

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Profit and Loss Account

Period ended 31 December 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-22 \$000	Unaudited Three Months Ended 31-Dec-21 \$000	Unaudited Nine Months Ended 31-Dec-22 \$000	Unaudited Nine Months Ended 31-Dec-21 \$000
Net Interest Income and Other Revenue				
Interest income	3,703,023	2,946,961	10,160,817	8,023,754
Interest expense	(3,301,336)	(2,278,317)	(9,123,784)	(6,069,526)
Net Interest Income	401,687	668,644	1,037,033	1,954,228
Fees and commissions income	553,112	545,526	2,262,956	1,993,618
Gain on securities trading, net	964,759	519,376	1,506,195	2,268,804
Foreign exchange margins from cambio trading	116,715	167,096	361,814	423,599
Dividends	76,541	83,315	151,256	107,253
Operating Revenue Net of Interest Expense	2,112,814	1,983,957	5,319,254	6,747,502
Operating expenses	(1,908,884)	(1,805,586)	(6,029,603)	(5,779,761)
Impairment loss on financial assets	(4,260)	(1,666)	(6,504)	(2,191)
Operating Profit/(Loss)	199,670	176,705	(716,853)	965,550
Other income	53,272	43,515	186,613	132,163
Profit/(Loss) before Taxation	252,942	220,220	(530,240)	1,097,713
Taxation	276,750	(80,779)	753,170	(281,983)
Profit for the Period	529,692	139,441	222,930	815,730
Earnings per stock unit	\$0.30	\$0.09	\$0.13	\$0.50

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Comprehensive Income

Period ended 31 December 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-22 \$000	Unaudited Three Months Ended 31-Dec-21 \$000	Unaudited Nine Months Ended 31-Dec-22 \$000	Unaudited Nine Months Ended 31-Dec-21 \$000
Profit for the Period	529,693	139,441	222,930	815,730
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	1,840,132	(2,308,255)	(3,053,328)	(2,550,973)
<i>Items that will not be reclassified to profit or loss:</i>				
Net (loss)/gain on investment in equity instruments designated at FVOCI	(190,656)	26,570	(219,424)	(71,258)
Total other comprehensive gain/(loss), net of tax	1,649,476	(2,281,685)	(3,272,752)	(2,622,231)
Total comprehensive income/(loss) for period	2,179,169	(2,142,244)	(3,049,822)	(1,806,501)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	2,179,169	(2,142,244)	(3,049,822)	(1,806,501)

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Financial Position

As at 31 December 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited as at 31-Dec-22 \$'000	Unaudited as at 31-Dec-21 \$'000	Audited as at 31-Mar-22 \$'000
ASSETS			
Cash and cash equivalents	14,491,192	11,721,079	15,154,402
Interest receivable	1,784,139	2,395,608	2,138,112
Income tax recoverable	126,424	344,387	280,105
Loans and notes receivable	23,795,193	27,525,705	27,699,101
Other receivables	2,406,909	3,882,648	5,939,225
Due from other related party	5,129,697	3,815,857	4,064,393
Investments and resale agreements	234,811,685	229,568,852	227,115,237
Investment properties	2,300,633	803,822	1,227,476
Property, plant and equipment and intangible assets	5,540,403	4,904,349	4,864,468
Deferred tax asset	10,806,751	5,107,724	7,881,151
Right-of-use asset	115,482	144,820	125,436
	301,308,508	290,214,851	296,489,107
STOCKHOLDERS' EQUITY			
Share capital	8,564,054	1,864,054	4,564,054
Retained earnings reserve	9,605,055	9,605,055	9,605,055
Investment revaluation reserve	(6,116,918)	(483,497)	(2,844,166)
Retained earnings	12,680,943	12,669,857	13,458,013
	24,733,134	23,655,469	24,782,956
Liabilities			
Securities sold under agreements to repurchase	234,472,478	226,803,636	233,172,167
Notes payable	20,996,046	12,186,722	12,110,590
Lease liabilities	121,075	154,337	148,644
Redeemable preference shares	14,674,265	20,938,895	20,883,423
Interest payable	2,672,607	1,613,232	1,771,126
Income tax payable	844,463	2,120,249	552,427
Other payables	2,778,627	2,733,877	3,051,961
Deferred income tax liabilities	15,813	8,434	15,813
	276,575,374	266,559,382	271,706,151
	301,308,508	290,214,851	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

Nine-month period ended 31 December 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	-	-	-	815,730	815,730	815,730
Other comprehensive loss for period	-	-	(2,622,231)	-	(2,622,231)	(2,622,231)
Total comprehensive income 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	23,655,468	23,655,468
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	-	-	-	222,930	222,930	222,930
Other comprehensive loss for period	-	-	(3,272,752)	-	(3,272,752)	(3,272,752)
Total comprehensive (loss)/income for period	-	-	(3,272,752)	222,930	(3,049,822)	(3,049,822)
Shares issued during the period	4,000,000	-	-	-	4,000,000	4,000,000
Dividends paid	-	-	-	(1,000,000)	(1,000,000)	(1,000,000)
Balances at 31 December 2022 (unaudited)	8,564,054	9,605,055	(6,116,918)	12,680,943	24,733,134	24,733,134

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Cash Flows

Nine-month period ended 31 December 2022

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Nine Months Ended 31-Dec-22 \$'000	Unaudited Nine Months Ended 31-Dec-21 \$'000
Cash Flows from Operating Activities		
Profit for the period	222,930	815,730
Adjustments for:		
Unrealised gain on trading securities	(217,931)	(92,384)
Depreciation and amortisation	310,567	276,642
	315,567	999,988
Changes in operating assets and liabilities	3,609,395	39,103,517
Net cash provided by operating activities	3,924,962	40,103,505
Cash Flows from Investing Activities		
Investment securities, net	(10,969,200)	(43,058,701)
Purchase of property, plant and equipment and computer software	(1,504,428)	(953,207)
Net cash used in investing activities	(12,473,628)	(44,011,908)
Cash Flows from Financing Activities		
Notes payable	8,885,456	-
Dividends paid	(1,000,000)	-
Net cash provided by financing activities	7,885,456	-
Net decrease in cash and cash equivalents	(663,211)	(3,908,403)
Cash and cash equivalents at beginning of year	15,154,402	15,629,482
Cash and cash equivalents at end of period	14,491,192	11,721,079

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2022

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Nine-month period ended 31 December 2022			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	13,899,044	730,608	-	14,629,652
Intersegment revenue	1,226,785	-	(1,226,785)	-
Total segment revenue	15,125,829	730,608	(1,226,785)	14,629,652
(Loss)/Profit before tax	(1,105,456)	575,216	-	(530,240)
Taxation				753,170
Profit for the period				222,930
Total segment assets	304,127,418	3,990,223	(6,809,133)	301,308,508
Total segment liabilities	279,829,904	3,056,307	(6,310,837)	276,575,374
Interest Income	10,147,497	13,320	-	10,160,817
Operating expenses	5,875,914	153,689	-	6,029,603
Depreciation & amortisation	297,018	13,549	-	310,567
Capital expenditure	943,449	560,979	-	1,504,428

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2022

(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 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

Nine-month period ended 31 December 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\$222,930,181 (2021 – J\$815,729,508) by the number of stock units in issue during the period, numbering 1,741,552,530 (2021 – 1,630,552,530).

4. Comparative Information

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