REMINGTON ARMS COMPANY, INC.

Product Team Meeting Minutes

Wednesday February 18, 2009-7:30 am-12:00pm

Future Meetings

March 25thth Wednesday, Ilion April 22nd Wednesday, (Go-To-Meeting) May 27th Wednesday, Ilion

Upcoming Events

2009 Annual NRA Convention - May 14-17, 2009 Phoenix, AZ

State of the Business Review (Trull)

Consumer Quality Review (Joy)

- Measure of consumer satisfaction
- 2008-18000 warranty returns-10000 at Arms Service
- 75% warranty work
- · Some issues not detectable at Ilion
 - o Example-870 bolt face impacting barrel causing burr
- Delay between production date and receiving product back runs over 300 days, on avg close to a year.
- Joy analyzing consumer data monthly
- · Use Sharepoint to communicate issues solved
- Review committee to be established to review all info going out.
- Repair work continuing to decline due to programs/projects put in place.

Ilion Topics

105 Cti II status/update

- · Currently 17/day capacity
- 28" guns and 26" guns shipping
- · Skewed towards 28" guns so far
- In-house rib application by mid-March
- 57 early test guns in E-Town—Keeney working on possible improvements/revisions
- ARM Service will update consumer guns to CTi II status per case by case basis—via consumer request

Model 887 New Pump Action Shotgun (LeMay/Franz/Fitzsimmons)

- o T & P Scheduled for 3-18-09—250 gun build
 - Will pull sales samples from T & P build
- First Production scheduled for 2nd week of April
 - Black guns produced until Mid-May
 - Camo guns will be in production in Mid-May
- o Current cost on black gun @ \$151

"Puginator" SuperSlug Shotgun (Pugliese/Haskin)

- o T & P Scheduled for late February
- First Production scheduled for May

(MPAS) New Auto loading Shotgun (Haskin/Olsen)

- Working on bringing current cost/unit down to meet \$499/unit target
 - 10 guns and 5 bbls to E-town 2-27-09 for testing
 - 1st marketing samples due October 2009

"SuperCell" Compensation spacers and LOP kits (Perniciaro/Wilks)

- Discuss current product development cycle
 - o Implemented on Shotguns/Rifles—wood stocks
 - o SG stocks built up for fit and function on wood
 - o Rifle samples submitted to S&K
 - o New parts in house May 2009 for shotguns.
 - SAP cut in plan with planning and purchasing.

Blasted Black Oxide finish for firearms

- Discuss options VS current process
 - o Shotguns
 - o Rifles
 - Review options for finish and different rust preventatives for next meeting.

Powder Coat for firearms

- · Discuss current product development cycle
 - o Powder Coat process
 - Shotguns
 - Rifles
 - Volume dependent. Originally set up for aluminum.
 - Will need new wash tanks/pre-treat, heating tanks
 - Marketing to provide list of products

Short stock program w/Overmolded grips (Wilks)

• Discuss current product development cycle

- Flouraseal process
 - Shotguns (Short stocks)
 - Rifles
- o Camo options with overmold grips
- Flouraseal 25 piece run on rifle and passed. Now 200 piece run taking place. Thumbhole stock next in line. Samples with Tarjac, OC will also receive.
- o Flouraseal requires another vendor and 24 hr. cure time.
- Tarjac to submit Soft Touch samples by 3.2.09

Rifles

X-Mark Pro Adjustable Trigger (Shoemaker/Becker)

- · Discuss current product development cycle
 - o Status of wrench
- Discuss Manufacturing position
- Discuss implementation timelines for all products
- Status of end labels calling out externally adjustable trigger
- \$17,000 Capital request needed for adjustment wrench
 - Decided to stay with current wrench and not spend money
- Building 500 a day. No issue keeping up with current demand.
- · New products all have labels calling out new trigger.

Model 700 XHR (Perniciaro/Sampson/Sietsema/Fink)

- Discuss current product development cycle
- Discuss Manufacturing position
- · Options for Powder Coat finish
- 2010 Stainless Steel Introductions NPP-2010-1
- 20 an hour capacity on barrels. No issues keeping up
- Stainless processing being worked on. Need to get good machining.
- Need response from engineering on Powder Coat finish. Will require CAR.

HS Precision Stock Replacement (Skinner/Fitzsimmons)

- Background on what happened
- Phase in plan to switch to Bell & Carlson on VSSF II and Sendero for 2009
- · Samples for quotes sent to B&C
- Todd Cook working on process to build mold tools and define requirements. Working on Remington design.

204 Ruger Accuracy Test (Perniciaro)

- Issues stabilizing 40 gr bullets in 1 in 12"
- Review data generated to date
- · Recommended path forward
- Engineering to prepare samples of 1 in 9" in M700

Model 700 XCR Front Scope Base Hole (Rabbia)

- Forward front base screw hole found to be too shallow
- · Reported to Ilion QC
- Discuss Findings and Corrective Action
- 40 XCR Tacticals Returned from Horton
- Changed process and gauging. Scope hole depth correct but not tapped to depth. 100% checking rilfes. 40 guns have been corrected and ready to return to customer.

LL Bean Special Make Rifle (Perniciaro)

- Status
- Cost Estimate
- Sample Date Availability
- STD est. \$423.40
- · Project currently tabled due to resources

2-D Barcode

Marketing to develop website page to explain different markings