

SOCIETE GENERALE GHANA PLC

UNAUDITED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30 SEPTEMBER 2024

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30 SEPTEMBER 2024

(ALL AMOUNTS ARE IN THOUSANDS OF GHANA CEDIS UNLESS STATED OTHERWISE)

| | 2024 GH¢ | 2023 GH¢ |
|---|------------------|------------------|
| Interest income | 987,100 | 775,239 |
| Interest expense | (174,619) | (162,639) |
| Net interest income | 812,481 | 612,600 |
| Fees & commission income | 109,377 | 94,747 |
| Fees & commission expense | (50,802) | (41,723) |
| Net fees and commission income | 58,575 | 53,024 |
| Net trading revenue | 36,737 | 93,864 |
| Net income from other financial instruments carried at fair value | 49,717 | 89,450 |
| Other operating income | 61,790 | 22,246 |
| Total other operating income | 148,244 | 205,560 |
| Operating income | 1,019,300 | 871,184 |
| Net impairment loss on financial assets | (119,019) | (46,683) |
| Operating income net of impairment charges | 900,281 | 824,501 |
| Personnel expense | (191,443) | (161,939) |
| Depreciation and amortization | (51,268) | (38,336) |
| Other operating expenses | (229,603) | (207,496) |
| Total operating expenses | (472,314) | (407,771) |
| Profit before income tax | 427,967 | 416,730 |
| Income tax expense | (153,639) | (144,355) |
| Profit after tax expense | 274,328 | 272,375 |
| 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 | 274,328 | 272,375 |
| Earnings per share: | | |
| Basic and diluted earnings per share (GH¢) | GH¢0.52p | GH¢0.51p |

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024

| | 2024 GH¢ | 2023 GH¢ |
|---|------------------|------------------|
| Assets | | |
| Cash and cash equivalents | 2,977,040 | 1,417,348 |
| Non-pledged trading assets | 5,988 | 1,701 |
| Debt instruments at amortised cost | 1,159,377 | 2,509,489 |
| Loans and advances to customers | 4,883,144 | 3,667,619 |
| Equity investments | 3,504 | 3,550 |
| Deferred tax assets | 189,077 | 130,313 |
| Property, plant and equipment | 244,645 | 251,214 |
| Intangible assets | 137,594 | 49,976 |
| Other assets | 129,332 | 166,436 |
| Total assets | 9,729,701 | 8,197,646 |
| Liabilities | | |
| Derivative liabilities held for risk management | 2,638 | 43,624 |
| Deposits from banks | 70,157 | 13,779 |
| Deposits from customers | 6,148,534 | 4,902,043 |
| Borrowings | 470,281 | 1,029,399 |
| Current tax liabilities | 60,426 | 67,117 |
| Deferred tax Liabilities | 42,017 | 44,313 |
| Other liabilities | 1,148,318 | 736,796 |
| Total liabilities | 7,942,371 | 6,837,071 |
| Shareholders' fund | | |
| Stated capital | 404,245 | 404,245 |
| Retained earnings | 799,195 | 444,837 |
| Revaluation reserve | 123,670 | 123,670 |
| Statutory reserve | 460,220 | 387,823 |
| Total shareholders' fund | 1,787,330 | 1,360,575 |
| Total liabilities and shareholders' fund | 9,729,701 | 8,197,646 |

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 2024

| | 2024 GH¢ | 2023 GH¢ |
|---|------------------|--------------------|
| Operating activities | | |
| Operating profit before taxation | 427,967 | 416,730 |
| Adjustments for: | - | - |
| Impairment provision | 130,773 | 51,030 |
| Fair value adjustment on non-pledged trading assets | (11) | (382) |
| Depreciation and amortization | 51,268 | 38,336 |
| Derivative revaluation | 2,578 | 232,404 |
| Unrealized gain on forex revaluation | (49,014) | (18,756) |
| Operating profit before working capital changes | 563,561 | 719,362 |
| Changes in operating and other assets and liabilities | | |
| Change in non-pledged trading assets | (4,235) | 12,838 |
| Purchase of investment securities | (1,046,591) | (2,406,075) |
| Matured investment securities | 1,686,844 | 736,423 |
| Change in loans and advances to customers | (1,024,725) | (617,051) |
| Change in other assets | 25,187 | (62,705) |
| Change in deposit from banks | 68,359 | 12,634 |
| Change in deposit from customers | 1,061,398 | 662,475 |
| Change in other liabilities | 133,476 | 170,919 |
| | 899,713 | (1,490,542) |
| Income tax paid | (143,625) | (130,500) |
| Net cash flows generated from operating activities | 1,319,649 | (901,680) |
| Cash flow from investing activities | | |
| Purchase of property, plant and equipment | (29,317) | (20,794) |
| Purchase of intangible assets | (74,562) | (15,447) |
| Net cash generated from/(used in) investing activities | (103,879) | (36,241) |
| Cash flow from financing activities | | |
| Proceeds from borrowings | 473,628 | 418,600 |
| Repayment of borrowings | (892,633) | (33,521) |
| Net cash flows generated from financing activities | (419,005) | 385,079 |
| Change in cash and cash equivalents | 796,765 | (552,842) |
| Net foreign exchange and revaluation difference | 49,014 | 18,756 |
| Cash & cash equivalents as at 1 January | 2,133,267 | 1,952,572 |
| Cash and cash equivalents as at 30 September | 2,979,046 | 1,418,486 |
| Operational cash flows from interest: | | |
| Interest received | 1,165,243 | 799,725 |
| Interest paid | 185,147 | 157,656 |



Margaret Boateng Sekyere
(Board Chair)



Hakim Ouzzani
(Managing Director)

STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED 30 SEPTEMBER 2024

| | Stated capital GH¢ | Retained earnings GH¢ | Revaluation reserve GH¢ | Statutory reserve GH¢ | Other reserves GH¢ | Total shareholders' equity GH¢ |
|--|-----------------------|--------------------------|----------------------------|--------------------------|-----------------------|-----------------------------------|
| For the Quarter Ended 30 September 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 | - | 274,328 | - | - | - | 274,328 |
| Other movements in equity: | | | | | | |
| Debt instruments at FVOCI | - | - | - | - | - | - |
| Transfer to statutory reserve | - | (34,291) | - | 34,291 | - | - |
| Dividend paid | - | - | - | - | - | - |
| Balance as at 30 September 2024 | 404,245 | 799,195 | 123,670 | 460,220 | - | 1,787,330 |
| For the Quarter Ended 30 September 2023 | | | | | | |
| Balance as at 1 January 2023 | 404,245 | 240,556 | 123,670 | 319,729 | 438 | 1,088,638 |
| Movements during the Quarter : | | | | | | |
| Profit for the period | - | 272,375 | - | - | - | 272,375 |
| Other movements in equity: | | | | | | |
| Debt instruments at FVOCI | - | - | - | - | (438) | (438) |
| Transfer to statutory reserve | - | (68,094) | - | 68,094 | - | - |
| Dividend paid | - | - | - | - | - | - |
| Balance as at 30 September 2023 | 404,245 | 444,837 | 123,670 | 387,823 | - | 1,360,575 |

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 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 30 SEPTEMBER 2024

STATEMENT OF COMPLIANCE

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

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 | 15.39 | 15.13 |
| Non-Performing Loan Ratio | 19.05 | 12.43 |
| Leverage Ratio | 9.90 | 7.63 |
| Liquidity Ratio | 90.22 | 109.64 |

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 |