



PRESS RELEASE

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**SOCIETE GENERALE GHANA LIMITED (SOGEGH) -
UNAUDITED FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDING 31 MARCH 2020**

SOGEGH has released its unaudited Financial Statements for the first quarter ending March 31, 2020 as per the attached.

Issued in Accra, this 23rd
day of April 2020.

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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
9. GSE Notice Board

For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

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SOCIETE GENERALE GHANA LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2020

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

INCOME FOR THE QUARTER ENDED 31 MARCH 2020

	2020 GH¢	2019 GH¢
Interest income	119,550,028	95,565,136
Interest expense	(25,208,320)	(20,445,452)
Net interest income	94,341,708	75,119,684
Fees & commission income	22,390,047	21,401,833
Fees & commission expense	(5,274,477)	(5,073,586)
Net fees and commission income	17,115,570	16,328,247
Net trading revenue	14,468,668	9,805,587
Net income from other financial instruments carried at fair value	11,354,977	7,974,692
Other operating income	(5,484,501)	7,375,138
Total other operating income	20,339,144	25,155,417
Operating income	131,796,422	116,603,348
Net impairment loss on financial assets	1,060,501	(22,782,159)
Personnel expense	(32,918,844)	(30,086,370)
Depreciation and amortization	(8,791,467)	(8,277,098)
Other expenses	(37,568,807)	(36,183,052)
Profit before income tax	53,577,805	19,274,669
Income tax expenses	(16,131,284)	(6,746,134)
Profit after tax expense	37,446,521	12,528,535
Other comprehensive income, net of income tax	-	-
Total comprehensive income for the period	37,446,521	12,528,535
Earnings per share:		
Basic earnings per share (GH¢)	GH¢0.21	GH¢0.02

STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 MARCH 2020

	2020 GH¢	2019 GH¢
Cash flow from operating activities		
Operating profit before taxation	53,577,805	19,274,669
Adjustments for:		
Depreciation and amortization	8,791,467	8,277,098
Unrealized gain on forex and revaluations	5,912,391	(6,086,803)
Profit on sales of property, plant and equipment	-	(262,500)
Operating profit before working capital changes	68,281,663	21,202,464
Changes in operating and other assets and liabilities		
Change in non-pledged trading assets	(7,891,226)	(8,240,277)
Change in loans and advances to customers	(55,801,167)	(404,849,848)
Change in other assets	(8,867,260)	16,858,643
Change in Derivative assets held for risk management	-	(12,354,189)
Change in Derivative liabilities held for risk management	21,497,905	-
Change in Deposit from Banks	(12,380,808)	(3,326,974)
Change in Deposit from Customers	(196,261,098)	385,994,274
Change in Other Liabilities	16,533,790	13,081,876
	(243,169,864)	(12,836,495)
Income tax paid	(16,281,629)	(2,535,389)
Net cash generated from / (used in) operating activities	(191,169,830)	5,830,580
Cash flow from investing activities		
Change in investment securities	(620,718,011)	(49,643,768)
Purchase of property, plant and equipment	(10,826,065)	(2,370,909)
Purchase of intangible assets	(55,816)	(70,347)
Proceeds from sale of property, plant and equipment	-	262,500
Net cash generated/(used in) from investing activities	(631,599,892)	(51,822,524)
Cash flow from financing activities		
Change in borrowings	221,845,772	19,499,256
Net Cash used in financing activities	221,845,772	19,499,256
Change in cash and cash equivalents	(600,923,950)	(26,492,688)
Net foreign exchange difference	(5,912,391)	6,519,118
Cash & cash equivalents as at 1 January	1,295,640,731	641,836,054
Cash and cash equivalents as at 31 March	688,804,390	621,862,484
Operational cash flows from interest:		
Interest received	124,820,737	69,048,214
Interest paid	22,222,688	19,985,956

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2020

	2020 GH¢	2019 GH¢
Assets		
Cash and cash equivalents	688,804,390	621,862,484
Non-pledged trading assets	65,415,162	83,837,637
Investment securities	703,823,003	741,061,042
Loans and advances to customers	2,699,195,168	2,048,547,307
Equity investments	8,862,900	2,807,042
Derivative financial assets	-	17,734,249
Current tax assets	-	1,405,009
Other assets	71,381,495	38,588,760
Property, plant and equipment	293,185,152	299,129,474
Intangible assets	1,502,446	2,108,935
Deferred tax assets	2,584,604	-
Total assets	4,534,754,320	3,857,081,939
Liabilities		
Deposits from banks	13,294,582	340,397
Deposits from customers	2,973,444,873	2,547,376,872
Borrowings	399,541,749	369,112,661
Derivative liabilities held for risk management	21,497,905	-
Current tax liabilities	37,914,359	-
Other liabilities	249,652,900	193,418,570
Deferred tax liabilities	-	32,520,005
Total liabilities	3,695,346,368	3,142,768,505
Shareholders' fund		
Stated capital	404,245,427	404,245,427
Income surplus	84,885,009	36,520,578
Revaluation reserve	123,670,260	123,670,260
Statutory reserve	226,607,256	149,877,169
Total shareholders' fund	839,407,952	714,313,434
Total liabilities and shareholders' fund	4,534,754,320	3,857,081,939

THE FINANCIAL STATEMENTS 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 31 MARCH 2020

	Stated capital GH¢	Income surplus GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Total shareholders' funds GH¢
For the quarter ended 31 March 2020					
Balance as at 1 January 2020	404,245,427	66,161,749	123,670,260	207,883,995	801,961,431
Movements during the Year:	-	-	-	-	-
Profit for the period	-	37,446,521	-	-	37,446,521
Other comprehensive income	-	-	-	-	-
Other Movements in Equity	-	-	-	-	-
Transfer to Statutory Reserve	-	(18,723,261)	-	18,723,261	-
Balance as at 31 March 2020	404,245,427	84,885,009	123,670,260	226,607,256	839,407,952

	Stated capital GH¢	Income surplus GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Total shareholders' funds GH¢
For the quarter ended 31 March 2019					
Balance as at 1 January 2019	404,245,427	30,256,311	123,670,260	143,612,902	701,784,900
Movements during the Quarter :	-	-	-	-	-
Profit for the period	-	12,528,534	-	-	12,528,534
Other comprehensive income	-	-	-	-	-
Other Movements in Equity	-	-	-	-	-
Transfer to Statutory Reserve	-	(6,264,267)	-	6,264,267	-
Balance as at 31 March 2019	404,245,427	36,520,578	123,670,260	149,877,169	714,313,434

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2020 THE REPORTING ENTITY

Societe Generale Ghana Limited is a public limited liability company incorporated under the Companies Act, 2019 (Act 992) . The bank is domiciled in Ghana with its registered office at 2nd Crescent, Royalt Castle Road, Ring Road Central, Accra. The bank is authorized and licensed to carry out the business of banking and provides retail banking, corporate banking, investment banking and other financial intermediation activities and specialized financing activities such as leasing and consumer credits through its network of branches and outlets including divisions across Ghana.

The Societe Generale (Group), a bank incorporated in France, is the ultimate parent of the Bank. The Bank is listed on the Ghana Stock Exchange (GSE). This has enabled the equity shares of the Bank to be traded publicly on the GSE.

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 Act, 2019 (Act 992) and the Bank and Specialised Deposit Taking Institutions Act, 2016 (Act 930) and the 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 2020

Statement of compliance

The financial statements of the Bank For the quarter ended 31 March 2020 have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and accounting requirements as dictated by the guide for financial publication 2017 issued by the Bank of Ghana. Except as otherwise specified by the guide for financial publication, the financial statements were prepared in accordance with IFRS.

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 Financial assets and liabilities held-for-trading, Derivative financial instruments and Equity investments which are at fair value. Land and buildings are also carried under the revaluation model.

QUANTITATIVE DISCLOSURES

	2020	2019
Capital Adequacy Ratio	17.7	20.5
Non-Performing Loan Ratio	5.6	13.5

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.

DEFAULTS IN STATUTORY LIQUIDITY

	2020	2019
Number of Defaults in Statutory Liquidity	1	Nil
Sanctions (GHS)	37,734	Nil