



# Jamaica Stock Exchange's Monthly Regulatory Report October 2015

# Jamaica Stock Exchange October 2015 Regulatory Report

## Overview

This is the Jamaica Stock Exchange's (JSE) October 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 September 30, 2015 by October 31, 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 September 30, 2015 by October 31, 2015. For the reporting period eleven (11) Quarterly Reports were due and all were submitted on time.

Under JSE Rule 209 (C) member-dealers with financial year ended July 31, 2015 were required to file their Audited Reports by October 31, 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 October 31, 2015 was 100%. For the 2014 comparative period member-dealers' aggregate compliance rate was 93%. An overview of member-dealers' financial condition as at September 30, 2015 is represented in Table 1 below:

**Table 1**

<b>Member-Dealers' Excess Net Free Capital (ENFC) as at September 30, 2015</b>		
<b>ENFC Range(\$M)</b>	<b># Of Member-Dealers Sept 2015</b>	<b># Of Member-Dealers Sept 2014</b>
Below 0	0	0
0 - 299	3	3
300 – 899	5	5
900 – 1,999	2	3
2,000 – 4,999	0	0
6,000 and above	2	2

### **Listed Company Compliance**

During the month of October 2015 Listed Companies were required to file Unaudited Reports for the period ended August 31, 2015. Listed Companies with year ended August 31, 2015 that selected the 60-days filing option were required to file Audited Statements during the month of October 2015. Listed Companies with year ended July 31, 2015 that selected a 90-days filing option were also required to file their Audited Statements during the month of October 2015. Additionally, Listed Companies with year ended June 30, 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>October 2015</b>					<b>October 2014</b>			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	6	4	2	0	6	4	2	0
Audited	1	1	0	0	1	1	0	0
Annual	5	4	0	1	5	4	0	1

*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 October 2015 amounted to eleven (11) versus thirteen (13) 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>Oct 2015</b>	<b>Oct 2014</b>	<b>Oct 2015</b>	<b>Oct 2014</b>	<b>Oct 2015</b>	<b>Oct 2014</b>
11	13	10	10	1	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>174</b>	<b>196</b>	<b>168</b>	<b>191</b>	<b>6</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 October 31, 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	Margaritaville Caribbean Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company's 1 <sup>st</sup> Quarter Financial Statements for the period ended August 31, 2015, which became due on October 15, 2015 was submitted on October 21, 2015. Given the breach the Company was subjected to JSE Rule Appendix 3, Listing Agreement, Section 16 (v).
3	Margaritaville Turks Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company's 1 <sup>st</sup> Quarter Financial Statements for the period ended August 31, 2015, which became due on October 15, 2015 was submitted on October 21, 2015. Given the breach the Company was subjected to JSE Rule Appendix 3, Listing Agreement, Section 16 (v).
4	Pulse Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended June 30, 2015, which became due on October 28, 2015 is outstanding.

**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.