

# SOCIETE GENERALE GHANA PLC

## UNAUDITED FINANCIAL STATEMENTS

### FOR THE QUARTER ENDED 30 SEPTEMBER 2022

#### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	2022 GH¢	2021 GH¢
Interest income	452,550,026	376,569,068
Interest expense	(84,900,753)	(81,210,395)
<b>Net interest income</b>	<b>367,649,273</b>	<b>295,358,673</b>
Fees & commission income	74,124,385	56,121,534
Fees & commission expense	(23,693,733)	(18,677,979)
<b>Net fees and commission income</b>	<b>50,430,652</b>	<b>37,443,556</b>
Net trading revenue	36,676,569	32,279,472
Net income from other financial instruments carried at fair value	49,795,597	41,587,802
Other Operating Income	47,217,374	55,859,686
<b>Total other operating income</b>	<b>133,689,540</b>	<b>129,726,960</b>
<b>Operating income</b>	<b>551,769,465</b>	<b>462,529,189</b>
Net impairment loss on financial assets	(33,744,683)	(23,859)
Personnel expense	(122,891,698)	(102,896,854)
Depreciation and amortization	(29,128,029)	(25,676,052)
Other expenses	(136,401,034)	(116,227,662)
<b>Profit before income tax</b>	<b>229,604,021</b>	<b>217,704,762</b>
Income tax expenses	(81,183,293)	(75,641,751)
<b>Profit after tax expense</b>	<b>148,420,728</b>	<b>142,063,011</b>
<b>Other comprehensive income for the period</b>		
Debt instruments at fair value through other comprehensive income-net changes in fair value	(2,606,647)	806,065
<b>Total comprehensive income for the period</b>	<b>145,814,081</b>	<b>142,869,076</b>
<b>Earnings per share:</b>		
Basic and diluted earnings per share (GH¢)	<b>GH¢0.31p</b>	<b>GH¢0.27p</b>

#### STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2022

	2022 GH¢	2021 GH¢
<b>Assets</b>		
Cash and cash equivalents	1,662,691,892	1,428,404,054
Non-pledged trading assets	53,692,832	148,140,153
Debt instruments at fair value through other comprehensive income	87,101,869	91,604,495
Debt instruments at amortised cost	1,285,847,813	1,185,348,457
Loans and advances to customers	3,213,014,367	2,468,186,689
Investments (other than securities)	2,923,386	12,236,464
Derivative assets held for risk management	309,734,004	-
Other assets	66,648,834	45,685,618
Property, plant and equipment	293,908,797	260,512,287
Intangible assets	11,439,090	15,983,104
Deferred tax assets	32,802,006	18,788,857
<b>Total assets</b>	<b>7,019,804,890</b>	<b>5,674,890,179</b>
<b>Liabilities</b>		
Deposits from banks	2,093,835	802,206
Deposits from customers	4,202,039,696	3,621,251,192
Borrowings	1,055,713,842	489,996,343
Derivative liabilities held for risk management	9,494,333	37,904,373
Current tax liabilities	47,179,131	44,805,577
Other liabilities	578,109,999	413,002,428
<b>Total liabilities</b>	<b>5,849,630,836</b>	<b>4,607,762,118</b>
<b>Shareholders' fund</b>		
Stated capital	404,245,427	404,245,427
Income surplus	270,241,200	256,454,332
Revaluation reserve	123,670,260	123,670,260
Statutory reserve	329,623,814	281,951,977
Other reserves	(2,606,647)	806,065
<b>Total shareholders' fund</b>	<b>1,125,174,054</b>	<b>1,067,128,060</b>
<b>Total liabilities and shareholders' fund</b>	<b>7,019,804,890</b>	<b>5,674,890,179</b>

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

#### STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	2022 GH¢	2021 GH¢
<b>Cash flow from Operating activities</b>		
Operating profit before taxation	229,604,021	217,704,762
<b>Adjustments for:</b>		
Impairment provision	30,324,400	7,596,799
Fair value adjustment on non pledged trading assets	1,065,749	(913,361)
Depreciation and amortization	29,128,029	25,676,052
Unrealized gains/losses on forex and revaluations	277,127	1,161,332
<b>Operating profit before working capital changes</b>	<b>290,399,326</b>	<b>251,225,584</b>
<b>Changes in operating and other assets and liabilities</b>		
Change in non-pledged trading assets	88,397,699	(79,330,316)
Change in loans and advances to customers	(740,163,300)	85,292,864
Change in other assets	(12,518,647)	20,825,901
Change in derivative assets held for risk management	(309,734,004)	-
Change in derivative liabilities held for risk management	(31,015,315)	37,904,373
Change in deposit from banks	177,334	(3,143,732)
Change in deposit from customers	810,899,013	139,907,871
Change in other liabilities	215,529,346	102,673,929
	<b>21,572,126</b>	<b>304,130,890</b>
Income tax paid	(59,978,817)	(59,891,509)
<b>Net cash generated from operating activities</b>	<b>251,992,635</b>	<b>495,464,965</b>
<b>Cash flow from investing activities</b>		
Change in investment securities	94,390,886	(740,180,205)
Purchase of property, plant and equipment	(27,846,508)	7,250,641
Purchase of intangible assets	(36,351,197)	(17,409,514)
<b>Net cash generated/(used in) from investing activities</b>	<b>30,193,181</b>	<b>(750,339,078)</b>
<b>Cash flow from financing activities</b>		
Dividend Paid	(48,386,529)	-
Change in borrowings	466,849,214	123,729,556
<b>Net cash used in financing activities</b>	<b>418,462,685</b>	<b>123,729,556</b>
Change in cash and cash equivalents	700,648,501	(131,144,557)
Net foreign exchange difference	(277,127)	(1,161,332)
Cash & cash equivalents as at 1 January	964,630,209	1,561,983,616
<b>Cash and cash equivalents as at 30 September</b>	<b>1,665,001,583</b>	<b>1,429,677,727</b>
<b>Operational cash flows from interest:</b>		
Interest received	<b>423,908,473</b>	<b>339,947,822</b>
Interest paid	<b>83,755,845</b>	<b>82,856,663</b>

#### STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
<b>For the Quarter Ended 30 September 2022</b>						
Balance as at 1 January 2022	404,245,427	207,312,183	123,670,260	292,518,632	818,835	1,028,565,337
Movements during the quarter:						
Profit for the period	-	148,420,728	-	-	-	148,420,728
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	(3,425,482)	(3,425,482)
Transfer to statutory reserve	-	(37,105,182)	-	37,105,182	-	-
Dividend Paid	-	(48,386,529)	-	-	-	(48,386,529)
<b>Balance as at 30 September 2022</b>	<b>404,245,427</b>	<b>270,241,200</b>	<b>123,670,260</b>	<b>329,623,814</b>	<b>(2,606,647)</b>	<b>1,125,174,054</b>

	Stated Capital GH¢	Income surplus GH¢	Revaluation Reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
<b>For the Quarter ended 30 September 2021</b>						
Balance as at 1 January 2021	404,245,427	149,907,074	123,670,260	246,436,224	1,335,904	925,594,889
Movements during the quarter:						
Profit for the period	-	142,063,011	-	-	-	142,063,011
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	(529,839)	(529,839)
Transfer to statutory reserve	-	(35,515,753)	-	(35,515,753)	-	-
Dividend Paid	-	-	-	-	-	-
<b>Balance as at 30 September 2021</b>	<b>404,245,427</b>	<b>256,454,332</b>	<b>123,670,260</b>	<b>281,951,977</b>	<b>806,065</b>	<b>1,067,128,061</b>



Margaret Boateng Sekyere (Chairperson)



Hakim Ouzzani (Managing Director)

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 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 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 30 SEPTEMBER 2022

### STATEMENT OF COMPLIANCE

The financial statements of the Bank for the quarter ended 30 September 2022 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

	2022	2021
Capital adequacy ratio	15.93	20.07
Non-performing loan ratio	6.87	7.14
Leverage ratio	8.72	10.87
Liquidity ratio	92.25	107.67

### 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

	2022	2021
Number of Defaults in Statutory Liquidity	NIL	NIL
Sanctions (GHS)	NIL	NIL