ING Risk Managed Natural Resources Fund
Form N-CSR
May 07, 2010

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR
CERTIFIED SHAREHOLDER REPORT OF
REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-21938

ING Risk Managed Natural Resources Fund
(Exact name of registrant as specified in charter)

7337 E. Doubletree Ranch Rd., Scottsdale, AZ	**85258**
(Address of principal executive offices)	(Zip code)

The Corporation Trust Company, 1209 Orange Street, Wilmington, DE 19801
(Name and address of agent for service)

Registrant s telephone number, including area code: **1-800-992-0180**

Date of fiscal year end: **February 28**

Date of reporting period: **February 28, 2010**

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Annual Report

February 28, 2010

ING Risk Managed Natural Resources Fund

E-Delivery Sign-up details inside

This report is submitted for general information to shareholders of the ING Funds. It is not authorized for distribution to prospective shareholders unless accompanied or preceded by a prospectus which includes details regarding the fund s investment objectives, risks, charges, expenses and other information. This information should be read carefully.

FUNDS

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Sign up now for on-line prospectuses, fund reports, and proxy statements. In less than five minutes, you can help reduce paper mail and lower fund costs.

Just go to www.ingfunds.com, click on the E-Delivery icon from the home page, follow the directions and complete the quick 5 Steps to Enroll.

You will be notified by e-mail when these communications become available on the internet. Documents that are not available on the internet will continue to be sent by mail.

PROXY VOTING INFORMATION

A description of the policies and procedures that the Fund uses to determine how to vote proxies related to portfolio securities is available: (1) without charge, upon request, by calling Shareholder Services toll-free at (800)-992-0180; (2) on the ING Funds website at www.ingfunds.com; and (3) on the SEC s website at www.sec.gov. Information regarding how the Fund voted proxies related to portfolio securities during the most recent 12-month period ended June 30 is available without charge on the ING Funds website at www.ingfunds.com and on the SEC s website at www.sec.gov.

QUARTERLY PORTFOLIO HOLDINGS

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund s Forms N-Q are available on the SEC s website at www.sec.gov. The Fund s Forms N-Q may be reviewed and copied at the SEC s Public Reference Room in Washington, DC, and information on the operation of the Public Reference Room may be obtained by calling (800)-SEC-0330; and is available upon request from the Fund by calling Shareholder Services toll-free at (800)-992-0180.

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PRESIDENT S LETTER

Dear Shareholder,

ING Risk Managed Natural Resources Fund (the Fund) is a non-diversified, closed-end management investment company whose shares are traded on the New York Stock Exchange under the symbol IRR. The Fund s investment objective is total return through a combination of current income, realized capital gains and capital appreciation.

The Fund will seek to achieve its investment objective by investing in a portfolio of equity securities of companies in the energy and natural resources industries and by employing an integrated options collar strategy. The Fund s collar strategy seeks to reduce the volatility of total returns relative to the natural resources equity sector and to help the Fund achieve its investment objective by seeking to generate capital gains in declining markets from the purchase of put options and premiums from writing call options.

For the fiscal year ended February 28, 2010, the Fund made quarterly total distributions of $1.65 per share, including capital gains of $0.86 per share and a return of capital of $0.64 per share and net investment income of $0.15 per share. During the fiscal year, the Fund reduced its quarterly distribution from $0.425 to $0.382 per quarter, commencing with the distribution paid on January 15, 2010.

Based on net asset value (NAV), the Fund provided a total return of 15.85% for the fiscal year ended February 28, 2010.(1) This NAV return reflects an increase from $15.18 on February 28, 2009 to $15.86 on February 28, 2010. Based on its share price as of February 28, 2010, the Fund provided a total return of 46.00% for the fiscal year ended February 28, 2010.(2) This share price return reflects an increase in its share price from $12.66 on February 28, 2009 to $16.67 on February 28, 2010.

The global equity markets have witnessed a challenging and turbulent period. Please read the Market Perspective and Portfolio Managers Report for more information on the market and the Fund s performance.

At ING Funds our mission is to set the standard in helping our clients manage their financial future. We seek to assist you and your financial advisor by offering a range of global investment solutions. We invite you to visit our website at www.ingfunds.com. Here you will find information on our products and services, including current market data and fund statistics on our open- and closed-end funds. You will see that we offer a broad variety of equity, fixed income and multi-asset funds that aim to fulfill a variety of investor needs.

We thank you for trusting ING Funds with your investment assets, and we look forward to serving you in the months and years ahead.

Sincerely,

Shaun P. Mathews
President & Chief Executive Officer
ING Funds
April 9, 2010

The views expressed in the President s Letter reflect those of the President as of the date of the letter. Any such views are subject to change at any time based upon market or other conditions and ING Funds disclaim any responsibility to update such views. These views may not be relied on as investment advice and because investment decisions for an

ING Fund are based on numerous factors, may not be relied on as an indication of investment intent on behalf of any ING Fund. Reference to specific company securities should not be construed as recommendations or investment advice. International investing does pose special risks including currency fluctuation, economic and political risks not found in investments that are solely domestic.

For more complete information, or to obtain a prospectus for any ING Fund, please call your Investment Professional or the Fund s Shareholder Service Department at (800) 992-0180 or log on to www.ingfunds.com. The prospectus should be read carefully before investing. Consider the fund s investment objectives, risks, charges and expenses carefully before investing. The prospectus contains this information and other information about the fund. Check with your Investment Professional to determine which funds are available for sale within their firm. Not all funds are available for sale at all firms.

(1) Total investment return at net asset value has been calculated assuming a purchase at net asset value at the beginning of each period and a sale at net asset value at the end of each period and assumes reinvestment of dividends, capital gain distributions, and return of capital distributions/allocations, if any, in accordance with the provisions of the Fund s dividend reinvestment plan. Total investment return at net asset value is not annualized for periods less than one year.

(2) Total investment return at market value measures the change in the market value of your investment assuming reinvestment of dividends, capital gain distributions, and return of capital distributions/allocations, if any, in accordance with the provisions of the Fund s dividend reinvestment plan. Total investment return at market value is not annualized for periods less than one year.

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Market Perspective: Year Ended February 28, 2010

In our semi-annual report, we described how global equities in the form of the MSCI World Index[sm(1)] measured in local currencies, including net reinvested dividends (MSCI for regions discussed below), staged a dramatic recovery beginning on March 9 from a 22% deficit for the calendar year to date. Smaller gains were made in the second half of the fiscal year, and for the whole fiscal year the index rose 46.06%. (The MSCI World Index[sm(1)] returned 54.30% for the entire fiscal year, measured in U.S. dollars.) In currencies, the U.S. dollar, on a trade weighted basis, touched a 15-month low in late November but rebounded somewhat against European currencies. For the fiscal year, the U.S. dollar lost 6.9% to the euro, 9.0% against the yen, and 6.4% against the pound.

Gradually, the seeds of recovery from global recession started to bear fruit as opposed to just the green shoots on which the prices of risky assets had improbably surged since March. The financial crisis that caused the recession led governments to intervene massively to recapitalize companies considered systemically important, or at least make practically unlimited amounts of liquidity available to them at low cost. These were mainly banks and other financial institutions, but in the U.S. also included major auto makers. Some financial giants once thought impregnable now sit meekly under government control. Interest rates have been reduced to record low levels to encourage these institutions to lend and generally to support demand. Bank lending has continued to stagnate however (except in China, where banks tend to follow government directions).

Cash-for-Clunkers programs were successfully introduced in a number of countries, under which governments subsidized the trade-in of old vehicles for newer models. In the U.S. the government offered an $8,000 tax credit to first-time home buyers and extended jobless benefits. In Europe, to reduce the number of workers being laid off, corporations were subsidized to keep them on part time. The U.K. reduced value added tax (VAT).

Government budget deficits have soared to modern-day records: in the U.S. alone $1.42 trillion for the fiscal year ending September 2009. To keep interest rates down the Federal Reserve Board and the Bank of England have been buying U.S. Treasury bonds in a strategy known as quantitative easing.

What will happen when large-scale government intervention ends, is probably the greatest concern for investors. But China s rate of gross domestic product (GDP) growth is now back above 10% and some key areas of the economy are clearly looking better.

House prices have started to rise again. The Standard & Poor s (S&P)/Case-Shiller National U.S. Home Price Index[(2)] of house prices in 20 cities was reported in February to have risen for seven consecutive months and was only down 3.1% from a year earlier. Sales of existing homes reached the highest levels since February 2007 but then fell in December and January, perhaps distorted by tax credit effects.

On the employment front, improvement has so far been too slow to sustain a vigorous recovery. Jobs were still being lost as our fiscal year ended, although the trend is falling. The unemployment rate was reported at 9.7% in February, having peaked at 10.2%. Wage growth remains weak and the participation rate (percentage of the population in the labor force) fell to 64.6%, the lowest level since August 1985, before edging up in January.

At least the economy has started to expand again after four quarterly declines. In the third quarter of 2009, GDP in the U.S. rose by 2.2% at an annual rate and in the fourth quarter 5.90%, largely due to inventory rebuilding. U.S. equities, represented by the S&P 500® Composite Stock Price (S&P 500®) Index[(3)] including dividends returned 53.62% in the fiscal year, five sixths of it in the first half. The rally was led by the financials sector which almost doubled in value. The index suffered its first monthly fall since February 2009 in October, when a rather flat personal incomes report issued on the last day of the month drove the market down by over 2%. A more serious setback took place in January, when, after a bright start, concerns over the employment situation, enforced credit tightening in China and the possibility of sovereign debt default in Greece depressed risk appetites and sent markets tumbling. Profits for S&P 500® companies suffered their ninth straight quarter of annual decline in the third quarter before showing strong improvement in the fourth.

In international markets, the MSCI Japan® Index[4] rose 21.76% over the fiscal year, but actually fell nearly 6.00% in the second half. GDP resumed growth in the fourth quarter, bolstered by government stimulus and because imports are falling faster than exports. But domestic demand is generally weak, with wages down for 18 consecutive months and deflation again the norm. The MSCI Europe ex UK® Index[5] surged 44.27% for the entire fiscal year. As in the U.S. the region s economy returned to growth in the third quarter of 2009, by 0.4% over the previous quarter, but only rose by 0.1% in the fourth quarter. Adding to the sense of a stalled recovery, composite sentiment and purchasing managers indices slipped after months of increase. Unemployment rose to a decade-high 9.9% and stayed there. Greece s credit rating was downgraded on concerns about its burgeoning budget deficit. The MSCI UK® Index[6] gained 46.17% for the entire fiscal year. The U.K. had to wait until the fourth quarter for a rise in GDP, of 0.3%. Consumers continued to pay down debt at record rates and the household savings rate rose to 8.6%, the highest since 1998. Yet unemployment stabilized at 7.8% and purchasing managers indices held firmly in expansion mode. House prices resumed rising on an annual basis but ominously fell in February for the first month in ten.

(1) The MSCI World Index^{sm} is an unmanaged index that measures the performance of over 1,400 securities listed on exchanges in the U.S., Europe, Canada, Australia, New Zealand and the Far East.

(2) The S&P/Case-Shiller National U.S. Home Price Index tracks the value of single-family housing within the United States. The index is a composite of single-family home price indices for the nine U.S. Census divisions and is calculated quarterly.

(3) The S&P 500® Index is an unmanaged index that measures the performance of securities of approximately 500 large-capitalization companies whose securities are traded on major U.S. stock markets.

(4) The MSCI Japan® Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Japan.

(5) The MSCI Europe ex UK® Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Europe, excluding the UK.

(6) The MSCI UK® Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in the UK.

All indices are unmanaged and investors cannot invest directly in an index.

Past performance does not guarantee future results. The performance quoted represents past performance. Investment return and principal value of an investment will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. The Fund s performance is subject to change since the period s end and may be lower or higher than the performance data shown. Please call (800) 992-0180 or log on to www.ingfunds.com to obtain performance data current to the most recent month end.

Market Perspective reflects the views of ING s Chief Investment Risk Officer only through the end of the period, and is subject to change based on market and other conditions.

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ING Risk Managed Natural Resources Fund
Portfolio Managers Report

Industry Allocation
as of February 28, 2010
(as a percent of net assets)

Portfolio holdings are subject to change daily.

ING Risk Managed Natural Resources Fund (the Fund) seeks total return through a combination of current income, realized capital gains and capital appreciation. The Fund is managed by Paul Zemsky, Christopher Corapi, David Powers and Jody I. Hrazanek, Portfolio Managers, ING Investment Management Co. the Sub-Adviser.

Under normal market conditions, the Fund seeks to achieve its investment objective by investing at least 80% of its managed assets in the equity securities of, or derivatives linked to the equity securities of, companies that are primarily engaged in owning or developing energy, other natural resources and basic materials, or supplying goods and services to such companies (Natural Resources Companies). Equity securities held by the Fund could include common stocks, preferred shares, convertible securities, warrants and depository receipts. The Fund may also invest in exchange traded funds (ETFs) comprised primarily of Natural Resources Companies. Additionally, the Fund employs an integrated options collar strategy which seeks to partially reduce the exposure of the Fund to declines in the value of the energy and natural resources securities in its portfolio and helps the Fund achieve its investment objective by seeking to generate capital gains in declining markets from the purchase of put options and premiums from writing call options.

Equity Portfolio Construction: When selecting equity investments for the Fund, the Sub-Adviser uses fundamental and quantitative research provided by its analysts. The Sub-Adviser normally seeks to identify securities of companies that it believes to be undervalued relative to the value of the energy and natural resources assets they hold or their business fundamentals and outlook. This identification process takes into account current and anticipated economic and financial conditions, as well as company-specific considerations that may cause the issuer s equity to lead or lag the performance of the broader natural resources investment universe. The Sub-Adviser believes that the best investment candidates are those that feature superior capital allocation, strong competitive position and operations in industries with robust demand. Furthermore, the Sub-Adviser favors companies that can grow their production rather than those that simply rely upon strengthening commodity prices to improve their earnings outlooks. In constructing the portfolio, the Sub-Adviser takes into account the objectives of the Fund s collar strategy and the instruments through which it is implemented. Under normal market conditions, the Fund generally holds approximately 130 equity securities in its portfolio.

Collar Strategy: Under normal market conditions, the Fund seeks to manage risk by employing an integrated options collar strategy. The Fund s collar strategy includes: purchasing put options and writing call options on energy and materials indices (Resource Indices) and/or ETFs, correlated with the Fund s portfolio, or securities held in the Fund s portfolio. Under normal market conditions, the Fund generally purchases put options approximately 5% out-of-the-money, usually on a three-month basis and for an amount approximating 100% of the value of the Fund s underlying assets. The Fund usually writes call options at-the-money or near-to-the-money, usually on a one-month basis and for an amount equal to 50-100% of the value of the Fund s underlying assets. The Fund s collar strategy seeks to partially reduce the exposure of the Fund to declines in the value of energy and natural resources securities in its portfolio, while simultaneously generating capital gains in declining markets from the purchase of put options and premiums from writing call options to help the Fund achieve its total return investment objective. Put options may be financed by a portion of the premiums received by the Fund from the sale of call options. The Fund may purchase put options and write call options on Resource Indices and/or ETFs including, but not limited to the Energy Select Sector Index and the Materials Select Sector Index® (each a Sector Index and collectively, the Sector Indices), and/or the Energy Select Sector SPDR® Fund and the Materials Select Sector SPDR® Fund (each a SPDR® Fund and collectively, the SPDR® Funds). The

Top Ten Holdings
as of February 28, 2010
(as a percent of net assets)

ExxonMobil Corp.	11.8%
Chevron Corp.	8.2%
Schlumberger Ltd.	5.2%
ConocoPhillips	4.3%
Occidental Petroleum Corp.	3.4%
Apache Corp.	3.1%
Halliburton Co.	2.1%
XTO Energy, Inc.	2.0%
National Oilwell Varco, Inc.	2.0%
Anadarko Petroleum Corp.	1.9%

Portfolio holdings are subject to change daily.

collar strategy may be executed primarily in over-the-counter markets with major international banks, broker-dealers and financial institutions.

Performance: Based on net asset value (NAV) as of February 28, 2010, the Fund provided a total return of 15.85% for the fiscal year. This NAV return reflects an increase in its share price from $15.18 on February 28, 2009 to $15.86 on February 28, 2010. Based on its share price as of February 28, 2010, the Fund provided a total return of 46.00% for the fiscal year. This share price return reflects an increase in its share price from $12.66 on February 28, 2009 to $16.67 on February 28, 2010. A composite of 80% Energy Select Sector Index® (IXE[1]) and 20% Materials Select Sector Index® (IXB[2]) returned 44.91% for the reporting period. The portfolio is designed to own only a part of an upside of the market and to protect against part of the downside. During the period, the Fund made quarterly total distributions of $1.65 per share, including capital gains of $0.86 per share and a return of capital of $0.64 per share and net investment income of $0.15 per share. During the fiscal year, the Fund reduced its quarterly distribution from $0.425 to $0.382 per quarter, commencing with the distribution paid on January 15, 2010. As of February 28, 2010, the Fund had 22,532,821 shares outstanding.

Market Review: The equity portfolio of the Fund uses a customized reference index, which is a blend of 80% IXE index and 20% IXB index. The blended reference index returned 44.91% for the reporting period. The natural resources space experienced a strong recovery after March 6, 2009, due to two consecutive stronger than expected earnings seasons and an improving economic outlook. Within energy, early cycle stocks with high sensitivity to commodity prices, such as drillers, coal, equipment and storage companies and exploration and production companies, were the strongest performers during the period. Within materials, paper products, diversified metals and mining as well as aluminum companies experienced strong returns. More defensive sectors, such as gold and oil and gas refiners, lagged the overall market.

Equity Portfolio: In order to effectively implement the collar strategy, the Fund manages a portion of the underlying equity portfolio in a risk-managed style. To reduce basis risk between the portfolio and the collar, the portfolio generally holds the securities in the energy and materials indices in which the collar is implemented. In the portion of the portfolio on which the collar strategy is engineered, the portfolio weights for stocks reflect index weights. These securities generally represent 70% or more of the value of the equity portfolio.

In the actively managed equity portion (no collar strategy), outperformance of the equity portfolio can be attributed primarily to stock selection in the energy sector. In particular, the Fund s underexposure to integrated oil and gas names such as ExxonMobil Corp. and its exposure to cyclical, high beta companies within the exploration and production industry, e.g., Cimarex Energy Co. and Talisman Energy Inc., helped relative results. The Fund was hurt by not holding chemical companies such as E.I. Dupont de Nemours & Co. and Dow Chemical Co., as these stocks outpaced the broader equity market during the period. The Fund s exposure to gold stocks, a more defensive sub-sector that lagged the market, also detracted from results.

Option Portfolio: For the period, the Fund s collar strategy had a negative impact on relative returns. The Fund purchases put options and writes call options on the IXE and IXB indexes to implement its collar. Put options were held against 100% of the value of the underlying equity portfolio, with strike prices at roughly 5% out of the money and expiration dates of about three months at inception. The Fund s call coverage level was usually between 50-70%, with options written generally at or near the money and expirations of about one month.

The Fund s collar strategy seeks to exploit the high volatility of the natural resources sector it attempts to protect the portfolio from large NAV declines while seeking to generate premiums and retain some potential for upside appreciation. This strategy detracted value during this period as strong equity market performance led the majority of the put options to expire without value and the majority of the call options to expire in the money.

Current Strategy & Outlook: For the coming months, we believe volatility levels will remain elevated as concerns over commodity prices persist. We believe implied volatility should be adequate to continue earning an attractive level of call premiums after using some of the proceeds to pay for put protection.

(1) The IXE is a modified market capitalization-based index intended to track the movements of companies that are components of the S&P 500® Index and are involved in the development or production of energy products. Energy companies in the Index develop and produce crude oil and natural gas and provide drilling and other energy related services.

(2) The IXB is a modified market capitalization-based index intended to track the movements of companies that are components of the S&P 500® Index and are involved in materials. Materials include integrated steel product, chemicals, fibers, paper and gold.

Portfolio holdings and characteristics are subject to change and may not be representative of current holdings and characteristics. Performance data represents past performance and is no guarantee of future results.

An index has no cash in its portfolio, imposes no sales charges and incurs no operating expenses. An investor cannot invest directly in an index.

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

The Shareholders and Board of Trustees
ING Risk Managed Natural Resources Fund

We have audited the accompanying statement of assets and liabilities, including the portfolio of investments, of ING Risk Managed Natural Resources Fund as of February 28, 2010, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the financial highlights for each of the years in the three-year period then ended, and the period from October 24, 2006 (commencement of operations) to February 28, 2007. These financial statements and financial highlights are the responsibility of management. Our responsibility is to express an opinion on these financial statements and financial highlights 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 audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of February 28, 2010, by correspondence with the custodian, transfer agent, and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of ING Risk Managed Natural Resources Fund as of February 28, 2010, and the results of its operations, the changes in its net assets, and the financial highlights for the periods specified in the first paragraph above, in conformity with U.S. generally accepted accounting principles.

Boston, Massachusetts
April 26, 2010

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STATEMENT OF ASSETS AND LIABILITIES as of February 28, 2010

ASSETS:	
Investments in securities at value*	$ 356,369,421
Short-term investments in affiliates**	3,498,000
Cash	871
Foreign currencies at value***	47,482
Receivables:	
Investment securities sold	330,824
Dividends and interest	1,073,996
Prepaid expenses	3,295
Total assets	361,323,889
LIABILITIES:	
Payable for investment securities purchased	654,003
Payable to affiliates	299,681
Payable for trustees fees	4,878
Other accrued expenses and liabilities	131,821
Written options^	2,886,756
Total liabilities	3,977,139
NET ASSETS (equivalent to $15.86 per share on 22,532,821 shares outstanding)	$ 357,346,750
NET ASSETS WERE COMPRISED OF:	
Paid-in capital shares of beneficial interest at $0.01 par value (unlimited shares authorized)	$ 378,525,671
Undistributed net investment income	505,341
Accumulated net realized loss on investments, foreign currency related transactions, and written options	(84,394,667)
Net unrealized appreciation on investments, foreign currency related transactions, and written options	62,710,405
NET ASSETS	$ 357,346,750

* Cost of investments in securities	$ 297,228,876
** Cost of short-term investments in affiliates	$ 3,498,000
*** Cost of foreign currencies	$ 47,279
^ Premiums received on written options	$ 6,456,551

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STATEMENT OF OPERATIONS for the year ended February 28, 2010

INVESTMENT INCOME:	
Dividends, net of foreign taxes withheld*(1)	$ 7,201,996
Total investment income	7,201,996
EXPENSES:	
Investment management fees	3,602,010
Transfer agent fees	28,311
Administrative service fees	360,197
Shareholder reporting expense	101,252
Professional fees	71,805
Custody and accounting expense	82,517
Trustee fees	11,108
Miscellaneous expense	67,578
Total expenses	4,324,778
Net waived and reimbursed fees	(3,635)
Net expenses	4,321,143
Net investment income	2,880,853
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS, FOREIGN CURRENCY RELATED TRANSACTIONS, AND WRITTEN OPTIONS:	
Net realized gain (loss) on:	
Investments	(87,510,595)
Foreign currency related transactions	(312,086)
Written options	7,513,971
Net realized loss on investments, foreign currency related transactions, and written options	(80,308,710)
Net change in unrealized appreciation or depreciation on:	
Investments	129,618,914
Foreign currency related transactions	(28,088)
Written options	(153,290)
Net change in unrealized appreciation or depreciation on investments, foreign currency related transactions, and written options	129,437,536
Net realized and unrealized gain on investments, foreign currency related transactions, and written options	49,128,826
Increase in net assets resulting from operations	$ 52,009,679

* Foreign taxes withheld	$	73,929
(1) Dividends from affiliates	$	9,014

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STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended February 28, 2010	Year Ended February 28, 2009
FROM OPERATIONS:		
Net investment income	$ 2,880,853	$ 2,335,959
Net realized gain (loss) on investments, foreign currency related transactions, and written options	(80,308,710)	84,743,236
Net change in unrealized appreciation or depreciation on investments, foreign currency related transactions, and written options	129,437,536	(133,791,311)
Increase (decrease) in net assets resulting from operations	52,009,679	(46,712,116)
FROM DISTRIBUTIONS TO SHAREHOLDERS:		
Net investment income	(3,382,890)	(3,062,129)
Net realized gains	(19,410,597)	
Return of capital	(14,377,266)	(35,508,126)
Total distributions	(37,170,753)	(38,570,255)
FROM CAPITAL SHARE TRANSACTIONS:		
Reinvestment of distributions	2,216,327	
Cost of shares repurchased, net of commissions	(1,564,216)	(2,096,482)
Net increase (decrease) in net assets resulting from capital share transactions	652,111	(2,096,482)
Net increase (decrease) in net assets	15,491,037	(87,378,853)
NET ASSETS:		
Beginning of year	341,855,713	429,234,566
End of year	$ 357,346,750	$ 341,855,713
Undistributed net investment income at end of year	$ 505,341	$ 1,346,518

Selected data for a share of beneficial interest outstanding throughout each year or period.

		Year Ended February 28, 2010	Year Ended February 28, 2009	Year Ended February 29, 2008	October 24, 2006[1] to February 28, 2007
Per Share Operating Performance:					
Net asset value, beginning of period	$	15.18	18.92	19.18	19.06(2)
Income (loss) from investment operations:					
Net investment income	$	0.13*	0.10*	0.17	0.06*
Net realized and unrealized gain (loss) on investments	$	2.20	(2.14)	1.27	0.20
Total from investment operations	$	2.33	(2.04)	1.44	0.26
Less distributions from:					
Net investment income	$	0.15	0.13	0.12	0.04
Net realized gains on investments	$	0.86	1.57		
Return of capital	$	0.64		1.58	0.10
Total distributions	$	1.65	1.70	1.70	0.14
Net asset value, end of period	$	15.86	15.18	18.92	19.18
Market value, end of period	$	16.67	12.66	17.19	18.76
Total investment return at net asset value[3]	%	**15.85**	**(9.88)**	**8.20**	**1.38**
Total investment return at market value[4]	%	**46.00**	**(17.28)**	**0.51**	**(5.50)**
Ratios and Supplemental Data:					
Net assets, end of period (000 s)	$	357,347	341,856	429,235	433,595
Ratios to average net assets:					
Gross expenses prior to expense waiver[5]	%	1.20	1.18	1.17	1.23
Net expenses after expense waiver[5]	%	1.20**	1.18**	1.17	1.18
Net investment income after expense waiver[5]	%	0.80**	0.59**	0.86	0.88
Portfolio turnover rate	%	28	85	57	21

(1) Commencement of operations.

(2) Net asset value at beginning of period reflects the deduction of the sales load of $0.90 per share and offering costs of $0.04 per share paid by the shareholder from the $20.00 offering price.

(3) Total investment return at net asset value has been calculated assuming a purchase at net asset value at the beginning of each period and a sale at net asset value at the end of each period and assumes reinvestment of dividends, capital gain distributions, and return of capital distributions/allocations, if any, in accordance with the provisions of the dividend reinvestment plan. Total investment return at net asset value is not annualized for periods less than one year.

(4)

Total investment return at market value measures the change in the market value of your investment assuming reinvestment of dividends, capital gain distributions, and return of capital distributions/allocations, if any, in accordance with the provisions of the Fund s dividend reinvestment plan. Total investment return at market value is not annualized for periods less than one year.

(5) Annualized for periods less than one year.

* Calculated using average number of shares outstanding throughout the period.

** Impact of waiving the advisory fee for the ING Institutional Prime Money Market Fund holding has less than 0.005% impact on the expense ratio and net investment income ratio.

See Accompanying Notes to Financial Statements

NOTES TO FINANCIAL STATEMENTS as of February 28, 2010

NOTE 1 ORGANIZATION

ING Risk Managed Natural Resources Fund (the Fund) is a non-diversified, closed-end management investment company registered under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund is organized as a Delaware statutory trust.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies are consistently followed by the Fund in the preparation of its financial statements, and such policies are in conformity with U.S. generally accepted accounting principles for investment companies.

A. *Security Valuation.* Investments in equity securities traded on a national securities exchange are valued at the last reported sale price. Securities reported by NASDAQ are valued at the NASDAQ official closing prices. Securities traded on an exchange or NASDAQ for which there has been no sale and equity securities traded in the over-the-counter-market are valued at the mean between the last reported bid and ask prices. All investments quoted in foreign currencies will be valued daily in U.S. dollars on the basis of the foreign currency exchange rates prevailing at that time. Debt securities acquired with more than 60 days to maturity are valued using matrix pricing methods determined by an independent pricing service which takes into consideration such factors as yields, maturities, liquidity, ratings and traded prices in similar or identical securities. Securities for which valuations are not readily available from an independent pricing service may be valued by brokers which use prices provided by market makers or estimates of fair market value obtained from yield data relating to investments or securities with similar characteristics. Investments in open-end mutual funds are valued at the net asset value. Investment in securities maturing 60 days or less from date of acquisition are valued at amortized cost which approximates market value.

Securities and assets for which market quotations are not readily available (which may include certain restricted securities that are subject to limitations as to their sale) are valued at their fair values, as defined by the 1940 Act, and as determined in good faith by or under the supervision of the Fund s Board of Trustees (Board), in accordance with methods that are specifically authorized by the Board. Securities traded on exchanges, including foreign exchanges, which close earlier than the time that the Fund calculates its net asset value (NAV) may also be valued at their fair values, as defined by the 1940 Act and as determined in good faith by or under the supervision of the Board, in accordance with methods that are specifically authorized by the Board. The value of a foreign security traded on an exchange outside the United States is generally based on its price on the principal foreign exchange where it trades as of the time the Fund determines its NAV or if the foreign exchange closes prior to the time the Fund determines its NAV, the most recent closing price of the foreign security on its principal exchange. Trading in certain non-U.S. securities may not take place on all days on which the NYSE Euronext (NYSE) is open. Further, trading takes place in various foreign markets on days on which the NYSE is not open. Consequently, the calculation of the Fund s NAV may not take place contemporaneously with the determination of the prices of securities held by the Fund in foreign securities markets. Further, the value of the Fund s assets may be significantly affected by foreign trading on days when a shareholder cannot purchase or redeem shares of the Fund. In calculating the Fund s NAV, foreign securities denominated in foreign currency are converted to U.S. dollar equivalents. If an event occurs after the time at which the market for foreign securities held by the Fund closes but before the time that the Fund s NAV is calculated, such event may cause the closing price on the foreign exchange to not represent a readily available reliable market value quotation for such securities at the time the Fund determines its NAV. In such a case, the Fund will use the fair value of such securities as determined under the Fund s valuation procedures. Events after the close of trading on a foreign market that could require the Fund to fair value some or all of its foreign securities include, among others, securities trading in the U.S. and other markets, corporate announcements, natural and other disasters, and political and other events. Among other elements of analysis in the determination of a security s fair value, the Board has authorized the use of one or more independent research services to assist with such determinations. An independent research service

NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (continued)

may use statistical analyses and quantitative models to help determine fair value as of the time the Fund calculates its NAV. There can be no assurance that such models accurately reflect the behavior of the applicable markets or the effect of the behavior of such markets on the fair value of securities, or that such markets will continue to behave in a fashion that is consistent with such models. Unlike the closing price of a security on an exchange, fair value determinations employ elements of judgment. Consequently, the fair value assigned to a security may not represent the actual value that the Fund could obtain if it were to sell the security at the time of the close of the NYSE. Pursuant to procedures adopted by the Board, the Fund is not obligated to use the fair valuations suggested by any research service, and valuation recommendations provided by such research services may be overridden if other events have occurred or if other fair valuations are determined in good faith to be more accurate. Unless an event is such that it causes the Fund to determine that the closing prices for one or more securities do not represent readily available reliable market value quotations at the time the Fund determines its NAV, events that occur between the time of the close of the foreign market on which they are traded and the close of regular trading on the NYSE will not be reflected in the Fund s NAV.

Options that are traded over-the-counter will be valued using one of three methods: (1) dealer quotes; (2) industry models with objective inputs, or (3) by using a benchmark arrived at by comparing prior-day dealer quotes with the corresponding change in the underlying security. Exchange traded options will be valued using the last reported sale. If no last sale is reported, exchange traded options will be valued using an industry accepted model such as Black Scholes. Options on currencies purchased by the Fund are valued using industry models with objective inputs at their last bid price in the case of listed options or at the average of the last bid prices obtained from dealers in the case of over-the-counter options.

Fair value is defined as the price that the Fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. Each investment asset or liability of the Fund is assigned a level at measurement date based on the significance and source of the inputs to its valuation. Quoted prices in active markets for identical securities are classified as Level 1 , inputs other than quoted prices for an asset or liability that are observable are classified as Level 2 and unobservable inputs, including the sub-adviser s judgment about the assumptions that a market participant would use in pricing an asset or liability are classified as Level 3 . The inputs used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. Short-term securities of sufficient credit quality which are valued at amortized cost, which approximates fair value, are generally considered to be Level 2 securities under applicable accounting rules. A table summarizing the Fund s investments under these levels of classification is included following the Portfolio of Investments.

For the year ended February 28, 2010, there have been no significant changes to the fair valuation methodologies.

B. *Security Transactions and Revenue Recognition.* Security transactions are recorded on the trade date. Realized gains or losses on sales of investments are calculated on the identified cost basis. Interest income is recorded on the accrual basis. Premium amortization and discount accretion are determined using the effective yield method. Dividend income is recorded on the ex-dividend date, or in the case of some foreign dividends, when the information becomes available to the Fund.

C. *Foreign Currency Translation.* The books and records of the Fund are maintained in U.S. dollars. Any foreign currency amounts are translated into U.S. dollars on the following basis:

(1)

Market value of investment securities, other assets and liabilities at the exchange rates prevailing at the end of the day.

(2) Purchases and sales of investment securities, income and expenses at the rates of exchange prevailing on the respective dates of such transactions.

Although the net assets and the market values are presented at the foreign exchange rates at the end of the day, the Fund does not isolate the portion of

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NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (continued)

the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gains or losses from investments. For securities, which are subject to foreign withholding tax upon disposition, liabilities are recorded on the Statement of Assets and Liabilities for the estimated tax withholding based on the securities current market value. Upon disposition, realized gains or losses on such securities are recorded net of foreign withholding tax. Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, the difference between the amounts of dividends, interest, and foreign withholding taxes recorded on the Fund s books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the value of assets and liabilities other than investments in securities at period end, resulting from changes in the exchange rate. Foreign security and currency transactions may involve certain considerations and risks not typically associated with investing in U.S. companies and U.S. government securities. These risks include, but are not limited to, revaluation of currencies and future adverse political and economic developments which could cause securities and their markets to be less liquid and prices more volatile than those of comparable U.S. companies and U.S. government securities.

D. *Distributions to Shareholders.* The Fund intends to make quarterly distributions from its cash available for distribution, which consists of the Fund s dividends and interest income after payment of Fund expenses, net option premiums and net realized and unrealized gains on investments. At least annually, the Fund intends to distribute all or substantially all of its net realized capital gains. Distributions are recorded on the ex-dividend date. Distributions are determined annually in accordance with federal tax principles, which may differ from U.S. generally accepted accounting principles for investment companies.

The tax treatment and characterization of the Fund s distributions may vary significantly from time to time depending on whether the Fund has gains or losses on the call options written on its portfolio versus gains or losses on the equity securities in the portfolio. Each quarter, the Fund will provide disclosures with distribution payments made that estimate the percentages of that distribution that represent net investment income, other income or capital gains, and return of capital, if any. The final composition of the tax characteristics of the distributions cannot be determined with certainty until after the end of the Fund s tax year, and will be reported to shareholders at that time. A significant portion of the Fund s distributions may constitute a return of capital. The amount of quarterly distributions will vary, depending on a number of factors. As portfolio and market conditions change, the rate of dividends on the common shares will change. There can be no assurance that the Fund will be able to declare a dividend in each period.

E. *Federal Income Taxes.* It is the policy of the Fund to comply with the requirements of subchapter M of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of its net investment income and any net realized capital gains to its shareholders. Therefore, a federal income tax or excise tax provision is not required. Management has considered the sustainability of the Fund s tax positions taken on federal income tax returns for all open tax years in making this determination. No capital gain distributions shall be made until the capital loss carryforwards have been fully utilized or expire.

F. *Use of Estimates.* The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

G. *Risk Exposures and the use of Derivative Instruments.* The Fund s investment objectives permit the Fund to enter into various types of derivatives contracts, including, but not limited to, forward foreign currency exchange contracts

NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (continued)

and purchased and written options. In doing so, the Fund will employ strategies in differing combinations to permit it to increase or decrease the level of risk, or change the level or types of exposure to market risk factors. This may allow the Fund to pursue its objectives more quickly and efficiently, than if it were to make direct purchases or sales of securities capable of affecting a similar response to market factors.

Market Risk Factors. In pursuit of its investment objectives, the Fund may seek to use derivatives to increase or decrease its exposure to the following market risk factors:

Credit Risk. Credit risk relates to the ability of the issuer to meet interest and principal payments, or both, as they come due. In general, lower-grade, higher-yield bonds are subject to credit risk to a greater extent than lower-yield, higher-quality bonds.

Equity Risk. Equity risk relates to the change in value of equity securities as they relate to increases or decreases in the general market.

Foreign Exchange Rate Risk. Foreign exchange rate risk relates to the change in U.S. dollar value of a security held that is denominated in a foreign currency. The U.S. dollar value of a foreign currency denominated security will decrease as the dollar appreciates against the currency, while the U.S. dollar value will increase as the dollar depreciates against the currency.

Interest Rate Risk. Interest rate risk refers to the fluctuations in value of fixed-income securities resulting from the inverse relationship between price and yield. For example, an increase in general interest rates will tend to reduce the market value of already issued fixed-income investments, and a decline in general interest rates will tend to increase their value. In addition, debt securities with longer maturities, which tend to have higher yields, are subject to potentially greater fluctuations in value from changes in interest rates than obligations with shorter maturities.

Risks of Investing in Derivatives. The Fund s use of derivatives can result in losses due to unanticipated changes in the market risk factors and the overall market. In instances where the Fund is using derivatives to decrease, or hedge, exposures to market risk factors for securities held by the Fund, there are also risks that those derivatives may not perform as expected resulting in losses for the combined or hedged positions.

The use of these strategies involves certain special risks, including a possible imperfect correlation, or even no correlation, between price movements of derivative instruments and price movements of related investments. While some strategies involving derivative instruments can reduce the risk of loss, they can also reduce the opportunity for gain or even result in losses by offsetting favorable price movements in related investments or otherwise, due to the possible inability of the Fund to purchase or sell a portfolio security at a time that otherwise would be favorable or the possible need to sell a portfolio security at a disadvantageous time because the Fund is required to maintain asset coverage or offsetting positions in connection with transactions in derivative instruments. Additional associated risks from investing in derivatives also exist and potentially could have significant effects on the valuation of the derivative and the Fund. Associated risks are not the risks that the Fund is attempting to increase or decrease exposure to, per its investment objectives, but are the additional risks from investing in derivatives. Examples of these associated risks are liquidity risk, which is the risk that the Fund will not be able to sell the derivative in the open market in a timely manner, and counterparty credit risk, which is the risk that the counterparty will not fulfill its obligation to the Fund. Associated risks can be different for each type of derivative and are discussed by each derivative type in the following notes.

Counterparty Credit Risk and Credit Related Contingent Features. Certain derivative positions are subject to counterparty credit risk, which is the risk that the counterparty will not fulfill its obligation to the Fund. The Fund s derivative counterparties are financial institutions who are subject to market conditions that may weaken their financial position. The Fund intends to enter into financial transactions with counterparties that it believes to be creditworthy at the time of the transaction. To reduce this risk, the Fund generally enters into master netting arrangements, established within the Fund s International Swap and Derivatives Association,

NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Inc. (ISDA) Master Agreements (Master Agreements). These agreements are with select counterparties and they govern transactions, including certain over-the-counter (OTC) derivative and forward foreign currency contracts, entered into by the Fund and the counterparty. The Master Agreements maintain provisions for general obligations, representations, agreements, collateral, and events of default or termination. The occurrence of a specified event of termination may give a counterparty the right to terminate all of its contracts and affect settlement of all outstanding transactions under the applicable Master Agreement.

The Fund may also enter into collateral agreements with certain counterparties to further mitigate OTC derivative and forward foreign currency contracts. Subject to established minimum levels, collateral is generally determined based on the net aggregate unrealized gain or loss on contracts with a certain counterparty. Collateral pledged to the Fund is held in a segregated account by a third-party agent and can be in the form of cash or debt securities issued by the U.S. government or related agencies.

The Fund s maximum risk of loss from counterparty credit risk on OTC derivatives is generally the aggregate unrealized gain in excess of any collateral pledged by the counterparty to the Fund. For purchased OTC options, the Fund bears the risk of loss in the amount of the premiums paid and the change in market value of the options should the counterparty not perform under the contracts. As of February 28, 2010, the total value of purchased OTC options subject to counterparty credit risk was $10,085,798. The counterparty did not post any collateral to the Fund at year end.

The Fund has credit related contingent features that if triggered would allow its derivatives counterparties to close out and demand payment or additional collateral to cover their exposure from the Fund. Credit related contingent features are established between the Fund and its derivatives counterparties to reduce the risk that the Fund will not fulfill its payment obligations to its counterparties. These triggering features include, but are not limited to, a percentage decrease in the Fund s net assets and or a percentage decrease in the Fund s NAV, which could cause the Fund to accelerate payment of any net liability owed to the counterparty. The contingent features are established within the Fund s Master Agreements.

Written options by the Fund do not give rise to counterparty credit risk, as written options obligate the Fund to perform and not the counterparty. As of February 28, 2010, the total value of written OTC call options subject to Master Agreements in a net liability position was $2,886,756. If a contingent feature had been triggered, the Fund could have been required to pay this amount in cash to its counterparties. The Fund did not hold or post collateral for its open written OTC call options at year end.

H. *Forward Foreign Currency Contracts.* The Fund may enter into forward foreign currency contracts primarily to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. When entering into a forward foreign currency contract, the Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed-upon price on an agreed future date. These contracts are valued daily and the Fund s net equity therein, representing unrealized gain or loss on the contracts as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is included in the statement of assets and liabilities. Realized and unrealized gains and losses on forward foreign currency contracts are included on the Statement of Operations. These instruments involve market and/or credit risk in excess of the amount recognized in the statement of assets and liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates.

For the year ended February 28, 2010, the Fund has entered into forward foreign currency contracts with the obligation to buy and sell specified foreign currencies in the future at a currently negotiated forward rate in order to increase or decrease exposure to foreign exchange rate risk. The Fund uses forward foreign currency contracts to enhance potential gain, hedge against

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NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (continued)

anticipated currency exchange rates, and to maintain diversity and liquidity of the portfolio.

During the year ended February 28, 2010, the Fund had average contract amounts on forward foreign currency contracts to buy of $576,469.

I. *Options Contracts.* The Fund may purchase put and call options and may write (sell) put options and covered call options. The premium received by the Fund upon the writing of a put or call option is included in the Statement of Assets and Liabilities as a liability which is subsequently marked-to-market until it is exercised or closed, or it expires. The Fund will realize a gain or loss upon the expiration or closing of the option contract. When an option is exercised, the proceeds on sales of the underlying security for a written call option or purchased put option or the purchase cost of the security for a written put option or a purchased call option is adjusted by the amount of premium received or paid. The risk in writing a call option is that the Fund gives up the opportunity for profit if the market price of the security increases and the option is exercised. The risk in buying an option is that the Fund pays a premium whether or not the option is exercised. Risks may also arise from an illiquid secondary market or from the inability of counterparties to meet the terms of the contract.

Under normal market conditions, the Fund will seek to manage risk by employing an integrated options collar strategy. The Fund s collar strategy will include purchasing put options and writing call options on Resource Indices and/or Exchange Traded Funds, correlated with the Fund s portfolio, or securities held in the Fund s portfolio. Under normal market conditions, the Fund will generally purchase put options approximately 5% out-of-the-money, usually on a three-month basis and for an amount approximating 100% of the value of the Fund s underlying assets. The Fund will usually write call options at-the-money or near-to-the-money, usually on a one-month basis and for an amount equal to 50-100% of the value of the Fund s underlying assets. The Fund s collar strategy seeks to partially reduce the exposure of the Fund to declines in the value of the securities of Natural Resources Companies in its portfolio, while simultaneously generating capital gains from the purchase of put options and premiums from writing call options to help the Fund achieve its total return investment objective. Put options will be financed by a portion of the premiums received by the Fund from the sale of call options.

As discussed above, the Fund is subject to equity price risk in the normal course of pursuing its investment objectives. During the year ended February 28, 2010, the Fund has both written call options and purchased put options on equity indexes in an attempt to manage this risk. Please refer to Note 6 for the volume of both purchased and written option activity during the year ended February 28, 2010.

J. *Indemnifications.* In the normal course of business, the Fund may enter into contracts that provide certain indemnifications. The Fund s maximum exposure under these arrangements is dependent on future claims that may be made against the Fund and, therefore, cannot be estimated; however, based on experience, management believes the risk of loss from such claims is considered remote.

NOTE 3 INVESTMENT MANAGEMENT AND ADMINISTRATIVE FEES

ING Investments, LLC (ING Investments or the Investment Adviser), an Arizona limited liability company, is the Investment Adviser of the Fund. The Fund pays the Investment Adviser for its services under the investment management agreement (Management Agreement), a fee, payable monthly, based on an annual rate of 1.00% of the Fund s average daily managed assets. For purposes of the Management Agreement, managed assets are defined as the Fund s average daily gross asset value, minus the sum of the Fund s accrued and unpaid dividends on any outstanding preferred shares and accrued liabilities (other than liabilities for the principal amount of any borrowings incurred, commercial paper or notes issued by the Fund and the liquidation preference of any outstanding preferred shares). As of February 28, 2010, there were no preferred shares outstanding.

The Investment Adviser entered into a sub-advisory agreement (Sub-Advisory Agreement) with ING Investment Management Co. (ING IM). Subject to policies as the Board or the Investment Adviser might determine, ING IM manages the Fund s assets in accordance with the Fund s investment objectives, policies and limitations.

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NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 3 INVESTMENT MANAGEMENT AND ADMINISTRATIVE FEES (continued)

ING Funds are permitted to invest end-of-day cash balances into ING Institutional Prime Money Market Fund. Investment management fees paid by the Fund will be reduced by an amount equal to the management fees paid indirectly to the ING Institutional Prime Money Market Fund with respect to assets invested by the Fund. For the year ended February 28, 2010, the Fund waived $3,635 of such management fees. These fees are not subject to recoupment.

ING Funds Services, LLC (the Administrator) serves as Administrator to the Fund. The Fund pays the Administrator for its services a fee based on an annual rate of 0.10% of the Fund s average daily managed assets. The Investment Adviser, ING IM, and the Administrator are indirect, wholly-owned subsidiaries of ING Groep N.V. (ING Groep). ING Groep is a global financial institution of Dutch origin offering banking, investments, life insurance and retirement services.

On October 19, 2008, ING Groep announced that it reached an agreement with the Dutch government to strengthen its capital position. ING Groep issued non-voting core Tier-1 securities for a total consideration of EUR 10 billion to the Dutch State. The transaction boosted ING Bank s core Tier-1 ratio, strengthened the insurance balance sheet and reduced ING Groep s Debt/Equity ratio.

On October 26, 2009, ING Groep announced that it will move towards a complete separation of its banking and insurance operations. A formal restructuring plan (Restructuring Plan) was submitted to the European Commission (EC), which approved it on November 18, 2009. It is expected that the Restructuring Plan will be achieved over the next four years by a divestment of all insurance operations (including ING Investment Management) as well as a divestment of ING Direct US by the end of 2013. ING Groep will explore all options, including initial public offerings, sales or combinations thereof.

On December 21, 2009, ING Groep announced that it has completed its planned repurchase of EUR 5 billion of Core Tier 1 securities issued in November 2008 to the Dutch State and its EUR 7.5 billion rights issue.

NOTE 4 OTHER TRANSACTIONS WITH AFFILIATED AND RELATED PARTIES

As of February 28, 2010, the Fund had the following amounts recorded in payable to affiliates on the accompanying Statement of Assets and Liabilities:

Accrued Investment Management Fees	Accrued Administrative Fees	Total
$272,420	$27,261	$299,681

The Fund has adopted a Retirement Policy (Policy) covering independent trustees of the Fund who were trustees on or before May 9, 2007, and who will have served as an independent trustee for at least five years as of the date of their retirement (as that term is defined in the Policy). Benefits under the Policy are based on an annual rate as defined in the Policy.

The Fund has adopted a Deferred Compensation Plan (the Plan), which allows eligible non-affiliated trustees as described in the Plan to defer the receipt of all or a portion of the trustees fees payable. Amounts deferred are treated as though invested in various notional funds advised by ING Investments until distribution in accordance with the Plan.

NOTE 5 PURCHASES AND SALES OF INVESTMENT SECURITIES

The cost of purchases and proceeds from sales of investments for the year ended February 28, 2010, excluding short-term securities, were $99,269,498 and $189,490,226, respectively.

NOTE 6 PURCHASED AND WRITTEN OPTIONS

Transactions in both purchased and written options for the year ended February 28, 2010 were as follows:

Transactions in Purchased Options

Transactions in purchased options were as follows:

	Number of Contracts	Cost
Balance at 02/28/09	963,284	$ 34,644,690
Options Purchased	3,720,298	70,706,723
Options Expired	(3,218,344)	(72,089,357)
Options Exercised		
Options Terminated in Closing Sell Transactions	(740,461)	(20,930,733)
Balance at 02/28/10	724,777	$ 12,331,323

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NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 6 PURCHASED AND WRITTEN OPTIONS (continued)

Transactions in Written Options

Transactions in written options were as follows:

	Number of Contracts	Premium
Balance at 02/28/09	699,400	$ 6,543,599
Options Written	6,723,766	95,147,093
Options Expired	(2,778,179)	(38,175,526)
Options Exercised		
Options Terminated in Closing Purchase Transactions	(4,143,063)	(57,058,615)
Balance at 02/28/10	501,924	$ 6,456,551

NOTE 7 CONCENTRATION OF INVESTMENT RISKS

All mutual funds involve risk some more than others and there is always the chance that you could lose money or not earn as much as you hope. The Fund s risk profile is largely a factor of the principal securities in which it invests and investment techniques that it uses. For more information regarding the types of securities and investment techniques that may be used by the Fund and its corresponding risks, see the Fund s most recent Prospectus and/or the Statement of Additional Information.

Foreign Securities and Emerging Markets. The Fund makes significant investments in foreign securities and may invest up to 20% of its managed assets, measured at the time of investment, in securities issued by companies located in countries with emerging markets. Investments in foreign securities may entail risks not present in domestic investments. Since investments in securities are denominated in foreign currencies, changes in the relationship of these foreign currencies to the U.S. dollar can significantly affect the value of the investments and earnings of the Fund. Foreign investments may also subject the Fund to foreign government exchange restrictions, expropriation, taxation or other political, social or economic developments, as well as from movements in currency, security value and interest rates, all of which could affect the market and/or credit risk of the investments. The risks of investing in foreign securities can be intensified in the case of investments in issuers located in countries with emerging markets.

Leverage. Although the Fund has no current intention to do so, the Fund is authorized to utilize leverage through the issuance of preferred shares and/or borrowings, including the issuance of debt securities. The Fund also may enter into a working capital facility to facilitate its collar strategy. In the event that the Fund determines in the future to utilize investment leverage, there can be no assurance that such a leveraging strategy will be successful during any period in which it is employed.

Non-Diversified and Natural Resources Companies. The Fund may be subject to large price volatility due to non-diversification and concentration in Natural Resources Companies. Securities of such companies may be subject to broad price fluctuations, reflecting volatility of energy and basic materials prices and possible instability of supply of various natural resources. Because many Natural Resources Companies have significant operations in many countries worldwide, the Fund s portfolio will be more exposed than a more diversified portfolio to unstable political, social and economic conditions, including expropriation and disruption of licenses or operations. This means that the Fund s portfolio of Natural Resources Companies may be more exposed to price volatility, liquidity and other risks that accompany an investment in equities of foreign companies than portfolios of international equities generally.

NOTE 8 CAPITAL SHARES

Transactions in capital shares and dollars were as follows:

	Year Ended February 28, 2010	Year Ended February 28, 2009
Number of Shares		
Reinvestment of distributions	135,721	
Shares repurchased	(127,550)	(163,736)
Net increase (decrease) in shares outstanding	8,171	(163,736)
$		
Reinvestment of distributions	$ 2,216,327	$
Shares repurchased, net of commissions	(1,564,216)	(2,096,482)
Net increase (decrease)	$ 652,111	$ (2,096,482)

Share Repurchase Program

Effective December 2008, the Board authorized an open-market share repurchase program pursuant to which the Fund may purchase, over the period ending December 31, 2009, up to 10% of its stock, in open-market transactions. There is no assurance that the Fund will purchase shares at any particular discount level or in any particular amounts. The share repurchase program seeks to enhance shareholder value by purchasing shares trading at a discount from their NAV per share, in an attempt to reduce or eliminate the discount or to

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NOTES TO FINANCIAL STATEMENTS as of February 28, 2010 (continued)

NOTE 8 CAPITAL SHARES (continued)

increase the NAV per share of the applicable remaining shares of the Fund.

For the year ended February 28, 2010, the Fund repurchased 127,550 shares, representing approximately 0.6% of the Fund s outstanding shares for a net purchase price of $1,564,216 (including commissions of $3,826). Shares were repurchased at a weighted-average discount from NAV per share of 18.91% and a weighted-average price per share of $12.23.

For the year ended February 28, 2009, the Fund repurchased 163,736 shares, representing approximately 0.7% of the Fund s outstanding shares for a net purchase price of $2,096,482 (including commissions of $4,912). Shares were repurchased at a weighted-average discount from NAV per share of 16.76% and a weighted-average price per share of $12.77.

NOTE 9 FEDERAL INCOME TAXES

The amount of distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles for investment companies. These book/tax differences may be either temporary or permanent. Permanent differences are reclassified within the capital accounts based on their federal tax-basis treatment; temporary differences are not reclassified. Key differences include the treatment of short-term capital gains, foreign currency transactions, income from passive foreign investment corporations and wash sale deferrals. Distributions in excess of net investment income and/or net realized capital gains for tax purposes are reported as return of capital.

The following permanent tax differences have been reclassified as of the Fund s tax year ended December 31, 2009:

Paid-in Capital	Undistributed Net Investment Income	Accumulated Net Realized Gains / (Losses)
$ 116,508	$ (339,140)	$ 222,632

Dividends paid by the Fund from net investment income and distributions of net realized short-term capital gains are, for federal income tax purposes, taxable as ordinary income to shareholders.

The tax composition of dividends and distributions in the current period will not be determined until after the Fund s tax year-end of December 31, 2010. The tax composition of dividends and distributions as of the Fund s most recent tax year-ends were as follows:

Tax Year Ended December 31, 2009			Tax Year Ended December 31, 2008
Ordinary Income	Long-Term Capital Gains	Return of Capital	Ordinary Income
$ 17,487,203	$ 5,306,284	$ 14,377,266	$ 38,570,255

The tax-basis components of distributable earnings and the expiration dates of the capital loss carryforwards which may be used to offset future realized capital gains for federal income tax purposes as of the tax year ended December 31, 2009 were:

Unrealized Appreciation	Capital Loss Carryforwards	Expiration Date
$ 54,977,981	$ (68,533,776)	2017

The Fund s major tax jurisdictions are federal and Arizona. The earliest tax year that remains subject to examination by these jurisdictions is the Fund s initial tax year of 2006.

As of February 28, 2010, no provision for income tax is required in the Fund s financial statements as a result of tax positions taken on federal and state income tax returns for open tax years. The Fund s federal and state income and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state department of revenue.

NOTE 10 SUBSEQUENT EVENTS

Distributions: Subsequent to February 28, 2010, the Fund made a distribution of:

Per Share Amount	Declaration Date	Payable Date	Record Date
$ 0.382	3/19/2010	4/15/2010	4/6/2010

Each quarter, the Fund will provide disclosures with distribution payments made that estimate the percentages of that distribution that represent net investment income, capital gains, and return of capital, if any. At the Fund s tax year end, the Fund may re-characterize payments over the course of the year across ordinary income, capital gains, and return of capital, if any. A significant portion of the quarterly distribution payments made by the Fund may constitute a return of capital.

The Fund has evaluated events occurring after the Statement of Assets and Liabilities date (subsequent events) to determine whether any subsequent events necessitated adjustment to or disclosure in the financial statements. Other than the above, no such subsequent events were identified.

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PORTFOLIO OF INVESTMENTS
ING Risk Managed Natural Resources Fund
as of February 28, 2010

Shares			Value
COMMON STOCK: 96.9%			
		Chemicals: 7.6%	
27,750		Air Products & Chemicals, Inc.	$ 1,903,095
12,700		Airgas, Inc.	814,578
7,500		CF Industries Holdings, Inc.	796,800
163,550		Dow Chemical Co.	4,630,101
11,250		Eastman Chemical Co.	669,938
34,950		Ecolab, Inc.	1,472,793
129,250		EI Du Pont de Nemours & Co.	4,358,310
11,100		FMC Corp.	634,587
12,500		International Flavors & Fragrances, Inc.	526,375
78,000		Monsanto Co.	5,510,700
24,650		PPG Industries, Inc.	1,516,961
43,850		Praxair, Inc.	3,294,889
18,200		Sigma-Aldrich Corp.	867,958
			26,997,085
		Coal: 3.6%	
40,490	@	Alpha Natural Resources, Inc.	1,862,945
65,688		Arch Coal, Inc.	1,477,323
48,800		Consol Energy, Inc.	2,457,568
46,550		Massey Energy Co.	2,004,909
112,472		Peabody Energy Corp.	5,170,338
			12,973,083
		Forest Products & Paper: 1.5%	
145,780		International Paper Co.	3,377,723
26,400		MeadWestvaco Corp.	605,616
31,400		Weyerhaeuser Co.	1,268,560
			5,251,899
		Iron/Steel: 2.3%	

17,850		AK Steel Holding Corp.	384,311
15,300		Allegheny Technologies, Inc.	667,998
36,493		Cliffs Natural Resources, Inc.	2,058,205
194,878	@	Fortescue Metals Group Ltd.	811,899
45,950		Nucor Corp.	1,902,330
48,677		United States Steel Corp.	2,576,960
			8,401,703
		Mining: 7.3%	
222,597		Alcoa, Inc.	2,960,540
91,738	@	Anglo American PLC ADR	1,665,962
81,465		Barrick Gold Corp.	3,067,972
73,900	@	Centerra Gold, Inc.	899,695
89,490		Freeport-McMoRan Copper & Gold, Inc.	6,726,068
33,974		Gold Fields Ltd. ADR	390,361
43,464		GoldCorp, Inc.	1,642,070
77,457		Kinross Gold Corp.	1,403,521
176,600	@	Lundin Mining Corp.	746,883
50,650		Newmont Mining Corp.	2,496,032
8,571		Rio Tinto PLC ADR	1,781,054
33,982	@	Teck Cominco Ltd. Class B	1,255,295
16,750	@	Titanium Metals Corp.	197,483
18,800		Vulcan Materials Co.	816,108
			26,049,044
		Oil & Gas: 57.0%	
96,350		Anadarko Petroleum Corp.	6,757,026
107,991		Apache Corp.	11,192,187
31,644		Atlas Energy, Inc.	1,032,860
268,077	@	Australian Worldwide Exploration Ltd.	605,554
37,850		Cabot Oil & Gas Corp.	1,519,299
56,091		Canadian Natural Resources Ltd.	3,804,653
145,200		Chesapeake Energy Corp.	3,857,964
406,032		Chevron Corp.	29,356,114
1,241,813		China Petroleum & Chemical Corp.	981,204
33,318		Cimarex Energy Co.	1,991,084
316,736		ConocoPhillips	15,203,328
40,761	@	Dana Petroleum PLC	681,476
84,700	@	Denbury Resources, Inc.	1,192,576
96,955		Devon Energy Corp.	6,676,321
19,200		Diamond Offshore Drilling	1,676,544
90,990		EnCana Corp.	2,982,652
34,315		Ensco International PLC ADR	1,515,694
51,850		EOG Resources, Inc.	4,876,493
648,199		ExxonMobil Corp.	42,132,935
65,212		Frontier Oil Corp.	807,977
60,900		Hess Corp.	3,580,920

145		Inpex Holdings, Inc.	1,057,672
21,896		Lukoil-Spon ADR	1,164,648
140,000		Marathon Oil Corp.	4,053,000
43,600		Murphy Oil Corp.	2,262,840
87,800	@	Nabors Industries Ltd.	1,935,112
105,935		Nexen, Inc.	2,383,538
39,850		Noble Energy, Inc.	2,894,704
55,875		OAO Gazprom ADR	1,246,013
151,664		Occidental Petroleum Corp.	12,110,370
89,104		Patterson-UTI Energy, Inc.	1,375,766
20,000		Penn Virginia Corp.	506,000
44,000		Pioneer Natural Resources Co.	2,052,600
41,750		Range Resources Corp.	2,112,968
51,850	@	Rowan Cos., Inc.	1,349,137
36,427		Royal Dutch Shell PLC ADR Class A	1,994,014
74,400	@	Southwestern Energy Co.	3,165,720
84,370		Suncor Energy, Inc.	2,439,137
46,900		Sunoco, Inc.	1,236,753
157,613		Talisman Energy, Inc.	2,884,318
74,300		Tesoro Corp.	885,656
24,721		Total SA ADR	1,375,971
17,179	@	Transocean Ltd.	1,371,228
132,700		Valero Energy Corp.	2,324,904
157,234		XTO Energy, Inc.	7,185,594
			203,792,524
		Oil & Gas Services: 14.3%	
69,200		Baker Hughes, Inc.	3,316,064
95,550		BJ Services Co.	2,087,768
83,717	@	Cal Dive International, Inc.	590,205
110,024	@	Cameron International Corp.	4,525,287
23,100	@	Complete Production Services, Inc.	322,476
37,000	@	FMC Technologies, Inc.	2,078,290
245,921		Halliburton Co.	7,414,518
29,100	@	Helix Energy Solutions Group, Inc.	334,941
160,725		National Oilwell Varco, Inc.	6,986,716
302,328		Schlumberger Ltd.	18,472,232
123,492		Smith International, Inc.	5,061,937
			51,190,434
		Packaging & Containers: 0.9%	
14,350		Ball Corp.	775,474
17,200		Bemis Co.	503,444
25,300	@	Owens-Illinois, Inc.	749,892
20,600	@	Pactiv Corp.	510,056
25,000		Sealed Air Corp.	510,750

		3,049,616
	Pipelines: 2.3%	
186,450	El Paso Corp.	1,952,132
146,179	Spectra Energy Corp.	3,186,702
138,550	Williams Cos., Inc.	2,984,367
		8,123,201
	Transportation: 0.1%	
18,100	Teekay Shipping Corp.	455,034
		455,034
	Total Common Stock (Cost $284,897,553)	346,283,623

See Accompanying Notes to Financial Statements

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PORTFOLIO OF INVESTMENTS
ING Risk Managed Natural Resources Fund
as of February 28, 2010 (continued)

No. of Contracts			Value
POSITIONS IN PURCHASED OPTIONS: 2.8%			
	Put Options: 2.8%		
71,825	Put Option OTC Goldman Sachs & Co. Basic Industries Select Sector Index Strike 316.91, exp 05/21/10	$	945,246
74,181	Put Option OTC Goldman Sachs & Co. Basic Industries Select Sector Index Strike 315.04, exp 03/19/10		307,910
70,741	Put Option OTC Goldman Sachs & Co. Basic Industries Select Sector Index Strike 331.70, exp 04/16/10		1,091,074
165,921	Put Option OTC Goldman Sachs & Co. Energy Select Sector Index Strike 565.12, exp 04/16/10		3,535,063
167,199	Put Option OTC Goldman Sachs & Co. Energy Select Sector Index Strike 544.55, exp 05/21/10		3,445,821
174,910	Put Option OTC Goldman Sachs & Co. Energy Select Sector Index Strike 535.53, exp 03/19/10		760,684
	Total Positions in Purchased Options (Cost $12,331,323)		10,085,798
	Total Long-Term Investments (Cost $297,228,876)		356,369,421

Shares			Value
SHORT-TERM INVESTMENTS: 1.0%			
	Affiliated Mutual Fund: 1.0%		
3,498,000	ING Institutional Prime Money Market Fund Class I	$	3,498,000
	Total Short-Term Investments (Cost $3,498,000)		3,498,000

Total Investments in Securities (Cost $300,726,876)*	**100.7%**	**$ 359,867,421**
Other Assets and Liabilities - Net	**(0.7)**	**(2,520,671)**
Net Assets	**100.0%**	**$ 357,346,750**

@	Non-income producing security
ADR	American Depositary Receipt
*	Cost for federal income tax purposes is $310,006,218.

Net unrealized appreciation consists of:

Gross Unrealized Appreciation	$ 62,240,182
Gross Unrealized Depreciation	(12,378,979)
Net Unrealized Appreciation	$ 49,861,203

Fair Value Measurements

The following is a summary of the fair valuations according to the inputs used as of February 28, 2010 in valuing the Fund s assets and liabilities:

	Quoted Prices in Active Markets for Identical Investments (Level 1)	Significant Other Observable Inputs# (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at 2/28/2010
Asset Table				
Investments, at value				
Common Stock				
Chemicals	$ 26,997,085	$	$	$ 26,997,085
Coal	12,973,083			12,973,083
Forest Products & Paper	5,251,899			5,251,899
Iron/Steel	7,589,804	811,899		8,401,703
Mining	24,383,082	1,665,962		26,049,044
Oil & Gas	200,466,618	3,325,906		203,792,524
Oil & Gas Services	51,190,434			51,190,434
Packaging & Containers	3,049,616			3,049,616
Pipelines	8,123,201			8,123,201
Transportation	455,034			455,034

Total Common Stock	340,479,856	5,803,767		346,283,623
Positions In Purchased Options			10,085,798	10,085,798
Short-Term Investments	3,498,000			3,498,000
Total Investments, at value	$ 343,977,856	$ 5,803,767	$ 10,085,798	$ 359,867,421
Liabilities Table				
Other Financial Instruments+:				
Written options			(2,886,756)	(2,886,756)
Total Liabilities	**$**	**$**	**$ (2,886,756)**	**$ (2,886,756)**

The following is a reconciliation of the fair valuations using significant unobservable inputs (Level 3) for the Fund s assets and liabilities during the period ended February 28, 2010:

	Beginning Balance 2/28/2009	**Purchases**	**Sales**	**Accrued Discounts/ (Premiums)**	**Total Realized Gain/(Loss)**	**Total Unrealized Appreciation/ (Depreciation)**	**Transfers Into Level 3**	**Transfers Out of Level 3**	**Ending Balance at 2/28/20**
et Table estments, at ue									
tions In chased ions	$ 35,076,456	$ 70,706,723	$ (5,049,413)	$	$ (87,970,677)	$ (2,677,291)	$	$	$ 10,085,7
al estments, at e	$ 35,076,456	$ 70,706,723	$ (5,049,413)	$	$ (87,970,677)	$ (2,677,291)	$	$	$ 10,085,7
bilities Table er Financial ruments+:									
tten options	(2,820,514)	(95,147,093)	86,687,851		8,546,290	(153,290)			(2,886,7
al Liabilities	**$ (2,820,514)**	**$ (95,147,093)**	**$ 86,687,851**	**$**	**$ 8,546,290**	**$ (153,290)**	**$**	**$**	**$ (2,886,7**

As of February 28, 2010, total change in unrealized gain (loss) on Level 3 securities still held at period end and included in the change in net assets was $1,324,270.

See Note 2, Significant Accounting Policies in the Notes to Financial Statements for additional information.

See Accompanying Notes to Financial Statements

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PORTFOLIO OF INVESTMENTS
ING Risk Managed Natural Resources Fund
as of February 28, 2010 (continued)

\+ Other Financial Instruments are derivatives not reflected in the Portfolio of Investments and may include open forward foreign currency contracts, futures, swaps, and written options. Forward foreign currency contracts and futures are reported at their unrealized gain/loss at measurement date which represents the amount due to/from the Fund. Swaps and written options are reported at their market value at measurement date.

Transfers in or out of Level 3 represents either the beginning value (for transfers in), or the ending value (for transfers out) of any security or derivative instrument where a change in the pricing level occurred from the beginning to the end of the period.

The earlier close of the foreign markets gives rise to the possibility that significant events, including broad market moves, may have occurred in the interim and may materially affect the value of those securities. To account for this, the Portfolio may frequently value many of its foreign equity securities using fair value prices based on third party vendor modeling tools to the extent available. Accordingly, a significant portion of the Portfolio s investments are categorized as Level 2 investments.

Written OTC Call Options

# of Contracts	Counterparty	Description/Name of Issuer	Expiration Date	Strike Price/Rate	Premiums Received	Value
150,814	Goldman Sachs & Co.	Basic Industries Select Sector Index	03/19/10	333.59 USD	$ 1,404,078	$ (563,321)
351,110	Goldman Sachs & Co.	Energy Select Sector Index	03/19/10	573.21 USD	5,052,473	(2,323,435)
					$ 6,456,551	$ (2,886,756)

A summary of derivative instruments by primary risk exposure is outlined in the following tables.

The fair value of derivative instruments as of February 28, 2010 was as follows:

Derivatives not accounted for as hedging instruments under FASB ASC 815	Location on Statement of Assets and Liabilities	Fair Value
<u>Asset Derivatives</u>		
Equity contracts	Investments in securities at value*	$ 10,085,798
Total Asset Derivatives		$ 10,085,798

Liability Derivatives

Equity contracts	Written options	$ 2,886,756
Total Liability Derivatives		$ 2,886,756

* Includes purchased options

The effect of derivative instruments on the Fund s Statement of Operations for the year ended February 28, 2010 was as follows:

Derivatives not accounted for as hedging instruments under FASB ASC 815	Amount of Realized Gain or (Loss) on Derivatives Recognized in Income			
	Investments*	Forward Foreign Currency Contracts	Written Options	Total
Equity contracts	$ (86,938,358)	$	$ 7,513,971	$ (79,424,387)
Foreign exchange contracts		(307,282)		(307,282)
Total	$ (86,938,358)	$ (307,282)	$ 7,513,971	$ (79,731,669)

Derivatives not accounted for as hedging instruments under FASB ASC 815	Change in Unrealized Appreciation or (Depreciation) on Derivatives Recognized in Income			
	Investments*	Forward Foreign Currency Contracts	Written Options	Total
Equity contracts	$ (2,677,291)	$	$ (153,290)	$ (2,830,581)
Foreign exchange contracts		(28,612)		(28,612)
Total	$ (2,677,291)	$ (28,612)	$ (153,290)	$ (2,859,193)

* Amounts recognized for purchased options are included in net realized gain (loss) on investments and net change in unrealized appreciation or depreciation on investments.

See Accompanying Notes to Financial Statements

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SUPPLEMENTAL OPTION INFORMATION (Unaudited)

Supplemental Call Option Statistics as of February 28, 2010	
% of Total Net Assets against which calls written	69.74%
Average Days to Expiration at time written	28 days
Average Call Moneyness* at time written	ATM
Premium received for calls	6,456,551
Value of calls	(2,886,756)
Supplemental Put Option Statistics as of February 28, 2010	
% of Total Net Assets against which index puts purchased	99.95%
Average Days to Expiration at time purchased	91 days
Average Index Put Moneyness* at time purchased	OTM
Premium paid for puts	12,331,323
Value of puts	10,085,798

* Moneyness is the term used to describe the relationship between the price of the underlying asset and the option s exercise or strike price. For example, a call (buy) option is considered in-the-money when the value of the underlying asset exceeds the strike price. Conversely, a put (sell) option is considered in-the-money when its strike price exceeds the value of the underlying asset. Options are characterized for the purpose of Moneyness as, in-the-money (ITM), out-of-the-money (OTM) or at-the-money (ATM), where the underlying asset valu the strike price.

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TAX INFORMATION (Unaudited)

Distributions paid during the year ended February 28, 2010 were as follows:

Fund Name	**Type**	**Per Share Amount**
ING Risk Managed Natural Resources Fund	NII	$ 0.1509
	STCG	$ 0.6290
	LTCG	$ 0.2359
	ROC	$ 0.6412

NII Net investment income
STCG Short-term capital gain
LTCG Long-term capital gain
ROC Return of capital

Above figures may differ from those cited elsewhere in this report due to differences in the calculation of income and gains under U.S. generally accepted accounting principles (book) purposes and Internal Revenue Service (tax) purposes.

Shareholders are strongly advised to consult their own tax advisers with respect to the tax consequences of their investments in the Fund. In January, shareholders, excluding corporate shareholders, receive an IRS 1099-DIV regarding the federal tax status of the dividends and distributions they received in the calendar year.

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TRUSTEE AND OFFICER INFORMATION (Unaudited)

The business and affairs of the Trust are managed under the direction of the Trust s Board. A Trustee who is not an interested person of the Trust, as defined in the 1940 Act, is an independent trustee (Independent Trustee). The Trustees and Officers of the Trust are listed below. The Statement of Additional Information includes additional information about trustees of the Trust and is available, without charge, upon request at (800) 992-0180.

ame, Address and Age	Position(s) held with Trust	Term of Office and Length of Time Served(1)	Principal Occupation(s) During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee(2)	Other Directorship Trusteeships held by Trustee
dependent Trustees:					
olleen D. Baldwin 37 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 49	Trustee	October 2007 Present	Consultant, Glantuam Partners, LLC (January 2009 Present); President, National Charity League/Canaan Parish Board (April 2005 March 2009) and Consultant (January 2005 Present).	136	None.
hn V. Boyer(4) 37 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 56	Trustee	September 2006 Present	President and Chief Executive Officer, Bechtler Arts Foundation (January 2008 Present). Formerly, Consultant (July 2007 February 2008); President and Chief Executive Officer, Franklin and Eleanor Roosevelt Institute (March 2006 July 2007); and Executive Director, The Mark Twain House & Museum (September 1989 March 2006).	136	None.
atricia W. Chadwick 37 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 61	Trustee	September 2006 Present	Consultant and President, Ravengate Partners LLC (January 2000 Present).	136	Wisconsin Energy Corporation (June 2006 Present) and Royce Fund (2009 Present).
eter S. Drotch 37 E. Doubletree Ranch d. cottsdale, Arizona 85258	Trustee	October 2007 Present	Retired partner, PricewaterhouseCoopers, LLP.	136	First Marblehead Corporation (September 2003 Present).

ge: 68					
Michael Earley 337 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 64	Trustee	September 2006 Present	Retired. Formerly, President and Chief Executive Officer, Bankers Trust Company, N.A., Des Moines (June 1992 December 2008).	136	None.
atrick W. Kenny 337 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 67	Trustee	September 2006 Present	Retired. Formerly, President and Chief Executive Officer, International Insurance Society (June 2001 June 2009).	136	Assured Guaranty Lt (April 2004 Presen
heryl K. Pressler 337 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 59	Trustee	September 2006 Present	Consultant (May 2001 Present).	136	Centerra Gold (May 2008 Present) and Stillwater Mining Company (May 2002 Present).
oger B. Vincent 337 E. Doubletree Ranch d. cottsdale, Arizona 85258 ge: 64	Chairman/Trustee	September 2006 Present	President, Springwell Corporation (March 1989 Present).	136	UGI Corporation (February 2006 Present) and UGI Utilities, Inc. (February 2006 Present).

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TRUSTEE AND OFFICER INFORMATION (Unaudited) (continued)

Name, Address and Age	Position(s) held with Trust	Term of Office and Length of Time Served[1]	Principal Occupation(s) During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee[2]	Other Directorships/ Trusteeships held by Trustee
Trustees who are Interested Persons:					
Robert W. Crispin[5] 7337 E. Doubletree Ranch Rd. Scottsdale, Arizona 85258 Age: 63	Trustee	October 2007 Present	Retired. Chairman and Chief Executive Officer, ING Investment Management Co. (July 2001 December 2007).	136	Intact Financial Corporation (December 2004 Present).
Shaun P. Mathews[3][5] 7337 E. Doubletree Ranch Rd. Scottsdale, Arizona 85258 Age: 54	Trustee	September 2006 Present	President and Chief Executive Officer, ING Investments, LLC[6] (November 2006 Present). Formerly, Head of ING Mutual Funds and Investment Products (November 2004 November 2006).	178	ING Retirement Holdings, Inc. (September 1998 Present); ING Services Holding Company, Inc. (May 2000 Present); ING Financial Advisers, LLC[8] (April 2002 Present); Southland Life Insurance Company (June 2002 Present); and ING Capital Corporation, LLC and ING Funds Distributor, LLC[7] (December 2005 Present); ING Funds Services, LLC, ING Investments, LLC and ING Pilgrim Funding, Inc. (March 2006 Present); and Directed Services, LLC (December 2006 Present).

(1) The Board is divided into three classes, with the term of one class expiring at each annual meeting of the Fund. At each annual meeting, one class of Trustees is elected to a three-year term and serves until their successors are duly elected and qualified. The tenure of each Trustee is subject to the Board s retirement policy, which states that each

duly elected or appointed Trustee who is not an interested person of the Fund, as defined in the Investment Company Act of 1940, as amended (1940 Act) (Independent Trustees), shall retire from service as a Trustee at the conclusion of the first regularly scheduled meeting of the Board that is held after the Trustee reaches the age of 72. A unanimous vote of the Board may extend the retirement date of a Trustee for up to one year. An extension may be permitted if the retirement would trigger a requirement to hold a meeting of shareholders of the Fund under applicable law, whether for purposes of appointing a successor to the Trustee or if otherwise necessary under applicable law, in which case the extension would apply until such time as the shareholder meeting can be held or is no longer needed.

(2) For the purposes of this table (except for Mr. Mathews), Fund Complex means the following investment companies: ING Asia Pacific High Dividend Equity Income Fund, ING Equity Trust; ING Funds Trust; ING Global Equity Dividend and Premium Opportunity Fund; ING Global Advantage and Premium Opportunity Fund; ING Infrastructure, Industrials, and Materials Fund; ING International High Dividend Equity Income Fund; ING Investors Trust; ING Mayflower Trust; ING Mutual Funds; ING Partners, Inc.; ING Prime Rate Trust; ING Risk Managed Natural Resources Fund; ING Senior Income Fund; ING Separate Portfolios Trust; ING Variable Insurance Trust; and ING Variable Products Trust.

(3) For Mr. Mathews, the Fund Complex also includes the following investment companies: ING Series Fund, Inc.; ING Strategic Allocation Portfolios, Inc.; ING Variable Funds; ING Variable Portfolios, Inc.; ING Balanced Portfolio, Inc.; ING Intermediate Bond Portfolio; and ING Money Market Portfolio.

(4) Mr. Boyer held a seat on the Board of Directors of The Mark Twain House & Museum from September 1989 to November 2005. ING Groep N.V. makes non-material, charitable contributions to The Mark Twain House & Museum.

(5) Messrs. Mathews and Crispin are deemed to be interested persons of the Fund as defined in the 1940 Act because of their relationship with ING Groep, N.V., the parent corporation of the Manager, ING Investment Manager.

(6) ING Investments, LLC was previously named ING Pilgrim Investments, LLC. ING Pilgrim Investments, LLC is the successor in interest to ING Pilgrim Investments, Inc., which was previously known as Pilgri