

Remington Arms Company, Inc.
Status of Capital Expenditures as of June 30, 2004.

Detailed in the following chart are expected carryovers into year 2005.

2005 Carryovers		
Location	Project	\$
Ilion	M/700 SPL Trigger Assembly Project	\$366,000
	Total Ilion	\$366,000
Lonoke	Shotshell Buckshot Loader and Packer	\$384,300
Lonoke	Centerfire Unprimed Shell Inspection	251,700
Lonoke	Explosives Pilot Plant Facilities	86,000
	Total Lonoke	\$722,000
	Total 2005 Carryover	\$1,088,000

Shown below is a comparison of budgeted expenditures, anticipated expenditures, and year-to-date actual expenditures by location.

	Budgeted \$	Anticipated \$	YTD Actual \$	Remaining Anticipated
Ilion	\$4,400,000	\$5,451,229	\$728,261	\$4,722,967
Mayfield	300,000	300,801	45,980	254,821
Ada/Findlay	74,000	74,000	0	74,000
Lonoke	2,500,000	2,985,098	799,073	2,186,025
PMpD	150,000	147,728	-2,272	150,000
E-Town	126,000	121,459	12,100	109,359
Corp.	486,000	631,617	177,793	453,824
Total Company	\$8,036,000	\$9,711,932	\$1,760,935	\$7,950,996

Ilion's anticipated expenditures of \$5,451M includes \$1,791M for the model 105CTi project and \$1,521M for the M/700 SPL trigger assembly project. Remaining expenditures in 2004 for the model 105CTi project and the M/700 trigger assembly project are \$1,472M and \$1,521M respectively.

Lonoke's anticipated expenditures exceeds budget by \$485M. The overage is due to the 5.56MM linked frangible ammo capability project for \$485M.

Corporate's anticipated expenditures exceeds budget by \$146M. The Sox Security Software project, the Spartan gun works project, and the John Galt forecast system project anticipate unbudgeted expenditures of \$95M, \$40M, and \$55M, respectively. These overages are partially offset by reductions in e-commerce anticipated expenditures.