

For further information, please contact:

Glenn L. Purple  
Vice President-Finance  
Tel: (860) 677-2603

FOR IMMEDIATE RELEASE

***EDAC TECHNOLOGIES REPORTS SECOND QUARTER RESULTS***

FARMINGTON, Conn., August 2, 2005 – EDAC Technologies Corporation (OTC Bulletin Board: EDAC.OB), a designer and manufacturer of tools, fixtures, jet engine components, injection molds and spindles, today reported results for the second quarter of 2005.

Sales for the second quarter of 2005 were \$8,899,000 and net income was \$1,316,000 or \$0.27 per diluted share, versus sales of \$8,767,000 and net income of \$264,000 or \$0.06 per diluted share for the second quarter of 2004. The second quarter of 2005 included an income tax benefit of \$787,000.

For the six months ended July 2, 2005, sales were \$16,916,000 and net income was \$2,278,000 or \$0.48 per diluted share versus sales of \$16,073,000 and net income of \$553,000 or \$0.12 per diluted share for the six months ended July 3, 2004. The six months ended July 3, 2004 benefited from debt forgiveness of \$250,000. The six months ended July 2, 2005 included an income tax benefit of \$526,000 and debt forgiveness of \$750,000.

Commenting on the second quarter, Dominick A. Pagano, President and Chief Executive Officer, said, "We are very pleased with the second quarter's results. Operating profit of \$690,000 for the quarter exceeded the operating profit for any quarter over the past three and ½ years. Sales backlog increased by \$3.4 million to \$21.7 million since the start of the fiscal year. We have taken delivery of \$1.0 million of new machinery and equipment and expect to invest another \$1.0 million in additional machinery over the next six months to increase our production requirements and capacity. Net worth as reported on our balance sheet has increased by \$11,920,000 to \$7,519,000 at July 2, 2005 from a deficit of (\$4,401,000) at the end of 2002. We will continue to pursue opportunities that we believe will strengthen EDAC for the long term."

**About EDAC Technologies Corporation**

EDAC Technologies Corporation is a diversified manufacturing company primarily offering (i) design and manufacturing services for the aerospace industry in such areas as jet engine parts, special tooling, equipment, gauges and components used in the manufacture, assembly and inspection of jet engines (ii) high-precision fixtures, gauges, dies and molds and (iii) the design, manufacture and repair of precision spindles, which are an integral part of numerous machine tools found in virtually every manufacturing environment.

Cautionary Statement Regarding Forward Looking Statements - This press release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. The Company uses words such as "plans," "seeks," "projects," "expects," "believes," "may," "anticipates," "estimates," "should," and similar expressions to identify these forward looking statements. These statements are subject to risks and uncertainties and are based upon the Company's beliefs and assumptions. There are a number of important factors that may affect the Company's actual performance and results and the accuracy of its forward-looking statements, many of which are beyond the control of the Company and are difficult to predict. These important factors include, without limitation, factors which could affect demand for the Company's products and services such as general economic conditions and economic conditions in the aerospace industry and the other industries in which the Company competes; competition from the Company's competitors; and the Company's ability to enter into satisfactory financing arrangements. These and other factors are described in the Company's annual and quarterly reports filed from time to time with the Securities and Exchange Commission. In addition, the forward-looking statements included in this

press release represent the Company's expectations and beliefs as of the date of this release. The Company anticipates that subsequent events and developments may cause these expectations and beliefs to change. However, while the Company may elect to update these forward-looking statements at some point in the future, it specifically disclaims any obligation or intention to do so.

EDAC TECHNOLOGIES CORPORATION  
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	<u>For the three months ended</u>		<u>For the six months ended</u>	
	<u>July 2, 2005</u>	<u>July 3, 2004</u>	<u>July 2, 2005</u>	<u>July 3, 2004</u>
Sales	\$8,899,338	\$8,766,891	\$16,915,512	\$16,073,384
Cost of sales	<u>7,363,611</u>	<u>7,697,022</u>	<u>14,032,503</u>	<u>14,159,015</u>
Gross profit	1,535,727	1,069,869	2,883,009	1,914,369
Selling, general and administrative expenses	<u>845,891</u>	<u>634,617</u>	<u>1,572,782</u>	<u>1,272,286</u>
Income from operations	689,836	435,252	1,310,227	642,083
Non-operating income (expense):				
Gain on debt forgiveness	-	-	750,000	250,000
Interest expense	(161,056)	(163,221)	(321,391)	(322,314)
Other	<u>-</u>	<u>-</u>	<u>13,646</u>	<u>-</u>
Income before income taxes	528,780	272,031	1,752,482	569,769
Provision for income taxes	<u>(787,000)</u>	<u>8,000</u>	<u>(526,000)</u>	<u>17,000</u>
Net income	<u>\$ 1,315,780</u>	<u>\$264,031</u>	<u>\$ 2,278,482</u>	<u>\$552,769</u>

Income per common share data:

Basic	<u>\$0.29</u>	<u>\$0.06</u>	<u>\$0.51</u>	<u>\$0.12</u>
Diluted	<u>\$0.27</u>	<u>\$0.06</u>	<u>\$0.48</u>	<u>\$0.12</u>

Weighted average shares outstanding:

Basic	4,494,870	4,444,438	4,477,037	4,444,438
Diluted	4,791,243	4,633,146	4,745,207	4,625,185

EDAC TECHNOLOGIES CORPORATION  
CONDENSED CONSOLIDATED BALANCE SHEETS

	(Unaudited) July 2, 2005	(Audited) January 1, 2005
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash	\$ 801,564	\$ 549,198
Accounts receivable, net	6,081,697	6,573,114
Inventories, net	4,895,430	4,454,937
Prepaid expenses and other current assets	338,319	57,290
Refundable income taxes	-	330,869
Deferred income taxes	469,135	733,583
Total current assets	<u>12,586,145</u>	<u>12,698,991</u>
PROPERTY, PLANT AND EQUIPMENT	26,686,378	25,877,359
Less: accumulated depreciation	18,085,269	17,297,856
	<u>8,601,109</u>	<u>8,579,503</u>
OTHER ASSETS:		
Deferred income taxes	1,930,865	766,417
Other	125,918	102,183
TOTAL ASSETS	<u>\$ 23,244,037</u>	<u>\$ 22,147,094</u>
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
CURRENT LIABILITIES:		
Revolving line of credit	\$ -	\$ 580,555
Current portion of long-term debt	1,213,729	1,030,282
Trade accounts payable	3,340,577	3,249,892
Employee compensation and amounts withheld	1,271,160	1,228,975
Accrued expenses	775,552	502,450
Customer advances	164,052	363,745
Total current liabilities	<u>6,765,070</u>	<u>6,955,899</u>
LONG-TERM DEBT, less current portion	<u>7,536,692</u>	<u>8,564,927</u>
OTHER LONG-TERM LIABILITIES	<u>1,423,054</u>	<u>1,423,054</u>
SHAREHOLDERS' EQUITY:		
Common stock	11,257	11,111
Additional paid-in capital	9,414,722	9,377,508
Accumulated deficit	(3,562)	(2,282,044)
Accumulated other comprehensive loss	(1,903,196)	(1,903,196)
Treasury stock	-	(165)
Total shareholders' equity	<u>7,519,221</u>	<u>5,203,214</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$ 23,244,037</u>	<u>\$ 22,147,094</u>

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