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RADA ELECTRONIC INDUSTRIES LTD  
Form 6-K  
August 22, 2007

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  
August 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.

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

1. Press Release re RADA Electronic Industries Announces Q2 2007 Results dated August 22, 2007.

ITEM 1

Press Release

Source: Rada Electronic Industries Ltd

RADA Electronic Industries Announces Q2 2007 Results

Wednesday August 22, 9:00 am ET

NETANYA, Israel, August 22 /PRNewswire-FirstCall/ -- RADA Electronic Industries Ltd. (Nasdaq Capital Market: RADA) today reported its financial results for the second quarter ended June 30, 2007.

### Financial Highlights

- Total revenues were \$4.2 million, a 53% increase over Q1 2007 and 64% increase over Q2 2006.
- Operating income was \$55,000 compared to operating losses of \$339,000 in Q1 2007 and \$ 1.1 million in Q2 2006.

The company reported revenues of \$4.2 million for the second quarter of 2007, an increase of 53% from the \$2.8 million reported in the first quarter of 2007, and an increase of 64% compared to the \$2.6 million reported in the second quarter of 2006. Gross profit for the second quarter of 2007 was \$942,000, compared to \$473,000 in the first quarter of 2007 and a gross loss of \$474,000 in the second quarter of 2006. Operating income for the second quarter of 2007 was \$55,000, compared to operating losses of \$339,000 in the first quarter of 2007 and \$1.1 million loss in the second quarter of 2006. Financing and other expenses were \$145,000 for the second quarter of 2007, compared to \$192,000 in the first quarter of 2007 and \$221,000 in the second quarter of 2006. As a result, the company reported a net loss of \$90,000 for the second quarter of 2007, compared to a loss of \$ 531,000 in the first quarter of 2007 and \$1.4 million loss in the second quarter of 2006.

For the first six months of 2007, revenues were \$7.0 million, operating loss was \$284,000 and net loss was \$621,000. This compares with revenues of \$4.6 million, operating loss of \$2.3 million and net loss of \$2.5 million for the first six months of 2006.

Commenting on the results, Mr. Zvika Alon, RADA's CEO said, "Although we reported a loss this quarter, Q2 2007 results improved significantly compared to Q2 2006 results. We expect that 2007 will be the third and last year of our current investment program aimed at developing new products that will become the backbone of our new product offerings. Our recently reported new contracts as well as those we expect to receive in the near future indicate an increase in production activity that is expected to generate improved operating results in the future."

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### 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 Securities and Exchange Commission.

### CONSOLIDATED BALANCE SHEETS

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

	June 30, 2007 Unaudited	December 31, 2006 Audited
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 1,339	\$ 990
Restricted cash	417	704
Trade receivables (net of allowance for doubtful accounts of \$ 34 at June 30, 2007 and December 31, 2006)	3,570	4,296
Other accounts receivable and prepaid expenses	599	200
Costs and estimated earnings in excess of billings on uncompleted contracts	663	668
Inventories	2,375	2,468
<b>Total current assets</b>	<b>8,963</b>	<b>9,326</b>
<b>LONG-TERM RECEIVABLES AND DEPOSITS:</b>		
Long-term receivables	983	983
Leasing deposits	67	78
Severance pay fund	1,737	1,624
<b>Total long-term receivables and deposits</b>	<b>2,787</b>	<b>2,685</b>
<b>PROPERTY AND EQUIPMENT, NET</b>	<b>2,931</b>	<b>3,359</b>
<b>OTHER ASSETS:</b>		
Intangible assets, net and goodwill	1,826	2,072
Deferred charges, net	-	13
<b>Total other assets</b>	<b>1,826</b>	<b>2,085</b>
<b>Total assets</b>	<b>\$ 16,507</b>	<b>\$ 17,455</b>

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### LIABILITIES AND SHAREHOLDERS' EQUITY

#### CURRENT LIABILITIES:

Short-term bank credit and current maturities of long-term loans	\$ 395	\$ 559
Convertible note	3,000	2,858
Trade payables	1,424	1,611
Other accounts payable and accrued expenses	3,264	3,419
Deferred revenues	60	84
Billings in excess of costs and estimated earnings on uncompleted contracts	178	285
Total current liabilities	8,321	8,816

#### LONG-TERM LIABILITIES:

Long-term loan	65	142
Accrued severance pay	2,126	2,026
Total long-term liabilities	2,191	2,168

MINORITY INTERESTS	410	397
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#### SHAREHOLDERS' EQUITY:

Share capital -		
Ordinary shares of NIS 0.015 par value -		
Authorized: 16,333,333 shares at March 31, 2007 and December 31, 2006; Issued and outstanding: 8,728,509 shares at June 30, 2007 and December 31, 2006	116	116
Additional paid-in capital	67,371	67,239
Accumulated deficit	(61,902)	(61,281)
Total shareholders' equity	5,585	6,074
Total liabilities and shareholders' equity	\$ 16,507	\$ 17,455

### CONSOLIDATED STATEMENTS OF OPERATIONS

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

	Six months ended		Three months ended	
	2007	2006	2007	2006
	June 30,		June 30,	
	(Unaudited)			
Revenues	6,958	4,577	4,204	2,570
Cost of revenues	5,543	5,538	3,262	3,044
Gross profit (loss)	1,415	(961)	942	(474)
Operating expenses:				
Research and development	149	69	94	44
Marketing and selling	682	440	383	213
General and administrative	868	800	410	405
Total operating expenses:	1,699	1,309	887	662
Operating income (loss)	(284)	(2,270)	55	(1,136)

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Financial expense, net	324	347	142	227
Other income (expenses), net	-	68	-	(3)
	(608)	(2,549)	(87)	(1,366)
Minority interests in income (loss) of subsidiary	13	-	3	(9)
Net loss	\$ (621)	\$ (2,549)	\$ (90)	\$ (1,357)
Net loss per share:				
Basic and diluted net loss per share	\$ (0.07)	\$ (0.30)	\$ (0.01)	\$ (0.15)

Contact:  
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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.

Rada Electronic Industries Ltd.  
(Registrant)

By: /s/Herzle Bodinger  
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Herzle Bodinger, Chairman

Date: August 22, 2007