

[Attachment A]

Lease versus purchase representative ADP computer system based on 2-shift use

Item of cost	Costs by fiscal year					
	1962 ¹	1963	1964	1965	1966	1967
1. Purchase basis:						
(a) Purchase costs.....	\$600,000	0	0	0	0	0
(b) Maintenance, cumulative.....	45,000	\$90,000	\$135,000	\$190,000	\$245,000	\$300,000
(c) Cumulative, purchase basis.....	645,000	690,000	735,000	790,000	845,000	900,000
2. Lease basis, cumulative (including maintenance).....	200,000	400,000	600,000	800,000	1,000,000	1,200,000
3. Purchase basis exceeds lease basis.....	445,000	290,000	135,000			
4. Lease basis exceeds purchase basis.....				10,000	145,000	300,000

¹ Year acquired, utilized full year.

[Attachment B]

Lease versus lease-with-option-to-purchase representative ADP computer system based on 1-shift use

Item of cost	Costs by fiscal year					
	1962 ¹	1963	1964	1965	1966	1967
1. Lease basis, with-option-to-purchase: (option exercised at end of 1st year).						
(a) Lease.....	\$150,000					
(b) Less, credit upon purchase.....	-75,000					
(c) Purchase costs.....	600,000	0	0	0	0	0
(d) Maintenance, cumulative.....	26,000	\$52,000	\$78,000	\$108,000	\$138,000	\$168,000
(e) Cumulative, lease/option basis.....	701,000	727,000	753,000	783,000	813,000	843,000
2. Lease basis, cumulative (including maintenance).....	150,000	300,000	450,000	600,000	750,000	900,000
3. Lease/option exceeds lease basis.....	551,000	427,000	303,000	183,000	63,000	
4. Lease basis exceeds lease/option basis.....						57,000

¹ Year acquired, utilized full year.