

ESTIMATED  
INVESTMENT  
EFFECTS

ASSUMPTIONS

- o Net additional space at \$35/Ft<sup>2</sup>
- o Net additional equipment at \$30M/machine
- o Mohawk
  - Retained  $\Rightarrow$  50% space and equipment released.
  - Dropped  $\Rightarrow$  100% space and equipment released.
- o "X" models
  - Can utilize only 50% of released equipment.

RESULTS

(Estimated additional investment to introduce "X" models)

o	Current schedule	\$	15.90 MM	
o	Change schedule			
	- To Alt. II	Save	\$	2.60 MM
	- Drop Mohawk	Save additional	\$	<u>3.50 MM</u>
		Total	\$	6.10 MM
o	Total Potential Savings as %			38%