

JEFFERIES FIN'L GRP. NYSE-JEF

RECENT PRICE **63.30** P/E RATIO **16.5** (Trailing: 21.8 Median: NMF) RELATIVE P/E RATIO **0.88** DIV'D YLD **2.5%** VALUE LINE

TIMELINESS 5 Lowered 7/11/25
SAFETY 3 New 10/14/16
TECHNICAL 4 Raised 1/2/26
BETA 1.55 (1.00 = Market)

High: 28.7 25.4 24.2 27.3 28.3 21.8 24.7 44.5 41.5 41.0 82.0 82.7
 Low: 21.0 15.9 14.3 22.2 16.2 16.8 11.2 22.9 25.9 28.3 38.8 39.3

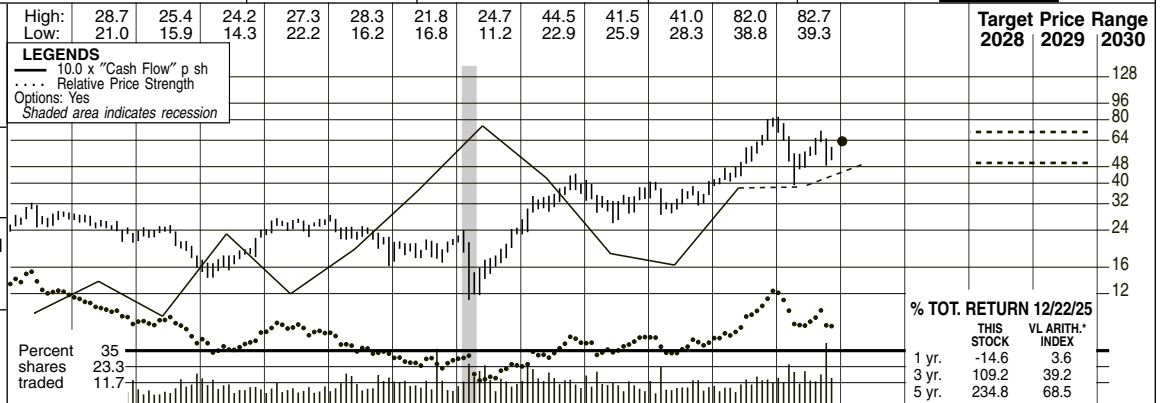
LEGENDS
 — 10.0 x "Cash Flow" p sh
 ... Relative Price Strength
 Options: Yes
 Shaded area indicates recession

18-Month Target Price Range
 Low-High Midpoint (% to Mid)
 \$51-\$129 \$90 (40%)

2028-30 PROJECTIONS
 Price Gain Ann'l Total
 High 70 (+10%) 6%
 Low 50 (-20%) -2%

Institutional Decisions
 10/20/25 20/20/25 30/20/25
 to Buy 260 280 261
 to Sell 311 259 249
 Hlds(000) 143467 146335 146520

Percent shares traded 35 23.3 11.7



2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	© VALUE LINE PUB. LLC	28-30
4.60	5.41	6.42	37.59	28.61	31.26	30.02	28.00	32.10	12.24	13.35	24.07	33.61	26.42	22.32	32.27	31.75	35.20	Revenues per sh	36.95
2.51	8.17	.41	4.20	1.41	.97	1.37	.94	2.31	1.20	1.95	3.72	7.49	1.64	4.30	3.85	5.00	5.00	"Cash Flow" per sh	6.00
2.14	7.65	.07	3.45	1.06	.58	.73	.34	1.65	.80	1.32	2.65	6.13	3.03	1.10	3.05	2.95	4.10	Earnings per sh ^A	5.00
--	.25	.25	.25	.25	.25	.25	.25	.33	.45	.50	.60	.90	1.20	1.20	1.30	1.60	1.74	Div'ds Decl'd per sh ^B	2.17
.14	.22	.19	.29	.38	1.63	.82	.89	.54	1.06	.80	.71	.68	.70	.90	.90	.95	.95	Cap'l Spending per sh	1.00
17.93	28.53	25.24	27.67	27.71	28.03	28.68	28.18	28.37	32.72	32.85	37.65	43.33	45.78	46.10	52.29	52.60	54.80	Book Value per sh ^C	58.15
243.29	243.81	244.58	244.58	364.54	367.50	362.62	359.43	356.23	307.52	291.64	249.75	243.54	226.26	210.63	217.23	230.00	230.00	Common Shs Outst'g ^D	230.00
9.8	3.1	NMF	6.8	26.0	43.7	30.1	NMF	15.3	29.4	14.7	6.8	5.4	11.0	31.3	16.4	20.3		Avg Ann'l P/E Ratio	12.0
.65	.20	NMF	.43	1.46	2.30	1.52	NMF	.77	1.59	.78	.35	.29	.64	1.79	.91	1.09		Relative P/E Ratio	.65
--	1.0%	.8%	1.1%	.9%	1.0%	1.1%	1.4%	1.3%	1.9%	2.6%	3.3%	2.7%	3.1%	3.4%	2.3%	2.7%		Avg Ann'l Div'd Yield	3.6%

CAPITAL STRUCTURE as of 8/31/25
 Total Debt \$17244.9 mill. Due in 5 Yrs \$4893 mill.
 LT Debt \$16013.6 mill. LT Interest \$360.0 mill.
 (46% of Cap'l)
 Leases, Uncapitalized Annual rentals \$75.4 mill.

Pension Assets- 11/24 \$147.3 mill.
 Oblig. \$172.1 mill.

Common Stock 206,280,296 shs.
 as of 9/29/25

MARKET CAP: \$13.1 billion (Large Cap)

10886	10063	11436	3764.0	3893.0	6010.9	8185.3	5978.8	4700.4	7010.6	7300	8100	Revenues (\$mill)	8500
5.4%	4.8%	12.3%	11.9%	13.2%	23.1%	31.6%	22.8%	13.2%	22.2%	24.0%	25.0%	Operating Margin	26.0%
224.1	211.6	208.9	120.3	152.9	158.4	157.4	172.9	113.5	190.3	200	210	Depreciation (\$mill)	235
278.1	130.0	616.7	252.8	420.1	775.2	1674.4	785.4	743.4	743.4	680	945	Net Profit (\$mill)	1150
30.8%	38.6%	31.2%	6.4%	12.7%	28.0%	25.6%	25.9%	21.3%	26.9%	27.0%	27.0%	Income Tax Rate	27.0%
2.6%	1.3%	5.4%	6.7%	10.8%	12.9%	20.5%	11.0%	5.9%	10.6%	14.0%	14.0%	Net Profit Margin	16.0%
887.6	4608.6	4835.9	1689.4	3095.9	3898.8	17184.7	20023.4	20169.4	21207.0	33500	34300	Working Cap'l (\$mill)	35000
7407.6	7380.4	7885.8	7617.6	8337.1	8352.0	9125.7	7474.5	9698.8	13612.8	15000	15000	Long-Term Debt (\$mill)	15000
10526	10253	10231	10186	9704.7	9528.9	10679	10358	9710	11358	12250	12600	Shr. Equity (\$mill)	13375
1.9%	1.0%	3.7%	1.7%	2.6%	1.7%	8.6%	3.8%	1.2%	4.3%	5.0%	5.0%	Return on Total Cap'l	5.5%
2.6%	1.3%	6.0%	2.5%	4.3%	8.1%	15.7%	9.2%	2.4%	6.8%	8.0%	8.0%	Return on Shr. Equity	8.5%
1.8%	4%	4.9%	1.0%	2.8%	6.5%	13.7%	6.6%	1.8%	4.5%	5.5%	5.5%	Retained to Com Eq	6.0%
33%	70%	20%	62%	37%	21%	14%	18%	36%	36%	36%	36%	All Div'ds to Net Prof	31%

CURRENT POSITION

	2023	2024	8/31/25
Cash Assets	9703.1	8526.4	11458.5
Receivables	3587.0	4716.3	6627.6
Inventory	--	--	--
Other	16189.2	20372.2	21305.4
Current Assets	29479.3	33614.9	39391.5
Accts Payable	6207.6	7698.4	8128.5
Debt Due	528.4	989.7	1231.3
Other	1064.5	3719.8	3158.7
Current Liab.	9309.9	12407.9	12518.5

BUSINESS: Jefferies Financial Group, formerly Leucadia National, is a diversified company with a financial services focus emphasizing ROI and long-term value creation to maximize shareholder value. Financial services arm includes Jefferies, Leucadia Asset Man., Berkadia, and FXCM. Also has investments in several other businesses, some of which are now in the process of being sold to

narrow the focus on the financial services arena: National Beef, HRG Group, Vitesse Energy, Juneau Energy, Garcadia, Linkem, Idaho Timber, and Golden Queen. Officers & directors own 20.4% of common; Vanguard, 8.3%; Blackrock, 7.4% (2/25 proxy). CEO: Richard Handler. Inc.: NY. Addr.: 520 Madison Ave., NY, NY 10022. Tel.: 212-460-1900. Internet: www.jefferies.com.

ANNUAL RATES

	Past 10 Yrs.	Past 5 Yrs.	Est'd '21-'23 to '28-'30
Revenues	16.0%	-4.5%	4.0%
"Cash Flow"	1.5%	32.0%	1.5%
Earnings	--	43.5%	3.0%
Dividends	15.0%	21.5%	15.0%
Book Value	4.5%	6.0%	8.0%

QUARTERLY REVENUES (\$ mill.)^A

Fiscal Year Ends	Feb.28	May.31	Aug.30	Nov.30	Full Fiscal Year
2022	1731.9	1369.1	1524.9	1352.9	5978.8
2023	1283.5	1035.6	1175.8	1205.5	4700.4
2024	1738.2	1631.6	1683.6	1957.2	7010.6
2025	1593.0	1634.4	2047.4	2025.2	7300
2026	2000	1850	2050	2200	8100

EARNINGS PER SHARE ^A

Fiscal Year Ends	Feb.28	May.31	Aug.30	Nov.30	Full Fiscal Year
2022	1.23	.45	.78	.57	3.03
2023	.54	.05	.22	.29	1.10
2024	.68	.66	.78	.93	3.05
2025	.57	.40	1.01	.97	2.95
2026	1.00	.85	1.00	1.25	4.10

Jefferies Financial Group delivered a strong fiscal third quarter. (Year ended November 30th.) Despite this, the stock is down nearly 10% in value since our last review, reflecting some cooling in investor sentiment after a sharp earlier rally. Revenues totaled \$2.05 billion, up 22% year over year and well ahead of our estimates, while earnings of \$1.01 per share also topped expectations by a wide margin. Advisory activity was the primary driver, with M&A revenues reaching a quarterly record as deal values improved across most sectors. Debt underwriting also rebounded meaningfully, helping offset more uneven trends in equity underwriting and asset management.

The setup should be more balanced this year. Management continues to point to open capital markets and solid client engagement, particularly in advisory, while underwriting activity is showing gradual improvements as conditions stabilize. We think earnings came in at \$2.95 per share on revenues of \$7.3 billion for fiscal 2025, with profits expected to rise to \$4.10 a share on \$8.1 billion of revenue in fiscal 2026. These estimates reflect a more

normalized contribution from capital markets activity, rather than a straight-line acceleration from recent highs.

Regulatory scrutiny has emerged as a modest overhang. The SEC is seeking information related to Jefferies' exposure through Point Bonita Capital to bankrupt auto-parts supplier First Brands, including disclosures to investors and internal controls. While total receivables exposure tied to First Brands was sizable at the portfolio level, Jefferies' maximum potential loss appears to be far more limited, with management actively working to protect investor interests. Separately, Jefferies continues to broaden its earnings base through strategic initiatives, including its pending investment in credit manager Hildene, which should provide a steadier stream of contributions over the next few years.

These shares have been downgraded to 5 (lowest) for Timeliness. Despite the recent stock price decrease, long-term capital appreciation potential appears limited. Intermediate-term return potential is more exciting at this juncture.

Zachary J. Hodgkinson January 2, 2026

(A) Diluted earnings. Fiscal years ended 12/31 through 2017, 11/30 thereafter. Fiscal 2018 is an 11-month period. Figures may not tally to sum due to rounding/change in share count. Excludes nonrec. charges: '17, \$1.20; '18, \$1.83; '19, \$1.71. Disc. operations: '18, \$0.37. Next eqs. report due early January. (B) Dividends paid in late February, May, August, and November. (C) Dividend reinvestment plan available. (D) Includes intangibles: In '24, \$2044.8 mill., \$9.71/sh. (E) In millions.

Company's Financial Strength B++
Stock's Price Stability 45
Price Growth Persistence 75
Earnings Predictability 40