

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Profit and Loss Account

Period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-21 \$000	Unaudited Three Months Ended 31-Dec-20 \$000	Unaudited Nine Months Ended 31-Dec-21 \$000	Unaudited Nine Months Ended 31-Dec-20 \$000
Net Interest Income and Other Revenue				
Interest income	2,946,961	2,050,901	8,023,754	6,336,884
Interest expense	(2,278,317)	(1,512,945)	(6,069,526)	(4,331,214)
Net Interest Income	668,644	537,956	1,954,228	2,005,670
Fees and commissions income	545,526	476,722	1,993,618	1,395,761
Gain on securities trading, net	519,376	894,968	2,268,804	3,194,903
Foreign exchange margins from cambio trading	167,096	85,363	423,599	273,444
Dividends	83,315	66,302	107,253	83,113
Operating Revenue Net of Interest Expense	1,983,957	2,061,311	6,747,502	6,952,891
Operating expenses	(1,805,586)	(1,333,825)	(5,779,761)	(4,504,102)
Impairment loss on financial assets	(1,666)	(795)	(2,191)	(3,087)
Operating Profit	176,705	726,691	965,550	2,445,702
Other income	43,515	59,993	132,163	125,402
Profit before Taxation	220,220	786,684	1,097,713	2,571,104
Taxation	(80,779)	(120,793)	(281,983)	(642,370)
Profit for the Period	139,441	665,891	815,730	1,928,734
Earnings per stock unit	\$0.09	\$0.41	\$0.50	\$1.18

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Comprehensive Income

Period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-21 \$000	Unaudited Three Months Ended 31-Dec-20 \$000	Unaudited Nine Months Ended 31-Dec-21 \$000	Unaudited Nine Months Ended 31-Dec-20 \$000
Profit for the Period	139,441	665,891	815,730	1,928,734
Other comprehensive income				
<i>Items that may be reclassified to profit or loss:</i>				
Net gain/(loss) on investment in debt instruments measured at FVOCI	(2,308,255)	2,090,443	(2,550,973)	3,830,856
Foreign exchange translation differences on translation of foreign subsidiaries	-	(20,732)	-	113,181
<i>Items that will not be reclassified to profit or loss:</i>				
Net gain/(loss) on investment in equity instruments designated at FVOCI	26,570	(19,030)	(71,258)	3,017
Total other comprehensive income/(loss), net of tax	(2,281,685)	2,050,681	(2,622,231)	3,947,054
Total comprehensive income for period	(2,142,244)	2,716,572	(1,806,501)	5,875,788
Total comprehensive income attributable to:				
Owners of the parent	(2,142,244)	2,716,572	(1,806,501)	5,875,788

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Financial Position

Nine-month Period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited as at 31-Dec-21 \$'000	Unaudited as at 31-Dec-20 \$'000	Audited as at 31-Mar-21 \$'000
ASSETS			
Cash and cash equivalents	11,721,079	17,778,773	15,629,482
Interest receivable	2,395,608	1,879,385	1,862,896
Income tax recoverable	344,387	391,849	353,067
Loans and notes receivable	27,525,705	15,434,193	14,217,458
Other receivables	3,882,648	3,801,051	2,134,264
Due from other related party	3,815,857	12,028,404	13,783,924
Investments and resale agreements	229,568,852	178,755,561	189,132,382
Investment properties	803,822	698,932	698,931
Property, plant and equipment and intangible assets	4,904,349	4,193,969	4,321,964
Deferred tax asset	5,107,724	1,368,002	3,499,320
Right-of-use asset	144,820	185,162	155,531
	290,214,851	236,515,281	245,789,219
STOCKHOLDERS' EQUITY			
Share capital	1,864,054	1,864,054	1,864,054
Retained earnings reserve	9,605,055	9,605,055	9,605,055
Investment revaluation reserve	(483,497)	2,657,866	2,138,734
Retained earnings	12,669,857	11,137,633	11,854,127
	23,655,469	25,264,608	25,461,970
Liabilities			
Securities sold under agreements to repurchase	226,803,636	179,794,562	178,862,034
Notes payable	12,186,722	11,762,886	21,823,542
Lease liabilities	154,337	176,557	171,658
Redeemable preference shares	20,938,895	13,828,541	14,116,815
Interest payable	1,613,232	1,077,399	1,070,696
Income tax payable	2,120,249	1,662,135	2,234,854
Other payables	2,733,877	2,940,994	2,039,216
Deferred income tax liabilities	8,434	7,599	8,434
	266,559,382	211,250,673	220,327,249
	290,214,851	236,515,281	245,789,219

Archibald Campbell
Chairman

Keith P. Duncan
Group Chief Executive Officer

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Changes in Stockholders' Equity

Nine-month period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

	Share Capital	Retained Earnings Reserve	Investment Revaluation Reserve	Cumulative Translation Reserve	Retained Earnings	Attributable to holders of the Parent	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balances at March 31, 2020 (Audited)	1,864,054	9,605,055	(4,490,790)	777,135	11,633,366	19,388,820	19,388,820
Profit for the period	-	-	-	-	1,928,734	1,928,734	1,928,734
Other comprehensive income for period	-	-	3,833,873	113,181	-	3,947,054	3,947,054
Total comprehensive income for period	-	-	3,833,873	113,181	1,928,734	5,875,788	5,875,788
Effects of Group Reorganisation	-	-	3,314,783	(890,316)	(2,424,467)	-	-
Balances at 31 December 2020 (unaudited)	1,864,054	9,605,055	2,657,866	-	11,137,633	25,264,608	25,264,608
Balances at March 31, 2021 (Audited)	1,864,054	9,605,055	2,138,734	-	11,854,127	25,461,970	25,461,970
Profit for the period	-	-	-	-	815,730	815,730	815,730
Other comprehensive loss for period	-	-	(2,622,231)	-	-	(2,622,231)	(2,622,231)
Total comprehensive income/(loss) for period	-	-	(2,622,231)	-	815,730	(1,806,501)	(1,806,501)
Balances at 31 December 2021 (unaudited)	1,864,054	9,605,055	(483,497)	-	12,669,857	23,655,469	23,655,469

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Cash Flows

Nine-month period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Nine Months Ended 31-Dec-21 \$'000	Unaudited Nine Months Ended 31-Dec-20 \$'000
Cash Flows from Operating Activities		
Profit for the period	815,730	1,928,734
Adjustments for:		
Unrealised loss on trading securities	(92,384)	(6,724)
Depreciation and amortisation	276,642	271,136
	999,988	2,193,146
Changes in operating assets and liabilities	39,103,517	51,951,522
Net cash provided by operating activities	40,103,505	54,144,668
Cash Flows from Investing Activities		
Investment securities, net	(43,058,701)	(49,123,075)
Purchase of property, plant and equipment and computer software	(953,207)	(390,206)
Net cash used in investing activities	(44,011,908)	(49,513,281)
Cash Flows from Financing Activities		
Notes payable	-	1,700,670
Net cash provided by financing activities	-	1,700,670
Net (decrease)/increase in cash and cash equivalents	(3,908,403)	6,332,057
Cash and cash equivalents at beginning of year	15,629,482	11,446,716
Cash and cash equivalents at end of period	<u>11,721,079</u>	<u>17,778,773</u>

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Nine-month period ended 31 December 2021			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	12,772,656	176,535	-	12,949,191
Intersegment revenue	964,053	-	(964,053)	-
Total segment revenue	13,736,709	176,535	(964,053)	12,949,191
Profit before tax	1,056,761	40,952	-	1,097,713
Taxation				(281,983)
Profit for the period				815,730
Total segment assets	292,855,026	2,619,666	(5,259,841)	290,214,851
Total segment liabilities	269,012,965	2,307,961	(4,761,544)	266,559,382
Interest Income	8,018,136	5,618	-	8,023,754
Operating expenses	5,645,792	133,969	-	5,779,761
Depreciation & amortisation	262,898	13,744	-	276,642
Capital expenditure	545,580	407,627	-	953,207

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2021

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Nine-month period ended 31 December 2020			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	11,173,611	235,896	-	11,409,507
Intersegment revenue	1,915,913	-	(1,915,913)	-
Total segment revenue	13,089,524	235,896	(1,915,913)	11,409,507
Profit before tax	2,453,509	117,595	-	2,571,104
Taxation				(642,370)
Profit for the period				1,928,734
Total segment assets	239,093,008	2,131,088	(4,708,815)	236,515,281
Total segment liabilities	213,619,704	1,852,638	(4,221,669)	211,250,673
Interest Income	6,333,283	3,601	-	6,336,884
Operating expenses	4,387,925	116,177	-	4,504,102
Depreciation & amortisation	259,578	11,558	-	271,136
Capital expenditure	389,321	885	-	390,206

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2021

1. Identification

Jamaica Money Market Brokers Limited (the “Company”) is incorporated and domiciled in Jamaica. The registered office of the Company is located at 6 Houghton Terrace, Kingston 10, Jamaica. The Company is a wholly owned subsidiary of JMMB Group Limited (“parent”), a company incorporated in Jamaica. The principal activities of the Company are securities brokering, securities trading, dealing in money market instruments, and managing funds on behalf of clients.

The Company is exempt from the provisions of the Money Lending Act.

Certain of the Company’s preference shares are listed on the Jamaica Stock Exchange.

Jamaica Money Market Brokers Limited has interest in the operating subsidiaries listed below. The Company and its subsidiaries are collectively referred to as the “Group”.

Name of Subsidiary	% Shareholding Held by the Company	Country of Incorporation	Principal Activities
JMMB Securities Limited	100	Jamaica	Stock brokering
JMMB Insurance Brokers Limited	100	Jamaica	Insurance brokering
JMMB Real Estate Holdings Limited	100	Jamaica	Real estate holding
Capital & Credit Securities Limited	100	Jamaica	Investment holding
JMMB Fund Managers Limited	100	Jamaica	Fund management

2. Summary of Significant Accounting Policies

(a) Basis of preparation

The Group’s condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The condensed consolidated financial statements should be read in conjunction with the accounting policies as set out in Note 2 and 31 of the audited financial statements for the year ended 31 March 2021.

All amounts are stated in Jamaican dollars unless otherwise indicated.

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2021

2. Summary of Significant Accounting Policies (continued)

(b) Basis of consolidation

The consolidated financial statements include the assets, liabilities and results of operations of the company and its subsidiaries presented as a single economic entity.

Subsidiaries are all entities over which the company has the power to govern the financial and operating policies, generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the company controls another entity. Subsidiaries are consolidated from the date on which control is attained by the Group. They are no longer consolidated from the date that control ceases.

Intra-group transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of impairment of the asset transferred. Accounting policies of subsidiaries are consistent with those of the Group.

The Group uses the acquisition method of accounting for business combinations. The cost of acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the consolidated statement of revenue and expenses.

3. Earnings per stock unit

Earnings per stock unit ("EPS") is computed by dividing profit attributable to the equity holders of the parent of J\$815,729,508 (2020 – J\$1,928,733,515) by the number of stock units in issue during the period, numbering 1,630,552,530 (2020 – 1,630,552,530).

4. Comparative Information

Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current period.