

MODEL 742X

INTRODUCTION DATE MID-1976 VERSUS 1977

MID-1976

JAN. 1974 PART 1 AUTHORIZATION 3.3MM

OCT. 1974 PART 2 AUTHORIZATION 2.0MM

PART 1 BASED ON

INCOMPLETE PRODUCT DEVELOPMENT

HI-SPOT ESTIMATES

LOCKED INTO PRESENT PROPOSED PROCESS

HIGH STD. LABOR

LONG TOOLING DELIVERIES (6 MO.)

LONG MACHINE DELIVERIES (8-10 MO)

IF PART 2 IS NOT AUTHORIZED

1.6MM CANCELLATION LOSS

1977

OCT. 1974 AUTHORIZATION 5.3MM

COMPLETE PRODUCT DEVELOPMENT

IMPROVE PROCESS AND DESIGN

REDUCE STANDARD LABOR

REFINE ESTIMATES

M. deMayo - 1

EXHIBIT 1  
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