ESTIMATED SAVINGS & RETURN ON INVESTMENT

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Revised w/183 Safety Assem.
Proposal II

	Present	Proposed		
Forecast Year	1981			
Quantity Forecast	40,498			
OPERATING COSTS				
Purchased Parts	$ 8,990	$ 16,350	$	$
Raw Material	-			
Standard Labor	8,730	9,040		
Labor Variance @ .25	2,180	2,260		
Industrial Relations @ .605	5,280	5,490		
Supplies / Tool Replacement / Cutter Grind / Tool Maintenance / Maintenance / Energy — Direct Expense	11,040	11,450		
Equipment Depreciation @	-	-		
Sub Totals	$ 36,210 A	$ 44,580	$ A	$
Gross Savings Before Admin. Exp.		($ 8,370)		$
Admin. Exp. 34.3% Gross Savings		B $ -		B $
Sub Totals	$ 36,210 A+B	$ 44,580	$ A+B	$
SAVINGS IN OPERATING COST		($ 8,370)		$
Less: Income Tax @48.5%		($)		($)
Plus: Amortization of Investment Tax Credit		$		$
NET SAVINGS		$		$
INVESTMENT				
Project Expenditures		$		$
Manufacturing & Working Facilities		$		$
Net Change in Working Capital		$		$
Total Capital Required for this Project		$		$
RETURN ON INVESTMENT - THIS PROJECT		%		
Net Savings - After Amortization of Operation Charges		$		$
Project Operation Charges		$ 13,000		$
Less: Administration Expense @4.3% & Income Taxes @48.5% (Factor .5072)		($)		($)
Total Capital Required Including Research & Development & Other Charges		$		$
RETURN ON TOTAL CAPITAL REQUIRED		%		
Equipment to be Released				
Increased Space Requirements (Decrease)				
Production Capacity				
Forecast Remaining		$		

Revised
Estimated Unit Prices, Costs, and Pretax Earnings
First Year of Operation (1991)

	Composite M/88 Line Before	Revised Trigger Housing	Composite M/88 Line After
Quantity	38,320	–	38,320
Retail Selling Price	$261.60	–	$261.60
Net Selling Price	$140.44	–	$140.44
Less: Total Cost	$136.35	.27	$136.62
Pretax Earnings	$4.09	(.27)	$3.82
% of Net Selling Price	2.9%	–	2.7%