

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 of legal person	Hranilnica LON d.d., Kranj Žanova ulica 3, 4000 Kranj, Slovenia, registration number: 5624908000 (hereinafter: the savings bank).
Information on breach	
Description of circumstances and conduct entailing breach of the ZBan-3 or Regulation (EU) No 575/2013	As part of supervision over the savings bank, breaches of the ZBan-3 (specified in detail in the operational part of the decision below) were identified. Therefore, Banka Slovenije issued a declaratory decision on the rectification of breaches, ref. no. PBH-24.50-005/22-002, of 23 November 2022.
Nature of identified breaches	Breaches in internal governance.
<p>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.</p> <p>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.</p> <p>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:</p> <ol style="list-style-type: none"> 1. information about the person responsible for the breach (name and registered office of legal person); 2. information about the breach: <ul style="list-style-type: none"> - 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.	