



**PRESS RELEASE**

**PR. No 163/2017**

**SOCIETE GENERALE GHANA (SOGEGH) -  
UN-AUDITED FINANCIAL STATEMENTS FOR THE  
FIRST QUARTER ENDING MARCH 31, 2017**

SOGEGH has released its un-audited Financial Statements for the first quarter ending March 31, 2017 as per the attached.

Issued in Accra, this 27<sup>th</sup>  
day of April, 2017.

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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. Central Securities Depository
6. SEC
7. GSE Council Members
8. GSE Notice Board

**For enquiries, contact:**

**General Manager/Head of Listings, GSE on 0302 669908, 669914,  
669935**

\*JEB

# SOCIETE GENERALE GHANA LIMITED

## UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH, 2017

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2017

	2017	2016
	GHC	GHC
Interest Income	79,322,860	56,228,355
Interest Expense	(14,531,663)	(13,568,716)
<b>Net Interest Income</b>	<b>64,791,197</b>	<b>42,659,639</b>
Fees & Commission Revenue	18,486,141	16,391,319
Fees & Commission Expense	(4,289,969)	(3,137,112)
<b>Net Commission Income</b>	<b>14,196,172</b>	<b>13,254,207</b>
Net Trading Revenue	6,474,261	6,347,362
Net Income from Other Financial Instruments Carried at Fair Value	34,652,831	13,082,967
Other Operating Income	2,258,319	2,649,885
<b>Total Other Operating Income</b>	<b>43,385,411</b>	<b>22,080,214</b>
<b>Operating Income</b>	<b>122,372,780</b>	<b>77,994,060</b>
Net Impairment Loss on Financial Assets	(5,846,158)	(13,444,155)
Personnel Expenses	(28,299,359)	(23,900,724)
Depreciation and Amortisation	(3,074,850)	(2,752,127)
Other Expenses	(21,114,532)	(17,267,747)
<b>Profit before Income Tax</b>	<b>64,037,881</b>	<b>20,629,307</b>
Income Tax Expenses	(19,208,489)	(6,600,215)
<b>Profit after Tax Expenses</b>	<b>44,829,392</b>	<b>14,029,092</b>
Other Comprehensive Income	1,549,906	684,750
<b>Total Comprehensive Income for the period</b>	<b>46,379,298</b>	<b>14,713,842</b>
<b>Earnings per Share:</b>	<b>GHC0.42</b>	<b>GHC0.15</b>

### STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	2017	2016
	GHC	GHC
<b>Assets</b>		
Cash and Cash Equivalents	587,422,762	540,744,905
Non-Pledged Trading assets	73,282,848	49,805,100
Derivative assets held for risk management	21,547,834	-
Investments (other than securities)	1,893,660	406,500
Loans and Advances to Customers	968,169,282	954,527,578
Investment securities	661,432,837	432,290,965
Intangible Assets	2,753,141	3,296,391
Other Assets	39,179,942	46,841,248
Property, Plant & Equipment	93,322,479	82,454,852
<b>Total Assets</b>	<b>2,449,004,785</b>	<b>2,110,367,539</b>
<b>Liabilities</b>		
Derivative liabilities held for risk management	-	7,033,956
Deposits from banks	308,802	568,306
Deposits from customers	1,736,309,726	1,454,504,597
Borrowing	211,191,435	258,637,401
Current tax liabilities	10,318,894	5,213,958
Deferred Tax Liabilities	4,758,403	841,164
Other Liabilities	121,341,789	134,831,017
<b>Total liabilities</b>	<b>2,084,229,049</b>	<b>1,861,630,399</b>
<b>Shareholder's Fund</b>		
Stated capital	138,302,925	100,000,000
Income Surplus	101,921,421	31,028,450
Revaluation Reserve	17,983,906	21,935,014
Statutory Reserve	101,207,231	77,647,379
Credit Risk Reserve	2,424,301	17,518,656
Other Reserves	2,935,952	607,641
<b>Total Equity</b>	<b>364,775,736</b>	<b>248,737,140</b>
<b>Total Liabilities and Equity</b>	<b>2,449,004,785</b>	<b>2,110,367,539</b>

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

*Kofi Ampim*

KOFI AMPIM (Chairman)

*Sionle Yebo*

SIONLE YEBO (Managing Director)

### STATEMENT OF CASHFLOWS FOR THE QUARTER ENDED 31 MARCH 2017

	2017	2016
	GHC	GHC
<b>Cash flow from Operating Activities</b>		
Operating Profit before Taxation	64,037,881	20,629,307
<b>Adjustments for:</b>		
Depreciation and Amortization	3,074,850	2,752,127
Unrealized Losses on forex and revaluations	(847,881)	(264,478)
Profit on Sales of Property, Plant and Equipment	(361,726)	(3,831)
<b>Operating Profit before Working Capital Changes</b>	<b>65,903,124</b>	<b>23,113,125</b>
<b>Changes in Operating and Other Assets and Liabilities</b>		
Change in Non-Pledged Trading assets	(3,289,744)	1,611,224
Change in Derivative assets held for risk management	(21,547,834)	-
Change in Loans and Advances to Customers	(25,861,710)	(53,565,756)
Change in Other Assets	(9,908,512)	(23,121,917)
Change in Derivative liabilities held for risk management	(6,496,857)	7,033,956
Change in Borrowings	10,457,639	22,462,390
Change in Deposit from Banks	(1,857,695)	(541,714)
Change in Deposit from Customers	(54,754,337)	57,074,114
Change in Other Liabilities	10,043,811	41,102,128
	(103,215,239)	52,054,425
<b>Income Tax Paid</b>	<b>(8,307,977)</b>	-
<b>Net Cash Generated from Operating Activities</b>	<b>(111,523,216)</b>	<b>52,054,425</b>
<b>Cash flow from Investing Activities</b>		
Change in Investment securities	(118,905,876)	(355,714,297)
Investments (other than securities)	(1,487,160)	-
Purchase of Property, Plant and Equipment	(8,636,315)	(599,312)
Purchase of Intangible Assets	(212,562)	(515,718)
Proceeds from Sale of Property, Plant and Equipment	358,448	5,503
<b>Net Cash (used in)/generated from Investing Activities</b>	<b>(128,883,465)</b>	<b>(356,823,824)</b>
<b>Cash flow from Financing Activities</b>		
Dividend Paid	(14,158,986)	(27,913,376)
Subordinated Debt	-	193,430
<b>Net Cash used in Financing Activities</b>	<b>(14,158,986)</b>	<b>(27,719,946)</b>
Increase in Cash and Cash Equivalents	(188,662,543)	(309,376,220)
Net Foreign Exchange Difference	878,154	(33,889)
Cash & Cash Equivalents as 1 January	775,207,151	850,155,014
<b>Cash and Cash Equivalents at 31 March</b>	<b>587,422,762</b>	<b>540,744,905</b>
<b>Operational Cash Flows from Interest:</b>		
Interest Received	75,378,973	52,933,542
Interest Paid	8,964,990	8,062,083

### STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2017

	Stated Capital	Income Surplus	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total Shareholders' Equity
	GHC	GHC	GHC	GHC	GHC	GHC	GHC
<b>March 2017</b>							
Balance as at 1 January 2017	138,302,925	78,603,272	17,983,906	89,999,883	6,279,392	1,386,046	332,555,424
<b>Movements during the Year</b>							
Total Comprehensive Income	-	44,829,392	-	-	-	1,549,906	46,379,298
<b>Other Movements in Equity</b>							
Dividend Paid	-	(14,158,986)	-	-	-	-	(14,158,986)
Transfer to Statutory Reserve	-	(11,207,348)	-	11,207,348	-	-	-
Transfer from Credit Risk Reserve	-	3,855,091	-	-	(3,855,091)	-	-
<b>Balance as at 31 March 2017</b>	<b>138,302,925</b>	<b>101,921,421</b>	<b>17,983,906</b>	<b>101,207,231</b>	<b>2,424,301</b>	<b>2,935,952</b>	<b>364,775,736</b>

	Stated Capital	Income Surplus	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total Shareholders' Equity
	GHC	GHC	GHC	GHC	GHC	GHC	GHC
<b>March 2016</b>							
Balance as at 1 January 2016	100,000,000	50,505,724	23,978,541	74,140,106	15,432,939	(77,109)	263,980,201
<b>Movements during the Year</b>							
Total Comprehensive Income	-	14,029,092	-	-	-	684,750	14,713,842
<b>Other Movements in Equity</b>							
Dividend Paid	-	(27,913,376)	-	-	-	-	(27,913,376)
Transfer to Statutory Reserve	-	(3,507,273)	-	3,507,273	-	-	-
Transfer to Credit Risk Reserve	-	(2,085,717)	-	-	2,085,717	-	-
Deferred Tax On Revaluation Reserve	-	-	(2,043,527)	-	-	-	(2,043,527)
<b>Balance as at 31 March 2016</b>	<b>100,000,000</b>	<b>31,028,450</b>	<b>21,935,014</b>	<b>77,647,379</b>	<b>17,518,656</b>	<b>607,641</b>	<b>248,737,140</b>

#### **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.

#### **NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2017**

##### **Statement of compliance**

The financial statements of the Bank For the quarter ended 31 March 2017 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.

##### **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**

	2017	2016
Capital Adequacy Ratio	16.5	14.4
Non-Performing Loan Ratio	16.1	17.8

#### **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 the risk strategy and implementing principles, frameworks, policies and limit.

##### **Regulatory Breaches**

The bank complied with all regulations within the year.