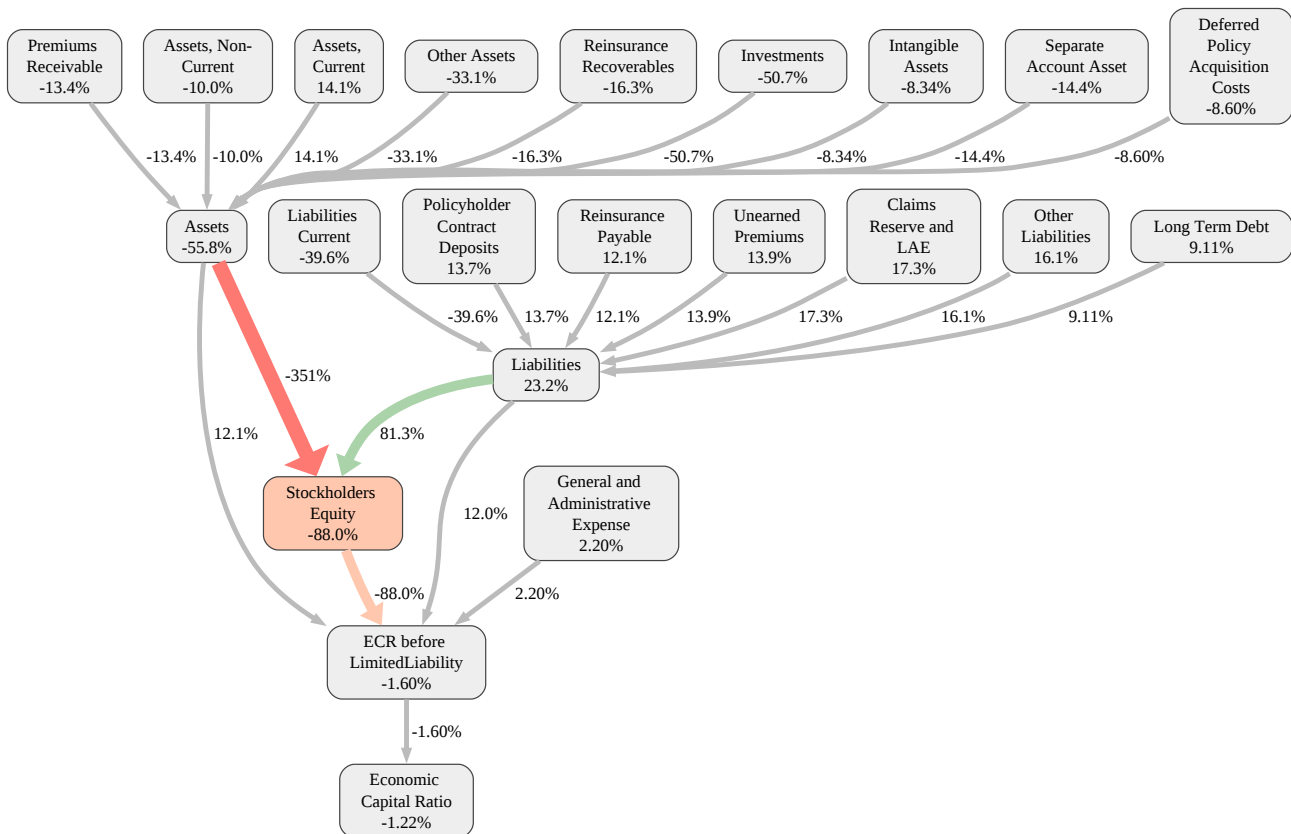




The relative strengths and weaknesses of Molina Healthcare INC are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

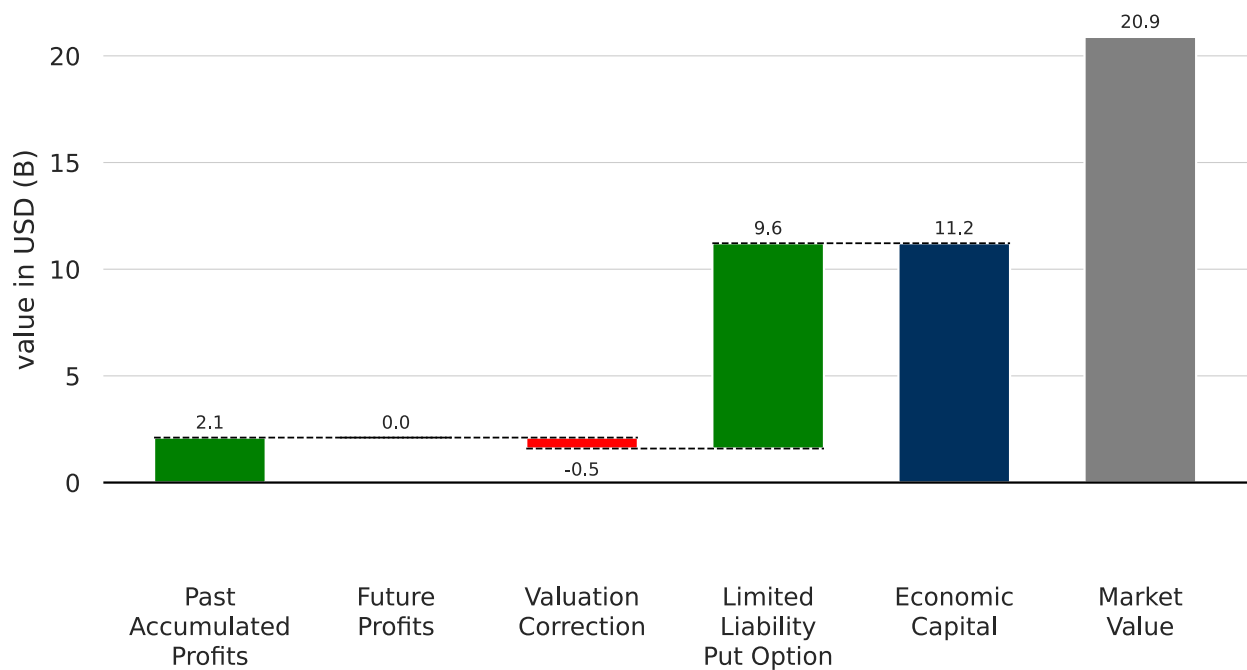
The greatest strength of Molina Healthcare INC compared to the market average is the variable Liabilities, increasing the Economic Capital Ratio by 23% points. The greatest weakness of Molina Healthcare INC is the variable Stockholders Equity, reducing the Economic Capital Ratio by 88% points.

The company's Economic Capital Ratio, given in the ranking table, is 88%, being 1.2% points below the market average of 89%.

Input Variable	Value in 1000 USD
Assets, Current	12,542,000
Assets, Non-Current	0
Claims Reserve and LAE	4,204,000
Deferred Acquisition Costs Amortization	0
Deferred Policy Acquisition Costs	0
General and Administrative Expense	31,259,000
Insurance Commissions and Fees	0
Intangible Assets	0
Investment Income	394,000
Investments	0
Liabilities Current	8,168,000
Long Term Debt	2,304,000
Other Assets	2,350,000
Other Compr. Net Income	78,000
Other Expenses	1,613,000
Other Liabilities	-3,999,000
Other Net Income	-109,000
Other Revenues	1,149,000
Policyholder Benefits and Claims	0
Policyholder Contract Deposits	0
Premiums Earned	32,529,000
Premiums Receivable	0
Reinsurance Payable	0
Reinsurance Recoverables	0
Revenues Y+1	0
Revenues Y+2	0
Revenues Y+3	0
Revenues Y+4	0
Revenues Y+5	0
Separate Account Asset	0
Unearned Premiums	0

Output Variable	Value in 1000 USD
Assets	14,892,000
Liabilities	10,677,000
Expenses	32,872,000
Revenues	34,072,000
Stockholders Equity	4,215,000
Net Income	1,091,000
Comprehensive Net Income	1,130,000
BaseVar	847,747,187
ECR before Limited Liability	12%
Economic Capital Ratio	88%

Company Valuation: Molina Healthcare INC



The RealRate Economic Capital of a company is its Past Accumulated Profits plus its Future Profits plus its Valuation Correction plus its Limited Liability Put Option. Past Accumulated Profits and Future Profits can be negative. The Limited Liability Put Option accounts for the limited liability of the shareholders, so the Economic Capital never falls below zero. Where the company is listed, its market value is shown next to it.