

Statement of profit or loss and other comprehensive income

"31" December 2018

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	October- December 2018	January - December 2018	October- December 2017	January - December 2017
Gross premiums written	21	2,999,042	10,153,610	2,879,059	9,261,066
Change in the gross provision for unearned premiums	21	(427,748)	114,535	(276,129)	(167,503)
Gross insurance premium revenue		2,571,294	10,268,145	2,602,930	9,093,563
Impairment charge of premiums	21, 27	(7,749)	(38,188)	(13,963)	(44,494)
Gross insurance premium revenue, after impairment charge		2,563,545	10,229,957	2,588,967	9,049,069
Written premiums ceded to reinsurers	21	(1,203,773)	(2,540,870)	(1,062,910)	(2,271,542)
Reinsurers' share of change in the gross provision for unearned premiums	21	553,515	(110,230)	463,715	(7,583)
Ceded earned premiums		(650,258)	(2,651,100)	(599,195)	(2,279,125)
Net insurance premium revenue		1,913,287	7,578,857	1,989,772	6,769,944
Subrogation income		20,312	86,255	64,733	112,870
Impairment charge of subrogation	27	(3,780)	(6,270)	3,566	(25,028)
Subrogation income, after impairment charge		16,532	79,985	68,298	87,842
Net reinsurance commission income	22	62,451	262,508	61,798	234,732
Net income from investments available-for-sale		15,404	145,021	70,082	240,358
Investment income	23	157,151	584,027	137,420	626,535
Other income		896	7,632	77,814	93,216
Total income		2,165,721	8,658,030	2,405,184	8,052,626
Gross claims incurred	24	(1,571,067)	(5,334,883)	(1,532,379)	(4,788,929)
Reinsurer's share of gross claims incurred	24	140,194	145,734	182,908	533,948
Net insurance claims incurred		(1,430,873)	(5,189,149)	(1,349,472)	(4,254,981)
Acquisition costs	25	(217,908)	(959,378)	(299,144)	(1,191,112)
Financial expenses	26	(29,960)	(89,425)	(17,485)	(88,823)
Impairment charge	27	(1,215)	(1,275)	402	671
Depreciation and amortization	6, 7	(24,970)	(96,115)	(30,600)	(121,577)
Staff costs	28	(257,313)	(1,103,044)	(267,753)	(967,680)
Other operating and administrative expenses	29	(239,347)	(922,385)	(197,291)	(765,312)
Foreign currency translation net losses of non-trading assets and liabilities		650	5,568	(4,234)	(3,773)
Net losses from trading in foreign currency		(644)	(2,913)	(377)	(3,196)
Total expenses		(2,201,580)	(8,358,116)	(2,165,953)	(7,395,783)
Profit/(loss) before income tax		(35,859)	299,914	239,231	656,843
Income tax expense	30	28,056	(78,135)	(46,860)	(155,773)
Profit/(loss) for the year		(7,803)	221,779	192,371	501,070
Other comprehensive income:					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Revaluation of PPE		62,561	62,561	17,934	17,934
Income tax relating to items not reclassified		(12,512)	(12,512)	(3,587)	(3,587)
Net income from items that will not be reclassified subsequently to profit or loss		50,049	50,049	14,347	14,347
<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		15,449	66,706	94,852	263,015
Net gains realized to net profit or loss on disposal of available-for-sale instruments		(15,404)	(145,021)	(70,082)	(240,358)
Income tax relating to reclassified items		(9)	15,663	(4,954)	(4,531)
Net gains/(losses) from items that will be reclassified subsequently to profit or loss		36	(62,652)	19,816	18,126
Other comprehensive income for the year, net of tax		50,085	(12,603)	34,163	32,473
Total comprehensive income for the year		42,282	209,176	226,534	533,544

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