

It is understood from conversation with G. L. Smith that the Plant has received certain component parts for the Model 721 rifle which are obsolete due to subsequent revisions which may have to be scrapped. We have been asked to advise disposition of the above components as well as the account to which value should be charged. It is my feeling that we may anticipate other revisions of this nature before the gun is in full production and believe that Mr. Radley should review and advise the Plant and Technical as to the proper method for handling accounting.

Technical Department

SMA/EC

Take out a special work order for absoluted components due to change in design on revision, clargeable against the vilot live operations. 7/2 W.G. Burchel advoced by phone approval of G. D.C. to change as per G. N. Radley's rec. above. size.