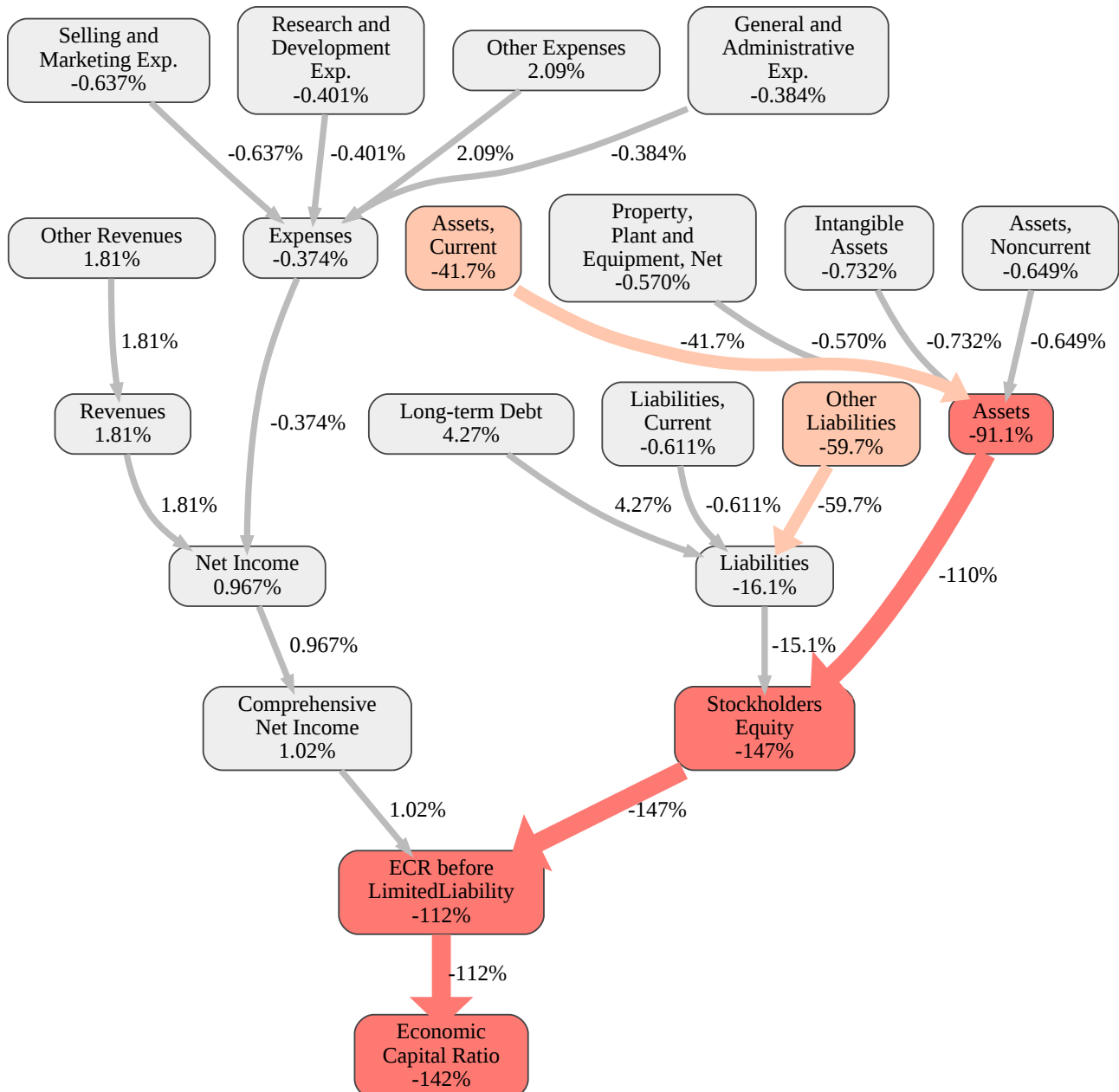




The relative strengths and weaknesses of Falconstor Software INC are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of Falconstor Software INC compared to the market average is the variable Long-term Debt, increasing the Economic Capital Ratio by 4.3% points. The greatest weakness of Falconstor Software INC is the variable Stockholders Equity, reducing the Economic Capital Ratio by 147% points.

The company's Economic Capital Ratio, given in the ranking table, is 211%, being 142% points below the market average of 354%.

Input Variable	Value in 1000 USD	Output Variable	Value in 1000 USD
Assets, Current	5,369	Liabilities	10,650
Assets, Noncurrent	99	Assets	10,170
General and Administrative Exp.	3,179	Expenses	11,520
Intangible Assets	4,205	Revenues	10,052
Liabilities, Current	6,249	Stockholders Equity	-479
Long-term Debt	956	Net Income	-1,799
Other Assets	411	Comprehensive Net Income	-1,691
Other Compr. Net Income	108	ECR before Limited Liability	-31%
Other Expenses	1,776	Economic Capital Ratio	211%
Other Liabilities	3,444		
Other Net Income	-331		
Other Revenues	10,052		
Property, Plant and Equipment, Net	86		
Research and Development Exp.	2,562		
Selling and Marketing Exp.	4,004		