



FOR IMMEDIATE RELEASE

CONTACT

Mitchell Binder
Executive Vice President
631-435-8300

or

Investor Relations Counsel
Linda Latman, 212-836-9609
Lena Cati, 212-836-9611
The Equity Group Inc.

ORBIT INTERNATIONAL CORP. REPORTS STRONG FOURTH QUARTER RESULTS

NET SALES INCREASE 18%

NET INCOME INCREASES 80%

2008 Guidance Indicates Significant Increases in Sales and Profitability

Hauppauge, New York, March 6, 2008 — Orbit International Corp. (NASDAQ:ORBT), an electronics manufacturer, systems integrator and software solution provider, today announced results for the fourth quarter and year ended December 31, 2007.

Fourth Quarter 2007 vs. Fourth Quarter 2006

- Net sales increased 18% to \$7,199,000 from \$6,105,000;
- Gross margin was 43.5% compared to 42.9%;
- Net income increased 80% to \$979,000, compared to \$545,000;
- Diluted earnings per share were \$.21 compared to \$.12;
- Earnings before interest, taxes, depreciation and amortization, and stock based compensation (EBITDA, as adjusted) was \$1,246,000 (\$.26 per diluted share) compared to \$853,000 (\$.18 per diluted share).

Year End 2007 vs. Year End 2006

- Net sales increased 3.5% to \$25,885,000 from \$25,015,000;
- Gross margin was 43.4% compared to 43.3%;
- Net income increased 6.7% to \$2,582,000 compared to \$2,419,000;
- Diluted earnings per share were \$.55 compared to \$.52;
- EBITDA, as adjusted, was \$3,685,000 (\$.79 per diluted share) compared to \$3,678,000 (\$.79 per diluted share).
- Backlog at December 31, 2007 was approximately \$14.5 million compared to \$14.7 million, a year ago;
- At December 31, 2007, cash, cash equivalents and marketable securities were approximately \$7.6 million compared to approximately \$8.0 million one year earlier.

Dennis Sunshine, President and Chief Executive Officer noted, "As we expected, fourth quarter sales were exceptionally strong, and we were able to attain the high end of our previous 2007 guidance for revenue and EBITDA, as adjusted. During the quarter, our net income, as a percentage of sales increased to 13.6%, once again validating our strong operating leverage. In addition, in 2007, our Power Group achieved \$10 million in bookings, setting a record for new contract awards. During the year, we received an unprecedented number of prototype awards as we continue to work with prime defense contractors, U.S. procurement agencies, as well as foreign defense agencies on new and retrofit program opportunities. It has been our experience that prototype awards, once successfully completed, are often followed by production orders."

(more)

Mr. Sunshine continued, "Most of the prototype program awards include the potential for follow-on quantity awards, and spare quantity requirements, which represent a typical program life cycle. Since our Electronic and Power Groups have been awarded an unprecedented number of new prototype contracts, management believes the typical life cycle of these programs, should lead to significant requirements, once the prototype phases are completed."

Mr. Sunshine concluded, "2007 was extremely significant, in that the Integrated Combat Systems ("ICS") acquisition was closed, effective December 31st, 2007. In addition to the expected accretion to earnings in 2008, ICS will have the full support of our engineering and manufacturing resources. With the closing of the ICS transaction, our Company gained an excellent management and engineering logistics support team. Additionally, ICS has a number of longstanding critical programs that they have supported for a number of years. As part of our Company, ICS can leverage our strong balance sheet, which can provide for significant growth and expansion opportunities in their naval gun weaponry integration and logistics niche marketplace. In addition to adding \$1.6 million to our year end backlog, ICS started 2008 on a very positive note, by securing a multi-year Indefinite Delivery/Indefinite Quantity ("IDIQ") contract directly from a U.S. Procurement Agency valued in excess of \$1.4 million, with an initial requirement valued in excess of \$265,000."

2008 Guidance

Mitchell Binder, Chief Financial Officer stated, "2008 is setting up to be one of Orbit International's better years for operating performance. Based on existing and projected shipping schedules, we are expecting our second half results to be stronger than the first half of 2008. Our guidance for 2008 is as follows:

- Net sales of between \$34.4 million and \$34.8 million;
- EBITDA, as adjusted, of between \$4,500,000 and \$4,800,000;
- Net income in the range of \$3,100,000 to \$3,400,000; and
- Diluted earnings per share in the range of \$.65 to \$.72.

Mr. Binder added, "At December 31, 2007, total current assets were \$24,079,000 versus total current liabilities of \$5,912,000 for a 4.1 to 1 current ratio. With approximately \$21 million and \$7 million in federal and state net operating loss carryforwards, respectively, we should continue to shield profits from federal and New York State taxes and enhance future cash flow. Additionally, at year end, we had approximately \$7.6 million in cash, cash equivalents and marketable securities."

Mr. Binder concluded, "The Company continues to execute its business plan, seeking out strategic accretive acquisition opportunities in our marketplace to complement the organic growth from our existing operating units."

Conference Call

The Company will hold a conference call for investors today, March 6, 2008, at 11:00 a.m. ET. Interested parties may participate in the call by dialing 706-679-3204; please call in 10 minutes before the conference call is scheduled to begin and ask for the Orbit International conference call. After opening remarks, there will be a question and answer period. The conference call will also be broadcast live over the Internet. To listen to the live call, please go to www.orbitintl.com and click on the Investor Relations section. Please go to the website at least 15 minutes early to register, and download and install any necessary audio software. If you are unable to listen live, the conference call will be archived and can be accessed for approximately 90 days at Orbit's website. We suggest listeners use Microsoft Explorer as their browser.

(more)

Orbit International Corp. is involved in the manufacture of customized electronic components and subsystems for military and nonmilitary government applications through its production facilities in Hauppauge, New York, Quakertown, Pennsylvania and Louisville, Kentucky. Its Behlman Electronics, Inc. subsidiary manufactures and sells high quality commercial power units, AC power sources, frequency converters, uninterruptible power supplies and associated analytical equipment. The Behlman military division designs, manufactures and sells power units and electronic products for measurement and display.

Certain matters discussed in this news release and oral statements made from time to time by representatives of the Company including, but not limited to, statements regarding any acquisition proposal and whether such proposal or a strategic alternative thereto may be considered or consummated; statements regarding our expectations of Orbit's operating plans, deliveries under contracts and strategies generally; statements regarding our expectations of the performance of our business; expectations regarding costs and revenues, future operating results including all guidance amounts, additional orders, future business opportunities and continued growth, may constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 and the Federal securities laws. Although Orbit believes that the expectations reflected in such forward-looking statements are based upon reasonable assumptions, it can give no assurance that its expectations will be achieved. Forward-looking information is subject to certain risks, trends and uncertainties that could cause actual results to differ materially from those projected. Many of these factors are beyond Orbit International's ability to control or predict. Important factors that may cause actual results to differ materially and that could impact Orbit International and the statements contained in this news release can be found in Orbit's filings with the Securities and Exchange Commission including quarterly reports on Form 10-Q, current reports on Form 8-K, annual reports on Form 10-K and its other periodic reports and its registration statement on Form S-3 containing a final prospectus dated January 11, 2006. For forward-looking statements in this news release, Orbit claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Orbit assumes no obligation to update or supplement any forward-looking statements whether as a result of new information, future events or otherwise.

(See Accompanying Tables)

Orbit International Corp.
Consolidated Statements of Income
(in thousands, except per share data)

	Three Months Ended December 31, (unaudited)		Year Ended December 31, (unaudited) (audited)	
	2007	2006	2007	2006
Net sales	\$ 7,199	\$ 6,105	\$ 25,885	\$ 25,015
Cost of sales	4,064	3,487	14,659	14,186
Gross profit	3,135	2,618	11,226	10,829
Selling general and administrative expenses	2,153	2,067	8,729	8,285
Interest expense	74	104	332	443
Investment and other income	(76)	(108)	(447)	(358)
Income before income tax provision	984	555	2,612	2,459
Income tax provision	5	10	30	40
Net income	\$ 979	\$ 545	\$ 2,582	\$ 2,419
Basic earnings per share	\$ 0.22	\$ 0.13	\$ 0.59	\$ 0.56
Diluted earnings per share	\$ 0.21	\$ 0.12	\$ 0.55	\$ 0.52
Weighted average number of shares outstanding:				
Basic	4,427	4,303	4,404	4,302
Diluted	4,706	4,612	4,680	4,638

Orbit International Corp.
Consolidated Statements of Income
(in thousands, except per share data)
(unaudited)

	Three Months Ended December 31,		Year Ended December 31,	
	2007	2006	2007	2006
<u>EBITDA Reconciliation (as adjusted)</u>				
Net income	\$ 979	\$ 545	\$ 2,582	\$ 2,419
Interest expense	74	104	332	443
Tax expense	5	10	30	40
Depreciation and amortization	142	142	561	566
Stock based compensation	46	52	180	210
EBITDA (1)	\$ 1,246	\$ 853	\$ 3,685	\$ 3,678
<u>Adjusted EBITDA Per Diluted Share Reconciliation</u>				
Net income	\$ 0.21	\$ 0.12	\$ 0.55	\$ 0.52
Interest expense	0.01	0.02	0.07	0.10
Tax expense	0.00	0.00	0.01	0.01
Depreciation and amortization	0.03	0.03	0.12	0.12
Stock based compensation	0.01	0.01	0.04	0.04
EBITDA per diluted share (1)	\$ 0.26	\$ 0.18	\$ 0.79	\$ 0.79

(1) The EBITDA tables (as adjusted) presented are not determined in accordance with accounting principles generally accepted in the United States of America. Management uses adjusted EBITDA to evaluate the operating performance of its business. It is also used, at times, by some investors, securities analysts and others to evaluate companies and make informed business decisions. EBITDA is also a useful indicator of the income generated to service debt. EBITDA (as adjusted) is not a complete measure of an entity's profitability because it does not include costs and expenses for interest, depreciation and amortization, income taxes and stock based compensation. Adjusted EBITDA as presented herein may not be comparable to similarly named measures reported by other companies.

	Year Ended December 31,	
	2007	2006
<u>Reconciliation of EBITDA, as adjusted, to cash flows from operating activities (1)</u>		
EBITDA (as adjusted)	\$ 3,685	\$ 3,678
Interest expense	(332)	(443)
Tax expense	(30)	(40)
Bond amortization	14	40
Bad debt expense	6	32
Write-down of (gain on) marketable securities	35	(8)
Inventory write-down	10	0
Deferred income	(85)	(86)
Net change in operating assets and liabilities	(1,826)	1,249
Cash flows from operating activities	1,477	4,422

Orbit International Corp.
Consolidated Balance Sheets

	<u>December 31, 2007</u>	<u>December 31, 2006</u>
	(unaudited)	(audited)
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,576,000	\$ 3,935,000
Investments in marketable securities	3,997,000	4,062,000
Accounts receivable, less allowance for doubtful accounts	4,561,000	3,712,000
Inventories	10,453,000	8,992,000
Costs and estimated earnings in excess of billings on uncompleted contracts	136,000	0
Deferred tax asset	1,025,000	717,000
Other current assets	<u>331,000</u>	<u>145,000</u>
Total current assets	24,079,000	21,563,000
Property and equipment, net	691,000	414,000
Goodwill	9,634,000	6,135,000
Intangible assets, net	2,969,000	1,204,000
Deferred tax asset	1,678,000	1,333,000
Other assets	<u>634,000</u>	<u>566,000</u>
Total assets	<u>\$ 39,685,000</u>	<u>\$ 31,215,000</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Current portion of long term obligations	\$ 1,777,000	\$ 1,124,000
Notes payable	699,000	0
Accounts payable	1,384,000	1,028,000
Income taxes payable	162,000	36,000
Accrued expenses	1,395,000	1,317,000
Customer advances	163,000	797,000
Deferred income	<u>332,000</u>	<u>85,000</u>
Total current liabilities	5,912,000	4,387,000
Deferred tax liability	595,000	0
Deferred income	342,000	427,000
Long-term obligations, net of current maturities	<u>6,753,000</u>	<u>4,105,000</u>
Total liabilities	13,602,000	8,919,000
Stockholders' Equity		
Common stock	472,000	459,000
Additional paid-in capital	20,766,000	19,536,000
Accumulated other comprehensive (loss) gain	(33,000)	5,000
Retained earnings	<u>4,878,000</u>	<u>2,296,000</u>
Stockholders' equity	<u>26,083,000</u>	<u>22,296,000</u>
Total liabilities and stockholders' equity	<u>\$ 39,685,000</u>	<u>\$ 31,215,000</u>