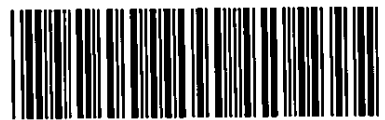


THURSDAY



LHVS5NUB

L11

30/09/2010

197

COMPANIES HOUSE

The Britech Foundation Limited
(Limited By Guarantee)
Financial Statements

For the Year Ended

31 December 2009

The Britech Foundation Limited (Limited By Guarantee)

Financial Statements

For the year ended 31 December 2009

| | |
|-----------------------------|--|
| Company registration number | 03869615 |
| Registered office | 16 Old Bailey London EC4M 7EG |
| Directors | Mr F Harradence Dr E Opper Dr L P Vousden Mr Yonatan Shimon Regev |
| Secretary | Temple Secretarial Limited |
| Bankers | Lloyds TSB Bank Plc 39 Threadneedle Street The City London EC2R 8AU Bank Hapoalim BM Bavli Branch 776 12 Bavli Street Tel-Aviv 62331 Israel |
| Solicitors | Withers LLP 16 Old Bailey London EC4M 7EG |
| Auditor | Grant Thornton UK LLP Registered Auditor Chartered Accountants Churchill House Chalvey Road East Slough Berkshire SL1 2LS |

The Britech Foundation Limited (Limited By Guarantee)

Financial Statements

For the year ended 31 December 2009

| Index | Page |
|-----------------------------------|-------------|
| Report of the Directors | 2 - 3 |
| Report of the independent auditor | 4 - 5 |
| Income and expenditure account | 6 |
| Balance sheet | 7 |
| Notes to the financial statements | 8 - 10 |

The Britech Foundation Limited (Limited By Guarantee)

Report of the Directors

The directors present their report together with the audited financial statements for the year ended 31 December 2009

Principal activity

The principal activity of the company is that of promoting, administering and managing The Britech Fund

Business review

The company made no surplus or deficit during the year (2008 £nil)

The company operates as a 'virtual' organisation and is managed by Pera, an independent contractor. All contractual commitments to and with grantee companies remain unchanged from the prior year and the company continues to meet its statutory compliance obligations.

Discussions are currently in progress between representatives of the UK and Israeli governments, which jointly set up The Britech Fund, in which it is possible, although not certain, that both The Britech Fund and The Britech Foundation Limited may be wound up within a period of less than twelve months from the date these financial statements are signed. This is further discussed in note 1 to the financial statements.

Directors

In accordance with article 10 of the company's articles of association, during the year the following individuals served as directors for the company:

Dr Eliezer Opper
Dr Lee Peter Vousden
Mr Haim Fernandes (resigned 22 February 2010)
Mr Fergus Harradence
Mr Yonatan Shimon Regev (appointed 18 February 2010)

Other than as indicated, the directors served on the board throughout the year. None of the directors held any interest in the company during the year.

Directors' responsibilities for the financial statements

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to 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 these financial statements, the directors are required to:

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

The Britech Foundation Limited (Limited By Guarantee)

Report of the Directors

The directors are responsible for keeping adequate accounting records that 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. They 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 so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Financial risk management objectives and policies

The directors have assessed the financial risk management objectives and policies of the company. The exposure of the company to price risk, credit risk, liquidity risk and cash flow risk is considered not material for the assessment of the assets, liabilities, financial position and profit of the company.

Auditor

Grant Thornton UK LLP, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the company receives notice under section 488(1) of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

On behalf of the board



Dr L P Vousden

Director

23 September 2010

Company number 03869615

Report of the Independent Auditor to the Members of The Britech Foundation Limited (Limited By Guarantee)

We have audited the financial statements of The Britech Foundation Limited (Limited by Guarantee) for the year ended 31 December 2009 which comprise the income and expenditure account, balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, as set out on pages 2 and 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/UKNP.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its result for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter - Going concern

In forming our opinion, which is not qualified, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the uncertainty of the company's ability to continue as a going concern. The matters explained in note 1 to the financial statements regarding the continued existence of The Britech Fund indicate the existence of a material uncertainty which may cast significant doubt over the company's ability to continue as a going concern. In view of the significance of this uncertainty we consider that it should be drawn to your attention. The financial statements do not include adjustments that would result if the company was not classified as a going concern.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditor to the Members of The Britech Foundation Limited
(Limited By Guarantee)**

Matters which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the directors' report in accordance with the small companies regime

Grant Thornton UK LLP

Paul Creasey
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Slough

24 September 2010

The Britech Foundation Limited (Limited By Guarantee)

Income and Expenditure Account

For the year ended 31 December 2009

| | Note | 2009 £ | 2008 £ |
|---|-------------|-------------------------|-------------------------|
| Other operating income | 2 | 142,300 | 111,856 |
| Administrative expenses | | <u>(142,742)</u> | <u>(111,559)</u> |
| (Deficit)/surplus on ordinary activities before taxation | | (442) | 297 |
| Tax on (deficit)/surplus on ordinary activities | 5 | <u>442</u> | <u>(297)</u> |
| Surplus transferred to reserves | | <u>-</u> | <u>-</u> |

All amounts relate to continuing operations

There were no recognised gains or losses other than those included in the income and expenditure account

The notes on pages 8 to 10 form part of these financial statements

The Britech Foundation Limited (Limited By Guarantee)

Balance Sheet at 31 December 2009

| | Note | 2009 £ | 2008 £ |
|---|------|------------------|------------------|
| Current assets | | | |
| Debtors | 6 | 347,054 | 429,020 |
| Cash at bank | | <u>90,367</u> | <u>9,935</u> |
| | | 437,421 | 438,955 |
| Creditors | | | |
| Creditors amounts falling due within one year | 7 | (13,935) | (15,688) |
| Deferred funding support | 8 | <u>(423,486)</u> | <u>(423,267)</u> |
| | | (437,421) | (438,955) |
| Net assets | | <u>-</u> | <u>-</u> |
| Capital and reserves | | | |
| Retained surplus for the year | | <u>-</u> | <u>-</u> |

The financial statements were approved by the Board and authorised for issue on 23 September 2010 and signed on their behalf by



Dr L P Vousden
Director

The notes on pages 8 to 10 form an integral part of these financial statements

The Britech Foundation Limited (Limited By Guarantee)

Notes to the Financial Statements

For the year ended 31 December 2009

1 Principal accounting policies

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards

The company's principal activity is that of promoting, administering and managing The Britech Fund which itself exists as a mechanism for receiving royalties from high-tech projects between UK and Israeli companies. Discussions are currently in progress by each of the UK and Israeli governments through which it is possible, although not certain, that both The Britech Fund and The Britech Foundation Limited may be wound up within a period of less than 12 months from the date these financial statements are signed. Despite the current uncertainty, the directors consider it appropriate to prepare the financial statements on the going concern basis.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

The directors have reviewed the accounting policies of the company and consider they remain the most appropriate for the company.

Cash flow

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the average rate over the month in which the transaction occurred. Exchange differences are taken into account in arriving at the operating result.

2 Other operating income

| | 2009 £ | 2008 £ |
|-----------------|----------------|----------------|
| Funding support | <u>142,300</u> | <u>111,856</u> |

3 Operating surplus

The operating surplus is stated after charging

| | 2009 £ | 2008 £ |
|------------------------|---------------|---------------|
| Auditor's remuneration | <u>11,550</u> | <u>11,550</u> |

During the period, no director received any emoluments.

The Britech Foundation Limited (Limited By Guarantee)

Notes to the Financial Statements

For the year ended 31 December 2009

4 Staff costs

There were no staff members employed by this company throughout the current and preceding years

5 Taxation

| | 2009 £ | 2008 £ |
|--|--------------|------------|
| UK corporation tax | | |
| Current tax at 21% (2008 21%) | - | 121 |
| Under/ (Over) provision in respect of prior year | (442) | 176 |
| | <u>(442)</u> | <u>297</u> |

6 Debtors

| | 2009 £ | 2008 £ |
|--------------------------------------|----------------|----------------|
| Amounts owed by related undertakings | <u>347,054</u> | <u>429,020</u> |

7 Creditors: amounts falling due within one year

| | 2009 £ | 2008 £ |
|------------------------------|---------------|---------------|
| Trade creditors | 2,345 | 4,130 |
| Corporation tax | - | 121 |
| Accruals and deferred income | <u>11,590</u> | <u>11,437</u> |
| | <u>13,935</u> | <u>15,688</u> |

8 Deferred funding support account

| | 2009 £ | 2008 £ |
|----------------------------|------------------|------------------|
| Opening surplus funds | 423,267 | 422,393 |
| Funding support allocation | 142,300 | 112,102 |
| Funding support drawn | <u>(142,300)</u> | <u>(111,856)</u> |
| | <u>423,267</u> | <u>422,639</u> |
| Bank interest received | 219 | 628 |
| | <u>423,486</u> | <u>423,267</u> |

The Britech Foundation Limited (Limited By Guarantee)

Notes to the Financial Statements

For the year ended 31 December 2009

9 Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members are liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

10 Controlling party

The company is controlled through its members who are appointed representatives of the British and Israeli governments.