

BUSINESS MEETING - contd.CAPACITY EXPANSION AND PROCESS IMPROVEMENTS - contd.

- . It is planned to submit a project now for 1976. The \$13,655,000 expenditures, Exhibit 4, will be reduced by removing buildings and long delivery items from this project. This will be followed by a 1977 project for buildings and long delivery items.
- . Any change in the 5-Year Forecast will change the proposed projects.
- . It is too late to provide additional equipment for 1975.
- . Delivery time may decrease over the next few months.

Process improvements and opportunities for cost reduction were detailed in Text B and Exhibits 5-8. 83

Production problems were detailed in Text C and Exhibit 9.

Material availability was detailed in Text D and Exhibits 10-14.

Discussion points were:

- . The steel tubing availability was reported for existing parts, not for the proposed welded tubing Barrel process.
- . Walnut wood price is not easing. New quotation from another vendor indicates lower prices for birch. This would provide a third wood vendor. Use of birch will be reviewed with Marketing.

STATUS OF NEW ITEM INTRODUCTIONS

R & D reported that their work is on schedule except for the Model 3200 single Barrel trap gun. Introduction will be delayed from June, 1976 to January, 1977.