

Report of the Supervisory Board

On 7 July 2010, the 16th Annual General Meeting (AGM) of AT&S Austria Technologie und Systemtechnik Aktiengesellschaft (AT&S) re-elected Willibald Dörflinger, Hannes Androsch, Karl Fink and Albert Hochleitner to the Company's Supervisory Board.

Hannes Androsch was unanimously appointed Chairman of the Supervisory Board. All the elected members have signed a declaration pursuant to section 87(2) Austrian Companies Act (AktG) that they possess the appropriate professional or comparable qualifications, and that no circumstances exist that could give rise to concern about possible conflicts of interest.

Throughout the financial year ended 31 March 2011, the Supervisory Board received written and oral reports from the Management Board on the company's policies and performance, and was closely involved in a number of business-related issues. The Supervisory Board met five times during the financial year 2010/11, with the Management Board participating. In these meetings the Management Board and the Supervisory Board discussed the state of AT&S Group's affairs in depth. As part of the Company's ongoing reporting process and at all board meetings, the Management Board also gave the Supervisory Board comprehensive reports on the Group's operating and financial position, as well as its interests in other companies, its staff situation and its planned investments. Strategic projects, the Group's long-term international focus, new statutory requirements, the development of international compliance standards, and structural and personnel changes were discussed and authorised. Outside Supervisory Board meetings, the Management Board and the Chairman of the Supervisory Board also held ongoing discussions on the Group's strategic focus and the progress of its business activities.

The committees established by the Supervisory Board carried out detailed analysis of particular issues and reported their findings to the Supervisory Board. The Audit Committee met twice in the last financial year. The meetings were chaired by Gerhard Pichler who in this function was regularly involved in the quarterly reporting and reported on these matters to the Audit Committee.

Steen E. Hansen, AT&S's CFO since 2004, resigned his Management Board appointment for personal reasons on 8 October 2010. The Supervisory Board accepted his resignation. He is succeeded by Thomas Obendrauf. Mr Obendrauf's appointment as CFO and member of AT&S's Management Board comes after many years of extensive experience at AT&S. He joined the Group in 2001, and during the last five years was responsible for the organisation and expansion of AT&S (China) Co. Ltd. in Shanghai.

The annual financial statements of AT&S AG and the consolidated financial statements for the year ended 31 March 2011 were both audited by PwC Wirtschaftsprüfung GmbH, Vienna and were awarded an unqualified audit report. The management report and the Group management report for the financial year 2010/11 were consistent with the annual financial statements and the consolidated financial statements. Based on the prior discussions of the Audit Committee, and after its own detailed consideration and examination, the Supervisory Board approved the annual financial statements for the year ended 31 March 2011 in accordance with section 96(4) AktG. Based on the prior discussions of the Audit Committee, and after its own detailed consideration and examination, it also approved the consolidated

financial statements drawn up in accordance with section 245a Austrian Business Code (UGB) and with IFRS, as well as the management report, the consolidated management report and the corporate governance report. The Supervisory Board review did not give rise to any objections.

The Supervisory Board adopted the Management Board's recommendation for the application of profits: the retained earnings as at 31 March 2011 amounting to EUR 24,754,662.80 are to be distributed in payment of a dividend of EUR 0.36 per share, and the remaining amount is to be carried forward.

The Supervisory Board would like to thank the Management Board and all of the Group's employees for their hard work and dedication during the financial year 2010/11.

On behalf of the Supervisory Board

Hannes Androsch
Chairman of the Supervisory Board

Leoben-Hinterberg, 8. June 2011