

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

RADA ELECTRONIC INDUSTRIES LTD
Form 6-K
November 21, 2007

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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
November 2007

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.

6-K Items

1. Press Release re RADA Electronic Industries Announces Q3 2007 Results
dated November 21, 2007.

ITEM 1

Press Release

Source: Rada Electronic Industries Ltd

RADA Electronic Industries Announces Q3 2007 Results

Wednesday November 21, 6:03 am ET

NETANYA, Israel, November 21 /PRNewswire-FirstCall/ -- RADA Electronic Industries Ltd. (Nasdaq Capital Market: RADA) today reported its financial results for the three and nine month periods ended September 30, 2007.

The company reported revenues of \$2.8 million for the third quarter of 2007, as compared to \$2.9 million in the third quarter of 2006. Operating loss for the third quarter of 2007 was \$419,000, as compared to operating profit of \$348,000 in the third quarter of 2006. As a result, the company reported a net loss of \$559,000 for the third quarter of 2007, compared to net income of \$15,000 in the third quarter of 2006.

Nine Months Financial Highlights

- Total revenue reaches \$9.7 million, a 30% increase compared to the same period of 2006.
- Gross profit of \$1.9 million compared to \$200,000 in 2006.

For the first nine months of 2007 the company reported total revenue of \$9.7 million, an operating loss of \$703,000 and a net loss of \$1.2 million. This compares with total revenue of \$7.5 million, an operating loss of \$1.9 million and a net loss of \$2.5 million for the first nine months of 2006.

Commenting on the results, Mr. Zvika Alon, RADA's CEO said, "The financial results of the nine months ending September 30, 2007 are better than the same period last year. Notwithstanding the third quarter results, we expect 2007 annual results to show similar improvement"

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), Trainers 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

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

Securities and Exchange Commission.

Contact:

Elan Sigal- C.F.O
RADA Electronic Industries Ltd.
Tel: +972-9-8921111

CONSOLIDATED BALANCE SHEETS

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

	September 30, 2007 Unaudited	December 31, 2006 Audited
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,275	\$ 990
Restricted cash	593	704
Trade receivables (net of allowance for doubtful accounts of \$ 63 at September 30, 2007 and \$ 34 at December 31, 2006)	3,079	4,296
Other accounts receivable and prepaid expenses	480	200
Costs and estimated earnings in excess of billings on uncompleted contracts	897	668
Inventories	2,536	2,468
Total current assets	8,860	9,326
LONG-TERM RECEIVABLES AND DEPOSITS:		
Long-term receivables	983	983
Leasing deposits	67	78
Severance pay fund	1,890	1,624
Total long-term receivables and deposits	2,940	2,685
PROPERTY AND EQUIPMENT, NET	2,922	3,359
OTHER ASSETS:		
Intangible assets, net and goodwill	1,703	2,072
Deferred charges, net	-	13
Total other assets	1,703	2,085
Total assets	\$ 16,425	\$ 17,455
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Short-term bank credit and current maturities of long-term loans	\$ 416	\$ 559
Convertible note	-	2,858
Short-term loan from shareholder	3,000	-
Trade payables	1,239	1,611
Other accounts payable and accrued expenses	3,357	3,503
Billings in excess of costs and estimated earnings on uncompleted contracts	180	285
Total current liabilities	8,192	8,816

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

LONG-TERM LIABILITIES:

Long-term loan	28	142
Long term loan from shareholders, net of discount	243	-
Accrued severance pay	2,284	2,026
Total long-term liabilities	2,555	2,168

MINORITY INTERESTS	432	397
--------------------	-----	-----

SHAREHOLDERS' EQUITY:

Share capital -

Ordinary shares of NIS 0.015 par value -

Authorized: 16,333,333 shares at September 30, 2007

and December 31, 2006; Issued and outstanding:

8,728,509 shares at September 30, 2007 and December 31, 2006

	116	116
Additional paid-in capital	67,591	67,239
Accumulated deficit	(62,461)	(61,281)
Total shareholders' equity	5,246	6,074
Total liabilities and shareholders' equity	\$ 16,425	\$ 17,455

CONSOLIDATED STATEMENTS OF OPERATIONS

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

	Nine months ended September 30,		Three months ended September 30,		Year ended December 31,
	2007	2006	2007	2006	2006
		(Unaudited)			(audited)
Revenues	\$ 9,720	\$ 7,456	\$ 2,762	\$ 2,879	\$ 13,037
Cost of revenues	7,851	7,259	2,308	1,843	10,999
Gross profit	1,869	197	454	1,036	2,038
Operating expenses:					
Research and development	210	139	61	70	181
Marketing and selling	952	939	270	377	1,316
General and administrative	1,410	1,041	542	241	1,794
Total operating expenses:	2,572	2,119	873	688	3,291
Operating income (loss)	(703)	(1,922)	(419)	348	(1,253)
Financial expense, net	442	650	118	303	(775)
Other income (expenses), net	-	(45)	-	(23)	45

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

	(1,145)	(2,527)	(537)	22	(1,983)
Minority interests					
in profits of					
subsidiary	35	7	22	7	17
Net (loss) income	\$ (1,180)	\$ (2,534)	\$ (559)	\$ 15	\$ (2,000)
Net loss per					
share:					
Basic and diluted					
net loss per share	\$ (0.14)	\$ (0.30)	\$ (0.06)	\$ 0.003	\$ (0.23)

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

Herzle Bodinger
President and Chairman

Date: November 21, 2007