

**Speech of the Board of Directors of SUSS MicroTec AG
Annual Shareholders Meeting on June 20th 2006**

The spoken word is binding

Dr. Stefan Schneidewind:

CHART 1: Welcome

Dear shareholders,
Dear shareholder representatives,
Dear guests

Welcome to the SUSS MicroTec AG annual shareholder's meeting. I am pleased to see that so many shareholders and guests have taken the trouble to come here and show their interest in our company. I hope that you all had a good journey and that you feel comfortable here.

Today we will inform you what has taken place since the last annual shareholders meeting and what plans we have for a continuing successful future. Afterwards we will be available to answer any questions you may have.

CHART 2: Restructuring was successful

Ladies and gentlemen,

A year ago I stood here and explained that we had started to make the SUSS Group more effective. We had a very clear goal: "secure the financial base, set our course to profitable growth and, in doing so, ensure a strong future". Today we present our success. The restructuring process was completed as planned and we are expecting an annual growth rate of 10% in our core business'.

So what happened?

- § Firstly: The production facility in Asslar was closed and the operations moved to Garching.
- § Secondly: The R&D and production processes in our facilities in Garching and Vaihingen were optimized.
- § Thirdly: We improved the performance and efficiency in our sales and services centers, especially in Japan, Thailand, Taiwan and the US. New management was implemented and we made the working partnership with the production facilities more effective.

The effects of the restructuring has given us a solid basis for the future.

- § SUSS is globally well positioned. Our main markets are divided pretty equally between Europe the US and Asia. We are the undisputed leaders in the MEMS equipment market. Our customers belong to the cream of the industry: AMD, Amkor, ASE, IBM, Infineon, Osram, Samsung, Sony and TSMC to name but a few. We often have an important head-start by cooperating closely with many of these customers in the development of new technologies.
- § SUSS is renowned for its technological strength. Our customers value our many innovations and our technically superior products. It is therefore no surprise that research institutes and R&D departments make SUSS their first choice. Additionally, our customers see us as a reliable and trustworthy partner due to a successful history spanning over 50 years.
- § SUSS is optimally primed for operation. Restructuring has decreased costs and increased efficiency giving us plenty of room for growth
- § Particularly pleasing are our perspectives in the growth markets „MEMS“ and „Advanced Packaging“.

But before I go more into detail about our promising perspectives and give you an outlook on the current financial year, my colleague Stephan Schulak will present the business developments in 2005 and the first quarter of 2006.

Stephan Schulak:

Chart 3: Key figures in comparison 2004-2005

Ladies and Gentlemen,

I would also like to welcome you to our annual shareholders meeting. I will now guide you through the financial business developments.

Let me start by concluding straight away that, despite the restructuring costs, 2005 was a successful year. SUSS MicroTec achieved sales in the region of 118 million euros, almost six percent more than in the previous year. Due to the successful final acceptance of several customer projects, we were able to significantly exceed our sales forecast for 2005 of 107 million euros. Order entry was at approximately 136 million euros. That is 11 percent more than the previous year. The order backlog increased by 30 percent to 85 million euros and provides the basis for a successful 2006.

But growth alone is not enough for us. Our main goal was and is to return SUSS MicroTec to profit. In 2005 we at least achieved this at EBITDA-level.

We were able to improve our operating results – EBIT – from minus 8.8 million euros in 2004 to minus 4,2 million euros in 2005. The loss after taxes was halved from 16.4 million euros to 8.2 million euros. Earnings per Share were at minus 0,52 Euro compared to minus 1,08 Euro in 2004.

The positive developments can be seen clearest at the EBITDA level – the result before interest, tax and depreciation. At plus 5.8 million euros (compared to minus 1.5 million euros in 2004) the EBITDA was positive for the first time since 2001. This was mainly due to cost cutting in administration and sales and currency effects. Without the extraordinary effects in the device bonder segment and the restructuring costs, SUSS MicroTec would have also been able to achieve a positive result in EBIT. We did however also have a positive free cash flow of 1.9 million euros.

Chart 4: Order Entry, Sales and Segment Results

Ladies and gentlemen,

all segments booked a higher Order Entry level than in the previous year, also sales grew or remained, with one exception, stable.

The lithography segment continues to represent more than half the total business of SUSS MicroTec and all indicators enjoyed a very positive development. The strong demand for coaters is mainly responsible for this positive development, as the orders for mask aligners was under the previous year's level. Sales in this segment grew by 8% to 66.6 million euros, Order Entry by 2% to 75.5 million euros and the result for the segment at 4.6 million euros was nearly tripled. The demand for production machines in the 4th quarter 2005 is especially a solid basis for the continuation of this positive trend in the current financial year.

The second largest business field is Test Systems which is responsible for about a quarter of the Group's sales. This segment enjoys a less cyclical market development and therefore we can report a moderate yet sustainable growth with a positive result. Order Entry grew in 2005 by 2% to 29.3 million euros, sales grew 7% to 28.8 million euros and the result was 2.1 million euros in comparison to 1.5 million euros in 2004. Currently we are expecting similar sales level and result.

The Order Entry in the substrate bonder segment developed very respectably with an increase of 36% to 9.5 million euros. This development shows that the latest bonder generation is well accepted by the market. Sales decreased by 21% to 6.1 million euros because the large orders were only booked at the end of the year and will therefore only be billed in 2006. The result for the segment was also negative at minus 4 million euros. The reasons for this is a still unsatisfactory utilization of the plant and an almost doubling of the R&D costs. We are taking this into account as the mid and long-term perspectives for this segment are highly promising and so we are certain that we are investing in the right place.

The business environment for the device bonders remains a challenge. Order Entry revived in the 4th quarter 2005 and rose to 6.3 million euros. These orders and the reduction from 66 to 37 employees due to cost issues should result at least in a break even in this segment in 2006. In 2005

however there was a loss of 3.9 million euros, due in part to an extraordinary value adjustment. Sales in this segment grew by 2% to 6.1 million euros.

The segment „Others“ contains the photomask and microoptics businesses, the holding functions and also the new C4NP technology – more about C4NP later suffice to say that as soon as C4NP reaches a sufficient critical mass for the Group it will become an extra segment.

Even though the mask and microoptics business' were in the black in 2005 the segment as a whole reported a loss of 4.5 million euros which is due to administrative costs of the holding company that were not attributed to the segments and the R&D costs for the C4NP project. Order Entry grew 52% to 15 million euros, sales grew 12% to 10 million euros. The development of the C4NP business will be critical in 2006 but it is worth noting here however that we are not expecting notable sales figures in the current financial year. Our focus in 2006 for C4NP is to finalize the development of the product line and the booking of further orders.

The results for the parent company improved accordingly, where the net annual loss could be reduced from 3.4 million euros in 2004 to 0.5 million euros in 2005. Within this result, we should point out, are the R&D costs of 3.6 million euros for C4NP which had to be carried in full by the parent company. As of 2007, once the development stage of the C4NP project is completed, we expect that the results of the parent company will be positive.

CHART 5: First Quarter 2006

Ladies and gentlemen,

Let us now turn our attention to the current financial year. As I already said, the 4th quarter 2005 went very well and an extremely successful 1st quarter followed suit. Sales of 39.1 million euros was an increase of 98% compared to the same quarter in the previous year. Even better, we have achieved the turnaround in our Earnings After Taxes – instead of the net loss of minus 5.3 million euros in Q1 '04 we this time achieved a positive result of 3.7 million euros. We can say today that the restructuring for which the course was set 2 years ago and all the efforts and decisions in the meantime is now finally bearing fruit even at the EAT level.

The positive business developments are also displayed in our Order Entry which at 40.6 million euros in the first quarter 2006 was 69% higher than at the same time last year. The readiness to invest by microsystems technology and advanced packaging customers confirms the company's

optimistic estimates regarding market development. The Lithography and Substrate Bonder segments profited most from this favorable environment.

The sales, order entry and segment results for lithography, our largest segment, developed very positively. The high demand for Mask Aligner, Coaters and Developers remained unchanged. While sales for Test Systems developed positively, order entry failed to reach the very good value of Q1 in 2005. However, quotation activity is at a very high level in this segment, so a trend reversal is not expected. In the Substrate Bonder segment, we achieved noticeable growth in sales and order entry and therefore we almost managed to break even in the segment result. Device Bonders enjoyed a clear increase in Order Entry but sales were however slightly lower. We are therefore expecting a significant increase in sales in the second quarter with a corresponding improvement in earnings. Order Entry was increased in the segment "others" and the loss which is attributable to the structure of this segment could be reduced.

Dear ladies and gentlemen, the extremely good developments in the first quarter of 2006 are a good indicator for SUSS MicroTec's continuing development this year, although we do not expect that the next quarters will have the same extraordinary business level as in this first quarter. If we achieve an order entry of about 30 to 35 million euros we will have raised the barrier and gained a good basis for reaching our sales target for 2006. We therefore expect a positive result after taxes for the fiscal year 2006.

Thank you for your attention, I will pass the microphone back to Dr. Schneidewind who will now talk about the market situation and provide an outlook for the rest of the year.

Dr. Stefan Schneidewind:

CHART 6: SUSS MicroTec in our daily lives

Ladies and gentlemen,

The positive operating result of the first quarter 2006 has strengthened us in our purpose of ensuring that SUSS MicroTec grows profitably. We are planning a future annual growth of 10% in our core business – that is to supply innovative production and test systems for most notably the semiconductor and MEMS industries. These two markets have far-reaching potential. Technologies

such as LEDs, mobile navigation systems and other driver support systems in cars are only possible with modern chips that can be produced on equipment from SUSS.

Products made with or tested by SUSS machines make our lives more comfortable, more communicative, as well as safer and brighter. In today's modern, highly developed countries, everyone comes indirectly into contact with SUSS products, because SUSS technology can be found in cell phones or flat screens , MP3 players and even in airbags.

Chart 7: Growth trends

All markets for which we deliver equipment are thriving. Their growth can be attributed to 3 main trends:

- § Continually increasing production volume – this requires more production machines and thus the investments of chip producers increases.
- § Chips are getting smaller – requiring newer, more precise machines
- § Chip price is continuously decreasing, the producers are under enormous cost pressure and rely on better, newer equipment such as those from SUSS to achieve their targets.

Chart 8: The growth markets

Ladies and gentlemen, we all know that today almost everything contains electronic components. Cars, computers, communication and entertainment systems, household goods and medical products. Here you can see the compound annual growth rates the experts predict selected products will enjoy:

PCs, Notebooks und Server: plus 10 %

GPS-Navigation systems: plus 10 %

Digital cameras und DVD-Players: plus 8 %

Games consoles: plus 5 %

Cell phones: plus 4 %

Semiconductor chips and MEMS devices can be found in every single one of them.

Chart 9: Product portfolio

Our product portfolio profits considerable from this worldwide growth rate. Through our own R&D departments but also through the close collaboration with for instance the Fraunhofer Institutes we can be certain that we will remain at the forefront of these growing markets. The R&D expenditure in the coming years will be increased from the current 8% to 10 to 15%. We address mainly 3 markets with our portfolio of coaters, mask aligners, wafer and device bonders and probers. These are MEMS, the advanced packaging part of the semiconductor process and compound semiconductors – which are components used mainly in the optoelectronic and wireless industries.

Chart 10: MEMS

The first target market is Micro-Electrical-Mechanical-Systems, in short, MEMS.

MEMS support us all in our daily lives. In cars for instance sensors ensure the speedy deployment of an airbag. Lives can be saved by using the new blood-sugar monitors using MEMS technology. MEMS in DNA analysis equipment also help fight crime. Our offices are filled with products such as modern ink-jet printers and beamers which use MEMS for better performance. The good news for SUSS is that end products which contain MEMS enjoy an average annual growth rate of between 9 and 20%. Many of the leading manufacturers of Electronic Tire Pressure Sensors for instance have turned to SUSS for their production and test equipment – this is a market which Yole expects will enjoy an annual growth rate of 15%.

Currently the MEMS market accounts for about 40% of our sales. We have offer a far broader range of products than our competitors and we can therefore offer our customers a greater piece of mind by supplying an entire process rather than single pieces of equipment – one of the reasons why we are market leader.

Chart 11: Advanced Packaging

Our second important market concerns itself with modern chip connections – so-called advanced packaging technologies.

Here chips are connected with each other or their working environment as directly as possible in order to firstly save space and secondly in order to increase their functionality in both speed and

power. Such complex connections cannot be realized by the traditional wire bonding technology. Instead, tiny bumps of solder are placed over the chip's surface which are then used to make the connection.

SUSS MicroTec supplies many of the companies such as ASE, Amkor and TSMC who are seen as leaders in the advanced packaging business. Good news for SUSS- end products that use advanced packaging enjoy annual growth rates of 10%

Chart 12: C4NP

Ladies and gentlemen,

Today you have often heard the term C4NP. Those of you who attended last year's annual shareholders meeting will not be a stranger to this word. At that time I explained to you why we have such great expectations in this new technology and I can now say that developments since then are proving us right.

C4NP is a totally new, cost-effective advanced packaging process that enables a totally lead-free chip connection. Environment laws in Europe and in Japan are prohibiting the use of lead in electronic products are now coming into effect. This makes C4NP even more attractive to the packaging industry.

The technology behind the process was developed by the electronics giant IBM. SUSS MicroTec was asked by IBM to develop and commercialize the equipment. In the third quarter of 2005 we received the first commercial order from IBM for a high volume C4NP production tool – this came far sooner than expected. We will deliver the production line in the third quarter of this year. It is a clear indication that IBM sees this technology as the bumping process of the future. But C4NP is not just of interest to IBM, our potential customer list spans all chip manufacturers who are using, or planning to use, bumping for their advanced packaging process'.

At the same time as we received the order, SUSS installed the semiautomatic demo tool-set at IBM, which was part of the original joint development agreement. This prototype line is currently being used by IBM to optimize the C4NP process. It is however also open to all potential customers from throughout the global advanced packaging industry. They can see at first hand, how the technology works, satisfy themselves with performance and reliability data and question experts about their experiences with the process.

CHART 13: Share price development

Ladies and gentlemen,

As our shareholders you naturally are concerned about the value of your share portfolio. None of us were happy with the development of SUSS MicroTec' share value in 2005. I was satisfied with our share price in 2006, at least until May. As you can see we caught up with the "Technology All Share" index. However we joined the whole financial market in its downturn. Discounting this general share price downturn, the capital market seems to be honoring that our restructuring process has borne fruit, that our core business is developing well and that we will most likely achieve the turnaround at the operating basis within this financial year.

Further proof for the attractiveness of our shares is the successful increase of capital stock in August 2005. About 1.5 million shares could be placed mainly with institutional investors. The company gained 6.8 million euros through this action. We decided upon this course of action at that time to ensure that our liquidity remained over and above the necessary level. We were able to convince investors that SUSS MicroTec is an attractive investment, this is proved by the liquidity of our share, and the interest that investors are showing in our Investor Relations and finally by the expanding coverage from analysts.

Our goal to further improve our profitability will increase the appeal of your company to the market, if the forces of the capital markets work as expected. All of us at SUSS are committed to increase the value of our company. I am certain that the stock exchange will honor this.

Chart 14: Prognosis 2006

The present business development makes us confident that we will achieve the turnaround in 2006 with a clear positive result. Our break-even point now lies by sales of approximately 108 million euros. But we want far more. Sales should grow in a similar vein to the prognosis of a 10% increase for the semiconductor equipment industry as a whole. This would mean we would achieve sales in the region of 130 million euros. On this basis we are expecting an EBIT margin of 6 to 8 percent.

Chart 15: Outlook

As you can see dear ladies and gentlemen, SUSS has big plans. We have our costs under control, our market potential is high, our position in those markets is very good, and our technology leadership, coupled with our complete process solutions gives SUSS the advantage in the American, European and Asian marketplaces.

It is our vision therefore to take the now healthy SUSS MicroTec and turn it into an even more dominant player in the semiconductor and MEMS equipment markets – thereby profiting from their growth. In order to achieve this we place our emphasis on growth markets, innovative technologies, cooperation with a strong web of partners and a performance-orientated organization culture that is fit for the future.

Ladies and gentlemen,

Let me right now especially thank you dear shareholders in the name of the board and governing body. You have loyally supported us the past few years – and especially in the difficult times placed your trust in us. We will do everything in our power to ensure that this loyalty will be rewarded by an increasing corporate value and in an attractive development of our share price.

But I would also like to thank all our employees, who with their dedication and hard work made the turnaround possible. When we talk to our customers we frequently hear statements such as “your highly qualified staff” or “the way in which they work with us in order to find the best possible solution convinces us that SUSS is the right solution for us”. There is no better compliment for a company and I would like to pass this directly onto our team. Offering our staff a motivating and safe work environment that encourages individual performance is our highest priority.

I will now give the word to the chairman of our supervisory board, Dr. Süß. Thank you for your attention.