REPORT OF THE SUPERVISORY BOARD

To the Shareholders of SINGULUS TECHNOLOGIES AG

Dear Shareholders,

In this report, we present the main activities of the Supervisory Board in the 2024 business year.

SINGULUS TECHNOLOGIES specializes in the development and manufacture of innovative machines and systems for efficient production processes in the areas of thin-film technology and surface treatment. The company's systems are used worldwide in markets such as photovoltaics, semiconductors, medical technology, packaging, display, automotive as well as in advanced battery technologies and in the future topic of hydrogen as an energy carrier.

SINGULUS TECHNOLOGIES' main objective is to offer customers customized solutions that are optimally tailored to their specific requirements. The company attaches great importance to close cooperation to precisely understand the needs of its customers and to provide innovative technologies that improve production processes and increase competitiveness

The global economy is under pressure from ongoing geopolitical conflicts such as the war in Ukraine and tensions in the Middle East, well as the simmering conflict between China and Taiwan. The stagnating economy in China and the existing overcapacity to produce solar panels in China have further complicated the situation. In addition, the election in the USA has led to uncertainties regarding the promotion of green technologies through the Inflation Reduction Act. These conflicts and uncertainties are destabilizing global supply chains, driving up energy and commodity prices and hampering investment. While industrialized nations are trying to support their economies through interest rate policy and green transformation, many emerging markets are struggling with the consequences of inflation and bottlenecks supply.

Key financial indicators such as sales, earnings, and thus equity and freely available cash and cash equivalents are significantly influenced by the current situation. In view of the continuing negative equity of SINGULUS TECHNOLOGIES AG, it is necessary for the Company to be able to present and document a positive going concern forecast at all times. Monitoring the liquidity situation was the focus of the Supervisory Board's activities in fiscal year 2024. The Supervisory Board was regularly informed by the Management Board about the status, consulted external experts and actively supported the securing of liquidity and the reorganization of financing. The risk of possible insolvency due to inability to pay was also examined throughout the year. Detailed information on business development and the financing situation can be found in the management report.

Supervisory Board Matters

In fiscal year 2024, the Supervisory Board of SINGULUS TECHNOLOGIES AG consisted of four members. At the proposal of the Supervisory Board and the Executive Board, the Annual General Meeting on December 14, 2023, resolved to expand the Supervisory Board by one seat from three to four members in order to take greater account of the interests of the largest shareholder. The largest single shareholder, Triumph Science & Technology Group Co Ltd (Triumph), Beijing, China, a subsidiary of China National Building Materials Group (CNBM), a state-owned enterprise of the People's Republic of China, holds 16.75% of the share capital of SINGULUS TECHNOLOGIES AG and was not represented on the Supervisory Board until this date.

At the proposal of the Supervisory Board, Mr. Denan Chu was elected to the Supervisory Board by the Annual General Meeting on December 14, 2023. The election became effective with the registration of the amendment to the Articles of Association to enlarge the Supervisory Board on January 24, 2024. Mr. Chu holds the positions of Board Secretary, General Counsel and Chief Compliance Officer at Triumph. He is also a Board Member and General Manager at China National United Equipment

Group Corporation, a subsidiary of CNBM. At its meeting on February 2, 2024, the Supervisory Board decided that the minutes will continue to be recorded in German. In addition, however, passages during Supervisory Board meetings will be held in English. It was also determined that Mr. Chu would leave the meeting for certain topics relating to CNBM to avoid conflicts of interest.

Dr. Silke Landwehrmann has resigned from her office as a member of the Supervisory Board of SINGULUS TECHNOLOGIES AG for personal reasons as of January 17, 2024. During her term of office, she shaped the company with her professional expertise and responsible actions. The Supervisory Board and the Executive Board regret her decision and thank her for her dedicated cooperation over the past years.

To succeed Dr. Landwehrmann, the Management Board proposed Ms. Martina Rabe, Dipl. Bankbetriebswirtin, to the competent local court as a substitute member. At the request of the company, Ms. Rabe was appointed by the court on January 16, 2024, as a member of the Supervisory Board with effect from January 17, 2024, until the next Annual General Meeting. In a letter dated May 21, 2024, Ms. Rabe announced her resignation for personal reasons with effect from June 18, 2024. Her seat was vacant until the 2024 Annual General Meeting.

At the Annual General Meeting on July 25, 2024, Dr. Jutta Menninger was proposed as a new member of the Supervisory Board and elected with 99.91% of the votes. Dr. Menninger's particular suitability results from her many years of experience in management positions, including as Head of the Tax Department of the Brose Group, Managing Director and Managing Partner of WTS, as well as from her current work at DJM Steuerberatungsgesellschaft mbH. Her sound training as a business graduate, doctorate in tax consultancy and auditor, as well as her experience as a partner at PricewaterhouseCoopers Wirtschaftsprüfungsgesellschaft for many years, underline her qualifications as a financial expert within the meaning of Section 100 (5) AktG.

Main areas of focus of the Supervisory Board's activities in fiscal year 2024

In the past fiscal year 2024, the Supervisory Board performed all of the tasks incumbent upon it in accordance with the statutory provisions, the Articles of Association and the rules of procedure of SINGULUS TECHNOLOGIES AG. In this capacity, the Supervisory Board advised the Executive Board on corporate governance and all significant business matters.

The rules of procedure for the Supervisory Board adopted on December 13, 2023, remain valid. They came into force upon entry of the resolutions of the Annual General Meeting on January 24, 2024, and are publicly available on the SINGULUS TECHNOLOGIES AG website at https://www.singulus.com/corporate-governance/.

A total of eleven Supervisory Board meetings were held in fiscal year 2024. Nine meetings were held as video conferences, while two meetings were held in person. The Executive Board usually attended the Supervisory Board meetings. However, the Supervisory Board also met alone when it deemed it necessary.

In the past fiscal year 2024, the Supervisory Board dealt intensively with the business performance of SINGULUS TECHNOLOGIES AG. For the economic stability of SINGULUS TECHNOLOGIES, it is important that Triumph, as the company's most important customer and largest individual shareholder, continues to place orders, supports the company in financing matters and thus fulfills the agreements made, until SINGULUS TECHNOLOGIES can once again finance itself through the capital market. In particular, the business relationships with the shareholder and major customer Triumph as well as the order situation in thin-film solar technology projects were presented by the Executive Board and discussed with the Supervisory Board.

At each meeting, the Supervisory Board was given a comprehensive report by the Executive Board on the liquidity situation and the liquidity forecast. In addition, the Supervisory Board closely monitored the development of equity at the SINGULUS TECHNOLOGIES Group (pursuant to IFRS) and SINGULUS TECHNOLOGIES AG (pursuant to HGB).

Incoming orders, projects under negotiation and potential new business areas and markets were also discussed with the Executive Board at each meeting. The Supervisory Board was informed about the status of individual projects and when an order was expected to be placed. Particular attention was paid to major projects in the Solar segment and their extent, as well as their potential impact on the company. In this context, the macroeconomic environment that may influence such decisions was also considered.

The Management Board presented the Supervisory Board with the budget planning for 2025, broken down by segment. The individual topics were discussed by the Supervisory Board and explained by the Management Board. The company's orientation and the diversification of the individual segments were also discussed.

The Supervisory Board advised and supported the Management Board in preparing and conducting the creditors' meetings and the Annual General Meeting. The organization of the Annual General Meeting as a “virtual AGM” was discussed in detail, along with the design of the Q&A session and the impact on the decisions of key investors.

Presence of the Supervisory Board **2024**

	Dr.-Ing. Wolfhard Leichnitz	Dr. Chang-feng Tu	Denan Chu	Martina Rabe *	Dr. Jutta Menninger **
February 2 Video conference	●	●	●	●	
March 14 Presence	●	●	●	●	
April 4 Extraordinairy video conference	●	●	●	●	
May 8 Video conference	●	●	●	●	
June 4 Extraordinairy video conference	●	●	●		
July 25 Extraordinairy presence	●	●	●		
August 1 Video conference	●	●			●
October 7 Video conference	●	●	●		●
October 30 Video conference (Supervisory Board only)	●	●	●		●
November 6 Video conference	●	●	●		●
December 11 Video conference	●	●	●		●
Total	11	11	10	4	5

* until June 18, 2024
** from July 25, 2024

Conflicts of interest

There were no conflicts of interest of members of the Management and Supervisory Boards requiring immediate disclosure to the Supervisory Board and notification of the Annual General Meeting during the past financial year.

Shareholdings of Supervisory Board members

The shareholdings of Supervisory Board members are published in the Annual Report and on the company's website.

Formation of an audit committee

At its meeting on February 2, 2024, the Supervisory Board decided to set up an audit committee. The main purpose of this regulation is to ensure transparency and control over accounting and the auditing of the financial statements.

The Supervisory Board determined that Dr. Ing. Wolfhard Leichnitz, Dr. Changfeng Tu and Ms. Rabe would perform this task. The audit committee elected Dr. Tu as its chairman. With her appointment to the Supervisory Board at the Annual General Meeting on July 25, 2024, Dr. Menninger took over Ms. Rabe's responsibilities on the audit committee. The audit committee prepared the corresponding minutes of its meetings and submitted them to the supervisory board. The content and issues of the audit were discussed in collaboration with BakerTilly Wirtschaftsprüfungsgesellschaft GmbH & Co KG (BakerTilly), Düsseldorf. The chairman of the audit committee presented the current state of the audit of the annual financial statements to the supervisory board and pointed out the most important details.

Meetings of the Audit Committee **2024**

	Dr.-Ing. Wolfhard Leichnitz	Dr. Changfeng Tu	Martina Rabe *
March 7 Video conference	⦿	⦿	⦿
March 13 Presence	⦿	⦿	⦿
March 14 Presence	⦿	⦿	⦿
Total	3	3	3

* until June 18, 2024

Cooperation with the Management Board

Cooperation with the Management Board was consistently very good in the 2024 financial year. The Management Board regularly informed the Supervisory Board about key financial figures, business developments in the segments and market conditions. All interim reports and the half-yearly financial report for 2024 were provided in good time before publication and explained in detail. The Chairman of the Supervisory Board was also in regular contact with the Executive Board in order to stay informed about current developments.

Executive Board matters

At the Supervisory Board meeting on October 30, 2023, the Supervisory Board extended the appointment of Dr.-Ing. Stefan Rinck. After around 15 years on the Executive Board, Dr. Rinck will step down as Chief Executive Officer of the company on December 31, 2024, when his appointment and service agreement expire. He will continue to support the company in an advisory capacity, drawing on his extensive experience, particularly in relation to major projects and strategic matters.

Since taking office in 2009, Dr. Rinck has played a decisive role in shaping the strategic development and direction of SINGULUS TECHNOLOGIES AG. He has not only played a key role in the company's transformation from a specialist engineering firm for optical data carriers to new business areas, but has also created a culture of technical excellence and continuous development. Under his leadership, the company has mastered complex technical challenges, developed a variety of new systems and products, and become a leading provider of innovative products and turnkey solutions in the solar, semiconductor and life science sectors.

The Supervisory Board of SINGULUS TECHNOLOGIES AG has appointed Mr. Lars Lieberwirth as a member of the Executive Board of SINGULUS TECHNOLOGIES AG from December 1, 2024. Mr. Lieberwirth was appointed as a full member of the Executive Board of SINGULUS TECHNOLOGIES AG for a period of three years with effect from December 1, 2024. From January 1, 2025, he will manage the company together with Mr. Markus Ehret as board members with equal rights. A corresponding amendment to the bylaws will be prepared shortly.

According to their respective employment contracts, the variable remuneration of the members of the Executive Board of SINGULUS TECHNOLOGIES AG consists of phantom stocks granted as long-term variable remuneration and bonus payments granted on the basis of target agreements.

The remuneration system for the Executive Board and the Supervisory Board was submitted to the Annual General Meeting on July 25, 2024 for approval and was approved. Further details on the remuneration of the Executive Board in fiscal year 2024 can be found in the remuneration report, which is included in the annual report.

Risk management

SINGULUS TECHNOLOGIES AG has an internal risk management system (RMS) that meets the requirements of the applicable stock corporation and commercial law and is regularly adapted to current developments. The Supervisory Board has reviewed the appropriateness and effectiveness of the internal control and risk management system. At its meeting on December 11, 2024, the Supervisory Board was informed in detail about the risk management system and the main risks. No new risks or sources of risk were identified in the analyses conducted in 2024. The next review of the RMS was scheduled for the third quarter of 2025.

The compliance management system (CMS) was also discussed, with it being noted that no violations had been reported.

The Supervisory Board considers the internal control and risk management systems of SINGULUS TECHNOLOGIES AG to be appropriate and effective and fully shares the Executive Board's risk assessment. Further details can be found in the risk report of the 2024 annual report.

Corporate governance

The Supervisory Board values good corporate governance. In fiscal year 2024, the company complied with the recommendations of the German Corporate Governance Code with the exceptions noted in the declaration of conformity with the German Corporate Governance Code published in February 2024. The declarations of conformity are published on the SINGULUS TECHNOLOGIES AG website at https://www.singulus.com/corporate-governance/. A detailed presentation of corporate governance and the current declaration of conformity can be found in the declaration on corporate governance in the management report of the 2024 Annual Report.

Annual and consolidated financial statements and management report

On March 24, 2025, the auditor issued an unqualified audit opinion for the 2024 annual financial statements. At its meeting on March 25, 2025, the Supervisory Board, in the presence of the auditor, examined the annual financial statements of SINGULUS TECHNOLOGIES AG in accordance with the German Commercial Code (HGB) and the combined management report for the 2024 fiscal year. No objections were raised.

The annual financial statements prepared by the Executive Board in accordance with the German Commercial Code (HGB) and the combined management report were approved by the Supervisory Board and the annual financial statements were thus adopted in accordance with Section 172 sentence 1 of the German Stock Corporation Act (AktG). The consolidated financial statements and the combined group management report in accordance with International Financial Reporting Standards (IFRS) for the 2024 fiscal year were also reviewed at the same meeting and approved without objection.

At the same meeting, the Supervisory Board approved the Supervisory Board report for the 2024 financial year and adopted it. The corporate governance report and the remuneration reports were also approved and adopted. The resolutions of the Executive Board and the Supervisory Board will be included in the Supervisory Board's report to the Annual General Meeting in accordance with Section 172 sentence 2 AktG.

After completion and approval by the Supervisory Board, both sets of financial statements were published on the company's homepage at http.s://www.singulus.com/financial-reports/

The Supervisory Board would like to thank the Executive Board and all of the company's employees for their commitment and wishes everyone good health and much success for the future.

Kahl am Main, March 2025

Dr.-Ing. Wolfhard Leichnitz

Chairman of the Supervisory Board