Goldmans Sachs Bank (Europe) plc - Pillar 3 Disclosures 31st December 2008

Table 1 - Capital adequacy and components of capital

Tier 1 Capital - Original Own Funds	**€'m**	**€'m**
Paid-up Share Capital		197
Tier 2 Capital - Additional Own Funds		
Subordinated Loan Capital		97
Total Capital / Total Own Funds		294
Capital Requirements		
Credit Risk - Standardised Approach		
Central Government & Central Bank	0	
Institutions	8	
Corporates	41	
	48	
Foreign Exchange Risk	0.4	
Operational Risk	15	
Total Capital Requirements		63
Surplus Capital		230
Risk Weighted Assets		794
Tier 1 Capital Ratio		25%
Total Capital Ratio		37%

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Table 2 - Credit Exposure by exposure class and related capital requirement

Exposure Class	Gross Exposure €'m	Exposure Value after CRM* €'m	Risk weighted Exposure €'m	Capital Requirement €'m
Central governments or central banks	610	128	0	**0**
Institutions	4,407	491	98	**8**
Corporates	2,014	741	507	**41**
Total	**7,032**	**1,361**	**605**	**48**

* CRM = Credit Risk Mitigation

Table 3 - Credit quality step analysis by exposure class

Exposure Class	Credit Quality Step 1 (€'m)	Credit Quality Step 2 (€'m)	Credit Quality Step 3 (€'m)	Credit Quality Step 4 (€'m)	Credit Quality Step 5 (€'m)	Credit Quality Step 6 (€'m)	Total
Central governments or central banks	128						**128**
Institutions	447	44					**491**
Corporates	36	400	270	36			**741**
Total	**611**	**444**	**270**	**36**	**0**	**0**	**1,361**

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Table 4 - Geographical distribution of credit exposures

Country	Central Governments €'m	Institutions €'m	Corporates €'m	Total €'m
Denmark		7		**7**
Finland			71	**71**
Germany			300	**300**
Ireland	128	0		**128**
Netherlands			108	**108**
Norway		2	72	**74**
Sweden		0	63	**63**
Switzerland		16		**16**
UK		418	126	**545**
US		46		**46**
Rest of the world		2		**2**
Total	**128**	**491**	**741**	**1,361**

Table 5 - Sectoral distribution of credit exposures

Sector	Central Governments €'m	Institutions €'m	Corporates €'m	Total €'m
Aerospace & Defence			24	**24**
Chemicals			52	**52**
Electronics			34	**34**
Engineering			36	**36**
Financial Intermediary / credit institution		491		**491**
Food Retail			31	**31**
Insurance			36	**36**
Investment Holdings			25	**25**
Metal Mining			43	**43**
Motor Vehicle Parts			46	**46**
Oil & Gas			36	**36**
Paper			36	**36**
Pharmaceutical			36	**36**
Real Estate			49	**49**
Sovereign	128			**128**
Telecom Equip / Services			138	**138**
Utilities			121	**121**
Total	**128**	**491**	**741**	**1,361**

Table 6 - Residual maturity of credit exposures

Timeband	Central Governments €'m	Institutions €'m	Corporates €'m	Total €'m
Less than 1 year	128	484	44	**656**
1-5 years		7	567	**574**
> 5 years			130	**130**
no maturity				**0**
Total	**128**	**491**	**741**	**1,361**

Table 7 - Counterparty Credit Exposure for securities financing transactions (under the Financial Collateral Comprehensive Method)

Counterparty Credit Exposure	Gross Exposure €'m	Collateral €'m	Net Exposure €'m
Securities Financing Transactions	5,376	5,117	260

Table 8 - Counterparty Credit Exposure for derivative transactions (under the Mark to Market Method)

Counterparty Credit Exposure	Positive Fair Value of Contracts €'m	Potential Future Credit Exposure €'m	Netting Benefit €'m	Net Derivative Credit Exposure €'m
Derivatives	74	71	-	145

Table 9 - Notionals of Credit Derivative Contracts

	Own Credit Portfolio		Intermediation Activities	
Notional	**Purchased €'m**	**Sold €'m**	**Purchased €'m**	**Sold €'m**
Credit Default Swaps	1,237	-	1,878	1,878

Table 10 - Interest Rate Risk Sensitivity in the Banking Book (1 bp parallel shift down in rates)

Currency	€'000
USD	(19)
EUR	(21)
GBP	(2)
CHF	1
SEK	(2)
Total	**(44)**