



PRESS RELEASE

PR. No 277/2023

SOCIETE GENERALE GHANA PLC (SOGEGH) –

**UNAUDITED FINANCIAL STATEMENTS FOR THE
HALF YEAR ENDED 30 JUNE 2023**

SOGEGH has released its Unaudited Financial Statements for the half year ended June 30, 2023, as per the attached.

Issued in Accra, this 27TH
day of July 2023.

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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 of Listings, GSE on 0302 669908, 669914, 669935

***MD**

SOCIETE GENERALE GHANA PLC

UNAUDITED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 30 JUNE 2023

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

	2023 GH¢	2022 GH¢
Interest income	494,023	281,401
Interest expense	(104,329)	(54,543)
Net interest income	389,694	226,858
Fees & commission income	62,756	46,452
Fees & commission expense	(26,447)	(13,544)
Net fees and commission income	36,309	32,908
Net trading revenue	80,262	24,874
Net income from other financial instruments carried at fair value	52,188	27,961
Other operating income	23,624	52,076
Total other operating income	156,074	104,911
Operating income	582,077	364,676
Net impairment loss on financial assets	(67,252)	(4,195)
Operating income net of impairment charges	514,825	360,481
Personnel expense	(109,898)	(78,455)
Depreciation and amortization	(23,177)	(19,324)
Other operating expenses	(139,517)	(91,148)
Profit before income tax	242,233	171,553
Income tax expense	(83,853)	(59,929)
Profit after tax expense	158,380	111,624
Other comprehensive income for the period		
Debt instruments at fair value through other comprehensive income-net changes in fair value	-	(3,623)
Total comprehensive income for the period	158,380	108,001
Earnings per share:		
Basic and diluted earnings per share (GH¢)	GH¢0.45p	GH¢0.31p

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	2023 GH¢	2022 GH¢
Assets		
Cash and cash equivalents	2,202,678	1,541,159
Non-pledged trading assets	2,483	135,649
Derivative financial assets	128,457	90,108
Debt instruments at fair value through other comprehensive income	-	82,570
Debt instruments at amortised cost	2,197,704	883,311
Loans and advances to customers	3,363,982	2,750,248
Equity investments	3,550	2,923
Deferred tax assets	134,639	24,849
Property, plant and equipment	253,212	294,728
Intangible assets	54,161	12,786
Other assets	124,383	74,549
Total assets	8,465,249	5,892,880
Liabilities		
Derivative financial liabilities	12,203	-
Deposits from banks	5,323	1,497
Deposits from customers	5,182,502	3,734,020
Borrowings	1,241,473	569,197
Deferred tax liabilities	44,778	-
Current tax liabilities	35,825	36,673
Other liabilities	696,565	415,746
Total liabilities	7,218,669	4,757,133
Shareholders' fund		
Stated capital	404,245	404,245
Retained earnings	359,341	291,030
Revaluation reserve	123,670	123,670
Statutory reserve	359,324	320,425
Other reserves	-	(3,623)
Total shareholders' fund	1,246,580	1,135,747
Total liabilities and shareholders' fund	8,465,249	5,892,880

STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 30 JUNE 2023

	2023 GH¢	2022 GH¢
Operating activities		
Operating profit before taxation	242,233	171,553
Adjustments for:		
Impairment provision	68,623	2,545
Fair value adjustment on non-pledged trading assets	(402)	(786)
Depreciation and amortization	23,177	19,324
Derivative revaluation	72,525	(130,618)
Unrealized gains on forex revaluation	(20,145)	(2,793)
Operating profit before working capital changes	386,011	59,225
Changes in operating and other assets and liabilities		
Change in non-pledged trading assets	12,076	8,293
Change in loans and advances to customers	(329,245)	(248,589)
Change in other assets	(18,987)	(20,418)
Change in deposit from banks	4,177	(420)
Change in deposit from customers	942,933	342,879
Change in other liabilities	129,879	51,924
Income tax paid	(105,151)	(42,147)
Net cash flows generated from operating activities	1,021,694	150,747
Cash flow from investing activities		
Purchase of investment securities	(2,094,146)	(841,495)
Matured investment securities	736,165	1,342,808
Purchase of property, plant and equipment	(13,492)	(20,530)
Purchase of intangible assets	(13,772)	(36,031)
Net cash generated from/(used in) investing activities	(1,385,245)	444,752
Cash flow from financing activities		
Proceeds from borrowings	599,253	4,618
Repayment of borrowings	(3,765)	(24,286)
Net cash flows generated from financing activities	595,488	(19,668)
Change in cash and cash equivalents	231,936	575,831
Net foreign exchange and revaluation difference	20,145	2,793
Cash & cash equivalents as at 1 January	1,952,572	964,630
Cash and cash equivalents as at 30 June	2,204,653	1,543,254
Operational cash flows from interest:		
Interest received	436,297	288,476
Interest paid	97,492	55,460

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 CHANGES IN EQUITY

FOR THE THE HALF YEAR ENDED 30 JUNE 2023

	Stated capital GH¢	Retained earnings GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
For the the half year ended 30 June 2023						
Balance as at 1 January 2023	404,245	240,556	123,670	319,729	438	1,088,638
Movements during the half year :						
Profit for the period	-	158,380	-	-	-	158,380
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	(438)	(438)
Transfer to statutory reserve	-	(39,595)	-	39,595	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 30 June 2023	404,245	359,341	123,670	359,324	-	1,246,580

	Stated capital GH¢	Retained earnings GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
For the the half year ended 30 June 2022						
Balance as at 1 January 2022	404,245	207,312	123,670	292,519	819	1,028,565
Movements during the half year :						
Profit for the period	-	111,624	-	-	-	111,624
Other movements in equity:						
Debt instruments at FVOCI	-	-	-	-	(4,442)	(4,442)
Transfer to statutory reserve	-	(27,906)	-	27,906	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 30 June 2022	404,245	291,030	123,670	320,425	(3,623)	1,135,747

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2023

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 HALF YEAR ENDED 30 JUNE 2023

STATEMENT OF COMPLIANCE

The financial statements of the Bank for the half year ended 30 June 2023 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

	2023	2022
Capital Adequacy Ratio	14.89	19.49
Non-Performing Loan Ratio	14.81	7.22
Leverage Ratio	7.13	11.56
Liquidity Ratio	114.22	90.40

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

	2023	2022
Number of Defaults in Statutory Liquidity	NIL	NIL
Sanctions (GHS)	NIL	NIL