

## Statement of profit or loss and other comprehensive income

\*31\* December 2020

"INGO ARMENIA" insurance closed joint stock company

In thousand Armenian drams	Notes	October - December 2020	January- December 2020	October - December 2019	January- December 2019
Gross premiums written	21	2,770,669	10,517,933	2,797,865	13,366,884
Change in the gross provision for unearned premiums	21	(35,675)	387,999	420,632	(779,779)
<b>Gross insurance premium revenue</b>		<b>2,734,994</b>	<b>10,905,932</b>	<b>3,218,497</b>	<b>12,587,105</b>
Impairment charge of premiums	21, 27	(2,995)	(1,774)	(12,656)	(8,151)
<b>Gross insurance premium revenue, after impairment charge</b>		<b>2,732,000</b>	<b>10,904,159</b>	<b>3,205,841</b>	<b>12,578,954</b>
Written premiums ceded to reinsurers	21	(1,555,431)	(3,405,716)	(1,209,179)	(4,140,772)
Reinsurers' share of change in the gross provision for unearned premiums	21	587,922	1,006	329,659	640,636
<b>Ceded earned premiums</b>		<b>(967,509)</b>	<b>(3,404,710)</b>	<b>(879,521)</b>	<b>(3,500,136)</b>
<b>Net insurance premium revenue</b>		<b>1,764,491</b>	<b>7,499,448</b>	<b>2,326,321</b>	<b>9,078,818</b>
Subrogation income		14,303	90,800	34,012	165,840
Impairment charge of subrogation	27	(6,815)	(19,623)	(5,137)	(57,892)
<b>Subrogation income, after impairment charge</b>		<b>7,488</b>	<b>71,178</b>	<b>28,875</b>	<b>107,948</b>
Net reinsurance commission income	22	71,693	313,361	60,271	246,575
Net income from investments available-for-sale		-	400,282	126,864	223,877
Investment income	23	193,822	744,949	178,105	684,239
Other income	31	24,671	66,539	166,102	185,484
<b>Total income</b>		<b>2,062,165</b>	<b>9,095,756</b>	<b>2,886,537</b>	<b>10,526,941</b>
Gross claims incurred	24	(1,076,729)	(4,497,676)	(2,079,449)	(6,923,662)
Reinsurer's share of gross claims incurred	24	54,520	242,103	89,267	379,194
<b>Net insurance claims incurred</b>		<b>(1,022,209)</b>	<b>(4,255,572)</b>	<b>(1,990,182)</b>	<b>(6,544,468)</b>
Acquisition costs	25	(389,709)	(1,056,361)	(311,244)	(1,294,005)
Financial expenses	26	(26,479)	(110,953)	(36,800)	(109,053)
Impairment charge	27	-	197	(50,960)	(50,895)
Depreciation and amortization	6, 7	(37,258)	(149,966)	(49,397)	(126,879)
Staff costs	28	(369,927)	(1,474,635)	(317,253)	(1,300,589)
Other operating and administrative expenses	29	(155,447)	(568,810)	(145,981)	(712,748)
Foreign currency translation net losses of non-trading assets and liabilities		(30,796)	(35,939)	(1,998)	14,100
Net losses from trading in foreign currency		(7,346)	(9,599)	(1,095)	(4,459)
<b>Total expenses</b>		<b>(2,039,172)</b>	<b>(7,661,638)</b>	<b>(2,904,908)</b>	<b>(10,128,996)</b>
<b>Profit/(loss) before income tax</b>		<b>22,993</b>	<b>1,434,118</b>	<b>(18,371)</b>	<b>397,945</b>
Income tax expense	30	(38,450)	(294,639)	(39,308)	(128,104)
<b>Profit/(loss) for the year</b>		<b>(15,457)</b>	<b>1,139,479</b>	<b>(57,679)</b>	<b>269,841</b>
<b>Other comprehensive income:</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Revaluation of PPE		6,150	6,150	40,258	40,258
Income tax relating to items not reclassified		(1,107)	(1,107)	(3,608)	(3,608)
<b>Net income from items that will not be reclassified subsequently to profit or loss</b>		<b>5,043</b>	<b>5,043</b>	<b>36,650</b>	<b>36,650</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		(292,492)	79,334	218,199	359,638
Net gains realized to net profit or loss on disposal of available-for-sale instruments		-	(400,282)	(126,864)	(223,877)
Income tax relating to reclassified items		52,649	57,771	(15,435)	(24,320)
<b>Net gains/(losses) from items that will be reclassified subsequently to profit or loss</b>		<b>(239,843)</b>	<b>(263,177)</b>	<b>75,900</b>	<b>111,441</b>
<b>Other comprehensive income for the year, net of tax</b>		<b>(234,801)</b>	<b>(258,134)</b>	<b>112,550</b>	<b>148,091</b>
<b>Total comprehensive income for the year</b>		<b>(250,258)</b>	<b>881,345</b>	<b>54,872</b>	<b>417,932</b>