

Statement of profit or loss and other comprehensive income

In thousand Armenian drams	Notes	Year ended December 31, 2015	Year ended December 31, 2014
Gross premiums written	22	8,141,484	7,247,048
Change in the gross provision for unearned premiums	22	(313,123)	(135,079)
Gross insurance premium revenue		7,828,361	7,111,969
Insurance premiums impairment charge	28	(117,733)	(350,762)
Gross insurance premium revenue, after impairment		7,710,628	6,761,207
Written premiums ceded to reinsurers	22	(1,682,185)	(1,096,035)
Reinsurers' share of change in the gross provision for unearned premiums	22	255,496	(17,796)
Ceded earned premiums		(1,426,689)	(1,113,831)
Net insurance premium revenue		6,283,939	5,647,376
Subrogation income		234,286	256,871
Subrogation impairment charge	28	(107,939)	(41,466)
Subrogation income, after impairment		126,347	215,405
Net reinsurance commission income	23	199,300	170,666
Net income/(loss) from investments available-for-sale		(89,595)	337,191
Investment income	24	720,642	781,609
Other income		6,165	78,307
Total income		7,246,798	7,230,554
Gross claims incurred	25	(3,623,366)	(3,653,761)
Reinsurer's share of gross claims incurred	25	269,952	310,764
Net insurance claims incurred		(3,353,414)	(3,342,997)
Acquisition costs	26	(1,243,175)	(1,130,315)
Other commission expenses		-	(2,607)
Financial expenses	27	(379,873)	(434,676)
Impairment charge	28	(535)	(13,961)
Depreciation and amortization	6,7	(144,643)	(146,267)
Staff costs	29	(979,461)	(830,670)
Other operating and administrative expenses	30	(524,202)	(738,604)
Foreign currency translation net gains/(losses) of non-trading assets and liabilities		816	(1,747)
Net losses from trading in foreign currency		(5,556)	(2,802)
Total expenses		(6,630,043)	(6,644,646)
Profit before income tax		616,755	585,908
Income tax expense	31	(131,693)	(135,064)
Profit for the year		485,062	450,844

In thousand Armenian drams

	Notes	Year ended December 31, 2015	Year ended December 31, 2014
Other comprehensive income:			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Revaluation of PPE		16,938	-
Income tax relating to items not reclassified		(3,388)	-
Net gains from items that will not be reclassified subsequently to profit or loss		13,550	-
<i>Items that will be reclassified subsequently to profit or loss</i>			
Net losses from changes in fair value of available-for-sale financial assets		(1,870)	(539,521)
Net (gains)/losses realized to profit or loss on disposal of available-for-sale instruments		89,595	(337,191)
Income tax relating to reclassified items		(17,545)	175,342
			(701,370)
Net (gains)/losses from items that will be reclassified subsequently to profit or loss		70,180	(701,370)
Other comprehensive income for the year, net of tax		83,730	(701,370)
Total comprehensive income for the year		568,792	(250,526)

The accompanying notes on pages 8 to 59 are an integral part of these financial statements.