



WHAT'S NEW AT...

Scientific Industries, Inc.
Airport International Plaza
70 Orville Drive
Bohemia, New York 11716

FOR IMMEDIATE RELEASE (Bohemia, NY, May 11, 2001)

Scientific Industries, Inc. Announces Results for the Third Quarter

Scientific Industries, Inc. (OTCBB:SCND) announced financial results for the three and nine months ended March 31, 2001.

The Company reported increased sales for the three months ended March 31, 2001 of \$1,027,100, an increase of \$144,100 (16.3%) compared to \$883,000 for the comparable period last year primarily as a result of increased orders from foreign customers, and sales to VWR Scientific Products ("VWR").

The Company's net income of \$115,900 (\$.14 per basic share) increased \$99,700 for the three months ended March 31, 2001, compared to \$16,200 (\$.02 per basic share) for the comparable period last year. The significant increase is due primarily to the higher sales and profit margins.

Net sales for the nine months ended March 31, 2001 were \$2,573,800, an increase of \$460,200 (21.8%) compared to \$2,113,600 for the comparable period last year. The increase in net sales was primarily due to increased orders from foreign customers, and re-establishment of the Company's normal selling price structure during the first quarter of fiscal year 2001.

The prior year's nine month period ended March 31, 2000 reflects in Other Income (Expenses) expenses of \$262,200 for litigation costs related to the litigation with VWR and Troemner, Inc. In addition, Other Income (Expenses) in the prior year's nine month period included the cash proceeds from settlement of the litigation in the amount of \$250,000. The litigation was settled in December 1999.

The Company reported net income of \$205,200 (\$.25 per basic share) for the nine month period ended March 31, 2001 compared to a net loss of \$187,600 (\$.22 loss per basic share) for the comparable nine month period last year, mainly due to the higher sales and profit margins.

The Company also announced that as part of their strategy for growth, it has engaged Carmichael & Company LLC ("Carmichael"), an investment banker with in-depth experience in the medical device and telecommunications field, and strong working knowledge of the laboratory products business. Carmichael has been retained on a one-year exclusive basis to be the Company's investment banker. Carmichael will be providing financial advisory services and will be advising and assisting the Company in its efforts to increase shareholder value.

(See condensed financial information attached)

For more information contact:

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SCIENTIFIC INDUSTRIES, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)

ASSETS

March 31, 2001

Current Assets	\$1,638,100
Fixed Assets, Net	204,600
Other Assets and Deferred Charges	<u>172,700</u>
 Total Assets	 <u>\$2,015,400</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities	\$ 269,900
Deferred Compensation	106,500
Shareholders' Equity	<u>1,639,000</u>
 Total Shareholders' Equity & Liabilities	 <u>\$2,015,400</u>

SCIENTIFIC INDUSTRIES, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

	For the Three Month Periods Ended		For the Nine Month Periods Ended	
	March 31,		March 31,	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
Net Sales	\$1,027,100	\$ 883,000	\$2,573,800	\$2,113,600
Gross Profit	438,100	321,900	1,061,900	670,900
Income (Loss) from Operations	114,800	12,600	188,700	(191,300)
Other Income (Expenses):				
Litigation Costs	-	-	-	(262,200)
Proceeds from Litigation Settlement	-	-	-	250,000
Interest and Other Income	<u>1,100</u>	<u>3,600</u>	<u>16,500</u>	<u>15,900</u>
	<u>1,100</u>	<u>3,600</u>	<u>16,500</u>	<u>3,700</u>
Income (Loss) Before Income Taxes	115,900	16,200	205,200	(187,600)
Income Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>\$ 115,900</u>	<u>\$ 16,200</u>	<u>\$ 205,200</u>	<u>(\$ 87,600)</u>
Net Income (Loss) per common share - basic:	\$.14	\$.02	\$.25	(\$.22)
Net Income (Loss) per common share- diluted:	\$.12	\$.02	\$.21	(\$.22)
Weighted average number of outstanding shares:	841,540	835,540	837,510	835,540

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