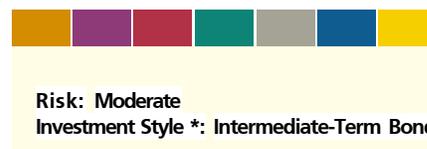


ING PIMCO Total Return Portfolio - Initial Class

INCOME

The Portfolio is managed by PIMCO, Pacific Investment Management Company LLC, an independently managed subsidiary of Allianz AG with assets under management of over \$274 billion as of June 30, 2002.



Investment Adviser

ING Life Insurance and Annuity Company (formerly Aetna Life Insurance and Annuity Company)

Subadviser: Pacific Investment Management Company LLC (PIMCO)

Portfolio Manager

William H. Gross, Chief Investment Officer and founding partner of PIMCO, is head of the investment team which manages the portfolio.

Investment Objective

Seeks maximum total return, consistent with capital preservation and prudent investment management.

Strategy

Invests under normal circumstances at least 65% of its assets in a diversified portfolio of fixed income instruments of varying maturities. The average portfolio duration of this Portfolio normally varies within a three- to six-year time frame based on the Portfolio's subadviser's forecast for interest rates. Invests primarily in investment grade debt securities, but may invest up to 10% of its assets in high yield securities ("junk bonds") rated B or higher by Moody's or S&P, or, if unrated, determined by PIMCO to be of comparable quality. May invest up to 20% of its assets in securities denominated in foreign currencies, and may invest beyond this limit in U.S.

dollar-denominated securities of foreign issuers. The Portfolio will normally hedge at least 75% of its exposure to foreign currency to reduce the risk of loss due to fluctuations in currency exchange rates. May invest all of its assets in derivative instruments, such as options, futures contracts or swap agreements, or in mortgage- or asset-backed securities. May, without limitation, seek to obtain market exposure to the securities in which it primarily invests by entering into a series of purchase and sale contracts or by using other investment techniques (such as buybacks or dollar rolls).

Principal Risks

Subject to the following principal risks:

--Market and Company Risk: The value of the

securities in which the Portfolio invests may decline due to changing economic, political or market conditions, or due to the financial condition of the company which issued the security.

--Foreign Markets Risk and Currency Risk: Investment in foreign securities involves additional risks relating to political, social and economic developments abroad. Other risks result from the differences between the regulations to which U.S. and foreign issuers and markets are subject. Exposure to foreign currencies may cause the value of the Portfolio to decline in the event that the U.S. dollar strengthens against these currencies, or in the event that foreign governments intervene in the currency markets.

--Credit Risk: Invests in non-investment grade debt securities whose issuers may be more likely to have difficulty making timely payments of interest or principal.

--Interest Rate Risk: The Portfolio's investment in debt securities involves risks relating to interest rate movement. If interest rates go up, the value of any debt securities held by the Portfolio will decline. Securities with longer durations tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations.

--Derivatives Risk: Loss may result from investments in options, futures, swaps, structured securities and other derivative instruments. These instruments may be leveraged so that small changes may produce disproportionate losses to the Portfolio. A Portfolio investing in a derivative instrument could lose more than the principal amount invested.

--Liquidity Risk: Investments in illiquid securities may reduce the returns of the Portfolio because it may be unable to sell the illiquid securities at an advantageous time or price. A Portfolio has the greatest exposure to liquidity risk due to its investments in foreign securities, derivatives, and securities with substantial market and credit risk.

--Mortgage Risk: Rising interest rates tend to extend the duration of mortgage-related

FUND FACTS¹

Inception date: **May 1, 2002**

Investment advisory fee: **0.50%**

Other Expenses: **0.35%**

Total fund annual expenses: **0.85%**

securities, making them more sensitive to changes in interest rates. As a result, in a period of rising interest rates, a Portfolio that holds mortgage-related securities may exhibit additional volatility. In addition, mortgage-related securities are subject to prepayment risk. This can reduce the returns of a Portfolio.

--Leveraging Risk: Leveraging may cause a Portfolio to liquidate portfolio positions when it may not be advantageous to do so. Leverage, including borrowing, may cause the Portfolio to be more volatile than if the Portfolio had not been leveraged.

--Active or Frequent Trading Risk: Frequent trading increases transaction costs, which could detract from the Portfolio's performance.

Important Information

*Determined using Fund Company and/or Morningstar Category information.

(1) Other Expenses shown in the above table are based on estimated amounts for the current fiscal year.

If you participate in a retirement plan under Internal Revenue Code Sections 403(b) or 457 that is not subject to ERISA and is funded by an annuity contract through ILIAC's Variable Annuity Accounts B and C, this material must be accompanied by the current Portfolio Update, Performance Update, and a Prospectus Summary for the contract. You can obtain a free copy of the prospectus for the fund and/or the separate account prior to making an investment decision or at any time by calling your local representative or 1-800-262-3862. If a different toll-free number is shown on the first page of the

Prospectus Summary, please call that number. Read carefully before investing.

Securities are offered through ING Financial Advisers, LLC (member SIPC) or other broker-dealers with which it has a selling agreement.



PORTFOLIO UPDATE

ING PIMCO Total Return Portfolio - Initial Class

AS OF SEPTEMBER 30, 2002 (shown in percentages)

Fund Facts

Market Benchmark ¹	Lehman Brothers Aggregate Bond Index
Total Net Assets	\$29.5 million
Beta*	N/A

Top Ten Holdings

GNMA I TBA 6.00% OCT	19.3
FHLMC TBA GOLD 6.00% NOV	17.4
FNMA TBA 5.5% OCT 15YR	14.0
BUNDESREPUBLIC SER00	9.0
U S TREASURY NOTE	7.1
U S TREASURY NOTE	5.6
FNR 1993-55-J PAC WM07 WC7.0295	5.5
F N M A DISC NT	5.1
U S TREASURY BOND	4.9
BUNDESSCHATZANWEISUNGEN NT 01	4.7

S&P Ratings ***

AAA	72.0
AA	23.0
A	1.0
BBB	3.0
N/R	1.0
Average	AAA

Asset Allocation

Investment Grade Corporate Bonds	6.0
US Treasury Bonds	16.0
Agency Bonds & MBS	63.0
Foreign Bonds	14.0
Cash & Equivalents	1.0

Average annual total returns

	Qtr [†]	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Fund	4.23	N/A	N/A	N/A	N/A	5.90
Index ¹	4.59	N/A	N/A	N/A	N/A	N/A

[†] Return Not Annualized

¹The Lehman Brothers Aggregate Bond Index is an unmanaged index and is composed of securities from Lehman Brothers Government/Corporate Bond Index, Mortgage-Backed Securities Index, and the Asset-Backed Securities Index. Please note that indexes are unmanaged and their returns do not take into account any of the fees and expenses of the mutual funds to which they are compared. Individuals cannot invest directly in any index.

*Beta is a means of measuring the volatility of a security or portfolio of securities in comparison with the market as a whole. A beta of 1 indicates that the security's price will move with the market. A beta higher than 1 indicates that the price will be more volatile than the market and a beta of less than 1 means that it will be less volatile.

***Standard & Poor's is an independent rating agency.

Results are historical and are not intended to portray future performance. Investment return and the principal value of an investment will fluctuate so that, when sold, an investment may be worth more or less than the original cost.

Important Information

Average annual total returns and calendar year returns are net of all fund expenses, but do not include retirement plan charges which, if included, would reduce the total return. Performance results assume reinvestment of all earnings and do not include the deduction of any fund sales charges, which are waived under the terms of this retirement program.

Since the Portfolio does not have a full year of operations, please refer to the ING Partners Inc. prospectus to obtain more information on the fund and manager.