



**PRESS RELEASE**

**PR. No 335/2016**

**SOCIETE GENERALE GHANA (SOGEGH) -  
UN-AUDITED FINANCIAL STATEMENTS FOR THE  
THIRD QUARTER ENDING SEPTEMBER 2016**

SOGEGH has released its un-audited Financial Statements for the third quarter ending September 30, 2016 as per the attached.

Issued in Accra, this 27<sup>th</sup>  
day of October, 2016.

**- E N D -**

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  
2016 3RD QUARTER UNAUDITED  
FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2016

	2016 GH¢	2015 GH¢
<b>Revenue</b>	<b>290,089,091</b>	240,643,478
Interest & Similar Revenue	184,354,631	185,759,103
Interest & Similar Expense	(45,282,833)	(34,593,934)
<b>Net Interest Income</b>	<b>139,071,798</b>	151,165,169
Fees & Commission Revenue	51,706,473	56,062,949
Fees & Commission Expense	(10,006,998)	(9,522,996)
<b>Net Commission Income</b>	<b>41,699,475</b>	46,539,953
Forex Trading Revenue	42,780,803	14,642,105
Investment Revenue	-	-
Other Operating Income	11,247,184	(15,820,679)
<b>Total Other Operating Loss/ Income</b>	<b>54,027,987</b>	(1,178,574)
Total Operating Income	234,799,260	196,526,548
Credit Loss Expenses	(30,879,601)	(20,460,754)
<b>Net Operating Income</b>	<b>203,919,659</b>	176,065,794
Personnel Expenses	(73,015,675)	(61,929,858)
Depreciation	(6,999,749)	(7,099,711)
Amortisations	(1,257,125)	(595,643)
Other Operating Expenses	(56,848,131)	(51,513,735)
<b>Total Operating Expenses</b>	<b>(138,120,680)</b>	(121,138,947)
<b>Profit before Tax</b>	<b>65,798,979</b>	54,926,847
Income Tax Expenses	(17,930,611)	(17,030,654)
National Reconstruction Levy	(3,289,949)	(2,746,342)
<b>Profit for the Year</b>	<b>44,578,419</b>	35,149,851
Other Comprehensive Income	379,764	91,595
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>44,958,183</b>	35,241,446
<b>Earnings Per Share:</b>		
Equity shareholders of the Bank		
Basic (GH¢)	GH¢0.1618	GH¢0.1404

STATEMENT OF FINANCIAL POSITION  
AS AT 30TH SEPTEMBER 2016

	2016 GH¢	2015 GH¢
<b>Assets</b>		
Cash on Hand and Cash Balances with Bank of Ghana	225,310,538	236,849,079
Due from Banks and Other Financial Institutions	346,592,176	578,664,438
Financial Investments	586,623,642	111,263,796
Other Assets	82,729,138	26,727,871
Loans and Advances	1,010,023,033	830,968,765
Investment in Other Securities	406,500	406,500
National Stabilisation Levy	278,115	-
Long Term Operating Lease Prepaid	3,373,825	3,522,125
Property, Plant & Equipment	79,061,417	82,109,071
Intangible Assets	2,702,099	1,429,186
Deferred Tax	841,309	-
<b>Total Assets</b>	<b>2,337,941,792</b>	1,871,940,831
<b>Liabilities</b>		
Customer Deposits	1,562,449,758	1,208,283,277
Due to banks, & other Financial Institutions	276,318,045	200,408,256
Subordinated Debt	40,000,000	80,000,000
Interest Payable & Other Liabilities	177,396,430	121,089,622
Current Tax: Liabilities	651,680	6,169,606
National Stabilisation Levy	-	279,072
Deferred Tax	5,209,689	1,168,863
<b>Total liabilities</b>	<b>2,062,025,602</b>	1,617,398,696
<b>Equity</b>		
Stated capital	100,000,000	100,000,000
Capital Surplus	18,869,723	23,978,541
General Regulatory Credit Reserve	21,246,813	25,299,357
Income Surplus Account	50,212,288	33,547,887
Statutory Reserve Fund	85,284,711	71,776,300
Other Reserves	302,655	(59,950)
<b>Total Equity</b>	<b>275,916,190</b>	254,542,135
<b>Total Liabilities and Equity</b>	<b>2,337,941,792</b>	1,871,940,831

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

KOFI AMPIM  
CHAIRMAN

SIONLE YEO  
MANAGING DIRECTOR

STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2016

	2016 GH¢	2015 GH¢
<b>OPERATING ACTIVITIES</b>		
Operating Profit before Taxation	65,798,979	54,926,847
<b>Adjustments for:</b>		
Depreciation	6,999,749	7,099,711
Amortization	1,257,125	595,643
Long Term Operating Lease Amortization	111,225	111,225
Provision for Share Option Payment	-	150,120
Unrealized Gains/ Losses	(2,665,337)	18,115,530
Profit on Sales of Property, Plant and equipment	(3,831)	(289,174)
Other Non Cash Movement	-	(155,575)
<b>Operating Profit before Working Capital Changes</b>	<b>71,497,910</b>	80,554,327
(Increase) in Other Assets	(59,009,808)	(6,973,813)
Increase in Other Liabilities	68,710,662	31,603,908
Increase in Customer Deposit	166,640,232	80,853,494
(Increase) /Decrease in Loans and Advances to customers	(98,550,509)	52,075,456
(Increase)/Decrease in Government Securities	(458,810,173)	227,376,007
Increase in Amount due to Banks and Other Financial Institutions	82,051,664	44,161,162
<b>Changes in Working Capital</b>	<b>(298,967,932)</b>	429,096,214
<b>Cash from Operations</b>	<b>(227,470,022)</b>	509,650,541
Income Tax Paid	(15,745,529)	(10,423,331)
National Stabilization Levy Paid	(3,151,620)	(2,305,849)
<b>Net Cash Flow from Operating Activities</b>	<b>(246,367,171)</b>	496,921,361
<b>INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment	(5,311,730)	(10,081,865)
Purchase of Intangible Assets	(768,296)	(487,123)
Proceeds from sale of Property Plant and Equipment	5,503	342,568
<b>Net Cash Used in Investing Activities</b>	<b>(6,074,523)</b>	(10,226,420)
<b>FINANCING ACTIVITIES</b>		
Dividend Paid	(27,913,376)	-
Withholding tax	-	(2,682,476)
<b>Net Cash Used in Financing Activities</b>	<b>(27,913,376)</b>	(2,682,476)
<b>(Decrease) / Increase in cash &amp; cash equivalents</b>	<b>(280,355,070)</b>	484,012,466
<b>Net Foreign Exchange Difference</b>	<b>2,102,770</b>	(19,436,234)
<b>Cash &amp; cash equivalents as at 1 January</b>	<b>850,155,014</b>	350,937,285
<b>Cash &amp; cash equivalents as at 30th September 2016</b>	<b>571,902,714</b>	815,513,517

STATEMENT OF CHANGES IN EQUITY  
AS AT 30TH SEPTEMBER 2016

SEPTEMBER 2016

	Stated capital GH¢	Income surplus GH¢	Capital surplus 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
Total Comprehensive Income	-	44,578,419	-	-	-	379,764	44,958,183
Other Movements in Equity	-	-	-	-	-	-	-
Dividend Paid	-	(27,913,376)	-	-	-	-	(27,913,376)
Transfer to Statutory Reserve	-	(11,144,605)	-	11,144,605	-	-	-
Transfer to General Regulatory Credit Reserve	-	(5,813,874)	-	-	5,813,874	-	-
Withholding Tax on	-	-	(5,108,818)	-	-	-	(5,108,818)
Balance as at 30th September 2016	100,000,000	50,212,288	18,869,723	85,284,711	21,246,813	302,655	275,916,190

SEPTEMBER 2015

	Stated capital GH¢	Income surplus GH¢	Capital surplus GH¢	Share Deal 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	-	35,149,851	-	-	-	-	91,595	35,241,446
Other Movements in Equity	-	-	-	-	-	-	-	-
Transfer to Statutory Reserve	-	(8,787,463)	-	-	8,787,463	-	-	-
Transfer to General Regulatory Credit Reserve	-	(5,495,358)	-	-	-	5,495,358	-	-
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 Surplus Transfer	-	(2,682,476)	-	-	-	-	-	(2,682,476)
Balance as at 30th September 2015	100,000,000	33,547,887	23,978,541	-	71,776,300	25,299,357	(59,950)	254,542,135

SOCIETE GENERALE GHANA LIMITED  
UNAUDITED FINANCIAL STATEMENTS FOR THE  
PERIOD ENDED 30TH SEPTEMBER 2016

## 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 PERIOD ENDED 30TH SEPTEMBER 2016

### STATEMENT OF COMPLIANCE

The financial statements of the Bank for the quarter ended 30th September 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	14.50%	18.6%
b.Non-Performing Loan Ratio	17.33%	15.9%

## 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¢)	-	-

