

Acrodyne Updates Status of Business, Financial Recapitalization And Review of Financial Statements

COCKEYSVILLE, Md., Oct. 30 /PRNewswire/ -- Acrodyne Communications, Inc. (Nasdaq: ACROE) today provided an update regarding the status of the Company's business operations and the review of its financial statements. The Company reported that it has been successful in maintaining its working relationships with customers and vendors and continues to operate its business.

The Company stated it is continuing to work closely with its outside advisors to review its financial statements and establish new and more effective internal financial reporting and controls. At this time, the Company is still unable to determine when the review of the financial statements would be sufficiently complete to announce the results. After the commencement of delisting proceedings by Nasdaq, the Company agreed to voluntary delisting. The shares may trade on the OTC Bulletin Board, but not before Acrodyne files its Form 10-Q for the periods ended September 30, 2000, June 30, 2000 and March 31, 2000 and the restatement of its annual results for the year ended December 31, 1999.

Based on the review of its financial statements to date, the Company believes it will be necessary to restructure its existing debt and to obtain additional sources of capital in order to continue operations as currently contemplated and to expand its production capabilities and business operations. The Company is engaged in discussions with its creditors in an effort to obtain such a restructuring and additional capital. There is no assurance that those discussions will be successful.

The Company also reported that the move of its manufacturing operations to the new 42,000-square-foot Oaks, Pennsylvania facility is complete. It is anticipated that this new facility will give the Company increased manufacturing capability with better efficiencies.

Finally, the Company reported that the final development of the new Quantum Transmitter line is nearing completion at its Cockeysville, Maryland Engineering facility. The Company believes that the Quantum Transmitter will set the standard for the industry.

This press release includes forward-looking statements based on the Company's current expectations and projections about future events. These forward-looking statements are subject to a number of risks, uncertainties and assumptions about the Company that could cause actual results to differ materially from those in such forward-looking statements. Potential risks and uncertainties include, but are not limited to, the results of the further review of financial records mentioned in the release, an acceptable restructure of the Company's debt, and the likelihood of the Company receiving additional capital. These risks and other risk factors are described in this press release, the Company's previous press releases, and in the Company's filings with the Securities and Exchange Commission. The Company undertakes no obligation to update these forward-looking statements.

SOURCE Acrodyne Communications, Inc.

Company News On-Call: <http://www.prnewswire.com/comp/110203.html> or fax, 800-758-5804, ext. 110203

CONTACT: Patti Tolley of Acrodyne Communications, 410-568-1629