

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d)
of the Securities Exchange Act of 1934

Date of Report (date of earliest event reported):
April 19, 2006

GALES INDUSTRIES INCORPORATED

(Exact Name of Registrant as Specified in its Charter)

Delaware	000-29245	20-4458244
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State of Incorporation	Commission File Number	IRS Employer I.D. Number

1479 North Clinton Avenue, Bay Shore, NY 11706

Address of principal executive offices

Registrant's telephone number: (631) 968-5000

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 2.02 RESULTS OF OPERATIONS AND FINANCIAL CONDITION and

ITEM 7.01 REGULATION FD DISCLOSURE.

The following information is furnished under Item 2.02 - Results of Operations and Financial Condition, and Item 7.01 - Regulation FD Disclosure:

On April 19, 2006, Gales Industries Incorporated issued a press release announcing its financial results for the year ended December 31, 2005. A copy of such press release is attached to this report as Exhibit 99.1 and is incorporated herein by reference.

EXHIBIT

99.1 Press Release, dated April 19, 2006, of Gales Industries Incorporated announcing its financial results for the year ended December 31, 2005.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this Current Report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: April 19, 2006

GALES INDUSTRIES INCORPORATED

By: /s/ Michael A. Gales

Michael A. Gales, Executive Chairman

EXHIBIT INDEX

99.1 Press Release, dated April 19, 2006, of Gales Industries Incorporated
announcing its financial results for the year ended December 31, 2005.

GALES INDUSTRIES
INCORPORATED

Michael A. Gales, Executive Chairman

631-968-5000 ext: 124

GALES INDUSTRIES INCORPORATED ANNOUNCES FISCAL 2005 FINANCIAL RESULTS
Successful 2006 Expected Based on F-35 Contracts Previously Announced

BAY SHORE, NY, April 19, 2006 - Gales Industries Incorporated (OTC BB: GLDS), a leading operating/holding and management services integrator group within the defense and aerospace field, today announced its financial results for the year ending December 31, 2005.

On November 30, 2005, Gales raised \$9 million in a private placement that was used to complete six separate transactions, including the acquisition of AIR Industries Machining Corp. ("AIM"). On the date the acquisition closed, AIM also entered into a \$14 million credit facility with PNC Business Credit, portions of which were used to acquire AIM's 5.4 acre, 76,000 sq. ft., three-building corporate campus and refinance outstanding indebtedness. Simultaneously, Gales also completed a reverse merger with Ashlin Development Corp.

Adjusted to include the results of AIM for the entire year, Gales' revenue for the year ended December 31, 2005 was \$30.7 million, up from AIM's revenue of \$24.8 million in the year ended December 31, 2004. Inclusive of AIM's results, pro forma gross profit in 2005 was just under \$4.4 million, up from AIM's \$3.5 million in 2004. Net income for 2005 (pro forma) was \$225,000, or \$0.01 per fully diluted share. For 2004, the pro forma net income was \$484,000, also \$0.01 per fully diluted share. The foregoing pro forma information reflects the results of operations of Gales as if the acquisition of AIM had occurred on January 1, 2004. These results are not necessarily indicative of the results that would have been obtained had Gales owned AIM for the entire year or the results to be expected for the upcoming year. Complete financial statements of Gales are available in the company's 10-KSB and included in this release is Gales' Statement of Operations for the year ended December 31, 2005. This Statement of Operations reflects the year's operations of Gales which was in a developing phase for the first eleven months of the year and only acquired AIM on November 30th and includes all of Gales' expenses for the year and the expenditures related to the transactions that occurred on November 30, 2005, generally of a non-recurring, one-time nature, totaling approximately \$603,000, which were expensed in the month subsequent to the closing.

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Gales' Executive Chairman, Michael A. Gales, continued, "We have completed the task of creating the framework for a successful aerospace/defense company. We acquired AIM and, as referenced above, completed a reverse merger with Ashlin Development Corp. and changed the name of the corporation. This provides us with a unified image that will make it easier for customers and the public to more readily recognize us in the marketplace, and the corporate domicile is now Delaware, which is extremely business friendly."

He added, "We believe that 2006 will be a successful first full year for Gales Industries. We base this belief on the contracts we have in hand for the drag brace assemblies and retract fitting assemblies on the main landing gear for the Marine Corps' F-35 JSF Short Take Off and Vertical Landing Aircraft (STOVL) and follow-on contracts for similar drag braces for the F-35 Conventional Take Off and Landing Aircraft (CTOL) to be deployed by the US Air Force. Combined, these could generate \$17.1 million for Gales by 2011."

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Gales concluded, "Naturally, these contracts, plus existing contracts, and our current backlog over the ensuing 18 months of approximately \$39 million, are only the beginning, and although there are no guarantees, we expect to announce a number of contracts of prospectively significant dimension in the near future. At the same time, we wish investors to understand that a major and implicit element part of our tactical plan is to rapidly advance our acquisitions strategy to enhance the dimensions of our organic growth."

ABOUT GALES INDUSTRIES INCORPORATED

Gales' strategy and attendant tactical plan is to execute consolidation among Tier III and IV aerospace/defense subcontractors. Gales offers a tailored exit strategy in exchange for qualified acquisitions and targets technically superior

organizations in the \$15-100 million annual revenue range. Gales is an operating/holding and management services integrator group within the defense/aerospace field, focusing on manufacturing, technical services and strategic product distribution opportunities.

Certain matters discussed in this press release are `forward-looking statements' intended to qualify for the safe harbors from liability established by the Private Securities Litigation Reform Act of 1995. In particular, the Company's statements regarding trends in the marketplace and potential future results are examples of such forward-looking statements. The forward-looking statements include risks and uncertainties, including, but not limited to, the timing of projects due to the variability in size, scope and duration of projects, estimates made by management with respect to the Company's critical accounting policies, regulatory delays, and other factors, including general economic conditions, not within the Company's control. The factors discussed herein and expressed from time to time in the Company's filings with the Securities and Exchange Commission could cause actual results and developments to be materially different from those expressed in or implied by such statements. The forward-looking statements are made only as of the date of this press release and the Company undertakes no obligation to publicly update such forward-looking statements to reflect subsequent events or circumstance.

FINANCIAL TABLES TO FOLLOW

GALES INDUSTRIES INCORPORATED

Pro Forma Statement of Operations

	Year Ended December 31,	
	(Unaudited) 2005	(Unaudited) 2004
Net sales	\$30,735,103	\$24,818,333
Cost of Sales	26,361,387	21,305,071
Gross profit	4,373,716	3,513,262
Operating costs and expenses		
Selling and marketing	357,854	321,727
General and Administrative	2,583,375	1,519,008
Income from operations	1,432,487	1,672,527
Other expenses		
Interest and financing costs	1,056,317	862,729
Income before income taxes	376,170	809,798
Provision for income taxes	151,031	325,539
Net Income	\$ 225,139	\$ 484,259
Earnings per share		
Basic	\$ 0.02	\$ 0.03
Diluted	\$ 0.01	\$ 0.01
Weighted average shares outstanding		
Basic	14,723,421	14,723,721
Diluted	40,282,810	40,282,810

GALES INDUSTRIES INCORPORATED

Consolidated Balance Sheet at December 31, 2005

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 1,058,416
Accounts Receivable, Net of Allowance for Doubtful Accounts of \$45,000	2,623,612
Inventory	12,603,810
Prepaid Expenses and Other Current Assets	210,124
Deposits	65,595

Total Current Assets	16,561,557
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Property, Plant, and Equipment, net	7,716,469
Cash Surrender Value - Officer's Life	66,216
Deferred Financing Costs	486,207
Other Assets	41,306
Goodwill	1,265,963

TOTAL ASSETS	\$ 26,137,718
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LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities

Accounts Payable and Accrued Expenses	\$ 5,294,629
Advance Payment - Customers	188,199
Notes Payable - Current Portion	6,322,665
Notes Payable - Sellers - Current Portion	192,400
Capital Lease Obligations - Current Portion	359,197
Due to Sellers	91,232

Total current liabilities	12,448,322
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Long term liabilities

Notes Payable - Net of Current Portion	3,648,131
Notes Payable - Sellers - Net of Current Portion	1,434,862
Capital Lease Obligations - Net of Current Portion	820,375
Deferred Tax Liability	676,394

Total liabilities	19,028,084

Commitments and contingencies

Stockholders' Equity

Series A Convertible Preferred - \$.001 Par value, 8,003,716 Shares Authorized 900 Shares Issued and Outstanding as of December 31, 2005 Liquidation Value, \$ 18,060,000	1
Common Stock - \$.001 Par, 120,055,746 Shares Authorized 14,723,421 Shares Issued and Outstanding as of December 31, 2005	14,723
Additional Paid-In Capital	7,844,614
Accumulated Deficit	(749,704)

Total Stockholders' Equity	7,109,634

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 26,137,718
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GALES INDUSTRIES INCORPORATED

Consolidated Statement of Operations for the Year Ended December 31, 2005

Net sales	\$ 2,777,409
Cost of Sales	2,539,433 -----
Gross profit	237,976
Operating costs and expenses	
Selling and marketing	34,987
General and administrative	774,401 -----
Loss from operations	(571,412)
Interest and financing costs	178,292 -----
Net Loss	(749,704)
Less: Dividend attributable to preferred stockholders	60,000 -----
Net Loss attributable to common stockholders	\$ (809,704) =====
Loss per share (basic and diluted)	\$ (0.06) =====
Weighted average shares outstanding (basic and diluted)	12,722,060 =====

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