



PRESS RELEASE

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**SOCIETE GENERALE GHANA LIMITED (SOGEGH) -
UNAUDITED FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDING 31 MARCH 2019**

SOGEGH has released its unaudited Financial Statements for the first quarter ending March 31, 2019 as per the attached.

Issued in Accra, this 25th
day of April, 2019.

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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 LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2019

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2019

	2019 GH¢	2018 GH¢
Interest Income	95,565,136	80,465,079
Interest Expense	(20,445,452)	(17,114,440)
Net Interest Income	75,119,684	63,350,639
Fees & Commission Income	21,401,833	20,796,908
Fees & Commission Expense	(5,073,586)	(4,157,798)
Net Fees and Commission Income	16,328,247	16,639,110
Net Trading Revenue	9,805,587	8,055,409
Net income from other financial instruments carried at fair value	7,974,692	2,928,199
Other Operating Income	7,375,138	522,240
Total Other Operating Income	25,155,417	11,505,848
Operating Income	116,603,348	91,495,597
Net impairment loss on financial assets	(22,782,159)	(2,141,771)
Personnel Expense	(30,086,370)	(26,575,345)
Depreciation and Amortization	(8,277,098)	(5,374,734)
Other Expenses	(36,183,052)	(25,874,410)
Profit before Income Tax	19,274,669	31,529,337
Income Tax Expenses	(6,746,134)	(9,638,895)
Profit after Tax Expense	12,528,535	21,890,442
Other comprehensive income net of income tax		
Items that may be reclassified subsequently to profit or loss:		
- Available for sale financial assets		
Net fair value gain on available-for-sale financial assets during the year	-	(221,164)
Total Comprehensive Income for the period	12,528,535	21,669,278
Earnings Per Share:		
Basic and diluted earnings per share (GH¢)	GH¢0.02	GH¢0.20

STATEMENT OF CASHFLOWS FOR THE QUARTER ENDED 31 MARCH 2019

	2019 GH¢	2018 GH¢
Cash flow from Operating Activities		
Operating Profit before Taxation	19,274,669	31,529,339
Adjustments for:		
Depreciation and Amortization	8,277,098	5,374,734
Unrealized Losses on forex and revaluations	(6,086,803)	277,165
Profit on Sale of Property, Plant and Equipment	(262,500)	(1,825)
Operating Profit before Working Capital Changes	21,202,464	37,179,413
Changes in Operating and Other Assets and Liabilities		
Change in Non-Pledged Trading assets	(8,240,277)	25,371,651
Change in Loans and Advances to Customers	(404,849,848)	4,743,559
Change in Other Assets	16,858,644	(9,453,171)
Change in Derivative assets held for risk management	(12,354,189)	
Change in Borrowings	19,499,256	11,831,237
Change in Deposit from Banks	(3,326,974)	(5,307,252)
Change in Deposit from Customers	385,994,274	44,172,935
Change in Other Liabilities	13,081,876	23,477,935
	6,662,762	94,836,894
Income Tax Paid	(2,535,389)	(9,282,861)
Net Cash Generated from Operating Activities	25,329,837	122,733,446
Cash flow from Investing Activities		
Change in Investment securities	(49,643,768)	29,181,224
Investments (other than securities)	-	(287,898)
Purchase of Property, Plant and Equipment	(2,370,909)	(7,786,496)
Purchase of Intangible Assets	(70,347)	(337,044)
Proceeds from Sale of Property, Plant and Equipment	262,500	1,825
Net Cash generated/(used in) from Investing Activities	51,822,524	20,771,611
Cash flow from Financing Activities		
Dividend Paid	-	-
Net Cash used in Financing Activities	-	-
Change in Cash and Cash Equivalents	(26,492,688)	143,505,056
Net Foreign Exchange Difference	6,519,118	(340,042)
Cash & Cash Equivalents as at 1 January	641,836,054	757,751,599
Cash and Cash Equivalents as at 31 March 2019	621,862,484	900,916,613
Operational Cash Flows from Interest:		
Interest Received	69,048,214	78,632,741
Interest Paid	19,985,956	12,424,943

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019

	2019 GH¢	2018 GH¢
Assets		
Cash and Cash Equivalents	621,862,484	900,916,613
Non-Pledged Trading assets	83,837,637	49,059,497
Investment securities	741,061,042	204,558,830
Loans and Advances to Customers	2,048,547,307	1,367,827,657
Investments (other than securities)	2,807,042	2,181,558
Derivative assets held for risk management	17,734,249	-
Current Tax Assets	1,405,009	-
Other Assets	38,588,760	40,561,307
Property, Plant and Equipment	299,129,474	281,567,155
Intangible Assets	2,108,935	2,218,867
Total Assets	3,857,081,939	2,848,891,484
Liabilities		
Deposits from banks	340,397	289,311
Deposits from customers	2,547,376,872	2,032,471,680
Borrowings	369,112,661	116,015,791
Current tax liabilities	-	4,239,130
Other Liabilities	193,418,570	156,455,656
Deferred Tax Liabilities	32,520,005	35,877,915
Total Liabilities	3,142,768,505	2,345,349,483
Shareholders' Fund		
Stated Capital	404,245,427	138,302,925
Income Surplus	36,520,578	122,209,948
Revaluation Reserve	123,670,260	123,670,260
Statutory Reserve	149,877,169	118,099,370
Other Reserves	-	1,259,498
Total Shareholders' Fund	714,313,434	503,542,001
Total Liabilities and Shareholders' Fund	3,857,081,939	2,848,891,484

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



Kofi Ampim (Chairman)



Hakim Ouzzani (Managing Director)

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2019

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
Balance as at 1 January 2019	404,245,427	30,256,311	123,670,260	143,612,902	-	701,784,900
Movements during the Quarter	-	-	-	-	-	-
Profit for the period	-	12,528,535	-	-	-	12,528,535
Other comprehensive income	-	-	-	-	-	-
Other Movements in Equity	-	-	-	-	-	-
Transfer to Statutory Reserve	-	(6,264,267)	-	6,264,267	-	-
Transfer to General Regulatory Credit	-	-	-	-	-	-
Reserve	-	-	-	-	-	-
Balance as at 31 March 2019	404,245,427	36,520,578	123,670,260	149,877,169	-	714,313,435

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2018

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
Balance as at 1 January 2018	138,302,925	142,772,417	123,670,260	112,626,759	1,480,662	518,853,023
Movements during the Quarter :	-	-	-	-	-	-
Profit for the period	-	21,890,443	-	-	-	21,890,443
Other comprehensive income	-	-	-	-	(221,164)	(221,164)
Other Movements in Equity	-	-	-	-	-	-
Dividend Paid	-	(5,472,611)	-	5,472,611	-	-
Transfer to Statutory Reserve	-	-	-	-	-	-
Transfer to General Regulatory Credit	-	-	-	-	-	-
Reserve	-	-	-	-	-	-
IFRS 9 First Time Application Impact	-	(36,980,301)	-	-	-	(36,980,301)
Balance as at 31 March 2018	138,302,925	122,209,948	123,670,260	118,099,370	1,259,498	503,542,001

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2019

THE REPORTING ENTITY

Societe Generale Ghana Limited is a public limited liability company incorporated under the Companies Act of Ghana 1963 (Act 179) as amended by the Companies (Amendment) Act 2012 Act 835. The bank is domiciled in Ghana with its registered office at 2nd Crescent, Royalt 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 Code 1963 (Act 179) as amended by the Companies (Amendment) Act 2012 (Act 835) and the Banking Act, 2004 (Act 673) and the Banking (Amendment) Act, 2007 (Act 738) and 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.

Statement of compliance

The financial statements of the Bank for the quarter ended 31st March 2019 have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Accounting policies

The accounting policies adopted are consistent with those of the previous financial year. However in 2019, IAS 17 which was used for the classification and measurement of Leases has been replaced by IFRS 16.

Basis of preparation

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

QUANTITATIVE DISCLOSURES

	2019	2018
Capital Adequacy Ratio	20.5	15.8
Non-Performing Loan Ratio	13.5	13.2

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, polices and limits.

Liquidity Breaches

The bank complied with all liquidity regulations within the quarter.