

Focus

is our strategy.

Diversity

is our strength.



Focused

Diversity

pages 4-5

pages 6-7

Engineered

Products

Customer Solutions

pages 8-9

Growth through targeted Acquisitions

pages 10-11



*Edward Trainor (left) and Thomas King (right)
photographed at Standex's Spincraft facility.*

Dear fellow shareholders,

Standex's performance in the fiscal year just ended should be viewed as a barometer. In the face of economic turbulence, the fundamental strengths of our company sustained us and the diversity of our business lines provided stability. We emerge from 2001 with an opportunity to leverage these strengths and improve upon our recent successes.

During the fiscal year, while unexpected weakness in the manufacturing sector impaired the sales and earnings of our Industrial and Consumer segments, the performance of Standex's Food Service Group

rebounded. While rapidly deteriorating macro-economic trends caused one company after another to adjust their earnings outlook, the financial markets lost their infatuation with the "dot.com" phenomena and began to once again value companies like Standex that have sound business fundamentals. Our shareholders fared better in fiscal 2001 than might have otherwise been expected, as Standex's share price outperformed several market indices and increased 49% on a year-over-year comparison.

Barometers are used for measuring and predicting. Our performance in 2001 is measured in our sales of \$600.2 million, which were down 5.8% from \$637.0 million in the previous year, and our earnings of \$24.9 million, or \$2.02 per diluted share, declined from \$27.7 million, or \$2.17 per diluted share, in fiscal year 2000. Net income reported in 2000 included an after-tax restructuring charge of \$4.4 million, or \$0.35 per share, and an unusual after-tax gain of \$1.7 million, or \$0.13 per share, from the demutualization of an insurance company. On a comparable “apples-to-apples” basis, earnings prior to the restructuring charge and unusual gain decreased 15.5% from \$2.39 per share to \$2.02 per share.

Our balance sheet remains strong. At year end, Standex had a current ratio of 2.9 to 1 and a debt/capital ratio of 47.5, the latter showing improvement despite the fact that the company invested \$15.0 million in acquisitions and \$13.8 million in capital improvements and repurchased \$12.5 million of its stock. In addition, the company paid out \$10.1 million in dividends continuing its uninterrupted record of paying dividends for 147 consecutive quarters and increased the dividend rate for the thirty-fifth time.

The future outlook is currently difficult to predict, but one fact remains abundantly clear: 2001 proves that our diversity has not made us immune to economic turbulence but the strong performance of some of

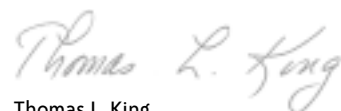
Standex’s business units cushioned the effects of the economic downturn. While our diversity certainly should be celebrated as one of the great strengths of Standex, it needs to be more focused. Hence the theme of this annual report, **Focused Diversity**.

Once a year, our annual report is produced as the visual communications centerpiece for Standex. This year’s annual report is intended to communicate our strategic repositioning of the company to better capitalize on our strengths, which center on providing engineered products and customer solutions. We plan to grow and realign our essential businesses internally and through acquisitions around our core manufacturing competencies, while divesting those companies that hold greater value for opportunistic purchasers. Through this strategy, we expect to emerge as a stronger company with a high level of Focused Diversity.*

We are committed to managing our businesses with a pragmatic approach to balancing sales and expenses while investing in new technologies and programs that will strengthen our position when the economy improves. We cannot do this without the many contributions of our dedicated employees, for which we are very grateful.



Edward J. Trainor
President and Chief Executive Officer



Thomas L. King
Chairman of the Board

**This forward-looking statement is necessarily dependent upon uncertainties in the economy, consolidations in our markets, competitive pricing pressures, market demand, and effects of technological improvements at our units.*

Focused

Dive



rsity

Throughout its 46-year history, diversity has been the foundation of Standex's philosophy. Our 17 businesses today make no less than 48,000 discrete products. We are proud of our ability to acquire superb companies in diverse markets and run them well. As the Standex portfolio has evolved, so have our competencies. In recent years, **providing customer-driven, engineered solutions** is the strength that has driven our greatest successes. Our new growth strategy aims at one goal: leveraging this core competency. That's why the strategy can best be called "focused diversity."

Focused

Dive

rsity

Standex Industrial Group



Jarvis Caster Group



Roehlen Engraving



Spincraft



Can Am Casters and Wheels



James Burn International



Standex International GmbH



Eastern Engraving



Standex Electronics



ATC Frost Magnetics



Custom Hoists



Mold-Tech

Standex Food Service Group



BKI Worldwide



Red Goat



Mason Candlelight Company



United Equipment



Federal Industries



Procon

Today, **Standex stands for excellence in engineering** – we provide thousands of engineered solutions to our global customers. Our growth strategy, “focused diversity,” means that while diversity will continue to be the hallmark at Standex, providing customer-driven, engineered solutions will increasingly become the common denominator of our family of businesses.

For nearly five decades, diversity has been a Standex strength. Our success in making strategic acquisitions and investments has produced solid revenues and earnings over the years. But our diversity has also posed challenges at times. Today, some of our businesses

align more closely with our core competencies. Some of our businesses are more successful in complementing the others with respect to products, processes and distribution channels. Some perform better than others at different points in the economic cycle. While our presence in multiple sectors has helped us manage business and financial risk, the tradeoff is fully realizing the potential of 17 different businesses. Thus, as part of our pursuit of focused diversity, we will be assessing our capital assets and will concentrate the allocation of our resources on those businesses that leverage our core competencies.

Standex Consumer Products



Disposers



H.F. Coors China



Service Company



Master-Bilt Products



Products



Standard Publishing



Berean Christian Stores



Vidalia, Georgia & Alamo, Texas

Red Cooper



Standex Air Distribution Products



Salsa Express



Frank Lewis



VERO BEACH, FL 32966-0614

Harry's Crestview Groves

Engineered
Pro



ducts

With intimate knowledge of how products work in the real world, end users naturally represent the best source for insights into problems that can affect an entire market or industry. And, where the needs of a common group of consumers are not adequately met, there are opportunities for pro-active, technology driven companies like Standex.

Engineered
Pro



Mercedes-Benz minivan textures were developed using Standex Engraving's Model-Tech® process.

ducts

Finding those opportunities, however, requires rigorous market analysis. Toward this end, we have intensified our marketing research program, connecting directly with end users in order to uncover areas for improvement. With in-depth knowledge of the specific market, our project teams are able to discuss issues intelligently, in detail, and of course, in the global marketplace. Such solid marketing research leads to the development of engineered products designed to meet specific requirements, generating demand for our products directly from the ultimate source: the end user.

Model-Tech from Standex Engraving enables designers to obtain prototypes with authentic surface texturing in just days instead of months.

INDUSTRY CHALLENGE:

Designers need to be able to see exactly how a texture will look on an actual component and easily refine patterns as necessary to achieve their desired concept. In addition, corporate mandates to reduce time to market and lower expenses place tremendous pressure on designers to generate prototypes quickly and cost-effectively.

SOLUTION:

Standex Engraving Group, the world leader in texturizing, has pioneered work with Model-Tech® and its digital texture library. Model-Tech captures and creates realistic textures on prototype parts. Should designers need to modify a texture – or wants to try a different pattern – they can easily render their new design on the computer using our advanced texture

library. Lasers then recreate the textures rapidly so we can make additional Model-Tech components. The result? Designers can obtain prototype parts with authentic surface texturing on, for example, multiple interior components proposed for a new car design, in just a few days, instead of months, with no need to hand engrave metal molds and tooling costs are also greatly reduced.



Adjustable hydraulic cylinders from Custom Hoists provide fast on-site repair.

INDUSTRY CHALLENGE:

A leaking hydraulic cylinder depositing oil on the ground can result in costly environmental violations and the truck must be taken out of service and transported to a truck repair center, where the cylinder is removed and either repaired or replaced, then reinstalled. The entire process can take days, causing substantial downtime.

SOLUTION:

The **Custom Hoists Division** of Standex has designed a hydraulic cylinder with an adjustable head nut, enabling leaks to be fixed easily, right on the truck, in about 30 minutes. Using a chain wrench or chisel, the driver simply rotates the cylinder head nut half a turn. This motion increases pressure on the rubber packing seal, helping it reseal itself. In the majority of cases, this stops the leak and extends the life of the cylinder – sometimes several months of additional use – eliminating unnecessary downtime, lost income and the risk of an environmental citation.

Self-braking wheels from Jarvis Pemco stop run-away carts.

INDUSTRY CHALLENGE:

Supermarkets, home centers and malls with sloped parking lots or lots located in open, windy areas have problems with “run-away” shopping carts. Freewheeling carts can damage other vehicles, resulting in higher insurance liability costs, increased staff time spent retrieving carts and unhappy customers that may choose to take their business elsewhere.



SOLUTION:

Jarvis Pemco, a Division of Jarvis Caster Group, has created a self-braking wheel that stops carts from rolling on their own – without causing so much resistance that it’s difficult for the customer to push the cart. The concept for this patented wheel is based upon the creation of a friction contact between two existing components – the thread guard and the plastic annulus – which normally do not touch. A pair of self-braking wheels are placed on either side of the cart, eliminating pulling from one side or the other. There is no component required to actuate the braking mechanism; a slight increase in force easily moves the cart forward. The wheels can also be adjusted to accommodate a steeper slope or an especially windy location.

Customer

Solu



tions

This is no docile marketplace willing to accept whatever commodities manufacturers push onto consumers. Ours is a dynamic business environment in which the customer is our priority. Companies, focused on meeting customer needs, are rewarded with loyalty. Those that aren't sadly discover that customers move on without ever looking back.

That's the reality of the customer-driven marketplace of 2001. For Standex, however, this reality represents tremendous growth potential for two key reasons. First and foremost, a customer-focused philosophy permeates every business unit within the global Standex organization. Moreover, with highly specialized engineering expertise across many different industries – from electronics to aeronautics to commercial food preparation

Customer

Solu



Walgreens' energy efficient refrigeration system provided by Master-Bilt.

tions

equipment – supported by global manufacturing facilities, we have the resources to become strategic partners with customers.

OEM manufacturers typically bring us into their product development cycle early on, enabling us to work as an integral part of their engineering team. Through this collaborative process, we transform our expertise and in-depth knowledge of their business into superior solutions that help our customers become successful with their customers. Moreover, because we save manufacturers from having to staff specialized talent, we help them reduce costs while bringing advanced technologies and products to market faster so they can take advantage of the narrow window of opportunity.

Redesigned Master-Bilt refrigeration systems provide Walgreens with energy savings.

CUSTOMER CHALLENGE:

Two years ago, Walgreens launched an aggressive campaign to reduce energy consumption, turning to Master-Bilt Products, its long-term partner of refrigeration systems, for assistance in reducing the energy costs of its new and remodeled stores.

SOLUTION:

To help Walgreens achieve its goals, **Master-Bilt** redesigned its existing system, consolidating four separate roof-mounted refrigeration units into one and replacing older compressor technology with highly efficient scroll-type compressors. The system was also reengineered to provide one common condensing unit with just three fans instead of four, which are sequenced so that only as many fans operate as required. In addition, the interior equipment – a six-glass door freezer and 20-foot, open-air, rear-load refrigeration unit – were upgraded. Electrical light ballasts were replaced with more efficient electronics, and highly efficient fan motors were installed. This new refrigeration system is now installed in several Walgreens stores, yielding significant energy savings.



Magnetically actuated reed switch assembly from Standex Electronics resolves manufacturability issues for GE Appliance.

CUSTOMER CHALLENGE:

With several costly pre-assembled parts and difficult-to-control operating tolerances, a mechanical switch assembly used by GE Appliance created manufacturing and cost issues that needed to be addressed.

SOLUTION:

Standex Electronics worked with GE Appliance washer engineering on a 6-Sigma design to develop a magnetically actuated reed switch with no moving parts. Satisfying all cost, manufacturability and quality requirements, the new Standex switch has replaced the mechanical switch assembly and contributed to the successful launch of a substantial washer improvement.

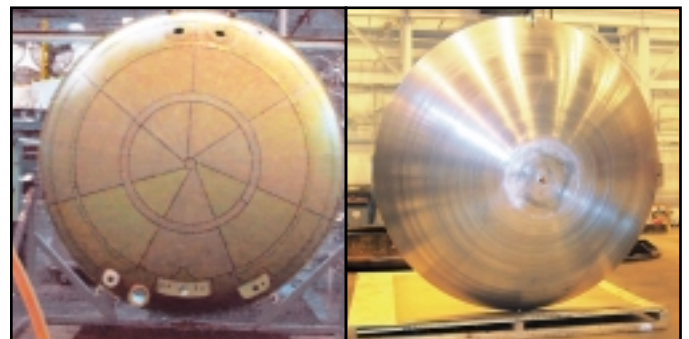
New one-piece bulkhead design for Boeing significantly reduces manufacturing costs and improves functionality.

CUSTOMER CHALLENGE:

Pressure bulkheads for commercial airlines equalize air pressure throughout the main passenger cabin while the aircraft is in flight. Historically, the bulkheads, which are installed in the back of the aircraft, are built from more than 60 individual components. Manufacturing these parts is costly, and assembly is time-consuming, with more than 2,500 rivets and 1,000 feet of caulking required. Once installed, the unit cannot easily be repaired or re-caulked. In addition, normal wear and tear of the seams and joints of overlapping components can cause leaks, which can result in loss of cabin pressure and consequently, discomfort for passengers.

SOLUTION:

While visiting the Boeing plant in Wichita, Kansas, **Spincraft** engineers reviewed the client's existing pressure bulkhead design and proposed manufacturing a one-piece unit that would significantly reduce costs, while improving functionality. Spincraft engineered a prototype using two pieces of off-the-shelf aluminum to create a starting blank of an appropriate size. These pieces were welded together utilizing the friction stir weld process. The blank was then transformed to the desired geometry using precision spin forming techniques developed by Spincraft. By successfully creating this bulkhead configuration, Spincraft proved the viability of spin-forming a thin wall bulkhead configuration. Additionally, the viability of spin-forming over friction stir welded joints was proven. The combination reduces Boeing's manufacturing costs and eliminates the potential for cabin pressure leakage.



Old Style: 60+ parts; 2,500 rivets;

New Style: 1-piece construction

1,000 feet of caulking

Growth

through targeted

Acqui



sitions

The Standex legacy features a long and successful record of buying and integrating well-run businesses. We have welcomed these businesses into our company structure with a win-win formula. The formula is simple. We seek to capitalize on the strengths of the businesses we acquire, while translating these strengths into synergistic opportunities that elevate the performance of Standex as a whole. In this way, success in one Standex business contributes to success in others – and will contribute even more in the future.

Growth

through targeted

Acqui

sitions

“Growth through Targeted Acquisitions” means we will continue to own and operate a diverse group of relatively autonomous companies. But, as a means of executing our “focused diversity” growth strategy, we are intensifying our efforts to acquire companies that are both financially strong and synergistic with our existing businesses.

We think of “synergy” in terms of “the sum of the whole becoming greater than the sum of the parts.” How can each of our existing businesses or potential acquisitions contribute to Standex in a way that makes the total company stronger than each of its many businesses standing on their own?

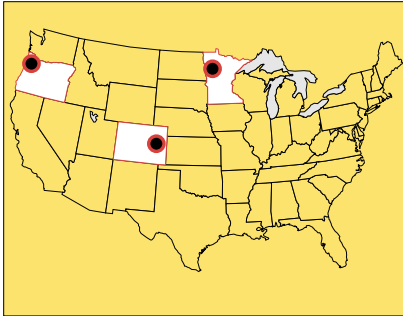
Some of the factors we consider are:

- **Market penetration**
- **Product line expansion**
- **Cost savings**
- **Technology enhancements**
- **Supply chain enhancements**

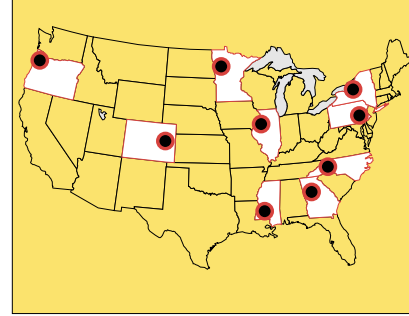
Lastly, among Standex’s greatest assets are the trademarks and reputations of acquired companies. Synergy is about leveraging these strengths and enhancing shareholder value by utilizing Standex’s resources and skills to provide more value and innovative solutions for our customers.

Standex Air Distribution Products Acquired ACME Manufacturing Company in October 1997

Manufacturing Facilities Before Acquisition



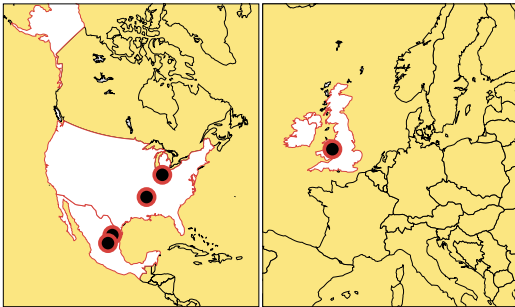
Manufacturing Facilities After Acquisition



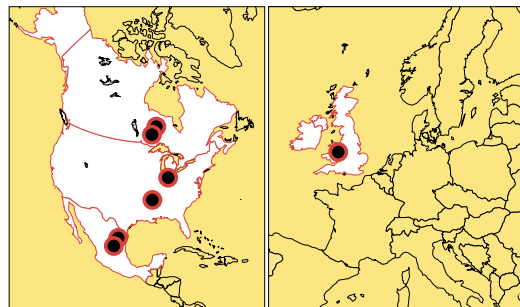
- Standex Air Distribution Products increased its market share revenue by 153%.
- Standex Air Distribution Products increased its geographic distribution by adding 23 additional ship-to states.

Standex Electronics Acquired ATC-Frost Magnetics in April 2001

Manufacturing Facilities Before Acquisition



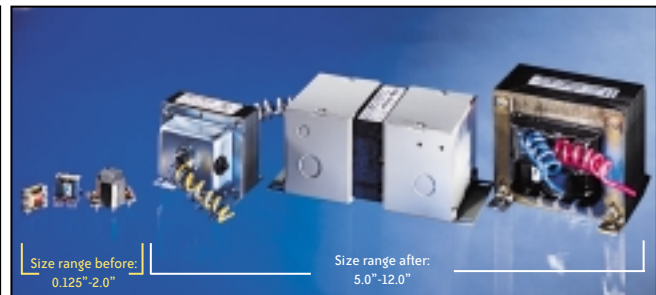
Manufacturing Facilities After Acquisition



Product Line Expansion – Toroids



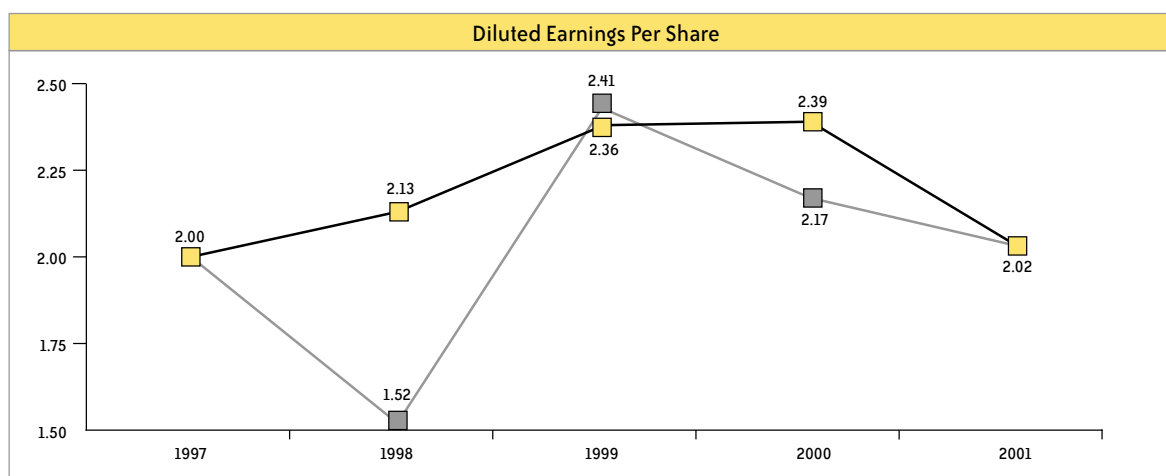
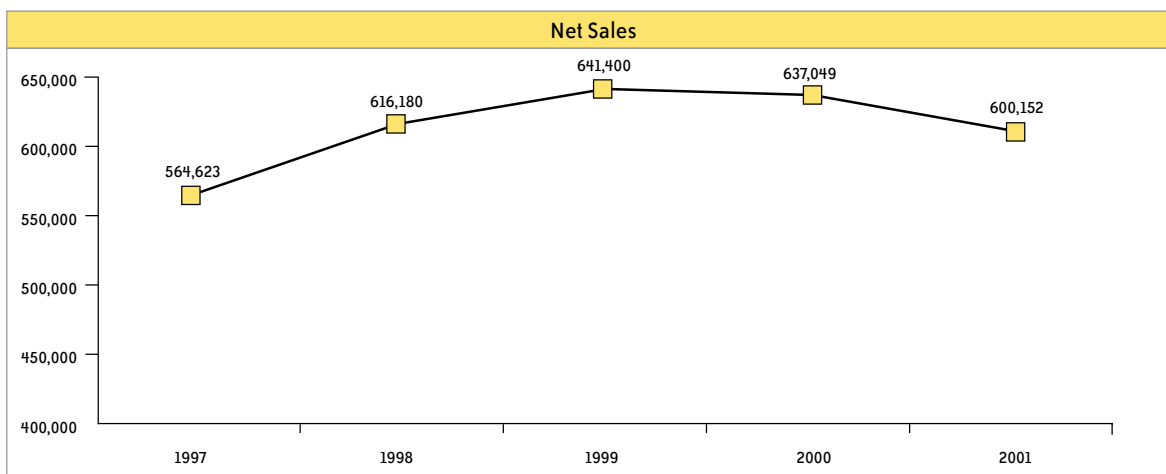
Product Line Expansion – Transformers



- Standex Electronics increased its market share revenue by 50%.
- New markets including HVAC and Medical.

Financial Performance

■ Reported ■ Adjusted



Note A

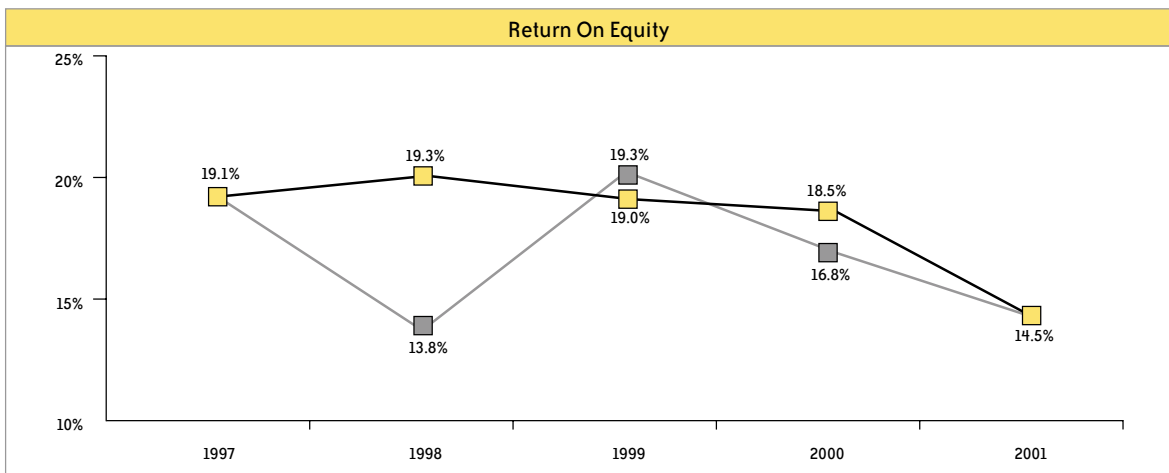
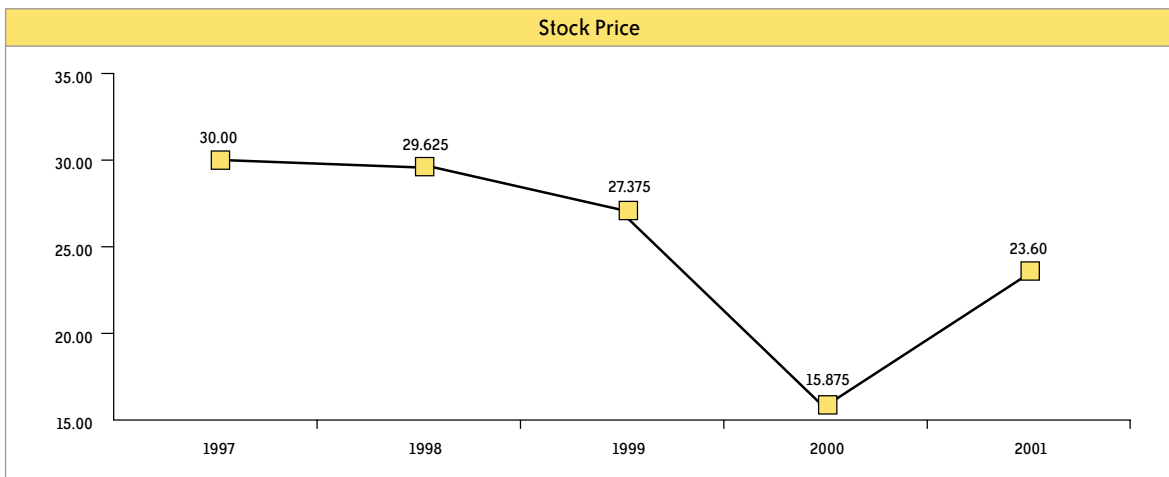
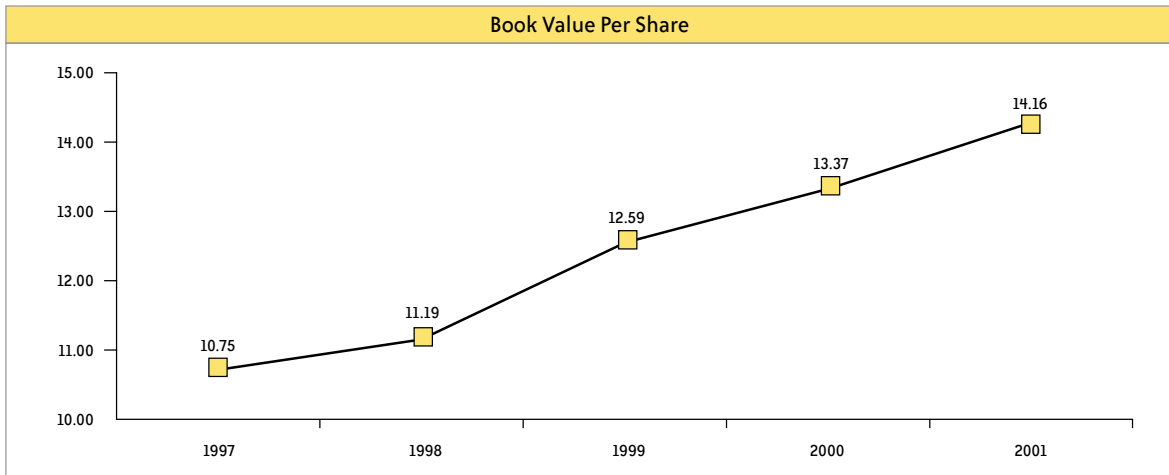
EBITDA consist of earnings before interest expense, income taxes, depreciation and amortization, less interest and other income and loss on disposition of business. EBITDA is presented because we believe it is an indicator of our ability to incur and service debt, and a similar formula is used by our lenders in determining compliance with financial covenants. However, EBITDA should not be considered as an alternative to cash flow from operating activities, as a measure of liquidity or as an alternative to net income as a measure of operating results in accordance with U.S. generally accepted accounting principles.

■ As reported in the Financial Statements

■ As adjusted: Fiscal Year 2000 amounts exclude a non-recurring net after tax gain of \$1.7 million or 13 cents per share related to the demutualization of an insurance company and Fiscal Years 2000, 1999 and 1998 include a net after tax restructuring of \$4.4 million or 35 cents per share charge, a \$600,000 or 5 cents per share credit, and an \$8.0 million or 61 cents per share charge, respectively.

Financial Performance (continued)

■ Reported ■ Adjusted



■ As reported in the Financial Statements

■ As adjusted: Fiscal Year 2000 amounts exclude a non-recurring net after tax gain of \$1.7 million or 13 cents per share related to the demutualization of an insurance company and Fiscal Years 2000, 1999 and 1998 include a net after tax restructuring of \$4.4 million or 35 cents per share charge, a \$600,000 or 5 cents per share credit, and an \$8.0 million or 61 cents per share charge, respectively.

Five-year Financial Review

Standex International Corporation and Subsidiaries

(In thousands, except per share data)

	2001	2000	1999	1998	1997
<i>Year Ended June 30</i>					
SUMMARY OF OPERATIONS					
Net sales	\$600,152	\$637,049	\$641,400	\$616,180	\$564,623
Gross profit margin	198,149	209,338	210,126	200,548	186,131
Interest expense	11,897	11,337	11,156	10,779	8,497
Income before income taxes	42,465	46,853	51,491	33,064	43,516
Provision for income taxes	17,568	19,150	20,130	12,915	16,597
Net income	24,897	27,703	31,361	20,149	26,919
PER SHARE DATA					
Net sales (diluted)	48.64	49.91	49.20	46.61	41.85
Earnings:					
Basic	2.05	2.19	2.42	1.54	2.02
Diluted	2.02	2.17	2.41	1.52	2.00
Dividends paid	0.83	0.79	0.76	0.76	0.75
Book value	14.16	13.37	12.59	11.19	10.75
Average shares outstanding					
Basic	12,172	12,672	12,972	13,072	13,337
Diluted	12,338	12,763	13,037	13,219	13,491
JUNE 30 FINANCIAL CONDITION					
Working capital	139,807	145,009	146,514	148,943	136,946
Current ratio	2.86	2.68	2.79	2.73	2.95
Property, plant and equipment – net	113,844	112,137	104,783	102,973	85,598
Total assets	424,264	424,200	410,042	411,242	341,038
Long-term debt	153,019	153,436	148,111	163,448	112,347
Stockholders' equity	172,174	164,814	162,301	146,197	141,185

Sales and Earnings by Quarter (Unaudited)

Year Ended June 30

(In thousands, except per share data)

	2001				2000			
	FIRST	SECOND	THIRD	FOURTH	FIRST	SECOND	THIRD	FOURTH
Net sales	\$151,279	\$158,652	\$140,233	\$149,988	\$157,803	\$163,050	\$158,158	\$158,038
Gross profit margin	48,065	54,483	44,841	50,760	49,693	55,255	51,924	52,466
Net income	7,038	7,553	4,037	6,269	9,517	7,613	6,460	4,113
EARNINGS PER SHARE								
Basic	0.57	0.62	0.34	0.52	0.74	0.59	0.52	0.34
Diluted	0.57	0.61	0.33	0.51	0.74	0.59	0.51	0.33

Common Stock Prices and Dividends Paid

Common Stock Price Range

<i>Year Ended June 30</i>	2001		2000		Dividends per Share	
	High	Low	High	Low	2001	2000
First quarter	\$19.44	\$16.50	\$29.00	\$22.44	\$0.20	\$0.19
Second quarter	20.63	16.63	27.00	19.50	0.21	0.20
Third quarter	25.76	19.75	21.25	14.34	0.21	0.20
Fourth quarter	24.30	20.75	18.00	15.19	0.21	0.20

Distribution of the 2001 Sales Dollar

(In thousands)

Materials and services	\$342,047	57 %
Wages, salaries and employee benefits	190,063	32
Depreciation and amortization	13,680	2
Interest on borrowed money	11,897	2
Income taxes	17,568	3
Reinvested in the Company	14,772	2
Dividends to stockholders	10,125	2
Total	\$600,152	100 %

Condensed Statements of Consolidated Income

Standex International Corporation and Subsidiaries

Year Ended June 30 (In thousands)	2001	2000	1999
NET SALES	\$600,152	\$637,049	\$641,400
COST OF PRODUCTS SOLD	402,003	427,711	431,274
Gross profit	198,149	209,338	210,126
SELLING, GENERAL AND ADMINISTRATIVE	144,086	148,770	148,790
Restructuring charge (credit)	-	5,408	(1,016)
INCOME FROM OPERATIONS	54,063	55,160	62,352
OTHER INCOME (EXPENSE):			
Interest expense	(11,897)	(11,337)	(11,156)
Interest and other income	299	319	295
Gain on stock received	-	2,711	-
Total	(11,598)	(8,307)	(10,861)
INCOME BEFORE INCOME TAXES	42,465	46,853	51,491
PROVISION FOR INCOME TAXES	17,568	19,150	20,130
NET INCOME	\$ 24,897	\$ 27,703	\$ 31,361
EARNINGS PER SHARE			
BASIC	\$ 2.05	\$ 2.19	\$ 2.42
DILUTED	\$ 2.02	\$ 2.17	\$ 2.41

Condensed Statements of Consolidated Stockholders' Equity

Year End (In thousands)	Common Stock	Additional Paid-in Capital	Unamortized Value of Restricted Stock Awards	Retained Earnings	Accumulated Other Comprehensive Income	Treasury Stock Shares	Treasury Stock Amount	Total Stockholders' Equity
Balance, June 30, 1998	\$41,976	\$ 8,516		\$ 324,130	\$ (2,729)	14,918	\$ (225,697)	\$146,196
Stock issued for employee stock options and stock purchase plan, net of related income tax benefit		641				(143)	2,182	2,823
Treasury stock acquired						314	(7,454)	(7,454)
Comprehensive income								
Net income				31,361				31,361
Foreign currency translation adjustment					(749)			(749)
Total comprehensive income								30,612
Dividends paid (76¢ per share)				(9,878)				(9,878)
Balance, June 30, 1999	41,976	9,157		345,613	(3,478)	15,089	(230,969)	162,299
Stock issued for employee stock options and stock purchase plan, net of related income tax benefit		117				(127)	1,952	2,069
Treasury stock acquired						698	(12,757)	(12,757)
Comprehensive income								
Net income				27,703				27,703
Foreign currency translation adjustment					(4,487)			(4,487)
Total comprehensive income								23,216
Dividends paid (79¢ per share)				(10,013)				(10,013)
Balance, June 30, 2000	41,976	9,274		363,303	(7,965)	15,660	(241,774)	164,814
Stock issued for employee stock options and stock purchase plan, net of related income tax benefit		1,372				(311)	4,828	6,200
Restricted stock awards		111	\$ (1,450)			(86)	1,339	0
Amortization of restricted stock awards			401					401
Stock issued in conjunction with acquisition		193				(29)	446	639
Treasury stock acquired						587	(12,483)	(12,483)
Comprehensive income								
Net income				24,897				24,897
Foreign currency translation adjustment					(1,109)			(1,109)
Interest rate swap liability					(1,060)			(1,060)
Total comprehensive income								22,728
Dividends paid (83¢ per share)				(10,125)				(10,125)
Balance, June 30, 2001	\$41,976	\$10,950	\$(1,049)	\$378,075	\$(10,134)	15,821	\$(247,644)	\$172,174

Condensed Consolidated Balance Sheets

Standex International Corporation and Subsidiaries

(In thousands)

	2001	2000
<i>June 30</i>		
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 8,955	\$ 10,438
Receivables – less allowance of \$3,433 in 2001 and \$3,400 in 2000	98,470	104,431
Inventories	102,674	112,201
Prepaid expenses	4,845	4,316
Total current assets	214,944	231,386
Property, Plant and Equipment		
Land and buildings	86,246	83,589
Machinery and equipment	177,367	176,053
Total	263,613	259,642
Less accumulated depreciation	149,769	147,505
Property, plant and equipment – net	113,844	112,137
Other Assets		
Prepaid pension cost	43,625	38,334
Goodwill – net	41,069	31,184
Other	10,782	11,159
Total other assets	95,476	80,677
Total	\$424,264	\$424,200
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Current portion of debt	\$ 2,532	\$ 2,357
Accounts payable	33,554	36,495
Accrued payroll and employee benefits	16,118	18,857
Income taxes	4,296	5,357
Other	18,637	23,311
Total current liabilities	75,137	86,377
Long-Term Debt – less current portion	153,019	153,436
Deferred Income Taxes	19,831	16,610
Other Noncurrent Liabilities	4,103	2,963
Commitments and Contingencies		
Stockholders' Equity		
Common stock-authorized, 60,000,000 shares in 2001 and 2000; par value, \$1.50 per share; issued 27,984,278 shares in 2001 and 2000	41,976	41,976
Additional paid-in capital	10,950	9,274
Retained earnings	378,075	363,303
Unamortized Value of Restricted Stock	(1,049)	–
Accumulated other comprehensive income	(10,134)	(7,965)
Less cost of treasury shares:		
15,821,421 shares in 2001 and 15,659,551 shares in 2000	(247,644)	(241,774)
Total stockholders' equity	172,174	164,814
Total	\$424,264	\$424,200

Condensed Statements of Consolidated Cash Flows

Standex International Corporation and Subsidiaries

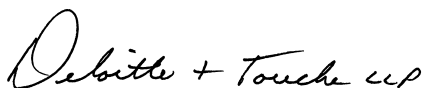
<i>Year Ended June 30 (In thousands)</i>	2001	2000	1999
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Income	\$ 24,897	\$ 27,703	\$ 31,361
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	13,680	13,622	13,770
Amortization of restricted stock awards	401	-	-
Profit improvement incentive plan	-	(40)	286
Deferred income taxes	3,118	1,874	2,799
Net pension credit	(3,608)	(1,998)	(1,793)
(Gain) Loss on sale of investments, real estate and equipment	182	203	205
Increase (Decrease) in cash from changes in assets and liabilities, net of effects from acquisitions & dispositions:			
Receivables - net	8,160	(7,303)	(1,337)
Inventories	10,867	7,924	(219)
Prepaid expenses and other	(2,743)	(3,209)	(1,005)
Accounts payable	(3,342)	334	(1,509)
Accrued payroll, employee benefits and other liabilities	(8,455)	5,647	(5,767)
Income taxes	(1,059)	(549)	332
Net cash provided by operating activities	42,098	44,208	37,123
CASH FLOWS FROM INVESTING ACTIVITIES:			
Expenditures for property and equipment	(13,832)	(22,787)	(16,824)
Expenditures for acquisitions, net of cash acquired	(15,048)	-	(796)
Proceeds from sale of investments, real estate and equipment	1,906	858	1,517
Proceeds from disposition of businesses	532	-	5,092
Net cash used for investing activities	(26,442)	(21,929)	(11,011)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from additional borrowings	7,051	12,828	25,000
Payments of debt	(7,292)	(9,110)	(39,869)
Stock issued under employee stock option and purchase plans	6,199	2,068	2,823
Cash dividends paid	(10,125)	(10,013)	(9,878)
Purchase of treasury stock	(12,483)	(12,757)	(7,453)
Net cash used for financing activities	(16,650)	(16,984)	(29,377)
Effect of Exchange Rate Changes on Cash	(489)	(766)	(82)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(1,483)	4,529	(3,347)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	10,438	5,909	9,256
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 8,955	\$ 10,438	\$ 5,909
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:			
Issued for acquisitions:			
Stock	\$ 639	\$ -	\$ -
Note payable	-	-	500
Cash paid during the year for:			
Interest	12,094	11,566	11,063
Income taxes	15,408	17,766	16,883

Independent Auditors' Report

To the Board of Directors and Stockholders of Standex International Corporation Salem, NH:

We have audited the consolidated balance sheets of Standex International Corporation and subsidiaries (the "Company") as of June 30, 2001 and 2000, and the related consolidated statements of income, stockholders' equity, and cash flows for each of the three years in the period ended June 30, 2001. Such consolidated financial statements and our report thereon dated August 14, 2001, expressing an unqualified opinion (which are not included herein) are included in Appendix A (the Company's Annual Report on Form 10-K) to the proxy statement for the 2001 annual meeting of stockholders. The accompanying condensed consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on such condensed consolidated financial statements in relation to the complete consolidated financial statements.

In our opinion, the information set forth in the accompanying condensed consolidated balance sheets as of June 30, 2001 and 2000 and the related condensed consolidated statements of income and of cash flows for each of the three years in the period ended June 30, 2001 is fairly stated in all material respects in relation to the basic consolidated financial statements from which it has been derived.



**Deloitte
& Touche**

Boston, Massachusetts
August 14, 2001

Corporate Headquarters

Standex International Corporation
6 Manor Parkway
Salem, NH 03079
(603) 893-9701
Facsimile: (603) 893-7324
<http://www.standex.com>

Common Stock

Listed on the New York Stock
Exchange (Ticker symbol: SXI)
Transfer Agent and Registrar:
EquiServe Trust Company N.A.
P.O. Box 43010
Providence, RI 02940-3010
(781) 575-3400
<http://www.equiserve.com>

Counsel

Hale and Dorr
60 State Street
Boston, MA 02109

Independent Auditors

Deloitte & Touche LLP
200 Berkeley Street
Boston, MA 02116-5022

Shareholder Services

Stockholders should contact Standex's Transfer Agent (EquiServe Trust Company N.A., P. O. Box 43010, Providence, RI 02940-3010) regarding changes in name, address or ownership of stock; lost certificates or dividends; and consolidation of accounts.

Form 10-K

A copy of Standex's Form 10-K is provided to stockholders with this Annual Report. Additional copies may be obtained without charge by writing to: Standex Investor Relations Department, 6 Manor Parkway, Salem, NH 03079. Form 10-K may be reviewed online at www.standex.com.

Stockholder Meeting

The Annual Meeting of Stockholders will be held at 11:00 a.m. on Tuesday, October 30, 2001 at FleetBoston, Auditorium, Main Lobby, 100 Federal Street, Boston, MA.



Edward F. Paquette: Vice President
and Chief Financial Officer
Retiring as of August 31, 2001

Management Transition



Christian Storch: Vice President
and Chief Financial Officer As of
September 1, 2001

As fiscal 2002 begins, Standex bids farewell to Ed Paquette, whose four-year commitment as the Company's Vice President and Chief Financial Officer concludes with his retirement on August 31, 2001.

Ed Paquette capped a distinguished 40-year career in public accounting as a partner with Deloitte & Touche by joining Standex at an important moment in its history. At that time, just as today, the Company was faced with a period of exceptionally rapid macroeconomic change. Ed was instrumental in helping Standex ascertain the direction of that change, and in refocusing on the three strategic business segments that have driven the Company's growth since then. The full scope of his many contributions, however, extends well beyond financial and strategic management. Ed's character, business acumen and personal drive have

had a profound influence on Standex at every level. We wish Ed and his family many years of health and happiness in retirement.

Christian Storch will be taking the leadership reins from Ed on September 1, 2001. Christian, who joined Standex in 1999 as Manager of Corporate Audit and Assurance Services, has translated his distinguished background in global public accounting and corporate finance into major contributions at Standex — chief among them being critical involvement with the management team in formulating and implementing the Company's new growth strategy. Christian's years of senior-level experience in building businesses on both sides of the Atlantic will be a tremendous asset to Standex as it redefines and refocuses its business units going forward.



In Memoriam

Samuel S. Dennis: 1910 – 2001

Standex has lost one of its original founders and a true guiding spirit in its 46-year history. Samuel S. Dennis was a founder, a member of the Board of Directors and its Executive Committee since the Company's beginning in 1955. Sam was a Senior Partner of the prestigious Boston law firm, Hale and Dorr, and a director of several public companies.

A graduate of both Harvard Business School and Harvard Law School, Sam possessed a unique combination of legal expertise and business acumen which enabled him to provide invaluable guidance and counsel to our Company. In addition to his intimate knowledge of the intricacies of the tax laws, Sam had an imaginative flair which proved to be of great importance in crafting appealing offers to the over 100 private companies we have acquired in the past 46 years. He was pragmatic in his counsel and firm in his negotiations.

Standex will miss Sam's ever-active mind, his unfailing advice and his sound business judgment.

Essential

Products for Your World

BOARD OF DIRECTORS

Thomas L. King*
Chairman of the Board

Edward J. Trainor*
*President and
Chief Executive Officer*

John Bolten, Jr.†
Consultant

David R. Crichton
Executive Vice President/Operations

Samuel S. Dennis 3d*†
*Retired Partner,
Hale and Dorr, Attorneys*

William R. Fenoglio
*Former President and
Chief Executive Officer of Augat Inc.*

Walter F. Greeley
*Chairman, High Street Associates,
An Investment Partnership*

Daniel B. Hogan, Ph.D.
*President, The Apollo Group,
Management Consultants*

C. Kevin Landry*
*Managing Partner, T.A. Associates,
A Venture Capital Firm*

H. Nicholas Muller, III, Ph.D.
*President, CEO
Frank Lloyd Wright Foundation*

Edward F. Paquette
*Vice President and
Chief Financial Officer
Retired as of August 31, 2001*

Sol Sackel
*Former Senior Vice President
of the Company*

CORPORATE OFFICERS

Thomas L. King
Chairman of the Board

Edward J. Trainor
*President and
Chief Executive Officer*

David R. Crichton
Executive Vice President/Operations

Deborah A. Rosen
*Vice President,
General Counsel and Secretary*

Edward F. Paquette
*Vice President and
Chief Financial Officer
Retired as of August 31, 2001*

Christian Storch
*Vice President and
Chief Financial Officer
As of September 1, 2001*

Daniel C. Potter
Treasurer and Tax Director

Robert R. Kettinger
Corporate Controller

Steven G. Brown
*Assistant Secretary,
Director of Business Planning
and Corporate Development*

OPERATING DIVISIONS

Industrial

David R. Crichton
*Group Vice President
Industrial Group*

Jarvis Caster Group
Can-Am Casters and Wheels

Standex Electronics
ATC-Frost Magnetics

James Burn International
Custom Hoists, Inc.

Spincraft

Standex Engraving Group
Eastern Engraving

Mold-Tech

Roehlen Engraving

Standex International GmbH

Food Service

Jerry G. Griffin
*Group Vice President
Food Service Group*

BKI Worldwide

BKI USA

BKI Europe

Master-Bilt Products

Federal Industries

United Service Equipment Company

General Slicing

H.F. Coors China

Mason Candlelight

Procon Products

Consumer

Peter G. Gerstberger, Ph.D.
*Group Vice President
Consumer Group*

Standard Publishing

Berean® Christian Stores

Standex Direct

Standex Air Distribution Products

Snappy/ACME/ALCO



Essential products for your world.