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

FORM 10-Q

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended December 31, 1998

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

Commission file number 0-15701

NATURAL ALTERNATIVES INTERNATIONAL, INC.
(Exact name of registrant as specified in its charter)

Delaware	84-1007839
(State of other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

1185 LINDA VISTA DRIVE, SAN MARCOS, CALIFORNIA 92069
(Address of principal executive offices)
(Zip Code)

(760) 744-7340
(Registrant's telephone number, including area code)

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 X No

6,053,507

(Number of shares of common stock of the registrant outstanding as of January 31, 1999)

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

BALANCE SHEETS

ASSETS

	December 31 1998	June 30 1998

	(unaudited)	
Current Assets:		
Cash and cash equivalents	$ 6,142,382	$ 4,714,212
Accounts receivable - less allowance for doubtful accounts of $704,000 at December 31, 1998 and $1,073,000 at June 30, 1998	8,767,091	12,558,731
Inventories	9,011,139	11,504,936
Tax Refund Receivable	171,260	--
Notes receivable - current portion	393,397	399,307
Prepaid expenses	878,475	594,054
Deferred income taxes	854,000	854,000
Deposits	670,501	641,573
Other current assets	683,385	229,308
Total Current Assets	27,571,630	31,496,121
Property and equipment, net	12,941,574	10,531,865
Other Assets:		
Investments	52,215	61,971
Notes receivable, less current portion	150,072	160,273
Other noncurrent assets, net	981,725	737,049
Total Other Assets	1,184,012	959,293
TOTAL ASSETS	$41,697,216	$42,987,279

(continued)

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

BALANCE SHEETS (continued)

LIABILITIES AND STOCKHOLDERS' EQUITY

	December 31 1998	June 30 1998
	(unaudited)	
Current Liabilities:		
Accounts payable	$ 8,773,955	$ 12,301,859
Current installments of long-term debt	48,452	46,501
Current installments of capital lease obligation	9,536	23,542
Income taxes payable	--	378,055
Accrued compensation and employee benefits	242,819	438,242
Total Current Liabilities	9,074,762	13,188,199
Deferred income taxes	500,000	500,000
Long-term debt, less current installments	952,615	977,375
Long-term pension liability	662,564	662,564

Total Liabilities	11,189,941	15,328,138
Stockholders' Equity:		
Preferred stock; $.01 par value; 500,000 shares authorized; none issued or outstanding	--	--
Common stock; $.01 par value; 8,000,000 shares authorized; issued and outstanding 5,889,375 at December 31, 1998 and 5,768,209 at June 30, 1998	58,894	57,682
Additional paid-in capital	10,840,312	9,756,822
Retained earnings	19,795,177	17,892,778
Less common stock in treasury, 13,000 shares at December 31, 1998, at cost	(133,120)	--
Accumulated other comprehensive income	(53,988)	(48,141)
	$ 30,507,275	$ 27,659,141
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 41,697,216	$ 42,987,279

See accompanying notes to unaudited financial statements.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

STATEMENTS OF EARNINGS
(Unaudited)

	For the Three Months Ended December 31		For the Six Months Ended December 31	
	1998	1997	1998	1997
Net sales	$ 17,317,129	$ 16,297,341	$ 34,302,931	$ 28,329,917
Cost of goods sold	14,051,710	11,854,780	26,383,403	20,726,002
GROSS PROFIT	3,265,419	4,442,561	7,919,528	7,603,915
Selling, general & administrative expenses	2,641,756	2,185,333	4,814,871	4,391,977
INCOME FROM OPERATIONS	623,663	2,257,228	3,104,657	3,211,938
Other income (expense):				
Interest income	38,000	55,268	97,677	91,068
Interest expense	(22,035)	(28,296)	(43,935)	(58,386)
Other, net	--	(52,177)	--	(52,177)
	15,965	(25,205)	53,742	(19,495)
EARNINGS BEFORE INCOME TAXES	639,628	2,232,023	3,158,399	3,192,443
Income taxes	257,000	869,000	1,256,000	1,231,000
NET EARNINGS	$ 382,628	$ 1,363,023	$ 1,902,399	$ 1,961,443

NET EARNINGS PER COMMON SHARE:

Basic	$ 0.06	$ 0.25	$ 0.32	$ 0.36
Diluted	$ 0.06	$ 0.24	$ 0.31	$ 0.35

See accompanying notes to unaudited financial statements.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

STATEMENT OF STOCKHOLDERS' EQUITY
(Unaudited)

	Common Stock		Additional			Accumulated Other	
	Shares	Amount	Paid-in Capital	Retained Earnings	Treasury Stock	Comprehensive Income	Total
Balance, June 30, 1998	5,768,209	$57,682	$ 9,756,822	$17,892,778	--	($48,141)	$ 27,659,141
Issuance of common stock upon exercise of employee stock options	121,166	1,212	644,176	--	--	--	512,268
Income tax benefit from stock options exercised	--	--	439,314	--	--	--	439,314
Treasury Stock purchased	--	--	--	--	(133,120)	--	(133,120)
Net unrealized loss on investments	--	--	--	--	--	(5,847)	(5,847)
Net earnings	--	--	--	1,902,399	--	--	1,902,399
Balance, December 31, 1998	5,889,375	$58,894	$10,840,312	$19,795,177	($133,120)	($53,988)	$ 30,507,275

See accompanying notes to unaudited financial statements.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

STATEMENTS OF CASH FLOWS
(Unaudited)

	For the Six Months Ended December 31	
	1998	1997

CASH FLOWS FROM OPERATING ACTIVITIES:		
Net earnings	$ 1,902,399	$ 1,961,443
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Bad debt provision	155,000	180,000
Tax benefit on option exercise	439,314	51,500
Depreciation and amortization	818,052	721,536
(Gain) loss on disposal of assets	--	52,177
Other	(3,827)	(14,206)
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	3,636,640	31,361
Inventories	2,493,797	(2,494,784)
Tax refund receivable	(171,260)	842,209
Prepaid expenses	(284,421)	(293,523)
Deposits	(28,928)	243,926
Prepaid income taxes	--	(51,845)
Other assets	--	21,029
(Decrease) increase in:		
Accounts payable	(3,520,584)	461,435
Income taxes payable	(378,055)	--
Accrued compensation and employee benefits	(195,423)	(136,271)
Net Cash Provided by Operating Activities	$ 4,862,704	$ 1,575,987

(continued)

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

STATEMENTS OF CASH FLOWS (continued)
(Unaudited)

	For the Six Months Ended December 31	
	1998	1997
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of property and equipment	$ --	$ 65,000
Capital expenditures	(3,227,763)	(1,840,129)
Issuance of notes receivable	(22,000)	(4,625)
Repayment of notes receivable	38,529	47,337
Other assets	(698,753)	--
Net Cash Used in Investing Activities	($3,909,985)	($1,732,417)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on long-term debt and capital leases	(36,815)	(231,017)
Issuance of common stock	645,388	203,000
Payments to acquire treasury stock	(133,120)	--
Net Cash Provided by Financing Activities	$ 475,453	($ 28,017)
Net Increase (Decrease) in Cash and Cash Equivalents	$ 1,428,170	($ 184,447)
Cash and Cash Equivalents at Beginning of Period	4,714,212	3,469,739
Cash and Cash Equivalents at End of Period	$ 6,142,382	$ 3,285,292

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:

Cash paid during the six months for:		
Interest	41,993	43,780
Income Taxes	1,196,000	764,000

See accompanying notes to unaudited financial statements.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

NOTES TO CONDENSED FINANCIAL STATEMENTS

NOTE 1 - BASIS OF PRESENTATION

The unaudited consolidated financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments, consisting of a normal recurring nature considered necessary for a fair presentation, have been included. It is suggested that these consolidated financial statements be read in conjunction with the financial statements and notes thereto included in the Company's annual report on Form 10-K for the year ended June 30, 1998. The results of operations for the periods ended December 31, 1998 and 1997 are not necessarily indicative of the operating results for the full year.

Certain amounts in prior period financial statements have been reclassified to conform to the current period financial statements.

NOTE 2 - INVENTORIES

Inventories are comprised of the following:

	December 31 1998	June 30 1998
Raw materials	$ 5,560,586	$ 7,049,954
Work in progress	2,693,508	3,971,315
Finished goods	757,045	483,667
	$ 9,011,139	$11,504,936

NOTE 3 - Comprehensive Net Income

The Company adopted Statement of Financial Accounting Standards No. 130, "Reporting Comprehensive Income " (SFAS 130) in the first quarter of fiscal year 1999. SFAS 130 establishes new standards for the reporting and presentation of comprehensive income and its components. Comprehensive net income presented below includes net unrealized gains (losses) on investments.

	For the three months ended December 31,		For the six months ended December 31,	
	1998	1997	1998	1997
Net Earnings	382,628	1,363,023	1,902,399	1,961,443
Unrealized gain (loss) on investment	1,900	--	(5,847)	--
Comprehensive income	384,528	1,363,023	1,896,552	1,961,443

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

NOTES TO CONDENSED FINANCIAL STATEMENTS

NOTE 4 - NET EARNINGS PER SHARE

Basic earnings per share is computed using the weighted average number of shares outstanding during the period, and diluted earnings per share is computed using the additional dilutive effect of all dilutive securities. The dilutive impact of stock options and warrants account for the additional weighted average shares of common stock outstanding for the Company's diluted earnings per share computation. Basic and diluted earnings per share have been calculated as follows:

	For the three months ended December 31		For the six months ended December 31	
	1998	1997	1998	1997
NUMERATOR:				
Net earnings - Numerator for basic and diluted earnings per share -- income available to common shareholders	$ 382,628	$1,363,023	$1,902,399	$1,961,443
DENOMINATOR:				
Denominator for basic earnings per share - weighted average shares	5,893,483	5,442,644	5,862,209	5,438,780
Effect of dilutive securities - employee stock options	145,751	239,781	261,091	229,374
Denominator for diluted earnings per share - adjusted weighted average shares and assumed conversions	6,039,234	5,682,425	6,123,300	5,668,154
Basic earnings per share	$ 0.06	$ 0.25	$ 0.32	$ 0.36
Diluted earnings per share	$ 0.06	$ 0.24	$ 0.31	$ 0.35

NATURAL ALTERNATIVES INTERNATIONAL, INC.

PART I - FINANCIAL INFORMATION

NOTES TO CONDENSED FINANCIAL STATEMENTS

NOTE 5 - MAJOR CUSTOMERS

The Company had substantial sales to four separate customers during one or more of the periods shown in the following table. The loss of any of these customers could have an adverse impact on the Company's revenues and earnings in the short-term. Sales by customer, representing 10% or more of the respective period's total net sales, are shown below by industry segment.

	Three Months Ended				Six Months Ended			
	December 31, 1998		December 31, 1997		December 31, 1998		December 31, 1997	
Industry Segment	Sales by Customer	%(a)	Sales by Customer	%(a)	Sales by Customer	%(a)	Sales by Customer	%(a)
Multi-level Distribution:								
Customer 1	$ 6,349,330	37%	$ 6,203,914	38%	$11,315,833	33%	$10,967,245	39%
Customer 2	2,772,874	16%	3,402,785	21%	6,236,362	18%	5,426,722	19%
Customer 3	(b)		1,551,380	10%	(b)		2,921,536	10%
	9,122,204	53%	11,158,079	69%	17,552,195	51%	19,315,503	68%
Retail Distribution:								
Customer 4	4,654,776	27%	(b)		7,577,485	22%	(b)	
	$13,776,980	80%	$11,158,079	69%	$25,129,680	73%	$19,315,503	68%

(a) Percent of total net sales.
(b) Net sales for the period were less than 10% of total net sales.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Except for the historical information contained herein, the following discussion contains forward-looking statements that involve risks and uncertainties including the future levels of corporate expenses, effects of management changes, ability to obtain facility licenses to manufacture pharmaceutical products, trends in financial performance (such as growth in sales and earnings), timely development and acceptance of new nutritional supplement products, anticipated costs and expenses associated with new facilities and additional equipment, the ability to effectively diversify the Company's channels of distribution and increase value-added content to its products, the ability to timely act upon opportunities that add revenues and enhance margins, the maintenance and diversification of relationships with clients, the impact of competitive products and pricing, the impact of government regulations, and other risks including those detailed from time-to-time in the company's SEC reports, including the reports on Form 10-K for fiscal years ended June 30, 1998.

These forward-looking statements represent the company's judgment as of the date of this release. The Company disclaims, however, any intent or obligation to update these forward-looking statements

RESULTS OF OPERATIONS

SECOND QUARTER OF FISCAL 1999 AND 1998

Net sales increased 6.3% or approximately $1.0 million to approximately $17.3 million for the quarter ended December 31, 1998, from approximately $16.3 million for the quarter ended December 31, 1997. The increase was attributed to increased sales to existing customers.

Sales of products into international markets increased 27.9% to approximately $5.5 million for the quarter ended December 31, 1998, from approximately $4.3 million for the quarter ended December 31, 1997. The increase is primarily the result of existing customers expanding into Asian and European markets.

Gross profit margins were 18.9% for the quarter ended December 31, 1998, compared to 27.3% for the quarter ended December 31, 1997. The decrease in margins was due primarily to honoring sales obligations with materials that exceeded original cost parameters, liquidating excess inventories of slow moving items at or below cost, and inventory write-downs.

Selling, general and administrative expenses increased as a percentage of sales to 15.3% for the quarter ended December 31, 1998 from 13.4% for the quarter ended December 31, 1997. The increase is due primarily to consulting and other fees related to changes in the Company's management structure, and costs associated with upgrading the company's financial and manufacturing information systems.

Income from operations decreased 72.4% to approximately $0.6 million for the quarter ended December 31, 1998, from approximately $2.3 million for the quarter ended December 31, 1997. This was due primarily to an approximate $1.2 million decrease in gross profit and an approximate $0.5 million increase in selling, general and administrative expenses.

Net earnings decreased 71.9% or approximately $1.0 million to approximately $0.4 million for the quarter ended December 31, 1998 from approximately $1.4 for the quarter ended December 31, 1997. The decrease in net earnings was due primarily to lower gross profit margins and increased operating expenses.

Diluted earnings per share decreased 75% for the quarter ended December 31, 1998 to $.06 from $.24 for the quarter ended December 31, 1997.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION
AND RESULTS OF OPERATIONS (CONTINUED)

SIX MONTHS ENDED DECEMBER 31, 1998 AND 1997

Net sales increased 21.1% or approximately $6.0 million to approximately $34.3 million for the six months ended December 31, 1998, from approximately $28.3 million for the six months ended December 31, 1997. The Company added several new customers subsequent to the first quarter of fiscal 1998 and sales to these customers, in addition to increased sales to certain existing customers through their international distribution channels, was the primary reason for the increase.

Sales of products into international markets increased 34.3% to approximately $10.7 million for the six months ended December 31, 1998, from approximately $8.0 million for the six months ended December 31, 1997. The increase is primarily the result of existing customers expanding into Asian and European markets.

Gross profit margins were 23.1% for the six months ended December 31, 1998, compared to 26.8% for the six months ending December 31, 1997. The decrease in margins was due primarily to honoring sales obligations with materials that exceeded original cost parameters, liquidating excess inventories of slow moving items at or below cost, and inventory write-downs.

Selling, general and administrative expenses decreased as a percentage of sales to 14.0% for the six months ended December 31, 1998 from 15.5% for the six months ending December 31, 1997. While selling, general and administrative expenses increased, in absolute dollars, to approximately $4.8 million, the dollar increase was at a lower rate relative to the increase in sales noted above.

Income from operations decreased 3.3% to approximately $3.1 million for the six months ended December 31, 1998, from approximately $3.2 million for the six months ended December 31, 1997. This was due primarily to an approximate $0.4 million increase in operating expenses and lower gross profit margins.

Net earnings decreased 3.0% or $0.1 million to approximately $1.9 million for the six months ended December 31, 1998 from approximately $2.0 for the six months ended December 31, 1997. The decrease in net earnings was due primarily to increased operating expenses.

Diluted earnings per share decreased 11.4% for the six months ended December 31, 1998 to $.31 from $.35 for the six months ended December 31, 1997.

YEAR 2000 ISSUES

Most computer databases, as well as embedded microprocessors in computer systems and industrial equipment, have been programmed to use a two-digit number to represent the year. Computer programs that recognize a date using "00" as the year 1900 rather than the year 2000 could result in errors or system failures. Accordingly, all companies must analyze their systems and make the necessary changes to ensure that automated processes will correctly distinguish between years before and after the year 2000.

During the quarter ended December 31, 1998, the Company began the implementation of a new financial and manufacturing software system which, in management's judgment, is Year 2000 compliant and will support the Company's continued growth and expansion. The Company expects to implement its new computer systems during the fourth quarter of its 1999 fiscal year, and the Company will continue to assess the potential for Year 2000 problems with embedded microprocessors in its production equipment. The Company estimates that it will have incurred approximately $1 million in costs, of which approximately $100,000 will be charged directly to operating expenses, by the end of its 1999 fiscal year to replace its financial and manufacturing software systems and to remediate or replace embedded microprocessors in its production equipment. This amount will be funded from internally generated cash flows.

The Company has received some preliminary information concerning the Year 2000 readiness of some of its vendors of goods and services. It expects to engage in discussions with its most significant vendors during 1999 in an attempt to determine the extent to which the Company is vulnerable to those vendors' possible failure to become Year 2000 ready. Furthermore, a reasonably likely worse case scenario would be if one or more of the Company's most significant vendors of goods and services, or the suppliers of the Company's necessary energy, telecommunications and transportation needs, experienced a material disruption in business and this caused the Company to experience a material disruption in business. Such a disruption could have a material adverse effect on the results of operations, liquidity and financial condition of the Company. The Company is currently developing contingency plans to address unavoided or unavoidable Year 2000 risks and expects to create such a plan during the balance of calendar year 1999.

If some or all of the Company's remediated or replaced internal computer systems fail to correctly distinguish between years before and after the year 2000, or if any software applications or embedded microprocessors critical to the Company's operations are overlooked in the assessment or implementation phases, there could be a material adverse effect on the Company's results of operations, liquidity and financial condition of a magnitude which the Company has not yet fully analyzed.

LIQUIDITY AND CAPITAL RESOURCES

At December 31, 1998, the Company had working capital of approximately $18.5 million and borrowings available under revolving lines of credit of $3.0 million. As of December 31, 1998, there were no borrowings under these lines.

For the six months ended December 31, 1998, net cash provided by operating activities was approximately $4.9 million compared to net cash provided by operating activities of approximately $1.6 million for the six months ended December 31, 1997. This increase of approximately $3.3 million was due primarily to decreases in accounts receivable and inventories, partially offset by a decrease in accounts payable. Current maturities of long-term debt and capital leases at December 31, 1998 amounted to approximately $58,000 which the Company expects to pay out of working capital.

The Company has revolving line of credit agreements permitting borrowings up to $3.0 million, which are secured by the Company's receivables, inventory, equipment, and vehicles and bear interest at the bank's prime rate. The present loan agreement with the bank contains financial covenants concerning limitations on maintenance of debt, certain financial ratio's and other matters, for all of which the Company is in full compliance as of February 12, 1999. The lines of credit expire on January 19, 2000; management expects such lines to be renewed in the normal course of business.

Capital expenditures for the six months ended December 31, 1998 amounted to approximately $3.2 million. These expenditures were made primarily in connection with the building improvements in progress at the Company's new headquarters building and its new warehouse and blending facility, and includes the purchase of encapsulation and other production equipment to expand the Company's output capacity. The Company anticipates capital expenditures of approximately $6.5 million during fiscal 1999. These expenditures are expected to be paid from a combination of cash holdings, net cash provided by operating activities in fiscal 1999, borrowings under the Company's lines of credit with its bank, and anticipated long term debt or equity financing. If these financing alternatives become unavailable, the Company may be required to defer or restrict certain commercial activities or delay or eliminate expenditures for certain of its potential products and/or markets. The Company is currently assessing the feasibility of long term use of the headquarter facility and are evaluating options for an alternative use of the facility.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART I - FINANCIAL INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (CONTINUED)

NEW ACCOUNTING PRONOUNCEMENTS

In February 1998, the Financial Accounting Standards Board ("FASB") issued Statement of Financial Accounting Standards No. 132, "Employers' Disclosures about Pensions and Other Postretirement Benefits." This Statement standardizes the disclosure requirements for pensions and other postretirement benefits, requires additional information on changes in the benefit obligations and fair values of plan assets and eliminates certain disclosures. Restatement of disclosures for earlier periods is required. The Company will adopt this Statement in its financial statements for the year ending June 30, 1999.

In June 1997, the FASB issued Statement of Financial Accounting Standards No.

131, "Disclosures about Segments of an Enterprise and Related Information" ("SFAS 131"). SFAS 131 establishes standards for the manner in which public business enterprises report information about operating segments and also establishes standards for related disclosures about products and services, geographic areas, and major customers. These statements are effective for years beginning after December 15, 1997. The Company does not expect that the adoption of SFAS Nos. 131 and 132 will result in disclosures that will be materially different from those presently included in its financial statements.

QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

The Company is exposed to risks relating to changes in interest rates and stock market fluctuations.

At December 31, 1998, the Company maintains a portion of its cash and cash equivalents in financial instruments with original maturities of three months or less. These financial instruments, principally comprised of government backed money market funds, are subject to interest rate risk and will decline in value if interest rates increase. The Company also maintains an investment portfolio containing common stocks that are subject to market risk. The Company has not used derivative financial instruments in its investment portfolio.

NATURAL ALTERNATIVES INTERNATIONAL, INC.
PART II - OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

The Company is involved in various claims and legal actions arising in the ordinary course of business. In the opinion of management, based in part on the advice of counsel, the ultimate disposition of these matters will not have a material adverse impact on the Company's consolidated financial position, operations or cash flows.

ITEM 2. CHANGES IN SECURITIES

None.

ITEM 3. DEFAULTS BY THE COMPANY ON ITS SENIOR SECURITIES

None.

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

None.

ITEM 5. OTHER INFORMATION

None.

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits: The following exhibits are filed herewith:

27.0. Financial Data Schedule

(b) No reports on Form 8-K were filed during the quarter ended December 31, 1998.

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.

NATURAL ALTERNATIVES INTERNATIONAL, INC.

MARK A. LE DOUX Date: February 12, 1998

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Mark A. Le Doux
Chief Executive Officer
Assistant Treasurer

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