



ING Green Bond

Allocation Report 2020

Financial Year 2020

ING Green Bond Allocation Report

31 December 2020

| ELIGIBLE GREEN LOAN PORTFOLIO | | | GREEN FUNDING | | | | |
|-------------------------------|---------------------|----------------------------|---|---------------|-----------------------|------------|----------------------------|
| | Number of Loans | Amount (EUR) ^c | Instrument (ISIN) | Issuance Date | Due Date | Principal | Amount (EUR) |
| Renewable energy | 176 | 4.151.142.077 ^d | XS1909186451 | Nov 2018 | Nov 2030 | EUR 1,5bn | 1.500.000.000 |
| <i>Wind</i> | 122 | 2.633.819.758 | | | | | |
| <i>Solar</i> | 54 | 1.517.322.319 | USN4580HAA51 / US4568NAA46 | Nov 2018 | Nov 2026 | USD 1,25bn | 1.023.212.500 ^a |
| | Number of Addresses | Amount (EUR) ^c | | | | | |
| Green Buildings | 16.009 | 4.360.883.490 ^e | XS1927765468 | Dec 2018 | Dec 2030 | GBP 60m | 67.114.200 ^b |
| | | | XS1968711876 | Mar 2019 | Mar 2029 | EUR 138m | 138.000.000 |
| | | | USN4580HAC18 / US456837AU72 | Jul 2020 | Jul 2026 ^f | USD 1bn | 818.570.000 ^a |
| | | | Green Savings Deposit (Groenbank funding) | | | | 339.131.000 |
| Total | | 8.512.025.567 | Total | | | | 3.886.027.700 |

| | |
|--|--------------------------|
| Percentage of Eligible Green Loan Portfolio Allocated (usage) | 46% |
| Percentage of Net Proceeds of Green Funding allocated to Eligible Green Loan Portfolio | 100% |
| Eligible Green Loan Portfolio - Unallocated | EUR 4.625.997.867 |
| New Loans in the Renewable Energy Portfolio since 31 Dec 2020 | EUR 560.083.561 |
| New Loans in the Green Buildings Portfolio since 31 Dec 2020 (estimation) | EUR 493.447.776 |

Explanation

- a EUR equivalent amount (Exchange rate of 31 December 2020; USD 1 = EUR 0.81857)
- b EUR equivalent amount (Exchange rate of 31 December 2020; GBP 1 = EUR 1.11857)
- c These Amounts represent the 31 December 2020 Total Outstandings to loans that ING has identified as Eligible Green Loans in accordance with the [ING Green Bond Framework 2018](#). KPMG's Limited Assurance Report in relation to the Eligible Green Loan Portfolio and respective disclosed Amounts, is included on the following pages.
- d The amounts for Renewable Energy and Green Buildings are reviewed in accordance with the ING Green Bond Framework 2018.
- e ING has improved data collection procedures which has enabled ING to easily identify significantly more Green Building assets within our existing portfolios, explaining most of the increase in the size of the Green Buildings Portfolio since 31 Dec 2019. In comparison with 2020, ING has added 37% more square meters to its eligible green building portfolio. Nowadays, ING registers building information at single address level, instead of registration per loan asset.
- f Optional Redemption Date: 01 July 2025



Assurance report of the independent auditor

To: the Executive Board of ING Groep N.V. and the holders of Green Bonds issued by ING Groep N.V.

Our conclusion

We have reviewed the Eligible Green Loan Portfolio as included in the ING Green Bond Allocation Report (hereafter 'the Report') dated 31 December 2020, of ING Groep N.V. (hereafter: ING Group) based in Amsterdam. A review is aimed at obtaining a limited level of assurance.

Based on the procedures performed, nothing has come to our attention that causes us to believe that the Eligible Green Loan Portfolio is not prepared, in all material respects, in accordance with the Eligibility Criteria as described in the ING Green Bond Framework 2018 (hereafter 'the ING Green Bond Framework').

Basis for our conclusion

We performed our review in accordance with Dutch law, including Dutch Standard 3000A 'Assurance-opdrachten anders dan opdrachten tot controle of beoordeling van historische financiële informatie (attest-opdrachten) (assurance engagements other than audits or reviews of historical financial information (attestation engagements)). This engagement is aimed to obtain limited assurance. Our responsibilities in this regard are further described in the 'Auditor's responsibilities' section of our report.

We are independent of ING Group in accordance with the 'Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten' (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence). Furthermore, we have complied with the 'Verordening gedrags- en beroepsregels accountants' (VGBA, Dutch Code of Ethics).

We believe the assurance evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Applicable Criteria

The Eligible Green Loan Portfolio needs to be read and understood together with the Eligibility Criteria. ING Group is solely responsible for selecting and applying these Eligibility Criteria, taking into account applicable law and regulations related to reporting.

The Eligibility Criteria used for the preparation of the Eligible Green Loan Portfolio are the Eligibility Criteria as described in the ING Green Bond Framework.

Responsibilities of the Executive Board

The Executive Board of ING Group is responsible for the preparation of the Report including the Eligible Green Loan Portfolio in accordance with the Eligibility Criteria as described in the ING Green Bond Framework. It is important to view the Eligible Green Loan Portfolio in the context of these Eligibility Criteria.

Furthermore, the Executive Board is also responsible for such internal control as it determines is necessary to enable the preparation of the Report including the Eligible Green Loan Portfolio to be free from material misstatements, whether due to fraud or error.

Auditor's responsibilities

Our responsibility is to plan and perform our review in a manner that allows us to obtain sufficient and appropriate assurance evidence for our conclusion.

Procedures performed to obtain a limited level of assurance are aimed to determine the plausibility of information and vary in nature and timing, and are less in extent, compared to a reasonable assurance engagement. The level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Misstatements can arise from fraud or errors and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of the Eligible Green Loan Portfolio. The materiality affects the nature, timing and extent of our review procedures and the evaluation of the effect of identified misstatements on our conclusion.

We apply the 'Nadere Voorschriften Kwaliteitssystemen' (NVKS, Regulations for Quality management systems) and accordingly maintain a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

We have exercised professional judgement and have maintained professional skepticism throughout the review, in accordance with the Dutch Standard 3000A, ethical requirements and independence requirements.

Our review included, among other things, the following procedures:

- Identifying areas of the Eligible Green Loan Portfolio where a material misstatement, whether due to fraud or error, is most likely to occur, designing and performing assurance procedures responsive to these areas, and obtaining assurance information that is sufficient and appropriate to provide a basis for our conclusion.
- Reviewing the second opinion from ISS-oekom which addresses the applicability of the Eligibility Criteria used in the preparation of the Eligible Green Loan Portfolio in the Report.
- Reviewing the application of the Eligibility Criteria used in the preparation of the Eligible Green Loan Portfolio in the Report.
- Considering the internal control relevant to our review in order to select assurance procedures that are appropriate in the circumstances, but not for the purpose of expressing a conclusion on the effectiveness of the company's internal control.
- Interviewing relevant staff at ING Treasury, ING Sustainable Finance, ING Renewable Energy Finance and ING Real Estate Finance responsible for the Green Bond management, reporting, and providing and consolidating the Eligible Green Loan Portfolio.

- Evaluating internal and external documentation, based on limited sampling, to determine whether the information in the Eligible Green Loan Portfolio is plausible in line with the Eligibility Criteria.

We have communicated with management regarding, among other matters, the planned scope and timing of the review and significant findings that we identify during our review.

Restriction of Use of Our Report

Our report may not be suitable for others than the Executive Board of ING Group and the holders of Green Bonds. Therefore, our report is intended solely for the Executive Board of ING Group and the holders of Green Bonds and should not be distributed to other parties and used for other purposes.

Amstelveen, 19 April 2021

KPMG Accountants N.V.

A handwritten signature in blue ink, appearing to read 'W.J. Bartels', written over a light blue horizontal line.

W.J. Bartels RA
Partner