



# Jamaica Stock Exchange's Monthly Regulatory Report September 2015

# Jamaica Stock Exchange September 2015 Regulatory Report

## Overview

This is the Jamaica Stock Exchange's (JSE) September 2015 Monthly Regulatory Report. The report gives a synopsis of the following regulatory activities:

1. Member-dealers' reporting,
2. Listed companies' submissions,
3. Market surveillance and compliance activities,
4. Regulatory breaches and enforcement actions.

## Member-Dealer Regulation

In accordance with JSE Rule 209 (A) member-dealers were required to file Monthly Report for the period ended August 31, 2015 by October 1, 2015. For the reporting period twelve (12) Monthly Reports were due and all were submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Reports for the period ended August 31, 2015 by October 1, 2015. No Quarterly Reports were due, hence no filings were made.

Under JSE Rule 209 (C) member-dealers with financial year ended June 30, 2015 were required to file their Audited Reports by September 30, 2015. No Audited Reports were due, hence no filings were made.

The aggregate compliance rate for member-dealers' filing of their monthly, quarterly and audited reports for the month ended September 30, 2015 was 100%. For the 2014 comparative period member-dealers' aggregate compliance rate was also 100%. An overview of member-dealers' financial condition as at August 31, 2015 is represented in Table 1 below:

**Table 1**

<b>Member-Dealers' Excess Net Free Capital (ENFC) as at August 31, 2015</b>		
<b>ENFC Range(\$M)</b>	<b># Of Member-Dealers Aug 2015</b>	<b># Of Member-Dealers Aug 2014</b>
Below 0	0	0
0 - 299	2	3
300 – 899	6	4
900 – 1,999	1	3
2,000 – 4,999	1	0
6,000 and above	2	2

### **Listed Company Compliance**

During the month of September 2015 Listed Companies were required to file Unaudited Reports for the period ended July 31, 2015. Listed Companies with year ended July 31, 2015 that selected the 60-days filing option were required to file Audited Statements during the month of September 2015. Listed Companies with year ended June 30, 2015 that selected a 90-days filing option were also required to file their Audited Statements during the month of September 2015. Additionally, Listed Companies with year ended May 31, 2015 were required to file Annual Reports during the month. The filing statistics are represented in Table 2 below:

**Table 2**

<b>Listed Companies' Financial Submissions</b>								
<b>September 2015</b>					<b>September 2014</b>			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	4	4	0	0	4	4	0	0
Audited	1	1	0	0	1	0	1	0
Annual	5	2	1	2	5	2	1	2

*Key: Late reports are filings after the due date that came in before the close of the month.  
Outstanding reports are due reports that were not received as at the close of the month.*

### **Market Surveillance and Compliance**

The JSE's tally of market surveillance and compliance issues as at September 2015 amounted to eighteen (18) versus nineteen (19) for the comparative month last year. Further statistics of JSE's market surveillance and compliance activities are presented in Table 3 below.

**Table 3**

<b>Market Surveillance &amp; Compliance Log</b>					
<b>Total Issues</b>		<b>Issues Closed</b>		<b>Issues Unclosed</b>	
<b>Sept 2015</b>	<b>Sept 2014</b>	<b>Sept 2015</b>	<b>Sept 2014</b>	<b>Sept 2015</b>	<b>Sept 2014</b>
18	19	15	16	3	3
<b>Y-T-D '15</b>	<b>Y-T-D '14</b>	<b>Y-T-D '15</b>	<b>Y-T-D '14</b>	<b>Y-T-D '15</b>	<b>Y-T-D '14</b>
<b>163</b>	<b>183</b>	<b>155</b>	<b>178</b>	<b>8</b>	<b>5</b>

### **List of Regulatory Breaches and Enforcement Actions**

In Table 4 below is the list of regulatory breaches and enforcement actions for the period ended September 30, 2015:

**Table 4**

<b>#</b>	<b>Entity</b>	<b>Code</b>	<b>Rule</b>	<b>Details</b>
1	BCW Holdings Limited	M/D	JSE Rule 209c – Annual Returns	The firm's Audited Financial Statements for the year ended March 31, 2015, which became

				due on June 30, 2015 is outstanding.
2	Pulse Investments Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended June 30, 2015, which became due on August 31, 2015 is outstanding.
3	BCW Holdings Limited	M/D	JSE Rule 209a – Monthly Returns	The firm's financial statement for the month ended July 31, 2015, which became due on August 31, 2015, was submitted on September 1, 2015. Consequently the firm was subjected to JSE Rule 211 (A)
4	Desnoes and Geddes Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The Company provided notification on September 3, 2015 of dealings in its securities by a Senior Manager on August 28, 2015. The notification was one (1) day late. Consequently, the company was subjected to JSE Rule Appendix 3, 16 (i). The Company has advised that the late notice which resulted in the breach was as a result of delayed communication from the stockbroker to the Senior Manager.
5	LIME Jamaica Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The Company provided notification on August 25, 2015 of dealings in its securities by a Director on August 19, 2015. The notification was one (1) day late. Consequently, the company was subjected to JSE Rule Appendix 3, 16 (i).
6	Jamaica Stock Exchange	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The Company provided notification on September 18, 2015 of dealings in its securities by a connected party to a Director on September 10, 2015 and September 11, 2015. Given JSE's rules the notice to the Exchange was a total of (5) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
7	Margaritaville Caribbean Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended May 31, 2015, which became due on September 28, 2015, is outstanding.
8	Margaritaville	MMC	JSE Rule 209 – Annual Report	The Company's Annual Report for

	Turks Limited			the year ended May 31, 2015, which became due on September 28, 2015, is outstanding.
9	Paramount Trading Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2 , Part 4 (3) – Published Annual Report and Audited Financial Statements	The Company’s Annual Report for the year ended May 31, 2015, which was due on September 28, 2015, was filed on September 29, 2015.

**Code Key:**

1. JMC – Junior Market Company
2. MMC – Main Market Company
3. M/D – Member-Dealer
4. O – Others

The RMOD undertakes enforcement actions as prescribed by the JSE rules. Enforcement actions take the form of fines, suspension and delisting that are imposed on entities who are found to be in breach of the rules and regulations of JSE.