



PRESS RELEASE

PR. No 236/2016

**SOCIETE GENERALE GHANA LIMITED (SOGEGH) -
UN-AUDITED FINANCIAL STATEMENTS FOR THE
HALF YEAR ENDING JUNE 30, 2016**

SOGEGH has released its un-audited Financial Statements for the half year ending June 30, 2016 as per the attached.

Issued in Accra, this 26th
day of July, 2016.

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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. SEC
7. GSE Council Members
8. GSE Notice Board

For enquiries, contact:

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

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SOCIETE GENERALE GHANA LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30TH JUNE 2016

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30TH JUNE 2016

	2016 GH¢	2015 GH¢
Revenue	186,473,665	150,983,916
Interest & Similar Revenue	121,400,503	123,243,988
Interest & Similar Expense	(29,162,629)	(23,155,326)
Net Interest Income	92,237,874	100,088,662
Fees & Commission Revenue	33,570,728	35,435,138
Fees & Commission Expense	(6,833,305)	(5,873,876)
Net Commission Income	26,737,423	29,561,262
Trading Revenue	26,359,055	(1,077,677)
Other Operating Income	5,143,379	(6,617,533)
Total Other Operating Income	31,502,434	(7,695,210)
Total Operating Income	150,477,731	121,954,714
Credit Loss Expenses	(22,433,065)	(14,924,002)
Net Operating Income	128,044,666	107,030,712
Personnel Expenses	(47,519,248)	(38,872,300)
Depreciation	(4,662,021)	(4,308,168)
Amortisation	(845,658)	(380,227)
Other Operating Expenses	(37,495,289)	(34,568,855)
Total Operating Expenses	(90,522,216)	(78,129,550)
Profit before Tax	37,522,450	28,901,162
Income Tax Expenses	(10,019,029)	(14,176,401)
National Stabilization Levy	(1,876,122)	(1,445,058)
Profit for the Year	25,627,299	13,279,703
Other Comprehensive Income	3,605	(121,302)
TOTAL COMPREHENSIVE INCOME	25,630,904	13,158,401
Earnings Per Share:		
Equity shareholders of the Bank		
Basics (GH¢)	GH¢0.0698	GH¢0.0795

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2016

	2016 GH¢	2015 GH¢
Assets		
Cash on Hand and Cash Balances with Bank of Ghana	273,080,569	145,531,121
Due from banks and Other Financial Institutions	242,788,422	391,308,248
Financial Investments	538,529,207	318,531,121
Other Assets	45,392,552	63,267,683
Loans and Advances	1,004,080,314	909,556,139
Investment in Other Securities	406,500	406,500
Current Tax Assets	2,587,168	-
National Stabilization Levy	-	1,022,213
Long Term Operating Lease Prepaid	3,410,900	3,559,200
Property, Plant & Equipment	78,757,735	82,784,439
Intangible Assets	3,112,720	1,420,467
Deferred Tax	24,515	-
Total Assets	2,192,170,602	1,917,387,131
Liabilities		
Customer Deposits	1,491,459,382	1,234,446,165
Due to banks, & other Financial Institutions	258,570,768	234,635,346
Subordinated debt	40,000,000	80,000,000
Interest Payable & Other Liabilities	141,357,325	131,445,790
Current Tax Liabilities	-	3,156,243
National Stabilization Levy	393,805	-
Deferred Tax	3,800,412	1,244,497
Total liabilities	1,935,581,692	1,684,928,041
Equity		
Stated capital	100,000,000	100,000,000
Capital Surplus	18,869,722	23,978,541
General Regulatory Credit Reserve	26,301,959	22,840,829
Income Surplus Account	30,943,802	19,603,804
Statutory Reserve Fund	80,546,931	66,308,763
Other Reserves	(73,504)	(272,847)
Total Equity	256,588,910	232,459,090
Total Liabilities and Equity	2,192,170,602	1,917,387,131

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


KOFI AMPIM
CHAIRMAN


SIONLE YEBOAH
MANAGING DIRECTOR

STATEMENT OF CASHFLOWS FOR THE HALF YEAR ENDED 30TH JUNE 2016

OPERATING ACTIVITIES	2016 GH¢	2015 GH¢
Operating Profit before Taxation	37,522,450	28,901,162
Adjustments for:		
Depreciation	4,662,021	4,308,168
Amortization	845,658	380,227
Long Term Operating Lease Amortization	74,150	74,150
Provision for Share Option Payment	-	100,080
Unrealized Gains/ Losses	(906,093)	9,116,451
Profit on Sales of Property, Plant and equipment	(3,831)	(90,533)
Other Non Cash Movement	(23,000)	(76,674)
Operating Profit before Working Capital Changes	42,171,355	42,713,031
Increase in Other Assets	(21,673,222)	(43,513,624)
Increase in Other Liabilities	32,671,557	41,960,076
Increase in Customer Deposit	95,649,856	107,016,382
(Increase) in Loans and Advances to customers	(92,607,790)	(26,511,918)
(Increase)/ Decrease in Government Securities	(411,639,422)	18,681,887
Increase Amount due to Banks and Other Financial Institutions	64,304,387	78,388,252
Changes in Working Capital	(333,294,634)	176,021,555
Cash from Operations	(291,123,279)	218,734,586
Income Tax Paid	11,539,893	(10,423,331)
National Stabilization Levy Paid	(1,042,873)	(1,007,832)
Net Cash Flow from Operating Activities	(303,706,045)	206,005,407
INVESTING ACTIVITIES		
Purchase of Property Plant and Equipment	(2,670,320)	(7,951,234)
Purchase of Intangible Assets	(767,450)	(262,988)
Proceeds from sale of Property Plant and Equipment	5,503	88,097
Net Cash Used in Investing Activities	(3,432,267)	(8,126,125)
FINANCING ACTIVITIES		
Dividend Paid	(27,913,376)	-
Withholding tax	-	2,682,476
Net Cash Used in Financing Activities	(27,913,376)	(2,682,476)
(Decrease) / Increase in cash & cash equivalents	(335,051,688)	195,196,805
Net Foreign Exchange Difference	765,665	(9,294,221)
Cash & cash equivalents as at 1 January	850,155,014	350,937,285
Cash & cash equivalents as at 30th June 2016	515,868,991	536,839,869
Interest & Similar Revenue	121,400,503	123,243,988
Interest & Similar Expense	(29,162,629)	(23,155,326)

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30TH JUNE 2016

JUNE 2016

	Stated capital GH¢	Income surplus GH¢	Capital surplus GH¢	Share Deals Account GH¢	Statutory Reserve Fund GH¢	General Regulatory Credit Reserve GH¢	Other Reserves GH¢	Total Equity holders of the Bank 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
Prior Year Adjustment	-	-	-	-	-	-	-	-
Movements during the Year								
Total Comprehensive Income	-	25,627,299	-	-	-	-	3,605	25,630,904
Other Movements in Equity								
Dividend Paid	-	(27,913,376)	-	-	-	-	-	(27,913,376)
Transfer to Statutory Reserve	-	(6,406,825)	-	-	6,406,825	-	-	-
Transfer to General Regulatory Credit Reserve	-	(10,869,020)	-	-	-	10,869,020	-	-
Deferred Tax On Capital Surplus	-	-	(5,108,819)	-	-	-	-	(5,108,819)
Balance as at 30th June 2016	100,000,000	30,943,802	18,869,722	-	80,546,931	26,301,959	(73,504)	256,588,910

JUNE 2015

	Stated capital GH¢	Income surplus GH¢	Capital surplus GH¢	Share Deals Account GH¢	Statutory Reserve Fund GH¢	General Regulatory Credit Reserve GH¢	Other Reserves GH¢	Total Equity holders of the Bank GH¢
Balance as 1 January 2015	62,393,558	50,345,751	23,978,541	2,943,755	62,988,837	19,803,999	(471,276)	221,983,165
Prior Year Adjustment	-	(319,731)	-	-	-	-	319,731	-
Movements during the Year								
Total Comprehensive Income	-	13,279,703	-	-	-	-	(121,302)	13,158,401
Other Movements in Equity								
Transfer to statutory reserve	-	(3,319,926)	-	-	3,319,926	-	-	-
Transfer to General Regulatory Credit Reserve	-	(3,036,830)	-	-	-	3,036,830	-	-
Credit Reserve	-	(3,036,830)	-	-	-	3,036,830	-	-
Transfer from Share Deals Account	2,943,755	-	-	2,943,755	-	-	-	-
Transfer from Income Surplus	34,662,687	(34,662,687)	-	-	-	-	-	-
Withholding Tax on Income	-	(2,682,476)	-	-	-	-	-	(2,682,476)
Surplus Transfer	-	(2,682,476)	-	-	-	-	-	(2,682,476)
Balance as at 30th June 2015	100,000,000	19,603,804	23,978,541	-	66,308,763	22,840,829	(272,847)	232,459,090

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 to apply them consistently
- Make judgments and estimates that are reasonable and prudent
- State whether 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 bank keeps accounting records which disclose with reasonable accuracy the financial position of the bank and which enable them to ensure that the financial statements comply with the Companies Code, 1963 (Act 179) 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 FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2016

STATEMENT OF COMPLIANCE

The financial statements of the Bank for the half year ended 30th June 2016 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 & buildings are also carried under the revaluation model.

QUANTITATIVE DISCLOSURES

		2016	2015
a.	Capital Adequacy Ratio	13.3%	17.9%
b.	Non-Performing Loan Ratio	20.2%	15.4%

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.

LIQUIDITY BREACHES

		2016	2015
a.	Default in Statutory Liquidity (Times)	-	-
b.	Default in Statutory Liquidity Sanction (GH¢)	-	-