

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Profit and Loss Account

Nine-month period ended 31 December 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-23 \$000	Unaudited Three Months Ended 31-Dec-22 \$000	Unaudited Nine Months Ended 31-Dec-23 \$000	Unaudited Nine Months Ended 31-Dec-22 \$000
Net Interest Income and Other Revenue				
Interest income	3,994,009	3,703,023	11,870,604	10,160,817
Interest expense	(3,938,982)	(3,301,336)	(11,711,067)	(9,123,784)
Net Interest Income	55,027	401,687	159,537	1,037,033
Fees and commissions income	693,186	553,112	2,185,826	2,262,956
Gain on securities trading, net	227,281	964,759	1,404,752	1,506,195
Foreign exchange margins from cambio trading	88,360	116,715	272,438	361,814
Dividends	133,347	76,541	178,190	151,256
Operating Revenue Net of Interest Expense	1,197,201	2,112,814	4,200,743	5,319,254
Operating expenses	(1,942,183)	(1,908,884)	(6,489,196)	(6,029,603)
Impairment loss on financial assets	(5,621)	(4,260)	(4,091)	(6,504)
Operating (Loss) /Profit	(750,603)	199,670	(2,292,544)	(716,853)
Other income	206,670	53,272	448,885	186,613
(Loss) /Profit before Taxation	(543,933)	252,942	(1,843,659)	(530,240)
Taxation	729,804	276,750	1,629,045	753,170
Profit/(Loss) for the Period	185,871	529,692	(214,614)	222,930
Earnings per stock unit	\$0.11	\$0.30	(\$0.13)	\$0.13

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Comprehensive Income

Nine-month period ended 31 December 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Three Months Ended 31-Dec-23 \$000	Unaudited Three Months Ended 31-Dec-22 \$000	Unaudited Nine Months Ended 31-Dec-23 \$000	Unaudited Nine Months Ended 31-Dec-22 \$000
Profit/(loss) for the Period	185,871	529,693	(214,614)	222,930
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	3,872,586	1,840,132	2,749,173	(3,053,328)
<i>Items that will not be reclassified to profit or loss:</i>				
Net gain/(loss) on investment in equity instruments designated at FVOCI	291,689	(190,656)	893,694	(219,424)
Total other comprehensive income/(loss), net of tax	4,164,275	1,649,476	3,642,867	(3,272,752)
Total comprehensive income/(loss) for period	4,350,146	2,179,169	3,428,253	(3,049,822)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	4,350,146	2,179,169	3,428,253	(3,049,822)

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Financial Position

As at 31 December 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited as at 31-Dec-23 \$'000	Unaudited as at 31-Dec-22 \$'000	Audited as at 31-Mar-23 \$'000
ASSETS			
Cash and cash equivalents	10,783,844	14,491,192	14,961,819
Interest receivable	2,606,380	1,784,139	3,221,257
Income tax recoverable	143,062	126,424	155,340
Loans and notes receivable	23,293,288	23,795,193	18,031,963
Other receivables	6,390,029	2,406,909	9,291,907
Due from other related party	8,570,555	5,129,697	895,206
Investments and resale agreements	248,436,808	234,811,685	243,942,997
Investment properties	-	2,300,633	-
Property, plant and equipment and intangible assets	5,083,089	5,540,403	4,914,197
Deferred tax asset	13,212,260	10,806,751	12,874,788
Right-of-use asset	69,750	115,482	93,461
	318,589,065	301,308,508	308,382,935
STOCKHOLDERS' EQUITY			
Share capital	8,564,054	8,564,054	8,564,054
Retained earnings reserve	9,605,055	9,605,055	9,605,055
Investment revaluation reserve	(2,104,351)	(6,116,918)	(5,747,218)
Retained earnings	11,769,151	12,680,943	11,983,765
	27,833,909	24,733,134	24,405,656
Liabilities			
Securities sold under agreements to repurchase	245,849,171	234,472,478	240,646,859
Notes payable	24,412,754	20,996,046	22,862,568
Lease liabilities	86,927	121,075	112,051
Redeemable preference shares	14,970,724	14,674,265	14,622,431
Interest payable	3,398,182	2,672,607	2,900,969
Income tax payable	776,323	844,463	610,431
Other payables	1,243,678	2,778,627	2,204,572
Deferred income tax liabilities	17,397	15,813	17,398
	290,755,156	276,575,374	283,977,279
	318,589,065	301,308,508	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

Nine-month period ended 31 December 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
Profit 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 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
Balances at March 31, 2023 (Audited)	8,564,054	9,605,055	(5,747,218)	11,983,765	24,405,656	24,405,656
Loss for the period	-	-	-	(214,614)	(214,614)	(214,614)
Other comprehensive income for period	-	-	3,642,867	-	3,642,867	3,642,867
Total comprehensive income for period	-	-	3,642,867	(214,614)	3,428,253	3,428,253
Balances at 31 December 2023 (unaudited)	8,564,054	9,605,055	(2,104,351)	11,769,151	27,833,909	27,833,909

JAMAICA MONEY MARKET BROKERS LIMITED

Consolidated Statement of Cash Flows

Nine-month period ended 31 December 2023

(Expressed in Jamaican dollars unless otherwise indicated)

	Unaudited Nine Months Ended 31-Dec-23 \$'000	Unaudited Nine Months Ended 31-Dec-22 \$'000
Cash Flows from Operating Activities		
Loss /(Profit) for the period	(214,614)	222,930
Adjustments for:		
Unrealised gain on trading securities	(838,863)	(217,931)
Depreciation and amortisation	273,770	310,567
	(779,708)	315,567
Changes in operating assets and liabilities	(3,490,824)	3,609,395
Net cash (used in)/provided by operating activities	(4,270,531)	3,924,962
Cash Flows from Investing Activities		
Investment securities, net	(850,944)	(10,969,200)
Purchase of property, plant and equipment and computer software	(418,948)	(1,504,428)
Net cash used in investing activities	(1,269,893)	(12,473,628)
Cash Flows from Financing Activities		
Notes payable	1,362,449	8,885,456
Dividends paid	-	(1,000,000)
Net cash provided by financing activities	1,362,449	7,885,456
Net (decrease) in cash and cash equivalents	(4,177,975)	(663,211)
Cash and cash equivalents at beginning of year	14,961,819	15,154,402
Cash and cash equivalents at end of period	10,783,844	14,491,192

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2023

(Expressed in Jamaican dollars unless otherwise indicated)

Segment Reporting

	Nine-month period ended 31 December 2023			
	Financial & Related Services	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000
External revenues	16,123,949	236,746	-	16,360,695
Intersegment revenue	643,179	-	(643,179)	-
Total segment revenue	16,767,128	236,746	(643,179)	16,360,695
(Loss)/Profit before tax	(1,945,316)	101,657	-	(1,843,659)
Taxation				1,629,045
Loss for the period				<u>(214,614)</u>
Total segment assets	321,105,268	813,483	(3,329,686)	318,589,065
Total segment liabilities	293,299,713	412,938	(2,957,495)	290,755,156
Interest Income	11,841,388	29,216	-	11,870,604
Operating expenses	6,352,212	136,984	-	6,489,196
Depreciation & amortisation	269,276	4,494	-	273,770
Capital expenditure	418,948	-	-	418,948

JAMAICA MONEY MARKET BROKERS LIMITED

Notes to the Financial Statements

Nine-month period ended 31 December 2023

(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 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

Nine-month period ended 31 December 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\$222,930,000 (2022 – (J\$214,614,283)) 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.