



PRESS RELEASE

PR. No 442/2018

SOCIETE GENERALE GHANA LIMITED (SOGEGH) -
UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED
SEPTEMBER 2018

SOGEGH has released its unaudited Financial Statements for the period ended September 30, 2018 as per the attached.

Issued in Accra, this 26th
day of October, 2018.

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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
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Head of Listings, GSE on 0302 669908, 669914, 669935

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SOCIETE GENERALE GHANA LIMITED
UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER
ENDED 30TH SEPTEMBER 2018

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30TH SEPTEMBER 2018

	2018 GH¢	2017 GH¢
Interest Income	251,641,170	229,766,918
Interest Expense	(54,860,462)	(43,814,038)
Net Interest Income	196,780,708	185,952,880
Fees & Commission Income	62,644,206	55,002,892
Fees & Commission Expense	(13,874,941)	(11,925,164)
Net Fees and Commission Income	48,769,265	43,077,728
Net Trading Revenue	25,778,323	17,803,823
Net income from other financial instruments carried at fair value	15,269,715	32,552,622
Other Operating Income	8,929,780	2,677,881
Total Other Operating Income	49,977,818	53,034,326
Operating Income	295,527,791	282,064,934
Net impairment loss on financial assets	(39,952,002)	(20,683,123)
Personnel Expense	(83,729,788)	(76,064,811)
Depreciation and Amortization	(16,520,754)	(9,347,727)
Other Expenses	(80,914,251)	(73,519,615)
Profit before Income Tax	74,410,996	102,449,658
Income Tax Expenses	(22,853,154)	(33,049,134)
Profit after Tax Expense	51,557,842	69,400,524
<i>Other comprehensive income, net of income tax</i>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
- Available for sale financial assets		
Net fair value gain on available-for-sale financial assets during the year	(6,899,238)	254,863
Total Comprehensive Income for the period	44,658,604	69,655,387
Profit attributable to:		
Controlling Equity holders of the bank	29,233,297	39,350,097
Non-controlling interest	22,324,546	30,050,427
Profit for the period	51,557,842	69,400,524
Total Comprehensive Income attributable to:		
Controlling Equity holders of the bank	25,321,428	39,494,604
Non-controlling interest	19,337,176	30,160,783
Total Comprehensive Income for the period	44,658,604	69,655,387
Earnings Per Share:		
Basic and diluted earnings per share (GH¢)	GH¢0.14	GH¢0.22

STATEMENT OF CASHFLOWS FOR QUARTER ENDED 30TH SEPTEMBER 2018

	2018 GH¢	2017 GH¢
Cash flow from Operating Activities		
Operating Profit before Taxation	74,410,996	102,449,658
Adjustments for:		
Depreciation and Amortization	16,520,754	9,347,727
Unrealized Losses on forex and revaluations	(5,386,842)	859,548
Profit on Sales of Property, Plant and Equipment	(24,701)	(397,191)
Operating Profit before Working Capital Changes	85,520,207	112,259,742
Changes in Operating and Other Assets and Liabilities		
Change in Non-Pledged Trading assets	4,529,330	14,245,732
Change in Loans and Advances to Customers	(214,085,033)	(249,379,306)
Change in Other Assets	(17,764,151)	(9,475,827)
Change in Derivative assets held for risk management	(22,081,345)	-
Change in Derivative liabilities held for risk management	-	(6,496,857)
Change in Borrowings	55,037,641	10,457,639
Change in Deposit from Banks	8,737,766	(1,857,695)
Change in Deposit from Customers	279,241,116	(54,754,337)
Change in Other Liabilities	27,274,701	10,043,811
	120,890,025	(287,216,840)
Income Tax Paid	(29,824,309)	(30,800,960)
Net Cash Generated from Operating Activities	176,585,923	(205,758,058)
Cash flow from Investing Activities		
Change in Investment securities	(424,828,400)	291,117,607
Investments (other than securities)	(287,898)	(1,487,160)
Purchase of Property, Plant and Equipment	(22,610,589)	(35,511,853)
Purchase of Intangible Assets	(795,591)	(871,030)
Proceeds from Sale of Property, Plant and Equipment	25,008	378,364
Net Cash generated/(used in) from Investing Activities	(448,497,470)	253,625,928
Cash flow from Financing Activities		
Dividend Paid	-	(14,158,986)
Withholding Tax & Other Expenses on Bonus Issue	(6,798,336)	-
Net Cash used in Financing Activities	(6,798,336)	(14,158,986)
Change in Cash and Cash Equivalents	(278,709,883)	161,649,537
Net Foreign Exchange Difference	5,692,870	(654,075)
Cash & Cash Equivalents as at 1 January	757,751,599	775,207,151
Cash and Cash Equivalents as at 30th September 2018	484,734,586	936,202,613
Operational Cash Flows from Interest:		
Interest Received	229,988,859	224,116,295
Interest Paid	49,527,665	38,443,222

STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2018

	2018 GH¢	2017 GH¢
Assets		
Cash and Cash Equivalents	484,734,586	936,202,613
Non-Pledged Trading assets	69,433,136	55,651,564
Investment securities	649,557,570	249,827,221
Loans and Advances to Customers	1,586,656,249	1,191,686,878
Investments (other than securities)	2,181,558	1,893,660
Derivative assets held for risk management	22,081,345	-
Other Assets	48,872,287	38,747,258
Property, Plant and Equipment	286,182,092	114,512,240
Intangible Assets	1,848,847	2,590,290
Total Assets	3,151,547,670	2,591,111,724
Liabilities		
Deposits from banks	14,334,329	1,365,611
Deposits from customers	2,267,539,861	1,952,650,093
Borrowings	159,222,195	98,644,090
Current tax liabilities	7,157,558	764,366
Other Liabilities	160,252,421	144,432,610
Deferred Tax Liabilities	23,308,316	5,373,504
Total Liabilities	2,631,814,680	2,203,230,274
Shareholders' Fund		
Stated Capital	235,302,925	138,302,925
Income Surplus	27,772,701	120,761,206
Revaluation Reserve	123,670,260	12,256,049
Statutory Reserve	138,405,680	107,350,014
Credit Risk Reserve	-	7,570,347
Other Reserves	(5,418,576)	1,640,909
Total Shareholders' Fund	519,732,990	387,881,450
Total Liabilities and Shareholders' Fund	3,151,547,670	2,591,111,724
Total attributable to:		
Controlling Equity holders of the bank	1,786,927,529	1,469,160,348
Non-controlling interest	1,364,620,141	1,121,951,376
Profit for the period	3,151,547,670	2,591,111,724

The financial statement 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 30TH SEPTEMBER 2018

	Stated Capital	Income surplus	Revaluation Reserve	Statutory reserve	Credit risk reserve	Other reserves	Total shareholders' equity
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
For The Quarter Ended 30TH September 2018							
Balance as at 1 January 2018	138,302,925	142,772,417	123,670,260	112,626,759	-	1,480,662	518,853,023
<i>Movements during the Quarter:</i>							
Profit for the period	-	51,557,842	-	-	-	-	51,557,842
<i>Other comprehensive income</i>	-	-	-	-	-	(6,899,238)	(6,899,238)
<i>Other Movements in Equity</i>							
Bonus Issue	97,000,000	(97,000,000)	-	-	-	-	-
Expenses on Issue	-	(6,798,336)	-	-	-	-	(6,798,336)
Transfer to Statutory Reserve	-	(25,778,921)	-	25,778,921	-	-	-
Transfer to General Regulatory Credit Reserve	-	-	-	-	-	-	-
IFRS 9 First Time Application Impact	-	(36,980,301)	-	-	-	-	(36,980,301)
Balance as at 30th September 2018	235,302,925	27,772,701	123,670,260	138,405,680	-	(5,418,576)	519,732,990
For The Quarter Ended 30TH September 2017							
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
Prior Year Adjustment	-	-	-	-	-	-	-
<i>Movements during the Year</i>							
Total Comprehensive Income	-	69,400,524	-	-	-	254,863	69,655,387
<i>Other Movements in Equity</i>							
Transfer of revaluation gain	-	5,471,189	(5,471,189)	-	-	-	-
Fixed Asset Reconciliation	-	-	(256,668)	-	-	-	(256,668)
Gain from prior year disposal	-	86,293	-	-	-	-	86,293
Dividend Paid	-	(14,158,986)	-	-	-	-	(14,158,986)
Transfer to Statutory Reserve	-	(17,350,131)	-	17,350,131	-	-	-
Transfer to General Regulatory Credit Reserve	-	(1,290,955)	-	-	1,290,955	-	-
Deferred Tax On Capital Surplus	-	-	-	-	-	-	-
Balance as at 30th September 2017	138,302,925	120,761,206	12,256,049	107,350,014	7,570,347	1,640,909	387,881,450

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 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 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 and Specialized Deposit taking institution Act, 2016 Act 930 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 30TH SEPTEMBER 2018

Statement of compliance

The financial statements of the Bank for the quarter ended 30th September 2018 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 2018 IAS 39 which was used for the classification, measurement and impairment of financial instruments has been replaced by IFRS 9.

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 are at fair value. Land and buildings are also carried under the revaluation model.

QUANTITATIVE DISCLOSURES	2018	2017
Capital Adequacy Ratio	15.4%	15.5%
Non-Performing Loan Ratio	14.0%	16.0%

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, policies and limits.

Liquidity Breaches

The Bank complied with all liquidity regulations within the period.