

GOLDMAN SACHS NYSE-GS					RECENT PRICE	164.91	P/E RATIO	10.7 (Trailing: 10.9 Median: 9.5)	RELATIVE P/E RATIO	0.57	DIV'D YLD	1.3%	VALUE LINE															
TIMELINESS	3	Lowered 3/28/14	High: 100.8	110.9	135.0	206.7	250.7	215.0	193.6	186.4	175.3	129.7	177.4	181.1														
SAFETY	2	Raised 4/18/14	Low: 61.0	83.3	94.8	124.2	157.4	47.4	59.1	129.5	84.3	90.4	129.6	151.6														
TECHNICAL	3	Lowered 6/27/14	LEGENDS — 1.3 x Book value p sh Relative Price Strength Options: Yes Shaded area indicates recession																									
BETA	1.15	(1.00 = Market)																										
2017-19 PROJECTIONS																												
Price	295	Gain (+80%)	Ann'l Total																									
High	220		Return																									
Low	220	(+35%)	16%																									
Insider Decisions																												
A	S	O	N	D	J	F	M	A																				
to Buy	0	0	0	0	0	0	0	0																				
Options	0	0	2	1	0	2	3	0																				
to Sell	0	0	2	3	0	1	3	0																				
Institutional Decisions																												
3Q2013	4Q2013	1Q2014																										
to Buy	357	424	416																									
to Sell	448	450	442																									
Hld's(000)	306564	316240	307904																									
Percent shares traded																												
45																												
30																												
15																												
1998 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009 2010 2011 2012 2013 2014 2015																												
52.64	56.25	68.26	65.38	48.32	49.94	61.87	99.52	168.06	222.19	121.07	100.31	90.57	75.79	89.57	91.57	90.80	100.25	Revenues per sh ^A	117.65									
9.2%	9.9%	11.3%	14.7%	21.6%	8.1%	8.8%	7.1%	6.5%	5.3%	8.7%	7.9%	7.7%	10.2%	7.5%	7.9%	9.0%	8.0%	Commissions	8.0%									
8.9%	22.7%	19.7%	20.0%	17.7%	36.2%	40.1%	35.6%	34.6%	33.7%	15.1%	55.8%	44.8%	7.6%	14.0%	17.1%	42.0%	45.0%	Principal Trans	32.0%									
14.9%	17.1%	16.1%	11.8%	11.2%	10.1%	11.0%	8.2%	8.0%	8.5%	9.6%	9.2%	10.4%	11.8%	11.8%	14.6%	14.5%	16.5%	Invest Banking	14.5%									
66.7%	50.1%	52.7%	53.3%	49.3%	45.5%	39.9%	48.9%	50.7%	52.2%	66.5%	26.9%	26.7%	57.5%	27.3%	22.9%	26.0%	26.5%	Interest Income	41.5%									
.3%	.2%	.2%	.2%	.2%	.1%	.2%	.2%	.2%	.3%	.1%	.2%	10.4%	12.9%	39.4%	37.5%	8.5%	4.0%	Other	4.0%									
2.62	5.27	6.35	4.26	4.03	5.87	8.92	11.21	19.69	24.73	4.47	22.13	14.90	4.51	14.13	15.46	15.40	16.00	Earnings per sh ^{AB}	23.50									
--	.24	.48	.48	.48	.74	1.00	1.00	1.40	1.40	1.52	1.05	1.40	1.40	1.77	2.05	2.20	2.36	Div'ds Decl'd per sh ^C	2.60									
14.95	22.50	34.19	38.28	40.18	45.73	52.00	60.21	79.21	100.28	108.23	123.77	138.71	138.59	149.45	159.66	179.10	186.90	Book Value per sh	215.20									
427.00	450.86	483.47	476.23	472.94	473.02	482.30	436.01	412.67	395.91	442.54	515.11	507.53	485.47	465.15	446.36	450.00	440.00	Common Shs Outst'g ^D	425.00									
--	12.5	15.1	21.1	19.7	13.7	10.8	9.9	7.9	8.5	36.9	6.3	10.4	29.1	7.9	10.2	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	11.0									
--	.71	.98	1.08	1.08	.78	.57	.53	.43	.45	2.22	.42	.66	1.83	.50	.57			Relative P/E Ratio	.75									
--	.4%	.5%	.5%	.6%	.9%	1.0%	.9%	.9%	.7%	.9%	.7%	.9%	1.1%	1.6%	1.3%			Avg Ann'l Div'd Yield	1.0%									
CAPITAL STRUCTURE as of 3/31/14																												
ST Borrowings \$46.4 bill.															29839	43391	69353	87968	53579	51673	45967	36793	41664	40874	40850	44120	Total Revenues (\$mill) ^A	50000
LT Debt \$165.6 bill.															4553.0	5626.0	9537.0	11599	2322.0	13385	9363.0	4442.0	7475.0	8040.0	6950	7070	Net Profit (\$mill)	9990
(Total int. cov.: 2.8x)															31.8%	32.0%	34.5%	34.1%	.6%	32.5%	27.4%	28.0%	33.3%	31.5%	30.0%	30.0%	Income Tax Rate	30.0%
Leases, Uncapitalized Annual rentals \$387 mill.															15.3%	13.0%	13.8%	13.2%	4.3%	25.9%	20.4%	12.1%	17.9%	19.7%	17.0%	16.0%	Net Profit Margin	20.0%
No Defined Pension Benefit Plan															80696	100007	173266	229884	168220	185085	174399	173545	167305	160965	157000	155000	Long-Term Debt	160000
Pfd Stock \$7200 mill. Pfd Div'd \$314.0 mill.															25079	28002	35786	42800	64369	70714	77356	70379	75716	78467	80600	82245	Shr. Equity (\$mill)	91450
Common Stock 447,176,397 shs.															6.0%	9.0%	9.4%	8.9%	7.7%	6.4%	4.8%	2.9%	3.9%	4.8%	3.0%	3.0%	Return on Total Cap'l	4.0%
as of 4/25/14															18.2%	20.1%	26.7%	27.1%	3.6%	18.9%	12.1%	6.3%	9.9%	10.2%	8.5%	8.5%	Return on Shr. Equity	11.0%
MARKET CAP: \$73.7 billion (Large Cap)															16.2%	19.5%	26.9%	27.1%	3.1%	17.5%	11.3%	2.5%	9.2%	9.5%	7.5%	7.5%	Retained to Com Eq	10.0%
															11%	9%	8%	7%	37%	16%	15%	62%	15%	16%	14%	15%	All Div'ds to Net Prof	11%
BALANCE SHEET																												
(SMILL.)																												
Cash Assets	122340	110804	119038																									
Securities Owned	278227	326298	325768																									
Other	537988	474405	470859																									
Total Assets	938555	911507	915665																									
ST Financials	44304	44692	46391																									
LT Borrowings	167305	160965	165627																									
Other	608835	627383	624548																									
Total Liab.	820444	833040	836566																									
ANNUAL RATES																												
of change (per sh)																												
10 Yrs.	Past	Past	Est'd '10-'12																									
Revenues	6.0%	8.0%	5.5%																									
Earnings	11.5%	10.0%	13.0%																									
Dividends	18.5%	7.5%	4.0%																									
Book Value	18.0%	18.5%	6.5%																									
Cal-endar	QUARTERLY REVENUES (\$ mill.) ^A												Full Year															
	Mar.Per	Jun.Per	Sep.Per	Dec.Per																								
2011	13643	9549	5585	8016									36793															
2012	11801	8592	10144	11127									41664															
2013	11773	10449	8280	10372									40874															
2014	10885	10500	9215	10250									40850															
2015	12650	10515	9520	11435									44120															
Cal-endar	EARNINGS PER SHARE ^{AB}												Full Year															
	Mar.Per	Jun.Per	Sep.Per	Dec.Per																								
2011	1.56	1.85	d.84	1.84									4.51															
2012	3.92	1.78	2.85	5.60									14.13															
2013	4.29	3.70	2.88	4.59									15.46															
2014	4.02	3.70	3.00	4.68									15.40															
2015	4.50	3.25	3.20	5.05									16.00															
Cal-endar	QUARTERLY DIVIDENDS PAID ^C												Full Year															
	Mar.31	Jun.30	Sep.30	Dec.31																								
2010	.35	.35	.35	.35									1.40															
2011	.35	.35	.35	.35									1.40															
2012	.35	.46	.46	.50									1.77															
2013	.50	.50	.50	.55									2.05															
2014	.55	.55																										
BUSINESS: The Goldman Sachs Group, Inc. is a global investment banking and securities firm. Operates in four business segments: Investment Banking (18% of '13 revenues), Institutional Client Services (46%), Investing & Lending (21%), and Investment Management (15%). 42% of '13 revenues came from outside the Americas. Has \$919 billion in assets under management. Acq. Ayco, 7/03;																												
Spear, Leads, & Kellogg, 10/00. Has about 32,900 employees. Parties to Shareholders Agreement c/o G.S. own 9.5% of stock; BlackRock, 5.1%; State Street: 5.4%; off/dir., 3.4% (4/14 Proxy). Chair/CEO: Lloyd C. Blankfein. Pres.: Gary D. Cohn. Inc.: DE. Address: 200 West St., New York, NY 10004. Telephone: 212-902-1000. Internet: www.gs.com.																												
Shares of Goldman Sachs have risen slightly in price since our April report, on solid first-quarter profits. The global investment banking behemoth posted earnings per share of \$4.02 in the period, slightly above our previous projection of \$4.00 a share. Performance was helped by a 41% rise in financial advisory revenues, due to an increase in client activity in Europe, as that market has begun to recover from years of financial crises and flat-to-negative growth. We expect second-quarter share net to come in flat, year over year. The company was set to release second-quarter earnings shortly after this report went to press. One area to watch will be fixed-income revenues, which have struggled in recent quarters. Despite the stock's Above-Average Safety rank (2), there are some long-term risks here. The main long-term risk to the company appears to be implementation of the Volcker rule, which is being interpreted and put into practice by regulators pursuant to the Dodd-Frank Wall Street Reform Act, passed in the aftermath of the financial crisis of 2008. The rule is meant to limit banks' ability to trade on their own accounts, a practice colloquially known as proprietary trading, as well as restricting them from investing in hedge funds. With Goldman Sachs' traditional focus on investment banking, and a disproportionately high amount of its revenues coming from trading activity, the rule is likely to have a larger impact on it than on other banks. On the bright side, the company's financial position is strong, reducing financial risk. The firm maintains a Tier 1 capital ratio of 16.3% and a common equity Tier 1 ratio of 14.6%. While the more-conservative balance sheet has affected profitability since the financial crisis, the risk of another 2008-style crash is significantly reduced. These shares maintain above-average long-term appreciation potential despite the recent run-up in price. The P/E ratio is substantially below the Value Line median for all stocks, which leaves strong growth potential in the coming years. However, with an Average rank for Timeliness (3), the stock does not stand out for year-ahead performance. Adam J. Platt July 18, 2014																												