



# Jamaica Stock Exchange's Monthly Regulatory Report December 2022

# Jamaica Stock Exchange December 2022 Regulatory Report

## Overview

This is the Jamaica Stock Exchange's (JSE) December 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 November 30, 2022, by December 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 November 30, 2022, by December 31, 2022. For the reporting period, no Quarterly Returns were due.

Under JSE Rule 209 (C) member-dealers with financial year ended September 30, 2022, were required to file their Annual Returns by December 31, 2022. For the reporting period, two (2) Annual Returns were due and submitted on time.

The aggregate compliance rate for member-dealers' filing of financial returns due for the month ended December 2022, was 94%. For the 2021 comparative reporting period, member-dealers' aggregate compliance rate was also 94%. For the reporting period ended November 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**

<b>Member-Dealers' Excess Net Free Capital (ENFC) as at November 2022</b>		
<b>ENFC Range(\$M)</b>	<b># Of Member-Dealers Nov 2022</b>	<b># Of Member-Dealers Nov 2021</b>
Below 0	0	0
0 - 299	4	4
300 – 899	5	3
900 – 1,999	3	1
2,000 – 5,999	1	3
6,000 and above	2	3

## Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended October 31, 2022, by December 15, 2022. Listed Companies with year ended October 31, 2022, were required to file Audited Reports by December 30, 2022. Listed Companies with year ended September 30, 2022, were required to file Audited Reports by December 29, 2022. Listed Companies with year ended August 31, 2022 were required to file Annual Reports by December 29, 2022. The filing statistics are represented in Table 2 below:

**Table 2**

<b>Listed Companies' Financial Submissions</b>								
<b>December 2022</b>					<b>December 2021</b>			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*
Unaudited	5	5	0	0	5	5	0	0
Audited	9	7	0	2*	9	8	0	1*
Annual	1	1	0	0	1	1	0	0

*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 Financial Statements and Annual Reports in the month of December 2022.*

## Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of December 2022 amounted to fifteen (15) versus twenty-eight (28) for the comparative period. Further statistics of JSE's market surveillance and compliance activities are presented in Table 3 below.

**Table 3**

<b>Market Surveillance &amp; Compliance Log</b>					
<b>Total Issues</b>		<b>Issues Closed</b>		<b>Issues Unclosed</b>	
<b>Dec 2022</b>	<b>Dec 2021</b>	<b>Dec 2022</b>	<b>Dec 2021</b>	<b>Dec 2022</b>	<b>Dec 2021</b>
15	28	12	19	3	9
<b>Y-T-D '22</b>	<b>Y-T-D '21</b>	<b>Y-T-D '22</b>	<b>Y-T-D '21</b>	<b>Y-T-D '22</b>	<b>Y-T-D '21</b>
<b>313</b>	<b>246</b>	<b>301</b>	<b>221</b>	<b>12</b>	<b>25</b>

## **List of Regulatory Breaches and Enforcement Actions**

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

**Table 4**

<b>#</b>	<b>Entity</b>	<b>Code</b>	<b>Rule</b>	<b>Details</b>
1	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 December 2022. Trading in the Company’s securities was suspended in October 2022. The Company was subsequently delisted on December 30, 2022, in keeping with the court approved scheme of amalgamation.
2	Stocks and Securities Limited	M/D	JSE Rule 209 (C) – Annual Returns	The firm’s Annual Return for the year ended June 30, 2022, which was granted extension relief due to the impact of COVID-19 is outstanding as at the end of December 2022.
3	Express Catering Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (3) (a) (i)	The Company’s Annual Report for the period ended May 31, 2022, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of December 2022.
4	Margaritaville Turks Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the period ended May 31, 2022, which was granted an extension relief due to the impact of COVID-19 is outstanding as at the end of December 2022.

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.