

Edgar Filing: RADA ELECTRONIC INDUSTRIES LTD - Form 6-K

RADA ELECTRONIC INDUSTRIES LTD  
Form 6-K  
March 10, 2008

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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F O R M 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR  
15d-16 UNDER THE SECURITIES EXCHANGE ACT OF 1934

For the month of  
March 2008

RADA ELECTRONIC INDUSTRIES LIMITED  
(Name of Registrant)

7 Giborei Israel Street, Netanya 42504, Israel  
(Address of Principal Executive Office)

Indicate by check mark whether the registrant files or will  
file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the  
Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the  
Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information  
contained in this Form, the registrant is also thereby furnishing the  
information to the Commission pursuant to Rule 12g3-2(b) under the Securities  
Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to  
the registrant in connection with Rule 12g3-2(b): 82-\_\_\_\_\_

This Form 6-K is being incorporated by reference into the Registrant's  
Form F-3 Registration Statements File Nos. 333-12074, 333-115598, 333-117954,  
and 333-127491 and Form S-8 Registration Statement File No. 333-111437.

RADA ELECTRONIC INDUSTRIES LTD.

## Edgar Filing: RADA ELECTRONIC INDUSTRIES LTD - Form 6-K

1. Press Release re RADA Electronic Industries Announces Full Year 2007 Results dated March 6, 2008.

ITEM 1

Press Release

Source: RADA Electronic Industries Ltd

RADA Electronic Industries Announces Full Year 2007 Results

Thursday March 6, 3:08 pm ET

NETANYA, Israel, March 6 /PRNewswire-FirstCall/ -- RADA Electronic Industries Ltd. (Nasdaq: RADA - News) today reported its financial results for the year ended December 31, 2007. The company reported a net loss of \$1.1 million or \$0.12 per share. This compares with a net loss of \$2.0 million or \$0.23 per share, for the year ended December 31, 2006. Revenues in 2007 were \$14.0 million, an increase of 8% from 2006. The company's gross margin increased to 24% in 2007 from 16% in 2006. The company's operating loss for the year was \$387,000 compared with an operating loss of \$1.3 million in 2006.

Commenting on the results, Zvika Alon, RADA's CEO said, "Our financial results in 2007 improved over the last two years. The improvement is mainly due to the higher gross profit margin on our off-the-shelf products. We expect that our production deliveries will continue to increase in 2008 and we plan to continue investing during 2008 in research and development primarily in our new Inertial Navigation product line. Our marketing efforts during 2007 were very successful resulting in an increased backlog. We are continuing these efforts, focusing on our main markets in Israel, U.S. and India."

### About RADA

RADA Electronic Industries Ltd. is an Israel based company involved in the military and commercial aerospace industries. The company specializes in Avionics systems (Digital Video Recorders, Ground Debriefing Stations, Stores Management Systems, Flight Data Recorders, Inertial Navigation Systems), Trainer Aircraft Upgrades, Avionics systems for the UAV market, and Electro-optic cameras for airplanes and armored vehicles.

Note: Certain statements in this press release are "forward-looking statements" within the meaning of the Private Securities Litigation Act of 1995. Such statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially. Such risk uncertainties and other factors include, but are not limited to, changes in general economic conditions, risks in product and technology developments, market acceptance of new products and continuing product demand, level of competition and other factors described in the company's Annual Report on Form 20-F and other filings with the Securities and Exchange Commission.

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### CONSOLIDATED BALANCE SHEETS

U.S. dollars in thousands, except share and per share data

	December 31,	
	2007	2006
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 835	\$ 990
Restricted cash	598	704
Trade receivables (net of allowance for doubtful accounts of \$ 62 and \$ 34 at December 31, 2007 and 2006, respectively)	4,907	4,296
Other accounts receivable and prepaid expenses	305	200
Costs and estimated earnings in excess of billings on uncompleted contracts	701	668
Inventories	2,609	2,468
<b>Total current assets</b>	<b>9,955</b>	<b>9,326</b>
<b>LONG-TERM RECEIVABLES AND DEPOSITS:</b>		
Long-term receivables	983	983
Leasing deposits	57	78
Severance pay fund	2,038	1,624
<b>Total long-term receivables and deposits</b>	<b>3,078</b>	<b>2,685</b>
<b>PROPERTY, PLANT AND EQUIPMENT, NET</b>	<b>2,745</b>	<b>3,359</b>
<b>OTHER ASSETS:</b>		
Intangible assets, net	1,414	1,906
Goodwill	214	166
Deferred charges, net	-	13
<b>Total other assets</b>	<b>1,628</b>	<b>2,085</b>
<b>Total assets</b>	<b>\$ 17,406</b>	<b>\$ 17,455</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Short-term bank credit and current maturities of long-term loans	\$ 490	\$ 559
Convertible note	-	2,858
Trade payables	1,472	1,611
Other accounts payable and accrued expenses	3,666	3,419
Deferred revenues	181	84
Billings in excess of costs and estimated earnings on uncompleted contracts	88	285
<b>Total current liabilities</b>	<b>5,897</b>	<b>8,816</b>
<b>LONG-TERM LIABILITIES:</b>		
Long-term loan	-	142
Loan from shareholders, net	261	-
Convertible note from a shareholder, net	1,622	-
Accrued severance pay	2,442	2,026
<b>Total long-term liabilities</b>	<b>4,325</b>	<b>2,168</b>

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MINORITY INTERESTS	459	397
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### SHAREHOLDERS' EQUITY

Share capital -		
Ordinary shares of NIS 0.015 par value -		
Authorized: 16,333,333 shares at December 31, 2007		
and 2006; Issued and outstanding: 8,705,788 shares		
at December 31, 2007 and 2006		
Additional paid-in capital	116	116
Accumulated deficit	68,968	67,239
	(62,359)	(61,281)
Total shareholders' equity	6,725	6,074
Total liabilities and shareholders' equity	\$ 17,406	\$ 17,455

### CONSOLIDATED STATEMENTS OF OPERATIONS

U.S. dollars in thousands, except per share data

	Year ended December 31,		
	2007	2006	2005
<b>Revenues:</b>			
Products	\$ 11,704	\$ 10,984	\$ 11,303
Services	2,317	2,053	2,118
	14,021	13,037	13,421
<b>Cost of revenues:</b>			
Products	9,501	9,517	10,601
Services	1,180	1,482	1,481
	10,681	10,999	12,082
Gross profit	3,340	2,038	1,339
<b>Operating costs and expenses:</b>			
Research and development	324	181	-
Marketing and selling	1,213	1,316	1,155
General and administrative	2,190	1,794	1,939
Total operating costs and expenses	3,727	3,291	3,094
Operating loss	(387)	(1,253)	(1,755)
Financial expenses, net	(629)	(775)	(624)
Other income, net	-	45	33
	(1,016)	(1,983)	(2,346)
Minority interests in losses (earnings) of a subsidiary	(62)	(17)	17
Net loss	\$ (1,078)	\$ (2,000)	\$ (2,329)
<b>Net loss per share:</b>			
Basic net loss per share	\$ (0.12)	\$ (0.23)	\$ (0.31)
Diluted net loss per share	\$ (0.12)	\$ (0.23)	\$ (0.31)

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Contact: Shiri Lazarovich- C.F.O  
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SIGNATURE

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.

Rada Electronic Industries Ltd.  
(Registrant)

By: /s/Herzle Bodinger  
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Herzle Bodinger  
President and Chairman

Date: March 10, 2008