

## Statement of profit or loss and other comprehensive income

"30" June 2015

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	April - June 2015	January - June 2015	April - June 2014	January - June 2014
Gross premiums written	22	1,594,378	4,040,862	1,300,157	3,612,730
Change in the gross provision for unearned premiums	22	262,259	(373,458)	434,461	(128,490)
<b>Gross insurance premium revenue</b>		<b>1,856,637</b>	<b>3,667,404</b>	<b>1,734,619</b>	<b>3,484,240</b>
Written premiums ceded to reinsurers	22	(218,506)	(387,180)	(182,478)	(378,589)
Reinsurers' share of change in the gross provision for unearned premiums	22	(55,848)	(168,474)	(100,698)	(168,338)
<b>Ceded earned premiums</b>		<b>(274,354)</b>	<b>(555,653)</b>	<b>(283,176)</b>	<b>(546,927)</b>
<b>Net insurance premium revenue</b>		<b>1,582,284</b>	<b>3,111,751</b>	<b>1,451,443</b>	<b>2,937,313</b>
Net reinsurance commission income	23	44,229	87,037	30,883	79,283
Subrogation income		49,067	96,764	90,918	166,370
Net income from investments available-for-sale		193	(88,250)	145,516	234,381
Investment income	24	205,423	409,276	176,219	375,736
Other income		476	1,759	3,408	27,134
<b>Total income</b>		<b>1,881,672</b>	<b>3,618,336</b>	<b>1,898,387</b>	<b>3,820,217</b>
Gross claims incurred	25	(846,610)	(1,692,826)	(692,802)	(1,716,219)
Reinsurer's share of gross claims incurred	25	26,532	91,584	18,687	146,405
<b>Net insurance claims incurred</b>		<b>(820,077)</b>	<b>(1,601,242)</b>	<b>(674,116)</b>	<b>(1,569,814)</b>
Acquisition costs	26	(325,105)	(632,606)	(307,069)	(628,111)
Other commission expenses		-	-	(1,416)	(2,141)
Financial expenses	27	(107,926)	(276,384)	(84,668)	(195,977)
Impairment charge	28	(19,978)	(138,238)	(43,179)	(63,926)
Depreciation and amortization	6,7	(36,640)	(73,613)	(34,363)	(73,236)
Staff costs	29	(226,232)	(425,423)	(202,902)	(437,791)
Other operating and administrative expenses	30	(120,100)	(247,831)	(184,858)	(345,921)
Foreign currency translation net losses of non-trading assets and liabilities		(183)	(222)	260	(243)
Net losses from trading in foreign currency		(307)	(1,043)	(333)	(1,157)
<b>Total expenses</b>		<b>(1,656,548)</b>	<b>(3,396,603)</b>	<b>(1,532,643)</b>	<b>(3,318,318)</b>
<b>Profit/(loss) before income tax</b>		<b>225,124</b>	<b>221,734</b>	<b>365,744</b>	<b>501,899</b>
Income tax expense	31	(45,863)	(48,252)	(69,514)	(98,229)
<b>Profit/(loss) for the year</b>		<b>179,261</b>	<b>173,481</b>	<b>296,230</b>	<b>403,670</b>
<b>Other comprehensive income:</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		(16,710)	(27,038)	68,177	(10,259)
Net gains realized to net profit or loss on disposal of available-for-sale instruments		(193)	88,250	(145,516)	(234,381)
Income tax relating to reclassified items		3,381	(12,243)	-	91,602
<b>Net gains/(losses) from items that will be reclassified subsequently to profit or loss</b>		<b>(13,522)</b>	<b>48,970</b>	<b>(77,339)</b>	<b>(153,038)</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>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other comprehensive income for the year, net of tax</b>		<b>(13,522)</b>	<b>48,970</b>	<b>(77,339)</b>	<b>(153,038)</b>
<b>Total comprehensive income for the year</b>		<b>165,739</b>	<b>222,452</b>	<b>218,891</b>	<b>250,631</b>

Levon Altunyan  
Executive Director

Alvina Balbalyan  
Chief Accountant