

RFM News Release

Contacts: RF Monolithics, Inc.
Buddy Barnes
Chief Financial Officer
972-233-2900

Carol Bivings
Director IR
972-448-3767

RF MONOLITHICS REPORTS THIRD QUARTER FINANCIAL RESULTS

RFM Meets 3rd Quarter Guidance--Sales, Bookings, and Gross Margin Improvement Reported

DALLAS, TEXAS, (June 13, 2002) RF Monolithics, Inc. [NASDAQ:RFMI] today reported net income for the third quarter ended May 31, 2002, of \$623,000 or \$0.09 per diluted share compared to a net loss of \$534,000 or \$0.08 per diluted share for the third quarter of the prior year. The Company benefited from an income tax refund of \$991,000 resulting from new tax legislation in the quarter. Without this tax refund, the net loss for the quarter would have been \$368,000, or \$.05 per diluted share. The Company reported sales for the third quarter of \$10.4 million, compared to \$15.1 million in the third quarter of the prior year.

For the nine months ended May 31, 2002, the net loss was \$484,000 or \$0.07 per diluted share compared to a net loss of \$3.5 million or \$0.53 per diluted share for the same period of FY01. The Company's sales were \$32 million compared to \$39.3 million for the prior year's first nine months.

President and CEO of RF Monolithics, Inc., David M. Kirk, commented, "We are grateful for the tax refund, which improves both net income and cash flow in the current year. More important to us from a long-term standpoint is the fact that this was the first quarter since the economic downturn hit us that we have seen recovery in both our sales and bookings. We are hopeful this signals a beginning of recovery in our markets and will give us the top line we need to capitalize on our low cost structure which would put the Company in a profitable position at the operating income level next quarter. On the operations side, we successfully executed against our plan with improved gross margin, controlled expenses, generated positive operating cash flow and met the guidance we had provided for the quarter. We feel very good about the Company's performance this quarter and are cautiously optimistic about an economic recovery in the primary markets we serve."

>>More<<

Mr. Kirk further commented, “We are really excited about our product position in several growth markets, and feel our products are well suited to meet the needs of those markets. During the quarter, we highlighted three particular applications in these growth markets, which include Automated Meter Reading, Tire Pressure Monitoring and Satellite Radio. We have already seen some success in these markets and each offers significant potential for additional sales growth. Although market conditions may change, we believe these types of applications will allow RFM to resume significant sales growth.”

“As we close out this fiscal year, we expect revenue levels for the fourth quarter to be flat to up approximately 5% over 3rd quarter sales. If we achieve this 5% sales increase, we expect to report further improvement in gross margin in the 25-26% range and expect this will result in profitability at the operating level. We will also continue to aggressively manage our expenses and expect cash flow to remain positive.”

Quarter Highlights:

- The Company reported net income of \$623,000 after a \$991,000 income tax refund.
- The income tax refund resulted from a change in tax legislation, which occurred in the quarter that permits additional carry-back of losses against prior years’ income taxes paid. Since the Company had fully reserved all future tax benefits in the last fiscal year, in accordance with FAS 109, the refund will be a benefit to both net income and cash flow in the current year. The Company does not expect any additional tax refunds based upon this legislation.
- The Company recorded a 6% increase in sales from its previous quarter. This was the Company’s first quarter-over-quarter increase in sales since the same quarter of Fiscal Year 2001.
- The Company recorded its strongest order bookings in five quarters resulting in a positive book-to-bill ratio.
- The Company reported a 6 margin point improvement over prior year’s 3rd quarter gross margin, despite a 31% decrease from the record sales of the prior year’s third quarter. Year-to-date gross margins improved almost 9 margin points. The Company attributes these improvements to its restructuring program.
- The Company reported a pre-tax loss of \$1.5 million for this nine-month period compared to a pre-tax loss of \$5.4 million for the prior year’s first nine-months.
- The Company reported positive cash flow from operations of approximately \$900,000. Year-to-date positive cash flow from operations was approximately \$3.1 million. The tax refund is expected to be received in the Company’s 4th quarter.

>>More<<

- Product Mix for 3rd quarter sales was:
 - Low-power Components \$6.0 Million
 - Virtual Wire Products \$2.3 Million
 - Filter Products \$1.4 Million
 - Frequency Control Products \$0.6 Million
 - Technology Development \$0.1 Million
- Year-to-date the Company has reduced its liabilities by \$5.6 million including \$3.5 million in bank debt.
- The Company announced volume shipment of IF SAW filters for the satellite radio after-market.
- The Company announced it would supply its Virtual Wire® products for Datamatic Ltd.'s FIREFLY® Automated Meter Reading systems (AMR).
- The Company continued its program to improve investor communications:
 - The Company reports good attendance for its presentation to investors at the AeA MicroCap Financial Conference in May.
 - The Company's website (www.rfm.com) has been updated and enhanced to provide more and better information to investors, customers, and business partners.
 - The CEO provided an overview of the Company and its capabilities during an interview with the Wall Street Reporter Magazine.
- A regional analyst began coverage of the Company and has posted estimates.

About RFM:

RFM, headquartered in Dallas, Texas, is a leading developer, manufacturer and supplier of a broad range of radio frequency components and modules based on surface acoustic wave technology for the communications, automotive, consumer, distribution and industrial markets worldwide. For more information on RF Monolithics, Inc., please see our Web site at www.rfm.com.

Forward-Looking Statements:

This news release contains forward-looking statements, made pursuant to the Safe Harbor Provision of the Private Securities Litigation Reform Act of 1995, that involve risks and uncertainties. Statements of the Company's plans, objectives, expectations and intentions involve risks and uncertainties. Statements containing terms such as "believe", "expects", "plans" "anticipates" or similar terms, are considered

>>**More**<<

to contain uncertainty and are forward-looking statements. Further, the Company's actual results could differ materially from those discussed. Factors that could contribute to such differences include, but are not limited to, the timely development, acceptance and pricing of new products, the successful implementation of improved manufacturing processes, the transition to offshore manufacturing, the impact of competitive products and pricing, availability of sufficient materials, labor, and assembly capacity to meet product demand, general economic conditions as they affect the Company's customers and manufacturing partners, timely processing of federal tax refund, as well as the other risks detailed from time to time in the Company's SEC reports, including the report on Form 10-K for the year ended August 31, 2001. The Company does not assume any obligation to update any information contained in this release.

Management Conference Call:

RFM will host a Conference Call, open to the public, today at 5:00 p.m. EST. The public will have the opportunity to listen to the Conference Call over the Internet or by dialing a toll-free number. Below is the information you will need:

Internet Access-

RFM at <http://www.rfm.com> . Click on the "Investor Relations" section and then click on "WebCast Live". You may also access the Conference Call at <http://ccbn.com>. Click on "Company Boardroom" then Click on "Conference Calls" tab, Click on "RF Monolithics". To listen to the live call, please go to the Web site at least 15 minutes early to download and install any necessary audio software. A replay will be available on CCBN.

Telephone Access-

The toll-free dial-in number is 1-877-888-3490 and there is no password. Please call 10 minutes prior to scheduled start time. After the Conference Call, a replay will be available and can be accessed by dialing 1-888-509-0082. This replay will be active from 7:00 p.m. EST June 13 through June 14, 2001, and again June 17, 2001.

<<More>>

RF Monolithics, Inc.
Condensed Statements of Operations
(In Thousands, Except Per Share Amounts)

	Three Months Ended		Nine Months Ended	
	May 31, 2002	May 31, 2001	May 31, 2002	May 31, 2001
	(Unaudited)		(Unaudited)	
Sales	\$ 10,439	\$ 15,094	\$ 31,969	\$ 39,256
Cost of sales	7,873	12,279	24,604	33,728
Gross profit	2,566	2,815	7,365	5,528
Research and development	805	886	2,294	3,008
Sales and marketing	1,222	1,508	3,547	4,463
General and administrative	660	844	2,090	2,417
Operating expenses	2,687	3,238	7,931	9,888
Income (loss) from operations	(121)	(423)	(566)	(4,360)
Other income (expense), net	(247)	(399)	(909)	(1,005)
Income (loss) before income taxes	(368)	(822)	(1,475)	(5,365)
Income tax (benefit) expense	(991)	(288)	(991)	(1,879)
Net Income (Loss)	<u>\$ 623</u>	<u>\$ (534)</u>	<u>\$ (484)</u>	<u>\$ (3,487)</u>
Earnings per share:				
Basic	<u>\$.09</u>	<u>\$(0.08)</u>	<u>\$(.07)</u>	<u>\$(0.53)</u>
Diluted	<u>\$.09</u>	<u>\$(0.08)</u>	<u>\$(.07)</u>	<u>\$(0.53)</u>
Weighted average common Shares outstanding:				
Basic	<u>7,103</u>	<u>6,857</u>	<u>7,085</u>	<u>6,633</u>
Diluted	<u>7,169</u>	<u>6,857</u>	<u>7,085</u>	<u>6,633</u>

<<More>>

RF Monolithics, Inc.
Condensed Consolidated Balance Sheets
(In Thousands)

	May 31, <u>2002</u> (Unaudited)	August 31, <u>2001</u>
ASSETS		
Cash, cash equivalents and short-term investments	\$210	\$ 332
Accounts receivable, net	7,274	8,305
Inventories	10,453	11,618
Other current assets	477	787
Income Tax Receivable	<u>991</u>	<u>0</u>
Total current assets	19,405	21,042
Net property and equipment	12,650	16,748
Other assets, net	<u>475</u>	<u>562</u>
Total	<u>\$ 32,530</u>	<u>\$ 38,352</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities	\$ 5,660	\$ 8,369
Long-term debt	<u>7,024</u>	<u>9,927</u>
Total liabilities	12,684	18,296
Stockholders' equity	<u>19,846</u>	<u>20,056</u>
Total	<u>\$ 32,530</u>	<u>\$ 38,352</u>

<<End>>