

**ALBERTA SECURITIES COMMISSION  
REVOCATION OF CEASE TRADE ORDER**

**Chromos Molecular Systems Inc.**

**Background**

Chromos Molecular Systems Inc. (the **Filer**) has made an application to the Alberta Securities Commission (the **Commission**) for an order under section 214(1) of the Securities Act. R.S.A. 2000, c. S-4 (the **Act**) to revoke the cease trade order dated July 19, 2007 issued against the securities of the Filer (the **Cease Trade Order**).

**Representations**

The Filer has represented to the Commission that:

1. The Filer is a company incorporated under the laws of the Province of British Columbia, with its head office located in North Vancouver, British Columbia.
2. The Filer is a reporting issuer in all of the provinces and territories of Canada.
3. The authorized share capital of the Filer consists of an unlimited number of common shares (the **Common Shares**) of which 88,650,182 Common Shares are issued and outstanding.
4. The Cease Trade Order was issued as a result of the Filer's failure to file annual audited financial statements for the year ended December 31, 2006 and interim unaudited financial statements for the interim period ended on March 31, 2007 (the **Delinquent Financial Statements**).
5. The Filer advises that it failed to file its continuous disclosure documents as required due to its financial situation at the time.
6. The Filer is subject to cease trade orders issued by the British Columbia Securities Commission (the **BC Cease Trade Order**), the Manitoba Securities Commission (the **Manitoba Cease Trade Order**), Ontario Securities Commission (the **Ontario Cease Trade Order**) and the Autorite des marches financiers (the **Quebec Cease Trade Order**). The Filer has applied to have each of the BC Cease Trade Order, Manitoba Cease Trade Order, Ontario Cease Trade Order and Quebec Cease Trade Order concurrently revoked.
7. On April 11, 2007, the Filer made a proposal under the Bankruptcy and Insolvency Act (Canada).

8. On April 11, 2007 the Toronto Stock Exchange suspended trading in the Common Shares and on May 8, 2008, delisted the Common Shares.
9. Subsequent to the proposal, the Filer sold certain assets. Proceeds from the asset sales were used to repay all amounts owing to secured creditors and, in accordance with the proposal, all amounts owing to unsecured creditors.
10. On November 8, 2007, the Filer applied to the British Columbia Securities Commission (the **BCSC**) for a partial revocation of the BC Cease Trade Order, in order to permit the Filer to issue a \$400,000 convertible debenture, the proceeds of which were to be used to fund the preparation of delinquent continuous disclosure documents and the reorganization of the Filer. The partial revocation order was granted by the BCSC on November 22, 2007 and the debenture was issued on February 12, 2008.
11. Since completion of its bankruptcy proceedings, the Filer has prepared and filed the Delinquent Financial Statements (such documents were filed on February 18, 2008 and April 10, 2008) as well as the annual financial statements and management discussion and analysis (**MD &A**) for the year ended December 31, 2007 and unaudited interim financial statements and MD &A for the period ended March 31, 2008.
12. The Filer is current with respect to its other continuous disclosure requirements and has paid all outstanding fees.
13. The Filer has filed an amended notice of meeting and record date to hold an annual and special meeting of shareholders of the Filer on August 21, 2008.

### **Decision**

It would not be prejudicial to the public interest to revoke the Cease Trade Order.

Pursuant to the authorization contained in the Cease Trade Order, it is ordered under subsection 214(1) of the Act that the Cease Trade Order be revoked.

*“original signed by”*

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Agnes Lau, CA  
Associate Director, Corporate Finance