

WATERLOO INVESTMENT HOLDINGS LIMITED ANNOUNCES RESULTS FOR THE YEAR ENDED MARCH 31, 2013

September 27, 2013 – Waterloo Investment Holdings Limited (Bermuda – WIHL) (the “Company” or “WIHL”) reported net income of \$13.4m for the year ended March 31, 2013 (2012 - net loss - \$44.7m) and net income per ordinary share for the year of \$0.13 (2012 net loss – \$0.45).

At March 31, 2013 total assets were \$521.1m (March 31, 2012 - \$503.8m) and net assets were \$269.8m (March 31, 2012 - \$256.5m).

The improvement in results was achieved by continued growth in income from associates and a substantial reduction of provisions in both the British Caribbean Bank and the Investment Division. Further information on the Company’s performance is available in the Annual Report which is being mailed to shareholders shortly.

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 (audited)

US dollars in millions except per share data

	Year ended March 31, 2013	Year ended March 31, 2012
Financial Services		
Interest income	8.7	9.2
Interest expense	(3.1)	(5.3)
Net interest income	5.6	3.9
Provision for loan losses	(0.8)	(26.7)
Net non-interest expense	(2.5)	(3.7)
Operating income (loss) - Financial Services	2.3	(26.5)
Operating loss - Hospitality	(0.9)	--
Operating Income (loss) - Investments	0.4	(26.9)
Total operating income (loss)	1.8	(53.4)
Associates	32.9	25.3
Corporate expenses	(6.3)	(3.0)
Corporate interest	(15.0)	(13.6)
Net income (loss)	13.4	(44.7)
Earning (loss) per ordinary share: basic and diluted		
Net Earnings (loss)	\$0.13	\$(0.45)
Number of shares - (basic and diluted)	100.0m	100.0m

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

	March 31 2013 \$m	March 31 2012 \$m
Assets		
Financial Services		
Cash, cash equivalents and due from banks	--	0.1
Interest-bearing deposits with correspondent banks	16.7	25.4
Receivable from Government of Belize	32.0	30.0
Loans – net	119.4	144.3
Property, plant and equipment – net	0.2	0.2
Other assets	0.4	0.6
Total Financial Services assets	168.7	200.6
Investment assets		
Cash, cash equivalents and due from banks	0.1	--
Loans – net	163.4	143.6
Other assets	8.0	7.8
Total Investments assets	171.5	151.4
Hospitality Assets		
Cash, cash equivalents and due from banks	0.1	--
Property, plant and equipment – net	7.0	--
Other assets	0.9	--
Total Hospitality assets	8.0	--
Corporate Assets		
Associates	170.4	147.8
Cash and cash equivalents	--	1.5
Property, plant and equipment – net	2.5	2.5
Total Corporate assets	172.9	151.8
Total assets	521.1	503.8
Liabilities and shareholders' equity		
Financial Services		
Deposits	84.4	95.5
Interest payable	0.6	1.7
Other liabilities	1.4	2.4
Total Financial Services liabilities	86.4	99.6
Hospitality liabilities		
Accrued liabilities	0.9	--
Total Hospitality liabilities	0.9	--
Corporate		
Current liabilities	2.4	1.2
Long-term liabilities	161.6	146.5
Total Corporate liabilities	164.0	147.7
Total liabilities	251.3	247.3
Shareholders' equity		
Share capital	100.0	100.0
Treasury Shares	(0.1)	--
Retained earnings	169.9	156.5
Total shareholders' equity	269.8	256.5
Total liabilities and shareholders' equity	521.1	503.8

Waterloo Investment Holdings Limited
 Financial Information
 Summarized Consolidated Statements of Cash Flows (audited)
 US dollars in millions

Year ended March 31	2013 \$m	2012 \$m
Cash flow from operating activities		
Net income (loss)	13.4	(44.7)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation	0.6	0.1
Provision for loan losses	0.8	53.1
Undistributed earnings of associates	(22.6)	(15.8)
Decrease in Interest payable	(1.1)	(1.2)
Changes in assets and liabilities – net	0.2	(0.2)
Net cash utilized by operating activities	(8.7)	(8.7)
Cash flows from investing activities		
Purchase of property plant and equipment (net)	(7.6)	(0.1)
Decrease (increase) in interest-bearing deposits	8.7	(8.1)
Increase in Government of Belize receivable	(2.0)	(2.3)
Decrease in loans to customers	4.3	34.9
Net cash provided by investing activities	3.4	24.4
Cash flows from financing activities		
Increase in long-term debt	15.1	13.6
Demerger Reserve	--	5.5
Decrease in Deposits	(11.1)	(36.3)
Purchase of Treasury Shares	(0.1)	--
Net cash provided (utilized) by financing activities	3.9	(17.2)
Net change in cash, cash equivalents and due from banks	(1.4)	(1.5)
Cash, cash equivalents and due from banks at beginning of year	1.6	3.1
Cash, cash equivalents and due from banks at end of year	0.2	1.6

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