

Statement of financial position as at 31 December 2013

	<i>Note</i>	<i>2013</i>	<i>2012</i>
Assets			
Current assets			
Cash and cash equivalents	6	31,012	33,473
Accounts receivable	7	46,173	55,338
Advances paid	8	139	100
Other receivables	9	590	690
Income tax prepaid		468	-
Investments at fair value	14	334	279
Investments for sale at cost	13	158	-
Deferred acquisition costs for reinsurance		159	
Inventories	10	2,517	3,130
Deferred expenses		7	11
		<u>81,557</u>	<u>93,021</u>
Right of claim to reinsurers			
Reinsurers' share in unearned premiums reserves	18	25,758	20,094
Reinsurers' share in reserves other than unearned premiums reserves	18	1,302	1,978
		<u>27,060</u>	<u>22,072</u>
Long-term assets			
Deferred tax assets	11	1,428	1,232
Long-term accounts receivable	12	170	1,516
Investments for sale at cost	13	-	158
Property and equipment and intangibles	15	620	798
		<u>2,218</u>	<u>3,704</u>
		<u>110,835</u>	<u>118,797</u>
Liabilities and equity			
Current liabilities			
Accounts payable	16	22,241	22,694
Other current liabilities	17	1,599	2,297
Advances received		-	388
		<u>23,840</u>	<u>25,379</u>
Insurance reserves			
Reserve for unearned premiums	18	41,286	41,479
Reserves other than the reserve for unearned premiums	18	4,790	3,209
		<u>46,076</u>	<u>44,688</u>
Equity			
Share capital	19	38,001	38,001
Capital reserves	19	9,500	9,500
Retained earnings		(6,582)	1,229
		<u>40,919</u>	<u>48,730</u>
		<u>110,835</u>	<u>118,797</u>

Chairman of the Board _____ D. A. Ovchinnikov

Chief Accountant _____ S. A. Efimenko

Statement of comprehensive income for 2013

	<i>Note</i>	<i>2013</i>	<i>2012</i>
Premiums received			
Total premiums received	20,35	73,796	82,273
Premiums paid to reinsures	21,35	(48,356)	(44,260)
Changes in insurance reserves			
Changes in unearned premiums reserves	18,35	193	(3,091)
Changes in reinsure's share in unearned premiums reserves	18,35	5,664	(2,785)
Total income		31,297	32,137
Insurance claims and indemnities and changes in reserves, other than unearned premiums reserves			
Insurance claims and indemnities	22	(4,338)	(13,457)
Changes in reserves other than unearned premiums reserves	18	(1,581)	(3,190)
Changes in reinsurers' share in reserves other than unearned premiums reserves	18	(676)	1,978
Case administration cost			
Administrative expenses	23	(6,801)	(5,844)
Sale service related expenses	24	(2,233)	(1,915)
Change in provision for doubtful debts on trade accounts receivable	25	(13,011)	(2,824)
Other operating income and expenses	26	(1,036)	327
Total insurance expenses		(29,6776)	(24,925)
Operating insurance result		1,621	7,212
Change of provision for doubtful debts on other accounts receivable	26	42	(42)
Finance income and expenses	27	2,810	1,374
Other income and expenses	28	33	(240)
Net profit before tax		4,506	8,304
Income tax expenses	29	(2,232)	(3,509)
Net profit after tax		2,274	4,795
Other comprehensive income		-	-
Comprehensive income		2,274	4,795

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Statement of cash flows for 2013

	2013	2012
Cash flows from operating activities		
Net profit before tax	4,506	8,306
Adjustments to:		
Property and equipment depreciation and Intangible assets amortization	240	356
Changes in insurance reserves	1,389	6,280
Changes of reinsurers' share in insurance reserves	(4,987)	807
Recognition of deferred acquisition costs	(159)	-
Changes of provision for doubtful debts	13,011	2,824
Revaluation of shares accounted at fair value	(55)	200
Foreign exchange differences	1,317	(240)
Result from sale of financial investments	-	(15)
Result from sale of property and equipment	-	-
Discount of accounts receivable	885	902
Interest income	(1,924)	(2,278)
Changes in:		
Accounts receivable	(3,846)	(11,881)
Advances made	39	5
Other accounts receivable	(334)	(103)
Inventories	(614)	5,004
Deferred expenses	(2)	26
Account payable	(453)	1,142
Advances received	(389)	389
Other liabilities	(697)	277
	<u>7,927</u>	<u>12,000</u>
Interest received on bank deposits	1,833	2,232
Income tax paid	(3,423)	(3,617)
Net cash (from) / used in operating activities	<u>6,337</u>	<u>10,615</u>
Cash flow from investment activities		
Acquisition of property and equipment	(61)	(130)
Loans repayment	1,348	-
Loans issued	-	(1,602)
Sale of investments	-	890
Cash flow from / (used in) investment activities	<u>1,287</u>	<u>(842)</u>
Cash flow from financing activities		
Dividends paid	(10,085)	(7,620)
Cash (used in) financing activity	<u>(10,085)</u>	<u>(7,620)</u>
Net cash increase	<u>(2,461)</u>	<u>2,153</u>
Cash and cash balances at the beginning of the year	<u>33,473</u>	<u>31,320</u>
Cash and cash balances at the year-end	<u>31,012</u>	<u>33,473</u>

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Statement of changes in equity for the year 2013

	<i>Share capital</i>	<i>Capital reserves</i>	<i>Retained earnings</i>	<i>Total</i>
Balance as at 01 January 2012	24,400	4,125	23,030	51,555
Forming of capital reserves	-	5,375	(5,375)	-
Increase of share capital	13,601	-	(13,601)	-
Payment of dividends to shareholders	-	-	(7,620)	(7,620)
	13,601	5,375	(26,596)	(7,620)
Comprehensive income for the period	-	-	4,795	4,795
Balance as at 31 December 2012	38,001	9,500	1,229	48,730
Payment of dividends to shareholders	-	-	(10,085)	(10,085)
Comprehensive income for the period	-	-	2,274	2,274
Balance as at 31 December 2013	38,001	9,500	(6,582)	40,919

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