

MATERIAL AVAILABILITY

WOOD - contd.

Barring any unforeseen complication, it is our judgement that we should have enough walnut Stocks to meet our schedule. Our mahogany supplier has ordered logs from Africa to fulfill our needs for 1975.

We will continue to investigate other sources of supply and in particular the possibility of using Mexican walnut and other wood species.

PURCHASED PARTS

At the conclusion of the calendar year 1974, we will have ordered some 1100 various types of purchased parts from outside vendors, with a total purchase cost of approximately \$7,000,000.

Some of our vendors who fabricate screw machine parts, aluminum die castings, precision formed parts and recoil pads, operated at nearly 100% of their present production capacity. To meet the project requirements for 1976-79, the following courses of action are being considered:

1. Increase our in-house screw machine capacity.
2. Find additional sources of supply for aluminum die casting components. (Tooling cost: \$60,000 estimated)
3. Build new or alter existing precision formed tooling to increase production. (Tooling cost: \$170,000 estimated)
4. New sources of supply for recoil pads. (Tooling cost: \$20,000 estimated)

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