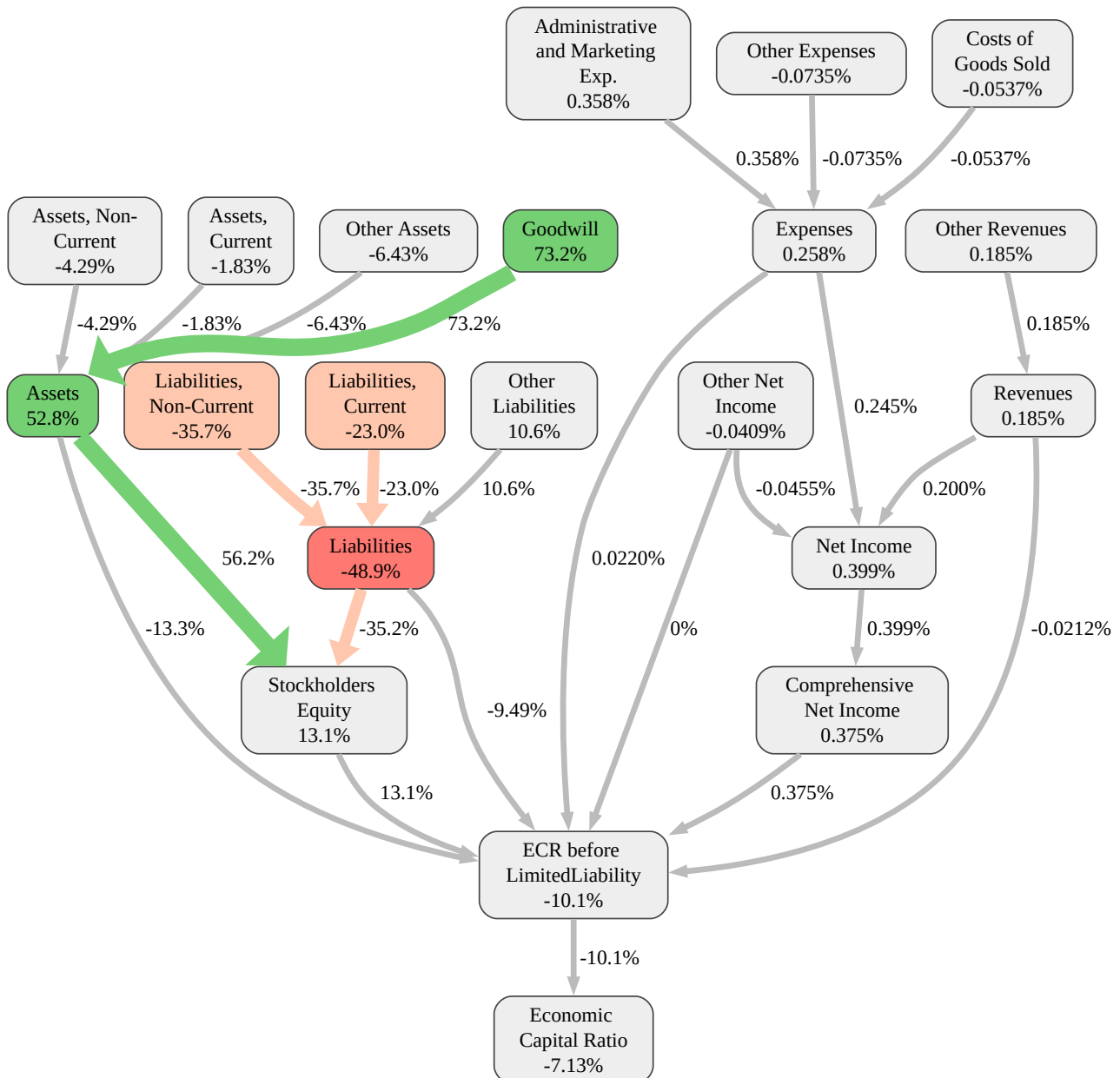




The relative strengths and weaknesses of Cisco Systems INC are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

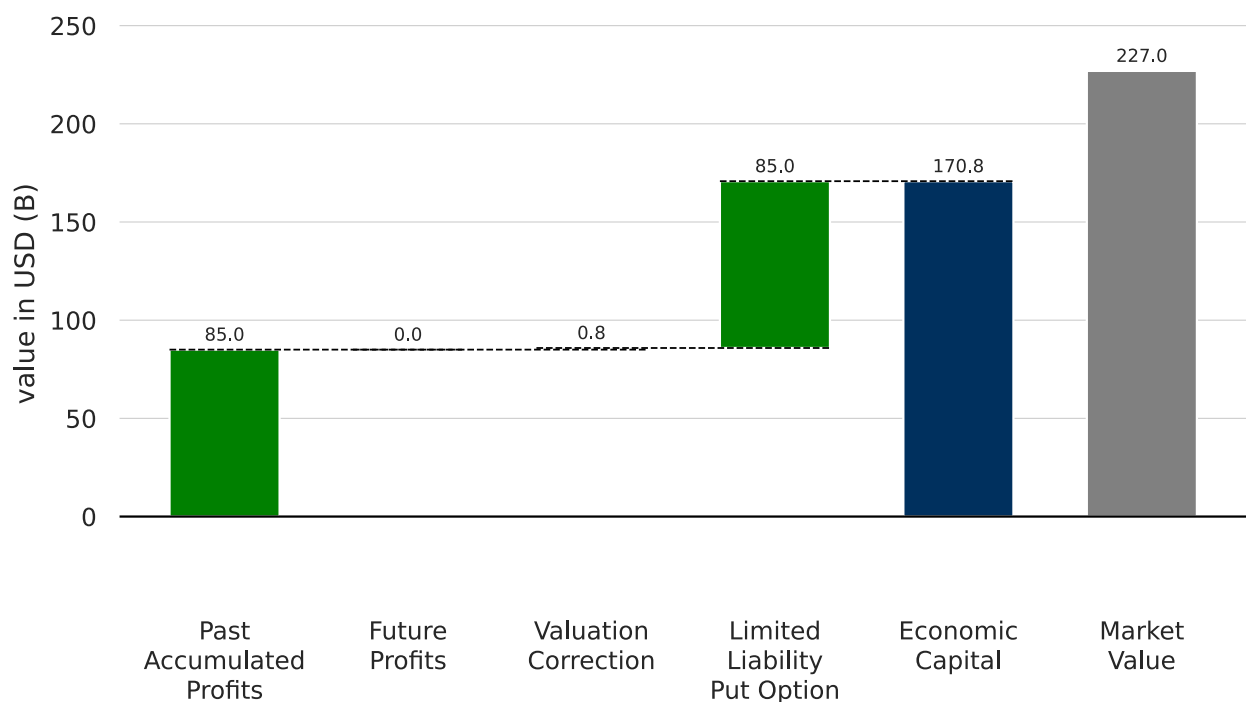
The greatest strength of Cisco Systems INC compared to the market average is the variable Goodwill, increasing the Economic Capital Ratio by 73% points. The greatest weakness of Cisco Systems INC is the variable Liabilities, reducing the Economic Capital Ratio by 49% points.

The company's Economic Capital Ratio, given in the ranking table, is 168%, being 7.1% points below the market average of 175%.

Input Variable	Value in 1000 USD
Administrative and Marketing Exp.	13,177,000
Assets, Current	36,862,000
Assets, Non-Current	9,320,000
Costs of Goods Sold	18,975,000
Goodwill	69,879,000
Liabilities, Current	40,584,000
Liabilities, Non-Current	38,372,000
Other Assets	8,352,000
Other Compr. Net Income	145,000
Other Expenses	3,401,000
Other Liabilities	0
Other Net Income	53,000
Other Revenues	53,803,000
Research and Development Exp.	7,983,000
Revenues Y+1	0
Revenues Y+2	0
Revenues Y+3	0
Revenues Y+4	0
Revenues Y+5	0

Output Variable	Value in 1000 USD
Liabilities	78,956,000
Assets	124,413,000
Expenses	43,536,000
Revenues	53,803,000
Stockholders Equity	45,457,000
Net Income	10,320,000
Comprehensive Net Income	10,465,000
BaseVar	1,212,584,272
ECR before LimitedLiability	84%
Economic Capital Ratio	168%

Company Valuation: Cisco Systems 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.