

SHOTGUNS - contd.WOOD MOLDING - contd.

Economics as initially prepared for the project were reviewed. The figures are attached as Table 2. The method of presenting the project, which will require Board of Director's approval, was discussed. The proposal is to provide funds for a Model 870 pilot line. The economics also indicate the investment and expenditures to extend the program to Model 1100, 742, 760, 552 and 572 regular Stocks. The figures do not include the new models being added to the line - Model 552-572, 742, 760 "BDL" and Model 6600.

Committee Action

The Committee approved and recommends General Management approval of the pilot production of Model 870 molded Stocks.

The way the project is to be presented will be determined by Treasury. ERD was requested to review the economics to make certain that allowances have been made for any possible added production or capital expenditure costs.

Marketing stated that the quality of the finished sample was not acceptable. Process improvements would be required. Also, the process must produce Stocks that will match the Fore Ends.

ERD is to furnish Management an acceptable sample Stock assembled to a Model 870 shotgun. Photographs of the present and proposed process samples are also to be submitted to Management. These items are required for the review with the Board of Directors when the project is submitted. The objective is to make the presentation at the June Board of Directors meeting.

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