

REPORT OF THE SUPERVISORY BOARD

In the course of 2008, the Supervisory Board of S&T AG held a total of five meetings. The Management Board regularly informed the Supervisory Board in respect of the development and situation of the company, as well as key projects and business processes. Based on the reports and information provided by the Management Board, the Supervisory Board discharged all of the supervisory responsibilities vested in it by law and by the statutes of the company. All measures which required the approval of the Supervisory Board and all other business developments of key importance were discussed in detail. The Supervisory Board was completely satisfied that the company's business was conducted in a proper and orderly manner.

The financial statements and consolidated financial statements for the fiscal year 2008 were audited by PwC Wirtschaftsprüfung GmbH Wirtschaftsprüfungs- und Steuerberatungsgesellschaft, Vienna, and received a clean opinion. The auditor also stated that the management report and the consolidated management report on fiscal 2008 are consistent with the financial statements and the consolidated financial statements.

Following a thorough review and discussion in the Audit Committee and at the Supervisory Board's meeting with the auditor, in accordance with Sec 127 of AktG, the Supervisory Board concurs with the management report and approves the financial statements of S&T AG for the year ended by December 31, 2008, including the proposal on the appropriation of profits, which were thus approved in accordance with Sec 125 (2) of AktG. Furthermore, the Supervisory Board, following a thorough review and discussion in the Audit Committee and at its meeting with the auditor, hereby approves the 2008 consolidated management report and the consolidated financial statements submitted in accordance with Sec 127 of AktG.

Mr. Wolfgang Auer von Welsbach was appointed as a new member of the Supervisory Board at the extraordinary General Meeting on August 29, 2008.

In the meeting from September 24, 2008 the Supervisory Board appointed Georg Komornyik and Peter Sturz as additional Members of the Management Board effective January 1, 2009.

Vienna, March 17, 2009



Thomas Streimelweger