

WATERLOO INVESTMENT HOLDINGS LIMITED ANNOUNCES RESULTS FOR THE SIX-MONTH PERIOD ENDED SEPTEMBER 30, 2013

Tortola, British Virgin Islands, March 7, 2014 – Waterloo Investment Holdings Limited.

Background

Waterloo Investment Holdings Limited is an investment holding company incorporated in the British Virgin Islands (“WIHL” or the “Company”). 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. The Company has an investment in the form of secured loans to the largest port in Belize. Through its Hospitality Division, the Company owns or manages vacation resorts and a marina located in the Turks and Caicos Islands. The Company also holds an approximate 25 percent interest in a successful and market-leading edible oil processing and distribution business in Latin America.

Financial Information

For the six months ended September 30, 2013, the Company reported a net loss of \$2.6m (2012 net income - \$9.8m) and net loss per ordinary share for the six months of \$0.03 (2012 net income per share – \$0.10), primarily due to lower income from Latin American Associates, additional loan provisioning and higher corporate expenses.

At September 30, 2013 total assets were \$531.6m (March 31, 2013 - \$521.1m) and net assets were \$267.2m (March 31, 2013 - \$269.8m).

For further information or enquiries, please visit Waterloo Investment Holdings Limited’s website: <http://www.wihl.com>.

A copy of this announcement is also available at the Company’s website.

Waterloo Investment Holdings Limited

Financial Information

Summarized Consolidated Statements of Income (unaudited)

US dollars in millions except per share data

	Six-month period ended September 30, 2013	Six-month period ended September 30, 2012
Financial Services		
Interest income	3.2	4.2
Interest expense	(1.1)	(1.9)
Net interest income	2.1	2.3
Provision for loan losses	(2.9)	--
Net non-interest expense	(1.7)	(1.3)
Operating (loss) income - Financial Services	(2.5)	1.0
Operating loss - Hospitality	(1.1)	(0.9)
Operating (loss) income - Investments	(1.9)	0.5
Total operating (loss) income	(5.5)	0.6
Associates	13.2	18.3
Corporate expenses	(2.2)	(1.8)
Corporate interest	(8.1)	(7.3)
Net (loss) income	(2.6)	9.8
(Loss) Earnings per share: basic and diluted		
Net (loss) earnings	(\$0.03)	\$0.10
Number of shares - (basic and diluted)	100.0m	100.0m

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

	September 30 2013 \$m	March 31 2013 \$m
Assets		
Financial Services		
Cash, cash equivalents and due from banks	0.1	--
Interest-bearing deposits with correspondent banks	30.9	16.7
Receivable from Government of Belize	33.1	32.0
Loans – net	116.1	119.4
Property, plant and equipment – net	0.2	0.2
Other assets	1.2	0.4
Total Financial Services assets	181.6	168.7
Investment assets		
Cash, cash equivalents and due from banks	1.8	0.1
Loans – net	157.8	163.4
Other assets	7.9	8.0
Total Investments assets	167.5	171.5
Hospitality Assets		
Cash, cash equivalents and due from banks	--	0.1
Property, plant and equipment – net	6.9	7.0
Other assets	0.3	0.9
Total Hospitality assets	7.2	8.0
Corporate Assets		
Property, plant and equipment – net	2.5	2.5
Associates	172.8	170.4
Total Corporate assets	175.3	172.9
Total assets	531.6	521.1
Liabilities and shareholders' equity		
Financial Services		
Deposits	90.3	84.4
Interest payable	0.3	0.6
Other liabilities	0.5	1.4
Total Financial Services liabilities	91.1	86.4
Hospitality liabilities		
Accrued liabilities	0.6	0.9
Total Hospitality liabilities	0.6	0.9
Corporate		
Current liabilities	3.1	2.4
Long-term liabilities	169.6	161.6
Total Corporate liabilities	172.7	164.0
Total liabilities	264.4	251.3
Shareholders' equity		
Share capital	100.0	100.0
Treasury Shares	(0.1)	(0.1)
Retained earnings	167.3	169.9
Total shareholders' equity	267.2	269.8
Total liabilities and shareholders' equity	531.6	521.1

Waterloo Investment Holdings Limited

Financial Information

Summarized Consolidated Statements of Cash Flows (unaudited)

US dollars in millions

Six-month period ended September 30	2013 \$m	2012 \$m
Cash flow from operating activities		
Net (loss) income	(2.6)	9.8
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	0.2	0.1
Provision for loan losses	6.5	--
Undistributed earnings of associates	(2.4)	(8.9)
Decrease in interest payable	(0.3)	(1.3)
Changes in assets and liabilities – net	(0.6)	(0.9)
Net cash provided (utilized) by operating activities	0.8	(1.2)
Cash flows from investing activities		
Purchase of property plant and equipment (net)	(0.1)	(7.3)
(Increase) decrease in interest-bearing deposits	(14.2)	6.8
Increase in Government of Belize Receivable	(1.1)	--
Decrease in loans to customers	2.4	2.8
Net cash (utilized) provided by investing activities	(13.0)	2.3
Cash flows from financing activities		
Increase in long-term debt	8.0	7.4
Increase (decrease) in Deposits	5.9	(10.1)
Net cash provided (utilized) by financing activities	13.9	(2.7)
Net change in cash, cash equivalents and due from banks	1.7	(1.6)
Cash, cash equivalents and due from banks at beginning of period	0.2	1.6
Cash, cash equivalents and due from banks at end of period	1.9	--

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