Interim Financial Reporting of ING Bank Śląski Group

for the third quarter 2006

ING BANK ŚLĄSKI

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I. Basic Details of Issuer

1. Informational Details of the Bank and Its Capital Group

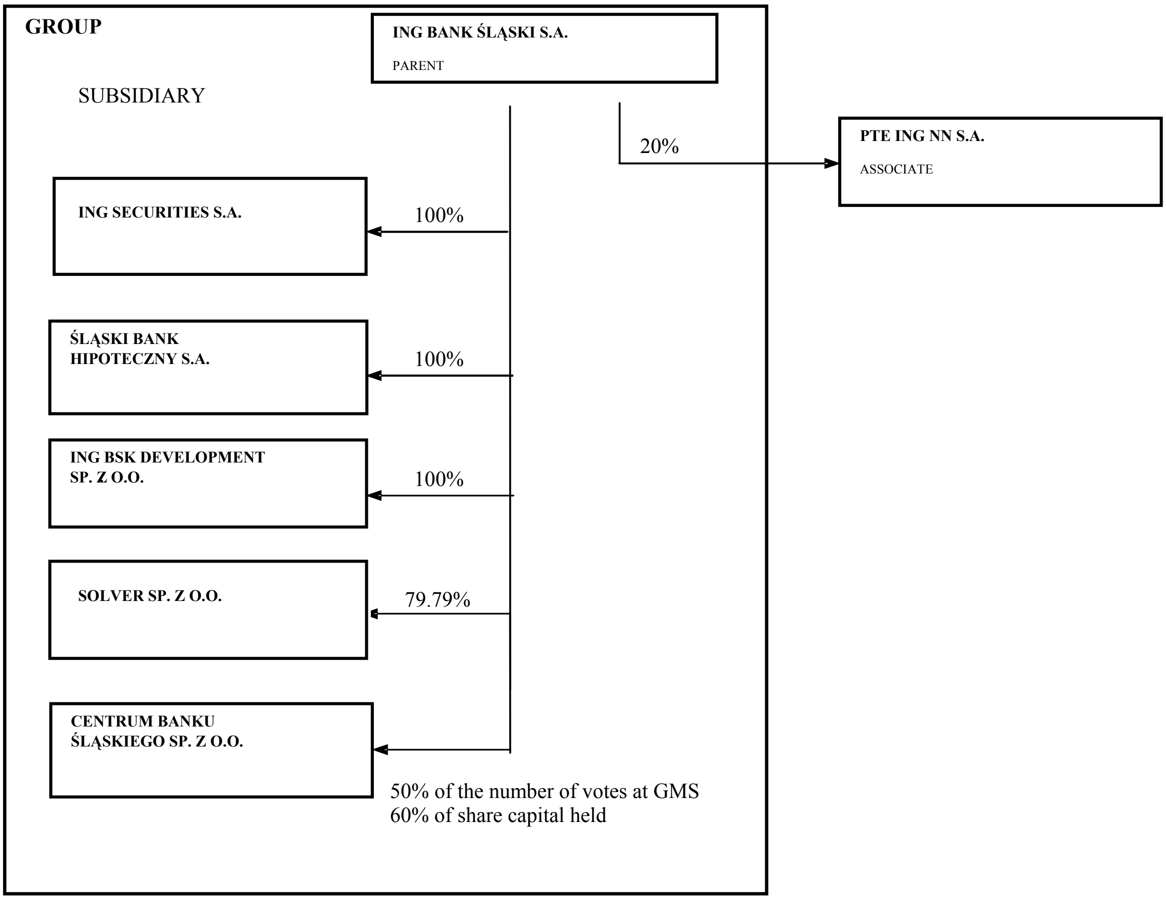
ING Bank Śląski S.A. („Parent company, parent entity, Bank") with the headquarters in Katowice, Sokolska Str. 34, was entered into the entrepreneurs National Court Register managed by the Commercial Department of the Regional Court in Katowice under the reference number KRS 5459.

The Parent entity statistic number is REGON 271514909, and the taxation identification number is NIP 634-013-54-75. Entity authorised to audit financial statements is KPMG Audyt Sp. z o.o.

The life time of the Parent entity and other group entities are unlimited.

The share capital of ING Bank Śląski S.A. is PLN 130,100,000 and is divided in 13,010,000 ordinary bearer shares with a par value of PLN 10.00 each. Shares of the Bank are quoted on the Warsaw Stock Exchange.

ING Bank Śląski S.A. is the parent company of the ING Bank Śląski S.A. Group.



ING Bank Śląski S.A. is a subsidiary of ING Bank NV which holds a 75% share in the issued capital of ING Bank Śląski and 75% shares in the total number of votes at the General Meeting of Shareholders.

2. Compliance with International Financial Reporting Standards

These financial statements have been prepared under the International Financial Reporting Standards (IFRS) in a version approved by the European Commission effective as at the reporting date, that is 30 September 2006; and the information not covered in those standards has been prepared in accordance with the Accounting Act of 29 September 1994 (Journal of Laws no.2002/76, item 694 as amended) and secondary legislation thereto, as well as in accordance with the Ordinance of Finance Minister of 19 October 2005 on current and interim information submitted by issuers of securities (Journal of Laws of 2005, no. 209, item 1744). The consolidated balance sheet and the profit and loss account as at 30.09.2006 including comparable financial data, have been executed upon the application of the same accounting principles for each period.

These financial statements for 3Q 2006 meet the requirements of International Financial Reporting Standards (IFRS), including IAS 34 (International Accounting Standards) in regard to interim financial statements. This is the condenced version of the statements.

The accounting principles applied for these financial statements are the same principles that would be used when preparing the full-year financial statements for 2005. The accounting principles were presented in detail in the annual report for 2005.

These financial statements have been prepared in PLN rounded to one thousand zlotys (unless otherwise noted).

3. Selected Financial Data from Financial Statements

Item	PLN thousands		EUR thousands	
	30.09.2006	30.09.2005	30.09.2006	30.09.2005
Interest income	1 457 038	1 399 293	371 969	344 798
Commission revenue	522 631	443 910	133 423	109 383
Result on banking activity	1 326 170	1 246 120	338 559	307 055
Gross profit (loss)	600 011	523 715	153 177	129 048
Net profit (loss)	488 875	418 203	124 805	103 049
Net cashflow	899 859	848 331	225 897	216 599
Earnings (loss) per 1 ordinary share (in PLN/EUR)	37,58	32,14	9,59	7,92
Profitability ratio (%)	34,3	29,3	X	X
Return on assets (%)	1,4	1,3	X	X
Return on equity (%)	21,1	18,2	X	X
Cost / Income ratio (%)	66,5	64,6	X	X
Total assets	46 542 469	41 332 992	11 683 813	10 553 284
Equity	3 572 713	3 478 316	896 878	888 096
Initial capital	130 100	130 100	32 660	33 218
Number of shares	13 010 000	13 010 000	X	X
Book value per 1 share (in PLN/EUR)	274,61	267,36	68,94	68,26
Solvency ratio (%)	15,52	15,50	X	X

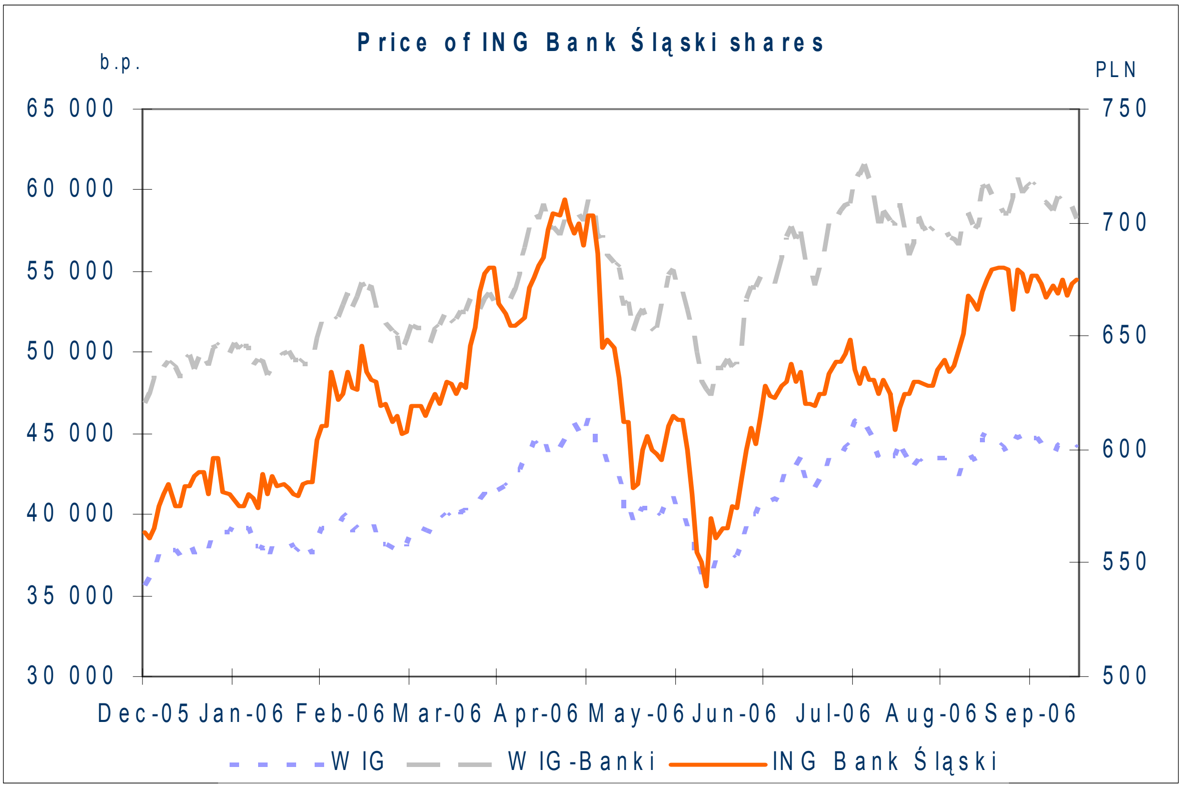
Profitability ratio – gross profit to total costs.
Cost to Income ratio (C/I) – total overhead costs to the result on banking activity.
Return on assets (ROA) – net profit assigned to shareholders of the holding company to total assets.
Return on equity (ROE) – net profit assigned to shareholders of the holding company to equity.
Solvency ratio – net equity to risk weighted assets and off-balance sheet liabilities.

In order to determine the basic figures in EUR, the following exchange rates were applied:

- for balance-sheet items – PLN 3,9835 NBP exchange rate of 30.09.2006; 3,9166 NBP exchange rate of 30.09.2005,

- for income statement items for 30.09.2006 – PLN 3,9171 exchange rate calculated as the average of NBP exchange rates as at the last day of each month in 1Q, 2Q and 3Q 2006; 4,0583 exchange rate calculated as the average of NBP exchange rates as at the last day of each month in 1Q, 2Q and 3Q 2005.

4. Price of ING Bank Śląski S.A. Shares



II. Commentary on Activity of the Capital Group of ING Bank Śląski in Third Quarter of 2006

1. Economic Situation in Third Quarter of 2006, Including Factors That May Affect Operations in the Quarters to Come

The macro-economic ratios observed in the third quarter 2006 seemed to prove the positive trends in the Polish economy, and the continued high growth rate of the Gross Domestic Product. High consumer demand, as well as revival in terms of investment, accompanied by favourable developments on the labour market largely contributed to the economic growth in the period.

In September 2006, sold industrial output went up by 11.7% from the same period last year. Compared with last September, output growth was observed in 27 of 29 industrial segments. The highest growth was observed in: the manufacture of radio, television and telecommunication hardware and equipment (up by 45.3%), motor vehicles, trailers and semi-trailers (up by 28.8%), other means of transportation (up by 26.6%), metal goods (up by 19.7%), and products made of non-metallic raw material (up by 18.1%). Between January and September 2006, the sold industrial output was higher by 12.3% than in the same period last year. The third quarter of 2006 saw further acceleration in the construction sector where production went up by 21.2% from September 2005. The construction and assembly output executed between January and September 2006 was up by 14.4% from the same period last year.

Positive trends in production were accompanied by a high growth rate of retail sales (in September 2006, it was up by 14.5% from the same period last year). High growth rate in terms of investments, which in 3Q 2006 is estimated at 15%, was also a strong stimulus for the economic growth.

Courtesy of these favourable tendencies, it was possible to maintain the high economic growth rate. It is estimated that in 3Q 2006 GDP will total some 5.5%, which is close to 2Q (in 1Q 2006 it was 5.2%).

The acceleration of economic growth rate was reflected in the increase of work place number. In September 2006, the number of the unemployed was 2,363,600; down by 14.4% from a year earlier. Improvement on the labour market was accompanied by the increase of salaries as well as old-age and disability pensions. In September 2006, the average gross remuneration in the enterprise sector was higher by 5.1% from the same period last year. The sustained low inflation had an impact on the increase of the purchasing power of salaries as well as old-age and disability pensions.

The prices of consumer goods and services in September 2006 were up by 0.2% from a month earlier. Between January and September 2006, consumer prices were 0.9% higher than a year earlier. In view of ever weaker inflationary pressure, the Monetary Policy Council cut the NBP interest rates twice in 1Q 2006. As a result, the reference rate went down from 4.5% as at the end of 2005 to 4.0% as at the end of March 2006. The Monetary Policy Council decided not to change the interest rates in the second and third quarters of 2006. In the opinion of the analysts, in view of the situation on the global markets, and on the domestic market the existing level of interest rates should be maintained at least until the end of 2006.

In September 2006, the deposits of the banking sector went up. Household deposits went up by 5.3% from the 2005 year-end, and the corporate deposits went up by 12.8% from the same period.

The credit receivables of the banking sector grew due to the expansion of lending to households and corporates. The credit receivables from households went up by 24.0% from the end of 2005, with the housing loans as the growth driver. Credit receivables from corporate clients also went up by 9.3% from December 2005.

Over the first 9 months of the year, the PLN-exchange rate was subject to considerable fluctuations due to the developments on the international markets and the political situation in the country. During the first months of the year, the PLN-exchange rates were relatively stable, followed by a period of systematic depreciation of the Polish currency. The bottom was reached in June, when the exchange rate of PLN to EUR rose to 4.1065 (26.06.2006). Over the next few months, the Polish currency gradually rebounded. As a result, at the end of September 2006 the PLN/EUR exchange rate was 3.9835 compared with 3.8598 as at 31.12.2005.

The economic growth rate in Poland and fluctuations in foreign exchange rates can be listed among the most important macroeconomic factors affecting the results in the subsequent quarters.

2. Analysis of Financial Results

ING BANK ŚLĄSKI PROFIT AND LOSS ACCOUNT (analytical layout, consolidated)

PLN million	9M 2005	12M 2005	9M 2006	9M 2006 /9M 2005	
Retail banking	592,4	805,9	701,0	108,6	118,3%
Cash Management-Lending and settlements	*569,7*	*773,0*	*667,9*	*98,1*	*117,2%*
Income on Pension Funds shares	*18,2*	*26,7*	*26,3*	*8,1*	*144,6%*
FM products sales	*4,5*	*6,2*	*6,8*	*2,3*	*151,1%*
Corporate banking	433,9	579,8	437,6	3,6	100,8%
Cash Management-Lending and settlements	*305,6*	*416,9*	*303,6*	*-2,0*	*99,3%*
FM products sales	*100,0*	*123,1*	*94,6*	*-5,4*	*94,6%*
Equity Markets	*28,3*	*39,8*	*39,3*	*11,0*	*139,0%*
Own operations	251,3	322,5	209,0	-42,3	83,2%
Proprietary trading	*96,5*	*115,5*	*92,2*	*-4,2*	*95,6%*
ALCO	*154,8*	*207,0*	*116,8*	*-38,1*	*75,4%*
Income total	**1 277,6**	**1 708,2**	**1 347,6**	**69,9**	**105,5%**
Operational expenses, including:	**825,2**	**1 120,3**	**896,1**	**70,9**	**108,6%**
Personnel costs	390,7	516,6	419,6	29,0	107,4%
Headcount restructuring cost	0,0	11,3	0,0	0,0	x
Marketing costs	41,4	54,9	40,5	-0,9	97,8%
Depreciation	95,7	128,3	106,5	10,9	111,4%
Other expenses	287,3	398,4	335,5	48,2	116,8%
Other operational costs	10,2	10,9	-6,1 *	-16,3	x
Result before risk costs	**452,5**	**587,9**	**451,5**	**-1,0**	**99,8%**
Risk costs	71,2	118,0	148,5	77,3	208,4%
Result before tax	**523,7**	**705,8**	**600,0**	**76,3**	**114,6%**
CIT	-98,4	-139,4	-105,0	-6,6	106,7%
Result after tax	**425,3**	**566,4**	**495,0**	**69,7**	**116,4%**
- assigned to shareholders of the holding company	**418,2**	**549,5**	**488,9**	**70,7**	**116,9%**
- assigned to minority shareholders	7,1	17,0	6,1	-1,0	86,0%

*/ including disbursement of damages; see: Item IV.5.3

The result on banking activity at the end of September 2006 was PLN 1,347.6 million, up by PLN 69.9 million, or 5.5% from the same period last year.

Income of retail banking generated at the end of September 2006 totalled PLN 701.0 million, up by PLN 108.6 million, or 18.3%, from the same period last year. Compared with September 2005, the volume of deposits of individual clients went up considerably; growth was also observed in terms of the retail loans portfolio (mainly for mortgage loans). Consequently, the result on the deposit, credit and settlement activity was up by PLN 98.1 million, or 17.2%, from the same period last year. Income on shares in the Pension Fund[1] rose by PLN 8.1 million from September 2005; sales of Financial Markets products to the clients from the retail segment was also slightly higher.

Income of the wholesale banking segment generated at the end of September 2006 amounted to PLN 437.6 million, up by PLN 3.6 million, or 0.8%, from the same period last year. The first 9 months of 2006 saw an increase of income on capital markets, whereas the income on the sales of FM products to that segment and the income on the deposit, credit and settlement activity of the wholesale segment dropped. Lending to corporates grew from September 2005; some increase was also reported in the deposit volume of that segment. Nevertheless, market pressure affected a drop of margin earned, which exerted a negative impact on the volume of income generated by the wholesale banking area.

Income generated from proprietary operations as at the end of September 2006 was PLN 209.0 million, down by PLN 42.3 million, or 16.8%, from the same period last year. Income of financial markets as at the end of September 2006 was PLN 92.2 million, down by PLN 4.2 million, or 4.4%, from the same period last year. Upon including FM sales into the wholesale and retail segments, the income of financial markets as at the end September 2006 totalled PLN 193.6 million compared with PLN 201.0 million in the same period last year. As at the end of September 2006, income generated in

[1] Income from pricing less costs of funding.

terms of ALCO[2] was PLN 116.8 million, down by PLN 38.1 million, or 24.6%, from the same period last year. This was mainly caused by a drop in interest rates, which led to PLN 27.5 million-lower income being generated from investment of proprietary funds.

Total costs as at the end of September 2006 amounted to PLN 896.1, up by PLN 70.9 million, or 8.6%, from the same period last year.
Personnel costs at the end of September 2006 totalled PLN 419.6 million, up by PLN 29.0 million, or 7.4%, from the year-earlier period. The rise of personnel costs was caused by indexation of salaries from 2Q2006 and higher costs of remuneration as the incentive system was correlated with the Bank's performance.

Marketing costs as at the end of September 2006 totalled PLN 40.5 million, down by PLN 0.9 million, or 2.2%, from the same period last year.
Depreciation after 9 months 2006 totalled PLN 106.5 million, up by PLN 10.9 million from the same period last year. The growth results from starting the depreciation of outlays borne on the projects implemented in previous years, including the ones related to visualisation of branches, and higher costs of IT hardware depreciation in connection with its replacement. Furthermore, the Bank started to depreciate new systems for the service of card products and credit repayment monitoring in 2006.
Other costs as at the end of September 2006 totalled PLN 335.5 million, up by PLN 48.2 million, or 16.8%, from the same period last year. The sale of ING Services Sp. z o.o. in November 2005 and conclusion of the outsourcing agreement for cash-stream service resulted in the move from other cost items to remaining costs. The costs of consulting, arising from implementation of projects at the Bank, to improve the processes and streamline the sales structure, also went up from September 2005.

The result before risk costs as at the end of September 2006 was PLN 451.5 million as compared with PLN 452.5 million in the same period last year.

As at the end of September 2006, the costs of risk were positive; they amounted to PLN 148.5 million, out of which PLN 151.3 million pertained to impairment write-offs due to loans and cash advances; PLN 2.7 million was related to write-offs for provisions on off-balance sheet liabilities; PLN 0.5 million to impairment loss of property, plant and equipment and other assets; (-PLN 2.1 million) to other assets and (- PLN 3.9 million) to debt collection costs.

Gross financial result as at the end of September 2006 totalled PLN 600.0 million versus PLN 523.7 million in the same period last year. The net financial result attributable to the shareholders of the parent entity was at PLN 488.9 million, up by PLN 70.7 million, or 16.9%, from September 2005.

3. Analysis of Commercial Figures

During the first 9 months of 2006, the primary focus of the commercial policy of ING Bank Śląski S.A. was to: build up a deposit portfolio, render settlement services, and reinforce the Bank's position on the market of PLN-denominated mortgages. The Bank implemented its strategy both in terms of commercial objectives, as well as further improvement of its efficiency.

Responding to the client needs, ING Bank Śląski has continued to expand and modify its product offer. In 3Q 2006, the Bank's offer addressed to large corporate was expanded with an overdraft secured with a blank promissory note. The Bank was also preparing to launch the cash-back service (whereby clients are given the ability to withdraw cash at retailers or service providers while making payments with their VISA Electron cards); a new service related to the cash area (cash collection by car), and a special offer addressed to small businesses active in prestigious professions. Changes to the product offer were actively supported by numerous advertising campaigns that promoted the key products of the Bank. (the *"My ING Card"* to promote the debit card with personalised layout; the *"Linked with the investment fund, the deposit earns 6%"* to promote the ING Umbrella Specialist

[2] ALCO (Assets and Liabilities Committee) income together with the result on investment activity.

Investment Fund and Deposit Package; the campaign to support mortgages; the campaign promoting the Maestro payment cards under the theme "*Maestro. A New Generation of Cash.*"; and the promotional campaign for OKO, the savings account with the theme *"Half of Poles Save on Bad Terms")*.

Intense actions taken by the Bank to improve customer service, simplify procedures, and optimise the product offer have been recognised and resulted in prestigious awards granted to the Bank. *Forbes* monthly classified ING Bank Śląski as the "*Best Bank for Individuals*"; at the same time, the Bank was rated second in the "*Customer-Friendly Bank According to Newsweek*" ranking. *Gazeta Wyborcza* daily and Expander Independent Financial Advisers rated the Orange VISA credit card of ING Bank Śląski as "*worth to have in your wallet*," and the Gold Visa Credit Card of ING Bank Śląski as the best prestige credit card for individuals with monthly income of more than PLN 3,000. The efforts taken by ING Securities have also been recognised, as the investors ranked ING Securities as the best brokerage house in Poland (the ranking was prepared by the Individual Investors Association).

Since the start of 2006, ING Bank Śląski has continued actions to improve processes, increase its efficiency and optimise the sales structures. These actions included in particular further works on two major projects, notably: the *Retail 2006* and *Wholesale 2006*. Other significant actions related to the process and efficiency improvement include the deep restructuring of Śląski Bank Hipoteczny (the mortgage bank). SBH is to be transformed into a Centre of Excellence for Commercial Real Estate Financing operating as part of the capital group of ING Bank Śląski S.A.

Over the first 9 months of 2006, ING Bank Śląski had been running projects to improve the availability of its products and services. Special emphasis was put on the development of the partner outlet network based on the franchising model. So far, three outlets of that type have been opened (in Poznań, Gniezno and Krakow).

The thoroughgoing activities taken up on the deposit market led to further increase of the deposit base and strengthening of the market share in terms of household deposits. As at the end of September 2006, the funds accumulated by ING Bank Śląski S.A. Group totalled PLN 33,202.1 million, up by 8.2% from December 2005.

Structure of deposits of ING Bank Śląski S.A. Group (PLN million)

	30.09.2006	30.06.2006	31.03.2006	31.12.2005
Households	20,246.3	20,520.4	19,837.7	19,151.0
Corporates	9,447.3	8,553.8	8,286.4	8,513.1
Financial entities (other than banks)	2,076.0	1,722.0	1,854.0	1,624.5
Entities from sector of government and local authorities institutions	1,432.5	1,489.7	1,521.8	1,384.5
Total	**33,202.1**	**32,285.9**	**31,499.9**	**30,673.1**

The funds obtained from households formed the main component of the deposit base. As at the end of September 2006, they amounted to PLN 20,246.3 million, up by PLN 1,095.3 million, or 5.7%, from the end of 2005. The first 9 months of 2006 saw further activation of sales of OKO, or the Open Savings Account. The value of that product portfolio rose from PLN 12,775.3 million at the end of 2005 to PLN 14,104.2 million as at the end of September 2006; the funds deposited by the households totalled PLN 12,300.1 million as at the end of 2005 versus PLN 13,520.1 million as at the end of September 2006.

The share of ING Bank Śląski in the market of deposits and long-term liabilities amounted to 8.30% (versus 8.35% as at the end of 2005). An increase of the share in the household deposits market was recorded from 8.52 % as at the end of 2005 to 8.56% as at the end of September 2006. The share in the market of corporate deposits as at the end of September 2006 totalled 7.93% against 8.09% as at the end of December 2005.

The Bank also distributes units of ING TFI investment funds. The first 9 months of 2006 in general, and the last three months in particular, witnessed dynamic growth in sales of that product. As at the end of September 2006, the balance of acquired units went up to PLN 4,720.7 million versus PLN 2,237.8 million as at the end of December 2005.

During the first 9 months of 2006, the Bank continued actions to rebuild its credit portfolio. Consequently, growth was observed in certain segments and types of loans. As at the end of September 2006, loans and other liabilities from clients totalled PLN 11,927.1 million versus PLN 9,902.9 million in December 2005. Mortgage loans recorded a particularly considerable rise of volume – up by PLN 290.4 million, or 27.3%). As at the end of September 2006, this portfolio was valued at PLN 1,352.8 million, out of which PLN loans and FX ones amounted to PLN 1,027.5 million and PLN 325.3 million respectively. As at 31.12.2005, mortgage loans totalled PLN 1,062.4 million (PLN 653.3 million and PLN 409.1 million of PLN and FX loans respectively).

Structure of loans and other receivables from the clients of ING Bank Śląski S.A. Group (PLN million)

	30.09.2006	30.06.2006	31.03.2006	31.12.2005
Households	3,511.7	3,419.4	3,229.5	3,238.7
Corporates	6,663.8	6,402.9	6,231.5	5,926.1
Financial entities (other than banks)	1,614.5	1,434.1	1,283.2	829.2
Entities from sector of government and local authorities institutions	481.3	400.4	392.8	426.0
Other receivables	355.0	352.1	271.0	288.0
Impairment	-699.2	-765.6	-758.3	-805.1
Total	**11,927.1**	**11,243.3**	**10,649.7**	**9,902.9**

The Bank's share in the credit receivables market as at the end of September 2006 totalled 3.77% (versus 3.73% as at the end of December 2005). The Bank's share in the corporate loans market as at the end of September 2006 totalled 5.64% versus 5.09% as at the end of December 2005. The share in the market of household loans as at the end of September 2006 totalled 1.94% versus 2.22% as at the end of December 2005.
The share of ING Bank Śląski S.A. Group in credit receivables market as at the end September 2006 totalled 3.82% (versus 3.78% as at the end of December 2005).

The number of personal accounts maintained by the Bank as at the end of September 2006 totalled 1,025,400 compared with 1,002,100 as at 31.12.2005.

ING Bank Śląski is one of the largest issuers of bank cards in the Polish market. The Bank's offer includes: debit cards, charge cards, credit cards and pre-paid cards. Credit cards are among priority products in the retail offer. The number of newly offered credit cards issued [3] went up from 117,894 as at the end of 2005 to 128,960 cards as at the end of September 2006. Together with VE Credit and VE Credit NN-P cards, the number of credit cards issued as at the end of September 2006 totalled 137,666.

The number of clients using the electronic banking systems as at the end of September 2006 totalled 866,149. A drop from December 2005 results from closing inactive HaloŚląski installations. The first 9 months of 2006 also witnessed a systematic decrease in the number of clients using the MultiCash System. This phenomenon may be linked to the fact that the clients gave up using this product in favour of ING OnLine.

[3] Visa Classic, Visa Credit Gold, MasterCard Credit, Orange Visa Credit Card

The figures for electronic banking clients are as follows:

Electronic banking system	30.09.2006	30.06.2006	31.03.2006	31.12.2005
MultiCash	7,927	8,999	9,359	9,404
ING BankOnLine	461,669	421,649	406,037	361,944
HaloŚląski	282,054	263,466	249,824	708,864
SMS	114,499	106,526	95,370	79,789
Total	866,149	800,640	760,590	1,160,001

In September 2006, the monthly number of transactions made via electronic banking systems totalled 4.0 million. In the same period last year, the number of transactions made via electronic banking systems was 3.2 million.

4. Credit Portfolio – Portfolio Quality and Risk Costs

Under the International Accounting Standards, the Bank estimates impairment write-offs for impaired assets, the incurred but not reported losses reserves and reserves for off-balance sheet liabilities. The amount of impairment loss is calculated as the difference between the total future cash flows discounted with the effective interest rate and the carrying value of receivables (or the equivalent liability).

The amount of credit losses that have already been incurred but not reported (IBNR) is calculated by means of statistical models using the amounts of exposures for which no impairment was stated based on PD (probability of default), the estimated period (emergence period) between the occurrence of circumstances that may lead to a loss (e.g. losing capacity to repay liabilities) and the date on which the Bank receives information thereof, and LGD (loss given default).

Under the International Accounting Standards, the Bank does not have any general provisions.

The table below presents the quality of the credit portfolio of ING Bank Śląski according to IAS/IFRS.

PLN mio	2004	2005 3Q	2005	2006 3Q
Exposure total	**11 349**	**10 845**	**10 562**	**12 879**
Provisions total	**949**	**860**	**813**	**714**
Total coverage ratio (%)	**8,4%**	**7,9%**	**7,7%**	**5,5%**
Corporate entities	**8 150**	**7 892**	**7 592**	**9 666**
- unimpaired portfolio	7 331	7 237	6 983	9 150
- impaired portfolio	818	655	609	516
Impairment	**593**	**528**	**493**	**436**
IBNR	**73**	**63**	**70**	**77**
Provisions for off-balance commitments	**33**	**22**	**14**	**12**
Impaired portfolio coverage (%)	**72,5%**	**80,6%**	**81,1%**	**84,5%**
Retail	**3 199**	**2 953**	**2 970**	**3 214**
- unimpaired portfolio	2 908	2 673	2 698	2 991
- impaired portfolio	291	280	272	223
Impairment	**201**	**199**	**191**	**153**
IBNR	**31**	**29**	**28**	**21**
Provisions for off-balance commitments	**19**	**19**	**15**	**15**
Impaired portfolio coverage (%)	**69,0%**	**70,7%**	**70,1%**	**68,9%**
Share of impaired loans in portfolio (%)	**9,78%**	**8,63%**	**8,35%**	**5,74%**

The share of the impairment portfolio in the total loans lowers gradually. A detailed structure of impairment write-offs recognised through profit or loss as at the end of 3Q 2006 is presented in the below table:

PLN million

Item	Group total	Corporate				Retail			
		Balance sheet		Off-balance sheet		Balance sheet		Off-balance sheet	
		Impairment	IBNR	Impairment	IBNR	Impairment	IBNR	Impairment	IBNR
Impairment losses	150,6	124,4	-7,0	1,4	0,8	23,0	7,6	0,2	0,2
Increases/decreases of impairment	73,0	74,4	-7,0	1,4	0,8	-4,6	7,6	0,2	0,2
Recoveries	77,6	50,0				27,5			

5. Major Achievements in the Quarter

Awards

Ever since its establishment, ING Bank Śląski S.A. has been recognised as one of the top banks in Poland, which is proven by high positions it received in various rankings, as well as various awards and distinctions:

- October 2006: ING Bank Śląski wins the Best Annual Report 2005 competition in the category ”Banks and Financial Institutions”.
- October 2006, the Individual Investors Association awarded ING Securities best brokerage house in Poland.
- October 2006, Best Bank for Individual Clients according to Forbes monthly.
- October 2006, II position in the ranking of Newsweek: Friendly Bank.
- September, 2006 Orange Card – Expander and Gazeta Wyborcza.
- June 2006, I position in the category: Presence at the Universities in the KOMPAS ranking organised under the patronage of MillwardBrown SMG/KRC and the Student Academic Consulting Association of SGH in Warsaw.
- June 2006, Title “Brand of the high reputation” in the research “Premium Brand 2006” in the category: “Finance”.
- May 2006, III position in the ranking of BANK monthly: “universal bank” for the strong position on the deposit’s market and good finance results.
- May 2006, III position in the ranking of Home&Market monthly: “The best account for small and midsize companies”.
- April 2006, “The Banker of the Year: 2005”, title for Brunon Bartkiewicz, President of ING Bank Śląski, granted by Gazeta Bankowa weekly.
- April 2006, “Silver Rock 2005” award for the biggest achievements in new card products development (MasterCard Business in EUR), granted by Polish branch of MasterCard Europe.
- April 2006, “CEDRYK” award for the help in organization of “IV Polish Festival of Children Expression”, granted by Centre of Children Expression.
- February 2006, I place for the Visa credit card in the www.bankier.pl ranking for "Business credit cards”.
- January 2006, Title of "The Entrepreneur-Friendly Bank" in the category of “commercial banks”.

Ratings

In 3Q 2006, Fitch Ratings Ltd. upgraded the long-term liabilities rating for ING Bank Śląski S.A. At present, the Bank's financial credibility is rated as follows by the top rating agencies:

Fitch Ratings Ltd.	
Long-term liabilities	A+
Long-term outlook	Positive
Short-term liabilities	F1
Individual rating	C/D
Support rating	1

Moody's Investors Service Ltd.	
Long-term deposits	A2
Short-term deposits	P-1
Financial strength	D+
Long-term and short-term deposits rating outlook	Stable

6. Other Information

Headcount

The headcount in the Capital Group was as follows:

30.09.2006 7,439 individuals or 7,225.8 FTEs,
30.06.2006 7,547 individuals; or 7,339.1 FTEs,
31.03.2006 7,562 individuals; or 7,379.1 FTEs,
31.12.2005 7,446 individuals; or 7,335.3 FTEs,
30.09.2005 7,663 individuals, or 7,470.7 FTEs.

The decrease in headcount observed at the end of 3Q 2006 was related to the end of the notice period for the individuals affected by the restructuring process.

Number of Branches and ATMs

As at 30 September 2006, the Bank conducted its operational activity via a network of 330 outlets versus 332 branches as at the end of September 2005. Furthermore, during the first 9 months of 2006, 3 partner branches were opened based on the franchising model. As at the end of September 2006, the Bank had a network of 561 ATMs.

III. Segmentation of Revenue and Financial Results of the Group

PLN thousand	30.09.2006					30.09.2005				
	Retail customers segment	Corporate customers segment	Own operations		TOTAL	Retail customers segment	Corporate customers segment	Own operations		TOTAL
			Proprietary trading	ALCO				Proprietary trading	ALCO	
Revenue total	**711 427**	**455 067**	**97 918**	**83 139**	**1 347 551**	**607 117**	**458 129**	**101 441**	**110 949**	**1 277 636**
Core business	**701 008**	**437 561**	**92 211**	**116 771**	**1 347 551**	**592 436**	**433 919**	**96 452**	**154 829**	**1 277 636**
Income on lending	170 699	122 465			293 165	165 185	124 162			289 346
Interest income external	*212 836*	*320 826*				*233 623*	*366 306*			
Interest cost internal	*-83 405*	*-239 530*				*-102 434*	*-281 366*			
Income on fees/ other income	*41 269*	*41 169*				*33 996*	*39 221*			
Income on deposits	423 077	166 791			589 868	387 304	174 735			562 039
Interest costs external	*-442 491*	*-258 992*				*-492 066*	*-252 491*			
Interest income internal	*696 901*	*342 938*				*726 804*	*341 100*			
Income on fees/ other income	*168 666*	*82 845*				*152 566*	*86 125*			
Income on mutual funds	56 415	1 040			57 455	17 936	222			18 158
Income on brokerage and custody	26 774	53 541			80 315	18 228	39 130			57 358
Other income on core business	-9 099	-911	193 688	116 771	300 449	-18 933	-4 341	200 993	154 829	332 548
FM products sales	6 842	94 635	-101 477		0	4 528	100 012	-104 541		0
Income on Pension Funds shares	26 300				26 300	18 188				18 188
Result on economic capital	10 419	17 506	5 707	-33 633	0	14 681	24 210	4 989	-43 880	0
Expenses total	**569 159**	**287 300**	**35 752**	**3 842**	**896 054**	**529 432**	**261 697**	**20 727**	**13 312**	**825 169**
Operational costs	576 646	285 962	35 752	3 842	902 202	519 262	261 697	20 576	13 312	814 848
including depreciation	*84 052*	*17 377*	*5 114*		*106 543*	*75 461*	*15 601*	*4 591*		*95 653*
Other operational costs (operational risk)	-7 487	1 339	0	0	-6 148	10 171	0	151	0	10 321
Result before risk	**142 268**	**167 767**	**62 166**	**79 297**	**451 497**	**77 685**	**196 432**	**80 714**	**97 636**	**452 467**
Risk cost	-23 694	-124 820	0	0	-148 514	-33 374	-37 874	0	0	-71 248
Result before tax	**165 962**	**292 587**	**62 166**	**79 297**	**600 011**	**111 059**	**234 306**	**80 714**	**97 636**	**523 715**
CIT					105 050					98 436
Result after tax					**494 961**					**425 279**
- assigned to shareholders of the holding company					**488 875**					**418 203**
- assigned to minority shareholders					6 086					7 076

The basic division applied by the Group is the division by sector. The Group of ING Bank Śląski is managed by means of business division into the following sectors:

- Retail,
- Wholesale,
- FM, ALCO.

As part of its retail operations, the Bank's capital group provides service to private individuals (mass clients and affluent clients segment) and small businesses.

These operations are analysed in terms of the following products: credit facilities (current account overdraft, loans related to cards, instalment loans, residential loans and mortgage loans), contract loans granted by the Loans and Savings Unit, mortgage loans granted by Śląski Bank Hipoteczny, deposit products (current accounts, term deposits, savings accounts), participation units of ING funds, brokerage services provided by ING Securities SA and bank cards.

Wholesale encompasses service of institutional clients within the following segments: strategic clients, large corporates and mid-sized companies.
The capital group maintains reporting for its wholesale operations broken down into the following types of products: credit products (working capital loans, and investment loans), deposit products (current accounts, term and negotiable deposits and savings accounts), custody-related services, and operations in the capital market performed by the dominant entity and ING Securities, as well as intermediation in leasing-related services.

Financial markets cover both proprietary and client operations in money and capital markets.

The following types of products are distinguished in this type of activity: FX market products, money market products and derivatives, operations in securities (Treasury bills, shares and bonds). The item of *Financial Markets – total segment revenue* presents income from proprietary trading. The income from the sale of FM products to the corporate and retail segments is recognised in the incomes of those segments.

ALCO (Assets and Liabilities Committee) deals predominantly with the investment of own funds and funding of some of the Bank's assets. The main element of revenue from ALCO's core operations is the revenue from the investment of own funds (book capital). The revenue is then adjusted for interest accrued on the economic capital required by individual business lines (retail segment, wholesale segment, and financial markets segment). Interest on economic capital is re-allocated from the ALCO line to the individual business lines, depending on their demand for economic capital.

Sectoral division, defined with the internal regulations of the Bank, constitutes the basis for separation of wholesale and retail segments.

The measurement of the segment's assets, liabilities, revenue and costs shall be based on the accounting standards used by the Group. In particular, the internal and external interest revenue and costs for individual segments shall be established with the use of the transfer pricing system. Transfer prices are defined based on the yield curve for a given currency that is common for assets and liabilities. The transfer price that is determined for the products being assets and liabilities with the same position on the yield curve is identical. The original transfer price – coming from the product measurement regarding the yield curve can be modified and the factors adjusting the transfer price can be the following: a premium for obtainment of long-term liquidity, matching of the Bank's position, a hedging cost for sophisticated products and the pricing policy. Thereafter, based on quotation rates available at news services, yield curves are developed using mathematical equations.

Revenue, results, assets and liabilities for a given segment account for elements that are directly attributable to the segment in question, as well as element that may be attributed to that segment based on reasonable premises.

CONSOLIDATED PROFIT AND LOSS ACCOUNT	III quarter 2006 period from 01 Jul 2006 to 30 September 2006	3 quarters 2006 period from 01 Jan 2006 to 30 September 2006	III quarter 2005 period from 01Jul 2005 to 30 September 2005	3 quarters 2005 period from 01 Jan 2005 to 30 September 2005
Interest income	*499 895*	*1 457 038*	*455 939*	*1 399 293*
Interest expenses	*256 649*	*766 160*	*270 508*	*886 452*
Net interest income	**243 246**	**690 878**	**185 431**	**512 841**
Commission income	*177 634*	*522 631*	*152 768*	*443 910*
Commission expenses	*20 996*	*61 376*	*19 617*	*57 461*
Net commission income	**156 638**	**461 255**	**133 151**	**386 449**
Dividend income	976	2 547	108	1 711
Net income on instruments at fair value through profit or loss	-10 214	10 638	49 627	214 890
Net income on investment financial assets	4 870	20 003	2 975	2 975
Net income from fair value measurement of investment real estate	2 568	9 251	-3 820	-4 362
Net income on available-for-sale assets and assets held for sale	-36	-33	-51	3 634
Net income from fair value measurement for the purposes of hedge accounting	-2 337	4 677	-4 940	277
Exchange gains or losses	39 375	105 755	40 832	128 372
Other operating income	9 131	40 190	8 146	25 084
Other operating expenses	8 390	18 955	4 499	22 486
Result on basic activities	**435 827**	**1 326 206**	**406 960**	**1 249 385**
General and administrative expenses	266 793	795 597	234 119	719 349
Depreciation and amortisation	37 347	106 543	32 894	95 653
Net income on disposal of assets other than held for sale	-73	-69	212	369
Impairment losses and provisions for off-balance sheet liabilities	-54 522	-148 514	-46 729	-71 248
Share in net profit (loss) of co-subsidiaries and associated entities recognised under the equity method	10 331	27 500	7 346	17 715
Profit (loss) before tax	**196 467**	**600 011**	**194 234**	**523 715**
Income tax	36 769	105 050	34 495	98 436
Net profit (loss)	**159 698**	**494 961**	**159 739**	**425 279**
- assigned to shareholders of the holding company	156 823	488 875	159 955	418 203
- assigned to minority shareholders	2 875	6 086	-216	7 076
Net profit (loss)	**156 823**	**488 875**	**159 955**	**418 203**
Weighted average number of ordinary shares	**13 010 000**	**13 010 000**	**13 010 000**	**13 010 000**
Earnings per ordinary share (PLN)	**12,05**	**37,58**	**12,29**	**32,14**
Diluted weighted average number of ordinary shares	13 010 000	13 010 000	13 010 000	13 010 000
Diluted earnings per ordinary share (PLN)	12,05	37,58	12,29	32,14

CONSOLIDATED BALANCE SHEET	3 quarters 2006 as of 30 Sep 2006	2 quarters 2006 as of 30 Jun 2006	end of 2005 as of 31 Dec 2005	3 quarters 2005 as of 30 Sep 2005	2 quarters 2005 as of 30 Jun 2005
ASSETS					
- Cash in hand and balances with the Central Bank	1 231 601	1 152 166	1 176 443	889 481	1 062 993
- Deposit accounts in other banks as well as loans and advances to other banks	12 029 795	11 269 867	12 573 648	12 673 520	9 580 522
- Financial assets at fair value through profit or loss	7 963 442	5 836 426	6 155 240	7 232 006	7 413 608
- Investment financial assets	12 038 554	12 221 167	10 922 919	8 859 399	8 885 588
- Loans and advances to customers	11 927 070	11 243 288	9 902 860	10 220 700	10 179 124
- Investments in controlled entities	77 961	67 627	75 080	66 095	58 749
- Property, plant and equipment	565 410	595 380	600 851	666 206	634 518
- Investment real estates	150 576	147 656	140 547	93 291	122 204
- Intangible assets	317 690	325 871	318 857	315 307	313 595
- Property, plant and equipment held for sale	274	1 882	5 969	5 984	2 657
- Current tax asset	0	0	36 453	0	11 705
- Deferred tax asset	135 450	150 046	78 125	134 614	136 505
- Other assets	104 646	108 454	139 922	176 389	175 980
Total assets	**46 542 469**	**43 119 830**	**42 126 914**	**41 332 992**	**38 577 748**
EQUITY AND LIABILITIES					
LIABILITIES					
- Liabilities due to the Central Bank	0	0	464 000	0	0
- Liabilities due to other banks	3 758 164	1 944 650	865 301	3 127 290	3 099 298
- Financial liabilities at fair value through profit or loss	3 534 613	3 864 491	3 685 789	4 133 487	1 526 887
- Liabilities due to customers	34 761 741	33 062 889	32 823 596	29 798 439	29 560 189
- Provisions	64 179	63 156	80 519	83 284	107 040
- Current income tax liabilities	92 512	49 600	0	128	0
- Deferred tax provision	0	0	0	0	0
- Other liabilities	737 834	725 549	646 621	698 019	948 407
Total liabilities	**42 949 043**	**39 710 335**	**38 565 826**	**37 840 647**	**35 241 821**
EQUITY					
- Share capital	130 100	130 100	130 100	130 100	130 100
- Supplementary capital - issuance of shares over nominal value	993 750	993 750	993 750	993 750	993 750
- Revaluation reserve from measurement of available-for-sale financial assets	-25 789	-55 564	85 797	126 663	134 218
- Revaluation reserve from measurement of property, plant and equipment	39 905	44 359	38 055	47 911	55 882
- Retained earnings	2 434 747	2 276 963	2 300 937	2 179 892	2 007 729
Equity assigned to shareholders of the holding company	**3 572 713**	**3 389 608**	**3 548 639**	**3 478 316**	**3 321 679**
- Minority equity	**20 713**	**19 887**	**12 449**	**14 029**	**14 248**
Total equity	**3 593 426**	**3 409 495**	**3 561 088**	**3 492 345**	**3 335 927**
TOTAL EQUITY AND LIABILITIES	**46 542 469**	**43 119 830**	**42 126 914**	**41 332 992**	**38 577 748**
Solvency ratio	15,52%	16,09%	18,60%	15,50%	17,44%
Book value	3 572 713	3 389 608	3 548 639	3 478 316	3 321 679
Number of shares	13 010 000	13 010 000	13 010 000	13 010 000	13 010 000
Book value per share (PLN)	274,61	260,54	272,76	267,36	255,32

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

3 quarters 2006
period from 01 Jan 2006 to 30 Sep 2006

	Share capital	Supplementary capital - issuance of shares over nominal value	Revaluation reserve from measurement of available-for-sale financial assets	Revaluation reserve from measurement of property, plant and equipment	Retained earnings	Minority equity
Opening balance of equity	**130 100**	**993 750**	**85 796**	**38 055**	**2 300 937**	**12 449**
- gains/losses on remeasurement of available-for-sale financial assets charged to equity			-97 387			
- reclassified to the financial result as a result of sale of available-for-sale financial assets			-14 198			
- disposal of property, plant and equipment				-1 411	2 710	
- remeasurement of property, plant and equipment				3 261		2 178
- dividends paid					-357 775	
- net result for the current period					494 961	
- share of minority shareholders in the net financial result					-6 086	6 086
Total equity (closing balance)	**130 100**	**993 750**	**-25 789**	**39 905**	**2 434 747**	**20 713**

3 quarters 2005
period from 01 Jan 2005 to 30 Sep 2005

	Share capital	Supplementary capital - issuance of shares over nominal value	Revaluation reserve from measurement of available-for-sale financial assets	Revaluation reserve from measurement of property, plant and equipment	Retained earnings	Minority equity
Opening balance of equity	**130 100**	**993 750**	**67 992**	**59 551**	**2 016 205**	**8 969**
- gains/losses on remeasurement of available-for-sale financial assets charged to equity			58 671			
- reclassified to the financial result as a result of sale of available-for-sale financial assets						
- disposal of property, plant and equipment				-11 714	12 189	-2 016
- remeasurement of property, plant and equipment				74		
- dividends paid					-266 705	
- net result for the current period					425 279	
- share of minority shareholders in the net financial result					-7 076	7 076
Total equity (closing balance)	**130 100**	**993 750**	**126 663**	**47 911**	**2 179 892**	**14 029**

CONSOLIDATED CASH FLOW STATEMENT - indirect method	3 quarters 2006 as of 30 Sep 2006	3 quarters 2005 as of 30 Sep 2005
OPERATING ACTIVITIES		
Net profit (loss)	**488 875**	**418 203**
Adjustments	**820 563**	**772 091**
- Profits (losses) of minority shareholders included in the financial result	6 086	7 076
- Share in net profit (loss) of controlled entities recognised under the equity method	-27 503	0
- Unrealised exchange gains (losses)	1 373	4 145
- Depreciation and amortisation	106 543	95 653
- Interest accrued (from the profit and loss account)	687 985	505 631
- Interest received/paid	-845 586	-773 724
- Dividends received	-1 571	-41 116
- Gains (losses) on investment activities	591	3 699
- Income tax (from the profit and loss account)	105 050	98 436
- Income tax paid	-33 410	-90 837
- Change in provisions	-16 340	-204 924
- Change in deposits in other banks and in loans and advances to other banks	1 394 651	-744 827
- Change in financial assets at fair value through profit or loss	-1 799 102	-2 094 799
- Change in investment financial assets	-1 076 741	-2 294 133
- Change in loans and advances to customers	-2 023 486	596 256
- Change in other assets	20 353	-42 761
- Change in liabilities due to other banks	2 421 360	596 958
- Change in liabilities at fair value through profit or loss	-151 176	2 863 445
- Change in liabilities due to customers	1 960 273	2 190 957
- Change in other liabilities	91 213	96 956
Net cash flow from operating activities	**1 309 438**	**1 190 294**
INVESTMENT ACTIVITIES		
- Purchase of property, plant and equipment	-34 283	-74 213
- Disposal of property, plant and equipment	2 123	911
- Purchase of intangible assets	-21 383	-18 735
- Disposal of intangible assets		
- Purchase of shares in controlled entities		
- Disposal of shares in controlled entities		
- Purchase of fixed assets/liabilities held for sale		
- Disposal of fixed assets/liabilities held for sale	342	1 173
- Dividends received	26 193	41 116
Net cash flow from investment activities	**-27 008**	**-49 748**
FINANCIAL ACTIVITIES		
- Long-term loans repaid	-23 720	-23 720
- Interest on long-term loans repaid	-1 076	-1 790
- Dividends paid	-357 775	-266 705
Net cash flow from financial activities	**-382 571**	**-292 215**
Effect of exchange rate changes on cash and cash equivalents	***-5 396***	***-188 219***
Net increase/decrease in cash and cash equivalents	**899 859**	**848 331**
Opening balance of cash and cash equivalents	**4 979 567**	**4 688 975**
Closing balance of cash and cash equivalents	**5 879 426**	**5 537 306**

5. Supplementary Data under IAS 34

5.1 Supplementary Data to Balance Sheet Items

- Loans, cash advances and receivables not quoted on the active market

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
Deposit accounts in other banks as well as loans and advances to other banks					
- Nostro accounts	123 918	51 165	156 026	67 920	209 537
- interbank deposits	11 709 684	11 006 604	12 332 697	12 525 346	8 851 648
- other receivables	175 657	177 286	58 160	67 613	505 554
- loans and advances	*170 999*	*123 362*	*30 981*	*16 558*	*123 728*
- repo transactions	*0*	*0*	*0*	*0*	*345 500*
- other receivables	*4 658*	*53 924*	*27 179*	*42 623*	*36 326*
- accrued interest	20 967	35 058	27 064	12 936	14 393
Total (gross)	**12 030 226**	**11 270 113**	**12 573 947**	**12 673 815**	**9 581 132**
Impairment losses	-431	-246	-299	-295	-610
Total (net)	**12 029 795**	**11 269 867**	**12 573 648**	**12 673 520**	**9 580 522**
Loans and advances to customers					
Loans and advances granted to entities from the financial sector other than banks					
- loans and advances	1 614 493	1 434 104	829 205	791 547	833 944
overdrafts in current account	426 347	408 806	77 312	53 453	86 785
term	1 188 146	1 025 298	751 893	738 094	747 159
- reverse-repo transactions	0	0	0	0	2 081
- other receivables	128 265	109 986	135 274	169 463	69 839
- accrued interest	4 010	3 268	2 368	2 550	2 996
Total (gross)	1 746 768	1 547 358	966 847	963 560	908 860
Impairment losses	-9 164	-6 591	-10 153	-5 531	-3 171
Total (net)	**1 737 604**	**1 540 767**	**956 694**	**958 029**	**905 689**
Loans and advances granted to entities from the non-financial sector					
- loans and advances granted to corporate customers	6 663 787	6 402 885	5 926 102	6 306 290	6 481 461
overdrafts in current account	2 339 098	2 356 071	2 160 295	2 442 035	2 435 272
term	4 324 689	4 046 814	3 765 807	3 864 255	4 046 189
- loans and advances granted to households	3 511 683	3 419 359	3 238 685	3 235 924	3 206 290
overdrafts in current account	971 718	965 847	953 809	990 641	985 292
term	2 539 965	2 453 512	2 284 876	2 245 283	2 220 998
- reverse-repo transactions	0	0	0	0	0
- other receivables	189 575	203 643	114 820	144 173	14 189
- accrued interest	34 617	36 310	34 863	37 778	41 280
Total (gross)	10 399 662	10 062 197	9 314 470	9 724 165	9 743 220
Impairment losses	-662 375	-729 865	-762 658	-792 420	-797 992
Total (net)	**9 737 287**	**9 332 332**	**8 551 812**	**8 931 745**	**8 945 228**
Loans and advances granted government and local government institutions					
- loans and advances	481 265	400 405	425 979	367 170	361 175
overdrafts in current account	8 169	4 346	3 051	9 193	6 426
term	473 096	396 059	422 928	357 977	354 749
- accrued interest	-1 479	-1 082	641	1 330	2 944
Total (gross)	479 786	399 323	426 620	368 500	364 119
Impairment losses	-27 607	-29 134	-32 266	-35 669	-35 912
Total (net)	**452 179**	**370 189**	**394 354**	**332 831**	**328 207**
Loans and advances to customers - total					
- loans and advances	12 271 228	11 656 753	10 419 971	10 700 932	10 882 870
- reverse-repo transactions	0	0	0	0	2 081
- other receivables	317 840	313 629	250 094	313 636	84 028
- accrued interest	37 148	38 496	37 872	41 658	47 220
Loans and advances to customers - gross	**12 626 216**	**12 008 878**	**10 707 937**	**11 056 226**	**11 016 199**
Impairment losses	-699 146	-765 590	-805 077	-835 526	-837 075
Loans and advances to customers - net	**11 927 070**	**11 243 288**	**9 902 860**	**10 220 700**	**10 179 124**

- Financial liabilities measured at the depreciated cost

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
Liabilities due to other banks					
- Current accounts	1 788 240	135 646	178 903	148 574	151 751
- Interbank deposits	1 474 662	1 633 450	599 713	2 293 464	2 566 540
- Repo transactions	109 368	125 210	65 337	333 613	344 087
- Other liabilities	382 886	48 738	15 040	338 418	26 731
- Accrued interest	3 008	1 606	6 308	13 221	10 189
TOTAL	**3 758 164**	**1 944 650**	**865 301**	**3 127 290**	**3 099 298**
Liabilities to customers					
Liabilities to entities from the financial sector other than banks					
- Deposits	2 076 012	1 721 969	1 624 456	1 324 197	1 166 186
current accounts	1 778 797	725 674	884 202	710 766	698 021
term accounts	297 215	996 295	740 254	613 431	468 165
- Repo transactions	773 484	16 397	1 430 734	0	774 847
- Other liabilities	72 357	72 285	93 234	167 755	132 802
- Accrued interest	1 380	689	4 398	1 246	633
TOTAL	**2 923 233**	**1 811 340**	**3 152 822**	**1 493 198**	**2 074 468**
Liabilities to entities from the non-financial sector					
- Deposits of corporate customers	9 447 303	8 553 755	8 513 141	8 688 187	7 252 194
current accounts	5 531 520	4 955 222	5 378 090	5 475 809	4 015 914
term accounts	3 915 783	3 598 533	3 135 051	3 212 378	3 236 280
- Deposits of households	20 246 279	20 520 414	19 150 998	17 874 719	17 953 355
current accounts	2 513 916	2 489 501	2 292 935	2 249 974	2 176 450
saving accounts	13 520 125	13 558 901	12 300 085	10 448 705	10 790 965
term accounts	4 212 239	4 472 012	4 557 978	5 176 040	4 985 940
- Repo transactions	295 147	123 094	18 178	0	442 389
- Other liabilities	358 860	495 157	549 722	344 882	351 514
- Accrued interest	55 668	66 618	51 410	72 297	91 434
TOTAL	**30 403 258**	**29 759 038**	**28 283 449**	**26 980 085**	**26 090 886**
Liabilities to government and local government institutions					
- Deposits	1 432 512	1 489 713	1 384 457	1 322 177	1 392 404
current accounts	777 777	813 069	831 559	688 392	694 776
term accounts	654 735	676 644	552 898	633 785	697 628
- Other liabilities	885	1 634	2 019	1 728	843
- Accrued interest	1 853	1 164	849	1 252	1 588
TOTAL	**1 435 250**	**1 492 511**	**1 387 325**	**1 325 157**	**1 394 835**
Liabilities to customers - total					
- Deposits	33 202 107	32 285 851	30 673 052	29 209 279	27 764 139
- Repo transactions	1 068 631	139 491	1 448 912	0	1 217 236
- Other liabilities	432 102	569 076	644 975	514 365	485 159
- Accrued interest	58 901	68 471	56 657	74 795	93 655
Liabilities to customers - total	**34 761 741**	**33 062 889**	**32 823 596**	**29 798 439**	**29 560 189**

- Property, Plant and Equipment

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
- Real properties	412 361	424 788	419 942	488 747	391 445
- Computer hardware	63 796	70 955	78 709	89 251	69 484
- Vehicles	986	1 292	1 827	2 167	2 435
- Other fixtures and fittings	80 464	80 025	86 492	61 560	162 900
- Investment real properties	7 803	18 320	13 881	24 481	8 254
TOTAL	**565 410**	**595 380**	**600 851**	**666 206**	**634 518**

- Financial assets carried at fair value through profit or loss

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
- Financial assets held for trading	7 719 560	5 517 113	5 910 339	6 367 631	7 413 608
Debt instruments	*6 959 716*	*4 603 151*	*4 951 262*	*5 163 285*	*6 116 781*
Equity instruments	*962*	*300*	*1 282*	*196*	*244*
Derivative financial instruments	*758 882*	*913 662*	*957 795*	*1 204 150*	*1 296 583*
- Financial assets designated as at fair value upon initial recognition	243 882	319 313	244 901	864 375	0
Debt instruments	*151 999*	*149 090*	*147 852*	*161 306*	*0*
Repo transactions	*91 883*	*170 223*	*97 049*	*703 069*	*0*
TOTAL	**7 963 442**	**5 836 426**	**6 155 240**	**7 232 006**	**7 413 608**

- Financial assets for trading

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
- Available-for-sale financial assets					
Debt instruments	*12 015 457*	*12 212 638*	*10 920 701*	*8 838 649*	*8 865 807*
Equity instruments	*23 097*	*8 529*	*2 218*	*20 750*	*19 781*
TOTAL	**12 038 554**	**12 221 167**	**10 922 919**	**8 859 399**	**8 885 588**

- Financial liabilities carried at fair value through profit or loss

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
- Financial liabilities held for trading	889 413	1 068 539	1 095 899	1 376 016	1 526 887
Derivative financial instruments	*889 413*	*1 068 539*	*1 095 899*	*1 376 016*	*1 526 887*
- Financial liabilities designated as at fair value upon initial recognition	2 645 200	2 795 952	2 589 890	2 757 471	0
Repo transactions	*2 645 200*	*2 795 952*	*2 589 890*	*2 757 471*	*0*
TOTAL	**3 534 613**	**3 864 491**	**3 685 789**	**4 133 487**	**1 526 887**

- Provisions

	30.09.2006	30.06.2006	31.12.2005	30.09.2005	30.06.2005
- litigation reserves	15 366	13 597	19 340	18 937	27 381
- provision for off-balance sheet liabilities	27 040	27 683	29 638	41 353	58 703
- provision for retirement benefits	10 707	10 668	11 063	9 814	9 814
- provision for unused holidays	9 786	9 786	9 824	11 141	11 142
- provision for headcount restructuring	949	1 422	10 654	2 012	0
TOTAL	**64 179**	**63 156**	**80 519**	**83 284**	**107 040**

- Impairment losses and provisions

	III Q 2006	3 Q 2006 YTD	III Q 2005	3 Q 2005 YTD
Impairment losses on financial assets other than assets at fair value recognised through the profit and loss account				
impairment losses on available-for-sale financial assets:	0	-79	0	-15
- securities	*0*	*0*	*0*	*0*
- shares in subsidiaries, co-subsidiaries and associated entities, as well as minority interests	*0*	*-79*	*0*	*-15*
impairment losses on loans and advences:	-55 856	-147 353	-29 887	-60 676
- impairment losses on loans and advences	*-56 365*	*-151 304*	*-49 183*	*-82 367*
- collection and process costs related to recovery of receivables due to loans and advences	*509*	*3 951*	*19 296*	*21 691*
impairment losses/ fair value valuation:	2 129	1 661	-1 691	219
- property, plant and equipment	*293*	*-436*	*326*	*0*
- other assets	*1 836*	*2 097*	*-2 017*	*219*
Total impairment losses	***-53 727***	***-145 771***	***-31 593***	***-60 457***
Provisions for off-balance sheet commitments	***-795***	***-2 743***	***-15 136***	***-10 791***
Total impairment losses and provisions	**-54 522**	**-148 514**	**-46 729**	**-71 248**

- Costs of bank operations and administrative expenses

	III Q 2006	3 Q 2006 YTD	III Q 2005	3 Q 2005 YTD
General administrative expenses	**266 793**	**795 597**	**234 119**	**719 349**
personnel expenses	**140 380**	**419 615**	**125 483**	**390 665**
wages and salaries	120 543	352 562	105 662	325 133
employee benefits	19 837	67 053	19 821	65 532
general administrative expenses	**126 413**	**375 982**	**108 636**	**328 684**

5.2 Seasonality or Cyclicity of Activity

Activity of ING Bank Śląski Group is not subject to seasonality or cyclicity within the meaning of §21 of IAS 34.

5.3 Type and Amounts of Items Affecting Assets, Liabilities, Net Financial Result or Cash Flows Being of Non-recurring Nature due to their Type, Volume or Impact

Within the *Professional Indemnity and Employment Insurance and Bank Risk Insurance (BBB),* constituting a part of the ING Group Global Programme, which also covers ING Bank Śląski S.A., the damage was liquidated by the Insurer in June 2006. As a result, the PLN 8.1 million worth of indemnity was paid out upon deducting the contribution of the Insured.

5.4 Type and Amounts of Changes to Estimated Amounts that Were Listed in Previous Interim Periods of the Current Accounting Year or Changes to the Estimates Listed in Previous Accounting Years, If They Are of Significant Impact on the Current Interim Period

The preparation of financial statements in accordance with IFRS requires from the Group the use of estimates and assumptions that affect the amounts reported in the financial statements and notes thereto.

Type and size of the change in estimation values are disclosed only when the results of the change occur in the current period or in the future periods.

Estimations and assumptions applied to the presentation of value of assets, liabilities, revenues and costs, are made on basis of historical data available and other factors considered to be relevant in given circumstances. Applied assumptions related to the future and available data sources are the base for making estimations regarding carrying value of assets and liabilities, which cannot be determined explicitly on basis of other sources. The estimates take account of the causes / sources of uncertainty as projected at the balance sheet date.

The actual results may differ from those estimates.

The estimations and assumptions are subject to ongoing reviews. Adjustments to estimates are recognized in the period when the estimation was changed, provided that the adjustment applies to this period alone, or in the period when the estimation was changed and in the following periods, should the adjustment impact both the current and future periods.

Major accounting estimations made by the Group as at the reporting date of and for each balance sheet date are as follows:

Impairment of loans

For each balance sheet date, the Group assesses, whether there is objective evidence of impairment of a given financial asset or of a group of such assets. Impairment of a financial asset or of a group of financial assets was incurred only if there is objective evidence for the impairment due to one or many events. The occurrence of such event or group of such events affects the estimation of expected cash flows regarding these assets. The estimates may take into account any observable indications pointing at the occurrence of an unfavourable change in the solvency position of debtors belonging to any particular group or in the economic situation of a given country or part of a country, which is associated with the problems appearing in that group of assets.

Historical parameters of recoveries are adjusted on the basis of the data coming from current observations, so as to take into consideration the influence of current conditions and to exclude the influencing factors in the historical period, that are not presently valid.

In order to estimate impairment or its reversal, it is necessary to estimate the present value of the expected cash flows. If there is objective evidence that an impairment loss on loans and receivables or carried at amortized cost has been incurred, the amount of the loss is measured as the difference between the asset’s carrying amount and the present value of estimated future cash flows discounted at effective interest rate. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed either by adjusting an carrying amount of the financial asset. The amount of the reversal shall be recognised in profit or loss.

The methodology and the assumptions, on the basis of which the estimated cash flow and their anticipated timing, are regularly reviewed and updated. Moreover, the tests on historical data are carried out in order to compare actual results with estimations of impairment.

Impairment of other non- current assets

For each balance sheet date, the Group assesses the existence of premises indicating impairment of a non-current asset. If such premises exist, the Group performs an estimation of recoverable value. Estimation of value-in-use of a non-current asset requires assumptions to be adopted, regarding, among others, amounts and timing of future cash flows, which the Group may obtain from the given non-current asset (or cash generating unit). Adoption of different measurement assumption could affect the carrying value of some of the non – current assets.

The Group performs an estimation of the fair value less costs to sell on the basis of available market data regarding this subject or estimations made by external bodies, which are also based on estimations.

Measurement of financial instruments that do not have a quoted market price

Fair value of unquoted financial instruments is estimated by means of alternate methods of value measurement. For non-optional derivatives and debentures available for sale, the Group uses valuation models based on discounted cash flows. Options are valued using option valuation models.

Valuation models used by the Group, are verified by independent bodies prior to their usage. If possible, only empirical data from the active market are entered to the model, however under certain circumstances the Group's estimations of the risk elements (such are credit risk, volatility risk and market correlations) are used. Any change in these assumptions may affect the fair value of some financial instruments.

Retirement and sick pension severance payments provision

Retirement payments provision is calculated using an actuarial method by an independent actuary as the present value of future liabilities of the Group towards the employees according to headcount and remuneration at the updating date. The estimation of the provision is made on the basis of several assumptions both about macroeconomic environment and employee turnover, mortality risk and other. The estimated provision is updated annually. Additionally, adjustments relating to the balance of the provision are made based on quarterly updated assumptions.

Provision for bonuses granted to directors and key management personnel

The provisions for top executive staff bonuses are estimated by the Management Board of the Group's dominant entity which is estimating the amount of benefits as of the balance-sheet date. The ultimate amount of the abovementioned employee benefits is determined by the decisions of Supervisory Boards of the Group's Companies.

5.5 Issues, Redemption or Repayments of Debt Securities and Equities

In June 2006, a part of the shares of MASTERCARD held in the portfolio of ING Bank Śląski were redeemed by the issuer. This transaction brought PLN 5.8 million in revenue.

5.6 Dividends Paid

On 27 April 2006, the General Shareholders Meeting approved the payout of dividend for 2005 in the amount of PLN 27.50 gross per 1 share, or PLN 357,775,000 in total. The dividend was paid out on 05 June 2006.

5.7 Significant Developments after the Closing of the Interim Period

None.

5.8 Changes to the Business Entity / Capital Group Structure

In 3Q 2006, no changes occurred in the composition of the Capital Group.

5.9 Changes to Contingent Liabilities or Assets that Occurred after 31.12.2005

OFF-BALANCE SHEET ITEMS (PLN thousands)	as of 30 Sep 2006	as of 31 Dec 2005	as of 30 Sep 2005
- Contingent liabilities granted	10 822 217	9 377 610	14 012 605
- Contingent liabilities received	11 622 530	10 544 625	10 680 229
- Off-balance sheet financial instruments	111 859 521	108 831 552	140 625 910
Total off-balance sheet items	**134 304 268**	**128 753 787**	**165 318 744**

The increase of the balance of contingent liabilities granted as at 30.09.2006 vis-à-vis 31.12.2005 by PLN 1,444.6 million resulted mainly from the increase of the item of deposits to be released in inter-bank transactions. On the other hand, the increase of contingent liabilities received by PLN 1,077.9 million resulted mostly from the increase of the item of deposits to be received in inter-bank transactions.

5.10 Acquisition or Sale of a Component of Property, Plant and Equipment (Sale of Real Estate)

During the first 9 months of 2006, the Bank completed the sales of its real properties located in: Cieszyn at Mennicza, in Tarnów at Słowackiego, in Gliwice at Górnych Wałów, as well as some dwelling units. Sales were priced at arm's length. As a result of these sales, the Bank earned a profit of PLN 2.6 million recognised under retained profits.

5.11 Settlements due to Court Cases

ING Bank Śląski maintains detailed records of court cases and other liabilities being legal claims. The Bank establishes reserves for the cases, which in the opinion of the legal staff and/or management staff are encumbered with a high risk of losing the case or it is impossible to recover the lost assets. Possible future settlements are made against the reserves established.

Changes to the litigation reserves were presented below:

in million

	30.09.2006	30.06.2006	31.03.2006	31.12.2005
Status at the period beginning:	**13,6**	**15,8**	**19,3**	**18,9**
Establishment of provisions as costs	2,3	0,2	0,2	1,9
Release of provisions as income	0,0	-0,5	-0,1	-0,8
Utilisation of provision due to dispute loss or settlement	-0,5	-1,9	-3,6	-0,7
Status as at the period end	**15,4**	**13,6**	**15,8**	**19,3**

5.12 Transactions with Related Entities

Subsidiaries and Related Entities of ING Bank Śląski:

- ING Securities
- ING BSK Development
- Solver
- PTE ING Nationale Nederlanden
- Centrum Banku Śląskiego (CBS)
- Śląski Bank Hipoteczny

as part of their business hold current accounts at ING Bank Śląski, via which they perform standard clearing operations and also invest cash funds using term deposits. Furthermore, CBS and Śląski Bank Hipoteczny took loans from ING Bank Śląski. The transactions with the above entities are performed on an arm's length basis.
Similarly, ING Bank Śląski maintains bank accounts of other members of ING Group, for instance ING Lease (Poland), ING Car Lease, ING Nationale-Nederlanden and ING Real Estate.

ING Bank Śląski performs operations with ING Bank NV and its subsidiaries on the inter-bank market. These are both short-term deposits and loans, as well as operations in derivatives: Forex Spot and Forex Forward, FX options and SWAP transactions. They are all performed on the arm's length basis.
There were also other transactions between the associated entities and ING Bank Śląski. They originated from agreements concluded as to co-operation, sublease of premises, lease of equipment, data processing, employees' insurance contributions, leasing of non-current assets and intangible assets as well as car fleet leasing and management.

In the period 1.01.2006 – 30.09.2006 the following transactions were made of the total value exceeding EURO 500,000:

- In connection with execution of the Co-operation Agreement concluded by ING Bank Śląski S.A. and ING Bank NV the remuneration for the services provided as to financial consulting in 9 months 2006 amounted to PLN 24.3 million (net).

- Under the agreement of lease of office rooms in the building owned by CBS, ING Bank Śląski paid a rent (through ING BSK Development) of PLN 15.7 million (gross) in monthly instalments. In addition, the Bank paid PLN 1.3 million for adaptation works.

- ING Services Polska provides services to ING Bank Śląski in regard to lease of hardware resources. The costs of service were PLN 10.7 million (gross).

- ING Bank Śląski made a transaction with ING Lease due to sublease of functional rooms totalling PLN 11.4 million (gross).

- ING Bank Śląski co-operates with ING Car Lease as to leasing of cars and management of car fleet. The derivative amount of payment was PLN 6.9 million in 9 months 2006.

Further to the implementation of the New Capital Accord, on 4 July 2006, ING Bank Śląski S.A. and ING Bank N.V. concluded an agreement on provision of data processing and financial information analysis services. To perform its tasks in that connection, ING Bank Śląski S.A. will be using the IT applications owned by ING Bank N.V. ING Bank Śląski will employ the work tools and methodologies rendered for:

- automated assigning of a credit rating to ING Bank Śląski clients in accordance with the interpretation of the Capital Accord requirements applied by ING,
- monitoring the process of credit applications analysis and the procedure for taking credit decisions,
- automated generation and modification of bases of historical data about clients' ratings and also changes in their exposures and collateral,
- regular monitoring of total credit exposures of the entities related in legal and business terms and being clients of ING Bank Śląski,
- regular monitoring of client's risk following credit and financial market instruments exposures as well as of the limits set,
- regular calculation of collateral amounts for certain exposures in financial market instruments,
- generation of management and obligatory reporting in line with the interpretation of the Capital Accord and MSR 39 applied by ING,
- estimation of specific provisions according to MSR 39.

Under the aforementioned agreement, ING Bank Śląski S.A. will pay ING Bank N.V. the fee of EUR 1.4 million (net) for implementation and realisation of the pilot of usage of the integrated IT environment and PLN 2.9 million (net, in monthly instalments) for each year of usage of data processing and financial information analysis services by ING Bank Śląski.

Transactions with related parties (in PLN thousands) **30.09.2006**

	Parent company	Other ING Group entities	Subsidiary undertakings	Associated undertakings
Balances of receivables and payables				
Deposits given	2 821 206	389 620	-	-
Loans	8 609	618 316	387 339	-
Deposits taken (current & term)	449 619	113 729	240 175	121 348
Securities	-	-	42 240	-
Other receivables	6 398	2 060	2 701	-
Other liabilities	-	15 691	7	-
Off-balance sheet commitments and transactions				
Guarantees issued	499 666	185 108	-	-
Undrawn credit lines granted	2 252 101	1 698 739	305 072	-
FX spot	17 687 693	2 971 977	-	-
FX forward	465 497	495 571	-	-
IRS/CIRS	25 362 783	72 569	-	-
FRA	1 871 662	-	-	-
Options	554 715	-	-	-
Income and expenses				
Income	572 503	20 826	11 714	526
Expenses	502 255	25 724	22 531	2 019

PROFIT AND LOSS ACCOUNT	III quarter 2006 period from 01 Jul 2006 to 30 September 2006	3 quarters 2006 period from 01 Jan 2006 to 30 September 2006	III quarter 2005 period from 01Jul 2005 to 30 September 2005	3 quarters 2005 period from 01 Jan 2005 to 30 September 2005
Interest income	*501 059*	*1 460 083*	*456 140*	*1 400 585*
Interest expenses	*258 577*	*772 098*	*272 684*	*892 938*
Net interest income	**242 482**	**687 985**	**183 456**	**507 647**
Commission income	*151 825*	*442 348*	*132 994*	*386 279*
Commission expenses	*14 865*	*42 756*	*14 343*	*40 931*
Net commission income	**136 960**	**399 592**	**118 651**	**345 348**
Dividend income	970	57 610	-105	41 611
Net income on instruments at fair value through profit or loss	5 690	10 320	49 549	214 648
Net income on investment financial assets	4 870	20 003	2 975	2 975
Net income from fair value measurement of investment real estate	0	0	-4 362	-4 362
Net income on available-for-sale assets and assets held for sale	-30	-33	-51	3 634
Exchange gains or losses	28 447	115 008	31 634	116 146
Other operating income	2 539	22 064	2 630	9 638
Other operating expenses	6 977	14 739	3 609	20 920
Result on basic activities	**414 951**	**1 297 810**	**380 768**	**1 216 365**
General and administrative expenses	259 112	774 977	229 989	706 517
Depreciation and amortisation	36 207	103 261	29 402	85 846
Net income on disposal of assets other than held for sale	-73	-69	213	367
Impairment losses and provisions for off-balance sheet liabilities	-54 075	-145 391	-50 395	-74 226
Profit (loss) before tax	**173 634**	**564 894**	**171 985**	**498 595**
Income tax	33 613	97 684	34 005	96 918
Net result for the current year	**140 021**	**467 210**	**137 980**	**401 677**

Net profit (loss)	**140 021**	**467 210**	**137 980**	**401 677**
Weighted average number of ordinary shares	**13 010 000**	**13 010 000**	**13 010 000**	**13 010 000**
Earnings per ordinary share (PLN)	**10,76**	**35,91**	**10,61**	**30,87**
Diluted weighted average number of ordinary shares	13 010 000	13 010 000	13 010 000	13 010 000
Diluted earnings per ordinary share (PLN)	10,76	35,91	10,61	30,87

BALANCE SHEET	3 quarters 2006 as of 30 Sep 2006	2 quarters 2006 as of 30 Jun 2006	end of 2005 as of 31 Dec 2005	3 quarters 2005 as of 30 Sep 2005	2 quarters 2005 as of 30 Jun 2005
ASSETS					
- Cash in hand and balances with the Central Bank	1 231 591	1 152 159	1 176 436	889 465	1 062 987
- Deposit accounts in other banks as well as loans and advances to other banks	12 094 273	11 309 027	12 626 500	12 707 811	9 665 635
- Financial assets at fair value through profit or loss	7 974 720	5 848 440	6 165 686	7 243 625	7 425 636
- Investment financial assets	12 068 378	12 251 246	10 952 027	8 884 930	8 911 174
- Loans and advances to customers	11 940 750	11 310 042	10 026 137	10 330 275	10 274 518
- Investments in controlled entities	126 911	126 910	126 910	140 865	140 865
- Property, plant and equipment	399 403	421 435	443 093	445 435	438 337
- Nieruchomości inwestycyjne	0	0	0	0	0
- Intangible assets	316 821	324 923	317 800	310 792	309 636
- Property, plant and equipment held for sale	274	1 882	5 969	5 984	2 657
- Current tax asset	12 975	0	35 213	6 337	11 024
- Deferred tax asset	126 922	141 595	71 645	122 520	132 603
- Other assets	104 097	107 619	136 616	170 606	174 701
Total assets	**46 397 115**	**42 995 278**	**42 084 032**	**41 258 645**	**38 549 773**
EQUITY AND LIABILITIES					
LIABILITIES					
- Liabilities due to the Central Bank	0	0	464 000	0	0
- Liabilities due to other banks	3 688 512	1 902 346	877 038	3 109 380	3 117 830
- Financial liabilities at fair value through profit or loss	3 534 613	3 864 491	3 685 789	4 133 487	1 526 887
- Liabilities due to customers	34 814 549	33 103 808	32 878 020	29 836 746	29 577 500
- Provisions	62 842	62 157	79 490	119 302	140 791
- Current income tax liabilities	104 649	48 484	0	0	0
- Deferred tax provision	0	0	0	0	0
- Other liabilities	727 614	709 702	634 506	676 884	937 910
Total liabilities	**42 932 779**	**39 690 988**	**38 618 843**	**37 875 799**	**35 300 918**
EQUITY					
- Share capital	130 100	130 100	130 100	130 100	130 100
- Supplementary capital - issuance of shares over nominal value	993 750	993 750	993 750	993 750	993 750
- Revaluation reserve from measurement of available-for-sale financial assets	-25 789	-55 564	85 796	126 658	134 213
- Revaluation reserve from measurement of property, plant and equipment	30 313	31 694	31 725	12 224	36 496
- Retained earnings	2 335 962	2 204 310	2 223 818	2 120 114	1 954 296
Total equity	**3 464 336**	**3 304 290**	**3 465 189**	**3 382 846**	**3 248 855**
TOTAL EQUITY AND LIABILITIES	**46 397 115**	**42 995 278**	**42 084 032**	**41 258 645**	**38 549 773**
Solvency ratio	**14,68%**	**15,43%**	**17,96%**	**15,07%**	**17,00%**
Book value	**3 464 336**	**3 304 290**	**3 465 189**	**3 382 846**	**3 248 855**
Number of shares	**13 010 000**	**13 010 000**	**13 010 000**	**13 010 000**	**13 010 000**
Book value per share (PLN)	266,28	253,98	266,35	260,02	249,72

STATEMENT OF CHANGES IN EQUITY

3 quarters 2006
period from 01 Jan 2006 to 30 Sep 2006

	Share capital	Supplementary capital - issuance of shares over nominal value	Revaluation reserve from measurement of available-for-sale financial assets	Revaluation reserve from measurement of property, plant and equipment	Retained earnings
Opening balance of equity	**130 100**	**993 750**	**85 796**	**31 724**	**2 223 818**
- gains/losses on remeasurement of available-for-sale financial assets charged to equity			-97 387		
- reclassified to the financial result as a result of sale of available-for-sale financial assets			-14 198		
- disposal of property, plant and equipment				-1 411	2 709
- remeasurement of property, plant and equipment					
- dividends paid					-357 775
- net result for the current period					467 210
Total equity (closing balance)	**130 100**	**993 750**	**-25 789**	**30 313**	**2 335 962**

3 quarters 2005
period from 01 Jan 2005 to 30 Sep 2005

	Share capital	Supplementary capital - issuance of shares over nominal value	Revaluation reserve from measurement of available-for-sale financial assets	Revaluation reserve from measurement of property, plant and equipment	Retained earnings
Opening balance of equity	**130 100**	**933 750**	**67 992**	**32 967**	**1 981 770**
- gains/losses on remeasurement of available-for-sale financial assets charged to equity			58 666		
- reclassified to the financial result as a result of sale of available-for-sale financial assets					
- disposal of property, plant and equipment					12 193
- remeasurement of property, plant and equipment				-20 743	-8 821
- dividends paid					-266 705
- net result for the current period					401 677
Total equity (closing balance)	**130 100**	**933 750**	**126 658**	**12 224**	**2 120 114**

CASH FLOW STATEMENT - indirect method	3 quarters 2006 as of 30 Sep 2006	3 quarters 2005 as of 30 Sep 2005
OPERATING ACTIVITIES		
Net profit (loss)	**467 210**	**401 677**
Adjustments	**811 894**	**1 476 331**
- Unrealised exchange gains (losses)	1 373	-3 229
- Depreciation and amortisation	103 261	85 846
- Interest accrued (from the profit and loss account)	687 986	507 647
- Interest received/paid	-848 877	-773 780
- Dividends received	-56 640	-41 611
- Gains (losses) on investment activities	591	3 699
- Income tax (from the profit and loss account)	97 684	96 918
- Income tax paid	-26 074	-92 773
- Change in provisions	-16 648	20 281
- Change in deposits in other banks and in loans and advances to other banks	1 359 887	40 640
- Change in financial assets at fair value through profit or loss	-1 799 934	-2 095 157
- Change in investment financial assets	-1 076 639	-2 172 634
- Change in loans and advances to customers	-1 913 442	127 576
- Change in other assets	57 365	-91 365
- Change in liabilities due to other banks	2 341 425	571 380
- Change in liabilities at fair value through profit or loss	-151 176	2 863 445
- Change in liabilities due to customers	1 958 645	2 191 940
- Change in other liabilities	93 107	237 508
Net cash flow from operating activities	**1 279 104**	**1 878 008**
INVESTMENT ACTIVITIES		
- Purchase of property plant and equipment	-63 294	-33 570
- Disposal of property, plant and equipment	2 123	911
- Purchase of intangible assets	-17 026	-12 279
- Disposal of intangible assets		
- Purchase of shares in controlled entities		
- Disposal of shares in controlled entities		
- Purchase of fixed assets/liabilities held for sale		
- Disposal of fixed assets/liabilities held for sale	342	1 173
- Dividends received	56 640	41 611
Net cash flow from investment activities	**-21 215**	**-2 154**
FINANCIAL ACTIVITIES		
- Long-term loans repaid	-23 720	-16 826
- Interest on long-term loans repaid	-1 076	-1 790
- Dividends paid	-357 775	-266 705
Net cash flow from financial activities	**-382 571**	**-285 321**
Effect of exchange rate changes on cash and cash equivalents	***-5 396***	***-188 219***
Net increase/decrease in cash and cash equivalents	**875 318**	**1 590 533**
Opening balance of cash and cash equivalents	**4 970 079**	**5 387 362**
Closing balance of cash and cash equivalents	**5 845 397**	**6 977 895**

VI. Additional Information Required under the Ordinance of the Minister of Finance of 19 October 2005 on Current and Periodic Information Submitted by Securities Issuers That Has Not Been Discussed Elsewhere

1. Indication of Shareholders Holding Directly or Indirectly > 5% of Total Number of Votes at GSM (para. 91 section. 6 item 5)

As at the date of submission of the report for the third quarter of 2006, the shareholders owning 5% and more votes at the General Shareholders Meeting of ING Bank Śląski Spółka Akcyjna were the following entities:

No.	Entity	Number of shares and votes	% of total number of shares and votes at General Shareholders Meeting
1.	ING Bank N.V.	9,757,500	75.00
2.	Commercial Union Otwarty Fundusz Emerytalny BPH CU WBK	850,000	6.53

2. Specification of Changes in Shares Held by Senior Executives (para. 91 section 6 item 6)

As regards members of the Bank Supervisory Board, the following individuals have held shares of ING Bank Śląski: Mr. Mirosław Kośmider – 3 shares; Mr. Wojciech Popiołek – 9 shares. The other members of the Bank Management Board and the Bank Supervisory Board do not hold any shares of ING Bank Śląski S.A. As of the date of publication of the report for Q2 2006, the status of ING Bank Śląski's shares, held by the Members of the Bank Management Board and Supervisory Board, was similar.

3. Indicating the court proceedings of value at least 10% of the equity or totally at least 10% of the equity (para. 91 section 6 item 7)

In 3Q 2006, no proceedings concerning liabilities or debts whose total value would amount to 10% of the Bank's equity were initiated before courts or administrative bodies against the Capital Group of ING Bank Śląski.

4. Information on extending sureties for the loan, cash loan or guarantees equal at least 10% of the equity (para. 91 section 6 item 9)

On 30 January 2006, the Bank signed a credit agreement with ING Lease (Polska) Sp. z o.o. The loan amount is PLN 1.5 billion. The borrower has connections with ING Bank Śląski S.A.

On 01 February 2006, the Bank signed an addendum to the credit agreement of 30 December 1999 with Handlowy-Heller S.A. (now ING Commercial Finance Polska S.A.), whereby the loan amount was increased to PLN 350 million. Due to the changes in the shareholding structure of Handlowy-Heller S.A., on 03 February 2006 the Bank signed a credit agreement with that company for the amount of PLN 350,000,000.00. The agreement superseded the then-effective credit agreement with Handlowy-Heller S.A. of 30 December 1999, as amended. Following the changes in its shareholding structure, Handlowy-Heller S.A. is now a member of ING Group.

On 2 February 2006, the Bank signed a supplementary agreement to the credit agreement of 23 April 2004 with a Polish subsidiary of a global concern, whereby the loan amount was increased to PLN 483.0 million.

On 10 August 2006, the Bank entered into an agreement for a syndicated credit facility with a company engaged in the power sector. The target exposure of ING Bank Śląski in the syndicate is up to EUR 75,000,000 (or, PLN 289,762,500 according to the average NBP exchange rate as on 10 August 2006, where EUR 1 = PLN 3.8635). The loan may be taken out in EUR or PLN. The borrower is not related to ING Bank Śląski S.A.

On 08 September 2006, the Bank signed a credit agreement with ING Commercial Finance Polska S.A. (the legal successor of Handlowy-Heller S.A.). The loan amount totals PLN 500,000,000.00. The said agreement supersedes the credit agreement of 03 February 2006. The borrower is related to ING Bank Śląski S.A.