

2022-12-27 Report no. 28/2022: Imposition by the Polish Financial Supervision Authority of a capital add-on recommended under Pillar 2 (P2G).

The Management Board of ING Bank Śląski S.A. ("the Bank") communicate to have received on 27 December 2022 a letter from the Polish Financial Supervision Authority ("PFSA") with the recommendation to limit the business risk of the Bank by keeping own funds to cover the additional capital add-on ("P2G") so as to absorb potential losses resulting from occurrence of stress conditions at 0.52 p.p. on a separate basis and at 0.50 p.p. on a consolidated basis.

The recommendation should be satisfied over the amount of the total capital ratio, as referred to in Article 92.1c of Regulation No. 575/2013 ("TCR"), increased with a supplementary own funds requirement, as referred to in Article 138.2.2 of the Banking Law Act ("P2R") and a combined buffer requirement, as referred to in Article 55.4 of the Act on macroprudential supervision. The P2G capital add-on should be made up of the core capital Tier 1 only.

In line with the PFSA methodology for determination of the capital add-on recommended under Pillar 2 (P2G), the maximum P2G capital add-on can be 4.5 p.p.

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).