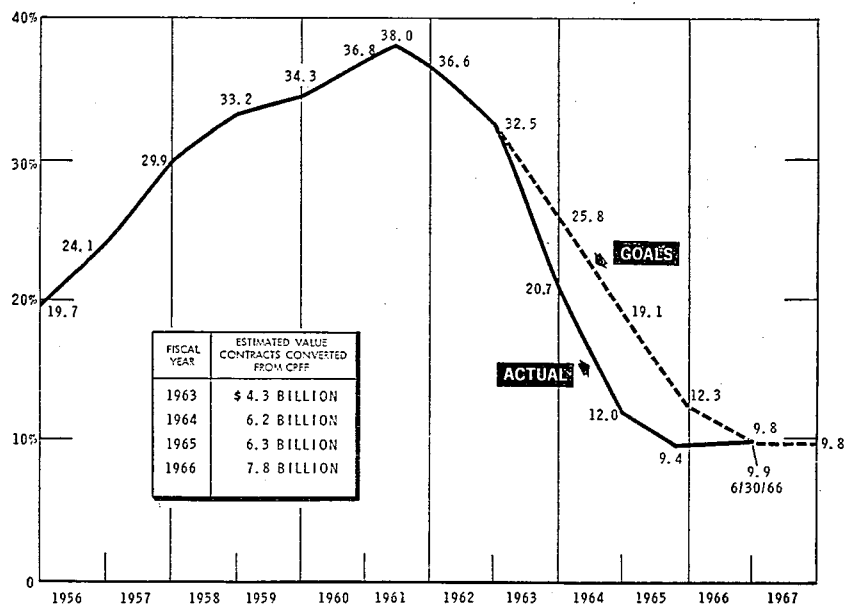


Progress in this area through fiscal year 1966 is charted below:

**COST PLUS FIXED FEE CONTRACTS
AS A PERCENT OF TOTAL CONTRACT AWARDS**



The percentage of CPFF awards to total awards by military department is as follows:

[In percent]

	Fiscal year—			
	1961 (9 months)	1964	1965	1966
Army.....	32.8	13.5	11.9	13.8
Navy.....	24.3	11.1	9.4	14.2
Air Force.....	50.6	14.4	10.4	6.7
DOD average.....	38.0	12.0	9.4	9.9

The following table shows the trend away from CPFF contracts since 1961 and the shift to fixed-price and incentive types:

Year	Percent							
	Fixed price types less incentive			Incentive type			CPFF	Other
	Firm	Other	Total	CPIF	FPI	Total		
1961.....	31.5	15.2	46.7	3.2	11.2	14.4	36.6	2.3
1962.....	33.0	10.8	43.8	4.1	12.0	16.1	32.5	2.6
1963.....	41.5	7.6	49.1	11.7	15.8	27.5	20.7	2.7
1964.....	46.3	6.4	52.7	14.1	18.5	32.6	12.0	2.7
1965.....	52.8	4.9	57.7	11.2	16.6	27.8	9.4	5.1
1966.....	57.5	3.5	61.0	8.3	15.9	24.2	9.9	4.9