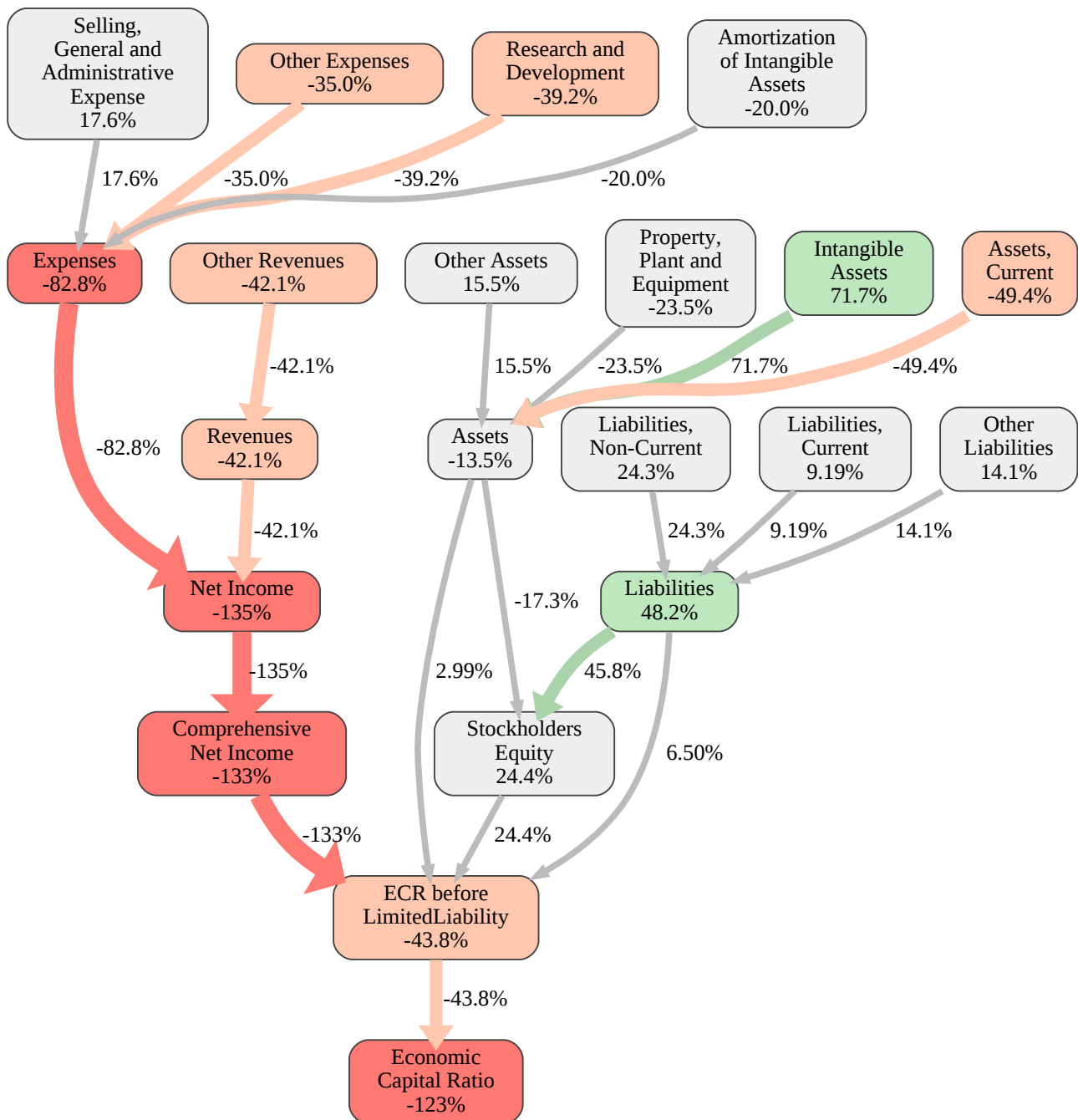




The relative strengths and weaknesses of PMC Sierra INC are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of PMC Sierra INC compared to the market average is the variable Intangible Assets, increasing the Economic Capital Ratio by 72% points. The greatest weakness of PMC Sierra INC is the variable Net Income, reducing the Economic Capital Ratio by 135% points.

The company's Economic Capital Ratio, given in the ranking table, is 127%, being 123% points below the market average of 249%.

Input Variable	Value in 1000 USD
Amortization of Intangible Assets	45,321
Assets, Current	339,477
Assets, Non-Current	0
Intangible Assets	381,087
Liabilities, Current	163,531
Liabilities, Non-Current	0
Other Assets	136,988
Other Compr. Net Income	1,762
Other Expenses	486,915
Other Liabilities	0
Other Net Income	-1,575
Other Revenues	530,997
Property, Plant and Equipment	43,146
Research and Development	220,927
Selling, General and Administrative Expense	112,479

Output Variable	Value in 1000 USD
Liabilities	163,531
Assets	900,698
Expenses	865,642
Revenues	530,997
Stockholders Equity	737,167
Net Income	-336,220
Comprehensive Net Income	-334,458
ECR before Limited Liability	83%
Economic Capital Ratio	127%