

Barnes Jeffrey H
 Form 4
 September 16, 2008

FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0287
 Expires: January 31, 2005
 Estimated average burden hours per response... 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
 Barnes Jeffrey H

(Last) (First) (Middle)
 C/O ICAD INC., 98 SPIT BROOK ROAD, SUITE 100
 (Street)

NASHUA, NH 03062

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
 ICAD INC [icad]

3. Date of Earliest Transaction (Month/Day/Year)
 09/12/2008

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
 Sr. VP of Sales

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 ____ Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				(A) or (D) Price			
			Code V	Amount (D)	\$		
Common Stock	09/12/2008		M	33,676 A	1.7	153,385	D

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

Edgar Filing: Barnes Jeffrey H - Form 4

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)									
<table border="0" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 40%;"></th> <th style="width: 5%; text-align: center;">Code</th> <th style="width: 5%; text-align: center;">V</th> <th style="width: 5%; text-align: center;">(A)</th> <th style="width: 5%; text-align: center;">(D)</th> <th style="width: 10%; text-align: center;">Date Exercisable</th> <th style="width: 10%; text-align: center;">Expiration Date</th> <th style="width: 15%; text-align: center;">Title</th> <th style="width: 10%; text-align: center;">Amount or Number of Shares</th> </tr> </thead> </table>									Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
	Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares								
7.25% Convertible Note	\$ 1.7	09/12/2008		M	\$ 57,250 <u>(1)</u>	09/12/2006 <u>(2)</u>	Common Stock	33,676								

Reporting Owners

Reporting Owner Name / Address

Relationships

Director 10% Owner Officer Other

Barnes Jeffrey H
C/O ICAD INC.
98 SPIT BROOK ROAD, SUITE 100
NASHUA, NH 03062

Sr. VP of Sales

Signatures

/s/Annette Heroux,
Attorney-in-Fact 09/16/2008

 **Signature of Reporting Person Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) The reported transaction reflects the conversion by the reporting person of the principal amount (\$50,000) of the Note together with all accrued and unpaid interest. The amount of such interest was \$7,250.
- (2) The Note matured on September 12, 2008.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.