Remington Arms Company, Inc April 9, 1999 CONFIDENTIAL

Research and Development Technology Center Elizabethtown, Kentucky

To: Rich Kosko, The Hanson Group

cc: J. Mead, M. Santillo, R. Suarez (Remington)

Per our conversation of 4/08/99, in reference to inspection gauges for part number 300327, receiver insert. Remington/Ilion does provide inspection gauges for vended parts upon submission of first production order by Remington. For part number 300327, it has been agreed upon by Remington and The Hanson Group that gauges for the first article inspection will be purchased by The Hanson Group, following gauge design approval by Joe Mead and Mike Santillo of Remington. Upon submission of first production order, Remington will reimburse/credit the cost of the inspection gauges, Remington will duplicate the inspection gauges for internal inspection purposes, to ensure commonality of inspection practices.

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