



TCBC SERVICE NEWS

CLIENT NEWSLETTER FROM TURKS & CAICOS BANKING COMPANY LTD

THE REGENT VILLAGE, PROVIDENCIALES, PHONE +1 649 941 4994 WWW.TCBC.TC – SUMMER 2014

Welcome

The financial year 2013 once again ended with a very positive result for the Bank and accumulated profits will be used to increase the paid-up capital and to build up ordinary reserves. The Bank therefore still enjoys one of the highest tier 1 capital ratios in the industry.

Financial institutions around the globe remain challenged for many reasons, including slow economic growth, high unemployment, stricter regulations by Governments and the OECD and IMF as well as persistently low interest rates. Most central banks are keeping a very accommodating financial policy in this environment and it is very difficult to forecast a possible recovery which might lead to higher inflation and higher rates.

Investors who are depending on interest income will find it hard to obtain bond yields that are at reasonable levels and which provide a decent return. This is only available in the longer term maturities which of course present quite a risk should rates all of a sudden increase. It is therefore no big surprise that equity markets have enjoyed excellent performances in the industrialized countries and reaching new historic highs like recently the Dow Jones, S & P and Nasdaq indexes. Some stocks and exchange traded funds provide a better dividend yield than what can be generated in the bond markets, at least when compared to high rated bond issues.

This year will see the implementation of the U.S. and U.K. FATCA legislation and regulations which means automatic reporting of account holders of citizens of the respective countries by foreign financial institutions around the world through Inter Governmental Agreements. The Turks & Caicos Islands have signed or are close to signing exchange of information agreements. TCBC has registered with the U.S. and obtained a Global intermediary identification number (GIIN) to be a compliant FFI (foreign financial institution) and will retain the Qualified Intermediary status and is expected to start reporting account holders beginning in January 2015. We invite all of our valued clients to update us with necessary information on Domicile and Nationality if anything has changed on your status in order for us to be able to retain accurate and current file records.

Last we would like to bring to your attention recent cyber crimes, hacking or identity theft, which occur by using email for instructions. To protect you and us from any possible misuse we have implemented a call back system confirming payment orders, and we would also like to remind you to frequently change passwords as additional protection.

This financial year has so far been very good and in line with our expectations, and we take the opportunity to thank you for your patronage. We remain committed to provide efficient, reliable and personal services at all times.

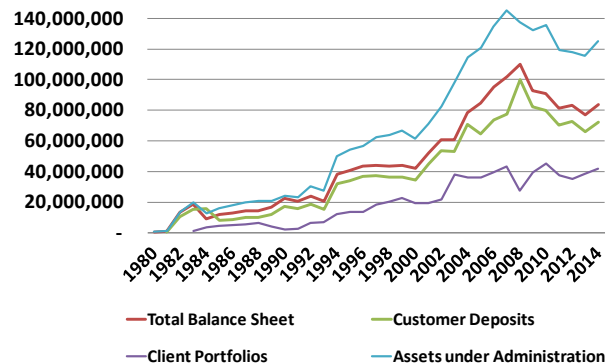
Anton J.B. Faessler
President

Financial Development 2014/06

Key Figures (Expressed in USD millions)

	06/2014	12/2013
Assets under Administration (in USD millions):	125.3	
Cash/Banks	47.1	48.4
Investments	22.9	15.1
Loans	9.0	9.3
Fixed Assets	4.2	4.2
Other Assets	0.5	0.1
Total Assets	83.7	77.1
Customer Deposits	72.0	66.0
Other Liabilities	0.4	0.1
Equity	11.3	11.0
Total Liabilities	83.7	77.1
Client Portfolios	41.6	38.3

TCBC Development 1980 - 2014



TCBC TEAM

Anton JB Faessler	President
David J. Bee	Chief Operating Officer
Gianni Ascani	Chief Financial Officer
Colleen E. Parker	Compliance Officer
Grecelle C. Been	Accountant
Juliana Garcia Been	Office Administrator GDT