Rev.:10-10-67
1-12-71

ESTIMATE # 3075
ESTIMATED SAVINGS & RETURN ON INVESTMENT

M/700 74Y 760 870RSS 55Y-57>BDL REAR SIGHT EYEPIECE - PROPOSED
(2) SPECIAL MACHINES VS. STANDARD MACHINES

	STANDARD MACHINES	(2) SPECIAL MACHINES		
M/200 - 81,704 74Y - 48,360 760 - 28,472 870RSS - 15,000 55Y-57>BDL - 5,091				
Forecast Year	#2-1971			
Quantity Forecast	178,627			
OPERATING COSTS				
Purchased Parts	$	$	$	$
Raw Material				
Standard Labor	14,880	6,940		
Labor Variance @	300	640		
Industrial Relations @ 38%	5,770	2,880		
Supplies	330	420		
Tool Replacement	660	620		
Cutter Grind	760	780		
Tool Maintenance	370	530		
Maintenance	620	1,140		
Electricity				
Equipment Depreciation @	1,370	4,000		
			17,950	
Franchise Tax @		290		
	$ 25,120	$ 18,240	$	$
SAVINGS IN OPERATING COST		$ 6,880		$
Less: All other expense: All Other 5 %; Federal Tax 48 %	340 3,140	$ 3,480		$
NET SAVINGS		$ 3,400		$
INVESTMENT				
Project expenditures		$ 20,000		$
Manufacturing and working facilities				
Net change in working capital		(3,210)		
Total capital required for this project		$ 16,790		$
RETURN ON INVESTMENT - THIS PROJECT		20.3 %		%
NET SAVINGS - After Amortization of Operation Charges		$ 2,680		$
Project Operation Charges		$ 14,500		$
Less: Federal Tax 48 %		$ 6,960		$
Total capital required including research and development and other charges		$ 24,330		$
Return on total capital required		11.0 %		%
Equipment to be released PRESENT SPEC. MACH #28233		$ 6,600		
Increased space requirements (Decrease)		NO CHANGE		
Production capacity		266,976		
Forecast burdening		67 %		%

Engineer: E.A. KARLA

CONFIDENTIAL-SUBJECT TO PROTECTIVE ORDER
KINZER V. REMINGTON

R2505132