

net income is used -- Net Income strength factor score = $1 + (25 \times \text{Net Income ratio result})$: $1 + (25 \times -0.0015) = 0.963$

(Note: If the Net Income ratio result is positive, the following algorithm is used,

Net Income strength factor score = $1 + (50 \times \text{Net Income ratio result})$ -- If the Net Income ratio result is 0, the Net Income strength factor score is 1).

If the strength factor score for any ratio is greater than or equal to 3, the strength factor score for that ratio is 3. If the strength factor score for any ratio is less than or equal to -1, the strength factor score for that ratio is -1.

Step 2: Calculate the weighted score for each ratio and calculate the composite score by adding the three weighted scores

Primary Reserve weighted score = $40\% \times \text{Primary Reserve strength factor score}$: $0.40 \times 1.880 = 0.752$

Equity weighted score = $40\% \times \text{Equity strength factor score}$: $0.40 \times 2.100 = 0.840$

Net Income weighted score = $20\% \times \text{Net Income strength factor score}$: $0.20 \times 0.963 = 0.193$

Composite score = sum of all weighted scores: $0.752 + 0.840 + 0.193 = 1.785$

Round the composite score to one digit after the decimal point to determine the final score: 1.8

* The symbol "x" denotes multiplication.