

MINUTE #1-1963

TABLE 1.

PROJECT AD-XP-700-2
CURRENT APPRAISAL OF ECONOMICS FOR EFFECT
OF CHANGE IN TOTAL PLANT VOLUME AND
DESIGN DIFFERENCES FOR CALIBER 30-30
Data Shown For Model 600 Rifle Only

	Original Project*		Adjusted For Change In Total Plant Volume		Adjusted For Changes In Total Plant Volume & Design Differences For Caliber 30-30		
	Model 600		Model 600		Model 600		
	.308	.30-30	.308	.30-30	.308	.30-30	Total
	.222		.222		.222		
<u>TOTAL PLANT VOLUME</u>	390,000		359,000		359,000		
<u>UNIT FULL COST DATA</u>							
Volume	\$ 15,000		\$ 15,000		\$ 9,000		\$ 6,000
Retail Price	\$ 85.		\$ 85.		\$ 85.		\$ 85.
Net Selling	45.75		45.75		45.75		45.75
Operative Earnings	4.21		3.16		3.16		.43
% of Net Selling	9.2%		6.9%		6.9%		.9%
<u>CASH COST DATA - M\$</u>							
Sales	\$ 686		\$ 686		\$ 412		\$ 274
Cost of Goods	408		408		245		173
Operative Earnings	\$ 278		\$ 278		\$ 167		\$ 101
Net Earnings	\$ 125		\$ 125		\$ 75		\$ 46
Investment							
Permanent**	\$ 101		\$ 101		\$ 101		\$ 101
Working Capital	399		399		239		155
Total Capital Req'd	500		\$ 500		\$ 340		\$ 155
Return On Total Capital Required	25%		25%		22%		30%
<u>Project Cost</u>							
.308, .222	\$ 329		\$ 329		\$ 343		\$ 343
.30-30	49		49		-		110
Total - M-600	\$ 378		\$ 378		\$ -		\$ 453

* Adjusted for current 6% All Other Expense Rate instead of 8% in effect when project was prepared.

** Total permanent investment authorized by Project AD-XP-700-2 for M-600 rifle and XP-100 pistol-\$180,000. Amount shown is that allocated to rifle.

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