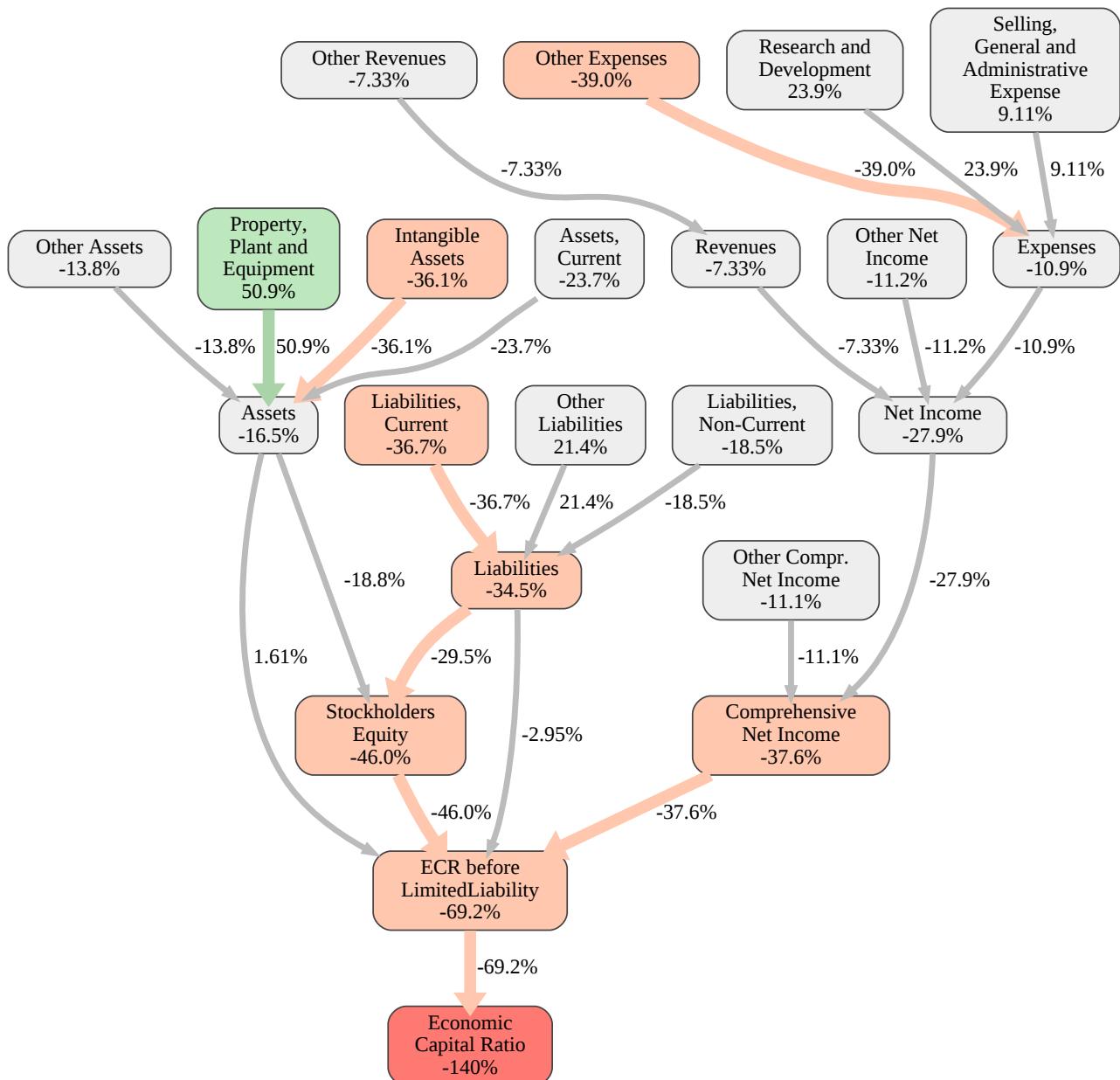




The relative strengths and weaknesses of Applied Optoelectronics INC are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of Applied Optoelectronics INC compared to the market average is the variable Property, Plant and Equipment, increasing the Economic Capital Ratio by 51% points. The greatest weakness of Applied Optoelectronics INC is the variable Stockholders Equity, reducing the Economic Capital Ratio by 46% points.

The company's Economic Capital Ratio, given in the ranking table, is 95%, being 140% points below the market average of 235%.

Input Variable	Value in 1000 USD
Amortization of Intangible Assets	0
Assets, Current	183,164
Assets, Non-Current	386
Intangible Assets	0
Liabilities, Current	138,582
Liabilities, Non-Current	85,011
Other Assets	14,529
Other Compr. Net Income	-13,888
Other Expenses	189,192
Other Liabilities	0
Other Net Income	-7,398
Other Revenues	222,818
Property, Plant and Equipment	210,184
Research and Development	36,244
Selling, General and Administrative Expense	56,381

Output Variable	Value in 1000 USD
Liabilities	223,593
Assets	408,263
Expenses	281,817
Revenues	222,818
Stockholders Equity	184,670
Net Income	-66,397
Comprehensive Net Income	-80,285
ECR before Limited Liability	39%
Economic Capital Ratio	95%