



PRESS RELEASE

PR. No 060/2018

**SOCIETE GENERALE GHANA (SOGEGH) -
FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017
NOTICE AND AGENDA FOR ANNUAL GENERAL MEETING**

Results

SOGEGH has released its audited Financial Statements for the year ended December 31, 2017, as per the attached.

Annual General Meeting

The Bank also announces that its Annual General Meeting will be held on **Wednesday, March 28, 2018** at the **Alisa Hotel, Ridge Arena, North Ridge** at **11.00 am**.

Issued in Accra, this 2nd
day of March, 2018.

- E N D -

att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, SOGEGH
4. NTHC Registrars, (Registrars for SOGEGH shares)
5. Central Securities Depository
6. Securities and Exchange Commission
7. GSE Council Members
8. GSE Notice Board

For enquiries, contact:

Listing Department, GSE on 0302 669908, 669914, 669935

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SOCIETE GENERALE GHANA NOTICE TO SHAREHOLDERS

NOTICE AND AGENDA FOR ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the 38th Annual General Meeting of Societe Generale Ghana Limited will be held at the Alisa Hotel - Ridge Arena, 21 Dr. Isert Road – North Ridge, in Accra on Wednesday 28th March 2018 at 11am to transact the following business.

Resolutions:

Ordinary Business

1. To receive and adopt the Reports of the Directors, Auditors and the Financial Statements for the year ended 31 December 2017.
2. To re-elect Directors retiring by rotation pursuant to Section 88(1) of the Company's Regulations who being eligible, offer themselves for re-election:
 - Pierre Wolmarans
 - Michel Miaille
 - Kofi Ampim.
3. To re-elect the following Directors appointed during the year and retiring in accordance with Section 72(1) of the Company's Regulations:
 - Mrs Laurette Otchere
 - Mr Joseph Torqu
4. To approve Directors' fees.
5. To authorize the Directors to determine the remuneration of the Auditors.

Special Business

To pass the following Special Resolutions

1. To increase the number of authorized shares from 500,000,000 to 1,000,000,000 (one billion)
2. To authorize the increase of the stated capital of the Company to GHS 400 Million to meet the new minimum capital requirement set by the Bank of Ghana through:
 - (a) a transfer GHS 97,000,000 from income surplus to stated capital and to undertake a bonus issue by issuing 1 ordinary share to each existing shareholder for every 6 ordinary shares held; and
 - (b) a renounceable rights issue to raise up to **GHS170,000,000** (the "**Rights Issue**"), subject to applicable regulatory approvals.

To pass the following Ordinary Resolution:

3. That the Directors be authorized, subject to the rules of the Ghana Stock Exchange, to determine the modalities and the duration of the increase in stated capital of the Company.

Dated this 15th day of February 2018.

**BY ORDER OF THE BOARD
ANGELA NANA ANSAA BONSU
THE SECRETARY**

NOTE: A member of the Company entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of him. A Proxy need not be a member. A form of Proxy will be attached to the Annual Report for it to be valid for the purpose of the meeting it must be completed and deposited with the Registrars, NTHC Limited, Martco House, PO Box KA 9563, Airport Accra, Ghana not less than 48 hours before the appointed time of the meeting.



SOCIETE GENERALE GHANA LIMITED
AUDITED FINANCIAL STATEMENTS FOR THE
YEAR ENDED DECEMBER 2017

Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2017

| | 2017 GH¢ | 2016 GH¢ |
|--|--------------------|--------------------|
| Interest Income | 321,780,912 | 259,746,071 |
| Interest Expense | (60,186,997) | (61,803,444) |
| Net Interest Income | 261,593,915 | 197,942,627 |
| Fees & Commission Income | 75,948,755 | 71,765,799 |
| Fees & Commission Expense | (16,748,916) | (14,147,517) |
| Net Fees and Commission Income | 59,199,839 | 57,618,282 |
| Net Trading Revenue | 24,007,351 | 19,905,271 |
| Net income from other financial instruments carried at fair value | 34,766,469 | 41,040,230 |
| Other Operating Income | 6,048,651 | 11,943,658 |
| Total Other Operating Income | 64,822,471 | 72,889,159 |
| Operating Income | 385,616,225 | 328,450,068 |
| Net impairment loss on financial assets | (39,018,023) | (39,513,455) |
| Personnel Expense | (100,512,163) | (96,798,852) |
| Depreciation and Amortization | (13,526,385) | (11,236,207) |
| Other Expenses | (105,530,561) | (89,013,523) |
| Profit before Income Tax | 127,029,093 | 91,888,031 |
| Income Tax Expenses | (36,521,589) | (27,988,176) |
| Profit after Tax Expense | 90,507,504 | 63,899,855 |
| <i>Other comprehensive income, net of income tax</i> | | |
| <i>Items that may be reclassified subsequently to profit & loss:</i> | | |
| - Available for sale financial assets | | |
| Net fair value gain on available-for-sale financial assets during the year | 94,616 | 1,463,155 |
| <i>Items that may not be reclassified subsequently to profit or loss:</i> | | |
| Revaluation Gain on Fixed Assets during the year | 109,979,770 | - |
| Other comprehensive income for the period (net of tax) | 110,074,386 | 1,463,155 |
| Total Comprehensive Income for the period | 200,581,890 | 65,363,010 |
| Profit attributable to: | | |
| Controlling Equity holders of the bank | 51,290,603 | 36,212,048 |
| Non-controlling interest | 39,216,901 | 27,687,807 |
| Profit for the period | 90,507,504 | 63,899,855 |
| Total Comprehensive Income attributable to: | | |
| Controlling Equity holders of the bank | 113,669,757 | 37,041,218 |
| Non-controlling interest | 86,912,133 | 28,321,792 |
| Total Comprehensive Income for the period | 200,581,890 | 65,363,010 |
| Earnings Per Share: | | |
| Basic and diluted earnings per share (GH¢) | 0.21 | 0.17 |

Societe Generale Ghana Limited

**Statement of Financial Position
As at 31 December 2017**

| | 2017 GH¢ | 2016 GH¢ |
|---|----------------------|----------------------|
| Assets | | |
| Cash and Cash Equivalents | 757,751,599 | 775,207,151 |
| Non-Pledged Trading assets | 74,300,516 | 70,023,376 |
| Investment securities | 234,033,847 | 540,724,245 |
| Loans and Advances to Customers | 1,409,551,517 | 942,307,572 |
| Investments (other than securities) | 1,893,660 | 406,500 |
| Current Tax Assets | - | 597,611 |
| Other Assets | 31,108,136 | 29,271,430 |
| Property, Plant and Equipment | 278,799,650 | 87,325,289 |
| Intangible Assets | 2,303,361 | 2,973,027 |
| Total Assets | 2,789,742,286 | 2,448,836,201 |
| Liabilities | | |
| Derivative liabilities held for risk management | - | 6,496,857 |
| Deposits from banks | 5,596,563 | 2,166,497 |
| Deposits from customers | 1,988,298,745 | 1,791,064,063 |
| Borrowings | 104,184,554 | 200,733,796 |
| Current tax liabilities | 1,707,754 | - |
| Other Liabilities | 132,977,720 | 111,297,978 |
| Deferred Tax Liabilities | 38,123,927 | 4,521,586 |
| Total Liabilities | 2,270,889,263 | 2,116,280,777 |
| Shareholders' Fund | | |
| Stated Capital | 138,302,925 | 138,302,925 |
| Income Surplus | 142,772,417 | 78,603,272 |
| Revaluation Reserve | 123,670,260 | 17,983,906 |
| Statutory Reserve | 112,626,759 | 89,999,883 |
| Credit Risk Reserve | - | 6,279,392 |
| Other Reserves | 1,480,662 | 1,386,046 |
| Total Shareholders' Fund | 518,853,023 | 332,555,424 |
| Total Liabilities and Shareholders' Fund | 2,789,742,286 | 2,448,836,201 |
| Total attributable to: | | |
| Controlling Equity holders of the bank | 294,034,008 | 188,459,159 |
| Non-controlling interest | 224,819,015 | 144,096,265 |
| Profit for the period | 518,853,023 | 332,555,424 |

Approved by the Board on 15 February 2018 and signed on its behalf as follows:

Teresa Ntim
Director

Sionle Yeo
Managing Director

Societe Generale Ghana Limited

Statement of Changes in Equity
For the year ended 31 December 2017

| | Stated Capital GH¢ | Income Surplus GH¢ | Revaluation Reserve GH¢ | Statutory Reserve GH¢ | Credit risk Reserve GH¢ | Other Reserves GH¢ | Total Shareholders' Equity GH¢ |
|---|-----------------------|--------------------------|-------------------------------|-----------------------------|-------------------------------|--------------------------|---|
| Balance as 1 January 2017 | 138,302,925 | 78,603,272 | 17,983,906 | 89,999,883 | 6,279,392 | 1,386,046 | 332,555,424 |
| <i>Movements during the Year :</i> | | | | | | | |
| Profit for the period | - | 90,507,504 | - | - | - | - | 90,507,504 |
| Other comprehensive income | - | - | - | - | - | 94,616 | 94,616 |
| <i>Other Movements in Equity</i> | | | | | | | |
| Revaluation of fixed assets | - | - | 109,979,770 | - | - | - | 109,979,770 |
| Transfer of revaluation gain | - | 4,168,111 | (4,168,111) | - | - | - | - |
| Write Off | - | - | (125,305) | - | - | - | (125,305) |
| Dividend Paid | - | (14,158,986) | - | - | - | - | (14,158,986) |
| Transfer to Statutory Reserve | - | (22,626,876) | - | 22,626,876 | - | - | - |
| Transfer to General Regulatory Credit Reserve | - | 6,279,392 | - | - | (6,279,392) | - | - |
| Balance at 31 December 2017 | 138,302,925 | 142,772,417 | 123,670,260 | 112,626,759 | - | 1,480,662 | 518,853,023 |

For the year ended 31 December 2016

| | Stated Capital GH¢ | Income Surplus GH¢ | Revaluation Reserve GH¢ | Statutory Reserve GH¢ | Credit risk Reserve GH¢ | Other Reserves GH¢ | Total Shareholders' Equity GH¢ |
|---------------------------------------|-----------------------|--------------------------|-------------------------------|-----------------------------|-------------------------------|--------------------------|---|
| Balance as 1 January 2016 | 100,000,000 | 50,505,724 | 23,978,541 | 74,140,106 | 15,432,939 | (77,109) | 263,980,201 |
| <i>Movements during the Year :</i> | | | | | | | |
| Profit for the period | - | 63,899,855 | - | - | - | - | 63,899,855 |
| Other comprehensive income | - | - | - | - | - | 1,463,155 | 1,463,155 |
| <i>Other Movements in Equity</i> | | | | | | | |
| Right Issue | 38,302,925 | - | - | - | - | - | 38,302,925 |
| Expenses on Issue | - | (1,182,701) | - | - | - | - | (1,182,701) |
| Dividend Paid | - | (27,913,376) | - | - | - | - | (27,913,376) |
| Transfer to Statutory Reserve | - | (15,859,777) | - | 15,859,777 | - | - | - |
| Transfer to regulatory Credit Reserve | - | 9,153,547 | - | - | (9,153,547) | - | - |
| Deferred Tax On Capital Surplus | - | - | (5,994,635) | - | - | - | (5,994,635) |
| Balance at 31 December 2016 | 138,302,925 | 78,603,272 | 17,983,906 | 89,999,883 | 6,279,392 | 1,386,046 | 332,555,424 |

Societe Generale Ghana Limited

**Statement of Cash Flows
For the year ended 31 December 2017**

| | 2017 | 2016 |
|---|---------------------------|--------------------|
| | GH¢ | GH¢ |
| Cash flow from Operating Activities | | |
| Operating Profit before Taxation | 127,029,093 | 91,888,031 |
| Adjustments for: | | |
| Depreciation and Amortization | 13,526,385 | 11,236,207 |
| Unrealized Losses on forex and revaluations | 404,145 | (3,836,394) |
| Profit on Sales of Property, Plant and Equipment | (352,778) | (122,632) |
| | ----- | ----- |
| Operating Profit before Working Capital Changes | 140,606,845 | 99,165,212 |
| | ----- | ----- |
| Changes in Operating and Other Assets and Liabilities | | |
| Change in Non-Pledged Trading assets | (4,395,106) | (18,745,458) |
| Change in Loans and Advances to Customers | (467,243,945) | (41,345,750) |
| Change in Other Assets | (1,836,706) | (5,552,099) |
| Change in Derivative liabilities held for risk management | (6,496,857) | 6,496,857 |
| Change in Borrowings | (96,549,242) | 5,296,789 |
| Change in Deposit from Banks | 3,430,066 | 1,056,477 |
| Change in Deposit from Customers | 197,234,682 | 393,633,580 |
| Change in Other Liabilities | 21,679,742 | 17,569,089 |
| | ----- | ----- |
| | (354,177,366) | 358,409,485 |
| | ----- | ----- |
| Income Tax Paid | (37,263,576) | (27,729,685) |
| | ----- | ----- |
| | (37,263,576) | (27,729,685) |
| | ----- | ----- |
| Net Cash Generated from Operating Activities | (250,834,097) | 429,845,012 |
| | ----- | ----- |
| Cash flow from Investing Activities | | |
| Change in Investment securities | 306,818,512 | (463,109,705) |
| Investments (other than securities) | (1,487,160) | |
| Purchase of Property, Plant and Equipment | (56,765,229) | (12,693,691) |
| Purchase of Intangible Assets | (989,117) | (1,422,431) |
| Proceeds from Sale of Property, Plant and Equipment | 358,448 | 84,372 |
| | ----- | ----- |
| Net Cash generated/(used in) from Investing Activities | 247,935,454 | (477,141,455) |
| | ----- | ----- |
| Cash flow from Financing Activities | | |
| Dividend Paid | (14,158,986) | (27,913,377) |
| Subordinated Debt | - | (40,544,574) |
| Right Issue | - | 37,120,224 |
| | ----- | ----- |
| Net Cash used in Financing Activities | (14,158,986) | (31,337,727) |
| | ----- | ----- |
| Change in Cash and Cash Equivalents | (17,057,629) | (78,634,170) |
| Net Foreign Exchange Difference | (397,923) | 3,686,307 |
| Cash & Cash Equivalents as 1 January | 775,207,151 | 850,155,014 |
| Cash and Cash Equivalents at 31 December 2017 | <u>757,751,599</u> | <u>775,207,151</u> |
| Operational Cash Flows from Interest: | | |
| Interest Received | 321,780,912 | 259,746,071 |
| | ===== | ===== |
| Interest Paid | 58,879,912 | 60,915,009 |
| | ===== | ===== |