

## Statement of profit or loss and other comprehensive income

"30" June 2019

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	April- June 2019	January- June 2019	April- June 2018	January- June 2018
Gross premiums written	21	2,580,234	7,956,350	1,509,815	5,246,070
Change in the gross provision for unearned premiums	21	581,413	(1,902,837)	1,096,285	(117,402)
<b>Gross insurance premium revenue</b>		<b>3,161,647</b>	<b>6,053,513</b>	<b>2,606,100</b>	<b>5,128,668</b>
Impairment charge of premiums	21, 27	(6,190)	2,029	6,099	(14,774)
<b>Gross insurance premium revenue, after impairment charge</b>		<b>3,155,457</b>	<b>6,055,542</b>	<b>2,612,199</b>	<b>5,113,894</b>
Written premiums ceded to reinsurers	21	(588,409)	(2,185,047)	(375,818)	(881,114)
Reinsurers' share of change in the gross provision for unearned premiums	21	(322,445)	457,289	(345,891)	(477,527)
<b>Ceded earned premiums</b>		<b>(910,854)</b>	<b>(1,727,758)</b>	<b>(721,709)</b>	<b>(1,358,641)</b>
<b>Net insurance premium revenue</b>		<b>2,244,603</b>	<b>4,327,783</b>	<b>1,890,490</b>	<b>3,755,253</b>
Subrogation income		50,392	91,963	22,230	46,241
Impairment charge of subrogation	27	(41,095)	(48,219)	(2,391)	1,307
<b>Subrogation income, after impairment charge</b>		<b>9,297</b>	<b>43,744</b>	<b>19,839</b>	<b>47,548</b>
Net reinsurance commission income	22	64,242	125,488	70,628	136,444
Net income from investments available-for-sale		48,596	53,953	45,873	80,615
Investment income	23	169,194	343,036	142,916	278,352
Other income		74	18,095	1,999	3,955
<b>Total income</b>		<b>2,536,007</b>	<b>4,912,100</b>	<b>2,171,745</b>	<b>4,302,167</b>
Gross claims incurred	24	(1,643,666)	(3,129,234)	(1,211,764)	(2,449,841)
Reinsurer's share of gross claims incurred	24	69,890	196,054	(20,083)	(7,228)
<b>Net insurance claims incurred</b>		<b>(1,573,776)</b>	<b>(2,933,180)</b>	<b>(1,231,847)</b>	<b>(2,457,069)</b>
Acquisition costs	25	(332,616)	(612,591)	(249,310)	(508,804)
Financial expenses	26	(21,459)	(55,960)	(19,992)	(34,318)
Impairment charge	27	(985)	(1,551)	-	21
Depreciation and amortization	6, 7	(26,875)	(49,115)	(22,927)	(49,212)
Staff costs	28	(358,565)	(672,011)	(284,671)	(567,418)
Other operating and administrative expenses	29	(112,832)	(296,723)	(227,986)	(485,643)
Foreign currency translation net losses of non-trading assets and liabilities		17,184	15,070	(43)	4,762
Net losses from trading in foreign currency		(1,070)	(2,754)	(1,058)	(1,794)
<b>Total expenses</b>		<b>(2,410,994)</b>	<b>(4,608,815)</b>	<b>(2,037,834)</b>	<b>(4,099,475)</b>
<b>Profit/(loss) before income tax</b>		<b>125,013</b>	<b>303,285</b>	<b>133,911</b>	<b>202,692</b>
Income tax expense	30	(53,458)	(93,823)	(63,730)	(66,142)
<b>Profit/(loss) for the year</b>		<b>71,555</b>	<b>209,462</b>	<b>70,181</b>	<b>136,550</b>
<b>Other comprehensive income:</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Revaluation of PPE					
Income tax relating to items not reclassified					
<b>Net income from items that will not be reclassified subsequently to profit or loss</b>		-	-	-	-
<i>Items that will be reclassified subsequently to profit or loss</i>					
Net unrealized gains/(losses) from changes in fair value of available-for-sale financial assets		72,144	54,465	(25,154)	32,182
Net gains realized to net profit or loss on disposal of available-for-sale instruments		(48,596)	(53,953)	(45,873)	(80,615)
Income tax relating to reclassified items		(4,710)	(102)	14,205	9,687
<b>Net gains/(losses) from items that will be reclassified subsequently to profit or loss</b>		<b>18,837</b>	<b>410</b>	<b>(56,822)</b>	<b>(38,746)</b>
<b>Other comprehensive income for the year, net of tax</b>		<b>18,837</b>	<b>410</b>	<b>(56,822)</b>	<b>(38,746)</b>
<b>Total comprehensive income for the year</b>		<b>90,392</b>	<b>209,872</b>	<b>13,359</b>	<b>97,804</b>

Arevshat Melikstyan  
Executive Director

Alvina Balbabyan  
Chief Accountant