

# SECURITIES & EXCHANGE COMMISSION EDGAR FILING

## ADM TRONICS UNLIMITED, INC.

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Corporate Issuer CIK: 849401

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE  
SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended December 31, 2011

OR

TRANSACTION REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE  
SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

COMMISSION FILE NO. 0-17629

**ADM TRONICS UNLIMITED, INC.**

(Exact name of registrant as specified in its charter)

Delaware  
(State or Other Jurisdiction  
of Incorporation or organization)

22-1896032  
(I.R.S. Employer  
Identification Number)

224-S Pegasus Ave., Northvale, New Jersey 07647  
(Address of Principal Executive Offices)

Registrant's Telephone Number, including area code: (201) 767-6040

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days: YES  NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). YES  NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer  (Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). YES  NO

State the number of shares outstanding of each of the Issuer's classes of common equity, as of the latest practicable date:

56,939,537 shares of Common Stock, \$.0005 par value, as of February 14, 2012.

ADM TRONICS UNLIMITED, INC.

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**PART I. FINANCIAL INFORMATION**  
**ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS**

**ADM TRONICS UNLIMITED, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**

	December 31, 2011 (Unaudited)	March 31, 2011
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 119,349	\$ 155,149
Accounts receivable, net of allowance for doubtful accounts of \$329 and \$529, respectively	173,773	115,844
Inventories	367,455	232,499
Prepaid expenses and other current assets	51,186	20,441
Restricted cash	231,279	230,559
	<u>943,042</u>	<u>754,492</u>
Total current assets	943,042	754,492
Property and equipment, net of accumulated depreciation of \$67,517 and \$56,421, respectively	32,828	41,627
	<u>32,828</u>	<u>41,627</u>
Other assets:		
Inventories	28,828	31,951
Secured convertible note receivable	61,104	57,337
Advances to related parties	25,653	28,589
Intangible assets, net of accumulated amortization of \$145,717 and \$124,168, respectively	122,431	140,396
Other assets	16,109	16,109
Total other assets	254,125	274,382
	<u>254,125</u>	<u>274,382</u>
Total assets	<u>\$ 1,229,995</u>	<u>\$ 1,070,501</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 197,249	\$ 184,122
Note payable - bank	163,000	172,000
Note payable - other	-	13,900
Customer deposit	108,751	-
Accrued expenses and other current liabilities	169,378	56,457
Total current liabilities	638,378	426,479
	<u>638,378</u>	<u>426,479</u>
Total liabilities	638,378	426,479
Stockholders' equity:		
Preferred stock, \$.01 par value; 5,000,000 shares authorized, no shares issued and outstanding	-	-
Common stock, \$.0005 par value; 150,000,000 shares authorized, 56,939,537 shares issued and outstanding at December 31, 2011 and March 31, 2011	28,470	28,470
Additional paid-in capital	32,173,097	32,173,097
Accumulated deficit	(31,609,950)	(31,557,545)
Total stockholders' equity	591,617	644,022
	<u>591,617</u>	<u>644,022</u>
Total liabilities and stockholders' equity	<u>\$ 1,229,995</u>	<u>\$ 1,070,501</u>

The accompanying notes are an integral part of these consolidated financial statements.

**ADM TRONICS UNLIMITED, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE THREE AND NINE MONTHS ENDED**  
(Unaudited)

	Three months ended December 31,		Nine months ended December 31,	
	2011	2010	2011	2010
Net revenues	\$ 452,943	\$ 316,895	\$ 1,344,694	\$ 934,418
Cost of sales	<u>193,553</u>	<u>161,195</u>	<u>599,016</u>	<u>483,295</u>
Gross Profit	<u>259,390</u>	<u>155,700</u>	<u>745,678</u>	<u>451,123</u>
Operating expenses:				
Research and development	8,630	8,391	26,630	33,084
Selling, general and administrative	273,329	246,207	740,098	771,549
Depreciation and amortization	11,185	10,801	32,645	32,310
Total operating expenses	<u>293,144</u>	<u>265,399</u>	<u>799,373</u>	<u>836,943</u>
Loss from operations	<u>(33,754)</u>	<u>(109,699)</u>	<u>(53,695)</u>	<u>(385,820)</u>
Other income (expense):				
Interest income	1,484	1,081	4,724	5,627
Interest expense	<u>(1,336)</u>	<u>(1,151)</u>	<u>(3,434)</u>	<u>(3,831)</u>
Total other income (expense)	<u>148</u>	<u>(70)</u>	<u>1,290</u>	<u>1,796</u>
Net loss	<u>\$ (33,606)</u>	<u>\$ (109,769)</u>	<u>\$ (52,405)</u>	<u>\$ (384,024)</u>
Basic and diluted (loss) per common share:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (0.01)</u>
Weighted average shares of common stock outstanding - basic and diluted	<u>56,939,537</u>	<u>53,939,537</u>	<u>56,939,537</u>	<u>53,939,537</u>

The accompanying notes are an integral part of these consolidated financial statements.

**ADM TRONICS UNLIMITED, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED**

	December 31, 2011 (Unaudited)	December 31, 2010 (Unaudited)
<b>Cash flows from operating activities:</b>		
Net loss	\$ (52,405)	\$ (384,024)
<b>Adjustments to reconcile net loss to net cash used in operating activities:</b>		
Depreciation and amortization	32,645	32,310
Bad debt recovery	-	(754)
Interest income	(3,767)	(2,647)
<b>Changes in operating assets and liabilities:</b>		
Accounts receivable	(57,929)	15,826
Inventory	(131,833)	(46,279)
Prepaid expenses and other current assets	(39,212)	9,078
Accounts payable	21,593	2,319
Customer deposit	108,751	-
Accrued expenses and other current liabilities	112,921	-
Net cash used in operating activities	<u>(9,236)</u>	<u>(374,171)</u>
<b>Cash flows from investing activities:</b>		
Repayment from related party	2,936	19,696
Payment for equipment costs	(2,296)	-
Payment for patents and trademark costs	(3,584)	(7,185)
Deposit - restricted cash	(720)	(1,435)
Net cash (used in) provided by investing activities	<u>(3,664)</u>	<u>11,076</u>
<b>Cash flows from financing activities:</b>		
Repayments on note payable - Bank	(9,000)	(9,000)
Repayments on note payable - Other	(13,900)	(13,050)
Net cash used in financing activities	<u>(22,900)</u>	<u>(22,050)</u>
Net decrease in cash	(35,800)	(385,145)
Cash and cash equivalents beginning of period	155,149	690,975
Cash and cash equivalents at end of period	<u>\$ 119,349</u>	<u>\$ 305,830</u>
<b>Cash paid for:</b>		
Interest	\$ 3,056	\$ 3,831
Income taxes	<u>\$ -</u>	<u>\$ 3,662</u>
<b>Supplemental disclosures of non-cash investing and financing activities:</b>		
Accrued interest on note receivable	\$ 3,767	\$ 2,647
Increase in prepaid insurance and accounts payable	<u>\$ 8,466</u>	<u>\$ 4,613</u>

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

**ADM TRONICS UNLIMITED, INC. AND SUBSIDIARIES**  
**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2011**  
**(Unaudited)**

**NOTE 1 - ORGANIZATIONAL MATTERS**

ADM Tronics Unlimited, Inc. ("we", "us", the "Company" or "ADM"), was incorporated under the laws of the state of Delaware on November 24, 1969. We are authorized under our Certificate of Incorporation to issue 150,000,000 common shares, with \$.0005 par value, and 5,000,000 preferred shares with \$.01 par value.

The accompanying condensed consolidated financial statements as of December 31, 2011 (unaudited) and March 31, 2011 and for the three and nine month periods ended December 31, 2011 and 2010 (unaudited) have been prepared by ADM pursuant to the rules and regulations of the Securities and Exchange Commission ("SEC") including Form 10-Q and Regulation S-X. The information furnished herein reflects all adjustments (consisting of normal recurring accruals and adjustments) which are, in the opinion of management, necessary to fairly present the operating results for the respective periods. Certain information and footnote disclosures normally present in annual financial statements prepared in accordance with accounting principles generally accepted in the United States of America have been omitted pursuant to such rules and regulations. These financial statements and the information included under the heading "Management's Discussion and Analysis of Financial Condition and Results of Operations" should be read in conjunction with the audited financial statements and explanatory notes for the year ended March 31, 2011 as disclosed in our annual report on Form 10-K for that year as filed with the SEC, as it may be amended. The results of the nine months ended December 31, 2011 (unaudited) are not necessarily indicative of the results to be expected for the full year ending March 31, 2012.

**NATURE OF BUSINESS**

We are a manufacturing and engineering concern whose principal lines of business are the production and sale of chemical products and the manufacture and sale of electronics. On July 17, 2009, we purchased the assets of Antistatic Industries of Delaware Inc., ("Antistatic") a company involved in the research, development and manufacture of water-based and proprietary electrically conductive paints, coatings and other products and accessories which can be used by electronics, computer, pharmaceutical and chemical companies to prevent, reduce or eliminate static electricity.

Our chemical product line is principally comprised of water-based chemical products used in the food packaging and converting industries, and anti-static conductive paints, coatings and other products. These products are sold to customers located in the United States, Australia, Asia and Europe. Electronics equipment is manufactured in accordance with customer specifications on a contract basis. Our electronic device product line consists principally of proprietary devices used in the treatment of joint pain in humans and animals, tinnitus and electronic controllers for spas and hot tubs. These products are sold to customers located principally in the United States.

During the three months ended June 30, 2009, we invested in Wellington Scientific, LLC ("Wellington") which has rights to an electronic uroflowmetry diagnostic medical device technology. These products were distributed in South Africa and were not compliant with United States FDA requirements for distribution in the United States. During the nine month period ended December 31, 2011, we completed development of a new version of the device for compliance with FDA and international standards and created the required documentation for distribution of this product in the US. These devices are now being sold in the US.

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES**

**PRINCIPLES OF CONSOLIDATION**

The unaudited condensed consolidated financial statements include the accounts of ADM Tronics Unlimited, Inc. and its subsidiaries. All significant intercompany balances and transactions have been eliminated in consolidation.

**USE OF ESTIMATES**

These unaudited condensed consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States and, accordingly, require management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses, and related disclosures of contingent assets and liabilities. Significant estimates made by management include expected economic life and value of our medical devices, reserves, deferred tax assets, valuation allowance, impairment of long lived assets, fair value of equity instruments issued to consultants for services and fair value of equity instruments issued to others, option and warrant expenses related to compensation to employees and directors, consultants and investment banks, allowance for doubtful accounts, and warranty reserves. Actual results could differ from those estimates.

## **FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Company follows the accounting pronouncements with respect to fair value measurements. Please refer to Note 4 for additional details. For certain of our financial instruments, including accounts receivable, inventories, accounts payable and accrued expenses, the carrying amounts approximate fair value due to their relatively short maturities. Loans approximate their fair value (using level three inputs) as the current interest rates on such instruments approximate current market rates on similar instruments.

## **CASH AND EQUIVALENTS**

Cash equivalents are comprised of certain highly liquid investments with maturities of three months or less when purchased. We maintain our cash in bank deposit accounts, which at times, may exceed federally insured limits. We have not experienced any losses to date as a result of this policy.

## **REVENUE RECOGNITION**

### **CHEMICAL PRODUCTS:**

Revenues are recognized when products are shipped to end users. Shipments to distributors are recognized as sales where no right of return exists.

### **ELECTRONICS:**

We recognize revenue from the sale of our electronic products when they are shipped to the purchaser. Shipping and handling charges and costs have been de minimis. We offer a limited 90 day warranty on our electronics products and a limited 5 year warranty on our electronic controllers for spas and hot tubs. Historically, the amount of warranty revenue included in the sales of our electronic products has been de minimis. We have no other post shipment obligations and sales returns have been de minimis.

### **ENGINEERING:**

Pursuant to a Master Services Agreement with Ivivi Health Sciences, LLC (IHS) ADM provides engineering services, including quality control and quality assurance services along with regulatory compliance services, warehouse fulfillment services and network administration services including hardware and software services. Under the terms of the Agreement, the Company agrees to serve as the exclusive manufacturer of all current and future medical and non-medical electronic devices or products sold or rented by IHS.

## **RESEARCH AND DEVELOPMENT COSTS**

Research and development costs consist of expenditures for the research and development of patents and technology which are not capitalizable. Our research and development costs consist mainly of labor costs in developing new products.

## **WARRANTY LIABILITIES**

We offer a limited 90 day warranty on our electronics products and a 5 year limited warranty on all of our electronic controllers for spas and hot tubs.

Based on prior experience, no amounts have been accrued for potential warranty costs and such costs were nominal, for the nine months ended December 31, 2011 and 2010.

## **RESTRICTED CASH**

Restricted cash represents funds on deposit with a financial institution that secure the bank note payable which is discussed in "Note 10 – Note Payable, Bank".

## **NET LOSS PER SHARE**

The Company computes basic loss per share by dividing the Company's net loss for the period by the weighted-average number of shares of common stock outstanding during the period. Diluted net loss per share excludes potential common shares if the effect is anti-dilutive. Diluted loss per share is determined in the same manner as basic loss per share except that the number of shares is increased assuming exercise of dilutive stock options and warrants using the treasury stock method. As the Company had a net loss for all periods presented, the impact of the assumed exercise of the stock options is anti-dilutive and as such, these amounts have been excluded from the calculation of diluted loss per share. For the three and nine month periods ended December 31, 2011 and 2010, respectively, -0- and 2,750,000 common stock and common stock equivalent shares were excluded from the computation of diluted net loss per share.



**NON-CASH INVESTING ACTIVITY**

Non-cash investing activity is excluded from the consolidated statement of cash flows. For the nine months ended December 31, 2011, the non-cash activities based on the year ended March 31, 2010, included the following:

**Asset Acquisition of Antistatic Industries of Delaware, Inc.:**

Fair Value of assets acquired in fiscal year 2010	\$ 66,920
Cash paid to Seller	\$ (26,920)
Cash paid to Seller under Note Payable	(40,000)
Note payable outstanding at December 31, 2011	-
	<u>\$ (66,920)</u>

**Year ended March 31, 2010 Asset Acquisitions**

## Details of Acquisition

Fair Value of assets acquired in fiscal year 2010	\$ 66,920
Note Payable balance at December 31, 2011	-
Total cash paid for acquisition	<u>\$ 66,920</u>

**RECENT ACCOUNTING PRONOUNCEMENTS**

In June 2011 the FASB issued Accounting Standards Update 2011-05 affecting ASC 220, Other Comprehensive Income. The effective date is for fiscal periods beginning after December 15, 2011. The objective of this Update is to improve the comparability, consistency, and transparency of financial reporting and to increase the prominence of items reported in other comprehensive income. To increase the prominence of items reported in other comprehensive income and to facilitate convergence of U.S. generally accepted accounting principles (GAAP) and International Financial Reporting Standards (IFRS), the FASB decided to eliminate the option to present components of other comprehensive income as part of the statement of changes in stockholders' equity. The Company is evaluating the implications of this Statement.

On April 1, 2011 we adopted Accounting Standards Update 2009-13 that revised the guidance for revenue recognition with multiple deliverables. These new standards impact the determination of when the individual deliverables included in a multiple-element arrangement may be treated as separate units of accounting. Additionally, these new standards modify the manner in which the transaction consideration is allocated across the separately identified deliverables by no longer permitting the residual method of allocating arrangement consideration. The adoption did not have a material impact on its consolidated financial positions or results of operations.

Management does not believe that any other recently issued, but not yet effective accounting pronouncement, if adopted, would have a material effect on the accompanying unaudited condensed consolidated financial statements.

### NOTE 3 - INVENTORY

Inventory at December 31, 2011 (unaudited) consisted of the following:

	Current	Long Term	Total
Raw materials	\$ 329,525	\$ 25,220	\$ 354,745
Finished Goods	37,930	3,608	41,538
	<u>\$ 367,455</u>	<u>\$ 28,828</u>	<u>\$ 396,283</u>

Inventory at March 31, 2011 consisted of the following:

	Current	Long Term	Total
Raw materials	\$ 177,606	\$ 28,252	\$ 205,858
Finished Goods	54,893	3,699	58,592
	<u>\$ 232,499</u>	<u>\$ 31,951</u>	<u>\$ 264,450</u>

The Company values its inventories at the first in, first out ("FIFO") method at the lower of cost or market.

### NOTE 4 – FAIR VALUE MEASUREMENTS

The Company follows the accounting pronouncement with respect to fair value of financial assets and liabilities, as well as for any other assets and liabilities that are carried at fair value on a recurring basis. The pronouncement defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The pronouncement also establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The pronouncement describes three levels of inputs that may be used to measure fair value:

- Level 1 Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.
- Level 2 Quoted prices in markets that are not active; or other inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.
- Level 3 Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable.

The following table presents assets measured at fair value on a recurring basis at December 31, 2011:

	Level 1	Level 2	Level 3	Total
Investment in ITI	<u>\$ 21,125</u>	<u>\$ (21,125)</u>	<u>\$ -</u>	<u>\$ -</u>

During the quarter ended June 30, 2009, management had determined the investment in ITI should be valued using both Level 1 and Level 2 inputs.

In August 2009, ITI disclosed to the public through its filings with the SEC, that it would most likely not be able to continue its operations. On February 12, 2010, ITI sold substantially all of its assets to IHS, and in an additional filing with the SEC, it indicated that proceeds from such sale would not be sufficient to pay all of its liabilities. ITI also publicly stated that it intended to liquidate and anticipated there would not be a distribution to its shareholders. In the quarter ended June 30, 2009, the Company recorded a decrease in fair value of \$715,000 writing down the investment in ITI to \$0.

The following table presents assets measured at fair value on a recurring basis at March 31, 2011 :

	Level 1	Level 2	Level 3	Total
Investment in ITI	<u>\$ 29,250</u>	<u>\$ (29,250)</u>	<u>\$ -</u>	<u>\$ -</u>

## NOTE 5 – SECURED CONVERTIBLE NOTE RECEIVABLE

On June 4, 2009 the Company invested in Wellington Scientific, LLC (Wellington) which has rights to an electronic uroflowmetry diagnostic medical device technology. The Company invested a total of \$50,000, with \$10,000 provided in cash, and \$40,000 in services to Wellington. The Company recorded a convertible note with a principal amount of \$50,000 with an interest rate of 10% due at various dates through December 2011. The original note and accrued interest was due June 30, 2011. As of December 31, 2011 and March 31, 2011 those balances were \$61,104 and \$57,337, respectively.

On December 4, 2011, the Company agreed to extend the due date to March 4, 2012 under the same terms of the original note.

## NOTE 6 - INTANGIBLE ASSETS

Intangible assets are being amortized using the straight line method over periods ranging from 3-15 years with a weighted average remaining life of approximately 6.7 years.

	December 31, 2011			March 31, 2011		
	Cost	Accumulated Amortization	Net Carrying Amount	Cost	Accumulated Amortization	Net Carrying Amount
Patents & Trademarks	\$ 82,702	\$ (61,924)	\$ 20,778	\$ 79,118	\$ (60,218)	\$ 18,900
Formulas	25,446	(4,170)	21,276	25,446	(2,898)	22,548
Non-Compete Agreement	50,000	(23,810)	26,190	50,000	(18,452)	31,548
Controller Design	100,000	(47,619)	52,381	100,000	(36,905)	63,095
Customer List	10,000	(8,194)	1,806	10,000	(5,695)	4,305
	<u>\$ 268,148</u>	<u>\$ (145,717)</u>	<u>\$ 122,431</u>	<u>\$ 264,564</u>	<u>\$ (124,168)</u>	<u>\$ 140,396</u>

Amortization expense was \$21,548 and \$21,482 for the nine months ended December 31, 2011 and December 31, 2010, respectively .

Estimated aggregate future amortization expense related to intangible assets is as follows :

2012	\$ 7,289
2013	26,180
2014	25,114
2015	25,064
2016	12,020
Thereafter	26,764
	<u>\$ 122,431</u>

## NOTE 7 – CONCENTRATIONS

The Company's customer base is comprised of foreign and domestic entities with diverse demographics. Revenues from foreign customers represented \$30,741 of net revenue or 6.8% for the three months ended December 31, 2011 and \$153,539 of net revenue or 11.4% of net revenue for the nine months ended December 31, 2011. Revenues from foreign customers represented \$41,765 of net revenue or 13.2% for the three months ended December 31, 2010 and \$104,158 of net revenue or 11.1% of net revenue for the nine months ended December 31, 2010.

Accounts receivable from foreign entities as of December 31, 2011 and March 31, 2011 were \$-0- and \$2,573, respectively.

During the three month period ended December 31, 2011, three customers accounted for 65% of our revenue. As of December 31, 2011, two customers represented approximately 85% of our accounts receivable.

During the three month period ended December 31, 2010, three customers accounted for 40% of our revenue, during such period IHS accounted for 3% of our revenue. As of December 31, 2010, three customers represented approximately 78% of our accounts receivable.

During the nine month period ended December 31, 2011, two customers accounted for 36% of our revenue. As of March 31, 2011, one customer represented approximately 28% of our accounts receivable.

During the nine month period ended December 31, 2010, two customers accounted for 31% of our revenue. As of December 31, 2010, three customers represented approximately 78% of our accounts receivable.

**NOTE 8 - SEGMENT INFORMATION**

Information about segments is as follows:

	Chemical	Electronics	Total
<b>Three months ended December 31, 2011</b>			
Revenue from external customers	\$ 175,127	\$ 277,816	\$ 452,943
Segment operating income (loss)	\$ 24,381	\$ (58,135)	\$ (33,754)
<b>Three months ended December 31, 2010</b>			
Revenue from external customers	\$ 235,851	\$ 81,044	\$ 316,895
Segment operating income (loss)	\$ 4,340	\$ (114,039)	\$ (109,699)
<b>Nine months ended December 31, 2011</b>			
Revenue from external customers	\$ 720,363	\$ 624,331	\$ 1,344,694
Segment operating income (loss)	\$ 77,930	\$ (131,625)	\$ (53,695)
<b>Nine months ended December 31, 2010</b>			
Revenue from external customers	\$ 714,252	\$ 220,166	\$ 934,418
Segment operating loss	\$ (14,768)	\$ (371,052)	\$ (385,820)
<b>Total assets at December 31, 2011</b>	<b>\$ 715,742</b>	<b>\$ 514,253</b>	<b>\$ 1,229,995</b>
<b>Total assets at March 31, 2011</b>	<b>\$ 462,681</b>	<b>\$ 607,820</b>	<b>\$ 1,070,501</b>

**NOTE 9 - RELATED PARTY TRANSACTIONS****ADVANCES TO RELATED PARTIES**

As of December 31, 2011 and March 31, 2011 total accrued interest on prior loans to an officer was \$25,653 and \$28,589, respectively.

**NOTE 10 – NOTE PAYABLE, BANK**

On August 21, 2008, the Company entered into a note payable with a commercial bank in the amount of \$200,000. This note bears interest at a rate of 2.98% and is secured by cash on deposit with the institution, which is classified as restricted cash. Amounts outstanding under the note are payable on demand, and interest is payable monthly. The principal balance of the note at December 31, 2011 and March 31, 2011 was \$163,000 and \$172,000, respectively.

**NOTE 11 – NOTE PAYABLE – OTHER**

On July 17, 2009 we purchased the assets of Antistatic Industries of Delaware, Inc. a company involved in the research, development and manufacture of water-based and proprietary electrically conductive paints, coatings and other products and accessories. The purchase price for the assets was \$66,920 of which \$14,500 was paid during the fiscal year ended March 31, 2011, \$38,520 was paid during the fiscal year ended March 31, 2010, and the balance of \$13,900 was paid during the nine months ended December 31, 2011.

The fair value assigned to the acquired assets was as follows :

Inventory	\$	11,474
Equipment		10,000
Patents and trademarks		10,000
Formulas		25,446
Custmer list		10,000
	\$	<u>66,920</u>

#### **NOTE 12 – CUSTOMER DEPOSIT**

In July 2011 a customer made a cash deposit of \$179,450 in conjunction with an order for 200 units of the Flo-Med device. During the three month period ended September 30, 2011, we recognized \$114,560 in revenue from the sale of the Flo-Med and during the three month period ended December 31, 2011 an additional \$168,260 in revenues from the sale of the Flo-Med was recognized .

#### **NOTE 13 – COMMITMENTS**

##### **MASTER SERVICES AGREEMENT**

On February 12, 2010, ADM agreed to provide certain services to Ivivi Health Sciences, LLC (IHS) pursuant to a Master Services Agreement, as described below:

- we provided IHS with engineering services, including quality control and quality assurance services along with regulatory compliance services warehouse fulfillment services and network administration services including hardware and software services;
- we were paid at the rate of \$26,000 per month by IHS for these services; in June 2010, it was agreed that IHS would pay approximately \$11,000 for June 2010 and approximately \$5,000 per month thereafter for reduced services performed by ADM. In May 2011, IHS agreed to pay ADM approximately \$16,800 per month for increased services. Pursuant to this agreement, revenues from engineering services to IHS for the nine months ended December 31, 2011 and 2010 were \$156,857 and \$95,874, respectively. For the three months ended December 31, 2011 and 2010, sales to IHS were \$52,116 and \$16,143, respectively.

##### **MANUFACTURING AGREEMENT**

Under the terms of the February 12, 2010 manufacturing agreement with IHS, ADM has agreed to serve as the exclusive manufacturer of all current and future medical and nonmedical electronic and other electronic devices or products to be sold or rented by IHS. For each product that ADM manufactures, IHS pays ADM an amount equal to 120% of the sum of (i) the actual, invoiced cost for raw materials, parts, components or other physical items that are used in the manufacture of the product and actually purchased for such entity by ADM, if any, plus (ii) a labor charge based on ADM's standard hourly manufacturing labor rate, which ADM believes is more favorable than could be attained from unaffiliated third parties. Under the terms of the agreement, if ADM is unable to perform its obligations to IHS under the manufacturing agreement or is otherwise in breach of any provision of the manufacturing agreement, IHS has the right, without penalty, to engage third parties to manufacture some or all of its products. In addition, if IHS elects to utilize a third-party manufacturer to supplement the manufacturing being completed by ADM, IHS has the right to require ADM to accept delivery of its products from these third party manufacturers, finalize the manufacture of the products to the extent necessary and ensure that the design, testing, control, documentation and other quality assurance procedures during all aspects of the manufacturing process have been met.

Pursuant to the manufacturing agreement, sales of finished goods to IHS for the nine months ended December 31, 2011 and 2010 were \$108,613 and \$44,324, respectively. For the three months ended December 31, 2011 and 2010, sales to IHS were \$65,191 and \$15,698, respectively.

#### **NOTE 14 – SUBSEQUENT EVENTS**

In January 2012, the company completed the sale of their Net Operating Loss (NOL) carry-forward through the New Jersey Corporate Benefit Transfer program. The Company sold \$2,069,864 of tax loss carry-forward for the gross amount of \$173,248. The net amount realized by the Company was \$169,522 after State fees and expenses.

#### **ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS**

The following discussion of our operations and financial condition should be read in conjunction with the consolidated financial statements and notes thereto included elsewhere in this Quarterly Report on Form 10-Q.

## **FORWARD-LOOKING STATEMENTS**

This Quarterly Report on Form 10-Q contains forward-looking statements within the meaning of the "safe harbor" provisions under section 21E of the Securities and Exchange Act of 1934 and the Private Securities Litigation Act of 1995. We use forward-looking statements in our description of our plans and objectives for future operations and assumptions underlying these plans and objectives. Forward-looking terminology includes the words "may", "expects", "believes", "anticipates", "intends", "forecasts", "projects", or similar terms, variations of such terms or the negative of such terms. These forward-looking statements are based on management's current expectations and are subject to factors and uncertainties which could cause actual results to differ materially from those described in such forward-looking statements. We expressly disclaim any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained in this Form 10-Q to reflect any change in our expectations or any changes in events, conditions or circumstances on which any forward-looking statement is based. Factors which could cause such results to differ materially from those described in the forward-looking statements include those set forth under "Item. 1 Description of Business – Risk Factors" and elsewhere in or incorporated by reference into our Annual Report on Form 10-K for the year ended March 31, 2011.

## **CRITICAL ACCOUNTING POLICIES**

### **REVENUE RECOGNITION:**

#### **CHEMICALS:**

Revenues are recognized when products are shipped to end users. Shipments to distributors are recognized as sales where no right of return exists.

#### **ELECTRONICS:**

We recognize revenue from the sale of our electronic products when they are shipped to the purchaser. Revenue from the sale of the electronics we manufacture is recognized upon shipment of product to the end user. Shipping and handling charges and costs are de minimis. We offer a limited 90 day warranty on our electronics products and a limited 5 year warranty on our electronic controllers for spas and hot tubs. Historically, the amount of warranty revenue included in the sales of our electronic products have been de minimis. We have no other post shipment obligations and sales returns have been de minimis.

### **WARRANTY LIABILITIES**

We offer a limited 90 day warranty on our electronics products and a 5 year limited warranty on all of our electronic controllers for spas and hot tubs sold through Action. These product lines' past experience has resulted in de minimis costs associated with warranty issues. Based on prior experience, no amounts have been accrued for potential warranty costs and such costs were de minimis, for the three and nine months ended December 31, 2011 and 2010.

### **USE OF ESTIMATES:**

Our discussion and analysis of our financial condition and results of operations is based upon our financial statements, which have been prepared in accordance with accounting principles generally accepted in the US. The preparation of these consolidated financial statements requires us to make estimates and judgments that affect the reported amounts of assets, liabilities, revenues and expenses, and related disclosures of contingent assets and liabilities. On an ongoing basis, we evaluate our estimates, including those related to reserves, deferred tax assets and valuation allowance, impairment of long-lived assets, fair value of equity instruments issued to consultants for services and fair value of equity instruments issued to others. We base our estimates on historical experience and on various other assumptions that we believe to be reasonable under the circumstances, the results of which form the basis for making judgments about the carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions or conditions; however, we believe that our estimates, including those for the above described items, are reasonable.

## **BUSINESS OVERVIEW**

ADM is a corporation that was organized under the laws of the State of Delaware on November 24, 1969. During the years ended March 31, 2011 and 2010, our operations were conducted through ADM itself and its subsidiaries, Pegasus Laboratories, Inc. (PLI) and Sonotron Medical Systems, Inc and since August 2008, Action. In addition, the Company owns a minority interest in Montvale Technologies Inc, (formerly known as Ivivi Technologies Inc.) ("ITI"), which until October 18, 2006 was operated as a subsidiary of the Company. ITI was deconsolidated as of October 18, 2006 upon the consummation of ITI's initial public offering. Our investment in ITI from October 18, 2006 through March 31, 2008 was reported under the equity method of accounting. Since April 1, 2008 we reported our investment in ITI at fair value. As reported by ITI, on February 12, 2010 all of ITI's assets were acquired by IHS, an unaffiliated entity controlled by ITI's former Chairman of the Board. Concurrent with such asset sale, the Company entered into agreements with IHS for services related to engineering and regulatory matters, and the previous manufacturing agreement with ITI was assigned to IHS.

In 2009, we invested in Wellington Scientific, LLC ("Wellington") which has rights to an electronic uroflowmetry diagnostic medical device technology. During the nine months ended December 31, 2011, we completed development of a new version of the device (Flo-Med device) for compliance with FDA and international standards and created the required documentation for distribution of this product in the US. In July, an order was received from a distributor for approximately \$740,000 including a 25% cash deposit for the purchase of the Flo-Med device and related disposables. Production of the Flo-Med device and disposables continued during the period and the complete order is expected to be shipped by March 31, 2012.

We are a technology-based developer and manufacturer of diversified lines of products in the following four areas: (1) environmentally safe chemical products for industrial use, (2) electronic products for numerous industries, including therapeutic non-invasive electronic medical devices and electronic controllers for spas and hot tubs, (3) cosmetic and topical dermatological products and (4) Antistatic paint and coatings products. We have historically derived most of our revenues from the development, manufacture and sale of chemical products, and, to a lesser extent, from our electronics and topical dermatological products. Our Electronics segment includes our Action and SMS subsidiaries, and our Chemical segment includes our PLI subsidiary.

## **RESULTS OF OPERATIONS FOR THE THREE MONTHS ENDED DECEMBER 31, 2011 AS COMPARED TO DECEMBER 31, 2010**

### **REVENUES**

Net revenues were \$452,943 for the three months ended December 31, 2011 as compared to \$316,895 for the three months ended December 31, 2010, an increase of \$136,048, or 43 %. The increase resulted from an increase in sales to customers in our electronics division in the amount of \$196,772, coupled with a decrease in sales in our chemical division in the amount of \$56,724. The sale of the Flo-Med product to a customer accounted for \$168,260 of revenue in our electronic division during the three months ended December 31, 2011. Gross profit was \$259,390, or 57%, for the three months ended December 31, 2011 and \$155,700, or 49% for the three months ended December 31, 2010. Gross profit percentages increased overall 8% due to an overall cost of material percentage decrease of 6%, while labor cost percentages dropped 11% from 21% of sales in 2010 to 10% of sales in 2011.

We are highly dependent upon certain customers to generate our revenues. During the three month period ended December 31, 2011, three customers accounted for 65% of our revenue and for the three months ended December 31, 2010 three customers accounted for 40% of our revenue. As of December 31, 2011, two customers represented 85% of our accounts receivable and as of December 31, 2010, three customers represented 78% of our accounts receivable. The complete loss of or significant reduction in business from, or a material adverse change in the financial condition of any of our customers could cause a material and adverse change in our revenues and operating results.

### **OPERATING LOSS**

Loss from operations for the three months ended December 31, 2011 was \$33,754 compared to a loss from operations for the three months ended December 31, 2010 of \$109,699. Selling, general and administrative expenses increased by \$27,122, from \$246,207 for the three months ended December 31, 2010 to \$273,329 for the three months ended December 31, 2011. We had increased compensation costs in the amount of approximately \$44,000, increased royalties and commissions of approximately \$17,000, mainly due to the sales of the Flo-Med product, increased accounting fees in the amount of approximately \$11,000 coupled with decreased engineering and patent costs in the amount of approximately \$60,000. Cost of sales increased by \$32,358 or 20% from \$161,195 for the three months ended December 31, 2010 to \$193,553 for the three months ended December 31, 2011 due to an increase in sales in our electronics, chemical and Action subsidiary.

### **NET LOSS AND NET LOSS PER SHARE**

Net loss for the three months ended December 31, 2011 was \$33,606, or \$0.00 per share, compared to a net loss for the three months ended December 31, 2010 of \$109,769, or \$0.00 per share. Interest income increased \$403 to \$1,484 in the three months ended December 31, 2011, from \$1,081 in the three months ended December 31, 2010, due to increased funds invested in a money market account and an increase in accrued interest receivable on a convertible note issued to Wellington.

## **RESULTS OF OPERATIONS FOR THE NINE MONTHS ENDED DECEMBER 31, 2011 AS COMPARED TO DECEMBER 31, 2010**

### **REVENUES**

Net revenues were \$1,344,694 for the nine months ended December 31, 2011 as compared to \$934,418 for the nine months ended December 31, 2010, an increase of \$410,276, or 44 %. The increase in the nine month revenue ending December 31, 2011 resulted from an increase in sales to customers in our electronics division in the amount of \$416,300 over the nine month period ended December 31, 2010 revenues and coupled with a decrease in sales in our chemical division in the amount of \$6,024 over the nine month period ended December 31, 2010. The delivery of the FloMed product accounted for \$282,820 of revenue in our electronic division during nine months ended December 31, 2011. Gross profit was \$745,678 or 55%, for the nine months ended December 31, 2011 and \$451,123 or 48% for the nine months ended December 31, 2010. Gross profit percentages increased overall 7% due to an overall labor cost percentages decrease of 5% from 15% of sales in 2010 to 10% of sales in 2011 and a reduction of 3% in material costs.

We are highly dependent upon certain customers to generate our revenues. During the nine month period ended December, 2011, two customers accounted for 36% of our revenue and for the nine months ended December 31, 2010 two customers accounted for 31% of our accounts receivable. The complete loss of or significant reduction in business from, or a material adverse change in the financial condition of any of our customers could cause a material and adverse change in our revenues and operating results.

## **OPERATING LOSS**

Loss from operations for the nine months ended December 31, 2011 was \$53,695 compared to a loss from operations for the nine months ended December 31, 2010 of \$385,820. Selling, general and administrative expenses decreased by \$31,451, from \$771,549 for the nine months ended December 31, 2010 to \$740,098 for the nine months ended December 31, 2011. We had increased compensation costs of approximately \$44,000, coupled with decreased engineering costs in the amount of approximately \$70,000. Cost of sales increased by \$115,721 or 24% from \$483,295 for the nine months ended December 31, 2010 to \$599,016 for the nine months ended December 31, 2011 due to an increase in sales in our electronics, chemical and Action subsidiary.

## **NET LOSS AND NET LOSS PER SHARE**

Net loss for the nine months ended December 31, 2011 was \$52,405, or \$0.00 per share, compared to a net loss for the nine months ended December 31, 2010 of \$384,024, or \$0.01 per share. Interest income decreased \$903 to \$4,724 for the nine months ended December 31, 2011, from \$5,627 for the nine months ended December 31, 2010, due to decreased funds invested in a money market account, offset by an increase in accrued interest receivable on a convertible note issued to Wellington.

## **LIQUIDITY AND CAPITAL RESOURCES**

At December 31, 2011, we had cash and cash equivalents of \$119,349 as compared to \$155,149 at March 31, 2011. The decrease was primarily the result of a decrease in cash used in operations during the nine month period in the amount of \$9,236, cash used in financing activities in the amount of \$22,900. Our cash will continue to be used for increased marketing costs, and the related administrative expenses, in order to attempt to increase our revenue. We expect to have enough cash to fund operations for the next twelve months.

On July 17, 2009 we purchased the assets of Antistatic, a company involved in the research, development and manufacture of water-based and proprietary electrically conductive paints, coatings and other products and accessories. The purchase price for the assets was \$66,920 of which \$6,650 was paid during the quarter ended December 31, 2011, \$4,350 was paid during the quarter ended September 30, 2011, \$2,900 was paid during the quarter ended June 30, 2011, \$14,500 was paid during the fiscal year ended March 31, 2011, \$38,520 was paid during the fiscal year ended March 31, 2010. As of December 31, 2011 the note has been paid in full.

### **Future Sources of Liquidity:**

We expect our primary source of cash during fiscal 2012 to be net cash provided by operating activities. We expect that growth in revenues and continued focus on new customers will enable us to continue to generate cash flows from operating activities. In January 2012, the company completed the sale of their Net Operating Loss (NOL) carry-forward through the New Jersey Corporate Benefit Transfer program. The Company sold \$2,069,864 of tax loss carry-forward for the gross amount of \$173,248. The net amount realized by the Company was \$169,522 after State fees and expenses.

If we do not generate sufficient cash from operations, face unanticipated cash needs or do not otherwise have sufficient cash, we may need to consider the sale of certain intellectual property which does not support the Company's operations. In addition, we have the ability to reduce certain expenses depending on the level of business operation.

Based on current expectations, we believe that our existing working capital, including cash of \$119,349 as of December 31, 2011 and other potential sources of cash will be sufficient to meet our cash requirements. Our ability to meet these requirements will depend on our ability to generate cash in the future, which is subject to general economic, financial, competitive, legislative, regulatory and other factors that are beyond our control.

## **OPERATING ACTIVITIES**

Net cash used by operating activities was \$9,236 for the nine months ended December 31, 2011, as compared to net cash used by operating activities of \$374,171 for the nine months ended December 31, 2010. The reduction of \$364,935 of cash used during the nine months ended December 31, 2011 was primarily due to net loss reduction of \$331,619, an increase in accounts receivable of \$57,929 and an increase in prepaid expenses of \$39,212 offset with an increase in accrued expenses of \$112,921 and a deposit payable from a customer in the amount of \$108,751.

Net cash used during the nine months ended December 31, 2010 was primarily due to a net loss of \$384,024 and an increase in net operating assets of \$21,375, offset by an increase in operating liabilities of \$2,319 and depreciation adjustments of \$32,310.



## **INVESTING ACTIVITIES**

Net cash used in investing activities was \$3,664 for the nine months ended December 31, 2011, mainly as a result of the payments for patents and trademarks and equipment during the period.

Net cash provided in investing activities was \$11,076 for the nine months ended December 31, 2010 mainly due to an advance from a related party in the amount of \$19,696 offset by payments for patents and trademarks of \$7,185 and deposits into a restricted cash account of \$1,435.

## **FINANCING ACTIVITIES**

For the nine months ended December 31, 2011, net cash used for financing activities was \$22,900, of which \$9,000 was used for repayment on a note from a commercial bank to facilitate our acquisition of Action and \$13,900 was used for repayment of notes payable – other.

For the nine months ended December 31, 2010, net cash used for financing activities was \$22,050, of which \$9,000 was used for repayment on a note from a commercial bank to facilitate our acquisition of Action. In addition, \$13,050 was used for repayment of notes payable – other.

## **OFF BALANCE SHEET ARRANGEMENTS**

We have no off-balance sheet arrangements that have had or are reasonably likely to have a current or future effect on our financial condition, changes in financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources that is material to investors.

## **ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK**

### **Concentration of Credit Risk**

All cash and cash equivalents are deposited FDIC insured financial institutions. Further, our sales are materially dependent on a small group of customers, as noted in Note 7 of our financial statements. We monitor our credit risk associated with our receivables on a routine basis. We also maintain credit controls for evaluating and granting customer credit.

## **ITEM 4. CONTROLS AND PROCEDURES**

### **EVALUATION OF DISCLOSURE CONTROLS AND PROCEDURES**

We maintain disclosure controls and procedures (as such term is defined in Rules 13a-15(e) and 15d - 15(e) under the Securities Exchange Act of 1934, as amended (the "Exchange Act")) that are designed to ensure that information required to be disclosed in our Exchange Act reports is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and that such information is accumulated and communicated to management, including the Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure. Management necessarily applies its judgment in assessing the costs and benefits of such controls and procedures, which, by their nature, can provide only reasonable assurance regarding management's control objectives.

As of the end of the period covered by this Quarterly Report on Form 10-Q, we carried out an evaluation, with the participation of our management, including our Chief Executive Officer and Chief Financial Officer, of the effectiveness of our disclosure controls and procedures pursuant to Exchange Act Rule 13a-15. Based on that evaluation as of December 31, 2011, our principal executive officer and principal financial officer concluded that our disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act) were effective, as of the date of their evaluation, to ensure that the information required to be disclosed by us in the reports that we file or submit, under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in SEC rules and forms.

### **CHANGES IN INTERNAL CONTROLS OVER FINANCIAL REPORTING**

There were no changes in our internal control over financial reporting that occurred during our last fiscal quarter to which this report relates that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

## PART II. OTHER INFORMATION

### ITEM 1. LEGAL PROCEEDINGS.

None

### ITEM 1A. RISK FACTORS

There have been no material changes to the risk factors contained in our Annual Report on Form 10-K for the year ended March 31, 2011.

### ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

None

### ITEM 3. DEFAULTS UPON SENIOR SECURITIES

None

### ITEM 4. OTHER INFORMATION

None

### ITEM 5. EXHIBITS.

(a) Exhibit No.

31.1 Certification of Chief Executive Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002

31.2 Certification of Chief Financial Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002

32.1 Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

101.INS\*\* XBRL Instance

101.SCH\*\* XBRL Taxonomy Extension Schema

101.CAL\*\* XBRL Taxonomy Extension Calculation

101.DEF\*\* XBRL Taxonomy Extension Definition

101.LAB\*\* XBRL Taxonomy Extension Labels

101.PRE\*\* XBRL Taxonomy Extension Presentation

\*\* XBRL information is furnished and not filed or a part of a registration statement or prospectus for purposes of sections 11 or 12 of the Securities Act of 1933, as amended, is deemed not filed for purposes of section 18 of the Securities Exchange Act of 1934, as amended, and otherwise is not subject to liability under these sections.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**ADM TRONICS UNLIMITED, INC.**  
**(Registrant)**

By: /s/ Andre' DiMino

Andre' DiMino, Chief Executive  
Officer and Chief Financial Officer

Dated: Northvale, New Jersey  
February 14, 2012

**CERTIFICATION  
PURSUANT TO SECTION 302 OF THE SARBANES - OXLEY ACT OF 2002**

I, Andre' DiMino, certify that:

1. I have reviewed this quarterly report on Form 10-Q of ADM Tronics Unlimited, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. I am the registrant's only certifying officer and am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared;
  - b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures as of the end of the period covered by this report based on such evaluation; and
  - d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. I have disclosed, based on my most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):
  - a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: February 14, 2012

/s/ Andre' DiMino

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Andre' DiMino

Chief Executive Officer

A signed original of this written statement required by Section 302 has been provided to ADM Tronics Unlimited, Inc. and will be retained by ADM Tronics Unlimited, Inc. and furnished to the Securities and Exchange Commission or its staff upon request.

**CERTIFICATION  
PURSUANT TO SECTION 302 OF THE SARBANES - OXLEY ACT OF 2002**

I, Andre' DiMino, certify that:

1. I have reviewed this quarterly report on Form 10-Q of ADM Tronics Unlimited, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. I am the registrant's only certifying officer and am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared;
  - b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures as of the end of the period covered by this report based on such evaluation; and
  - d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. I have disclosed, based on my most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):
  - a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: February 14, 2012

/s/ Andre' DiMino

\_\_\_\_\_  
Andre' DiMino  
Chief Financial Officer

A signed original of this written statement required by Section 302 has been provided to ADM Tronics Unlimited, Inc. and will be retained by ADM Tronics Unlimited, Inc. and furnished to the Securities and Exchange Commission or its staff upon request.

**CERTIFICATION PURSUANT TO  
18 U.S.C. SECTION 1350,  
AS ADOPTED PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the Quarterly Report of ADM Tronics Unlimited, Inc. (the "Company") on Form 10-Q for the nine months ended December 31, 2011, (the "Report"), filed with the Securities and Exchange Commission, Andre' DiMino, Chief Executive Officer and Chief Financial Officer, of the Company hereby certifies pursuant to 18 U.S.C. section 1350, as adopted pursuant to section 906 of the Sarbanes-Oxley Act of 2002, that:

- (1) The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 as amended; and
- (2) The information contained in the Report fairly presents, in all material respects, the consolidated financial condition of the Company as of the dates presented and the consolidated result of operations of the Company for the periods presented.

Date: February 14, 2012

/s/ Andre' DiMino

\_\_\_\_\_  
Andre' DiMino

Chief Executive Officer and  
Chief Financial Officer

The foregoing certification is being furnished solely pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 (subsections (a) and (b) of Section 1350, Chapter 63 of Title 18, United States Code) and is not being filed as part of the Form 10-Q or as a separate disclosure document.

A signed original of this written statement required by Section 906, or other document authenticating, acknowledging, or otherwise adopting the signature that appears in typed form within the electronic version of this written statement required by Section 906, has been provided to ADM Tronics Unlimited, Inc. and will be retained by ADM Tronics Unlimited, Inc. and furnished to the Securities and Exchange Commission or its staff upon request.