

To Shareholders of Universal Mfg. Co.

**NINE MONTH OPERATING REPORTS
FOR THIRD QUARTER ENDED APRIL 30, 2009**

(Not audited by Independent Public Accountants)

BALANCE SHEET

	July 31, 2008	April 30, 2008
Assets		
Current Assets		
Cash & Equivalents	\$2,331,095	\$2,207,424
Accounts Receivable	1,800,814	2,238,050
Inventory	3,963,095	3,781,378
Other Current Assets	<u>260,450</u>	<u>23,804</u>
Total Current Assets	\$8,355,454	\$8,250,656
Property, Plant, & Equipment	<u>1,279,163</u>	<u>1,224,777</u>
Total Assets	\$9,634,617	\$9,475,433
Liabilities & Stockholder's Equity		
Current Liabilities		
Line of Credit	\$00	\$100,000
Accounts Payable	442,270	456,454
Dividends Payable	81,600	00
Accrued Taxes	608,236	-59,756
Other Accruals	<u>0</u>	<u>420,302</u>
Total Current Liabilities	\$1,132,106	\$917,000
Stockholder's Equity		
Common Stock Outstanding	\$816,000	\$816,000
Additional Paid-in Capital	17,862	17,862
Dividends Paid	0	-81,600
Retained Earnings	<u>7,668,649</u>	<u>7,806,171</u>
Total Stockholder's Equity	\$8,502,511	\$8,558,433
Total Liabilities & Stockholder's Equity	\$9,634,617	\$9,475,433

INCOME STATEMENT

	Third Quarter Ended April 30		Nine Months Ended April 30	
	2009	2008	2009	2008
Sales	\$2,654,006	\$2,554,682	\$7,490,977	7,516,400
Income (Loss) Before Income Taxes	122,491	162,154	231,170	588,624
Income Taxes (Est.)	48,996	64,861	93,649	235,450
Net Income (Loss)	73,495	97,293	137,521	353,174
Earnings (Loss) Per Share	.09	.12	.17	.43

The above figures compare results from the Third Quarter and the first nine months of this fiscal year with results from the Third Quarter and the first nine months of last fiscal year. Sales for the Third Quarter exceeded sales of the previous quarter by 14.1%, and exceeded sales for the Third Quarter a year ago by 3.9%. This reverses the sales decline experienced last quarter, and brings the sales for the first nine months of the fiscal year to within .3% of the same period a year ago.

The sales increase was led by sales of new fuel pumps, as sales increased from \$227,000 last quarter to \$563,000 this quarter. This increase was partially offset by a decrease in remanufactured fuel pump sales of \$75,000 during the same period, indicating some substitution of new units for remanufactured units. Sales levels of other product lines did not increase or decrease significantly.

Income for the first nine months of the fiscal year was lower than the same period the previous year, due to reduced income from investments and lower gross margin. Gross margin was lower due to increases in LIFO reserve and reduced income from used parts sales.

While the level of activity in the automotive aftermarket appears to have improved from a few months ago, there continues to be reluctance by many customers and potential customers to invest in inventory. As a result, increasing sales levels remains challenging despite overall positive product acceptance.

The Board of Directors of Universal Mfg. Co., continuing a conservative approach, has chosen not to declare a dividend for the quarter ended April 30, 2009. This decision was reached due to the continued uncertainty of the current economic climate.

Donald D. Heupel
President

Forward Looking Statements:

Statements herein that are not historical facts, including statements about the Company's confidence and strategies and the Company's expectations about future market opportunities, market demand or acceptance of the Company's products are forward looking statements that involve risks and uncertainties. These uncertainties include, without limitation, the effect of general economic and market conditions, customer requirement for our products, the continuing strength of the automotive industry, competitor pricing, maintenance of our current momentum, weather conditions and other factors.

ReTech is a registered trademark of Universal Mfg. Co.