

GOLDMAN SACHS GROUP INC
Form 10-Q
November 07, 2013
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UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended September 30, 2013

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____
Commission File Number: 001-14965

The Goldman Sachs Group, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)
200 West Street, New York, N.Y.
(Address of principal executive offices)

(212) 902-1000

(Registrant's telephone number, including area code)

13-4019460
(I.R.S. Employer
Identification No.)
10282
(Zip Code)

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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

As of October 25, 2013, there were 453,231,366 shares of the registrant's common stock outstanding.

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THE GOLDMAN SACHS GROUP, INC.

QUARTERLY REPORT ON FORM 10-Q FOR THE QUARTER ENDED SEPTEMBER 30, 2013

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THE GOLDMAN SACHS GROUP, INC. AND SUBSIDIARIES

Condensed Consolidated Statements of Earnings**(Unaudited)**

<i>in millions, except per share amounts</i>	Three Months Ended September		Nine Months Ended September	
	2013	2012	2013	2012
Revenues				
Investment banking	\$1,166	\$1,168	\$ 4,286	\$ 3,534
Investment management	1,153	1,147	3,670	3,518
Commissions and fees	765	748	2,467	2,407
Market making	1,364	2,650	7,493	8,652
Other principal transactions	1,434	1,802	4,917	3,909
Total non-interest revenues	5,882	7,515	22,833	22,020
Interest income	2,398	2,629	7,669	8,517
Interest expense	1,558	1,793	5,078	5,610
Net interest income	840	836	2,591	2,907
Net revenues, including net interest income	6,722	8,351	25,424	24,927
Operating expenses				
Compensation and benefits	2,382	3,675	10,424	10,968
Brokerage, clearing, exchange and distribution fees	573	547	1,747	1,658
Market development	117	123	398	369
Communications and technology	202	190	572	588
Depreciation and amortization	280	396	848	1,238
Occupancy	205	217	633	643
Professional fees	211	205	675	652
Insurance reserves		153	176	431

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Other expenses	585	547	1,766	1,486
Total non-compensation expenses	2,173	2,378	6,815	7,065
Total operating expenses	4,555	6,053	17,239	18,033
Pre-tax earnings	2,167	2,298	8,185	6,894
Provision for taxes	650	786	2,477	2,311
Net earnings	1,517	1,512	5,708	4,583
Preferred stock dividends	88	54	230	124
Net earnings applicable to common shareholders	\$1,429	\$1,458	\$ 5,478	\$ 4,459
Earnings per common share				
Basic	\$ 3.07	\$ 2.95	\$ 11.55	\$ 8.85
Diluted	2.88	2.85	10.89	8.57
Dividends declared per common share	\$ 0.50	\$ 0.46	\$ 1.50	\$ 1.27
Average common shares outstanding				
Basic	463.4	491.2	472.7	501.1
Diluted	496.4	510.9	503.2	520.1

The accompanying notes are an integral part of these condensed consolidated financial statements.

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THE GOLDMAN SACHS GROUP, INC. AND SUBSIDIARIES

Condensed Consolidated Statements of Comprehensive Income**(Unaudited)**

<i>in millions</i>	Three Months Ended September		Nine Months Ended September	
	2013	2012	2013	2012
Net earnings	\$1,517	\$1,512	\$5,708	\$4,583
Other comprehensive income/(loss) adjustments, net of tax:				
Currency translation	(19)	(11)	(75)	(63)
Pension and postretirement liabilities	(4)	6	(11)	13
Available-for-sale securities		129	(327)	184