



Jamaica Stock Exchange's Monthly Regulatory Report September 2018

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Overview

This is the Jamaica Stock Exchange's (JSE) September 2018 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-Dealers' Reporting

In accordance with JSE Rule 209 (A) member-dealers were required to file Monthly Reports for the period ended August 31, 2018 by October 1, 2018. For the reporting period, twelve (12) Monthly Reports were due and of the twelve (12), eleven (11) were submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Reports for the period ended August 31, 2018 by October 1, 2018. No Reports were due, hence no filings were made.

Under JSE Rule 209 (C) member-dealers with financial year ended June 30, 2018 were required to file their Audited Reports by September 30, 2018. For the reporting period, one (1) Audited Report was due and filed late.

The aggregate compliance rate for member-dealers' filing of Monthly, Quarterly and Audited Reports for the period ended August 31, 2018 was 85%. For the 2017 comparative period member-dealers' aggregate compliance rate was also 100%. For the period, all member-dealers satisfied the JSE's Excess Net Free Capital (ENFC) requirement as prescribed by JSE Rule Appendix 12 – Member/Dealers' Report and Financial Information, which is represented in Table 1 below.

Table 1

Member-Dealers' Excess Net Free Capital (ENFC) as at August 31, 2018		
ENFC Range(\$M)	# Of Member-Dealers Aug 2018	# Of Member-Dealers Aug 2017
Below 0	0	0
0 - 299	1	3
300 – 899	4	2
900 – 1,999	3	2
2,000 – 5,999	1	2
6,000 and above	3	3

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended July 31, 2018 by September 14, 2018. Listed Companies with year ended June 30, 2018 that selected the 90-days filing option were required to file Audited Statements by September 28, 2018. Additionally, Listed Companies with year ended May 31, 2018 were also required to file Annual Reports by September 28, 2018. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
September 2018					September 2017			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	5	5	0	0	6	6	0	0
Audited	3	3	0	0	1	1	0	0
Annual	5	2	1	2	4	3	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 Activities

Market surveillance and compliance issues that were brought to the attention of the JSE as at September 30, 2018 amounted to Thirty-Eight (38) versus Forty-One (41) for September 2017. 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	
Sept 2018	Sept 2017	Sept 2018	Sept 2017	Sept 2018	Sept 2017
38	41	38	38	0	3
Y-T-D '18	Y-T-D '17	Y-T-D '18	Y-T-D '17	Y-T-D '18	Y-T-D '17
386	262	380	253	6	9

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended September 30, 2018 is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	Consolidated Bakeries Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report	The Company's Annual Report for the year ended December 31, 2017, which became due on April 30, 2018, is outstanding as at May 1, 2018.
2	1834 Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended March 31, 2018, which became due on July 29, 2018, was submitted on October 12, 2018. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (vii).
3	Sweet River Abattoir & Supplies Co. Ltd.	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company's Annual Report for the year ended March 31, 2018, which became due on July 29, 2018, was submitted on September 27, 2018.
4	Sweet River Abattoir & Supplies Co. Ltd.	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) – Quarterly Financial Statements	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018, was submitted on September 28, 2018.
5	Cable Bahamas Limited	MMC	JSE Rule 408 – Audited Annual Financial Statement	The Company's Audited Financial Statements for the period ended June 30, 2018, which became due on August 29, 2018, is outstanding as at August 30, 2018. The Company provided a notice of the delay.
6	Medical Disposable Supplies	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company's Annual Report for the year ended March 31, 2018, which became due on July 29, 2018, was submitted on July 30, 2018.
7	Honey Bun (1982) Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8, Section 9 (b)	The Company provided notification on September 26, 2018 of dealings in its securities by a Director on September 4, 2018. Given the JSE Junior Market Rule Appendix 2, Part 8, 9 (b) the notice to the Exchange was fifteen (15) days late.

8	Derrimon Trading Company Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8, Section 9 (b)	The Company provided notification on September 26, 2018 of dealings in its securities by Directors on September 10, 2018. Given the JSE Junior Market Rule Appendix 2, Part 8, 9 (b) the notice to the Exchange was nine (9) days late.
9	Express Catering Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8, Section 9 (b)	The Company provided notification on October 3, 2018 of dealings in its securities by a Connected Party to a Director on September 21, 2018. Given the JSE Junior Market Rule Appendix 2, Part 8, 9 (b) the notice to the Exchange was five (5) days late.
10	Margaritaville (Turks) Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the year ended May 31, 2018, which became due on September 28, 2018, was submitted on October 3, 2018. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (vii).
11	Express Catering Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company’s Annual Report for the year ended May 31, 2018, which became due on September 28, 2018, was submitted on September 29, 2018.
12	Knutsford Express Services Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company’s Annual Report for the year ended May 31, 2018, which became due on September 28, 2018, was submitted on October 1, 2018.

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 that are found to be in breach of the rules and regulations of JSE.