PLAINTIFF'S EXHIBIT

UC-3579

UC 143-2

UNION CARBIDE

INTERNAL CORRESPONDENCE

MINING AND METALS DIVISION

P. O. BOX K, KING CITY, CALIFORNIA 93930

To (Name) Mr. W. C. Thurber
Division Metals Division, 38th Floor
Location New York, New York

Date August 18, 1976

Originating Dept.

Answering letter date August 6, 1976

RECEIVED
AUG 20 1976

Copy to Messrs: J. F. Emerson
J. L. Myers

Subject Product Packaging

Phase out of pallet shrink wrap by using present inventory results follows:

1. 1976 Forecast costs would remain the same as available pallet wrap carries through 1976.

2. Pallet wrap equivalent tonnage in 1977. (To use up present supply.)

   (A) Open - 624T

   (B) Pellet - 451T

3. Effect on the 1977 preliminary Budget Cost is a 23.4M$ addition to Direct Material cost for bag shrink wrap. The revised total plant expense is 3570.4M$.

4. A breakdown of individual product increased costs follows:

Product	+$/T	Total M$
HPO	3.187	4.4
SG 130	4.2702	0.9
SG 210	4.5342	9.1
RG 144	4.5364	3.4
RG 110D	4.5353	4.5
SG 200	1.914	1.1
TOTAL		23.4

Floyd Larrison

F. H. Larrison, Jr.
/smp