

euromicron

2019 General Meeting on August 29, 2019

Explanation on item 1 on the agenda in accordance with Section 124a Sentence 1 No. 2 of the German Stock Corporation Law (AktG)

There is no proposed resolution on item 1 on the agenda "Submission of the adopted annual financial statements as of December 31, 2018, the management report, the report of the Supervisory Board, the approved consolidated financial statements and the group management report for the 2018 fiscal year, as well as the explanatory report of the Executive Board on the disclosures in accordance with Section 289a (1) and Section 315a (1) HGB (German Commercial Code)", for the following reasons:

1. Section 175 (1) Sentence 1 AktG requires that the adopted annual financial statements, the management report and, in the case of the parent company, the consolidated financial statements approved by the Supervisory Board and the group management report be submitted at the General Meeting. A resolution by the General Meeting of euromicron AG in relation to these documents is not required. The annual financial statements of euromicron AG for fiscal year 2018 have been approved by the Supervisory Board in the meeting on April 10, 2019 and thus adopted. A special case pursuant to Section 173 (1) AktG, under which adoption of the annual financial statements is entrusted to the General Meeting if the Executive Board and Supervisory Board so decide according to Section 172 Sentence 1 AktG, does not exist. The consolidated financial statements was also approved by the Supervisory Board in this meeting. Therefore, a resolution by the General Meeting is not necessary according to Section 173 (1) Sentence 2 AktG. Regarding the management report as well as regarding the group management report the law does not provide for a resolution but only for the submission of these documents.
2. Section 171 (2) AktG stipulates that the Supervisory Board has to issue a written report to the General Meeting. The report is intended to inform the shareholders and public about the results of the examination of the financial statements by the Supervisory Board. In addition, the report is an account by the Supervisory Board of its own activities. The law does not envisage a resolution being adopted by the General Meeting on the report of the Supervisory Board. Therefore, a resolution by the General

Meeting is not required for the report of the Supervisory Board. However, the Chairman of the Supervisory Board will explain the report of the Supervisory Board at the General Meeting.

3. Finally, a resolution does not have to be adopted by the General Meeting on the report of the Executive Board on the disclosures in accordance with Section 289a (1) and Section 315a (1) HGB. The law merely stipulates that such a document be made accessible by the Executive Board to the General Meeting (Section 176 (1) Sentence 1 AktG).

Frankfurt/Main, July 2019

euromicron AG

– The Executive Board –