

November 15, 2006

ATK Corporate
Attn: General Counsel's Office
5050 Lincoln Dr.
Edina, MN 55436

Dear General Counsel of Alliant Techsystems:

The Project On Government Oversight (POGO) is overhauling and renewing its Federal Contractor Misconduct Database (www.pogo.org/db/index.cfm), a compilation of information from public resources regarding government contractors, including ATK. On February 28, 2006, we sent you information regarding findings relevant to ATK, which I have enclosed for your reference. As of today, we have not received a response from your office.

A written response is certainly in the best interest of everyone involved. It is the best way for your company to go on record regarding this process and the instances identified; your letter will be posted in its entirety on the database. Several companies have already responded and have expressed appreciation for the opportunity to express their views. POGO would prefer to receive a response by November 30, 2006 to ensure it is included with the launch of our new database.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Scott Amey
General Counsel

Enclosure

Instances:

1.

National Manufacturing Technologies, Inc. v. Alliant Techsystems, Inc. (Antitrust)

Date: 03/12/2002 (Date of Settlement)

Misconduct Type: Antitrust

Contracting Party: Government Defense

Court Type: Civil

Amount: \$6,000,000

Disposition: Settlement

Synopsis: On March 12, 2002, a civil action was filed against ATK in the U.S. District Court for the Southern District of California. National Metal Technologies (NMT) had a contract to supply ATK with ammunition links for the ammunition production business. The charges alleged that ATK breached this contract, violated antitrust laws, and interfered with competition and, therefore, the plaintiffs were entitled to damages of \$30 million. The case was settled for \$6 million on March 24, 2005.

Document(s):

SEC 10-K

2.

Pratt v. Alliant Techsystems, Inc. and Hercules, Inc. (Overcharging the Government)

Date: 03/30/1998 (Date of Settlement)

Misconduct Type: Government Contract Fraud

Contracting Party: Government Defense

Court Type: Civil

Amount: \$2,250,000

Disposition: Settlement

Synopsis: In March of 1997, Alliant Techsystems was charged with allegedly overcharging the Navy for labor costs on contracts dealing with the Intermediate-Range Nuclear Forces Treaty. The complaint was made by a former employee of Alliant and co-defendant Hercules, Inc. under the False Claims Act, 31 U.S.C. § 3729, et seq., and filed in the U.S. District Court in Los Angeles. The complaint alleges that the companies falsified labor hours and led employees to do so. Each company agreed to settle for \$2.25 million, or a total of \$4.5 million.

Document(s):

DOJ Press Release