

“AZRE REINSURANCE” OJSC
Consolidated Statement of Profit or Loss and Other Comprehensive Income

<i>In Azerbaijani Manats</i>	Note	2020	2019
Gross Premiums written	21	96,756,801	82,517,134
Premiums ceded	21	(16,170,676)	(12,819,890)
Premiums cancelled		(1,687,742)	(1,760,290)
Net premiums written		78,898,383	67,936,954
Increase in reserve for unearned premiums, gross	21	(4,005,538)	(9,101,543)
Increase in reinsurers' share of reserve for unearned premiums	21	522,405	587,048
Change in reserve for unearned premiums, net		(3,483,133)	(8,514,495)
Net premiums earned		75,415,250	59,422,459
Claims paid, gross	21	(31,106,924)	(15,835,617)
Claims recovered from reinsurers	21	729,372	604,981
Claims paid, net of reinsurers' share		(30,377,552)	(15,230,636)
(Increase)/Decrease in insurance loss reserves, gross	21	(29,293,514)	4,698,538
Increase/(Decrease) in reinsurers' share of insurance loss reserves	21	1,372,551	(1,020,042)
Change in loss reserve, net		(27,920,963)	3,678,496
Net claims incurred		(58,298,515)	(11,552,140)
Acquisition costs	22	(7,750,630)	(7,271,689)
Commission income		65,568	734,788
Operating expenses	23	(13,158,344)	(10,998,569)
Depreciation and amortisation	17,18	(945,587)	(1,084,469)
Interest income on deposits with banks		511,976	455,746
Interest income on debt securities		7,867,652	6,539,387
Provision for impairment of cash and cash equivalents	7	-	(23,253)
Provision for impairment of deposits with banks		(13,158)	-
Gains less losses from trading investments		1,045,469	666,737
Finance cost	17	(95,037)	(137,006)
Foreign exchange translation gain/(loss), net		35,482	(35,260)
Other income net		20,613	62,217
Profit before taxation		4,700,739	36,778,948
Income tax expense	19	(1,486,590)	(7,361,320)
PROFIT FOR THE YEAR		3,214,149	29,417,628
Other comprehensive income/ (loss):			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Available-for-sale investments:			
- Gains less losses arising during the year		(1,911)	62,298
Other comprehensive income / (loss) for the year		(1,911)	62,298
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		3,212,238	29,479,926
Profit / (loss) is attributable to:			
- Owners of the Company		2,993,207	29,173,396
- Non-controlling interest		220,942	244,232
Profit for the year		3,214,149	29,417,628
Total comprehensive income / (loss) is attributable to:			
- Owners of the Company		2,991,487	29,229,464
- Non-controlling interest		220,751	250,462
Total comprehensive income for the year		3,212,238	29,479,926