



A Company with a *Smart Vision*

First Quarter Investor Conference Call

October 22, 2009



A Company with a *Smart Vision*

Financial Comments

SAFE HARBOR STATEMENT

Our remarks today will be related to our expectations with regard to a number of activities in which the Company is engaged. Reliance should not be placed upon such forward-looking statements because they involve risks and uncertainties which may cause our actual results to differ materially from those which we are going to talk about or which we may imply. Those risks and uncertainties are discussed in our Forms 10-K and 10-Q filed with the Securities and Exchange Commission, (and in recent Press Releases which have been issued). We do not have any material non-public information that will be discussed today.

Reportable Business Segments

Historical	After the SEC Comment Letter	FY 2010
Lighting		
Graphics		

Reportable Business Segments

Historical	After the SEC Comment Letter	FY 2010
Lighting	Lighting	
Graphics	Graphics	
	Technology	
	All Other Category	

Reportable Business Segments

Historical	After the SEC Comment Letter	FY 2010
Lighting	Lighting	Lighting
Graphics	Graphics	Graphics
	Technology	Technology
	All Other Category	Electronic Components
		All Other Category

LSI ADL Technology

- Acquired July 22, 2009
- Purchase price \$15,781,000
 - \$14,448,000 LSI common shares
 - \$1,333,000 cash
- Assumed \$3.3 million of debt from the acquired company; immediately paid off \$2.2 million
- Intangible assets of \$4,830,000 (to be amortized to expense -- \$479,000 in fiscal 2010)
- Goodwill of \$9,208,000
- Fair value inventory reserve of \$678,000
- Acquisition deal costs \$513,000

Earnings Per Share Calculation

Primarily as a result of the acquisition of LSI ADL Technology

The number of common shares outstanding as of the balance sheet dates increased 11.1%

September 30, 2009	24,039,498
June 30, 2009	21,579,741

The number of common shares used for the diluted EPS calculation increased 8.6%

1 st Quarter FY 2010	23,688,000
1 st Quarter FY 2009	21,805,000

Non-GAAP Disclosure

First Quarter Earnings Power

	Net Sales	Net Income	EPS
FY 2009 1Q as reported	\$75,838	\$2,687	\$0.12
FY 2010 1Q as reported	\$67,676	\$1,637	\$0.07
Add back acquisition-related costs net of taxes	--	634	\$0.03
FY 2010 1Q as adjusted	\$67,676	\$2,271	\$0.10

\$ in thousands, except per share; unaudited

LSI Industries Inc.

BALANCE SHEET DATA

	6/30/09	9/30/09
Cash & Investments	\$13,986	\$ 9,253
Receivables, net	\$29,681	\$35,856
Inventories, net	\$40,196	\$44,752
Goodwill & Intangible Assets	\$14,539	\$27,961
Debt	none	1,152
Shareholders' Equity	\$130,473	\$145,659

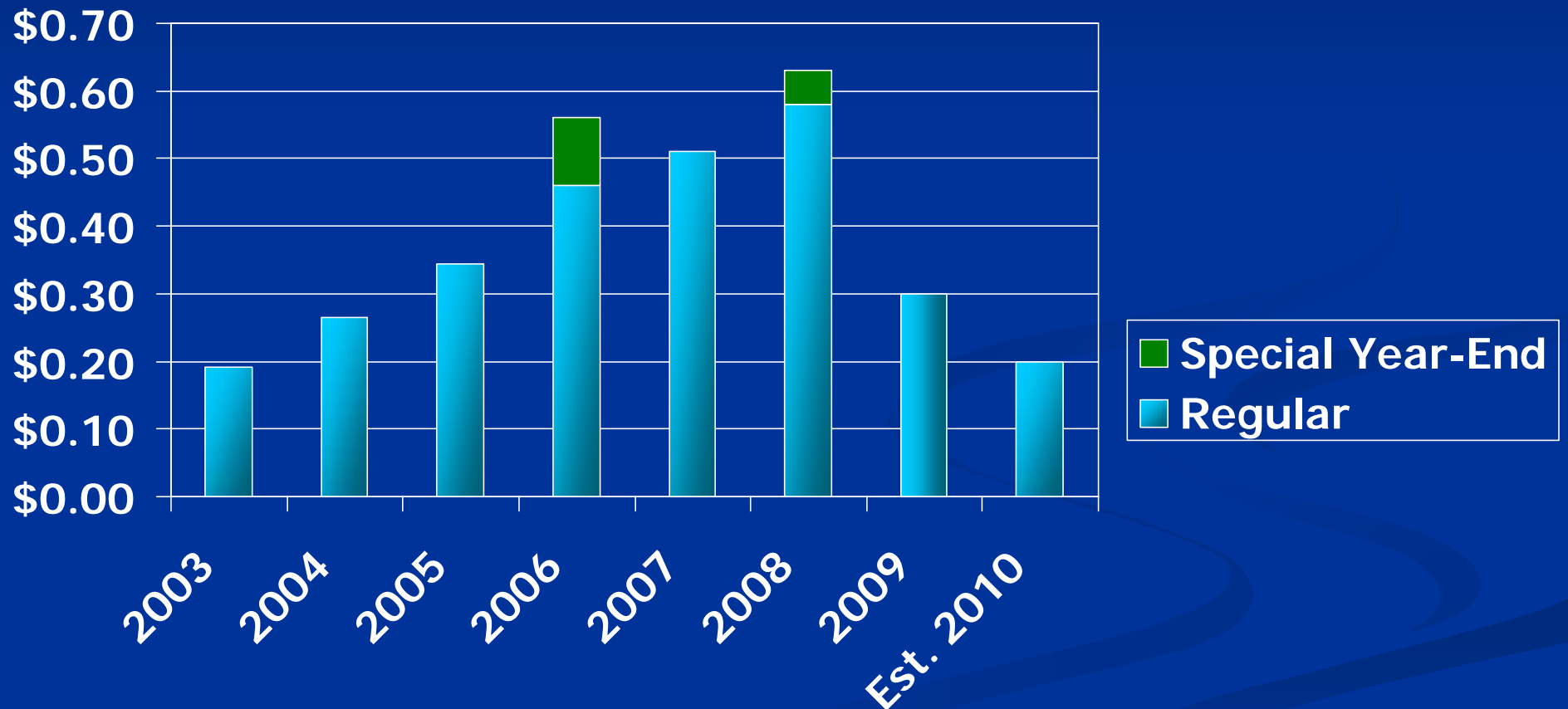
\$ Thousands; unaudited

LSI Industries Inc.

CASH DIVIDEND ACTIONS

- 1st Quarter cash dividend of \$0.05 per share
 - Payable November 10th to shareholders of record on November 3rd
- Fiscal year 2010 indicated annual cash dividend rate of \$0.20 per share

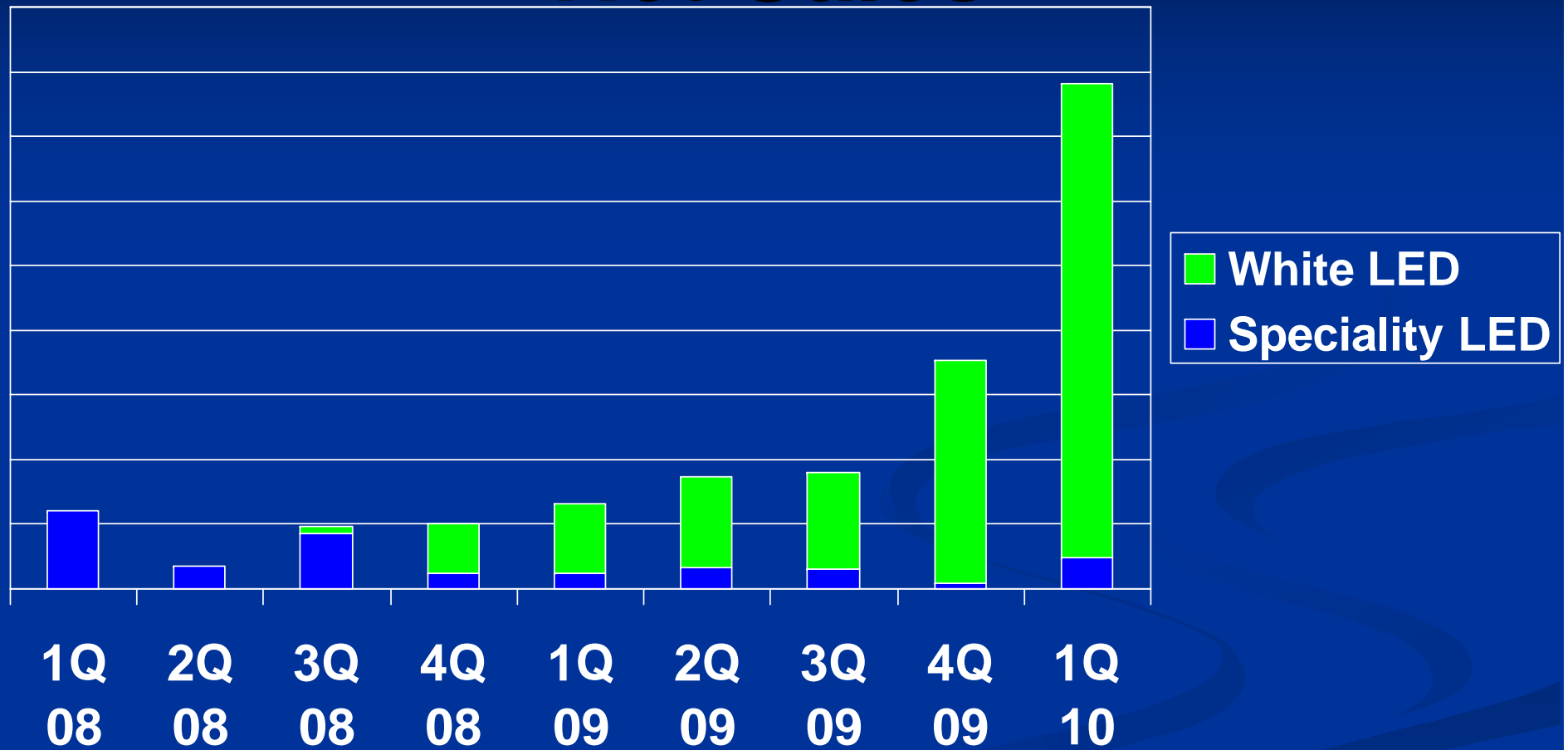
CASH DIVIDENDS PAID



\$ per share; dividends paid during the fiscal year; unaudited

LSI Industries Inc.

LED Lighting Net Sales





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