

Statement of profit or loss and other comprehensive income

"31" December 2016

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	October - December 2016	January - December 2016	October -December 2015	January -December 2015
Gross premiums written	22	2,909,806	8,647,769	1,628,619	8,141,484
Change in the gross provision for unearned premiums	22	(805,811)	(564,639)	447,464	(313,123)
Gross insurance premium revenue		2,103,995	8,083,130	2,076,083	7,828,361
Impairment charge of premiums	22,28	(596)	(42,247)	(16,711)	(117,733)
Gross insurance premium revenue, after impairment charge		2,103,400	8,040,883	2,059,372	7,710,628
Written premiums ceded to reinsurers	22	(1,408,882)	(2,414,184)	(306,102)	(1,682,185)
Reinsurers' share of change in the gross provision for unearned premiums	22	873,624	512,254	(149,923)	255,496
Ceded earned premiums		(535,258)	(1,901,930)	(456,025)	(1,426,689)
Net insurance premium revenue		1,568,141	6,138,953	1,603,347	6,283,939
Subrogation income		20,970	100,142	83,739	234,286
Impairment charge of subrogation	28	(13,459)	(68,333)	(21,569)	(107,939)
Subrogation income, after impairment charge		7,512	31,809	62,170	126,347
Net reinsurance commission income	23	58,226	216,631	56,856	199,300
Net income from investments available-for-sale		119,180	402,519	(1,344)	(89,595)
Investment income	24	178,557	637,230	144,218	720,642
Other income		752	5,015	1,214	6,165
Total income		1,932,369	7,432,157	1,866,460	7,246,798
Gross claims incurred	25	(1,032,329)	(3,494,781)	(1,034,139)	(3,623,366)
Reinsurer's share of gross claims incurred	25	62,940	246,602	167,913	269,952
Net insurance claims incurred		(969,389)	(3,248,179)	(866,226)	(3,353,414)
Acquisition costs	26	(301,107)	(1,205,286)	(338,822)	(1,243,175)
Financial expenses	27	(34,017)	(123,617)	(40,235)	(379,873)
Impairment charge	28	(219)	140	(345)	(535)
Depreciation and amortization	6,7	(30,916)	(126,353)	(34,622)	(144,643)
Staff costs	29	(267,183)	(946,080)	(370,176)	(979,461)
Other operating and administrative expenses	30	(199,735)	(564,358)	(165,336)	(524,202)
Foreign currency translation net losses of non-trading assets and liabilities		(11,082)	(17,865)	(3,449)	816
Net losses from trading in foreign currency		(3,488)	(4,819)	(3,337)	(5,556)
Total expenses		(1,817,137)	(6,236,417)	(1,822,549)	(6,630,043)
Profit/(loss) before income tax		115,233	1,195,740	43,911	616,755
Income tax expense	31	(23,890)	(256,275)	(15,295)	(131,693)
Profit/(loss) for the year		91,343	939,465	28,617	485,062
Other comprehensive income:					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Revaluation of PPE		19,574	19,574	16,938	16,938
Income tax relating to items not reclassified		(3,915)	(3,915)	(3,388)	(3,388)
Net income from items that will not be reclassified subsequently to profit or loss		15,659	15,659	13,550	13,550
<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		127,326	794,992	5,360	(1,870)
Net gains realized to net profit or loss on disposal of available-for-sale instruments		(119,180)	(402,519)	1,344	89,595
Income tax relating to reclassified items		(1,629)	(78,495)	(1,341)	(17,545)
Net gains/(losses) from items that will be reclassified subsequently to profit or loss		6,517	313,978	5,363	70,180
Other comprehensive income for the year, net of tax		22,176	329,637	18,914	83,730
Total comprehensive income for the year		113,519	1,269,102	47,531	568,792