

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Profit and Loss Account

Period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 30-Sep-22 \$000	Unaudited Three Months Ended 30-Sep-21 \$000	Unaudited Six Months Ended 30-Sep-22 \$000	Unaudited Six Months Ended 30-Sep-21 \$000
Net Interest Income and Other Revenue				
Interest income	3,401,374	2,598,846	6,457,794	5,076,793
Interest expense	(3,112,900)	(1,982,858)	(5,822,448)	(3,791,209)
Net Interest Income	288,474	615,988	635,346	1,285,584
Fees and commissions income	750,590	905,336	1,709,844	1,448,092
Gain on securities trading, net	232,149	532,443	541,436	1,749,428
Foreign exchange margins from cambio trading	114,786	142,701	245,099	256,503
Dividends	19,215	8,605	74,715	23,938
Operating Revenue Net of Interest Expense	1,405,214	2,205,073	3,206,440	4,763,545
Operating expenses	(1,764,114)	(1,863,736)	(4,120,719)	(3,974,175)
Impairment loss on financial assets	(686)	216	(2,244)	(525)
Operating (Loss)/Profit	(359,586)	341,553	(916,523)	788,845
Other income	113,338	46,153	133,341	88,648
(Loss)/Profit before Taxation	(246,248)	387,706	(783,182)	877,493
Taxation	279,728	(31,262)	476,420	(201,204)
(Loss)/Profit for the Period	33,480	356,444	(306,762)	676,289
Earnings per stock unit	\$0.02	\$0.22	(\$0.18)	\$0.41

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Comprehensive Income

Period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 30-Sep-22 \$000	Unaudited Three Months Ended 30-Sep-21 \$000	Unaudited Six Months Ended 30-Sep-22 \$000	Unaudited Six Months Ended 30-Sep-21 \$000
(Loss)/Profit for the Period	(26,520)	356,444	(366,762)	676,289
Other comprehensive income				
<i>Items that may be reclassified to profit or loss:</i>				
Net loss on investment in debt instruments measured at FVOCI	(1,828,013)	(269,331)	(4,893,460)	(242,718)
<i>Items that will not be reclassified to profit or loss:</i>				
Net loss on investment in equity instruments designated at FVOCI	(113,496)	(34,440)	(28,768)	(97,828)
Total other comprehensive loss, net of tax	(1,941,509)	(303,771)	(4,922,228)	(340,546)
Total comprehensive (loss)/income for period	(1,968,029)	52,673	(5,288,990)	335,743
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(1,968,029)	52,673	(5,288,990)	335,743

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Financial Position

Six-month period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited as at 30-Sep-22 \$'000	Unaudited as at 30-Sep-21 \$'000	Audited as at 31-Mar-22 \$'000
ASSETS			
Cash and cash equivalents	18,473,645	12,607,698	15,154,402
Interest receivable	2,819,243	1,985,624	2,138,112
Income tax recoverable	276,359	391,443	280,105
Loans and notes receivable	23,274,082	28,374,717	27,699,101
Other receivables	2,970,840	1,377,737	5,939,225
Due from other related party	4,511,089	3,535,406	4,064,393
Investments and resale agreements	233,823,879	211,255,198	227,115,237
Investment properties	1,523,681	697,954	1,227,476
Property, plant and equipment and intangible assets	5,351,181	4,841,280	4,864,468
Deferred tax asset	11,255,090	3,841,621	7,881,151
Right-of-use asset	116,371	145,709	125,436
	304,395,460	269,054,387	296,489,107
STOCKHOLDERS' EQUITY			
Share capital	4,564,054	1,864,054	4,564,054
Retained earnings reserve	9,605,055	9,605,055	9,605,055
Investment revaluation reserve	(7,766,394)	1,798,188	(2,844,166)
Retained earnings	12,851,251	12,530,416	13,458,013
	19,253,966	25,797,713	24,782,956
Liabilities			
Securities sold under agreements to repurchase	236,792,982	204,913,405	233,172,167
Notes payable	21,037,791	11,893,687	12,110,590
Lease liabilities	130,310	156,734	148,644
Redeemable preference shares	20,766,113	20,250,494	20,883,423
Interest payable	2,556,219	1,304,047	1,771,126
Income tax payable	806,349	2,156,702	552,427
Other payables	3,035,917	2,573,171	3,051,961
Deferred income tax liabilities	15,813	8,434	15,813
	285,141,494	243,256,674	271,706,151
	304,395,460	269,054,387	296,489,107

Archibald Campbell
Chairman

Keith P. Duncan
Group Chief Executive Officer

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Changes in Stockholders' Equity

Six-month period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Share Capital	Retained Earnings Reserve	Investment Revaluation Reserve	Retained Earnings	Attributable to holders of the Parent	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
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	-	-	-	676,289	676,289	676,289
Other comprehensive loss for period	-	-	(340,546)	-	(340,546)	(340,546)
Total comprehensive income for period	-	-	(340,546)	676,289	335,743	335,743
Balances at 30 September 2021 (Unaudited)	1,864,054	9,605,055	1,798,188	12,530,416	25,797,713	25,797,713
Balances at March 31, 2022 (Audited)	4,564,054	9,605,055	(2,844,166)	13,458,013	24,782,956	24,782,956
Loss for the period	-	-	-	(306,762)	(306,762)	(306,762)
Other comprehensive loss for period	-	-	(4,922,228)	-	(4,922,228)	(4,922,228)
Total comprehensive (loss)/income for period	-	-	(4,922,228)	(306,762)	(5,228,990)	(5,228,990)
Dividends paid	-	-	-	(300,000)	(300,000)	(300,000)
Balances at 30 September 2022 (Unaudited)	4,564,054	9,605,055	(7,766,394)	12,851,251	19,253,966	19,253,966

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Cash Flows

Six-month period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Six Months Ended 30-Sep-22 \$'000	Unaudited Six Months Ended 30-Sep-21 \$'000
Cash Flows from Operating Activities		
(Loss)/Profit for the period	(366,762)	676,289
Adjustments for:		
Unrealised loss/(gain) on trading securities	100,198	(68,320)
Depreciation and amortisation	207,410	163,951
	(59,154)	771,920
Changes in operating assets and liabilities	7,363,329	19,342,127
Net cash provided by operating activities	7,304,175	20,114,047
Cash Flows from Investing Activities		
Investment securities, net	(11,630,870)	(22,463,362)
Purchase of property, plant and equipment and computer software	(981,263)	(672,469)
Net cash used in investing activities	(12,612,133)	(23,135,831)
Cash Flows from Financing Activities		
Notes payable	8,927,201	-
Dividends paid	(300,000)	-
Net cash provided by financing activities	8,627,201	-
Net increase/ (decrease) in cash and cash equivalents	3,319,243	(3,021,784)
Cash and cash equivalents at beginning of year	15,154,402	15,629,482
Cash and cash equivalents at end of period	18,473,645	12,607,698

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Six-month period ended 30 September 2022			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	9,041,680	120,549	-	9,162,229
Intersegment revenue	453,035	-	(453,035)	-
Total segment revenue	9,494,715	120,549	(453,035)	9,162,229
Loss before tax	(801,861)	18,679	-	(783,182)
Taxation				476,420
Loss for the period				(306,762)
Total segment assets	307,578,638	3,213,396	(6,396,575)	304,395,459
Total segment liabilities	288,209,864	2,829,909	(5,898,279)	285,141,494
Interest Income	6,448,983	8,811	-	6,457,794
Operating expenses	4,018,960	101,759	-	4,120,719
Depreciation & amortisation	198,414	8,996	-	207,410
Capital expenditure	661,223	320,040	-	981,263

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2022

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Six-month period ended 30 September 2021			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	8,527,180	116,222	-	8,643,402
Intersegment revenue	892,429	-	(892,429)	-
Total segment revenue	9,419,609	116,222	(892,429)	8,643,402
Profit before tax	848,484	29,009	-	877,493
Taxation				(201,204)
Profit for the period				676,289
Total segment assets	271,501,821	2,487,055	(4,934,489)	269,054,387
Total segment liabilities	245,512,048	2,180,818	(4,436,193)	243,256,673
Interest Income	5,073,394	3,399	-	5,076,793
Operating expenses	3,887,089	87,086	-	3,974,175
Depreciation & amortisation	154,412	9,539	-	163,951
Capital expenditure	381,411	291,058	-	672,469

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2022

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 2022.

All amounts are stated in Jamaican dollars unless otherwise indicated.

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2022

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 loss/profit attributable to the equity holders of the parent of -J\$366,762,313 (2021 – J\$676,288,687) by the number of stock units in issue during the period, numbering 1,630,552,530 (2021 – 1,741,552,530).

4. Comparative Information

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