Veeco

Enabling Tomorrow's Breakthroughs

Investor Fact Sheet

February 13, 2006

You will find Veeco's nanoscale solutions everywhere...in cell phones...personal data assistants...portable music players... personal video recorders...digital cameras...and in scientific breakthroughs that are just beginning to define tomorrow's technologies.

Veeco is a leading manufacturer of Process Equipment and Metrology technologies for the data storage, semiconductor, wireless and HB-LED markets. These industries continually require new methods for nanofabrication in order to build smaller, faster and less expensive devices. And, around the globe, scientific researchers are creating a new nanoscale world with Veeco's products.

In 2004 Veeco expanded its nanoscale solutions through acquisition and internal investment. Our goal is to broaden our product line and partner with our customers to deliver the enabling technology, experience, processes and support they need to succeed.

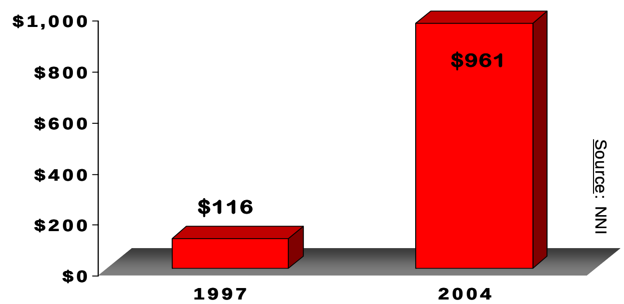
Veeco's strategy for growth remains focused on capitalizing on opportunities in "nanoscale" markets and offering our customers a broad range of products designed to meet their development roadmaps.

Technology changes which we believe will continue to drive Veeco's growth in Process Equipment and Metrology include the:

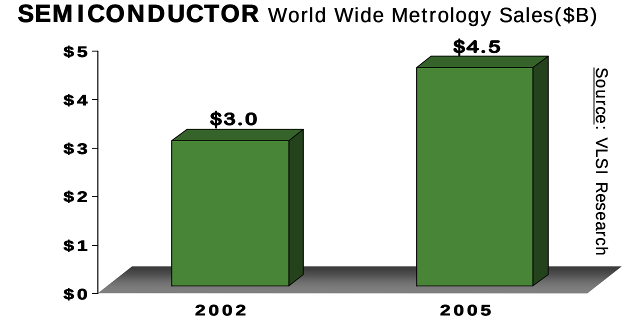
- Continued ramp of 80 GB hard drives and the advanced development of 120 and 160 GB programs at Veeco's key data storage customers, including the growth of microdrives to enable a new class of consumer products;
- Trend Focus forecasts that demand for minidrives will more than double in 2005 and grow more than 50% per year through 2008;
- Use of Veeco's automated, in-line 3-D AFM semiconductor metrology products for 90 and 65nm applications;
- Opportunity for MOCVD and MBE technology to enable the development of next-generation compound semiconductor devices, such as WiFi, cell phones, PDAs and HB-LEDs;
- Continued use of Veeco's instruments in nanoscience, scientific research and life science applications and the ongoing worldwide funding of this research.

End-Market Industry Forecasts

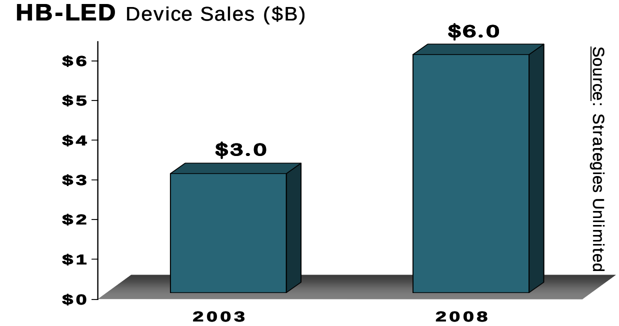
NANOTECHNOLOGY Government Funding ($M)



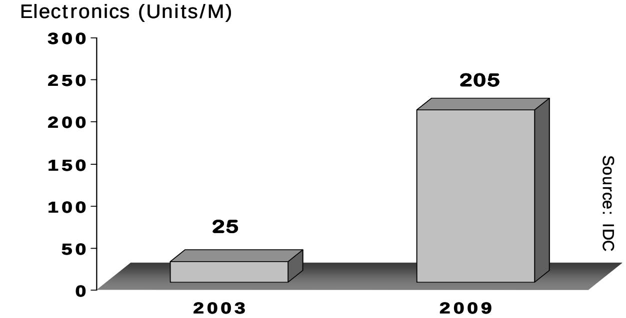
SEMICONDUCTOR World Wide Metrology Sales($B)



HB-LED Device Sales ($B)



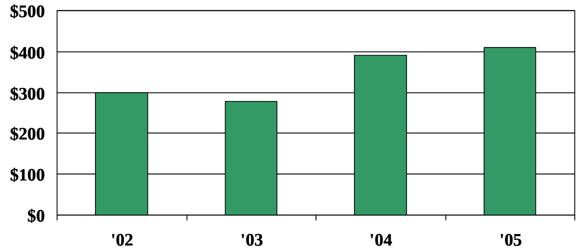
DATA STORAGE HDD Shipments for Consumer Electronics (Units/M)



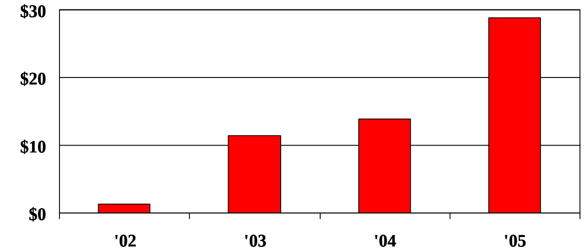
Five Year Financial Results

$ in millions

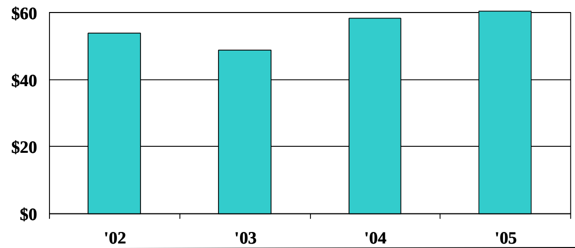
SALES



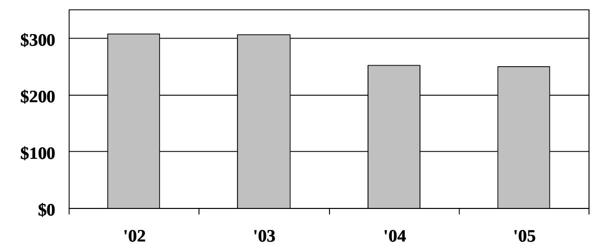
EBITA Earnings before interest, taxes and amortization, excluding certain charges



R&D



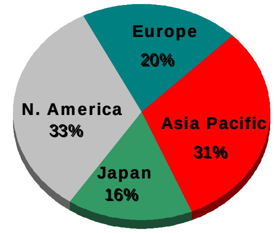
SHAREHOLDER'S EQUITY



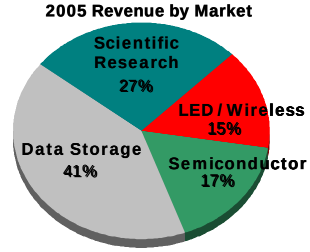
Q4 2005 Highlights

- Revenues were $112.8M, up 10% from Q404 and up 13% from Q305, above guidance;
- Bookings were $102.7M, up 22% sequentially and ahead of guidance;
- Net income was $2.7M, $0.09 per diluted share, and $0.22 excluding charges. This was significantly higher than guidance.

2005 Revenue by Geographic Region



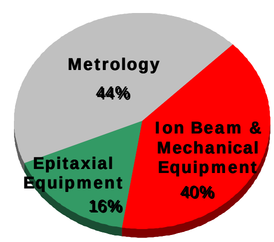
2005 Revenue by Market



Q4 2005 Financial Highlights ($ in millions except EPS)

	Three Months Ended December 31		2005 Full Year	
	2005	2004	2005	2004
Bookings	$ 102.7	$ 99.0	$ 404.8	$420.3
Sales	$ 112.8	$103.0	$ 410.2	$390.4
Operating income (loss)	$ 6.7	$ (6.7)	$ 11.1	$(11.6)
EBITA *	$ 11.9	$ 3.4	$ 28.8	$ 13.9*
Earnings per share *	$ 0.22*	$ 0.03*	$ 0.46*	$ 0.12*

2005 Revenue by Product



Veeco Analyst Coverage

Banc of America Securities
Mark Fitzgerald
415-627-2355

Hoefer & Arnett
Mark Miller
415-362-7111

Punk Ziegel & Company
JoAnne Feeney, Ph.D.
212-891-5204

Citigroup Smith Barney
Tim Arcuri
415-957-1134

Merrill Lynch
Brett Hodess
415-676-3546

Thomas Weisel
Douglas Reid
212-271-3841

DA Davidson
Matt Petkun
503-603-3056

Merriman Curhan & Ford
David Duley
971-544-3601

WR Hambrecht
John Roy
617-892-6123

Global Crown
Nicholas Tishchenko
415-402-0511

Needham & Company
Robert Maire
212-705-0481

To the extent that this document discusses expectations about market conditions or about market acceptance and future sales of the Company's products, or otherwise makes statements about the future, such statements are forward-looking and are subject to a number of risks and uncertainties that could cause actual results to differ materially from the statements made. These factors include the cyclical nature of the LED/wireless, data storage and semiconductor industries, risks associated with the acceptance of new products by individual customers and by the marketplace, and other factors discussed in the Business Description and Management's Discussion and Analysis sections of the company's Report on Form 10K and Annual Report to Shareholders.

Veeco Instruments Inc.
100 Sunnyside Blvd. , Ste. B
Woodbury, NY 11797
516 677 0200
Fax: 516 677 0380
Email: investorrelations@veeco.com
Nasdaq: VECO

Contacts:
Debra Wasser
Sr. Vice President, Investor Relations
Ext. 1472

Donna Cusa
Investor Relations
Ext. 1403