

2022-06-07 report no. 20/2022: Consent to joining the protection scheme under formation.

The Management Board of ING Bank Śląski S.A. ("Bank") hereby communicate that on 7 June 2022 they have been informed that the Management Boards and Supervisory Boards of the following banks: Alior Bank S.A., Bank Millennium S.A., Bank Polska Kasa Opieki S.A., BNP Paribas Bank Polska S.A., mBank S.A., Powszechna Kasa Oszczędności Bank Polski S.A. and Santander Bank Polska S.A. passed resolutions on consenting to submitting an application to the Polish Financial Supervision Authority ("PFSA") for approval of the agreement on the protection scheme and recognition of the protection scheme the members of which are banks operating in the form of a joint-stock company along with the draft agreement on the protection scheme, i.e. to the participation in the creation of the protection scheme referred to in Article 4.1.9a of the Banking Law Act of 29 August 1997 ("Banking Law"). The relevant resolution was also passed by the Bank Management Board. The Bank and the above-referred banks are hereinafter referred to as Member Banks.

The protection scheme shall be created on condition of signing the agreement on the protection scheme. The draft agreement on the protection scheme shall be approved by the PFSA.

After the issue of the decision on approval of the draft agreement on the protection scheme and recognition of the protection scheme by the PFSA, the Member Banks will create a joint-stock company being the protection scheme managing entity ("Managing Entity"). The Managing Entity shall be created on condition of approval of the concentration by the President of the Office of Competition and Consumer Protection. The share capital of the Managing Entity shall be PLN 1,000,000 (in words: one million zloty). The Bank will take up 13,006 shares of the Managing Entity, of the total par value of PLN 130,060 (in words: one hundred and thirty thousand and sixty zloty), or 13.0% of its share capital.

The objective of the protection scheme is to:

1. ensure liquidity and solvency of the Member Banks on the terms and conditions and to the extent set out in the agreement on the protection scheme; and
2. support:
 - a) the resolution procedure pursued by the Bank Guarantee Fund ("BGF") for the bank being a joint-stock company; and
 - b) acquisition of the bank being a joint-stock company under Article 146b.1 of the Banking Law.

The protection scheme can be joined by other local banks, provided they satisfy the terms and conditions set out in effective law and in the agreement on the protection scheme.

The Managing Entity shall establish an aid fund to ensure resources for funding the tasks of the protection scheme. The aid fund will be formed of the contributions made by Member Banks being 0.4% of the amount of the guaranteed funds of the given bank covered by the mandatory deposit guarantee scheme, referred to in Article 2.34 of the Act on the Bank Guarantee Fund, the Deposit Guarantee Scheme and Resolution of 10 June 2016 ("BGF Act"). Given the level of guaranteed funds of the Bank as at the end of Q1 2022; i.e. PLN 107,414,149 thousand (in words: one hundred and seven billion four hundred and fourteen million one hundred and forty nine thousand zloty), it is estimated that the Bank will pay the amount of PLN 429,657 thousand (in words: four hundred and twenty nine million six hundred and fifty seven thousand zloty) to the aid fund, which will encumber the Bank's results in 2022. The said amount can change should the payment be determined using the amount of guaranteed funds as at the end of Q2 2022 and should the amount of the guaranteed funds change. Subsequent contributions to the aid fund shall require a unanimous resolution of the general meeting of the Managing Entity.

In line with Article 287.2 and ff. of the BGF Act, the BGF Board can resolve to lower the level of funds in the deposit guarantee scheme at banks, considering inter alia the amount of funds accumulated by



the protection scheme. Further, in line with Article 15.1h.5 of the Corporate Income Tax Act of 15 February 1992, aid fund contributions of the protection scheme members are tax deductible.

The accountability of each Member Bank for their liabilities connected with the protection scheme membership shall be limited to the amount of contributions a given Member Bank is required to make to take up shares of the Managing Entity and the amounts the Member Bank is required to pay to the aid fund.

Each Member Bank can terminate the agreement on the protection scheme against a 24-month notice. After terminated, the agreement shall continue to apply to the other Member Banks.

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).