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Form 8-K  
September 01, 2004

RF INDUSTRIES, LTD.  
RF Connectors/Neulink Telemetry/Bioconnect Medical

For Immediate Release

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RF Industries' Third Quarter Net Income Jumps 34%  
to \$0.07 Per Share On 17% Sales Gain

Nine Months Net Income More Than Doubles On 17% Increase in Sales

SAN DIEGO, CALIFORNIA, September 1, 2004 . . . RF INDUSTRIES, LTD., (NASDAQ:RFIL) today announced that net income for the third quarter of fiscal 2004 ended July 31, 2004 increased 34% to \$266,116, or \$0.07 per diluted share, compared to \$198,278, or 0.06 per diluted share, in the same quarter last year. Sales increased 17% to \$2,727,000 from \$2,337,000 in the same quarter last year.

For the nine months ended July 31, 2004, net income increased 108% to \$851,437, or \$0.23 per diluted share, compared to \$409,590, or \$0.11 per diluted share, in same period last year. Sales increased 17% to \$7,998,000 compared to \$6,830,000 in the same period last year.

"Continuing strong demand for Wi-Fi related connectors and cable products contributed to RFI's 17% sales gains for the quarter and year-to-date. Connector sales of nearly \$8,000,000 for the nine months-to-date benefited from Bioconnect product sales, which increased to \$371,000 during the same period. The acquisition of Aviel Electronics, in the fourth quarter of fiscal 2004, combined with higher Bioconnect, coaxial connector and cable product sales, should lead to record revenue in the current fiscal year," said Howard Hill, president of RF Industries.

Hill noted that the Company's recently announced acquisition of Aviel Electronics, a privately held Las Vegas, Nevada-based manufacturer and marketer of microwave and radio frequency (RF) connectors, is expected to enhance RFI's growing line of custom RF coaxial connectors. Aviel's annual sales of connector and RF products are approximately \$1,000,000.

"Neulink continues to meet with and demonstrate its NL6000 narrow-band high-speed wireless modems to customers with industrial data collection and national defense applications. Despite lower sales at Neulink, we believe this product, designed to meet new FCC regulations in the coming year, will contribute to increasing sales at Neulink in fiscal 2005," he said.

At July 31, 2004, RFI reported cash and cash equivalents of \$4,518,012, working capital of \$9,470,818, a 22 to 1 current ratio, no long-term debt and stockholders' equity of \$9,905,238, or \$3.31 per share.

About RF Industries

RF Industries' Connector division designs and distributes radio frequency (RF) coaxial connectors and cable assemblies used for Wi-Fi, PCS, radio, test instruments, computer networks and antenna devices. Connector's Bioconnect Medical cable operation designs, manufactures and distributes specialized electrical cabling and interconnect products to the medical monitoring market. The Company's Neulink business designs and markets wireless digital data transmission products for industrial monitoring, wide area networks, GPS tracking and locations systems.

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The statements contained in this release which are not historical facts may be deemed to contain forward-looking statements with respect to events, the occurrence of which involve risks and uncertainties, including, without limitation, uncertainties detailed in the Company's Securities and Exchange Commission filings.

(tables attached)

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### RF INDUSTRIES, LTD. CONDENSED STATEMENTS OF INCOME (Unaudited)

	Three Months Ended July 31,		Nine Months Ended July 31,	
	2004	2003	2004	2003
Net sales .....	\$2,727,386	\$2,337,410	\$7,998,176	\$6,830,310
Cost of sales .....	1,377,367	1,151,146	3,977,895	3,414,791
Gross profit .....	1,350,019	1,186,264	4,020,281	3,415,519
Operating expenses:				
Engineering .....	120,556	178,933	337,590	565,231
Selling and general .....	794,953	684,425	2,280,667	2,183,275
Total operating expense .....	915,509	863,358	2,618,257	2,748,506
Operating income .....	434,510	322,906	1,402,024	667,013
Other income -- interest .....	2,606	1,122	9,413	17,227
Income before provision for income tax	437,116	324,028	1,411,437	684,240
Provision for income tax .....	171,000	125,750	560,000	274,650
Net income .....	\$ 266,116	\$ 198,278	\$ 851,437	\$ 409,590
Basic earnings per share .....	\$ 0.09	\$ 0.07	\$ 0.30	\$ 0.13
Diluted earnings per share .....	\$ 0.07	\$ 0.06	\$ 0.23	\$ 0.11

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Weighted average shares outstanding

Basic .....	2,970,714	2,768,571	2,881,118	3,185,864
	=====	=====	=====	=====
Diluted .....	3,779,692	3,326,677	3,655,984	3,580,094
	=====	=====	=====	=====

RF INDUSTRIES, LTD.  
CONDENSED BALANCE SHEETS

	July 31, 2004	October 31, 2003
	----- (Unaudited)	-----
ASSETS -----		
Current Assets		
Cash and cash equivalents .....	\$ 4,518,012	\$ 2,683,896
Trade accounts receivable, net .....	1,277,385	1,701,618
Notes receivable .....	12,000	12,000
Inventories .....	3,791,983	3,455,018
Other current assets .....	182,736	158,079
Deferred tax assets .....	135,600	135,600
	-----	-----
Total Current Assets .....	9,917,716	8,146,211
Property, Equipment and tooling, net .....	363,519	328,124
Notes receivable from related parties .....	26,730	49,584
Note receivable from stockholder .....	70,000	70,000
Other assets .....	14,171	14,171
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Total Assets .....	\$10,392,136	\$ 8,608,090
	=====	=====

LIABILITIES AND STOCKHOLDERS' EQUITY  
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Current liabilities

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Accounts payable .....	\$ 184,511	\$ 181,637
Accrued expenses .....	262,387	328,355
Total current liabilities .....	446,898	509,992
Deferred tax liabilities .....	40,000	40,000
Total Liabilities .....	486,898	549,992
Commitments and Contingencies		
Stockholders' Equity		
Common stock, authorized 10,000,000 shares of \$0.01 par value; 3,002,607 and 2,692,683 shares issued	30,026	26,927
Additional paid-in capital .....	3,410,637	2,418,033
Retained earnings .....	6,485,242	5,633,805
Treasury stock, at cost 6,000 shares .....	(20,667)	(20,667)
Total stockholders' equity .....	9,905,238	8,058,098
Total liabilities and stockholders' equity .....	\$ 10,392,136	\$ 8,608,090