

**2021-11-22 Report No 25/2021: Update of information on the MREL requirement for ING Bank Śląski S.A.**

Further to Current Report No. 14/2020 of 20 March 2020, the Management Board of ING Bank Śląski S.A. ("Bank") communicate to have received on 18 November 2021 a letter from the Bank Guarantee Fund ("BGF") concerning the joint decision of the resolution bodies; i.e. the Single Resolution Board ("SRB") and the BGF on the minimum requirement for own funds and eligible liabilities ("MREL"). The decision was taken following the Single Point of Entry (SPE) resolution strategy applicable to ING Group.

The MREL was adjusted in correspondence with the transposition of the Directive (EU) 2019/879 of the European Parliament and of the Council of 20 May 2019 amending Directive 2014/59/EU as regards the loss-absorbing and recapitalisation capacity of credit institutions and investment firms and Directive 98/26/EC (the BRRD2) to the Polish legal regime through the Act on the Bank Guarantee Fund, the Deposit Guarantee Scheme and Forced Resolution of 10 June 2016 ("BGF Act").

The MREL set by the BGF in liaison with the SRB is 16.34% of the total risk exposure amount ("TREA") and 5.91% of the total exposure measure ("TEM") on an individual basis. The Bank is required to meet the MREL by 31 December 2023. The total MREL should be satisfied with own funds and eligible liabilities under Article 98 of the BGF Act transposing Article 45f(2) of the BRRD2. The BGF expect that the recapitalisation-equivalent portion of the MREL would be met with additional Tier 1 (AT1) instruments, Tier 2 (T2) instruments and other subordinated eligible liabilities bought directly or indirectly by the parent entity.

Furthermore, the BGF set interim MREL goals which for:

- the TREA are 12.17% as at 2021 yearend and 14.26% as at 2022 yearend, and
- the TEM are 3.00% as at 2021 yearend and 4.46% as at 2022 yearend.

Legal grounds: Article 17.1 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (MAR).