

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Profit and Loss Account

Six-month period ended 30 September 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 30-Sep-23 \$000	Unaudited Three Months Ended 30-Sep-22 \$000	Unaudited Six Months Ended 30-Sep-23 \$000	Unaudited Six Months Ended 30-Sep-22 \$000
Net Interest Income and Other Revenue				
Interest income	3,964,173	3,401,374	7,876,595	6,457,794
Interest expense	(4,052,505)	(3,112,900)	(7,772,085)	(5,822,448)
Net Interest Income	(88,332)	288,474	104,510	635,346
Fees and commissions income	587,254	750,590	1,492,640	1,709,844
Gain on securities trading, net	98,476	232,149	1,177,471	541,436
Foreign exchange margins from cambio trading	81,241	114,786	184,078	245,099
Dividends	11,554	19,215	44,843	74,715
Operating Revenue Net of Interest Expense	690,193	1,405,214	3,003,542	3,206,440
Operating expenses	(1,958,500)	(1,764,114)	(4,547,013)	(4,120,719)
Impairment loss on financial assets	3,501	(686)	1,530	(2,244)
Operating Loss	(1,264,806)	(359,586)	(1,541,941)	(916,523)
Other income	202,258	113,338	242,215	133,341
Loss before Taxation	(1,062,548)	(246,248)	(1,299,726)	(783,182)
Taxation	367,203	279,728	899,241	476,420
Profit/(Loss) for the Period	(695,345)	33,480	(400,485)	(306,762)
Earnings per stock unit	(\$0.43)	\$0.02	(\$0.25)	(\$0.18)

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Comprehensive Income

Six-month period ended 30 September 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 30-Sep-23 \$000	Unaudited Three Months Ended 30-Sep-22 \$000	Unaudited Six Months Ended 30-Sep-23 \$000	Unaudited Six Months Ended 30-Sep-22 \$000
Profit/(loss) for the Period	(695,345)	33,480	(400,485)	(306,762)
Other comprehensive income				
<i>Items that may be reclassified to profit or loss:</i>				
Net loss on investment in debt instruments measured at FVOCI	(1,421,585)	(1,828,013)	(1,123,413)	(4,893,460)
<i>Items that will not be reclassified to profit or loss:</i>				
Net gain/(loss) on investment in equity instruments designated at FVOCI	(319,313)	(113,496)	602,005	(28,768)
Total other comprehensive income/(loss), net of tax	(1,740,898)	(1,941,509)	(521,408)	(4,922,228)
Total comprehensive income/(loss) for period	(2,436,243)	(1,908,029)	(921,893)	(5,228,990)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(2,436,243)	(1,908,029)	(921,893)	(5,228,990)

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Financial Position

As at 30 September 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited as at 30-Sep-23 \$'000	Unaudited as at 30-Sep-22 \$'000	Audited as at 31-Mar-23 \$'000
ASSETS			
Cash and cash equivalents	10,752,813	18,473,645	14,961,819
Interest receivable	3,482,154	2,819,243	3,221,257
Income tax recoverable	156,846	276,359	155,340
Loans and notes receivable	23,491,721	23,274,082	18,031,963
Other receivables	8,663,103	2,970,840	9,291,907
Due from other related party	5,985,626	4,511,089	895,206
Investments and resale agreements	250,463,448	233,823,879	243,942,997
Investment properties	-	1,523,681	-
Property, plant and equipment and intangible assets	4,984,417	5,351,181	4,914,197
Deferred tax asset	13,075,505	11,255,090	12,874,788
Right-of-use asset	77,653	116,371	93,461
	321,133,286	304,395,460	308,382,935
STOCKHOLDERS' EQUITY			
Share capital	8,564,054	4,564,054	8,564,054
Retained earnings reserve	9,605,055	9,605,055	9,605,055
Investment revaluation reserve	(6,268,626)	(7,766,394)	(5,747,218)
Retained earnings	11,583,280	12,851,251	11,983,765
	23,483,763	19,253,966	24,405,656
Liabilities			
Securities sold under agreements to repurchase	251,319,408	236,792,982	240,646,859
Notes payable	24,229,583	21,037,791	22,862,568
Lease liabilities	96,412	130,310	112,051
Redeemable preference shares	15,016,193	20,766,113	14,622,431
Interest payable	3,391,461	2,556,219	2,900,969
Income tax payable	770,213	806,349	610,431
Other payables	2,808,855	3,035,917	2,204,572
Deferred income tax liabilities	17,398	15,813	17,398
	297,649,523	285,141,494	283,977,279
	321,133,286	304,395,460	308,382,935



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 2023

(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, 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 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
Balances at March 31, 2023 (Audited)	8,564,054	9,605,055	(5,747,218)	11,983,765	24,405,656	24,405,656
Profit for the period	-	-	-	(400,485)	(400,485)	(400,485)
Other comprehensive income for period	-	-	(521,408)	-	(521,408)	(521,408)
Total comprehensive income for period	-	-	(521,408)	(400,485)	(921,893)	(921,893)
Balances at 30 September 2023 (Unaudited)	8,564,054	9,605,055	(6,268,626)	11,583,280	23,483,763	23,483,763

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Cash Flows

Six-month period ended 30 September 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Six Months Ended 30-Sep-23 \$'000	Unaudited Six Months Ended 30-Sep-22 \$'000
Cash Flows from Operating Activities		
Loss for the period	(400,485)	(306,762)
Adjustments for:		
Unrealised (gain)/loss on trading securities	(846,606)	100,198
Depreciation and amortisation	203,355	207,410
	(1,043,736)	846
Changes in operating assets and liabilities	2,979,585	7,303,329
Net cash provided by operating activities	1,935,849	7,304,175
Cash Flows from Investing Activities		
Investment securities, net	(7,041,858)	(11,630,870)
Purchase of property, plant and equipment and computer software	(257,766)	(981,263)
Net cash used in investing activities	(7,299,624)	(12,612,133)
Cash Flows from Financing Activities		
Notes payable	1,154,769	8,927,201
Net cash provided by financing activities	1,154,769	8,627,201
Net (decrease)/increase in cash and cash equivalents	(4,209,006)	3,319,243
Cash and cash equivalents at beginning of year	14,961,819	15,154,402
Cash and cash equivalents at end of period	10,752,813	18,473,645

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2023

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Six-month period ended 30 September 2023			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	10,862,446	155,395	-	11,017,841
Intersegment revenue	208,139	-	(208,139)	-
Total segment revenue	11,070,585	155,395	(208,139)	11,017,841
(Loss)/Profit before tax	(1,366,977)	67,251	-	(1,299,726)
Taxation				899,241
Loss for the period				(400,485)
Total segment assets	323,740,208	807,623	(3,414,545)	321,133,286
Total segment liabilities	300,262,394	429,483	(3,042,354)	297,649,523
Interest Income	7,857,231	19,364	-	7,876,595
Operating expenses	4,457,167	89,846	-	4,547,013
Depreciation & amortisation	200,359	2,996	-	203,355
Capital expenditure	257,766	-	-	257,766

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Six-month period ended 30 September 2023

(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)/Profit before tax	(801,861)	18,679	-	(783,182)
Taxation				476,420
Loss for the period				<u>(306,762)</u>
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 2023

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 Haughton Terrace, Kingston 10, Jamaica. The Company is a wholly owned subsidiary of JMMB Financial Holdings Limited (parent) and the ultimate parent is JMMB Group Limited (“ultimate parent”), both companies are 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 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 2023.

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 2023

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\$400,485,000) (2022 – (J\$306,762,000)) by the weighted number of stock units in issue during the period, numbering 1,741,552,530 (2022 – 1,630,552,530).

4. Comparative Information

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