

**SOCIETE GENERALE GHANA LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER**  
**ENDED 31 MARCH 2018**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 31 MARCH 2018**

	2018	2017
	GHC	GHC
Interest Income	80,465,079	79,322,860
Interest Expense	(17,114,440)	(14,531,663)
<b>Net Interest Income</b>	<b>63,350,639</b>	<b>64,791,197</b>
Fees & Commission Income	20,796,908	18,486,141
Fees & Commission Expense	(4,157,798)	(4,289,969)
<b>Net Fees and Commission Income</b>	<b>16,639,110</b>	<b>14,196,172</b>
Net Trading Revenue	8,055,409	6,474,261
Net income from other financial instruments carried at fair value	2,928,199	34,652,831
Other Operating Income	522,240	2,258,319
<b>Total Other Operating Income</b>	<b>11,505,848</b>	<b>43,385,411</b>
<b>Operating Income</b>	<b>91,495,597</b>	<b>122,372,780</b>
Net impairment loss on financial assets	(2,141,771)	(5,846,158)
Personnel Expense	(26,575,345)	(28,299,359)
Depreciation and Amortization	(5,374,734)	(3,074,850)
Other Expenses	(25,874,410)	(21,114,532)
<b>Profit before Income Tax</b>	<b>31,529,337</b>	<b>64,037,881</b>
Income Tax Expenses	(9,638,895)	(19,208,489)
<b>Profit after Tax Expense</b>	<b>21,890,442</b>	<b>44,829,392</b>
<i>Other comprehensive income, net of income tax</i>		
<i>Items that may be reclassified subsequently to profit &amp; loss:</i>		
- Available for sale financial assets		
Net fair value gain on available-for-sale financial assets during the year	(221,164)	1,549,906
<b>Total Comprehensive Income for the period</b>	<b>21,669,278</b>	<b>46,379,298</b>
<b>Profit attributable to:</b>		
Controlling Equity holders of the bank	12,411,881	25,418,265
Non-controlling interest	9,478,562	20,961,033
<b>Profit for the period</b>	<b>21,890,443</b>	<b>46,379,298</b>
<b>Total Comprehensive Income attributable to:</b>		
Controlling Equity holders of the bank	12,286,480	26,297,062
Non-controlling interest	9,382,798	20,082,236
<b>Total Comprehensive Income for the period</b>	<b>21,669,278</b>	<b>46,379,298</b>
<b>Earnings Per Share:</b>		
Basic and diluted earnings per share (GHC)	GHC0.20	GHC0.42

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2018**

	2018	2017
	GHC	GHC
<b>Assets</b>		
Cash and Cash Equivalents	900,916,613	587,422,762
Non-Pledged Trading assets	49,059,497	73,282,848
Investment securities	204,558,830	661,432,837
Loans and Advances to Customers	1,367,827,657	968,169,282
Investments (other than securities)	2,181,558	1,893,660
Derivative assets held for risk management	-	21,547,834
Other Assets	40,561,307	39,179,942
Property, Plant and Equipment	281,567,155	93,322,479
Intangible Assets	2,218,867	2,753,141
<b>Total Assets</b>	<b>2,848,891,484</b>	<b>2,449,004,785</b>
<b>Liabilities</b>		
Deposits from banks	289,311	308,802
Deposits from customers	2,032,471,680	1,736,309,726
Borrowings	116,015,791	211,191,435
Current tax liabilities	4,239,130	10,318,894
Other Liabilities	156,455,656	121,341,789
Deferred Tax Liabilities	35,877,915	4,758,403
<b>Total Liabilities</b>	<b>2,345,349,483</b>	<b>2,084,229,049</b>
<b>Shareholders' Fund</b>		
Stated Capital	138,302,925	138,302,925
Income Surplus	122,209,948	101,921,421
Revaluation Reserve	123,670,260	17,983,906
Statutory Reserve	118,099,370	101,207,231
Credit Risk Reserve	-	2,424,301
Other Reserves	1,259,498	2,935,952
<b>Total Shareholders' Fund</b>	<b>503,542,001</b>	<b>364,775,736</b>
<b>Total Liabilities and Shareholders' Fund</b>	<b>2,848,891,484</b>	<b>2,449,004,785</b>
<b>Total attributable to:</b>		
Controlling Equity holders of the bank	285,508,315	206,827,842
Non-controlling interest	218,033,687	157,947,894
<b>Profit for the period</b>	<b>503,542,002</b>	<b>364,775,736</b>

The financial statement do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.

Kofi Ampim (Chairman)

Sionle Yeo (Managing Director)

**STATEMENT OF CASHFLOWS FOR THE QUARTER ENDED 31 MARCH 2018**

	2018	2017
	GHC	GHC
<b>Cash flow from Operating Activities</b>		
Operating Profit before Taxation	31,529,339	64,037,881
<b>Adjustments for:</b>		
Depreciation and Amortization	5,374,734	3,074,850
Unrealized Losses on forex and revaluations	277,165	(847,881)
Profit on Sales of Property, Plant and Equipment	(1,825)	(361,726)
<b>Operating Profit before Working Capital Changes</b>	<b>37,179,412</b>	<b>65,903,124</b>
<b>Changes in Operating and Other Assets and Liabilities</b>		
Change in Non-Pledged Trading assets	25,371,651	(3,289,744)
Change in Loans and Advances to Customers	4,743,559	(25,861,710)
Change in Other Assets	(9,453,171)	(9,908,512)
Change in Derivative assets held for risk management	-	(21,547,834)
Change in Derivative liabilities held for risk management	-	(6,496,857)
Change in Borrowings	11,831,237	10,457,639
Change in Deposit from Banks	(5,307,252)	(1,857,695)
Change in Deposit from Customers	44,172,935	(54,754,337)
Change in Other Liabilities	23,477,935	10,043,811
	<b>94,836,895</b>	<b>(103,215,239)</b>
Income Tax Paid	(9,282,861)	(8,307,977)
<b>Net Cash Generated from Operating Activities</b>	<b>122,733,446</b>	<b>(111,523,216)</b>
<b>Cash flow from Investing Activities</b>		
Change in Investment securities	29,181,224	(118,905,876)
Investments (other than securities)	(287,898)	(1,487,160)
Purchase of Property, Plant and Equipment	(7,786,496)	(8,636,315)
Purchase of Intangible Assets	(337,044)	(212,562)
Proceeds from Sale of Property, Plant and Equipment	1,825	358,448
<b>Net Cash generated/(used in) from Investing Activities</b>	<b>20,771,610</b>	<b>(128,883,465)</b>
<b>Cash flow from Financing Activities</b>		
Dividend Paid	-	(14,158,986)
<b>Net Cash used in Financing Activities</b>	<b>-</b>	<b>(14,158,986)</b>
Change in Cash and Cash Equivalents	143,505,056	(188,662,543)
Net Foreign Exchange Difference	(340,042)	878,154
Cash & Cash Equivalents as 1 January	757,751,599	775,207,151
<b>Cash and Cash Equivalents at 31 March 2018</b>	<b>900,916,613</b>	<b>587,422,762</b>
<b>Operational Cash Flows from Interest:</b>		
Interest Received	<b>78,632,741</b>	<b>75,378,973</b>
Interest Paid	<b>12,424,943</b>	<b>8,964,990</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2018**

	Stated Capital	Income surplus	Revaluation Reserve	Statutory reserve	Credit risk reserve	Other reserves	Total shareholders' equity
	GHC	GHC	GHC	GHC	GHC	GHC	GHC
<b>For the quarter ended 31 March 2018</b>							
Balance as 1 January 2018	138,302,925	142,772,417	123,670,260	112,626,759	-	1,480,662	518,853,023
<b>Movements during the Quarter :</b>							
Profit for the period	-	21,890,443	-	-	-	-	21,890,443
Other comprehensive income	-	-	-	-	-	(221,164)	(221,164)
<b>Other Movements in Equity</b>							
Transfer to Statutory Reserve	-	(5,472,611)	-	5,472,611	-	-	-
IFRS 9 First Time Application Impact	-	(36,980,301)	-	-	-	-	(36,980,301)
<b>Balance at 31 March 2018</b>	<b>138,302,925</b>	<b>122,209,948</b>	<b>123,670,260</b>	<b>118,099,370</b>	<b>-</b>	<b>1,259,498</b>	<b>503,542,001</b>
<b>For the quarter ended 31 March 2017</b>							
Balance as 1 January 2017	138,302,925	78,603,272	17,983,906	89,999,883	6,279,392	1,386,046	332,555,424
<b>Movements during the Year</b>							
Total Comprehensive Income	-	44,829,392	-	-	-	1,549,906	46,379,298
<b>Other Movements in Equity</b>							
Dividend Paid	-	(14,158,986)	-	-	-	-	(14,158,986)
Transfer to Statutory Reserve	-	(11,207,348)	-	11,207,348	-	-	-
Transfer from Credit Risk Reserve	-	3,855,091	-	-	(3,855,091)	-	-
<b>Balance at 31 March 2017</b>	<b>138,302,925</b>	<b>101,921,421</b>	<b>17,983,906</b>	<b>101,207,231</b>	<b>2,424,301</b>	<b>2,935,952</b>	<b>364,775,736</b>

## 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 Code 1963 (Act 179) as amended by the Companies (Amendment) Act 2012 (Act 835) and the Banks and specialised Deposit Taking Institution Act, 2016 Act 930 and 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 2018

### Statement of compliance

The financial statements of the Bank For the quarter ended 31st March 2018 have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

### 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 available for sale investments, other financial assets and financial liabilities held for trading which are at fair value. Land and buildings are also carried under the revaluation model.

QUANTITATIVE DISCLOSURES	2018	2017
Capital Adequacy Ratio	15.8%	16.5%
Non-Performing Loan Ratio	13.2%	15.2%

## 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, policies and limits.

### Liquidity Breaches

The bank complied with all liquidity regulations within the quarter.