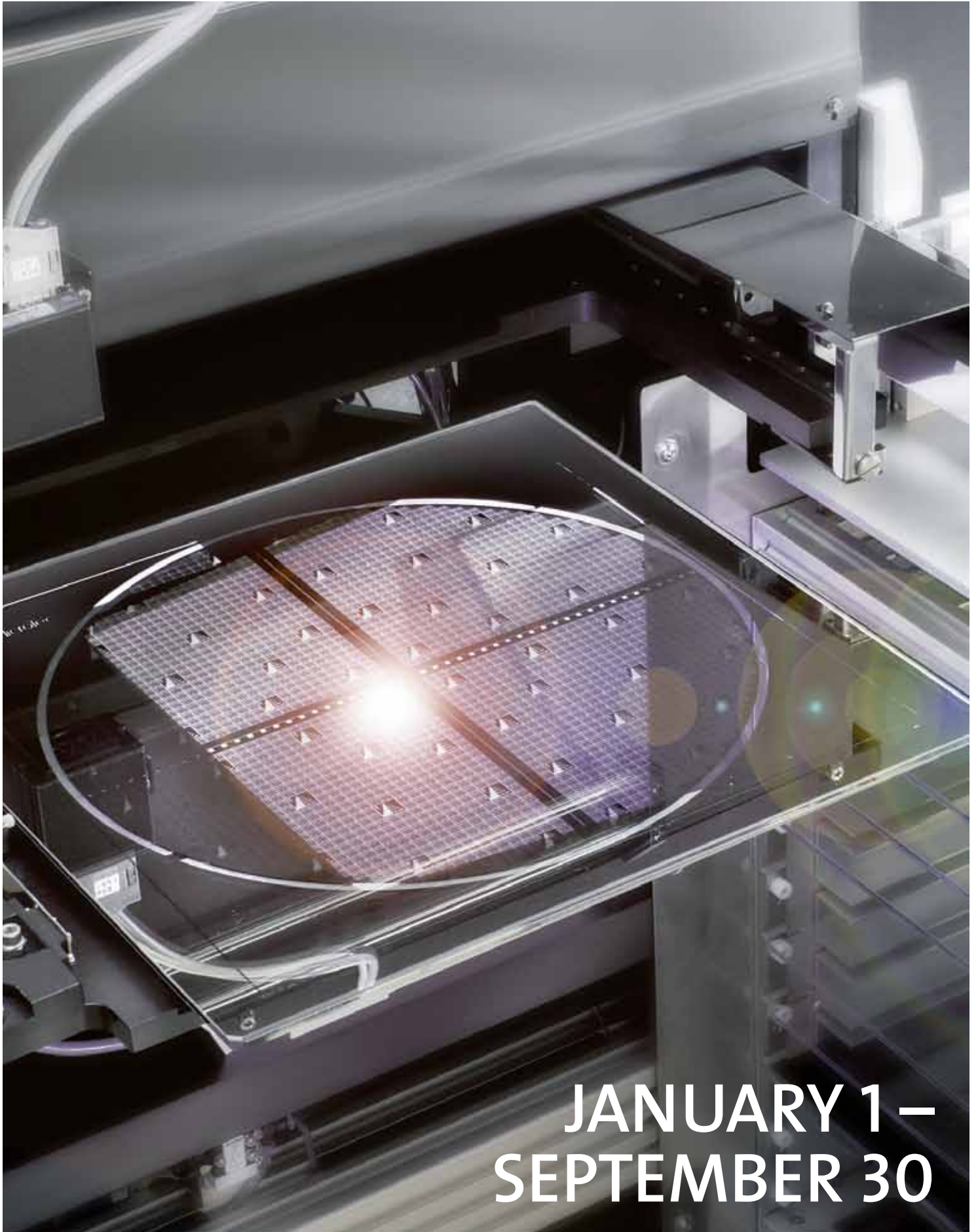


# 2013

NINE MONTH REPORT

**SÜSS** MicroTec



**JANUARY 1 –  
SEPTEMBER 30**



# CONTENTS

004	FOREWORD BY THE MANAGEMENT BOARD
006	HIGHLIGHTS Q3 2013
007	INVESTOR RELATIONS
	Sustained Loose US Fiscal Policy Stimulates Stock Markets
	The SUSS MicroTec Share
010	CONSOLIDATED INTERIM MANAGEMENT REPORT
014	FINANCIAL REPORT
024	SELECTED EXPLANATORY NOTES TO THE INTERIM REPORT
029	SERVICE

# FOREWORD BY THE MANAGEMENT BOARD

## Dear Shareholders,

For the third quarter of 2013, the experts from the ifo Institute in Munich expect minimal economic growth in the eurozone of 0.1 percent. In the fourth quarter, growth in the eurozone should amount to 0.3 percent and another increase of 0.4 percent is forecast for the first quarter of 2014. Despite restrictive fiscal measures, slightly stronger European domestic demand and robust demand from the industrialized economies account for the modestly positive outlook. However, it must be expressed clearly that a tangible economic recovery, which had still been anticipated at the beginning of 2013, has still not taken hold in the second half of 2013. A similar picture is currently visible in the semiconductor equipment sector in which SUSS MicroTec operates. Here a significant upturn in order entry was still forecast for the second half of 2013 at the beginning of year. However, the most recent market studies are now projecting a decline in the semiconductor equipment market of more than 8 percent (Source: Gartner September 2013). A return to a growth trajectory is now expected only for the 2014 fiscal year.

In the last week of September 2013, SUSS MicroTec purchased the property of the Company headquarters in Garching, as already announced at the beginning of 2013. The purchase price for the real estate and the approximately 20,000 m<sup>2</sup> property amounted to EUR 8.9 million (including ancillary costs) and was financed with available cash and cash equivalents. With the acquisition, the Company is ensuring not only lease savings but also a high degree of operational flexibility in view of Company-specific requirements for the property, and is making a clear commitment to production in Garching.

For the SUSS MicroTec share, the third quarter was characterized by a steady decline in the share price. By contrast, the TecDAX and Prime IG Semiconductor benchmark indexes were both able to record price gains. As a result of the low price level and the concomitant lower market capitalization, the Deutsche Börse (German Stock Exchange) decided at the beginning of September to remove the SUSS MicroTec share from the TecDAX select index as of 9/23/2013. Although we regret this very much, we do not anticipate any serious consequences from leaving the TecDAX.

## THE FIRST NINE MONTHS IN FIGURES

In the quarterly comparison, order entry amounted to EUR 34.3 million after EUR 36.6 million in the previous year's quarter, representing a decrease of approximately 6 percent. Sales in the months from July to September totaled EUR 38.9 million, about 4.4 percent below the level of the previous year (Q3 2012: EUR 40.7 million). EBIT of EUR 1.8 million in the third quarter was 12.5 percent above the EUR 1.6 million amount in the previous year's quarter.

Sales in the first nine months reached EUR 94.0 million, about 13 percent below the level of EUR 108.2 million in the previous year. Order entry held its own in an uncertain market environment at EUR 105.9 million, but remained below the EUR 117.0 million of the previous year. This resulted in order backlog of EUR 97.6 million (previous year: EUR 102.4 million) as of the reporting date of September 30, 2013.

Lithography, the Company's largest division, was able to report sales of EUR 64.9 million in the first nine months (previous year: EUR 81.1 million). The Photomask Equipment division recorded sales of EUR 15.7 million (previous year: EUR 8.6 million). The Substrate Bonder division produced a lower contribution to sales of EUR 9.8 million (previous year: EUR 15.3 million).

Earnings before interest and taxes (EBIT) of EUR -13.2 million were below the EUR 3.1 million of the previous year's quarter. EBIT for 2013 included an extraordinary effect of EUR -6.0 million from refocusing the Permanent Bonding product line. The extraordinary effect primarily included value adjustments for demonstration equipment and inventories and capitalized development costs from the years prior to 2008. EBIT for 2012 included one-time currency effects of EUR -0.4 million. This resulted from the settlement of Company-internal foreign currency credits of SUSS MicroTec AG to SUSS MicroTec, Inc. in connection with the acquisition of Tamarack Scientific in March 2012. As a result, adjusted EBIT for the first nine months of 2013 was EUR -7.2 million (previous year: EUR 3.5 million). The weaker margins in the coater / developer division, especially the unfavorable product mix between 200 mm and 300 mm coating tools and the negative EBIT impact resulting from SUSS MicroTec Photonic Systems (former Tamarack Scientific) are weighing on the margins in 2013.



Frank Averdung  
Chief Executive Officer



Michael Knopp  
Chief Financial Officer

Earnings after taxes (EAT) for continuing operations amounted to EUR -10.5 million, compared to EUR 0.8 million in the previous year. Earnings after taxes (EAT) for continuing and discontinued operations amounted to EUR -10.5 million, compared to EUR 2.3 million in the previous year. The figure in 2012 included a tax-free amount of EUR 1.5 million, which resulted from the sale of the Test Systems division in 2010. Basic earnings per share (EPS) from continuing operations amounted to EUR -0.55 (previous year: EUR 0.04).

Net liquidity came in at EUR 21.9 million as of the reporting date (September 30, 2012: EUR 30.7 million). Free cash flow before the inclusion of securities sales / purchases and extraordinary effects from M&A activities came to EUR -9.9 million in the first nine months of the year (previous year: EUR -6.2 million).

**STRATEGIC DECISION**

Due to a reevaluation of the business situation in permanent bonding and the ongoing losses in this product line the management has decided to expand the restructuring measures, which have been taken in the second quarter this year, and to cease production of cluster systems for permanent bonding applications. The development and production of the successful manual permanent bonding systems are not affected by this strategic action. In this context one-off expenses of EUR 8.3 million can be expected in the fourth quarter 2013. This one-off effect includes EUR 6.7 million for write-offs on inventories (raw materials, unfinished goods as well as demonstration tools) and EUR 1.6 million of precautionary provisions formed for single customer projects. With this move the management expects to pronouncedly reduce the losses of the Substrate Bonding Division.

**OUTLOOK**

The Company announces a revision of the full year guidance 2013. The sales expectation of formerly EUR 150 million is revised to a bandwidth of EUR 125 to EUR 135 million. The reason is a potential delay in the sales recognition of several machines, which have already been shipped but are still waiting for final acceptance of the customer. The tools include temporary and permanent bond cluster systems for international customers. Due to the lower overall sales level, the EBIT will most likely not reach in the original range of minus EUR 10 to minus EUR 15 million. Taking the one-off expenses into account an EBIT in the range of minus EUR 22 to minus EUR 27 million can be expected. The EBIT of 2013 will include a EUR 14.3 million charge for the restructuring of the product line permanent bonding.

For the fourth quarter 2013, the Company expects a robust order intake in the range of EUR 30 to EUR 40 million.

Garching, Germany, November 2013

Frank Averdung  
Chief Executive Officer

Michael Knopp  
Chief Financial Officer



# HIGHLIGHTS

## Q3 2013

### SUSS MICROTEC CONDUCTS A TECHNOLOGY FORUM AT SEMICON WEST IN SAN FRANCISCO

This year's Semicon West took place on July 8–11 in San Francisco. In contrast to previous years, SUSS MicroTec had a much smaller exhibition stand at this trade fair. The Company has, however, placed a stronger focus on its own workshop, the technology forum. Speakers from various customers and research institutes made a major contribution to the success of the workshop. The key issues at the forum were new technologies and products for 3D integration and advanced packaging. Approximately 160 participants registered for the workshop, underscoring the intense interest in the core themes. As a result of the emergency landing of an Asiana Airlines Boeing 777 in San Francisco, many regional flights were canceled. In the end, only approximately 130 participants were able to attend the workshop. Compared to the previous year, this means that the number of participants almost doubled.

### SPIL AWARD

In July 2013, SUSS MicroTec was honored with the "Outstanding Performance Award" from SPIL (Siliconware Precision Industries Co., Ltd.). SPIL, headquartered in Taichung, Taiwan, is a leading backend IC packaging house. Their services include wafer bumping, wafer sorting, assembly, and testing. Every two years, the Company presents the "Outstanding Performance Award" to its most reliable suppliers. This year, SPIL presented this award only to SUSS MicroTec and one other company, out of approximately 500 suppliers. The award is based on such criteria as quality, price, delivery, support, service, and technology. "In the fast-paced semiconductor industry, quality, technology, and service are major distinctive features relative to the competition. At SUSS MicroTec we continuously strive to improve our service and the quality of our products in order to create the greatest possible value for the customer," explained Frank P. Averdung, Chief Executive Officer of SUSS MicroTec AG.

### SUSS MICROTEC PRESENTS AT SEMICON TAIWAN

On September 4–6, SUSS MicroTec participated in Semicon Taiwan, at which various technology forums, symposiums, and workshops were held. In addition, the Company conducted two workshops of its own. The Advanced Packaging Technology Forum addressed topics involving excimer laser ablation – an innovative patterning technology. At the SiP Global Summit, SUSS MicroTec gave representatives an update on materials and process technologies for 2.5D and 3D integration.

### ACQUISITION OF THE PROPERTY AT COMPANY HEADQUARTERS IN GARCHING

As previously announced at the beginning of 2013, SUSS MicroTec purchased the property at the Company headquarters in Garching at the end of September 2013. The purchase price for the real estate and the approximately 20,000 m<sup>2</sup> property amounted to EUR 8.9 million, including ancillary costs, and was financed with available cash and cash equivalents. With the acquisition, the Company is ensuring not only lease savings but also a high degree of operational flexibility in view of Company-specific requirements for the property, and is making a clear commitment to production in Garching.

# INVESTOR RELATIONS

## SUSTAINED LOOSE US FISCAL POLICY STIMULATES STOCK MARKETS

In May 2013 the announcement by the Federal Reserve Bank that it would end its quantitative easing program earlier than expected led to a sharp increase in nervousness in the financial markets. However, the US central bank's most recent announcement in September 2013 that it would maintain its loose monetary policy, particularly the purchase of bonds measured in the billions of dollars, stimulated worldwide stock prices. In the wake of this news, the DAX reached a record high of 8,770 points and closed at 8,694 points on that same day.

In real economic terms, the eurozone was able to record growth for the first time since the fourth quarter of 2011 as early as the second quarter of 2013, namely by +0.3 percent. The reason for this was robust foreign demand. In addition, private consumer spending in Germany and France rose, as did equipment investment. However, contrary to the original forecasts, industrial production may have declined slightly in the third quarter, which can be viewed primarily as a correction for the sharp increase in the second quarter. For the entire year, economists from the ifo Institute in Munich expect increases in gross domestic product of 1.4 percent in the eurozone and 0.6 percent in Germany from the previous year.

## THE SUSS MICROTEC SHARE

During the first quarter of 2013, the price of the SUSS MicroTec share rose above EUR 10.00 once again, but it dropped significantly in response to the announcement in February 2013 of a subdued outlook for the full year. This trend was broken briefly with the announcement of an important customer order in the area of 3D integration on March 28, 2013. Following this report, the price rose sharply and the share was able to conclude the first quarter with an overall increase of one percent, corresponding to a closing price of EUR 8.91. During the second quarter, the share declined, accompanied by low trading volumes and continuing high volatility, closing the second quarter at a price of EUR 7.88. This corresponds to a loss of approximately eleven percent since the beginning of the year. Possible reasons for the price drop were the still challenging environment in the semiconductor sector and the lack of resurgent demand for semiconductor equipment.

In July 2013, earnings expectations for all of 2013 were adjusted lower and pressure on the share price continued in view of the gloomy outlook for the entire year. In September 2013, the Gartner market research institute lowered its forecasts for the market performance of the semiconductor equipment sector significantly and now assumes a decline in demand for all of 2013 of 8.5 percent. In 2012, the market had already shrunk by approximately 16 percent, according to Gartner's estimates. Only for the full year of 2014 are rising sales expected in the semiconductor equipment market. These moderate prospects are reflected in the performance of the share price in the third quarter of 2013. On September 30, the share closed with a Xetra price of EUR 6.68.

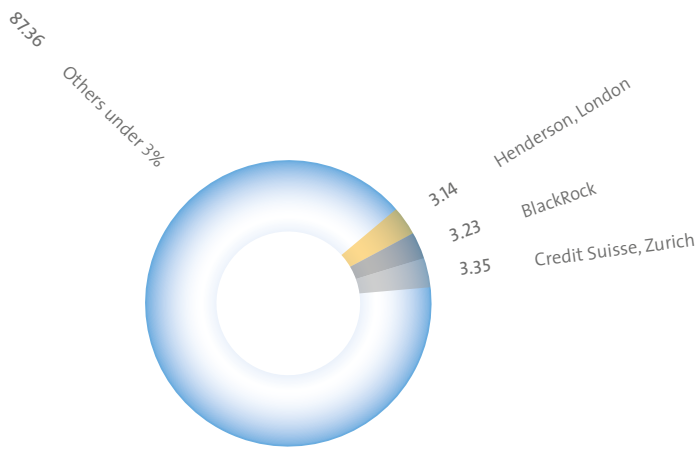
In August and September, there were also noteworthy changes in ownership information, as the DWS (Frankfurt and Luxembourg) completely sold its shares and corresponding voting rights announcements were published. In September, UBS AG Zürich reported temporary holdings of more than ten percent, but fell below the three percent reporting threshold over the course of the month. As a result, the free float still amounts to 100 percent, according to the definition of the German Stock Exchange (Deutsche Börse). In July of this year, we were able to gain coverage for SUSS MicroTec by another international bank; with the addition of Berenberg Bank in London, ten research firms currently cover us.

In conclusion, if one considers the performance of the benchmark indexes over the course of the year, the resulting picture emerges. Since May 2013, the TecDAX and the Semiconductor Index of the Deutsche Börse have outperformed the SUSS MicroTec share. In the first nine months, the TecDAX rose by 29 percent and the Semiconductor Index rose by 17 percent, while the SUSS MicroTec share fell over the same period by approximately 25 percent.

As a result of decline in market capitalization, the Company was removed from the TecDAX effective September 23, 2013, but is still listed in the Prime Standard of the Deutsche Börse.

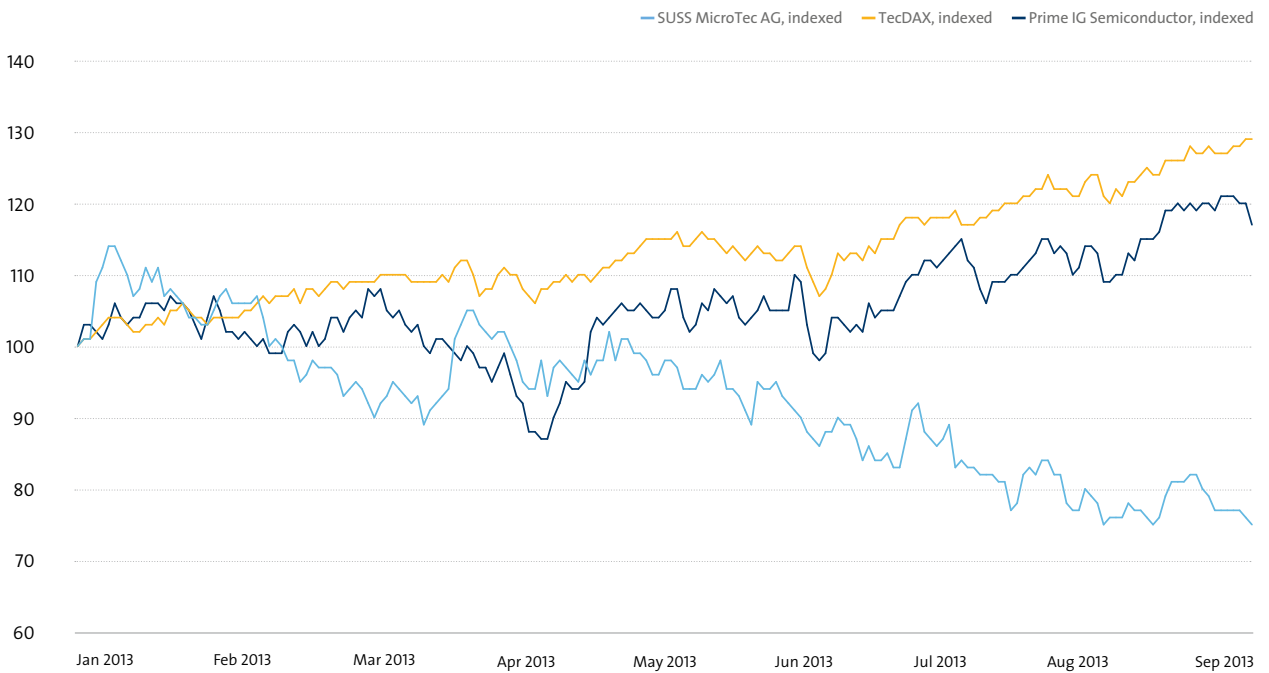
The average daily trading volume of SUSS MicroTec shares on all German stock exchanges in the first nine months of 2013 amounted to approximately 97,000 shares (9M 2012: average daily trading volume of approximately 129,000 shares).

OWNERSHIP INFORMATION AS OF SEPTEMBER 30, 2013 in %



SUSS MICROTEC SHARE PERFORMANCE IN 2013

(SUSS MicroTec share price on Januar 2, 2013: €8.85)







# CONSOLIDATED INTERIM MANAGEMENT REPORT

of SUSS MicroTec AG

## OVERVIEW OF THE BUSINESS DEVELOPMENT

With the exception of the fourth quarter of 2011, order entry has been in a range of € 30–40 million for ten consecutive quarters. A revival in the order behavior of our customers essentially depends on whether additional production capacity is needed. Our Asian customers currently operate with an average capacity utilization of approximately 90 percent. In the past, reaching this limit has led to investments to expand production capacity. However, considerable restraint has already been noted for some time in the order behavior of customers and investment decisions have been delayed as long as possible in order to counter the volatility of the end markets. This development requires a high degree of flexibility in order to accommodate significantly reduced delivery times on occasion. In some cases, it has led to an increase in working capital.

In this environment we have succeeded once again in generating a robust order entry of € 34.3 million in the third quarter of 2013 (previous year: € 36.6 million). Sales of € 38.9 million in the third quarter were only slightly below the corresponding quarter of the previous year (Q3 2012: € 40.7 million). It was possible to increase earnings before interest and taxes (EBIT) slightly to € 1.8 million, compared to € 1.6 million in the previous year.

Considering the entire nine months of 2013, order entry was € 105.9 million (previous year: € 117.0 million) and sales were € 94.0 million (previous year: € 108.2 million). Both figures are below the level of the previous year. The order backlog as of September 30, 2013 amounted to € 97.6 million (September 30, 2012: € 102.4 million).

Gross profit margin in the third quarter was 32.1 percent after 32.9 percent in the corresponding previous year period. For the first nine months, the gross profit margin was 20.5 percent, which represents a decrease of 14.9 percentage points from the previous year.

Earnings before interest and taxes (EBIT) of € -13.2 million were below the € 3.1 million of the previous year's quarter. The € 3.1 million included foreign currency effects totaling € -0.4 million. This resulted from the settlement of Company-internal foreign currency credits of SUSS MicroTec AG to SUSS MicroTec, Inc. in connection with the acquisition of Tamarack in March 2012. EBIT for the first nine months of 2013 included an extraordinary effect of

€ -6.0 million from refocusing the Permanent Bonding product line. The extraordinary effect primarily included value adjustments for demonstration equipment and inventories as well as capitalized development services from the years prior to 2008.

Earnings after taxes (EAT) for continuing operations amounted to € -10.5 million, compared to € 0.8 million in the previous year. Earnings after taxes (EAT) amounted to € -10.5 million for continuing and discontinued operations, compared to € 2.3 million in the previous year. This included a tax-free amount of € 1.5 million, which resulted from the sale of the Test Systems division in 2010. Basic earnings per share (EPS) from continuing operations amounted to € -0.55 (previous year: € 0.04).

Net liquidity came in at € 21.9 million as of the reporting date (September 30, 2012: € 30.7 million). Free cash flow before the inclusion of securities sales/purchases and extraordinary effects from M&A activities came to € -9.9 million in the first nine months of the year (previous year: € -6.2 million). In September 2013, SUSS MicroTec acquired the property at the Garching site. The purchase price plus ancillary costs (notary costs and the real estate transfer tax) of € 8.9 million were financed by available cash and cash equivalents.

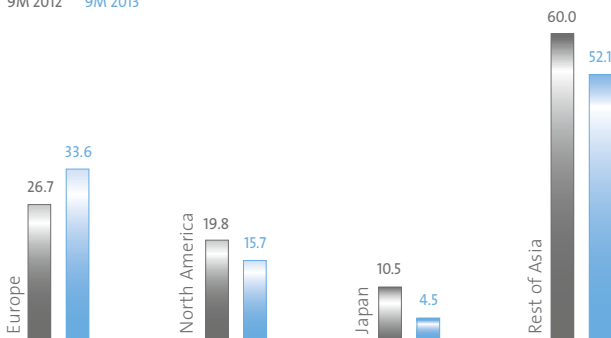
## ORDERS POSITION AND SALES BY REGION

In the first nine months of 2013, all regions except for Europe recorded a decline in order entry: The region of North America recorded a drop of approximately 21 percent, Japan a drop of 57 percent, and Rest of Asia a decline of approximately 13 percent. By contrast, Europe was able to increase order entry by 26 percent from the previous year.

Sales displayed a decline in all regions in the first nine months. While the region of North America recorded a decline of approximately 23 percent, Europe reported a decline of 2.4 percent, sales in Japan decreased by 59 percent, and Rest of Asia saw 4 percent lower sales from the previous year.

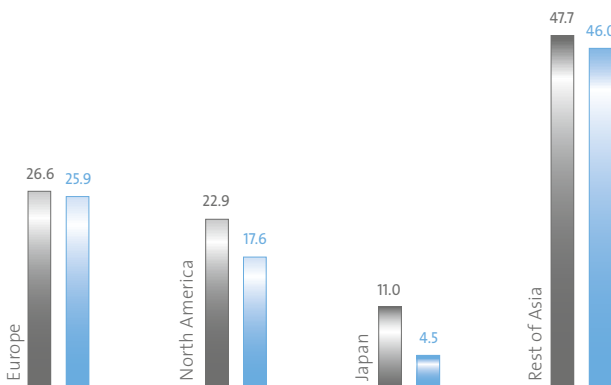
**ORDER ENTRY BY REGION** in € million

9M 2012 9M 2013



**SALES BY REGION** in € million

9M 2012 9M 2013



**BUSINESS DEVELOPMENT IN THE INDIVIDUAL DIVISIONS**

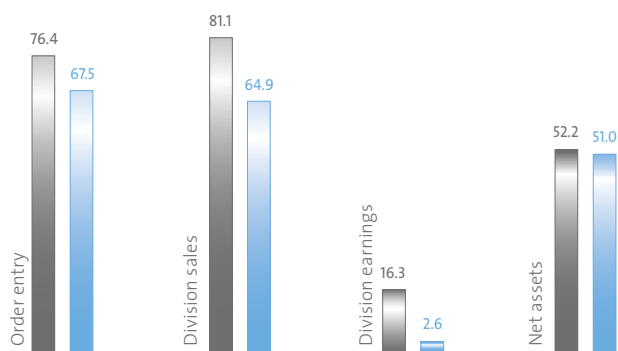
**LITHOGRAPHY**

The Lithography division comprises the development, manufacture, and sale of the Mask Aligner, Developer, and Coater product lines, as well as laser technology and UV projection lithography. These product lines are developed and produced in Germany at the locations in Garching near Munich and in Sternenfels as well as in Corona, USA.

The Lithography division recorded a decline in order entry and sales in the first nine months of the 2013 fiscal year. Order entry of € 67.5 million was 11.6 percent below its total of € 76.4 million a year earlier. Division sales in the first nine months of 2013 amounted to € 64.9 million after € 81.1 million in the previous year. Division earnings deteriorated as a result of overall lower sales, a less favorable product mix, and continued below-average margins for Tamarack products from €16.3 million to €2.6 million.

**LITHOGRAPHY DIVISION OVERVIEW** in € million

9M 2012 9M 2013



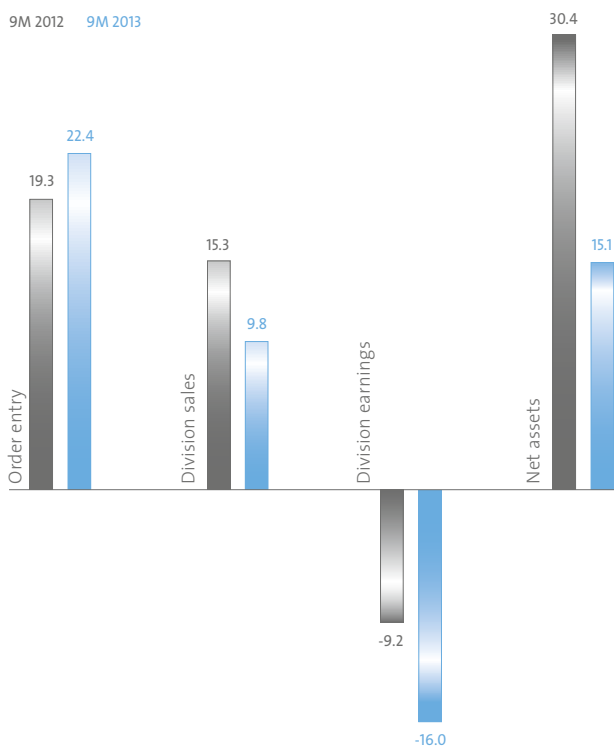
### SUBSTRATE BONDER

The Substrate Bonder division comprises the development, production, and sale of the Substrate (Wafer) Bonder product line and is located at our site in Sternenfels (Germany).

In the first nine months of the 2013 fiscal year, the Substrate Bonder division recorded another increase in order entry, reaching €22.4 million after €19.3 million in 2012. Sales declined from €15.3 million in the previous year to €9.8 million. Division earnings fell by the end of the quarter to €-16.0 million (9M 2012: €-9.2 million). Weak earnings resulted from continued high research and development costs as well as additional demands from several customer-oriented projects. Results from the second quarter of 2013 also include an extraordinary effect of €-6.0 million from refocusing the Permanent Bonding product line.

#### SUBSTRATE BONDER DIVISION OVERVIEW in € million

9M 2012 9M 2013



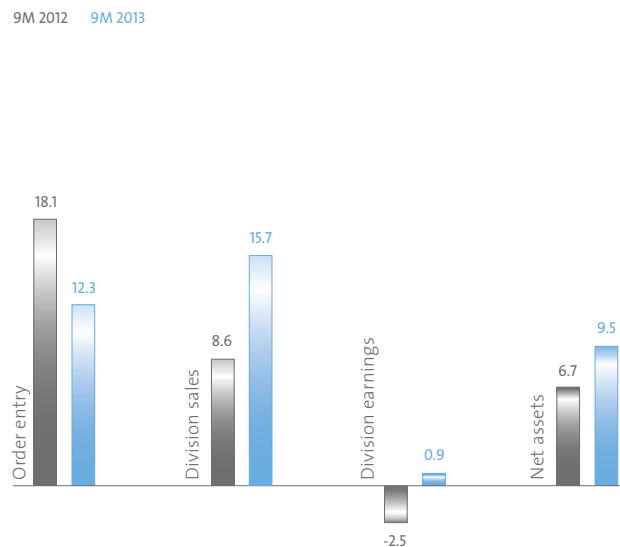
### PHOTOMASK EQUIPMENT

The Photomask Equipment division comprises the development, manufacture, and sale of the HMX, ASx, MaskTrack, and MaskTrack Pro product lines. The development and production of specialized systems for the cleaning and processing of photomasks for the semiconductor industry are also conducted at the Sternenfels site in Germany.

The Photomask Equipment division recorded lower order entry of €12.3 million in the first nine months of 2013 (9M 2012: €18.1 million) as well as much higher division sales of €15.7 million (9M 2012: €8.6 million). Accordingly, division earnings improved to €0.9 million in the first nine months of 2013 (9M 2012: €-2.5 million).

#### PHOTOMASK EQUIPMENT DIVISION OVERVIEW in € million

9M 2012 9M 2013



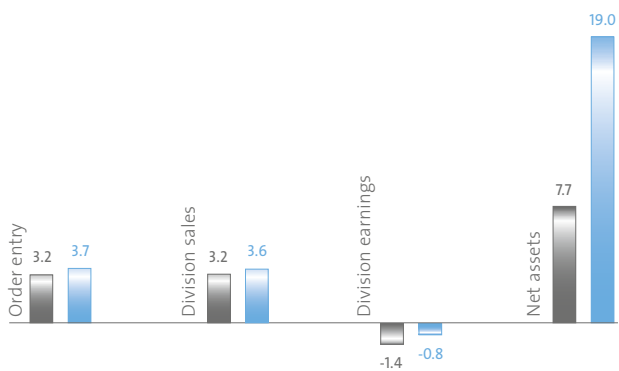
**OTHERS**

The Others division comprises micro-optics activities at the Neuchâtel, Switzerland, location, the C4NP business, as well as the costs for central Group functions that generally cannot be attributed to the main divisions.

Division sales of €3.6 million increased from €3.2 million in the previous year, while order entry grew by approximately 16 per cent to €3.7 million (9M 2012: €3.2 million). Division earnings of €-0.8 million improved from €-1.4 million in the previous year. The main reason was a significant decline in the costs for central Group functions.

**OTHERS DIVISION OVERVIEW** in € million

9M 2012 9M 2013



# FINANCIAL REPORT

of SUSS MicroTec AG as of September 30, 2013

## CONSOLIDATED STATEMENT OF INCOME (IFRS)

in € thousand	07/01/2013 – 09/30/2013	07/01/2012 – 09/30/2012	01/01/2013 – 09/30/2013	01/01/2012 – 09/30/2012
Sales	38,927	40,716	93,950	108,228
Cost of sales	-26,411	-27,285	-74,622	-69,881
<b>Gross profit</b>	<b>12,516</b>	<b>13,431</b>	<b>19,328</b>	<b>38,347</b>
Selling costs	-4,262	-5,262	-12,991	-14,817
Research and development costs	-2,465	-2,732	-7,792	-7,098
Administration costs	-3,742	-4,133	-11,242	-12,628
Other operating income	829	562	2,486	2,242
Other operating expenses	-1,122	-281	-3,022	-2,920
<b>Analysis of net income from operations (EBIT)</b>				
EBITDA (Earnings before Interest and Taxes, Depreciation and Amortization)	2,783	3,342	-8,272	8,154
Depreciation and amortization of tangible assets, intangible assets and financial investments	-1,029	-1,757	-4,961	-5,028
<b>Net income from operations (EBIT)</b>	<b>1,754</b>	<b>1,585</b>	<b>-13,233</b>	<b>3,126</b>
Financial income	75	198	425	663
Financial expense	-142	-170	-324	-531
<b>Financial result</b>	<b>-67</b>	<b>28</b>	<b>101</b>	<b>132</b>
<b>Profit or loss from continuing operations before taxes</b>	<b>1,687</b>	<b>1,613</b>	<b>-13,132</b>	<b>3,258</b>
Income taxes	-506	-1,180	2,666	-2,470
<b>Profit or loss from continuing operations</b>	<b>1,181</b>	<b>433</b>	<b>-10,466</b>	<b>788</b>
<b>Net profit from discontinued operations (after taxes)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,507</b>
<b>Net profit or loss</b>	<b>1,181</b>	<b>433</b>	<b>-10,466</b>	<b>2,295</b>
Thereof equity holders of SUSS MicroTec	1,181	433	-10,466	2,265
Thereof minority interests	0	0	0	30
<b>Earnings per share (undiluted)</b>				
Basic earnings per share from continuing operations in EUR	0.06	0.02	-0.55	0.04
Basic earnings per share from discontinued operations in EUR	0.00	0.00	0.00	0.08
<b>Earnings per share (diluted)</b>				
Basic earnings per share from continuing operations in EUR	0.06	0.02	-0.55	0.04
Basic earnings per share from discontinued operations in EUR	0.00	0.00	0.00	0.08



## STATEMENT OF COMPREHENSIVE INCOME

in € thousand	01/01/2013–09/30/2013	01/01/2012–09/30/2012
<b>Net profit or loss</b>	<b>-10,466</b>	<b>2,295</b>
<b>Items that will not be reclassified to profit and loss</b>		
Remeasurements on defined benefit pension plans	3	-1 <sup>1)</sup>
<b>Other comprehensive income after tax for items that will not be reclassified to profit and loss</b>	<b>3</b>	<b>-1</b>
<b>Items that will be reclassified subsequently to profit and loss</b>		
Fair value fluctuations of available for sale securities	-190	78
Foreign currency adjustment	-1,217	776
Cash flow hedges	147	-163
Deferred taxes	12	-5
<b>Other comprehensive income after tax for items that will be reclassified to profit and loss</b>	<b>-1,248</b>	<b>686</b>
<b>Total income and expenses recognized in equity</b>	<b>-1,245</b>	<b>685</b>
<b>Total income and expenses reported in the reporting period</b>	<b>-11,711</b>	<b>2,980</b>
Thereof equity holders of SUSS MicroTec	-11,711	2,941
Thereof minority interests	0	39

<sup>1)</sup> Since January 1, 2013, the SUSS MicroTec Group applies IAS 19 (revised). This change in accounting policy was recognised retrospectively and comparatives 2012 have been restated. The impacts resulting from the adjustment are described in the selected explanatory notes (Point 3.2).

## CONSOLIDATED BALANCE SHEET (IFRS)

ASSETS in € thousand	09/30/2013	12/31/2012
<b>Non-current assets</b>	<b>46,597</b>	<b>37,325</b>
Intangible assets	4,745	7,504
Goodwill	15,352	15,394
Tangible assets	21,083	12,068
Tax refund claims	63	80
Other assets	531	773
Deferred tax assets	4,823	1,506 <sup>1)</sup>
<b>Current assets</b>	<b>131,549</b>	<b>143,088</b>
Inventories	86,733	82,179
Trade receivables	15,068	21,758
Other financial assets	389	547
Securities	16,063	11,394
Tax refund claims	263	295
Cash and cash equivalents	9,818	25,192
Other assets	3,215	1,723
<b>Total assets</b>	<b>178,146</b>	<b>180,413</b>

<sup>1)</sup> Since January 1, 2013, the SUSS MicroTec Group applies IAS 19 (revised). This change in accounting policy was recognised retrospectively and comparatives 2012 have been restated. The impacts resulting from the adjustment are described in the selected explanatory notes (Point 3.2).

LIABILITIES & SHAREHOLDERS' EQUITY in € thousand	09/30/2013	12/31/2012
<b>Equity</b>	<b>115,481</b>	<b>127,193</b>
Total equity attributable to shareholders of SUSS MicroTec AG	115,481	127,193
Subscribed capital	19,116	19,116
Reserves	99,477	109,944
Accumulated other comprehensive income	-3,112	-1,867 <sup>1)</sup>
Minority interests	0	0
<b>Non-current liabilities</b>	<b>10,152</b>	<b>11,039</b>
Pension plans and similar commitments	3,857	4,119 <sup>1)</sup>
Provisions	131	296
Financial debt	3,793	3,981
Other financial liabilities	2,221	2,577
Deferred tax liabilities	150	66
<b>Current liabilities</b>	<b>52,513</b>	<b>42,181</b>
Provisions	3,622	3,602
Tax liabilities	374	1,050
Financial debt	191	288
Other financial liabilities	6,145	6,815
Trade payables	5,913	6,862
Other liabilities	36,268	23,564
<b>Total liabilities and shareholders' equity</b>	<b>178,146</b>	<b>180,413</b>

<sup>1)</sup> Since January 1, 2013, the SUSS MicroTec Group applies IAS 19 (revised). This change in accounting policy was recognised retrospectively and comparatives 2012 have been restated. The impacts resulting from the adjustment are described in the selected explanatory notes (Point 3.2).

## CONSOLIDATED STATEMENT OF CASH FLOWS (IFRS)

in € thousand	01/01/2013 – 09/30/2013	01/01/2012 – 09/30/2012
Net profit or loss (after taxes)	-10,466	2,295
Amortization of intangible assets	3,097	3,486
Depreciation of tangible assets	1,864	1,587
Profit or loss on disposal of intangible and tangible assets	-2	0
Profit or loss on disposal of available-for-sale securities	4	0
Change of reserves on inventories	3,531	3,772
Change of reserves for bad debts	1,342	79
Non-cash income from the reversal of provisions	-9	0
Other non-cash effective income and expenses	334	315
Acquisition costs Tamarack	0	259
Gain from subsequent purchase price payment Test business	0	-1,507
Change in inventories	-8,490	-17,112
Change in trade receivables	4,554	3,775
Change in other assets	-1,043	-639
Change in pension provisions	-262	150
Change in trade payables	-710	-1,181
Change in customer deposits	14,184	6,471
Change in other liabilities and other provisions	-3,204	-5,227
Change of deferred taxes	-3,233	324
<b>Cash flow from operating activities</b>	<b>1,491</b>	<b>-3,153</b>

in € thousand	01/01/2013–09/30/2013	01/01/2012–09/30/2012
Disbursement for aquisition of property in Garching (land and building)	-8,939 <sup>1)</sup>	0
Disbursements for other tangible assets	-2,041	-2,367
Disbursements for intangible assets	-399	-699
Purchases of current available-for-sale securities	-11,963	-14,868
Proceeds from redemption of available-for-sale securities	7,097	6,041
Proceeds from subsequent selling price Test business	0	1,507
Payments for purchase of Tamarack	0	-5,443
<b>Cash flow from investing activities</b>	<b>-16,245</b>	<b>-15,829</b>
Repayment of bank loans	-180	-180
Change in current bank liabilities	-97	-99
Change in other financial debt	-8	-616
Payments for purchase of shares in SMO	0	-1,126
Proceeds from exercise of subscription rights	0	19
<b>Cash flow from financing activities</b>	<b>-285</b>	<b>-2,002</b>
Adjustments to funds caused by exchange-rate fluctuations	-335	-56
<b>Change in cash and cash equivalents</b>	<b>-15,374</b>	<b>-21,040</b>
<b>Funds at beginning of the year</b>	<b>25,192</b>	<b>37,036</b>
<b>Funds at end of the period</b>	<b>9,818</b>	<b>15,996</b>
Cash flow from operating activities includes:		
Interest paid during the period	99	163
Interest received during period	518	691
Tax paid during the period	1,202	6,841
Tax refunds during the period	0	0

<sup>1)</sup> The amount comprises purchase price of € 8,600 thousand and ancillary costs of € 339 thousand.

## CONSOLIDATED STATEMENT OF SHAREHOLDERS' EQUITY (IFRS)

in € thousand	Subscribed capital	Additional paid-in capital	Earnings reserve	Retained Earnings
As of January 01, 2012	19,101	98,383	433	2,799
Adjustments <sup>1)</sup>				
As of January 01, 2012 (adjusted)	19,101	98,383	433	2,799
Net loss				2,265
Total income and expenses recognized				
Total comprehensive income				2,265
Exercise of subscription rights	15	4		
Issuance of subscription rights				
Purchase of minority interest SMO		-773		
As of September 30, 2012	19,116	97,614	433	5,064
As of January 01, 2013	19,116	97,614	433	11,896
Adjustments <sup>1)</sup>				
As of January 01, 2013 (adjusted)	19,116	97,614	433	11,896
Net loss				-10,466
Total income and expenses recognized				
Total comprehensive income				-10,466
Exercise of subscription rights				
Issuance of subscription rights				
Purchase of minority interest SMO				
As of September 30, 2013	19,116	97,614	433	1,430

<sup>1)</sup> Since January 1, 2013, the SUSS MicroTec Group applies IAS 19 (revised). This change in accounting policy was recognised retrospectively and comparatives 2012 have been restated.

<sup>2)</sup> Actuarial valuations of the actuarial gains and losses are only compiled as of December 31 each year. Present amounts exclusively result from adjustments due to exchange-rate fluctuations.



Accumulated other comprehensive income					Total equity attributable to shareholders of Suss MicroTec AG	Minority interests	Equity
Remeasurements on defined benefit pension plans	Foreign currency adjustments	Cash flow hedges	Fair value fluctuations of available for sale securities	Deferred taxes			
0	-956	-317	240	22	119,705	689	120,394
-412					-412		-412
-412	-956	-317	240	22	119,293	689	119,982
					2,265	30	2,295
-1 <sup>2)</sup>	767	-163	78	-5	676	9	685
-1	767	-163	78	-5	2,941	39	2,980
					19		19
					0		0
					-773	-728	-1,501
-413	-189	-480	318	17	121,480	0	121,480
0	-768	-505	248	73	128,107	0	128,107
-915					-915		-915
-915	-768	-505	248	73	127,192	0	127,192
					-10,466		-10,466
3 <sup>2)</sup>	-1,217	147	-190	12	-1,245		-1,245
3	-1,217	147	-190	12	-11,711	0	-11,711
					0		0
					0		0
					0		0
-912	-1,985	-358	58	85	115,481	0	115,481

## SEGMENT REPORTING (IFRS)

### SEGMENT INFORMATION BY BUSINESS SEGMENT

in € thousand	Lithography		Substrate Bonder		Photomask Equipment	
	9M / 2013	9M / 2012	9M / 2013	9M / 2012	9M / 2013	9M / 2012
External sales	64,926	81,059	9,791	15,340	15,655	8,594
Internal sales	0	0	0	0	0	0
<b>Total sales</b>	<b>64,926</b>	<b>81,059</b>	<b>9,791</b>	<b>15,340</b>	<b>15,655</b>	<b>8,594</b>
Result per segment (EBIT)	2,593	16,340	-15,994	-9,232	924	-2,540
Income before taxes	2,496	16,327	-15,994	-9,232	919	-2,543
Significant non-cash items	467	-1,342	-6,759	-2,133	-1,087	-356
Segment assets	77,624	84,693	32,492	35,090	12,012	16,725
thereof Goodwill	15,352	17,535	0	0	0	0
Unallocated assets						
<b>Total assets</b>						
Segment liabilities	-26,577	-32,508	-17,378	-4,714	-2,536	-10,055
Unallocated liabilities						
<b>Total liabilities</b>						
Depreciation and amortisation	1,598	1,637	2,007	1,635	249	459
thereof scheduled	1,598	1,637	851	1,635	249	459
thereof impairment loss	0	0	1,156	0	0	0
Capital expenditure	343	5,511	66	175	131	60
Workforce at September 30	410	415	108	134	103	105

### SEGMENT INFORMATION BY REGION

in € thousand	Sales (continuing operations)		Capital expenditure		Assets (without Goodwill)	
	9M / 2013	9M / 2012	9M / 2013	9M / 2012	9M / 2013	9M / 2012
Europe	25,910	26,555	11,251	2,701	104,635	103,372
North-America	17,621	22,903	49	4,913	18,258	22,259
Japan	4,513	11,031	4	0	1,710	2,579
Rest of Asia	45,906	47,739	75	27	2,162	1,552
Consolidation effects	0	0	0	0	526	-757
<b>Total</b>	<b>93,950</b>	<b>108,228</b>	<b>11,379</b>	<b>7,641</b>	<b>127,291</b>	<b>129,005</b>

Other		Continuing operations		Discontinued Operations (Test business)		Consolidation effects		Total	
9M / 2013	9M / 2012	9M / 2013	9M / 2012	9M / 2013	9M / 2012	9M / 2013	9M / 2012	9M / 2013	9M / 2012
3,578	3,235	93,950	108,228	0	0	-	-	93,950	108,228
4,196	6,279	4,196	6,279	0	0	-4,196	-6,279	0	0
<b>7,774</b>	<b>9,514</b>	<b>98,146</b>	<b>114,507</b>	<b>0</b>	<b>0</b>	<b>-4,196</b>	<b>-6,279</b>	<b>93,950</b>	<b>108,228</b>
-756	-1,442	-13,233	3,126	0	1,507	-	-	-13,233	4,633
-553	-1,294	-13,132	3,258	0	1,507	-	-	-13,132	4,765
-81	13	-7,460	-3,818	0	0	-	-	-7,460	-3,818
20,515	10,032	142,643	146,540	0	0	-	-	142,643	146,540
0	0	15,352	17,535	0	0	-	-	15,352	17,535
								35,503	55,176
								178,146	201,716
-1,563	-2,350	-48,054	-49,627	0	0	-	-	-48,054	-49,627
								-14,611	-29,822
								-62,665	-79,449
1,107	1,297	4,961	5,028	0	0	-	-	4,961	5,028
1,107	1,297	3,805	5,028	0	0	-	-	3,805	5,028
0	0	1,156	0	0	0	-	-	1,156	0
10,839	1,895	11,379	7,641	0	0	-	-	11,379	7,641
52	45	673	699	0	0	-	-	673	699

# SELECTED EXPLANATORY NOTES TO THE INTERIM REPORT

of SUSS MicroTec AG as of September 30, 2013

## 1. General Accounting Policies

The consolidated financial statements of SUSS MicroTec AG as of December 31, 2012, have been prepared in accordance with the International Financial Reporting Standards (IFRS) applied by the International Accounting Standards Board (IASB) as of the closing date. The consolidated interim financial statements as of September 30, 2013, which were prepared on the basis of International Accounting Standards (IAS) 34 "Interim Financial Reporting," do not contain all of the necessary information as required for the preparation of the Annual Report and should be read in conjunction with the consolidated financial statements of SUSS MicroTec AG as of December 31, 2012. In the interim financial statements as of September 30, 2013, the same accounting methods were applied as in the consolidated financial statements for the 2012 fiscal year.

All of the interpretations of the International Financial Reporting Interpretations Committee (IFRIC) in effect as of September 30, 2013, have been applied.

The following new IFRS standards to be applied since January 1, 2013, are relevant for SUSS MicroTec AG:

— Amendments to IAS 1 (Presentation of the Financial Statements)

— Amendments to IAS 19 (Employee Benefits)

The retroactive application of the amended IAS 19 led to the complete recording in the statement of financial position of actuarial losses related to pension provisions, which were recognized with a time lag as of December 31, 2012, using the corridor method. The previous year's figures were adjusted accordingly.

For additional information about specific accounting and measurement methods, please see the consolidated financial statements of SUSS MicroTec AG as of December 31, 2012.

The Group auditor has neither audited nor reviewed the interim financial statements.

## 2. Changes in the Scope of Consolidation

The consolidated financial statements include the financial statements of SUSS MicroTec AG and of all material companies over which, independent of the level of its participatory investment, the proprietary company can exercise control (i.e. the control principle).

Compared with the consolidated financial statements as of December 31, 2012, there were no changes to the scope of consolidation.

## 3. Mandatory Disclosures

### 3.1 NEW CREDIT AGREEMENTS

SUSS MicroTec Group has various credit facilities with national and international banks and insurance companies. The credit and guarantee line of € 7.5 million provided by the bank consortium led by BayernLB and with the participation of Deutsche Bank AG and DZ Bank AG remained in effect until March 31, 2013.

As of April 1, 2013, SUSS MicroTec AG and SUSS MicroTec Lithography GmbH concluded new credit agreements with the bank consortium. The new credit agreements resulted in credit and guarantee lines totaling € 4.5 million. The new credit lines were granted until further notice and were issued without covenants. Their primary purpose is to serve as backing for down payment guarantees.

SUSS MicroTec AG has decided to reduce the guarantee lines because the previously available lines have by no means been exhausted. As of September 30, 2013, credit and guarantee lines of € 8.0 million, of which € 3.1 million were utilized in the form of guarantees, were available to SUSS MicroTec Group.

### 3.2 INITIAL (RETROSPECTIVE) APPLICATION OF IAS 19 (2011)

The following changes resulted from the initial application of IAS 19 (2011).

- Discontinuation of the corridor method: As a result of the discontinuation of the previous discretion in recognizing actuarial gains and losses, they are to be recognized in full in shareholders' equity immediately.
- Calculation of the pension expense: The net interest cost of defined benefit pension plans is determined on the basis of a net liability (the balance of the pension obligation and the fair value of the plan asset).
- Unrecognized prior service cost: In case of future changes to the plan, the unrecognized prior service cost is recognized immediately in profit and loss.
- Risk allocation: The new standard for risk sharing between employees and employer affects both the defined benefit obligation and the allocation of the prior service cost.

The SUSS MicroTec Group maintains defined benefit pension plans in Germany, Japan, and Switzerland. Using the corridor method, actuarial losses of € 1,242 thousand were not recognized as of December 31, 2012. Pension plans are discussed in detail in the 2012 Annual Report (Notes to the IFRS consolidated financial statements, Item 22).

SUSS MicroTec AG applied IAS 19 (2011) for the first time retrospectively and adjusted the comparative figures accordingly. In the process, the pension provision as of December 31, 2012 / January 1, 2013, was increased by € 1,242 thousand; in exchange, the deferred tax assets increased by € 327 thousand. Accumulated other comprehensive income was adjusted by € -915 thousand.

As of December 31, 2011 / January 1, 2012, the adjustment amount in accumulated other comprehensive income came to € -412 thousand. It resulted from (so far unrecognized) actuarial losses of € 551 thousand and corresponding deferred tax assets of € 139 thousand.

### 3.3 INITIAL APPLICATION OF THE NEW RULES IN IAS 1

The following change results from the new rules in IAS 1:

— The items in other comprehensive income must be divided into two categories: Items that are recorded in later periods via the statement of income are disclosed separately from items that remain in other comprehensive income.

SUSS MicroTec AG has provided the necessary information in the statement of comprehensive income and in the statement of changes in equity. The comparative figures were adjusted accordingly.

### 3.4 REFOCUSING OF THE PERMANENT BONDING PRODUCT LINE

In May 2013, SUSS MicroTec AG announced a repositioning of the Substrate Bonder division<sup>1)</sup>. The Company decided to focus the Permanent Bonding product line on MEMS and LED applications in order to address the unsatisfactory earnings level so far. The Company will continue its policy of concentrating on the Temporary Bonding product line, which will mainly drive the future growth of the Substrate Bonder division. With this step, the Company takes into account the technological advancement of the product portfolio and the market development in recent years.

In connection with these measures, SUSS MicroTec AG undertook a non-cash value adjustment of approximately € 4.6 million in the second quarter, which primarily accrues to capitalized development costs from the years prior to 2008 and no longer needed demonstration equipment and other inventories. In addition, provisions of € 1.4 million were formed for commitments entered and other agreements. As a result, extraordinary expenses for refocusing the Permanent Bonding product line amount to approximately € 6.0 million.

### 3.5 ACQUISITION OF THE PROPERTY AT THE GARCHING SITE

With the purchasing agreement as of January 23, 2013, SUSS MicroTec AG acquired the property at the Company headquarters in Garching, where SUSS MicroTec AG and parts of SUSS MicroTec Lithography GmbH are located. The transfer of ownership of the property took place in September 2013. The purchase price plus ancillary costs (notary costs and the real estate transfer tax) of € 8.9 million were financed by available cash and cash equivalents.

### 3.6 OTHER MANDATORY DISCLOSURES

The securities held as available for sale recognized in the statement of financial position include – as in the previous year – corporate and government bonds as well as commercial papers with a term of up to three months. The securities have been measured at market prices. Any fluctuations in the market price are recognized in accumulated other comprehensive income and therefore do not affect profit and loss.

Financial expense includes € 102 thousand in interest cost from the compounding of noncurrent financial liabilities, which resulted from the acquisitions of Tamarack / USA (100 percent acquisition) and Suss MicroOptics / Switzerland (15 percent acquisition) in the 2012 fiscal year.

Other issues influencing assets, liabilities, shareholders' equity, the result for the period, or cash flows and unusual in terms of their nature, magnitude, or frequency did not arise during the interim reporting period.

<sup>1)</sup> see the Ad Hoc Announcement from May 7, 2013



## 4. Change in Presentation

SUSS MicroTec AG has accordingly implemented the required disclosures in the revised IAS 1 (see the discussion under Point 3.3). No further changes have been made; the remaining presentation of the consolidated financial statements as of September 30, 2013, is analogous to the presentation as of December 31, 2012.

## 5. Changes in Estimates

To the extent that estimates were made in the interim reports, the methodology underlying the estimates remained fundamentally the same during the fiscal year and in comparison to the previous fiscal year.

In a departure from the approach used at the end of the fiscal year, income tax expense in each interim reporting period is recorded on the basis of the best estimate of the weighted average annual income tax rate which is expected for the entire fiscal year.

SUSS MicroTec AG currently assumes that the annual income tax rate will deviate from the expected tax rate of approximately 28 percent. The primary reason for this is that the losses accrued by foreign subsidiaries cannot be capitalized.

Otherwise there are no changes requiring disclosure which would have a material impact on the current interim reporting period.

## 6. Bonds and Equity Securities

During the reporting period, no issuances, repurchases, or repayments occurred involving either bonds or equity securities.

## 7. Dividends Paid

During the reporting period, no dividend was distributed nor was such a distribution proposed.

## 8. Significant Events After the End of the Interim Reporting Period

### 8.1 PLANNED REFINANCING OF THE GARCHING PROPERTY

SUSS MicroTec AG is currently working on a refinancing of the property and building in Garching, which came under SUSS MicroTec AG's ownership in September 2013. The purchase price (including ancillary purchase costs) came to approximately €8.9 million. SUSS MicroTec received a loan commitment from the KfW for €7.5 million in mid-October 2013. A retrieval of the loan and disbursement by the bank have not yet occurred.

## 8.2. STRATEGIC DECISION

Due to a reevaluation of the business situation in permanent bonding and the ongoing losses in this product line the management has decided to expand the restructuring measures, which have been taken in the second quarter this year, and to cease production of cluster systems for permanent bonding applications. The development and production of the successful manual permanent bonding systems are not affected by this strategic action. In this context one-off expenses of € 8.3 million can be expected in the fourth quarter 2013. This one-off effect includes € 6.7 million for write-offs on inventories (raw materials, unfinished goods as well as demonstration tools) and € 1.6 million of precautionary provisions formed for single customer projects. With this move the management expects to pronouncedly reduce the losses of the Substrate Bonding Division.

## 9. Contingent Liabilities and Receivables

There are no contingent receivables. There were no substantial changes in contingent liabilities since the previous reporting date of December 31, 2012.

## 10. Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period (net of minority interests) by the average number of shares.

In order to calculate diluted earnings per share, the profit or loss for the period attributable to shareholders (net of minority interests) and the weighted average of outstanding shares are adjusted for the impact of all potential dilutive shares.

The following table shows the calculation of the basic and diluted earnings per share:

in € thousand	9M / 2013	9M / 2012
Profit or loss from continuing operations	-10,466	788
Less minority interests	0	-30
Profit or loss from continuing operations attributable to shareholders of SUSS MicroTec AG	-10,466	758
Weighted average number of outstanding shares	19,115,538	19,106,396
Effect of the (potential) exercise of stock options (number of options)	0	0
Adjusted weighted average number of outstanding shares	19,115,538	19,106,396
Earnings per share in € from continuing operations – basic –	-0.55	0.04
Earnings per share in € from continuing operations – diluted –	-0.55	0.04



# FINANCIAL CALENDAR 2013 / 2014

Nine-month Report 2013	November 7
German Equity Forum, Frankfurt/Main	November 11–13
Morgan Stanley TMT Conference, Barcelona	November 21–22
KeplerCheuvreux Investment Conference, Frankfurt	January 20–22
Annual Report 2013	March 28
Quarterly Report 2014	May 8
Shareholders' Meeting, Haus der Bayerischen Wirtschaft, Munich	June 17
Interim Report 2014	August 7
Nine-month Report 2014	November 6

## CREDITS

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