



2nd Quarter Report

for the Fiscal Year Ending January 31, 2006

Dear Fellow Shareholder

We are very pleased with our second quarter and first half results, which showed significant improvement when compared to the second quarter and first half results last year. Our dedicated employees worked hard to achieve these results and their continued commitment to greater market focus contributed significantly to our ability to amass record high bookings and backlog for the first half of this fiscal year.

Net sales for the second quarter ended July 31, 2005 were the highest of any second quarter in the Company's history, totaling \$22.6 million compared to \$20.4 million for the same quarter last year, an increase of 11%. Sales in the Product Recovery/Pollution Control Equipment segment were \$14.5 million or 17% higher than the same quarter last year. Sales in the Fluid Handling Equipment segment were \$8.1 million or slightly higher compared to the same quarter last year. First half sales totaled \$40.6 million compared to \$36.0 million for the same period last year, an increase of 13%. Sales in the Product Recovery/Pollution Control Equipment segment were \$24.8 million or 15% higher than the same period last year. Sales in the Fluid Handling Equipment segment were \$15.8 million or 10% higher than the same period last year.

Net income for the second quarter ended July 31, 2005 was the highest of any second quarter in the Company's history, totaling \$2.0 million compared to \$1.6 million for the same quarter last year, an increase of 21%. For the first half, net income totaled \$3.3 million compared to \$2.4 million during the same period last year, an increase of 35%. This increase was due to higher sales in both the Product Recovery/Pollution Control Equipment and Fluid Handling Equipment operating segments.

Basic and diluted earnings per share were up \$0.04 to \$0.23, an increase of 21% over the \$0.19 earned during last year's second quarter. For the first half, both basic and diluted earnings per share were \$0.39 per share compared to \$0.29 per share earned during last year's first half, an increase of 34%.

Met-Pro's bookings of new orders for the second quarter totaled \$21.0 million compared to \$17.3 million for the same quarter last year, an increase of 21%. For the first half, bookings were the highest of any first half in the Company's history, totaling \$45.7 million compared to \$37.6 million during last year's first half, an increase of 22%.

As a result of this increase in bookings, the backlog of orders now totals \$16.0 million compared to \$8.8 million for the second quarter ended July 31, 2004, an increase of 83%. This is the highest backlog total at the end of a second quarter in the Company's history and provides a solid base for third quarter sales.

On June 8, 2005 the Company paid a quarterly dividend of \$0.0775 per share to shareholders of record at the close of business on May 27, 2005. In addition, the Board of Directors, at their meeting on June 8, 2005, declared a quarterly dividend of \$0.0775 per share payable September 8, 2005 to shareholders of record at the close of business on August 28, 2005. This represents a 7% increase over the corresponding dividends paid during the same periods last year, and is the thirty-first consecutive year the Company has paid a cash or stock dividend.

In addition to the growth of our domestic business, the Company continues to make great strides internationally. As announced on June 7, 2005, our International Division, in cooperation with the Company's Flex-Kleen Division received three orders to supply a total of fourteen Flex-Kleen dust collectors for use in power plant, petroleum refining and petrochemical facilities located in Indonesia, India and the People's Republic of China ("PRC"). The dust collectors sold to the power plant in Indonesia will be

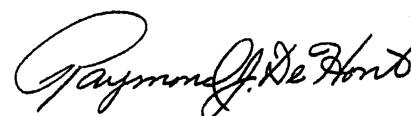
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used to collect coal dust, while the petroleum refining and petrochemical facilities will use the dust collectors to recover valuable catalyst. All of these orders are from new customers. The orders for the PRC and Indonesia mark the first time in Flex-Kleen's fifty-five year history that their dust collectors have been sold directly to customers located in these countries. We are especially pleased with the order from the PRC, which establishes Met-Pro as a key supplier to the rapidly growing Chinese petrochemical market.

Our efforts to uncover new international sales opportunities in South America have also proven to be successful. Together with a steady stream of customer interest and quotation activity, the Company announced on July 26, 2005 that our International Division, in cooperation with the Company's Duall and Flex-Kleen Divisions, had received two orders to supply a Duall scrubber system and three Flex-Kleen dust collectors for use in paper mills located in South America. The scrubber system and dust collectors will enable these paper mills to use lower cost fuels in their boilers, while meeting particulate and future sulfur dioxide emission regulations resulting in significant cost savings. Due to the limited supply of natural gas in certain South American countries, customers are looking for alternative fuel sources to reduce costs while still meeting current particulate and future sulfur oxide(s) and nitrous oxide(s) emission regulations. Both orders are from new customers.

Booking of new business is continuing at a high level. Our record high backlog, current quotation activity and our great team of employees give us continued optimism about our prospects for the third quarter and the full fiscal year.

On behalf of all our 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

August 23, 2005

Met-Pro Corporation
Condensed Consolidated Balance Sheet
(unaudited)

	July 31, 2005	January 31, 2005
Assets		
Current assets	\$52,097,817	\$50,270,495
Property, plant and equipment, net	10,922,814	11,287,253
Costs in excess of net assets of businesses acquired, net	20,798,913	20,798,913
Other assets	569,382	567,405
Total assets	\$84,388,926	\$82,924,066
Liabilities and shareholders' equity		
Current liabilities	\$14,356,634	\$13,867,892
Long-term debt	3,062,232	4,039,068
Other liabilities	1,878,582	1,851,915
Total liabilities	19,297,448	19,758,875
Shareholders' equity	65,091,478	63,165,191
Total liabilities and shareholders' equity	\$84,388,926	\$82,924,066

Met-Pro Corporation
Consolidated Statement of Operations
(unaudited)

	Three Months Ended July 31,		Six Months Ended July 31,	
	2005	2004	2005	2004
Net sales	\$22,646,520	\$20,350,024	\$40,574,132	\$35,984,670
Cost of goods sold	15,583,797	13,948,861	27,557,134	24,521,075
Gross profit	7,062,723	6,401,163	13,016,998	11,463,595
Operating expenses				
Selling	1,973,138	1,964,071	3,927,401	3,896,439
General and administrative	2,258,506	1,946,955	4,351,964	3,749,263
Income from operations	2,831,079	2,490,137	4,737,633	3,817,893
Interest expense	(69,862)	(90,095)	(135,914)	(186,942)
Other income, net	159,004	39,985	285,993	42,789
Income before taxes	2,920,221	2,440,027	4,887,712	3,673,740
Provision for taxes	963,672	829,610	1,612,945	1,249,074
Net income	\$1,956,549	\$1,610,417	\$3,274,767	\$2,424,666
Basic earnings per share	\$.23	\$.19	\$.39	\$. 29
Diluted earnings per share	\$.23	\$.19	\$.39	\$. 29
Average common shares outstanding:				
Basic shares	8,384,354	8,348,996	8,385,138	8,352,252
Diluted shares	8,476,717	8,476,042	8,480,840	8,474,359

Consolidated Business Segment Data
(unaudited)

	Six Months Ended July 31,	
	2005	2004
Net sales		
Product recovery/pollution control equipment	\$24,802,000	\$21,655,882
Fluid handling equipment	15,772,132	14,328,788
	\$40,574,132	\$35,984,670
Income from operations		
Product recovery/pollution control equipment	\$2,396,036	\$1,951,500
Fluid handling equipment	2,341,597	1,866,393
	\$4,737,633	\$3,817,893
	July 31,	January 31,
	2005	2005
Identifiable assets		
Product recovery/pollution control equipment	\$44,135,698	\$41,554,730
Fluid handling equipment	20,509,167	19,784,083
	64,644,865	61,338,813
Corporate	19,744,061	21,585,253
	\$84,388,926	\$82,924,066

