



PRESS RELEASE

PR. No 309/2014

**SOCIETE GENERALE GHANA (SOGEGH) -
UN-AUDITED FINANCIAL STATEMENTS FOR THE
THIRD QUARTER ENDING SEPTEMBER 2014**

SOGEGH has released its un-audited Financial Statements for the third quarter ending September 30, 2014 as per the attached.

Issued in Accra, this 24th
day of October, 2014.

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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**

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SOCIETE GENERALE GHANA 2014 THIRD QUARTER UNAUDITED FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER 2014

	2014 GH¢	2013 GH¢
Revenue	208,201,953	130,721,388
Interest & Similar Revenue	136,027,276	86,634,468
Interest & Similar Expense	(28,861,922)	(14,473,159)
Net Interest Income	107,165,354	72,161,309
Fees & Commission Revenue	42,118,487	30,375,908
Fees & Commission Expense	(6,524,113)	(3,912,442)
Net Commission Income	35,594,374	26,463,466
Forex Trading Revenue	26,382,575	11,406,851
Investment Revenue	184,000	-
Other Operating Income	3,489,614	2,304,161
Total Other Operating Income	30,056,189	13,711,012
Total Operating Income	172,815,917	112,335,787
Credit Loss Expenses	(29,192,658)	(8,315,545)
Net Operating Income	143,623,259	104,020,242
Personnel Expenses	(47,091,177)	(39,928,519)
Depreciation	(5,182,763)	(3,732,499)
Amortisations	(451,994)	(603,756)
Other Operating Expenses	(39,603,634)	(24,833,885)
Total Operating Expenses	(92,329,568)	(69,098,659)
Profit before Tax	51,293,691	34,921,583
Income Tax Expenses	(11,937,213)	(9,219,855)
National Reconstruction Levy	(2,564,685)	(368,351)
Profit for the Year	36,791,793	25,333,377
Other Comprehensive Income	(815,065)	559,227
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	35,976,728	25,892,604
Earnings Per Share:		
Equity shareholders of the Bank		
Basics (GH¢)	GH¢0.1469	GH¢0.1012

STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2014

	2014 GH¢	2013 GH¢
Assets		
Cash on Hand and Cash Balances with Bank of Ghana	170,336,275	98,200,948
Due from banks and Other Financial Institutions	168,749,923	93,020,436
Financial Investments	269,775,757	68,150,553
Other Assets	34,299,516	16,511,230
Loans and Advances	932,299,683	690,114,324
Investment in Associate	3,240,394	3,240,393
Investment in Other Securities	406,500	408,223
Current Tax: Assets	2,465,225	1,326,428
National Stabilisation Levy	28,523	449,987
Long Term Operating Lease Prepaid	3,670,425	3,855,800
Property, Plant & Equipment	76,883,204	80,703,898
Intangible Assets	1,306,703	509,214
Deferred Tax	771,944	165,688
Total Assets	1,664,234,072	1,056,657,122
Liabilities		
Customer Deposits	1,165,585,231	810,120,004
Due to banks, & other Financial Institutions	182,689,301	9,889,382
Interest Payable & Other Liabilities	106,202,543	54,200,673
Total liabilities	1,454,477,075	874,210,059
Equity		
Stated capital	62,393,558	62,393,558
Share Deals Account	2,943,755	2,943,755
Capital Surplus	23,923,921	31,739,052
General Regulatory Credit Reserve	18,747,568	10,363,861
Income Surplus Account	38,843,810	23,259,332
Statutory Reserve Fund	59,712,940	47,757,288
Other Reserves	3,191,445	3,990,217
Total Equity	209,756,997	182,447,063
Total Liabilities and Equity	1,664,234,072	1,056,657,122

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH SEPTEMBER 2014

	2014 GH¢	2013 GH¢
OPERATING ACTIVITIES		
Operating Profit before Taxation	51,293,691	34,921,584
Adjustments for:		
Depreciation	5,182,763	3,732,499
Amortization	451,994	603,756
Long Term Operating Lease Amortization	111,225	111,225
Provision for Share Option Payment	166,800	133,440
Unrealized Gains/ Losses	3,432,507	(844,074)
Dividend from Investments	(184,000)	-
Profit on Sales of Property, Plant and equipment	(5,495,974)	(51,356)
Other Non Cash Movement	14,395	136,522
Operating Profit before Working Capital Changes	54,973,401	38,743,596
(Increase) in Other Assets	(19,963,507)	(8,976,716)
Increase in Other Liabilities	44,953,624	14,599,043
Increase/(Decrease) in Customer Deposit	239,455,628	(48,965,201)
(Increase) in Loans and Advances to customers	(191,896,772)	(170,014,063)
(Increase) / Decrease in Government Securities	(130,641,671)	52,968,198
Increase / (Decrease) Amount due to Banks and Other Financial Institutions	147,215,932	(10,536,027)
Changes in Working Capital	89,123,234	(170,924,766)
Cash from Operations	144,096,635	(132,181,170)
Income Tax Paid	(10,373,749)	(8,407,301)
National Stabilization Levy Paid	(2,141,508)	(622,687)
Net Cash Flow from Operating Activities	131,581,378	(141,211,158)
INVESTING ACTIVITIES		
Purchase of Property Plant and Equipment	(6,969,753)	(16,828,544)
Purchase of Intangible Assets	(340,318)	(796,142)
Proceeds from sale of Property Plant and Equipment	12,664,717	585,015
Dividend Received	184,000	-
Net Cash Used in Investing Activities	5,538,646	(17,039,671)
FINANCING ACTIVITIES		
Dividend Paid	(20,033,634)	(13,355,756)
Net Cash Used in Financing Activities	(20,033,634)	(13,355,756)
Increase / (Decrease) in cash & cash equivalents	117,086,390	(171,606,585)
Net Foreign Exchange Difference	(3,672,303)	913,415
Cash & cash equivalents as at 1 January	225,672,111	361,914,554
Cash & cash equivalents as at 30th September 2014	339,086,198	191,221,384

STATEMENT OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER 2014

SEPTEMBER 2014

	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 at 1 January 2014	62,393,558	35,978,519	30,712,284	2,943,755	50,514,992	7,264,285	3,893,920	193,701,313
Movements during the Year	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	36,791,793	-	-	-	-	(815,065)	35,976,728
Revaluation Gain on Assets Disposed	-	6,788,363	(6,788,363)	-	-	-	-	-
Other Movements in Equity	-	-	-	-	-	-	-	-
Share Based Option Payments	-	-	-	-	-	-	112,590	112,590
Dividend Paid	-	(20,033,634)	-	-	-	-	-	(20,033,634)
Transfer to Statutory Reserve	-	(9,197,948)	-	-	9,197,948	-	-	-
Transfer to General Regulatory Credit Reserve	-	(11,483,283)	-	-	-	11,483,283	-	-
Balance as at 30th September 2014	62,393,558	38,843,810	23,923,921	2,943,755	59,712,940	18,747,568	3,191,445	209,756,997

SEPTEMBER 2013

	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 at 1st January 2013	62,393,558	18,987,445	32,229,381	2,943,755	41,423,944	8,820,873	3,015,349	169,814,305
Prior Year Adjustment	-	(319,731)	-	-	-	-	319,731	-
Movements during the Period	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	25,333,377	-	-	-	-	559,227	25,892,604
Revaluation Gain on Assets Disposed	-	490,329	(490,329)	-	-	-	-	-
Other Movements in Equity	-	-	-	-	-	-	-	-
Share Based Option Payments	-	-	-	-	-	-	95,910	95,910
Dividend paid	-	(13,355,756)	-	-	-	-	-	(13,355,756)
Transfer to Statutory Reserve	-	(6,333,344)	-	-	6,333,344	-	-	-
Transfer to General Regulatory Credit Reserve	-	(1,542,988)	-	-	-	1,542,988	-	-
Balance as at 30th September 2013	62,393,558	23,259,332	31,739,052	2,943,755	47,757,288	10,363,861	3,990,217	182,447,063

The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.

KOFI AMPIM
CHARIMAN

GILBERT HIE
MANAGING DIRECTOR

BUILDING TEAM SPIRIT TOGETHER

 **SOCIETE GENERALE
GHANA**

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2014

COMPLIANCE WITH IFRS

The financial statements of the Bank for the year ended 30th September 2014 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.

QUANTITATIVE DISCLOSURES

	2014	2013
a. Capital Adequacy Ratio	11.23%	16.72%
b. Non-Performing Loan Ratio	14.20%	6.54%

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

	2014	2013
a. Default in Statutory Liquidity (Times)	1	Nil
b. Default in Statutory Liquidity Sanction (GH¢)	15,199.79	Nil

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Companies Code, 1963 (Act 179) requires the Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company and of the profit or loss for that year.

In preparing the 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, subject to any material departures, disclosed and explained in the financial statements.
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company 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 company and which enable them to ensure that the financial statements comply with the Companies Code 1963 (Act 179). They are also responsible for safeguarding the assets of the company and hence for taking steps for the prevention and detection of fraud and other irregularities.

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