Macquarie Group

A$248.86
As of Sun 8 Nov 2026, 12:00 UTC

ASX:MQG	Financials	Country	Australia	PE (Fwd)	17.94	TSR 10Y CAGR	16.48%
Capital Markets		Beta (5Y)	0.94	PE TTM	17.10	TSR TTM	17.51%

Div yield	2.99%	ROTE	16.18%
Mkt cap	A$92.03B	NIM	0.78%

SE Grade™	★☆☆
Value	☆☆☆
Quality	★☆☆
Moat	★★★

Consensus	Reference
$278	*$161*
11.80%	(35.19%)

Buy 5|4|3|1|1



	2H25	1H26	2H26	1H27
Earnings per share				$
	5.53	4.35	8.17	**6.49**
	1.30%	2.83%	47.84%	49.28%
Revenue				$B
	9.294	8.726	11.36	**9.793**
	4.87%	5.30%	22.20%	12.23%
Next earnings				6 Nov

TTM	FYE 31 Mar	AUD	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027E	Trend	5Y	10Y	Peers
21.15	Revenue	$B	9.930	10.52	12.90	13.13	13.35	17.65	19.53	16.78	17.58	20.08	***19.77***		8.50%	8.14%	80
17.37	*Revenue growth*	*%*	–	*5.94*	*22.59*	*1.84*	*1.68*	*32.19*	*10.63*	*(14.07)*	*4.77*	*14.23*	*(1.57)*		*10.63*	*5.94*	17
0.78	*NIM*	*%*	*1.19*	*1.04*	*0.89*	*0.73*	*0.89*	*0.72*	*0.78*	*0.86*	*0.79*	*0.77*	***0.72***		*0.78*	*0.82*	11
60.64	*Effic. R.*	*%*	*73.11*	*70.87*	*68.91*	*67.55*	*66.40*	*61.09*	*62.11*	*71.87*	*69.05*	*63.48*	***60.64***		*63.48*	*68.23*	–
26.00	*Net margin*	*%*	*21.27*	*23.24*	*22.19*	*20.07*	*21.84*	*25.83*	*25.68*	*20.17*	*20.38*	*23.36*	***26.44***		*23.36*	*22.01*	41
17.10	P/E ratio (avg)	x	13.23	13.55	14.69	16.96	15.97	15.33	14.35	19.97	22.45	17.57	***18.65***		17.57	15.65	31
2.767	P/TBV	x	1.921	2.157	2.673	2.513	2.388	2.820	2.453	2.313	2.388	2.436	***2.807***		2.436	2.412	46
2.560	P/B	x	1.796	2.026	2.367	2.123	2.113	2.446	2.170	2.019	2.275	2.286	***2.601***		2.275	2.147	47
4.519	NII	$B	2.185	1.986	1.760	1.859	2.195	2.860	3.028	3.459	3.507	4.151	***4.223***		13.59%	7.39%	–
–	*NII grth*	*%*	–	*(9.11)*	*(11.38)*	*5.62*	*18.07*	*30.30*	*5.87*	*14.23*	*1.39*	*18.36*	***1.74***		*14.23*	*5.87*	11
16.18	*ROTE*	*%*	*14.51*	*15.91*	*18.19*	*14.81*	*14.95*	*18.40*	*17.10*	*11.58*	*10.64*	*13.86*	***15.05***		*13.86*	*14.88*	50
15.42	*Return on equity*	*%*	*13.57*	*15.32*	*16.78*	*13.58*	*13.53*	*18.02*	*16.25*	*10.16*	*10.41*	*13.14*	***14.08***		*13.14*	*13.57*	50
0.95	*Return on assets*	*%*	*1.15*	*1.28*	*1.45*	*1.03*	*1.19*	*1.14*	*1.29*	*0.84*	*0.80*	*0.87*	***0.89***		*0.87*	*1.15*	13
14.55	EPS	$	5.94	6.96	8.15	7.11	7.77	11.73	12.33	8.89	9.52	11.98	***13.34***		9.06%	8.11%	–
50.80	*EPS growth*	*%*	–	*17.27*	*17.00*	*(12.70)*	*9.18*	*50.97*	*5.20*	*(27.90)*	*7.06*	*25.84*	***5.30***		*7.06*	*9.18*	82
97.21	Bookvalue per sh	$	43.77	46.59	50.57	56.84	58.72	73.45	81.54	87.96	93.95	92.11	***95.69***		9.42%	8.62%	–
89.93	TBV/sh	$	40.93	43.77	44.79	48.02	51.95	63.73	72.13	76.79	89.51	86.46	***88.67***		10.72%	8.66%	–
7.45	Dividend per sh	$	4.70	5.25	5.75	4.30	4.70	6.22	7.50	6.40	6.50	7.00	***7.35***		8.29%	4.53%	–
2.99	*Div yield (avg)*	*%*	*5.98*	*5.56*	*4.80*	*3.56*	*3.79*	*3.46*	*4.24*	*3.60*	*3.04*	*3.32*	***2.95***		*3.46*	*3.70*	58
50.81	*Payout ratio*	*%*	*72.92*	*70.61*	*66.24*	*56.24*	*57.00*	*50.54*	*56.98*	*70.22*	*66.63*	*55.25*	***55.08***		*56.98*	*61.62*	46
369.8	Shares (diluted)	M	355.6	351.1	351.2	370.6	375.4	388.8	406.6	380.6	376.3	391.6	***391.6***		0.85%	1.08%	33
(0.48)	*Buyback yield*	*%*	–	*1.28*	*(0.05)*	*(5.50)*	*(1.32)*	*(3.56)*	*(4.57)*	*6.39*	*1.13*	*(4.06)*	***–***		*(3.56)*	*(1.32)*	33
6.45	*Eq/Assets*	*%*	*9.44*	*9.50*	*9.29*	*8.52*	*9.10*	*7.22*	*8.79*	*8.43*	*8.04*	*6.82*	***6.45***		*8.04*	*8.65*	14
578.3	Assets	$B	182.9	191.3	197.8	255.8	245.7	399.2	387.9	403.4	445.2	540.1	***589.6***		17.07%	12.79%	86
133.5	LT debt	$B	69.11	70.33	67.76	90.10	81.00	123.5	99.59	107.8	112.1	128.8	***135.7***		9.72%	7.16%	83

Peers (US$63.21B)	Cap (US$)	PE
Computershare Limited	17.08B	27.87x
Washington H. Soul…	12.38B	8.092x
IREN Limited	9.183B	–
CITIC Securities…	56.32B	10.47x

Capital	TTM	5Y	10Y
Tang eq %	5.88	7.25	7.56
LT debt %	23.08	25.68	31.96
Cash %	3.74	6.32	6.37
Sh yield %	2.51	(0.10)	2.47

Owners		
Insiders/Inst %	0.42	35.57
Short interest %		–
SBC / revenue %		4.09

Record	10Y
Profitable years	10/10
Revenue growth years	8/9
EPS growth years	7/9
Dividend streak yrs	1
ROE range %	10–18
$1 test x	4.3
Incr. ROIC %	–

Macquarie's first half of FY2027 was carried by asset sales and trading. Diluted EPS rose 49.3% on the year, well ahead of a five-year compound rate of 9.1%. The AirFinance realization and gains on asset sales lifted Macquarie Asset Management, and oil trading plus client risk management raised commodities income. Macquarie Capital moved the other way, held back by the timing of equity realizations and lower prepayment income. The stock is priced above what its results support: SE fair value of A$162 is 34.9% below the price.

Revenue growth is slowing, to 12.2% in the half from 22.2% in the second half of FY2026. FY2027 guidance was mixed. Management maintained its call for higher asset management income, subject to realization timing, and for slightly higher commodities and markets income. It lowered its outlook for Macquarie Capital and introduced guidance for slightly lower banking margins. Analysts pressed on second-half realizations, and management said assets can be held if markets are weak. The CEO noted, "Our loss ratio is 0.3%." The plan includes growing private credit funds and continued technology spending.

Consensus agrees with that slower pace. It sees FY2027 EPS growth of 5.3% on revenue down 1.6%, then EPS growth of 4.0% in FY2028. That is a sharp step down from a half in which earnings jumped. The lowered Macquarie Capital outlook and slightly lower banking margins point the same way. Our own projection sits above consensus on both revenue and EPS, but with wide intervals. At today's price, the market is paying for growth closer to our numbers than to the analysts' modest path, and that leaves little room for realizations to slip.

Returns have eased over three years. Return on tangible equity moved from 17.1% in FY2023 to 13.9% in FY2026. Net margin is 26.0%, in line with its five-year median, down 2.3 points over three years and at the 41st percentile of peers. Return on assets is steady at 1.0% and below the peer median. Net interest margin is steady at 0.8%. What holds Quality back is the thin spread of return on equity over the cost of equity, along with a share count that rose over the past year.

SE fair value and the analyst target point opposite ways. The star- and recency-weighted average analyst target sits 11.8% above the price, while SE fair value of A$162 is 34.9% below the price, with high confidence. Trailing P/E of 17.1x is above the 10-year own median of 15.7x, so the shares already trade rich to their own history. For the price to hold, results must keep beating the model's base case. Realizations would need to land in the second half as management expects. A further slide in return on tangible equity would show they are not.

The SE Score is ½ of 3. Quality earns one star because return on equity of about 12% clears a 9.7% cost of equity by only around two points, and equity is a thin share of assets. Moat earns three stars: return on equity topped 12% in eight of ten years, and each retained dollar created A$4.28 of market value. Value earns no stars, with the price well above SE fair value. That lowered the business tier one notch to the half rung.

H1 2027

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Profit by segment	Profit	Trend	Revenue	Rel margin
Commodities and Global…	42.27%		40.79%	1.04×
Macquarie Asset…	26.22%		24.74%	1.06×
Banking and Financial…	16.18%		18.47%	0.88×

Revenue by region	Top 3 81%	Trend
United States	32.85%	
Australia & NZ	28.88%	
United Kingdom	19.70%	

Reinvestment returns	10Y median	Trend
Retention rate	25.58%	
Return on capital	13.57%	
Spread over hurdle	3.87%	

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