

EXHIBIT 6 - contd.

• Programmable Mechanical Transfer Devices

These devices are currently under consideration in two additional areas:

1. Use of a transfer device for loading and unloading two shotgun receiver blank broaches.
2. Unload hot trigger plate blank from forging machine, immerse in cooling tank, and load into trim die.

• Improved Gun Testing

A study is being made to modernize the gallery. This modernization will include new, more reliable shooting jacks capable of being monitored for proper function; ammunition monitoring equipment to insure that the final gage of gun function is up to standard, and a more rapid method of correlating gun failures and causes.

EXHIBIT 7 - Energy Conservation

A continuing effort is in progress to conserve energy -

- Window Replacement - Approximately 55% of the outside surface of our plant buildings is windows. The replacement of these windows with insulated panels can reduce our fuel needs for heating by about one-third. Potential savings in heating oil, at present prices, is \$80,000 per year.

We are currently replacing windows in five of our buildings.

- Electrical Peak Demand - Improved Power Factor

We have improved our power factor from 85% to 90% by adding capacitors at sub-stations and wherever large motors are installed.

In addition, we are considering plans to reduce our peak power demand which occurs at 11 A.M. and 1 P.M. Possibilities are staggered lunch breaks and rearrangement of shift operations.

TEXT B