

SOCIETE GENERALE GHANA PLC

UNAUDITED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 31 MARCH 2024

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 MARCH 2024
(ALL AMOUNTS ARE IN THOUSANDS OF GHANA CEDIS UNLESS STATED OTHERWISE)

	2024 GH¢	2023 GH¢
Interest income	324,514	239,479
Interest expense	(54,671)	(51,796)
Net interest income	269,843	187,683
Fees & commission income	32,011	31,267
Fees & commission expense	(14,564)	(13,094)
Net fees and commission income	17,447	18,173
Net trading revenue	8,961	59,068
Net income from other financial instruments carried at fair value	26,857	21,749
Other operating income	15,724	23,671
Total other operating income	51,542	104,488
Operating income	338,832	310,344
Net impairment loss on financial assets	(36,378)	(63,054)
Operating income net of impairment charges	302,454	247,290
Personnel expense	(62,512)	(56,169)
Depreciation and amortization	(15,844)	(10,586)
Other operating expenses	(76,199)	(68,212)
Total operating expenses	(154,555)	(134,967)
Profit before income tax	147,899	112,324
Income tax expenses	(53,791)	(38,772)
Profit after tax expense	94,108	73,552
Other comprehensive income for the period	-	-
Debt instruments at fair value through other comprehensive income -net changes in fair value	-	-
Total comprehensive income for the period	94,108	73,552
Earnings per share:		
Basic and diluted earnings per share (GH¢)	0.53	0.41

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2024

	2024 GH¢	2023 GH¢
Assets		
Cash and cash equivalents	1,990,932	1,480,564
Non-pledged trading assets	2,264	3,688
Derivative financial assets	37,965	187,547
Debt instruments at amortised cost	2,436,567	2,168,539
Loans and advances to customers	3,898,103	3,252,617
Equity investments	3,504	3,550
Deferred tax assets	168,612	89,185
Property, plant and equipment	240,797	289,222
Intangible assets	97,369	9,883
Other assets	158,587	104,385
Total assets	9,034,700	7,589,180
Liabilities		
Derivative financial liabilities	-	13,330
Deposits from banks	7,791	146,576
Deposits from customers	5,590,194	4,620,944
Borrowings	814,329	908,757
Current tax liabilities	36,662	71,068
Deferred tax liabilities	48,387	-
Other liabilities	930,227	664,528
Total liabilities	7,427,590	6,425,203
Shareholders' fund		
Stated capital	404,245	404,245
Retained earnings	641,502	297,389
Revaluation reserve	123,670	123,670
Statutory reserve	437,693	338,673
Total shareholders' fund	1,607,110	1,163,977
Total liabilities and shareholders' fund	9,034,700	7,589,180

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



Margaret Boateng Sekyere
(Board Chair)



Hakim Ouzzani
(Managing Director)

STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 MARCH 2024

	2024 GH¢	2023 GH¢
Cash flow from operating activities		
Operating profit before taxation	147,899	112,324
Adjustments for:	-	-
Impairment provision	42,086	63,624
Fair value adjustment on non pledged trading assets	(2)	(407)
Depreciation and amortization	15,844	10,586
Derivative revaluation	(38,025)	14,562
Unrealized gains on forex revaluation	(13,164)	(20,554)
Operating profit before working capital changes	154,638	180,136
Changes in operating and other assets and liabilities	-	-
Change in non-pledged trading assets	(520)	13,289
Purchase of investment securities	(2,323,491)	(2,063,856)
Matured investment securities	1,686,844	735,292
Change in loans and advances to customers	47,707	(213,723)
Change in other assets	3,017	(2,389)
Change in deposit from banks	5,993	145,431
Change in deposit from customers	503,058	382,387
Change in other liabilities	(84,138)	97,701
	(161,530)	(905,868)
Income tax paid	(40,709)	(25,349)
Net cash generated from operating activities	(47,601)	(751,080)
Cash flow from investing activities		
Purchase of property, plant and equipment	(5,634)	(5,244)
Purchase of Intangible assets	(18,748)	(1,163)
Net cash generated from/(used in) investing activities	(24,382)	(6,406)
Cash flow from financing activities		
Proceeds from borrowings	74,093	268,381
Repayment of borrowings	(156,134)	(2,210)
Net cash used in financing activities	(82,041)	266,171
Change in cash and cash equivalents	(154,024)	(491,316)
Net foreign exchange difference	13,164	20,554
Cash & cash equivalents as at 1 January	2,133,267	1,952,572
Cash and cash equivalents as at 31 March	1,992,407	1,481,810
Operational cash flows from interest:		
Interest received	418,915	278,299
Interest paid	57,937	47,590

STATEMENT OF CHANGES IN EQUITY

FOR THE THE QUARTER ENDED 31 MARCH 2024

	Stated capital GH¢	Retained earnings GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
For the Quarter ended 31 March 2024						
Balance as at 1 January 2024	404,245	559,158	123,670	425,929	-	1,513,002
Movements during the quarter:						
Profit for the period	-	94,108	-	-	-	94,108
Other movements in equity:		-	-	-	-	-
Debt instruments at FVOCI	-	-	-	-	-	-
Transfer to statutory reserve	-	(11,764)	-	11,764	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 31 March 2024	404,245	641,502	123,670	437,693	-	1,607,110

	Stated capital GH¢	Retained earnings GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
For the Quarter ended 31 March 2023						
Balance as at 1 January 2023	404,245	242,225	123,670	320,285	438	1,090,863
Movements during the quarter:						
Profit for the period	-	73,552	-	-	-	73,552
Other movements in equity:	-	-	-	-	-	-
Debt instruments at FVOCI	-	-	-	-	(438)	(438)
Transfer to statutory reserve	-	(18,388)	-	18,388	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 31 March 2023	404,245	297,389	123,670	338,673	-	1,163,977

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2024

REPORTING ENTITY

Societe Generale Ghana PLC 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 Banking 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 2024

STATEMENT OF COMPLIANCE

The financial statements of the Bank for the quarter ended 31 March 2024 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 and other related laws in Ghana.

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

	2024	2023
Capital Adequacy Ratio	18.83	14.15
Non-Performing Loan Ratio	22.58	14.85
Leverage Ratio	10.66	6.74
Liquidity Ratio	106.72	111.69

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, polices and limits.

DEFAULTS IN STATUTORY LIQUIDITY

	2024	2023
Number of Defaults in Statutory Liquidity	NIL	NIL
Sanctions (GHS)	NIL	NIL