

Statement of cash flows

In thousand Armenian drams	Year ended 31 December 2016	Year ended 31 December 2015
Cash flows from operating activities		
Insurance premiums received	7,491,366	7,460,266
Ceded reinsurance premiums	(1,831,065)	(1,423,348)
Claims paid	(3,395,143)	(3,557,411)
Reinsurers' share in claims paid	95,333	56,009
Received subrogation amounts	119,653	111,899
Payments to employees and in their name	(920,243)	(900,545)
Payments to suppliers	(406,700)	(302,055)
Payments to intermediaries	(520,972)	(671,005)
Taxes paid, other than income tax	(33,944)	(16,211)
Other payments	(259,013)	(198,009)
Net cash flow from operating activities before income tax	339,272	559,590
Income tax paid	(125,738)	(125,309)
Net cash flow from operating activities	213,534	434,281
Cash flows from investing activities		
Sale of investment securities	1,077,632	1,666,957
Purchase of property and equipment and intangible assets	(41,879)	(19,516)
(Placement)/repayment of deposits	(1,152,743)	1,189,211
Proceeds from loans repaid	98,872	185,627
Net cash from/(used in) investing activities	(18,118)	3,022,279
Cash flow from financing activities		
Dividends paid	(400,000)	-
Loans received/(repaid)	237,107	(3,545,423)
Net cash used in financing activities	(162,893)	(3,545,423)
Net increase/(decrease) in cash and cash equivalents	32,523	(88,863)
Cash and cash equivalents at the beginning of the year	75,776	170,192
Effect of exchange rate changes on cash and cash equivalents	(5,049)	(5,553)
Cash and cash equivalents at the end of the year (Note 14)	103,250	75,776

The accompanying notes on pages 9 to 59 are an integral part of these financial statements.