						
Value at beginning of period	\$11.74	\$9.60	\$14.74	\$16.05	\$14.40	\$13.66
Value at end of period	\$14.12	\$11.74	\$9.60	\$14.74	\$16.05	\$14.40
Number of accumulation units outstanding at end of period	594,432	638,276	778,310	868,470	986,086	572,793
<b>ING INTERMEDIATE BOND PORTFOLIO</b>						
Value at beginning of period	\$11.90	\$10.89	\$12.14	\$11.70	\$11.48	\$11.35
Value at end of period	\$12.80	\$11.90	\$10.89	\$12.14	\$11.70	\$11.48
Number of accumulation units outstanding at end of period	6,019,746	6,442,678	6,841,165	6,989,870	4,238,741	2,290,174
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.57	\$6.05	\$10.23			
Value at end of period	\$8.00	\$7.57	\$6.05			
Number of accumulation units outstanding at end of period	391,365	619,576	47,456			
<b>ING JANUS CONTRARIAN PORTFOLIO</b>						
(Fund first available during October 2000)						
Value at beginning of period	\$11.18	\$8.35	\$16.66	\$14.04	\$11.62	\$10.23
Value at end of period	\$12.52	\$11.18	\$8.35	\$16.66	\$14.04	\$11.62
Number of accumulation units outstanding at end of period	2,814,830	3,321,203	4,062,901	4,291,191	920,095	599,753
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>						
(Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.85	\$9.48				
Value at end of period	\$10.99	\$9.85				
Number of accumulation units outstanding at end of period	10,394	79				
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>						
Value at beginning of period	\$19.70	\$11.69	\$24.43	\$17.97	\$13.47	\$10.18
Value at end of period	\$23.27	\$19.70	\$11.69	\$24.43	\$17.97	\$13.47
Number of accumulation units outstanding at end of period	1,772,314	2,344,576	2,305,399	2,898,044	2,182,854	1,662,498

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>						
Value at beginning of period	\$13.73	\$11.13	\$16.93	\$16.84	\$14.72	\$13.82
Value at end of period	\$16.58	\$13.73	\$11.13	\$16.93	\$16.84	\$14.72
Number of accumulation units outstanding at end of period	357,238	182,345	132,504	16,585	24,037	28,793
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$12.35	\$9.88	\$14.36	\$14.87	\$12.98	\$13.63
Value at end of period	\$15.37	\$12.35	\$9.88	\$14.36	\$14.87	\$12.98
Number of accumulation units outstanding at end of period	1,514,461	1,010,425	1,055,689	1,367,669	1,290,727	1,019,675
<b>ING LARGE CAP GROWTH PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$12.08	\$8.63	\$12.14	\$11.07	\$10.68	\$10.46
Value at end of period	\$13.55	\$12.08	\$8.63	\$12.14	\$11.07	\$10.68
Number of accumulation units outstanding at end of period	591,995	527,266	41,671	17,975	34,235	24,325
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$10.18	\$7.86	\$13.19	\$13.69	\$12.67	\$11.61
Value at end of period	\$12.41	\$10.18	\$7.86	\$13.19	\$13.69	\$12.67
Number of accumulation units outstanding at end of period	462,521	512,068	555,555	597,343	586,454	554,505
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>						
Value at beginning of period	\$20.81	\$19.77	\$20.18	\$19.43	\$19.06	\$19.09
Value at end of period	\$21.07	\$20.81	\$19.77	\$20.18	\$19.43	\$19.06
Number of accumulation units outstanding at end of period	530,599	653,704	783,306	957,759	1,180,647	1,480,017
<b>ING LIQUID ASSETS PORTFOLIO</b>						
Value at beginning of period	\$15.49	\$15.72	\$15.63	\$15.16	\$14.75	\$14.62
Value at end of period	\$15.21	\$15.49	\$15.72	\$15.63	\$15.16	\$14.75
Number of accumulation units outstanding at end of period	6,397,630	8,928,514	14,082,141	6,861,179	4,440,473	3,755,357
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>						
(Fund first available during February 2000)						
Value at beginning of period	\$9.86	\$8.46	\$13.58	\$13.28	\$11.50	\$11.10
Value at end of period	\$11.35	\$9.86	\$8.46	\$13.58	\$13.28	\$11.50
Number of accumulation units outstanding at end of period	401,091	470,258	561,631	718,263	1,144,372	1,082,721
<b>ING MARSICO GROWTH PORTFOLIO</b>						
Value at beginning of period	\$13.51	\$10.67	\$18.20	\$16.23	\$15.75	\$14.73
Value at end of period	\$15.90	\$13.51	\$10.67	\$18.20	\$16.23	\$15.75
Number of accumulation units outstanding at end of period	2,727,840	2,868,360	3,003,393	3,529,606	3,877,205	4,449,482
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$11.96	\$8.85	\$17.86	\$15.08	\$12.38	\$10.02
Value at end of period	\$13.37	\$11.96	\$8.85	\$17.86	\$15.08	\$12.38
Number of accumulation units outstanding at end of period	901,392	1,037,305	1,373,994	1,510,517	1,142,975	901,211
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
Value at beginning of period	\$23.30	\$20.13	\$26.40	\$25.85	\$23.51	\$23.27
Value at end of period	\$25.14	\$23.30	\$20.13	\$26.40	\$25.85	\$23.51
Number of accumulation units outstanding at end of period	2,382,861	2,752,674	3,103,640	3,561,363	3,976,403	4,475,568
<b>ING MFS UTILITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$14.57	\$11.17	\$18.26	\$14.60	\$11.37	\$10.14
Value at end of period	\$16.26	\$14.57	\$11.17	\$18.26	\$14.60	\$11.37
Number of accumulation units outstanding at end of period	1,559,566	1,755,807	2,056,677	2,306,877	1,533,268	997,079

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)						
Value at beginning of period	\$8.84	\$6.38	\$10.43	\$8.47	\$8.01	\$7.41
Value at end of period	\$11.28	\$8.84	\$6.38	\$10.43	\$8.47	\$8.01
Number of accumulation units outstanding at end of period	2,888,373	2,685,458	2,730,320	218,989	263,523	307,230
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$15.08	\$11.91	\$16.98	\$15.76	\$13.23	\$12.10
Value at end of period	\$16.86	\$15.08	\$11.91	\$16.98	\$15.76	\$13.23
Number of accumulation units outstanding at end of period	1,201,405	1,082,379	1,134,916	1,414,688	1,445,695	1,194,633
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.74	\$8.56	\$9.22			
Value at end of period	\$10.30	\$9.74	\$8.56			
Number of accumulation units outstanding at end of period	431,814	196,937	27,689			
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.59	\$8.43	\$9.28			
Value at end of period	\$11.86	\$10.59	\$8.43			
Number of accumulation units outstanding at end of period	354,568	128,611	18,159			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Funds were first received in this option during May 2005)						
Value at beginning of period	\$13.00	\$9.50	\$16.26	\$15.57	\$13.48	\$12.12
Value at end of period	\$14.79	\$13.00	\$9.50	\$16.26	\$15.57	\$13.48
Number of accumulation units outstanding at end of period	343,403	400,384	526,642	522,373	475,907	134,955
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$13.33	\$9.09	\$11.95	\$11.83	\$11.06	\$10.79
Value at end of period	\$14.96	\$13.33	\$9.09	\$11.95	\$11.83	\$11.06
Number of accumulation units outstanding at end of period	2,614,587	2,426,606	2,840,103	3,904,787	4,721,058	4,992,196
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$16.52	\$14.70	\$14.36	\$13.42	\$13.10	\$13.02
Value at end of period	\$17.47	\$16.52	\$14.70	\$14.36	\$13.42	\$13.10
Number of accumulation units outstanding at end of period	11,919,258	12,599,338	10,172,225	5,634,377	4,447,759	4,451,341
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.12	\$8.30	\$12.95	\$12.56	\$10.95	\$10.22
Value at end of period	\$11.52	\$10.12	\$8.30	\$12.95	\$12.56	\$10.95
Number of accumulation units outstanding at end of period	262,745	317,218	362,301	513,440	571,205	547,803
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.03	\$8.16	\$12.42	\$11.99	\$10.87	\$10.07
Value at end of period	\$11.61	\$10.03	\$8.16	\$12.42	\$11.99	\$10.87
Number of accumulation units outstanding at end of period	3,113,938	3,455,151	3,832,716	3,116,838	3,098,485	3,271,699
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.80	\$8.31				
Number of accumulation units outstanding at end of period	2,875,864	2,703,689				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.26	\$9.36				
Number of accumulation units outstanding at end of period	25,710,826	27,999,679				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.49	\$9.62				
Number of accumulation units outstanding at end of period	13,847,272	14,888,749				
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.60	\$9.85				
Number of accumulation units outstanding at end of period	8,948,023	9,835,817				
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.65	\$9.99				
Value at end of period	\$13.97	\$12.65				
Number of accumulation units outstanding at end of period	621,152	723,428				
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.11	\$6.69	\$10.26			
Value at end of period	\$8.92	\$8.11	\$6.69			
Number of accumulation units outstanding at end of period	2,936,570	3,311,747	70,825			
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.47	\$10.35				
Value at end of period	\$13.61	\$12.47				
Number of accumulation units outstanding at end of period	224,171	118,763				
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.96	\$10.34				
Value at end of period	\$16.01	\$12.96				
Number of accumulation units outstanding at end of period	1,252,894	1,184,289				
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.39	\$6.11	\$10.36			
Value at end of period	\$10.29	\$8.39	\$6.11			
Number of accumulation units outstanding at end of period	674,522	678,895	178,288			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.63	\$6.95				
Value at end of period	\$10.68	\$8.63				
Number of accumulation units outstanding at end of period	1,054,400	769,485	523,436			
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2001)						
Value at beginning of period	\$7.06	\$5.50	\$7.94	\$7.94	\$7.20	\$6.73
Value at end of period	\$9.16	\$7.06	\$8.57	\$8.57	\$7.94	\$7.20
Number of accumulation units outstanding at end of period	580,520	644,943	939,894	1,367,397	1,411,612	1,411,612

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.91	\$7.13	\$10.05			
Value at end of period	\$10.85	\$8.91	\$7.13			
Number of accumulation units outstanding at end of period	494,420	417,162	703,123			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>						
Value at beginning of period	\$42.26	\$32.30	\$45.37	\$44.26	\$39.31	\$37.15
Value at end of period	\$47.32	\$42.26	\$32.30	\$45.37	\$44.26	\$39.31
Number of accumulation units outstanding at end of period	4,075,631	4,426,485	4,902,623	5,191,113	5,411,561	5,593,875
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>						
Value at beginning of period	\$25.06	\$20.42	\$32.34	\$31.95	\$27.32	\$26.77
Value at end of period	\$28.29	\$25.06	\$20.42	\$32.34	\$31.95	\$27.32
Number of accumulation units outstanding at end of period	1,710,923	1,863,854	1,928,956	2,150,982	2,435,514	2,579,967
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.04	\$5.74	\$10.15	\$10.10		
Value at end of period	\$9.21	\$8.04	\$5.74	\$10.15		
Number of accumulation units outstanding at end of period	604,139	674,879	195,992	158,947		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.53	\$7.36	\$12.62	\$11.15	\$10.30	
Value at end of period	\$10.16	\$9.53	\$7.36	\$12.62	\$11.15	
Number of accumulation units outstanding at end of period	1,654,953	1,636,070	1,372,927	736,724	278,154	
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>						
Value at beginning of period	\$19.29	\$14.85	\$25.06	\$24.92	\$20.82	\$19.29
Value at end of period	\$20.41	\$19.29	\$14.85	\$25.06	\$24.92	\$20.82
Number of accumulation units outstanding at end of period	1,057,096	1,191,389	1,253,473	1,456,654	1,566,073	1,545,865
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)						
Value at beginning of period	\$10.01	\$7.06	\$11.96	\$11.39	\$10.03	
Value at end of period	\$10.92	\$10.01	\$7.06	\$11.96	\$11.39	
Number of accumulation units outstanding at end of period	39,166	42,576	48,574	70,916	36,474	
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.54	\$10.17	\$9.99			
Value at end of period	\$10.96	\$10.54	\$10.17			
Number of accumulation units outstanding at end of period	1,315,740	1,307,591	927,557			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.10	\$7.82	\$13.27	\$13.39	\$11.93	\$11.21
Value at end of period	\$11.21	\$10.10	\$7.82	\$13.27	\$13.39	\$11.93
Number of accumulation units outstanding at end of period	29,620	33,028	35,559	51,489	97,176	19,477
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.55	\$8.36	\$13.41	\$13.97	\$12.28	\$12.08
Value at end of period	\$11.93	\$10.55	\$8.36	\$13.41	\$13.97	\$12.28
Number of accumulation units outstanding at end of period	755,522	443,853	451,445	438,690	316,783	271,921
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.94	\$9.10	\$12.12	\$11.95	\$10.83	\$10.16
Value at end of period	\$12.03	\$10.94	\$9.10	\$12.12	\$11.95	\$10.83
Number of accumulation units outstanding at end of period	1,123,219	979,826	1,330,884	454,672	212,735	247,764

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>						
Value at beginning of period	\$24.74	\$20.33	\$30.55	\$30.32	\$26.62	\$24.63
Value at end of period	\$27.34	\$24.74	\$20.33	\$30.55	\$30.32	\$26.62
Number of accumulation units outstanding at end of period	1,201,379	1,432,519	1,558,547	1,754,312	1,927,762	1,917,353
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$10.55	\$8.94	\$12.77	\$11.98	\$10.71	\$9.88
Value at end of period	\$11.08	\$10.55	\$8.94	\$12.77	\$11.98	\$10.71
Number of accumulation units outstanding at end of period	881,629	1,036,251	1,358,965	1,188,199	1,155,987	1,100,939
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$7.73	\$6.05	\$9.95			
Value at end of period	\$8.03	\$7.73	\$6.05			
Number of accumulation units outstanding at end of period	1,372,236	1,557,832	996,625			
<b>INVESCO V.I. LEISURE FUND</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.99	\$7.66	\$13.69	\$14.06	\$11.49	\$11.84
Value at end of period	\$11.95	\$9.99	\$7.66	\$13.69	\$14.06	\$11.49
Number of accumulation units outstanding at end of period	118,821	139,559	178,445	230,164	269,235	352,163
<b>PROFUND VP BULL</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.47	\$6.12	\$9.99	\$9.83	\$8.81	\$8.73
Value at end of period	\$8.26	\$7.47	\$6.12	\$9.99	\$9.83	\$8.81
Number of accumulation units outstanding at end of period	130,992	149,993	169,003	252,067	433,675	743,586
<b>PROFUND VP EUROPE 30</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$9.05	\$6.97	\$12.67	\$11.26	\$9.76	\$9.19
Value at end of period	\$9.12	\$9.05	\$6.97	\$12.67	\$11.26	\$9.76
Number of accumulation units outstanding at end of period	54,520	58,519	74,237	87,075	125,928	237,235
<b>PROFUND VP RISING RATES OPPORTUNITY</b>						
(Fund first available during October 2003)						
Value at beginning of period	\$5.89	\$4.54	\$7.45	\$8.01	\$7.40	\$8.18
Value at end of period	\$4.86	\$5.89	\$4.54	\$7.45	\$8.01	\$7.40
Number of accumulation units outstanding at end of period	130,604	152,633	175,733	310,053	513,019	425,290

### Separate Account Annual Charges of 1.85%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.45	\$7.97	\$10.08							
Value at end of period	\$10.19	\$9.45	\$7.97							
Number of accumulation units outstanding at end of period	2,659,829	2,289,265	1,238,981							



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$16.67	\$13.58	\$19.26	\$20.15	\$17.20	\$16.61	\$13.81	\$10.00		
Value at end of period	\$20.69	\$16.67	\$13.58	\$19.26	\$20.15	\$17.20	\$16.61	\$13.81	\$9.57	\$7.78
Number of accumulation units outstanding at end of period	759,123	874,057	1,007,369	1,276,341	1,483,586	1,875,440	1,860,639	288,410		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.62	\$8.74	\$15.54	\$13.50	\$12.34	\$10.78				
Value at end of period	\$13.34	\$11.62	\$8.74	\$15.54	\$13.50	\$12.34				
Number of accumulation units outstanding at end of period	1,254,174	1,489,027	1,602,259	1,486,370	1,267,701	778,454				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b> (Fund first available during December 2001)										
Value at beginning of period	\$9.41	\$7.38	\$13.15	\$13.23	\$11.24	\$10.84	\$9.93	\$7.78	\$9.57	\$7.78
Value at end of period	\$10.61	\$9.41	\$7.38	\$13.15	\$13.23	\$11.24	\$10.84	\$9.93	\$7.78	\$7.78
Number of accumulation units outstanding at end of period	1,090,666	1,195,771	1,385,760	1,648,785	1,880,927	2,040,316	2,147,646	1,139,372	70,754	70,754
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.68	\$7.17	\$10.05							
Value at end of period	\$9.54	\$8.68	\$7.17							
Number of accumulation units outstanding at end of period	789,390	788,152	614,587							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.70	\$8.81	\$10.01							
Value at end of period	\$10.10	\$9.70	\$8.81							
Number of accumulation units outstanding at end of period	1,236,491	1,264,545	779,965							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.96	\$8.55	\$14.10	\$13.75	\$12.22	\$11.82	\$10.97	\$10.00		
Value at end of period	\$11.93	\$10.96	\$8.55	\$14.10	\$13.75	\$12.22	\$11.82	\$10.97		
Number of accumulation units outstanding at end of period	4,924,284	5,386,838	5,697,061	6,032,133	6,420,728	7,151,073	6,845,978	563,173		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.78	\$8.65	\$15.83	\$14.43	\$13.41	\$11.81	\$10.76	\$10.00		
Value at end of period	\$13.65	\$11.78	\$8.65	\$15.83	\$14.43	\$13.41	\$11.81	\$10.76		
Number of accumulation units outstanding at end of period	7,652,669	8,525,478	9,047,366	9,238,418	9,928,969	10,461,932	9,623,914	911,850		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$17.22	\$12.33	\$21.83	\$18.63	\$16.03	\$13.51	\$11.60	\$10.00		
Value at end of period	\$18.03	\$17.22	\$12.33	\$21.83	\$18.63	\$16.03	\$13.51	\$11.60		
Number of accumulation units outstanding at end of period	2,760,607	2,933,889	2,964,726	3,112,536	3,154,918	3,093,402	2,651,973	255,174		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during December 2008)										
Value at beginning of period	\$11.99	\$9.07	\$8.48							
Value at end of period	\$13.26	\$11.99	\$9.07							
Number of accumulation units outstanding at end of period	193,520	159,356	7,623							
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$13.09	\$11.10	\$20.06	\$17.55	\$13.84	\$12.22	\$10.56	\$8.20	\$10.00	
Value at end of period	\$13.73	\$13.09	\$11.10	\$20.06	\$17.55	\$13.84	\$12.22	\$10.56	\$8.20	
Number of accumulation units outstanding at end of period	1,418,547	1,634,201	1,559,822	1,710,600	1,790,936	1,683,878	1,434,654	122,689	12,519	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.89	\$7.45	\$12.92	\$12.41	\$10.97	\$9.90				
Value at end of period	\$12.28	\$9.89	\$7.45	\$12.92	\$12.41	\$10.97				
Number of accumulation units outstanding at end of period	616,566	720,914	518,944	377,326	306,935	177,512				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.55	\$9.87								
Value at end of period	\$10.92	\$10.55								
Number of accumulation units outstanding at end of period	692,595	241,705								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$9.85	\$7.71	\$12.89	\$12.30	\$11.70	\$10.80	\$9.91	\$7.95	\$10.00	
Value at end of period	\$10.96	\$9.85	\$7.71	\$12.89	\$12.30	\$11.70	\$10.80	\$9.91	\$7.95	
Number of accumulation units outstanding at end of period	687,936	878,277	771,755	882,135	1,039,480	1,163,084	215,008	145,460	26,080	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.00	\$9.03	\$14.22	\$13.89	\$12.16	\$11.76	\$10.75	\$8.35	\$10.00	
Value at end of period	\$10.89	\$10.00	\$9.03	\$14.22	\$13.89	\$12.16	\$11.76	\$10.75	\$8.35	
Number of accumulation units outstanding at end of period	153,395	166,242	199,058	231,323	288,455	281,653	359,376	281,611	84,875	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.71	\$6.48	\$9.99							
Value at end of period	\$11.26	\$9.71	\$6.48							
Number of accumulation units outstanding at end of period	871,634	913,440	683,676							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.33	\$7.12	\$12.36	\$13.58	\$11.42					
Value at end of period	\$10.62	\$9.33	\$7.12	\$12.36	\$13.58					
Number of accumulation units outstanding at end of period	250,058	350,244	383,538	295,273	110,050					
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$48.37	\$36.26	\$60.10	\$74.44	\$55.10	\$48.06	\$35.55	\$26.29	\$26.74	\$24.97
Value at end of period	\$60.76	\$48.37	\$36.26	\$60.10	\$74.44	\$55.10	\$48.06	\$35.55	\$26.29	\$26.74
Number of accumulation units outstanding at end of period	261,299	303,244	351,231	442,430	662,678	749,065	816,745	462,356	222,333	81,300
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.02	\$6.55	\$10.13	\$10.02	\$10.05					
Value at end of period	\$9.86	\$8.02	\$6.55	\$10.13	\$10.02					
Number of accumulation units outstanding at end of period	437,170	485,588	707,626	378,257	235,115					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.72	\$6.75	\$11.32	\$11.07	\$9.91	\$9.99				
Value at end of period	\$9.59	\$8.72	\$6.75	\$11.32	\$11.07	\$9.91				
Number of accumulation units outstanding at end of period	516,509	531,825	490,643	326,228	244,618	10,669				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during September 2007)										
Value at beginning of period	\$6.94	\$5.80	\$10.38	\$10.31						
Value at end of period	\$8.50	\$6.94	\$5.80	\$10.38						
Number of accumulation units outstanding at end of period	245,682	120,437	94,171	44,308						

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.80	\$10.14								
Value at end of period	\$8.74	\$9.80								
Number of accumulation units outstanding at end of period	54,869	4,104								
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
Value at beginning of period	\$13.20	\$9.66	\$16.18	\$14.40	\$13.11	\$11.42	\$9.38	\$7.16	\$9.04	\$9.45
Value at end of period	\$16.63	\$13.20	\$9.66	\$16.18	\$14.40	\$13.11	\$11.42	\$9.38	\$7.16	\$9.04
Number of accumulation units outstanding at end of period	2,097,968	2,409,338	2,558,483	2,961,718	2,152,320	2,416,092	1,529,322	1,113,986	532,775	233,654
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.87	\$7.62	\$10.97	\$10.89	\$9.99					
Value at end of period	\$10.95	\$9.87	\$7.62	\$10.97	\$10.89					
Number of accumulation units outstanding at end of period	820,797	1,016,726	768,295	780,229	465,890					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.99	\$7.24	\$11.85	\$12.42						
Value at end of period	\$9.84	\$8.99	\$7.24	\$11.85						
Number of accumulation units outstanding at end of period	387,640	358,723	397,819	379,401						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.73	\$6.04	\$9.58	\$10.09						
Value at end of period	\$8.40	\$7.73	\$6.04	\$9.58						
Number of accumulation units outstanding at end of period	1,285,419	1,211,534	1,091,374	309,667						
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)										
Value at beginning of period	\$10.25	\$10.65								
Value at end of period	\$10.96	\$10.25								
Number of accumulation units outstanding at end of period	9,228	798								
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
Value at beginning of period	\$33.85	\$25.08	\$43.31	\$33.11	\$27.79	\$20.55	\$19.68	\$13.17	\$13.31	\$15.33
Value at end of period	\$40.42	\$33.85	\$25.08	\$43.31	\$33.11	\$27.79	\$20.55	\$19.68	\$13.17	\$13.31
Number of accumulation units outstanding at end of period	488,119	599,136	663,392	678,532	668,718	683,979	695,317	591,336	389,188	95,942
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.75	\$6.07	\$9.95	\$9.83						
Value at end of period	\$8.66	\$7.75	\$6.07	\$9.95						
Number of accumulation units outstanding at end of period	2,961,017	3,239,497	2,455,632	802						
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.92	\$9.99								
Value at end of period	\$13.64	\$12.92								
Number of accumulation units outstanding at end of period	125,473	99,482								
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.48	\$7.03	\$11.44	\$11.12	\$9.92	\$9.61	\$8.88	\$10.00		
Value at end of period	\$9.46	\$8.48	\$7.03	\$11.44	\$11.12	\$9.92	\$9.61	\$8.88		
Number of accumulation units outstanding at end of period	724,865	802,033	872,801	988,345	1,003,427	1,140,505	1,130,196	454,342		

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.35	\$8.02	\$13.13	\$12.71	\$11.87	\$10.91	\$9.46			
Value at end of period	\$12.36	\$10.35	\$8.02	\$13.13	\$12.71	\$11.87	\$10.91			
Number of accumulation units outstanding at end of period	261,091	316,701	375,334	526,007	625,859	679,265	317,698			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$9.70	\$7.94	\$12.19	\$13.28	\$11.92	\$11.31	\$9.22			
Value at end of period	\$11.66	\$9.70	\$7.94	\$12.19	\$13.28	\$11.92	\$11.31			
Number of accumulation units outstanding at end of period	198,366	221,306	284,209	408,357	494,278	509,167	249,953			
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$11.85	\$10.85	\$12.10	\$11.67	\$11.46	\$11.34	\$11.04	\$10.61		
Value at end of period	\$12.74	\$11.85	\$10.85	\$12.10	\$11.67	\$11.46	\$11.34	\$11.04	\$10.61	
Number of accumulation units outstanding at end of period	1,963,729	2,071,861	2,271,231	2,180,790	2,180,720	1,965,087	1,993,255	650,222	564,471	
(Funds were first received in this option during May 2008)										
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.56	\$6.04	\$10.27							
Value at end of period	\$7.99	\$7.56	\$6.04							
Number of accumulation units outstanding at end of period	233,418	250,060	44,123							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$11.13	\$8.31	\$16.60	\$13.99	\$11.58	\$10.21	\$8.88	\$6.01	\$8.28	\$8.73
Value at end of period	\$12.45	\$11.13	\$8.31	\$16.60	\$13.99	\$11.58	\$10.21	\$8.88	\$6.01	\$8.28
Number of accumulation units outstanding at end of period	1,170,296	1,339,058	1,586,315	1,934,522	466,816	413,114	487,446	384,529	170,016	116,186
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>										
(Funds were first received in this option during November 2009)										
Value at beginning of period	\$9.85	\$9.77								
Value at end of period	\$10.99	\$9.85								
Number of accumulation units outstanding at end of period	41,311	696								
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$19.58	\$11.63	\$24.31	\$17.89	\$13.42	\$10.14	\$8.77	\$6.10	\$6.96	\$7.40
Value at end of period	\$23.12	\$19.58	\$11.63	\$24.31	\$17.89	\$13.42	\$10.14	\$8.77	\$6.10	\$6.96
Number of accumulation units outstanding at end of period	755,381	952,923	984,359	1,257,355	1,160,227	1,078,138	746,275	380,832	89,889	27,104
(Funds were first received in this option during May 2004)										
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2004)										
Value at beginning of period	\$11.18	\$9.07	\$13.80	\$13.74	\$12.01	\$11.28	\$9.90			
Value at end of period	\$13.50	\$11.18	\$9.07	\$13.80	\$13.74	\$12.01	\$11.28			
Number of accumulation units outstanding at end of period	177,381	111,572	53,583	53,029	86,820	99,231	65,652			
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.30	\$9.84	\$14.31	\$14.84	\$12.96	\$13.63	\$10.30	\$7.82	\$10.00	
Value at end of period	\$15.30	\$12.30	\$9.84	\$14.31	\$14.84	\$12.96	\$13.63	\$10.30	\$7.82	
Number of accumulation units outstanding at end of period	544,852	462,993	502,354	643,923	743,578	785,793	784,755	376,174	54,218	
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$12.04	\$8.61	\$12.11	\$11.06	\$10.67	\$10.45	\$9.98			
Value at end of period	\$13.51	\$12.04	\$8.61	\$12.11	\$11.06	\$10.67	\$10.45			
Number of accumulation units outstanding at end of period	305,317	290,470	47,804	24,522	32,011	38,432	23,823			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.15	\$7.83	\$13.16	\$13.67	\$12.66	\$11.60	\$10.80	\$10.00		
Value at end of period	\$12.37	\$10.15	\$7.83	\$13.16	\$13.67	\$12.66	\$11.60	\$10.80		
Number of accumulation units outstanding at end of period	715,867	814,327	953,242	1,110,000	1,221,282	1,363,628	1,402,387	95,578		
<b>ING LIMITED MATURITY BOND PORTFOLIO</b>										
Value at beginning of period	\$20.62	\$19.61	\$20.02	\$19.29	\$18.93	\$18.97	\$19.07	\$18.89	\$17.94	\$16.87
Value at end of period	\$20.88	\$20.62	\$19.61	\$20.02	\$19.29	\$18.93	\$18.97	\$19.07	\$18.89	\$17.94
Number of accumulation units outstanding at end of period	121,458	137,918	160,889	191,897	259,084	356,114	466,124	750,831	457,642	177,354
<b>ING LIQUID ASSETS PORTFOLIO</b>										
Value at beginning of period	\$15.37	\$15.61	\$15.53	\$15.08	\$14.67	\$14.54	\$14.68	\$14.85	\$14.91	\$14.63
Value at end of period	\$15.09	\$15.37	\$15.61	\$15.53	\$15.08	\$14.67	\$14.54	\$14.68	\$14.85	\$14.91
Number of accumulation units outstanding at end of period	1,453,004	1,956,517	3,532,830	1,246,197	953,645	813,852	1,339,734	953,624	749,575	371,667
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>										
Value at beginning of period	\$9.81	\$8.42	\$13.52	\$13.23	\$11.46	\$11.07	\$10.26	\$7.96	\$10.54	\$11.09
Value at end of period	\$11.28	\$9.81	\$8.42	\$13.52	\$13.23	\$11.46	\$11.07	\$10.26	\$7.96	\$11.09
Number of accumulation units outstanding at end of period	222,062	255,292	289,976	365,927	483,441	475,388	555,559	45,349	336,121	221,246
<b>ING MARSICO GROWTH PORTFOLIO</b>										
Value at beginning of period	\$13.42	\$10.60	\$18.09	\$16.14	\$15.67	\$14.66	\$13.28	\$10.20	\$14.75	\$20.06
Value at end of period	\$15.78	\$13.42	\$10.60	\$18.09	\$16.14	\$15.67	\$14.66	\$13.28	\$10.20	\$14.75
Number of accumulation units outstanding at end of period	1,023,358	1,070,424	1,197,888	1,313,886	1,389,648	1,674,635	1,913,665	1,329,455	464,261	332,353
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.93	\$8.84	\$17.83	\$15.07	\$12.38	\$10.15				
Value at end of period	\$13.33	\$11.93	\$8.84	\$17.83	\$15.07	\$12.38				
Number of accumulation units outstanding at end of period	468,827	516,454	642,231	720,855	632,381	628,482				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
Value at beginning of period	\$23.12	\$19.98	\$26.22	\$25.69	\$23.38	\$23.15	\$21.22	\$18.52	\$19.88	\$20.05
Value at end of period	\$24.93	\$23.12	\$19.98	\$26.22	\$25.69	\$23.38	\$23.15	\$21.22	\$18.52	\$19.88
Number of accumulation units outstanding at end of period	1,031,229	1,148,613	1,287,947	1,488,464	1,727,427	2,156,039	2,327,130	1,739,276	865,415	338,408
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.53	\$11.15	\$18.24	\$14.59	\$11.36	\$10.14				
Value at end of period	\$16.22	\$14.53	\$11.15	\$18.24	\$14.59	\$11.36				
Number of accumulation units outstanding at end of period	754,148	837,613	906,506	1,051,769	868,911	873,349				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$8.80	\$6.35	\$10.40	\$8.44	\$7.99	\$7.39	\$7.05			
Value at end of period	\$11.22	\$8.80	\$6.35	\$10.40	\$8.44	\$7.99	\$7.39			
Number of accumulation units outstanding at end of period	1,723,943	1,726,452	1,851,371	223,203	291,427	413,074	629,731			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$15.02	\$11.87	\$16.93	\$15.72	\$13.20	\$12.08	\$10.93	\$8.82	\$10.00	
Value at end of period	\$16.79	\$15.02	\$11.87	\$16.93	\$15.72	\$13.20	\$12.08	\$10.93	\$8.82	
Number of accumulation units outstanding at end of period	604,358	581,099	638,483	731,716	840,206	879,134	825,112	360,519	130,192	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.73	\$8.56	\$7.90							
Value at end of period	\$10.29	\$9.73	\$8.56							
Number of accumulation units outstanding at end of period	82,975	49,201	1,823							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during December 2008)										
Value at beginning of period	\$10.58	\$8.43	\$8.14							
Value at end of period	\$11.85	\$8.43	\$8.43							
Number of accumulation units outstanding at end of period	121,033	36,203	1,603							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.68	\$8.54	\$14.62	\$14.01	\$12.13	\$10.91				
Value at end of period	\$13.28	\$11.68	\$8.54	\$14.62	\$14.01	\$12.13				
Number of accumulation units outstanding at end of period	211,590	222,438	260,441	227,755	192,486	56,426				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$13.29	\$9.07	\$11.92	\$11.81	\$11.05	\$10.79	\$10.00			
Value at end of period	\$14.91	\$13.29	\$9.07	\$11.92	\$11.81	\$11.05	\$10.79			
Number of accumulation units outstanding at end of period	1,629,416	1,489,967	1,757,351	2,345,811	2,675,342	2,873,390	3,220,096			
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
Value at beginning of period	\$16.39	\$14.59	\$14.27	\$13.34	\$13.02	\$12.95	\$12.58	\$12.24	\$11.47	\$11.56
Value at end of period	\$17.32	\$16.39	\$14.59	\$14.27	\$13.34	\$13.02	\$12.95	\$12.58	\$12.24	\$11.47
Number of accumulation units outstanding at end of period	3,860,381	4,546,566	3,680,967	1,896,069	1,711,242	1,973,149	2,114,845	1,759,464	1,325,734	153,359
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$8.29	\$12.94	\$12.55	\$10.95	\$10.16				
Value at end of period	\$11.48	\$10.10	\$8.29	\$12.94	\$12.55	\$10.95				
Number of accumulation units outstanding at end of period	230,935	321,785	349,592	429,444	531,191	603,300				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.00	\$8.14	\$12.41	\$11.98	\$10.86	\$10.07				
Value at end of period	\$11.58	\$10.00	\$8.14	\$12.41	\$11.98	\$10.86				
Number of accumulation units outstanding at end of period	3,178,946	3,593,509	3,920,526	4,055,381	4,429,284	5,017,559				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.80	\$8.31								
Number of accumulation units outstanding at end of period	1,266,984	958,878								
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.36	\$9.21								
Value at end of period	\$10.26	\$9.36								
Number of accumulation units outstanding at end of period	10,459,517	11,143,360								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.62	\$9.49								
Value at end of period	\$10.48	\$9.62								
Number of accumulation units outstanding at end of period	7,809,734	7,294,923								
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$10.59	\$9.85								
Number of accumulation units outstanding at end of period	4,645,124	5,966,132								

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.65	\$10.19								
Value at end of period	\$13.96	\$12.65								
Number of accumulation units outstanding at end of period	1,118,327	1,216,920								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.11	\$6.69	\$10.09							
Value at end of period	\$8.91	\$8.11	\$6.69							
Number of accumulation units outstanding at end of period	1,252,326	1,447,166	142,907							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.47	\$10.41								
Value at end of period	\$13.60	\$12.47								
Number of accumulation units outstanding at end of period	77,313	45,506								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.95	\$9.75								
Value at end of period	\$16.00	\$12.95								
Number of accumulation units outstanding at end of period	749,319	800,975								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.38	\$6.11	\$10.36							
Value at end of period	\$10.27	\$8.38	\$6.11							
Number of accumulation units outstanding at end of period	301,368	214,814	85,469							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.62	\$6.95	\$10.06							
Value at end of period	\$10.66	\$8.62	\$6.95							
Number of accumulation units outstanding at end of period	764,004	555,415	530,429							
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.03	\$5.48	\$8.54	\$7.92	\$7.18	\$6.72	\$6.23	\$4.59	\$8.31	\$10.00
Value at end of period	\$9.11	\$7.03	\$5.48	\$8.54	\$7.92	\$7.18	\$6.72	\$6.23	\$4.59	\$8.31
Number of accumulation units outstanding at end of period	707,541	788,008	886,019	1,025,482	1,252,118	1,408,556	1,597,805	1,204,050	374,677	141,397
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.90	\$7.13	\$10.08							
Value at end of period	\$10.83	\$8.90	\$7.13							
Number of accumulation units outstanding at end of period	233,282	187,829	123,785							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$41.81	\$31.97	\$44.94	\$43.86	\$38.98	\$36.86	\$32.20	\$26.20	\$26.56	\$24.57
Value at end of period	\$46.80	\$41.81	\$31.97	\$44.94	\$43.86	\$38.98	\$36.86	\$32.20	\$26.20	\$26.56
Number of accumulation units outstanding at end of period	1,951,488	2,013,479	2,269,322	2,458,781	2,821,422	3,031,655	3,088,703	1,921,555	1,256,046	329,416
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$24.80	\$20.21	\$32.03	\$31.66	\$27.09	\$26.55	\$23.55	\$19.17	\$22.50	\$22.48
Value at end of period	\$27.98	\$24.80	\$20.21	\$32.03	\$31.66	\$27.09	\$26.55	\$23.55	\$19.17	\$22.50
Number of accumulation units outstanding at end of period	1,115,772	1,191,045	1,310,977	1,453,497	1,672,382	1,864,736	2,005,506	1,089,874	479,848	191,974
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$8.03	\$5.74	\$10.14	\$9.93						
Value at end of period	\$9.19	\$8.03	\$5.74	\$10.14						
Number of accumulation units outstanding at end of period	369,012	274,869	101,945	60,796						

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.51	\$7.35	\$12.61	\$11.15	\$10.02					
Value at end of period	\$10.14	\$9.51	\$7.35	\$12.61	\$11.15					
Number of accumulation units outstanding at end of period	926,890	994,252	962,270	145,537	71,758					
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)										
Value at beginning of period	\$9.99	\$7.05	\$11.95	\$11.38	\$10.02					
Value at end of period	\$10.90	\$9.99	\$7.05	\$11.95	\$11.38					
Number of accumulation units outstanding at end of period	16,504	21,231	23,065	25,712	23,171					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.53	\$10.17	\$10.04							
Value at end of period	\$10.95	\$10.53	\$10.17							
Number of accumulation units outstanding at end of period	681,132	874,710	831,230							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.07	\$7.80	\$13.25	\$13.37	\$11.92	\$10.97				
Value at end of period	\$11.17	\$10.07	\$7.80	\$13.25	\$13.37	\$11.92				
Number of accumulation units outstanding at end of period	5,958	7,416	8,393	14,698	60,757	20,569				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.51	\$8.33	\$13.37	\$13.94	\$12.26	\$12.07				
Value at end of period	\$11.88	\$10.51	\$8.33	\$13.37	\$13.94	\$12.26				
Number of accumulation units outstanding at end of period	2,089,804	2,199,381	2,360,477	2,808,346	3,095,553	3,505,743				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.91	\$9.08	\$12.11	\$11.94	\$10.83	\$10.16				
Value at end of period	\$12.00	\$10.91	\$9.08	\$12.11	\$11.94	\$10.83				
Number of accumulation units outstanding at end of period	515,888	545,405	602,759	154,889	144,283	94,700				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$24.54	\$20.17	\$30.33	\$30.12	\$26.46	\$24.49	\$21.86	\$17.42	\$20.82	\$23.65
Value at end of period	\$27.10	\$24.54	\$20.17	\$30.33	\$30.12	\$26.46	\$24.49	\$21.86	\$17.42	\$20.82
Number of accumulation units outstanding at end of period	480,043	498,320	550,028	666,929	832,725	827,055	860,950	619,369	274,359	118,228
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.52	\$8.92	\$12.75	\$11.96	\$10.70	\$9.88	\$10.00			
Value at end of period	\$11.04	\$10.52	\$8.92	\$12.75	\$11.96	\$10.70	\$9.88			
Number of accumulation units outstanding at end of period	734,124	842,964	943,090	1,027,931	1,209,026	1,373,293	346,575			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b> (Funds were first received in this option during February 2008)										
Value at beginning of period	\$7.72	\$6.05	\$9.70							
Value at end of period	\$8.02	\$7.72	\$6.05							
Number of accumulation units outstanding at end of period	749,998	733,757	590,056							
<b>INVESTCO V.I. LEISURE FUND</b> (Fund first available during May 2002)										
Value at beginning of period	\$9.95	\$7.63	\$13.66	\$14.03	\$11.47	\$11.82	\$10.62	\$8.41	\$10.00	
Value at end of period	\$11.90	\$9.95	\$7.63	\$13.66	\$14.03	\$11.47	\$11.82	\$10.62	\$8.41	
Number of accumulation units outstanding at end of period	160,817	204,073	221,649	256,195	322,386	422,849	480,559	352,917	94,574	



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.44	\$6.09	\$9.96	\$9.80	\$8.79	\$8.71	\$8.16	\$6.62	\$8.87	\$10.00
Value at end of period	\$8.22	\$7.44	\$6.09	\$9.96	\$9.80	\$8.79	\$8.71	\$8.16	\$6.62	\$8.87
Number of accumulation units outstanding at end of period	224,850	250,010	272,166	328,053	437,058	503,432	730,973	525,852	114,753	15,636
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.01	\$6.94	\$12.63	\$11.23	\$9.73	\$9.17	\$8.18	\$6.00	\$8.24	\$10.00
Value at end of period	\$9.08	\$9.01	\$6.94	\$12.63	\$11.23	\$9.73	\$9.17	\$8.18	\$6.00	\$8.24
Number of accumulation units outstanding at end of period	75,918	86,369	98,592	115,609	165,860	242,501	300,855	132,491	13,789	6,318
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.88	\$4.53	\$7.44	\$7.99	\$7.39	\$8.18	\$9.35	\$10.00		
Value at end of period	\$4.84	\$5.88	\$4.53	\$7.44	\$7.99	\$7.39	\$8.18	\$9.35		
Number of accumulation units outstanding at end of period	191,041	198,055	248,147	337,649	511,879	581,869	524,459	382,409		

### Separate Account Annual Charges of 1.95%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.44	\$7.96	\$10.08			
Value at end of period	\$10.16	\$9.44	\$7.96			
Number of accumulation units outstanding at end of period	9,731,707	8,786,491	4,810,195			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15	\$16.58
Value at end of period	\$20.53	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15
Number of accumulation units outstanding at end of period	373,700	427,908	464,506	548,499	661,159	649,073
<b>FIDELITY@ VIP CONTRAFUND@ PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93	\$12.18
Value at end of period	\$14.98	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93
Number of accumulation units outstanding at end of period	3,970,153	4,510,559	4,486,056	3,077,617	2,248,140	1,009,027
<b>FIDELITY@ VIP EQUITY-INCOME PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18	\$10.80
Value at end of period	\$10.51	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18
Number of accumulation units outstanding at end of period	774,051	833,581	901,576	1,010,383	813,783	547,233
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.66	\$7.16	\$10.00			
Value at end of period	\$9.51	\$8.66	\$7.16			
Number of accumulation units outstanding at end of period	4,027,563	3,982,648	2,220,231			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>						
(Funds were first received in this option during February 2008)						
Value at beginning of period	\$9.68	\$8.80	\$10.03			
Value at end of period	\$10.07	\$9.68	\$8.80			
Number of accumulation units outstanding at end of period	4,313,505	4,129,209	2,361,763			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19	\$11.81
Value at end of period	\$11.84	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19
Number of accumulation units outstanding at end of period	9,654,053	9,904,616	9,641,840	7,713,250	6,408,516	4,607,966
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37	\$11.80
Value at end of period	\$13.55	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37
Number of accumulation units outstanding at end of period	13,344,122	14,066,484	13,439,437	10,172,994	8,382,071	5,632,392
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00	\$13.49
Value at end of period	\$17.90	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00
Number of accumulation units outstanding at end of period	5,456,090	5,469,638	5,030,646	3,981,698	3,004,812	1,757,275
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$11.98	\$9.07	\$11.36			
Value at end of period	\$13.23	\$11.98	\$9.07			
Number of accumulation units outstanding at end of period	1,083,472	899,347	241,755			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$12.99	\$11.02	\$19.94	\$17.46	\$13.78	\$12.19
Value at end of period	\$13.61	\$12.99	\$11.02	\$19.94	\$17.46	\$13.78
Number of accumulation units outstanding at end of period	2,488,105	2,895,638	2,881,981	2,195,699	1,466,038	692,426
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96	\$10.31
Value at end of period	\$12.21	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96
Number of accumulation units outstanding at end of period	1,920,312	2,034,794	1,705,281	1,102,938	799,004	315,123
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.54	\$9.88				
Value at end of period	\$10.91	\$10.54				
Number of accumulation units outstanding at end of period	1,335,718	736,563				
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during March 2005)						
Value at beginning of period	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65	\$10.74
Value at end of period	\$10.87	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65
Number of accumulation units outstanding at end of period	700,594	1,007,156	602,909	449,216	319,126	201,000
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$9.92	\$8.96	\$14.14	\$13.82	\$12.12	\$11.73
Value at end of period	\$10.80	\$9.92	\$8.96	\$14.14	\$13.82	\$12.12
Number of accumulation units outstanding at end of period	105,725	120,583	131,529	156,547	158,830	74,087
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.69	\$6.48	\$9.99			
Value at end of period	\$11.23	\$9.69	\$6.48			
Number of accumulation units outstanding at end of period	1,679,055	1,620,779	878,672			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.29	\$7.10	\$12.34	\$13.57	\$11.05	
Value at end of period	\$10.57	\$9.29	\$7.10	\$12.34	\$13.57	
Number of accumulation units outstanding at end of period	1,076,870	1,272,193	1,232,834	604,316	167,558	
<b>ING CLARION REAL ESTATE PORTFOLIO</b>						
Value at beginning of period	\$47.34	\$35.53	\$58.95	\$73.09	\$54.16	\$47.29
Value at end of period	\$59.41	\$47.34	\$35.53	\$58.95	\$73.09	\$54.16
Number of accumulation units outstanding at end of period	276,898	343,912	412,439	431,099	502,995	303,357
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$7.99	\$6.54	\$10.11	\$10.02	\$9.95	
Value at end of period	\$9.82	\$7.99	\$6.54	\$10.11	\$10.02	
Number of accumulation units outstanding at end of period	1,279,028	1,440,440	1,534,466	887,486	373,022	
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)						
Value at beginning of period	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91	\$10.02
Value at end of period	\$9.54	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91
Number of accumulation units outstanding at end of period	2,482,365	2,512,125	2,198,501	970,586	498,026	958
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.92	\$5.80	\$10.38	\$10.32	\$10.32	
Value at end of period	\$8.47	\$6.92	\$5.80	\$10.38	\$10.38	
Number of accumulation units outstanding at end of period	1,656,261	1,394,715	1,331,778	377,604		
<b>ING EURO STOXX 50® INDEX PORTFOLIO</b> (Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.80	\$10.14				
Value at end of period	\$8.73	\$9.80				
Number of accumulation units outstanding at end of period	55,335	1,623				
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during October 2000)						
Value at beginning of period	\$13.08	\$9.58	\$16.06	\$14.31	\$13.04	\$11.37
Value at end of period	\$16.46	\$13.08	\$9.58	\$16.06	\$14.31	\$13.04
Number of accumulation units outstanding at end of period	2,177,702	2,387,241	2,076,779	1,314,412	869,051	535,373
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.84	\$7.60	\$10.96	\$10.88	\$9.99	
Value at end of period	\$10.90	\$9.84	\$7.60	\$10.96	\$10.88	
Number of accumulation units outstanding at end of period	3,315,680	3,386,163	2,759,068	1,629,601	656,451	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.96	\$7.22	\$11.84	\$12.53	\$11.84	
Value at end of period	\$9.80	\$8.96	\$7.22	\$11.84	\$11.84	
Number of accumulation units outstanding at end of period	1,642,758	1,634,558	1,393,022	969,862		
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.71	\$6.03	\$9.57	\$10.09	\$10.09	
Value at end of period	\$8.37	\$7.71	\$6.03	\$9.57	\$9.57	
Number of accumulation units outstanding at end of period	9,675,208	9,647,235	8,875,069	3,084,070		

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING FTSE 100 INDEX® PORTFOLIO</b> (Funds were first received in this option during November 2009)						
Value at beginning of period	\$10.25	\$10.65				
Value at end of period	\$10.94	\$10.25				
Number of accumulation units outstanding at end of period	14,590	3,105				
<b>ING GLOBAL RESOURCES PORTFOLIO</b>						
Value at beginning of period	\$33.13	\$24.57	\$42.48	\$32.51	\$27.31	\$20.22
Value at end of period	\$39.52	\$33.13	\$24.57	\$42.48	\$32.51	\$27.31
Number of accumulation units outstanding at end of period	1,208,420	1,475,926	1,454,849	878,652	524,482	246,689
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.73	\$6.06	\$9.95	\$9.83		
Value at end of period	\$8.63	\$7.73	\$6.06	\$9.95		
Number of accumulation units outstanding at end of period	1,358,805	1,432,459	613,853	5,374		
<b>ING HANG SENG INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.91	\$9.99				
Value at end of period	\$13.61	\$12.91				
Number of accumulation units outstanding at end of period	514,972	297,731				
<b>ING INDEX PLUS LARGCAP PORTFOLIO</b> (Fund first available during August 2003)						
Value at beginning of period	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87	\$9.57
Value at end of period	\$9.37	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87
Number of accumulation units outstanding at end of period	927,565	995,207	1,099,093	1,224,324	842,997	747,104
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63	\$12.54
Value at end of period	\$14.12	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63
Number of accumulation units outstanding at end of period	609,244	668,326	721,208	897,365	843,068	636,374
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during November 2003)						
Value at beginning of period	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30	\$13.59
Value at end of period	\$13.92	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30
Number of accumulation units outstanding at end of period	440,060	470,167	505,902	709,109	678,476	487,498
<b>ING INTERMEDIATE BOND PORTFOLIO</b>						
Value at beginning of period	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41	\$11.31
Value at end of period	\$12.63	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41
Number of accumulation units outstanding at end of period	6,206,308	6,451,426	5,718,407	4,189,988	2,311,169	464,500
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.55	\$6.04	\$10.30			
Value at end of period	\$7.97	\$7.55	\$6.04			
Number of accumulation units outstanding at end of period	571,744	540,619	72,627			
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during October 2000)						
Value at beginning of period	\$11.03	\$8.24	\$16.48	\$13.90	\$11.52	\$10.16
Value at end of period	\$12.32	\$11.03	\$8.24	\$16.48	\$13.90	\$11.52
Number of accumulation units outstanding at end of period	2,004,087	2,253,344	2,466,551	1,338,902	352,303	109,413

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING JAPAN TOPIX INDEX® PORTFOLIO</b>						
(Funds were first received in this option during November 2009)						
Value at beginning of period	\$9.85	\$9.77				
Value at end of period	\$10.97	\$9.85				
Number of accumulation units outstanding at end of period	33,251	2,545				
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>						
Value at beginning of period	\$19.34	\$11.50	\$24.07	\$17.73	\$13.31	\$10.07
Value at end of period	\$22.82	\$19.34	\$11.50	\$24.07	\$17.73	\$13.31
Number of accumulation units outstanding at end of period	2,059,178	2,406,494	2,351,662	1,761,542	1,004,530	569,679
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>						
Value at beginning of period	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64	\$13.76
Value at end of period	\$16.37	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64
Number of accumulation units outstanding at end of period	521,278	388,927	238,668	80,300	95,586	94,036
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$12.21	\$9.77	\$14.23	\$14.77	\$12.91	\$13.63
Value at end of period	\$15.17	\$12.21	\$9.77	\$14.23	\$14.77	\$12.91
Number of accumulation units outstanding at end of period	808,465	638,318	612,948	810,007	615,365	362,665
<b>ING LARGE CAP GROWTH PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$11.98	\$8.57	\$12.07	\$11.03	\$10.65	\$10.02
Value at end of period	\$13.42	\$11.98	\$8.57	\$12.07	\$11.03	\$10.65
Number of accumulation units outstanding at end of period	641,795	404,582	28,155	14,873	19,180	9,371
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63	\$11.58
Value at end of period	\$12.28	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63
Number of accumulation units outstanding at end of period	366,087	397,736	422,160	449,648	428,703	340,322
<b>ING LIQUID ASSETS PORTFOLIO</b>						
Value at beginning of period	\$15.05	\$15.30	\$15.23	\$14.80	\$14.42	\$14.31
Value at end of period	\$14.76	\$15.05	\$15.30	\$15.23	\$14.80	\$14.42
Number of accumulation units outstanding at end of period	3,726,691	4,944,633	6,218,579	1,844,856	953,694	465,550
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO (CLASS S)</b>						
(Fund first available during February 2000)						
Value at beginning of period	\$9.72	\$8.34	\$13.41	\$13.14	\$11.39	\$11.01
Value at end of period	\$11.16	\$9.72	\$8.34	\$13.41	\$13.14	\$11.39
Number of accumulation units outstanding at end of period	86,648	91,955	103,936	137,751	136,373	32,982
<b>ING MARSICO GROWTH PORTFOLIO</b>						
Value at beginning of period	\$13.23	\$10.46	\$17.87	\$15.97	\$15.52	\$14.53
Value at end of period	\$15.55	\$13.23	\$10.46	\$17.87	\$15.97	\$15.52
Number of accumulation units outstanding at end of period	1,097,675	1,091,475	978,977	726,563	525,510	388,372
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37	\$10.02
Value at end of period	\$13.25	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37
Number of accumulation units outstanding at end of period	749,135	899,945	1,055,822	635,073	386,727	202,215
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
Value at beginning of period	\$22.77	\$19.69	\$25.87	\$25.37	\$23.11	\$22.91
Value at end of period	\$24.52	\$22.77	\$19.69	\$25.87	\$25.37	\$23.11
Number of accumulation units outstanding at end of period	1,051,675	1,093,601	953,779	829,732	751,117	593,459

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35	\$10.14
Value at end of period	\$16.12	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35
Number of accumulation units outstanding at end of period	2,258,340	2,474,999	2,312,150	1,455,255	800,077	371,810
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)						
Value at beginning of period	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95	\$7.36
Value at end of period	\$11.11	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95
Number of accumulation units outstanding at end of period	1,172,403	647,451	576,021	43,460	45,890	45,902
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$14.90	\$11.79	\$16.83	\$15.65	\$13.15	\$12.05
Value at end of period	\$16.64	\$14.90	\$11.79	\$16.83	\$15.65	\$13.15
Number of accumulation units outstanding at end of period	1,201,062	1,028,934	932,107	897,716	682,291	443,052
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.72	\$8.56	\$9.21			
Value at end of period	\$10.26	\$9.72	\$8.56			
Number of accumulation units outstanding at end of period	385,642	288,918	26,113			
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.57	\$8.43	\$9.15			
Value at end of period	\$11.82	\$10.57	\$8.43			
Number of accumulation units outstanding at end of period	200,920	144,302	40,406			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)						
Value at beginning of period	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41	\$12.07
Value at end of period	\$14.59	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41
Number of accumulation units outstanding at end of period	695,149	797,167	909,337	616,583	445,966	130,621
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03	\$10.78
Value at end of period	\$14.81	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03
Number of accumulation units outstanding at end of period	1,761,365	908,647	1,056,910	1,275,970	1,078,759	773,925
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$16.14	\$14.38	\$14.07	\$13.17	\$12.88	\$12.82
Value at end of period	\$17.04	\$16.14	\$14.38	\$14.07	\$13.17	\$12.88
Number of accumulation units outstanding at end of period	12,404,650	11,773,902	8,442,287	2,020,601	896,452	766,115
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94	\$10.29
Value at end of period	\$11.42	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94
Number of accumulation units outstanding at end of period	214,959	192,048	210,718	246,686	253,209	130,333
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during April 2005)						
Value at beginning of period	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86	\$10.00
Value at end of period	\$11.51	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86
Number of accumulation units outstanding at end of period	2,251,505	2,425,717	2,370,996	2,052,038	1,782,785	1,259,567

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.78	\$8.31				
Number of accumulation units outstanding at end of period	4,845,565	4,777,187				
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.25	\$9.36				
Number of accumulation units outstanding at end of period	41,710,174	44,762,701				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.47	\$9.62				
Number of accumulation units outstanding at end of period	26,143,151	27,731,127				
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.58	\$9.85				
Number of accumulation units outstanding at end of period	12,734,746	13,459,100				
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.64	\$10.20				
Value at end of period	\$13.94	\$12.64				
Number of accumulation units outstanding at end of period	302,452	315,447				
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.09	\$6.68	\$10.31			
Value at end of period	\$8.89	\$8.09	\$6.68			
Number of accumulation units outstanding at end of period	1,491,909	1,537,427	185,841			
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.46	\$10.54				
Value at end of period	\$13.58	\$12.46				
Number of accumulation units outstanding at end of period	202,476	154,282				
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.94	\$10.14				
Value at end of period	\$15.97	\$12.94				
Number of accumulation units outstanding at end of period	801,914	789,109				
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.36	\$6.11	\$10.40			
Value at end of period	\$10.24	\$8.36	\$6.11			
Number of accumulation units outstanding at end of period	971,877	727,369	303,340			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.60	\$6.94	\$10.16			
Value at end of period	\$10.63	\$8.60	\$6.94			
Number of accumulation units outstanding at end of period	1,007,545	845,599	553,373			

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2001)						
Value at beginning of period	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15	\$6.70
Value at end of period	\$9.02	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15
Number of accumulation units outstanding at end of period	196,291	224,324	248,212	290,570	280,862	160,035
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.88	\$7.12	\$10.13			
Value at end of period	\$10.80	\$8.88	\$7.12			
Number of accumulation units outstanding at end of period	730,562	637,166	317,965			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>						
Value at beginning of period	\$40.93	\$31.33	\$44.08	\$43.07	\$38.31	\$36.26
Value at end of period	\$45.76	\$40.93	\$31.33	\$44.08	\$43.07	\$38.31
Number of accumulation units outstanding at end of period	3,316,794	3,340,970	3,106,564	2,314,023	1,755,993	1,075,768
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>						
Value at beginning of period	\$24.27	\$19.81	\$31.41	\$31.09	\$26.62	\$26.13
Value at end of period	\$27.36	\$24.27	\$19.81	\$31.41	\$31.09	\$26.62
Number of accumulation units outstanding at end of period	928,683	923,809	849,406	630,545	528,960	407,663
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.01	\$5.73	\$10.14	\$10.10		
Value at end of period	\$9.16	\$8.01	\$5.73	\$10.14		
Number of accumulation units outstanding at end of period	1,067,560	987,671	535,486	154,046		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.47	\$7.33	\$12.59	\$11.14	\$10.35	
Value at end of period	\$10.09	\$9.47	\$7.33	\$12.59	\$11.14	
Number of accumulation units outstanding at end of period	1,794,450	1,737,933	1,636,457	472,387	104,438	
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>						
Value at beginning of period	\$18.79	\$14.48	\$24.49	\$24.39	\$20.40	\$18.93
Value at end of period	\$19.85	\$18.79	\$14.48	\$24.49	\$24.39	\$20.40
Number of accumulation units outstanding at end of period	505,792	516,157	472,477	453,360	327,550	131,684
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during September 2006)						
Value at beginning of period	\$9.96	\$7.03	\$11.94	\$11.38	\$10.30	
Value at end of period	\$10.85	\$9.96	\$7.03	\$11.94	\$11.38	
Number of accumulation units outstanding at end of period	24,268	25,008	26,002	42,423	23,150	
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.51	\$10.16	\$10.03			
Value at end of period	\$10.92	\$10.51	\$10.16			
Number of accumulation units outstanding at end of period	1,352,838	1,454,753	808,243			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90	\$11.13
Value at end of period	\$11.10	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90
Number of accumulation units outstanding at end of period	41,423	38,476	47,480	51,427	57,249	25,931
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21	\$12.03
Value at end of period	\$11.78	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21
Number of accumulation units outstanding at end of period	1,414,600	1,474,475	1,390,974	1,430,257	1,382,804	1,051,435



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82	\$10.15
Value at end of period	\$11.93	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82
Number of accumulation units outstanding at end of period	1,103,836	1,088,308	939,388	492,315	369,075	245,919
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>						
Value at beginning of period	\$24.14	\$19.86	\$29.89	\$29.72	\$26.13	\$24.21
Value at end of period	\$26.63	\$24.14	\$19.86	\$29.89	\$29.72	\$26.13
Number of accumulation units outstanding at end of period	539,995	572,851	500,728	433,803	353,888	188,468
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68	\$9.87
Value at end of period	\$10.97	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68
Number of accumulation units outstanding at end of period	1,012,203	1,054,921	920,325	670,335	474,327	345,203
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$7.70	\$6.05	\$9.95			
Value at end of period	\$8.00	\$7.70	\$6.05			
Number of accumulation units outstanding at end of period	2,253,901	2,629,207	2,551,491			
<b>INVESCO V.I. LEISURE FUND</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43	\$11.79
Value at end of period	\$11.80	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43
Number of accumulation units outstanding at end of period	68,498	74,324	83,041	99,598	106,010	110,857
<b>PROFUND VP BULL</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74	\$8.68
Value at end of period	\$8.14	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74
Number of accumulation units outstanding at end of period	24,279	28,304	30,665	31,592	56,029	45,665
<b>PROFUND VP EUROPE 30</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69	\$9.14
Value at end of period	\$8.99	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69
Number of accumulation units outstanding at end of period	42,989	44,665	76,510	85,574	102,368	97,624
<b>PROFUND VP RISING RATES OPPORTUNITY</b>						
(Fund first available during October 2003)						
Value at beginning of period	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38	\$8.17
Value at end of period	\$4.81	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38
Number of accumulation units outstanding at end of period	97,550	99,495	112,208	154,005	231,298	137,057

## CONDENSED FINANCIAL INFORMATION

Except for subaccounts which did not commence operations as of December 31, 2010, the following tables give (1) the accumulation unit value ("AUV") at the beginning of the period, (2) the AUV at the end of the period and (3) the total number of accumulation units outstanding at the end of the period for each subaccount of ING USA Separate Account B available under the Contract for the indicated periods. This information is current through December 31, 2010, including portfolio names. Portfolio name changes after December 31, 2010 are not reflected in the following information.

### Separate Account Annual Charges of 1.40%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.53	\$7.99	\$10.09							
Value at end of period	\$10.31	\$9.53	\$7.99							
Number of accumulation units outstanding at end of period	14,545,662	13,749,221	5,658,472							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85	\$10.00		
Value at end of period	\$21.42	\$17.18	\$13.94	\$19.68	\$20.49	\$17.41	\$16.74	\$13.85		
Number of accumulation units outstanding at end of period	1,094,501	1,267,316	1,517,242	1,927,008	2,430,081	3,133,417	1,913,146	368,372		
<b>FIDELITY@VIP CONTRAFUND@ PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97	\$10.22				
Value at end of period	\$13.24	\$11.48	\$8.59	\$15.21	\$13.15	\$11.97				
Number of accumulation units outstanding at end of period	9,154,108	10,400,918	11,187,820	8,180,923	5,267,423	2,397,304				
<b>FIDELITY@VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.08	\$9.78	\$7.63	\$13.54	\$13.56	\$11.47	\$11.02	\$10.04	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	2,311,978	2,618,208	3,016,228	3,793,220	3,999,650	3,467,553	3,098,913	2,275,054	478,395	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.75	\$7.19	\$9.94							
Value at end of period	\$9.66	\$8.75	\$7.19							
Number of accumulation units outstanding at end of period	6,373,630	6,199,815	3,167,031							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.78	\$8.85	\$10.01							
Value at end of period	\$10.23	\$9.78	\$8.85							
Number of accumulation units outstanding at end of period	8,176,396	7,895,772	4,629,576							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99	\$10.00		
Value at end of period	\$12.33	\$11.28	\$8.76	\$14.38	\$13.96	\$12.35	\$11.90	\$10.99		
Number of accumulation units outstanding at end of period	17,556,911	19,309,994	17,876,389	14,555,763	12,258,413	10,360,815	6,533,086	1,032,491		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77	\$10.00		
Value at end of period	\$14.12	\$12.13	\$8.87	\$16.14	\$14.65	\$13.55	\$11.89	\$10.77		
Number of accumulation units outstanding at end of period	25,830,505	27,401,456	26,599,640	21,696,367	18,821,265	15,583,944	9,535,997	1,647,654		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62	\$10.00		
Value at end of period	\$18.65	\$17.73	\$12.63	\$22.26	\$18.91	\$16.21	\$13.59	\$11.62		
Number of accumulation units outstanding at end of period	10,785,643	11,391,844	10,841,337	9,438,334	7,746,931	5,984,403	3,147,004	\$89,077		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.07	\$9.08	\$9.99							
Value at end of period	\$13.40	\$12.07	\$9.08							
Number of accumulation units outstanding at end of period	2,196,476	1,804,007	296,480							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.91	\$13.44	\$24.21	\$21.13	\$16.60	\$14.62	\$12.60	\$9.76	\$10.00	
Value at end of period	\$16.75	\$15.91	\$13.44	\$24.21	\$21.13	\$16.60	\$14.62	\$12.60	\$9.76	
Number of accumulation units outstanding at end of period	575,039	619,753	597,728	617,995	616,466	474,922	205,326	34,037	3,935	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01	\$10.00				
Value at end of period	\$12.60	\$10.10	\$7.58	\$13.08	\$12.51	\$11.01				
Number of accumulation units outstanding at end of period	4,210,806	4,248,323	3,468,055	2,503,317	1,645,722	857,118				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.59	\$9.88								
Value at end of period	\$11.01	\$10.59								
Number of accumulation units outstanding at end of period	3,408,948	2,184,297								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$10.20	\$7.94	\$13.22	\$12.56	\$11.89					
Value at end of period	\$11.41	\$10.20	\$7.94	\$13.22	\$12.56					
Number of accumulation units outstanding at end of period	1,445,316	1,425,010	1,241,676	1,170,061	1,314,957					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.45	\$11.21	\$17.60	\$17.15	\$14.96	\$14.44	\$13.15	\$10.17	\$10.00	
Value at end of period	\$13.61	\$12.45	\$11.21	\$17.60	\$17.15	\$14.96	\$14.44	\$13.15	\$10.17	
Number of accumulation units outstanding at end of period	19,380	21,143	24,130	26,534	28,984	25,176	20,090	9,361	0	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.40	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	3,411,901	2,801,527	1,504,065							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.44	\$7.18	\$12.42	\$13.60	\$11.04					
Value at end of period	\$10.77	\$9.44	\$7.18	\$12.42	\$13.60					
Number of accumulation units outstanding at end of period	44,167	49,679	36,146	38,325	740,797					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$18.07	\$13.51	\$22.31	\$27.55	\$20.33	\$17.69	\$13.04	\$9.61	\$10.00	
Value at end of period	\$22.77	\$18.07	\$13.51	\$22.31	\$27.55	\$20.33	\$17.69	\$13.04	\$9.61	
Number of accumulation units outstanding at end of period	217,627	241,216	260,944	302,582	329,892	305,433	204,711	100,982	12,247	

Opportunities

CFI 2

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.16	\$6.63	\$10.21	\$10.05	\$10.05					
Value at end of period	\$10.08	\$8.16	\$6.63	\$10.21	\$10.05					
Number of accumulation units outstanding at end of period	2,485,616	2,897,468	3,270,508	1,892,774	854,223					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during December 2005)										
Value at beginning of period	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91	\$10.06				
Value at end of period	\$9.82	\$8.89	\$6.85	\$11.43	\$11.13	\$9.91				
Number of accumulation units outstanding at end of period	3,853,085	3,902,577	3,528,125	1,733,413	904,669	7,654				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.18						
Value at end of period	\$8.63	\$7.01	\$5.84	\$10.40						
Number of accumulation units outstanding at end of period	6,040,110	5,557,861	5,640,975	1,412,784						
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.86	\$13.02	\$21.75	\$19.30	\$17.51	\$15.21	\$12.46	\$9.48	\$10.00	
Value at end of period	\$22.57	\$17.86	\$13.02	\$21.75	\$19.30	\$17.51	\$15.21	\$12.46	\$9.48	\$9.48
Number of accumulation units outstanding at end of period	362,446	391,695	411,320	464,848	381,284	340,926	155,168	85,074	5,408	
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.99	\$7.68	\$11.04	\$10.92	\$10.00					
Value at end of period	\$11.11	\$9.99	\$7.68	\$11.04	\$10.92					
Number of accumulation units outstanding at end of period	205,556	124,700	108,931	93,156	1,274,023					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.10	\$7.29	\$11.89	\$12.42						
Value at end of period	\$10.01	\$9.10	\$7.29	\$11.89						
Number of accumulation units outstanding at end of period	3,338,775	3,218,271	3,054,887	2,191,899						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.83	\$6.09	\$9.61	\$10.00						
Value at end of period	\$8.55	\$7.83	\$6.09	\$9.61						
Number of accumulation units outstanding at end of period	16,813,479	18,242,924	18,040,063	7,707,311						
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$25.82	\$19.08	\$32.84	\$25.03	\$20.95	\$15.44	\$14.74	\$9.83	\$10.00	
Value at end of period	\$30.92	\$25.82	\$19.08	\$32.84	\$25.03	\$20.95	\$15.44	\$14.74	\$9.83	\$9.83
Number of accumulation units outstanding at end of period	230,815	253,746	259,963	303,920	314,523	280,993	162,142	53,933	1,119	
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.78	\$7.82	\$6.10	\$9.95						
Number of accumulation units outstanding at end of period	5,214,662	5,796,850	3,900,949	21,255						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98	\$10.00		
Value at end of period	\$9.88	\$8.82	\$7.27	\$11.78	\$11.40	\$10.12	\$9.76	\$8.98		
Number of accumulation units outstanding at end of period	1,008,074	1,178,124	1,295,966	1,448,885	1,498,538	1,549,701	1,431,006	494,773		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26	\$10.04			
Value at end of period	\$13.12	\$10.94	\$8.44	\$13.75	\$13.25	\$12.31	\$11.26			
Number of accumulation units outstanding at end of period	1,204,164	1,377,178	1,538,832	1,857,115	1,780,924	1,371,262	437,111			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72	\$10.06			
Value at end of period	\$12.41	\$10.28	\$8.37	\$12.80	\$13.88	\$12.41	\$11.72			
Number of accumulation units outstanding at end of period	987,422	1,101,850	1,200,311	1,437,532	1,463,522	1,076,172	424,131			
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	\$10.00	
Value at end of period	\$13.26	\$12.28	\$11.19	\$12.42	\$11.92	\$11.65	\$11.48	\$11.13	\$10.64	
Number of accumulation units outstanding at end of period	14,805,735	15,212,968	14,692,505	12,433,842	7,089,555	3,506,748	2,682,543	1,026,869	719,279	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.14							
Value at end of period	\$8.09	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	1,156,598	1,391,858	139,687							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$18.21	\$13.56	\$27.00	\$22.67	\$18.72	\$16.45	\$14.27	\$9.63	\$10.00	
Value at end of period	\$20.43	\$18.21	\$13.56	\$27.00	\$22.67	\$18.72	\$16.45	\$14.27	\$9.63	
Number of accumulation units outstanding at end of period	167,913	188,258	213,959	226,997	46,735	29,248	19,158	10,724	2,146	
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$31.84	\$18.85	\$39.30	\$28.83	\$21.55	\$16.25	\$14.00	\$9.71	\$10.00	
Value at end of period	\$37.72	\$31.84	\$18.85	\$39.30	\$28.83	\$21.55	\$16.25	\$14.00	\$9.71	
Number of accumulation units outstanding at end of period	242,186	269,685	256,803	283,507	274,573	222,769	0	30,921	521	
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.56	\$6.91	\$10.18							
Value at end of period	\$10.38	\$8.56	\$6.91							
Number of accumulation units outstanding at end of period	1,415,034	802,705	540,677							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.23	\$12.15	\$17.62	\$18.21	\$15.86	\$15.53	\$12.52	\$9.49	\$10.00	
Value at end of period	\$19.00	\$15.23	\$12.15	\$17.62	\$18.21	\$15.86	\$15.53	\$12.52	\$9.49	
Number of accumulation units outstanding at end of period	431,525	466,172	507,228	592,340	624,329	605,324	465,562	285,412	12,547	
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during June 2004)										
Value at beginning of period	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48	\$10.00			
Value at end of period	\$13.79	\$12.25	\$8.74	\$12.25	\$11.15	\$10.72	\$10.48			
Number of accumulation units outstanding at end of period	13,461	16,290	22,320	24,037	30,273	24,365	11,799			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79	\$11.67				
Value at end of period	\$12.79	\$10.45	\$8.03	\$13.42	\$13.88	\$12.79				
Number of accumulation units outstanding at end of period	804,967	917,444	1,053,734	1,186,301	1,293,651	1,404,961				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$10.58	\$10.70	\$10.61	\$10.27	\$9.96	\$9.85	\$9.91	\$9.99	\$10.00	
Value at end of period	\$10.43	\$10.58	\$10.70	\$10.61	\$10.27	\$9.96	\$9.85	\$9.91	\$9.99	
Number of accumulation units outstanding at end of period	481,105	709,986	1,177,080	594,191	325,725	184,128	206,102	186,420	28,048	
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.29	\$10.51	\$16.83	\$16.41	\$14.18	\$13.65	\$12.61	\$9.76	\$10.00	
Value at end of period	\$14.18	\$12.29	\$10.51	\$16.83	\$16.41	\$14.18	\$13.65	\$12.61	\$9.76	
Number of accumulation units outstanding at end of period	26,230	28,440	36,257	38,374	41,996	39,629	29,802	14,637	0	
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.16	\$10.36	\$17.63	\$15.68	\$15.18	\$14.16	\$12.79	\$9.78	\$10.00	
Value at end of period	\$15.52	\$13.16	\$10.36	\$17.63	\$15.68	\$15.18	\$14.16	\$12.79	\$9.78	
Number of accumulation units outstanding at end of period	254,031	273,033	283,655	314,995	316,269	301,779	205,275	117,513	4,338	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42	\$10.00				
Value at end of period	\$13.68	\$12.19	\$8.99	\$18.05	\$15.18	\$12.42				
Number of accumulation units outstanding at end of period	1,599,392	1,998,238	2,376,603	2,243,027	1,560,451	1,361,072				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.80	\$11.03	\$14.42	\$14.09	\$12.78	\$12.62	\$11.53	\$10.04	\$10.00	
Value at end of period	\$13.84	\$12.80	\$11.03	\$14.42	\$14.09	\$12.78	\$12.62	\$11.53	\$10.04	
Number of accumulation units outstanding at end of period	349,177	376,458	444,932	528,754	576,746	617,829	497,490	291,541	14,499	
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40	\$10.07				
Value at end of period	\$16.64	\$14.85	\$11.34	\$18.46	\$14.70	\$11.40				
Number of accumulation units outstanding at end of period	3,829,027	4,073,465	4,123,843	3,122,597	1,844,733	1,446,986				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.15	\$6.58	\$10.72	\$8.66	\$8.17	\$7.52				
Value at end of period	\$11.73	\$9.15	\$6.58	\$10.72	\$8.66	\$7.52				
Number of accumulation units outstanding at end of period	4,756,551	4,502,607	4,769,928	299,160	369,355	457,358	440,238			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.54	\$13.05	\$18.55	\$17.17	\$14.38	\$13.11	\$11.82	\$9.52	\$10.00	
Value at end of period	\$18.57	\$16.54	\$13.05	\$18.55	\$17.17	\$14.38	\$13.11	\$11.82	\$9.52	
Number of accumulation units outstanding at end of period	649,301	694,600	767,389	888,855	943,267	910,712	594,711	315,604	29,031	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22							
Value at end of period	\$10.40	\$9.79	\$8.57							
Number of accumulation units outstanding at end of period	824,040	615,239	60,783							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.65	\$8.44	\$9.99							
Value at end of period	\$11.97	\$10.65	\$8.44							
Number of accumulation units outstanding at end of period	980,145	563,863	98,549							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97	\$10.12				
Value at end of period	\$13.40	\$11.73	\$8.54	\$14.55	\$13.88	\$11.97				
Number of accumulation units outstanding at end of period	1,420,560	1,635,220	1,818,384	1,491,444	1,005,867	403,465				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13	\$10.82				
Value at end of period	\$15.37	\$13.65	\$9.26	\$12.13	\$11.96	\$11.13				
Number of accumulation units outstanding at end of period	3,921,490	3,386,304	4,317,113	6,065,004	7,287,786	8,674,427				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.04	\$12.46	\$12.14	\$11.32	\$11.01	\$10.92	\$10.57	\$10.26	\$10.00	
Value at end of period	\$14.89	\$14.04	\$12.46	\$12.14	\$11.32	\$11.01	\$10.92	\$10.57	\$10.26	
Number of accumulation units outstanding at end of period	1,037,110	1,119,653	942,778	760,352	688,717	651,493	569,880	295,463	27,863	
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98	\$10.30				
Value at end of period	\$11.79	\$10.32	\$8.43	\$13.10	\$12.64	\$10.98				
Number of accumulation units outstanding at end of period	862,455	854,149	896,825	1,065,830	1,051,162	1,137,342				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during April 2005)										
Value at beginning of period	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90	\$10.00				
Value at end of period	\$11.88	\$10.22	\$8.28	\$12.56	\$12.07	\$10.90				
Number of accumulation units outstanding at end of period	6,475,612	7,406,984	8,408,547	7,528,407	7,507,837	7,692,715				
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.32	\$8.25								
Value at end of period	\$8.84	\$8.32								
Number of accumulation units outstanding at end of period	6,256,899	5,981,757								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	74,275,484	79,472,323								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	46,040,296	48,787,781								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.65	\$9.86								
Number of accumulation units outstanding at end of period	24,451,343	25,879,317								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.69	\$10.27								
Value at end of period	\$14.07	\$12.69								
Number of accumulation units outstanding at end of period	1,455,162	1,607,178								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.17	\$6.71	\$10.17							
Value at end of period	\$9.02	\$8.17	\$6.71							
Number of accumulation units outstanding at end of period	5,649,134	6,524,524	629,227							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.71	\$12.51								
Number of accumulation units outstanding at end of period	194,823	130,420								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$13.00	\$10.36								
Value at end of period	\$16.13	\$13.00								
Number of accumulation units outstanding at end of period	2,632,553	2,765,328								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.45	\$6.13	\$10.30							
Value at end of period	\$10.40	\$8.45	\$6.13							
Number of accumulation units outstanding at end of period	1,854,424	1,478,202	578,346							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$6.97	\$10.06							
Value at end of period	\$10.80	\$8.69	\$6.97							
Number of accumulation units outstanding at end of period	1,880,369	1,673,974	1,397,996							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.53	\$7.31	\$5.68	\$8.80	\$8.13	\$7.34	\$6.84	\$6.31	\$4.62	\$8.33
Number of accumulation units outstanding at end of period	919,414	1,117,503	1,257,982	1,598,381	1,976,720	2,164,620	2,126,799	1,851,941	774,557	180,638
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.97	\$7.15	\$10.25							
Value at end of period	\$10.97	\$8.97	\$7.15							
Number of accumulation units outstanding at end of period	1,686,231	1,359,012	686,734							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$16.31	\$12.44	\$17.43	\$16.96	\$15.02	\$14.16	\$12.33	\$10.01	\$10.00	
Value at end of period	\$18.32	\$16.31	\$12.44	\$17.43	\$16.96	\$15.02	\$14.16	\$12.33	\$10.01	
Number of accumulation units outstanding at end of period	977,107	1,054,083	1,098,378	1,252,217	1,255,920	1,145,413	715,018	261,452	8,750	
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.99	\$10.56	\$16.68	\$16.43	\$14.01	\$13.70	\$12.12	\$9.83	\$10.00	
Value at end of period	\$14.70	\$12.99	\$10.56	\$16.68	\$16.43	\$14.01	\$13.70	\$12.12	\$9.83	
Number of accumulation units outstanding at end of period	381,495	404,604	425,366	452,863	483,443	467,347	366,857	170,839	14,865	
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.13	\$5.78	\$10.17	\$10.10						
Value at end of period	\$9.35	\$8.13	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	1,929,680	1,909,257	775,347	317,543						



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.67	\$7.44	\$12.71	\$11.18	\$10.17					
Value at end of period	\$10.36	\$9.67	\$7.44	\$12.71	\$11.18					
Number of accumulation units outstanding at end of period	2,992,773	2,884,425	2,681,328	1,021,786	237,468					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.22	\$11.69	\$19.68	\$19.51	\$16.25	\$15.02	\$13.76	\$10.24	\$10.00	
Value at end of period	\$16.14	\$15.22	\$11.69	\$19.68	\$19.51	\$16.25	\$15.02	\$13.76	\$10.24	
Number of accumulation units outstanding at end of period	49,444	53,013	55,483	57,556	63,465	50,356	42,405	21,176	0	
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.15	\$7.13	\$12.03	\$11.40	\$10.01					
Value at end of period	\$11.12	\$10.15	\$7.13	\$12.03	\$11.40					
Number of accumulation units outstanding at end of period	37,293	40,541	48,118	72,778	39,144					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.62	\$10.20	\$9.99							
Value at end of period	\$11.08	\$10.62	\$10.20							
Number of accumulation units outstanding at end of period	3,163,184	3,588,432	3,388,765							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19	\$10.24				
Value at end of period	\$10.73	\$9.63	\$7.42	\$12.55	\$12.61	\$11.19				
Number of accumulation units outstanding at end of period	\$9,966	92,507	159,712	211,221	240,320	119,772				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21	\$10.61	\$8.30	\$10.00	
Value at end of period	\$12.36	\$10.89	\$8.59	\$13.72	\$14.24	\$12.46	\$12.21	\$10.61	\$8.30	
Number of accumulation units outstanding at end of period	2,163,923	2,202,640	2,342,903	2,261,293	2,275,253	1,931,362	1,370,657	535,743	28,766	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86	\$10.16				
Value at end of period	\$12.31	\$11.15	\$9.24	\$12.26	\$12.04	\$10.86				
Number of accumulation units outstanding at end of period	2,408,048	2,591,371	2,734,004	1,006,618	482,346	333,809				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.09	\$11.55	\$17.30	\$17.13	\$15.00	\$13.85	\$12.33	\$9.79	\$10.00	
Value at end of period	\$15.61	\$14.09	\$11.55	\$17.30	\$17.13	\$15.00	\$13.85	\$12.33	\$9.79	
Number of accumulation units outstanding at end of period	510,573	552,748	594,673	685,778	737,418	777,843	638,066	395,948	42,614	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.90	\$10.03			
Value at end of period	\$11.39	\$10.79	\$9.12	\$12.96	\$12.11	\$10.78	\$9.90			
Number of accumulation units outstanding at end of period	2,127,773	2,329,559	2,462,017	1,874,723	1,900,621	1,770,932	31,726			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.79	\$6.08	\$9.95							
Value at end of period	\$8.13	\$7.79	\$6.08							
Number of accumulation units outstanding at end of period	4,398,876	4,692,093	4,193,381							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>INVESCO V.I. LEISURE FUND</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	\$10.00	
Value at end of period	\$12.38	\$10.30	\$7.87	\$14.01	\$14.33	\$11.66	\$11.97	\$10.71	\$8.44	
Number of accumulation units outstanding at end of period	197,329	229,345	267,247	328,037	389,830	512,777	510,227	355,401	69,607	
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90	\$10.00
Value at end of period	\$8.59	\$7.74	\$6.31	\$10.27	\$10.06	\$8.98	\$8.86	\$8.26	\$6.67	\$8.90
Number of accumulation units outstanding at end of period	119,978	139,938	178,757	302,151	644,480	939,625	1,756,560	1,824,762	1,231,933	805,047
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27	\$10.00
Value at end of period	\$9.49	\$9.37	\$7.19	\$13.02	\$11.52	\$9.94	\$9.33	\$8.28	\$6.05	\$8.27
Number of accumulation units outstanding at end of period	104,606	126,512	152,071	193,438	348,410	492,243	526,719	648,934	257,910	8,429
<b>PROFUND VP RISING RATES OPPORTUNITY</b> (Fund first available during October 2003)										
Value at beginning of period	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37	\$7.21		
Value at end of period	\$5.01	\$6.05	\$4.64	\$7.59	\$8.12	\$7.47	\$8.23	\$9.37		
Number of accumulation units outstanding at end of period	290,517	316,599	402,662	538,853	708,583	1,016,831	834,452	98,866		

### Separate Account Annual Charges of 1.45%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.52	\$7.99	\$10.09							
Value at end of period	\$10.30	\$9.52	\$7.99							
Number of accumulation units outstanding at end of period	3,582,001	3,478,113	1,398,127							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$17.12	\$13.90	\$19.63	\$20.45	\$17.38	\$16.72	\$13.85	\$10.00		
Value at end of period	\$21.34	\$17.12	\$13.90	\$19.63	\$20.45	\$17.38	\$16.72	\$13.85		
Number of accumulation units outstanding at end of period	745,402	862,023	1,030,405	1,354,061	1,713,584	2,219,861	2,018,849	504,034		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$13.64	\$10.22	\$18.09	\$15.65	\$14.25	\$12.39				
Value at end of period	\$15.72	\$13.64	\$10.22	\$18.09	\$15.65	\$14.25				
Number of accumulation units outstanding at end of period	1,379,878	1,646,404	2,179,470	2,472,498	1,827,488	1,426,398				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.74	\$7.61	\$13.50	\$13.52	\$11.44	\$11.00	\$10.03	\$7.83	\$9.59	\$10.00
Value at end of period	\$11.03	\$9.74	\$7.61	\$13.50	\$13.52	\$11.44	\$11.00	\$10.03	\$7.83	\$9.59
Number of accumulation units outstanding at end of period	1,445,627	1,677,580	1,938,740	2,599,569	2,988,235	2,766,838	3,518,649	2,445,416	321,872	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.74	\$7.19	\$9.96							
Value at end of period	\$9.64	\$8.74	\$7.19							
Number of accumulation units outstanding at end of period	949,847	598,000	407,806							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during February 2008)										
Value at beginning of period	\$9.78	\$8.84	\$10.04							
Value at end of period	\$10.22	\$9.78	\$8.84							
Number of accumulation units outstanding at end of period	1,208,035	1,319,855	738,443							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.25	\$8.74	\$14.35	\$13.94	\$12.34	\$11.89	\$10.99	\$10.00		
Value at end of period	\$12.29	\$11.25	\$8.74	\$14.35	\$13.94	\$12.34	\$11.89	\$10.99		
Number of accumulation units outstanding at end of period	5,194,638	5,872,468	6,340,546	6,996,006	7,412,662	7,690,240	8,147,136	1,348,350		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$12.09	\$8.84	\$16.11	\$14.63	\$13.53	\$11.88	\$10.77	\$10.00		
Value at end of period	\$14.07	\$12.09	\$8.84	\$16.11	\$14.63	\$13.53	\$11.88	\$10.77		
Number of accumulation units outstanding at end of period	7,750,331	8,776,819	9,893,948	10,314,328	10,650,303	11,085,752	10,547,830	1,864,132		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.67	\$12.60	\$22.22	\$18.88	\$16.19	\$13.58	\$11.62	\$10.00		
Value at end of period	\$18.58	\$17.67	\$12.60	\$22.22	\$18.88	\$16.19	\$13.58	\$11.62		
Number of accumulation units outstanding at end of period	3,345,875	3,911,755	3,913,609	4,971,820	4,807,445	4,245,594	3,292,334	641,852		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.06	\$9.08	\$10.01							
Value at end of period	\$13.39	\$12.06	\$9.08							
Number of accumulation units outstanding at end of period	249,072	162,369	18,872							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.85	\$13.40	\$24.15	\$21.08	\$16.57	\$14.61	\$12.59	\$9.76	\$10.00	
Value at end of period	\$16.68	\$15.85	\$13.40	\$24.15	\$21.08	\$16.57	\$14.61	\$12.59	\$9.76	
Number of accumulation units outstanding at end of period	12,914	13,028	13,154	13,265	13,361	13,457	8,857	8,925	0	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.08	\$7.56	\$13.07	\$12.50	\$11.00	\$9.98				
Value at end of period	\$12.57	\$10.08	\$7.56	\$13.07	\$12.50	\$11.00				
Number of accumulation units outstanding at end of period	1,011,816	1,123,724	797,643	1,063,040	604,582	613,541				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.58	\$9.92								
Value at end of period	\$11.00	\$10.58								
Number of accumulation units outstanding at end of period	1,086,065	908,377								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$10.16	\$7.92	\$13.19	\$12.53	\$11.87					
Value at end of period	\$11.36	\$10.16	\$7.92	\$13.19	\$12.53					
Number of accumulation units outstanding at end of period	908,450	1,018,508	1,056,496	1,301,207	1,492,559					
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.78	\$6.50	\$9.99							
Value at end of period	\$11.38	\$9.78	\$6.50							
Number of accumulation units outstanding at end of period	1,503,493	1,682,917	919,098							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$18.01	\$13.46	\$22.25	\$27.49	\$20.30	\$17.67	\$13.03	\$9.61	\$10.00	
Value at end of period	\$22.67	\$18.01	\$13.46	\$22.25	\$27.49	\$20.30	\$17.67	\$13.03	\$9.61	
Number of accumulation units outstanding at end of period	277	280	2,282	2,297	2,308	1,106	5,860	9,624	0	
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.14	\$6.63	\$10.20	\$10.05	\$9.95					
Value at end of period	\$10.05	\$8.14	\$6.63	\$10.20	\$10.05					
Number of accumulation units outstanding at end of period	391,648	562,710	687,982	722,546	405,954					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during December 2005)										
Value at beginning of period	\$8.87	\$6.84	\$11.42	\$11.12	\$9.91	\$9.95				
Value at end of period	\$9.79	\$8.87	\$6.84	\$11.42	\$11.12	\$9.91				
Number of accumulation units outstanding at end of period	622,915	673,194	683,783	450,278	293,156	13,666				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$7.01	\$5.84	\$10.40	\$10.00						
Value at end of period	\$8.62	\$7.01	\$5.84	\$10.40						
Number of accumulation units outstanding at end of period	552,043	183,533	176,769	195,221						
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.79	\$12.98	\$21.69	\$19.26	\$17.48	\$15.19	\$12.45	\$9.48	\$10.00	
Value at end of period	\$22.47	\$17.79	\$12.98	\$19.26	\$17.48	\$15.19	\$12.45	\$9.48	\$10.00	
Number of accumulation units outstanding at end of period	5,189	5,240	5,292	5,960	643	4,116	773	778	432	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.09	\$7.29	\$11.88	\$12.42						
Value at end of period	\$9.99	\$9.09	\$7.29	\$12.42						
Number of accumulation units outstanding at end of period	544,883	569,660	612,272	738,661						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.82	\$6.09	\$9.60	\$10.00						
Value at end of period	\$8.53	\$7.82	\$6.09	\$10.00						
Number of accumulation units outstanding at end of period	1,056,405	1,221,497	1,215,629	630,620						
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$25.72	\$19.01	\$32.75	\$24.97	\$20.91	\$15.43	\$14.73	\$9.83	\$10.00	
Value at end of period	\$30.79	\$25.72	\$19.01	\$24.97	\$20.91	\$15.43	\$14.73	\$9.83	\$10.00	
Number of accumulation units outstanding at end of period	23	24	24	793	1,425	1,517	1,554	1,597	26	
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.82	\$6.10	\$9.95	\$9.83						
Value at end of period	\$8.77	\$7.82	\$6.10	\$9.83						
Number of accumulation units outstanding at end of period	5,553,955	6,354,228	5,498,422	3,297						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.78	\$7.24	\$11.74	\$11.37	\$10.10	\$9.74	\$8.97	\$10.00		
Value at end of period	\$9.83	\$8.78	\$7.24	\$11.37	\$10.10	\$9.74	\$8.97	\$10.00		
Number of accumulation units outstanding at end of period	884,341	938,032	1,042,303	1,270,440	1,403,789	1,565,900	2,210,160	1,239,109		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$12.36	\$9.54	\$15.55	\$14.99	\$13.94	\$12.76				
Value at end of period	\$14.81	\$12.36	\$9.54	\$15.55	\$14.99	\$13.94				
Number of accumulation units outstanding at end of period	401,903	504,402	588,432	813,865	977,910	881,061				
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$12.10	\$9.86	\$15.08	\$16.37	\$14.63	\$13.83				
Value at end of period	\$14.60	\$12.10	\$9.86	\$15.08	\$16.37	\$14.63				
Number of accumulation units outstanding at end of period	286,449	340,526	403,831	574,391	720,706	718,707				
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.23	\$11.15	\$12.39	\$11.89	\$11.63	\$11.46	\$11.12	\$10.64	\$10.00	
Value at end of period	\$13.20	\$12.23	\$11.15	\$12.39	\$11.89	\$11.63	\$11.46	\$11.12	\$11.12	\$10.64
Number of accumulation units outstanding at end of period	2,524,418	2,778,230	3,181,205	3,633,088	3,602,733	4,187,265	2,689,507	897,486	665,314	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.62	\$6.06	\$10.32							
Value at end of period	\$8.08	\$7.62	\$6.06							
Number of accumulation units outstanding at end of period	692,293	588,677	37,212							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$18.14	\$13.52	\$26.93	\$25.79						
Value at end of period	\$20.34	\$18.14	\$13.52	\$26.93						
Number of accumulation units outstanding at end of period	1,200	1,234	1,305	1,646						
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$31.72	\$18.79	\$39.19	\$28.77	\$21.52	\$16.23	\$14.00	\$9.71	\$10.00	
Value at end of period	\$37.56	\$31.72	\$18.79	\$39.19	\$28.77	\$21.52	\$16.23	\$14.00	\$9.71	
Number of accumulation units outstanding at end of period	6,584	6,643	6,196	7,169	7,695	7,832	7,918	8,005	0	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during February 2004)										
Value at beginning of period	\$14.11	\$11.40	\$17.27	\$17.13	\$14.91	\$13.95	\$12.22			
Value at end of period	\$17.10	\$14.11	\$11.40	\$17.27	\$17.13	\$14.91	\$13.95			
Number of accumulation units outstanding at end of period	286,692	161,752	141,571	26,148	26,429	27,434	14,057			
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.17	\$12.11	\$17.57	\$18.17	\$15.83	\$15.51	\$12.51	\$9.49	\$10.00	
Value at end of period	\$18.92	\$15.17	\$12.11	\$17.57	\$15.83	\$15.51	\$12.51	\$9.49	\$9.49	
Number of accumulation units outstanding at end of period	816	877	880	933	906	902	1,001	1,008	51	
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.41	\$8.01	\$13.40	\$13.85	\$12.78	\$11.66				
Value at end of period	\$12.74	\$10.41	\$8.01	\$13.40	\$13.85	\$12.78				
Number of accumulation units outstanding at end of period	671,134	796,512	943,021	1,125,695	1,276,258	1,451,243				
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$10.54	\$10.67	\$10.58	\$10.25	\$9.95	\$9.83	\$9.90	\$9.99	\$10.00	
Value at end of period	\$10.39	\$10.54	\$10.67	\$10.58	\$10.25	\$9.95	\$9.83	\$9.90	\$9.99	
Number of accumulation units outstanding at end of period	5,144	5,193	15,218	9,725	8,396	5,369	15,265	9,974	14,084	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.24	\$10.47	\$16.78	\$16.37	\$14.16	\$13.63	\$12.61	\$9.76	\$10.00	
Value at end of period	\$14.12	\$12.24	\$10.47	\$16.78	\$16.37	\$14.16	\$13.63	\$12.61	\$9.76	
Number of accumulation units outstanding at end of period	589	640	648	654	659	664	669	674	0	
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.11	\$10.32	\$17.58	\$15.65	\$15.16	\$14.15	\$12.78	\$9.77	\$10.00	
Value at end of period	\$15.45	\$13.11	\$10.32	\$17.58	\$15.65	\$15.16	\$14.15	\$12.78	\$9.77	
Number of accumulation units outstanding at end of period	4,225	13,778	14,301	13,141	13,806	12,695	8,755	6,764	0	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.16	\$8.97	\$18.03	\$15.17	\$12.41	\$10.02	\$12.78	\$9.77	\$10.00	
Value at end of period	\$13.64	\$12.16	\$8.97	\$18.03	\$15.17	\$12.41	\$14.15	\$12.78	\$9.77	
Number of accumulation units outstanding at end of period	908,034	1,045,341	1,284,421	1,712,461	1,397,026	1,396,185	8,755	6,764	0	
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.75	\$10.99	\$14.38	\$14.05	\$12.76	\$12.60	\$11.52	\$10.04	\$10.00	
Value at end of period	\$13.78	\$12.75	\$10.99	\$14.38	\$14.05	\$12.76	\$12.60	\$11.52	\$10.04	
Number of accumulation units outstanding at end of period	13,887	13,955	13,992	14,372	22,233	56,099	80,712	81,142	19,781	
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.81	\$11.32	\$18.44	\$14.69	\$11.39	\$10.05	\$11.52	\$10.04	\$10.00	
Value at end of period	\$16.60	\$14.81	\$11.32	\$18.44	\$14.69	\$11.39	\$12.60	\$11.52	\$10.04	
Number of accumulation units outstanding at end of period	1,393,872	1,617,463	2,130,158	2,520,966	2,108,567	1,762,551	80,712	81,142	19,781	
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.11	\$6.56	\$10.68	\$8.64	\$8.15	\$7.50	\$7.13	\$10.04	\$10.00	
Value at end of period	\$11.67	\$9.11	\$6.56	\$10.68	\$8.64	\$8.15	\$7.13	\$10.04	\$10.00	
Number of accumulation units outstanding at end of period	3,660,850	3,762,445	4,001,366	400,352	507,772	658,676	725,386	81,142	19,781	
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.48	\$13.01	\$18.50	\$17.14	\$14.35	\$13.10	\$11.81	\$9.52	\$10.00	
Value at end of period	\$18.49	\$16.48	\$13.01	\$18.50	\$17.14	\$14.35	\$13.10	\$11.81	\$9.52	
Number of accumulation units outstanding at end of period	3,792	6,393	6,588	6,485	7,207	5,947	4,897	4,167	412	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.79	\$8.57	\$9.22	\$8.64	\$8.15	\$7.50	\$7.13	\$10.04	\$10.00	
Value at end of period	\$10.38	\$9.79	\$8.57	\$10.68	\$8.64	\$8.15	\$7.13	\$10.04	\$10.00	
Number of accumulation units outstanding at end of period	539,632	189,724	903	400,352	507,772	658,676	725,386	81,142	19,781	
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during November 2008)										
Value at beginning of period	\$10.64	\$8.44	\$8.27	\$8.64	\$8.15	\$7.50	\$7.13	\$10.04	\$10.00	
Value at end of period	\$11.96	\$10.64	\$8.44	\$10.68	\$8.64	\$8.15	\$7.13	\$10.04	\$10.00	
Number of accumulation units outstanding at end of period	407,189	53,381	6,346	7,207	7,207	5,947	4,897	4,167	412	
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$13.36	\$9.73	\$16.59	\$15.83	\$13.66	\$12.23	\$11.81	\$9.52	\$10.00	
Value at end of period	\$15.25	\$13.36	\$9.73	\$16.59	\$15.83	\$13.66	\$13.10	\$11.81	\$9.52	
Number of accumulation units outstanding at end of period	174,331	212,511	273,401	303,484	314,611	160,069	4,897	4,167	412	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.61	\$9.24	\$12.11	\$11.94	\$11.12	\$10.82				
Value at end of period	\$15.32	\$13.61	\$9.24	\$12.11	\$11.94	\$11.12				
Number of accumulation units outstanding at end of period	2,933,389	3,043,266	3,714,547	5,106,391	6,212,198	6,765,562				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.99	\$12.42	\$12.11	\$11.30	\$11.00	\$10.91	\$10.56	\$10.26		
Value at end of period	\$14.83	\$13.99	\$12.42	\$12.11	\$11.30	\$11.00	\$10.91	\$10.56		
Number of accumulation units outstanding at end of period	53,803	59,773	59,735	63,011	60,957	60,349	53,865	52,328		
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.29	\$8.41	\$13.08	\$12.63	\$10.98	\$10.29				
Value at end of period	\$11.75	\$10.29	\$8.41	\$13.08	\$12.63	\$10.98				
Number of accumulation units outstanding at end of period	372,241	413,573	449,248	663,930	779,945	853,112				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.19	\$8.27	\$12.54	\$12.06	\$10.89	\$10.07				
Value at end of period	\$11.85	\$10.19	\$8.27	\$12.54	\$12.06	\$10.89				
Number of accumulation units outstanding at end of period	4,018,330	4,815,834	5,633,125	5,201,078	5,937,537	7,322,119				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.84	\$8.31								
Number of accumulation units outstanding at end of period	2,284,321	1,878,967								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.31	\$9.37								
Number of accumulation units outstanding at end of period	11,613,550	12,837,062								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.54	\$9.63								
Number of accumulation units outstanding at end of period	8,432,784	9,436,744								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.64	\$9.86								
Number of accumulation units outstanding at end of period	5,981,284	6,824,537								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.68	\$10.27								
Value at end of period	\$14.06	\$12.68								
Number of accumulation units outstanding at end of period	1,210,244	1,395,258								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.16	\$6.71	\$10.13							
Value at end of period	\$9.01	\$8.16	\$6.71							
Number of accumulation units outstanding at end of period	4,030,871	5,261,284	243,155							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.51	\$10.35								
Value at end of period	\$13.70	\$12.51								
Number of accumulation units outstanding at end of period	175,163	61,958								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.99	\$10.40								
Value at end of period	\$16.11	\$12.99								
Number of accumulation units outstanding at end of period	1,117,706	1,349,863								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.44	\$6.13	\$10.33							
Value at end of period	\$10.39	\$8.44	\$6.13							
Number of accumulation units outstanding at end of period	667,996	567,439	121,499							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.68	\$6.97	\$10.06							
Value at end of period	\$10.78	\$8.68	\$6.97							
Number of accumulation units outstanding at end of period	1,415,119	1,266,182	1,152,601							
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.28	\$5.65	\$8.77	\$8.10	\$7.32	\$6.82	\$6.30	\$4.62	\$8.33	\$10.00
Value at end of period	\$9.48	\$7.28	\$5.65	\$8.77	\$8.10	\$7.32	\$6.82	\$6.30	\$4.62	\$8.33
Number of accumulation units outstanding at end of period	964,109	1,126,157	1,241,548	1,710,022	2,086,323	2,459,626	2,646,721	2,408,687	1,042,746	268,186
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.96	\$7.15	\$10.08							
Value at end of period	\$10.95	\$8.96	\$7.15							
Number of accumulation units outstanding at end of period	435,427	436,482	366,888							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$16.25	\$12.40	\$17.38	\$16.92	\$15.00	\$14.14	\$12.32	\$10.01	\$10.00	
Value at end of period	\$18.24	\$16.25	\$12.40	\$17.38	\$16.92	\$15.00	\$14.14	\$12.32	\$10.01	
Number of accumulation units outstanding at end of period	1,153	1,158	1,190	1,267	1,263	5,236	7,295	918	1,656	
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$8.12	\$5.78	\$10.17	\$9.93						
Value at end of period	\$9.33	\$8.12	\$5.78	\$10.17						
Number of accumulation units outstanding at end of period	470,209	703,913	141,482	282,096						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.65	\$7.43	\$12.70	\$11.18	\$10.09					
Value at end of period	\$10.33	\$9.65	\$7.43	\$12.70	\$11.18					
Number of accumulation units outstanding at end of period	1,151,323	1,511,460	1,045,633	545,889	84,091					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$15.16	\$11.65	\$19.62	\$19.47	\$16.23	\$15.00	\$13.75	\$10.24	\$10.00	
Value at end of period	\$16.07	\$15.16	\$11.65	\$19.62	\$19.47	\$16.23	\$15.00	\$13.75	\$10.24	
Number of accumulation units outstanding at end of period	548	616	624	630	634	639	644	649	0	



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING THORNBURG VALUE PORTFOLIO</b>										
(Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.13	\$7.12	\$12.02	\$11.40	\$10.03					
Value at end of period	\$11.09	\$10.13	\$7.12	\$12.02	\$11.40					
Number of accumulation units outstanding at end of period	27,233	36,914	42,012	91,639	36,361					
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.61	\$10.20	\$9.95							
Value at end of period	\$11.07	\$10.61	\$10.20							
Number of accumulation units outstanding at end of period	1,016,026	1,320,634	1,644,114							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.31	\$7.95	\$13.44	\$13.52	\$12.00	\$11.17				
Value at end of period	\$11.48	\$10.31	\$7.95	\$13.44	\$13.52	\$12.00				
Number of accumulation units outstanding at end of period	14,229	20,893	34,548	70,471	190,561	55,883				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.85	\$8.56	\$13.68	\$14.20	\$12.44	\$12.20				
Value at end of period	\$12.31	\$10.85	\$8.56	\$13.68	\$14.20	\$12.44				
Number of accumulation units outstanding at end of period	412,903	304,404	328,003	359,818	270,574	233,506				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.12	\$9.22	\$12.24	\$12.03	\$10.86	\$10.16				
Value at end of period	\$12.28	\$11.12	\$9.22	\$12.24	\$12.03	\$10.86				
Number of accumulation units outstanding at end of period	765,973	864,371	1,127,556	229,881	178,095	133,887				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.04	\$11.51	\$17.26	\$17.10	\$14.98	\$13.83	\$12.32	\$9.79	\$10.00	
Value at end of period	\$15.54	\$14.04	\$11.51	\$17.26	\$17.10	\$14.98	\$13.83	\$12.32	\$9.79	
Number of accumulation units outstanding at end of period	7,360	16,677	16,848	16,113	16,573	16,892	12,947	10,884	1,610	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.76	\$9.09	\$12.94	\$12.09	\$10.78	\$9.90				
Value at end of period	\$11.35	\$10.76	\$9.09	\$12.94	\$12.09	\$10.78				
Number of accumulation units outstanding at end of period	1,103,711	1,351,008	1,526,712	1,733,494	1,995,610	2,117,858				
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.78	\$6.08	\$9.95							
Value at end of period	\$8.12	\$7.78	\$6.08							
Number of accumulation units outstanding at end of period	333,061	577,217	252,302							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.26	\$7.84	\$13.97	\$14.30	\$11.64	\$11.95	\$10.70	\$8.44	\$10.00	
Value at end of period	\$12.33	\$10.26	\$7.84	\$13.97	\$14.30	\$11.64	\$11.95	\$10.70	\$8.44	
Number of accumulation units outstanding at end of period	214,498	250,590	301,706	480,633	563,376	711,517	840,926	567,796	132,021	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.70	\$6.29	\$10.23	\$10.03	\$8.95	\$8.84	\$8.25	\$6.66	\$8.89	\$10.00
Value at end of period	\$8.55	\$7.70	\$6.29	\$10.23	\$10.03	\$8.95	\$8.84	\$8.25	\$6.66	\$8.89
Number of accumulation units outstanding at end of period	349,659	384,448	417,520	572,332	1,738,324	2,472,451	3,671,891	3,673,934	1,271,888	267,236

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.33	\$7.16	\$12.97	\$11.49	\$9.92	\$9.31	\$8.27	\$6.05	\$8.26	\$10.00
Value at end of period	\$9.44	\$9.33	\$7.16	\$12.97	\$11.49	\$9.92	\$9.31	\$8.27	\$6.05	\$8.26
Number of accumulation units outstanding at end of period	115,157	137,957	176,707	253,884	342,749	603,121	795,586	786,491	1,365,500	568,994
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$6.03	\$4.63	\$7.57	\$8.10	\$7.46	\$8.22	\$9.36	\$10.00		
Value at end of period	\$4.99	\$6.03	\$4.63	\$7.57	\$8.10	\$7.46	\$8.22	\$9.36		
Number of accumulation units outstanding at end of period	153,552	178,986	238,350	365,721	540,756	766,103	1,079,664	214,510		

### Separate Account Annual Charges of 1.55%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.50	\$7.98	\$10.09							
Value at end of period	\$10.27	\$9.50	\$7.98							
Number of accumulation units outstanding at end of period	6,150,538	5,374,596	3,029,923							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$17.01	\$13.82	\$19.54	\$20.37	\$17.34	\$16.70	\$13.84	\$10.00		
Value at end of period	\$21.18	\$17.01	\$13.82	\$19.54	\$20.37	\$17.34	\$16.70	\$13.84		
Number of accumulation units outstanding at end of period	390,405	436,197	489,524	636,374	809,299	870,781	243,006	82,669		
<b>FIDELITY@VIP CONTRAFUND@ PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.40	\$8.55	\$15.15	\$13.12	\$11.96	\$10.22				
Value at end of period	\$13.12	\$11.40	\$8.55	\$15.15	\$13.12	\$11.96				
Number of accumulation units outstanding at end of period	4,711,109	5,391,515	5,979,391	4,711,467	3,116,548	1,060,074				
<b>FIDELITY@VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.65	\$7.55	\$13.41	\$13.45	\$11.39	\$10.96	\$10.01	\$7.82	\$9.58	\$10.00
Value at end of period	\$10.92	\$9.65	\$7.55	\$13.41	\$13.45	\$11.39	\$10.96	\$10.01	\$7.82	\$9.58
Number of accumulation units outstanding at end of period	805,806	908,524	1,074,633	1,402,319	1,224,823	855,634	629,373	591,447	185,665	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.72	\$7.18	\$9.94							
Value at end of period	\$9.62	\$8.72	\$7.18							
Number of accumulation units outstanding at end of period	1,965,775	1,982,773	1,209,036							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.76	\$8.84	\$10.00							
Value at end of period	\$10.19	\$9.76	\$8.84							
Number of accumulation units outstanding at end of period	3,023,319	3,000,414	1,811,922							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.18	\$8.69	\$14.29	\$13.89	\$12.31	\$11.87	\$10.98	\$10.00		
Value at end of period	\$12.20	\$11.18	\$8.69	\$14.29	\$13.89	\$12.31	\$11.87	\$10.98		
Number of accumulation units outstanding at end of period	7,628,865	8,129,944	8,509,722	7,276,325	6,006,103	3,854,889	1,210,125	397,600		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$12.01	\$8.80	\$16.04	\$14.58	\$13.50	\$11.86	\$10.77	\$10.00		
Value at end of period	\$13.96	\$12.01	\$8.80	\$16.04	\$14.58	\$13.50	\$11.86	\$10.77		
Number of accumulation units outstanding at end of period	11,927,678	12,826,807	12,347,552	10,804,069	8,158,531	4,655,665	1,165,893	388,436		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.56	\$12.53	\$22.12	\$18.82	\$16.15	\$13.56	\$11.61	\$10.00		
Value at end of period	\$18.44	\$17.56	\$12.53	\$22.12	\$18.82	\$16.15	\$13.56	\$11.61		
Number of accumulation units outstanding at end of period	5,524,450	6,070,334	5,544,295	5,196,962	3,644,174	1,989,030	520,072	137,440		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.04	\$9.08	\$9.99							
Value at end of period	\$13.36	\$12.04	\$9.08							
Number of accumulation units outstanding at end of period	537,593	494,295	84,690							
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.03	\$7.54	\$13.03	\$12.47	\$10.99	\$9.89				
Value at end of period	\$12.49	\$10.03	\$7.54	\$13.03	\$12.47	\$10.99				
Number of accumulation units outstanding at end of period	2,432,509	2,345,939	2,106,592	1,741,644	951,908	352,010				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.57	\$9.89								
Value at end of period	\$10.98	\$10.57								
Number of accumulation units outstanding at end of period	1,170,759	851,377								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$10.08	\$7.86	\$13.11	\$12.48	\$11.83					
Value at end of period	\$11.26	\$10.08	\$7.86	\$13.11	\$12.48					
Number of accumulation units outstanding at end of period	705,924	619,758	607,182	434,531	312,728					
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.76	\$6.50	\$9.99							
Value at end of period	\$11.35	\$9.76	\$6.50							
Number of accumulation units outstanding at end of period	1,967,266	2,021,361	957,501							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Funds were first received in this option during July 2007)										
Value at beginning of period	\$9.38	\$7.15	\$12.39	\$13.59	\$11.04					
Value at end of period	\$10.70	\$9.38	\$7.15	\$12.39	\$13.59					
Number of accumulation units outstanding at end of period	837	889	952	1,017	489,074					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.87	\$13.38	\$22.13	\$27.37	\$20.23	\$17.62	\$13.01	\$9.61	\$10.00	
Value at end of period	\$22.48	\$17.87	\$13.38	\$22.13	\$27.37	\$20.23	\$17.62	\$13.01	\$9.61	
Number of accumulation units outstanding at end of period	0	0	100	101	101	102	103	104	0	

Opportunities

CFI 18

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.11	\$6.61	\$10.18	\$10.04	\$10.05					
Value at end of period	\$10.01	\$8.11	\$6.61	\$10.18	\$10.04					
Number of accumulation units outstanding at end of period	1,117,333	1,318,915	1,531,120	1,084,038	454,471					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during December 2005)										
Value at beginning of period	\$8.83	\$6.82	\$11.39	\$11.11	\$9.91	\$9.96				
Value at end of period	\$9.74	\$8.83	\$6.82	\$11.39	\$11.11	\$9.91				
Number of accumulation units outstanding at end of period	2,217,712	2,116,674	2,268,505	1,263,874	633,408	1,991				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.99	\$5.83	\$10.40	\$10.00						
Value at end of period	\$8.59	\$6.99	\$5.83	\$10.40						
Number of accumulation units outstanding at end of period	2,116,682	1,290,282	1,436,110	624,411						
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$9.06	\$7.27	\$11.87	\$12.42						
Value at end of period	\$9.95	\$9.06	\$7.27	\$11.87						
Number of accumulation units outstanding at end of period	1,342,009	1,357,139	1,499,276	1,229,968						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during April 2007)										
Value at beginning of period	\$7.79	\$6.08	\$9.60	\$10.00						
Value at end of period	\$8.50	\$7.79	\$6.08	\$9.60						
Number of accumulation units outstanding at end of period	5,865,447	6,423,292	6,748,633	3,664,178						
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.80	\$6.09	\$9.95	\$9.83						
Value at end of period	\$8.74	\$7.80	\$6.09	\$9.95						
Number of accumulation units outstanding at end of period	2,208,411	2,466,114	1,706,786	8,086						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.71	\$7.19	\$11.66	\$11.31	\$10.05	\$9.71	\$8.94	\$10.00		
Value at end of period	\$9.74	\$8.71	\$7.19	\$11.66	\$11.31	\$10.05	\$9.71	\$8.94		
Number of accumulation units outstanding at end of period	647,790	705,055	923,149	1,049,107	827,701	506,320	199,344	65,973		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.85	\$8.38	\$13.67	\$13.19	\$12.28	\$11.25				
Value at end of period	\$12.98	\$10.85	\$8.38	\$13.67	\$13.19	\$12.28				
Number of accumulation units outstanding at end of period	702,179	793,765	978,688	1,082,008	1,002,636	617,687				
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during June 2004)										
Value at beginning of period	\$10.19	\$8.31	\$12.73	\$13.83	\$12.38	\$11.71				
Value at end of period	\$12.29	\$10.19	\$8.31	\$12.73	\$13.83	\$12.38				
Number of accumulation units outstanding at end of period	519,025	583,023	725,123	842,859	784,269	430,599				
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.13	\$11.08	\$12.32	\$11.84	\$11.58	\$11.43	\$11.10	\$10.63		
Value at end of period	\$13.08	\$12.13	\$11.08	\$12.32	\$11.84	\$11.58	\$11.43	\$11.10		
Number of accumulation units outstanding at end of period	7,515,594	7,582,620	7,875,077	7,466,953	4,026,439	1,037,954	433,079	314,718		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.60	\$6.06	\$10.30							
Value at end of period	\$8.06	\$7.60	\$6.06							
Number of accumulation units outstanding at end of period	667,677	780,457	94,606							
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Funds were first received in this option during July 2007)										
Value at beginning of period	\$31.48	\$18.67	\$38.98	\$34.91						
Value at end of period	\$37.24	\$31.48	\$18.67	\$38.98						
Number of accumulation units outstanding at end of period	269	272	276	279						
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.54	\$6.90	\$10.19							
Value at end of period	\$10.34	\$8.54	\$6.90							
Number of accumulation units outstanding at end of period	635,346	334,741	519,822							
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.35	\$7.96	\$13.34	\$13.81	\$12.75	\$11.65	\$10.81	\$10.00		
Value at end of period	\$12.65	\$10.35	\$7.96	\$13.34	\$13.81	\$12.75	\$11.65	\$10.81		
Number of accumulation units outstanding at end of period	362,631	407,952	532,667	635,240	577,319	349,758	43,426	16,860		
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$10.46	\$10.60	\$10.52	\$10.20	\$9.91	\$9.81	\$9.89	\$9.99	\$10.00	
Value at end of period	\$10.30	\$10.46	\$10.60	\$10.52	\$10.20	\$9.91	\$9.81	\$9.89	\$9.99	
Number of accumulation units outstanding at end of period	611	649	901	952	211	212	214	216	0	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.11	\$8.94	\$17.98	\$15.15	\$12.40	\$10.13				
Value at end of period	\$13.56	\$12.11	\$8.94	\$17.98	\$15.15	\$12.40				
Number of accumulation units outstanding at end of period	806,375	989,793	1,266,966	1,062,067	530,650	229,089				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.65	\$10.92	\$14.30	\$13.99	\$12.71	\$12.57	\$11.51	\$10.04	\$10.00	
Value at end of period	\$13.67	\$12.65	\$10.92	\$14.30	\$13.99	\$12.71	\$12.57	\$11.51	\$10.04	
Number of accumulation units outstanding at end of period	3,728	3,729	3,717	3,859	13,345	13,723	14,070	14,110	0	
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.74	\$11.28	\$18.39	\$14.66	\$11.38	\$10.07				
Value at end of period	\$16.50	\$14.74	\$11.28	\$18.39	\$14.66	\$11.38				
Number of accumulation units outstanding at end of period	2,876,422	3,087,314	3,363,382	2,981,525	1,324,190	704,604				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$9.03	\$6.51	\$10.61	\$8.59	\$8.11	\$7.47	\$7.11			
Value at end of period	\$11.56	\$9.03	\$6.51	\$10.61	\$8.59	\$8.11	\$7.47			
Number of accumulation units outstanding at end of period	2,982,870	3,271,761	3,224,478	36,544	48,053	74,612	72,972			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.36	\$12.92	\$18.40	\$17.06	\$14.31	\$13.07	\$11.80	\$9.51	\$10.00	
Value at end of period	\$18.33	\$16.36	\$12.92	\$18.40	\$17.06	\$14.31	\$13.07	\$11.80	\$9.51	
Number of accumulation units outstanding at end of period	442	448	463	468	482	503	480	472	0	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.77	\$8.57	\$9.22							
Value at end of period	\$10.36	\$9.77	\$8.57							
Number of accumulation units outstanding at end of period	753,279	309,949	58,891							
<b>ING OPPEHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.63	\$8.44	\$10.97							
Value at end of period	\$11.93	\$10.63	\$8.44							
Number of accumulation units outstanding at end of period	417,023	152,220	24,362							
(Fund first available during May 2005)										
<b>ING OPPEHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.65	\$8.49	\$14.49	\$13.84	\$11.95	\$10.12				
Value at end of period	\$13.28	\$11.65	\$8.49	\$14.49	\$13.84	\$11.95				
Number of accumulation units outstanding at end of period	662,061	726,173	832,152	782,650	489,270	130,405				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.53	\$9.20	\$12.06	\$11.91	\$11.10	\$10.81				
Value at end of period	\$15.22	\$13.53	\$9.20	\$12.06	\$11.91	\$11.10				
Number of accumulation units outstanding at end of period	2,059,551	1,781,395	2,182,503	2,929,725	3,362,115	3,361,552				
(Fund first available during September 2002)										
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.88	\$12.34	\$12.05	\$11.25	\$10.96	\$10.88	\$10.55	\$10.25	\$10.00	
Value at end of period	\$14.70	\$13.88	\$12.34	\$12.05	\$11.25	\$10.96	\$10.88	\$10.55	\$10.25	
Number of accumulation units outstanding at end of period	1,748	1,882	2,780	3,378	1,993	1,959	1,941	934	0	
(Fund first available during May 2005)										
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.24	\$8.38	\$13.04	\$12.61	\$10.97	\$10.17				
Value at end of period	\$11.69	\$10.24	\$8.38	\$13.04	\$12.61	\$10.97				
Number of accumulation units outstanding at end of period	188,808	176,349	209,565	251,408	305,987	193,802				
(Fund first available during May 2005)										
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.15	\$8.24	\$12.51	\$12.04	\$10.89	\$10.07				
Value at end of period	\$11.78	\$10.15	\$8.24	\$12.51	\$12.04	\$10.89				
Number of accumulation units outstanding at end of period	3,335,676	3,645,387	4,116,452	2,419,106	2,190,403	2,022,539				
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.83	\$8.31								
Number of accumulation units outstanding at end of period	3,445,032	2,936,003								
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.22								
Value at end of period	\$10.30	\$9.37								
Number of accumulation units outstanding at end of period	40,492,715	44,077,032								
(Funds were first received in this option during October 2009)										
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.52	\$9.63								
Number of accumulation units outstanding at end of period	22,990,155	25,122,621								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.63	\$9.86								
Number of accumulation units outstanding at end of period	12,371,740	13,291,121								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.68	\$10.20								
Value at end of period	\$14.04	\$12.68								
Number of accumulation units outstanding at end of period	253,938	271,573								
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$8.15	\$6.70	\$10.09							
Value at end of period	\$8.99	\$8.15	\$6.70							
Number of accumulation units outstanding at end of period	5,375,801	5,953,643	348,627							
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.50	\$10.59								
Value at end of period	\$13.67	\$12.50								
Number of accumulation units outstanding at end of period	170,983	59,990								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.98	\$10.40								
Value at end of period	\$16.08	\$12.98								
Number of accumulation units outstanding at end of period	1,976,186	2,056,517								
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.42	\$6.12	\$10.48							
Value at end of period	\$10.36	\$8.42	\$6.12							
Number of accumulation units outstanding at end of period	1,182,184	826,408	299,431							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.66	\$6.96	\$10.02							
Value at end of period	\$10.75	\$8.66	\$6.96							
Number of accumulation units outstanding at end of period	1,667,335	949,289	830,338							
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2001)										
Value at beginning of period	\$7.22	\$5.61	\$8.71	\$8.06	\$7.28	\$6.80	\$6.28	\$4.61		
Value at end of period	\$9.39	\$7.22	\$5.61	\$8.71	\$8.06	\$7.28	\$6.80	\$6.28		
Number of accumulation units outstanding at end of period	196,789	217,723	243,159	313,722	514,893	434,882	208,033	269,277		
<b>ING SMALL COMPANY PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.95	\$7.14	\$10.05							
Value at end of period	\$10.92	\$8.95	\$7.14							
Number of accumulation units outstanding at end of period	579,000	634,300	469,428							
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.85	\$10.46	\$16.55	\$16.33	\$13.94	\$13.65	\$12.10	\$9.82		
Value at end of period	\$14.51	\$12.85	\$10.46	\$16.55	\$16.33	\$13.94	\$13.65	\$12.10		
Number of accumulation units outstanding at end of period	561	574	590	534	541	564	567	638		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.10	\$5.77	\$10.16	\$10.10						
Value at end of period	\$9.29	\$8.10	\$5.77	\$10.16						
Number of accumulation units outstanding at end of period	812,616	1,055,201	342,675	209,945						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.62	\$7.41	\$12.67	\$11.17	\$10.17					
Value at end of period	\$10.28	\$9.62	\$7.41	\$12.67	\$11.17					
Number of accumulation units outstanding at end of period	2,184,953	2,166,834	1,589,643	766,752	180,655					
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during September 2006)										
Value at beginning of period	\$10.09	\$7.10	\$12.00	\$11.40	\$10.20					
Value at end of period	\$11.04	\$10.09	\$7.10	\$12.00	\$11.40					
Number of accumulation units outstanding at end of period	28,739	34,639	38,409	60,652	24,063					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$10.59	\$10.19	\$10.01	\$10.01						
Value at end of period	\$11.04	\$10.59	\$10.19	\$10.19						
Number of accumulation units outstanding at end of period	1,334,264	1,500,270	934,344							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.56	\$7.38	\$12.50	\$12.58	\$11.17	\$10.20				
Value at end of period	\$10.64	\$9.56	\$7.38	\$12.50	\$12.58	\$11.17				
Number of accumulation units outstanding at end of period	60,021	62,605	71,305	89,247	106,412	56,006				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.76	\$8.50	\$13.60	\$14.14	\$12.39	\$11.96				
Value at end of period	\$12.20	\$10.76	\$8.50	\$13.60	\$14.14	\$12.39				
Number of accumulation units outstanding at end of period	839,486	896,353	881,846	629,662	423,505	225,904				
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.07	\$9.19	\$12.21	\$12.01	\$10.85	\$10.16				
Value at end of period	\$12.21	\$11.07	\$9.19	\$12.21	\$12.01	\$10.85				
Number of accumulation units outstanding at end of period	858,504	916,529	999,855	423,607	250,190	199,397				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$13.93	\$11.44	\$17.17	\$17.02	\$14.93	\$13.80	\$12.30	\$9.78	\$10.00	
Value at end of period	\$15.41	\$13.93	\$11.44	\$17.17	\$17.02	\$14.93	\$13.80	\$12.30	\$9.78	
Number of accumulation units outstanding at end of period	848	900	1,544	1,616	592	597	601	607	0	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.70	\$9.05	\$12.89	\$12.06	\$10.76	\$9.90				
Value at end of period	\$11.27	\$10.70	\$9.05	\$12.89	\$12.06	\$10.76				
Number of accumulation units outstanding at end of period	1,283,559	1,392,824	1,357,625	996,338	715,471	431,426				
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.76	\$6.07	\$9.95							
Value at end of period	\$8.09	\$7.76	\$6.07							
Number of accumulation units outstanding at end of period	1,538,407	1,771,924	1,417,425							



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>INVESTCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.18	\$7.79	\$13.89	\$14.23	\$11.60	\$11.92	\$10.68	\$8.43	\$10.00	\$10.00
Value at end of period	\$12.22	\$10.18	\$7.79	\$13.89	\$14.23	\$11.60	\$11.92	\$10.68	\$8.43	\$10.00
Number of accumulation units outstanding at end of period	51,309	54,186	64,491	144,169	159,554	160,751	78,941	57,779	28,020	28,020
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.64	\$6.24	\$10.17	\$9.97	\$8.91	\$8.81	\$8.22	\$6.65	\$8.89	\$10.00
Value at end of period	\$8.46	\$7.64	\$6.24	\$10.17	\$9.97	\$8.91	\$8.81	\$8.22	\$6.65	\$8.89
Number of accumulation units outstanding at end of period	45,340	51,804	55,097	67,929	109,056	372,891	394,140	354,864	194,395	256,467
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.25	\$7.10	\$12.89	\$11.42	\$9.87	\$9.28	\$8.24	\$6.04	\$8.26	\$10.00
Value at end of period	\$9.35	\$9.25	\$7.10	\$12.89	\$11.42	\$9.87	\$9.28	\$8.24	\$6.04	\$8.26
Number of accumulation units outstanding at end of period	24,560	34,981	40,965	59,527	71,195	126,063	148,329	147,115	156,757	5,726
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.99	\$4.60	\$7.54	\$8.08	\$7.45	\$8.21	\$9.36	\$10.00		
Value at end of period	\$4.95	\$5.99	\$4.60	\$7.54	\$8.08	\$7.45	\$8.21	\$9.36		
Number of accumulation units outstanding at end of period	189,111	208,414	230,571	321,472	361,555	351,390	175,899	137,981		

### Separate Account Annual Charges of 1.65%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.49	\$7.98	\$10.09							
Value at end of period	\$10.24	\$9.49	\$7.98							
Number of accumulation units outstanding at end of period	32,649,952	29,137,036	14,862,682							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$16.89	\$13.74	\$19.45	\$20.30	\$17.29	\$16.67	\$13.83	\$10.00		
Value at end of period	\$21.01	\$16.89	\$13.74	\$19.45	\$20.30	\$17.29	\$16.67	\$13.83		
Number of accumulation units outstanding at end of period	894,397	1,055,356	1,247,388	1,669,952	2,192,902	2,694,431	1,745,035	202,533		
<b>FIDELITY@ VIP CONTRAFUND@ PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.76	\$8.82	\$15.66	\$13.57	\$12.38	\$10.79	\$9.98	\$7.80	\$9.58	\$10.00
Value at end of period	\$13.52	\$11.76	\$8.82	\$15.66	\$13.57	\$12.38	\$10.92	\$9.98	\$7.80	\$9.58
Number of accumulation units outstanding at end of period	11,446,144	13,426,002	14,367,566	8,727,881	5,320,846	2,071,944	1,820,927	947,458	177,883	0
<b>FIDELITY@ VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.57	\$7.49	\$13.32	\$13.37	\$11.34	\$10.92	\$9.98	\$7.80	\$9.58	\$10.00
Value at end of period	\$10.82	\$9.57	\$7.49	\$13.32	\$13.37	\$11.34	\$10.92	\$9.98	\$7.80	\$9.58
Number of accumulation units outstanding at end of period	1,758,440	2,015,556	2,321,019	2,996,250	2,729,417	2,083,613	1,820,927	947,458	177,883	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.71	\$7.18	\$9.96							
Value at end of period	\$9.59	\$8.71	\$7.18							
Number of accumulation units outstanding at end of period	11,286,916	11,176,781	6,791,321							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.74	\$8.83	\$10.01							
Value at end of period	\$10.16	\$9.74	\$8.83							
Number of accumulation units outstanding at end of period	10,751,092	11,050,737	6,792,467							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.10	\$8.65	\$14.22	\$13.84	\$12.28	\$11.86	\$10.98	\$10.00		
Value at end of period	\$12.11	\$11.10	\$8.65	\$14.22	\$13.84	\$12.28	\$11.86	\$10.98		
Number of accumulation units outstanding at end of period	18,859,469	20,239,154	19,704,269	14,800,441	11,659,213	8,805,371	5,275,914	536,261		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.93	\$8.75	\$15.97	\$14.53	\$13.47	\$11.85	\$10.76	\$10.00		
Value at end of period	\$13.86	\$11.93	\$8.75	\$15.97	\$14.53	\$13.47	\$11.85	\$10.76		
Number of accumulation units outstanding at end of period	28,931,189	30,569,314	29,486,643	21,187,620	17,328,218	12,968,062	7,574,705	1,003,541		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.45	\$12.46	\$22.02	\$18.75	\$16.11	\$13.54	\$11.61	\$10.00		
Value at end of period	\$18.30	\$17.45	\$12.46	\$22.02	\$18.75	\$16.11	\$13.54	\$11.61		
Number of accumulation units outstanding at end of period	13,733,676	14,447,525	13,747,430	9,721,538	7,272,815	4,950,832	2,513,020	241,840		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.03	\$9.08	\$9.98							
Value at end of period	\$13.33	\$12.03	\$9.08							
Number of accumulation units outstanding at end of period	2,692,196	1,950,103	447,067							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.61	\$13.23	\$23.89	\$20.90	\$16.46	\$14.54	\$12.55	\$9.75	\$10.00	
Value at end of period	\$16.40	\$15.61	\$13.23	\$23.89	\$20.90	\$16.46	\$14.54	\$12.55	\$9.75	
Number of accumulation units outstanding at end of period	391,537	439,936	524,252	566,702	534,992	397,395	124,513	8,493	0	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.98	\$7.51	\$12.99	\$12.45	\$10.99	\$9.97				
Value at end of period	\$12.42	\$9.98	\$7.51	\$12.99	\$12.45	\$10.99				
Number of accumulation units outstanding at end of period	5,244,173	5,554,100	4,777,820	2,907,330	1,977,073	966,411				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.57	\$9.89								
Value at end of period	\$10.96	\$10.57								
Number of accumulation units outstanding at end of period	4,954,370	3,586,830								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$10.00	\$7.81	\$13.04	\$12.42	\$11.78					
Value at end of period	\$11.16	\$10.00	\$7.81	\$13.04	\$12.42					
Number of accumulation units outstanding at end of period	1,660,779	1,835,417	1,686,153	1,199,204	927,783					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.22	\$11.03	\$17.36	\$16.96	\$14.84	\$14.36	\$13.10	\$10.17	\$10.00	
Value at end of period	\$13.33	\$12.22	\$11.03	\$17.36	\$16.96	\$14.84	\$14.36	\$13.10	\$10.17	
Number of accumulation units outstanding at end of period	35,621	46,584	57,512	69,410	69,747	58,686	37,780	1,782	223	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
	(Funds were first received in this option during April 2008)									
Value at beginning of period	\$9.74	\$6.49	\$9.99							
Value at end of period	\$11.32	\$9.74	\$6.49							
Number of accumulation units outstanding at end of period	3,692,593	3,822,702	2,342,950							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
	(Fund first available during May 2006)									
Value at beginning of period	\$9.35	\$7.13	\$12.36	\$13.58	\$11.05					
Value at end of period	\$10.64	\$9.35	\$7.13	\$12.36	\$13.58					
Number of accumulation units outstanding at end of period	42,189	52,248	52,785	49,058	740,231					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
	(Fund first available during September 2002)									
Value at beginning of period	\$17.74	\$13.29	\$22.02	\$27.25	\$20.16	\$17.58	\$12.99	\$9.60	\$10.00	
Value at end of period	\$22.29	\$17.74	\$13.29	\$22.02	\$27.25	\$20.16	\$17.58	\$12.99	\$9.60	
Number of accumulation units outstanding at end of period	138,891	160,210	187,397	224,458	241,653	196,329	93,479	21,399	2,275	
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
	(Fund first available during May 2006)									
Value at beginning of period	\$8.08	\$6.59	\$10.16	\$10.04	\$9.95					
Value at end of period	\$9.96	\$8.08	\$6.59	\$10.16	\$10.04					
Number of accumulation units outstanding at end of period	3,549,908	4,787,221	4,530,155	2,975,002	1,490,670					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
	(Fund first available during December 2005)									
Value at beginning of period	\$8.80	\$6.79	\$11.37	\$11.10	\$9.91	\$9.96				
Value at end of period	\$9.69	\$8.80	\$6.79	\$11.37	\$11.10	\$9.91				
Number of accumulation units outstanding at end of period	7,592,795	7,644,431	6,232,741	2,974,581	1,247,916	43,804				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
	(Funds were first received in this option during August 2007)									
Value at beginning of period	\$6.97	\$5.82	\$10.39	\$10.00						
Value at end of period	\$8.56	\$6.97	\$5.82	\$10.39						
Number of accumulation units outstanding at end of period	7,272,716	7,068,642	7,174,467	3,410,381						
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
	(Fund first available during September 2002)									
Value at beginning of period	\$17.53	\$12.82	\$21.46	\$19.09	\$17.37	\$15.12	\$12.42	\$9.47	\$10.00	
Value at end of period	\$22.10	\$17.53	\$12.82	\$21.46	\$19.09	\$17.37	\$15.12	\$12.42	\$9.47	
Number of accumulation units outstanding at end of period	264,562	297,147	336,419	352,491	303,264	236,651	70,293	18,203	243	
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
	(Fund first available during May 2006)									
Value at beginning of period	\$9.89	\$7.63	\$10.99	\$10.90	\$9.99					
Value at end of period	\$10.97	\$9.89	\$7.63	\$10.99	\$10.90					
Number of accumulation units outstanding at end of period	172,981	220,722	242,213	188,787	1,672,877					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
	(Funds were first received in this option during May 2007)									
Value at beginning of period	\$9.04	\$7.26	\$11.87	\$12.42						
Value at end of period	\$9.91	\$9.04	\$7.26	\$11.87						
Number of accumulation units outstanding at end of period	4,677,692	4,913,841	4,632,152	3,512,368						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>										
	(Funds were first received in this option during May 2007)									
Value at beginning of period	\$7.77	\$6.07	\$9.59	\$10.06						
Value at end of period	\$8.47	\$7.77	\$6.07	\$9.59						
Number of accumulation units outstanding at end of period	28,072,976	29,916,528	31,131,536	14,012,616						

Opportunities

CFI 26

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$25.34	\$18.77	\$32.40	\$24.76	\$20.77	\$15.35	\$14.70	\$9.82	\$10.00	
Value at end of period	\$30.28	\$25.34	\$18.77	\$32.40	\$24.76	\$20.77	\$15.35	\$14.70	\$9.82	
Number of accumulation units outstanding at end of period	152,338	169,670	182,785	179,668	179,203	130,772	59,042	13,334	240	
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.78	\$6.09	\$9.95	\$9.83						
Value at end of period	\$8.71	\$7.78	\$6.09	\$9.95						
Number of accumulation units outstanding at end of period	4,802,895	5,516,324	3,269,386	15,528						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.63	\$7.13	\$11.59	\$11.25	\$10.01	\$9.67	\$8.92	\$10.00		
Value at end of period	\$9.65	\$8.63	\$7.13	\$11.59	\$11.25	\$10.01	\$9.67	\$8.92		
Number of accumulation units outstanding at end of period	1,038,513	1,191,005	1,568,394	2,011,974	1,941,369	1,717,454	1,211,622	392,888		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.47	\$8.10	\$13.23	\$12.78	\$11.91	\$10.92	\$9.49			
Value at end of period	\$12.52	\$10.47	\$8.10	\$13.23	\$12.78	\$11.91	\$10.92			
Number of accumulation units outstanding at end of period	1,163,968	1,330,208	1,643,831	2,026,223	1,783,464	1,374,933	505,878			
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$9.81	\$8.01	\$12.28	\$13.35	\$11.96	\$11.33	\$9.39			
Value at end of period	\$11.82	\$9.81	\$8.01	\$13.35	\$13.35	\$11.96	\$11.33			
Number of accumulation units outstanding at end of period	1,018,778	1,187,131	1,350,205	1,814,376	1,573,446	1,104,254	456,418			
<b>ING INTERMEDIATE BOND PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$12.04	\$11.00	\$12.24	\$11.78	\$11.54	\$11.40	\$11.08	\$10.63	\$10.00	
Value at end of period	\$12.97	\$12.04	\$11.00	\$12.24	\$11.78	\$11.54	\$11.40	\$11.08	\$10.63	
Number of accumulation units outstanding at end of period	19,438,551	20,618,726	21,077,749	18,045,939	9,597,875	3,017,046	1,881,640	337,031	88,275	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.59	\$6.05	\$10.22							
Value at end of period	\$8.03	\$7.59	\$6.05							
Number of accumulation units outstanding at end of period	1,270,771	1,647,470	309,276							
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.87	\$13.34	\$26.64	\$22.43	\$18.56	\$16.36	\$14.22	\$9.63	\$10.00	
Value at end of period	\$20.00	\$17.87	\$13.34	\$26.64	\$22.43	\$18.56	\$16.36	\$14.22	\$10.00	
Number of accumulation units outstanding at end of period	168,106	185,839	211,491	245,964	78,725	45,371	28,831	1,155	0	
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$31.25	\$18.55	\$38.77	\$28.52	\$21.37	\$16.15	\$13.96	\$9.70	\$10.00	
Value at end of period	\$36.93	\$31.25	\$18.55	\$38.77	\$28.52	\$21.37	\$16.15	\$13.96	\$9.70	
Number of accumulation units outstanding at end of period	138,142	155,212	168,287	188,115	193,228	113,016	40,817	18,761	5,950	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2004)										
Value at beginning of period	\$11.31	\$9.16	\$13.90	\$13.81	\$12.05	\$11.30	\$9.90			
Value at end of period	\$13.68	\$11.31	\$9.16	\$13.90	\$13.81	\$12.05	\$11.30			
Number of accumulation units outstanding at end of period	2,095,654	1,477,123	651,474	63,076	71,145	91,313	62,314			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$14.95	\$11.96	\$17.38	\$18.02	\$15.73	\$15.44	\$12.48	\$9.48	\$10.00	
Value at end of period	\$18.60	\$14.95	\$11.96	\$17.38	\$18.02	\$15.73	\$15.44	\$12.48	\$9.48	\$10.00
Number of accumulation units outstanding at end of period	303,531	345,552	410,222	465,685	419,871	332,761	182,314	64,681	11,333	
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during July 2004)										
Value at beginning of period	\$12.08	\$8.64	\$12.14	\$11.07	\$10.68	\$10.46	\$10.00			
Value at end of period	\$13.55	\$12.08	\$8.64	\$12.14	\$11.07	\$10.68	\$10.46			
Number of accumulation units outstanding at end of period	4,311	7,205	10,300	11,850	12,957	9,303	3,039			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.28	\$7.92	\$13.28	\$13.76	\$12.72	\$11.63				
Value at end of period	\$12.55	\$10.28	\$7.92	\$13.28	\$13.76	\$12.72				
Number of accumulation units outstanding at end of period	995,576	1,187,832	1,399,391	1,672,154	1,772,212	1,579,345				
<b>ING LIQUID ASSETS PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$10.38	\$10.53	\$10.47	\$10.16	\$9.88	\$9.79	\$9.88	\$9.98	\$10.00	
Value at end of period	\$10.21	\$10.38	\$10.53	\$10.47	\$10.16	\$9.88	\$9.79	\$9.88	\$9.98	\$10.00
Number of accumulation units outstanding at end of period	324,874	453,192	835,707	321,371	175,931	104,561	125,735	16,707	14,647	
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.06	\$10.34	\$16.60	\$16.23	\$14.07	\$13.57	\$12.57	\$9.75	\$10.00	
Value at end of period	\$13.88	\$12.06	\$10.34	\$16.60	\$16.23	\$14.07	\$13.57	\$12.57	\$9.75	\$10.00
Number of accumulation units outstanding at end of period	35,189	36,764	42,071	47,917	55,038	60,758	33,816	11,084	5,609	
<b>ING MARSICO GROWTH PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.92	\$10.19	\$17.39	\$15.51	\$15.05	\$14.08	\$12.74	\$9.77	\$10.00	
Value at end of period	\$15.20	\$12.92	\$10.19	\$17.39	\$15.51	\$15.05	\$14.08	\$12.74	\$9.77	\$10.00
Number of accumulation units outstanding at end of period	181,527	197,230	220,275	220,733	245,707	185,623	98,569	34,151	2,873	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$12.05	\$8.90	\$17.93	\$15.12	\$12.40	\$10.00				
Value at end of period	\$13.48	\$12.05	\$8.90	\$17.93	\$15.12	\$12.40				
Number of accumulation units outstanding at end of period	2,050,959	2,444,515	2,920,415	1,993,862	1,152,245	888,379				
<b>ING MFS TOTAL RETURN PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.56	\$10.85	\$14.22	\$13.93	\$12.67	\$12.55	\$11.49	\$10.04	\$10.00	
Value at end of period	\$13.55	\$12.56	\$10.85	\$14.22	\$13.93	\$12.67	\$12.55	\$11.49	\$10.04	\$10.00
Number of accumulation units outstanding at end of period	3,676,545	389,814	411,521	467,950	496,208	467,728	302,039	112,170	0	
<b>ING MFS UTILITIES PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$14.67	\$11.23	\$18.34	\$14.64	\$11.38	\$10.07				
Value at end of period	\$16.41	\$14.67	\$11.23	\$18.34	\$14.64	\$11.38				
Number of accumulation units outstanding at end of period	3,676,976	4,073,509	4,480,383	2,817,908	1,671,630	1,195,134				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b> (Fund first available during April 2004)										
Value at beginning of period	\$8.95	\$6.45	\$10.54	\$8.54	\$8.07	\$7.45	\$7.09			
Value at end of period	\$11.44	\$8.95	\$6.45	\$10.54	\$8.54	\$8.07	\$7.45			
Number of accumulation units outstanding at end of period	3,637,309	2,574,342	2,677,395	165,449	229,809	307,954	316,589			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.24	\$12.84	\$18.30	\$16.99	\$14.26	\$13.04	\$11.78	\$9.51	\$10.00	
Value at end of period	\$18.18	\$16.24	\$12.84	\$18.30	\$16.99	\$14.26	\$13.04	\$11.78	\$9.51	
Number of accumulation units outstanding at end of period	504,146	587,447	659,050	788,106	803,941	689,970	380,491	90,627	1,167	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.76	\$8.56	\$9.22							
Value at end of period	\$10.33	\$9.76	\$8.56							
Number of accumulation units outstanding at end of period	1,937,172	1,397,934	83,472							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.61	\$8.43	\$9.98							
Value at end of period	\$11.90	\$10.61	\$8.43							
Number of accumulation units outstanding at end of period	1,643,930	782,866	162,979							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.82	\$8.62	\$14.73	\$14.08	\$12.17	\$10.93				
Value at end of period	\$13.46	\$11.82	\$8.62	\$14.73	\$14.08	\$12.17				
Number of accumulation units outstanding at end of period	1,480,914	1,695,188	1,995,843	1,647,677	1,178,387	344,200				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.45	\$9.15	\$12.01	\$11.88	\$11.08	\$10.80				
Value at end of period	\$15.11	\$13.45	\$9.15	\$12.01	\$11.88	\$11.08				
Number of accumulation units outstanding at end of period	3,779,255	2,721,625	3,338,098	4,384,724	4,835,744	4,678,798				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.78	\$12.26	\$11.98	\$11.20	\$10.92	\$10.86	\$10.53	\$10.25	\$10.00	
Value at end of period	\$14.58	\$13.78	\$12.26	\$11.98	\$11.20	\$10.92	\$10.86	\$10.53	\$10.25	
Number of accumulation units outstanding at end of period	860,651	877,332	888,472	660,298	631,720	461,550	276,747	80,577	6,368	
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during April 2005)										
Value at beginning of period	\$10.20	\$8.35	\$13.01	\$12.59	\$10.96	\$10.00				
Value at end of period	\$11.62	\$10.20	\$8.35	\$13.01	\$12.59	\$10.96				
Number of accumulation units outstanding at end of period	609,977	529,027	574,371	705,399	947,681	835,053				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during April 2005)										
Value at beginning of period	\$10.10	\$8.20	\$12.47	\$12.02	\$10.88	\$10.00				
Value at end of period	\$11.71	\$10.10	\$8.20	\$12.47	\$12.02	\$10.88				
Number of accumulation units outstanding at end of period	5,811,507	6,741,283	6,906,770	6,866,041	6,977,641	6,591,837				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.82	\$8.31								
Number of accumulation units outstanding at end of period	11,268,717	9,235,050								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.21								
Value at end of period	\$10.28	\$9.37								
Number of accumulation units outstanding at end of period	90,407,563	98,222,251								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.63	\$9.49								
Value at end of period	\$10.51	\$9.63								
Number of accumulation units outstanding at end of period	65,664,893	70,210,170								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.86	\$9.75								
Value at end of period	\$10.62	\$9.86								
Number of accumulation units outstanding at end of period	33,887,801	36,618,477								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.67	\$10.14								
Value at end of period	\$14.01	\$12.67								
Number of accumulation units outstanding at end of period	980,480	1,093,134								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.13	\$6.70	\$10.17							
Value at end of period	\$8.96	\$8.13	\$6.70							
Number of accumulation units outstanding at end of period	3,433,711	3,566,009	744,806							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.49	\$10.35								
Value at end of period	\$13.65	\$12.49								
Number of accumulation units outstanding at end of period	200,934	150,954								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.97	\$10.36								
Value at end of period	\$16.06	\$12.97								
Number of accumulation units outstanding at end of period	2,324,538	2,008,990								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.41	\$6.12	\$10.25							
Value at end of period	\$10.33	\$8.41	\$6.12							
Number of accumulation units outstanding at end of period	2,724,466	2,544,207	1,062,310							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.65	\$6.96	\$10.15							
Value at end of period	\$10.72	\$8.65	\$6.96							
Number of accumulation units outstanding at end of period	2,760,386	2,679,879	1,754,101							
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$7.16	\$5.57	\$8.65	\$8.01	\$7.25	\$6.77	\$6.26	\$4.60	\$8.32	\$10.00
Value at end of period	\$9.29	\$7.16	\$5.57	\$8.65	\$8.01	\$7.25	\$6.77	\$6.26	\$4.60	\$8.32
Number of accumulation units outstanding at end of period	559,739	648,234	749,440	1,055,828	1,332,137	1,407,649	1,295,970	951,109	563,709	111,946
<b>ING SMALL COMPANY PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.93	\$7.14	\$10.05							
Value at end of period	\$10.89	\$8.93	\$7.14							
Number of accumulation units outstanding at end of period	1,764,765	1,604,687	1,110,458							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$16.01	\$12.24	\$17.20	\$16.77	\$14.90	\$14.08	\$12.29	\$10.00	\$10.00	
Value at end of period	\$17.93	\$16.01	\$12.24	\$17.20	\$16.77	\$14.90	\$14.08	\$12.29	\$10.00	
Number of accumulation units outstanding at end of period	671,541	735,033	819,836	967,972	956,683	756,668	331,091	63,625	11,784	
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.76	\$10.40	\$16.46	\$16.26	\$13.90	\$13.62	\$12.08	\$9.82	\$10.00	
Value at end of period	\$14.39	\$12.76	\$10.40	\$16.46	\$16.26	\$13.90	\$13.62	\$12.08	\$9.82	
Number of accumulation units outstanding at end of period	233,861	252,740	288,172	317,767	332,055	305,605	178,104	80,597	18,286	
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.08	\$5.76	\$10.16	\$10.04						
Value at end of period	\$9.26	\$8.08	\$5.76	\$10.16						
Number of accumulation units outstanding at end of period	2,043,344	2,291,739	1,184,847	552,903						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.58	\$7.39	\$12.65	\$11.16	\$10.35					
Value at end of period	\$10.23	\$9.58	\$7.39	\$12.65	\$11.16					
Number of accumulation units outstanding at end of period	4,791,752	4,275,236	3,649,197	1,480,050	367,715					
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$14.94	\$11.50	\$19.41	\$19.30	\$16.12	\$14.93	\$13.72	\$10.23	\$10.00	
Value at end of period	\$15.80	\$14.94	\$11.50	\$19.41	\$19.30	\$16.12	\$14.93	\$13.72	\$10.23	
Number of accumulation units outstanding at end of period	40,556	47,018	46,059	78,394	74,673	60,246	21,795	6,003	0	
<b>ING THORNBURO VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)										
Value at beginning of period	\$10.06	\$7.08	\$11.99	\$11.39	\$10.03					
Value at end of period	\$10.99	\$10.06	\$7.08	\$11.39	\$11.39					
Number of accumulation units outstanding at end of period	84,198	90,886	109,563	183,572	73,215					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$10.57	\$10.18	\$9.98							
Value at end of period	\$11.01	\$10.57	\$10.18							
Number of accumulation units outstanding at end of period	3,769,609	4,694,672	2,170,741							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$10.19	\$7.87	\$13.34	\$13.44	\$11.96	\$11.15				
Value at end of period	\$11.32	\$10.19	\$7.87	\$13.44	\$13.44	\$11.96				
Number of accumulation units outstanding at end of period	59,304	71,833	76,306	110,186	165,341	45,256				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.68	\$8.45	\$13.52	\$14.07	\$12.35	\$12.13	\$10.57	\$8.29	\$10.00	
Value at end of period	\$12.09	\$10.68	\$8.45	\$13.52	\$14.07	\$12.35	\$12.13	\$10.57	\$8.29	
Number of accumulation units outstanding at end of period	2,618,723	2,361,640	2,466,881	2,285,681	2,066,249	1,620,818	668,782	130,443	283	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.01	\$9.15	\$12.17	\$11.98	\$10.84	\$10.16				
Value at end of period	\$12.14	\$11.01	\$9.15	\$12.17	\$11.98	\$10.84				
Number of accumulation units outstanding at end of period	3,483,701	3,059,375	2,755,180	1,231,628	629,056	369,153				



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.83	\$11.36	\$17.07	\$16.95	\$14.88	\$13.77	\$12.29	\$9.78	\$10.00	
Value at end of period	\$15.28	\$13.83	\$11.36	\$17.07	\$16.95	\$14.88	\$13.77	\$12.29	\$9.78	\$10.00
Number of accumulation units outstanding at end of period	389,393	419,821	432,198	489,966	479,362	405,623	291,624	80,614	10,566	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.64	\$9.01	\$12.84	\$12.03	\$10.74	\$9.89	\$9.95			
Value at end of period	\$11.19	\$10.64	\$9.01	\$12.84	\$12.03	\$10.74	\$9.88			
Number of accumulation units outstanding at end of period	1,954,357	2,271,236	2,194,489	1,676,945	1,500,555	1,302,047	27,444			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.75	\$6.06	\$9.91							
Value at end of period	\$8.07	\$7.75	\$6.06							
Number of accumulation units outstanding at end of period	8,081,998	8,771,637	8,258,859							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.10	\$7.74	\$13.81	\$14.16	\$11.55	\$11.89	\$10.66	\$8.43	\$10.00	
Value at end of period	\$12.11	\$10.10	\$7.74	\$13.81	\$14.16	\$11.55	\$11.89	\$10.66	\$8.43	
Number of accumulation units outstanding at end of period	189,811	229,699	251,552	305,746	387,669	507,068	542,920	224,254	65,382	
<b>PROFUND VP BULL</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$7.57	\$6.19	\$10.10	\$9.92	\$8.87	\$8.78	\$8.20	\$6.64	\$8.88	\$10.00
Value at end of period	\$8.38	\$7.57	\$6.19	\$10.10	\$9.92	\$8.87	\$8.78	\$8.20	\$6.64	\$8.88
Number of accumulation units outstanding at end of period	107,937	141,448	153,084	191,977	222,576	276,280	391,752	212,538	127,500	92,175
<b>PROFUND VP EUROPE 30</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$9.17	\$7.05	\$12.80	\$11.36	\$9.83	\$9.24	\$8.22	\$6.03	\$8.25	\$10.00
Value at end of period	\$9.26	\$9.17	\$7.05	\$12.80	\$11.36	\$9.83	\$9.24	\$8.22	\$6.03	\$8.25
Number of accumulation units outstanding at end of period	85,151	99,630	111,818	143,536	183,750	204,701	236,069	118,462	64,316	14,668
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.95	\$4.58	\$7.50	\$8.05	\$7.43	\$8.20	\$9.36	\$10.00		
Value at end of period	\$4.92	\$5.95	\$4.58	\$7.50	\$8.05	\$7.43	\$8.20	\$9.36		
Number of accumulation units outstanding at end of period	268,098	302,483	369,403	554,470	675,338	692,648	737,507	29,131		

### Separate Account Annual Charges of 1.70%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.48	\$7.97	\$10.09							
Value at end of period	\$10.23	\$9.48	\$7.97							
Number of accumulation units outstanding at end of period	3,721,600	3,117,544	1,684,294							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>										
(Fund first available during November 2003)										
Value at beginning of period	\$16.84	\$13.70	\$19.40	\$20.26	\$17.27	\$16.65	\$13.82	\$10.00		
Value at end of period	\$20.93	\$16.84	\$13.70	\$19.40	\$20.26	\$17.27	\$16.65	\$13.82		
Number of accumulation units outstanding at end of period	346,007	381,207	434,603	548,430	661,613	917,288	926,655	203,540		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.32	\$8.50	\$15.09	\$13.08	\$11.94	\$10.23	\$9.97	\$7.80	\$9.58	\$10.00
Value at end of period	\$13.01	\$11.32	\$8.50	\$15.09	\$13.08	\$11.94	\$10.90	\$9.97	\$7.80	\$9.58
Number of accumulation units outstanding at end of period	1,298,423	1,507,302	1,689,055	1,335,727	1,107,520	723,220	1,224,611	881,408	338,456	0
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.53	\$7.46	\$13.28	\$13.34	\$11.31	\$10.90	\$9.97	\$7.80	\$9.58	\$10.00
Value at end of period	\$10.76	\$9.53	\$7.46	\$13.28	\$13.34	\$11.31	\$10.90	\$9.97	\$7.80	\$9.58
Number of accumulation units outstanding at end of period	509,299	580,670	667,353	977,380	1,226,029	1,094,676	1,224,611	881,408	338,456	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.70	\$7.17	\$9.94							
Value at end of period	\$9.58	\$8.70	\$7.17							
Number of accumulation units outstanding at end of period	1,963,280	1,992,965	939,255							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.73	\$8.82	\$10.01							
Value at end of period	\$10.14	\$9.73	\$8.82							
Number of accumulation units outstanding at end of period	1,976,688	1,930,945	1,125,424							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.07	\$8.62	\$14.19	\$13.82	\$12.26	\$11.85	\$10.98	\$10.00		
Value at end of period	\$12.06	\$11.07	\$8.62	\$14.19	\$13.82	\$12.26	\$11.85	\$10.98		
Number of accumulation units outstanding at end of period	3,496,989	3,936,982	3,659,805	3,353,209	3,530,138	3,656,691	3,405,028	801,373		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$11.90	\$8.72	\$15.93	\$14.50	\$13.45	\$11.84	\$10.76	\$10.00		
Value at end of period	\$13.81	\$11.90	\$8.72	\$15.93	\$14.50	\$13.45	\$11.84	\$10.76		
Number of accumulation units outstanding at end of period	5,072,856	5,351,232	5,030,658	4,519,539	4,718,835	4,743,152	4,110,117	964,596		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$17.39	\$12.43	\$21.97	\$18.72	\$16.09	\$13.54	\$11.61	\$10.00		
Value at end of period	\$18.23	\$17.39	\$12.43	\$21.97	\$18.72	\$16.09	\$13.54	\$11.61		
Number of accumulation units outstanding at end of period	2,331,615	2,578,721	2,347,957	2,257,381	2,319,253	2,083,393	1,408,463	252,100		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$12.02	\$9.07	\$9.92							
Value at end of period	\$13.31	\$12.02	\$9.07							
Number of accumulation units outstanding at end of period	645,015	524,451	88,972							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during March 2004)										
Value at beginning of period	\$15.55	\$13.19	\$23.82	\$20.85	\$16.43	\$14.52	\$12.62	\$10.00		
Value at end of period	\$16.33	\$15.55	\$13.19	\$23.82	\$20.85	\$16.43	\$14.52	\$11.61		
Number of accumulation units outstanding at end of period	5,474	6,968	8,349	8,961	9,210	7,999	7,933	252,100		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.96	\$7.49	\$12.98	\$12.44	\$10.98	\$10.00				
Value at end of period	\$12.38	\$9.96	\$7.49	\$12.98	\$12.44	\$10.98				
Number of accumulation units outstanding at end of period	841,956	832,913	542,366	505,384	334,077	288,123				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.56	\$9.87								
Value at end of period	\$10.95	\$10.56								
Number of accumulation units outstanding at end of period	1,094,361	574,298								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$9.96	\$7.79	\$13.00	\$12.39	\$11.76					
Value at end of period	\$11.11	\$9.96	\$7.79	\$13.00	\$12.39					
Number of accumulation units outstanding at end of period	550,092	614,329	563,849	648,515	740,982					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.18	\$10.99	\$17.32	\$16.92	\$14.81	\$14.34	\$13.10	\$10.16	\$10.00	
Value at end of period	\$13.27	\$12.18	\$10.99	\$17.32	\$16.92	\$14.81	\$13.10	\$13.10	\$10.16	\$10.16
Number of accumulation units outstanding at end of period	731	736	713	1,468	1,479	1,486	1,282	1,104	0	0
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.73	\$6.49	\$9.99							
Value at end of period	\$11.31	\$9.73	\$6.49							
Number of accumulation units outstanding at end of period	737,799	817,125	476,360							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.33	\$7.12	\$12.35	\$13.57	\$11.05					
Value at end of period	\$10.62	\$9.33	\$7.12	\$12.35	\$13.57					
Number of accumulation units outstanding at end of period	0	0	0	2,723	231,895					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.67	\$13.25	\$21.96	\$27.19	\$20.13	\$17.56	\$12.98	\$9.60	\$10.00	
Value at end of period	\$22.20	\$17.67	\$13.25	\$27.19	\$27.19	\$20.13	\$17.56	\$12.98	\$9.60	\$9.60
Number of accumulation units outstanding at end of period	2,607	3,326	3,472	3,580	3,611	3,792	3,334	2,000	0	0
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.07	\$6.58	\$10.16	\$10.03	\$10.05					
Value at end of period	\$9.94	\$8.07	\$6.58	\$10.16	\$10.03					
Number of accumulation units outstanding at end of period	511,763	604,419	511,113	353,820	323,905					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during December 2005)										
Value at beginning of period	\$8.78	\$6.78	\$11.35	\$11.09	\$9.91	\$9.95				
Value at end of period	\$9.67	\$8.78	\$6.78	\$11.35	\$11.09	\$9.91				
Number of accumulation units outstanding at end of period	920,705	864,230	661,802	425,914	359,224	15,529				
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.96	\$5.82	\$10.39	\$10.00						
Value at end of period	\$8.55	\$6.96	\$5.82	\$10.39						
Number of accumulation units outstanding at end of period	478,367	395,528	319,219	12,115						

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.46	\$12.78	\$21.40	\$19.05	\$17.34	\$15.10	\$12.41	\$9.47	\$10.00	
Value at end of period	\$22.00	\$17.46	\$12.78	\$21.40	\$19.05	\$17.34	\$15.10	\$12.41	\$9.47	\$10.00
Number of accumulation units outstanding at end of period	5,239	5,534	5,800	6,975	5,621	5,907	2,917	911	0	0
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.02	\$7.26	\$11.86	\$12.48						
Value at end of period	\$9.89	\$9.02	\$7.26	\$11.86						
Number of accumulation units outstanding at end of period	560,126	593,359	509,013	443,087						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.76	\$6.06	\$9.59	\$10.00						
Value at end of period	\$8.45	\$7.76	\$6.06	\$9.59						
Number of accumulation units outstanding at end of period	2,395,440	2,510,820	2,372,617	206,684						
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$25.25	\$18.71	\$32.32	\$24.70	\$20.74	\$15.34	\$14.69	\$9.82	\$10.00	
Value at end of period	\$30.15	\$25.25	\$18.71	\$32.32	\$24.70	\$20.74	\$15.34	\$14.69	\$9.82	\$10.00
Number of accumulation units outstanding at end of period	1,974	2,097	1,919	2,711	3,658	3,481	3,657	2,330	0	0
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.77	\$6.08	\$9.34							
Value at end of period	\$8.70	\$7.77	\$6.08							
Number of accumulation units outstanding at end of period	2,991,951	3,437,048	3,117,555							
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.59	\$7.11	\$11.55	\$11.22	\$9.98	\$9.66	\$8.91	\$10.00		
Value at end of period	\$9.60	\$8.59	\$7.11	\$11.55	\$11.22	\$9.98	\$9.66	\$8.91		
Number of accumulation units outstanding at end of period	198,596	218,164	269,073	336,767	347,018	417,442	515,077	295,431		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.75	\$8.32	\$13.60	\$13.14	\$12.25	\$11.24				
Value at end of period	\$12.85	\$10.75	\$8.32	\$13.60	\$13.14	\$12.25				
Number of accumulation units outstanding at end of period	190,119	217,932	251,096	344,719	409,291	418,820				
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during June 2004)										
Value at beginning of period	\$10.10	\$8.25	\$12.66	\$13.77	\$12.34	\$11.70				
Value at end of period	\$12.16	\$10.10	\$8.25	\$13.77	\$12.34	\$11.70				
Number of accumulation units outstanding at end of period	173,219	192,807	220,948	297,408	394,633	332,296				
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.99	\$10.96	\$12.21	\$11.75	\$11.52	\$11.38	\$11.07	\$10.62	\$10.00	
Value at end of period	\$12.91	\$11.99	\$10.96	\$12.21	\$11.52	\$11.38	\$11.07	\$10.62	\$10.00	
Number of accumulation units outstanding at end of period	2,331,473	2,465,570	2,254,149	1,956,196	1,829,495	2,434,132	1,363,685	587,973	707,083	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.58	\$6.05	\$10.25							
Value at end of period	\$8.02	\$7.58	\$6.05							
Number of accumulation units outstanding at end of period	257,004	248,136	47,877							

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JANUS CONTRARIAN PORTFOLIO</b>										
(Fund first available during July 2004)										
Value at beginning of period	\$17.81	\$13.30	\$26.57	\$22.38	\$18.53	\$16.34	\$13.63			
Value at end of period	\$19.92	\$17.81	\$13.30	\$26.57	\$22.38	\$18.53	\$16.34			
Number of accumulation units outstanding at end of period	47	713	1,420	2,037	1,019	1,027	1,034			
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$31.14	\$18.49	\$38.67	\$28.46	\$21.34	\$16.14	\$13.95	\$9.70	\$10.00	
Value at end of period	\$36.77	\$31.14	\$18.49	\$38.67	\$28.46	\$21.34	\$16.14	\$13.95	\$9.70	
Number of accumulation units outstanding at end of period	5,256	5,404	5,305	5,735	6,234	7,102	5,961	3,861	0	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.52	\$6.89	\$10.11							
Value at end of period	\$10.29	\$8.52	\$6.89							
Number of accumulation units outstanding at end of period	501,493	270,472	100,126							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.89	\$11.92	\$17.33	\$17.98	\$15.70	\$15.42	\$12.47	\$9.48	\$10.00	
Value at end of period	\$18.52	\$14.89	\$11.92	\$17.33	\$15.70	\$15.42	\$12.47	\$9.48	\$10.00	
Number of accumulation units outstanding at end of period	17,288	18,574	19,135	21,058	21,150	20,700	18,269	8,024	0	
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.25	\$7.90	\$13.25	\$13.74	\$12.70	\$11.62	\$10.80	\$10.00		
Value at end of period	\$12.51	\$10.25	\$7.90	\$13.25	\$12.70	\$11.62	\$10.80	\$10.00		
Number of accumulation units outstanding at end of period	296,583	333,043	394,167	464,987	537,114	583,028	593,956	96,653		
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during July 2004)										
Value at beginning of period	\$10.35	\$10.50	\$10.44	\$10.13	\$9.86	\$9.78	\$9.81			
Value at end of period	\$10.17	\$10.35	\$10.50	\$10.44	\$10.13	\$9.86	\$9.78			
Number of accumulation units outstanding at end of period	13,327	18,622	39,064	52	52	238	1,032			
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$12.01	\$10.31	\$16.56	\$16.19	\$15.14					
Value at end of period	\$13.83	\$12.01	\$10.31	\$16.56	\$16.19					
Number of accumulation units outstanding at end of period	0	0	0	1,986	2,002					
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.87	\$10.16	\$17.35	\$15.48	\$15.03	\$14.06	\$12.73	\$9.77	\$10.00	
Value at end of period	\$15.13	\$12.87	\$10.16	\$15.48	\$15.03	\$14.06	\$12.73	\$9.77	\$10.00	
Number of accumulation units outstanding at end of period	3,642	3,802	2,959	5,135	6,043	7,703	5,974	1,617	0	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$12.02	\$8.89	\$17.91	\$15.11	\$12.39	\$10.15				
Value at end of period	\$13.44	\$12.02	\$8.89	\$15.11	\$12.39	\$10.15				
Number of accumulation units outstanding at end of period	456,831	559,482	691,116	706,945	603,745	605,153				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.51	\$10.82	\$14.19	\$13.90	\$12.65	\$12.53	\$11.48	\$10.03	\$10.00	
Value at end of period	\$13.49	\$12.51	\$10.82	\$14.19	\$12.65	\$12.53	\$11.48	\$10.03	\$10.00	
Number of accumulation units outstanding at end of period	23,191	23,196	23,070	25,969	29,407	29,603	28,741	16,675	0	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.64	\$11.21	\$18.31	\$14.63	\$11.37	\$10.14				
Value at end of period	\$16.36	\$14.64	\$11.21	\$18.31	\$14.63	\$11.37				
Number of accumulation units outstanding at end of period	998,209	1,059,650	1,023,579	1,046,926	833,825	813,290				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$8.91	\$6.43	\$10.50	\$8.52	\$8.05	\$7.43	\$7.08			
Value at end of period	\$11.39	\$8.91	\$6.43	\$10.50	\$8.52	\$8.05	\$7.43			
Number of accumulation units outstanding at end of period	3,452,664	3,713,348	4,131,153	155,482	188,735	219,579	252,836			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.18	\$12.80	\$18.25	\$16.95	\$14.23	\$13.02	\$11.77	\$9.51	\$10.00	
Value at end of period	\$18.10	\$16.18	\$12.80	\$18.25	\$16.95	\$14.23	\$13.02	\$11.77	\$9.51	
Number of accumulation units outstanding at end of period	10,616	12,746	14,886	15,468	16,917	19,758	20,825	8,423	0	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during November 2008)										
Value at beginning of period	\$9.75	\$8.56	\$8.84							
Value at end of period	\$10.32	\$9.75	\$8.56							
Number of accumulation units outstanding at end of period	137,304	128,183	6,878							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$10.61	\$8.43	\$8.96							
Value at end of period	\$11.89	\$10.61	\$8.43							
Number of accumulation units outstanding at end of period	329,082	60,086	7,774							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.57	\$8.44	\$14.43	\$13.81	\$11.94	\$10.12				
Value at end of period	\$13.17	\$11.57	\$8.44	\$14.43	\$13.81	\$11.94				
Number of accumulation units outstanding at end of period	151,268	216,077	230,098	229,043	167,397	85,666				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.41	\$9.13	\$11.99	\$11.86	\$11.07	\$10.80				
Value at end of period	\$15.06	\$13.41	\$9.13	\$11.99	\$11.86	\$11.07				
Number of accumulation units outstanding at end of period	2,466,409	2,591,193	3,078,712	4,086,052	5,056,465	5,745,875				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.73	\$12.22	\$11.95	\$11.18	\$10.90	\$10.85	\$10.53	\$10.25	\$10.00	
Value at end of period	\$14.52	\$13.73	\$12.22	\$11.95	\$11.18	\$10.90	\$10.85	\$10.53	\$10.25	
Number of accumulation units outstanding at end of period	21,803	22,427	10,358	15,109	15,413	14,615	14,906	3,796	0	
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.17	\$8.33	\$12.99	\$12.58	\$10.96	\$10.29				
Value at end of period	\$11.58	\$10.17	\$8.33	\$12.99	\$12.58	\$10.96				
Number of accumulation units outstanding at end of period	236,900	230,036	226,183	319,878	420,023	407,726				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.07	\$8.19	\$12.46	\$12.01	\$10.87	\$10.07				
Value at end of period	\$11.68	\$10.07	\$8.19	\$12.46	\$12.01	\$10.87				
Number of accumulation units outstanding at end of period	3,550,622	4,040,542	4,340,222	2,315,797	2,541,291	3,043,893				



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
Value at beginning of period	\$7.12	\$5.54	\$8.62	\$7.99	\$7.23	\$6.76	\$6.25	\$4.60	\$8.31	\$10.00
Value at end of period	\$9.25	\$7.12	\$5.54	\$8.62	\$7.99	\$7.23	\$6.76	\$6.25	\$4.60	\$8.31
Number of accumulation units outstanding at end of period	314,195	361,812	420,053	514,062	628,606	681,239	833,896	948,468	483,573	188,338
(Funds were first received in this option during April 2008)										
<b>ING SMALL COMPANY PORTFOLIO</b>										
Value at beginning of period	\$8.92	\$7.13	\$10.08							
Value at end of period	\$10.88	\$8.92	\$7.13							
Number of accumulation units outstanding at end of period	248,836	311,524	175,101							
(Fund first available during September 2002)										
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$15.96	\$12.20	\$17.15	\$16.73	\$14.87	\$14.06	\$12.28	\$10.00	\$10.00	
Value at end of period	\$17.86	\$15.96	\$12.20	\$17.15	\$16.73	\$14.87	\$14.06	\$12.28	\$10.00	
Number of accumulation units outstanding at end of period	10,454	12,954	16,401	18,740	19,015	21,266	22,540	5,308	0	
(Fund first available during September 2002)										
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$12.71	\$10.36	\$16.41	\$16.22	\$13.87	\$13.60	\$12.07	\$9.82	\$10.00	
Value at end of period	\$14.33	\$12.71	\$10.36	\$16.41	\$16.22	\$13.87	\$13.60	\$12.07	\$9.82	
Number of accumulation units outstanding at end of period	29,006	29,239	31,754	32,610	32,488	35,207	35,221	15,526	0	
(Funds were first received in this option during May 2007)										
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
Value at beginning of period	\$8.06	\$5.75	\$10.15	\$10.10						
Value at end of period	\$9.24	\$8.06	\$5.75	\$10.15						
Number of accumulation units outstanding at end of period	521,491	516,453	114,703	104,815						
(Fund first available during May 2006)										
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
Value at beginning of period	\$9.56	\$7.38	\$12.64	\$11.16	\$10.09					
Value at end of period	\$10.21	\$9.56	\$7.38	\$12.64	\$11.16					
Number of accumulation units outstanding at end of period	756,156	780,779	542,999	303,476	88,170					
(Fund first available during May 2006)										
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$14.88	\$11.46	\$19.36	\$19.25	\$17.48					
Value at end of period	\$15.74	\$14.88	\$11.46	\$19.36	\$19.25					
Number of accumulation units outstanding at end of period	1,170	0	0	861	867					
(Funds were first received in this option during August 2006)										
<b>ING THORNBURG VALUE PORTFOLIO</b>										
Value at beginning of period	\$10.04	\$7.08	\$11.98	\$11.39	\$10.01					
Value at end of period	\$10.97	\$10.04	\$7.08	\$11.98	\$11.39					
Number of accumulation units outstanding at end of period	18,020	28,870	29,915	63,253	37,414					
(Funds were first received in this option during May 2008)										
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
Value at beginning of period	\$10.56	\$10.18	\$10.04							
Value at end of period	\$10.99	\$10.56	\$10.18							
Number of accumulation units outstanding at end of period	709,327	792,018	633,677							
(Fund first available during May 2005)										
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
Value at beginning of period	\$9.49	\$7.34	\$12.44	\$12.54	\$11.16	\$10.30				
Value at end of period	\$10.54	\$9.49	\$7.34	\$12.44	\$12.54	\$11.16				
Number of accumulation units outstanding at end of period	7,523	10,930	13,053	44,060	68,155	24,442				



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.64	\$8.42	\$13.48	\$14.04	\$12.32	\$12.12	\$10.56	\$8.28	\$10.00	
Value at end of period	\$12.04	\$10.64	\$8.42	\$13.48	\$14.04	\$12.32	\$12.12	\$10.56	\$8.28	
Number of accumulation units outstanding at end of period	321,611	249,815	166,432	232,922	161,934	114,900	17,899	8,549	0	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.99	\$9.13	\$12.16	\$11.97	\$10.84	\$10.16				
Value at end of period	\$12.10	\$10.99	\$9.13	\$12.16	\$11.97	\$10.84				
Number of accumulation units outstanding at end of period	673,114	686,960	738,976	120,697	81,712	76,209				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.78	\$11.33	\$17.03	\$16.91	\$14.85	\$13.75	\$12.28	\$9.78	\$10.00	
Value at end of period	\$15.22	\$13.78	\$11.33	\$17.03	\$16.91	\$14.85	\$13.75	\$12.28	\$9.78	
Number of accumulation units outstanding at end of period	10,748	12,094	14,173	16,381	17,339	18,381	19,303	5,874	0	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.61	\$8.99	\$12.82	\$12.01	\$10.73	\$9.89				
Value at end of period	\$11.16	\$10.61	\$8.99	\$12.82	\$12.01	\$10.73				
Number of accumulation units outstanding at end of period	692,610	773,565	765,832	744,272	830,844	907,938				
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.74	\$6.06	\$9.95							
Value at end of period	\$8.06	\$7.74	\$6.06							
Number of accumulation units outstanding at end of period	818,579	980,137	712,855							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.07	\$7.71	\$13.77	\$14.13	\$11.53	\$11.87	\$10.65	\$8.42	\$10.00	
Value at end of period	\$12.06	\$10.07	\$7.71	\$13.77	\$14.13	\$11.53	\$11.87	\$10.65	\$8.42	
Number of accumulation units outstanding at end of period	50,675	58,504	82,780	123,110	153,940	211,145	237,033	155,027	30,007	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.54	\$6.17	\$10.06	\$9.89	\$8.85	\$8.76	\$8.19	\$6.63	\$8.88	\$10.00
Value at end of period	\$8.34	\$7.54	\$6.17	\$10.06	\$9.89	\$8.85	\$8.76	\$8.19	\$6.63	\$8.88
Number of accumulation units outstanding at end of period	83,068	90,391	105,711	117,958	272,360	413,814	734,907	548,338	342,070	353,534
<b>PROFUND VP EUROPE 30</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$9.13	\$7.02	\$12.75	\$11.33	\$9.80	\$9.23	\$8.21	\$6.02	\$8.25	\$10.00
Value at end of period	\$9.21	\$9.13	\$7.02	\$12.75	\$11.33	\$9.80	\$9.23	\$8.21	\$6.02	\$8.25
Number of accumulation units outstanding at end of period	74,816	86,689	103,742	129,818	183,795	242,495	305,286	538,227	181,953	13,357
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.93	\$4.57	\$7.49	\$8.04	\$7.42	\$8.20	\$9.36	\$10.00		
Value at end of period	\$4.90	\$5.93	\$4.57	\$7.49	\$8.04	\$7.42	\$8.20	\$9.36		
Number of accumulation units outstanding at end of period	108,848	116,431	144,442	188,563	286,368	438,175	347,573	404,098		

## Condensed Financial Information (continued)

### Separate Account Annual Charges of 1.75%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.47	\$7.97	\$10.04							
Value at end of period	\$10.21	\$9.47	\$7.97							
Number of accumulation units outstanding at end of period	1,130,871	1,025,896	167,445							
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)										
Value at beginning of period	\$16.78	\$13.66	\$19.36	\$20.22	\$17.24	\$16.64	\$13.82	\$10.00		
Value at end of period	\$20.85	\$16.78	\$13.66	\$19.36	\$20.22	\$17.24	\$16.64	\$13.82		
Number of accumulation units outstanding at end of period	133,922	154,250	195,678	237,998	314,959	467,852	354,307	159,277		
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$11.29	\$8.48	\$15.06	\$13.07	\$11.94	\$10.23				
Value at end of period	\$12.97	\$11.29	\$8.48	\$15.06	\$13.07	\$11.94				
Number of accumulation units outstanding at end of period	299,967	358,684	444,100	493,102	355,442	200,749				
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.49	\$7.43	\$13.23	\$13.30	\$11.29	\$10.88	\$9.96	\$7.79	\$9.57	\$10.00
Value at end of period	\$10.71	\$9.49	\$7.43	\$13.23	\$13.30	\$11.29	\$10.88	\$9.96	\$7.79	\$9.57
Number of accumulation units outstanding at end of period	417,372	465,583	530,273	682,579	725,114	739,319	1,163,703	987,940	139,297	0
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.69	\$7.17	\$9.94							
Value at end of period	\$9.56	\$8.69	\$7.17							
Number of accumulation units outstanding at end of period	104,038	97,544	49,722							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$9.72	\$8.82	\$10.00							
Value at end of period	\$10.13	\$9.72	\$8.82							
Number of accumulation units outstanding at end of period	296,209	349,941	208,410							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.03	\$8.60	\$14.16	\$13.80	\$12.25	\$11.84	\$10.98	\$10.00		
Value at end of period	\$12.02	\$11.03	\$8.60	\$14.16	\$13.80	\$12.25	\$11.84	\$10.98		
Number of accumulation units outstanding at end of period	686,003	728,947	832,400	1,130,094	1,303,804	1,473,385	1,977,456	542,973		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$11.86	\$8.70	\$15.90	\$14.48	\$13.44	\$11.83	\$10.76	\$10.00		
Value at end of period	\$13.76	\$11.86	\$8.70	\$15.90	\$14.48	\$13.44	\$11.83	\$10.76		
Number of accumulation units outstanding at end of period	1,180,264	1,261,996	1,409,201	1,691,270	1,933,064	1,942,130	2,291,803	726,382		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$17.33	\$12.39	\$21.92	\$18.69	\$16.07	\$13.53	\$11.60	\$10.00		
Value at end of period	\$18.17	\$17.33	\$12.39	\$21.92	\$18.69	\$16.07	\$13.53	\$11.60		
Number of accumulation units outstanding at end of period	586,478	660,049	739,896	1,013,920	992,537	925,189	865,696	208,539		

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.01	\$9.91								
Value at end of period	\$13.29	\$12.01								
Number of accumulation units outstanding at end of period	40,505	14,724								
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$15.50	\$13.14	\$23.76	\$20.81	\$16.41	\$14.50	\$12.54	\$9.75	\$10.00	
Value at end of period	\$16.26	\$15.50	\$13.14	\$23.76	\$20.81	\$16.41	\$14.50	\$12.54	\$9.75	
Number of accumulation units outstanding at end of period	129,916	146,580	98,061	102,404	102,634	87,103	76,867	53,078	9,209	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$9.94	\$7.48	\$12.96	\$12.43	\$10.98	\$9.90				
Value at end of period	\$12.35	\$9.94	\$7.48	\$12.96	\$12.43	\$10.98				
Number of accumulation units outstanding at end of period	178,126	187,942	164,305	172,289	163,393	96,126				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.56	\$9.91								
Value at end of period	\$10.94	\$10.56								
Number of accumulation units outstanding at end of period	158,549	99,495								
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during November 2006)										
Value at beginning of period	\$9.93	\$7.76	\$12.96	\$12.36	\$11.74					
Value at end of period	\$11.06	\$9.93	\$7.76	\$12.96	\$12.36					
Number of accumulation units outstanding at end of period	301,246	351,371	382,379	460,434	568,420					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.13	\$10.96	\$17.27	\$16.89	\$14.79	\$14.33	\$13.09	\$10.16	\$10.00	
Value at end of period	\$13.22	\$12.13	\$10.96	\$17.27	\$16.89	\$14.79	\$14.33	\$13.09	\$10.16	
Number of accumulation units outstanding at end of period	14,850	16,021	17,831	18,179	19,312	17,916	24,554	19,077	1,253	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.73	\$6.49	\$9.99							
Value at end of period	\$11.29	\$9.73	\$6.49							
Number of accumulation units outstanding at end of period	225,420	220,402	215,733							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.31	\$7.11	\$12.34	\$13.57	\$11.42					
Value at end of period	\$10.59	\$9.31	\$7.11	\$12.34	\$13.57					
Number of accumulation units outstanding at end of period	3,981	4,383	4,582	2,668	101,564					
<b>ING CLARION REAL ESTATE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.61	\$13.21	\$21.90	\$27.13	\$20.10	\$17.54	\$12.97	\$9.60	\$10.00	
Value at end of period	\$22.10	\$17.61	\$13.21	\$21.90	\$27.13	\$20.10	\$17.54	\$12.97	\$9.60	
Number of accumulation units outstanding at end of period	45,021	50,726	62,238	76,280	84,509	93,052	106,309	96,186	9,555	
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$8.05	\$6.57	\$10.15	\$10.03	\$10.05					
Value at end of period	\$9.91	\$8.05	\$6.57	\$10.15	\$10.03					
Number of accumulation units outstanding at end of period	104,288	127,896	147,871	176,039	103,094					

Opportunities

CFI 42

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>										
(Fund first available during January 2006)										
Value at beginning of period	\$8.76	\$6.77	\$11.34	\$11.08	\$10.10					
Value at end of period	\$9.64	\$8.76	\$6.77	\$11.34	\$11.08					
Number of accumulation units outstanding at end of period	154,749	150,347	163,151	106,843	83,211					
<b>ING DFA WORLD EQUITY PORTFOLIO</b>										
(Funds were first received in this option during August 2007)										
Value at beginning of period	\$6.96	\$5.81	\$10.39	\$10.02	\$17.31	\$15.09	\$12.40	\$9.47	\$10.00	
Value at end of period	\$8.53	\$6.96	\$5.81	\$10.39	\$19.01	\$17.31	\$15.09	\$12.40	\$9.47	\$10.00
Number of accumulation units outstanding at end of period	57,530	9,911	27,567	45,000	81,987	76,651	55,324	43,523	12,592	
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$17.40	\$12.74	\$21.34	\$19.01	\$17.31	\$15.09	\$12.40	\$9.47	\$10.00	
Value at end of period	\$21.91	\$17.40	\$12.74	\$21.34	\$19.01	\$17.31	\$15.09	\$12.40	\$9.47	\$10.00
Number of accumulation units outstanding at end of period	66,889	76,486	85,066	96,372	81,987	76,651	55,324	43,523	12,592	
<b>ING FRANKLIN INCOME PORTFOLIO</b>										
(Fund first available during May 2006)										
Value at beginning of period	\$9.86	\$7.61	\$10.97	\$10.89	\$9.99					
Value at end of period	\$10.92	\$9.86	\$7.61	\$10.97	\$10.89					
Number of accumulation units outstanding at end of period	29,799	42,391	28,860	35,484	142,742					
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$9.01	\$7.25	\$11.86	\$12.53						
Value at end of period	\$9.88	\$9.01	\$7.25	\$11.86						
Number of accumulation units outstanding at end of period	124,951	135,567	134,731	145,499						
<b>ING FRANKLIN TEMPLETON FUNDING STRATEGY PORTFOLIO</b>										
(Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.75	\$6.05	\$9.58	\$10.09						
Value at end of period	\$8.44	\$7.75	\$6.05	\$9.58						
Number of accumulation units outstanding at end of period	102,295	96,861	70,024	162,775						
<b>ING GLOBAL RESOURCES PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$25.15	\$18.65	\$32.23	\$24.65	\$20.70	\$15.32	\$14.68	\$9.82	\$10.00	
Value at end of period	\$30.02	\$25.15	\$18.65	\$32.23	\$24.65	\$20.70	\$15.32	\$14.68	\$9.82	\$10.00
Number of accumulation units outstanding at end of period	36,493	42,518	49,889	46,981	51,521	43,087	48,335	31,790	7,945	
<b>ING GROWTH AND INCOME PORTFOLIO</b>										
(Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.77	\$6.08	\$9.95	\$9.83						
Value at end of period	\$8.68	\$7.77	\$6.08	\$9.95						
Number of accumulation units outstanding at end of period	2,224,320	2,512,614	2,172,969	1,532						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>										
(Fund first available during August 2003)										
Value at beginning of period	\$8.56	\$7.08	\$11.51	\$11.18	\$9.96	\$9.64	\$8.90	\$10.00		
Value at end of period	\$9.55	\$8.56	\$7.08	\$11.51	\$11.18	\$9.96	\$9.64	\$8.90		
Number of accumulation units outstanding at end of period	161,651	185,662	219,708	256,881	267,971	299,598	548,608	275,705		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.72	\$8.30	\$13.57	\$13.12	\$12.24	\$11.24	\$9.69	\$10.00		
Value at end of period	\$12.81	\$10.72	\$8.30	\$13.57	\$13.12	\$11.24	\$9.69	\$10.00		
Number of accumulation units outstanding at end of period	39,171	70,781	117,089	171,859	108,782	138,848	430,312			

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during June 2004)										
Value at beginning of period	\$10.07	\$8.23	\$12.63	\$13.75	\$12.33	\$11.69	\$10.25			
Value at end of period	\$12.12	\$10.07	\$8.23	\$12.63	\$13.75	\$12.33	\$11.69			
Number of accumulation units outstanding at end of period	22,717	31,227	43,054	86,144	116,901	147,078	345,339			
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.95	\$10.93	\$12.17	\$11.72	\$11.50	\$11.37	\$11.06	\$10.62	\$10.00	
Value at end of period	\$12.85	\$11.95	\$10.93	\$12.17	\$11.72	\$11.50	\$11.37	\$11.06	\$10.62	\$10.62
Number of accumulation units outstanding at end of period	519,722	557,196	570,876	646,304	443,958	453,906	447,751	277,417	218,867	218,867
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during August 2008)										
Value at beginning of period	\$7.57	\$6.05	\$8.67							
Value at end of period	\$8.01	\$7.57	\$6.05							
Number of accumulation units outstanding at end of period	42,289	32,930	3,329							
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.74	\$13.26	\$26.50	\$22.33	\$18.50	\$16.32	\$14.20	\$9.62	\$10.00	\$10.00
Value at end of period	\$19.83	\$17.74	\$13.26	\$26.50	\$22.33	\$18.50	\$16.32	\$14.20	\$9.62	\$9.62
Number of accumulation units outstanding at end of period	60,512	66,899	83,967	99,108	21,247	20,849	20,499	19,367	3,627	3,627
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$31.02	\$18.43	\$38.57	\$28.40	\$21.30	\$16.12	\$13.94	\$9.70	\$10.00	\$10.00
Value at end of period	\$36.62	\$31.02	\$18.43	\$38.57	\$28.40	\$21.30	\$16.12	\$13.94	\$9.70	\$9.70
Number of accumulation units outstanding at end of period	35,735	38,973	39,422	43,313	47,056	42,323	39,905	26,375	504	504
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b> (Funds were first received in this option during June 2008)										
Value at beginning of period	\$8.51	\$6.89	\$9.89							
Value at end of period	\$10.28	\$8.51	\$6.89							
Number of accumulation units outstanding at end of period	63,348	46,439	16,589							
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$14.84	\$11.88	\$17.29	\$17.94	\$15.67	\$15.40	\$12.46	\$9.48	\$10.00	\$10.00
Value at end of period	\$18.44	\$14.84	\$11.88	\$17.29	\$17.94	\$15.67	\$15.40	\$12.46	\$9.48	\$9.48
Number of accumulation units outstanding at end of period	98,661	116,142	123,997	138,199	159,849	177,896	174,318	144,863	12,803	12,803
<b>ING LARGE CAP GROWTH PORTFOLIO</b> (Funds were first received in this option during April 2007)										
Value at beginning of period	\$12.01	\$8.60	\$12.09	\$11.58						
Value at end of period	\$13.46	\$12.01	\$8.60	\$12.09						
Number of accumulation units outstanding at end of period	0	0	5,099	5,514						
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b> (Fund first available during September 2003)										
Value at beginning of period	\$10.22	\$7.88	\$13.22	\$13.71	\$12.69	\$11.61				
Value at end of period	\$12.46	\$10.22	\$7.88	\$13.22	\$13.71	\$12.69				
Number of accumulation units outstanding at end of period	53,676	59,476	65,516	70,922	100,499	129,082				
<b>ING LIQUID ASSETS PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$10.31	\$10.46	\$10.41	\$10.11	\$9.85	\$9.77	\$9.86	\$9.98	\$10.00	\$10.00
Value at end of period	\$10.13	\$10.31	\$10.46	\$10.41	\$10.11	\$9.85	\$9.77	\$9.86	\$9.98	\$9.98
Number of accumulation units outstanding at end of period	122,732	134,287	257,756	112,115	117,797	130,441	115,992	138,372	65,112	65,112

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$11.97	\$10.28	\$16.51	\$16.16	\$14.02	\$13.54	\$12.55	\$9.75	\$10.00	
Value at end of period	\$13.77	\$11.97	\$10.28	\$16.51	\$16.16	\$14.02	\$13.54	\$12.55	\$9.75	\$10.00
Number of accumulation units outstanding at end of period	3,358	4,040	5,355	5,921	9,555	9,813	10,335	9,030	2,589	
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.82	\$10.13	\$17.30	\$15.45	\$15.00	\$14.05	\$12.73	\$9.76	\$10.00	
Value at end of period	\$15.07	\$12.82	\$10.13	\$17.30	\$15.45	\$15.00	\$14.05	\$12.73	\$9.76	\$10.00
Number of accumulation units outstanding at end of period	90,969	95,589	85,597	89,870	99,561	99,852	96,978	108,524	2,205	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.99	\$8.87	\$17.88	\$15.09	\$12.39	\$10.14				
Value at end of period	\$13.41	\$11.99	\$8.87	\$17.88	\$15.09	\$12.39				
Number of accumulation units outstanding at end of period	171,109	200,319	254,172	318,925	316,462	339,789				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.47	\$10.78	\$14.15	\$13.87	\$12.63	\$12.52	\$11.47	\$10.03	\$10.00	
Value at end of period	\$13.44	\$12.47	\$10.78	\$14.15	\$13.87	\$12.63	\$12.52	\$11.47	\$10.03	\$10.00
Number of accumulation units outstanding at end of period	190,498	205,467	222,422	246,295	308,300	275,398	287,530	262,128	42,679	
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.60	\$11.19	\$18.29	\$14.61	\$11.37	\$10.11				
Value at end of period	\$16.31	\$14.60	\$11.19	\$18.29	\$14.61	\$11.37				
Number of accumulation units outstanding at end of period	222,450	243,983	300,770	492,070	371,440	299,953				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$8.87	\$6.40	\$10.47	\$8.49	\$8.03	\$7.42	\$7.07			
Value at end of period	\$11.33	\$8.87	\$6.40	\$10.47	\$8.49	\$8.03	\$7.42			
Number of accumulation units outstanding at end of period	913,587	1,022,912	1,136,532	99,085	127,480	176,312	183,674			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.12	\$12.76	\$18.20	\$16.91	\$14.21	\$13.01	\$11.77	\$9.51	\$10.00	
Value at end of period	\$18.03	\$16.12	\$12.76	\$18.20	\$16.91	\$14.21	\$13.01	\$11.77	\$9.51	\$10.00
Number of accumulation units outstanding at end of period	189,818	204,362	263,311	287,724	297,137	307,508	286,451	256,082	26,238	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$9.75	\$8.33								
Value at end of period	\$10.31	\$9.75								
Number of accumulation units outstanding at end of period	17,685	7,857								
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$10.60	\$8.81								
Value at end of period	\$11.87	\$10.60								
Number of accumulation units outstanding at end of period	5,692	6,048								
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.54	\$8.43	\$14.41	\$13.79	\$11.94	\$11.08				
Value at end of period	\$13.13	\$11.54	\$8.43	\$14.41	\$13.79	\$11.94				
Number of accumulation units outstanding at end of period	48,642	57,061	63,473	53,080	49,426	14,539				

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.37	\$9.11	\$11.97	\$11.84	\$11.07	\$10.79				
Value at end of period	\$15.01	\$13.37	\$9.11	\$11.97	\$11.84	\$11.07				
Number of accumulation units outstanding at end of period	863,810	886,425	1,037,282	1,353,495	1,629,201	1,906,679				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.68	\$12.18	\$11.92	\$11.15	\$10.89	\$10.83	\$10.52	\$10.25	\$10.00	
Value at end of period	\$14.45	\$13.68	\$12.18	\$11.92	\$11.15	\$10.89	\$10.83	\$10.52	\$10.25	
Number of accumulation units outstanding at end of period	333,165	399,812	475,012	353,517	333,734	359,274	384,280	449,660	48,273	
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.15	\$8.32	\$12.97	\$12.57	\$10.95	\$10.48				
Value at end of period	\$11.55	\$10.15	\$8.32	\$12.97	\$12.57	\$10.95				
Number of accumulation units outstanding at end of period	124,360	153,889	167,298	198,883	212,294	238,162				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.05	\$8.17	\$12.44	\$12.00	\$10.87	\$10.04				
Value at end of period	\$11.65	\$10.05	\$8.17	\$12.44	\$12.00	\$10.87				
Number of accumulation units outstanding at end of period	924,260	1,113,811	1,217,638	892,352	1,051,006	1,230,020				
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.81	\$8.31								
Number of accumulation units outstanding at end of period	367,431	363,340								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.37	\$9.21								
Value at end of period	\$10.27	\$9.37								
Number of accumulation units outstanding at end of period	1,232,540	1,317,406								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.62	\$9.49								
Value at end of period	\$10.50	\$9.62								
Number of accumulation units outstanding at end of period	667,671	746,997								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$10.60	\$9.85								
Number of accumulation units outstanding at end of period	916,906	958,263								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.66	\$9.95								
Value at end of period	\$13.99	\$12.66								
Number of accumulation units outstanding at end of period	369,472	419,483								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.12	\$6.69	\$10.28							
Value at end of period	\$8.94	\$8.12	\$6.69							
Number of accumulation units outstanding at end of period	998,454	1,134,062	38,475							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b> (Funds were first received in this option during June 2009)										
Value at beginning of period	\$12.48	\$10.85								
Value at end of period	\$13.63	\$12.48								
Number of accumulation units outstanding at end of period	1,463	1,930								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.96	\$10.40								
Value at end of period	\$16.03	\$12.96								
Number of accumulation units outstanding at end of period	415,384	463,277								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.39	\$6.11	\$10.64							
Value at end of period	\$10.30	\$8.39	\$6.11							
Number of accumulation units outstanding at end of period	78,462	47,716	20,592							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.63	\$6.95	\$10.16							
Value at end of period	\$10.69	\$8.63	\$6.95							
Number of accumulation units outstanding at end of period	186,026	156,359	190,367							
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.09	\$5.52	\$8.60	\$7.97	\$7.22	\$6.75	\$6.25	\$4.59	\$8.31	\$10.00
Value at end of period	\$9.20	\$7.09	\$5.52	\$8.60	\$7.97	\$7.22	\$6.75	\$6.25	\$4.59	\$8.31
Number of accumulation units outstanding at end of period	286,727	320,361	376,713	459,626	564,312	678,759	812,724	952,613	454,391	79,268
<b>ING SMALL COMPANY PORTFOLIO</b> (Funds were first received in this option during June 2008)										
Value at beginning of period	\$8.91	\$7.13	\$9.79							
Value at end of period	\$10.86	\$8.91	\$7.13							
Number of accumulation units outstanding at end of period	44,468	65,135	49,665							
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$15.90	\$12.16	\$17.11	\$16.70	\$14.85	\$14.05	\$12.27	\$10.00	\$10.00	\$10.00
Value at end of period	\$17.78	\$15.90	\$12.16	\$17.11	\$16.70	\$14.85	\$14.05	\$12.27	\$10.00	\$10.00
Number of accumulation units outstanding at end of period	445,947	484,547	546,351	600,017	695,419	733,570	697,270	511,449	51,408	51,408
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.66	\$10.33	\$16.37	\$16.18	\$13.85	\$13.59	\$12.07	\$9.82	\$10.00	\$10.00
Value at end of period	\$14.27	\$12.66	\$10.33	\$16.37	\$16.18	\$13.85	\$13.59	\$12.07	\$9.82	\$9.82
Number of accumulation units outstanding at end of period	98,445	113,260	166,366	174,077	189,902	213,812	223,333	208,905	21,139	21,139
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during June 2007)										
Value at beginning of period	\$8.05	\$5.75	\$10.15	\$10.11						
Value at end of period	\$9.23	\$8.05	\$5.75	\$10.15						
Number of accumulation units outstanding at end of period	109,783	80,480	16,757	9,218						
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.55	\$7.37	\$12.63	\$11.16	\$10.02					
Value at end of period	\$10.18	\$9.55	\$7.37	\$12.63	\$11.16					
Number of accumulation units outstanding at end of period	138,277	140,510	133,335	68,022	10,499					



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$14.83	\$11.43	\$19.31	\$19.21	\$16.06	\$14.89	\$13.70	\$10.23	\$10.00	
Value at end of period	\$15.67	\$14.83	\$11.43	\$19.31	\$19.21	\$16.06	\$14.89	\$13.70	\$10.23	\$10.00
Number of accumulation units outstanding at end of period	31,344	31,489	32,062	32,592	38,440	42,916	44,546	34,405	3,121	
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during October 2006)										
Value at beginning of period	\$10.02	\$7.07	\$11.97	\$11.39	\$10.57					
Value at end of period	\$10.95	\$10.02	\$7.07	\$11.97	\$11.39					
Number of accumulation units outstanding at end of period	4,173	4,261	4,318	5,437	4,321					
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during August 2008)										
Value at beginning of period	\$10.55	\$10.17	\$9.82							
Value at end of period	\$10.98	\$10.55	\$10.17							
Number of accumulation units outstanding at end of period	212,507	223,479	374,087							
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)										
Value at beginning of period	\$9.47	\$7.33	\$12.43	\$12.53	\$11.16	\$10.77				
Value at end of period	\$10.51	\$9.47	\$7.33	\$12.43	\$12.53	\$11.16				
Number of accumulation units outstanding at end of period	4,046	4,589	4,610	6,458	13,639	30,728				
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$10.60	\$8.39	\$13.44	\$14.00	\$12.30	\$12.10	\$10.55	\$8.28	\$10.00	
Value at end of period	\$11.99	\$10.60	\$8.39	\$13.44	\$14.00	\$12.30	\$12.10	\$10.55	\$8.28	
Number of accumulation units outstanding at end of period	359,615	378,272	415,402	485,537	527,949	578,971	733,524	589,925	29,823	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during July 2005)										
Value at beginning of period	\$10.96	\$9.12	\$12.14	\$11.96	\$10.83	\$10.35				
Value at end of period	\$12.07	\$10.96	\$9.12	\$12.14	\$11.96	\$10.83				
Number of accumulation units outstanding at end of period	188,722	222,360	306,848	94,763	108,471	56,894				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$13.73	\$11.29	\$16.98	\$16.87	\$14.83	\$13.73	\$12.27	\$9.78	\$10.00	
Value at end of period	\$15.15	\$13.73	\$11.29	\$16.98	\$16.87	\$14.83	\$13.73	\$12.27	\$9.78	
Number of accumulation units outstanding at end of period	253,103	274,326	312,589	361,257	379,777	445,770	470,456	455,684	20,751	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.58	\$8.97	\$12.79	\$12.00	\$10.72	\$9.87				
Value at end of period	\$11.12	\$10.58	\$8.97	\$12.79	\$12.00	\$10.72				
Number of accumulation units outstanding at end of period	280,367	322,322	365,994	401,785	496,922	518,299				
<b>ING WELLS FARGO SMALL CAP DISCIPLINED PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$9.06	\$7.11	\$10.78	\$11.41	\$10.71					
Value at end of period		\$9.06	\$7.11	\$10.78	\$11.41					
Number of accumulation units outstanding at end of period	0	0	0	734	14,501					
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b> (Funds were first received in this option during January 2008)										
Value at beginning of period	\$7.73	\$6.06	\$9.95							
Value at end of period	\$8.04	\$7.73	\$6.06							
Number of accumulation units outstanding at end of period	38,074	36,994	51,243							

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>INVESTCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.03	\$7.69	\$13.73	\$14.10	\$11.51	\$11.86	\$10.64	\$8.42	\$10.00	\$10.00
Value at end of period	\$12.01	\$10.03	\$7.69	\$13.73	\$14.10	\$11.51	\$11.86	\$10.64	\$8.42	\$8.87
Number of accumulation units outstanding at end of period	86,531	100,598	109,828	123,832	161,708	203,281	255,487	231,095	41,608	27,580
<b>PROFUND VP BULL</b>										
Value at beginning of period	\$7.50	\$6.14	\$10.03	\$9.86	\$8.83	\$8.74	\$8.18	\$6.63	\$8.87	\$10.00
Value at end of period	\$8.30	\$7.50	\$6.14	\$10.03	\$9.86	\$8.83	\$8.74	\$8.18	\$6.63	\$8.87
Number of accumulation units outstanding at end of period	67,290	71,655	77,466	102,754	215,771	304,922	518,311	467,546	185,752	27,580
<b>PROFUND VP EUROPE 30</b>										
Value at beginning of period	\$9.09	\$6.99	\$12.71	\$11.29	\$9.78	\$9.21	\$8.20	\$6.02	\$8.25	\$10.00
Value at end of period	\$9.17	\$9.09	\$6.99	\$12.71	\$11.29	\$9.78	\$9.21	\$8.20	\$6.02	\$8.25
Number of accumulation units outstanding at end of period	41,583	47,001	51,597	69,260	148,846	186,919	140,140	190,714	105,639	38,959
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.91	\$4.55	\$7.47	\$8.02	\$7.41	\$8.19	\$9.35	\$10.00		
Value at end of period	\$4.88	\$5.91	\$4.55	\$7.47	\$8.02	\$7.41	\$8.19	\$9.35		
Number of accumulation units outstanding at end of period	25,407	24,973	26,319	32,185	61,675	193,952	282,310	74,879		

## Separate Account Annual Charges of 1.80%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.46	\$7.97	\$10.04			
Value at end of period	\$10.20	\$9.46	\$7.97			
Number of accumulation units outstanding at end of period	4,848,084	6,969,529	2,906,934			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b>						
(Fund first available during November 2003)						
Value at beginning of period	\$16.72	\$13.62	\$19.31	\$20.19	\$17.22	\$16.63
Value at end of period	\$20.77	\$16.72	\$13.62	\$19.31	\$20.19	\$17.22
Number of accumulation units outstanding at end of period	373,935	421,323	490,206	635,853	883,123	1,123,510
<b>FIDELITY@ VIP CONTRAFUND@ PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$13.23	\$9.95	\$17.68	\$15.35	\$14.03	\$12.24
Value at end of period	\$15.20	\$13.23	\$9.95	\$17.68	\$15.35	\$14.03
Number of accumulation units outstanding at end of period	2,816,261	3,266,422	3,901,938	3,429,987	2,418,016	1,399,642
<b>FIDELITY@ VIP EQUITY-INCOME PORTFOLIO</b>						
(Fund first available during November 2001)						
Value at beginning of period	\$9.45	\$7.41	\$13.19	\$13.26	\$11.26	\$10.86
Value at end of period	\$10.66	\$9.45	\$7.41	\$13.19	\$13.26	\$11.26
Number of accumulation units outstanding at end of period	910,073	1,046,724	1,236,481	1,644,617	1,865,881	1,488,441

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.69	\$7.17	\$9.96			
Value at end of period	\$9.55	\$8.69	\$7.17			
Number of accumulation units outstanding at end of period	1,325,090	1,225,465	984,329			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during January 2008)						
Value at beginning of period	\$9.71	\$8.81	\$10.01			
Value at end of period	\$10.11	\$9.71	\$8.81			
Number of accumulation units outstanding at end of period	3,074,339	3,127,659	1,643,859			
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.00	\$8.58	\$14.13	\$13.77	\$12.24	\$11.83
Value at end of period	\$11.97	\$11.00	\$8.58	\$14.13	\$13.77	\$12.24
Number of accumulation units outstanding at end of period	5,370,763	5,913,595	6,229,254	6,176,038	5,052,756	3,869,182
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.82	\$8.68	\$15.86	\$14.45	\$13.42	\$11.82
Value at end of period	\$13.70	\$11.82	\$8.68	\$15.86	\$14.45	\$13.42
Number of accumulation units outstanding at end of period	7,734,697	8,430,744	8,891,894	8,337,206	6,955,941	5,322,761
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.28	\$12.36	\$21.88	\$18.66	\$16.05	\$13.52
Value at end of period	\$18.10	\$17.28	\$12.36	\$21.88	\$18.66	\$16.05
Number of accumulation units outstanding at end of period	3,947,550	4,416,575	4,068,747	4,171,265	3,422,931	2,431,609
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$12.00	\$9.07	\$9.48			
Value at end of period	\$13.28	\$12.00	\$9.07			
Number of accumulation units outstanding at end of period	2,687,618	691,774	55,276			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$11.16	\$9.47	\$17.13	\$15.01	\$11.84	\$10.13
Value at end of period	\$11.70	\$11.16	\$9.47	\$17.13	\$15.01	\$11.84
Number of accumulation units outstanding at end of period	5,146	5,343	6,526	5,864	5,807	3,227
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.91	\$7.47	\$12.94	\$12.42	\$10.97	\$10.02
Value at end of period	\$12.31	\$9.91	\$7.47	\$12.94	\$12.42	\$10.97
Number of accumulation units outstanding at end of period	1,752,103	1,928,884	1,662,196	1,404,432	930,874	428,655
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.55	\$9.87				
Value at end of period	\$10.93	\$10.55				
Number of accumulation units outstanding at end of period	1,388,091	1,262,403				
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during November 2006)						
Value at beginning of period	\$9.89	\$7.73	\$12.92	\$12.33	\$11.72	
Value at end of period	\$11.01	\$9.89	\$7.73	\$12.92	\$12.33	
Number of accumulation units outstanding at end of period	827,960	798,930	881,147	947,230	944,396	

Opportunities

CFI 50

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$8.65	\$7.82	\$12.33	\$12.06	\$10.57	\$10.24
Value at end of period	\$9.42	\$8.65	\$7.82	\$12.33	\$12.06	\$10.57
Number of accumulation units outstanding at end of period	1,086	1,099	1,639	1,720	1,734	2,661
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.72	\$6.48	\$9.99			
Value at end of period	\$11.28	\$9.72	\$6.48			
Number of accumulation units outstanding at end of period	1,481,272	1,517,674	917,208			
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$9.30	\$7.10	\$12.33	\$13.56	\$11.04	
Value at end of period	\$10.57	\$9.30	\$7.10	\$12.33	\$13.56	
Number of accumulation units outstanding at end of period	1,671	1,691	1,717	1,736	393,066	
<b>ING CLARION REAL ESTATE PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$10.22	\$7.67	\$12.72	\$15.77	\$11.69	\$9.56
Value at end of period	\$12.82	\$10.22	\$7.67	\$12.72	\$15.77	\$11.69
Number of accumulation units outstanding at end of period	1,962	2,339	3,496	3,585	6,425	6,925
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$8.04	\$6.56	\$10.14	\$10.03	\$10.05	
Value at end of period	\$9.89	\$8.04	\$6.56	\$10.14	\$10.03	
Number of accumulation units outstanding at end of period	1,137,911	1,385,994	1,404,795	1,243,597	705,941	
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>						
(Fund first available during December 2005)						
Value at beginning of period	\$8.74	\$6.76	\$11.33	\$11.08	\$9.91	\$9.96
Value at end of period	\$9.62	\$8.74	\$6.76	\$11.33	\$11.08	\$9.91
Number of accumulation units outstanding at end of period	1,614,112	1,850,971	1,749,544	1,154,958	673,675	19,330
<b>ING DFA WORLD EQUITY PORTFOLIO</b>						
(Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.95	\$5.81	\$10.39	\$10.00		
Value at end of period	\$8.52	\$6.95	\$5.81	\$10.39		
Number of accumulation units outstanding at end of period	1,762,473	1,012,575	1,114,370	688,897		
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>						
(Fund first available during September 2006)						
Value at beginning of period	\$11.85	\$8.68	\$14.55	\$12.97	\$12.51	
Value at end of period	\$14.92	\$11.85	\$8.68	\$14.55	\$12.97	
Number of accumulation units outstanding at end of period	351	262	265	268	271	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>						
(Funds were first received in this option during April 2007)						
Value at beginning of period	\$9.00	\$7.24	\$11.85	\$12.42		
Value at end of period	\$9.86	\$9.00	\$7.24	\$11.85		
Number of accumulation units outstanding at end of period	1,182,069	1,066,361	1,218,514	1,167,086		
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.74	\$6.05	\$9.58	\$10.00		
Value at end of period	\$8.42	\$7.74	\$6.05	\$9.58		
Number of accumulation units outstanding at end of period	3,789,489	4,333,267	5,261,646	3,338,384		

Opportunities

CFI 51

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING GLOBAL RESOURCES PORTFOLIO</b>						
(Fund first available during August 2005)						
Value at beginning of period	\$16.99	\$12.60	\$21.79	\$16.67	\$14.01	\$12.25
Value at end of period	\$20.26	\$16.99	\$12.60	\$21.79	\$16.67	\$14.01
Number of accumulation units outstanding at end of period	1,093	1,110	1,128	1,138	1,318	213
<b>ING GROWTH AND INCOME PORTFOLIO</b>						
(Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.76	\$6.07	\$9.95	\$9.83		
Value at end of period	\$8.67	\$7.76	\$6.07	\$9.95		
Number of accumulation units outstanding at end of period	4,737,771	5,220,432	4,115,316	1,105		
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>						
(Fund first available during August 2003)						
Value at beginning of period	\$8.52	\$7.05	\$11.47	\$11.15	\$9.94	\$9.62
Value at end of period	\$9.51	\$8.52	\$7.05	\$11.47	\$11.15	\$9.94
Number of accumulation units outstanding at end of period	1,294,912	1,391,986	1,763,254	1,814,201	1,154,154	1,190,341
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$12.00	\$9.29	\$15.20	\$14.70	\$13.72	\$12.60
Value at end of period	\$14.32	\$12.00	\$9.29	\$15.20	\$14.70	\$13.72
Number of accumulation units outstanding at end of period	573,103	628,781	813,645	979,846	799,019	577,024
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>						
(Fund first available during June 2004)						
Value at beginning of period	\$11.74	\$9.60	\$14.74	\$16.05	\$14.40	\$13.66
Value at end of period	\$14.12	\$11.74	\$9.60	\$14.74	\$16.05	\$14.40
Number of accumulation units outstanding at end of period	594,432	638,276	778,310	868,470	986,086	572,793
<b>ING INTERMEDIATE BOND PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$11.90	\$10.89	\$12.14	\$11.70	\$11.48	\$11.35
Value at end of period	\$12.80	\$11.90	\$10.89	\$12.14	\$11.70	\$11.48
Number of accumulation units outstanding at end of period	6,019,746	6,442,678	6,841,165	6,989,870	4,238,741	2,290,174
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.57	\$6.05	\$10.23			
Value at end of period	\$8.00	\$7.57	\$6.05			
Number of accumulation units outstanding at end of period	391,365	619,576	47,456			
<b>ING JANUS CONTRARIAN PORTFOLIO</b>						
(Funds were first received in this option during April 2007)						
Value at beginning of period	\$11.12	\$8.31	\$16.62	\$15.96		
Value at end of period	\$12.42	\$11.12	\$8.31	\$16.62		
Number of accumulation units outstanding at end of period	5,408	5,496	5,638	5,203		
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$20.43	\$12.15	\$25.43	\$18.73	\$14.06	\$10.95
Value at end of period	\$24.11	\$20.43	\$12.15	\$25.43	\$18.73	\$14.06
Number of accumulation units outstanding at end of period	5,816	6,474	6,576	7,630	8,384	6,282
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>						
(Fund first available during April 2007)						
Value at beginning of period	\$13.73	\$11.13	\$16.93	\$16.84	\$14.72	\$13.82
Value at end of period	\$16.58	\$13.73	\$11.13	\$16.93	\$16.84	\$14.72
Number of accumulation units outstanding at end of period	357,238	182,345	132,504	16,585	24,037	28,793

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$9.82	\$7.87	\$11.46	\$11.89	\$10.40	\$9.86
Value at end of period	\$12.20	\$9.82	\$7.87	\$11.46	\$11.89	\$10.40
Number of accumulation units outstanding at end of period	4,702	4,793	5,396	5,492	5,718	3,904
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$10.18	\$7.86	\$13.19	\$13.69	\$12.67	\$11.61
Value at end of period	\$12.41	\$10.18	\$7.86	\$13.19	\$13.69	\$12.67
Number of accumulation units outstanding at end of period	462,521	512,068	555,555	597,343	586,454	554,505
<b>ING LIQUID ASSETS PORTFOLIO</b>						
(Fund first available during October 2005)						
Value at beginning of period	\$10.53	\$10.69	\$10.64	\$10.34	\$10.08	\$10.04
Value at end of period	\$10.34	\$10.53	\$10.69	\$10.64	\$10.34	\$10.08
Number of accumulation units outstanding at end of period	6,466	6,396	6,198	7,512	6,932	6,524
<b>ING MARSICO GROWTH PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$9.23	\$7.29	\$12.46	\$11.13	\$10.82	\$9.78
Value at end of period	\$10.83	\$9.23	\$7.29	\$12.46	\$11.13	\$10.82
Number of accumulation units outstanding at end of period	4,974	5,098	5,189	4,960	5,215	5,429
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$11.96	\$8.85	\$17.86	\$15.08	\$12.38	\$10.02
Value at end of period	\$13.37	\$11.96	\$8.85	\$17.86	\$15.08	\$12.38
Number of accumulation units outstanding at end of period	901,392	1,037,305	1,373,994	1,510,517	1,142,975	901,211
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.04	\$8.69	\$11.41	\$11.19	\$10.19	\$9.92
Value at end of period	\$10.82	\$10.04	\$8.69	\$11.41	\$10.19	\$10.19
Number of accumulation units outstanding at end of period	15,811	15,979	16,490	13,252	12,190	4,286
<b>ING MFS UTILITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$14.57	\$11.17	\$18.26	\$14.60	\$11.37	\$10.14
Value at end of period	\$16.26	\$14.57	\$11.17	\$18.26	\$14.60	\$11.37
Number of accumulation units outstanding at end of period	1,559,566	1,755,807	2,056,677	2,306,877	1,533,268	997,079
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during April 2004)						
Value at beginning of period	\$8.84	\$6.38	\$10.43	\$8.47	\$8.01	\$7.41
Value at end of period	\$11.28	\$8.84	\$6.38	\$10.43	\$8.47	\$8.01
Number of accumulation units outstanding at end of period	2,888,373	2,685,458	2,730,320	218,989	263,523	307,230
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$12.62	\$10.00	\$14.27	\$13.26	\$11.15	\$10.05
Value at end of period	\$14.11	\$12.62	\$10.00	\$14.27	\$13.26	\$11.15
Number of accumulation units outstanding at end of period	8,795	8,900	10,783	11,011	10,248	11,021
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.74	\$8.56	\$9.22			
Value at end of period	\$10.30	\$9.74	\$8.56			
Number of accumulation units outstanding at end of period	431,814	196,937	27,689			

Opportunities

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.59	\$8.43	\$9.28			
Value at end of period	\$11.86	\$10.59	\$8.43			
Number of accumulation units outstanding at end of period	354,568	128,611	18,159			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$13.00	\$9.50	\$16.26	\$15.57	\$13.48	\$12.12
Value at end of period	\$14.79	\$13.00	\$9.50	\$16.26	\$15.57	\$13.48
Number of accumulation units outstanding at end of period	343,403	400,384	526,642	522,373	475,907	134,955
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$13.33	\$9.09	\$11.95	\$11.83	\$11.06	\$10.79
Value at end of period	\$14.96	\$13.33	\$9.09	\$11.95	\$11.83	\$11.06
Number of accumulation units outstanding at end of period	2,614,587	2,426,606	2,840,103	3,904,787	4,721,058	4,992,196
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$12.59	\$11.22	\$10.98	\$10.28	\$10.04	\$9.97
Value at end of period	\$13.30	\$12.59	\$11.22	\$10.98	\$10.28	\$10.04
Number of accumulation units outstanding at end of period	5,113	5,130	3,742	963	954	606
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.12	\$8.30	\$12.95	\$12.56	\$10.95	\$10.22
Value at end of period	\$11.52	\$10.12	\$8.30	\$12.95	\$12.56	\$10.95
Number of accumulation units outstanding at end of period	262,745	317,218	362,301	513,440	571,205	547,803
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.03	\$8.16	\$12.42	\$11.99	\$10.87	\$10.07
Value at end of period	\$11.61	\$10.03	\$8.16	\$12.42	\$11.99	\$10.87
Number of accumulation units outstanding at end of period	3,113,938	3,455,151	3,832,716	3,116,838	3,098,485	3,271,699
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.80	\$8.31				
Number of accumulation units outstanding at end of period	2,875,864	2,703,689				
<b>ING RETIREMENT GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.26	\$9.36				
Number of accumulation units outstanding at end of period	25,710,826	27,999,679				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.49	\$9.62				
Number of accumulation units outstanding at end of period	13,847,272	14,888,749				
<b>ING RETIREMENT MODERATE PORTFOLIO</b>						
(Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.60	\$9.85				
Number of accumulation units outstanding at end of period	8,948,023	9,835,817				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.65	\$9.99				
Value at end of period	\$13.97	\$12.65				
Number of accumulation units outstanding at end of period	621,152	723,428				
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.11	\$6.69	\$10.26			
Value at end of period	\$8.92	\$8.11	\$6.69			
Number of accumulation units outstanding at end of period	2,936,570	3,311,747	70,825			
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.47	\$10.35				
Value at end of period	\$13.61	\$12.47				
Number of accumulation units outstanding at end of period	224,171	118,763				
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.96	\$10.34				
Value at end of period	\$16.01	\$12.96				
Number of accumulation units outstanding at end of period	1,252,894	1,184,289				
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.39	\$6.11	\$10.36			
Value at end of period	\$10.29	\$8.39	\$6.11			
Number of accumulation units outstanding at end of period	674,522	678,895	178,288			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.63	\$6.95	\$10.06			
Value at end of period	\$10.68	\$8.63	\$6.95			
Number of accumulation units outstanding at end of period	1,054,400	769,485	523,436			
<b>ING SMALL CAP OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.06	\$5.50	\$8.57	\$7.94	\$7.20	\$6.73
Value at end of period	\$9.16	\$7.06	\$5.50	\$8.57	\$7.94	\$7.20
Number of accumulation units outstanding at end of period	580,520	644,943	732,042	939,894	1,367,397	1,411,612
<b>ING SMALL COMPANY PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.91	\$7.13	\$10.05			
Value at end of period	\$10.85	\$8.91	\$7.13			
Number of accumulation units outstanding at end of period	494,420	417,162	703,123			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$11.45	\$8.77	\$12.34	\$12.05	\$10.72	\$9.86
Value at end of period	\$12.81	\$11.45	\$8.77	\$12.34	\$12.05	\$10.72
Number of accumulation units outstanding at end of period	4,101	4,565	5,344	9,692	8,932	9,105
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>						
(Funds were first received in this option during July 2010)						
Value at beginning of period	\$9.11					
Value at end of period	\$10.67					
Number of accumulation units outstanding at end of period	344					



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b> (Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.04	\$5.74	\$10.15	\$10.10		
Value at end of period	\$9.21	\$8.04	\$5.74	\$10.15		
Number of accumulation units outstanding at end of period	604,139	674,879	195,992	158,947		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.53	\$7.36	\$12.62	\$11.15	\$10.30	
Value at end of period	\$10.16	\$9.53	\$7.36	\$12.62	\$11.15	
Number of accumulation units outstanding at end of period	1,654,953	1,636,070	1,372,927	736,724	278,154	
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.18	\$7.85	\$13.27	\$13.21	\$11.05	\$9.71
Value at end of period	\$10.75	\$10.18	\$7.85	\$13.27	\$13.21	\$11.05
Number of accumulation units outstanding at end of period	5,020	5,071	5,127	5,175	5,214	5,253
<b>ING THORNBURG VALUE PORTFOLIO</b> (Funds were first received in this option during August 2006)						
Value at beginning of period	\$10.01	\$7.06	\$11.96	\$11.39	\$10.03	
Value at end of period	\$10.92	\$10.01	\$7.06	\$11.96	\$11.39	
Number of accumulation units outstanding at end of period	39,166	42,576	48,574	70,916	36,474	
<b>ING U.S. BOND INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.54	\$10.17	\$9.99			
Value at end of period	\$10.96	\$10.54	\$10.17			
Number of accumulation units outstanding at end of period	1,315,740	1,307,591	927,557			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.10	\$7.82	\$13.27	\$13.39	\$11.93	\$11.21
Value at end of period	\$11.21	\$10.10	\$7.82	\$13.27	\$13.39	\$11.93
Number of accumulation units outstanding at end of period	29,620	33,028	35,559	51,489	97,176	19,477
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b> (Fund first available during May 2002)						
Value at beginning of period	\$10.55	\$8.36	\$13.41	\$13.97	\$12.28	\$12.08
Value at end of period	\$11.93	\$10.55	\$8.36	\$13.41	\$13.97	\$12.28
Number of accumulation units outstanding at end of period	755,522	443,853	451,445	438,690	316,783	271,921
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.94	\$9.10	\$12.12	\$11.95	\$10.83	\$10.16
Value at end of period	\$12.03	\$10.94	\$9.10	\$12.12	\$11.95	\$10.83
Number of accumulation units outstanding at end of period	1,123,219	979,826	1,330,884	454,672	212,735	247,764
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$10.17	\$8.37	\$12.60	\$12.52	\$11.01	\$9.85
Value at end of period	\$11.22	\$10.17	\$8.37	\$12.60	\$12.52	\$11.01
Number of accumulation units outstanding at end of period	11,479	13,390	13,899	14,225	14,225	14,767
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$10.55	\$8.94	\$12.77	\$11.98	\$10.71	\$9.88
Value at end of period	\$11.08	\$10.55	\$8.94	\$12.77	\$11.98	\$10.71
Number of accumulation units outstanding at end of period	881,629	1,036,251	1,358,965	1,188,199	1,155,987	1,100,939

## Condensed Financial Information (continued)

### ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX

#### PORTFOLIO

(Funds were first received in this option during January 2008)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### INVESTCO V.I. LEISURE FUND

(Fund first available during May 2002)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### PROFUND VP BULL

(Fund first available during May 2001)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### PROFUND VP EUROPE 30

(Fund first available during May 2001)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### PROFUND VP RISING RATES OPPORTUNITY

(Fund first available during October 2003)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Value at beginning of period	\$7.73	\$6.05	\$9.95			
Value at end of period	\$8.03	\$7.73	\$6.05			
Number of accumulation units outstanding at end of period	1,372,236	1,557,832	996,625			
Value at beginning of period	\$9.99	\$7.66	\$13.69	\$14.06	\$11.49	\$11.84
Value at end of period	\$11.95	\$9.99	\$7.66	\$13.69	\$14.06	\$11.49
Number of accumulation units outstanding at end of period	118,821	139,559	178,445	230,164	269,235	352,163
Value at beginning of period	\$7.47	\$6.12	\$9.99	\$9.83	\$8.81	\$8.73
Value at end of period	\$8.26	\$7.47	\$6.12	\$9.99	\$9.83	\$8.81
Number of accumulation units outstanding at end of period	130,992	149,993	169,003	252,067	433,675	743,586
Value at beginning of period	\$9.05	\$6.97	\$12.67	\$11.26	\$9.76	\$9.19
Value at end of period	\$9.12	\$9.05	\$6.97	\$12.67	\$11.26	\$9.76
Number of accumulation units outstanding at end of period	54,520	58,519	74,237	87,075	125,928	237,235
Value at beginning of period	\$5.89	\$4.54	\$7.45	\$8.01	\$7.40	\$8.18
Value at end of period	\$4.86	\$5.89	\$4.54	\$7.45	\$8.01	\$7.40
Number of accumulation units outstanding at end of period	130,604	152,633	175,733	310,053	513,019	425,290

### Separate Account Annual Charges of 1.85%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Value at beginning of period	\$9.45	\$7.97	\$10.08							
Value at end of period	\$10.19	\$9.45	\$7.97							
Number of accumulation units outstanding at end of period	2,659,829	2,289,265	1,238,981							
Value at beginning of period	\$16.67	\$13.58	\$19.26	\$20.15	\$17.20	\$16.61	\$13.81	\$10.00		
Value at end of period	\$20.69	\$16.67	\$13.58	\$19.26	\$20.15	\$17.20	\$16.61	\$13.81		
Number of accumulation units outstanding at end of period	759,123	874,057	1,007,369	1,276,341	1,483,586	1,875,440	1,860,639	288,410		
Value at beginning of period	\$11.62	\$8.74	\$15.54	\$13.50	\$12.34	\$10.78				
Value at end of period	\$13.34	\$11.62	\$8.74	\$15.54	\$13.50	\$12.34				
Number of accumulation units outstanding at end of period	1,254,174	1,489,027	1,602,259	1,486,370	1,267,701	778,454				

#### BLACKROCK GLOBAL ALLOCATION V.I. FUND

(Funds were first received in this option during April 2008)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### COLUMBIA SMALL CAP VALUE FUND VS

(Fund first available during November 2003)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

#### FIDELITY® VIP CONTRAFUND® PORTFOLIO

(Fund first available during May 2005)

Value at beginning of period  
Value at end of period  
Number of accumulation units outstanding at end of period

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b>										
Value at beginning of period	\$9.41	\$7.38	\$13.15	\$13.23	\$11.24	\$10.84	\$9.93	\$7.78	\$9.57	\$10.00
Value at end of period	\$10.61	\$9.41	\$7.38	\$13.15	\$13.23	\$11.24	\$10.84	\$9.93	\$7.78	\$9.57
Number of accumulation units outstanding at end of period	1,090,666	1,195,771	1,385,760	1,648,785	1,880,927	2,040,316	2,147,646	1,139,372	70,754	0
(Funds were first received in this option during May 2008)										
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b>										
Value at beginning of period	\$8.68	\$7.17	\$10.05							
Value at end of period	\$9.54	\$8.68	\$7.17							
Number of accumulation units outstanding at end of period	789,390	788,152	614,587							
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b>										
Value at beginning of period	\$9.70	\$8.81	\$10.01							
Value at end of period	\$10.10	\$9.70	\$8.81							
Number of accumulation units outstanding at end of period	1,236,491	1,264,545	779,965							
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b>										
Value at beginning of period	\$10.96	\$8.55	\$14.10	\$13.75	\$12.22	\$11.82	\$10.97	\$10.00		
Value at end of period	\$11.93	\$10.96	\$8.55	\$14.10	\$13.75	\$12.22	\$11.82	\$10.97		
Number of accumulation units outstanding at end of period	4,924,284	5,386,838	5,697,061	6,032,133	6,420,728	7,151,073	6,845,978	563,173		
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b>										
Value at beginning of period	\$11.78	\$8.65	\$15.83	\$14.43	\$13.41	\$11.81	\$10.76	\$10.00		
Value at end of period	\$13.65	\$11.78	\$8.65	\$15.83	\$14.43	\$13.41	\$11.81	\$10.76		
Number of accumulation units outstanding at end of period	7,652,669	8,525,478	9,047,366	9,238,418	9,928,969	10,461,932	9,623,914	911,850		
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b>										
Value at beginning of period	\$17.22	\$12.33	\$21.83	\$18.63	\$16.03	\$13.51	\$11.60	\$10.00		
Value at end of period	\$18.03	\$17.22	\$12.33	\$21.83	\$18.63	\$16.03	\$13.51	\$11.60		
Number of accumulation units outstanding at end of period	2,760,607	2,933,889	2,964,726	3,112,536	3,154,918	3,093,402	2,651,973	255,174		
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b>										
Value at beginning of period	\$11.99	\$9.07	\$8.48							
Value at end of period	\$13.26	\$11.99	\$9.07							
Number of accumulation units outstanding at end of period	193,520	159,356	7,623							
<b>ING ARTIO FOREIGN PORTFOLIO</b>										
Value at beginning of period	\$15.38	\$13.06	\$23.63	\$20.72	\$16.35	\$14.47	\$12.52	\$9.74	\$10.00	
Value at end of period	\$16.12	\$15.38	\$13.06	\$23.63	\$20.72	\$16.35	\$14.47	\$12.52	\$9.74	
Number of accumulation units outstanding at end of period	782,919	850,172	741,866	776,064	781,895	724,745	641,028	98,782	3,747	
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b>										
Value at beginning of period	\$9.89	\$7.45	\$12.92	\$12.41	\$10.97	\$9.90				
Value at end of period	\$12.28	\$9.89	\$7.45	\$12.92	\$12.41	\$9.90				
Number of accumulation units outstanding at end of period	616,566	720,914	\$18,944	377,326	306,935	177,512				
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b>										
Value at beginning of period	\$10.55	\$9.87								
Value at end of period	\$10.92	\$10.55								
Number of accumulation units outstanding at end of period	692,595	241,705								

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during November 2006)										
Value at beginning of period	\$9.85	\$7.71	\$12.89	\$12.30	\$11.70					
Value at end of period	\$10.96	\$9.85	\$7.71	\$12.89	\$12.30					
Number of accumulation units outstanding at end of period	687,936	878,277	771,755	882,135	1,039,480					
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$12.04	\$10.89	\$17.18	\$16.81	\$14.74	\$14.29	\$13.07	\$10.16	\$10.00	
Value at end of period	\$13.11	\$12.04	\$10.89	\$17.18	\$16.81	\$14.74	\$14.29	\$13.07	\$10.16	
Number of accumulation units outstanding at end of period	44,208	49,096	52,845	75,598	92,744	69,924	80,233	30,187	3,259	
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)										
Value at beginning of period	\$9.71	\$6.48	\$9.99							
Value at end of period	\$11.26	\$9.71	\$6.48							
Number of accumulation units outstanding at end of period	871,634	913,440	683,676							
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.28	\$7.09	\$12.32	\$13.56	\$11.42					
Value at end of period	\$10.54	\$9.28	\$7.09	\$12.32	\$13.56					
Number of accumulation units outstanding at end of period	43,458	53,511	51,879	34,113	110,050					
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.48	\$13.12	\$21.78	\$27.02	\$20.03	\$17.50	\$12.96	\$9.60	\$10.00	
Value at end of period	\$21.92	\$17.48	\$13.12	\$27.02	\$20.03	\$20.03	\$17.50	\$12.96	\$9.60	
Number of accumulation units outstanding at end of period	263,481	296,090	330,058	391,484	450,764	507,670	526,771	250,986	4,638	
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$8.02	\$6.55	\$10.13	\$10.02	\$10.05					
Value at end of period	\$9.86	\$8.02	\$6.55	\$10.13	\$10.02					
Number of accumulation units outstanding at end of period	437,170	485,588	707,626	378,257	235,115					
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b> (Fund first available during December 2005)										
Value at beginning of period	\$8.72	\$6.75	\$11.32	\$11.07	\$9.91	\$9.99				
Value at end of period	\$9.59	\$8.72	\$6.75	\$11.32	\$11.07	\$9.91				
Number of accumulation units outstanding at end of period	516,509	531,825	490,643	326,228	244,618	10,669				
<b>ING DFA WORLD EQUITY PORTFOLIO</b> (Funds were first received in this option during September 2007)										
Value at beginning of period	\$6.94	\$5.80	\$10.38	\$10.31						
Value at end of period	\$8.50	\$6.94	\$5.80	\$10.38						
Number of accumulation units outstanding at end of period	245,682	120,437	94,171	44,308						
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.27	\$12.65	\$21.23	\$18.93	\$17.25	\$15.05	\$12.38	\$9.47	\$10.00	
Value at end of period	\$21.73	\$17.27	\$12.65	\$21.23	\$17.25	\$17.25	\$15.05	\$12.38	\$9.47	
Number of accumulation units outstanding at end of period	529,706	573,143	608,963	682,670	590,547	557,684	286,384	154,107	4,138	
<b>ING FRANKLIN INCOME PORTFOLIO</b> (Fund first available during May 2006)										
Value at beginning of period	\$9.82	\$7.59	\$10.95	\$10.88	\$9.99					
Value at end of period	\$10.87	\$9.82	\$7.59	\$10.95	\$10.88					
Number of accumulation units outstanding at end of period	205,534	172,065	143,974	175,508	465,890					

Opportunities

CFI 59

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$8.99	\$7.24	\$11.85	\$12.42						
Value at end of period	\$9.84	\$8.99	\$7.24	\$11.85						
Number of accumulation units outstanding at end of period	387,640	358,723	397,819	379,401						
<b>ING FRANKLIN TEMPLETON FOUNDING STRATEGY PORTFOLIO</b> (Funds were first received in this option during May 2007)										
Value at beginning of period	\$7.73	\$6.04	\$9.58	\$10.09						
Value at end of period	\$8.40	\$7.73	\$6.04	\$9.58						
Number of accumulation units outstanding at end of period	1,285,419	1,211,534	1,091,374	309,667						
<b>ING GLOBAL RESOURCES PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$24.97	\$18.53	\$32.06	\$24.54	\$20.63	\$15.28	\$14.66	\$9.82	\$10.00	
Value at end of period	\$29.77	\$24.97	\$18.53	\$32.06	\$24.54	\$20.63	\$15.28	\$14.66	\$9.82	
Number of accumulation units outstanding at end of period	297,750	332,180	366,367	393,708	395,415	376,683	338,633	103,813	511	
<b>ING GROWTH AND INCOME PORTFOLIO</b> (Funds were first received in this option during November 2007)										
Value at beginning of period	\$7.75	\$6.07	\$9.95	\$9.83						
Value at end of period	\$8.66	\$7.75	\$6.07	\$9.95						
Number of accumulation units outstanding at end of period	2,961,017	3,239,497	2,455,632	802						
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b> (Fund first available during August 2003)										
Value at beginning of period	\$8.48	\$7.03	\$11.44	\$11.12	\$9.92	\$9.61	\$8.88	\$10.00		
Value at end of period	\$9.46	\$8.48	\$7.03	\$11.44	\$11.12	\$9.92	\$9.61	\$8.88		
Number of accumulation units outstanding at end of period	724,865	802,033	872,801	988,345	1,003,427	1,140,505	1,130,196	454,342		
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b> (Fund first available during May 2004)										
Value at beginning of period	\$10.35	\$8.02	\$13.13	\$12.71	\$11.87	\$10.91				
Value at end of period	\$12.36	\$10.35	\$8.02	\$13.13	\$12.71	\$11.87				
Number of accumulation units outstanding at end of period	261,091	316,701	375,334	526,007	625,859	679,265				
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b> (Fund first available during June 2004)										
Value at beginning of period	\$9.70	\$7.94	\$12.19	\$13.28	\$11.92	\$11.31				
Value at end of period	\$11.66	\$9.70	\$7.94	\$13.28	\$11.92	\$11.31				
Number of accumulation units outstanding at end of period	198,366	221,306	284,209	408,357	494,278	509,167				
<b>ING INTERMEDIATE BOND PORTFOLIO</b> (Fund first available during May 2002)										
Value at beginning of period	\$11.85	\$10.85	\$12.10	\$11.67	\$11.46	\$11.34	\$11.04	\$10.61	\$10.00	
Value at end of period	\$12.74	\$11.85	\$10.85	\$12.10	\$11.67	\$11.46	\$11.34	\$11.04	\$10.61	
Number of accumulation units outstanding at end of period	1,963,729	2,071,861	2,271,231	2,180,790	2,180,720	1,965,087	1,993,255	650,222	564,471	
<b>ING INTERNATIONAL INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)										
Value at beginning of period	\$7.56	\$6.04	\$10.27							
Value at end of period	\$7.99	\$7.56	\$6.04							
Number of accumulation units outstanding at end of period	233,418	250,060	44,123							
<b>ING JANUS CONTRARIAN PORTFOLIO</b> (Fund first available during September 2002)										
Value at beginning of period	\$17.61	\$13.17	\$26.36	\$22.23	\$18.44	\$16.28	\$14.19	\$9.62	\$10.00	
Value at end of period	\$45,751	\$17,611	\$13,171	\$26,366	\$18,444	\$16,283	\$14,191	\$9,620	\$9,620	
Number of accumulation units outstanding at end of period	345,751	374,418	441,146	442,029	85,647	61,389	58,410	25,155	0	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$30.79	\$18.32	\$38.36	\$28.27	\$21.23	\$16.08	\$13.92	\$9.70	\$10.00	
Value at end of period	\$36.31	\$30.79	\$18.32	\$38.36	\$28.27	\$21.23	\$16.08	\$13.92	\$9.70	\$10.00
Number of accumulation units outstanding at end of period	220,084	246,504	268,567	303,508	299,800	264,741	186,572	52,235	1,185	
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>										
(Funds were first received in this option during May 2004)										
Value at beginning of period	\$11.18	\$9.07	\$13.80	\$13.74	\$12.01	\$11.28	\$9.90			
Value at end of period	\$13.50	\$11.18	\$9.07	\$13.80	\$13.74	\$12.01	\$11.28			
Number of accumulation units outstanding at end of period	177,381	111,572	53,583	53,029	86,820	99,231	65,652			
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$14.73	\$11.81	\$17.20	\$17.86	\$15.62	\$15.37	\$12.45	\$9.48	\$10.00	
Value at end of period	\$18.29	\$14.73	\$11.81	\$17.20	\$17.86	\$15.62	\$15.37	\$12.45	\$9.48	\$10.00
Number of accumulation units outstanding at end of period	606,076	670,539	724,796	860,300	926,857	1,033,039	1,041,030	384,824	17,168	
<b>ING LARGE CAP GROWTH PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$11.94	\$8.56	\$12.05	\$11.01	\$10.64	\$10.45	\$9.63			
Value at end of period	\$13.37	\$11.94	\$8.56	\$12.05	\$11.01	\$10.64	\$10.45			
Number of accumulation units outstanding at end of period	9,687	10,294	10,635	13,667	14,672	7,278	6,370			
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>										
(Fund first available during September 2003)										
Value at beginning of period	\$10.15	\$7.83	\$13.16	\$13.67	\$12.66	\$11.60				
Value at end of period	\$12.37	\$10.15	\$7.83	\$13.16	\$13.67	\$12.66				
Number of accumulation units outstanding at end of period	715,867	814,327	953,242	1,110,000	1,221,282	1,363,628				
<b>ING LIQUID ASSETS PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$10.23	\$10.40	\$10.36	\$10.07	\$9.81	\$9.74	\$9.85	\$9.98	\$10.00	
Value at end of period	\$10.04	\$10.23	\$10.40	\$10.36	\$10.07	\$9.81	\$9.74	\$9.85	\$9.98	\$10.00
Number of accumulation units outstanding at end of period	718,965	830,408	1,531,095	687,913	526,228	408,688	420,989	135,056	58,442	
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$11.88	\$10.21	\$16.43	\$16.09	\$13.97	\$13.50	\$12.54	\$9.74	\$10.00	
Value at end of period	\$13.65	\$11.88	\$10.21	\$16.43	\$16.09	\$13.97	\$13.50	\$12.54	\$9.74	\$10.00
Number of accumulation units outstanding at end of period	46,725	49,871	50,306	56,874	64,657	61,549	59,902	45,349	22,299	
<b>ING MARSICO GROWTH PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.73	\$10.06	\$17.21	\$15.38	\$14.95	\$14.01	\$12.71	\$9.76	\$10.00	
Value at end of period	\$14.94	\$12.73	\$10.06	\$17.21	\$15.38	\$14.95	\$14.01	\$12.71	\$9.76	\$10.00
Number of accumulation units outstanding at end of period	382,415	424,612	407,922	451,148	507,031	576,314	609,229	385,405	0	
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.93	\$8.84	\$17.83	\$15.07	\$12.38	\$10.15				
Value at end of period	\$13.33	\$11.93	\$8.84	\$17.83	\$15.07	\$12.38				
Number of accumulation units outstanding at end of period	468,827	516,454	642,231	720,855	632,381	628,482				
<b>ING MFS TOTAL RETURN PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$12.37	\$10.71	\$14.07	\$13.81	\$12.59	\$12.49	\$11.46	\$10.03	\$10.00	
Value at end of period	\$13.32	\$12.37	\$10.71	\$14.07	\$13.81	\$12.59	\$12.49	\$11.46	\$10.03	\$10.00
Number of accumulation units outstanding at end of period	794,210	857,843	954,316	1,069,733	1,218,088	1,404,050	1,382,369	638,182	18,244	

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING MFS UTILITIES PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$14.53	\$11.15	\$18.24	\$14.59	\$11.36	\$10.14				
Value at end of period	\$16.22	\$14.53	\$11.15	\$18.24	\$14.59	\$11.36				
Number of accumulation units outstanding at end of period	754,148	837,613	906,506	1,051,769	868,911	873,349				
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>										
(Fund first available during April 2004)										
Value at beginning of period	\$8.80	\$6.35	\$10.40	\$8.44	\$7.99	\$7.39	\$7.05			
Value at end of period	\$11.22	\$8.80	\$6.35	\$10.40	\$8.44	\$7.99	\$7.39			
Number of accumulation units outstanding at end of period	1,723,943	1,726,452	1,851,371	223,203	291,427	413,074	629,731			
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$16.00	\$12.68	\$18.11	\$16.84	\$14.16	\$12.98	\$11.75	\$9.51	\$10.00	
Value at end of period	\$17.88	\$16.00	\$12.68	\$18.11	\$16.84	\$14.16	\$12.98	\$11.75	\$9.51	
Number of accumulation units outstanding at end of period	938,169	1,016,862	1,109,218	1,249,687	1,345,949	1,512,927	1,475,632	556,767	17,516	
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during October 2008)										
Value at beginning of period	\$9.73	\$8.56	\$7.90							
Value at end of period	\$10.29	\$9.73	\$8.56							
Number of accumulation units outstanding at end of period	82,975	49,201	1,823							
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>										
(Funds were first received in this option during December 2008)										
Value at beginning of period	\$10.58	\$8.43	\$8.14							
Value at end of period	\$11.85	\$10.58	\$8.43							
Number of accumulation units outstanding at end of period	121,033	36,203	1,603							
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$11.68	\$8.54	\$14.62	\$14.01	\$12.13	\$10.91				
Value at end of period	\$13.28	\$11.68	\$8.54	\$14.62	\$14.01	\$12.13				
Number of accumulation units outstanding at end of period	211,590	222,438	260,441	227,755	192,486	56,426				
<b>ING PIMCO HIGH YIELD PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$13.29	\$9.07	\$11.92	\$11.81	\$11.05	\$10.79				
Value at end of period	\$14.91	\$13.29	\$9.07	\$11.92	\$11.81	\$11.05				
Number of accumulation units outstanding at end of period	1,629,416	1,489,967	1,757,351	2,345,811	2,675,342	2,873,390				
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.58	\$12.10	\$11.85	\$11.10	\$10.85	\$10.81	\$10.50	\$10.24	\$10.00	
Value at end of period	\$14.33	\$13.58	\$12.10	\$11.85	\$11.10	\$10.85	\$10.81	\$10.50	\$10.24	
Number of accumulation units outstanding at end of period	1,462,925	1,495,512	1,368,226	1,068,352	1,097,983	1,063,841	1,036,664	689,814	10,048	
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.10	\$8.29	\$12.94	\$12.55	\$10.95	\$10.16				
Value at end of period	\$11.48	\$10.10	\$8.29	\$12.94	\$12.55	\$10.95				
Number of accumulation units outstanding at end of period	230,935	321,785	349,592	429,444	531,191	603,300				
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.00	\$8.14	\$12.41	\$11.98	\$10.86	\$10.07				
Value at end of period	\$11.58	\$10.00	\$8.14	\$12.41	\$11.98	\$10.86				
Number of accumulation units outstanding at end of period	3,178,946	3,593,509	3,920,526	4,055,381	4,429,284	5,017,559				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$8.31	\$8.25								
Value at end of period	\$8.80	\$8.31								
Number of accumulation units outstanding at end of period	1,266,984	958,878								
<b>ING RETIREMENT GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.36	\$9.21								
Value at end of period	\$10.26	\$9.36								
Number of accumulation units outstanding at end of period	10,459,517	11,143,360								
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.62	\$9.49								
Value at end of period	\$10.48	\$9.62								
Number of accumulation units outstanding at end of period	7,809,734	7,294,923								
<b>ING RETIREMENT MODERATE PORTFOLIO</b>										
(Funds were first received in this option during October 2009)										
Value at beginning of period	\$9.85	\$9.75								
Value at end of period	\$10.59	\$9.85								
Number of accumulation units outstanding at end of period	4,645,124	5,966,132								
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.65	\$10.19								
Value at end of period	\$13.96	\$12.65								
Number of accumulation units outstanding at end of period	1,118,327	1,216,920								
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.11	\$6.69	\$10.09							
Value at end of period	\$8.91	\$8.11	\$6.69							
Number of accumulation units outstanding at end of period	1,252,326	1,447,166	142,907							
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.47	\$10.41								
Value at end of period	\$13.60	\$12.47								
Number of accumulation units outstanding at end of period	77,313	45,506								
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2009)										
Value at beginning of period	\$12.95	\$9.75								
Value at end of period	\$16.00	\$12.95								
Number of accumulation units outstanding at end of period	749,319	800,975								
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during May 2008)										
Value at beginning of period	\$8.38	\$6.11	\$10.36							
Value at end of period	\$10.27	\$8.38	\$6.11							
Number of accumulation units outstanding at end of period	301,368	214,814	85,469							
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>										
(Funds were first received in this option during April 2008)										
Value at beginning of period	\$8.62	\$6.95	\$10.06							
Value at end of period	\$10.66	\$8.62	\$6.95							
Number of accumulation units outstanding at end of period	764,004	555,415	530,429							



## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>										
Value at beginning of period	\$7.03	\$5.48	\$8.54	\$7.92	\$7.18	\$6.72	\$6.23	\$4.59	\$8.31	\$10.00
Value at end of period	\$9.11	\$7.03	\$5.48	\$8.54	\$7.92	\$7.18	\$6.72	\$6.23	\$4.59	\$8.31
Number of accumulation units outstanding at end of period	707,541	788,008	886,019	1,025,482	1,252,118	1,408,556	1,597,805	1,204,050	374,677	141,397
(Funds were first received in this option during April 2008)										
<b>ING SMALL COMPANY PORTFOLIO</b>										
Value at beginning of period	\$8.90	\$7.13	\$10.08							
Value at end of period	\$10.83	\$8.90	\$7.13							
Number of accumulation units outstanding at end of period	233,282	187,829	123,785							
(Fund first available during September 2002)										
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>										
Value at beginning of period	\$15.78	\$12.08	\$17.01	\$16.63	\$14.80	\$14.01	\$12.26	\$9.99	\$10.00	
Value at end of period	\$17.63	\$15.78	\$12.08	\$17.01	\$16.63	\$14.80	\$14.01	\$12.26	\$9.99	
Number of accumulation units outstanding at end of period	1,269,643	1,419,850	1,543,756	1,747,349	1,871,534	1,900,813	1,833,168	803,419	15,784	
(Fund first available during September 2002)										
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>										
Value at beginning of period	\$12.57	\$10.26	\$16.28	\$16.11	\$13.80	\$13.55	\$12.05	\$9.81	\$10.00	
Value at end of period	\$14.15	\$12.57	\$10.26	\$16.28	\$16.11	\$13.80	\$13.55	\$12.05	\$9.81	
Number of accumulation units outstanding at end of period	554,765	557,446	605,180	662,925	738,502	796,391	759,173	419,879	10,928	
(Funds were first received in this option during April 2007)										
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>										
Value at beginning of period	\$8.03	\$5.74	\$10.14	\$9.93						
Value at end of period	\$9.19	\$8.03	\$5.74	\$10.14						
Number of accumulation units outstanding at end of period	369,012	274,869	101,945	60,796						
(Fund first available during May 2006)										
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>										
Value at beginning of period	\$9.51	\$7.35	\$12.61	\$11.15	\$10.02					
Value at end of period	\$10.14	\$9.51	\$7.35	\$12.61	\$11.15					
Number of accumulation units outstanding at end of period	926,890	994,252	962,270	145,537	71,758					
(Fund first available during September 2002)										
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>										
Value at beginning of period	\$14.72	\$11.35	\$19.21	\$19.13	\$16.01	\$14.86	\$13.68	\$10.23	\$10.00	
Value at end of period	\$15.54	\$14.72	\$11.35	\$19.21	\$19.13	\$16.01	\$14.86	\$13.68	\$10.23	
Number of accumulation units outstanding at end of period	108,720	115,090	121,942	156,155	168,372	185,077	191,725	89,916	1,727	
(Funds were first received in this option during August 2006)										
<b>ING THORNBURG VALUE PORTFOLIO</b>										
Value at beginning of period	\$9.99	\$7.05	\$11.95	\$11.38	\$10.02					
Value at end of period	\$10.90	\$9.99	\$7.05	\$11.95	\$11.38					
Number of accumulation units outstanding at end of period	16,504	21,231	23,065	25,712	23,171					
(Fund first received in this option during May 2008)										
<b>ING U.S. BOND INDEX PORTFOLIO</b>										
Value at beginning of period	\$10.53	\$10.17	\$10.04							
Value at end of period	\$10.95	\$10.53	\$10.17							
Number of accumulation units outstanding at end of period	681,132	874,710	831,230							
(Fund first available during May 2005)										
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>										
Value at beginning of period	\$10.07	\$7.80	\$13.25	\$13.37	\$11.92	\$10.97				
Value at end of period	\$11.17	\$10.07	\$7.80	\$13.37	\$13.37	\$11.92				
Number of accumulation units outstanding at end of period	5,958	7,416	8,393	14,698	60,757	20,569				

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$10.51	\$8.33	\$13.37	\$13.94	\$12.26	\$12.07	\$10.53	\$8.27	\$10.00	
Value at end of period	\$11.88	\$10.51	\$8.33	\$13.37	\$13.94	\$12.26	\$12.07	\$10.53	\$8.27	
Number of accumulation units outstanding at end of period	2,089,804	2,199,381	2,360,477	2,808,346	3,095,553	3,505,743	3,524,220	1,575,806	105,501	
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>										
(Fund first available during May 2005)										
Value at beginning of period	\$10.91	\$9.08	\$12.11	\$11.94	\$10.83	\$10.16				
Value at end of period	\$12.00	\$10.91	\$9.08	\$12.11	\$11.94	\$10.83				
Number of accumulation units outstanding at end of period	515,888	545,405	602,759	154,889	144,283	94,700				
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>										
(Fund first available during September 2002)										
Value at beginning of period	\$13.63	\$11.22	\$16.89	\$16.80	\$14.78	\$13.70	\$12.25	\$9.78	\$10.00	
Value at end of period	\$15.03	\$13.63	\$11.22	\$16.89	\$16.80	\$14.78	\$13.70	\$12.25	\$9.78	
Number of accumulation units outstanding at end of period	1,492,104	1,593,162	1,661,841	1,913,418	2,060,244	2,184,320	2,124,549	1,010,894	25,612	
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>										
(Fund first available during May 2004)										
Value at beginning of period	\$10.52	\$8.92	\$12.75	\$11.96	\$10.70	\$9.87	\$9.95			
Value at end of period	\$11.04	\$10.52	\$8.92	\$12.75	\$11.96	\$10.70	\$9.87			
Number of accumulation units outstanding at end of period	734,124	842,964	943,090	1,027,931	1,209,026	1,373,293	128,734			
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>										
(Funds were first received in this option during February 2008)										
Value at beginning of period	\$7.72	\$6.05	\$9.70							
Value at end of period	\$8.02	\$7.72	\$6.05							
Number of accumulation units outstanding at end of period	749,998	733,757	590,056							
<b>INVESCO V.I. LEISURE FUND</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$9.95	\$7.63	\$13.66	\$14.03	\$11.47	\$11.82	\$10.62	\$8.41	\$10.00	
Value at end of period	\$11.90	\$9.95	\$7.63	\$13.66	\$14.03	\$11.47	\$11.82	\$10.62	\$8.41	
Number of accumulation units outstanding at end of period	160,817	204,073	221,649	256,195	322,386	422,849	480,559	352,917	94,574	
<b>PROFUND VP BULL</b>										
(Fund first available during May 2002)										
Value at beginning of period	\$7.44	\$6.09	\$9.96	\$9.80	\$8.79	\$8.71	\$8.16	\$6.62	\$8.87	\$10.00
Value at end of period	\$8.22	\$7.44	\$6.09	\$9.96	\$9.80	\$8.79	\$8.71	\$8.16	\$6.62	\$8.87
Number of accumulation units outstanding at end of period	224,850	250,010	272,166	328,053	437,058	503,432	730,973	525,852	114,753	15,636
<b>PROFUND VP EUROPE 30</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$9.01	\$6.94	\$12.63	\$11.23	\$9.73	\$9.17	\$8.18	\$6.00	\$8.24	\$10.00
Value at end of period	\$9.08	\$9.01	\$6.94	\$12.63	\$11.23	\$9.73	\$9.17	\$8.18	\$6.00	\$8.24
Number of accumulation units outstanding at end of period	75,918	86,369	98,592	115,609	165,860	242,501	300,855	132,491	13,789	6,318
<b>PROFUND VP RISING RATES OPPORTUNITY</b>										
(Fund first available during October 2003)										
Value at beginning of period	\$5.88	\$4.53	\$7.44	\$7.99	\$7.39	\$8.18	\$9.35	\$10.00		
Value at end of period	\$4.84	\$5.88	\$4.53	\$7.44	\$7.99	\$8.18	\$9.35			
Number of accumulation units outstanding at end of period	191,041	198,055	248,147	337,649	511,879	581,869	524,459	382,409		

# Condensed Financial Information (continued)

## Separate Account Annual Charges of 1.95%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>BLACKROCK GLOBAL ALLOCATION V.I. FUND</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.44	\$7.96	\$10.08			
Value at end of period	\$10.16	\$9.44	\$7.96			
Number of accumulation units outstanding at end of period	9,731,707	8,786,491	4,810,195			
<b>COLUMBIA SMALL CAP VALUE FUND VS</b> (Fund first available during November 2003)						
Value at beginning of period	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15	\$16.58
Value at end of period	\$20.53	\$16.55	\$13.51	\$19.17	\$20.07	\$17.15
Number of accumulation units outstanding at end of period	373,700	427,908	464,506	548,499	661,159	649,073
<b>FIDELITY® VIP CONTRAFUND® PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93	\$12.18
Value at end of period	\$14.98	\$13.06	\$9.84	\$17.51	\$15.22	\$13.93
Number of accumulation units outstanding at end of period	3,970,153	4,510,559	4,486,056	3,077,617	2,248,140	1,009,027
<b>FIDELITY® VIP EQUITY-INCOME PORTFOLIO</b> (Fund first available during November 2001)						
Value at beginning of period	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18	\$10.80
Value at end of period	\$10.51	\$9.33	\$7.32	\$13.06	\$13.15	\$11.18
Number of accumulation units outstanding at end of period	774,051	833,581	901,576	1,010,383	813,783	547,233
<b>ING AMERICAN FUNDS ASSET ALLOCATION PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.66	\$7.16	\$10.00			
Value at end of period	\$9.51	\$8.66	\$7.16			
Number of accumulation units outstanding at end of period	4,027,563	3,982,648	2,220,231			
<b>ING AMERICAN FUNDS BOND PORTFOLIO</b> (Funds were first received in this option during February 2008)						
Value at beginning of period	\$9.68	\$8.80	\$10.03			
Value at end of period	\$10.07	\$9.68	\$8.80			
Number of accumulation units outstanding at end of period	4,313,505	4,129,209	2,361,763			
<b>ING AMERICAN FUNDS GROWTH-INCOME PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19	\$11.81
Value at end of period	\$11.84	\$10.89	\$8.51	\$14.04	\$13.70	\$12.19
Number of accumulation units outstanding at end of period	9,654,053	9,904,616	9,641,840	7,713,250	6,408,516	4,607,966
<b>ING AMERICAN FUNDS GROWTH PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37	\$11.80
Value at end of period	\$13.55	\$11.71	\$8.61	\$15.76	\$14.38	\$13.37
Number of accumulation units outstanding at end of period	13,344,122	14,066,484	13,439,437	10,172,994	8,382,071	5,632,392
<b>ING AMERICAN FUNDS INTERNATIONAL PORTFOLIO</b> (Fund first available during September 2003)						
Value at beginning of period	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00	\$13.49
Value at end of period	\$17.90	\$17.11	\$12.26	\$21.73	\$18.56	\$16.00
Number of accumulation units outstanding at end of period	5,456,090	5,469,638	5,030,646	3,981,698	3,004,812	1,757,275

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING AMERICAN FUNDS WORLD ALLOCATION PORTFOLIO</b> (Funds were first received in this option during October 2008)						
Value at beginning of period	\$11.98	\$9.07	\$11.36			
Value at end of period	\$13.23	\$11.98	\$9.07			
Number of accumulation units outstanding at end of period	1,083,472	899,347	241,755			
<b>ING ARTIO FOREIGN PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.14	\$10.32	\$18.69	\$16.40	\$12.96	\$11.04
Value at end of period	\$12.71	\$12.14	\$10.32	\$18.69	\$16.40	\$12.96
Number of accumulation units outstanding at end of period	403,291	424,326	451,216	478,190	477,695	346,998
<b>ING BARON SMALL CAP GROWTH PORTFOLIO</b> (Fund first available during May 2005)						
Value at beginning of period	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96	\$10.31
Value at end of period	\$12.21	\$9.84	\$7.42	\$12.89	\$12.39	\$10.96
Number of accumulation units outstanding at end of period	1,920,312	2,034,794	1,705,281	1,102,938	799,004	315,123
<b>ING BLACKROCK INFLATION PROTECTED BOND PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$10.54	\$9.88				
Value at end of period	\$10.91	\$10.54				
Number of accumulation units outstanding at end of period	1,335,718	736,563				
<b>ING BLACKROCK LARGE CAP GROWTH PORTFOLIO</b> (Fund first available during November 2006)						
Value at beginning of period	\$9.77	\$7.65	\$12.81	\$12.24	\$11.65	
Value at end of period	\$10.87	\$9.77	\$7.65	\$12.81	\$12.24	
Number of accumulation units outstanding at end of period	700,594	1,007,156	602,909	449,216	319,126	
<b>ING BLACKROCK LARGE CAP VALUE PORTFOLIO</b> (Fund first available during February 2005)						
Value at beginning of period	\$8.92	\$8.08	\$12.76	\$12.50	\$10.97	\$10.51
Value at end of period	\$9.70	\$8.92	\$8.08	\$12.76	\$12.50	\$10.97
Number of accumulation units outstanding at end of period	31,378	32,452	33,583	40,123	43,766	31,640
<b>ING BLACKROCK SCIENCE AND TECHNOLOGY OPPORTUNITIES PORTFOLIO</b> (Funds were first received in this option during April 2008)						
Value at beginning of period	\$9.69	\$6.48	\$9.99			
Value at end of period	\$11.23	\$9.69	\$6.48			
Number of accumulation units outstanding at end of period	1,679,055	1,620,779	878,672			
<b>ING CLARION GLOBAL REAL ESTATE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$9.24	\$7.07	\$12.30	\$13.55	\$11.05	
Value at end of period	\$10.49	\$9.24	\$7.07	\$12.30	\$13.55	
Number of accumulation units outstanding at end of period	23,266	24,133	26,092	18,243	167,558	
<b>ING CLARION REAL ESTATE PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.54	\$9.42	\$15.65	\$19.43	\$14.42	\$11.99
Value at end of period	\$15.70	\$12.54	\$9.42	\$15.65	\$19.43	\$14.42
Number of accumulation units outstanding at end of period	171,901	184,677	197,334	224,737	219,468	181,172
<b>ING COLUMBIA SMALL CAP VALUE PORTFOLIO</b> (Fund first available during May 2006)						
Value at beginning of period	\$7.99	\$6.54	\$10.11	\$10.02	\$9.95	
Value at end of period	\$9.82	\$7.99	\$6.54	\$10.11	\$10.02	
Number of accumulation units outstanding at end of period	1,279,028	1,440,440	1,534,466	887,486	373,022	

Opportunities

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING DAVIS NEW YORK VENTURE PORTFOLIO</b>						
(Fund first available during December 2005)						
Value at beginning of period	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91	\$10.02
Value at end of period	\$9.54	\$8.69	\$6.73	\$11.29	\$11.06	\$9.91
Number of accumulation units outstanding at end of period	2,482,365	2,512,125	2,198,501	970,586	498,026	958
<b>ING DFA WORLD EQUITY PORTFOLIO</b>						
(Funds were first received in this option during August 2007)						
Value at beginning of period	\$6.92	\$5.80	\$10.38	\$10.32		
Value at end of period	\$8.47	\$6.92	\$5.80	\$10.38		
Number of accumulation units outstanding at end of period	1,656,261	1,394,715	1,331,778	377,604		
<b>ING FMR<sup>SM</sup> DIVERSIFIED MID CAP PORTFOLIO</b>						
(Fund first available during March 2005)						
Value at beginning of period	\$13.51	\$9.91	\$16.63	\$14.85	\$13.54	\$12.26
Value at end of period	\$16.97	\$13.51	\$9.91	\$16.63	\$14.85	\$13.54
Number of accumulation units outstanding at end of period	220,271	233,656	243,941	265,931	232,206	158,720
<b>ING FRANKLIN INCOME PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$9.78	\$7.57	\$10.93	\$10.87	\$9.99	
Value at end of period	\$10.82	\$9.78	\$7.57	\$10.93	\$10.87	
Number of accumulation units outstanding at end of period	69,412	56,283	57,535	49,538	656,451	
<b>ING FRANKLIN MUTUAL SHARES PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.96	\$7.22	\$11.84	\$12.53		
Value at end of period	\$9.80	\$8.96	\$7.22	\$11.84		
Number of accumulation units outstanding at end of period	1,642,758	1,634,558	1,393,022	969,862		
<b>ING FRANKLIN TEMPLETON FUNDING STRATEGY PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$7.71	\$6.03	\$9.57	\$10.09		
Value at end of period	\$8.37	\$7.71	\$6.03	\$9.57		
Number of accumulation units outstanding at end of period	9,675,208	9,647,235	8,875,069	3,084,070		
<b>ING GLOBAL RESOURCES PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$17.16	\$12.75	\$22.07	\$16.92	\$14.24	\$10.41
Value at end of period	\$20.44	\$17.16	\$12.75	\$22.07	\$16.92	\$14.24
Number of accumulation units outstanding at end of period	138,438	154,018	164,581	174,725	178,807	134,472
<b>ING GROWTH AND INCOME PORTFOLIO</b>						
(Funds were first received in this option during November 2007)						
Value at beginning of period	\$7.73	\$6.06	\$9.95	\$9.83		
Value at end of period	\$8.63	\$7.73	\$6.06	\$9.95		
Number of accumulation units outstanding at end of period	1,358,805	1,432,459	613,853	5,374		
<b>ING INDEX PLUS LARGE CAP PORTFOLIO</b>						
(Fund first available during August 2003)						
Value at beginning of period	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87	\$9.57
Value at end of period	\$9.37	\$8.41	\$6.97	\$11.36	\$11.06	\$9.87
Number of accumulation units outstanding at end of period	927,565	995,207	1,099,093	1,224,324	842,997	747,104
<b>ING INDEX PLUS MIDCAP PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63	\$12.54
Value at end of period	\$14.12	\$11.84	\$9.19	\$15.05	\$14.58	\$13.63
Number of accumulation units outstanding at end of period	609,244	668,326	721,208	897,365	843,068	636,374

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING INDEX PLUS SMALLCAP PORTFOLIO</b>						
(Fund first available during June 2004)						
Value at beginning of period	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30	\$13.59
Value at end of period	\$13.92	\$11.59	\$9.49	\$14.59	\$15.92	\$14.30
Number of accumulation units outstanding at end of period	440,060	470,167	505,902	709,109	678,476	487,498
<b>ING INTERMEDIATE BOND PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41	\$11.31
Value at end of period	\$12.63	\$11.76	\$10.78	\$12.03	\$11.61	\$11.41
Number of accumulation units outstanding at end of period	6,206,308	6,451,426	5,718,407	4,189,988	2,311,169	464,500
<b>ING INTERNATIONAL INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$7.55	\$6.04	\$10.30			
Value at end of period	\$7.97	\$7.55	\$6.04			
Number of accumulation units outstanding at end of period	571,744	540,619	72,627			
<b>ING JANUS CONTRARIAN PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$12.19	\$9.13	\$18.28	\$15.44	\$12.82	\$10.83
Value at end of period	\$13.60	\$12.19	\$9.13	\$18.28	\$15.44	\$12.82
Number of accumulation units outstanding at end of period	220,183	228,404	240,434	238,372	36,229	31,913
<b>ING JPMORGAN EMERGING MARKETS EQUITY PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$21.18	\$12.61	\$26.43	\$19.50	\$14.66	\$10.83
Value at end of period	\$24.95	\$21.18	\$12.61	\$26.43	\$19.50	\$14.66
Number of accumulation units outstanding at end of period	216,624	232,132	253,413	260,596	254,512	172,959
<b>ING JPMORGAN MID CAP VALUE PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64	\$13.76
Value at end of period	\$16.37	\$13.57	\$11.02	\$16.78	\$16.73	\$14.64
Number of accumulation units outstanding at end of period	521,278	388,927	238,668	80,300	95,586	94,036
<b>ING JPMORGAN SMALL CAP CORE EQUITY PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$11.38	\$9.14	\$13.32	\$13.85	\$12.13	\$11.35
Value at end of period	\$14.12	\$11.38	\$9.14	\$13.32	\$13.85	\$12.13
Number of accumulation units outstanding at end of period	297,267	316,500	330,137	382,367	380,069	315,498
<b>ING LARGE CAP GROWTH PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$11.87	\$8.52	\$12.00	\$10.98	\$10.62	\$9.99
Value at end of period	\$13.28	\$11.87	\$8.52	\$12.00	\$10.98	\$10.62
Number of accumulation units outstanding at end of period	14,868	15,233	19,453	23,982	29,840	17,980
<b>ING LEGG MASON CLEARBRIDGE AGGRESSIVE GROWTH PORTFOLIO</b>						
(Fund first available during September 2003)						
Value at beginning of period	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63	\$11.58
Value at end of period	\$12.28	\$10.08	\$7.79	\$13.10	\$13.62	\$12.63
Number of accumulation units outstanding at end of period	366,087	397,736	422,160	449,648	428,703	340,322
<b>ING LIQUID ASSETS PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.35	\$10.53	\$10.50	\$10.22	\$9.97	\$9.91
Value at end of period	\$10.15	\$10.35	\$10.53	\$10.50	\$10.22	\$9.97
Number of accumulation units outstanding at end of period	291,435	397,381	655,679	277,114	186,370	161,640

## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING LORD ABBETT GROWTH AND INCOME PORTFOLIO</b>						
(Fund first available during February 2005)						
Value at beginning of period	\$9.17	\$7.89	\$12.70	\$12.45	\$10.82	\$10.40
Value at end of period	\$10.52	\$9.17	\$7.89	\$12.70	\$12.45	\$10.82
Number of accumulation units outstanding at end of period	12,056	12,686	12,758	14,262	15,055	17,453
<b>ING MARSICO GROWTH PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$9.94	\$7.87	\$13.46	\$12.04	\$11.72	\$10.78
Value at end of period	\$11.65	\$9.94	\$7.87	\$13.46	\$12.04	\$11.72
Number of accumulation units outstanding at end of period	164,801	178,966	197,843	222,433	209,739	178,213
<b>ING MARSICO INTERNATIONAL OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37	\$10.02
Value at end of period	\$13.25	\$11.88	\$8.80	\$17.78	\$15.04	\$12.37
Number of accumulation units outstanding at end of period	749,135	899,945	1,055,822	635,073	386,727	202,215
<b>ING MFS TOTAL RETURN PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.56	\$9.15	\$12.03	\$11.82	\$10.78	\$10.58
Value at end of period	\$11.36	\$10.56	\$9.15	\$12.03	\$11.82	\$10.78
Number of accumulation units outstanding at end of period	380,689	400,391	426,503	506,472	531,774	411,264
<b>ING MFS UTILITIES PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35	\$10.14
Value at end of period	\$16.12	\$14.46	\$11.11	\$18.19	\$14.56	\$11.35
Number of accumulation units outstanding at end of period	2,258,340	2,474,999	2,312,150	1,455,255	800,077	371,810
<b>ING MIDCAP OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during April 2004)						
Value at beginning of period	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95	\$7.36
Value at end of period	\$11.11	\$8.72	\$6.31	\$10.33	\$8.39	\$7.95
Number of accumulation units outstanding at end of period	1,172,403	647,451	576,021	43,460	45,890	45,902
<b>ING MORGAN STANLEY GLOBAL FRANCHISE PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$13.37	\$10.61	\$15.16	\$14.11	\$11.88	\$10.69
Value at end of period	\$14.92	\$13.37	\$10.61	\$15.16	\$14.11	\$11.88
Number of accumulation units outstanding at end of period	660,391	674,371	703,533	766,687	768,619	604,282
<b>ING MORGAN STANLEY GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$9.72	\$8.56	\$9.21			
Value at end of period	\$10.26	\$9.72	\$8.56			
Number of accumulation units outstanding at end of period	385,642	288,918	26,113			
<b>ING OPPENHEIMER ACTIVE ALLOCATION PORTFOLIO</b>						
(Funds were first received in this option during October 2008)						
Value at beginning of period	\$10.57	\$8.43	\$9.15			
Value at end of period	\$11.82	\$10.57	\$8.43			
Number of accumulation units outstanding at end of period	200,920	144,302	40,406			
<b>ING OPPENHEIMER GLOBAL PORTFOLIO (CLASS S)</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41	\$12.07
Value at end of period	\$14.59	\$12.85	\$9.41	\$16.12	\$15.46	\$13.41
Number of accumulation units outstanding at end of period	695,149	797,167	909,337	616,583	445,966	130,621

Opportunities

CFI 70

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING PIMCO HIGH YIELD PORTFOLIO</b> (Fund first available during May 2004)						
Value at beginning of period	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03	\$10.78
Value at end of period	\$14.81	\$13.22	\$9.03	\$11.88	\$11.78	\$11.03
Number of accumulation units outstanding at end of period	1,761,365	908,647	1,056,910	1,275,970	1,078,759	773,925
<b>ING PIMCO TOTAL RETURN BOND PORTFOLIO</b> (Fund first available during January 2005)						
Value at beginning of period	\$12.56	\$11.20	\$10.98	\$10.30	\$10.07	\$10.04
Value at end of period	\$13.24	\$12.56	\$11.20	\$10.98	\$10.30	\$10.07
Number of accumulation units outstanding at end of period	433,072	397,375	316,257	273,199	285,921	181,387
<b>ING PIONEER FUND PORTFOLIO (CLASS S)</b> (Fund first available during May 2005)						
Value at beginning of period	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94	\$10.29
Value at end of period	\$11.42	\$10.05	\$8.26	\$12.90	\$12.52	\$10.94
Number of accumulation units outstanding at end of period	214,959	192,048	210,718	246,686	253,209	130,333
<b>ING PIONEER MID CAP VALUE PORTFOLIO</b> (Fund first available during April 2005)						
Value at beginning of period	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86	\$10.00
Value at end of period	\$11.51	\$9.96	\$8.11	\$12.37	\$11.96	\$10.86
Number of accumulation units outstanding at end of period	2,251,505	2,425,717	2,370,996	2,052,038	1,782,785	1,259,567
<b>ING RETIREMENT CONSERVATIVE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$8.31	\$8.25				
Value at end of period	\$8.78	\$8.31				
Number of accumulation units outstanding at end of period	4,845,565	4,777,187				
<b>ING RETIREMENT GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.36	\$9.21				
Value at end of period	\$10.25	\$9.36				
Number of accumulation units outstanding at end of period	41,710,174	44,762,701				
<b>ING RETIREMENT MODERATE GROWTH PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.62	\$9.49				
Value at end of period	\$10.47	\$9.62				
Number of accumulation units outstanding at end of period	26,143,151	27,731,127				
<b>ING RETIREMENT MODERATE PORTFOLIO</b> (Funds were first received in this option during October 2009)						
Value at beginning of period	\$9.85	\$9.75				
Value at end of period	\$10.58	\$9.85				
Number of accumulation units outstanding at end of period	12,734,746	13,459,100				
<b>ING RUSSELL™ LARGE CAP GROWTH INDEX PORTFOLIO</b> (Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.64	\$10.20				
Value at end of period	\$13.94	\$12.64				
Number of accumulation units outstanding at end of period	302,452	315,447				
<b>ING RUSSELL™ LARGE CAP INDEX PORTFOLIO</b> (Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.09	\$6.68	\$10.31			
Value at end of period	\$8.89	\$8.09	\$6.68			
Number of accumulation units outstanding at end of period	1,491,909	1,537,427	185,841			



## Condensed Financial Information (continued)

	2010	2009	2008	2007	2006	2005
<b>ING RUSSELL™ LARGE CAP VALUE INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.46	\$10.54				
Value at end of period	\$13.58	\$12.46				
Number of accumulation units outstanding at end of period	202,476	154,282				
<b>ING RUSSELL™ MID CAP GROWTH INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2009)						
Value at beginning of period	\$12.94	\$10.14				
Value at end of period	\$15.97	\$12.94				
Number of accumulation units outstanding at end of period	801,914	789,109				
<b>ING RUSSELL™ MID CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.36	\$6.11	\$10.40			
Value at end of period	\$10.24	\$8.36	\$6.11			
Number of accumulation units outstanding at end of period	971,877	727,369	303,340			
<b>ING RUSSELL™ SMALL CAP INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$8.60	\$6.94	\$10.16			
Value at end of period	\$10.63	\$8.60	\$6.94			
Number of accumulation units outstanding at end of period	1,007,545	845,599	553,373			
<b>ING SMALLCAP OPPORTUNITIES PORTFOLIO</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15	\$6.70
Value at end of period	\$9.02	\$6.97	\$5.44	\$8.48	\$7.87	\$7.15
Number of accumulation units outstanding at end of period	196,291	224,324	248,212	290,570	280,862	160,035
<b>ING SMALL COMPANY PORTFOLIO</b>						
(Funds were first received in this option during April 2008)						
Value at beginning of period	\$8.88	\$7.12	\$10.13			
Value at end of period	\$10.80	\$8.88	\$7.12			
Number of accumulation units outstanding at end of period	730,562	637,166	317,965			
<b>ING T. ROWE PRICE CAPITAL APPRECIATION PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$12.61	\$9.66	\$13.62	\$13.33	\$11.87	\$11.09
Value at end of period	\$14.08	\$12.61	\$9.66	\$13.62	\$13.33	\$11.87
Number of accumulation units outstanding at end of period	628,128	727,310	763,647	846,175	892,576	629,093
<b>ING T. ROWE PRICE EQUITY INCOME PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.27	\$8.40	\$13.33	\$13.21	\$11.33	\$11.00
Value at end of period	\$11.55	\$10.27	\$8.40	\$13.33	\$13.21	\$11.33
Number of accumulation units outstanding at end of period	171,985	174,115	183,919	203,291	187,113	149,598
<b>ING T. ROWE PRICE GROWTH EQUITY PORTFOLIO</b>						
(Funds were first received in this option during May 2007)						
Value at beginning of period	\$8.01	\$5.73	\$10.14	\$10.10		
Value at end of period	\$9.16	\$8.01	\$5.73	\$10.14		
Number of accumulation units outstanding at end of period	1,067,560	987,671	535,486	154,046		
<b>ING TEMPLETON FOREIGN EQUITY PORTFOLIO</b>						
(Fund first available during May 2006)						
Value at beginning of period	\$9.47	\$7.33	\$12.59	\$11.14	\$10.35	
Value at end of period	\$10.09	\$9.47	\$7.33	\$12.59	\$11.14	
Number of accumulation units outstanding at end of period	1,794,450	1,737,933	1,636,457	472,387	104,438	

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>ING TEMPLETON GLOBAL GROWTH PORTFOLIO</b>						
(Fund first available during March 2005)						
Value at beginning of period	\$10.57	\$8.16	\$13.81	\$13.77	\$11.54	\$10.74
Value at end of period	\$11.14	\$10.57	\$8.16	\$13.81	\$13.77	\$11.54
Number of accumulation units outstanding at end of period	28,422	24,413	28,724	33,525	36,789	24,652
<b>ING THORNBURG VALUE PORTFOLIO</b>						
(Funds were first received in this option during September 2006)						
Value at beginning of period	\$9.96	\$7.03	\$11.94	\$11.38	\$10.30	
Value at end of period	\$10.85	\$9.96	\$7.03	\$11.94	\$11.38	
Number of accumulation units outstanding at end of period	24,268	25,008	26,002	42,423	23,150	
<b>ING U.S. BOND INDEX PORTFOLIO</b>						
(Funds were first received in this option during May 2008)						
Value at beginning of period	\$10.51	\$10.16	\$10.03			
Value at end of period	\$10.92	\$10.51	\$10.16			
Number of accumulation units outstanding at end of period	1,352,838	1,454,753	808,243			
<b>ING UBS U.S. LARGE CAP EQUITY PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90	\$11.13
Value at end of period	\$11.10	\$10.01	\$7.76	\$13.20	\$13.34	\$11.90
Number of accumulation units outstanding at end of period	41,423	38,476	47,480	51,427	57,249	25,931
<b>ING VAN KAMPEN COMSTOCK PORTFOLIO</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21	\$12.03
Value at end of period	\$11.78	\$10.43	\$8.28	\$13.29	\$13.87	\$12.21
Number of accumulation units outstanding at end of period	1,414,600	1,474,475	1,390,974	1,430,257	1,382,804	1,051,435
<b>ING VAN KAMPEN EQUITY AND INCOME PORTFOLIO</b>						
(Fund first available during May 2005)						
Value at beginning of period	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82	\$10.15
Value at end of period	\$11.93	\$10.86	\$9.05	\$12.07	\$11.92	\$10.82
Number of accumulation units outstanding at end of period	1,103,836	1,088,308	939,388	492,315	369,075	245,919
<b>ING VAN KAMPEN GROWTH AND INCOME PORTFOLIO</b>						
(Fund first available during January 2005)						
Value at beginning of period	\$10.91	\$8.99	\$13.55	\$13.49	\$11.88	\$10.78
Value at end of period	\$12.02	\$10.91	\$8.99	\$13.55	\$13.49	\$11.88
Number of accumulation units outstanding at end of period	332,535	350,081	339,724	386,413	378,500	291,244
<b>ING WELLS FARGO HEALTH CARE PORTFOLIO</b>						
(Fund first available during May 2004)						
Value at beginning of period	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68	\$9.87
Value at end of period	\$10.97	\$10.46	\$8.88	\$12.70	\$11.93	\$10.68
Number of accumulation units outstanding at end of period	1,012,203	1,054,921	920,325	670,335	474,327	345,203
<b>ING WISDOM TREE<sup>SM</sup> GLOBAL HIGH-YIELDING EQUITY INDEX PORTFOLIO</b>						
(Funds were first received in this option during January 2008)						
Value at beginning of period	\$7.70	\$6.05	\$9.95			
Value at end of period	\$8.00	\$7.70	\$6.05			
Number of accumulation units outstanding at end of period	2,253,901	2,629,207	2,551,491			
<b>INVESCO V.I. LEISURE FUND</b>						
(Fund first available during May 2002)						
Value at beginning of period	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43	\$11.79
Value at end of period	\$11.80	\$9.87	\$7.58	\$13.58	\$13.96	\$11.43
Number of accumulation units outstanding at end of period	68,498	74,324	83,041	99,598	106,010	110,857

## Condensed Financial Information (continued)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>PROFUND VP BULL</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74	\$8.68
Value at end of period	\$8.14	\$7.37	\$6.05	\$9.89	\$9.75	\$8.74
Number of accumulation units outstanding at end of period	24,279	28,304	30,665	31,592	56,029	45,665
<b>PROFUND VP EUROPE 30</b>						
(Fund first available during May 2001)						
Value at beginning of period	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69	\$9.14
Value at end of period	\$8.99	\$8.93	\$6.88	\$12.54	\$11.16	\$9.69
Number of accumulation units outstanding at end of period	42,989	44,665	76,510	85,574	102,368	97,624
<b>PROFUND VP RISING RATES OPPORTUNITY</b>						
(Fund first available during October 2003)						
Value at beginning of period	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38	\$8.17
Value at end of period	\$4.81	\$5.84	\$4.50	\$7.41	\$7.97	\$7.38
Number of accumulation units outstanding at end of period	97,550	99,495	112,208	154,005	231,298	137,057