

MICHAEL JOE MOORE

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Dear Brent:

I'm sorry that it has taken me so long to write this letter but we have been very busy. Also I was waiting to finish the first quarter of the year so I would have more information about how the reclamation system is doing.

In the first quarter of this year we have been able to reduce our molding cost by \$90,000. This translates to about \$0.14 per pound of castings shipped from our foundry. If we can maintain this savings for the remainder of the year we will save \$360,000. We invested about \$780,000 in this project. This would give us a pay back of about (2.2) years. We justified this project on a (5) year pay back so you can imagine how pleased we are with the outcome of this project.

Thank you for your help.

Yours Truly;

Michael Joe Moore