

FOR IMMEDIATE RELEASE



CRS Electronics
129 Hagar St.
Welland, Ontario L3B 5V9
www.crselectronics.com

TSX Venture Exchange symbol: LED

CRS Electronics Announces First Quarter Financial Results

May 30, 2012, Welland, ON – CRS Electronics Inc. (“CRS” or the “Company”), (TSX-V:LED), a developer and manufacturer of LED lighting, today reported its financial results for the three month period ended March 31, 2012.

Net sales for the three month period increased 143% to \$1.3 million compared to \$540,700 for the same period in 2011. Net loss for the quarter was \$1.1 million or \$0.03 per share versus a net loss for the comparative period in 2011 of \$516,700 or \$0.02 per share.

The increase in revenues is attributed primarily to the entry of the Company into the retail market with shipments of retail product commencing in January, 2012. Retail revenues recognized in the first quarter amounted to approximately \$889,000.

The loss in the quarter resulted primarily from production issues related to the manufacture of the retail product as well as significant increases in selling and marketing and administrative expenses. The production issues related to problems with suppliers and tooling associated with the retail product as well as increased fixed factory overhead including amortization ahead of sufficient sales volume. Sales and marketing expenses increased as a consequence of the addition of the retail sales and marketing team and the launch of the retail product. The increase in general and administrative costs relates primarily to stock based compensation expense. The loss was partially offset by a reduction in the warrant liability a result of the decline in the market price of the Company’s shares.

Subsequent to the quarter end, CRS entered into a binding agreement with CLJ Holding Inc. (‘CLJ’) to purchase 30,400,548 common shares of the Company at a price of \$0.2921 per common share for total proceeds to the Company of \$8.9 million. The transaction closed into escrow on May 24, 2012 and the Company has received \$1.5 million of the proceeds by way of a non-refundable deposit. The Company will receive the balance of the proceeds upon final approval by the TSX Venture Exchange of the Investor and the nominees proposed by the Investor to serve as Directors and Officers of the Company. It is also the intention of the parties to enter into a commercial and trade credit agreement involving the manufacture and financing of product purchases.

The unaudited financial statements and related MD&A can be found on SEDAR at www.sedar.com.

About CRS

CRS Electronics Inc., a Lighting Facts partner, is a leader in the emerging, rapidly-growing market of high efficiency light-emitting-diode (“LED”), or, solid state lighting (“SSL”). The principal activities of CRS include the development, manufacture and sale, primarily in North America, of indoor lighting such as LED replacement lamps, exterior LED warning lights on school buses, child safety systems for school buses and contract manufacturing of LED circuit boards. CRS plans to be a major supplier of LED lighting solutions for a variety of applications to be developed by CRS on its own and in conjunction with its customers. CRS recently signed a license agreement with Eveready Battery Company Inc., a subsidiary of Energizer Holdings Inc., for CRS to manufacture a range of LED lighting products under the brand name *Energizer*®. The CRS

LED product line includes the MR16, GU10, PAR 20, PAR 30, PAR 38 and A19. Future products developed by CRS may also be considered by *Energizer*. © 2011 *Energizer*. *Energizer*, *Energizer* bunny design and related graphics are trademarks of Eveready Battery Company, Inc. and are used by CRS Electronics Inc. All other brand names are trademarks of their respective owners. Neither CRS Electronics Inc. nor Eveready Battery Company, Inc. is affiliated with the respective owners of their trademarks.

For more information please contact:

Debbie Bamforth
Corporate Communications
Tel: 905-599-3322
Email: debbieb@crselectronics.com
Website: www.crselectronics.com

Al Hussey
Chief Operating Officer
Tel: 905-788-9039
Email: ahussey@crselectronics.com

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