

Table 5

RESEARCH & DEVELOPMENT CHARGES AND STARTUP COSTS CHARGEABLE TO OPERATIONS INCURRED PRIOR TO AND DURING THE FIRST YEAR OF OPERATIONS AMOUNT TO \$361,200 GIVING EFFECT TO AMORTIZATION OF SUCH CHARGES AGAINST EARNINGS, DURING THE FIRST YEARS OF OPERATION, EARNINGS AND RETURN ON INVESTMENT ARE AS FOLLOWS:

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<u>Year</u>	<u>Operative Earnings</u>	<u>Amortization of Operation Charges Incurred Prior to and During First Year</u>	<u>Adjusted Operative Earnings</u>	<u>Net Earnings</u>	<u>Net Return on Investment</u>
1966	\$ 419,500	\$ 361,200	\$ 58,300	\$ 28,250	4.4%
1967	\$ 323,920	-	\$ 323,920	\$156,980	29.5%
1968	\$ 323,920	-	\$ 323,920	\$156,980	29.5%