

Statement of profit or loss and other comprehensive income

"30" September 2018

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	July- September 2018	January - September 2018	July - September 2017	January - September 2017
Gross premiums written	21	1,908,498	7,154,569	2,020,402	6,382,007
Change in the gross provision for unearned premiums	21	659,686	542,283	267,301	108,626
Gross insurance premium revenue		2,568,184	7,696,852	2,287,703	6,490,633
Impairment charge of premiums	21, 27	(15,666)	(30,440)	(8,051)	(30,480)
Gross insurance premium revenue, after impairment charge		2,552,518	7,666,412	2,279,652	6,460,153
Written premiums ceded to reinsurers	21	(455,983)	(1,337,097)	(457,277)	(1,208,632)
Reinsurers' share of change in the gross provision for unearned premiums	21	(186,218)	(663,745)	(137,972)	(471,298)
Ceded earned premiums		(642,201)	(2,000,842)	(595,249)	(1,679,930)
Net insurance premium revenue		1,910,317	5,665,570	1,684,403	4,780,223
Subrogation income		19,703	65,944	17,111	48,137
Impairment charge of subrogation	27	(3,798)	(2,491)	(16,036)	(28,593)
Subrogation income, after impairment charge		15,905	63,453	1,075	19,544
Net reinsurance commission income	22	63,613	200,057	60,019	172,933
Net income from investments available-for-sale		49,001	129,616	33,732	170,277
Investment income	23	148,524	426,876	149,602	489,115
Other income		2,781	6,737	11,804	15,350
Total income		2,190,143	6,492,309	1,940,635	5,647,442
Gross claims incurred	24	(1,313,975)	(3,763,816)	(1,270,481)	(3,198,391)
Reinsurer's share of gross claims incurred	24	12,768	5,540	256,083	351,041
Net insurance claims incurred		(1,301,207)	(3,758,276)	(1,014,398)	(2,847,350)
Acquisition costs	25	(232,667)	(741,471)	(318,993)	(891,968)
Financial expenses	26	(25,146)	(59,464)	(24,125)	(71,338)
Impairment charge	27	(80)	(60)	(88)	219
Depreciation and amortization	6, 7	(21,933)	(71,144)	(29,540)	(90,977)
Staff costs	28	(278,312)	(845,730)	(217,779)	(699,928)
Other operating and administrative expenses	29	(197,396)	(683,039)	(245,833)	(626,130)
Foreign currency translation net losses of non-trading assets and liabilities		155	4,917	(190)	462
Net losses from trading in foreign currency		(475)	(2,269)	(1,197)	(2,819)
Total expenses		(2,057,062)	(6,156,536)	(1,852,144)	(5,229,829)
Profit/(loss) before income tax		133,081	335,773	88,491	417,613
Income tax expense	30	(40,048)	(106,190)	(28,969)	(108,913)
Profit/(loss) for the year		93,033	229,583	59,522	308,700
Other comprehensive income:					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Revaluation of PPE				-	-
Income tax relating to items not reclassified				-	-
Net income from items that will not be reclassified subsequently to profit or loss		-	-	-	-
<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		19,075	51,256	24,926	168,165
Net gains realized to net profit or loss on disposal of available-for-sale instruments		(49,001)	(129,616)	(33,732)	(170,277)
Income tax relating to reclassified items		5,985	15,672	1,761	422
Net gains/(losses) from items that will be reclassified subsequently to profit or loss		(23,942)	(62,688)	(7,045)	(1,690)
Other comprehensive income for the year, net of tax		(23,942)	(62,688)	(7,045)	(1,690)
Total comprehensive income for the year		69,091	166,895	52,477	307,010

Arevshat Melikestyan
Executive Director

Alvina Balbalyan
Chief Accountant