

RESEARCH PRESENTATION

Accelerated capital investment due to inflation plus a no need situation has placed our X-Program in jeopardy, resulting in an unacceptable ROI. Therefore this program has been shelved. Unless advised otherwise we plan to cease any further reporting on this subject. We have nine M/742X Auto Rifles and five extra barrel assemblies in Calibers 22-250, 7mm, 30-06, 300 Win. Mag., 25-06 and 243; and four M/1100X Auto Shotguns in 12 Gauge, plus five more which are 85% complete. These models are available for future evaluation if desired.

In supporting our existing product the M/742-760 and M/1100, M/870 models an aggressive improvement program was initiated ranging from minor to major design changes. Last July we advised this Committee that we would make our recommendations on improvements to these models during the January meeting, and that is our intent today.

Basically, we took three design approaches varying in magnitude of degree ranging in projected costs of capital investment from one million to twelve million per gun type. Naturally the most expensive investment also entailed more drastic interruptions in the production department --- longer engineering time and lower per cent of improvement per dollar invested. After carefully weighing all aspects to the program by Marketing, Research, P.E. & C., we have jointly selected the lower investment as the most efficient for Remington and have named it "New Generation". Our recommendations for the rifle program will be presented by James Hutton, and the shotgun program by James Martin.

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Remington Arms Company, Inc.
Ilion Research Division
EXHIBIT 8

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