Remington.

APR 15 1983

REMINGTON ARMS COMPANY, INC.

SPORTING ARMS-AMMUNITION-TARGETS-TRAPS

ILION, NEW YORK 13357

TELEPHONE (315) 894-9961

April 14, 1983

Vestshell Vermont, Inc. Attn: H. Valenta P. O. Box 126 St. Albans, VT 05478

REFERENCE:

All Bolt Handle Production

Dear Heinz,

Per our conversation of April 4, 1983, we reviewed the events regarding cracks discovered through magnaflux on all Bolt Handles. Due to the uncertainties of the situation and possibility of having to accept sorting charges, as well as scrap credits for Handles screened, Vestshell was forced to convey that all Handle Production would cease until an equitable solution was resolved.

Further meetings were held with Remington Engineering and Production. Magnaflux screening will continue 100% and a static test fixture will be built to load test the cracked Handles. These evaluations and statistics gathered will be summarized and reviewed with Vestshell at some point in the near future.

At this time, Vestshell (conversation of 4-5-83) will continue producing all Handles as required. Orders will be launched to secure sufficient inventories to support Production until the evaluation is completed. All added costs incurred as a result of this investigation will be borne by Remington and no charges to be levied against Vestshell on current orders and orders to be placed this week for future requirements.

Vestshell is also authorized to complete the necessary die work on the #92227 Handles. Samples are expected 3-4 weeks, and if approved, first Production can be expected 4 weeks hence.

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ADMA -

Vestshell Vermont, Inc. Attn: H. Valenta

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Due to this temporary delay, your cooperation is greatly needed at this time to assure a continuity of Production. Mutual efforts will continue toward resolving this situation and will be discussed over the next several weeks.

Very truly yours,

REMINGTON ARMS CO., INC.

D. D. Ricci, Buyer

DDR/y

XC. H. K. Boyle
L. B. Ferreira
W. S. Johnson
R. J. Long
J. D. Linde

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