

ING Bank Śląski S.A. Group



Quarterly consolidated report for the 3rd quarter of 2024



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SELECTED FINANCIAL DATA FROM CONSOLIDATED FINANCIAL STATEMENTS

Selected financial data from consolidated financial statements

	in PLN million		in EUR milion*	
	3 quarter 2024 YTD the period from 01 Jan 2024 to 30 Jun 2024	1 half of 2023 YTD the period from 01 Jan 2023 to 30 Jun 2023	3 quarter 2024 YTD the period from 01 Jan 2024 to 30 Jun 2024	1 half of 2023 YTD the period from 01 Jan 2023 to 30 Jun 2023
Net interest income	6,463.5	6,004.3	1,502.4	1,311.8
Net commission income	1,729.4	1,607.8	402.0	351.3
Net income on basic activities	8,356.3	7,744.9	1,942.3	1,692.0
Gross profit	3,944.4	4,125.3	916.8	901.3
Net profit attributable to shareholders of ING Bank Śląski S.A.	3,060.0	3,170.1	711.3	692.6
Earnings per ordinary share (in PLN / in EUR)	23.51	24.36	5.46	5.32
Net cash flows	1,925.0	1,448.3	447.4	316.4

as at

	in PLN million				in EUR milion*			
	30 Sep 2024	30 Jun 2024	31 Dec 2024	30 Sep 2023	30 Sep 2024	30 Jun 2024	31 Dec 2024	30 Sep 2023
Loans and other receivables to customers at amortized cost (net)	164,616.6	161,384.8	156,520.7	158,085.7	38,469.9	37,418.2	35,998.3	34,102.5
Liabilities to customers	216,292.9	213,541.5	205,289.9	202,417.4	50,546.4	49,511.1	47,214.8	43,665.8
Total assets	254,420.2	249,278.5	245,361.4	232,840.2	59,456.5	57,797.0	56,430.9	50,228.7
Share capital	130.1	130.1	130.1	130.1	30.4	30.2	29.9	28.1
Equity attributable to shareholders of ING Bank Śląski S.A.	16,229.7	14,173.6	16,736.0	15,182.4	3,792.8	3,286.3	3,849.1	3,275.2
Book value per share (in PLN / in EUR)	124.75	108.94	128.64	116.70	29.15	25.26	29.59	25.17

*) the following exchange rates were used to convert selected data into EUR:

- for items of the statement of profit or loss and for net cash flows - exchange rate calculated as an average of the NBP exchange rates prevailing on the last day of each month in the 9 months of 2024 (PLN 4.3022) and 9 months of 2023 (PLN 4.5773).
- for items of the statement of financial position - average exchange rate of the NBP prevailing on 30 September 2024 (PLN 4.2791), as at 30 June 2024 (PLN 4.3130), as at 31 December 2023 (PLN 4.3480) and as at 30 September 2023 (4.6356 PLN).

Selected financial data from standalone financial statements

	in PLN million		in EUR milion*	
	3 quarter 2024 YTD the period from 01 Jan 2024 to 30 Jun 2024	1 half of 2023 YTD the period from 01 Jan 2023 to 30 Jun 2023	3 quarter 2024 YTD the period from 01 Jan 2024 to 30 Jun 2024	1 half of 2023 YTD the period from 01 Jan 2023 to 30 Jun 2023
Net interest income	6,176.9	5,695.8	1,435.8	1,244.4
Net commission income	1,660.7	1,543.2	386.0	337.1
Net income on basic activities	7,985.9	7,351.7	1,856.2	1,606.1
Gross profit	3,907.8	4,077.2	908.3	890.7
Net profit	3,060.0	3,170.1	711.3	692.6
Earnings per ordinary share (in PLN / in EUR)	23.51	24.36	5.46	5.32
Net cash flows	1,924.7	1,448.3	447.4	316.4

as at

	in PLN million				in EUR milion*			
	30 Sep 2024	30 Jun 2024	31 Dec 2024	30 Sep 2023	30 Sep 2024	30 Jun 2024	31 Dec 2024	30 Sep 2023
Loans and other receivables to customers at amortized cost (net)	155,121.6	151,692.6	146,663.0	148,771.4	36,251.0	35,171.0	33,731.1	32,093.2
Liabilities to customers	216,354.3	213,518.4	205,039.9	202,101.1	50,560.7	49,505.8	47,157.3	43,597.6
Total assets	248,553.9	243,763.8	239,599.8	226,903.0	58,085.6	56,518.4	55,105.7	48,947.9
Share capital	130.1	130.1	130.1	130.1	30.4	30.2	29.9	28.1
Equity	16,117.5	14,066.3	16,618.9	15,114.2	3,766.6	3,261.4	3,822.2	3,260.5
Book value per share (in PLN / in EUR)	123.89	108.12	127.74	116.17	28.95	25.07	29.38	25.06

**Key consolidated performance indicators**

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
C/I - cost/income ratio	42.6%	44.6%	40.7%	41.2%
ROA - return on assets	1.8%	1.8%	1.9%	1.7%
ROE - return on equity	27.1%	28.7%	33.9%	34.2%
NIM - net interest margin	3.6%	3.6%	3.6%	3.6%
L/D - loan-to-deposit ratio	76.1%	75.6%	76.2%	78.1%
Total capital ratio	14.98%	15.42%	17.41%*	16.56%

*) On 11 April 2024, the Ordinary General Meeting of the Bank approved the distribution of the profit for 2023. Including the net profit earned in 2023 as at 31 December 2023 in own funds resulted in an increase in the Group's total capital ratio (TCR) to 17.41%. According to the value presented in the annual consolidated financial statements for 2023, the total capital ratio of the Group as at 31 December 2023 was 16.73%.

Explanations:

C/I - cost/income ratio – general and administrative expenses to net income on basic activities.

ROA - return on assets - net profit attributable to shareholders of ING Bank Śląski S.A. for 4 subsequent quarters to average assets for 5 subsequent quarters.

ROE - return on equity – net profit attributable to shareholders of ING Bank Śląski S.A. for 4 subsequent quarters to average equity for 5 subsequent quarters.

NIM - total net interest income for 4 consecutive quarters to average interest assets for 5 consecutive quarters.

L/D - loans-to-deposits ratio – loans and receivables to customers (net) to liabilities due to customers.

Total capital ratio - relationship between own funds and total risk exposure amount.



INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF ING BANK ŚLĄSKI S.A. GROUP

Interim condensed consolidated income statement

	Note	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Interest income		3,355.4	9,701.6	3,176.9	9,293.0
calculated using the effective interest rate method		3,180.4	9,121.5	2,932.5	8,458.6
other interest income		175.0	580.1	244.4	834.4
Interest expense		-1,095.8	-3,238.1	-1,087.0	-3,288.7
Net interest income	8.1	2,259.6	6,463.5	2,089.9	6,004.3
Commission income		732.0	2,165.1	695.3	2,023.2
Commission expense		-149.6	-435.7	-143.2	-415.4
Net commission income	8.2	582.4	1,729.4	552.1	1,607.8
Net income on financial instruments measured at fair value through profit or loss and FX result	8.3	52.2	137.8	108.8	219.8
Net income on the sale of securities measured at amortised cost	8.4	-1.6	-7.0	-	-
Net income on the sale of securities measured at fair value through other comprehensive income and dividend income	8.4	2.1	15.2	3.6	13.4
Net (loss)/income on hedge accounting	8.5	14.7	14.1	-93.6	-101.8
Net (loss)/income on other basic activities		0.3	3.3	0.8	1.4
Net income on basic activities		2,909.7	8,356.3	2,661.6	7,744.9
General and administrative expenses	8.6	-956.2	-3,023.6	-860.4	-2,713.3
Impairment for expected credit losses	8.7	-348.2	-836.3	-151.2	-436.2
of which gains on sale of receivables		58.5	58.5	-	-
Cost of legal risk of FX mortgage loans		-0.7	-27.4	-	-
Tax on certain financial institutions		-182.2	-548.3	-164.1	-488.3
Share of the net profits of associates measured by equity method		8.5	23.7	6.3	18.2
Gross profit		1,430.9	3,944.4	1,492.2	4,125.3
Income tax		-328.9	-884.4	-330.2	-955.2
Net profit		1,102.0	3,060.0	1,162.0	3,170.1
including attributable to shareholders of ING Bank Śląski S.A.		1,102.0	3,060.0	1,162.0	3,170.1

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Net profit attributable to shareholders of ING Bank Śląski S.A.	1,102.0	3,060.0	1,162.0	3,170.1
Weighted average number of ordinary shares	130,158,661	130,140,099	130,117,033	130,119,525
Earnings per ordinary share (in PLN)	8.47	23.51	8.93	24.36

The value of diluted earnings per share is equal to the value of earnings per ordinary share.

Interim condensed consolidated income statement shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed consolidated statement of comprehensive income

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Net profit for the reporting period	1,102.0	3,060.0	1,162.0	3,170.1
Total other comprehensive income, including:	948.6	769.2	1,055.1	2,663.3
Items that may be reclassified to profit or loss, including:	948.4	767.0	1,055.1	2,658.6
debt instruments measured at fair value through other comprehensive income – gains on revaluation carried through equity	-6.1	111.9	-48.7	93.8
debt instruments measured at fair value through other comprehensive income – reclassification to financial result due to sale	-1.7	-5.9	-2.9	-4.9
cash flow hedge - gains on revaluation carried through equity	479.9	-634.5	546.6	861.0
cash flow hedge - reclassification to profit or loss	476.3	1,295.5	560.1	1,708.7
Items that will not be reclassified to profit or loss, including:	0.2	2.2	-	4.7
equity financial instruments measured at fair value through other comprehensive income – gains on revaluation carried through equity	-	1.8	-	4.7
fixed assets revaluation	0.2	0.4	-	-
Net comprehensive income for the reporting period	2,050.6	3,829.2	2,217.1	5,833.4
including attributable to shareholders of ING Bank Śląski S.A.	2,050.6	3,829.2	2,217.1	5,833.4

Interim condensed consolidated statement of comprehensive income shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed consolidated statement of financial position

as at	Note	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Assets					
Cash in hand and balances with the Central Bank	8.8	8,762.1	3,163.7	6,751.4	3,389.9
Loans and other receivables to other banks	8.9	18,353.5	19,820.1	19,909.1	11,683.7
Financial assets measured at fair value through profit or loss		1,402.4	1,315.9	2,273.9	1,885.1
Derivative hedge instruments	8.10	91.7	102.5	208.4	361.0
Investment securities	8.9, 8.10 8.12	54,230.6	58,930.7	56,613.7	54,003.3
Transferred assets	8.11	4,495.1	1,996.0	165.2	464.6
Loans and other receivables to customers measured at amortised cost		164,616.6	161,384.8	156,520.7	158,085.7
Investments in associates accounted for using the equity method		175.3	196.2	180.9	169.6
Property, plant and equipment		984.2	1,014.8	1,002.4	932.2
Intangible assets		481.3	495.5	494.1	477.8
Current income tax assets		3.2	2.3	0.6	6.7
Deferred tax assets		644.7	684.4	1,096.8	1,178.7
Other assets		179.5	171.6	144.2	201.9
Total assets		254,420.2	249,278.5	245,361.4	232,840.2

as at	Note	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Liabilities					
Liabilities to other banks	8.13	13,354.2	13,877.0	13,654.8	7,253.4
Financial liabilities measured at fair value through profit or loss	8.14	1,248.8	974.6	1,821.6	1,466.9
Derivative hedge instruments		136.6	148.7	280.3	390.0
Liabilities to customers	8.15	216,292.9	213,541.5	205,289.9	202,417.4
Liabilities from debt securities issued	11	913.9	405.3	404.4	412.7
Subordinated liabilities		1,501.4	1,513.7	1,526.2	1,626.7
Provisions	8.16	640.4	644.9	541.8	370.6
Current income tax liabilities		155.4	69.6	114.8	211.4
Deferred tax loss		-	-	-	0.1
Other liabilities	8.17	3,946.9	3,929.6	4,991.6	3,508.6
Total liabilities		238,190.5	235,104.9	228,625.4	217,657.8
Equity					
Share capital	1.3	130.1	130.1	130.1	130.1
Share premium		956.3	956.3	956.3	956.3
Accumulated other comprehensive income		-4,325.7	-5,274.3	-5,094.7	-5,376.0
Retained earnings		19,469.0	18,372.8	20,749.6	19,472.0
Own shares for the purposes of the incentive program		-	-11.3	-5.3	0.0
Total equity		16,229.7	14,173.6	16,736.0	15,182.4
including attributable to shareholders of ING Bank Śląski S.A.		16,229.7	14,173.6	16,736.0	15,182.4
Total liabilities and equity		254,420.2	249,278.5	245,361.4	232,840.2

Interim condensed consolidated statement of financial position shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed consolidated statement of changes in equity

3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-5,274.3	18,372.8	-11.3	14,173.6
Net profit for the current period	-	-	-	1,102.0	-	1,102.0
Other net comprehensive income, including:	-	-	948.6	-	-	948.6
financial assets measured at fair value through other comprehensive income – revaluation gains / losses recognized in equity	-	-	-6.1	-	-	-6.1
debt securities measured at fair value through other comprehensive income – reclassification to profit or loss due to sale	-	-	-1.7	-	-	-1.7
cash flow hedge - revaluation gains / losses recognized in equity	-	-	479.9	-	-	479.9
cash flow hedge – reclassification to profit or loss	-	-	476.3	-	-	476.3
fixed asset valuation update	-	-	0.2	-	-	0.2
Other changes in equity, including:	-	-	-	-5.8	11.3	5.5
valuation of employee incentive programs	-	-	-	-4.5	-	-4.5
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-1.3	11.3	10.0
Closing balance of equity	130.1	956.3	-4,325.7	19,469.0	0.0	16,229.7

Interim condensed consolidated statement of changes in equity shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-5,094.7	20,749.6	-5.3	16,736.0
Net profit for the current period	-	-	-	3,060.0	-	3,060.0
Other net comprehensive income, including:	-	-	769.0	0.2	-	769.2
financial assets measured at fair value through other comprehensive income – revaluation gains / losses recognized in equity	-	-	113.7	-	-	113.7
debt securities measured at fair value through other comprehensive income – reclassification to profit or loss due to sale	-	-	-5.9	-	-	-5.9
sale of equity instruments measured at fair value through other comprehensive income	-	-	-0.2	0.2	-	0.0
cash flow hedge - revaluation gains / losses recognized in equity	-	-	-634.5	-	-	-634.5
cash flow hedge – reclassification to profit or loss	-	-	1,295.5	-	-	1,295.5
fixed asset revaluation	-	-	0.4	-	-	0.4
Other changes in equity, including:	-	-	-	-4,340.8	5.3	-4,335.5
valuation of employee incentive programs	-	-	-	-0.7	-	-0.7
dividend payment	-	-	-	-4,338.8	-	-4,338.8
purchase of own shares for the purposes of the employee incentive program	-	-	-	-	-6.0	-6.0
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-1.3	11.3	10.0
Closing balance of equity	130.1	956.3	-4,325.7	19,469.0	0.0	16,229.7



2023 the period from 01 Jan 2023 to 31 Dec 2023

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-8,039.3	16,297.2	0.0	9,344.3
Net profit for the current period	-	-	-	4,440.9	-	4,440.9
Other net comprehensive income, including:	-	-	2,944.6	-	-	2,944.6
financial assets measured at fair value through other comprehensive income - revaluation gains / losses recognized in equity	-	-	366.2	-	-	366.2
debt securities measured at fair value through other comprehensive income - reclassification to profit or loss due to sale	-	-	5.1	-	-	5.1
cash flow hedge - revaluation gains / losses recognized in equity	-	-	425.0	-	-	425.0
cash flow hedge - reclassification to profit or loss	-	-	2,158.1	-	-	2,158.1
fixed assets revaluation	-	-	0.1	-	-	0.1
actuarial gains/losses	-	-	-9.9	-	-	-9.9
Other changes in equity, including:	-	-	-	11.5	-5.3	6.2
valuation of employee incentive programs	-	-	-	16.5	-	16.5
purchase of own shares for the purposes of the incentive program	-	-	-	-	-9.5	-9.5
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-4.1	4.2	0.1
settlement of the acquisition of an organized part of the enterprise	-	-	-	-0.9	-	-0.9
Closing balance of equity	130.1	956.3	-5,094.7	20,749.6	-5.3	16,736.0

3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-8,039.3	16,297.2	0.0	9,344.3
Net profit for the current period	-	-	-	3,170.1	-	3,170.1
Other net comprehensive income, including:	0.0	0.0	2,663.3	-	-	2,663.3
financial assets measured at fair value through other comprehensive income - revaluation gains / losses recognized in equity	-	-	98.5	-	-	98.5
debt securities measured at fair value through other comprehensive income - reclassification to profit or loss due to sale	-	-	-4.9	-	-	-4.9
cash flow hedge - revaluation gains / losses recognized in equity	-	-	861.0	-	-	861.0
cash flow hedge - reclassification to profit or loss	-	-	1,708.7	-	-	1,708.7
Other changes in equity, including:	0.0	0.0	-	4.7	0.0	4.7
valuation of employee incentive programs	-	-	-	8.8	-	8.8
purchase of own shares for the purposes of the incentive program	-	-	-	-	-4.2	-4.2
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-4.1	4.2	0.1
Closing balance of equity	130.1	956.3	-5,376.0	19,472.0	0.0	15,182.4



Interim condensed consolidated cash flow statement

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Net profit	1,102.0	3,060.0	1,162.0	3,170.1
Adjustments, including:	1,828.5	-2,569.8	2,319.8	-4,182.7
Share of net profit (loss) of associates accounted for using the equity method	-8.5	-23.7	-6.3	-18.2
Depreciation and amortisation	90.3	250.2	73.2	219.2
Interest accrued (from the income statement)	-2,259.6	-6,463.5	-2,089.9	-6,004.3
Interest paid	-995.8	-2,871.7	-1,009.0	-3,098.1
Interest received	3,643.3	9,698.3	3,170.7	9,043.0
Dividends received	-5.8	-7.9	-	-7.4
Gains (losses) on investing activities	0.4	0.6	-0.1	0.5
Income tax (from the income statement)	328.9	884.4	330.2	955.2
Income tax paid	-426.0	-574.6	-486.9	-740.1
Change in provisions	-4.5	98.6	3.5	11.6
Change in loans and other receivables to other banks	1,481.5	1,490.6	139.8	-6,124.2
Change in financial assets measured at fair value through profit or loss	-101.6	852.3	448.8	69.8
Change in hedge derivatives	1,179.3	789.1	1,262.5	2,971.1
Change in investment securities	1,925.3	-3,608.7	-10,898.7	-7,035.6
Change in transferred assets	-2,440.1	-4,259.7	10,656.6	-299.3
Change in loans and other receivables to customers measured at amortised cost	-3,316.8	-8,158.3	-1,796.8	-2,987.5
Change in other assets	29.0	-102.8	-4.6	475.2
Change in liabilities to other banks	-388.0	-60.6	-323.9	470.6
Change in liabilities measured at fair value through profit or loss	274.1	-572.8	-122.4	-736.8
Change in liabilities to customers	2,781.0	11,047.8	2,638.8	9,614.8
Change in liabilities from debt securities issued	8.6	9.5	7.2	7.9
Change in subordinated liabilities	-12.3	-24.8	66.7	-17.2
Change in other liabilities	45.8	-962.1	260.4	-952.9
Net cash flows from operating activities	2,930.5	490.2	3,481.8	-1,012.6

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Acquisition of property, plant and equipment	-24.2	-42.0	-28.7	-66.3
Disposal of property, plant and equipment	-	0.1	0.1	0.1
Acquisition of intangible assets	-29.0	-80.6	-31.5	-122.1
Disposal of equity instruments measured at fair value through other comprehensive income	-	0.3	-	-
Acquisition of debt securities measured at amortized cost	-575.5	-13,243.5	-1,899.0	-2,208.7
Disposal of debt securities measured at amortized cost	3,107.5	19,362.0	-	3,909.1
Dividends received	5.8	7.9	-	7.4
Net cash flows from investment activities	2,484.6	6,004.2	-1,959.1	1,519.5
Long-term loans received	343.8	1,210.2	462.0	2,754.8
Repayment of long-term loans	-435.4	-1,311.2	-228.7	-1,529.5
Interest payment on long-term loans	-172.7	-538.0	-77.5	-185.4
Proceeds from the issue of debt securities	500.0	500.0	-	-
Interest on debt securities issued	-	-12.2	-	-16.1
Repayment of lease liabilities	-23.9	-73.4	-25.6	-78.2
Purchase of own shares for the purposes of the incentive program	-	-6.0	-	-4.2
Dividends paid	-	-4,338.8	-	-
Net cash flows from financial activities	211.8	-4,569.4	130.2	941.4
Net increase/(decrease) in cash and cash equivalents	5,626.9	1,925.0	1,652.9	1,448.3
of which effect of exchange rate changes on cash and cash equivalents	-37.3	245.4	174.4	888.2
Opening balance of cash and cash equivalents	3,338.1	7,040.0	2,845.1	3,049.7
Closing balance of cash and cash equivalents	8,965.0	8,965.0	4,498.0	4,498.0

Interim condensed consolidated cash flow statement shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Additional information

to interim condensed consolidated financial statements

1. Bank and the Group details
2. Significant events in the 3rd quarter of 2024
3. Significant events after balance sheet date
4. Compliance with International Financial Reporting Standards
5. Significant accounting principles and key estimates
6. Comparability of financial data
7. Segment reporting
8. Supplementary notes to interim condensed consolidated income statement and interim condensed consolidated statement of financial position
9. Capital adequacy
10. Dividends paid
11. Issue and redemption of securities
12. Off-balance sheet items
13. Transactions with related parties
14. Indication of factors that may affect the Financial results in the following quarters
15. Other information





Additional information to the interim condensed consolidated financial statements

1. Bank and the Group details

1.1. Key Bank data

ING Bank Śląski S.A. ("Parent company", "Parent entity", "Bank") with the registered office in Poland, Katowice, ulica Sokolska 34, zip code 40-086, was entered into the Entrepreneurs Register with the National Court Register maintained by the Commercial Division of the District Court in Katowice under the number KRS 5459. The Parent company statistical number is REGON 271514909, and the tax identification number is NIP 634-013-54-75.

1.2. Scope and duration of operations

ING Bank Śląski S.A. offers a broad range of banking services rendered to individual and institutional clients in line with the scope of services outlined in the Bank's charter. The Bank runs operations both in the home currency and in foreign currencies. Additionally, through subsidiaries the Group conducts leasing and factoring activity, as well as provides banking and other financial services. The duration of business of the Parent company is indefinite.

1.3. Share capital

The share capital of ING Bank Śląski S.A. amounts to PLN 130,100,000 and is divided into 130,100,000 ordinary bearer shares with a nominal value of PLN 1.00 each. The Bank's shares are listed on the Warsaw Stock Exchange (sector: banks).

1.4. Shereholding structure of ING Bank Śląski S.A.

ING Bank Śląski S.A. is a subsidiary of ING Bank NV, which as at 30 September 2024 held 75% shares in the share capital of ING Bank Śląski S.A. and 75% shares in the total number of votes at the General Meeting of ING Bank Śląski S.A. ING Bank NV belongs to the Group, herein referred to as ING Group.

The remaining part of the Bank's shares (25.0%) is in free float. They are owned by institutional investors – in particular Polish pension funds and domestic and foreign investment funds, as well as individual investors.

As at 30 September 2024, shareholders holding 5 or more percent of the votes at the General Meeting of ING Bank Śląski S.A. were the following entities:

No.	Entity	Number of shares and votes	% of total number of shares and votes at General Meeting
1.	ING Bank N.V.	97,575.000	75.00
2.	Allianz Polska Otwarty Fundusz Emerytalny*	11,312.036	8.69

*) Based on semi-annual information on the asset structure of Allianz Polska Otwarty Fundusz Emerytalny as at 28 June 2024.



1.5. ING Bank Śląski S.A. Group

ING Bank Śląski S.A. is the parent of the ING Bank Śląski S.A. Group (the Group).

As at 30 September 2023 the composition of the ING Bank Śląski Group was as follows:

No	name	type of activity	headquarters	% of the Group's share in the share capital and votes on the General Meeting		nature of the capital relationship	recognition in the Group consolidated financial statements
				as at 30 Sep 2024	as at 31 Dec 2023		
1.	ING Investment Holding (Polska) S.A., which holds shares in the following subsidiaries and associates:	financial holding	Katowice	100	100	subsidiary	full consolidation
1.1.	ING Commercial Finance S.A.	factoring services	Warszawa	100	100	subsidiary	full consolidation
1.2.	ING Lease (Polska) Sp. z o.o.*	leasing services	Warszawa	100	100	subsidiary	full consolidation
1.3.	Paymento Financial S.A.	financial services and IT solutions for the financial sector	Tychy	100	100	subsidiary	full consolidation
1.4.	Goldman Sachs TFI S.A.	investment funds	Warszawa	45	45	associate	consolidation with the equity method
2.	ING Bank Hipoteczny S.A.	banking services	Katowice	100	100	subsidiary	full consolidation
3.	ING Usługi dla Biznesu S.A.	accounting, HR and payroll services	Katowice	100	100	subsidiary	full consolidation
4.	Nowe Usługi S.A.	education and promotion for the financial market and TURBO Certificates	Katowice	100	100	subsidiary	full consolidation
5.	SAIO Spółka Akcyjna	software sales, robotization of processes	Katowice	100	100**	subsidiary	full consolidation
6.	Dom Data IDS Sp. z o.o.	IT services	Poznań	40	n/a	associate	consolidation with the equity method

* In the ING Lease (Poland) Sp. z o.o. Group there are 5 special purpose vehicles in which ING Lease (Poland) Sp. z o.o. holds 100% of the shares.

** At the end of 2023, ING Investment Holding (Polska) S.A. was the direct owner of SAIO S.A.

1.6. Number of shares of ING Bank Śląski S.A. held members of the Bank's Supervisory Board and members of the Bank's Management Board

As part of the Incentive Scheme addressed to persons having a significant impact on the Bank's risk profile, the Bank grants its own shares free of charge as a component of variable remuneration. As at 30 September 2024, Members of the Bank's Management Board held a total of 17,498 shares, consisting of non-deferred own shares for the period from 1 July to 31 December 2022 (6,835 shares), the first part of deferred shares for the period from 1 July to 31 December 2022 (1,079 shares) and non-deferred shares for the period from 1 January to 31 December 2023 (9,584 shares).

As at 31 December 2023 and as at 30 September 2023, Members of the Bank's Management Board held non-deferred own shares for the period from 1 July to 31 December 2022 in the total number of 7,772 shares.

Members of the Bank's Supervisory Board did not hold any Bank's shares either as at 30 September 2024 or as at 31 December and 30 September 2023.

1.7. Approval of the financial statements

This interim condensed consolidated financial statements were approved for publication by the Bank's Management Board on 29 October 2024.

The annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023 were approved by the General Meeting on 11 April 2024.

2. Significant events in the 3rd quarter of 2024

Polish Financial Supervision Authority request for presenting an opinion of the Financial Stability Committee on determining the buffer of other systemically important institution

On 16 September 2024 the Bank received a request from the Polish Financial Supervision Authority (PFSA) to present the opinion of the Financial Stability Committee (FSC) on determining the buffer of other systemically-important institution for the Bank, whose adequate value resulting from the principles adopted by the PFSA should be determined in the amount equivalent to 1.0% of the total risk exposure amount.

The decision shall be taken by the PFSA upon the issue of a stance by the FSC. The Bank will communicate the decision on the amount of the buffer of other systemically-important institution in a separate current report. The current buffer of other systemically-important institution is set for the Bank at the amount equivalent to 0.5% of the total risk exposure amount.

**Issue of covered bonds by ING Bank Hipoteczny S.A.**

In the 3rd quarter of 2024, as part of the International Covered Bond Issue Programme, ING Bank Hipoteczny S.A., a subsidiary of the Bank, issued series 2 of covered bonds with a total nominal value of PLN 500.0 million (i.e. PLN 1,000 with a nominal value of PLN 500.0 thousand per 1 piece) and variable interest coupons in the amount of WIBOR 6M + 0.55%, payable every six months. The maturity date of covered bonds is 11 September 2028, however it may be extended in accordance with the provisions of the Act of 29 August 1997 on covered bonds and mortgage banks. On 11 September 2024, the covered bonds were admitted to trading on the regulated market in Luxembourg and in Warsaw.

Change on the Management Board of ING Bank Śląski S.A.

On 3 September 2024 the Supervisory Board passed a resolution on the appointment of Mr Michał Bolesławski to the position of the President of the Bank Management Board, on condition of obtainment of the mandatory approval from the Polish Financial Supervision Authority (PFSA). The appointment will be effective as of the date of the General Meeting approving the 2024 financial statements, but not earlier than at the PFSA approval date.

Mr Michał Bolesławski satisfies all the requirements set out in Article 22aa of the Banking Law Act of 29 August 1997. He is not engaged in any business activity competitive to ING Bank Śląski S.A. nor does he participate in a competitive company as partner to a civil law company, a partnership or another company or as member of any governing body of any other competitive legal entity. He is not listed in the Register of Insolvent Debtors maintained pursuant to the National Court Register Act of 20 August 1997.

Refer a question to the Court of Justice of the European Union (CJEU) on variable rate agreement provisions based on the WIBOR reference rate

The Regional Court in Częstochowa, in a case against one of the banks in which the plaintiff raises objections regarding the WIBOR rate, decided to refer the following questions to the Court of Justice of the European Union by order of 31 May 2024:

- 1) Does Article 1(2) of Directive 93/13, which excludes from the scope of the directive the terms of a contract reflecting, inter alia, the applicable laws or regulations, permit the examination of variable-rate contractual terms on the basis of the WIBOR benchmark?
- 2) If the first question is answered in the affirmative, does Article 4(2) of Directive 93/13, which excludes the assessment of the unfairness of contractual terms relating to the determination of the main subject-matter of the contract or of the price/remuneration, allow the contract terms relating to variable interest rates to be examined on the basis of the WIBOR benchmark?

- 3) In the event of a positive answer to the first and second questions, can the provisions of the agreement on variable interest rates based on the WIBOR reference rate be regarded as contrary to the requirements of good faith and causing a significant imbalance in the parties' rights and obligations arising under the agreement to the detriment of the consumer, due to the consumer's inadequate information regarding the exposure to the risk of a variable interest rate, including, in particular, the failure to indicate how the benchmark on which the variable interest rate is set is determined and what doubts are related to its non-transparency and the uneven distribution of this risk among the parties to the agreement?
- 4) In the event of a positive answer to the previous questions, is it possible to continue the operation of a contract in which the interest rate on the amount of the loan principal will be based on the second component determining the interest rate contained in the contract, i.e. the bank's fixed margin, which will change the interest rate on the loan from variable to fixed?

On 3 July 2024, the request for a preliminary ruling was formally lodged with the CJEU and the case was given the reference number C-471/24. On 28 October 2024, the deadline for the Polish Government to submit a position to the CJEU on the preliminary questions asked in this case expires.

3. Significant events after balance sheet date**Conclusion of a non-preferred senior loan agreement (NPS) for MREL requirements**

On 9 October 2024 the Bank concluded with ING Bank N.V. with the registered office in Amsterdam the non-preferred senior loan agreement (NPS). The loan amount totals EUR 350 million. The Loan was granted for 4 years. The Bank has the right to prepay the loan after the lapse of 3 years, provided the relevant approval of the Bank Guarantee Fund has been obtained. Interest on the loan will be paid quarterly at the 3M EURIBOR rate plus margin.

The Bank shall recognise the funds obtained from the loan under the eligible liabilities for the purpose of the minimum requirement for own funds and eligible liabilities as at the transaction processing date being 10 October 2024.

4. Compliance with International Financial Reporting Standards

These interim condensed consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2024 to 30 September 2024 were prepared under the International Accounting Standards (IAS) 34 *Interim Financial Reporting* as endorsed by the European Commission and effective as at the reporting date that is 30 September 2024 as well as in accordance with the Ordinance of Finance Minister of 29 March 2018 on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state (Journal of Laws of 2018, item 757).



Presented financial statements have been prepared in a condensed version. The interim condensed financial statements do not provide all data or disclosures required in the annual financial statements and should be interpreted together with the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023, which was approved on 11 April 2024 by the Bank's General Meeting and is available on the website of ING Bank Śląski S.A. (www.ing.pl).

Interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income, interim condensed statement of changes in equity and interim condensed consolidated cash flow statement for the period from 1 January 2024 to 30 September 2024 and interim condensed consolidated statement of financial position as at 30 September 2024, together with comparable data were prepared according to the same principles of accounting for each period.

4.1. Changes in accounting standards

In these interim condensed consolidated financial statements, the Group included the following amendments to standards and interpretations that were approved by the European Union with the effective date for annual periods beginning on or after 1 January 2024:

Amendments to	Impact on the Group financial statements
IAS 1 Presentation of Financial Statements: • Classification of Liabilities as Current or Non-current, • Classification of Liabilities as Current or Non-current - Deferral of Effective Date and • Non-current Liabilities with Covenants	The classification of financial liabilities as non-current is depend on the existence of rights to extend the liability for a period longer than 12 months and on the fulfilment of the conditions (covenants) for the implementation of such a deferral at the balance sheet date. Disclosure of these covenants in notes to the financial statements is also required. The implementation of the changes did not have an impact on the Group's financial statements.
IFRS 16 Leases: Lease Liability in a Sale and Leaseback	The implementation of the changes did not have an impact on the Group's financial statements.
IAS 7 Statement of cash flows and IFRS 7 Financial Instruments: Disclosures - Supplier financing agreements	The implementation of the changes affect the scope of disclosures, but did not have a significant impact on the Group's financial statements.

The standards and interpretations which were already issued but are still ineffective because they are not endorsed by the European Union or endorsed by the European Union but not yet applied by the Group were presented in the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023.

In the period of 3 quarters of 2024 has been published following new amendments to the standards.

Change (expected IASB effective date provided for in the parentheses)	Impact on the Group financial statements
IFRS 18 Presentation and disclosure in financial statements (financial year beginning of 1 st January 2027)	The new standard published in April 2024 will replace IAS 1. Implementation of new requirements aim to improve comparability and transparency of entities' financial performance reporting. The Group's analyses show that the implementation of new standard will affect presentation and the scope of disclosures in the Group's financial statements.
IFRS 19 Subsidiaries without public accountability: disclosures (financial year beginning of 1 st January 2027)	The new standard published in May 2024 voluntary applies to eligible subsidiaries which does not have public accountability and are subsidiaries of the parent that produces consolidated financial statements available for public use. The Group's analysis show that the implementation of new standard will not have an impact on Group's financial statements.
IFRS 9 Financial instruments and IFRS 7 Financial instruments: disclosures – Classification and measurement of financial instruments (financial year beginning on 1 st January 2026)	Introduced amendments result from the conclusions of the post-implementation review of both standards. These amendments were only a clarifications in terms of classification of financial assets (i.e. with ESG and similar features) and derecognition of financial instruments which are subject to the settlement through electronic payment systems. Implementation of these amendments will not have a significant impact on the Group's financial statements.
Annual Improvements Volume 11 (financial year beginning on 1 st January 2026)	Introduced amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7 are editorial natures. The Group's analysis show that the implementation of these amendments will not have impact on the Group's financial statements.

During the 3 quarters of 2024, the European Union approved amendments to IAS 7 and IFRS 7 published on 25 May 2023, the application of which on 1 January 2024 was disclosed in the table above.

As at the date of approval of these interim condensed consolidated financial statements for publication, taking into account the ongoing process of introducing IFRS standards in the EU and the Group's operations, with respect to the accounting principles applied by the Group there are no differences between the IFRS standards that have entered into force and the IFRS standards endorsed by the EU.



4.2. The impact of the benchmark rate reform

In its annual consolidated financial statements for the period from 1 January 2023 to 31 December 2023, the Group presented a disclosure on the impact of the benchmark reform. Currently, the reform of only one reference rate is continuing (i.e. WIBOR), to which the Group has significant exposures as at 30 September 2024. The WIBOR rate is expected to be closed and replaced by a Risk-Free-Rate (RFR) after 31 December 2027.

At the request of the Ministry of Finance, in March 2024, the Steering Committee of the National Working Group (NWG) decided to start a review and analysis of alternative RFR rates that could potentially replace WIBOR. The review includes WIRON, as well as other possible interest rate indices. In accordance with the intention, the analyses are carried out on the basis of a wider range of market information, in the light of the needs of all parties to contracts, in particular consumers, as well as ensuring the stability of the financial system, safety of trading and continuity of contracts.

The public consultation had been started in May 2024 with all stakeholders and financial market participants, which ended on 1 July 2024. On 4 October 2024, the NGR Steering Committee published the results of this public consultation and decided to launch an additional round of consultations, within which only four indices from the WIRF index family were included.

This consultation focus on the evaluation of the quality of the considered indices, their characteristics and other considerations with the aim of identifying an alternative index that best meets the criteria of a Risk Free Rate or near Risk Free Rate index and corresponds to the characteristics of the domestic financial market. The conclusions from this public consultation will serve as one of the elements considered in the NWG decision to choose the optimal index/reference rate which will replace the WIBOR and become the commonly used interest benchmark rate on the market as well as the decision on the update of the benchmark rate reform roadmap in Poland providing a safe national path within the framework of the benchmark reform.

Structure of financial assets and liabilities according to reference rates

As at 30 September 2024, the following financial instruments refer to the WIBOR reference rate, which is expected to be discontinued after 31 December 2027 and is material for the Group. Non-derivative financial assets and liabilities are presented at gross carrying amount, off-balance sheet items are presented at liability amount and derivatives are presented at nominal value.

Financial instruments referencing WIBOR

as at	30 Sep 2024		31 Dec 2023	
	with maturity date after 30 Sep 2024	with maturity date after 31 Dec 2027	with maturity date after 31 Dec 2023	with maturity date after 31 Dec 2027
Non-derivative financial assets	124,906.2	77,059.6	131,114.8	79,439.9
Non-derivative financial liabilities	1,001.1	501.7	583.7	-
Derivatives	1,317,104.4	338,816.8	1,228,231.9	260,349.4
Off-balance sheet items	13,135.7	2,050.8	13,720.2	1,596.1

Impact of the benchmark rate reform on hedge accounting

The Group applied the amendment to IAS 39 Phase 1 and thus assumes that the reference rate, on the basis of which the cash flows resulting from WIBOR are calculated in terms of the hedging instrument and the hedged item, remain unchanged as a result of the reform. The following table presents the nominal values of hedging instruments referencing WIBOR.

as at	net nominal value of the position on the hedging instrument			
	30 Sep 2024		31 Dec 2023	
	Assets	Liabilities	Assets	Liabilities
Cash flow hedging instruments	90,600.1	4,143.8	88,496.1	13,345.3
Instruments hedging the fair value of securities	15,212.0	-	11,862.0	-



4.3. Going-concern

These interim condensed consolidated financial statements of the ING Bank Śląski S.A. Capital Group have been prepared on a going-concern basis as regards the foreseeable future, namely as regards the period of minimum 12 months from the date of publication, i.e. from 31 October 2024. As at the date of adoption of these consolidated financial statements for publication, the Management Board of the Bank does not state any facts or circumstances that would indicate a threat to the Group's ability to continue as a going concern within 12 months from the date of publication as a result of the Group's intentional or forced discontinuation or significant limitation of its current operations.

4.4. Financial statements scope and currency

These interim condensed consolidated financial statements of the Group for the period from 1 January 2024 to 30 September 2024 contain data of the Bank and its subsidiaries and associates (collectively referred to as the "Group"). It has been drawn up in Polish zlotys ("PLN"). All values, unless indicated otherwise, are rounded up to million zlotys with one decimal place. As a result, there may be instances of mathematical inconsistency in the totals or between individual notes.

4.5. Reporting period and comparable data

Interim condensed consolidated financial statements of ING Bank Śląski S.A. Group covers the period from 1 January 2024 to 30 September 2024 and includes comparative data:

- as at 30 June 2024, 31 December 2023 and 30 September 2023 - for the interim condensed consolidated statement of financial position,
- for the period from 1 January 2023 to 30 September 2023 and from 1 July 2023 to 30 September 2023 - for the interim condensed consolidated income statement, the interim condensed consolidated statement of comprehensive income and the interim condensed consolidated cash flow statement,
- for the period from 1 January 2023 to 31 December 2023 and from 1 January 2023 to 30 September 2023 - for the interim condensed statement of changes in consolidated equity.

5. Significant accounting principles and key estimates

Detailed accounting principles and key estimates are presented in the annual consolidated financial statements of the of ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023.

In addition, with respect to interim financial statements, the Group applies the principle of recognizing the financial result income tax charges based on the best estimate of the weighted average annual income tax rate expected by the Group in the full financial year.

In the period of 3 quarters of 2024, no significant changes were made to the accounting principles applied by the Group.

5.1. Key estimates

Below are the most important estimates that changed in the period of 3 quarters of 2023 in relation to those presented in the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023.

5.1.1. Impairment for expected credit losses

The methodology for calculating expected credit losses was presented in the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023.

Macroeconomic factors

Credit risk models for the purposes of IFRS 9 were built on the basis of historical relations between changes in economic parameters (i.e. GDP or interest rates) and their subsequent effect on changes in the level of credit risk (PD/LGD). By the end of 2019, changes in macroeconomic forecasts were relatively slow, moving smoothly from one phase of the cycle to another, without drastic and shocking events changing the macroeconomic situation. After sharp increases in interest rates and inflation, caused, among others, by the war in Ukraine, the situation is now beginning to stabilise. However, the introduced additional support programmes for mortgage loans mitigate the effects of changing macroeconomic forecasts in relation to what macroeconomic indicators alone would show.

As at 30 September 2024, the Group revised its macroeconomic indicators forecasts. The macroeconomic assumptions used to determine the expected credit losses are based on forecasts prepared by the Bank's Macroeconomic Analysis Office, supplemented by management adjustments where, in the opinion of the management, recent economic events have not been fully captured. The effect of changes in macroeconomic assumptions reduced the level of provisions for expected credit losses at the end of the 3rd quarter of 2024 by PLN 75.7 million compared to the end of 2023 (decrease by PLN 22.3 million compared to the end of the 1st half of 2024).

Management adjustments

In times of heightened volatility and uncertainty, where portfolio quality and the economic environment are changing rapidly, models are undermined in their ability to accurately predict losses. To mitigate model risk, additional adjustments can be made to address problems with data quality, methodology or resulting from expert opinions. They also include adjustments resulting from overestimation or underestimation of allowances for expected credit losses by IFRS 9 models.



The current high levels of inflation and interest rates have not materialised in the last few years. The historical correlation of risk parameters (PD in IFRS models) with macroeconomic parameters does not fully reflect the current credit risk of portfolios, therefore the Bank applied a management adjustment increasing the value of write-downs in Stages 1 and 2, which are gradually taken into account in changes to credit loss models. As at the end of the 3rd quarter of 2024, management adjustments resulted in an increase of the allowance for expected credit losses by PLN 49.2 million for the portfolio of corporate customers (at the end of 2023 the value of the adjustment was PLN 82.5 million, compared to the end of the 1st half of 2024 it decreased by PLN 37.0 million). For retail client portfolios, the Group decided to depart from the adjustment at the end of the 3rd quarter of 2024. At the end of 2023, the adjustment for the retail client portfolio was PLN 52.1 million, compared to the end of the 1st half of 2024, it decreased by PLN 69.0 million.

In the case of strategic customers, the main macroeconomic factor affecting the portfolio risk parameters is the change in GDP, high interest rates and inflation have a point effect on the increase in risk in individual industries particularly exposed to these macroeconomic factors. In the Group's opinion, current IFRS models for this group of clients do not fully cover the risk of exposure to inflation and the interest rate of individual sectors. Consequently, the Group introduced management corrections for this portfolio. The value of the adjustment at the end of the 3rd quarter of 2024 amounted to PLN 17.1 million compared to PLN 43.4 million at the end of 2023. Compared to the end of the 1st half of 2024, the allowance for expected credit losses due to the aforementioned adjustment decreased by PLN 17.4 million.

According to the new strategic plan of development of the uLPD IFRS9 model, all portfolios with very low default levels (i.e. ultra low default portfolios - uLDP) will be integrated into one model, while reflecting the specificity of the portfolios by using underlying models. Until the current models are integrated into one, a management adjustment will be applied to increase the value of allowance for expected credit losses, which amounted to PLN 21.4 million at the end of the 3rd quarter of 2024 (compared to PLN 17.4 million at the end of 2023). Compared to the end of the 1st half of 2024, the amount of the adjustment decreased by PLN 0.1 million).

The Bank has developed a new IFRS9 model for corporate clients (SMEs). The planned implementation of the model is waiting for the implementation of the new AIRB model. The Bank estimated the impact of the use of the new model on the amount of allowances. As a result, the Group introduced a management adjustment reducing the value of allowance for expected credit losses, the value of which at the end of the 3rd quarter of 2024 amounted to PLN 35.6 million (compared to PLN 87.4 million at the end of 2023). Compared to the end of the 1st half of 2024, the amount of the allowance for this reason increased by PLN 11.9 million.

The currently used LGD SBF model does not include collateral in the form of BGK guarantees, as at the time of its creation there were no such guarantees. Due to the fact that BGK guarantee collateral is currently commonly used in the case of newly granted loans to customers from the of entrepreneurs (SBF) within the portfolio of clients from the corporate segment, the Group applied a management adjustment reducing the value of allowance for expected

credit losses for this portfolio, consisting in taking into account the recovery from the aforementioned collateral. At the end of the 3rd quarter of 2024, the value of the adjustment amounted to PLN 58.3 million (a decrease of PLN 2.0 million compared to the end of 1st half of 2024).

In September 2024, the southern regions of Poland were affected by flooding. In view of the precarious situation of the customers in these regions, there is a strong likelihood that they have suffered damage and that their situation has deteriorated significantly as compared to the moment of the granting of the loan. In order to address this risk, the Group introduced a management adjustment increasing the value of provisions for customers from flooded areas (PLN 7.0 million for retail clients and PLN 4.4 million for corporate clients).

At the end of 2023, the Group also introduced a management adjustment resulting from incomplete implementation of the in-default module for the SME (small and medium companies) portfolio in the amount of PLN 46.4 million and a management adjustment in the amount of PLN 39.6 million related to the change of the credit risk model from SME model to SBF model for exposures for which the Bank received regulatory approval to transfer them from AIRB method to standard method (SA). In the 1st half of 2024, the Group withdrew from these adjustments.

The above management adjustments did not affect the classification of exposures to Stages presented in these interim condensed consolidated financial statements.

At the end of 2023, the Group applied a management adjustment in the amount of PLN 18.5 million in connection with the statutory assistance programme enabling customers with PLN mortgage loans to suspend 4 instalments in 2022 and 2023, respectively. In the 1st half of 2024, the Group resolved this adjustment. At the same time, in connection with the introduction of a new aid programme in May 2024, the Group decided to cover exposures benefiting from support, the collective criterion of a significant increase in risk.

Breakdown of adjustments into stages and into corporate and retail segments was presented in note [8.11. Loans and other receivables to customers measured at amortised cost.](#)



5.1.2. Legal risk of mortgage loans indexed to CHF

The Group has receivables from retail mortgage loans indexed to the CHF exchange rate. The table below presents the number and individual elements of the gross and net carrying amount of these receivables.

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
number of contracts (in pieces)	2,486	2,574	2,753	2,868
capital balance	497.6	514.8	583.6	627.6
the amount of the adjustment to the gross carrying amount	-369.7	-389.6	-510.2	-475.7
other elements of the gross carrying amount (interest, ESP)	4.2	3.7	3.1	2.7
gross carrying amount	132.1	128.9	76.5	154.6
impairment for expected credit losses	-5.7	-6.4	-7.6	-11.2
Net carrying amount of CHF-indexed mortgage loans	126.4	122.5	68.9	143.4
Provision for legal risk of CHF-indexed mortgage loans	214.9	213.7	128.4	93.4

The following table presents the change in the period of 3 quarters of 2024 and in 2023:

- in gross carrying amount adjustments for CHF-indexed mortgage loans recognised in the statement of financial position, and
- in provision for legal risk of CHF-indexed mortgage loans.

	3 quarters 2024 YTD		2023	
	the period from 01 Jan 2024 to 30 Sep 2024	provision for legal risk of CHF-indexed mortgage loans	the period from 01 Jan 2023 to 31 Dec 2023	provision for legal risk of CHF-indexed mortgage loans
Balance at the beginning of the period	510.2	128.4	581.6	53.7
Changes in the period, including:	-140.5	86.5	-71.4	74.7
provisions recognised/ reversed	-47.9	73.8	93.5	11.6
transfer between provisions	-24.4	24.3	-73.1	73.1
utilisation, including from settlements	-50.6	-11.6	-80.9	-10.0
FX differences	-17.6	-	-10.9	-
Balance at the end of the period	369.7	214.9	510.2	128.4

Provision for legal risk of CHF-indexed mortgage loans is presented in liabilities under Provisions and applies to:

- mortgage loans indexed to CHF removed from the statement of financial position,
- parts of CHF-indexed mortgage loans recognised in the statement of financial position, for which the estimated loss value exceeds the sum of gross exposures,
- costs resulting from court proceedings with respect to CHF-indexed loans recognised in the statement of financial position.

Assumptions regarding the estimation of the adjustment/provision for legal risk were presented in the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023. In the 1st half of 2024, the Group updated the provision estimate of the approach to costs related to penalty interest and court costs and the estimates of the expected number of litigation cases, and introduced a discount for the assumed future cash flows, which affected the calculation of losses in the event of cancellation of the agreement. Other assumptions have not changed significantly.

Changes during the period concerning the estimate of the adjustment/provision for legal risk both for loans in the Bank's portfolio and for repaid loans are presented by the Bank in the income statement under *Cost of legal risk of FX mortgage loans*.

As at 30 September 2024, 1,626 court cases were pending against the Bank in connection with concluded CHF-indexed loan agreements in PLN (compared to 1,570 cases as at 30 June 2024, 1,389 cases as at 31 December 2023 and 1,305 cases as at 30 September 2023). As at 30 September 2024, the outstanding principal of the mortgage loans in these proceedings amounted to PLN 296.8 million (PLN 291.2 million as at 30 June 2024, PLN 290.6 million as at 31 December 2023 and PLN 291.7 million as at 30 September 2023).

Details of changes in the legal environment related to the legal risk of the CHF-indexed loan portfolio can be found further in the note [8.16. Provisions](#).

6. Comparability of financial data

In these interim condensed consolidated financial statements for the period from 1 January 2024 to 30 September 2024 as compared to the interim condensed consolidated financial statements for the period from 1 January 2023 to 30 September 2023, the Group did not change the method of data presentation.



7. Segment reporting

Segments of operation

The management of the Group's activity is conducted within the areas defined in the Group's business model. The Group's business model, above all for the purpose of management reporting, includes division of clients into two main segments:

- retail banking segment
- corporate banking segment.

The basis for distinguishing individual segments are entity criteria and - in the case of division into sub-segments - financial criteria (especially turnover, level of collected assets). The specific rules of assigning clients to respective segments are governed by the clients segmentation criteria specified in the Group's internal regulations.

The Group has separated in organisational terms the operations performed by the Centre of Expertise Treasury. The Centre of Expertise Treasury manages short-term and long-term liquidity risk in line with the effective regulations and risk appetite internally set at the Group, manages interest rate risk and invests surpluses obtained from business lines while maintaining the liquidity buffer in the form of liquid assets. The Centre of Expertise Treasury's net income on operations is allocated to the business lines considering its support function for the Group's business lines.

Retail banking segment

Within the framework of retail banking, the Group provides services to private individuals - the mass client segment and wealthy clients segment. This activity is analyzed in terms of the main products, including: loan products (overdraft facilities, card-related loans, installment loans, mortgage loans), deposit products (current accounts, term deposits, savings accounts), structured, fund participation units, brokerage services and bank cards.

Corporate banking segment

Corporate banking area encompasses as follows:

- providing services to institutional clients,
- providing services to individual entrepreneurs,
- financial market products.

Services to institutional clients encompass strategic clients, large corporate entities and mid-sized companies. For corporate activity, the Bank provides reporting broken down by leading products covering i.e. loan products (working loans, investment loans), deposit products (current accounts, term deposits and negotiated deposits, savings accounts), financial markets products, trust services, capital market operations conducted by the Parent company,

products related to leasing and factoring services offered by ING Lease (Polska) Sp. z o.o. and ING Commercial Finance Polska S.A.

The service of individual entrepreneurs includes natural persons conducting business activity and partner companies that do not keep full accounting in accordance with the provisions of the Act on accounting, civil partnerships or general partnerships whose partners are only natural persons who do not keep full accounting in accordance with the provisions of the Accounting Act, and housing communities. The activity of entrepreneurs is reported in terms of the main products, including credit products (cash loan, credit line, credit card), deposit products (company account, foreign currency account, account for housing communities), leasing products offered by ING Lease (Polska) Sp. z o.o., accounting services, terminals and payment gateways.

Financial markets products encompass operations performed in money and capital markets, conducted both on the proprietary basis as well as for the customers' benefit. Within the framework of this activity, currency, money and derivative instrument market products and securities operations (treasury securities, shares and notes) are specified.

Measurement

The measurement of the segment's assets and liabilities, segment's revenue and costs is based on the accounting standards applied by the Group, included in notes describing applied accounting standards. In particular, both internal and external interest income and costs for individual segments are determined with the use of the transfer price system within the Risk Transfer System (RTS). 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 obtaining long-term liquidity, matching of the Group'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, costs, 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. The Group presents segment's interest income reduced by the cost of the interest.



Income statement by segment

	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024			3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023		
	Retail banking segment	Corporate banking segment	Total	Retail banking segment	Corporate banking segment	Total
Income total	3,611.8	4,744.5	8,356.3	3,202.5	4,542.4	7,744.9
net interest income	3,063.3	3,400.2	6,463.5	2,782.7	3,221.6	6,004.3
net commission income, including:	506.2	1,223.2	1,729.4	425.9	1,181.9	1,607.8
commission income, including:	770.9	1,394.2	2,165.1	668.8	1,354.4	2,023.2
transaction margin on currency exchange	62.6	469.4	532.0	59.4	467.5	526.9
account maintenance fees	85.3	271.8	357.1	86.3	268.1	354.4
lending commissions	17.0	365.1	382.1	18.6	357.4	376.0
payment and credit cards fees	346.6	140.7	487.3	283.4	127.7	411.1
participation units distribution fees	68.2	-	68.2	45.8	-	45.8
insurance product offering commissions	153.1	30.4	183.5	142.6	27.5	170.1
factoring and lease contracts commissions	-	47.0	47.0	-	45.5	45.5
other commissions	38.1	69.8	107.9	32.7	60.7	93.4
commission expenses	-264.7	-171.0	-435.7	-242.9	-172.5	-415.4
other income/expenses	42.3	121.1	163.4	-6.1	138.9	132.8
General and administrative expenses	-1,504.3	-1,519.3	-3,023.6	-1,407.9	-1,305.4	-2,713.3
Segment operating result	2,107.5	3,225.2	5,332.7	1,794.6	3,237.0	5,031.6
impairment for expected credit losses	23.9	-860.2	-836.3	-126.1	-310.1	-436.2
cost of legal risk of FX mortgage loans	-27.4	-	-27.4	-	-	-
tax on certain financial institutions	-186.2	-362.1	-548.3	-172.6	-315.7	-488.3
share of profit/(loss) of associates accounted for using the equity method	23.7	-	23.7	18.2	-	18.2
Gross profit	1,941.5	2,002.9	3,944.4	1,514.1	2,611.2	4,125.3
Income tax	-	-	-884.4	-	-	-955.2
Net profit	-	-	3,060.0	-	-	3,170.1
attributable to shareholders of ING Bank Śląski S.A.	-	-	3,060.0	-	-	3,170.1



8. Supplementary notes to interim condensed consolidated income statement and interim condensed consolidated statement of financial position

8.1. Net interest income

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Interest income, including:	3,355.4	9,701.6	3,176.9	9,293.0
interest income calculated using effective interest rate method, including:	3,180.4	9,121.5	2,932.5	8,458.6
interest on financial instruments measured at amortised cost	2,720.0	7,826.5	2,529.9	7,346.6
interest on loans and other receivables to other banks	291.2	949.0	229.0	600.5
interest on loans and other receivables to customers *	2,166.3	6,085.5	2,086.0	6,036.8
interest on investment securities	262.5	792.0	214.9	709.3
interest on investment securities measured at fair value through other comprehensive income	460.4	1,295.0	402.6	1,112.0
other interest income, including:	175.0	580.1	244.4	834.4
other interest income related to the settlement of valuations of cash flow hedging derivatives	174.7	579.1	243.7	832.3
interest on loans and other receivables to customers measured at fair value through profit or loss	0.3	1.0	0.7	2.1
Interest expenses, including:	-1,095.8	-3,238.1	-1,087.0	-3,288.7
interest on deposits from other banks	-195.4	-589.3	-105.5	-324.4
interest on deposits from customers	-772.7	-2,224.1	-810.1	-2,426.7
interest on issue of debt securities	-8.6	-21.7	-7.9	-24.0
interest on subordinated liabilities	-20.2	-61.7	-20.6	-54.3
interest on lease liabilities	-4.9	-13.7	-4.2	-12.8
other interest cost related to the settlement of valuations of cash flow hedging derivatives	-94.0	-327.6	-138.7	-446.5
Net interest income	2,259.6	6,463.5	2,089.9	6,004.3

*) in the data for 2024, in the item *Interest on loans and other receivables granted to customers*, the impact of an adjustment to the gross carrying amount of PLN mortgage loans due to credit holidays in the amount of PLN -150.2 million was recognised. (in the 3rd quarter of 2024, the Group revised its estimates based on the number of applications for instalment deferrals submitted by customers so far, as a result of which the negative impact of the adjustment on interest income was reduced by PLN 20.3 million).

8.2. Net commission income

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Commission income, including:	732.0	2,165.1	695.3	2,023.2
transaction margin on currency exchange transactions	177.8	532.0	180.6	526.9
payment and credit cards fees	170.9	487.3	150.2	411.1
lending commissions	122.9	382.1	122.6	376.0
account maintenance fees	120.5	357.1	119.8	354.4
insurance product offering commissions	62.8	183.5	57.3	170.1
participation units distribution fees	24.9	68.2	16.9	45.8
factoring and lease contracts commissions	18.5	47.0	19.8	45.5
brokerage activity fees	13.4	40.4	11.6	37.3
fiduciary and custodian fees	5.3	18.6	6.0	17.9
other commission	15.0	48.9	10.5	38.2
Commission expenses, including:	-149.6	-435.7	-143.2	-415.4
payment and credit cards fees	-87.5	-249.5	-84.5	-241.2
Net commission income	582.4	1,729.4	552.1	1,607.8

**8.3. Net income on financial instruments measured at fair value through profit or loss and FX result**

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
FX result and net income on interest rate derivatives, including	51.1	148.6	78.8	172.5
FX result	-99.5	62.6	135.2	-36.8
currency derivatives	150.6	86.0	-56.4	209.3
Net income on interest rate derivatives	-3.2	-35.0	14.2	12.9
Net income on debt instruments held for trading	1.3	15.1	12.8	26.5
Net income on repo transactions	3.0	9.1	3.1	8.0
Net income on equity instruments	-	-	-0.1	-0.1
Total	52.2	137.8	108.8	219.8

8.4. Net income on the sale of securities and dividend income

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Net income on the sale of securities measured at amortised cost	-1.6	-7.0	-	-
Net income on sale of securities measured at fair value through other comprehensive income and dividend income, including:	2.1	15.2	3.6	13.4
sale of debt securities	2.1	7.3	3.6	6.0
dividend income	-	7.9	-	7.4
Total	0.5	8.2	3.6	13.4

8.5. Net (loss)/income on hedge accounting

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Net income on hedge accounting	16.5	15.9	5.7	-6.4
valuation of the hedged transaction	323.7	51.8	161.7	350.2
valuation of the hedging transaction	-307.2	-35.9	-156.0	-356.6
Cash flow hedge accounting	-1.8	-1.8	-99.3	-95.4
ineffectiveness under cash flow hedges	-1.8	-1.8	-99.3	-95.4
Total	14.7	14.1	-93.6	-101.8

8.6. General and administrative expenses

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Personnel expenses	-518.0	-1,490.2	-474.8	-1,363.6
Other general and administrative expenses, including:	-438.2	-1,533.4	-385.6	-1,349.7
cost of marketing and promotion	-54.1	-139.9	-41.5	-112.9
depreciation and amortisation	-90.3	-250.2	-73.2	-219.2
obligatory Bank Guarantee Fund payments, of which:	-	-150.9	-	-153.6
resolution fund	-	-150.9	-	-153.6
fees to the Polish Financial Supervisory Commission	-1.4	-29.3	-	-24.5
IT costs	-117.5	-370.9	-108.6	-333.3
maintenance costs of buildings and real estate valuation to fair value	-31.2	-118.0	-39.9	-111.0
other	-143.7	-474.2	-122.4	-395.2
Total	-956.2	-3,023.6	-860.4	-2,713.3



8.6.1. Number of employees

The headcount in the ING Bank Śląski S.A. Group was as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
FTEs	8,066.2	8,194.0	8,332.9	8,403.5
Individuals	8,120	8,242	8,379	8,448

The headcount in the ING Bank Śląski S.A. was as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
FTEs	7,620.2	7,738.0	7,874.2	7,944.1
Individuals	7,668	7,781	7,906	7,974

8.7. Impairment for expected credit losses

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Corporate banking segment	-432.1	-860.2	-105.4	-310.1
Retail banking segment	83.9	23.9	-45.8	-126.1
Total	-348.2	-836.3	-151.2	-436.2

8.8. Loans and other receivables to other banks

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Current accounts	177.4	138.6	146.6	304.3
Interbank deposits:	-	15.7	137.8	844.3
including O/N deposits	-	-	72.9	678.7
Loans and advances	756.6	756.9	555.3	563.5
Reverse repo transactions	17,393.9	18,873.2	19,000.3	9,845.4
Placed call deposits	25.6	35.8	69.1	126.3
Total (gross)	18,353.5	19,820.2	19,909.1	11,683.8
Impairment for expected credit losses	-	-0.1	-	-0.1
Total (net)	18,353.5	19,820.1	19,909.1	11,683.7

**8.9. Financial assets measured at fair value through profit or loss**

as at

	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	transferred debt securities*	other financial assets measured at fair value through profit or loss	Total	transferred debt securities*	other financial assets measured at fair value through profit or loss	Total	transferred debt securities*	other financial assets measured at fair value through profit or loss	Total	transferred debt securities*	other financial assets measured at fair value through profit or loss	Total
Financial assets held for trading, including:	211.9	1,378.2	1,590.1	0.0	1,289.6	1,289.6	165.2	2,234.9	2,400.1	0.0	1,844.0	1,844.0
valuation of derivatives	-	769.2	769.2	-	633.7	633.7	-	899.8	899.8	-	1,149.5	1,149.5
other financial assets held for trading, including:	211.9	609.0	820.9	-	655.9	655.9	165.2	1,335.1	1,500.3	-	694.5	694.5
debt securities:	211.9	219.6	431.5	-	481.1	481.1	165.2	719.3	884.5	-	432.1	432.1
Treasury bonds in PLN	211.9	142.1	354.0	-	349.9	349.9	133.1	599.7	732.8	-	150.5	150.5
Czech Treasury bonds	-	77.5	77.5	-	131.2	131.2	32.1	119.1	151.2	-	281.1	281.1
European Investment Bank bonds	-	-	-	-	-	-	-	0.5	0.5	-	0.5	0.5
repo transactions	-	389.4	389.4	-	174.8	174.8	-	615.8	615.8	-	262.4	262.4
Financial assets other than those held for trading, measured at fair value through profit or loss, including:	-	24.2	24.2	-	26.3	26.3	-	39.0	39.0	-	41.1	41.1
loans obligatorily measured at fair value through profit or loss	-	23.8	23.8	-	25.9	25.9	-	38.6	38.6	-	40.7	40.7
equity instruments	-	0.4	0.4	-	0.4	0.4	-	0.4	0.4	-	0.4	0.4
Total	211.9	1,402.4	1,614.3	0.0	1,315.9	1,315.9	165.2	2,273.9	2,439.1	0.0	1,885.1	1,885.1

*) Securities that can be pledged or sold by the collateral recipient are presented as *transferred debt securities*. These assets, as required by IFRS 9, are presented separately by the Group in the consolidated statement of financial position under *Transferred assets*.



8.10. Investment securities

as at

	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	transferred debt securities*	other investment securities	Total	transferred debt securities*	other investment securities	Total	transferred debt securities*	other investment securities	Total	transferred debt securities*	other investment securities	Total
Measured at fair value through other comprehensive income, including:	3,022.0	29,021.6	32,043.6	1,778.7	30,046.6	31,825.3	0.0	23,916.2	23,916.2	464.6	23,246.4	23,711.0
debt securities, including:	3,022.0	28,783.8	31,805.8	1,778.7	29,808.8	31,587.5	-	23,680.3	23,680.3	464.6	23,119.7	23,584.3
Treasury bonds in PLN	3,022.0	23,422.6	26,444.6	1,778.7	24,515.0	26,293.7	-	21,345.4	21,345.4	464.6	19,631.3	20,095.9
Treasury bonds in EUR	-	-	-	-	-	-	-	546.1	546.1	-	1,710.9	1,710.9
European Union bonds	-	2,120.6	2,120.6	-	2,076.7	2,076.7	-	-	-	-	-	-
European Investment Bank bonds	-	2,830.0	2,830.0	-	2,814.0	2,814.0	-	1,377.7	1,377.7	-	1,354.8	1,354.8
Austrian government bonds	-	410.6	410.6	-	403.1	403.1	-	411.1	411.1	-	422.7	422.7
equity instruments	-	237.8	237.8	-	237.8	237.8	-	235.9	235.9	-	126.7	126.7
Measured at amortised cost, including:	1,261.2	25,209.0	26,470.2	217.3	28,884.1	29,101.4	-	32,697.5	32,697.5	-	30,756.9	30,756.9
debt securities, including:	1,261.2	25,209.0	26,470.2	217.3	28,884.1	29,101.4	-	32,697.5	32,697.5	-	30,756.9	30,756.9
Treasury bonds in PLN	1,261.2	10,744.4	12,005.6	217.3	11,781.1	11,998.4	-	13,095.0	13,095.0	-	13,334.0	13,334.0
Treasury bonds in EUR	-	2,878.3	2,878.3	-	2,904.2	2,904.2	-	2,940.4	2,940.4	-	3,139.2	3,139.2
European Investment Bank bonds	-	5,910.1	5,910.1	-	5,954.9	5,954.9	-	6,700.4	6,700.4	-	6,736.5	6,736.5
Bonds of the Polish Development Fund (PFR)	-	3,846.1	3,846.1	-	3,828.3	3,828.3	-	3,859.7	3,859.7	-	3,844.2	3,844.2
Bank Gospodarstwa Krajowego bonds	-	1,805.1	1,805.1	-	1,815.6	1,815.6	-	1,804.8	1,804.8	-	1,803.3	1,803.3
NBP money market bills	-	25.0	25.0	-	2,600.0	2,600.0	-	4,297.2	4,297.2	-	1,899.7	1,899.7
Total, of which;	4,283.2	54,230.6	58,513.8	1,996.0	58,930.7	60,926.7	0.0	56,613.7	56,613.7	464.6	54,003.3	54,467.9
total debt securities	4,283.2	53,992.8	58,276.0	1,996.0	58,692.9	60,688.9	-	56,377.8	56,377.8	464.6	53,876.6	54,341.2
total equity instruments	-	237.8	237.8	-	237.8	237.8	-	235.9	235.9	-	126.7	126.7

*) Securities that can be pledged or sold by the collateral recipient are presented as *transferred debt securities*. These assets, as required by IFRS 9, are presented separately by the Group in the consolidated statement of financial position under *Transferred assets*.



8.11. Loans and other receivables to customers measured at amortised cost

as at

	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net
Loan portfolio, of which:	165,698.5	-4,068.2	161,630.3	163,813.4	-3,997.9	159,815.5	158,255.8	-3,508.1	154,747.7	160,271.7	-3,728.5	156,543.2
Corporate banking	96,201.8	-3,242.2	92,959.6	95,792.6	-2,950.5	92,842.1	93,364.1	-2,525.1	90,839.0	95,550.0	-2,514.3	93,035.7
loans in the current account	15,887.8	-224.9	15,662.9	15,618.9	-228.6	15,390.3	13,739.3	-140.1	13,599.2	15,933.7	-545.8	15,387.9
term loans and advances	55,637.3	-2,615.5	53,021.8	55,371.4	-2,509.2	52,862.2	55,373.1	-2,201.0	53,172.1	54,863.9	-1,782.5	53,081.4
lease receivables	13,410.3	-99.1	13,311.2	13,506.8	-108.5	13,398.3	13,208.5	-78.1	13,130.4	13,285.5	-99.4	13,186.1
factoring receivables	7,082.6	-301.6	6,781.0	7,114.0	-102.7	7,011.3	6,851.5	-104.2	6,747.3	7,217.8	-85.4	7,132.4
debt securities (corporate and municipal)	4,183.8	-1.1	4,182.7	4,181.5	-1.5	4,180.0	4,191.7	-1.7	4,190.0	4,249.1	-1.2	4,247.9
Retail banking	69,496.7	-826.0	68,670.7	68,020.8	-1,047.4	66,973.4	64,891.7	-983.0	63,908.7	64,721.7	-1,214.2	63,507.5
mortgages	59,689.1	-175.4	59,513.7	58,292.2	-212.2	58,080.0	55,718.5	-226.3	55,492.2	55,567.3	-315.6	55,251.7
loans in the current account	692.5	-57.6	634.9	690.7	-68.6	622.1	706.4	-62.7	643.7	702.0	-72.0	630.0
other loans and advances	9,115.1	-593.0	8,522.1	9,037.9	-766.6	8,271.3	8,466.8	-694.0	7,772.8	8,452.4	-826.6	7,625.8
Other receivables, of which:	2,986.3	-	2,986.3	1,569.3	-	1,569.3	1,773.0	-	1,773.0	1,542.5	-	1,542.5
repurchase agreements	1,324.9	-	1,324.9	-	-	-	-	-	-	-	-	-
call deposits placed	643.3	-	643.3	526.8	-	526.8	606.9	-	606.9	526.8	-	526.8
other	1,018.1	-	1,018.1	1,042.5	-	1,042.5	1,166.1	-	1,166.1	1,015.7	-	1,015.7
Total	168,684.8	-4,068.2	164,616.6	165,382.7	-3,997.9	161,384.8	160,028.8	-3,508.1	156,520.7	161,814.2	-3,728.5	158,085.7



Quality of loan portfolio

stan na	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net
Corporate banking	96,201.8	-3,242.2	92,959.6	95,792.6	-2,950.5	92,842.1	93,364.1	-2,525.1	90,839.0	95,550.0	-2,514.3	93,035.7
assets in Stage 1	76,589.2	-151.2	76,438.0	78,107.1	-172.0	77,935.1	77,535.9	-188.4	77,347.5	79,299.3	-174.6	79,124.7
assets in Stage 2	14,117.3	-396.3	13,721.0	13,592.1	-491.9	13,100.2	12,625.7	-413.1	12,212.6	12,988.5	-485.8	12,502.7
assets in Stage 3	5,495.3	-2,694.7	2,800.6	4,041.6	-2,286.6	1,755.0	3,151.4	-1,923.6	1,227.8	3,208.3	-1,853.9	1,354.4
POCI assets	-	-	-	51.8	-	51.8	51.1	-	51.1	53.9	-	53.9
Retail banking	69,496.7	-826.0	68,670.7	68,020.8	-1,047.4	66,973.4	64,891.7	-983.0	63,908.7	64,721.7	-1,214.2	63,507.5
assets in Stage 1	61,587.6	-103.6	61,484.0	61,349.6	-137.4	61,212.2	58,256.5	-127.9	58,128.6	57,409.0	-184.6	57,224.4
assets in Stage 2	6,972.8	-138.6	6,834.2	5,537.1	-161.3	5,375.8	5,606.1	-200.1	5,406.0	6,185.2	-280.5	5,904.7
assets in Stage 3	933.8	-583.8	350.0	1,131.5	-748.7	382.8	1,026.4	-655.0	371.4	1,124.8	-749.1	375.7
POCI assets	2.5	-	2.5	2.6	-	2.6	2.7	-	2.7	2.7	-	2.7
Total. of which:	165,698.5	-4,068.2	161,630.3	163,813.4	-3,997.9	159,815.5	158,255.8	-3,508.1	154,747.7	160,271.7	-3,728.5	156,543.2
assets in Stage 1	138,176.8	-254.8	137,922.0	139,456.7	-309.4	139,147.3	135,792.4	-316.3	135,476.1	136,708.3	-359.2	136,349.1
assets in Stage 2	21,090.1	-534.9	20,555.2	19,129.2	-653.2	18,476.0	18,231.8	-613.2	17,618.6	19,173.7	-766.3	18,407.4
assets in Stage 3	6,429.1	-3,278.5	3,150.6	5,173.1	-3,035.3	2,137.8	4,177.8	-2,578.6	1,599.2	4,333.1	-2,603.0	1,730.1
POCI assets	2.5	-	2.5	54.4	-	54.4	53.8	-	53.8	56.6	-	56.6

The Group identifies POCI financial assets whose carrying value as at 30 September 2024 is PLN 2.5 million (PLN 54.4 million as at 30 June 2024, PLN 53.8 million as at 31 December 2023 and PLN 56.6 million as at 30 September 2023). These are exposures due to impaired receivables acquired in connection with the acquisition of SKOK Bieszczadzka in 2017 and exposures that were significantly modified as a result of restructuring, which involved the need to remove the original credit or lease commitment and re-recognition of the asset in the statement of financial position.



Changes in impairment for expected credit losses

	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024				3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	316.3	613.2	2,578.6	3,508.1	387.5	783.3	2,098.4	3,269.2
Changes in the period, including:	-61.5	-78.3	699.9	560.1	-28.3	-17.0	504.6	459.3
loans granted in the period	118.6	-	-	118.6	137.8	-	-	137.8
transfer to Stage 1	16.8	-119.4	-13.6	-116.2	14.6	-124.9	-9.3	-119.6
transfer to Stage 2	-56.4	294.4	-42.6	195.4	-53.4	352.8	-48.4	251.0
transfer to Stage 3	-24.8	-166.3	1,055.8	864.7	-11.8	-111.3	560.1	437.0
repayment (total and partial) and the release of new tranches	-51.2	-83.9	-256.0	-391.1	-59.6	-102.2	-172.3	-334.1
changed provisioning under impairment for expected credit losses	-18.2	87.1	279.0	347.9	-36.3	59.3	191.6	214.6
management adjustments	-46.8	-89.3	-75.1	-211.2	-20.4	-88.8	-25.9	-135.1
Total impairment for expected credit losses in the profit and loss account	-62.0	-77.4	947.5	808.1	-29.1	-15.1	495.8	451.6
derecognition from the balance sheet (write-downs, sale)	-	-	-279.7	-279.7	-	-	-37.8	-37.8
calculation and write-off of effective interest	-	-	9.9	9.9	-	-	64.4	64.4
other	0.5	-0.9	22.2	21.8	0.8	-1.9	-17.8	-18.9
Closing balance	254.8	534.9	3,278.5	4,068.2	359.2	766.3	2,603.0	3,728.5

Sale of non-working receivables

In the 3rd quarter of 2024, the Group carried out three transactions of sale of non-performing receivables. The Group concluded the following agreements regarding the sale of receivables from the impaired portfolio:

- Agreement on the sale of corporate receivables, as a result of which the portfolio of impaired receivables decreased by PLN 147.8 million. The positive impact of the transaction on the Group's gross result amounted to PLN 1.2 million.
- Two agreements on the sale of retail receivables, as a result of which the portfolio of impaired receivables decreased by PLN 192.3 million. The positive impact of the transaction on the Group's gross result amounted to PLN 57.6 million.

The result on the sale of receivables in the total amount of PLN 58.8 million is presented in the line *Profit on the sale of receivables* - in the amount of PLN 58.5 million under *Impairment for expected credit losses in the income statement* - in the amount of PLN 0.3 million.

**8.12. Debt securities**

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Measured at fair value through profit or loss (Note 8.9)	431.5	481.1	884.5	432.1
transferred assets in accordance with IFRS 9.3.2.23(a)	211.9	-	165.2	-
other	219.6	481.1	719.3	432.1
Measured at fair value through other comprehensive income in the investment securities portfolio (Note 8.10)	31,805.8	31,587.5	23,680.3	23,584.3
transferred assets in accordance with IFRS 9.3.2.23(a)	3,022.0	1,778.7	-	464.6
other	28,783.8	29,808.8	23,680.3	23,119.7
Measured at amortised cost in the investment securities portfolio (Note 8.10)	26,470.2	29,101.4	32,697.5	30,756.9
transferred assets in accordance with IFRS 9.3.2.23(a)	1,261.2	217.3	-	-
other	25,209.0	28,884.1	32,697.5	30,756.9
Measured at amortised cost in the loans and other receivables to customers portfolio (Note 8.11)	4,182.7	4,180.0	4,190.0	4,247.9
other	4,182.7	4,180.0	4,190.0	4,247.9
Total of which:	62,890.2	65,350.0	61,452.3	59,021.2
transferred assets in accordance with IFRS 9.3.2.23(a)	4,495.1	1,996.0	165.2	464.6
other	58,395.1	63,354.0	61,287.1	58,556.6

The Group presents separately in the consolidated statement of financial position, assets securing liabilities that can be pledged or resold by the collateral recipient (transferred assets). IFRS 9.3.2.23(a) requires these assets to be segregated and presented separately from other assets in the statement of financial position. These assets are measured at fair value through profit or loss, at fair value through other comprehensive income or at amortised cost.

8.13. Liabilities to other banks

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Current accounts	427.4	374.7	633.4	448.3
Interbank deposits	222.7	744.1	167.8	115.2
Loans received*	12,308.5	12,459.6	12,534.8	6,227.6
Repo transactions	393.5	-	-	-
Received call deposits	2.1	293.5	316.4	459.7
Other liabilities	13,354.2	5.1	2.4	2.6
Total	427.4	13,877.0	13,654.8	7,253.4

* The item *Loans received* includes financing of long-term leasing contracts in EUR (so-called "matched funding") received by the subsidiary ING Lease Sp. z o. o. from ING Bank N.V. and other banks not related to the Group. This item also includes liabilities due to a Non Preferred Senior (NPS) loan received by ING Bank Śląski S.A. from ING Bank N.V. For more information on the NPS loan, see chapter 9.2. *MREL requirements*.

8.14. Financial liabilities measured at fair value through profit or loss

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Financial liabilities held for trading, including:				
valuation of derivatives	774.4	864.4	1,060.3	1,364.5
book short position in trading securities	262.3	110.2	595.6	102.4
repo transactions	212.1	-	165.7	-
Total	1,248.8	974.6	1,821.6	1,466.9



8.15. Liabilities to customers

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Deposits, including:	210,155.6	209,157.5	202,208.5	199,621.1
Corporate banking	89,578.5	89,626.6	90,122.6	86,574.8
current deposits	56,511.1	56,307.8	60,649.4	55,755.2
including O/N deposits	5,876.2	6,689.2	6,453.0	5,864.8
saving deposits	18,628.7	18,595.7	19,440.8	17,550.6
term deposits	14,438.7	14,723.1	10,032.4	13,269.0
Retail banking	120,577.1	119,530.9	112,085.9	113,046.3
current deposits	31,477.3	30,757.0	28,816.0	28,527.1
saving deposits	73,152.6	73,143.8	67,713.1	70,050.5
term deposits	15,947.2	15,630.1	15,556.8	14,468.7
Other liabilities, including:	6,137.3	4,384.0	3,081.4	2,796.3
liabilities under repurchase agreements	4,225.3	789.6	-	465.9
cash collateral liabilities	793.9	1,997.6	823.2	773.5
call deposits	6.3	9.9	10.8	26.5
other liabilities	1,111.8	1,586.9	2,247.4	1,530.4
Total	216,292.9	213,541.5	205,289.9	202,417.4

8.16. Provisions

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Provision for off-balance sheet liabilities	139.0	140.4	115.6	94.0
Provision for retirement benefits	98.5	95.5	93.3	78.5
Provision for litigation	39.3	37.9	38.6	36.7
Provision for restructuring	98.1	106.4	116.1	37.5
Provision for legal risk of FX mortgage loans *	214.9	213.7	128.4	93.4
Other provisions	50.6	51.0	49.8	30.5
Total	640.4	644.9	541.8	370.6

Provision for litigation

The value of proceedings regarding liabilities or receivables pending in 2024 did not exceed 10% of the Group's equity. In the Group's opinion, none of the individual proceedings pending in 2024 before a court, an arbitration body or a body public administration, as well as all proceedings taken together do not pose a threat to the financial liquidity of the Group.

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Provision for litigation at the beginning of the period	37.9	38.6	36.1	34.9
Changes during the period, including:	1.4	0.7	0.6	1.8
provisions recognised	1.7	3.3	1.5	5.3
provisions reversed	-0.1	-1.3	-0.4	-1.3
provisions utilised	-0.2	-1.3	-0.5	-2.2
Provision for litigation at the end of the period	39.3	39.3	36.7	36.7

Legal risk related to the portfolio of loans indexed to CHF

To date, the Bank has not received any class action, and neither of the clauses used by the Bank in the agreements has been entered in the register of prohibited clauses.

Information on changes in the legal environment related to the legal risk of the portfolio of loans indexed to CHF, in particular on the judgments of the Court of Justice of the European Union (CJEU) and the judgments and resolutions of the Supreme Court (SN) issued by 31 December 2023 are included in the annual consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2023 to 31 December 2023.

- By the resolution of the Supreme Court of 25 April 2024, the Supreme Court resolved legal issues regarding loans indexed to or denominated in foreign currency (the so-called Swiss franc loans), presented by the First President of the Supreme Court, stating that:

- If it is concluded that a provision of an indexed or denominated loan agreement relating to the method of determining the exchange rate of a foreign currency constitutes an unlawful contractual term and is not binding, in the current legal situation it cannot be assumed that this provision is replaced by another method of determining the exchange rate of a foreign currency resulting from legal or customary provisions.



- 2) If it is not possible to determine the foreign currency exchange rate binding on the parties in an indexed or denominated loan agreement, the agreement is also not binding to the remaining extent.
- 3) If, in performance of a loan agreement, which is not binding due to the unlawful nature of its provisions, the bank has disbursed to the borrower all or part of the loan amount, and the borrower has made repayments of the loan, independent claims for repayment of undue performance to each of the parties arise.
- 4) If the loan agreement is not binding because of the unlawful nature of its provisions, the limitation period for the bank's claim for repayment of the amounts paid under the loan shall, as a rule, start to run from the day following the day on which the borrower has challenged the bank's binding effect on the provisions of the agreement.
- 5) If the loan agreement does not bind due to the unlawful nature of its provisions, there is no legal basis for either party to claim interest or other remuneration for the use of its funds in the period from the fulfilment of undue performance until the moment of delay in the reimbursement of this benefit.

The above answers are in principle consistent with the approach to these issues in the existing case law, in particular in the CJEU judgments. Therefore, it seems that the resolution will not significantly change the situation of banks in these processes. However, it may cause courts to stop ruling on the 'de-franking' of loans in the event of clauses on exchange rate tables being found abusive, and in any event annul them.

- On 24 October 2024, the CJEU issued a judgement in case C 347/23 in response to a preliminary question from the Regional Court in Warsaw. The judgement means that borrowers who took out a mortgage loan for the purchase of real estate in order to lease it (under the conditions described in the CJEU judgement) are subject to protection provided for in consumer regulations.

Settlement programme

From 25 October 2021, the Bank offers the possibility for borrowers to conclude voluntary settlements in accordance with the proposal presented in December 2020 by the Chairman of the Polish Financial Supervision Authority. The Bank's customers may submit a request for mediation through the Mediation Center of the Court of Arbitration of the Polish Financial Supervision Authority. The mediation process can be used by customers who have a housing mortgage loan or a housing construction and mortgage loan indexed with the CHF exchange rate at the Bank for their own housing purposes, excluding mortgage loans and the above-mentioned loans, where one of the purposes of lending was to consolidate non-housing liabilities. A mediation agreement can only be signed for one of the active housing loans. The conversion takes place on the terms presented by the Chairman of the Polish Financial Supervision Authority. Detailed rules for the settlement of the loan and determination of the type of interest rate for the future are the subject of arrangements in the mediation process before the Polish Financial Supervision

Authority in accordance with the current offer of settlements offered by the Bank. Since the launch of the settlement programme until the end of the 3rd quarter of 2024, the Bank has concluded 779 agreements under the programme (in the period of 3 quarters of 2024, the Bank concluded 74 settlements, compared to 246 settlements concluded in 2023).

Other proceedings

Information on other pending proceedings in connection with which in the period of 3 quarters of 2024 there were no significant changes is included in the annual consolidated financial statements of the ING Bank Śląski S.A. Capital Group for the period from 1 January 2023 to 31 December 2023.

8.17. Other liabilities

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Accruals, including:	1,221.9	1,317.3	1,163.2	1,202.1
due to employee benefits	324.9	237.9	375.1	318.6
due to commissions	226.2	250.7	206.5	235.7
due to general and administrative expenses	670.8	677.8	581.6	647.8
liabilities due to the obligatory annual contribution to the BFG resolution fund	-	150.9	-	-
Other liabilities, including:	2,725.0	2,612.3	3,828.4	2,306.5
lease liabilities	530.8	547.8	484.2	420.1
interbank settlements	1,314.3	1,226.3	2,462.4	958.1
settlements with suppliers	108.7	126.8	169.2	99.7
public and legal settlements	213.5	186.9	161.9	176.5
commitment to pay to the BFG guarantee fund	171.6	171.6	171.6	171.6
commitment to pay to the BFG resolution fund	243.8	199.0	199.0	199.0
other	142.3	153.9	180.1	281.5
Total	3,946.9	3,929.6	4,991.6	3,508.6

8.18. Fair value

8.18.1. Financial assets and liabilities measured at fair value in the statement of financial position

In 2024, there were no transfers between measurement levels of the valuation hierarchy, as in 2023. In the period of 3 quarters 2024, valuation techniques for levels 1 and 2 did not change. The tables present the carrying amounts of financial assets and liabilities measured at fair value, broken down by measurement hierarchy levels.

as at **30 Sep 2024**

	Level 1	Level 2	Level 3	Total
Financial assets, including:	32,237.3	1,250.3	262.0	33,749.6
Financial assets held for trading, including:	219.6	1,158.6	-	1,378.2
valuation of derivatives	-	769.2	-	769.2
other financial assets held for trading, including:	219.6	389.4	-	609.0
debt securities, including:	219.6	-	-	219.6
treasury bonds in PLN	142.1	-	-	142.1
Czech Treasury bonds	77.5	-	-	77.5
repo transactions	-	389.4	-	389.4
Financial assets other than those held for trading, measured at fair value through profit or loss, including:	-	-	24.2	24.2
loans are obligatorily measured at fair value through profit or loss	-	-	23.8	23.8
equity instruments	-	-	0.4	0.4
Derivative hedge instruments	-	91.7	-	91.7
Financial assets measured at fair value through other comprehensive income, including:	28,783.8	-	237.8	29,021.6
debt securities, including:	28,783.8	-	-	28,783.8
treasury bonds in PLN	23,422.6	-	-	23,422.6
European Union bonds	2,120.6	-	-	2,120.6
European Investment Bank bonds	2,830.0	-	-	2,830.0
Austrian government bonds	410.6	-	-	410.6
equity instruments	-	-	237.8	237.8
Transferred assets, including:	3,233.9	-	-	3,233.9
treasury bonds in PLN from portfolio of financial assets measured at fair value through profit or loss	211.9	-	-	211.9
treasury bonds in PLN from the portfolio of financial assets measured at fair value through other comprehensive income	3,022.0	-	-	3,022.0
Financial liabilities, including:	262.3	1,123.1	-	1,385.4
Financial liabilities held for trading, including:	262.3	986.5	-	1,248.8
valuation of derivatives	-	774.4	-	774.4
book short position in trading securities	262.3	-	-	262.3
repurchase agreements	-	212.1	-	212.1
Derivative hedge instruments	-	136.6	-	136.6

as at **31 Dec 2023**

	Level 1	Level 2	Level 3	Total
Financial assets, including:	24,564.8	1,724.0	274.9	26,563.7
Financial assets held for trading, including:	719.3	1,515.6	-	2,234.9
valuation of derivatives	-	899.8	-	899.8
other financial assets held for trading, including:	719.3	615.8	-	1,335.1
debt securities, including:	719.3	-	-	719.3
treasury bonds in PLN	599.7	-	-	599.7
Czech Treasury bonds	119.1	-	-	119.1
European Investment Bank bonds	0.5	-	-	0.5
repo transactions	-	615.8	-	615.8
Financial assets other than those held for trading, measured at fair value through profit or loss, including:	-	-	39.0	39.0
loans are obligatorily measured at fair value through profit or loss	-	-	38.6	38.6
equity instruments	-	-	0.4	0.4
Derivative hedge instruments	-	208.4	-	208.4
Financial assets measured at fair value through other comprehensive income, including:	23,680.3	-	235.9	23,916.2
debt securities, including:	23,680.3	-	-	23,680.3
treasury bonds in PLN	21,345.4	-	-	21,345.4
treasury bonds in EUR	546.1	-	-	546.1
European Investment Bank bonds	1,377.7	-	-	1,377.7
Austrian government bonds	411.1	-	-	411.1
equity instruments	-	-	235.9	235.9
Transferred assets, including:	165.2	-	-	165.2
treasury bonds in PLN from the portfolio of financial assets measured at fair value through profit or loss	133.1	-	-	133.1
Czech Treasury bonds in CZK from the portfolio of financial assets measured at fair value through profit or loss	32.1	-	-	32.1
Financial liabilities, including:	595.6	1,506.3	-	2,101.9
Financial liabilities held for trading, including:	595.6	1,226.0	-	1,821.6
valuation of derivatives	-	1,060.3	-	1,060.3
book short position in trading securities	595.6	-	-	595.6
repo transactions	-	165.7	-	165.7
Derivative hedge instruments	-	280.3	-	280.3



Financial assets classified to level 3 of the measurement as at 30 September 2024 and 31 December 2023 include unlisted equity instruments and loans that did not meet the SPPI criterion according to IFRS 9.

Equity instruments

Fair value measurement of unquoted equity interests in other companies is based on the discounted cash flow, dividend or economic value added model. Estimates of future cash flows were prepared based on medium-term profitability forecasts prepared by the Management Boards of these companies. The discount rate is based on the cost of equity estimated using the CAPM (Capital Asset Pricing Model). At the end of the 3rd quarter of 2024, the discount rate was in the range of 11.6%-13.6%, depending on the company, compared to 11.4%-13.4% at the end of 2023. Fair value measurement of unquoted equity interests in other companies as at 30 September 2024 and 31 December 2023 covered the following entities: Biuro Informacji Kredytowej S.A., Krajowa Izba Rozliczeniowa S.A. and Polski Standard Płatności sp. z o.o.

Loans

The fair value methodology of the loan portfolio is based on the discounted cash flow method. Under this method, for each contract being valued, expected cash flows are estimated, discount factors for particular payment dates and the value of discounted cash flows is determined as at the valuation date. Valuation models are powered by business parameters for individual contracts and parameters observable by the market, such as interest rate curves, liquidity cost and cost of capital. The change in the parameters adopted for the valuation did not have a significant impact on the valuation value as at 30 September 2024.

8.18.2. Financial assets and liabilities not measured at fair value in the statement of financial position

The Group discloses data on the fair value of financial assets and liabilities measured at amortised cost including the effective interest rate. The methods of fair value calculation adopted as at 30 September 2024 for the purposes of the disclosures have not changed in relation to those used at the end of 2023 (a detailed description of the approach to fair value measurement of assets and liabilities that are not presented at fair value in the statement of financial position is included in the annual consolidated financial statements for the period from 1 January 2023 to 31 December 2023), except for the issue of including credit holidays for the mortgage loan portfolio. As at 30 September 2024, in connection with the entry into force of the Act amending the Act on support for borrowers who have taken out a housing loan and are in a difficult financial situation and the Act on crowdfunding for business ventures and assistance to borrowers, the Group took into account in the valuation of PLN mortgage loans the expected impact of credit holidays, assuming that borrowers representing approx. 10.1% of the Group's PLN mortgage portfolio are entitled and will decide to take advantage of the instalment repayment suspension.

There were no transfers between valuation levels in 2024, as in 2023.

as at 30 Sep 2024

	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Investment securities at amortised cost	25,209.0	18,782.3	5,393.1	-	24,175.4
treasury bonds in PLN	10,744.4	10,337.7	-	-	10,337.7
treasury bonds in EUR	2,878.3	2,744.2	-	-	2,744.2
European Investment Bank bonds	5,910.1	5,700.4	-	-	5,700.4
bonds of the Polish Development Fund (PFR)	3,846.1	-	3,605.6	-	3,605.6
Bank Gospodarstwa Krajowego bonds	1,805.1	-	1,762.5	-	1,762.5
NBP bills	25.0	-	25.0	-	25.0
Assets securing liabilities, including:	1,261.2	1,200.3	-	-	1,200.3
treasury bonds in PLN from the portfolio of financial assets measured at amortised cost	1,261.2	1,200.3	-	-	1,200.3
Loans and receivables to customers at amortised cost, including:	164,616.6	-	-	164,945.5	164,945.5
Corporate banking segment, including:	92,959.6	-	-	93,358.9	93,358.9
loans and advances (in the current account and term ones)	68,684.7	-	-	69,441.6	69,441.6
lease receivables	13,311.2	-	-	13,091.7	13,091.7
factoring receivables	6,781.0	-	-	6,781.0	6,781.0
corporate and municipal debt securities	4,182.7	-	-	4,044.6	4,044.6
Retail banking segment, including:	68,670.7	-	-	68,600.3	68,600.3
mortgages	59,513.7	-	-	59,268.1	59,268.1
other loans and advances	9,157.0	-	-	9,332.2	9,332.2
Other receivables	2,986.3	-	-	2,986.3	2,986.3
Liabilities to customers	216,292.9	-	-	216,220.8	216,220.8
Liabilities from debt securities issued	913.9	-	-	913.9	913.9
Subordinated liabilities	1,501.4	-	-	1,274.8	1,274.8



as at **31 Dec 2023**

	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Investment securities at amortised cost	32,697.5	21,570.9	9,505.2	-	31,076.1
treasury bonds in PLN	13,095.0	12,409.0	-	-	12,409.0
treasury bonds in EUR	2,940.4	2,744.3	-	-	2,744.3
European Investment Bank bonds	6,700.4	6,417.6	-	-	6,417.6
bonds of the Polish Development Fund (PFR)	3,859.7	-	3,507.3	-	3,507.3
Bank Gospodarstwa Krajowego bonds	1,804.8	-	1,702.7	-	1,702.7
NBP bills	4,297.2	-	4,295.2	-	4,295.2
Loans and receivables to customers at amortised cost, including:	156,520.7	-	-	156,755.5	156,755.5
Corporate banking segment, including:	90,839.0	-	-	91,155.1	91,155.1
loans and advances (in the current account and term ones)	66,771.3	-	-	67,452.2	67,452.2
lease receivables	13,130.4	-	-	12,940.3	12,940.3
factoring receivables	6,747.3	-	-	6,747.3	6,747.3
corporate and municipal debt securities	4,190.0	-	-	4,015.3	4,015.3
Retail banking segment, including:	63,908.7	-	-	63,827.4	63,827.4
mortgages	55,492.2	-	-	55,115.4	55,115.4
other loans and advances	8,416.5	-	-	8,712.0	8,712.0
Other receivables	1,773.0	-	-	1,773.0	1,773.0
Liabilities to customers	205,289.9	-	-	205,253.3	205,253.3
Liabilities from debt securities issued	404.4	-	-	405.7	405.7
Subordinated liabilities	1,526.2	-	-	1,260.8	1,260.8

9. Capital adequacy

9.1. Total capital ratio

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023*	30 Sep 2023
A. Own equity in the consolidated statement of financial position, including:	16,229.7	14,173.6	12,962.6	15,182.4
A.I. Own equity included in the own funds calculation	17,677.6	17,679.6	17,243.5	17,194.6
A.II. Own equity excluded from own funds calculation	-1,447.9	-3,506.0	-4,280.9	-2,012.2
B. Other elements of own funds (decreases and increases), including:	534.9	609.5	595.9	527.4
value adjustments due to prudent valuation requirements	-34.9	-34.1	-512.6	-518.2
goodwill and other intangible assets	-480.1	-469.4	1,557.6	1,622.5
deferred tax assets based on future profitability and not arising from temporary differences after deducting related income tax liabilities	-1.3	-1.3	0.0	0.0
shortfall in credit risk adjustments against expected losses under the IRB approach	-570.5	-336.5	173.6	160.0
shortfall in coverage for non-performing exposures	-36.2	-36.5	-27.6	-27.1
transitional adjustments to common equity Tier 1 capital	240.1	35.4	-517.6	-517.4
equity instruments qualifying as Tier 2 capital	1,417.8	1,451.9	-52.4	-166.0
surplus of provisions over the expected credit losses under the IRB Approach	-	-	-25.1	-26.4
Own funds taken into account in total capital ratio calculation (A.I. + B), including:	18,212.5	18,289.1	17,839.4	17,722.0
Core Tier 1 capital	16,794.7	16,837.2	16,281.8	16,099.5
Tier 2 capital	1,417.8	1,451.9	1,557.6	1,622.5
Risk weighted assets, including:	121,580.7	118,603.4	105,258.9	106,992.5
for credit risk	104,815.9	101,831.6	91,607.9	93,022.4
for operational risk	15,476.5	15,476.5	12,566.4	12,566.4
other	1,288.3	1,295.3	1,084.6	1,403.7
Total capital requirements	9,726.5	9,488.2	8,420.7	8,559.4
Total capital ratio (TCR)	14.98%	15.42%	16.95%	16.56%
minimum required level	11.32%	11.32%	11.510%	11.510%
surplus TCR ratio	3.66 b.p.	4.10 b.p.	5.44 b.p.	5.05 b.p.
Tier 1 ratio (T1)	13.81%	14.20%	15.47%	15.05%
minimum required level	9.32%	9.32%	9.510%	9.510%
surplus T1 ratio	4.49 b.p.	4.88 b.p.	5.96 b.p.	5.54 b.p.



*) On 11 April 2024, the Ordinary General Meeting of the Bank approved the distribution of the profit for 2023. The inclusion of the net profit generated in 2023 in own funds as at 31 December 2023 resulted in an increase in the Group's TCR and Tier 1 ratios to 17.41% and 16.02%, respectively, as presented in the table. According to the values presented in the Group's annual consolidated financial statements for the period from 1 January 2023 to 31 December 2023, the Group's TCR and Tier 1 ratios as at 31 December 2023 were 16.73% and 15.32%, respectively.

Transitional provisions

In the calculation of capital ratios, the Group used transitional provisions to mitigate the impact of the implementation of IFRS 9 on the level of own funds. Additionally, as at 30 September 2024, the Group applied a temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income in accordance with Article 468 of the CRR. If the Group did not apply the transition provisions, the Group's capital ratios would be as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Jun 2023
Total capital ratio (TCR)	14.80%	15.39%	17.35%	16.79%
Tier 1 capital ratio	13.63%	14.17%	15.96%	15.31%

9.2. MREL requirements

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Jun 2023
MREL - TREA	22.37%	23.14%	26.31%	19.38%
minimum required level (including combined buffer requirement)	19.45%	19.45%	19.30%	15.15%
surplus (+) / deficiency (-) of the MREL - TREA ratio	2.92 b.p.	3.69 b.p.	7.01 b.p.	4.23 b.p.
minimum required level (not including combined buffer requirement)	16.44%	16.44%	16.29%	12.14%
surplus (+) / deficiency (-) of the MREL - TREA ratio	5.93 b.p.	6.70 b.p.	10.02 b.p.	7.24 b.p.
MREL - TEM	10.19%	10.50%	11.02%	8.27%
minimum required level	5.91%	5.91%	5.91%	4.46%
surplus (+) / deficiency (-) of the MREL - TEM ratio (b.p.)	4.28 b.p.	4.59 b.p.	5.11 b.p.	3.81 b.p.

At the end of the 3rd quarter of 2024, the Bank had two non-preferred senior loans (Non-Preferred Senior) from ING Bank N.V., whose nominal value is EUR 1,760 million. The loans are part of the SPE strategy for the ING Group. The Bank includes NPS loan funds in eligible liabilities for the purposes of the Minimum Requirement of Own Funds and Eligible Liabilities (MREL). The value of held eligible liabilities instruments results from the expectation that the part of MREL corresponding to the recapitalisation amount should be satisfied in the form of the following instruments:

additional Tier 1 (AT1), Tier 2 instruments (T2) and other subordinated eligible liabilities acquired directly or indirectly by the parent entity. The Bank estimates that the part of the MREL requirement regarding the recapitalisation amount is 8.44% TREA and 2.91% TEM. As at 30 September 2024 the carrying amount of NPS loan liabilities was PLN 7,555.55 million (compared to PLN 7,614.9 million as at 30 June 2024, PLN 7,680.7 million as at 31 December 2023 and PLN 1,222.8 million as at 30 September 2023) and was condensed in the interim period in the consolidated statement of financial position under *Liabilities to banks*.

10. Dividends paid

On 11 April 2024, the Ordinary General Meeting of the Bank adopted a resolution on the payment of dividends from the profit for 2023 and from the reserve capital intended for the payment of dividends. Pursuant to this resolution, on 6 May 2024, the Bank paid out a dividend in the total amount of PLN 4,338.8 million, i.e. PLN 33.35 gross per share.

11. Issue and redemption of securities

In the 3rd quarter of 2024, ING Bank Hipoteczny S.A., a subsidiary of the Bank, issued 2 series of covered bonds with a total nominal value of PLN 500.0 million. For more information on this emission, see chapter 2. *Significant events in the 3rd quarter of 2024*.

As at 30 September 2024, the Group also had liabilities under issue of 1 series of covered bonds with a nominal value of PLN 400.0 million, which were redeemed in October 2024.

In the comparable period of the previous year, i.e. during the three quarters of 2023, the Group did not issue or redeem securities.

12. Off-balance sheet items

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Off-balance sheet commitments given	55,261.6	53,389.1	53,197.9	54,216.6
Off-balance sheet commitments received	22,534.3	22,689.8	20,317.0	20,378.6
Off-balance sheet financial instruments	1,556,726.3	1,498,100.2	1,433,302.4	1,311,507.7
Total	1,634,522.2	1,574,179.1	1,506,817.3	1,386,102.9



13. Transactions with related parties

ING Bank Śląski S.A. is a subsidiary of ING Bank NV, which as at 30 September 2024 held 75% shares in the share capital of ING Bank Śląski S.A. and 75% shares in the total number of votes at the General Meeting of ING Bank Śląski S.A. The ultimate Parent entity is ING Groep N.V. based in the Netherlands.

ING Bank Śląski conducts transactions with ING Bank N.V. and its subsidiaries on the interbank market. These are both short-term deposits and loans as well as derivatives operations. The Bank also maintains bank accounts of ING Group entities, and also receives and provides guarantees to ING Group entities.

ING Lease Sp. z o.o., a subsidiary, received from ING Bank N.V. long-term financing of leasing contracts in EUR (so-called "matched funding"). In addition, the Bank has two subordinated loans and two non-preferred senior (NPS) loans in its balance sheet, which result from agreements concluded with ING Bank N.V.

The operating costs incurred by the Bank on behalf of the parent entity result primarily from contracts for the provision of consulting and advisory services, data processing and analysis, providing software licences and IT support. As regards costs incurred by the Bank on behalf of other related parties, outsourcing agreements concerning the provision of system resource hosting services for various applications, lease of IT equipment, monitoring of availability and performance of IT applications and infrastructure, as well as penetration tests and IT security monitoring play a dominant role.

All the above-mentioned transactions are carried out on market terms.

Costs are presented as per their net value (VAT excluded).

	ING Bank N.V.	other ING Group entities	associates	ING Bank N.V.	other ING Group entities	associates
	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024			3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023		
Income and expenses						
Income, including:	90.7	4.1	40.9	201.1	8.1	30.1
net interest and commission income	-9.2	4.0	40.9	-24.8	7.4	30.1
net income on financial instruments	97.1	-0.3	-	224.2	0.5	-
net (loss)/income on other basic activities	2.8	0.4	-	1.7	0.2	-
General and administrative expenses	-263.7	-43.0	-	-200.5	-47.9	-

	ING Bank N.V.	other ING Group entities	associates	ING Bank N.V.	other ING Group entities	associates
	as at 30 Sep 2024			as at 31 Dec 2023		
Receivables						
Nostro accounts	4.4	3.3	-	17.5	0.8	-
Deposits placed	-	-	-	72.9	-	-
Loans granted	-	0.4	-	-	0.9	-
Positive valuation of derivatives	109.3	-	-	137.6	-	-
Reverse repo	17,393.9	-	-	19,000.3	-	-
Other receivables	4.6	1.3	-	3.8	8.4	-
Liabilities						
Deposits received	380.9	187.8	49.5	130.8	128.8	40.3
Loans received, including:	12,308.7	-	-	12,534.8	-	-
Non Preferred Senior (NPS) loan	7,614.9	-	-	7,680.7	-	-
Subordinated loan	1,501.5	-	-	1,526.2	-	-
Loro accounts	18.6	190.6	-	61.1	155.7	-
Negative valuation of derivatives	65.3	-	-	69.9	0.0	-
Other liabilities	229.7	14.7	-	251.6	16.1	-
Off-balance-sheet operations						
Off-balance sheet liabilities granted	415.1	214.0	0.1	599.4	384.4	0.1
Off-balance sheet liabilities received	908.6	9.3	-	922.2	-	-
FX transactions	16,851.8	-	-	16,988.1	-	-
IRS	188.9	-	-	191.0	-	-
Options	863.7	-	-	591.9	-	-



14. Indication of factors that may affect the financial results in the following quarters

In the opinion of the Bank's economists, the financial results in the following quarters may be affected by the factors presented below.

- Major central banks have started to reduce rates. The global inflation shock has largely subsided and the slowdown is progressing. However, the deceleration is uneven. Europe is facing the risk of recession due to higher energy prices and strong competition from Asia. In the U.S., on the other hand, the effects of the record influx of migrants in previous years are visible, both on the economic situation and prices. According to the Bank's economists, the Fed and the ECB should continue to reduce rates in 2025.
- In recent weeks, the market has begun to value relatively few rate cuts in the U.S. The economic situation in the U.S. is slowing down and inflationary pressures are slowing down. The Fed has started a cycle of cuts from a much higher level than the ECB and will probably also have to cut rates more. Therefore, according to ING Group economists, at the end of the year the EUR/USD exchange rate will be in a side trend, closer to 1.10 (for comparison, the EUR/USD exchange rate as at 30 September 2024 was 1,1134).
- In Poland, the economic recovery is ongoing, but it is uneven. The data suggest that GDP growth in the 3rd quarter of 2024 fell below 3% y/y. Consumption remains the engine of growth, industry remains weak and construction stagnates. Wage growth is double-digit, supported by demographic situation and, among other things, a large increase in the minimum wage. Investments in fixed assets rebounded in the second quarter of 2024, but given that investment outlays in medium and large enterprises continued to fall, this probably reflects public defence spending.
- Despite the excessive deficit procedure imposed on Poland, the draft budget for 2025 remains expansionary. The government expects that the fiscal imbalance this year will be larger than forecast, rising from 5.1% to 5.7% of GDP. It seems that the government is delaying significant adjustments and is avoiding austerity measures due to the upcoming presidential election.
- Inflation, after the partial withdrawal of the anti-inflation shield, is almost twice as high as the NBP target. It also remains in an upward trend and should peak in March 2025. According to the Bank's economists, the first NBP rate cut will take place in the second quarter of 2025, and rates may fall by 100 bps next year.
- Due to persistent inflationary pressure (the central bank projections in our region for core inflation until 2026 are by far the highest in the case of the NBP, lower in the Czech Republic and Hungary), the monetary policy easing by the Monetary Policy Council is likely to be smaller than that of the main central banks. The rate disparity at the turn of the year should therefore increase in favour of the zloty. This suggests that the EUR/PLN pair will end 2024 closer to 4.20 than 4.30, provided that the situation in the external environment does not shield the positive impact of delayed rate cuts in Poland on PLN.

15. Other information

15.1. Number of branches and cash self-service devices

The number of outlets of the Bank in particular periods was as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Number of outlets	185	188	205	214
Number of ING Express points in shopping centres	56	54	55	55

As at 30 September 2024, a network of 837 cash self-service devices (dual devices) was made available to customers. In comparable periods, i.e. as at 30 June 2024 and as at 31 December 2023, there were 851 devices and as at 30 September 2023, 862 devices (including 84 standard ATMs and 778 dual devices).

15.2. Banking cards

ING Bank Śląski S.A. is one of the largest issuers of banking cards in Poland. The data concerning the number of payment cards issued to ING Bank Śląski S.A. clients are as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
in thousands				
debit cards	3,340	3,337	3,311	3,321
credit cards	318	314	309	309
other*	262	221	237	246
Total. of which:	3,920	3,872	3,857	3,876
paywave	3,764	3,741	3,694	3,697
virtual cards	156	131	163	179

* including charge and prepaid cards

**SIGNATURES OF THE MANAGEMENT BOARD MEMBERS OF ING BANK ŚLĄSKI S.A.**

2024-10-30	Brunon Bartkiewicz President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Joanna Erdman Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Marcin Giżycki Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Bożena Graczyk Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Ewa Łuniewska Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Michał H. Mrozek Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Sławomir Soszyński Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Alicja Żyła Vice-President	The original Polish document is signed with a qualified electronic signature

SIGNATURE OF THE PERSON RESPONSIBLE FOR ACCOUNTS

2024-10-30	Jolanta Alvarado Rodriguez Lead of Centre of Expertise Accounting Policy and Financial Reporting	The original Polish document is signed with a qualified electronic signature
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Selected
financial data

Interim condensed
consolidated
income statement

Interim condensed
consolidated statement
of comprehensive income

Interim condensed
consolidated statement
of financial position

Interim condensed
consolidated statement
of changes in equity

Interim condensed
consolidated
cash flow statement

Additional information
to the interim condensed
consolidated financial statements

**Interim condensed
standalone financial statements
of ING Bank Śląski S.A.**

INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS OF ING BANK ŚLĄSKI S.A.

Interim condensed income statement

Interim condensed statement of comprehensive income

Interim condensed statement of financial position

Interim condensed statement of changes in equity

Interim condensed cash flow statement

Additional information to the interim standalone financial statements





Interim condensed income statement

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Interest income	3,205.4	9,267.4	3,032.9	8,856.3
calculated using the effective interest rate method	3,030.4	8,687.3	2,788.5	8,021.9
other interest income	175.0	580.1	244.4	834.4
Interest expense	-1,047.6	-3,090.5	-1,037.7	-3,160.5
Net interest income	2,157.8	6,176.9	1,995.2	5,695.8
Commission income	710.3	2,105.4	673.4	1,966.4
Commission expense	-152.3	-444.7	-145.9	-423.2
Net commission income	558.0	1,660.7	527.5	1,543.2
Net income on financial instruments measured at fair value through profit or loss and FX result	51.7	136.2	106.8	214.7
Net income on the sale of securities measured at amortised cost	-1.6	-7.0	-	-
Net income on the sale of financial assets measured at fair value through other comprehensive income and dividend income	2.1	4.7	3.6	4.6
Net (loss)/income on hedge accounting	14.7	14.1	-93.6	-101.8
Net (loss)/income on other basic activities	-0.3	0.3	-1.8	-4.8
Net income on basic activities	2,782.4	7,985.9	2,537.7	7,351.7
General and administrative expenses	-908.2	-2,869.0	-808.9	-2,571.1
Impairment for expected credit losses	-342.1	-778.3	-132.7	-414.7
of which gains on sale of receivables	58.5	58.5	-	-
Cost of legal risk of FX mortgage loans	-0.7	-27.4	0.0	0.0
Tax on certain financial institutions	-182.2	-548.3	-164.1	-488.3
Share of the net profits of subsidiaries and associates measured by equity method	64.8	144.9	48.6	199.6
Gross profit	1,414.0	3,907.8	1,480.6	4,077.2
Income tax	-312.0	-847.8	-318.6	-907.1
Net profit	1,102.0	3,060.0	1,162.0	3,170.1

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Net profit	1,102.0	3,060.0	1,162.0	3,170.1
Weighted average number of ordinary shares	130,158,661	130,140,099	130,117,033	130,119,525
Earnings per ordinary share (PLN)	8.47	23.51	8.93	24.36

The diluted earnings per share are the same as the profit per one ordinary share.

Interim condensed standalone income statement shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed statement of comprehensive income

	3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024	3 quarter 2023 the period from 01 Jul 2023 to 30 Sep 2023	3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023
Net profit for the reporting period	1,102.0	3,060.0	1,162.0	3,170.1
Total other comprehensive income, including:	943.7	774.1	1,074.4	2,672.5
Items that may be reclassified to profit or loss, including:	943.5	771.9	1,074.4	2,667.8
debt instruments measured at fair value through other comprehensive income – gains on revaluation carried through equity	-6.1	111.9	-48.7	93.8
debt instruments measured at fair value through other comprehensive income – reclassification to financial result due to sale	-1.7	-5.9	-2.9	-4.9
loans measured at fair value through other comprehensive income - revaluation gains / losses related to equity	-4.9	4.9	19.3	9.2
cash flow hedge - gains on revaluation carried through equity	479.9	-634.5	546.6	861.0
cash flow hedge - reclassification to profit or loss	476.3	1,295.5	560.1	1,708.7
Items that will not be reclassified to profit or loss, including:	0.2	2.2	-	4.7
equity financial instruments measured at fair value through other comprehensive income – gains on revaluation carried through equity	-	1.8	-	4.7
fixed assets revaluation	0.2	0.4	-	-
Net comprehensive income for the reporting period	2,045.7	3,834.1	2,236.4	5,842.6

Interim condensed standalone statement of comprehensive income shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed statement of financial position

as at	Note	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Assets					
Cash in hand and balances with the Central Bank		8,762.1	3,163.7	6,751.4	3,389.9
Loans and other receivables to other banks		20,732.9	22,809.3	22,827.1	13,969.1
Financial assets measured at fair value through profit or loss		1,402.4	1,315.9	2,273.9	1,885.1
Derivative hedge instruments		91.7	102.5	208.4	361.0
Investment securities		54,103.9	58,844.1	56,527.4	53,917.8
Transferred assets		4,495.1	1,996.0	165.2	464.6
Loans and other receivables to customers	4.1	155,121.6	151,692.6	146,663.0	148,771.4
Investments in subsidiaries and associates accounted for using the equity method		1,879.9	1,815.0	1,761.0	1,707.7
Property, plant and equipment		952.7	982.2	965.1	908.9
Intangible assets		438.2	453.1	450.1	432.5
Deferred tax assets		415.3	444.5	888.1	968.2
Other assets		158.1	144.9	119.1	126.8
Total assets		248,553.9	243,763.8	239,599.8	226,903.0

as at	Note	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Liabilities					
Liabilities to other banks		8,608.7	9,043.6	8,826.7	2,248.4
Financial liabilities measured at fair value through profit or loss		1,248.8	974.6	1,821.6	1,466.9
Derivative hedge instruments		136.6	148.7	280.3	390.0
Liabilities to customers		216,354.3	213,518.4	205,039.9	202,101.1
Subordinated liabilities		1,501.4	1,513.7	1,526.2	1,626.7
Provisions		634.8	639.7	536.4	365.7
Current income tax liabilities		147.2	50.5	100.5	201.4
Other liabilities		3,804.6	3,808.3	4,849.3	3,388.6
Total liabilities		232,436.4	229,697.5	222,980.9	211,788.8
Equity					
Share capital	1.3	130.1	130.1	130.1	130.1
Share premium		956.3	956.3	956.3	956.3
Accumulated other comprehensive income		-4,437.9	-5,381.6	-5,211.8	-5,444.2
Retained earnings		19,469.0	18,372.8	20,749.6	19,472.0
Own shares for the purposes of the incentive program		-	-11.3	-5.3	0.0
Total equity		16,117.5	14,066.3	16,618.9	15,114.2
Total liabilities and equity		248,553.9	243,763.8	239,599.8	226,903.0

Interim condensed standalone statement of financial position shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Interim condensed statement of changes in equity

3 quarter 2024 the period from 01 Jul 2024 to 30 Sep 2024

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-5,381.6	18,372.8	-11.3	14,066.3
Net profit for the current period	-	-	-	1,102.0	-	1,102.0
Other net comprehensive income, including:	-	-	943.7	-	-	943.7
financial assets measured at fair value through other comprehensive income – revaluation gains / losses recognized in equity	-	-	-11.0	-	-	-11.0
debt securities measured at fair value through other comprehensive income – reclassification to profit or loss due to sale	-	-	-1.7	-	-	-1.7
cash flow hedge - revaluation gains / losses recognized in equity	-	-	479.9	-	-	479.9
cash flow hedge – reclassification to profit or loss	-	-	476.3	-	-	476.3
fixed asset valuation update	-	-	0.2	-	-	0.2
Other changes in equity, including:	-	-	0.0	-5.8	11.3	5.5
valuation of employee incentive programs	-	-	-	-4.5	-	-4.5
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-1.3	11.3	10.0
Closing balance of equity	130.1	956.3	-4,437.9	19,469.0	0.0	16,117.5

Interim condensed standalone statement of changes in equity shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-5,211.8	20,749.6	-5.3	16,618.9
Net profit for the current period	-	-	-	3,060.0	-	3,060.0
Other net comprehensive income, including:	-	-	773.9	0.2	-	774.1
financial assets measured at fair value through other comprehensive income – revaluation gains / losses recognized in equity	-	-	118.6	-	-	118.6
debt securities measured at fair value through other comprehensive income – reclassification to profit or loss due to sale	-	-	-5.9	-	-	-5.9
cash flow hedge - revaluation gains / losses recognized in equity	-	-	-0.2	0.2	-	0.0
cash flow hedge – reclassification to profit or loss	-	-	-634.5	-	-	-634.5
fixed asset valuation update	-	-	1,295.5	-	-	1,295.5
actuarial gains / losses	-	-	0.4	-	-	0.4
Other changes in equity, including:	-	-	-	-4,340.8	5.3	-4,335.5
valuation of employee incentive programs	-	-	-	-0.7	-	-0.7
acquisition of own shares for the purposes of the incentive program	-	-	-	-4,338.8	-	-4,338.8
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-	-6.0	-6.0
accounting for the acquisition of an organised part of an enterprise	-	-	-	-1.3	11.3	10.0
Closing balance of equity	130.1	956.3	-4,437.9	19,469.0	0.0	16,117.5



2023 the period from 01 Jan 2023 to 31 Dec 2023

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-8,116.7	16,297.2	0.0	9,266.9
Net profit for the current period	-	-	-	4,440.9	-	4,440.9
Other net comprehensive income, including:	-	-	2,904.9	-	-	2,904.9
financial assets measured at fair value through other comprehensive income - revaluation gains / losses recognized in equity	-	-	326.5	-	-	326.5
debt securities at fair value through other comprehensive income - transfer to profit or loss on sale	-	-	5.1	-	-	5.1
cash flow hedge - revaluation gains / losses recognized in equity	-	-	425.0	-	-	425.0
cash flow hedge - reclassification to profit or loss	-	-	2,158.1	-	-	2,158.1
fixed assets revaluation	-	-	0.1	-	-	0.1
actuarial gains/losses	-	-	-9.9	-	-	-9.9
Other changes in equity, including:	-	-	-	11.5	-5.3	6.2
valuation of employee incentive programs	-	-	-	16.5	-	16.5
purchase of own shares for the purposes of the incentive program	-	-	-	-	-9.5	-9.5
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-4.1	4.2	0.1
settlement of the acquisition of an organized part of the enterprise	-	-	-	-0.9	-	-0.9
Closing balance of equity	130.1	956.3	-5,211.8	20,749.6	-5.3	16,618.9

3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023

	Share capital	Share premium	Accumulated other comprehensive income	Retained earnings	Own shares for the purposes of the incentive program	Total equity
Opening balance of equity	130.1	956.3	-8,116.7	16,297.2	0.0	9,266.9
Net profit for the current period	-	-	-	3,170.1	-	3,170.1
Other net comprehensive income, including:	-	-	2,672.5	-	-	2,672.5
financial assets measured at fair value through other comprehensive income - revaluation gains / losses recognized in equity	-	-	107.7	-	-	107.7
debt securities measured at fair value through other comprehensive income - reclassification to profit or loss due to sale	-	-	-4.9	-	-	-4.9
cash flow hedge - revaluation gains / losses recognized in equity	-	-	861.0	-	-	861.0
cash flow hedge - reclassification to profit or loss	-	-	1,708.7	-	-	1,708.7
fixed assets revaluation	-	-	-	4.7	0.0	4.7
Other changes in equity, including:	-	-	-	8.8	-	8.8
valuation of employee incentive programs	-	-	-	-	-4.2	-4.2
settlement of the acquisition of own shares and their transfer to employees	-	-	-	-4.1	4.2	0.1
Closing balance of equity	130.1	956.3	-5,444.2	19,472.0	0.0	15,114.2



Interim condensed cash flow statement

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Net profit	1,102.0	3,060.0	1,162.0	3,170.1
Adjustments, including:	2,164.5	-2,353.3	2,506.2	-4,326.1
Share of profit/(loss) of subsidiaries and associates accounted for using the equity method	-64.8	-144.9	-48.6	-199.6
Depreciation and amortisation	85.1	235.8	68.3	206.5
Interest accrued (from the income statement)	-2,157.8	-6,176.9	-1,995.2	-5,695.8
Interest paid	-947.5	-2,735.1	-961.4	-2,988.9
Interest received	3,492.2	9,264.2	3,027.2	8,609.5
Dividends received	-5.8	-7.9	0.0	-7.4
Gains (losses) on investing activities	0.4	0.6	-0.1	0.5
Income tax (from the income statement)	312.0	847.8	318.6	907.1
Income tax paid	-406.6	-509.7	-469.5	-651.5
Change in provisions	-4.9	98.4	3.4	17.9
Change in loans and other receivables to other banks	2,091.3	2,031.3	261.1	-6,366.4
Change in financial assets measured at fair value through profit or loss	-101.6	852.3	448.8	69.8
Change in hedge derivatives	1,179.3	789.1	1,262.5	2,971.1
Change in investment securities	1,940.2	-3,593.2	-10,898.7	-7,034.2
Change in transferred assets	-2,440.1	-4,259.7	10,656.6	-299.3
Change in loans and other receivables to customers measured at amortised cost	-3,519.1	-8,517.6	-1,616.9	-2,906.6
Change in other assets	-5.3	-112.9	104.4	602.8
Change in liabilities to other banks	-433.8	-212.2	-366.6	358.0
Change in liabilities measured at fair value through profit or loss	274.1	-572.8	-122.4	-736.8
Change in liabilities to customers	2,865.5	11,359.2	2,506.8	9,787.3
Change in subordinated liabilities	-12.3	-24.8	66.7	-17.2
Change in other liabilities	24.0	-964.3	261.2	-952.9
Net cash flows from operating activities	3,266.5	706.7	3,668.2	-1,156.0

	3 quarter 2024	3 quarters 2024 YTD	3 quarter 2023	3 quarters 2023 YTD
	the period from 01 Jul 2024 to 30 Sep 2024	the period from 01 Jan 2024 to 30 Sep 2024	the period from 01 Jul 2023 to 30 Sep 2023	the period from 01 Jan 2023 to 30 Sep 2023
Acquisition of property, plant and equipment	-24.2	-41.5	-27.3	-63.9
Disposal of property, plant and equipment	0.0	0.1	0.1	0.1
Acquisition of intangible assets	-24.7	-70.3	-28.0	-91.9
Disposal of equity instruments measured at fair value through other comprehensive income	-	0.3	-	-
Acquisition of debt securities measured at amortized cost	-550.5	-13,218.5	-1,899.0	-1,899.0
Disposal of debt securities measured at amortized cost	3,107.5	19,362.0	-	3,599.3
Dividends received	5.8	7.9	-	7.4
Net cash flows from investment activities	2,513.9	6,040.0	-1,954.2	1,552.0
Long-term loans received	-	-	-	1,214.4
Interest payment on long-term loans	-130.7	-406.0	-36.4	-82.2
Repayment of lease liabilities	-23.1	-71.2	-24.7	-75.7
Purchase of own shares for the purposes of the incentive program	-	-6.0	-	-4.2
Dividends paid	-	-4,338.8	-	-
Net cash flows from financial activities	-153.8	-4,822.0	-61.1	1,052.3
Net increase/(decrease) in cash and cash equivalents	5,626.6	1,924.7	1,652.9	1,448.3
of which effect of exchange rate changes on cash and cash equivalents	-37.3	245.4	174.4	888.2
Opening balance of cash and cash equivalents	3,336.5	7,038.4	2,845.1	3,049.7
Closing balance of cash and cash equivalents	8,963.1	8,963.1	4,498.0	4,498.0

Interim condensed standalone cash flow statement shall be read in conjunction with the notes to interim condensed consolidated financial statements being the integral part thereof.



Additional information to the interim standalone financial statements

1. Introduction

1.1. Going concern

These interim condensed standalone financial statements of the ING Bank Śląski S.A. have been prepared on a going-concern basis as regards the foreseeable future, namely as regards the period of minimum 12 months from the date of publication, i.e. from 31 October 2024. As at the date of adoption of these financial statements for publication, the Bank Management Board have not identified any events that could pose a threat to the Group members continuing their operations during the period of 12 months from the date of publication as a result of intentional or forced abandonment or significant limitation of its operations by the Bank.

1.2. Compliance with International Financial Reporting Standards

These interim condensed standalone financial statements of the ING Bank Śląski S.A. for the period from 1 January 2024 to 30 September 2024 were prepared under the IAS 34 Interim Financial Reporting (International Accounting Standards) in a version approved by the European Commission and effective as at the reporting date, that is 30 September 2024 as well as in accordance with the Ordinance of Finance Minister of 29 March 2018 on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state (Journal of Laws of 2018, item 757).

Presented financial statements have been prepared in a condensed version. The interim condensed financial statements do not provide all data or disclosures required in the annual financial statements and should be interpreted together with and the annual financial statements of the ING Bank Śląski S.A. for the period from 1 January 2023 to 31 December 2023, which was approved on 11 April 2024 by the Bank's General Meeting and is available on the website of ING Bank Śląski S.A. (www.ing.pl) and the interim condensed consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2024 to 30 September 2024.

Interim condensed standalone income statement, interim condensed standalone statement of comprehensive income, interim condensed standalone statement of changes in equity and interim condensed standalone cash flow statement for the period from 1 January 2024 to 30 September 2024 and interim condensed standalone statement of financial position as at 30 September 2024, together with comparable data were prepared according to the same principles of accounting for each period.

1.3. Reporting period and comparable data

Interim condensed standalone financial statements of ING Bank Śląski S.A. covers the period from 1 January 2023 to 30 September 2023 and includes comparative data:

- as at 30 June 2024, 31 December 2023 and 30 September 2023 - for the interim condensed statement of financial position,
- for the period from 1 January 2023 to 30 September 2023 and from 1 July 2023 to 30 September 2023 - for the interim condensed income statement, the interim condensed statement of comprehensive income and the interim condensed cash flow statement,
- for the period from 1 January 2023 to 31 December 2023 and from 1 January 2023 to 30 September 2023 - for the interim condensed statement of changes in equity.

1.4. Financial statements scope and currency

All significant disclosures from the Bank's point of view were presented in the interim condensed consolidated financial statements for the period from 1 January 2024 to 30 September 2024.

These interim condensed separate financial statements have been prepared in Polish zlotys ("PLN"). All values, unless indicated otherwise, are rounded up to million zlotys with one decimal place. As a result, there may be instances of mathematical inconsistency in the totals or between individual notes.

1.5. Approval of the financial statements

This interim condensed standalone financial statements were approved for publication by the Bank's Management Board on 29 October 2024.

The annual financial statements of the ING Bank Śląski S.A. for the period from 1 January 2023 to 31 December 2023 were approved by the General Meeting on 11 April 2024.



1.6. Changes in accounting standards

In these interim condensed separate financial statements, the same accounting principles were applied as applied in the preparation of the full annual financial statements for 2023 (annual financial statements of ING Bank Śląski S.A. for the period from 1 January 2023 to 31 December 2023) and the standards and interpretations approved by the European Union, applicable to annual periods beginning on or after 1 January 2024, which were presented in the interim condensed consolidated financial statements of the ING Bank Śląski S.A. Group for the period from 1 January 2024 to 30 September 2024.

2. Significant accounting principles and key estimates

Detailed accounting principles and key estimates are presented in the annual financial statements of the of ING Bank Śląski S.A. for the period from 1 January 2023 to 31 December 2023

In addition, with respect to interim financial statements, the Bank applies the principle of recognizing the financial result income tax charges based on the best estimate of the weighted average annual income tax rate expected by the Bank in the full financial year.

In the period of 3 quarters of 2024, no significant changes were made to the accounting principles applied by the Bank. The most important estimates that changed in 2024 compared to those presented in the annual financial statements of ING Bank Śląski S.A. for the period from 1 January 2023 to 31 December 2023 are described in the interim condensed consolidated financial statements in point [5.1. Key estimates](#).

3. Comparability of financial data

In these interim condensed financial statements for the period from 1 January 2024 to 30 September 2024, compared to the interim condensed financial statements for the period from 1 January 2023 to 30 September 2023, the Bank did not introduce changes in the method of data presentation.

4. Supplementary notes to interim condensed standalone financial statements

4.1. Loans and other receivables to customers

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Measured at amortised cost	147,982.0	144,820.7	140,189.8	141,683.2
Measured at fair value through other comprehensive income	7,139.6	6,871.9	6,473.2	7,088.2
Total	155,121.6	151,692.6	146,663.0	148,771.4

Some of the mortgage loans have been designated by the Bank for the "Holding and Sell" business model and may be sold to ING Bank Hipoteczny S.A. (being a subsidiary of the Bank) as part of the so-called pooling. These loans are measured at fair value through other comprehensive income.

From the point of view of the consolidated financial statements, pooled loans still meet the criterion of the "Maintenance" business model, due to the fact that pooling transactions take place within the Capital Group.

The Bank uses the discounted cash flow model to measure mortgage loans assigned to the portfolio measured at fair value. Due to the use of input data in the valuation model that is not based on observable market data, the valuation technique belongs to Level 3.



Loans and receivables to customers measured at amortised cost

as at	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net
Loan portfolio, of which:	148,789.1	-3,771.5	145,017.6	146,970.1	-3,688.8	143,281.3	141,698.8	-3,236.6	138,462.2	143,598.5	-3,428.7	140,169.8
Corporate banking	90,203.3	-2,967.2	87,236.1	89,722.4	-2,667.2	87,055.2	87,129.4	-2,280.4	84,849.0	89,275.7	-2,256.8	87,018.9
loans in the current account	18,711.0	-225.2	18,485.8	18,598.5	-229.0	18,369.5	16,480.9	-141.5	16,339.4	19,190.9	-546.6	18,644.3
term loans and advances	67,308.5	-2,740.9	64,567.6	66,942.4	-2,436.7	64,505.7	66,456.8	-2,137.2	64,319.6	65,835.7	-1,709.0	64,126.7
debt securities (corporate and municipal)	4,183.8	-1.1	4,182.7	4,181.5	-1.5	4,180.0	4,191.7	-1.7	4,190.0	4,249.1	-1.2	4,247.9
Retail banking	58,585.8	-804.3	57,781.5	57,247.7	-1,021.6	56,226.1	54,569.4	-956.2	53,613.2	54,322.8	-1,171.9	53,150.9
mortgages	48,778.2	-153.7	48,624.5	47,519.1	-186.4	47,332.7	45,396.2	-199.5	45,196.7	45,168.4	-273.3	44,895.1
loans in the current account	692.5	-57.6	634.9	690.7	-68.7	622.0	706.4	-62.7	643.7	702.0	-72.0	630.0
other loans and advances	9,115.1	-593.0	8,522.1	9,037.9	-766.5	8,271.4	8,466.8	-694.0	7,772.8	8,452.4	-826.6	7,625.8
Other receivables, of which:	2,964.4	-	2,964.4	1,539.4	-	1,539.4	1,727.6	-	1,727.6	1,513.4	-	1,513.4
transakcje z przyrzeczeniem odkupu	1,324.9	-	1,324.9	-	-	-	-	-	-	-	-	-
call deposits placed	643.3	-	643.3	526.8	-	526.8	606.9	-	606.9	526.8	-	526.8
other	996.2	-	996.2	1,012.6	-	1,012.6	1,120.7	-	1,120.7	986.6	-	986.6
Total	151,753.5	-3,771.5	147,982.0	148,509.5	-3,688.8	144,820.7	143,426.4	-3,236.6	140,189.8	145,111.9	-3,428.7	141,683.2



Quality of loan portfolio

as at	30 Sep 2024			30 Jun 2024			31 Dec 2023			30 Sep 2023		
	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net	gross	impairment for expected credit loss	net
Corporate banking	90,203.3	-2,967.2	87,236.1	89,722.4	-2,667.2	87,055.2	87,129.4	-2,280.4	84,849.0	89,275.7	-2,256.8	87,018.9
assets in Stage 1	75,251.3	-142.2	75,109.1	76,278.4	-161.2	76,117.2	74,494.8	-183.8	74,311.0	76,435.8	-160.8	76,275.0
assets in Stage 2	10,295.8	-368.9	9,926.9	10,161.4	-454.7	9,706.7	10,008.4	-391.6	9,616.8	10,190.1	-453.1	9,737.0
assets in Stage 3	4,656.2	-2,456.1	2,200.1	3,282.6	-2,051.3	1,231.3	2,626.2	-1,705.0	921.2	2,649.8	-1,642.9	1,006.9
Retail banking	58,585.8	-804.3	57,781.5	57,247.7	-1,021.6	56,226.1	54,569.4	-956.2	53,613.2	54,322.8	-1,171.9	53,150.9
assets in Stage 1	52,150.9	-102.3	52,048.6	51,737.4	-133.6	51,603.8	49,097.5	-124.4	48,973.1	48,234.2	-177.1	48,057.1
assets in Stage 2	5,540.8	-131.3	5,409.5	4,418.9	-151.5	4,267.4	4,485.3	-187.4	4,297.9	4,999.4	-258.5	4,740.9
assets in Stage 3	891.6	-570.7	320.9	1,088.9	-736.5	352.4	983.9	-644.4	339.5	1,086.5	-736.3	350.2
POCI assets	2.5	-	2.5	2.5	-	2.5	2.7	-	2.7	2.7	-	2.7
Total. of which:	148,789.1	-3,771.5	145,017.6	146,970.1	-3,688.8	143,281.3	141,698.8	-3,236.6	138,462.2	143,598.5	-3,428.7	140,169.8
assets in Stage 1	127,402.2	-244.5	127,157.7	128,015.8	-294.8	127,721.0	123,592.3	-308.2	123,284.1	124,670.0	-337.9	124,332.1
assets in Stage 2	15,836.6	-500.2	15,336.4	14,580.3	-606.2	13,974.1	14,493.7	-579.0	13,914.7	15,189.5	-711.6	14,477.9
assets in Stage 3	5,547.8	-3,026.8	2,521.0	4,371.5	-2,787.8	1,583.7	3,610.1	-2,349.4	1,260.7	3,736.3	-2,379.2	1,357.1
POCI assets	2.5	-	2.5	2.5	-	2.5	2.7	-	2.7	2.7	-	2.7

The Bank identifies POCI financial assets whose carrying value as at 30 September 2024 is PLN 2.5 million (PLN 2.5 million as at 30 June 2024, PLN 2.7 million as at 31 December 2023 and 30 September 2023). These are exposures due to impaired receivables acquired in connection with the acquisition of SKOK Bieszczadzka in 2017 and exposures that were significantly modified as a result of restructuring, which involved the need to remove the original credit commitment and re-recognition of the asset in the statement of financial position.

4.2. Fair value

4.2.1. Financial assets and liabilities measured at fair value in the statement of financial position

In 2024, there were no transfers between levels of the valuation hierarchy, as in 2023. The fair value measurement methods adopted as at 30 September 2024 have not changed compared to those used at the end of 2023 (a detailed description of the approach to fair value measurement of assets and liabilities can be found in the annual financial statements for the period from 1 January 2023 to 31 December 2023), except for the issue of including credit holidays for the mortgage loan portfolio. As at 30 September 2024, in connection with the entry into force of the Act on amending the Act on support for borrowers who have taken out a housing loan and are in a difficult financial situation and the Act on crowdfunding for business ventures and assistance to borrowers, the Bank took into account in the valuation of mortgage loans in PLN the expected impact of credit holidays, assuming that borrowers representing approx. 10.1% of the Bank's PLN mortgage portfolio are entitled and will decide to take advantage of the suspension of instalment repayment.

The tables present the carrying amount of financial assets and liabilities broken down by individual measurement levels.



as at 30 Sep 2024

	level 1	level 2	level 3	Total
Financial assets, including:	32,135.6	1,250.3	7,401.6	40,787.5
Financial assets held for trading, including:	219.6	1,158.6	-	1,378.2
valuation of derivatives	-	769.2	-	769.2
other financial assets held for trading, including:	219.6	389.4	-	609.0
debt securities, including:	219.6	-	-	219.6
treasury bonds in PLN	142.1	-	-	142.1
Czech Treasury bonds	77.5	-	-	77.5
repo transactions	-	389.4	-	389.4
Financial assets other than those held for trading, measured at fair value through profit or loss, including:	-	-	24.2	24.2
loans are obligatorily measured at fair value through profit or loss	-	-	23.8	23.8
equity instruments	-	-	0.4	0.4
Derivative hedge instruments	-	91.7	-	91.7
Financial assets measured at fair value through other comprehensive income, including:	28,682.1	-	237.8	28,919.9
debt securities, including:	28,682.1	-	-	28,682.1
treasury bonds in PLN	23,320.9	-	-	23,320.9
European Union bonds	2,120.6	-	-	2,120.6
European Investment Bank bonds	2,830.0	-	-	2,830.0
Austrian government bonds	410.6	-	-	410.6
equity instruments	-	-	237.8	237.8
Transferred assets, including:	3,233.9	-	-	3,233.9
treasury bonds in PLN from the portfolio of financial assets measured at fair value through profit or loss	211.9	-	-	211.9
treasury bonds in PLN from the portfolio of financial assets measured at fair value through other comprehensive income	3,022.0	-	-	3,022.0
Loans measured at fair value through other comprehensive income	-	-	7,139.6	7,139.6
Financial liabilities, including:	262.3	1,123.1	-	1,385.4
Financial liabilities held for trading, including:	262.3	986.5	-	1,248.8
valuation of derivatives	-	774.4	-	774.4
book short position in trading securities	262.3	-	-	262.3
repurchase agreements	-	212.1	-	212.1
Derivative hedge instruments	-	136.6	-	136.6

as at 31 Dec 2023

	level 1	level 2	level 3	Total
Financial assets, including:	24,478.5	1,724.0	6,748.1	32,950.6
Financial assets held for trading, including:	719.3	1,515.6	-	2,234.9
valuation of derivatives	-	899.8	-	899.8
other financial assets held for trading, including:	719.3	615.8	-	1,335.1
debt securities, including:	719.3	-	-	719.3
treasury bonds in PLN	599.7	-	-	599.7
Czech Treasury bonds	119.1	-	-	119.1
European Investment Bank bonds	0.5	-	-	0.5
repo transactions	-	615.8	-	615.8
Financial assets other than those held for trading, measured at fair value through profit or loss, including:	-	-	39.0	39.0
loans are obligatorily measured at fair value through profit or loss	-	-	38.6	38.6
equity instruments	-	-	0.4	0.4
Derivative hedge instruments	-	208.4	-	208.4
Financial assets measured at fair value through other comprehensive income, including:	23,594.0	-	235.9	23,829.9
debt securities, including:	23,594.0	-	-	23,594.0
treasury bonds in PLN	21,259.1	-	-	21,259.1
treasury bonds in EUR	546.1	-	-	546.1
European Investment Bank bonds	1,377.7	-	-	1,377.7
Austrian government bonds	411.1	-	-	411.1
equity instruments	-	-	235.9	235.9
Transferred assets, including:	165.2	-	-	165.2
treasury bonds in PLN from the portfolio of financial assets measured at fair value through profit or loss	133.1	-	-	133.1
Czech Treasury bonds in CZK from the portfolio of financial assets measured at fair value through profit or loss	32.1	-	-	32.1
Loans measured at fair value through other comprehensive income	-	-	6,473.2	6,473.2
Financial liabilities, including:	595.6	1,506.3	-	2,101.9
Financial liabilities held for trading, including:	595.6	1,226.0	-	1,821.6
valuation of derivatives	-	1,060.3	-	1,060.3
book short position in trading securities	595.6	-	-	595.6
repo transactions	-	165.7	-	165.7
Derivative hedge instruments	-	280.3	-	280.3



4.2.2. Financial assets and liabilities not measured at fair value in the statement of financial position

The Bank discloses data on the fair value of financial assets and liabilities measured at amortised cost including the effective interest rate. The methods used to calculate fair value for disclosures as at 30 September 2024 have not changed compared to those used at the end of 2023 (a detailed description of the approach to fair value measurement of assets and liabilities that are not presented at fair value in the statement of financial position is included in the annual financial statements for the period from 1 January 2023 to 31 December 2023).

In 2024, there were no transfers between levels of the valuation hierarchy, as in 2023.

as at **30 Sep 2024**

	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Investment securities at amortised cost	25,184.0	18,782.3	5,368.1	-	24,150.4
treasury bonds in PLN	10,744.4	10,337.7	-	-	10,337.7
treasury bonds in EUR	2,878.3	2,744.2	-	-	2,744.2
European Investment Bank bonds	5,910.1	5,700.4	-	-	5,700.4
bonds of the Polish Development Fund (PFR)	3,846.1	-	3,605.6	-	3,605.6
Bank Gospodarstwa Krajowego bonds	1,805.1	-	1,762.5	-	1,762.5
Assets securing liabilities, including:	1,261.2	1,200.3	-	-	1,200.3
treasury bonds in PLN from the portfolio of financial assets measured at amortised cost	1,261.2	1,200.3	-	-	1,200.3
Loans and receivables to customers at amortised cost, including:	147,982.0	-	-	148,560.3	148,560.3
Corporate banking segment, including:	87,236.1	-	-	87,854.9	87,854.9
loans and advances (in the current account and term ones)	83,053.4	-	-	83,810.3	83,810.3
corporate and municipal debt securities	4,182.7	-	-	4,044.6	4,044.6
Retail banking segment, including:	57,781.5	-	-	57,741.0	57,741.0
mortgages	48,624.5	-	-	48,408.8	48,408.8
other loans and advances	9,157.0	-	-	9,332.2	9,332.2
Other receivables	2,964.4	-	-	2,964.4	2,964.4
Liabilities to customers	216,354.3	-	-	216,282.2	216,282.2
Subordinated liabilities	1,501.4	-	-	1,274.8	1,274.8

as at **31 Dec 2023**

	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Investment securities at amortised cost	32,697.5	21,570.9	9,505.2	-	31,076.1
treasury bonds in PLN	13,095.0	12,409.0	-	-	12,409.0
treasury bonds in EUR	2,940.4	2,744.3	-	-	2,744.3
European Investment Bank bonds	6,700.4	6,417.6	-	-	6,417.6
bonds of the Polish Development Fund (PFR)	3,859.7	-	3,507.3	-	3,507.3
Bank Gospodarstwa Krajowego bonds	1,804.8	-	1,702.7	-	1,702.7
NBP bills	4,297.2	-	4,295.2	-	4,295.2
Loans and receivables to customers at amortised cost, including:	140,189.8	-	-	140,664.2	140,664.2
Corporate banking segment, including:	84,849.0	-	-	85,355.2	85,355.2
loans and advances (in the current account and term ones)	80,659.0	-	-	81,339.9	81,339.9
corporate and municipal debt securities	4,190.0	-	-	4,015.3	4,015.3
Retail banking segment, including:	53,613.2	-	-	53,581.4	53,581.4
mortgages	45,196.7	-	-	44,869.4	44,869.4
other loans and advances	8,416.5	-	-	8,712.0	8,712.0
Other receivables	1,727.6	-	-	1,727.6	1,727.6
Liabilities to customers	205,039.9	-	-	205,003.3	205,003.3
Subordinated liabilities	1,526.2	-	-	1,260.8	1,260.8



5. Capital adequacy

5.1. Total capital ratio

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Own funds	18,255.2	18,338.2	19,051.6	17,785.6
Total capital requirements	9,256.9	8,992.7	8,132.2	7,846.0
Total capital ratio (TCR)	15.78%	16.31%	18.74%	18.13%
Tier 1 ratio (T1)	14.55%	15.02%	17.24%	16.48%

On 11 April 2024, the Ordinary General Meeting of the Bank approved the distribution of the profit for 2023. The inclusion of the net profit earned in 2023 in own funds as at 31 December 2023 resulted in an increase in the Bank's TCR and Tier 1 ratios to 18.74% and 17.24%, respectively, as presented in the table. According to the values presented in the Bank's annual financial statements for the period from 1 January 2023 to 31 December 2023, the Bank's TCR and Tier 1 ratios as at 31 December 2023 were 18.02% and 16.50%, respectively.

Transitional provisions

In the calculation of capital ratios, the Bank used transitional provisions to mitigate the impact of the implementation of IFRS 9 on the level of own funds. Additionally, as at 30 September 2024, the Bank applied a temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income in accordance with Article 468 of the CRR. If the Bank did not apply the transition provisions, the Bank's capital ratios would be as follows:

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Total capital ratio (TCR)	15.59%	16.29%	18.68%	17.99%
Tier 1 capital ratio	14.36%	14.99%	17.17%	16.34%

5.2. MREL requirements

The most important information regarding the MREL requirements is described in the interim condensed consolidated financial statements in chapter [9.2. MREL requirements](#).

6. Dividends paid

Information on dividends paid is provided in the interim condensed consolidated financial statements in the item [10. Dividends paid](#).

7. Off-balance sheet items

as at	30 Sep 2024	30 Jun 2024	31 Dec 2023	30 Sep 2023
Off-balance sheet commitments given	58,483.6	56,316.7	55,101.7	53,692.1
Off-balance sheet commitments received	21,626.1	21,900.9	19,492.1	19,328.0
Off-balance sheet financial instruments	1,556,726.3	1,498,100.2	1,433,302.4	1,311,507.7
Total	1,636,836.0	1,576,317.8	1,507,896.2	1,384,527.8

8. Significant events in the 3rd quarter of 2024

Significant events that occurred in the 3rd quarter of 2024 are described in the interim condensed consolidated financial statements in item [2. Significant events in the 3rd quarter of 2024](#).

9. Significant events after balance sheet date

Significant events that occurred after balance sheet date are described in the interim condensed consolidated financial statements in item [3. Significant events after balance sheet date](#).



10. Transactions with related parties

The most important information regarding the Bank's transactions with related entities is presented in the interim condensed consolidated financial statements in point 13. *Transactions with related entities*. The tables present numerical information on receivables and liabilities as well as revenues and costs and outlays for non-current assets, resulting from transactions concluded between the Bank and its related entities.

	as at 30 Sep 2024				as at 31 Dec 2023			
	ING Bank NV	other ING Group entities	subsidiaries	associates	ING Bank NV	other ING Group entities	subsidiaries	associates
Receivables								
Nostro accounts	4.4	3.3	-	-	17.5	0.8	-	-
Deposits placed	-	-	-	-	72.9	-	-	-
Loans granted	-	0.1	14,250.5	-	-	0.3	14,306.5	-
Positive valuation of derivatives	109.3	-	-	-	137.6	-	-	-
Reverse repo	17,393.9	-	-	-	19,000.3	-	-	-
Other receivables	4.6	1.3	9.3	-	3.8	8.4	8.3	-
Liabilities								
Deposits received	380.9	187.8	331.2	49.5	130.8	128.8	221.0	40.3
Loans received*	7,555.5	-	-	-	7,680.7	-	-	-
Subordinated loan	1,501.5	-	-	-	1,526.2	-	-	-
Loro accounts	18.6	190.6	-	-	61.1	155.7	-	-
Negative valuation of derivatives	65.3	-	-	-	69.9	-	-	-
Other liabilities	229.7	14.7	9.3	-	251.6	16.1	7.9	-
Off-balance-sheet operations								
Off-balance sheet liabilities granted	415.1	214.0	8,431.6	0.1	599.4	384.4	7,276.4	0.1
Off-balance sheet liabilities received	72.4	9.3	-	-	95.9	-	-	-
FX transactions	16,851.8	-	-	-	16,988.1	-	-	-
IRS	188.9	-	-	-	191.0	-	-	-
Options	863.7	-	-	-	591.9	-	-	-

*) Non Preferred Senior (NPS) loan



	ING Bank NV	other ING Group entities	subsidiaries	associates	ING Bank NV	other ING Group entities	subsidiaries	associates
	3 quarters 2024 YTD the period from 01 Jan 2024 to 30 Sep 2024				3 quarters 2023 YTD the period from 01 Jan 2023 to 30 Sep 2023			
Income and expenses								
Income, including:	218.9	4.1	647.8	40.9	305.3	6.4	689.7	30.1
net interest and commission income	121.7	4.0	656.6	40.9	81.1	6.0	694.9	30.1
net income on financial instruments	97.2	-0.3	0.1	-	224.2	0.5	1.0	-
net income on sale of financial assets measured at fair value through other comprehensive income	-	-	-10.5	-	-	-	-8.8	-
net (loss)/income on other basic activities	-	0.4	1.6	-	-	-0.1	2.6	-
General and administrative expenses	-258.3	-46.6	-3.8	-	-196.7	-41.1	-3.4	-
Outlays for non-current assets								
Outlays for intangible assets	-	-	-	-	-	-	0.1	-

**SIGNATURES OF THE MANAGEMENT BOARD MEMBERS OF ING BANK ŚLĄSKI S.A.**

2024-10-30	Brunon Bartkiewicz President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Joanna Erdman Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Marcin Giżycki Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Bożena Graczyk Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Ewa Łuniewska Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Michał H. Mrożek Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Sławomir Soszyński Vice-President	The original Polish document is signed with a qualified electronic signature
2024-10-30	Alicja Żyła Vice-President	The original Polish document is signed with a qualified electronic signature

SIGNATURE OF THE PERSON RESPONSIBLE FOR ACCOUNTS

2024-10-30	Jolanta Alvarado Rodriguez Lead of Centre of Expertise Accounting Policy and Financial Reporting	The original Polish document is signed with a qualified electronic signature
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