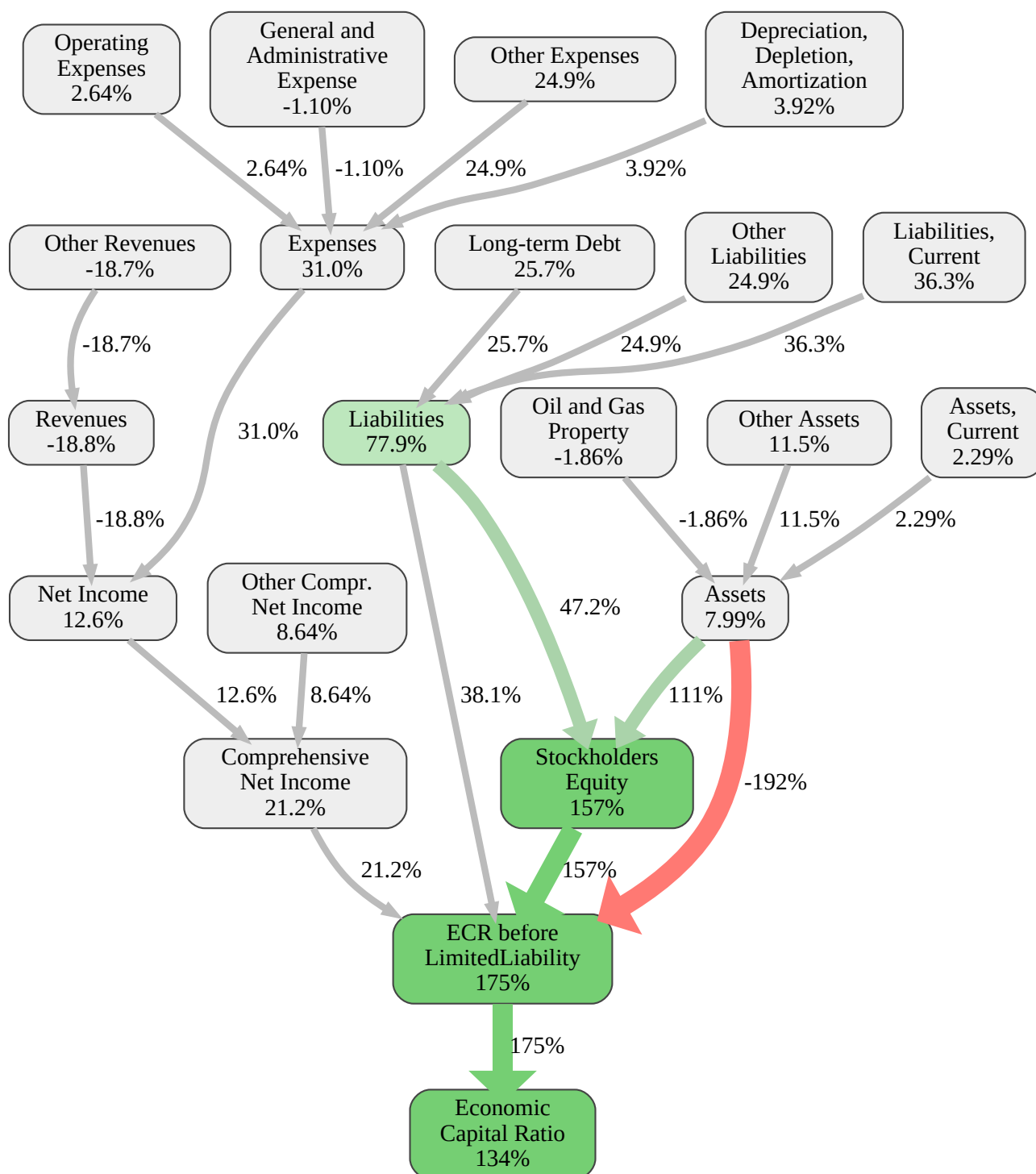




The relative strengths and weaknesses of HKN Inc. are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of HKN Inc. compared to the market average is the variable Stockholders Equity, increasing the Economic Capital Ratio by 157% points. The greatest weakness of HKN Inc. is the variable Revenues, reducing the Economic Capital Ratio by 19% points.

The company's Economic Capital Ratio, given in the ranking table, is 242%, being 134% points above the market average of 108%.

Input Variable	Value in 1000 USD	Output Variable	Value in 1000 USD
Assets, Current	19,786	Liabilities	1,555
Cost of Goods and Services Sold	0	Assets	73,977
Deferred Tax Liab., Net	0	Revenues	394
Depreciation, Depletion, Amortization	469	Expenses	4,891
Gains/Losses on Derivatives	0	Stockholders Equity	72,422
General and Administrative Expense	4,453	Net Income	-3,167
Liabilities, Current	751	Comprehensive Net Income	116
Long-term Debt	804	ECR before Limited Liability	242%
Oil and Gas Property	0	Economic Capital Ratio	242%
Operating Expenses	4,971		
Other Assets	43,382		
Other Compr. Net Income	3,283		
Other Expenses	-5,002		
Other Liabilities	0		
Other Net Income	1,330		
Other Revenues	394		
Property, Plant and Equipment	10,809		
Revenue from Contract with Customer	0		
Taxes	0		