



Jamaica Stock Exchange's Monthly Regulatory Report December 2015

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Overview

This is the Jamaica Stock Exchange's (JSE) December 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 November 30, 2015 by December 31, 2015. For the reporting period twelve (12) Monthly Reports were due and of the twelve (12), ten (10) were submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Reports for the period ended November 30, 2015 by December 31, 2015. No Quarterly Reports were due, hence no filings were made.

Under JSE Rule 209 (C) member-dealers with financial year ended September 30, 2015 were required to file their Audited Reports by December 31, 2015. For the reporting period two (2) member-dealers were required to file Audited Reports; of the set one (1) was filed late while the other is outstanding.

The aggregate compliance rate for member-dealers' filing of their monthly, quarterly and audited reports for the month ended December 31, 2015 was 71%. For the 2014 comparative period member-dealers' aggregate compliance rate was 100%. An overview of member-dealers' financial condition as at November 30, 2015 is represented in Table 1 below:

Table 1

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

Listed Company Compliance

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

Table 2

Listed Companies' Financial Submissions								
December 2015					December 2014			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	4	4	0	0	4	4	0	0
Audited	3	3	0	0	2	0	2	0
Annual	1	1	0	0	1	1	0	0

*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 December 2015 amounted to seven (7) versus eleven (11) for the comparative month last year. Further statistics of JSE's market surveillance and compliance activities are presented in Table 3 below.

Table 3

Market Surveillance & Compliance Log					
Total Issues		Issues Closed		Issues Unclosed	
Dec 2015	Dec 2014	Dec 2015	Dec 2014	Dec 2015	Dec 2014
7	11	7	9	0	2
Y-T-D '15	Y-T-D '14	Y-T-D '15	Y-T-D '14	Y-T-D '15	Y-T-D '14
199	238	191	234	8	4

List of Regulatory Breaches and Enforcement Actions

In Table 4 below is the list of regulatory breaches and enforcement actions for the period ended December 31, 2015:

Table 4

#	Entity	Code	Rule	Details
1	Barita Investments	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended

	Limited			September 30, 2015, which was due on November 29, 2015, was outstanding as at November 30, 2015.
2	BCW Capital	M/D	JSE Rule 209a – Financial Returns , Monthly Returns	The firm’s financial statement for the month ended October 31, 2015, which became due on December 1, 2015, was submitted on December 2, 2015. Given the breach the company was subjected to JSE Rule 211 (A).
3	Kingston Wharves Limited	MMC	JSE Appendix 3 - Listing Agreement, Sections (4a) & (18)	The Company notified the JSE on December 2, 2015 of dealings in its securities by a connected party on the 23 rd , 24 th , and 25 th of November 2015. Given the JSE’s rules the notice to the Exchange was a total of six (6) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
4	JMMB Group Limited	MMC	JSE Appendix 3 - Listing Agreement, Sections (4a) & (18)	The Company notified the JSE on December 11, 2015 of dealings in its securities by a connected party on the 26 th of November 2015, the 1 st , 2 nd and 3 rd of December 2015. Given the JSE’s rules the notice to the Exchange was a total of nineteen (19) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
5	Jamaica Teas Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 7 Market Model Code, Section 9b – Procedures for dealings outside closed periods.	The Company provided a notice on December 15, 2015 of dealing in its securities by a Director on the 26 th and 27 th of November 2015. The notice contravened JSE Junior Market Rule Appendix 2, Part 7, Section 9b.
6	Jamaica Teas Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 7 Market Model Code, Section 9b – Procedures for dealings outside closed periods.	The Company provided a notice on December 15, 2015 of dealing in its securities by a senior office on December 3, 2015. The notice contravened JSE Junior Market Rule Appendix 2, Part 7, Section 9b.

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.