REMINGTON ARMS COMPANY, INC.

INTER-DEPARTMENTAL CORRESPONDENCE

Remington

PETERS

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September 11, 1984

TO: J.W. Bower

FROM: R.S. Murphy

RE: Quarterly Report - September, 1984

HIGHLIGHTS

- o The 700 Mountain Rifle economics have been approved and Process Engineering work is underway.
- o Transmittal of the Sportsman 78 short action calibers is complete.
- o The Ducks Unlimited Model 700 Dinner Rifle transmittal is complete.
- o New Bolt Action drawing, C.V., and prototype fabrication work is continuing.

Model 700 Mountain Rifle

Scheduled for a 1986 introduction, the Mountain Rifle will address the higher end of the bolt action rifle line and replace the Model 700 Classic. Project economics have finally been approved and a Process Engineering master schedule has been developed.

The N/C Shop fabrication of the stock former is continuing in an effort to meet the Process Engineering schedule.

Sportsman 78 - R.S. Murphy

With the addition of the 308 and 243 short action calibers planned for 1985, the Sportsman 78 will offer a more complete line to the cost conscious shooter. Since these calibers already exist in the present 700 line, our total Research commitment will be limited to the transmittal and a limited trial and pilot evaluation. The drawings and

Sportsman 78 - cont'd.

parts list transmittal is complete and the remaining evaluation will be scheduled.

Model 700 Ducks Unlimited - R.S. Murphy

For the first time in 1985, Remington will produce a special, limited production Ducks Unlimited Dinner Rifle. Since the variation from a standard Model 700 entails only cosmetic changes, the total Research commitment will be limited to the transmittal and the trial and pilot evaluation. The transmittal is complete and the evaluation will be scheduled.

New Bolt Action Rifle - R.S. Murphy, F.E. Martin

A new bolt action rifle is being developed as a potential replacement for the Model 700, possibly in 1988. A "preferred" design has been selected by Marketing and Research, and work on the drawing package is continuing. A limited number of engineering test prototypes are also being built for evaluation in December. Computervision modeling of individual components is being done on a "safety critical" priority basis.

RSM: sps