



National Scientific Corporation Notes Record Accomplishments in Investor Update

Monday November 5, 8:00 am ET

SCOTTSDALE, Ariz., Nov. 5, 2007 (PRIME NEWSWIRE) -- In an update for investors and other stakeholders, National Scientific Corporation (OTC BB:NSCT.OB - News), provider of effective indoor and outdoor wireless location-sensitive solutions, including the Travado IBUS(tm) Digital Video Recorder and Rider Authentication System, notes that it reached important milestones in the second half of fiscal year 2007 (ended September 30, 2007), including achievement of positive quarterly operational cash flow for the first time in the company's history in the third fiscal quarter, the last period for which published unaudited financial results are available. Revenue for the first three quarters of the fiscal year exceeded product sales revenue for the same period in any prior fiscal year.

While audited figures for the full fiscal year are not yet available, chairman and chief executive officer Michael Grollman says, "Based on order flow and progress on our many projects as discussed in our August 10Q report, we believe that positive revenue and cash trends continued through the fourth quarter. In the final quarter we filled an order backlog that carried over from the prior period, and still we began fiscal 2008 with an impressive, fresh backlog. Demand has been strong enough to justify the addition of new staff, who are now working to deliver on our expanding orders."

Other significant events during the second half of fiscal 2007 included:

- Completion of a 120-vehicle, \$400,000 project in Washington State
- Completion of the company's first installations in California and Oregon
- Participation in critical trade shows, including the Transportation Administrators of Arizona exhibition, the Washington State Transportation Administrators show, and the School Transportation News 14th Annual Conference & Trade Show in Reno, and,
- Roll-out of a new streaming mobile product to early adopter customers.

"Sales for the new fiscal year are showing great promise," says Graham Clark, company president. "We are working with two new school district customers in Arizona this current quarter. We also expect current customers to order additional units, based on

growth in their fleets and success of our initial projects. Customer sites are now active in Washington, Oregon, California, and Arizona. We expect these sites to seed additional school districts in these areas. This is being borne out by the number of quotes we have provided in response to requests for proposals; they are at the highest level ever.

``Additionally," Clark says, ``based on demand, we are expanding our product line to include Application Hosting Services for small school districts. This new product allows the sharing of a centrally hosted IBUS(tm) server for video, GPS and rider authentication data. Sharing allows cost savings, both on the front end through reduced customer capital outlays, and through ease of support after initial deployment."

``Over the course of fiscal 2007," Grollman observes, ``National Scientific impressed the industry with the distinctive quality, value and features of our technology solutions. The company is now positioned for more solid growth."

The complete Travado IBUS(tm) Digital Video Recorder and Rider Authentication System, including options, digitally records video, and identifies and authenticates school bus riders. Using intelligent identification technologies, a GPS tracking system and wireless reporting of bus and student information to a secure, interactive web site, authorized school administrators can observe on-board activity and know where individual students are from the time they step onto the bus until they reach their destination. Travado IBUS(tm) is highly efficient, eliminating maintenance and monitoring of video libraries, and saving time otherwise wasted chasing down buses to retrieve on-board video. Travado IBUS(tm) is fully modular and upgradeable.

About National Scientific Corporation

National Scientific Corporation is a holding company whose technologies and products are aimed at making the world safer and more efficient. Its current portfolio is focused on wireless sensor technologies that location-enable important commercial and non-commercial activities, such as the safe and secure movement of people and goods. The Company's products blend semiconductor design, Wi-Fi, GPS, Linux, RFID, mesh, satellite, cellular, video technologies and more, into cost-effective platforms. National Scientific Corporation devices are smaller, faster and safer. ``We take cost out and put safety in.(tm)" Information at <http://www.nsct.info>, or 480-948-8324.

Contact:

National Scientific Corporation
Michael Grollman
480-948-8324

This press release includes "forward-looking statements" within the meaning of section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities

Exchange Act of 1934, as amended, and the Private Securities Litigation Reform Act Of 1995. All statements other than statements of historical fact included in this press release regarding the Company's strategies, plans, objectives, expectations, and future operating results are forward-looking statements, and are made under Safe Harbor Provisions. Although the Company believes that the expectations reflected in such forward-looking statements are reasonable at this time, it can give no assurance that such expectations will prove to have been correct. Actual results could differ materially based upon a number of factors including, but not limited to, the state of economy, competition, unanticipated business opportunities, availability of financing, market acceptance, government regulation, dependence on key personnel, limited public markets and liquidity, shares eligible for future sale, continuation and renewal of contracts and other risks that may apply to the Company, including risks that are disclosed in the Company's Securities and Exchange Commission filings, including its Form-10K report for year ending September 30, 2006, and associated Form 10Q filings.///