

3-SPINDLE N/C CUT CHECKERING MACHINES
ESTIMATED EARNINGS AND RETURN ON INVESTMENT
BASED ON 1978 REQUIREMENTS AND 150" FEED

	#1 MACHINE FOR M/1100 & M/870 SKEET & TRAP GUNS	#2 MACHINE FOR M/742BDL, 760BDL, 3200, 870 AA & 541-S	COMBINED RESULT 2 MACHINES
QUANTITY	-0-	-0-	-0-
NET SALES	\$375,020	\$203,180	\$578,200
LESS:			
FACTORY COST	\$ 75,910	(\$ 41,140)	\$ 34,770
SELLING & ADMIN.	-	-	-
RESEARCH	-	-	-
DISTRIBUTION EXPENSE	-	-	-
TOTAL COST	\$ 75,910	(\$ 41,140)	\$ 34,770
OPERATIVE EARNINGS	\$299,110	\$244,320	\$543,430
NET EARNINGS	\$140,760	\$114,970	\$255,730
INVESTMENT			
CONSTRUCTION -			
THIS PROJECT	\$430,000	\$430,000	\$860,000
WORKING CAPITAL	134,000	36,000	170,000
TOTAL	\$564,000	\$466,000	\$1,030,000
RETURN ON INVESTMENT	25.0%	24.7%	24.8%

SUPPLEMENTAL CALCULATION

NET EARNINGS AFTER AMOR-
TIZING (OVER 10 YEARS)
OPERATION CHARGES

	\$127,470	\$ 99,900	\$ 227,370
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TOTAL CAPITAL REQUIRED
INCL. OPER. CHARGES LESS
FEDERAL TAX

	\$710,900	\$631,600	\$1,342,500
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RETURN ON TOTAL INVEST-
MENT INCL. OPERATIONS

	17.9%	15.8%	16.9%
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JHS:I
3/19/75