

42 meter
June 4/75

.375 H&H Magnum in 4/75

Lee
Arms

Forecast normal volume of 475 per year in regular ADL grade plus 25 per year in BDL grade.

Estimated expenditure required

R & D	3,000
Eng'g & tooling	12,000
	<u>15,000</u>

Of the \$15,000, approximately \$5,000 would be permanent investment tooling

In addition, approximately \$40,000 would need to be tied up in working capital which is abnormally high in terms of dollars per gun because of low volume requiring perhaps 1 run a year.

Book Factory Cost probably ^{will} run to \$58.60 ea., or about \$3.95 per gun more than the regular 30-06 ADL in the 4/75

Actual cost, because of low volume, would be closer to \$67.00 ea., or \$17.75 more than the regular 30-06 ADL 4/75

EPW 3/5/76