

Attention Business/Financial Editors:
Glendale International reports third quarter financial results

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Toronto Stock Exchange Symbol: GIN

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OAKVILLE, ON, Oct. 10 /CNW/ - Glendale International Corp. (TSX: GIN) today reported financial results for the third quarter ended August 29, 2008.

Financial Results

Consolidated sales from continuing operations for the third quarter were \$20,522,000 compared to \$28,303,000 for the third quarter of last year. Year to date consolidated sales from continuing operations were \$69,108,000 compared to \$98,234,000 for the same period in 2007. Net loss from continuing operations for the third quarter of 2008 was \$2,231,000, or \$0.24 per share, compared to net loss from continuing operations of \$771,000, or \$0.06 per share, for the third quarter of 2007. Year to date net loss from continuing operations was \$4,812,000, or \$0.52 per share, compared to net loss from continuing operations of \$475,000, or \$0.04 per share, for the same period in 2007.

Glendale reports segmented information in its unaudited interim consolidated financial statements as follows: Recreational Vehicles, Electronics, and Corporate Office. The financial results for the third quarter ended August 29, 2008, and year to date 2008 compared to the same periods in 2007 are set out below:

Recreational Vehicles (Glendale RV and TraveLaire)

Sales for the Recreational Vehicles segment for the third quarter were \$4,774,000 compared to \$14,408,000 for the third quarter of 2007. Year to date sales were \$23,304,000 compared to \$55,165,000 for the same period in 2007.

Net loss for the Recreational Vehicle segment for the third quarter of 2008 was \$2,173,000 compared to net loss of \$538,000 for the third quarter of the prior year. Year to date net loss was \$4,090,000 compared to net earnings of \$348,000 for the same period in 2007.

The Recreational Vehicle segment is comprised of two operating divisions, Glendale RV located in Strathroy, Ontario and TraveLaire located in Red Deer, Alberta.

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Glendale RV

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Sales at Glendale RV were \$3,398,000 in the current quarter compared to \$8,459,000 in the prior year quarter representing a decrease of \$5,061,000, or 59.8%. Year to date sales were \$16,581,000 compared to \$31,459,000 for the same period in 2007. The decrease in sales is the result of a combination of negative economic factors including: the weak economy in the US, tightening credit restrictions, the increased cost of fuel, the increased number of US imports to Canada and the strengthening Canadian currency.

Net loss for the Glendale RV division for the third quarter ended August 29, 2008 was \$1,417,000 compared to a net loss of \$381,000 for the same quarter of 2007. Year to date net loss was \$1,747,000 compared to net loss of \$399,000 for the same period in 2007.

The combination of negative economic factors had a significant negative impact on the sales levels and profitability of Glendale RV's business. During the third quarter the Recreational Vehicle Industry of America reported year over year declines of recreational vehicle shipments of 31.9% in June, 38.7% in July, and 44.4% in August. When the economic environment does

recover, Glendale RV will be well positioned for an increase in dealer demand as our dealer inventories are down approximately 35% while retail sales of our Titanium product is only down approximately 18%. We are also well positioned to survive the economic downturn. Excluding Glendale's subsidiary Firan Technology Group Corporation, Glendale had no debt and working capital relating to its continuing operations of \$21,439,000, including cash and cash equivalents of \$10,394,000 as at August 29, 2008.

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Travelaire

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Sales at Travelaire were \$1,376,000 in the current quarter compared to \$5,949,000 in the prior year quarter representing a decrease of \$4,573,000 or 77%. Year to date sales were \$6,723,000 compared to \$23,706,000 for the same period in 2007.

Net loss for the Travelaire division for the third quarter ended August 29, 2008 was \$756,000 compared to a net loss of \$157,000 for the same quarter of 2007. Year to date net loss was \$2,343,000 compared to net earnings of \$747,000 for the same period in 2007.

The decrease in sales at Travelaire is the result of the same negative economic factors that Glendale RV has experienced with two additional disadvantages. Travelaire has not been able to reduce its material cost by purchasing in the US due to its location and has seen an influx of inexpensive recreational vehicle imports from the United States to Western Canada. As a result of these factors we continue to focus our attention on the manufacture of relocatable structures, workforce accommodations, mobile office units and well site units for the natural resource and construction industries in Western Canada. In order to make this transition a success we recently hired Mr. John McCook as our new President of the Travelaire Relocatable Structures division. John has significant experience in this industry in Western Canada and will be a valuable addition to our team going forward.

We will also continue to manufacture park models at Travelaire as we feel we can compete in this market due to the shipping cost our US competition must incur to transport this product to Western Canada.

"We are very excited about the potential in Western Canada for the manufacture of relocatable structures and are extremely happy to have John McCook joining our team who brings a wealth of industry knowledge", commented Ed Hanna Chairman and CEO of Glendale.

Electronics (Firan Technology Group Corporation TSX: FTG)

Net sales increased by \$1,853,000 or 13%, from \$13,895,000 in the third quarter of 2007 to \$15,748,000 in the third quarter of 2008. Excluding the impact of the strengthening Canadian dollar compared to the US dollar, revenue was up approximately \$2.3 million or 16% over the same period last year.

The Circuit division sales increased by \$1.9 million or 17% over the same period last year. The acquisition of Filtran increased revenues during the quarter by \$700,000 which was all generated from FTG facilities as the Filtran facility was closed at the end of March 2008. The transition of Filtran business continues to progress well. All of the Filtran equipment has been moved to FTG's facilities and all critical items are operational. Year-to-date FTG has been qualified at a number of key new accounts as a result of this acquisition including Merrimac Industries, Lockheed Martin Corporation, L-3 Narda, Raytheon, Macom, and many others. FTG's share of high speed and RF printed circuit boards has increased dramatically this year and should continue to increase as more qualifications are completed and key programs ramp up.

For the Aerospace division, sales in the third quarter of 2008 were \$3,002,000 compared to \$3,018,000 in the third quarter of 2007. Sales levels for the third quarter 2007 were unusually high due to a increase in shipments at the end of the quarter just ahead of the move to a new facility. The business continues to see strong demand from existing and new customers.

Year to date FTG's revenues are up \$2.7 million or 6% compared to the same period last year. Excluding the impact of the exchange rate, revenues are up 15% year over year.

FTG experienced strong bookings across all divisions in the third quarter of 2008. Total bookings in the quarter were over \$16 million and the book-to-bill ratio was 1.04:1. The book-to-bill was 0.97:1 for FTG Circuits and 1.32:1 for FTG Aerospace. The Aerospace ratio is impacted by the timing of large individual orders from customers which typically levels out over a full year period. Total backlog of orders at the end of the third quarter were \$16 million. FTG continues to add customers and reduce its dependence on any one customer.

Gross margin increased by \$509,000 to \$3,559,000 or 23% of sales for the third quarter of 2008 as compared with \$3,050,000 or 22% of sales in the third quarter of 2007. The increase in gross margin is the result of increased revenues and the ongoing focus on higher technology products offset by the impact of the exchange rate and material cost increases.

Net earnings before non-controlling interest for the third quarter of 2008 were \$190,000 as compared to a loss of \$182,000 in the third quarter of 2007. FTG continues to invest in R&D to expand its product offerings and capture new customers and programs. R&D investments in the third quarter 2008 were \$715,000 including R&D relating to Filtran products compared to \$984,000 in the third quarter of 2007. Included in the third quarter 2008 was \$177,000 in restructuring costs related to the Filtran acquisition. Included in third quarter 2007 was a recovery of \$86,000 for research and development costs. Year to date net loss before non-controlling interest was \$651,000 compared to earnings of \$642,000 for the same period last year.

FTG had many accomplishments in the third quarter of 2008 that continue to improve and position it for the future which are as follows:

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- The continued transition of the equipment and customers of Filtran Microcircuits, Inc. to existing FTG facilities
- A reduction of sales to the United States from 86% in Q3, 2007 to 74% in Q3, 2008, reducing the Corporation's exposure to the US dollar.

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FTG had a positive cash flow from operations of \$951,000 in the third quarter of 2008 compared to negative cash flow of \$68,000 in the third quarter of 2007. This improvement is due to improved operating results and improved working capital management. Subsequent to the Filtran acquisition in the first quarter of 2008 which was financed from FTG operating line, FTG has repaid bank debt of \$978,000 while continuing to finance \$828,000 of Filtran R&D and restructuring costs from operations.

"We are extremely pleased with the continued sales growth FTG has experienced and our qualification at many key new customers is expected to enable us to maintain our growth rate in the future. Our focus on the aerospace and defence market is proving to be a good decision as this market continues to be robust," commented Brad Bourne, President and CEO, of FTG. He added, "Our strategy of increasing the technical capabilities of the Corporation to address the complete range of products required by our customers, through internal R&D and acquisition, is also paying off. This year, our acquisition of Filtran Microcircuits has accelerated FTG's penetration of high speed, radio frequency circuit boards and brought many new customers yielding immediate benefits to FTG".

For a more detailed analysis of FTG's financial results please access such information at SEDAR.

www.sedar.com.

Corporate Office

Corporate office incurred expenses of \$419,000 during the third quarter of 2008 compared to \$1,162,000 during the third quarter of 2007. Year to date expenses were \$1,820,000 in 2008 compared to \$2,862,000 excluding a foreign exchange gain in the prior year. The decrease in corporate expenses of

\$1,042,000 year to date relates primarily to a reduction in administration expenses and professional fees.

About Glendale International Corp.

Glendale International Corp. manages businesses that provide the opportunity for superior long-term value creation through the application of proven managerial expertise and innovative business strategies. The Corporation owns growth businesses in the recreational vehicles and electronics industries, and will seek to acquire complementary businesses that support its value-building proposition.

Glendale's Recreational Vehicle business is comprised of two operating divisions: Glendale Recreational Vehicles ("Glendale RV") located in Strathroy, Ontario and Traveleaire Canada ("Traveleaire") located in Red Deer, Alberta. Glendale RV manufactures a broad range of innovative, differentiated high-quality Recreational Vehicles ("RV's") for both the US and Canadian markets and Traveleaire manufactures Park Model trailers and Relocatable Structures for the Western Canadian market place. The Corporation also owns a controlling position in Firan Technology Group Corporation, a leading North American manufacturer of high technology printed circuit boards and precision illuminated display systems.

Glendale International's common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol "GIN". The Corporation has 12,487,017 common shares outstanding.

To reach Glendale International via the worldwide web logon to www.glendaleint.com.

Forward-Looking Statements

This press release contains "forward-looking" statements related to future events or future performance and reflect the expectations of Glendale International Corp., regarding its growth, results of operations, performance and business prospects, and opportunities and trends affecting the recreational vehicles, and electronics industries. Such forward-looking statements reflect current beliefs of management and are based on information currently available. In certain cases, forward-looking statements can be identified by the use of words such as "believe", "expects", "will", "intends", "projects", "anticipates", "estimates", "continues" or similar words or the negative of these or other comparable terminology. Readers are cautioned that forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. Accordingly, investors should not place undue reliance on forward-looking information. Other than as specifically required by law, the Corporation undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made, or to reflect the occurrence of unanticipated events, whether as a result of new information, future events or results otherwise.

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GLENDALE INTERNATIONAL CORP.
Interim Consolidated Balance Sheets
(in thousands of dollars)
(prepared without audit)

	August 29, 2008 (unaudited)	November 30, 2007 (audited)
CURRENT ASSETS		
Cash	\$10,508	\$17,543
Restricted cash	-	201

Accounts receivable	13,369	13,154
Income taxes recoverable	649	1,798
Inventories	21,583	18,987
Deposits and prepaid expenses	534	677
	46,643	52,360
Note Receivable	1,967	1,967
Investment	358	358
Accrued Benefit Asset	1,433	1,244
Future Income Taxes	703	294
Property, Plant and Equipment, net of accumulated depreciation	9,444	9,994
Goodwill and Intangible Assets	4,887	4,231
	\$65,435	\$70,448

CURRENT LIABILITIES		
Bank indebtedness	\$2,537	\$400
Accounts payable and accrued liabilities	12,086	13,268
Future income taxes	-	700
Current portion of long-term debt and capital leases	1,523	1,378
	16,146	15,746
Long-Term Debt and Capital Leases	5,722	5,927
Deferred Gain on Sale of Property	2,679	3,331
Non-Controlling Interest	7,147	7,513
	31,694	32,517

SHAREHOLDERS' EQUITY		
Share capital	1,249	1,249
Share purchase financing	(4,284)	(4,450)
Contributed surplus	9,943	9,795
Accumulated other comprehensive loss	(521)	(829)
Retained earnings	27,354	32,166
	33,741	37,931
	\$65,435	\$70,448

GLENDALE INTERNATIONAL CORP.

Interim Consolidated Statements of (Loss)/Earnings
(in thousands of dollars except per share amounts)
(prepared without audit)

	Three Months Ended		Nine Months Ended	
	August 29, 2008	August 31, 2007	August 29, 2008	August 31, 2007
Sales	\$ 20,522	\$ 28,303	\$ 69,108	\$ 98,234
Costs and Expenses				
Manufacturing, selling and administration	21,277	28,570	70,093	95,369

Amortization of deferred gain	(217)	(224)	(652)	(663)
Research and development costs	715	984	2,912	2,373
Restructuring costs	117	-	325	-
Recovery of research and development costs	-	(86)	-	(1,049)
Loss on sale of property, plant and equipment	1	7	1	7
Stock based compensation	51	39	148	128
Depreciation and amortization	849	840	2,487	2,558
	22,793	30,130	75,314	98,723
Loss Before Undernoted	(2,271)	(1,827)	(6,206)	(489)
Other Income (Expenses)				
Interest income	111	420	422	526
Interest expense - long term	(124)	(161)	(387)	(517)
Interest expense - short term	(56)	(14)	(163)	(38)
	(69)	245	(128)	(29)
Loss Before Income Taxes, Non-Controlling Interest and Discontinued Operation	(\$2,340)	(\$1,582)	(\$6,334)	(\$518)
Recovery of income taxes	217	709	1,155	405
Loss Before Non-Controlling Interest and Discontinued Operation	(\$2,123)	(\$873)	(\$5,179)	(\$113)
Non-controlling interest	(108)	102	367	(362)
Loss from Continuing Operations	(\$2,231)	(\$771)	(\$4,812)	(\$475)
Earnings from discontinued operation, net of income taxes	-	13,992	-	15,759
Net (Loss)/Earnings	(\$2,231)	\$13,221	(\$4,812)	\$15,284
Basic and Diluted Net Loss per Share from Continuing Operations	(\$0.24)	(\$0.06)	(\$0.52)	(\$0.04)
Basic and Diluted Net (Loss)/Earnings per Share	(\$0.24)	\$1.06	(\$0.52)	\$1.22

GLENDALE INTERNATIONAL CORP.
 Interim Consolidated Statements of Cash Flows
 (in thousands of dollars)
 (prepared without audit)

	Three Months Ended		Nine Months Ended	
	August 29, 2008	August 31, 2007	August 29, 2008	August 31, 2007
Operating Activities				
Net loss from continuing operations	(\$2,231)	(\$771)	(\$4,812)	(\$475)
Items not affecting cash				
Amortization of deferred gain	(217)	(224)	(652)	(663)
Depreciation and amortization	849	840	2,487	2,558
Stock based compensation expense	51	39	148	128
Future income taxes	(306)	1,609	(1,143)	1,217
Scientific research and development tax credits	-	(814)	-	(814)
Non-controlling interest	108	(102)	(367)	362
Loss on sale of property, plant and equipment	1	7	1	7
Increase in accrued benefit asset	(97)	-	(189)	-
Effect of exchange rates on foreign currency denominated Canadian debt	273	(19)	245	(237)
Changes in non-cash operating working capital	2,093	(396)	(2,603)	(2,241)
	524	169	(6,885)	(158)
Discontinued operation	-	(5,879)	-	(1,237)
Investing Activities				
Purchase of property, plant and equipment	(172)	(1,187)	(739)	(3,275)
Proceeds on sale of property, plant and equipment	-	8	-	8
Restricted cash	-	(2,210)	201	(2,210)
Acquisition of Filtran Microcircuits Inc.	-	-	(1,462)	-
Share purchase financing	55	-	166	-
	(117)	(3,389)	(1,834)	(5,477)
Discontinued operation	-	28,388	-	26,464
Financing Activities				
(Decrease)/increase in bank indebtedness	(590)	-	2,077	(597)
Proceeds from capital expenditure facility	-	1,054	501	2,115
Repayment of long-term debt and capital leases	(347)	(243)	(984)	(735)
	(937)	811	1,594	783
Effect of foreign exchange rates on cash	32	271	90	(13)
(Decrease)/increase in cash	(498)	20,371	(7,035)	20,362
Cash, Beginning of Period	11,006	2,339	17,543	2,348
Cash, End of Period	\$10,508	\$22,710	\$10,508	\$22,710

Supplemental cash flow
information:

Payments for interest	\$175	\$172	\$544	\$454
Payments for income taxes	\$75	-	\$77	\$30
Refunds for income taxes	\$313	\$611	\$1,518	\$611

GLENDALE INTERNATIONAL CORP.
Segmented Information
(in thousands of dollars)
(prepared without audit)

OPERATING SEGMENTS

Three Months

Ended August 29, 2008	Recreational Vehicles	Nav Aids	Electronics	Corporate Office	Total
Sales	\$4,774	-	\$15,748	-	\$20,522
Costs and expenses	6,947	-	15,427	419	22,793
Loss before undernoted	(2,173)	-	321	(419)	(2,271)
Interest income	-	-	-	111	111
Interest expense - long term	-	-	(124)	-	(124)
Interest expense - short term	-	-	(46)	(10)	(56)
Income tax recovery	-	-	39	178	217
Non-controlling interest	-	-	(108)	-	(108)
Net loss	(\$2,173)	-	\$82	(\$140)	(\$2,231)

Total and identifiable assets	\$11,691	-	\$22,722	\$31,022	\$65,435
Capital expenditures	\$57	-	\$115	-	\$172
Depreciation and amortization	\$125	-	\$719	\$5	\$849
Goodwill	-	-	\$4,887	-	\$4,887

Three Months Ended
August 31, 2007

Sales	\$14,408	-	\$13,895	-	\$28,303
Costs and expenses	14,946	-	14,022	1,162	30,130
Loss before undernoted	(538)	-	(127)	(1,162)	(1,827)
Interest income	-	-	-	420	420
Interest expense - long term	-	-	(147)	(14)	(161)
Interest expense - short term	-	-	(6)	(8)	(14)
Income tax recovery	-	-	98	611	709
Non-controlling interest	-	-	102	-	102

Loss from

continuing operations	(538)	-	(80)	(153)	(771)
Earnings from discontinued operation, net of income taxes	-	15,925	-	(1,933)	13,992
Net earnings	(\$538)	\$15,925	(\$80)	(\$2,086)	\$13,221

Total and identifiable assets	\$17,941	-	\$24,440	\$37,418	\$79,799
Capital expenditures	\$31	-	\$1,156	-	\$1,187
Depreciation and amortization	\$111	-	\$724	\$5	\$840
Goodwill	-	-	\$4,392	-	\$4,392

GLENDALE INTERNATIONAL CORP.
Segmented Information
(in thousands of dollars)
(prepared without audit)

OPERATING SEGMENTS

Nine Months Ended August 29, 2008	Recreational Vehicles	Nav Aids	Electronics	Corporate Office	Total
Sales	\$23,304	-	\$45,804	-	\$69,108
Costs and expenses	27,394	-	46,100	1,820	75,314
Loss before undernoted	(4,090)	-	(296)	(1,820)	(6,206)
Interest income	-	-	-	422	422
Interest expense - long term	-	-	(387)	-	(387)
Interest expense - short term	-	-	(141)	(22)	(163)
Income tax recovery	-	-	173	982	1,155
Non-controlling interest	-	-	367	-	367
Net loss	(\$4,090)	-	(\$284)	(\$438)	(\$4,812)

Total and identifiable assets	\$11,691	-	\$22,722	\$31,022	\$65,435
Capital expenditures	\$228	-	\$511	-	\$739
Depreciation and amortization	\$373	-	\$2,100	\$14	\$2,487
Goodwill	-	-	\$4,887	-	\$4,887

Nine Months Ended August 31, 2007

Sales	\$55,165	-	\$43,069	-	\$98,234
Costs and expenses	54,817	-	41,636	2,270	98,723

Loss before undernoted	348	-	1,433	(2,270)	(489)
Interest income	-	-	-	526	526
Interest expense - long term	-	-	(413)	(104)	(517)
Interest expense - short term	-	-	(13)	(25)	(38)
Income tax recovery	-	-	(365)	770	405
Non-controlling interest	-	-	(362)	-	(362)

Loss from continuing operations	348	-	280	(1,103)	(475)
Earnings from discontinued operation, net of income taxes	-	17,692	-	(1,933)	15,759

Net earnings	\$348	\$17,692	\$280	(\$3,036)	\$15,284

Total and identifiable assets	\$17,941	-	\$24,440	\$37,418	\$79,799
Capital expenditures	\$284	-	\$2,977	\$14	\$3,275
Depreciation and amortization	\$329	-	\$2,211	\$18	\$2,558
Goodwill	-	-	\$4,392	-	\$4,392
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CNW 22:55e 10-OCT-08