

Mayfield 2006 Budget Review

<i>Remington</i> Ilion Firearms – 2006 Budget Review	
<u>Changes in Labor Cost from 2005 Spending</u>	
➤ Efficiency Improvement	(\$ 0.3 MM)
➤ \$500 Lump Sum Payout on 9/10/06 (3 months)*	\$ 0.1 MM
➤ Full year impact of 2.75% wage increase in Sept '05	\$ 0.5 MM
➤ Direct Labor Overtime @ 12%	(\$ 0.3 MM)
➤ Manpower reduction of (14)*	(\$ 0.3 MM)
Total Labor Cost Changes	(\$ 0.3 MM)
* Budget as variance Sept - Dec	
** Net of additional 9 heads for SPL	

10