

WATERLOO INVESTMENT HOLDINGS LIMITED ANNOUNCES RESULTS FOR THE SIX-MONTH PERIOD ENDED SEPTEMBER 30, 2015

January 8, 2016 – Waterloo Investment Holdings Limited (Bermuda – WIHL) (the “Company” or “WIHL”) reported a net loss of \$1.5m for the six-month period ended September 30, 2015 (2014 – operating loss \$5.3m) and net loss per ordinary share for the period of \$0.02 (2014 – net loss \$0.05).

At September 30, 2015 total assets were \$505.3m (March 31, 2015 - \$508.7m) and net assets were \$231.2m (March 31, 2015 - \$232.7m).

On September 11, 2015 British Caribbean Bank Limited settled its long running dispute with the Government of Belize, which resulted in a non-recurring gain for the company of \$13.6m; mitigating losses due to additional provisioning in both the financial services and investments divisions.

Background

WIHL is an investment holding company incorporated in the British Virgin Islands. WIHL owns the British Caribbean Bank Limited, a financial services business in the Turks and Caicos Islands and, through various subsidiaries, substantial other investment interests in the Turks and Caicos Islands, principally through secured loans. WIHL also holds an approximate 25 percent interest in a successful and market-leading edible oil processing and distribution operation in Latin America. The Company also has an investment in the form of secured loans to the largest port in Belize.

For further information contact:

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Waterloo Investment Holdings Limited

Financial Information

Summarized Consolidated Statements of Income (unaudited)

US dollars in millions except per share data

	6 months ended September 30, 2015	6 months ended September 30, 2014
Financial Services		
Interest income	1.9	2.1
Interest expense	(0.6)	(0.8)
Net interest income	1.3	1.3
Provision for loan losses	(3.5)	(1.7)
Net non-interest expense	(1.1)	(0.6)
Operating loss - Financial Services	(3.3)	(1.0)
Operating loss - Hospitality	(0.6)	(0.9)
Operating loss - Investments	(15.4)	(2.0)
Total operating loss	(19.3)	(3.9)
Associates	8.4	9.4
Corporate expenses	(1.3)	(1.9)
Corporate interest	(2.9)	(8.9)
Net loss before non-recurring item	(15.1)	(5.3)
Non-recurring gain on settlement of legal action	13.6	-
Net loss	(1.5)	(5.3)
Loss per ordinary share: basic and diluted		
Net loss	(\$0.02)	(\$0.05)
Number of shares - (basic and diluted)	99.9m	99.9m

Waterloo Investment Holdings Limited
Financial Information
Summarized Consolidated Balance Sheets (unaudited)
US dollars in millions

	September 30 2015 \$m	March 31 2015 \$m
Assets		
Financial Services		
Cash, cash equivalents and due from banks	1.5	0.3
Interest-bearing deposits with correspondent banks	65.1	11.6
Receivable from Government of Belize	-	34.1
Loans – net	72.3	73.8
Property, plant and equipment – net	0.3	0.3
Other assets	0.1	0.2
Total Financial Services assets	139.3	120.3
Investment assets		
Cash, cash equivalents and due from banks	0.9	1.5
Loans – net	139.0	164.4
Other assets	13.8	15.1
Total Investment assets	153.7	181.0
Hospitality Assets		
Cash, cash equivalents and due from banks	1.1	3.3
Property, plant and equipment – net	12.1	10.6
Other assets	5.7	5.2
Total Hospitality assets	18.9	19.1
Corporate Assets		
Cash, cash equivalents and due from banks	3.1	-
Property, plant and equipment – net	2.7	2.5
Other assets	0.3	-
Associates	187.3	185.8
Total Corporate assets	193.4	188.3
Total assets	505.3	508.7
Liabilities and shareholders' equity		
Financial Services		
Deposits	66.7	70.5
Interest payable	0.2	0.3
Other liabilities	0.3	0.3
Total Financial Services liabilities	67.2	71.1
Hospitality liabilities		
Current liabilities	3.4	4.2
Total Hospitality liabilities	3.4	4.2
Corporate		
Current liabilities	5.9	6.0
Long-term liabilities	197.6	194.7
Total Corporate liabilities	203.5	200.7
Total liabilities	274.1	276.0
Shareholders' equity		
Share capital	100.0	100.0
Treasury shares	(0.1)	(0.1)
Accumulated currency loss	(2.5)	(2.5)
Retained earnings	133.8	135.3
Total shareholders' equity	231.2	232.7
Total liabilities and shareholders' equity	505.3	508.7

Waterloo Investment Holdings Limited

Financial Information

Summarized Consolidated Statements of Cash Flows (unaudited)

US dollars in millions

6 months ended September 30	2015 \$m	2014 \$m
Cash flow from operating activities		
Net loss	(1.5)	(5.3)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	0.4	0.3
Provision for loan losses	20.7	4.3
Undistributed earnings of associates	(1.5)	(1.4)
Decrease in interest payable	(0.1)	(0.1)
Changes in assets and liabilities – net	(0.3)	(5.4)
Net cash provided (utilized) by operating activities	17.7	(7.6)
Cash flows from investing activities		
Purchase of property plant and equipment (net)	(2.1)	(0.1)
(Increase) decrease in interest-bearing deposits	(53.5)	5.1
Decrease in receivable from Government of Belize	34.1	-
Decrease (increase) in loans to customers	6.2	(2.7)
Net cash (utilized) provided by investing activities	(15.3)	2.3
Cash flows from financing activities		
Increase in long-term debt	2.9	14.1
Decrease in deposits	(3.8)	(9.1)
Net cash (utilized) provided by financing activities	(0.9)	5.0
Net change in cash, cash equivalents and due from banks	1.5	(0.3)
Cash, cash equivalents and due from banks at beginning of year	5.1	3.3
Cash, cash equivalents and due from banks at end of period	6.6	3.0

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