

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**Form 8-K**

CURRENT REPORT PURSUANT TO SECTION 13 or 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): April 14, 2021

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)

13-4019460  
(IRS Employer  
Identification No.)

200 West Street, New York, N.Y.  
(Address of principal executive offices)

10282  
(Zip Code)

(212) 902-1000  
(Registrant's telephone number, including area code)

N/A

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)  
 Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)  
 Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))  
 Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol	Exchange on which registered
Common stock, par value \$.01 per share	GS	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of Floating Rate Non-Cumulative Preferred Stock, Series A	GS PrA	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of Floating Rate Non-Cumulative Preferred Stock, Series C	GS PrC	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of Floating Rate Non-Cumulative Preferred Stock, Series D	GS PrD	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of 5.50% Fixed-to-Floating Rate Non-Cumulative Preferred Stock, Series J	GS PrJ	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of 6.375% Fixed-to-Floating Rate Non-Cumulative Preferred Stock, Series K	GS PrK	NYSE
Depositary Shares, Each Representing 1/1,000th Interest in a Share of 6.30% Non-Cumulative Preferred Stock, Series N	GS PrN	NYSE
5.793% Fixed-to-Floating Rate Normal Automatic Preferred Enhanced Capital Securities of Goldman Sachs Capital II	GS/43PE	NYSE
Floating Rate Normal Automatic Preferred Enhanced Capital Securities of Goldman Sachs Capital III	GS/43PF	NYSE
Medium-Term Notes, Series E, Callable Fixed Rate Notes due 2021 of GS Finance Corp.	GS/21F	NYSE
Medium-Term Notes, Series E, Index-Linked Notes due 2028 of GS Finance Corp.	FRLG	NYSE Arca

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 under the Securities Act (17 CFR 230.405) or Rule 12b-2 of the Exchange Act (17 CFR 240.12b-2).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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## **Item 2.02 Results of Operations and Financial Condition.**

On April 14, 2021, The Goldman Sachs Group, Inc. (Group Inc. and, together with its consolidated subsidiaries, the firm) reported its earnings for the first quarter ended March 31, 2021. A copy of Group Inc.'s press release containing this information is attached as Exhibit 99.1 to this Report on Form 8-K and is incorporated herein by reference.

## **Item 7.01 Regulation FD Disclosure.**

On April 14, 2021, at 9:30 a.m. (ET), the firm will hold a conference call to discuss the firm's financial results, outlook and related matters. A copy of the presentation for the conference call is attached as Exhibit 99.2 to this Report on Form 8-K.

## **Item 9.01 Financial Statements and Exhibits.**

### **(d) Exhibits.**

99.1 [Press release of Group Inc. dated April 14, 2021 containing financial information for its first quarter ended March 31, 2021.](#)

The quotation on page 1 of Exhibit 99.1 and the information under the caption "Highlights" on the following page (Excluded Sections) shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (Exchange Act) or otherwise subject to the liabilities under that Section and shall not be deemed to be incorporated by reference into any filing of Group Inc. under the Securities Act of 1933 or the Exchange Act. The information included in Exhibit 99.1, other than in the Excluded Sections, shall be deemed "filed" for purposes of the Exchange Act.

99.2 [Presentation of Group Inc. dated April 14, 2021, for the conference call on April 14, 2021.](#)

Exhibit 99.2 is being furnished pursuant to Item 7.01 of Form 8-K and the information included therein shall not be deemed "filed" for purposes of Section 18 of the Exchange Act or otherwise subject to the liabilities under that Section and shall not be deemed to be incorporated by reference into any filing of Group Inc. under the Securities Act of 1933 or the Exchange Act.

101 Pursuant to Rule 406 of Regulation S-T, the cover page information is formatted in iXBRL (Inline eXtensible Business Reporting Language).

104 Cover Page Interactive Data File (formatted in iXBRL in Exhibit 101).

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

THE GOLDMAN SACHS GROUP, INC.  
(Registrant)

Date: April 14, 2021

By: /s/ Stephen M. Scherr

Name: Stephen M. Scherr

Title: Chief Financial Officer



# First Quarter 2021 Earnings Results

Media Relations: Jake Siewert 212-902-5400  
Investor Relations: Heather Kennedy Miner 212-902-0300

**The Goldman Sachs Group, Inc.**  
200 West Street | New York, NY 10282

## First Quarter 2021 Earnings Results

### Goldman Sachs Reports First Quarter Earnings Per Common Share of \$18.60

“We have been working hard alongside our clients in preparation for a world beyond the pandemic and a more stable economic environment. Our businesses remain very well positioned to help our clients reposition for the recovery, and that strength is reflected in the record revenues and earnings achieved this quarter. I am proud of our people for the performance they’ve delivered for clients over the past year under challenging conditions, and pleased that our client-centric strategy continues to drive additional value for our shareholders.”

- **David M. Solomon**, *Chairman and Chief Executive Officer*

#### Financial Summary

##### Net Revenues

**\$17.70 billion**

##### Net Earnings

**\$6.84 billion**

##### EPS

**\$18.60**

##### Annualized ROE<sup>1</sup>

**31.0%**

##### Annualized ROTE<sup>1</sup>

**32.9%**

##### Book Value Per Share

**\$250.81**

NEW YORK, April 14, 2021 – The Goldman Sachs Group, Inc. (NYSE: GS) today reported net revenues of \$17.70 billion and net earnings of \$6.84 billion for the first quarter ended March 31, 2021.

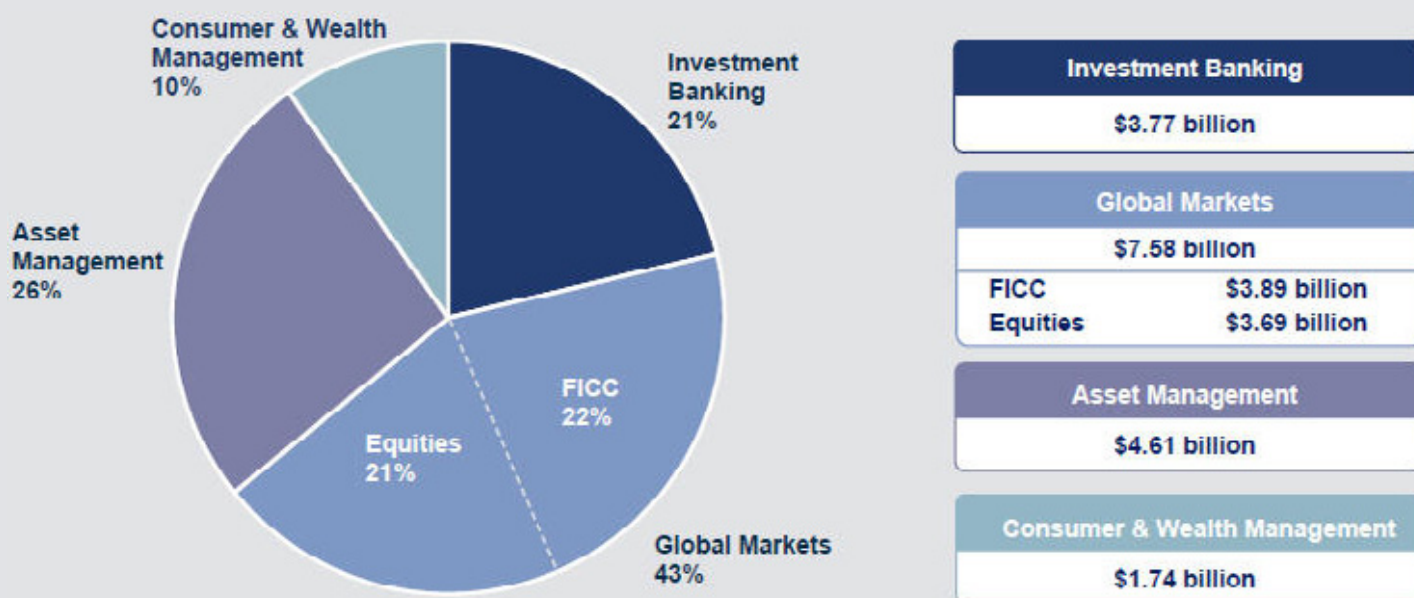
Diluted earnings per common share (EPS) was \$18.60 for the first quarter of 2021 compared with \$3.11 for the first quarter of 2020 and \$12.08 for the fourth quarter of 2020.

Annualized return on average common shareholders' equity (ROE)<sup>1</sup> was 31.0% and annualized return on average tangible common shareholders' equity (ROTE)<sup>1</sup> was 32.9% for the first quarter of 2021.

## Highlights

- The firm's results reflected record quarterly net revenues of \$17.70 billion, more than double the amount in the first quarter of 2020, record quarterly net earnings of \$6.84 billion and record quarterly diluted EPS of \$18.60. Annualized ROE<sup>1</sup> of 31.0% was the highest quarterly ROE since 2009.
- Investment Banking generated record quarterly net revenues of \$3.77 billion, including record Equity underwriting net revenues and strong net revenues in Financial advisory and Debt underwriting. The backlog<sup>2</sup> ended the quarter at a record level.
- The firm retained its #1 rankings in worldwide announced and completed mergers and acquisitions, worldwide equity and equity-related offerings and common stock offerings for the year-to-date<sup>3</sup>.
- Global Markets generated quarterly net revenues of \$7.58 billion, 47% higher than the first quarter of 2020, and its highest quarterly net revenues since 2010, reflecting the second highest quarterly net revenues in Equities and strong net revenues in Fixed Income, Currency and Commodities (FICC).
- Asset Management generated record quarterly net revenues of \$4.61 billion, reflecting record net revenues from Equity investments.
- Consumer & Wealth Management generated record quarterly net revenues of \$1.74 billion, reflecting continued growth in both Wealth management and Consumer banking net revenues.
- Firmwide assets under supervision<sup>2,4</sup> increased \$59 billion during the quarter, including long-term net inflows of \$37 billion, to a record \$2.20 trillion. Firmwide Management and other fees were \$1.77 billion for the first quarter of 2021.
- Book value per common share increased by 6.2% during the quarter to \$250.81.
- The firm returned \$3.15 billion of capital to common shareholders during the quarter, including \$2.70 billion of share repurchases and \$448 million of common stock dividends.

## Quarterly Net Revenue Mix by Segment



## Net Revenues

Net revenues were \$17.70 billion for the first quarter of 2021, 102% higher than the first quarter of 2020 and 51% higher than the fourth quarter of 2020. The increase compared with the first quarter of 2020 reflected higher net revenues across all segments, including significant increases in Asset Management, Global Markets and Investment Banking.

Net Revenues	
<b>\$17.70 billion</b>	

### Investment Banking

Net revenues in Investment Banking were \$3.77 billion for the first quarter of 2021, 73% higher than the first quarter of 2020 and 44% higher than the fourth quarter of 2020. The increase compared with the first quarter of 2020 reflected significantly higher net revenues in both Underwriting and Financial advisory, partially offset by significantly lower net revenues in Corporate lending.

Investment Banking	
<b>\$3.77 billion</b>	
<b>Financial Advisory</b>	<b>\$1.12 billion</b>
<b>Underwriting</b>	<b>\$2.45 billion</b>
<b>Corporate Lending</b>	<b>\$205 million</b>

The increase in Underwriting net revenues was due to significantly higher net revenues in both Equity underwriting, primarily driven by strong initial public offerings activity, and Debt underwriting, primarily reflecting higher net revenues from leveraged finance and asset-backed activity. The increase in Financial advisory net revenues reflected a significant increase in completed mergers and acquisitions transactions. The decrease in Corporate lending net revenues reflected significantly lower net revenues from relationship lending activities as the prior year period included net gains from the impact of widening credit spreads on hedges.

The firm's backlog<sup>2</sup> increased compared with the end of 2020.

### Global Markets

Net revenues in Global Markets were \$7.58 billion for the first quarter of 2021, 47% higher than the first quarter of 2020 and 78% higher than the fourth quarter of 2020.

Net revenues in FICC were \$3.89 billion, 31% higher than the first quarter of 2020, due to significantly higher net revenues in FICC intermediation, reflecting significantly higher net revenues in mortgages and interest rate products and, to a lesser extent, commodities and credit products, partially offset by significantly lower net revenues in currencies. Net revenues in FICC financing were essentially unchanged.

Net revenues in Equities were \$3.69 billion, 68% higher than the first quarter of 2020, due to significantly higher net revenues in both Equities intermediation, reflecting significantly higher net revenues in both derivatives and cash products, and Equities financing, reflecting improved market conditions and increased activity (including higher average customer balances in the Prime business).

Global Markets	
<b>\$7.58 billion</b>	
<b>FICC Intermediation</b>	<b>\$3.45 billion</b>
<b>FICC Financing</b>	<b>\$442 million</b>
<b>FICC</b>	<b>\$3.89 billion</b>
<b>Equities Intermediation</b>	<b>\$2.59 billion</b>
<b>Equities Financing</b>	<b>\$1.10 billion</b>
<b>Equities</b>	<b>\$3.69 billion</b>



## Asset Management

Net revenues in Asset Management were \$4.61 billion for the first quarter of 2021, compared with \$(96) million for the first quarter of 2020 and \$3.21 billion for the fourth quarter of 2020. The increase compared with the first quarter of 2020 primarily reflected strong net revenues in Equity investments and Lending and debt investments, compared with net losses in the prior year period due to a challenging operating environment. In addition, Management and other fees were higher, while Incentive fees were significantly lower.

Equity investments net revenues reflected significantly higher net gains from investments in private equities and net gains from investments in public equities compared with net losses in the prior year period. Lending and debt investments net revenues included net gains, reflecting tighter corporate credit spreads during the quarter, compared with significant net losses in the prior year period. The increase in Management and other fees reflected the impact of higher average assets under supervision, partially offset by fee waivers on money market funds. The decrease in Incentive fees was due to a strong prior year period.

Asset Management	
<b>\$4.61 billion</b>	
<b>Management and Other Fees</b>	<b>\$693 million</b>
<b>Incentive Fees</b>	<b>\$ 42 million</b>
<b>Equity Investments</b>	<b>\$3.12 billion</b>
<b>Lending and Debt Investments</b>	<b>\$759 million</b>

## Consumer & Wealth Management

Net revenues in Consumer & Wealth Management were \$1.74 billion for the first quarter of 2021, 16% higher than the first quarter of 2020 and 5% higher than the fourth quarter of 2020.

Net revenues in Wealth management were \$1.37 billion, 13% higher than the first quarter of 2020, primarily due to higher Management and other fees, reflecting the impact of higher average assets under supervision. Net revenues in Private banking and lending were higher, primarily reflecting higher net interest income from lending, while Incentive fees were lower.

Net revenues in Consumer banking were \$371 million, 32% higher than the first quarter of 2020, reflecting higher credit card loan and deposit balances.

Consumer & Wealth Management	
<b>\$1.74 billion</b>	
<b>Wealth Management</b>	<b>\$1.37 billion</b>
<b>Consumer Banking</b>	<b>\$371 million</b>

## Provision for Credit Losses

Provision for credit losses was a net benefit of \$70 million for the first quarter of 2021, compared with net provisions of \$937 million for the first quarter of 2020 and \$293 million for the fourth quarter of 2020. The first quarter of 2021 included reserve reductions on wholesale and consumer loans reflecting continued improvement in the broader economic environment following challenging conditions that began in the first quarter of 2020 as a result of the COVID-19 pandemic, partially offset by portfolio growth, including provisions related to the pending acquisition of the General Motors co-branded credit card portfolio.

The firm's allowance for credit losses was \$4.24 billion as of March 31, 2021.

Provision for Credit Losses	
<b>\$(70) million</b>	

## Operating Expenses

Operating expenses were \$9.44 billion for the first quarter of 2021, 46% higher than the first quarter of 2020 and 60% higher than the fourth quarter of 2020. The firm's efficiency ratio<sup>2</sup> for the first quarter of 2021 was 53.3%, compared with 73.9% for the first quarter of 2020.

The increase in operating expenses compared with the first quarter of 2020 was primarily due to significantly higher compensation and benefits expenses (reflecting strong performance). Transaction based expenses were significantly higher (reflecting an increase in activity levels) and technology expenses were higher, partially offset by lower net provisions for litigation and regulatory proceedings, lower travel and entertainment expenses (included in market development expenses), and lower expenses related to consolidated investments (including impairments).

Net provisions for litigation and regulatory proceedings for the first quarter of 2021 were \$74 million compared with \$184 million for the first quarter of 2020.

Headcount was essentially unchanged compared with the end of 2020.

### Operating Expenses

**\$9.44 billion**

### Efficiency Ratio

**53.3%**

## Provision for Taxes

The effective income tax rate for the first quarter of 2021 was 18.0%, down from the full year rate of 24.2% for 2020, primarily due to the impact of non-deductible litigation in 2020 and the impact of tax benefits on the settlement of employee share-based awards in the first quarter of 2021.

### Effective Tax Rate

**18.0%**

## Other Matters

- On April 13, 2021, the Board of Directors of The Goldman Sachs Group, Inc. declared a dividend of \$1.25 per common share to be paid on June 29, 2021 to common shareholders of record on June 1, 2021.
- During the quarter, the firm returned \$3.15 billion of capital to common shareholders, including \$2.70 billion of share repurchases (8.7 million shares at an average cost of \$310.04) and \$448 million of common stock dividends.<sup>2</sup>
- Global core liquid assets<sup>2</sup> averaged \$299 billion<sup>4</sup> for the first quarter of 2021, compared with an average of \$298 billion for the fourth quarter of 2020.

### Declared Quarterly Dividend Per Common Share

**\$1.25**

### Common Share Repurchases

**8.7 million shares for  
\$2.70 billion**

### Average GCLA

**\$299 billion**

The Goldman Sachs Group, Inc. is a leading global financial institution that delivers a broad range of financial services across investment banking, securities, investment management and consumer banking to a large and diversified client base that includes corporations, financial institutions, governments and individuals. Founded in 1869, the firm is headquartered in New York and maintains offices in all major financial centers around the world.

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## Cautionary Note Regarding Forward-Looking Statements

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This press release contains “forward-looking statements” within the meaning of the safe harbor provisions of the U.S. Private Securities Litigation Reform Act of 1995. Forward-looking statements are not historical facts or statements of current conditions, but instead represent only the firm’s beliefs regarding future events, many of which, by their nature, are inherently uncertain and outside of the firm’s control. It is possible that the firm’s actual results, financial condition and liquidity may differ, possibly materially, from the anticipated results, financial condition and liquidity in these forward-looking statements. For information about some of the risks and important factors that could affect the firm’s future results, financial condition and liquidity, see “Risk Factors” in Part I, Item 1A of the firm’s Annual Report on Form 10-K for the year ended December 31, 2020.

Information regarding the firm’s assets under supervision, capital ratios, risk-weighted assets, supplementary leverage ratio, balance sheet data, global core liquid assets and VaR consists of preliminary estimates. These estimates are forward-looking statements and are subject to change, possibly materially, as the firm completes its financial statements.

Statements about the firm’s investment banking transaction backlog also may constitute forward-looking statements. Such statements are subject to the risk that transactions may be modified or may not be completed at all and related net revenues may not be realized or may be materially less than expected. Important factors that could have such a result include, for underwriting transactions, a decline or weakness in general economic conditions, an outbreak of hostilities, volatility in the securities markets or an adverse development with respect to the issuer of the securities and, for financial advisory transactions, a decline in the securities markets, an inability to obtain adequate financing, an adverse development with respect to a party to the transaction or a failure to obtain a required regulatory approval. For information about other important factors that could adversely affect the firm’s investment banking transactions, see “Risk Factors” in Part I, Item 1A of the firm’s Annual Report on Form 10-K for the year ended December 31, 2020.

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## Conference Call

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A conference call to discuss the firm’s financial results, outlook and related matters will be held at 9:30 am (ET). The call will be open to the public. Members of the public who would like to listen to the conference call should dial 1-888-281-7154 (in the U.S.) or 1-706-679-5627 (outside the U.S.). The number should be dialed at least 10 minutes prior to the start of the conference call. The conference call will also be accessible as an audio webcast through the Investor Relations section of the firm’s website, [www.goldmansachs.com/investor-relations](http://www.goldmansachs.com/investor-relations). There is no charge to access the call. For those unable to listen to the live broadcast, a replay will be available on the firm’s website or by dialing 1-855-859-2056 (in the U.S.) or 1-404-537-3406 (outside the U.S.) passcode number 64774224 beginning approximately three hours after the event. Please direct any questions regarding obtaining access to the conference call to Goldman Sachs Investor Relations, via e-mail, at [gs-investor-relations@gs.com](mailto:gs-investor-relations@gs.com).

Goldman Sachs Reports  
First Quarter 2021 Earnings Results

The Goldman Sachs Group, Inc. and Subsidiaries

Segment Net Revenues (unaudited)

\$ in millions

	THREE MONTHS ENDED			% CHANGE FROM	
	MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020	DECEMBER 31, 2020	MARCH 31, 2020
<b>INVESTMENT BANKING</b>					
Financial advisory	\$ 1,117	\$ 1,091	\$ 781	2 %	43 %
Equity underwriting	1,569	1,115	378	41	315
Debt underwriting	880	526	583	67	51
Underwriting	2,449	1,641	961	49	155
Corporate lending	205	(119)	442	N.M.	(54)
<b>Net revenues</b>	<b>3,771</b>	<b>2,613</b>	<b>2,184</b>	<b>44</b>	<b>73</b>
<b>GLOBAL MARKETS</b>					
FICC intermediation	3,451	1,498	2,537	130	36
FICC financing	442	380	432	16	2
FICC	3,893	1,878	2,969	107	31
Equities intermediation	2,586	1,796	1,528	44	69
Equities financing	1,102	591	666	86	65
Equities	3,688	2,387	2,194	55	68
<b>Net revenues</b>	<b>7,581</b>	<b>4,265</b>	<b>5,163</b>	<b>78</b>	<b>47</b>
<b>ASSET MANAGEMENT</b>					
Management and other fees	693	733	640	(5)	8
Incentive fees	42	71	154	(41)	(73)
Equity investments	3,120	1,770	(22)	76	N.M.
Lending and debt investments	759	637	(868)	19	N.M.
<b>Net revenues</b>	<b>4,614</b>	<b>3,211</b>	<b>(96)</b>	<b>44</b>	<b>N.M.</b>
<b>CONSUMER &amp; WEALTH MANAGEMENT</b>					
Management and other fees	1,077	1,035	959	4	12
Incentive fees	26	28	69	(7)	(62)
Private banking and lending	264	242	182	9	45
Wealth management	1,367	1,305	1,210	5	13
Consumer banking	371	347	282	7	32
<b>Net revenues</b>	<b>1,738</b>	<b>1,652</b>	<b>1,492</b>	<b>5</b>	<b>16</b>
<b>Total net revenues</b>	<b>\$ 17,704</b>	<b>\$ 11,741</b>	<b>\$ 8,743</b>	<b>51</b>	<b>102</b>

Geographic Net Revenues (unaudited)<sup>2</sup>

\$ in millions

	THREE MONTHS ENDED		
	MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020
Americas	\$ 10,825	\$ 7,175	\$ 5,171
EMEA	4,713	2,837	2,108
Asia	2,166	1,729	1,464
<b>Total net revenues</b>	<b>\$ 17,704</b>	<b>\$ 11,741</b>	<b>\$ 8,743</b>
Americas	61%	61%	59%
EMEA	27%	24%	24%
Asia	12%	15%	17%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

Goldman Sachs Reports  
First Quarter 2021 Earnings Results

The Goldman Sachs Group, Inc. and Subsidiaries

Consolidated Statements of Earnings (unaudited)

In millions, except per share amounts and headcount

	THREE MONTHS ENDED			% CHANGE FROM	
	MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020	DECEMBER 31, 2020	MARCH 31, 2020
<b>REVENUES</b>					
Investment banking	\$ 3,566	\$ 2,732	\$ 1,742	31 %	105 %
Investment management	1,796	1,831	1,768	(2)	2
Commissions and fees	1,073	849	1,020	26	5
Market making	5,893	2,750	3,682	114	60
Other principal transactions	3,894	2,169	(782)	80	N.M.
<b>Total non-interest revenues</b>	<b>16,222</b>	<b>10,331</b>	<b>7,430</b>	<b>57</b>	<b>118</b>
Interest income	3,054	2,973	4,750	3	(36)
Interest expense	1,572	1,563	3,437	1	(54)
<b>Net interest income</b>	<b>1,482</b>	<b>1,410</b>	<b>1,313</b>	<b>5</b>	<b>13</b>
<b>Total net revenues</b>	<b>17,704</b>	<b>11,741</b>	<b>8,743</b>	<b>51</b>	<b>102</b>
<b>Provision for credit losses</b>	<b>(70)</b>	<b>293</b>	<b>937</b>	<b>N.M.</b>	<b>N.M.</b>
<b>OPERATING EXPENSES</b>					
Compensation and benefits	6,043	2,479	3,235	144	87
Transaction based	1,256	1,086	1,030	16	22
Market development	80	89	153	(10)	(48)
Communications and technology	375	341	321	10	17
Depreciation and amortization	498	498	437	–	14
Occupancy	247	254	238	(3)	4
Professional fees	360	350	347	3	4
Other expenses	578	810	697	(29)	(17)
<b>Total operating expenses</b>	<b>9,437</b>	<b>5,907</b>	<b>6,458</b>	<b>60</b>	<b>46</b>
Pre-tax earnings	8,337	5,541	1,348	50	518
Provision for taxes	1,501	1,035	135	45	N.M.
<b>Net earnings</b>	<b>6,836</b>	<b>4,506</b>	<b>1,213</b>	<b>52</b>	<b>464</b>
Preferred stock dividends	125	144	90	(13)	39
<b>Net earnings applicable to common shareholders</b>	<b>\$ 6,711</b>	<b>\$ 4,362</b>	<b>\$ 1,123</b>	<b>54</b>	<b>498</b>
<b>EARNINGS PER COMMON SHARE</b>					
Basic <sup>2</sup>	\$ 18.80	\$ 12.23	\$ 3.12	54 %	503 %
Diluted	\$ 18.60	\$ 12.08	\$ 3.11	54	498
<b>AVERAGE COMMON SHARES</b>					
Basic	356.6	356.0	358.0	–	–
Diluted	360.9	361.0	361.1	–	–
<b>SELECTED DATA AT PERIOD-END</b>					
Common shareholders' equity	\$ 88,461	\$ 84,729	\$ 81,176	4	9
Basic shares <sup>2</sup>	352.7	358.8	355.7	(2)	(1)
Book value per common share	\$ 250.81	\$ 236.15	\$ 228.21	6	10
Headcount	40,300	40,500	38,500	–	5

Goldman Sachs Reports  
**First Quarter 2021 Earnings Results**

**The Goldman Sachs Group, Inc. and Subsidiaries**

**Condensed Consolidated Balance Sheets (unaudited)<sup>4</sup>**

\$ in billions

	AS OF	
	MARCH 31, 2021	DECEMBER 31, 2020
<b>ASSETS</b>		
Cash and cash equivalents	\$ 191	\$ 156
Collateralized agreements	324	250
Customer and other receivables	165	121
Trading assets	375	394
Investments	88	89
Loans	121	116
Other assets	38	37
<b>Total assets</b>	<b>\$ 1,302</b>	<b>\$ 1,163</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Deposits	\$ 286	\$ 260
Collateralized financings	193	174
Customer and other payables	224	191
Trading liabilities	201	154
Unsecured short-term borrowings	58	53
Unsecured long-term borrowings	219	213
Other liabilities	23	22
<b>Total liabilities</b>	<b>1,204</b>	<b>1,067</b>
Shareholders' equity	98	96
<b>Total liabilities and shareholders' equity</b>	<b>\$ 1,302</b>	<b>\$ 1,163</b>

**Capital Ratios and Supplementary Leverage Ratio (unaudited)<sup>2,4</sup>**

\$ in billions

	AS OF	
	MARCH 31, 2021	DECEMBER 31, 2020
Common equity tier 1 capital	\$ 85.2	\$ 81.6
<b>STANDARDIZED CAPITAL RULES</b>		
Risk-weighted assets	\$ 595	\$ 554
Common equity tier 1 capital ratio	14.3%	14.7%
<b>ADVANCED CAPITAL RULES</b>		
Risk-weighted assets	\$ 630	\$ 610
Common equity tier 1 capital ratio	13.5%	13.4%
<b>SUPPLEMENTARY LEVERAGE RATIO</b>		
Supplementary leverage ratio	6.5%	7.0%

**Average Daily VaR (unaudited)<sup>2,4</sup>**

\$ in millions

	THREE MONTHS ENDED	
	MARCH 31, 2021	DECEMBER 31, 2020
<b>RISK CATEGORIES</b>		
Interest rates	\$ 58	\$ 57
Equity prices	51	50
Currency rates	12	14
Commodity prices	22	20
Diversification effect	(54)	(57)
<b>Total</b>	<b>\$ 89</b>	<b>\$ 84</b>

Goldman Sachs Reports  
First Quarter 2021 Earnings Results

The Goldman Sachs Group, Inc. and Subsidiaries

Assets Under Supervision (unaudited)<sup>2,4</sup>

\$ in billions

SEGMENT	AS OF		
	MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020
Asset Management	\$ 1,567	\$ 1,530	\$ 1,309
Consumer & Wealth Management	637	615	509
<b>Total AUS</b>	<b>\$ 2,204</b>	<b>\$ 2,145</b>	<b>\$ 1,818</b>
<b>ASSET CLASS</b>			
Alternative investments	\$ 197	\$ 191	\$ 178
Equity	516	475	335
Fixed income	885	896	771
Total long-term AUS	1,598	1,562	1,284
Liquidity products	606	583	534
<b>Total AUS</b>	<b>\$ 2,204</b>	<b>\$ 2,145</b>	<b>\$ 1,818</b>

ASSET MANAGEMENT	THREE MONTHS ENDED		
	MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020
Beginning balance	\$ 1,530	\$ 1,461	\$ 1,298
Net inflows / (outflows):			
Alternative investments	3	3	(1)
Equity	3	(12)	2
Fixed income	16	18	7
Total long-term AUS net inflows / (outflows)	22	9	8
Liquidity products	29	6	66
Total AUS net inflows / (outflows)	51	15	74
Net market appreciation / (depreciation)	(14)	54	(63)
<b>Ending balance</b>	<b>\$ 1,567</b>	<b>\$ 1,530</b>	<b>\$ 1,309</b>
<b>CONSUMER &amp; WEALTH MANAGEMENT</b>			
Beginning balance	\$ 615	\$ 575	\$ 561
Net inflows / (outflows):			
Alternative investments	2	–	–
Equity	11	8	1
Fixed income	2	–	(8)
Total long-term AUS net inflows / (outflows)	15	8	(7)
Liquidity products	(6)	–	6
Total AUS net inflows / (outflows)	9	8	(1)
Net market appreciation / (depreciation)	13	32	(51)
<b>Ending balance</b>	<b>\$ 637</b>	<b>\$ 615</b>	<b>\$ 509</b>
<b>FIRMWIDE</b>			
Beginning balance	\$ 2,145	\$ 2,036	\$ 1,859
Net inflows / (outflows):			
Alternative investments	5	3	(1)
Equity	14	(4)	3
Fixed income	18	18	(1)
Total long-term AUS net inflows / (outflows)	37	17	1
Liquidity products	23	6	72
Total AUS net inflows / (outflows)	60	23	73
Net market appreciation / (depreciation)	(1)	86	(114)
<b>Ending balance</b>	<b>\$ 2,204</b>	<b>\$ 2,145</b>	<b>\$ 1,818</b>

## Footnotes

1. Annualized ROE is calculated by dividing annualized net earnings applicable to common shareholders by average monthly common shareholders' equity. Annualized ROTE is calculated by dividing annualized net earnings applicable to common shareholders by average monthly tangible common shareholders' equity (tangible common shareholders' equity is calculated as total shareholders' equity less preferred stock, goodwill and identifiable intangible assets). Management believes that ROTE is meaningful because it measures the performance of businesses consistently, whether they were acquired or developed internally, and that tangible common shareholders' equity is meaningful because it is a measure that the firm and investors use to assess capital adequacy. ROTE and tangible common shareholders' equity are non-GAAP measures and may not be comparable to similar non-GAAP measures used by other companies.

The table below presents a reconciliation of average common shareholders' equity to average tangible common shareholders' equity:

<i>Unaudited, \$ in millions</i>	<b>AVERAGE FOR THE THREE MONTHS ENDED MARCH 31, 2021</b>
Total shareholders' equity	\$ 96,159
Preferred stock	(9,703)
Common shareholders' equity	86,456
Goodwill	(4,332)
Identifiable intangible assets	(608)
Tangible common shareholders' equity	\$ 81,516

2. For information about the following items, see the referenced sections in Part II, Item 7 "Management's Discussion and Analysis of Financial Condition and Results of Operations" in the firm's Annual Report on Form 10-K for the year ended December 31, 2020: (i) investment banking transaction backlog – see "Results of Operations – Investment Banking" (ii) assets under supervision – see "Results of Operations – Assets Under Supervision" (iii) efficiency ratio – see "Results of Operations – Operating Expenses" (iv) share repurchase program – see "Equity Capital Management and Regulatory Capital – Equity Capital Management" (v) global core liquid assets – see "Risk Management – Liquidity Risk Management" (vi) basic shares – see "Balance Sheet and Funding Sources – Balance Sheet Analysis and Metrics" and (vii) VaR – see "Risk Management – Market Risk Management."

For information about the following items, see the referenced sections in Part II, Item 8 "Financial Statements and Supplementary Data" in the firm's Annual Report on Form 10-K for the year ended December 31, 2020: (i) risk-based capital ratios and the supplementary leverage ratio – see Note 20 "Regulation and Capital Adequacy" (ii) geographic net revenues – see Note 25 "Business Segments" and (iii) unvested share-based awards that have non-forfeitable rights to dividends or dividend equivalents in calculating basic EPS – see Note 21 "Earnings Per Common Share."

3. Dealogic – January 1, 2021 through March 31, 2021.
4. Represents a preliminary estimate for the first quarter of 2021 and may be revised in the firm's Quarterly Report on Form 10-Q for the period ended March 31, 2021.



First Quarter 2021  
Earnings Results Presentation

April 14, 2021

## Results Snapshot

Net Revenues	
1Q21	\$17.70 billion

Net Earnings	
1Q21	\$6.84 billion

EPS	
1Q21	\$18.60

Annualized ROE <sup>1</sup>	
1Q21	31.0%

Annualized ROTE <sup>1</sup>	
1Q21	32.9%

Book Value	
BVPS	\$250.81
YTD Growth	6.2%

### Highlights

Record quarterly net revenues and diluted EPS  
Highest quarterly ROE since 2009

Record Investment Banking net revenues and record backlog<sup>2</sup>  
#1 in M&A and Equity and equity-related offerings<sup>3</sup>

Highest Global Markets net revenues since 2010

Record Asset Management net revenues

Record Consumer & Wealth Management net revenues

Record Firmwide AUS<sup>2,4</sup>

## Macro Perspectives

### Macro Factors

Continued Monetary & Fiscal Stimulus

COVID-19 Vaccine Rollout

Increasing Confidence in Economic Recovery

### Economic Fundamentals

#### Economic Growth Expected in 2021 and 2022

GDP Growth: 2021   2022	U.S. +7.2%   +4.9%	Global +6.7%   +4.7%
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#### Improving Fundamentals

Declining U.S. Unemployment	Increasing Consumer Spending	Rising CEO Confidence
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Continued Rise in  
Equity Markets

S&P 500: +6% in 1Q21  
MSCI World: +4% in 1Q21

Tighter Credit Spreads  
in U.S. and Europe

U.S. HY Z-Spread: -55bps QoQ  
EUR HY Z-Spread: -30bps QoQ

Rise in Government  
Bond Yields on  
Recovery Optimism

10-Yr UST: +85bps QoQ  
10-Yr U.K. Gilt: +65bps QoQ

Elevated Trading  
Volumes, with  
Moderating Volatility

NYSE Volumes: +30% YoY  
Avg. VIX: -9% QoQ | -25% YoY

## Financial Overview

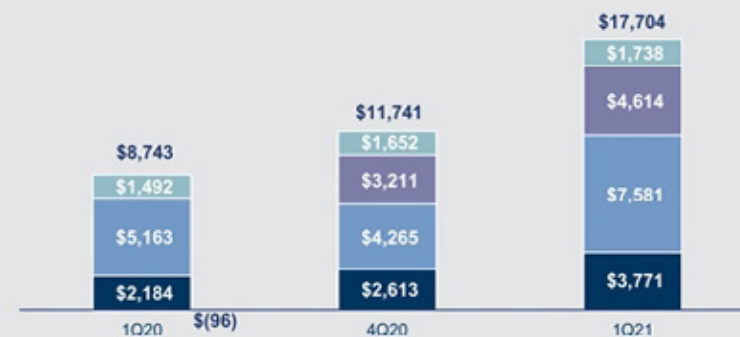
### Financial Results

<i>\$ in millions, except per share amounts</i>	1Q21	vs. 4Q20	vs. 1Q20
Investment Banking	\$ 3,771	44%	73%
Global Markets	7,581	78%	47%
Asset Management	4,614	44%	N.M.
Consumer & Wealth Management	1,738	5%	16%
<b>Net revenues</b>	<b>\$ 17,704</b>	<b>51%</b>	<b>102%</b>
Provision for credit losses	(70)	N.M.	N.M.
Operating expenses	9,437	60%	46%
<b>Pre-tax earnings</b>	<b>8,337</b>	<b>50%</b>	<b>518%</b>
Net earnings	6,836	52%	464%
<b>Net earnings to common</b>	<b>\$ 6,711</b>	<b>54%</b>	<b>498%</b>
<b>Diluted EPS</b>	<b>\$ 18.60</b>	<b>54%</b>	<b>490%</b>
ROE <sup>1</sup>	31.0%	9.9pp	25.3pp
ROTE <sup>1</sup>	32.9%	10.4pp	26.9pp
Efficiency Ratio <sup>2</sup>	53.3%	3.0pp	-20.6pp

### Financial Overview Highlights

- 1Q21 results included record EPS of \$18.60 and ROE of 31.0%
  - 1Q21 net revenues were significantly higher YoY, reflecting higher net revenues across all segments
  - 1Q21 provision for credit losses was a net benefit of \$70 million, including:
    - Reserve reductions reflecting continued improvement in the broader economic environment following challenging conditions that began in the first quarter of 2020 as a result of the COVID-19 pandemic
    - Partially offset by portfolio growth, including provisions related to the pending acquisition of the General Motors co-branded credit card portfolio
  - 1Q21 operating expenses were significantly higher YoY across all segments, primarily driven by compensation and benefits expenses (reflecting strong performance)

### Net Revenues by Segment (\$ in millions)



■ Investment Banking ■ Global Markets ■ Asset Management ■ Consumer & Wealth Management 3

# Investment Banking

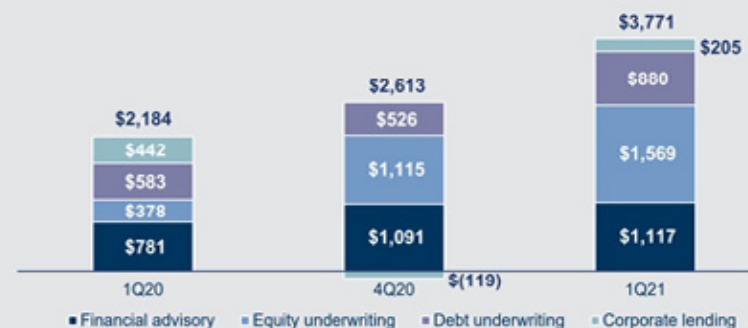
## Financial Results

	\$ in millions	1Q21	vs. 4Q20	vs. 1Q20
Financial advisory	\$	1,117	2%	43%
Equity underwriting		1,569	41%	315%
Debt underwriting		880	67%	51%
Underwriting		2,449	49%	155%
Corporate lending		205	N.M.	-54%
Net revenues		3,771	44%	73%
Provision for credit losses		(163)	N.M.	N.M.
Operating expenses		1,863	56%	59%
Pre-tax earnings	\$	2,071	47%	427%
Net earnings	\$	1,698	58%	380%
Net earnings to common	\$	1,679	58%	390%
Average common equity	\$	10,564	-8%	-7%
Return on average common equity		63.6%	26.6pp	51.5pp

## Investment Banking Highlights

- 1Q21 net revenues were significantly higher YoY
  - Financial advisory net revenues reflected a significant increase in completed mergers and acquisitions transactions
  - Underwriting: Equity underwriting net revenues were primarily driven by strong initial public offerings activity; Debt underwriting net revenues primarily reflected higher net revenues from leveraged finance and asset-backed activity
  - Corporate lending net revenues reflected significantly lower net revenues from relationship lending activities as the prior year period included net gains from the impact of widening credit spreads on hedges
- 1Q21 provision for credit losses included a net benefit from reserve reductions reflecting continued improvement in the broader economic environment
- Overall backlog<sup>2</sup> was a record at the end of 1Q21 and increased QoQ in advisory and debt underwriting

### Investment Banking Net Revenues (\$ in millions)



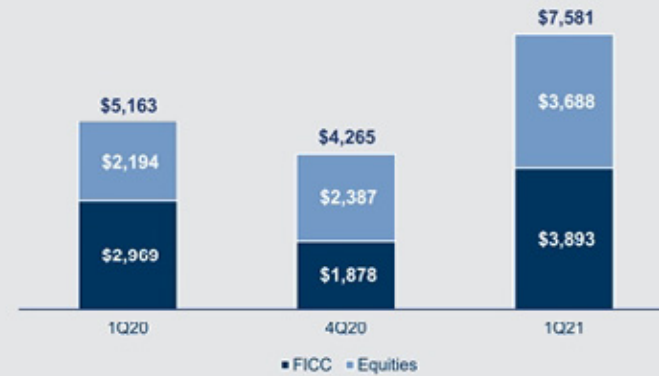
**Financial Results**

<i>\$ in millions</i>	<b>1Q21</b>	<b>vs. 4Q20</b>	<b>vs. 1Q20</b>
FICC	\$ 3,893	107%	31%
Equities	3,600	55%	60%
Net revenues	7,581	78%	47%
Provision for credit losses	(20)	N.M.	N.M.
Operating expenses	4,185	87%	47%
Pre-tax earnings	\$ 3,416	72%	52%
Net earnings	\$ 2,801	58%	38%
Net earnings to common	\$ 2,730	62%	39%
Average common equity	\$ 41,044	-1%	3%
Return on average common equity	26.6%	10.3pp	6.9pp

**Global Markets Highlights**

- 1Q21 net revenues were significantly higher YoY
  - FICC net revenues reflected significantly higher intermediation net revenues, while financing net revenues were essentially unchanged
  - Equities net revenues reflected significantly higher intermediation and financing net revenues

**Global Markets Net Revenues (\$ in millions)**



## Global Markets – FICC & Equities

### FICC Net Revenues

	<i>\$ in millions</i>	1Q21	vs. 4Q20	vs. 1Q20
FICC intermediation	\$	3,451	130%	36%
FICC financing		442	16%	2%
FICC	\$	3,893	107%	31%

### FICC Highlights

- 1Q21 net revenues were significantly higher YoY
  - FICC intermediation net revenues reflected significantly higher net revenues in mortgages and interest rate products and, to a lesser extent, commodities and credit products, partially offset by significantly lower net revenues in currencies
  - FICC financing net revenues were essentially unchanged
- 1Q21 operating environment was characterized by improved market-making conditions and higher client activity compared to 4Q20, as volatility moderated from elevated levels, interest rates increased and credit spreads generally tightened

### Equities Net Revenues

	<i>\$ in millions</i>	1Q21	vs. 4Q20	vs. 1Q20
Equities intermediation	\$	2,586	44%	69%
Equities financing		1,102	86%	65%
Equities	\$	3,688	55%	68%

### Equities Highlights

- 1Q21 net revenues were significantly higher YoY
  - Equities intermediation net revenues reflected significantly higher net revenues in both derivatives and cash products
  - Equities financing net revenues reflected improved market conditions and increased activity (including higher average customer balances in the Prime business)
- Record average Prime balances in 1Q21
- 1Q21 operating environment was characterized by higher client activity and improved market-making conditions compared to 4Q20, as volatility moderated from elevated levels and global equity prices were generally higher

# Asset Management

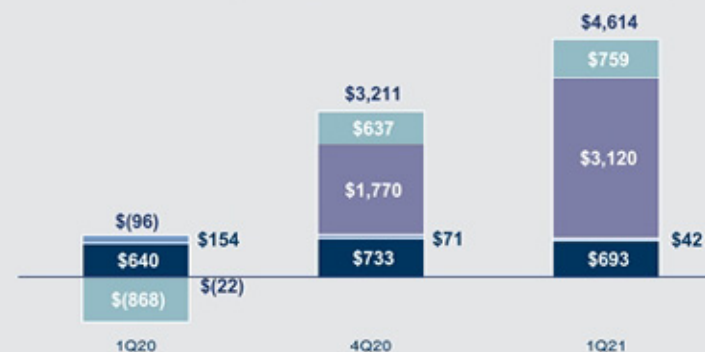
## Financial Results

<i>\$ in millions</i>	1Q21	vs. 4Q20	vs. 1Q20
Management and other fees	\$ 693	-5%	8%
Incentive fees	42	-41%	-73%
Equity investments	3,120	76%	N.M.
Lending and debt investments	759	19%	N.M.
Net revenues	4,614	44%	N.M.
Provision for credit losses	53	141%	-33%
Operating expenses	1,890	51%	58%
Pre-tax earnings	\$ 2,671	38%	N.M.
Net earnings	\$ 2,190	47%	N.M.
Net earnings to common	\$ 2,165	48%	N.M.
Average common equity	\$ 24,604	17%	16%
Return on average common equity	35.2%	7.2pp	58.8pp

## Asset Management Highlights

- 1Q21 net revenues were significantly higher YoY, primarily reflecting significant net gains from investments, compared with net losses in the prior year period due to a challenging operating environment
  - Management and other fees reflected the impact of higher average AUS, partially offset by fee waivers on money market funds
  - Equity investments net revenues included significant net gains in 1Q21:
    - Private: 1Q21 ~\$2,780 million, compared to 1Q20 ~\$460 million
    - Public: 1Q21 ~\$340 million, compared to 1Q20 ~\$(485) million
  - Lending and debt investments net revenues included net gains, reflecting tighter corporate credit spreads during the quarter

## Asset Management Net Revenues (\$ in millions)

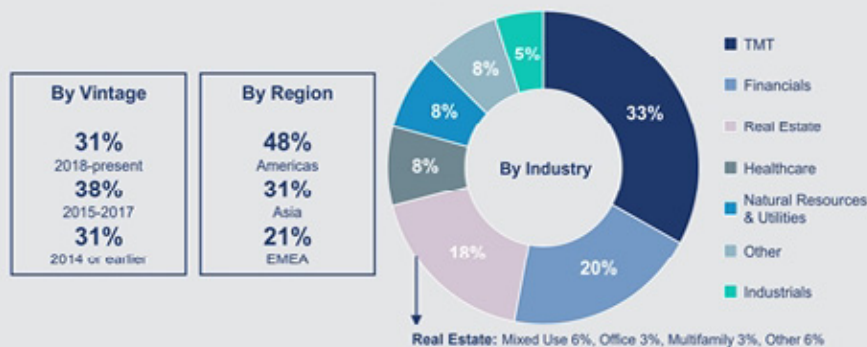


■ Management and other fees ■ Incentive fees ■ Equity investments ■ Lending and debt investments 7

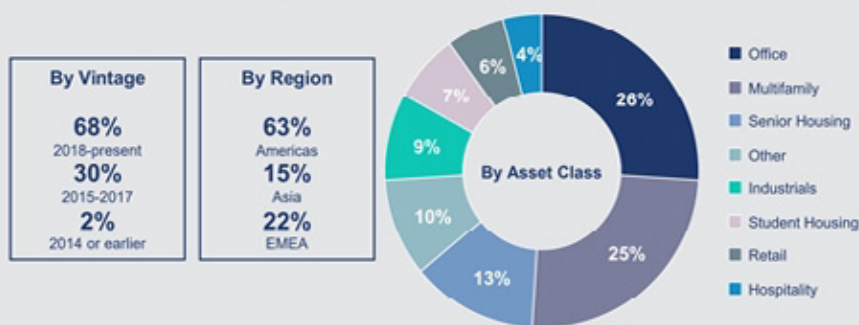


# Asset Management – Asset Mix

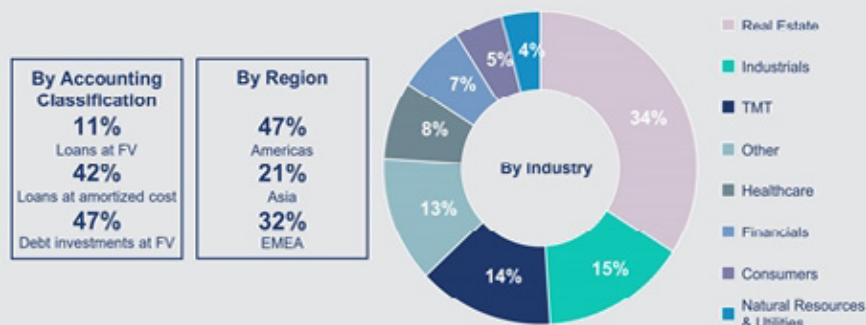
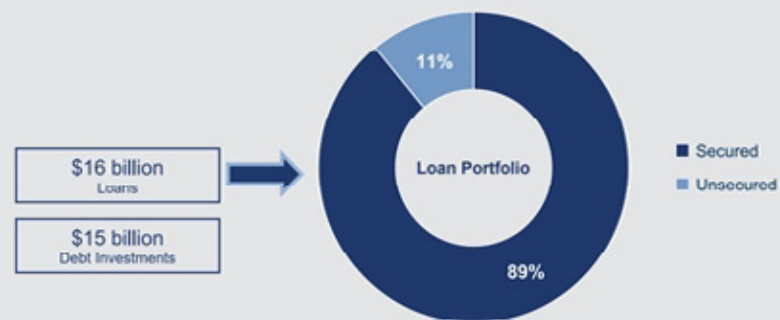
## Equity Investments of \$20 billion<sup>4</sup> \$17 Billion Private, \$3 Billion Public



## Consolidated Investment Entities<sup>5</sup> of \$10 billion<sup>4</sup> Funded with liabilities of ~\$10 billion<sup>5</sup>



## Lending and Debt Investments of \$31 billion<sup>4</sup>



# Consumer & Wealth Management

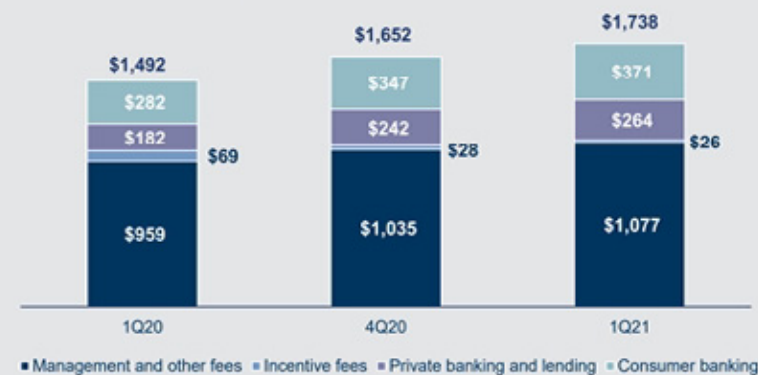
## Financial Results

<i>\$ in millions</i>	1Q21	vs. 4Q20	vs. 1Q20
Management and other fees	\$ 1,077	4%	12%
Incentive fees	26	-7%	-62%
Private banking and lending	264	0%	45%
Wealth management	1,367	5%	13%
Consumer banking	371	7%	32%
Net revenues	1,738	5%	16%
Provision for credit losses	60	-73%	-64%
Operating expenses	1,499	23%	20%
Pre-tax earnings	\$ 179	-15%	124%
Net earnings	\$ 147	-11%	104%
Net earnings to common	\$ 137	-11%	108%
Average common equity	\$ 10,244	15%	46%
Return on average common equity	5.3%	-1.6pp	1.5pp

## Consumer & Wealth Management Highlights

- 1Q21 net revenues were higher YoY
  - Wealth management net revenues were higher
    - Management and other fees reflected the impact of higher average AUS
    - Private banking and lending net revenues primarily reflected higher net interest income from lending
  - Consumer banking net revenues were higher, reflecting higher credit card loan and deposit balances
- 1Q21 provision for credit losses included provisions related to the pending acquisition of the General Motors co-branded credit card portfolio, partially offset by a benefit from reserve reductions reflecting continued improvement in the broader economic environment

## Consumer & Wealth Management Net Revenues (\$ in millions)



# Asset Management and Consumer & Wealth Management Details

## Firmwide Assets Under Supervision<sup>2,4</sup>

	\$ in billions	1Q21	4Q20	1Q20	vs. 4Q20	vs. 1Q20
Asset Management	\$	1,567	\$ 1,530	\$ 1,309	2%	20%
Consumer & Wealth Management		637	615	509	4%	25%
<b>Firmwide AUS</b>	<b>\$</b>	<b>2,204</b>	<b>\$ 2,145</b>	<b>\$ 1,818</b>	<b>3%</b>	<b>21%</b>

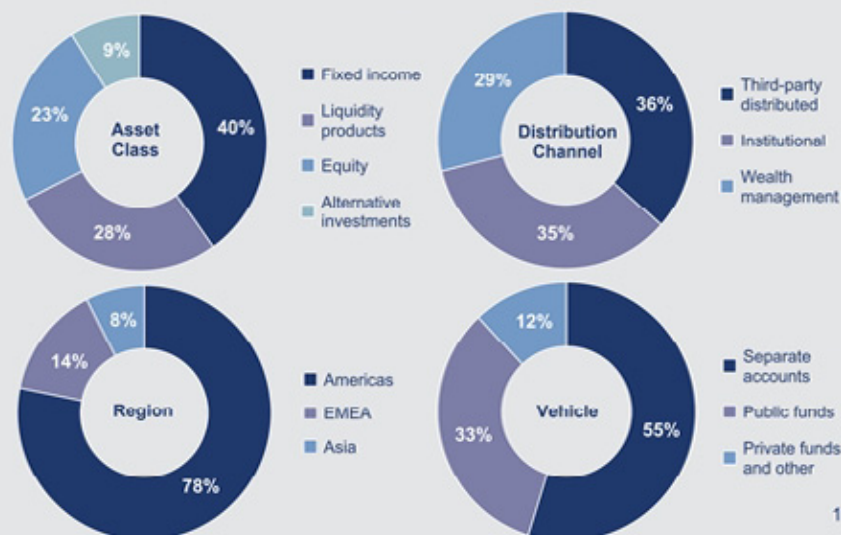
## Firmwide Management and Other Fees/Incentive Fees

	\$ in millions	1Q21	vs. 4Q20	vs. 1Q20
Asset Management	\$	693	-5%	8%
Consumer & Wealth Management		1,077	4%	12%
<b>Total Management and Other Fees</b>	<b>\$</b>	<b>1,770</b>	<b>-%</b>	<b>11%</b>
Asset Management	\$	42	-41%	-73%
Consumer & Wealth Management		26	-7%	-62%
<b>Total Incentive Fees</b>	<b>\$</b>	<b>68</b>	<b>-31%</b>	<b>-70%</b>

## Assets Under Supervision Highlights<sup>2,4</sup>

- Firmwide AUS increased \$59 billion during the quarter to a record \$2.20 trillion, as Asset Management AUS increased \$37 billion and Consumer & Wealth Management AUS increased \$22 billion
  - Long-term net inflows of \$37 billion, primarily driven by fixed income and equity assets
  - Liquidity products net inflows of \$23 billion
  - Net market depreciation of \$1 billion, as net market depreciation in fixed income assets was largely offset by net market appreciation in equity assets

## 1Q21 AUS Mix<sup>2,4</sup>



## Net Interest Income and Loans

### Net Interest Income by Segment (\$ in millions)



■ Investment Banking ■ Global Markets ■ Asset Management ■ Consumer & Wealth Management

### Net Interest Income Highlights

- 1Q21 net interest income increased \$169 million YoY
- The YoY increase in net interest income reflected an increase in interest-earning assets and continued shift to lower cost deposit funding

### Loans<sup>4</sup>

\$ in billions	1Q21	4Q20	1Q20
Corporate	\$ 48	\$ 49	\$ 68
Wealth management	36	33	29
Commercial real estate	21	20	17
Residential real estate	9	6	4
Installment	3	4	5
Credit cards	4	4	2
Other	4	4	6
Allowance for loan losses	(4)	(4)	(3)
<b>Total Loans</b>	<b>\$ 121</b>	<b>\$ 116</b>	<b>\$ 128</b>

### Metrics

**3.3%**  
ALLL to Total  
Gross Loans, at  
Amortized Cost

**2.4%**  
ALLL to Gross  
Wholesale Loans, at  
Amortized Cost

**14.1%**  
ALLL to Gross  
Consumer Loans, at  
Amortized Cost

### Lending Highlights

- Total loans increased \$5 billion, up 4% QoQ, primarily reflecting growth in residential real estate (primarily in warehouse lending) and wealth management loans
- Total allowance was \$4.24 billion (including \$3.52 billion for funded loans), down ~\$0.20 billion QoQ
  - \$2.95 billion for wholesale loans, \$1.29 billion for consumer loans
- Provision for credit losses was a net benefit of \$70 million in 1Q21, compared with net provisions of \$937 million in 1Q20
- 1Q21 net charge-offs of \$70 million for an annualized net charge-off rate of 0.3%, down 40bps QoQ
  - Wholesale annualized net charge-off rate of 0.1%, down 40bps QoQ
  - Consumer annualized net charge-off rate of 3.1%, down 20bps QoQ

# Expenses

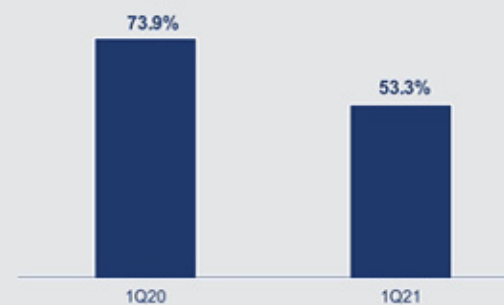
## Financial Results

<i>\$ in millions</i>	1Q21	vs. 4Q20	vs. 1Q20
Compensation and benefits	\$ 6,043	144%	87%
Transaction based	1,256	16%	22%
Market development	80	-10%	-48%
Communications and technology	375	10%	17%
Depreciation and amortization	498	-%	14%
Occupancy	247	-3%	4%
Professional fees	360	3%	4%
Other expenses	578	-29%	-17%
<b>Total operating expenses</b>	<b>\$ 9,437</b>	<b>60%</b>	<b>46%</b>
Provision for taxes	\$ 1,501	45%	N.M.
<i>Effective Tax Rate</i>	<b>18.0%</b>		

## Expense Highlights

- 1Q21 total operating expenses increased significantly YoY
  - Compensation and benefits expenses up 87% (reflecting strong performance)
  - Non-compensation expenses up 5%, reflecting:
    - Significantly higher transaction based expenses (reflecting an increase in activity levels)
    - Higher technology expenses
    - Lower net provisions for litigation and regulatory proceedings
    - Lower travel and entertainment expenses (included in market development expenses) and lower expenses related to consolidated investments (including impairments)
- 1Q21 effective income tax rate was 18.0%, down from the full year rate of 24.2% for 2020, primarily due to the impact of non-deductible litigation in 2020 and the impact of tax benefits on the settlement of employee share-based awards in the first quarter of 2021

## Efficiency Ratio<sup>2</sup>



## Capital and Balance Sheet

### Capital<sup>2,4</sup>

<i>\$ in billions</i>	1Q21	4Q20	1Q20
Common Equity Tier 1 (CET1) capital	\$ 85.2	\$ 81.6	\$ 74.6
Standardized RWAs	\$ 595	\$ 554	\$ 594
Standardized CET1 capital ratio	14.3%	14.7%	12.5%
Advanced RWAs	\$ 630	\$ 610	\$ 606
Advanced CET1 capital ratio	13.5%	13.4%	12.3%
Supplementary leverage ratio (SLR)	6.5%	7.0%	5.9%

### Selected Balance Sheet Data<sup>4</sup>

<i>\$ in billions</i>	1Q21	4Q20	1Q20
Total assets	\$ 1,302	\$ 1,163	\$ 1,090
Deposits	\$ 286	\$ 260	\$ 220
Unsecured long-term borrowings	\$ 219	\$ 213	\$ 226
Shareholders' equity	\$ 98	\$ 96	\$ 92
Average GCLA <sup>2</sup>	\$ 299	\$ 298	\$ 243

### Capital and Balance Sheet Highlights

- Standardized CET1 ratio decreased QoQ reflecting higher credit and market RWAs driven by increased exposure
- Advanced CET1 ratio increased QoQ due to an increase in CET1 capital reflecting net earnings in excess of share repurchases and dividends, partially offset by higher RWAs
- SLR decreased QoQ reflecting higher average total assets
- Returned \$3.15 billion of capital to common shareholders during the quarter
  - Repurchased 6.7 million shares for a total cost of \$2.70 billion<sup>2</sup> in 1Q21
  - Paid \$448 million of capital in common stock dividends
- The firm's balance sheet increased \$139 billion QoQ, reflecting client demand
  - Maintained highly liquid balance sheet as GCLA<sup>2</sup> averaged \$299 billion<sup>4</sup> in 1Q21
  - Deposits increased \$26 billion QoQ; Consumer deposits surpassed \$100 billion this quarter
  - Unsecured long-term borrowings increased \$6 billion QoQ; 2021 benchmark issuances are expected to be modestly higher than maturities and redemptions
- BVPS increased 6.2% QoQ, driven by net earnings

### Book Value

<i>In millions, except per share amounts</i>	1Q21	4Q20	1Q20
Basic shares <sup>2</sup>	352.7	358.8	355.7
Book value per common share	\$ 250.81	\$ 236.15	\$ 228.21
Tangible book value per common share <sup>1</sup>	\$ 236.90	\$ 222.32	\$ 214.69

## Cautionary Note Regarding Forward-Looking Statements

This presentation contains "forward-looking statements" within the meaning of the safe harbor provisions of the U.S. Private Securities Litigation Reform Act of 1995. Forward-looking statements are not historical facts or statements of current conditions, but instead represent only the firm's beliefs regarding future events, many of which, by their nature, are inherently uncertain and outside of the firm's control. It is possible that the firm's actual results, financial condition and liquidity may differ, possibly materially, from the anticipated results, financial condition and liquidity in these forward-looking statements. For information about some of the risks and important factors that could affect the firm's future results, financial condition and liquidity and the forward-looking statements below, see "Risk Factors" in Part I, Item 1A of the firm's Annual Report on Form 10-K for the year ended December 31, 2020.

Information regarding the firm's assets under supervision, capital ratios, risk-weighted assets, supplementary leverage ratio, balance sheet data and global core liquid assets (GCLA) consists of preliminary estimates. These estimates are forward-looking statements and are subject to change, possibly materially, as the firm completes its financial statements.

Statements regarding (i) estimated GDP growth, (ii) the impact of the COVID-19 pandemic on the firm's business, results, financial position and liquidity, (iii) the timing, profitability, benefits and other prospective aspects of business initiatives and the achievability of medium- and long-term targets and goals, (iv) the future state of the firm's liquidity and regulatory capital ratios, (v) the firm's prospective capital distributions (including dividends and repurchases), (vi) the firm's future effective income tax rate, (vii) the firm's investment banking transaction backlog, and (viii) the firm's planned 2021 debt benchmark issuances are forward-looking statements. Statements regarding estimated GDP growth are subject to the risk that actual GDP growth may differ, possibly materially, due to, among other things, changes in general economic conditions. Statements about the effects of the COVID-19 pandemic on the firm's business, results, financial position and liquidity are subject to the risk that the actual impact may differ, possibly materially, from what is currently expected. Statements about the timing, profitability, benefits and other prospective aspects of business initiatives and the achievability of medium and long-term targets and goals are based on the firm's current expectations regarding the firm's ability to implement these initiatives and achieve these targets and goals and may change, possibly materially, from what is currently expected. Statements about the future state of the firm's liquidity and regulatory capital ratios, as well as its prospective capital distributions, are subject to the risk that the firm's actual liquidity, regulatory capital ratios and capital distributions may differ, possibly materially, from what is currently expected. Statements about the firm's future effective income tax rate are subject to the risk that the firm's future effective income tax rate may differ from the anticipated rate indicated, possibly materially, due to, among other things, changes in the tax rates applicable to the firm, the firm's earnings mix or profitability, the entities in which the firm generates profits and the assumptions made in forecasting the firm's expected tax rate, and potential future guidance from the U.S. IRS. Statements about the firm's investment banking transaction backlog are subject to the risk that transactions may be modified or may not be completed at all and related net revenues may not be realized or may be materially less than expected. Important factors that could have such a result include, for underwriting transactions, a decline or weakness in general economic conditions, an outbreak of hostilities, volatility in the securities markets or an adverse development with respect to the issuer of the securities and, for financial advisory transactions, a decline in the securities markets, an inability to obtain adequate financing, an adverse development with respect to a party to the transaction or a failure to obtain a required regulatory approval. Statements regarding the firm's planned 2021 debt benchmark issuances are subject to the risk that actual issuances may differ, possibly materially, due to changes in market conditions, business opportunities or the firm's funding needs.

## Footnotes

1. Annualized return on average common shareholders' equity (ROE) is calculated by dividing annualized net earnings applicable to common shareholders by average monthly common shareholders' equity. Annualized return on average tangible common shareholders' equity (ROTE) is calculated by dividing annualized net earnings applicable to common shareholders by average monthly tangible common shareholders' equity. Tangible common shareholders' equity is calculated as total shareholders' equity less preferred stock, goodwill and identifiable intangible assets. Tangible book value per common share (TBVPS) is calculated by dividing tangible common shareholders' equity by basic shares. Management believes that tangible common shareholders' equity and TBVPS are meaningful because they are measures that the firm and investors use to assess capital adequacy and that ROTE is meaningful because it measures the performance of businesses consistently, whether they were acquired or developed internally. Tangible common shareholders' equity, ROTE and TBVPS are non-GAAP measures and may not be comparable to similar non-GAAP measures used by other companies.

The table below presents a reconciliation of average and ending common shareholders' equity to average and ending tangible common shareholders' equity.

<i>Unaudited. \$ in millions</i>	AVERAGE FOR THE		AS OF		
	THREE MONTHS ENDED		MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020
	MARCH 31, 2021		MARCH 31, 2021	DECEMBER 31, 2020	MARCH 31, 2020
Total shareholders' equity	\$ 96,159	\$	\$ 97,664	\$ 95,932	\$ 92,379
Preferred stock	(9,703)		(9,203)	(11,203)	(11,203)
Common shareholders' equity	86,456		88,461	84,729	81,176
Goodwill	(4,332)		(4,332)	(4,332)	(4,196)
Identifiable intangible assets	(608)		(575)	(630)	(614)
Tangible common shareholders' equity	\$ 81,516	\$	\$ 83,554	\$ 79,767	\$ 76,366

2. For information about the following items, see the referenced sections in Part II, Item 7 "Management's Discussion and Analysis of Financial Condition and Results of Operations" in the firm's Annual Report on Form 10-K for the year ended December 31, 2020: (i) investment banking transaction backlog – see "Results of Operations – Investment Banking" (ii) assets under supervision – see "Results of Operations – Assets Under Supervision" (iii) efficiency ratio – see "Results of Operations – Operating Expenses" (iv) basic shares – see "Balance Sheet and Funding Sources – Balance Sheet Analysis and Metrics" (v) share repurchase program – see "Equity Capital Management and Regulatory Capital – Equity Capital Management" and (vi) global core liquid assets – see "Risk Management – Liquidity Risk Management."

For information about risk-based capital ratios and the supplementary leverage ratio, see Note 20 "Regulation and Capital Adequacy" in Part II, Item 8 "Financial Statements and Supplementary Data" in the firm's Annual Report on Form 10-K for the year ended December 31, 2020.

3. Dealogic – January 1, 2021 through March 31, 2021.
4. Represents a preliminary estimate for the first quarter of 2021 and may be revised in the firm's Quarterly Report on Form 10-Q for the period ended March 31, 2021.
5. Includes consolidated investment entities, substantially all of which are engaged in real estate investment activities. These assets are generally accounted for at historical cost less depreciation. Substantially all liabilities are nonrecourse, thereby reducing the firm's equity at risk. Amounts by vintage, region and asset class are net of financings.