

**Jefferies and Company, Inc. (Private Client Services)**  
**520 Madison Ave**  
**New York, NY 10022**

Jefferies and Company, Inc. has prepared this report pursuant to a U.S. Securities and Exchange Commission rule requiring all brokerage firms to make publicly available quarterly reports on their order routing practices. The report provides information on the routing of "non-directed orders" - any order that the customer has not specifically instructed to be routed to a particular venue for execution. For these non-directed orders, Jefferies and Co., Inc. has selected the execution venue on behalf of its customers.

The report is divided into four sections: one for securities qualified for inclusion on The NASDAQ Stock Market; one for securities listed on the New York Stock Exchange; one for securities listed on the American Stock Exchange or regional exchanges; and one for exchange-listed options. For each section, this report identifies the venues most often selected by Jefferies and Co., Inc., sets forth the percentage of various types of orders routed to the venues, and discusses the material aspects of Jefferies and Co., Inc.'s relationship with the venues.

**SEC Rule 606 Quarterly Report for the Quarter Ending December 31, 2007**

**Securities Listed on NYSE Euronext**

**Summary Statistics:**

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	90.40%
Limit orders as percentage of total non-directed orders	9.49%
Other orders as percentage of total non-directed orders	0.11%

**Venues Receiving Significant Percentage of Total Non-Directed Orders:**

1. Jefferies & Co., Inc.	59.71%
2. Knight Capital Markets, L.L.C.	12.41%
3. Automated Trading Desk Financial Services, L.L.C.	8.80%
4. Madoff (Bernard L.) Investment Securities, L.L.C.	5.47%
5. NYSE Euronext	4.96%
6. Citadel Derivatives Group, L.L.C.	4.14%
7. UBS Securities, L.L.C.	2.61%
8. National Financial Services Corporation	1.01%
9. E*Trade Cap MKTS/CHXL Trading	0.80%
10. Chicago Board Options Exchange	0.08%

**Information Concerning Significant Venues:**

1. Jefferies & Co., Inc.<sup>1</sup>

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	57.14%
Limit orders as percentage of total limit orders	83.71%
Other orders as percentage of total other orders	100.00%

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<sup>1</sup> Material aspect to relationship: Jefferies & Co., Inc. stands to share in 100% of profits it generates by trading as principal with its customers' orders.

2. Knight Capital Markets, L.L.C.		
	Types of Orders Routed to Venue:	
	Market orders as percentage of total market orders	13.43%
	Limit orders as percentage of total limit orders	2.81%
	Other orders as percentage of total other orders	0.00%
3. Automated Trading Desk Financial Services, L.L.C.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	9.36%
	Limit orders as percentage of total limit orders	3.65%
	Other orders as percentage of total other orders	0.00%
4. Madoff (Bernard L.) Investment Securities, L.L.C.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	6.05%
	Limit orders as percentage of total limit orders	0.00%
	Other orders as percentage of total other orders	0.00%
5. NYSE Euronext		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	5.02%
	Limit orders as percentage of total limit orders	4.49%
	Other orders as percentage of total other orders	0.00%
6. Citadel Derivatives Group, L.L.C.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	4.37%
	Limit orders as percentage of total limit orders	1.97%
	Other orders as percentage of total other orders	0.00%
7. UBS Securities, L.L.C.		
	Types of Orders Routed to Venue:	
	Market orders as percentage of total market orders	2.60%
	Limit orders as percentage of total limit orders	2.81%
	Other orders as percentage of total other orders	0.00%
8. National Financial Services L.L.C.		
	Types of Orders Routed to Venue:	
	Market orders as percentage of total market orders	1.06%
	Limit orders as percentage of total limit orders	0.56%
	Other orders as percentage of total other orders	0.00%
9. E*Trade Cap MKTS/CHXL Trading		
	Types of Orders Routed to Venue:	
	Market orders as percentage of total market orders	0.89%
	Limit orders as percentage of total limit orders	0.00%
	Other orders as percentage of total other orders	0.00%
10. Chicago Board Options Exchange		
	Types of Orders Routed to Venue:	
	Market orders as percentage of total market orders	0.09%
	Limit orders as percentage of total limit orders	0.00%
	Other orders as percentage of total other orders	0.00%

## Securities Listed on The Nasdaq Stock Market

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	73.34%
Limit orders as percentage of total non-directed orders	26.43%
Other orders as percentage of total non-directed orders	0.23%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1. Jefferies & Co., Inc.	78.92%
2. Knight Equity Markets, L.P.	7.79%
3. UBS Securities, L.L.C.	4.52%
4. Automated Trading Desk Financial Services, L.L.C.	3.15%
5. National Financial Services Corporation	1.90%
6. Citadel Derivatives Group, L.L.C.	1.82%
7. Madoff (Bernard L.) Investment Securities, L.L.C.	0.84%
8. Citigroup Global Markets, Inc.	0.53%
9. Lehman Brothers, Inc.	0.42%
10. Chicago Board Options Exchange	0.11%

### Information Concerning Significant Venues:

1. Jefferies & Co., Inc.<sup>2</sup>

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	80.46%
Limit orders as percentage of total limit orders	74.50%
Other orders as percentage of total other orders	66.67%

2. Knight Equity Markets, L.P.

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	5.77%
Limit orders as percentage of total limit orders	13.40%
Other orders as percentage of total other orders	16.67%

3. UBS Securities, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.48%
Limit orders as percentage of total limit orders	7.49%
Other orders as percentage of total other orders	0.00%

4. Automated Trading Desk Financial Services, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.33%
Limit orders as percentage of total limit orders	2.74%
Other orders as percentage of total other orders	0.00%

5. National Financial Services Corporation

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	2.23%
Limit orders as percentage of total limit orders	1.01%
Other orders as percentage of total other orders	0.00%

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<sup>2</sup> Material aspect to relationship: Jefferies & Co., Inc. stands to share in 100% of profits it generates by trading as principal with its customers' orders.

6. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	2.13%
Limit orders as percentage of total limit orders	0.86%
Other orders as percentage of total other orders	16.67%

7. Madoff (Bernard L.) Investment Securities, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.14%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

8. Citigroup Global Markets, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.73%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

9. Lehman Brothers, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.57%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

10. Chicago Board Options Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.16%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

## Securities Listed on The American Stock Exchange or Regional Exchanges

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	68.77%
Limit orders as percentage of total non-directed orders	31.23%
Other orders as percentage of total non-directed orders	0.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1. Jefferies & Co., Inc.	89.94%
2. Automated Trading Desk Financial Services, L.L.C.	4.35%
3. Knight Capital Markets, L.L.C.	3.30%
4. Archipelago Trading Services, Inc.	1.80%
5. NYSE ARCA	0.30%
6. Citadel Derivatives Group, L.L.C.	0.15%
7. National Financial Services Corporation	0.15%

### Information Concerning Significant Venues:

#### 1. Jefferies & Co., Inc.<sup>3</sup>

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	91.92%
Limit orders as percentage of total limit orders	85.58%
Other orders as percentage of total other orders	0.00%

#### 2. Automated Trading Desk Financial Services, L.L.C.

##### Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.75%
Limit orders as percentage of total limit orders	10.10%
Other orders as percentage of total other orders	0.00%

#### 3. Knight Capital Markets, L.L.C.

##### Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.28%
Limit orders as percentage of total limit orders	3.37%
Other orders as percentage of total other orders	0.00%

#### 4. Archipelago Trading Services, Inc.

##### Types of Orders Routed to Venue :

Market orders as percentage of total market orders	2.62%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

#### 5. NYSE ARCA

##### Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.96%
Other orders as percentage of total other orders	0.00%

#### 6. Citadel Derivatives Group, L.L.C.

##### Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.22%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

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<sup>3</sup> Material aspect to relationship: Jefferies & Co., Inc. stands to share in 100% of profits it generates by trading as principal with its customers' orders.

7. National Financial Services Corporation

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.22%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

## Exchange - Listed Options

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	57.46%
Limit orders as percentage of total non-directed orders	42.54%
Other orders as percentage of total non-directed orders	0.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1. Jefferies & Co., Inc.	34.74%
2. The Chicago Board Options Exchange	25.61%
3. The Philadelphia Stock Exchange	16.70%
4. The International Securities Exchange	8.69%
5. NYSE ARCA	8.24%
6. The Boston Option Exchange	3.79%
7. American Stock Exchange	2.23%

### Information Concerning Significant Venues:

1. Jefferies & Co., Inc.<sup>4</sup>

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	60.47%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

2. The Chicago Board Options Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	15.12%
Limit orders as percentage of total limit orders	39.79%
Other orders as percentage of total other orders	0.00%

3. The Philadelphia Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.69%
Limit orders as percentage of total limit orders	26.18%
Other orders as percentage of total other orders	0.00%

4. The International Securities Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.49%
Limit orders as percentage of total limit orders	15.71%
Other orders as percentage of total other orders	0.00%

5. NYSE ARCA

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	4.26%
Limit orders as percentage of total limit orders	13.61%
Other orders as percentage of total other orders	0.00%

6. The Boston Option Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	5.04%
Limit orders as percentage of total limit orders	2.09%
Other orders as percentage of total other orders	0.00%

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<sup>4</sup> Material aspect to relationship: Jefferies & Co., Inc. stands to share in 100% of profits it generates by trading as principal with its customers' orders.

7. American Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.94%
Limit orders as percentage of total limit orders	2.62%
Other orders as percentage of total other orders	0.00%