



Jamaica Stock Exchange's Monthly Regulatory Report July 2020

Jamaica Stock Exchange July 2020 Regulatory Report

Overview

This is the Jamaica Stock Exchange's (JSE) July 2020 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 June 30, 2020 by July 31, 2020. For the reporting period, thirteen (13) 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 June 30, 2020 by July 31, 2020. For the reporting period, twelve (12) Quarterly Reports were due and submitted on time.

Under JSE Rule 209 (C) member-dealers with financial year ended April 30, 2020 were required to file their Audited Reports by July 31, 2020. For the reporting period no Audited Reports became due.

The aggregate compliance rate for member-dealers' filing of Monthly, Quarterly and Audited Reports due for the reporting period ended July 31, 2020 was 100%. For the 2019 comparative reporting period, member-dealers' aggregate compliance rate was also 100%. For the reporting period ended June 31, 2020, 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 June 30, 2020		
ENFC Range(\$M)	# Of Member-Dealers June 2020	# Of Member-Dealers June 2019
Below 0	0	0
0 - 299	0	1
300 – 899	5	3
900 – 1,999	3	4
2,000 – 5,999	2	1
6,000 and above	3	4

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended May 31, 2020 by July 15, 2020. Listed Companies with year ended May 31, 2020 that selected the 60-days filing option were required to file Audited Statements by July 30, 2020. Listed Companies with year ended March 31, 2020 were required to file Annual Reports by July 29, 2020. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
July 2020					July 2019			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension/ Relief*	Total Due	Timely Filing	Late	Outstanding
Unaudited	4	4	0	0	4	4	0	0
Audited	4	0	0	3*	4	2	0	2
Annual	12	3	0	9*	12	9	1	2

*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.*

** Due the impact of the Covid-19 pandemic, the JSE granted a further extension to companies who applied for extension relief ahead of the filing of their Audited Financial Statements and Annual Reports, which became due as at the end of the month.*

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of July 2020 amounted to nineteen (19) versus twenty-seven (27) for the comparative period. 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	
July 2020	July 2019	July 2020	July 2019	July 2020	July 2019
19	27	16	20	3	7
Y-T-D '20	Y-T-D '19	Y-T-D '20	Y-T-D '19	Y-T-D '20	Y-T-D '19
136	198	125	183	11	15

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended July 31, 2020 is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	SSL Venture Capital Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company's Annual Report for the year ended June 30, 2019, which became due on October 28, 2019, was submitted on July 7, 2020. Due to the filing of the Annual Report on July 7, 2020 the Company breached JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report.
2	Cable Bahamas Limited	MMC	JSE Main Market Rule - Appendix 3, Section 7	The Company notified the JSE of its AGM, which was held on November 13, 2019 on February 14, 2020. The notification was one hundred and twelve (112) days late. Consequently, the company breached JSE Rule Appendix 3, Listing Agreement, Section 7 and was subjected to JSE Rule Appendix 3, Section 16 (i).
3	Express Catering Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (2) (a)(i) – Audited Annual Financial Statements	The Company's Audited Financial Statement for the period ended May 31, 2020, which became due on July 30, 2020 was outstanding as at the end of July 2020. The Company did not notify the JSE in accordance with JSE Junior Market Rule Appendix 2, Part 4 2 (d) of a delay.
4	Margaritaville Turks Limited	MMC	JSE Main Market – Rule 408 – Audited Annual Financial Statements	The Company's Audited Financial Statement for the period ended May 31, 2020, which became due on July 30, 2020 was outstanding as at the end of July 2020. The Company did not notify the JSE in accordance with JSE Main Market Rule 408 (iv) of a delay.

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.