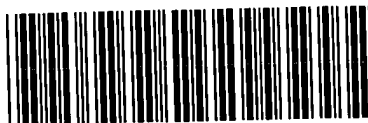


ON Semiconductor Limited
Annual Report and financial statements
For the year ended 31 December 2017

Registered Number 3765736

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ON Semiconductor Limited

Annual Report and financial statements for the year ended 31 December 2017

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ON Semiconductor Limited

Strategic Report for the year ended 31 December 2017

The directors present their Strategic Report on the Company for the year ended 31 December 2017.

Business review and principal activities

The company is a wholly owned subsidiary of ON Semiconductor Corporation, incorporated in the United States of America. The principal activity of the company is the sale of electronic devices.

The profit for the financial year for the company amounted to \$16,100,819 (as compared to a profit of \$5,945,632 for the year ended 31 December 2016).

In terms of business, the company's sales have increased in 2017 (\$664,586,126) as compared to 2016 (\$537,999,959), mainly due to the increase in sales to the Automotive customers, higher market share and the positive impact of the Fairchild integration. For more details by channel, please refer Note 1 on page 13.

Principal risks and uncertainties

Competitive pressure abroad is a continuing risk to the company. The company operates in highly competitive and volatile markets particularly around price and quality. This not only results in downward pressure on margins but also in the risk that we will not exceed our customers' expectations. The company's sales are made in US Dollars and Euros and therefore the company is exposed to movement in exchange rates.

Key performance indicators

ON Semiconductor manages its worldwide operations on a divisional basis. For this reason, the directors do not believe that further key performance indicators would be necessary or appropriate for an understanding of the development, performance or position of the company. The performance of the UK entity is discussed in the group's annual financial review, which does not form part of this report.

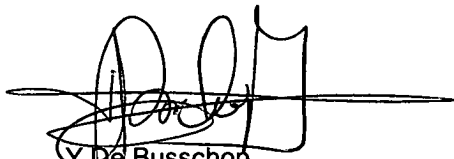
Employment of disabled persons

The company considers applications for employment, including those from disabled persons, in the light of its requirements and the qualifications, aptitudes and abilities of each individual. Should employees become disabled during the course of their employment every practical effort will be made to retain their services and to provide retraining where necessary.

All employees are eligible for consideration for appropriate training, career development and promotional opportunities and disabled persons are not treated differently in this respect.

This report was approved by the Board on 30 May 2018 and signed on its behalf.

On behalf of the Board



Y. De Busschop
Director

ON Semiconductor Limited

Directors' report for the year ended 31 December 2017

The directors submit their annual report together with the audited financial statements of the company for the year ended 31 December 2017.

Future developments

Based upon product booking trends, backlog levels, manufacturing services revenues and estimated turns levels, the Directors anticipate a continuous increase in revenues for 2018 as compared to 2017, mainly in the Automotive segment with the development of the Image Sensors business.

Dividends

No dividends were paid or payable for the years ended 31 December 2016 or 2017.

Directors

The directors who held office during the year and up to the date of signing these financial statements were:

- Y De Busschop
- S Penent

None of the directors held any notifiable interest in the shares of the company at any time during the year.

Research & Development

The company does not conduct any Research & Development activity.

Post balance sheet events

No significant events have occurred since 31 December 2017.

Employee involvement

The company maintains a policy of informing and consulting employees upon matters of concern to them affecting their immediate jobs.

The means employed to achieve these objectives vary from formal intimations disseminated by notices to all employees, to discussion and debate within various committees. These committees meet regularly and involve personnel at all levels. The company provides employees with information on the trading performance of the company and encourages interest from the employees in suggesting methods of improvement in production techniques or methods of improving profitability.

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

ON Semiconductor Limited

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

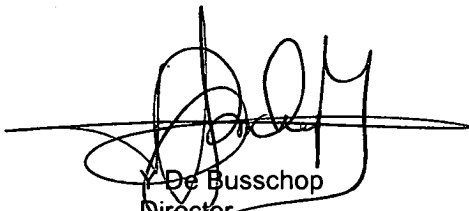
In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

On behalf of the Board



Y. De Busschop
Director
30 May 2018

ON Semiconductor Limited

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ON SEMICONDUCTOR LIMITED

Report on the audit of the financial statements

Opinion

In our opinion, ON Semiconductor Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and financial statements (the "Annual Report"), which comprise: the balance sheet as at 31 December 2017; the profit and loss account for the year then ended; the accounting policies; and the notes to the financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

ON Semiconductor Limited

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Strategic Report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 December 2017 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of directors' responsibilities set out on pages 4 and 5, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

ON Semiconductor Limited

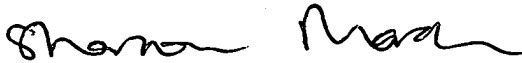
Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Sharron Moran (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Glasgow
30 May 2018

ON Semiconductor Limited

Profit and loss account for the year ended 31 December 2017

	Note	2017 \$	2016 \$
Revenue	1	664,586,126	537,999,959
Cost of sales		(614,576,718)	(503,283,133)
Gross profit		50,009,408	34,716,826
Distribution costs		(44,953,125)	(30,303,744)
Administrative expenses		(626,753)	(177,002)
Other operating gains	2	13,344,645	2,308,501
Impairment of investments		-	(150,000)
Profit on ordinary activities before interest and taxation		17,774,175	6,394,581
Financial expenses	5	(24,336)	(785)
Profit on ordinary activities before taxation		17,749,839	6,393,796
Tax on profit on ordinary activities	6	(1,649,020)	(448,164)
Profit for the financial year		16,100,819	5,945,632
Retained profit brought forward		38,479,968	32,534,336
Retained profit carried forward		54,580,787	38,479,968

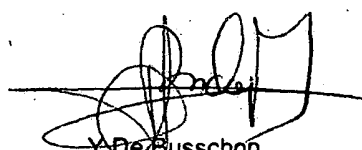
ON Semiconductor Limited

Balance Sheet as at 31 December 2017

	Note	2017 \$	2016 \$
Fixed assets			
Property, Plant and Equipment		3,431	5,246
Investments	7	53,992,095	53,992,095
		53,995,526	53,997,341
Current assets			
Inventories	8	15,828,690	8,729,434
Debtors	9	121,190,711	70,731,303
Cash at bank and on hands		23,468,316	7,763,694
		160,487,717	87,224,431
Current liabilities			
Creditors: amounts falling due within one year	10	(100,088,532)	(42,927,880)
Net current assets		60,399,185	44,296,551
Net assets		114,394,711	98,293,892
Equity			
Called up Share capital	12	3,777,289	3,777,289
Share premium account	12	1,749	1,749
Capital contribution		56,034,886	56,034,886
Profit and loss account		54,580,787	38,479,968
Total Shareholders' funds		114,394,711	98,293,892

The notes on page 11 to 20 are an integral part of these financial statements.

The financial statements on page 9 to 20 were approved by the Board of Directors on 30 May 2018 and were signed on its behalf by:


Y. De Busschop
Director

ON Semiconductor Limited

Accounting Policies For the year ended 31 December 2017

General information

ON Semiconductor Limited is a Private Limited company, incorporated and domiciled in the United Kingdom. The address of its registered office is Siena Court, The Broadway, Maidenhead, SL6 1NJ, United Kingdom.

Statement of compliance

The individual financial statements of ON Semiconductor Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006, under the provision of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (SI 2008/410).

Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of Preparation

These financial statements are prepared on a going concern basis, under the historical cost convention.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed as required.

(b) Going concern

The company meets its day-to-day working capital requirements through its bank facilities. The current economic conditions continue to create uncertainty over (a) the level of demand for the company's products; and (b) the availability of bank finance for the foreseeable future.

The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company should be able to operate within the level of its current facilities.

After making inquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

(c) Exemptions for qualifying entities under FRS 102

(i) Cash flow statements: The Company has taken advantage of the exemption, under FRS 102 paragraph 1.12(b), from preparing a statement of cash flows, on the basis that it is a qualifying entity and its ultimate parent company, ON Semiconductor Corporation, includes the Company's cash flows in its own consolidated financial statements.

(ii) Related party transactions: the Company has exercised the exemptions available under the terms of FRS102, Paragraph 33.1A relating to the disclosure of related party transactions with entities that are part of the ON Semiconductor Corporation Company.

(iii) Financial instrument disclosures: the Company has exercised exemption from the financial instrument disclosures, required under FRS 102 paragraphs 11.39 to 11.48A and paragraphs 12.26 to 12.29, as the information is provided in the consolidated financial statement disclosures.

ON Semiconductor Limited

Accounting Policies (continued) For the year ended 31 December 2017

(d) Foreign currency

- (i) Functional and presentation currency: the company's functional and presentation currency is the US Dollars due to the primary economic environment in which the company operates and generates net cash flows.
- (ii) Transactions and balances: for the translation of financial statements, assets and liabilities that are receivable or payable in cash are translated at current exchange rates, while inventories and other non-monetary assets are translated at historical rates. Gains and losses resulting from the translation of the financial statements are included in the operating results, as are gains and losses incurred on foreign currency transactions.

(e) Consolidated financial statements

The company is a wholly owned subsidiary of ON Semiconductor Corporation, a company incorporated in Delaware, United States of America. It is included in the consolidated financial statements of ON Semiconductor Corporation which are publicly available. Therefore the company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements.

Revenue

Revenue comprises the invoiced value of sales, net of value added tax, for goods supplied during the year. Customers are invoiced at the time of delivery of goods and revenue is recognised at that point.

Leases

Leases do not transfer all the risks and rewards of ownership and are classified as operating leases. Payments under operating leases are charged to the profit and loss account on a straight-line basis over the period of the lease.

Investments

Investments in group undertakings are stated at the lower of cost and fair value less cost to sell. Provision for any diminution in value is made as appropriate and reviewed on an annual basis which is considered as an appropriate timing taking into account the nature of the investments.

Pension and post-retirement benefits

The company operates under a defined contribution plan. Pension contributions are charged to the profit and loss account as incurred.

Inventories

Inventories are stated at the lower of cost and estimated selling price less cost to complete and sell. Provision is made for obsolete or slow moving items where appropriate.

Current taxation

Corporation tax payable is provided on taxable profits at the current rate of tax in force.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax assets are regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax balances are not subject to discounting.

ON Semiconductor Limited

Notes to the financial statements for the year ended 31 December 2017

1. Revenue

The company is engaged in the design, marketing and sales of a wide variety of semiconductor components.

The Company is organized into three operating segments: Analog Solutions Group (APG), Power Solutions Group (PSG) and Image Sensor Group (ISG). These segments represent the company's view of the business and as such are used to evaluate the progress of major initiatives.

The company has direct customers and also serves significant original equipment manufacturers indirectly through distributor and electronic manufacturing service provider customers. The direct and indirect customers include: (1) leading Original Equipment Manufacturers (O.E.M.) in a broad variety of industries, such as Continental Automotive Systems, Hella KG, Bosch or Magnetti Marelli; (2) Global Distributors, such as EBV Elektronik, Arrow Electronics or Avnet; (3) Electronic Manufacturing Service Providers (E.M.S.I.), such as MSL Circuits, Flextronics or AB Mikroelektronik GmbH.

Analysis by geography is as follows, in thousands of US Dollars:

	2017	2016
By Geography	\$000	\$000
Germany	315,503	250,685
France	50,510	43,747
Belgium	49,606	48,215
United Kingdom	44,697	34,641
Hungary	37,010	27,209
Romania	35,547	32,053
Spain	31,815	22,851
Czech Republic	25,841	21,051
Poland	19,522	9,732
Portugal	11,134	8,499
Austria	8,974	9,686
Netherland	7,290	7,357
Italy	6,975	7,537
Slovakia	6,797	7,317
Other European countries	13,365	7,420
Total	664,586	538,000

ON Semiconductor Limited

By product group	2017	2016
	\$000	\$000
ASG	302,032	241,597
PSG	243,509	201,906
ISG	119,045	94,497
Total	664,586	538,000

By Customer	2017	2016
	\$000	\$000
O.E.M.	383,311	335,246
Distributors	247,280	178,151
E.M.S.I.	33,995	24,603
Total	664,586	538,000

2. Operating profit

Operating profit is stated after (charging) / crediting:

	2017	2016
	\$	\$
Auditors' remuneration - audit services	(105,772)	(97,800)
Auditors' remuneration - non audit services	(14,779)	(13,348)
Exchange profit/(loss)	4,101,10	(1,996,765)
Dividend income	9,243,54	4,305,26

The dividends have been distributed by ON Semiconductor France SAS (\$8,683,450), ON Semiconductor SAS (\$336,690) and ON Semiconductor Netherlands BV (\$223,400).

3. Staff costs

	2017	2016
	\$	\$
Wages and salaries	1,587,779	1,290,066
Social security costs	201,267	163,516
Other pension costs (Note 14)	66,754	59,380
	1,855,800	1,512,962

The average monthly number of persons employed by the company during the year (excluding directors) was 11 (2016: 10). One employee is in Marketing Department and all others are Sales employees.

ON Semiconductor Limited

4. Directors' remuneration

None of the directors received remuneration or retirement benefits from the company. The costs have been paid by another group company and have not been recharged to ON Semiconductor Limited.

5. Financial expenses

	2017	2016
	\$	\$
Bank interest payable	(24,33€	(785)
Financial expenses	(24,33€	(785)

6. Tax on Profit on ordinary activities

	2017	2016
	\$	\$
Current tax:		
- Current tax on profits of the year at 19% (2016: 20%)	1,745,82	442,77
- Adjustment in respect of prior years	1,63	(5,33€
Total Current tax	1,747,46	437,43
Deferred tax:		
- Current year	(101,40€	10,72
- Effect of changes in rate taxes	2,96	-
Total Deferred tax (Note 11)	(98,44€	10,72
Total tax charge on profits	1,649,02	448,16

Tax assessed for the period is lower (2016: lower) than the standard rate of corporation tax in the UK for the year ended 31 December 2017 of 19.25% (2016: 20%).

ON Semiconductor Limited

The differences are explained below:

	2017 \$	2016 \$
Profit on ordinary activities before tax	17,749,8	6,393,7
Profit multiplied by the standard effective rate of tax in the UK 19.25% (2016: 20%)	3,416,8	1,278,7
Effects of:		
Expenses not deductible for tax purposes	(1,772,4	(832,7
Adjustment in respect of prior years'	1,6	(2,7
Change in tax rates	2,9	4,9
Total tax charge on profits	1,649,0	448,1

Factors affecting future tax charges

Changes to the UK corporation tax rates were substantively enacted as part of Finance Bill 2015 (on 26 October 2015) and Finance Bill 2016 (on 7 September 2016). These include reductions to the main rate to reduce the rate to 19% from 1 April 2017 and to 17% from 1 April 2020.

Deferred taxes at the balance sheet date have been measured using these enacted tax rates and reflected in these financial statements.

ON Semiconductor Limited

7. Investments

The Company's investments as at 31 December 2017 are as follows:

Company	Shareholdings (Ordinary shares)	2017	2016
	%	\$	\$
ON Semiconductor France SAS	100	7,100,000	7,100,000
ON Semiconductor SAS	100	142,946	142,946
ON Semiconductor Germany GmbH	100	500,000	500,000
ON Semiconductor Italy S.r.l.	100	100,000	100,000
ON Semiconductor Canada Trading Corporation	100	835,000	835,000
SCG Korea Limited	100	1,100,000	1,100,000
AMI Semiconductor companies			
ON Semiconductor Netherlands BV	100	400,000	400,000
ON Semiconductor Leasing BVBA	100	32,077,199	32,077,199
ON Semiconductor Belgium BVBA	100	8,586,900	8,586,900
ON Semiconductor Design Czech S.r.o.	100	2,500,000	2,500,000
ON Semiconductor Switzerland SA	100	650,000	650,000
Other	-	50	50
		53,992,095	53,992,095

Investments in subsidiaries are stated at deemed costs which are the existing UK GAAP carrying value amounts. The principal activity of all subsidiaries is the sale of electronic devices and dedicated activities (R&D) to develop new products. Other investments represent a single share in SCG Hong Kong SAR Limited, in Semiconductor Components Industries Singapore Pte Limited and in ON Electronics Private Ltd.

The Company acquired a 100% shareholding in the above entities from fellow Company undertakings. The original investments were acquired on 31 December 2003 for a total consideration of \$17,600,002 and the remaining investments were acquired on 26 March 2009 for a total consideration of \$91,103,680.

In 2010, a new company, ON Semiconductor SAS, was set-up in France and fully acquired by ON Semiconductor Ltd for a total amount of \$142,946.

In the opinion of the directors the ending balance reflects the fair value of the acquired entities as at 31 December 2017. The directors believe that the carrying value of the investments is supported by their underlying net assets.

ON Semiconductor Limited

8. Inventories

	2017	2016
	\$	\$
Finished goods and goods for resale	15,828,690	8,729,434

The inventories are stored in consignment inventories at our customers' premises.

There is no significant difference between the replacement cost of finished goods and goods for resale and their carrying amounts. Inventories are stated after provisions for impairment of \$109,900 (2016: \$78,063).

9. Debtors

	2017	2016
	\$	\$
Trade debtors	112,456,147	66,336,304
Amounts owed by group undertakings	8,341,619	4,228,261
Other debtors	141,520	5,805
Prepayments and accrued income	26,458	34,407
Deferred taxation (Note 11)	224,967	126,526
	121,190,711	70,731,303

Amounts owed by group undertakings are repayable according to the payment terms agreed in the intercompany agreements.

10. Creditors: amounts falling due within one year

	2017	2016
	\$	\$
Trade creditors	656,567	343,675
Amounts owed to group undertakings	72,743,686	27,133,137
Corporation tax payable	976,844	153,740
Other taxation and Social security	232,047	148,910
VAT payable	2,908,672	1,282,718
Accruals and deferred income	22,570,716	13,865,700
	100,088,532	42,927,880

Amounts owed to group undertakings are repayable according to the payment terms agreed in the intercompany agreements.

ON Semiconductor Limited

11. Deferred taxation

The Company has a deferred taxation asset of \$224,967 as at 31 December 2017 (2016: \$126,526):

	2017 \$	2016 \$
Short term timing differences	223,734	125,627
Pension provision	1,233	899
Closing balance	224,967	126,526

The movement in the deferred taxation asset is as follows:

	2017 \$	2016 \$
At 1 January 2017	126,526	137,254
Credited/(charged) to profit and loss account (Note 6)	98,441	(10,728)
At 31 December 2017	224,967	126,526

There are no unused tax losses or unused tax credits.

The directors consider that it is more likely than not that there will be sufficient taxable profits in the future such as to realise the deferred tax asset and therefore the asset has been recognised within the financial statements.

12. Called up Share capital

The Called up Share capital is as follows:

- Authorized shares: 5,000,000 of £1 each (2016: 5,000,000). No new shares have been issued within the year.
- Ordinary shares: 2,155,372 at £1 each (\$1.7525) (2016: 2,155,372). No new shares have been issued within the year.

There is a single class of ordinary shares. The shares are all 'pari passu in all respects': there are no restrictions on the distribution of dividends and the repayment of capital.

Share capital is translated at the rate of exchange ruling at date of change of functional currency and this becomes the historic rate.

As at 26 March 2009, ON Semiconductor Trading Limited increased its ownership in the Company through a capital contribution, in return for the issue of one share, for a total amount of \$45,551,840 to allow its subsidiary to acquire the European AMI Semiconductor companies as listed in note 7.

ON Semiconductor Limited

13. Operating lease commitments

Annual payments to be made by the Company during the year ending 31 December 2017 in respect of buildings held under operating leases whose commitments expire are as follows:

Company	Land and buildings	
	2017	2016
	\$	\$
- within one year	36,321	61,636

14. Pension commitments

Defined contribution scheme

The Company operates a defined contribution Company personal pension scheme. Contributions are charged to the profit and loss account as incurred.

The cost of contributions to the Company scheme amount to \$66,754 (2016: \$59,380), and are based on pension costs across the Company as a whole. An amount of \$5,901 (2016: \$4,668) is included as being the outstanding contributions to the Company scheme.

15. Parent undertaking and principal subsidiaries

The immediate parent undertaking is ON Semiconductor Trading Sàrl, in Switzerland. The ultimate parent undertaking and controlling party is ON Semiconductor Corporation, incorporated in Delaware, United States of America.

ON Semiconductor Corporation is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements as at 31 December 2017.

Copies of the consolidated financial statements can be obtained from 5005 East McDowell Road, Phoenix, AZ 85 008, United States of America.

16. Events after the end of the reporting period

The company has nothing to report at the date of the report.