



# Jamaica Stock Exchange's Monthly Regulatory Report March 2015

# Jamaica Stock Exchange March 2015 Regulatory Report

## Overview

This is the Jamaica Stock Exchange's (JSE) March 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) & (B) member-dealers were required to file Monthly and Quarterly Reports for the period ended February 28, 2015 by March 31, 2015. Member-dealers were required to file twelve (12) Monthly Reports and of the set eleven (11) were submitted on time. For the reporting period no Quarterly reports were due. Based on JSE Rule 209 (C) member-dealers with financial year ended December 31, 2014 were also required to file their Audited Reports by March 31, 2015. For the reporting period six (6) member-dealers were required to file Audited Reports and of the set four (4) were submitted on time. Given the records of the JSE, member-dealers' filing compliance rate for the month ended March 31, 2015 was 83%. For the 2014 comparative period member-dealers' filing compliance rate was also 83%. An overview of member-dealers' financial condition for the month ended January 31, 2015 is represented in Table 1 below:

**Table 1**

<b>Member-Dealers' Excess Net Free Capital (ENFC) as at February 28, 2015</b>		
<b>ENFC Range(\$M)</b>	<b># Of Member-Dealers Feb 2015</b>	<b># Of Member-Dealers Feb 2014</b>
Below 0	0	0
0 - 299	3	5
300 – 899	5	2
900 – 1,999	2	2
2,000 – 4,999	0	1
6,000 and above	2	2

## Listed Company Compliance

During March 2015 Listed Companies were required to submit to the JSE the financial reports as detailed in Table 2 below:

**Table 2**

<b>Listed Companies' Financial Submissions</b>								
<b>March 2015</b>					<b>March 2014</b>			
<b>Reports</b>	<b>Total Due</b>	<b>Timely Filing</b>	<b>Late</b>	<b>Outstanding</b>	<b>Total Due</b>	<b>Timely Filing</b>	<b>Late</b>	<b>Outstanding</b>
Unaudited	4	4	0	0	4	4	0	0
Audited	26	19	6	1	26	21	4	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 March 2015 amounted to twenty-three (23) versus fourteen (14) for the comparative month last year. Further details 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>Mar 2015</b>	<b>Mar 2014</b>	<b>Mar 2015</b>	<b>Mar 2014</b>	<b>Mar 2015</b>	<b>Mar 2014</b>
23	14	23	12	0	2
<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>
39	27	37	23	2	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 March 31, 2015:

**Table 4**

<b>#</b>	<b>Entity</b>	<b>Code</b>	<b>Rule</b>	<b>Details</b>
1	Pulse Investment Limited	MMC	JSE Rule 407 – Quarterly Report	The Company's 2 <sup>nd</sup> Quarter Financial Statements for the period ended December 31, 2014, which became due on February 14, 2015, is outstanding. Given the breach the company is subjected to JSE Rule Appendix 3, Listing Agreement, Section 16 (v).
2	Jamaican Teas Limited	JMC	JSE Junior Market Rule , Appendix 2, Part 4, Section (3) – Published Annual Report and Audited Financial Statements	The company's Annual Report for the year ended September 30, 2014, which became due on January 28, 2015, is outstanding. JSE's Regulatory & Market Oversight Division advised the company of the filing requirement and reminded the entity of the due date.
3	C2W Music Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4, Section (2) – Audited Annual Financial	The company's Audited Financial Statements for the year ended December 31, 2014, which became

			Statements	due on March 2, 2015, was filed on March 31, 2015.
4	Sagicor Real Estate X Fund Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended December 31, 2014, which became due on March 2, 2015, was submitted on March 31, 2015. Given the breach the company was subjected to JSE Rule Appendix 3, Listing Agreement Section 16 (vi).
5	Sagicor Group Jamaica Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended December 31, 2014, which became due on March 2, 2015, was submitted on March 3, 2015. Given the breach the company was subjected to JSE Rule Appendix 3, Listing Agreement Section 16 (vi).
6	Seprod Group Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended December 31, 2014, which became due on March 2, 2015, was submitted on March 13, 2015. Given the breach the company was subjected to JSE Rule Appendix 3, Listing Agreement Section 16 (vi).
7	Pan-Jamaican Investment Trust Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended December 31, 2014, which became due on March 2, 2015, was submitted on March 4, 2015. Given the breach the company was subjected to JSE Rule Appendix 3, Listing Agreement Section 16 (vi).
8	Kingston Wharves Limited	MMC	JSE Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statements for the year ended December 31, 2014, which became due on March 2, 2015, was submitted on March 4, 2015. Given the breach the company was subjected to JSE Rule Appendix 3, Listing Agreement Section 16 (vi).
9	Proven Wealth Limited	M/D	JSE Rule 209 (A) – Financial Returns, Monthly Returns	The firm's financial statements for the month ended January 31, 2015, which became due on March 3, 2015, was submitted on March 10, 2015. Given the breach the company was subjected to JSE Rule 211 (A).

10	Sagicor Investments Jamaica Limited	M/D	JSE Rule 209 (A) – Financial Returns, Monthly Returns	The firm’s financial statements for the month ended January 31, 2015, which became due on March 3, 2015 was submitted on March 27, 2015. Given the breach the company is subjected to JSE Rule 211 (A).
11	Desnoes and Geddes	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The company notified the JSE on March 19, 2015 of dealings in its securities by a Director on March 4, 2015. Given JSE’s rules the notice to the Exchange was ten (10) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
12	Jamaica Broilers Group Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The company notified the JSE on March 19, 2015 of dealings in its securities by connected parties to a Director on January 28, 2015. Given JSE’s rules the notice to the Exchange was forty-five (45) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
13	Jamaica Broilers Group Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The company notified the JSE on March 19, 2015 of dealings in its securities by connected parties to a Director on February 12, 2015. Given JSE’s rules the notice to the Exchange was thirty (30) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
14	Sagicor Group Jamaica Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The company notified the JSE on March 20, 2015 of dealings in its securities by an executive on March 11, 2015. Given JSE’s rules the notice to the Exchange was four (4) days late. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (i).
15	Sagicor Group Jamaica Limited	MMC	JSE Appendix 3 – Listing Agreement, Sections (4a) & (18)	The company notified the JSE on March 24, 2015 of dealings in its securities by an executive on March 18, 2015. Given JSE’s rules the notice to the Exchange was one (1) day late. Consequently, the company was

				subjected to JSE Rule Appendix 3, Section 16 (i).
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**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.