

CONFIDENTIAL

NEW PRODUCTS AND PROCESSES - 1990 AND BEYOND

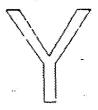
NEW BOLT ACTION RIFLE - Feet Hartin and Dick Jackson

Fabrication of prototype parts necessary for the next phase of testing has begun in the model Shop and the N/C area. Detachable magazine components to be produced by outside vendors have been sent to vendors to provide those prototype parts. Trigger guard blanks have been received. Development testing of the magazine latch system is underway. An accuracy and endurance test is planned for the first of March that will include the complete barreled action and the proposed bedding system versus conventional wood stock bedding. The detachable magazine box will not be included in this test. A revised Development Schedule is attached at the end of this report.

Testing of a patented new technology rifle barrel is currently underway in a joint program with Reminition and D. C. Brennan Firearms, Inc. The Brennan technology propises a 25% increase in accuracy with reduced recoil. The D. C. Brennan modified guns and their personnel will be in Ilion on February 3rd. Testing will start immediately.







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