



INTRA-COMPANY COMMUNICATION

SUBJECT Obsolete Asbestos Chicago Stock

DATE January 17, 1990

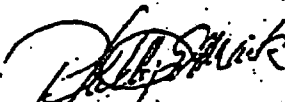
TO Gus Franklin
Chuck McNamara
Paula Schaff

Attached is my letter of 11/17/89, to Ron Niemeyer on the subject matter along with a list which represents his reply. As you can see, the number of months supply represented by these quantities ranges from a low of one month to a high of 22 months.

My purpose in addressing this question to you folks is out of recognition of the fact that we need to agree on a cut-off point on the intake of asbestos bearing product into our inventory. I understand that Bernice Fuskarić is working on a second list of obsolete asbestos bearing product for our consideration and that Victor-St. Thomas is preparing a similar list. We originally cut-off asbestos bearing intake last July, and I hesitate to extend it. We are still purchasing asbestos bearing material from England, Germany and Mexico; however, that is all packaged stock and it will be relatively easy to isolate the inventories when we do make the change. The same is not true of bulk stock, especially since we have already made one cut-off.

In August, 1992, we must start labeling gasket sets which contain asbestos with a notation that the specific set cannot be sold after August, 1993. Given the slow turn of our packaged inventory and the even slower turn of, and the difficulty in isolating our bulk inventory, I do not think that we should do this.

Would you please pass judgement on this and let me know how we should proceed.


Phillip E. Mark

In

Attachments

cc: John Harris
Terry Shively



VPD-188-0001031

DANA-0340.010

CHICAGO SURPLUS ASBESTOS BEARING STOCK

<u>Part No.</u>	<u>Units</u>	<u>* Unit Cost</u>	<u>Extension</u>	<u>No. Month Supply</u>
1134.	536	\$ 1.454	\$ 779	2
3243VC	419	2.583	1,082	10
3286VC	334	1.477	493	9
3414	58	6.415	372	7
3415M	354	5.883	2,083	19
3453	550	5.998	3,299	6
3469VC	2,122	1.315	2,790	8
3565M	1,450	1.354	1,963	18
4862	428	5.581	2,389	4
7116	11,206	0.067	751	16
7130	2,162	0.103	223	17
7355	36,527	0.161	5,881	22
12155	4,650	0.239	1,111	3
15168	9,823	0.748	7,348	21
15182	2,535	0.507	1,285	14
15352	4,220	0.535	2,258	4
45435	24,000	0.062	1,488	3
11748	16,800	0.058	974	7
12587	539	2.414	1,301	2
12801	24,264	0.157	3,809	4
12863	1,958	1.083	2,121	1
28613A	4,262	0.539	2,297	19
38478T	4,377	0.314	1,374	18
RD35894	12,212	0.178	2,174	19
RD35993	2,654	0.830	2,203	7
25 P/Ms	168,440		\$ 51,848	

* This is our current asbestos-free costs. Actual costs need to be negotiated.

VPD-188-0001032