Proposition. If $\phi: FG \to Mat_d(F)$ is a representation of a group algebra FG then the restriction of ϕ to the basis G of FG gives a matrix representation of the group G. Conversely, if $\psi: G \to GL(d, F)$ is a matrix representation of G then we can obtain a matrix representation of FG by extending the domain of definition of ψ to the whole of FG by the formula

$$\psi(\sum_{g\in G}\lambda_g g) = \sum_{g\in G}\lambda_g(\psi g).$$

Thus, representations of G are essentially the same as representations of FG.

Proof. Let $\phi: FG \to \operatorname{Mat}_d(F)$ be a representation of FG, and let ψ be the restriction of ϕ to G. (In other words, for each $g \in G$ we define $\psi g = \phi g$. This makes sense since G is a subset of FG.) Since $(\phi\alpha)(\phi\beta) = \phi(\alpha\beta)$ holds for all $\alpha, \beta \in FG$, we certainly have $(\psi g)(\psi h) = \psi(gh)$ for all $g, h \in G$. So to prove that ψ is a representation of G it remains to show that ψg is invertible for all g (so that ψ can be interpreted as a map from G to $\operatorname{GL}(d, F)$ instead of a map from G to $\operatorname{Mat}_d(F)$). But $(\psi g)(\psi g^{-1}) = \psi(gg^{-1}) = \psi 1_G = I$ (since part of the definition of a representation of an algebra is that the identity element must be mapped to the identity matrix). So ψg has an inverse (namely, $\psi(g^{-1})$), as required.

Conversely, let $\psi: G \to \operatorname{GL}(d, F)$ be a representation of G, and define $\phi: FG \to \operatorname{Mat}_d(F)$ by

$$\phi(\sum_{g \in G} \lambda_g g) = \sum_{g \in G} \lambda_g(\psi g).$$

This yields a well defined function on FG since each element of FG is uniquely expressible in the form $\sum_{g \in G} \lambda_g g$ (where the coefficients λ_g are elements of F). Then for all choices of scalars λ_g , μ_g we have

$$\phi\Big(\sum_{g\in G}\lambda_g g\Big)\phi\Big(\sum_{g\in G}\mu_g g\Big) = \Big(\sum_g\lambda_g(\psi g)\Big)\Big(\sum_h\mu_h(\psi h)\Big) = \sum_g\sum_h\lambda_g\mu_h\psi(gh)$$
$$= \sum_{k\in G}\Big(\sum_{\{g,h|gh=k\}}\lambda_g\mu_h\Big)\psi k = \phi\Big(\sum_{k\in G}\Big(\sum_{\{g,h|gh=k\}}\lambda_g\mu_h\Big)k\Big) = \phi\Big(\Big(\sum_g\lambda_g g\Big)\Big(\sum_h\mu_hh\Big)\Big),$$

and hence ϕ preserves multiplication. It remains to prove that ψ is linear and that $\psi 1_G = I$. This is left to the reader.

Let $R^{(1)}$, $R^{(2)}$, ..., $R^{(s)}$ be a full set of irreducible unitary representations of G. Let d_i be the degree of $R^{(i)}$. In accordance with the proposition above, we can make each $R^{(i)}$ into a representation of $\mathbb{C}G$ so that $R^{(i)}(\sum_g \lambda_g g) = \sum_g \lambda_g(R^{(i)}g)$. Now define A to be the \mathbb{C} -algebra which is the direct sum of the full matrix algebras $\operatorname{Mat}_{d_1}(\mathbb{C})$, $\operatorname{Mat}_{d_2}(\mathbb{C})$, ..., $\operatorname{Mat}_{d_s}(\mathbb{C})$. Thus each element of A is an ordered s-tuple of matrices (M_1, M_2, \ldots, M_s) , where M_i is a $d_i \times d_i$ matrix, and the operations of addition, multiplication and scalar multiplication for A are all defined componentwise. Define a function $\phi: \mathbb{C}G \to A$ by

$$\phi \alpha = (R^{(1)}\alpha, R^{(2)}\alpha, \dots, R^{(s)}\alpha)$$

for all $\alpha \in FG$. We shall prove that the function ϕ is an isomorphism of \mathbb{C} -algebras. Thus we obtain the following theorem.

Wedderburn's Theorem. The complex group algebra of a finite group G is isomorphic to a direct sum of full matrix algebras.

Wedderburn's Theorem can reasonably be called the main theorem in the study of complex representations of finite groups. It is, as we shall see, easy to deduce from the orthogonality relations; so one could also argue that the main theorem is really the orthogonality of coordinate functions. But Wedderburn's Theorem gives the results a structural flavour which is in the spirit of modern algebra.

We need only to prove that the map ϕ defined above is an isomorphism. It is obviously preserves addition, multiplication and scalar multiplication, since each $R^{(i)}$ preserves all of these. In other words, ϕ is an algebra homomorphism. Now the vector space dimension of $\operatorname{Mat}_d(\mathbb{C})$ is d^2 ; so the dimension of A is $\sum_i d_i^2$, which, as we know, equals |G|. This is also the dimension of FG. So if ϕ is surjective it will also have to be injective.

Choose any $k \in \{1, 2, ..., s\}$ and $i, j \in \{1, 2, ..., d_k\}$, and let $\alpha = \frac{1}{|G|} \sum_{g \in G} \overline{(R_{ij}^{(k)}g)}g$ (where $R_{ij}^{(k)}$ is the (i, j) coordinate function of $R^{(k)}$. The (p, q)-entry of $R^{(l)}\alpha$ is

$$\frac{1}{|G|} \sum_{g \in G} \overline{(R_{ij}^{(k)}g)} (R_{pq}^{(l)}g),$$

which (by the orthogonality of coordinate functions) is zero unless l = k and (p, q) = (i, j), in which case it is nonzero. So

$$\phi\alpha = (0, 0, \dots, \Delta_{ij}, \dots, 0)$$

where the only nonzero component of the right hand side is the kth component, and this component (denoted here as Δ_{ij}) has nonzero (i, j)-entry and is zero elsewhere. The elements of A that we obtain in this way as we vary k, i and j clearly form a basis for A, and since all these elements are in the image of ϕ it follows that the image of ϕ is the whole of A, as required.