



Jamaica Stock Exchange's Monthly Regulatory Report March 2023

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Overview

This is the Jamaica Stock Exchange's (JSE) March 2023 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 February 28, 2023, by March 31, 2023. For the reporting period, fourteen (14) Monthly Returns were due and submitted on time.

Under JSE Rule 209 (B) member-dealers are required to file Quarterly Returns within thirty-one (31) days of the end of each month. For the reporting period ended March 31, 2023, no Quarterly Returns were due.

Under JSE Rule 209 (C) member-dealers with financial year ended December 31, 2022, were required to file their Annual Returns by March 31, 2023. There were seven (7) Annual Returns that were due for the reporting period. A final extension relief was provided to support Member/Dealers in the month of March 2023 who continued to face challenges in meeting their obligations. Six (6) Member/Dealers utilized the extension provided and is slated to provide their Annual Returns by May 15, 2023.

The aggregate compliance rate for member-dealers' filing of financial returns due for the month ended March 2023, was 71%. For the 2022 comparative reporting period, member-dealers' aggregate compliance rate was 80%. For the reporting period ended February 2023 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 February 2023		
ENFC Range(\$M)	# Of Member-Dealers Feb 2023	# Of Member-Dealers Feb 2022
Below 0	0	0
0 - 299	3	2
300 – 899	6	6
900 – 1,999	1	0
2,000 – 5,999	2	2
6,000 and above	2	4

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended January 31, 2023, by March 17, 2023. Listed Companies with year ended December 31, 2022, that selected the 90 days filing option were required to file Audited Reports by March 31, 2023. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
March 2023					March 2022			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*
Unaudited	8	8	0	0	8	7	0	1
Audited	14	7	0	7*	12	5	0	7*
Annual	0	0	0	0	0	0	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.*

** A final extension relief of forty-five (45) days was provided to support Listed Companies in the month of March 2023 who continued to face challenges in filing their Audited Financial Statements. The relief will also impact those listed companies' Annual Reports due in April 2023. All listed companies were advised in March 2023 of the cessation of extension reliefs following the abovementioned period.*

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of March 2023 amounted to Fifteen (15) versus eighteen (18) 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	
Mar 2023	Mar 2022	Mar 2023	Mar 2022	Mar 2023	Mar 2022
15	18	13	11	2	7
Y-T-D '22	Y-T-D '22	Y-T-D '22	Y-T-D '22	Y-T-D '22	Y-T-D '22
43	80	41	58	2	22

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended March 2023, is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	General Accident Insurance Company Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (1) (a) (i)	The Company's 4 th Quarter Unaudited Financial Statements for the period ended December 31, 2022, which became due February 14, 2023, was submitted on February 16, 2023.
2	iCreate Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (1) (a) (i)	The Company's 4 th Quarter Unaudited Financial Statements for the period ended December 31, 2022, which became due February 14, 2023, was submitted on February 18, 2023.
3	CUMAX Wealth Management Limited	M/D	JSE Main Mkt Rule 209(A) – Monthly Returns	The firm's Monthly Return t for the period ended December 31, 2022, which became due on January 31, 2023, was submitted on February 14, 2023. Consequently, the firm was subjected to JSE Rule 211.
4	CUMAX Wealth Management Limited	M/D	JSE Main Mkt Rule 209(A) – Quarterly Returns	The firm's Quarterly Return for the period ended December 31, 2022, which became due on January 31, 2023, was submitted on February 14, 2023. Consequently, the firm was subjected to JSE Rule 211.
5	Seprod Group Limited	MMC	JSE Rule 407 – Quarterly Financial Statements	The Company's 4 th Quarter Unaudited Financial Statement for the period ended December 31, 2022, which became due on February 14, 2023, was submitted on February 20, 2023. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (v).
6	Barita Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended September 30, 2022, which was granted an extension relief is outstanding as at the end of March 2023.

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.