

Statement of cash flows

In thousand Armenian drams	Year ended 31 December 2017	Year ended 31 December 2016
Cash flows from operating activities		
Insurance premiums received	8,324,073	7,491,366
Ceded reinsurance premiums	(1,509,121)	(1,831,065)
Claims paid	(4,455,119)	(3,395,143)
Reinsurers' share in claims paid	92,916	95,333
Received subrogation amounts	85,590	119,653
Payments to employees and in their name	(931,741)	(920,243)
Payments to suppliers	(335,504)	(406,700)
Payments to intermediaries	(736,816)	(520,972)
Taxes paid, other than income tax	(54,201)	(33,944)
Other payments	(278,498)	(259,013)
Net cash flow from operating activities before income tax	201,579	339,272
Income tax paid	(386,587)	(125,738)
Net cash flow from/(used in) operating activities	(185,008)	213,534
Cash flows from investing activities		
Sale of investment securities	1,805,066	1,077,632
Purchase of property and equipment and intangible assets	(84,728)	(41,879)
Placement of deposits	(123,420)	(1,152,743)
Proceeds from loans repaid	22,398	98,872
Net cash from/(used in) investing activities	1,619,316	(18,118)
Cash flow from financing activities		
Dividends paid	(750,000)	(400,000)
Loans received/(repaid)	(720,614)	237,107
Net cash used in financing activities	(1,470,614)	(162,893)
Net increase/(decrease) in cash and cash equivalents	(36,306)	32,523
Cash and cash equivalents at the beginning of the year	103,250	75,776
Effect of exchange rate changes on cash and cash equivalents	(2,374)	(5,049)
Cash and cash equivalents at the end of the year (Note 14)	64,570	103,250

The accompanying notes on pages 10 to 58 are an integral part of these financial statements.