



Jamaica Stock Exchange's Monthly Regulatory Report October 2022

Jamaica Stock Exchange October 2022 Regulatory Report

Overview

This is the Jamaica Stock Exchange's (JSE) October 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 September 30, 2022, by October 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 September 30, 2022, by October 31, 2022. For the reporting period, thirteen (13) Quarterly Returns were due and of the thirteen (13), twelve (12) were submitted on time.

Under JSE Rule 209 (C) member-dealers with financial year ended July 31, 2022, were required to file their Annual Returns by October 31, 2022. For the reporting period, no Annual Returns were due.

The aggregate compliance rate for member-dealers' filing of financial returns due for the month ended October 2022, was 93%. For the 2021 comparative reporting period, member-dealers' aggregate compliance rate was 92%. For the reporting period ended September 2022 all member-dealers, except one (1), 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 September 2022		
ENFC Range(\$M)	# Of Member-Dealers Sept 2022	# Of Member-Dealers Sept 2021
Below 0	1	0
0 - 299	6	3
300 – 899	4	3
900 – 1,999	1	2
2,000 – 5,999	1	2
6,000 and above	2	3

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended August 31, 2022, by October 15, 2022. Listed Companies with year ended June 30, 2022, were required to file Annual Reports by October 28, 2022. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
October 2022					October 2021			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*
Unaudited	8	8	0	0	8	8	0	0
Audited	0	0	0	0	0	0	0	0
Annual	8	4	0	4*	8	2	0	6*

*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 Annual Reports in the month of October 2022.

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of October 2022 amounted to eleven (11) versus nineteen (19) 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	
Oct 2022	Oct 2021	Oct 2022	Oct 2021	Oct 2022	Oct 2021
11	19	8	13	3	6
Y-T-D '22	Y-T-D '21	Y-T-D '22	Y-T-D '21	Y-T-D '22	Y-T-D '21
275	178	249	161	24	17

List of Regulatory Breaches and Enforcement Actions

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

Table 4

#	Entity	Code	Rule	Details
1	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 October 2022.
2	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 October 2022.
3	1834 Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the period ended March 31, 2022, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of October 2022.
4	Spur Tree Spices Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8 – Section 9 (B).	The company provided notification on June 7, 2022, of dealings in its securities by a Senior Manager on May 17, 2022. Given JSE Junior Market Rule Part 7, 9 (b) the notice to the Exchange was late.
5	Stocks and Securities Limited	M/D	JSE Main Mkt Rule 209(A) - Monthly Returns	The firm submitted an incomplete Monthly Return for the period ended May 31, 2022. The report became due on July 1, 2022, and an initial filing was made on June 30, 2022. A complete filing was made on July 6, 2022. Consequently, the firm was subjected to JSE Rule 211 B.
6	Berger Paints Jamaica Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company's 2 nd Quarter Unaudited Financial Statement for the period ended June 30, 2022, which was due on August 14, 2022, was submitted on August 18, 2022. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (v).
7	Victoria Mutual Wealth Management Limited	M/D	JSE Main Mkt Rule 209(A) - Monthly Returns	The firm submitted an incomplete Monthly Return for the period ended July 31, 2022. The report became due on August 31, 2022, and an initial filing was made on August 29, 2022. A complete filing was made on September 8, 2022. Consequently, the firm was subjected to JSE Rule 211 B.
8	Berger Paints Jamaica Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company's 2 nd Quarter Unaudited Financial Statements for the period ended June 30, 2022, that was filed with the JSE on August 18, 2022, omitted the quarterly information for the periods ended June 30, 2022 and June 30, 2021 from the Statement of Comprehensive Income as required by IAS 34.20. The omission was deemed to be material thus contravening JSE Rule 407 – Quarterly Financial Statements. The Company filed an amended report on

				September 12, 2022, which satisfied JSE Rule 407 – Quarterly Financial Statements.
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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.