

CENTER FIRE RIFLES - contd.TEFLON PLATING - contd.

To assist field representatives, sample Teflon plated steel blocks will be furnished as a demonstration aid.

Production reported that approximately two thousand (2000) Model 552 Bolts have been Teflon plated to determine if there is any significant improvement in rifle functioning at gallery testing. The test should be completed so that a report can be made at the December Meeting.

MODEL 744-764 CENTER FIRE RIFLES

(Previous heading - Model 742-760 Improved  
Version - For introduction January 1971)

R & D reviewed a prototype Model 744 autoloading rifle. Modifications will be required, particularly to the Fore End section. At this stage of the development, functioning and endurance has not been confirmed. Also a prototype of the proposed companion Model 764 Slide Action Rifle has not been assembled.

High spot economics for the proposed Model 744 Autoloading Center Fire Rifle were reviewed to provide direction for the future program. The 5-year forecast (Exhibit 2) was used as a basis for the calculations. Exhibit 3 indicates that to maintain comparable operative earnings and percent of net sales, the Model 744 would have to be priced \$5.00 higher than the Model 742. Exhibit 4 indicates the cash or project result using normal project calculations.

The discussion that followed brought out these significant items.

1. The cash or project results (Exhibit 4) does not include under investment the effect of "allocated facilities". Also the forecast (Exhibit 2) proposes a new rifle for introduction in 1974. As such, the return on total investment including R & D and other charges, amortization should be calculated on less