



Jamaica Stock Exchange's Monthly Regulatory Report May 2014

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Overview

This is Jamaica Stock Exchange's (JSE) May 2014 Monthly Regulatory Report. The report gives a synopsis of JSE's regulatory activities as it relates to the following: Member-Dealer Regulation, Listed Company Compliance, Market Surveillance/Compliance Activities and Enforcement Actions. For the month under review Member-Dealers had a 100% compliance rate in their timely filing of financial statements; for the comparative month in 2013 the compliance rate was also 100%. During May 2014 Listed Companies were required to file forty-eight (48) financial reports, and of the set forty-four (44) were submitted on time. For the review month, the total tally of market surveillance and compliance issues amounted to fifty-one (51), which represents an increase of eighteen (18) over the comparative month in 2013. In May 2014 there were four (4) enforcement actions.

Member-Dealer Regulation

For the month ended May 31, 2014 Member-Dealers were required to file monthly and quarterly reports for the period ended April 30, 2014 by May 31, 2014. Also, Member-Dealers with financial year ended February 28, 2014 were required to file their Audited Reports by May 31, 2014. For the reporting period Member-Dealers were 100% compliant in the timely filing of their financial statements. In May 2013 Member-Dealers' timely filing compliance rate was also 100%. An overview of Member-Dealers' financial condition is represented in Table 1 below:

Table 1 – Member-Dealers' Excess Net Free Capital (ENFC)

Member-Dealers' Excess Net Free Capital (ENFC)		
ENFC Range(\$M)	# Of Member-Dealers April 2014	# Of Member-Dealers April 2013
Below 0	0	1
0 - 299	4	3
300 – 899	3	2
900 – 1,999	1	2
2,000 – 4,999	2	1
6,000 and above	2	2

Listed Company Compliance

During May 31, 2014 Listed Companies were required to submit to the JSE the following financial reports as detailed in Table 4 below:

Table 4

Listed Companies' Financial Submissions								
Reports	May 2014				May 2013			
	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	37	34	2	1	34	32	2	0
Audited	11	10	1	0	9	6	2	1
Annual	0	0	0	0	0	0	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 May 2014, amounted to fifty-one (51) versus thirty-three (33) for the comparative month last year. Further details of JSE's market surveillance and compliance activities are presented in Table 5 below.

Table 5

Market Surveillance & Compliance Log					
Total Issues		Issues Closed		Issues Unclosed	
May 2014	May 2013	May 2014	May 2013	May 2014	May 2013
51	33	46	28	5	5
Y-T-D '14	Y-T-D '13	Y-T-D '14	Y-T-D '13	Y-T-D '14	Y-T-D '13
99	111	93	104	6	7

Enforcement Actions

The JSE's enforcement actions are in relation to fines on Member-Dealers and Listed Companies for late financial filings, as well as the suspension or delisting of Listed Companies for overdue financial filings. There were four (4) enforcement actions in May 2014, which related to Listed Companies.

Other Regulatory Matters

The JSE is processing four (4) rule amendments, namely:

- a.** Jamaica Stock Exchange Model Code for Securities Transaction by Directors and Senior Executives of Listed Companies – Main Market
- b.** Jamaica Stock Exchange Model Code for Securities Transaction by Directors and Senior Executives of Listed Companies – Junior Market
- c.** JSE Rule 228 – Disciplinary Proceedings
- d.** JSE Rule Appendix 1 - Takeovers and Mergers