

Carbine Rear Sights

The Sales Department reports that the current Carbine rear sight has caused adverse field reactions by reason of the sight step shifting position on the round Carbine barrel.

The Research & Development Department reports that this situation can be corrected by use of the current Model 760 sight mounted on the thin flat base used with Rifled Slug Special shotgun barrels. A sample rifle was shown.

The Production Department reports that use of the RSS sight on the Model 760 Carbine will involve out-of-pocket cost of \$.60 per rifle.

COMMITTEE DECISION: The Operations Committee approves use of the Rifled Slug Special Shotgun rear sight on the Model 760 Carbine on the basis of necessity. Costs for substitution of the RSS sight are \$.60 per rifle on an out-of-pocket basis.

Anti-Rattle Fore-End

The Research & Development Department presented a sample of the Model 760 Carbine provided with a rubber plug in the telescoping fore-end, as an anti-rattle measure. The plug reduces rattle-producing play in the fore-end and further acts as a buffer when the fore-end is manipulated. In production, a plug of nylon material would be substituted for the prototype rubber plug.

COMMITTEE ACTION: The Operations Committee is in favor of the proposed anti-rattle fore-end plug provided economics thereon are favorable. ECONOMICS will be presented for Committee review.

RIM FIRE RIFLES

NYLON 66 GALLERY SPECIAL

Economics presented relative to this item are attached to Management copies of these Minutes. In brief, economics are as follows:

| | <u>FIRST YEAR</u> | <u>THIRD YEAR</u> |
|--------------------------|------------------------|-------------------|
| | <u>(OUT-OF-POCKET)</u> | |
| Quantity | 1,500 | 1,500 |
| Retail Price | \$ 62.95 | \$ 62.95 |
| Sales | 50,800 | 50,800 |
| Costs | 41,460 | 24,135 |
| Investment | 24,000 | 20,300 |
| Return on Investment | 17.2% | 58.0% |
| " on Total Capital Req'd | .48% | 14.3% |
| Operative Earnings | 9,340 | 26,664 |