

EXPENDITURE FORECAST

|            | <u>1980 BUDGET</u> | <u>1981 BUDGET</u> |
|------------|--------------------|--------------------|
| R&D        | \$ 840M            | \$ 905M            |
| OTHER WORK | <u>530M</u>        | <u>600M</u>        |
| TOTAL      | \$1,370M           | \$1,500M           |

CHART XVI

FORCE FORECAST

|                     |          |
|---------------------|----------|
| BRIDGEPORT LOCATION | 9        |
| LONGKE LOCATION     | 3        |
| WILMINGTON LOCATION | <u>4</u> |
| TOTAL               | 16       |

CHART XVII

ALLOCATION OF RESOURCES

|                 |      | <u>1980 BUDGET</u> |
|-----------------|------|--------------------|
| SHOT SHELL ...  | 67%  | (\$ 920M)          |
| CENTER FIRE ... | 26%  | ( 360M)            |
| RIFLE FIRE ...  | 7%   | ( 90M)             |
| TOTAL           | 100% | (\$1,370M)         |

CHART XVIII

EQUIPMENT DEVELOPMENTCATEGORY II - COMMITMENTS

| <u>SHOT SHELL PROGRAMS</u> | <u>INCENTIVE</u>               | <u>1980</u>     |               | <u>1981</u>     |               |
|----------------------------|--------------------------------|-----------------|---------------|-----------------|---------------|
|                            |                                | <u>MANPOWER</u> | <u>BUDGET</u> | <u>MANPOWER</u> | <u>BUDGET</u> |
| SS MODERNIZATION STUDY     | DEVELOP PLAN TO IMPROVE COSTS  | .25             | \$ 20M        | .5              | \$ 40M        |
| NEW UNI-BODY SS PROCESS    | POTENTIAL > \$1,000,000 PRETAX | 3.0             | 400M          | 1.5             | 250M          |
| SS ASSEMBLY MOD.           | POTENTIAL > \$1,000,000 PRETAX | .75             | 50M           | 1.25            | 125M          |
| PRIMER ASSEMBLY MECH.      | POTENTIAL > \$750,000 PRETAX   | .25             | 20M           | 1.25            | 100M          |
| LOAD & PACK OPTIMIZATION   | POTENTIAL > \$400,000 PRETAX   | 2.0             | 150M          | 1.25            | 100M          |
| IMPROVED SS PRINTING       | IMPROVE APPEARANCE & COST      | .5              | 80M           | .25             | 40M           |
| 2144 - SEISMIC PRIMER      | POTENTIAL NEW BUSINESS         | .5              | 30M           | .5              | 30M           |
| PAPER COVERED SS PRIMER    | PRODUCT IMPROVEMENT            | 1.0             | 50M           | -               | -             |

CHART XIX