incremental improvement intended to reduce cost and/or improve the brand's perception in the market.

Pricing strategies will follow closely the strategies applied to the Model 700. Price increases will be based on opportunistic potential and/or necessity to maintain profitability.

Product Strategy 2004- Model 673 Guide Rifle

• *Model 673 Guide Rifle* – For 2004, the Model 673 line will be expanded to include another classic caliber reintroduction, the 6.5 Rem Mag and the .308 Winchester chambering.

Model		MSP NSP	1 st Yr. Volume
Model 673 Guide R	ifle 6.5 Rem Mag	\$619 \$565	3000 units
Model 673 Guide R	ifle .300 RSAUM	\$619 \$565	1000 units

Product Strategy 2005 & Beyond – Other Product Opportunities

New Centerfire Bolt-Action Rifle (C-BAR) – While the Model 700/Seven categories are still enjoying healthy volumes and profit margins, both products are relatively mature in their life-cycle. The Model 700 will certainly continue to occupy and drive a significant portion of the future of the Remington Arms Company. However, Remington must be proactive and look to new technologies, materials, and manufacturing methods to design and implement a new product family that is cutting edge from an accuracy and performance perspective and more cost effective to manufacture than current products. As the next generation of premium centerfire boltaction rifles, the C-BAR's design should take the following into consideration:

- Accuracy capability that is unprecedented in a production grade bolt-action centerfire rifle through production methods that result in product consistency and predictability.
- Crisp fire control that sets the standard for the industry in performance, reliability and safety, especially in response to the new Savage Arms Accutrigger design.
- Utilization of state of the art materials that yield unprecedented strength, yet allow for a lighter weight product.
- Use of high performance recoil reduction technology.

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Subject to Protective Order - Williams v. Remington