

Statement of profit or loss and other comprehensive income

In thousand Armenian drams	Notes	Year ended December 31, 2013	Year ended December 31, 2012
Gross premiums written	22	7,608,469	9,031,253
Change in the gross provision for unearned premiums	22	(179,354)	(1,816,828)
Gross insurance premium revenue		7,429,115	7,214,425
Written premiums ceded to reinsurers	22	(1,152,185)	(1,608,300)
Reinsurers' share of change in the gross provision for unearned premiums	22	(26,932)	575,569
Ceded earned premiums		(1,179,117)	(1,032,731)
Net insurance premium revenue		6,249,998	6,181,694
Net reinsurance commission income	23	164,611	99,247
Subrogation income		45,791	31,455
Net income from investments available-for-sale		208,505	27,142
Investment income	24	626,447	572,363
Foreign currency translation net gains of non-trading assets and liabilities		(1,782)	86,633
Other income		36,573	13,922
Total income		7,330,143	7,012,456
Gross claims incurred	25	(3,988,559)	(3,487,570)
Reinsurer's share of gross claims incurred	25	103,684	40,752
Net insurance claims incurred		(3,884,875)	(3,446,818)
Acquisition costs	26	(1,326,872)	(1,289,893)
Other commission expenses		(5,777)	(5,953)
Financial expenses	27	(338,713)	(267,495)
Impairment charge of other assets and receivables	28	(20,203)	(31,505)
Depreciation and amortization	6,7	(606,344)	(246,158)
Staff costs	29	(957,057)	(835,297)
Other operating and administrative expenses	30	(659,713)	(738,941)
Net losses from trading in foreign currency		(1,542)	(3,716)
Total expenses		(7,801,096)	(6,865,776)
Profit/(loss) before income tax		(470,953)	146,680
Income tax expense	31	(77,225)	(32,600)
Profit/(loss) for the year		(548,178)	114,080
Other comprehensive income:			
<i>Items that will be reclassified subsequently to profit or loss</i>			
Net unrealized gains from changes in fair value of available-for-sale financial assets		547,404	95,656
Net gains realized to net profit on disposal of available-for-sale instruments		(208,505)	(27,142)
Income tax relating to reclassified items		(67,780)	(13,703)
Net gains from items that will be reclassified subsequently to profit or loss		271,119	54,811

In thousand Armenian drams	Notes	Year ended December 31, 2013	Year ended December 31, 2012
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Revaluation of PPE		22,054	-
Income tax relating to items not reclassified		(4,411)	-
<i>Net income from items that will not be reclassified subsequently to profit or loss</i>		17,643	-
Other comprehensive income for the year, net of tax		288,762	54,811
Total comprehensive income for the year		(259,416)	168,891

The accompanying notes on pages 8 to 57 are an integral part of these financial statements.