

M e m o r a n d u m**420.0595****To** : Santa Rosa Auditing (RLR)**Error! Bookmark not defined.****Date** : September 25, 1989**From** : Ronald L. Dick
Tax Counsel**Subject** : Photographic Chemical

As you know, we referred your list of photographic chemicals to Eastman-Kodak Company for a determination of whether the chemicals are used as manufacturing aids or incorporated into the final product to be sold. We recently received a reply from Eastman-Kodak with the following conclusions:

The following chemicals are purchased to be used as manufacturing aids:

<u>Catalog No.</u>	<u>Description Per Catalog</u>
847-5386	Kodak Ektacolor Bleach-Fix & Replenisher for Process RA-4 or RA-4NP
106-5853	Flexicolor Bleach II Regenerator
132-2916	Flexicolor Bleach II NR Replenisher
848-5153	Flexicolor Developer Starter LORR
193-9248	Dektomatic Developer Replenisher Concentrate

The following chemicals are purchased to be incorporated into the final product to be sold:

162-1689	Kodak Ektacolor Stabilizer & Replenisher for Process RA-4 or RA-4NP
810-6049	Kodak Ektacolor RA Developer Replenisher for Process RA-R or RA-4NP

105-4311	Dektomatic Fix & Replenisher
825-425	Dektomatic Fix Developer Replenisher
173-6677	Kodak Flexicolor ML Stabilizer & Replenisher
841-4393	Flexicolor Developer Replenisher LORR

If you have any further questions regarding the products, you may wish to contact Mr. M--- S. C---, CPA in the Corporate Tax Department of Eastman-Kodak Company, Rochester, New York 14650, telephone (716) XXX-XXXX. In such case, please send us a copy of your letter and the reply you receive.

RLD:sr