



Jamaica Stock Exchange's Monthly Regulatory Report August 2022

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Overview

This is the Jamaica Stock Exchange's (JSE) August 2022 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 Returns for the period ended July 31, 2022, by August 31, 2022. For the reporting period, fifteen (15) Monthly Returns were due and of the fifteen (15), fourteen (14) were submitted on time.

In accordance with JSE Rule 209 (B) member-dealers were required to file Quarterly Returns for the period ended June 31, 2022, by August 31, 2022. For the reporting period, one (1) Quarterly Return was due and submitted on time.

Under JSE Rule 209 (C) member-dealers are required to file within three (3) months of the end of their financial year Annual Returns to the Exchange. For the reporting period ended August 2022, no Audited Reports were due.

The aggregate compliance rate for member-dealers' filing of financial returns due for the month ended August 2022, was 94%. For the 2021 comparative reporting period, member-dealers' aggregate compliance rate was 100%. For the reporting period ended July 2022 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 July 2022		
ENFC Range(\$M)	# Of Member-Dealers July 2022	# Of Member-Dealers July 2021
Below 0	0	0
0 - 299	6	2
300 – 899	3	4
900 – 1,999	1	3
2,000 – 5,999	2	1
6,000 and above	3	3

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended June 30, 2022, by August 14, 2022. Listed Companies with year ended June 30, 2022, that selected the 60 days filing option were required to file Audited Reports by August 29, 2022. Listed Companies with year ended May 31, 2022, that selected the 90-days filing option were also required to file Audited Statements by August 29, 2022. Listed Companies with year ended April 30, 2022, were required to file their Annual Reports by August 28, 2022. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
August 2022					August 2021			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*
Unaudited	75	66	9	0	71	67	3	1
Audited	6	4	0	2*	6	2	0	4*
Annual	3	0	0	3*	3	0	0	3*

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 to the prolonged impact of the Covid-19 pandemic, the JSE made available extension relief of forty-five (45) days to Listed Companies who were required to file Audited and Annual Reports in the month of August 2022.

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of Aug 2022 amounted to thirty (30) versus eleven (11) 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	
Aug 2022	Aug 2021	Aug 2022	Aug 2021	Aug 2022	Aug 2021
30	11	24	9	6	2
Y-T-D '22	Y-T-D '21	Y-T-D '22	Y-T-D '21	Y-T-D '22	Y-T-D '21
246	134	206	120	40	14

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended August 2022, is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	General Accident Insurance Company Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 was submitted on August 9, 2022. The Company’s Annual Report was deemed to be late as it was submitted outside of the extension relief provided.
2	iCreate Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of August 2022.
3	Ironrock Insurance Company Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of August 2022.
4	ISP Finance Services Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of August 2022.
5	Jetcon Corporation Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of August 2022.
6	KLE Group Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 was submitted on August 8, 2022. The Company’s Annual Report was deemed to be late as it was submitted outside of the extension relief provided.

7	Consolidated Bakeries Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report and Audited Financial Statements	The Company’s Annual Report for the period ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of August 2022.
8	KLE Group Limited	JMC	JSE Junior Market Rule Appendix 2, Part 5 – General Principles on Timely Disclosure, Sections 1(a) and 2.	The Company provided a disclosure to the JSE on March 28, 2022, concerning a material development relating to the decision taken by the Board of Directors to restructure the Company’s operations effective July 1, 2021. Due to the failure to provide immediate disclosure to the JSE concerning the decision of the Board, the Company breached JSE Junior Market Rule Appendix 2, Part 5 – General Principles on Timely Disclosure, Sections 1 and 2.
9	Productive Business Solutions Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the year ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 was filed on May 31, 2022. The Company’s Annual Report was deemed to be late as it was submitted outside of the extension relief provided. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (vi).
10	Mayberry Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the year ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 was filed on June 27, 2022. The Company’s Annual Report was deemed to be late as it was submitted outside of the extension relief provided. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (vi).
11	Mayberry Jamaican Equities Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the year ended December 31, 2021, which was granted an extension relief due to the impact of COVID-19 was filed on May 31, 2022. The Company’s Annual Report was deemed to be late as it was submitted outside of the extension relief provided. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (vi).

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.