

MINUTE #11-1962

TABLE I

CUSTOM CHECKERING
EXTENSION TO EXISTING LINES

PROJECT RX-I-40

	ORIGINAL PROJECT ESTIMATE (PART II)	CURRENT PROJECT ESTIMATE- INCOMPLETE (PART III)
<u>ECONOMICS</u>		
Grades To Be Custom Checkered	A	A Plus All Others Currently Machine Checkered
Models To Be Custom Checkered *	M-870, 721, 722, 742 & 760	M-870, 11-48, 700, 742, & 760
Additional Sales Volume	4000	5400
Additional Net Sales	\$ 240M	
Additional Cost of Sales	120M	
Additional Net Earnings	53M	
<u>INVESTMENT</u>		
Permanent Investment	\$ 46M	\$ 33M
Change in Working Capital	128M	
Total Capital Required	\$ 174M	
WRITE OFF	-	\$ 184M
% Return on Total Capital Required	31%	
<u>STATUS OF EXPENDITURES</u>		
Authorized - Part II	\$ 81M	\$ 46M
Expended	88M	32M
Available to Expend	\$ (7M)	14M
Balance to Complete	40M	6M
Additional Funds to be Requested	\$ 47M	\$ (8M)
Interim Authorizations Needed (Plant & Research Orders) to Sustain Work Prior to Authorization of Part III		
R & D	\$ 3M	
Plant	13M	
	\$ 16M	
*Custom Checkering of Sportsman 68 Covered by Sportsman 68 Project.		

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