

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

RADA ELECTRONIC INDUSTRIES LTD  
Form 6-K  
August 26, 2009

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  
August 2009

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,  
333-127491 and 333-150197 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 Second Quarter 2009 Results dated August 26, 2009.

ITEM 1

### RADA Electronic Industries Announces Second Quarter 2009 Results

Press Release

Source: RADA Electronic Industries Ltd.

On Wednesday August 26, 2009, 9:30 am EDT

NETANYA, Israel, Aug. 26, 2009 (GLOBE NEWSWIRE) -- RADA Electronic Industries Ltd. (Nasdaq:RADA - News) reported today its financial results for the second quarter ended June 30, 2009. Revenues were \$3.0 million compared to \$3.6 million in the second quarter of 2008. Operating loss for the second quarter of 2009 was \$647,000 compared to operating loss of \$376,000 in the second quarter of 2008. The company reported a net loss of \$951,000 for the second quarter of 2009, compared to a net loss of \$672,000 in the second quarter of 2008.

For the six-month period ended June 30, 2009, revenues were \$7.1 million, a decrease of 2.6% compared with revenues of \$7.3 million for the same period in 2008. In the six months ended June 30, 2009, gross profit increased 47% to \$1.8 million from \$1.3 million in the 2008 period and gross margin was 26% up from 17% in the 2008 period. Operating expenses in the 2009 period were \$2.5 million compared to \$1.9 million for the same period in 2008. Operating expenses for the period ended June 30, 2009 includes \$882,000 of research and development expenses compared to \$232,000 of research and development expenses in the same period in 2008. Financial expenses were \$200,000 in the 2009 period compared with financial expenses of \$726,000 in the period ended June 30, 2008, which expenses were significantly impacted by currency fluctuations of the exchange rate of the U.S. dollar against the Israeli Shekel (financial income of \$130,000 and financial expenses of \$196,000 for the periods ended June 30, 2009 and 2008, respectively). As a result, the Company reported a net loss of \$0.9 million or \$0.10 per share for the six-month period ended June 30, 2009. This compares with a net loss of \$1.4 million or \$0.16 per share, for the comparable period in 2008.

Commenting on the results, Zvika Alon, RADA's CEO said, "The increase in research and development expenses to support future product development has significantly affected the results during the first half of 2009. We expect that our R&D efforts will continue during the second half of 2009. Our order backlog continued to increase during the second quarter; therefore we maintain our expectation for an improvement in our operating results."

About RADA

RADA Electronic Industries Ltd. is an Israel based defense electronics contractor. The Company specializes in data recording and management (Digital Video & Data Recorders, Ground Debriefing Stations Head-Up Display Cameras), inertial navigation systems, avionics solutions (Trainer Aircraft Upgrades, Stores Management Systems, Interface Computers) and avionics systems for UAVs.

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

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.

### CONSOLIDATED BALANCE SHEETS

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

ASSETS	June 30, 2009	Dec. 31, 2008
	----- Unaudited	----- Audited
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 1,529	\$ 964
Restricted cash	544	793
Trade receivables (net of allowance for doubtful accounts of \$59 and \$60 at June 30, 2009 and December 31, 2008, respectively)	2,959	3,434
Other receivables and prepaid expenses	928	597
Costs and estimated earnings in excess of billings on uncompleted contracts	1,469	2,210
Inventories	4,823	4,409
	-----	-----
Total current assets	12,252	12,407
	-----	-----
<b>LONG-TERM RECEIVABLES AND DEPOSITS:</b>		
Long-term receivables	770	803
Leasing deposits	60	56
	-----	-----
Total long-term receivables and deposits	830	859
	-----	-----
PROPERTY, PLANT AND EQUIPMENT, NET	3,475	3,699
	-----	-----
<b>OTHER ASSETS:</b>		
Intangible assets, net	752	972
Goodwill	587	557
	-----	-----
Total other assets	1,339	1,529
	-----	-----
Total assets	\$ 17,896	\$ 18,494

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

=====

LIABILITIES AND SHAREHOLDERS' EQUITY

CURRENT LIABILITIES:

Short-term bank credit and current maturities of long-term loans	\$ 156	\$ 162
Trade payables	1,645	2,760
Other payable and accrued expenses	5,103	3,860
Billings in excess of costs and estimated earnings on uncompleted contracts	73	43
	-----	-----

Total current liabilities	6,977	6,825
	-----	-----

LONG-TERM LIABILITIES:

Long-term loan	--	33
Loans from shareholders, net	1,528	1,546
Convertible note from a shareholder, net	2,210	1,980
Accrued severance pay and other long term liability	491	558
	-----	-----

Total long-term liabilities	4,229	4,117
	-----	-----

MINORITY INTERESTS	561	556
	-----	-----

SHAREHOLDERS' EQUITY

Share capital -		
Ordinary shares of NIS 0.015 par value		
- Authorized: 16,333,333 shares at		
June 30, 2009 and December 31, 2008;		
Issued and outstanding: 8,858,553 at		
June 30, 2009 and December 31, 2008	119	119
Additional paid-in capital	69,535	69,495
Accumulated other comprehensive income	319	317
Accumulated deficit	(63,844)	(62,935)
	-----	-----

Total shareholders' equity	6,129	6,996
	-----	-----

Total liabilities and shareholders' equity	\$ 17,896	\$ 18,494
	=====	=====

CONSOLIDATED STATEMENTS OF OPERATIONS

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

Six months ended June 30,	Three months ended June 30,
---------------------------	-----------------------------

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

	2009	2008	2009	2008
	(Unaudited)			
Revenues	\$ 7,115	\$ 7,307	\$ 3,020	\$ 3,616
Cost of revenues	5,275	6,055	2,429	3,001
Gross profit	1,840	1,252	591	615
Operating expenses:				
Research and development	882	232	408	138
Marketing and selling	719	699	389	332
General and administrative	943	1,016	441	521
Total operating expenses:	2,544	1,947	1,238	991
Operating loss	(704)	(695)	(647)	(376)
Financial expense, net	200	726	295	294
Minority interests in profits of a subsidiary	(904)	(1,421)	(942)	(670)
Net loss	\$ (909)	\$ (1,442)	\$ (951)	\$ (672)
Net loss per share:				
Basic and diluted net loss per share	\$ (0.10)	\$ (0.16)	\$ (0.11)	\$ (0.08)

Contact:

RADA Electronic Industries Ltd.  
Shiri Lazarovich- C.F.O  
011-972-9-8921111

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

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

undersigned, thereunto duly authorized.

Rada Electronic Industries Ltd.  
(Registrant)

By: /s/Herzle Bodinger

-----

Herzle Bodinger  
President and Chairman

Date: August 26, 2009