



**PRESS RELEASE**

**PR. No 115/2022**

**SOCIETE GENERALE GHANA PLC (SOGEGH) –**

**UNAUDITED FINANCIAL STATEMENTS FOR  
THE QUARTER ENDED MARCH 31, 2022**

SOGEGH has released its First Quarter Unaudited Financial Statements for the period ended March 31, 2022, as per the attached.

Issued in Accra, this 26<sup>th</sup>  
day of April 2022.

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att'd.

**Distribution:**

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

**For enquiries, contact:**

**Head Listing, GSE on 0302 669908, 669914, 669935**

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# SOCIETE GENERALE GHANA PLC

## UNAUDITED FINANCIAL STATEMENTS

### FOR THE QUARTER ENDED 31 MARCH 2022

#### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 MARCH 2022

	2022 GH¢	2021 GH¢
Interest income	133,874,563	118,299,159
Interest expense	(27,177,782)	(26,816,697)
<b>Net interest income</b>	<b>106,696,781</b>	<b>91,482,463</b>
Fees & commission income	20,898,153	21,678,495
Fees & commission expense	(7,764,083)	(5,123,338)
<b>Net fees and commission income</b>	<b>13,134,070</b>	<b>16,555,156</b>
Net trading revenue	11,366,391	9,037,624
Net income from other financial instruments carried at fair value	13,980,913	13,358,032
Other operating expense	16,142,986	(1,425,042)
<b>Total other operating income</b>	<b>41,490,290</b>	<b>20,970,614</b>
<b>Operating income</b>	<b>161,321,141</b>	<b>129,008,233</b>
Net impairment loss on financial assets	(19,957,580)	6,080,991
Personnel expense	(37,596,425)	(34,321,059)
Depreciation and amortization	(9,634,652)	(8,341,322)
Other expenses	(45,601,216)	(41,540,610)
<b>Profit before income tax</b>	<b>48,531,268</b>	<b>50,886,234</b>
Income tax expenses	(16,849,479)	(15,480,930)
<b>Profit after tax expense</b>	<b>31,681,789</b>	<b>35,405,304</b>
<b>Other comprehensive income for the period</b>		
Debt instruments at fair value through other comprehensive income	1,110,456	1,535,809
Less tax	(277,614)	(383,952)
Other comprehensive income, net of income tax	832,842	1,151,857
<b>Total comprehensive income for the period</b>	<b>32,514,631</b>	<b>36,557,161</b>
<b>Earnings per share:</b>		
Basic and diluted earnings per share (GH¢)	<b>GH¢0.18p</b>	<b>GH¢0.20p</b>

#### STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2022

	2022 GH¢	2021 GH¢
<b>Assets</b>		
Cash and cash equivalents	1,313,670,204	1,314,202,986
Non-pledged trading assets	149,540,913	122,210,497
Debt instruments at fair value through other comprehensive income	90,880,195	91,601,458
Debt instruments at amortised cost	1,383,781,638	937,814,386
Loans and advances to customers	2,706,410,253	2,280,020,822
Equity Investments	2,923,386	12,236,464
Derivative assets held for risk management	94,927,166	-
Other assets	72,891,655	59,408,832
Property, plant and equipment	297,057,060	276,370,715
Intangible assets	13,591,401	10,730,081
Deferred tax assets	30,312,271	16,208,744
<b>Total assets</b>	<b>6,155,986,142</b>	<b>5,120,804,985</b>
<b>Liabilities</b>		
Deposits from banks	2,348,170	2,903,996
Deposits from customers	4,040,546,125	3,440,040,458
Borrowings	563,004,010	359,845,162
Derivative liabilities held for risk management	-	18,393,626
Current tax liabilities	18,383,855	27,389,310
Other liabilities	471,442,849	311,416,287
<b>Total liabilities</b>	<b>5,095,725,009</b>	<b>4,159,988,839</b>
<b>Shareholders' fund</b>		
Stated capital	404,245,427	404,245,427
Income surplus	231,073,525	176,461,052
Revaluation reserve	123,670,260	123,670,260
Statutory reserve	300,439,079	255,287,550
Other reserves	832,842	1,151,857
<b>Total shareholders' fund</b>	<b>1,060,261,133</b>	<b>960,816,146</b>
<b>Total liabilities and shareholders' fund</b>	<b>6,155,986,142</b>	<b>5,120,804,985</b>

#### STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 MARCH 2022

	2022 GH¢	2021 GH¢
<b>Cash flow from Operating activities</b>		
Operating profit before taxation	48,531,268	50,886,234
<b>Adjustments for:</b>		
Impairment provision	19,137,727	(5,484,388)
Fair value adjustment on equity investment	-	(303,265)
Fair value adjustment on non pledged trading assets	(1,513,506)	(328,381)
Depreciation and amortization	9,634,652	8,341,322
Unrealized gains/losses on forex and revaluations	(3,411,146)	1,272,350
<b>Operating profit before working capital changes</b>	<b>72,378,995</b>	<b>54,383,872</b>
<b>Changes in operating and other assets and liabilities</b>		
Change in non-pledged trading assets	(4,871,127)	(53,985,640)
Change in loans and advances to customers	(220,350,864)	288,170,241
Change in other assets	(18,761,467)	7,102,687
Change in derivative assets held for risk management	(94,927,166)	-
Change in derivative liabilities held for risk management	(40,509,648)	18,393,626
Change in deposit from banks	431,669	(1,041,942)
Change in deposit from customers	649,405,442	(41,302,863)
Change in other liabilities	107,167,354	(886,606)
	<b>377,584,193</b>	<b>216,449,503</b>
Income tax paid	(23,097,041)	(14,682,105)
<b>Net cash generated from operating activities</b>	<b>426,866,147</b>	<b>256,151,270</b>
<b>Cash flow from investing activities</b>		
Change in investment securities	(2,735,278)	(493,111,641)
Investments (other than securities)	-	303,266
Purchase of property, plant and equipment	(49,791,574)	6,460,468
Purchase of intangible assets	(213,328)	(9,890,016)
<b>Net cash generated/(used in) from investing activities</b>	<b>(52,740,180)</b>	<b>(496,237,923)</b>
<b>Cash flow from financing activities</b>		
Change in borrowings	(25,860,618)	(6,421,625)
<b>Net cash used in financing activities</b>	<b>(25,860,618)</b>	<b>(6,421,625)</b>
Change in cash and cash equivalents	348,265,349	(246,508,280)
Net foreign exchange difference	3,411,146	(1,272,350)
Cash & cash equivalents as at 1 January	964,630,209	1,561,983,616
<b>Cash and cash equivalents as at 31 March 2022</b>	<b>1,316,306,704</b>	<b>1,314,202,986</b>
<b>Operational cash flows from interest:</b>		
Interest received	<b>158,058,958</b>	<b>95,799,678</b>
Interest paid	<b>26,639,735</b>	<b>25,450,407</b>

THE FINANCIAL STATEMENTS DO NOT CONTAIN UNTRUE STATEMENTS, MISLEADING FACTS OR OMIT MATERIAL FACTS TO THE BEST OF OUR KNOWLEDGE.



Margaret Boateng Sekyere (Chairperson)



Hakim Ouzzani (Managing Director)

#### STATEMENT OF CHANGES IN EQUITY

FOR THE THE QUARTER ENDED 31 MARCH 2022

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
<b>For the quarter ended 31 March 2022</b>						
Balance as at 1 January 2022	404,245,427	207,312,183	123,670,260	292,518,632	818,835	1,028,565,337
Movements during the quarter:						
Profit for the period	-	31,681,789	-	-	-	31,681,789
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	14,007	14,007
Transfer to statutory reserve	-	(7,920,447)	-	7,920,447	-	-
<b>Balance as at 31st March 2022</b>	<b>404,245,427</b>	<b>231,073,525</b>	<b>123,670,260</b>	<b>300,439,079</b>	<b>832,842</b>	<b>1,060,261,133</b>

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
<b>For the quarter ended 31 March 2021</b>						
Balance as at 1 January 2021	404,245,427	149,907,074	123,670,260	246,436,224	1,335,904	925,594,889
Movements during the quarter:						
Profit for the period	-	35,405,304	-	-	-	35,405,304
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	(184,047)	(184,047)
Transfer to statutory reserve	-	(8,851,326)	-	8,851,326	-	-
<b>Balance as at 31 March 2021</b>	<b>404,245,427</b>	<b>176,461,052</b>	<b>123,670,260</b>	<b>255,287,550</b>	<b>1,151,857</b>	<b>960,816,146</b>

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2022

### REPORTING ENTITY

Societe Generale Ghana Limited is a public limited liability company incorporated under the Companies Act, 2019 (Act 992). The bank is domiciled in Ghana with its registered office at 2nd Crescent, Royal Castle Road, Ring Road Central, Accra. The bank is authorized and licensed to carry out the business of banking and provides retail banking, corporate banking, investment banking and other financial intermediation activities and specialized financing activities such as leasing and consumer credits through its network of branches and outlets including divisions across Ghana.

The Societe Generale (Group), a bank incorporated in France, is the ultimate parent of the Bank. The Bank is listed on the Ghana Stock Exchange (GSE). This has enabled the equity shares of the Bank to be traded publicly on the GSE.

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing financial statements for each financial period which give a true and fair view of the state of affairs of the bank at the end of the period and of the profit or loss of the bank for that period. In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- State whether the applicable accounting standards have been followed.
- Ensure that the financial statements are prepared on the going concern basis unless it is inappropriate to presume that the bank will continue in business.

The Directors are responsible for ensuring that the company keeps accounting records which disclose with reasonable accuracy the financial position of the company and which enable them to ensure that the financial statements comply with the Companies Act, 2019 (Act 992) and the Banking and Specialised Deposit Taking Institutions Act, 2016 (Act 930) and the International Financial Reporting Standards. They are responsible for safeguarding the assets of the bank and hence for taking steps for the prevention and detection of fraud and other irregularities.

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2022

### STATEMENT OF COMPLIANCE

The financial statements of the Bank for the quarter ended 31 March 2022 have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and accounting requirements as dictated by the guide for financial publication 2017 issued by the Bank of Ghana. Except as otherwise specified by the guide for financial publication, the financial statements were prepared in accordance with IFRS.

### ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the previous financial year.

### BASIS OF PREPARATION

The financial statements of the Bank have been prepared on a historical cost basis, except for Financial assets and liabilities held-for-trading, Derivative financial instruments and Equity investments which are at fair value. Land and buildings are also carried under the revaluation model.

## QUANTITATIVE DISCLOSURES

	2022	2021
Capital adequacy ratio	19.47	18.24
Non-performing loan ratio	7.24	7.38
Leverage ratio	11.04	10.99
Liquidity ratio	95.68	99.98

## QUALITATIVE DISCLOSURES

### RISK MANAGEMENT

1. The Bank is exposed to the following risks: credit, liquidity, interest rate, market and other operational risks.
2. The risks inherent in the Bank's activities are managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Bank's continuing profitability and each individual within the Bank is accountable for the risk exposures relating to his or her responsibilities.
3. The Board of Directors is responsible for the overall risk management approach and for approving the risk management strategies and principles. In addition, there are Risk Committees that have the overall responsibility for the development of risk strategy and implementing principles, frameworks, policies and limits.

### DEFAULTS IN STATUTORY LIQUIDITY

	2022	2021
Number of Defaults in Statutory Liquidity	NIL	NIL
Sanctions (GHS)	NIL	NIL