

Merchant Banking Net Asset Value Overview

As of November 30, 2018
(\$ Millions)

	Book Value	Estimated Fair Value ^(B)	Basis for Fair Value Estimate
Investments in Public Companies			
Spectrum Brands	\$ 374	\$ 374	Mark-to-market (same for GAAP book value)
HomeFed	338	488	Mark-to-market (equity method for GAAP book value)
Other	263	263	Mark-to-market (same for GAAP book value)
Sub-Total	975	1,125	
Investments in Private Companies			
National Beef	654	695	Income approach, market comparable and market transaction method
Linkem	165	555	Income approach, market comparable and market transaction method
Oil and Gas (Vitesse and JETX)	641	671	Income approach, market comparable and market transaction method
WeWork	254	254	Market transaction method and option pricing theory
Idaho Timber	78	145	Income approach, market comparable and market transaction method
Other ^(A)	558	684	Various
Sub-Total	2,350	3,004	
Total Merchant Banking Business	\$ 3,325	\$ 4,129	

(A) Includes FXCM, Golden Queen, M Science, Foursight and various other investments.

(B) The following table reconciles financial results reported in accordance with generally accepted accounting principles ("GAAP") to non-GAAP financial results. The table above contains non-GAAP financial information to aid investors in viewing our businesses and investments through the eyes of management while facilitating a comparison across historical periods. However, these non-GAAP financial measures should be viewed in addition to, and not as a substitute for, reported results prepared in accordance with GAAP.

Reconciliation of Book Value of Merchant Banking Investments to Estimated Fair Value (\$ Millions)

	Book Value Nov. 30, 2018 (GAAP)	Fair Value Adjustments	Estimated Fair Value Nov. 30, 2018 (Non-GAAP)
Investments in Public Companies			
Spectrum Brands	\$ 374	\$ -	\$ 374
HomeFed	338	150	488
Other	263	-	263
Sub-Total	975	150	1,125
Investments in Private Companies			
National Beef	654	41	695
Linkem	165	390	555
Oil and Gas (Vitesse and JETX)	641	30	671
WeWork	254	-	254
Idaho Timber	78	67	145
Other	558	126	684
Sub-Total	2,350	654	3,004
Total Merchant Banking Business	\$ 3,325	\$ 804	\$ 4,129