

Company Registration number NI 047140

Icemos Technology Limited

Abbreviated Accounts

For the year ended 31 December 2008



ICEMOS TECHNOLOGY LIMITED

Financial statements for the year ended 31 December 2008

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ICEMOS TECHNOLOGY LIMITED

Independent auditors' report to Icemos Technology Limited (NI 047140)

under article 255B of the Companies (Northern Ireland) Order 1986

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of Icemos Technology Limited for the year ended 31 December 2008 prepared under article 234 of the Companies (Northern Ireland) Order 1986

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with article 254 of the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with articles 254(5) and (6) of the Order to the Registrar and whether the abbreviated accounts to have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that bulletin we have carried out the procedures we consider necessary to confirm by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with articles 254(5) and (6) of the Companies (Northern Ireland) Order 1986, and the abbreviated accounts have been properly prepared in accordance with those provisions.

Other information

On 27 August 2009 we reported as auditors of Icemos Technology Limited to the members on the financial statements prepared under article 234 of the Companies (Northern Ireland) Order 1986 and our report included the following paragraph: The disclosures referred to as note 1a of the financial statements are repeated in note 1a to the abbreviated accounts.

"Emphasis of matter - Going concern"

In forming our opinion of the financial statements, which is not qualified, we have considered the adequacy of disclosures made in note 1a of the financial statements concerning the company's ability to continue as a going concern. The company incurred a loss for the year ended 31 December 2008 of £1,865,352 and at that date the company has net liabilities of £1,139,669. These conditions, along with the other matters explained in note 1a to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern."

Harbinson Mulholland

Harbinson Mulholland
Registered Auditors and
Chartered Accountants

BELFAST

4 September 2009

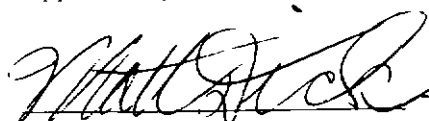
ICEMOS TECHNOLOGY LIMITED

Abbreviated balance sheet as at 31 December 2008

	<i>Notes</i>	<u>2008</u> £	<u>2007</u> £
Fixed assets			
Intangible assets		285,717	344,031
Tangible assets	2	<u>753,108</u>	<u>416,448</u>
	2	<u>1,038,825</u>	<u>760,479</u>
Current assets			
Stock		497,907	290,657
Debtors		1,320,232	764,428
Cash at bank and in hand		<u>216,366</u>	<u>230,431</u>
		<u>2,034,505</u>	<u>1,285,516</u>
Creditors, amounts falling due within one year		<u>(1,422,379)</u>	<u>(707,943)</u>
Net current assets		<u>612,126</u>	<u>577,573</u>
Total assets less current liabilities		<u>1,650,951</u>	<u>1,338,052</u>
Creditors, amounts falling due after more than one year		<u>(2,790,620)</u>	<u>(1,122,082)</u>
		<u>(1,139,669)</u>	<u>215,970</u>
Capital and reserves			
Called up share capital	3	90,251	3,605
Share premium account		6,048,589	5,625,522
Deficit on profit and loss account		<u>(7,278,509)</u>	<u>(5,413,157)</u>
Shareholders' funds		<u>(1,139,669)</u>	<u>215,970</u>

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VIII of the Companies (Northern Ireland) Order 1986 and with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Approved by the board of directors on 8-27-09 and signed on its behalf

 Director

The notes on pages 3 to 5 form part of these financial statements

ICEMOS TECHNOLOGY LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2008

1 Accounting policies

a) Going concern

The company incurred a loss for the year of £1,865,352 and has net liabilities at the year end of £1,139,669

Included within creditors greater than one year are promissory notes of £2.6 million owed to the parent company Icmos Technology Corporation. The parent company will not seek repayment of these until the company is in the financial position to repay. The company is therefore dependent on the continued support of the parent. The directors of the company who are also directors of the parent company are of the opinion that Icmos Technology Corporation will continue to support the company.

The company has continued to make losses in the first quarter after the year end approximately £402,000 per the management accounts to 31 March 2009. This is expected to improve with the projections showing smaller losses in quarters 2 and 3 and a profit of approximately £172,000 for the quarter to 31 December 2009. Currently the company expects to make a loss of approximately £658,000 for the year ending 31 December 2009. The company has received further investments from the parent company of approximately £734,000 since the year end and is expecting a further investment of approximately £487,000 within the next 6 months. The ability of the parent company to provide this further investment is dependent on the parent company itself attracting outside investment. The directors of the company are confident that this further investment can be obtained. The directors consider this funding will be sufficient to enable the company to continue to trade until it becomes profitable.

The directors recognise that the circumstances described above represent a material uncertainty that casts doubt on the ability of the company's ability to continue as a going concern. Nevertheless, having considered these circumstances, the directors have a reasonable expectation that the company will continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

b) Basis of accounting

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company.

c) Turnover

Turnover represents net invoiced sales of goods and services excluding value added tax.

ICEMOS TECHNOLOGY LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2008 (continued)

1 Accounting policies (continued)

d) Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the full cost or valuation less estimated residual value of each asset over its estimated useful life. The principal rates in use are:

Freehold buildings	Straight line over 20 years
Computer equipment	33.3% straight line
Software	20% straight line
Plant and machinery	20% straight line

e) Patents

Patents are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life. There are two patents in place: one has a useful life of 7.6 years and the other 13.6 years.

f) Stocks

Stock and work in progress is valued at the lower of cost and estimated net realisable value.

Cost of raw materials is determined on the first in first out basis. In the case of work in progress and finished goods, cost includes all direct expenditure and production overheads based on the normal level of activity. Net realisable value is the price at which the stock can be released in the normal course of business, less further costs to completion of sale.

g) Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of transactions. All differences are taken to the Profit and Loss account.

h) Research and development expenditure

Research expenditure is written off to the Profit and Loss account in the year in which it is incurred.

2 Fixed assets

	<i>Intangible fixed assets</i> £	<i>Tangible fixed assets</i> £	<i>Total</i> £
Cost.			
At 1 January 2008	567,568	634,889	1,202,457
Additions	-	438,302	438,302
At 31 December 2008	<u>567,568</u>	<u>1,073,191</u>	<u>1,640,759</u>
Depreciation			
At 1 January 2008	223,537	218,441	441,978
Provision for the year	58,314	101,642	159,956
At 31 December 2008	<u>281,851</u>	<u>320,083</u>	<u>601,934</u>
Net book value			
At 31 December 2008	<u>285,717</u>	<u>753,108</u>	<u>1,038,825</u>
At 31 December 2007	<u>344,031</u>	<u>416,448</u>	<u>760,479</u>

ICEMOS TECHNOLOGY LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2008 (continued)

3 Called-up share capital

	<u>2008</u> £	<u>2007</u> £
Authorised		
Equity shares.		
Ordinary shares of £1 each	<u>100,000</u>	<u>100 000</u>
Allotted, called up and fully paid		
Equity shares.		
Ordinary shares of £1 each	<u>90,251</u>	<u>3 605</u>

During the year ended 31 December 2008 the company issued 86 646 £1 ordinary shares for £509 712 cash