

Summary: The estimated piece price, based on the above assumptions, for the revised M/710 is \$113.51. The current 05 cost on a M/700 ADL synthetic is; \$32.90 material, \$23.01 labor & \$66.78 overhead for a piece price of \$122.76. This equates to a favorable manufacturing cost difference of \$9.25 to produce the M/710. The estimated capital requirement to produce the M/710 is \$1,256,180 with operations cost of \$31,600.

If you have any questions regarding other aspects of this estimate, please contact Mike Santillo.