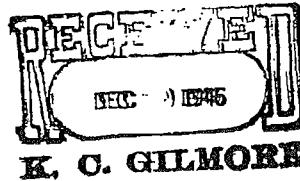


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CC: H. A. Brown) In  
S. M. Alvis) Turn  
H. J. Hackman  
G. L. Smith

December 19th, 1946

TO: K. C. Gilmore ✓  
R. H. Grace  
J. Hammond  
P. B. Rutherford  
R. M. Smith



FROM: V. G. DeReus

SUBJECT: MODEL 721 PROJECT STATUS 12-8-46

The project status as of December 8th indicates that we must carefully watch all charges to the Model 721 project. There are indications that the money allocated will be exhausted prior to the completion of the 721 work. Since there is already an indication of an over-run in design and tool design, other units must hold within the allotted project amounts.

A careful review should be made of all salary and particularly wage roll employees charged to the Model 721 so that only those required are charged to this project.

Design, as of December 8th, has an unexpended balance of \$19. Approximately \$2500 was spent on design of the Fire Control and it is probable that an over-run of this section of the project will develop. This, however, should be kept within the \$2500 which was expended for Fire Control work.

Specifications have an unexpended balance of \$4031. It is believed that this is sufficient to handle pilot line test.

Process Engineering and Pilot Operations under the following headings - Process Engineering, Trial Run, Quality Audit, Methods Engineering and Pilot Lot Manufacture - have an unexpended balance of \$12,445. On the basis that work will be required until January 31st, this allows an average expenditure of \$1555. per week.

Tool Design is over-expended \$1983. It is anticipated that there will be an over-run on this account.

Engineering Files has an unexpended balance of \$585 and assistance will be required through January from this unit.

VGDeR.HIF

  
V. G. DeReus  
Technical Department

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KINZER V. REMINGTON

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