



FOR FURTHER INFORMATION CONTACT:

Our Offices:

**JMMB Securities Limited**

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Tel: 920-5050

Representative Offices:

**Jamaica Money Market Brokers Limited**

6 Haughton Terrace, Kingston 10,  
Tel: 920-5040-1, Fax: 926-3685

**Jamaica Money Market Brokers Limited**

6 St. Lucia Avenue, Kingston 5,  
Tel: 926-3684; Fax: 960-3927

**Jamaica Money Market Brokers Limited**

Shop 2, Tropical Plaza ,  
12½ -14 Constant Spring Road, Kingston 10  
Tel: 929-8358, Fax: 968-7395

**Jamaica Money Market Brokers Limited**

Office 4, Ocean Village Shopping Centre  
Ocho Rios, St. Ann.  
Tel: 795-3651, 795-3627, Fax: 795-3886

**Jamaica Money Market Brokers Limited**

47-48 West Trade Way, Portmore Town Centre  
Portmore, St. Catherine  
Tel: 939-3205, Fax: 939-3207

**Jamaica Money Market Brokers Limited**

4 Perth Road, Mandeville, Manchester  
Tel: 625-2351, Fax: 625-2352

**Jamaica Money Market Brokers Limited**

Shop 19, Montego Bay Shopping Centre  
LOJ Complex, Howard Cooke Boulevard  
Montego Bay, St. James  
Tel: 979-6055, Fax: 929-1566

**Jamaica Money Market Brokers Limited**

Shop 28b Bargain Village Plaza  
35 Main Street,  
May Pen Clarendon  
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# THE JMMB SELECT INDEX FUND™

## Prospectus Summary

### THE FUND

The JMMB Select Index Fund Limited™ ("the Fund") is an open-ended, investment company incorporated with limited liability as an exempted company in the Cayman Islands in 2001 and registered under the Mutual Funds Law (Law 13 of 1993) of Cayman. The Fund is a corporation incorporated in the Cayman Islands on 16th November 2001 and registered as an exempted company under Cayman Companies Law (Cap 22). The constitution of the Fund is defined by its Articles and Memorandum of Association. The duration of the Fund's corporate status is not limited. The Fund will predominantly own shares in all of the companies designated to be part of the JSE Select Index™ together with investments in the Fixed Income Market. The JSE Select Index™ is a group of stocks determined by the Jamaica Stock Exchange (JSE). It is comprised of specially selected stocks, which are usually the most liquid and actively traded stocks on the JSE. These companies are normally known as the blue chip companies in Jamaica. The Fund may invest in companies domiciled in other countries of the Caribbean which are listed on a recognized stock exchange when those shares are cross listed on the JSE and form part of the JSE Select Index™.

The Portfolio of investments of the Fund as at the date of this Prospectus is comprised as follows:

**The JMMB Select Index Fund Limited™**

Security Description	Symbol	Sector	Shareholding
Bank Of Nova Scotia Jamaica Limited	BNSJ	Finance	3,630,464
Cable & Wireless Jamaica Limited	CWJA	Communication	10,943,953
Caribbean Cement Company Limited	CCC	Manufacturing	1,059,917
Carreras Group Limited	CAR	Conglomerate	604,516
Courts Jamaica Limited	CRTS	Retail	2,976,582
Desnoes & Geddes Limited	DG	Conglomerate	3,498,249
Dehring, Bunting & Golding Limited	DBG	Finance	357,296
Gleaner Company Limited	GLNR	Communication	1,508,356
GraceKennedy	GK	Conglomerate	403,225
Jamaica Broilers Group Limited	JBG	Manufacturing	1,493,454
Jamaica Money Market Brokers	JMMB	Finance	2,107,780
Jamaica Producers Group Limited	JP	Manufacturing	232,820
Life of Jamaica	LOJ	Finance	3,511,516
NCB Jamaica Limited	NCBJ	Finance	3,067,441
Radio Jamaica Re-Diffusion	RJR	Communication	461,047
Fixed Income Market	REPO, Money, Market, etc.	Fixed Income	~10% of fund value

## Liquid High Grade Investments

The Fund may invest a portion of its assets in Jamaican money market instruments, Jamaican Government Treasury Bills and other liquid high grade investments of similar maturity for the purpose of meeting ongoing operating expenses and/or while waiting for suitable equity investments.

## MANAGEMENT AND ORGANISATION OF THE FUND

### The Fund Board of Directors

The Directors of the Fund are:

Dr. Noel A. Lyon	-	Director, Chairman
Mr. Glenford McLeish	-	Managing Director
Mr. Keith Duncan	-	Director
Mrs. Donna Duncan-Scott	-	Director
Mr. Archibald Campbell	-	Director
Mr. Robert Mayers	-	Director
Mrs. Patricia Sutherland	-	Director
Mr. Leo Williams	-	Director

### Independent Custodian

The Custodian for the Fund is Pan Caribbean Merchant Bank Limited, 64 Knutsford Boulevard, Kingston 5, Jamaica West Indies.

### Administrator

The Fund's Administrator is TransOcean Bank & Trust, Limited, P. O. Box 1959 GT, Grand Cayman, Cayman Islands

### Investment Manager

The Investment Manager for the Fund is JMMB Securities Limited, a subsidiary company of Jamaica Money Market Brokers Limited, a company incorporated and operating principally in Jamaica, West Indies. The Investment Manager's principal place of business in Jamaica is its head office located at 5 Haughton Avenue, Kingston 10. The Investment Manager manages the business affairs of the Fund including but not limited to fund accounting and promotions.

### The directors of JMMB Securities Limited are:

Dr. Noel A. Lyon	-	Director, Chairman
Mr. Glenford McLeish	-	Managing Director
Mrs. Donna Duncan-Scott	-	Director
Mr. Keith Duncan	-	Director
Mr. Leo Williams	-	Director
Mr. Robert Mayers	-	Director
Mr. Archibald Campbell	-	Director, Independent
Mrs. Patricia Sutherland	-	Director

## Performance Information

The Fund may furnish data about its investment performance in advertisements, sales literature and reports to stockholders. "Total return" represents the annual percentage change in value of \$1 invested at the initial public offering price for the one and five year periods and the life of the Fund through the most recent calendar quarter, assuming reinvestment of all dividends and distributions. The Fund may also furnish total return calculations for other periods and/or based on investments at various Net Asset Values.

***Before purchasing shares it is important to read this Prospectus Summary or the Prospectus in its entirety. For those aspects of this document that need further explanation, please contact the officers of the Investment Manager.***

The Fund's Prospectus, Memorandum and Articles of Association, Investment Management Agreement, Administration Agreement, Custodian Agreement, Distributorship Agreement and the Companies Law (Cap 22) of the Cayman Islands, may be inspected at the offices of the Investment Manager between the hours of 10:00 a.m. and 3:00 p.m., Mondays to Fridays and at the offices of the Fund Administrator in Grand Cayman. The full Prospectus document is available upon request.

### **Investment Management and Advisory Fees**

The Investment Manager is compensated for its services and its related expenses at an annual rate not to exceed 2% of the Fund's Net Asset Value. These fees are calculated and accrued daily and paid monthly.

### **Early Selling Penalty (ESP)**

In relation to Series D Shares only, there is an Early Selling Penalty if the shares are sold before expiry of the minimum holding period of four years. The ESP will be a maximum of 4% charged on shares held in the Fund for one year or less. Thereafter the charge is levied on a tiered basis declining to 1 % for shares held in the Fund for four years. There is no ESP where shares being sold have been held for more than four full years. This penalty is payable to the Fund.

### **Fund Operating Expenses**

In addition to the management fees payable to the Investment Manager, the Fund is responsible for its operating expenses, including: (i) Administrator's fees; (ii) insurance premiums; (iii) compensation and expenses of Directors; (iv) legal and audit expenses; (v) fees and expenses of the Custodian, shareholder service of Transfer Agent; (vi) expenses for preparing, printing and mailing reports and notices and proxy material to stockholders; (vii) other expenses incidental to holding any stockholder meetings; (viii) service fees paid by the Fund in connection with the personal service and/or maintenance of shareholder accounts; and (ix) such non-recurring expenses as may arise, including litigation affecting the Fund and the legal obligations with respect to which the Fund may have to indemnify its officers and directors.

### **Fund Incentive Fee**

The Fund may pay a performance incentive fee to its Portfolio Adviser. The fee is equal to 25% of the difference between the Fund's actual dollar performance and the Fund's dollar performance if its rate of return had been equal to that of the Index. This fee is paid if the Fund's investment performance in a calendar year exceeds the performance of the JSE Select Index™ annual price return.

### **Taxation**

Dividend income received by the Fund is tax-free. Similarly, capital gains income received by the Fund is also tax-free to the Fund. The smaller portion of the Fund that is invested in fixed income instruments is taxed at source. It is incumbent upon investors to seek tax advice concerning the Fund from tax specialists in the jurisdiction(s) in which they are domiciled or resident.

### **Portfolio Adviser**

JMMB Securities Limited manages the investment portfolio of the Fund.

### **Distributor**

JMMB Securities Limited (the Distributor) will be the lead distributor for the Fund. The Fund may be marketed by the Distributor through a syndicate of sub-distributors (which will have entered into written agreements with the Distributor) in selected countries throughout the Caribbean, subject to regional laws.

### **Auditors**

KPMG Peat Marwick of P.O. Box 493 GT Grand Cayman, Cayman Islands B.W.I. has been appointed auditors of the Fund.

### **Legal Advisors - Cayman Islands**

Messrs. Myers & Alberga, Attorneys at Law, of P.O. Box 472 GT, Grand Cayman, Cayman Islands B.W.I., are legal advisors to the Fund in Cayman.

### **Legal Advisor - Jamaica**

Marc S. Harrison, General Counsel and Compliance Officer for Jamaica Money Market Brokers Limited, 6 Haughton Terrace, Kingston 1 0, Jamaica West Indies is the legal advisor to the Fund, the Investment Manager and the Distributors in Jamaica.

### **Investment Objective**

The Fund's objective is to seek superior returns through capital appreciation over time. Through modeling and optimization analyses, the Investment Manager will seek to replicate the JSE Select Index™ composition in the portfolio of the Fund. The Fund's strategy requires it to match the JSE Select Index™ within a certain degree of variance, which will be determined by its daily liquidity needs.

### **Investment Strategies**

The Fund will seek to employ a buy-and-hold strategy to meet its investment objective of capital appreciation. Any investment involves risk and there can be no assurance that the Fund will achieve its investment objective.

### **The Fund Currency**

The currency of the Fund is the Jamaican dollar identified throughout this Prospectus Summary as J\$.

### **How to Buy Shares**

Each subscriber must complete and submit to the Fund an

order form which will be provided along with this Prospectus Summary. Payment of the full subscription price for the shares must be made in Jamaican dollars. Payment should be made by cheque, bank draft or wire transfer to the JMMB Select Index Fund Limited. Purchases will only be effected with cleared funds. Buying fees may apply depending on the series of shares and any applicable fees that are disclosed on the receipt for the transactions.

### How to Sell Shares

Instructions to sell shares of the Fund must be received in writing or any other means approved by the distributor. Shares of the Fund held for at least one (1) day may be redeemed through the Distributor by the shareholder at any time at the Net Asset Value (NAV) per share next determined after the redemption request is received in proper form. Certain series of shares in the Fund may attract a selling fee which will be based on the NAV price on the day of redemption. Selling fees will be disclosed on the receipts for sales transactions. Ordinarily, funds will be paid to clients by the 4th business day after the order has been processed.

### Minimum Investment

The Fund requires investors to maintain a value of at least J\$10,000.00 in the Fund for share holdings in Series A, Series B and Series C. If the value of the total amount invested in an account falls below the minimum requirement, the Investment Manager may sell, reclassify or convert the shares and send the proceeds to the address of record for the account. The Investment Manager will allow 30 days notice before selling, reclassifying or converting such shares as applicable so that shareholders on the account can buy more shares if so desired or raise the balance above the minimum.

### Aggregate Minimum Subscription

The minimum investment for an investor in the Fund is J\$10,000.00 for an investor who does not then own any shares in the Fund, however, in relation to Series D shares only, the minimum investment for an investor who does not then own shares in the fund is J\$5,000,000.00. A minimum J\$4,000.00 is required for any subsequent investment, but, the number of shares acquired on such subsequent investment will vary in accordance with the then Net Asset Value per share price for the series of shares being bought.

### Net Asset Value Per Share

The NAV per share is the price or value of one share of the

Fund. The NAV per unit (or share price) of each series of shares is calculated after the close of business on each trading day. On each trading day a separate NAV per share is calculated for each series of shares based on the market value of its proportionate share of the assets of the Fund, less any liabilities of the Fund allocated to that series of shares, divided by the total number of shares of that series held by Fund investors.

Shares are valued at least once per day at the prices prevailing at the close of business on that day. Orders for fund shares will be taken for the same day only up until five minutes before the close of trading for that day. After this time, orders taken will be executed at the price of the subsequent NAV on the following business day.

### Issued Shares

The amount of the Fund's authorized share capital is 399,999,999 participating shares of one dollar each, with one ordinary share issued at par value of \$1.

### Investment Risks

All investments, including mutual funds have risk and no investment is suitable for all investors. The Fund may invest in both large and small companies.

### Buying and Selling Fees

#### (i) Short-term Trading Fee

The Fund may charge a short-term trading fee of 2%, if a shareholder sells securities within 90 days of buying them. This fee is in addition to any applicable selling fee for the series of shares. The fees are deducted from the value of the securities being sold and are paid to the Fund.

#### (ii) Buying or Selling Fee

Certain series of shares in the Fund may attract a buying or selling fee of no more than 4.5% of the value of the shares excluding any other fees. The Buying or Selling Price is exclusive of any applicable fees.

Share Class	Buying Fees (Up Front)	Selling Fees (Back End)
A	4.5%	Nil
B	2%	2%
C	Nil	4.5%
D	Nil	Nil**

*\*Fees are subject to change without prior notice, GCT is applied to the fees above.*

*\*\*See section on Early Selling Penalty which applies if shares are not held for the minimum holding period*