

SOCIETE GENERALE GHANA PLC

UNAUDITED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2024

STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 30 JUNE 2024

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

	2024 GH¢	2023 GH¢
Interest income	641,482	494,023
Interest expense	(111,004)	(104,329)
Net interest income	530,478	389,694
Fees & commission income	69,058	62,756
Fees & commission expense	(31,178)	(26,447)
Net fees and commission income	37,880	36,309
Net trading revenue	21,075	80,262
Net income from other financial instruments carried at fair value	35,673	52,188
Other operating income	41,737	23,624
Total other operating income	98,485	156,074
Operating income	666,843	582,077
Net impairment loss on financial assets	(83,474)	(67,252)
Operating income net of impairment charges	583,369	514,825
Personnel expense	(126,182)	(109,898)
Depreciation and amortization	(32,223)	(23,177)
Other operating expenses	(162,110)	(139,517)
Total operating expenses	(320,515)	(272,592)
Profit before income tax	262,854	242,233
Income tax expense	(95,057)	(83,853)
Profit after tax expense	167,797	158,380
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	167,797	158,380
Earnings per share:		
Basic and diluted earnings per share (GH¢)	GH¢0.47p	GH¢0.45p

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	2024 GH¢	2023 GH¢
Assets		
Cash and cash equivalents	3,388,593	2,202,678
Non-pledged trading assets	1,349	2,483
Derivative financial assets	-	128,457
Debt instruments at amortised cost	1,342,593	2,197,704
Loans and advances to customers	4,422,312	3,363,982
Equity investments	3,504	3,550
Deferred tax assets	180,543	134,639
Property, plant and equipment	237,077	253,212
Intangible assets	125,135	54,161
Other assets	182,726	124,383
Total assets	9,883,832	8,465,249
Liabilities		
Derivative liabilities held for risk management	19,160	12,203
Deposits from banks	67,118	5,323
Deposits from customers	6,052,036	5,182,502
Borrowings	1,009,215	1,241,473
Current tax liabilities	34,361	44,778
Deferred Tax Liabilities	45,360	35,825
Other liabilities	975,783	696,565
Total liabilities	8,203,033	7,218,669
Shareholders' fund		
Stated capital	404,245	404,245
Retained earnings	705,980	359,341
Revaluation reserve	123,670	123,670
Statutory reserve	446,904	359,324
Total shareholders' fund	1,680,799	1,246,580
Total liabilities and shareholders' fund	9,883,832	8,465,249

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 HALF YEAR ENDED 30 JUNE 2024

	2024 GH¢	2023 GH¢
Operating activities		
Operating profit before taxation	262,854	242,233
Adjustments for:	-	-
Impairment provision	91,886	68,623
Fair value adjustment on non-pledged trading assets	(5)	(402)
Depreciation and amortization	32,223	23,177
Derivative revaluation	19,100	72,525
Unrealized gain on forex revaluation	(30,708)	(20,145)
Operating profit before working capital changes	375,350	386,011
Changes in operating and other assets and liabilities		
Change in non-pledged trading assets	398	12,076
Purchase of investment securities	(1,230,174)	(2,094,146)
Matured investment securities	1,686,844	736,165
Change in loans and advances to customers	(524,154)	(329,245)
Change in other assets	(16,879)	(18,987)
Change in deposit from banks	65,319	4,177
Change in deposit from customers	964,899	942,933
Change in other liabilities	(39,396)	129,879
	906,857	(617,148)
Income tax paid	(99,233)	(105,151)
Net cash flows generated from operating activities	1,182,974	(336,288)
Cash flow from investing activities		
Purchase of property, plant and equipment	(11,600)	(13,492)
Purchase of intangible assets	(53,207)	(13,772)
Net cash generated from/(used in) investing activities	(64,807)	(27,264)
Cash flow from financing activities		
Proceeds from borrowings	301,291	599,253
Repayment of borrowings	(192,691)	(3,765)
Net cash flows generated from financing activities	108,600	595,488
Change in cash and cash equivalents	1,226,767	231,936
Net foreign exchange and revaluation difference	30,708	20,145
Cash & cash equivalents as at 1 January	2,133,267	1,952,572
Cash and cash equivalents as at 30 June	3,390,742	2,204,653
Operational cash flows from interest:		
Interest received	826,902	436,297
Interest paid	110,698	97,492

STATEMENT OF CHANGES IN EQUITY

FOR THE THE HALF YEAR ENDED 30 JUNE 2024

	Stated capital GH¢	Income surplus GH¢	Revaluation reserve GH¢	Statutory reserve GH¢	Other reserves GH¢	Total shareholders' equity GH¢
For the the half year ended 30 June 2024						
Balance as at 1 January 2024	404,245	559,158	123,670	425,929	-	1,513,002
Movements during the half year :						
Profit for the period	-	167,797	-	-	-	167,797
Other movements in equity:		-	-	-	-	-
Debt instruments at FVOCI	-	-	-	-	-	-
Transfer to statutory reserve	-	(20,975)	-	20,975	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 30 June 2024	404,245	705,980	123,670	446,904	-	1,680,799

	Stated capital GH¢	Income surplus 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

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 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 HALF YEAR ENDED 30 JUNE 2024

STATEMENT OF COMPLIANCE

The financial statements of the Bank for the half year ended 30 June 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	16.67	14.89
Non-Performing Loan Ratio	21.15	14.81
Leverage Ratio	9.82	7.13
Liquidity Ratio	102.79	114.22

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