

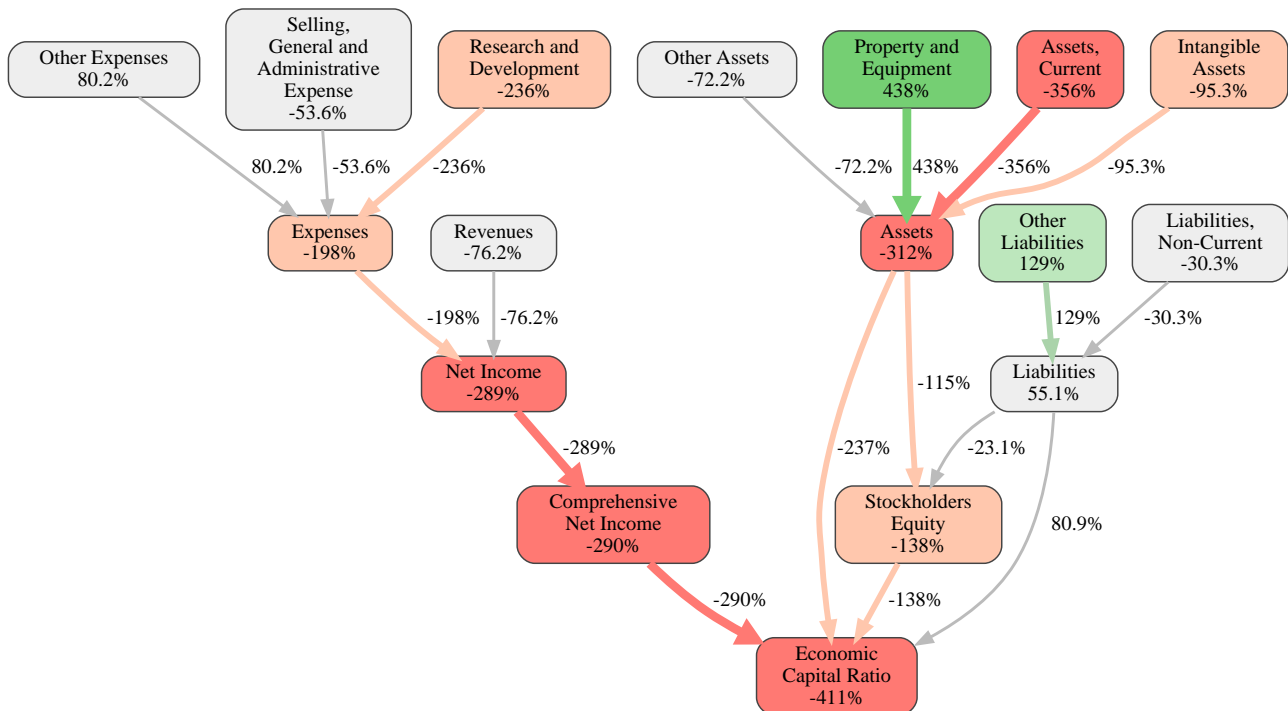


RealRate

PHARMACEUTICAL 2018

Novan Inc.
Rank 311 of 349

NOVAN



RealRate

• Financial Strength Rankings using Artificial Intelligence

• www.realrate.ai

The relative strengths and weaknesses of Novan Inc. are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of Novan Inc. compared to the market average is the variable Property and Equipment, increasing the Economic Capital Ratio by 438% points. The greatest weakness of Novan Inc. is the variable Assets, Current, reducing the Economic Capital Ratio by 356% points.

The company's Economic Capital Ratio, given in the ranking table, is -689%, being 411% points below the market average of -278%.

Input Variable	Value in 1000 USD
Assets, Current	3,704
Cost of Goods Sold	0
Intangible Assets	75
Liabilities, Current	8,418
Liabilities, Non-Current	0
Other Assets	731
Other Compr. Net Income	0
Other Expenses	0
Other Liabilities	14,938
Other Net Income	-942
Property and Equipment	16,624
Research and Development	25,212
Revenues	2,140
Selling, General and Administrative Expense	13,113

Output Variable	Value in 1000 USD
Assets	21,134
Liabilities	23,356
Expenses	38,325
Stockholders Equity	-2,222
Net Income	-37,127
Comprehensive Net Income	-37,127
Economic Capital Ratio	-689%