



ING Bank Hipoteczny S.A.

**Green Bond
Allocation Report**

31 December 2019

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ELIGIBLE GREEN LOAN PORTFOLIO			GREEN FUNDING				
	Number of loans	Amount (EUR) ^b	Instrument (ISIN)	Issuance date	Due Date	Principal	Amount (EUR)
Green Buildings	4.253	210.491.446 ^c	XS2063297423	Oct 2019	Oct 2024	PLN 400m	93.929.787 ^a
Total		210.491.446	Total				93.929.787

Percentage of Eligible Green Loan Portfolio Allocated (usage)	44,6%
Percentage of Net Proceeds of Green Funding allocated to Eligible Green Loan Portfolio	100%
Eligible Green Loan Portfolio - Unallocated	EUR 116.561.659
Total amount of Net Proceeds of Green Funding allocated to Eligible Green Loan Portfolio	EUR 93.929.787
Percentage of Net Proceeds of Green Funding used to refinance Eligible Green Loan Portfolio	100%

Explanation

- a EUR equivalent amount (NBP Exchange rate of 31 December 2019; EUR 1 = PLN 4,2585)
- b These Amounts represent the 31 December 2019 Total Outstandings to loans that ING Bank Hipoteczny S.A. has identified as Eligible Green Loans in accordance with the ING Bank Hipoteczny S.A. Green Covered Bond Framework. Drees & Sommer's Report in relation to the Eligible Green Loan Portfolio is included on the following pages.
- c The amount for Green Buildings are reviewed in accordance with the ING Bank Hipoteczny S.A. Green Covered Bond Framework.

SUMMARY

PORTFOLIO ASSESSMENT & ENVIRONMENTAL IMPACT

Based on the information provided by the ING and their Green Covered Bond Framework, ING Bank Hipoteczny S.A.'s eligible green assets represent the signed amount of total 210 491 446 EUR. The environmental impact of ING Bank Hipoteczny S.A.'s low carbon buildings portfolio can be identified to the amount of 40 986 MWh annual primary energy savings. These savings lead to annual CO₂-emissions avoidance of 15 763 tCO₂ per year.

Low Carbon Buildings as of 31th December 2019	Signed Amount ^a		Share of Total Portfolio Financing ^b	Eligibility for green bonds ^c	Number of Loans ^d	Annual primary energy savings ^e	Annual CO ₂ emissions avoidance ^f
	[PLN]	[EUR]	[%]	[%]	[-]	[MWh/year]	[tCO ₂ /year]
ING Bank Hipoteczny S.A.	896 377 823	210 491 446	100	100	4 253	40 986	15 763
- Single-Family Home	270 903 794	63 614 839	30	100	1 121	16 969	6 526
- Multi-Family Home	625 474 029	146 876 607	70	100	3 132	24 018	9 237

^a Legally committed signed amount by the issuer for the portfolio or portfolio components eligible for green bond financing.
EUR equivalent amount (NBP Exchange rate of 31 December 2019; EUR 1 = PLN 4,2585)

^b Portion of the total portfolio cost that is financed by the issuer.

^c Portion of the total portfolio cost that is eligible for Green Bond.

^d Number of Green Bond loan within the total portfolio.

^e Primary energy savings calculated using the difference between the top 15% and the national building stock benchmarks

^f Greenhouse gas emissions avoidance determined by multiplying the primary energy savings with the carbon emissions intensity

Figure 1: Harmonized Framework 2019 - ING Bank Hipoteczny S.A.

EU TAXONOMY-ALIGNED METHODOLOGY & CLIMATE BONDS CERTIFICATION

ING Bank Hipoteczny S.A.'s portfolio contains residential green assets. The corresponding eligibility criteria for these low carbon buildings in Poland are aligned with Top 15%-approach of the EU Taxonomy (March 2020) for buildings built before 2021 (acquisition and ownership – climate change mitigation). Furthermore, ING's residential criteria for assets in Poland are certified by the Climate Bonds Initiative (CBI).