



# Jamaica Stock Exchange's Monthly Regulatory Report October 2018

# Jamaica Stock Exchange October 2018 Regulatory Report

## Overview

This is the Jamaica Stock Exchange's (JSE) October 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 September 30, 2018 by October 31, 2018. For the reporting period, twelve (12) Monthly Reports were due and submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Reports for the period ended September 30, 2018 by October 31, 2018. For the reporting period, eleven (11) Quarterly Report were due and of the eleven (11), ten (10) were submitted on time.

Under JSE Rule 209 (C) member-dealers with financial year ended July 31, 2018 were required to file their Audited Reports by October 31, 2018. No Audited Reports were due, hence no filings were made.

The aggregate compliance rate for member-dealers' filing of Monthly, Quarterly and Audited Reports for the period ended September 30, 2018 was 96%. For the 2017 comparative period member-dealers' aggregate compliance rate was also 96%. 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**

<b>Member-Dealers' Excess Net Free Capital (ENFC) as at September, 2018</b>		
<b>ENFC Range(\$M)</b>	<b># Of Member-Dealers Sept 2018</b>	<b># Of Member-Dealers Sept 2017</b>
Below 0	0	0
0 - 299	2	2
300 – 899	3	3
900 – 1,999	3	3
2,000 – 5,999	2	2
6,000 and above	2	2

## **Listed Companies' Submissions**

Listed Companies were required to file Unaudited Reports for the period ended August 31, 2018 by October 15, 2018. Listed Companies with year ended August 31, 2018 that selected the 60-days filing option were required to file Audited Statements by October 30, 2018. Additionally, Listed Companies with year ended June 30, 2018 were required to file Annual Reports by October 28, 2018. The filing statistics are represented in Table 2 below:

**Table 2**

<b>Listed Companies' Financial Submissions</b>								
<b>October 2018</b>					<b>October 2017</b>			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	7	5	2	0	7	5	2	0
Audited	1	1	0	0	1	0	0	1
Annual	6	4	0	2	5	3	2	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 Activities**

Market surveillance and compliance issues that were brought to the attention of the JSE as at October 31, 2018 amounted to Twenty (20) versus Forty-Eight (48) for October 2017. 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 2018</b>	<b>Oct 2017</b>	<b>Sept 2018</b>	<b>Oct 2017</b>	<b>Sept 2018</b>	<b>Oct 2017</b>
20	48	16	42	4	6
<b>Y-T-D '18</b>	<b>Y-T-D '17</b>	<b>Y-T-D '18</b>	<b>Y-T-D '17</b>	<b>Y-T-D '18</b>	<b>Y-T-D '17</b>
<b>406</b>	<b>310</b>	<b>397</b>	<b>298</b>	<b>9</b>	<b>12</b>

## **List of Regulatory Breaches and Enforcement Actions**

The list of regulatory breaches and enforcement actions for the period ended October 31, 2018 is presented at Table 4.

**Table 4**

<b>#</b>	<b>Entity</b>	<b>Code</b>	<b>Rule</b>	<b>Details</b>
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, was submitted on November 21, 2018.
2	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, was submitted on November 1, 2018. The Company provided a notice of the delay in accordance with the rules of the JSE’s Main Market. Due to the filing of the Audited Financial Statements on November 1, 2018 the Company breached JSE Rule 408 and was subjected to JSE Rule Appendix 3, Section 16 (vi).
3	Stocks and Securities Limited	M/D	JSE Rule 209c – Financial Returns – Annual Returns	The firm’s Annual Return for the period ended June 30, 2018, which became due on September 30, 2018 was submitted on October 5, 2018. Consequently the firm was subjected to JSE Rule 211 (A).
4	Barita Investments Limited	M/D	JSE Rule 209a – Financial Returns – Monthly Returns	The firm’s Monthly Return for the period ended August 31, 2018, which became due on October 1, 2018 was submitted on October 2, 2018. Consequently the firm was subjected to JSE Rule 211 (A).
5	Margaritaville (Turks) Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company’s Quarterly Financial Statements for the period ended August 31, 2018, which became due on October 15, 2018, was submitted October 18, 2018. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (v).
6	Express Catering Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (1)(a)(i) – Quarterly Financial Statements	The Company’s 1 <sup>st</sup> Quarter Financial Statements for the period ended August 31, 2018, which became due on October 15, 2018, was submitted on October 18, 2018.
7	Cable Bahamas Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the period ended June 30, 2018, which became due on October 28, 2018, was submitted on November 1, 2018. Consequently, the

				company was subjected to JSE Rule Appendix 3, Section 16 (vii).
8	Pulse Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the period ended June 30, 2018, which became due on October 28, 2018, was submitted on November 2 2018. Consequently, the company was subjected to JSE Rule Appendix 3, Section 16 (vii).

**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.