Annual Meeting of Shareholders

June 8, 2023

Agenda

 Elect six directors of the Company, each to serve for terms expiring at the next Annual Meeting of Shareholders

John P. Gilliam Edward W. Ungar

Emily Lu Charles Wickersham

Laura F. Shunk Jeremiah R. Young

• Ratify selection of independent registered public accounting firm for the year ending December 31, 2023.

 Transact any other business which may properly come before the meeting or any adjournment thereof.

2022 Business Review

SCI achieved record results in 2022

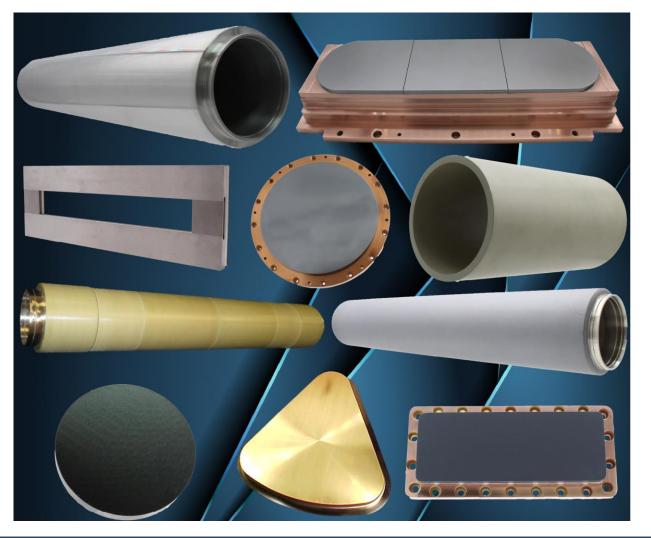
(\$ thousands, except EPS)	<u>2022</u>	<u>2021</u>	<u>Change</u>
Revenue	\$23,467	\$13,448	+ 75%
Gross profit	\$ 4,787	\$ 3,529	+ 36%
Operating expenses	\$ 2,307	\$ 1,751	+ 32%
Fully-diluted earnings per share	\$ 0.43	\$ 0.37	+ 16%
On December 31,			
Cash	\$ 3,948	\$ 4,141	(5)%
Total debt outstanding	\$ 147	\$ 243	(40)%
Total Shareholders' Equity	\$ 8,746	\$ 6,739	+ 30%

through increased sales in multiple markets



with a growing number of product and services

Products



Services



Advanced Materials



Diffusion Bonding



Vacuum Hot Pressing



Indium Bonding

including increased tradeshow participation

<u>2022</u> <u>2023</u>





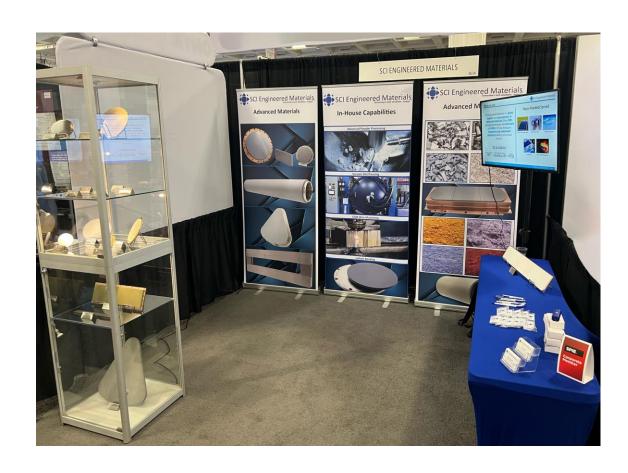




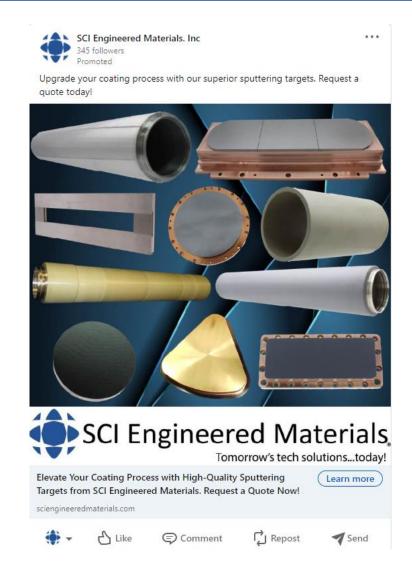








supported by online marketing





https://www.linkedin.com/company/sci-engineered-materials.-inc

while benefiting from a new vacuum hot press,



- Installed in 2022 Third Quarter
- Maximum pressure rating of 75 tons
- Operates up to 2400°C
- Manufactures targets of diverse precious metals and high temperature ceramics

additional manufacturing equipment



Chiller

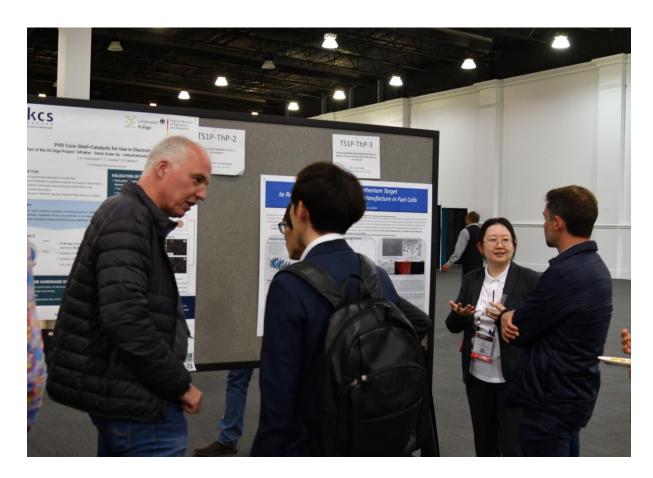


Grinder



Bonding Tables

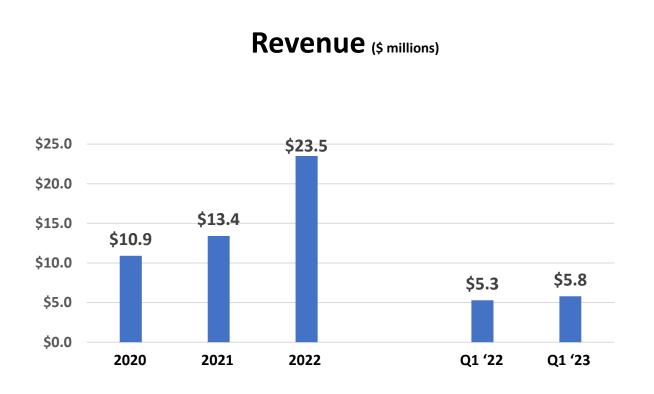
and Research and Development initiatives



We also have an additional patent application pending in the US Patent and Trademark Office relating to specific technology that protects our processes used in achieving superior bonding in planar and rotatable targets which we intend to prosecute to issuance.

- We are investing in development of new applications which include:
 - Electrically conductive Zinc Tin Oxide
 - Sputtering targets for transparent electronics
 - Custom powder solutions
 - Electrically conductive Molybdenum Oxide material
 - Additional vacuum hot pressing applications
- The Company has a patent application pending relating to specific technology that protects SCI's processes used in achieving superior bonding in planar and rotatable targets.
- Jing Yang, who leads SCI's Research & Development team, displayed a poster at last month's International Conference on Metallurgical Coatings and Thin Films (ICMTCF).

SCI's growth strategy contributed to a solid start in 2023



Earnings per Share (5)



Questions & Answers

Thank you for attending SCI's 2023 Annual Meeting of Shareholders