

the ADL grade. These show operative earnings in the first year of \$56,879 and in the normal year of \$62,073, giving a return on investment of 25.6 per cent in the first year and 39.3 per cent in the normal year.

On this basis, the committee recommended to Research and Development that a project for development of this caliber be prepared.

The Ilion Plant pointed out that, although the accuracy of the Model 760 in 30/06 caliber has been excellent, no guaranties could be given concerning the accuracy in 222 Remington and no costs have been included for steps to improve accuracy in this caliber should it be required.

RIM FIRE RIFLES

GENERAL RIM FIRE LINE

Sales presented a tentative five-year forecast (attached) for the rim fire line. The essential changes in the gun line anticipated by this forecast are the following:

1957

Retain the Model 513T.
Drop the Model 521T.
Abandon the proposed introduction of the Model 524T.
Add the Model 552 and the Model 572 colored guns.

1958

Add the Model 555.
Drop the Model 510.
Increase the prices on the Models 513T, 514, and 40-X.

1959

Add the Model 556 (previously designated Model 541).
Drop the Models 510, 511, 512, 513T, and 514.
Add a replacement target rifle (Model 522) for the Model 513T based on the Model 40-X.
Add the Model 500.
If it appears inadvisable to add the Model 500, retain the Model 514.

1960-61

Drop the Model 550.