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RADA ELECTRONIC INDUSTRIES LTD
Form 6-K
May 22, 2008

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
May 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,
333-127491 and 333-150197 and Form S-8 Registration Statement File No.
333-111437.

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1. Press Release re RADA Electronic Industries Announces Q1 2008 Results dated May 21, 2008.

ITEM 1

Press Release

Source: RADA Electronic Industries Ltd

RADA Electronic Industries Announces Q1 2008 Results

Wednesday May 21, 10:30 am ET

NETANYA, Israel, May 21 /PRNewswire-FirstCall/ -- RADA Electronic Industries Ltd. (Nasdaq SmallCap: RADA - News) today reported its financial results for the first quarter ended March 31, 2008. Revenues were \$3.7 million, an increase of 34% from 2007 and gross profit was \$0.6 million, an increase of 35% from 2007. Operating loss for the quarter was \$319 thousand compared with an operating loss of \$339 thousand in the first quarter of 2007. The financial expenses of the period increased to \$432 thousand from \$182 thousand in 2007. As a result the company reported a net loss of \$0.77 million or \$0.09 per share. This compares with a net loss of \$0.53 million or \$0.06 per share, for the comparable quarter in 2007.

Commenting on the results, Zvika Alon, RADA's CEO said, "The revenues and gross profits of the first quarter have improved compared to the Q1 2007 results. Traditionally we have experienced that the first half of the year is weaker than the second, we maintain our view that we will continue to show improvement in our orders backlog resulting from our marketing efforts. While our production deliveries keep increasing, we plan to continue investing during 2008 in research and development mainly in our new Inertial Navigation product line."

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.

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CONSOLIDATED BALANCE SHEETS

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

| | March 31, 2008 Unaudited | December 31, 2007 Audited |
|---|--------------------------------|---------------------------------|
| ASSETS | | |
| CURRENT ASSETS: | | |
| Cash and cash equivalents | \$ 1,308 | \$ 835 |
| Restricted cash | 633 | 598 |
| Trade receivables (net of allowance for doubtful accounts of \$ 62 at March 31, 2008 and December 31, 2007) | 3,607 | 4,907 |
| Other accounts receivable and prepaid expenses | 521 | 305 |
| Costs and estimated earnings in excess of billings on uncompleted contracts | 1,137 | 701 |
| Inventories | 3,192 | 2,609 |
| Total current assets | 10,398 | 9,955 |
| LONG-TERM RECEIVABLES AND DEPOSITS: | | |
| Long-term receivables | 983 | 983 |
| Leasing deposits | 50 | 57 |
| Severance pay fund | 2,228 | 2,038 |
| Total long-term receivables and deposits | 3,261 | 3,078 |
| PROPERTY AND EQUIPMENT, NET | 2,976 | 2,745 |
| OTHER ASSETS: | | |
| Intangible assets, net | 1,304 | 1,414 |
| Goodwill | 396 | 214 |
| Total other assets | 1,700 | 1,628 |
| Total assets | \$ 18,335 | \$ 17,406 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| CURRENT LIABILITIES: | | |
| Short-term bank credit and current maturities of long-term loans | \$ 258 | \$ 490 |
| Trade payables | 1,876 | 1,472 |
| Other accounts payable and accrued expenses | 4,097 | 3,666 |
| Deferred revenues | 70 | 181 |
| Billings in excess of costs and estimated earnings on uncompleted contracts | 109 | 88 |
| Total current liabilities | 6,410 | 5,897 |
| LONG-TERM LIABILITIES: | | |
| Loan from shareholders, net | 67 | 261 |
| Convertible note from a shareholder, net | 1,700 | 1,622 |
| Long-term loan | 282 | - |
| Accrued severance pay | 2,691 | 2,442 |
| Total long-term liabilities | 4,740 | 4,325 |
| MINORITY INTERESTS | 532 | 459 |
| SHAREHOLDERS' EQUITY: | | |
| Share capital - | | |
| Ordinary shares of NIS 0.015 par value - | | |
| Authorized: 16,333,333 shares at March 31, 2008 and December 31, 2007; Issued and outstanding: | | |
| 8,858,553 and 8,705,788 shares at March 31, 2008 | | |

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| | | |
|--|-----------|-----------|
| and December 31, 2007 respectively | 119 | 116 |
| Additional paid-in capital | 69,398 | 68,968 |
| Accumulated other comprehensive income | 265 | - |
| Accumulated deficit | (63,129) | (62,359) |
| Total shareholders' equity | 6,653 | 6,725 |
| Total liabilities and shareholders' equity | \$ 18,335 | \$ 17,406 |

CONSOLIDATED STATEMENTS OF OPERATIONS
U.S. dollars in thousands, except per share data

| | Three months ended March 31, 2008 (unaudited) | 2007 (audited) | Year ended December 31, 2007 (audited) |
|---|--|-------------------|---|
| Revenues | 3,691 | 2,754 | 14,021 |
| Cost of revenues | 3,054 | 2,281 | 10,681 |
| Gross profit (loss) | 637 | 473 | 3,340 |
| Operating expenses: | | | |
| Research and development | 94 | 55 | 324 |
| Marketing and selling | 367 | 299 | 1,213 |
| General and administrative | 495 | 458 | 2,190 |
| Total operating expenses | 956 | 812 | 3,727 |
| Operating loss | (319) | (339) | (387) |
| Financial expenses, net | (432) | (182) | (629) |
| | (751) | (521) | (1,016) |
| Minority interests in profits of subsidiary | (7) | (10) | (62) |
| Loss before tax | (758) | (531) | (1,078) |
| Tax expenses | (12) | - | - |
| Net loss for the period | \$ (770) | \$ (531) | \$ (1,078) |
| Loss per share: | | | |
| Basic and diluted loss per share | \$ (0.09) | \$ (0.06) | \$ (0.12) |

Contact:

Shiri Lazarovich- C.F.O
RADA Electronic Industries Ltd.
Tel: +972-9-8921111

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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

Herzle Bodinger
President and Chairman

Date: May 22, 2008