

GOLDMAN SACHS (JERSEY) LIMITED

UNAUDITED HALF-YEARLY FINANCIAL REPORT

26 JUNE 2009

GOLDMAN SACHS (JERSEY) LIMITED

MANAGEMENT REPORT

1. Principal activities

Goldman Sachs (Jersey) Limited ('the company') acts as an issuer of securitised derivatives in a number of European markets. The company operates in a US Dollar environment as part of The Goldman Sachs Group, Inc.. Accordingly, the company's functional currency is US Dollars and these financial statements have been prepared in that currency.

2. Review of business and future developments

During the period, the company changed its accounting reference date to 31 December 2009 to be consistent with the accounting reference date of The Goldman Sachs Group Inc.. Accordingly, the accounting reference period has been extended to 13 months ending 31 December 2009. Consequently, the financial statements have been drawn up for the 30 week period ended 26 June 2009 and comparative information has been presented for the 30 week period ended 27 June 2008.

The profit and loss account for the period is set out on page 2. The profit on ordinary activities before taxation was US \$8,000 (30 week period ended 27 June 2008: profit of US \$687,000). The company has net assets of US \$2,414,000 (28 November 2008: US \$2,408,000).

The company did not issue any warrants in the period (30 week period ended 27 June 2008: 732 warrants issued). As a result, net operating income and administrative expenses decreased significantly during the period.

Principal risks and uncertainties

The company is exposed to a variety of risks that are substantial and inherent in its businesses. The key business risks affecting the company are:

- Economic and market risk – as an issuer of securitized derivatives, the company is exposed to unfavourable or uncertain market conditions which may adversely affect the business and the profitability of the company.
- Credit risk – the company holds over-the-counter derivatives entered into with a fellow group subsidiary, to offset the risk arising from the issuance of warrants.

Risk management

We seek to monitor and control our risk exposure through a risk and control framework encompassing a variety of separate, but complementary, financial, credit, operational, compliance and legal reporting systems, internal controls, management review process and other mechanisms. In addition, refer to the financial risk management note (note 4 in notes to financial statements), below.

Future outlook

The directors consider that the period end financial position of the company was satisfactory. No significant change in the company's principal business activity is expected.

3. Responsibility statement

The financial statements have been prepared in accordance with the Accounting Standards Board guidance on 'half-yearly financial reports' and that the interim management report herein includes a fair review of the information required by the FSA's Disclosure and Transparency Rules 4.2.7 R and 4.2.8 R.



R. Taylor
Director
3 September 2009

GOLDMAN SACHS (JERSEY) LIMITED

PROFIT AND LOSS ACCOUNT (UNAUDITED) for the 30 week period ended 26 June 2009

	30 week period ended 26 June 2009 US\$'000	30 week period ended 27 June 2008 US\$'000	52 week period ended 28 November 2008 US\$'000
Net operating income	-	14,208	14,208
Administrative income / (expenses)	8	(13,521)	(13,323)
OPERATING PROFIT AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	8	687	885
Taxation on profit on ordinary activities	(2)	(197)	(255)
PROFIT AFTER TAXATION AND FOR THE PERIOD	6	490	630

The operating profit of the company is derived from continuing operations.

The company has no recognised gains and losses other than those included in the profit for the period shown above, and therefore no separate statement of total recognised gains and losses has been presented

BALANCE SHEET (UNAUDITED) as at 26 June 2009

	Note	26 June 2009 US\$'000	28 November 2008 US\$'000
CURRENT ASSETS			
Debtors	5	3,085	3,023
		3,085	3,023
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6	(671)	(615)
NET CURRENT ASSETS AND NET ASSETS		2,414	2,408
CAPITAL AND RESERVES			
Stated capital account		50	50
Profit and loss account		2,364	2,358
TOTAL SHAREHOLDER'S FUNDS		2,414	2,408

The notes on pages 4 to 5 form part of these financial statements.

GOLDMAN SACHS (JERSEY) LIMITED

CASH FLOW STATEMENT for the 30 week period ended 26 June 2009

	Note	30 week period ended 26 June 2009 US\$'000	52 week period ended 28 November 2008 US\$'000
Net cash inflow from operating activities	7	18	3,156
Taxation		44	(177)
CASH INFLOW BEFORE FINANCING ACTIVITIES		62	2,979
INCREASE IN CASH AND CASH EQUIVALENTS IN THE PERIOD	8	62	2,979

The notes on pages 4 to 5 form part of these financial statements.

GOLDMAN SACHS (JERSEY) LIMITED

NOTES TO FINANCIAL STATEMENTS – 26 JUNE 2009

1. BASIS OF PREPARATION

These financial statements for the 30 week period ended 26 June 2009 have been prepared in accordance with the Disclosure and Transparency Rules of the FSA and the Accounting Standards Board guidance on 'half-yearly financial reports'. The financial statements should be read in conjunction with the financial statements for the 52 week period ended 28 November 2008 which have been prepared in accordance with applicable accounting standards.

2. ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the financial statements for the 52 week period ended 28 November 2008, as described in those financial statements.

3. NET OPERATING INCOME

Net operating income has been disclosed instead of turnover as this reflects more meaningfully the nature and results of the company's activities which comprises fees and commissions earned as an issuer of covered warrants.

The change in fair value of the covered warrants issued has been fully offset against the change in fair value of the inventory. It is not practicable and moreover the directors believe it would be misleading to quantify the gross figures and they have therefore not been disclosed.

4. FINANCIAL RISK MANAGEMENT

Normal trading activities expose the company to market and credit risk. These risks are mitigated by entering into derivative contracts with its parent undertaking, Goldman Sachs International.

5. DEBTORS

	26 June 2009 US\$'000	28 November 2008 US\$'000
Cash and cash equivalents	3,085	3,023

Cash and cash equivalents represent cash balances held on account by a fellow group undertaking.

6. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	26 June 2009 US\$'000	28 November 2008 US\$'000
Corporation tax payable	5	5
Group relief payable	627	581
Other creditors and accruals	39	29
	671	615

GOLDMAN SACHS (JERSEY) LIMITED

NOTES TO FINANCIAL STATEMENTS – 26 JUNE 2009

7. RECONCILIATION OF OPERATING PROFIT TO NET CASH FLOW FROM OPERATING ACTIVITIES

	30 week period ended 26 June 2009 US\$'000	52 week period ended 28 November 2008 US\$'000
Operating profit	8	885
Decrease in debtors	-	2,262
Increase in other creditors	10	9
Net cash inflow from operating activities	18	3,156

8. RECONCILIATION OF NET CASH TO MOVEMENT IN NET FUNDS

	30 week period ended 26 June 2009 US\$'000	52 week period ended 28 November 2008 US\$'000
Increase in cash and cash equivalents in the period	62	2,979
Change in net funds	62	2,979
Opening net funds	3,023	44
Closing net funds	3,085	3,023

9. ANALYSIS OF CHANGES IN NET FUNDS

	At 28 November 2008 US\$'000	Cash flows US\$'000	Other non- cash changes US\$'000	At 26 June 2009 US\$'000
Cash and cash equivalents	3,023	(4)	66	3,085
Net funds	3,023	(4)	66	3,085

10. SEGMENTAL REPORTING

All operating income arises from the company's principal activities as an issuer of securitised derivatives. The company's activities are managed as a single business and geographic segment. Accordingly, no segmental analysis has been provided.

11. RELATED PARTY DISCLOSURES

Under the terms of paragraph 3(c) of FRS 8, 'Related Party Disclosures', the company is exempt from disclosing transactions with fellow group companies. There were no other related party transactions requiring disclosure.

12. ULTIMATE AND IMMEDIATE PARENT UNDERTAKINGS

The immediate parent undertaking is Goldman Sachs International and the parent company of the smallest group for which consolidated financial statements are prepared is Goldman Sachs Group Holdings (U.K.), companies registered in England and Wales.

The ultimate parent undertaking and the parent company of the largest group for which consolidated financial statements are prepared is The Goldman Sachs Group, Inc.. The principal place of business, from which copies of its accounts can be obtained, is 85 Broad Street, New York, NY 10004, United States of America. This company is incorporated in the United States of America.