



WHAT'S NEW AT...

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

FOR IMMEDIATE RELEASE (Bohemia, NY, November 14, 2002)

Scientific Industries, Inc. Announces Results for the First Quarter

Scientific Industries, Inc. (OTCBB:SCND) announced unaudited financial results for the three months ended September 30, 2002, the first quarter of fiscal year June 30, 2003 (fiscal 2003).

For the three months ended September 30, 2002, net sales were \$850,300 and net income was \$6,600, or \$.01 per basic share, as compared to net sales of \$921,300 and net income of \$40,500, or \$.06 per basic share, for the three months ended September 30, 2001.

The decrease in net sales was principally the result of lower sales of the Company's principal product, the Vortex-Genie 2® Mixer, to foreign and domestic distributors, which the Company began experiencing in the last quarter of the fiscal year ended June 30, 2002 ("fiscal 2002") due to increasing competitive pressures for the mixer and general economic conditions; although net sales for the first quarter of fiscal 2003 were greater than net sales for the fourth quarter of fiscal 2002. Sales of new products, mainly the Enviro-Genie®, Roto-Shake Genie®, Timer Genie®, Disruptor Genie®, and Genie 1®, for the first quarter of fiscal 2003, however, were \$24,000 more than new product sales for the first quarter of fiscal 2002-\$97,500 as compared to \$73,500.

For the first quarter of fiscal 2003, net income was \$6,600 or \$.01 per basic share as compared to net income of \$50,500, or \$.06 per basic share for the first quarter of fiscal 2002. The lower net income was a result of lower sales volume, higher operating expenses due to research and development activity and costs associated with the termination of the Company's ex-CEO.

(See condensed financial information attached)

For more information contact:

Helena R. Santos, President · Tel (631) 567-4700 · Fax (631) 567-5896 · email: info@scientificindustries.com · www.scientificindustries.com

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

ASSETS

	<u>September 30, 2002</u>
Current Assets	\$ 1,972,000
Property, Plant and Equipment, Net	168,900
Deferred Taxes	106,600
Intangible Assets	5,600
Other	<u>90,700</u>
 Total Assets	 <u>\$ 2,343,800</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities	\$ 357,300
Deferred Compensation	59,500
Shareholders' Equity	<u>1,927,000</u>
 Total Shareholders' Equity & Liabilities	 <u>\$ 2,343,800</u>

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

	<u>For the Three Month Periods Ended September 30,</u>	
	<u>2002</u>	<u>2001</u>
Net Sales	\$ 850,300	\$ 921,300
Cost of Sales	<u>502,500</u>	<u>529,400</u>
Gross Profit	347,800	391,900
Operating Expenses	<u>343,900</u>	<u>322,700</u>
Income From Operations	3,900	69,200
Other Income	<u>4,100</u>	<u>8,300</u>
Income Before Income Taxes	8,000	77,500
Income Taxes	<u>1,400</u>	<u>27,000</u>
Net Income	<u>\$ 6,600</u>	<u>\$ 50,500</u>
 Net Income per Common Share-Basic:	 <u>\$ 0.01</u>	 <u>\$ 0.06</u>
Net Income per Common Share-Diluted:	<u>\$ 0.01</u>	<u>\$ 0.05</u>
Weighted average number of outstanding shares-Basic	950,639	895,540
Weighted average number of outstanding shares-Diluted	999,838	1,013,736