



Jamaica Stock Exchange's Monthly Regulatory Report November 2021

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Overview

This is the Jamaica Stock Exchange's (JSE) November 2021 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 October 31, 2021, by December 1, 2021. For the reporting period, thirteen (13) Monthly Returns were due and submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Returns for the period ended October 31, 2021, by December 1, 2021. For the reporting period, one (1) Quarterly Return was due and submitted on time.

Under JSE Rule 209 (C) member-dealers are required to file within three (3) months of the end of their financial year Audited Reports to the Exchange. For the reporting period ended November 2021, no Audited Reports were due.

The aggregate compliance rate for member-dealers' filing of financial returns due for the month ended November 30, 2021, was 100%. For the 2020 comparative reporting period, member-dealers' aggregate compliance rate was also 100%. For the reporting period ended October 31, 2021, 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 October 31, 2021		
ENFC Range(\$M)	# Of Member-Dealers Oct 2021	# Of Member-Dealers Oct 2020
Below 0	0	0
0 - 299	4	1
300 – 899	3	4
900 – 1,999	1	3
2,000 – 5,999	2	2
6,000 and above	3	3

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended September 30, 2021, by November 14, 2021. Listed Companies with year ended September 30, 2021, were required to file Audited Reports by November 29, 2021. Listed Companies with year ended August 31, 2021, were also required to file Audited Reports by November 29, 2021. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
November 2021					November 2020			
Reports	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*	Total Due	Timely Filing	Late	Outstanding/ Extension Relief*
Unaudited	73	64	5	4	73	70	0	3
Audited	4	4	0	0	4	3	0	1
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.

** Due to the prolonged impact of the Covid-19 pandemic, the JSE made available extension relief of 45 days to Listed Companies who were required to file Audited Financial Statements and Annual Reports as at the end of the month.*

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE for the month of November 2021 amounted to forty (40) versus forty-four (44) 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	
Nov 2021	Nov 2020	Nov 2021	Nov 2020	Nov 2021	Nov 2020
40	44	26	29	14	15
Y-T-D '21	Y-T-D '20	Y-T-D '21	Y-T-D '20	Y-T-D '21	Y-T-D '20
218	238	193	219	25	19

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended November 30, 2021, is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	Consolidated Bakeries Jamaica Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 4 (3) – Published Annual Report and Audited Financial Statements	The Company's Annual Report for the period ended December 31, 2020, which was granted an extension relief due to the impact of COVID-19 was submitted on November 11, 2021. The Company's Annual Report was deemed to be late as it was submitted outside of the extension relief provided.
2	ICreate Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 4 (3) – Published Annual Report and Audited Financial Statements	The Company's Annual Report for the period ended December 31, 2020, which was granted an extension relief due to the impact of COVID-19 remains outstanding as at the end of November 2021.
3	Express Catering Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 4 (3) – Published Annual Report and Audited Financial Statements	The Company's Annual Report for the period ended May 31, 2021 which was granted an extension relief due to the impact of COVID-19 remains outstanding as at the end of November 2021.
4	KLE Group Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (1) (a) (i)	The Company's 3rd Quarter Unaudited Financial Statements for the period ended September 30, 2021, which became due November 14, 2021, remains outstanding as at the end of November 2021.
5	Jetcon Corporation Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (1) (a) (i)	The Company's 3rd Quarter Unaudited Financial Statements for the period ended September 30, 2021, which became due November 14, 2021, remains outstanding as at the end of November 2021.
6	ICreate Limited	JMC	JSE Junior Market Rule, Appendix 2, Ongoing Requirements, Part 4 (1) (a) (i)	The Company's 3rd Quarter Unaudited Financial Statements for the period ended September 30, 2021, which became due November 14, 2021, remains outstanding as at the end of November 2021.
7	Barita Investments Limited	MMC	JSE Rule Appendix 7, Section 9 (b)	The Company provided notification on March 17, 2021, of dealings in its securities on March 9, 2021, by a connected person. Given the JSE Rules the notice to the Exchange was late. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (i).

8	Mailpac Group Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8 – Section 9 (B).	The Company provided notification on September 9, 2021, of dealings in its securities by a senior manager on August 27, 2021. Given JSE Junior Market Rules the notice to the Exchange was late.
9	Tropical Battery Company Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (1)(b)(i) – Requirements for Financial Reporting.	The Company's 2nd Quarter Financial Statements for the period ended March 31, 2021, that was filed with the JSE on May 14, 2021, had discrepancies with its Statement of Comprehensive Income and Statement of Changes in Shareholder's Net Equity, that were considered material and resulted in a refiling on May 21, 2021. The revised filing on May 21, 2021, satisfied all concerns.
10	Kingston Properties Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended December 31, 2020, which was granted an extension relief due to the impact of COVID-19 was filed on June 17, 2021. The Company's Annual Report was deemed to be late as it was submitted outside of the extension relief provided. Consequently, the Company was subjected to JSE Rule Appendix 3, Section 16 (vi).
11	Knutsford Express Services Limited	JMC	JSE Junior Market Rule, Appendix 2, Part 4 (3) – Published Annual Report and Audited Financial Statements	The Company's Annual Report for the period ended May 31, 2021, which was granted an extension relief due to the impact of COVID-19 was submitted on November 24, 2021. The Company's Annual Report was deemed to be late as it was submitted outside of the extension relief provided.
12	Margaritaville Turks Limited	MMC	JSE Rule 409 – Annual Report	The Company's Annual Report for the year ended May 31, 2021, which was granted an extension relief due to the impact of COVID-19 remains outstanding as at the end of November 2021.
13	Stocks and Securities Limited	M/D	JSE Rule 209 (C) – Annual Returns	The firm's Annual Returns for the year ended June 30, 2021, which was granted extension relief due to the impact of COVID-19 remains outstanding as at the end of November 2021.

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.