HIGH SPOT ESTIMATE OF THE PRODUCT COSTS FOR THE PROPOSED MODEL 744 AUTOLOADING CENTER FIRE RIFLE (VOLUME BASED ON THIRD YEAR - 1974)

	BEFORE LINE		AFTER LINE	
	M/742 Req. M/	742 BDL 1	M/744 Req.	M/744 BDL
VOLUME (1973)	36,000	9,000	51,200	12,800
RETAIL PRICE	\$ 164.95 \$	184.95	\$ 169.95	\$ 189.95
NET SELLING	\$ 88.33 \$	98.93	\$ 90.91	\$ 101.60 83
FACTORY COST	\$ 51.99 \$	55 76	53.22	\$ 56.53
SELLING, ADMIN. & RESEARCH	\$ 9.62 \$	10.78	\$ 9.91	\$ 11.08
TOTAL COST	\$ 61.61 \$	66.54	\$ 63.13	\$ 67.61
OPERATIVE EARNINGS	\$ 26 .6 2 \$	32.66	\$ 27.78	\$ 33.99
% of Net sales	30.2%	33.1%	30.6%	33.5%

VGD:I Revised Feb. 26, 1970

EXHIBIT 8