## Disclosure of information on the supervisory measure of 23 November 2022 imposed on a credit institution

Information on the person responsible for the breach	
Name and registered office	Hranilnica LON d.d., Kranj
of legal person	Žanova ulica 3, 4000 Kranj, Slovenia, registration number: 5624908000
	(hereinafter: the savings bank).
Information on breach	
Description of	As part of supervision over the savings bank, breaches of the ZBan-3
circumstances and conduct	(specified in detail in the operational part of the decision below) were
entailing breach of the	identified. Therefore, Banka Slovenije issued a declaratory decision on
ZBan-3 or Regulation (EU)	the rectification of breaches, ref. no. PBH-24.50-005/22-002, of 23
No 575/2013	November 2022.
Nature of identified	Breaches in internal governance.
breaches	

1. In its supervisory proceedings, Banka Slovenije established that Hranilnica Lon d.d., Kranj, Žanova ulica 3, 4000 Kranj, Slovenia, registration number: 5624908000 (hereinafter: the savings bank), breached the first paragraph of Article 163 in connection with the first paragraph of Article 347 of the ZBan-3 by not ensuring that from 9 April 2022 to 31 May 2022 a person with the title of a certified internal auditor obtained in accordance with the law governing auditing was employed at the savings bank to perform internal audit tasks, and by not having concluded a contract with an external provider of internal audit tasks that meets the requirements for performing these tasks.

The savings bank rectified the identified breach on 1 June 2022, when it hired a person with the title of a certified internal auditor to fill the position of an internal auditor in its Internal Audit Department.

- 2. In accordance with Article 310 of the ZBan-3, the following information in connection with this supervisory measure is published on the Banka Slovenije website after these proceedings have been completed:
  - 1. information about the person responsible for the breach (name and registered office of legal person);
  - 2. information about the breach:
    - A description of the circumstances and conduct entailing a breach of the ZBan-3 or Regulation (EU) No 575/2013;
    - The nature of the identified breaches:
  - 3. The operational part of the decision by which the relevant proceedings are completed;
  - 4. Information as to whether judicial protection proceedings have been initiated against the decision in accordance with the ZBan-3.

Information as to whether judicial review proceedings have been initiated against the declaratory decision on the rectification of breaches in accordance with the ZBan-3

The savings bank has not initiated judicial review proceedings with the Administrative Court, and accordingly the declaratory decision on the rectification of breaches is final.

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