

JEFFERIES GROUP LLC AND SUBSIDIARIES
CONSOLIDATED ADJUSTED SELECTED FINANCIAL DATA
PREPARED Q3 2020
(Dollar amounts in millions)
(Unaudited)

The following tables reconcile certain Jefferies Group non-GAAP financial information to their respective U.S. GAAP measures. Jefferies Group believes that the disclosed Adjusted non-GAAP measures and any adjustments thereto, when presented in conjunction with comparable U.S. GAAP measures are useful to investors as they enable investors to evaluate Jefferies Group results through the eyes of management. These measures should not be considered a substitute for, or superior to, measures of financial performance prepared in accordance with U.S. GAAP.

Reconciliation to Remove the Impact of the Bache Business from Jefferies Group Historical Results

	Year Ended 2015	Year Ended 2014	LTM Q1 2014	Year Ended 2012	Year Ended 2011
Revenues					
Net Revenues (GAAP) (1)	\$ 2,475	\$ 2,990	\$ 3,036	\$ 3,019	\$ 2,573
Adjustments to Remove Bache (2)	(80)	(203)	(207)	(249)	(170)
Adjusted Net Revenues (non-GAAP) (1)	\$ 2,395	\$ 2,787	\$ 2,829	\$ 2,770	\$ 2,403
Net Earnings					
Net Earnings (GAAP) (3)	\$ 94	\$ 158	\$ 274	\$ 282	\$ 285
Adjustments to Remove Bache	89	99	25	3	(71)
Adjusted Net Earnings (non-GAAP) (3)	\$ 183	\$ 257	\$ 299	\$ 285	\$ 214

(1) For the Years Ended 2012 and 2011, "Net Revenues" are defined as "Net Revenues, less interest on mandatorily redeemable preferred interests of consolidated subsidiaries."

(2) Revenues generated by the Bache business, including commissions, principal transaction revenues and net interest revenue, for the presented periods have been classified as a reduction of revenues.

(3) For the Years Ended 2015, 2014 and LTM Q1 2014, "Net Earnings" are defined as "Net earnings attributable to Jefferies Group." For the Years Ended 2012 and 2011, "Net Earnings" are defined as "Net earnings attributable to common shareholders."

Reconciliation of Net Earnings to Net Earnings Attributable to Jefferies Group

	Quarter Ended			Nine Months Ended		
	August 31, 2020	August 31, 2019	% Variance	August 31, 2020	August 31, 2019	% Variance
Net Earnings	\$ 268	\$ 65	313%	\$ 568	\$ 221	157%
Net Loss (Earnings) Attributable to Noncontrolling Interests	1	0		4	(0)	
Net Earnings Attributable to Jefferies Group	\$ 268	\$ 65	313%	\$ 572	\$ 221	159%

Reconciliation of Return on Tangible Equity

	At May 31, 2020	At November 30, 2019
Jefferies Group Member's Equity (GAAP)	\$ 6,412	\$ 6,125
Goodwill and Identifiable Intangible Assets	(1,800)	(1,814)
Tangible Jefferies Group Member's Equity (non-GAAP)	\$ 4,612	\$ 4,311

	Quarter Ended August 31, 2020	Nine Months Ended August 31, 2020
Net Earnings Attributable to Jefferies Group	\$ 268	\$ 572
Annualized Net Earnings Attributable to Jefferies Group	\$ 1,072	\$ 763
Return on Tangible Equity (1)	23%	18%

(1) Return on Tangible Equity (a non-GAAP measure) equals our annualized net earnings attributable to Jefferies Group divided by beginning of period tangible Jefferies Group member's equity (a non-GAAP measure). Tangible Jefferies Group member's equity (a non-GAAP measure) represents total Jefferies Group member's equity less goodwill and identifiable intangible assets.