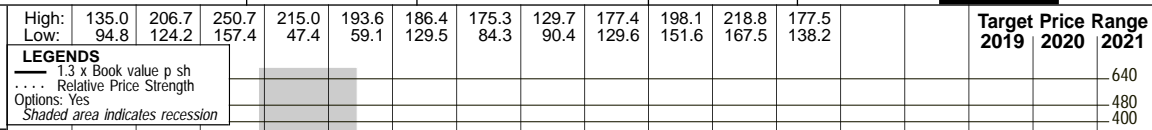


GOLDMAN SACHS NYSE-GS

RECENT PRICE **162.27** P/E RATIO **9.1** (Trailing: 11.6 Median: 10.0) RELATIVE P/E RATIO **0.49** DIV'D YLD **1.6%** VALUE LINE

TIMELINESS 3 Raised 10/7/16
SAFETY 2 Raised 4/18/14
TECHNICAL 4 Raised 10/7/16
BETA 1.30 (1.00 = Market)



2019-21 PROJECTIONS

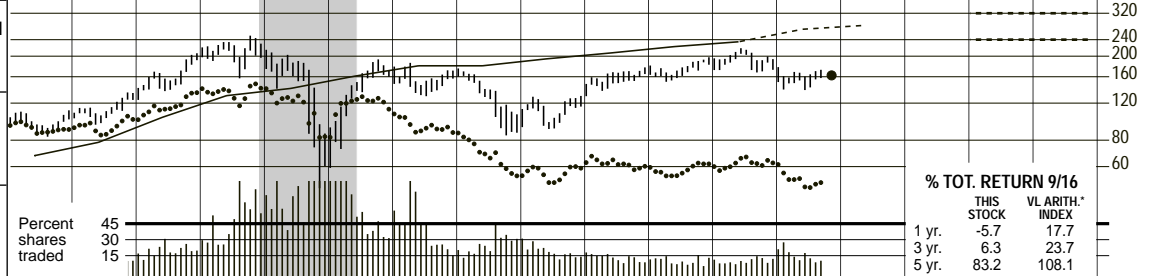
	Price	Gain	Ann'l Total Return
High	320	(+95%)	20%
Low	240	(+50%)	12%

Insider Decisions

	D	J	F	M	A	M	J	J	A
to Buy	0	0	0	0	0	0	0	0	0
Options	0	11	0	0	0	0	0	0	0
to Sell	0	0	0	0	0	0	0	0	1

Institutional Decisions

	4Q2015	1Q2016	2Q2016
to Buy	446	504	439
to Sell	474	476	512
Hlds(000)	300862	315447	288525



2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	© VALUE LINE PUB. LLC	19-21
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	93.16	93.47	94.00	103.60	Revenues per sh ^A	127.00
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%	8.2%	8.4%	8.0%	8.0%	Commissions	8.0%
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%	16.4%	12.7%	45.0%	35.0%	Principal Trans	32.0%
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%	16.1%	17.9%	16.5%	16.5%	Invest Banking	14.5%
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%	20.8%	24.2%	26.5%	31.5%	Interest Income	41.5%
2%	2%	2%	1%	2%	2%	2%	3%	1%	2%	10.4%	12.9%	39.4%	37.5%	38.5%	36.8%	4.0%	9.0%	Other	4.0%
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	17.07	18.32	16.50	18.50	Earnings per sh ^{AB}	25.40
.48	.48	.48	.74	1.00	1.00	1.40	1.40	1.52	1.05	1.40	1.40	1.77	2.05	2.25	2.55	2.80	2.95	Div'ds Decl'd per sh ^C	3.45
34.19	38.28	40.18	45.73	52.00	60.21	79.21	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	216.90	226.50	Book Value per sh	232.40
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	430.26	419.48	415.00	415.00	Common Shs Outst'g ^D	425.00
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	10.2	10.5	<i>Bold figures are Value Line estimates</i>		Avg Ann'l P/E Ratio	11.0
.98	1.08	1.08	.78	.57	.53	43	45	2.22	42	.66	1.83	.50	.57	.54	.53			Relative P/E Ratio	.75
.5%	.5%	.6%	.9%	1.0%	.9%	.9%	.7%	.9%	.7%	.9%	1.1%	1.6%	1.3%	1.3%	1.3%			Avg Ann'l Div'd Yield	1.2%

CAPITAL STRUCTURE as of 6/30/16
ST Borrowings \$42.9 bill.
LT Debt \$183.7 bill.
 (Total int. cov.: 2.8x)

Leases, Uncapitalized Annual rentals \$317 mill.
No Defined Pension Benefit Plan

Pfd Stock \$11200 mill. **Pfd Div'd** \$515.0 mill.
Common Stock 405,461,645 shs.
 as of 7/22/16
MARKET CAP: \$65.8 billion (Large Cap)

69353	87968	53579	51673	45967	36793	41664	40874	40085	39208	39000	43000	Total Revenues (\$mill) ^A	53975
9537.0	11599	2322.0	13385	9363.0	4442.0	8040.0	8477.0	8477.0	8933.0	6850	7680	Net Profit (\$mill)	10795
34.5%	34.1%	.6%	32.5%	27.4%	28.0%	33.3%	31.5%	31.4%	25.4%	30.0%	30.0%	Income Tax Rate	30.0%
13.8%	13.2%	4.3%	25.9%	20.4%	12.1%	17.9%	19.7%	21.1%	22.8%	17.6%	17.9%	Net Profit Margin	20.0%
173266	229884	168220	185085	174399	173545	167305	160965	167571	175422	155000	155000	Long-Term Debt	160000
35786	42800	64369	70714	77356	70379	75716	78467	82797	86728	90000	94000	Shr. Equity (\$mill)	98765
9.4%	8.9%	7.7%	6.4%	4.8%	2.9%	3.9%	4.8%	4.5%	4.4%	3.0%	3.0%	Return on Total Cap'l	4.0%
26.7%	27.1%	3.6%	18.9%	12.1%	6.3%	9.9%	10.2%	10.2%	10.3%	7.5%	8.0%	Return on Shr. Equity	11.0%
26.9%	27.1%	3.1%	17.5%	11.3%	2.5%	9.2%	9.5%	9.5%	9.6%	6.5%	7.0%	Retained to Com Eq	9.5%
8%	7%	37%	16%	15%	62%	15%	16%	17%	19%	17%	16%	All Div'ds to Net Prof	14%

BALANCE SHEET

	2014	2015	6/30/16
Cash Assets	109316	131943	167913
Securities Owned	288660	293004	297790
Other	458264	436448	431140
Total Assets	856240	861395	896843
ST Financings	44540	42787	42854
LT Borrowings	167571	175422	183732
Other	561332	556458	583743
Total Liab.	773443	774667	810329

BUSINESS: The Goldman Sachs Group, Inc. is a global investment banking and securities firm. Operates in four business segments: Investment Banking (21% of '15 revenues), Institutional Client Services (45%), Investing & Lending (16%), and Investment Management (18%). 44% of '15 revenues came from outside the Americas. Has over \$1 trillion in assets under management. Acq. Ayco, 7/03;

Spear, Leads, & Kellogg, 10/00. Has about 34,000 employees. Parties to Shareholders Agreement c/o G.S. own 7.2% of stock; BlackRock, 6.4%; State Street: 5.2%; off/dir., 3.1% (4/16 Proxy). Chairman/CEO: Lloyd C. Blankfein. President: Gary D. Cohn. Incorporated: DE. Address: 200 West St., New York, NY 10282. Telephone: 212-902-1000. Internet: www.gs.com.

ANNUAL RATES Past 10 Yrs. Past 5 Yrs. Est'd '13-'15 of change (per sh)

	10 Yrs.	5 Yrs.	8.0%	5.5%
Revenues	6.0%	8.0%	8.0%	5.5%
Earnings	11.5%	10.0%	13.0%	13.0%
Dividends	18.5%	7.5%	4.0%	4.0%
Book Value	18.0%	18.5%	6.5%	6.5%

QUARTERLY REVENUES (\$ mill.) ^A

Cal-endar	Mar.Per	Jun.Per	Sep.Per	Dec.Per	Full Year
2013	11773	10449	8280	10372	40874
2014	10885	10704	9635	8861	40085
2015	11793	10556	8138	8721	39208
2016	7803	9708	10700	10789	39000
2017	10000	10500	11000	11500	43000

EARNINGS PER SHARE ^{AB}

Cal-endar	Mar.Per	Jun.Per	Sep.Per	Dec.Per	Full Year
2013	4.29	3.70	2.88	4.59	15.46
2014	4.02	4.10	4.57	4.38	17.07
2015	5.94	4.75	2.90	4.68	18.32
2016	2.68	3.72	5.00	5.10	16.50
2017	4.00	4.00	5.00	5.50	18.50

QUARTERLY DIVIDENDS PAID ^C

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2012	.35	.46	.46	.50	1.77
2013	.50	.50	.50	.55	2.05
2014	.55	.55	.55	.60	2.25
2015	.60	.65	.65	.65	2.55
2016	.65	.65	.65	.65	2.55

Shares of Goldman Sachs have risen in price since our July report. This was largely due to better-than-expected second-quarter results. Revenues of \$9.708 billion were below those of the year-earlier period, but handily eclipsed our earlier estimate of \$9.3 billion. Meanwhile, earnings per share of \$3.72 were stronger than our estimate of \$3.50, despite being down from \$4.75 in the previous year.

The impressive performance came in spite of difficult operating conditions. Indeed, widespread global uncertainty hurt the prices across many of the global investment banking giant's asset classes. Of particular concern was the passage by referendum of the United Kingdom's decision to leave the European Union (colloquially known as Brexit). The surprise move not only poses some broad risks to the British economy, but also raised fears about its financial sector, as London is a major global financial hub of importance to the entire investment banking sector. Indeed, GS shares tumbled to a 52-week low in the days following the Brexit vote, but rebounded steadily in the following weeks, buoyed by Goldman's surprisingly

solid second-quarter results. **We have left our full-year 2016 and 2017 revenue and earnings-per-share estimates unchanged.** Despite the better-than-expected June-ended period, volatility and headwinds are likely to persist. Countries across the developed world are seeing lackluster economic growth and low inflation (and in some cases outright deflation) despite very low (and in some cases even negative) interest rates. Thus, the investment banking industry is unlikely to see a surge in revenues or earnings in the near term. The stock holds an Average rank (3) for Timeliness, indicating that it is likely to perform in line with the broader equity market averages.

These shares have above-average long-term appreciation potential. Despite the run-up in share price over the past three months, GS shares are still down substantially over the year, and the historically low P/E ratio may indicate bargain potential if earnings grow according to our expectations out to 2019-2021. However, the below-average dividend yield does not entice.

Adam J. Platt
October 14, 2016

(A) Fiscal year ends on last Friday in Dec. Prior to fiscal 2009, year ended on last Friday in Nov. Data for stub period (Nov. 28, 2008 - Dec. 27, 2008) incl.: Revenues, \$1,185 million; earnings, (\$2.15). (B) Dil. eps. Excl. n/r gains/(losses): '00, (35c); '10, (\$1.72). Earnings may not sum due to changes in the number of shares out. Next eps. report due late Oct. (C) Div'd historically paid in late Feb., May, Aug., and Nov. (D) In millions.

Company's Financial Strength A++
Stock's Price Stability 65
Price Growth Persistence 25
Earnings Predictability 40

© 2016 Value Line, Inc. All rights reserved. Factual material is obtained from sources believed to be reliable and is provided without warranties of any kind. THE PUBLISHER IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS HEREIN. This publication is strictly for subscriber's own, non-commercial, internal use. No part of it may be reproduced, resold, stored or transmitted in any printed, electronic or other form, or used for generating or marketing any printed or electronic publication, service or product.

To subscribe call 1-800-VALUELINE