

The Plant's preliminary evaluation shows the following estimated results from the XS-1 -

	<u>Project Results from XS-1</u>
Sales	+ \$568,250
Operative earnings	346,760
Net earnings	153,130
Total expenditure	271,600
Total capital required	500,280
Less -	
Charges to operations and development	271,600
M/11-48 investment to be retired	259,800
Investment after completion of project	(31,120)
<u>Return on investment</u>	
Total capital required	50.6%
Total investment	--

XS-2 (Slide Action)

No discussion was undertaken since this gun proposed as a replacement for the Model 870 exists only as a designation.

XS-6/XC-6

This design concept was described in Minute No. 7, 1958 and also briefly under "Future Planning" earlier in these Minutes.

Some firm designs for the XS-6/XC-6 are expected by December 1, 1958, probably in the autoloading tube type shotgun and the box fed center fire rifle.

A model of one gun should be available by January 1, 1959.

Efforts will be made to accumulate costs as design progresses.

CENTER FIRE RIFLES

MODEL 722 BARRELS FOR CALIBER 244

In Minute No. 7, 1958 it was recorded that the Committee approved the adoption of the lightweight barrel for the Model 722 Center Fire Rifle in caliber 244.

The Plant presented new information to the effect that there is on hand at the present time an eighteen months' supply of heavy barrels in 12" twist for the Model 722 in caliber 244.

The Committee anticipates no obsolescence.