



1st Quarter Report

for the Fiscal Year Ending January 31, 2006

Dear Fellow Shareholder

Met-Pro's performance during the first quarter ended April 30, 2005 improved significantly when compared to the first quarter last year. Although our performance has clearly benefited from improved market conditions, we firmly believe that our commitment to greater market focus has contributed even more significantly to our improved results.

Overall, sales for the first quarter ended April 30, 2005 were \$17.9 million, which was 15% above last year's first quarter sales of \$15.6 million. Sales in the Fluid Handling Equipment segment were \$7.7 million or 20% higher compared to the three-month period ended April 30, 2004. Sales in the Product Recovery/Pollution Control Equipment segment were \$10.2 million or 11% higher than the three-month period ended April 30, 2004.

Net income for the first quarter ended April 30, 2005 totaled \$1.3 million compared to \$0.8 million for the same quarter last year, an increase of 62%. This increase was due to higher sales in both operating segments, combined with higher gross margins in the Company's Product Recovery/Pollution Control segment.

Basic and diluted earnings per share were up \$0.06 to \$0.16, an increase of 60% over the \$0.10 earned during last year's first quarter.

Met-Pro's bookings of new orders in the first quarter were the highest of any quarter in the Company's history, totaling \$24.7 million, compared to \$20.3 million for the same period of last year, an increase of 22%. This marks the second straight quarter in which we have had record bookings.

This increase in bookings resulted in a record high backlog of orders totaling \$18.3 million compared to \$11.9 million for the first quarter ended April 30, 2004, an increase of 54%.

On March 8, 2005, the Company paid a quarterly dividend of \$0.0775 per share to shareholders of record at the close of business on February 25, 2005. In addition, the Board of Directors, at their meeting on April 6, 2005, declared a quarterly dividend of \$0.0775 per share payable June 8, 2005 to shareholders of record at the close of business on May 27, 2005. This represents a 7% increase over the corresponding dividends paid during the same periods last year, and is the thirtieth consecutive year the Company has paid a cash or stock dividend.

On April 2, 2005, Glenn M. Price joined the Company as Director of Procurement and Logistics. He will be based out of the Harleysville, Pennsylvania Corporate Office and report directly to me. This is a newly established position, which will be responsible for procurement and logistics throughout Met-Pro. Mr. Price received a Bachelor of Arts Degree from Kutztown University and an MBA from Moravian College. He is a Certified Purchasing Manager with over sixteen years of purchasing and logistics experience, including global sourcing. Mr. Price's hiring is part of our continuing effort to develop and execute better strategies, reduce costs and improve efficiencies in these areas.

The Company announced on March 3, 2005, that the Systems Division in Kulpville, Pennsylvania received an order for a thermal oxidizer system to be installed at an ethanol manufacturing facility in the Midwestern United States. The total value of this order is in excess of \$1.0 million. The state-of-the-art Met-Pro thermal oxidizer will remove the volatile organic chemicals and carbon monoxide from an 81,000 standard cubic foot per minute stream of exhaust. The thermal oxidizer is additionally designed to control the emission of nitrogen oxides. Included as part of the thermal oxidizer system is a waste heat boiler to generate steam for plant process use, allowing recovery of heat from the thermal oxidizer to reduce plant utility costs. Met-Pro will design, fabricate, and start-up the thermal oxidizer system. This order is another example of Systems Division's growing presence in the ethanol marketplace. It follows a \$1.5 million order which was successfully commissioned and tested this past July, and a \$3.1 million order announced in September 2004.

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Together with a steady stream of customer interest and quotation activity for similar applications, this order allows us to remain optimistic about our prospects for future awards of this type at Systems Division.


On March 10, 2005, the Company announced that it received a significant order as a result of a cooperative sales effort between our Mefiag B.V. subsidiary in Heerenveen, Netherlands and Sethco Division in Hauppauge, New York. The order, which was received from a major supplier of plastic parts for the automotive industry who is building a new facility in the People's Republic of China, includes Mefiag horizontal disc filters and special Sethco titanium cartridge filters. The total value of this order is in excess of \$500,000. All equipment included in this order is for use on automatic plating lines where plastic automotive parts will be plated with copper, nickel and chrome. The combination of Mefiag horizontal disc filters and Sethco cartridge filters will be used for filtering the plating solutions. This order was shipped at the end of the first quarter.

The Company announced on March 15, 2005, that its Duall Division, in Owosso, Michigan received an order valued at approximately \$500,000 to supply five (5) Duall PT500 Series Scrubbers to a Fortune 500 electronics and instrumentation manufacturer. All equipment is expected to be shipped in the second quarter of this fiscal year. The PT 500 Series Scrubbers are designed to remove acid mists and ammonia vapors generated from a semiconductor wafer fabrication process. All scrubbers will be designed and fabricated in Duall's factory utilizing corrosion resistant polypropylene materials and state-of-the-art thermoplastic extrusion welding technology and techniques. Each scrubber system will utilize a Series 5500 vertical fiberglass sump pump from Met-Pro's Fybroc Division to recirculate either caustic or acid scrubbing solutions. This order is significant because activity in the semiconductor industry has been slow for several years.

On April 5, 2005, the Company announced that its Mefiag Division received an order to supply filtration equipment to a major manufacturer of chrome plated wheels for the United States automotive market. The total value of this order is approximately \$500,000, which represents one of the largest orders in Mefiag's history. This order is expected to ship in the second quarter of this fiscal year. This order consists of thirty-two (32) Mefiag filter systems, which utilize a total of fifty (50) fiberglass reinforced plastic pumps from the Company's Fybroc Division. Mefiag's horizontal disc filters were chosen for their corrosion resistance and their ability to provide the level of filtration required to produce high quality finished parts. Our Metal Finishing Sales Team played a pivotal role in helping Mefiag secure this order.

Our record high backlog, current quotation activity and our employees' commitment to greater market focus give us continued optimism about our prospects for the second quarter and the full fiscal year.

On behalf of our more than 300 employees worldwide, thank you very much for your continued interest and support of Met-Pro Corporation.



Raymond J. De Hont
Chairman, President and
Chief Executive Officer

May 25, 2005

Met-Pro Corporation
Condensed Consolidated Balance Sheet
(unaudited)

	April 30, 2005	January 31, 2005
Assets		
Current assets	\$51,238,388	\$50,270,495
Property, plant and equipment, net	11,141,929	11,287,253
Costs in excess of net assets of business acquired, net	20,798,913	20,798,913
Other assets	561,619	567,405
Total assets	\$83,740,849	\$82,924,066
Liabilities and shareholders' equity		
Current liabilities	\$14,212,041	\$13,867,892
Long-term debt	3,696,942	4,039,068
Other liabilities	1,867,167	1,851,915
Total liabilities	19,776,150	19,758,875
Shareholders' equity	63,964,699	63,165,191
Total liabilities and shareholders' equity	\$83,740,849	\$82,924,066

Met-Pro Corporation
Consolidated Statement of Operations
(unaudited)

	Three Months Ended April 30,	
	2005	2004
Net sales	\$17,927,612	\$15,634,646
Cost of goods sold	11,973,337	10,572,214
Gross profit	5,954,275	5,062,432
Operating expenses		
Selling	1,954,263	1,932,368
General and administrative	2,093,458	1,802,308
Income from operations	1,906,554	1,327,756
Interest expense	(66,052)	(96,847)
Other income, net	126,989	80,465
Unusual charge-patent litigation	-	(77,661)
Income before taxes	1,967,491	1,233,713
Provision for taxes	649,273	419,464
Net income	\$1,318,218	\$814,249
Basic earnings per share	\$.16	\$. 10
Diluted earnings per share	\$.16	\$. 10
Average common shares outstanding:		
Basic shares	8,381,731	8,342,386
Diluted shares	8,464,944	8,480,996

Consolidated Business Segment Data
(unaudited)

	Three Months Ended April 30,	
	2005	2004
Net sales		
Product recovery/pollution control equipment	\$10,244,280	\$9,251,532
Fluid handling equipment	7,683,332	6,383,114
	\$17,927,612	\$15,634,646
Income from operations		
Product recovery/pollution control equipment	\$929,992	\$587,088
Fluid handling equipment	976,562	740,668
	\$1,906,554	\$1,327,756
	April 30,	January 31,
	2005	2005
Identifiable assets		
Product recovery/pollution control equipment	\$42,609,496	\$41,554,730
Fluid handling equipment	20,216,194	19,784,083
	62,825,690	61,338,813
Corporate	20,915,159	21,585,253
	\$83,740,849	\$82,924,066

Met-Pro Corporation
Consolidated Statement of Cash Flows
(unaudited)

	Three Months Ended	
	April 30,	
	2005	2004
Increase (Decrease) in Cash and Cash Equivalents		
Cash flows from operating activities		
Net income	\$1,318,218	\$814,249
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization	374,519	358,256
Deferred income taxes	(589)	(606)
Loss on sales of property and equipment, net	12,198	-
Allowance for doubtful accounts	23,066	(19,736)
(Increase) decrease in operating assets:		
Accounts receivable	206,313	4,253,669
Inventories	(2,402,889)	(1,384,106)
Prepaid expenses, deposits and other current assets	57,228	(39,497)
Other assets	(1,950)	(1,920)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	(264,409)	(1,121,513)
Customers' advances	623,810	55,869
Other non-current liabilities	549	549
Net cash provided by (used in) operating activities	(53,936)	2,915,214
Cash flows from investing activities		
Proceeds from sales of property and equipment	12,330	-
Acquisitions of property and equipment	(261,596)	(284,632)
Net cash (used in) investing activities	(249,266)	(284,632)
Cash flows from financing activities		
Reduction of debt	(300,910)	(309,232)
Exercise of stock options	184,146	524,189
Payment of dividends	(648,524)	(603,441)
Purchase of treasury shares	-	(481,687)
Net cash (used in) financing activities	(765,288)	(870,171)
Effect of exchange rate changes on cash	(13,122)	(25,277)
Net increase (decrease) in cash and cash equivalents	(1,081,612)	1,735,134
Cash and cash equivalents at February 1	20,889,476	16,996,253
Cash and cash equivalents at April 30	\$19,807,864	\$18,731,387

The Private Securities Litigation Reform Act of 1995 provides a "safe harbor" for forward-looking statements. Certain information included in this press release, and other materials filed or to be filed with the Securities and Exchange Commission (as well as information included in oral or other written statements made or to be made by the Company) contain statements that are forward-looking. Such statements may relate to plans for future expansion, business development activities, capital spending, financing, the effects of regulation and competition, or anticipated sales or earnings results. Such information involves risks and uncertainties that could significantly affect results in the future and, accordingly, such results may differ from those expressed in any forward-looking statements made by or on behalf of the Company. These risks and uncertainties include, but are not limited to, those relating to, the cancellation or delay of purchase orders and shipments, product development activities, computer systems implementation, dependence on existing management, the continuation of effective cost and quality control measures, retention of customers, global economic and market conditions, and changes in federal or state laws.

Met-Pro common shares are traded on the New York Stock Exchange, under the symbol **MPR**.

Financial information should be considered in conjunction with the Management's Discussion and Analysis of Financial Condition and Results of Operations in the Company's Annual Report on Form 10-K for the fiscal year ended January 31, 2005. To obtain an Annual Report on Form 10-K or additional information on the Company, please call 215-723-6751 and ask for the Investor Relations Department, or visit the Company's Web site at www.met-pro.com.