



## **WHAT'S NEW AT...**

**Scientific Industries, Inc.**  
70 Orville Drive  
Bohemia, New York 11716

### **FOR IMMEDIATE RELEASE**

#### **Scientific Industries Reports Strong Earnings Growth for the Third Quarter and Nine Months.**

Bohemia, New York, May 16, 2005 –Scientific Industries, Inc. (OTCBB: SCND) reported today continued growth in its net income. Significantly higher net income was recorded for both the three and nine month periods ended March 31, 2005 compared with the corresponding periods of last year.

Third quarter net income improved 95% to \$94,700 (\$.10 per basic share) from \$48,600 (\$.05 per basic share) a year ago. Net income for the nine months ended March 31, 2005 increased 54% to \$214,100 (\$.22 per basic share) compared to \$139,300 (\$.14 per basic share) for the same period last year. The increases for the three and nine month periods primarily were due to higher sales and higher gross profit margins.

Net sales increased by \$139,400 (16.3%) to \$996,300 for the three months and by 3.6% to \$2,693,200 for the nine months ended March 31, 2005 compared with the same periods in the prior year. The increase for the third quarter principally was due to the fulfillment of the high order backlog at the end of the second quarter attributable to a temporary supplier problem. The increase for the nine month period principally was due to increased sales of new products and accessories.

President and Chief Executive Officer Helena Santos said, "The Company's sales growth combined with the results of its cost containment initiatives produced solid profitability."

#### **About Scientific Industries**

Scientific Industries manufactures and markets laboratory equipment, including the world-renowned Vortex-Genie® 2 Mixer. Scientific's products are used by research laboratories, clinics, pharmaceutical manufacturers, medical device manufacturers, and other industries.

"Statements made in this press release that relate to future events, performance or financial results of the Company are forward-looking statements which involve uncertainties that could cause actual events, performance or results to materially differ. The Company undertakes no obligation to update any of these statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as to the date hereof. Accordingly, any forward-looking statement should be read in conjunction with the additional information about risks and uncertainties set forth in the Company's Securities and Exchange Commission reports, including our annual report on Form 10-KSB."



Phone: 888-850-6208

Fax: 631-567-5896

[info@scientificindustries.com](mailto:info@scientificindustries.com)

[www.scientificindustries.com](http://www.scientificindustries.com)

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

ASSETS

March 31, 2005

Current Assets	\$2,451,800
Property and Equipment, Net	150,600
Other and Intangible Assets	<u>57,100</u>
 Total Assets	 <u>\$2,659,500</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities	\$ 279,800
Deferred Compensation	18,900
Deferred Taxes	13,000
Shareholders' Equity	<u>2,347,800</u>
 Total Shareholders' Equity & Liabilities	 <u>\$2,659,500</u>

SCIENTIFIC INDUSTRIES, INC.  
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME

	For the Three Month Periods Ended		For the Nine Month Periods Ended	
	<u>March 31,</u>		<u>March 31,</u>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
Net Sales	\$ 996,300	\$ 856,900	\$2,693,200	\$2,600,500
Gross Profit	<u>517,600</u>	<u>401,800</u>	<u>1,323,500</u>	<u>1,220,600</u>
Operating Expenses	<u>360,700</u>	<u>333,800</u>	<u>1,025,700</u>	<u>1,034,000</u>
Income from Operations	156,900	68,000	297,800	186,600
Interest and Other Income, Net	<u>1,600</u>	<u>5,600</u>	<u>16,100</u>	<u>12,700</u>
Income Before Income Taxes	158,500	73,600	313,900	199,300
Income Taxes	<u>63,800</u>	<u>25,000</u>	<u>99,800</u>	<u>60,000</u>
Net Income	<u>\$ 94,700</u>	<u>\$ 48,600</u>	<u>\$ 214,100</u>	<u>\$ 139,300</u>
Basic earnings per common share:	\$ .10	\$ .05	\$ .22	\$ .14
Diluted earnings per common share:	\$ .09	\$ .05	\$ .20	\$ .14
Cash dividends declared per share:	\$ -	\$ .05	\$ .07	\$ .05
Weighted average number of outstanding shares:				
Basic	979,640	964,398	977,278	961,817
Diluted	1,054,612	1,037,074	1,050,825	1,010,788

###



Phone: 888-850-6208  
Fax: 631-567-5896  
info@scientificindustries.com  
www.scientificindustries.com