

June 2009

## Market Overview

Goldman Sachs Dynamic Opportunities Limited's ("GSDO" or the "Fund") underlying investments generated positive performance in June, posting a 1.24% gain (US Dollar, net of fees).

Five of the eight managers in the Event Driven sector ended the month positively. The sector generated positive performance in June as managers continued to benefit from the credit market rally and strong credit selection. Given the improved market liquidity, credit managers continued to actively realize gains as prices moved in their favor, in many cases earlier than expected. Despite the recent rally, managers remain focused on identifying idiosyncratic opportunities as many believe that credit selection is key in the current environment. This is also the case for multi-strategy managers. Positive performance for multi-strategy managers in June was primarily driven by the managers' credit exposure. Managers' net and gross exposures have increased off their lows and the sector continues to have significant exposure to North American focused credit-oriented strategies.

Four of the five managers in the Equity Long/Short sector ended the month positively. Sector dispersion was high in June as sectors that benefited from the May rally such as industrials, metals and banks, traded down in June. Managers with long exposures to these sectors generally suffered losses. In contrast, defensive sectors that underperformed the market in May performed relatively well in June, with telecom and consumer outperforming. Long exposure to these sectors benefited select managers, while short exposure to the retail sector was a particular detractor. Managers continued to add to gross exposure throughout the month, as leading market and economic indicators broadly continued to improve. Net exposures remain relatively low compared to historical averages as many managers continue to be cautious on the drivers of the economic recovery.

Two of the four Tactical Trading managers realized positive performance in June but the sector was negative overall in June. Macro managers' returns were generally muted, as risk was reduced early in the month. By focusing on nimble trading, managers may have offset some losses from long positions in precious metals and equities.

Sources: Bloomberg, Financial Times, Reuters, The New York Times, The Wall Street Journal.

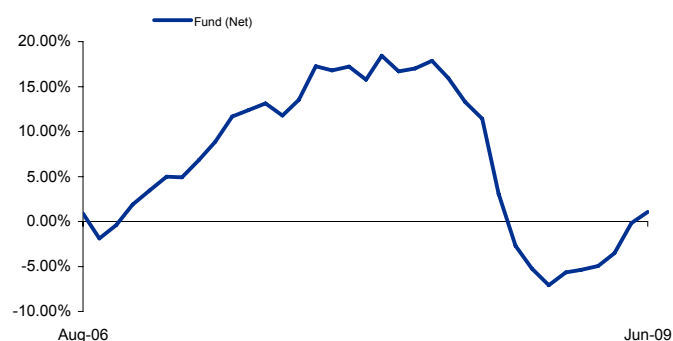
## Performance

|  | NAV<br>per Share | MTD    | QTD    | YTD    | Cum ITD | Ann ITD <sup>2</sup> | Vol ITD | Inception<br>Date |
|--|------------------|--------|--------|--------|---------|----------------------|---------|-------------------|
| Goldman Sachs Dynamic Opportunities Limited - (USD) Net <sup>1</sup> | 1.8209           | 1.24%  | 6.31%  | 8.75%  | 1.05%   | 0.36%                | 8.12%   | Aug-06            |
| 3 Month USD LIBOR  | N/A              | 0.10%  | 0.30%  | 0.65%  | 12.23%  | 4.03%                | 0.45%   | Aug-06            |
| Goldman Sachs Dynamic Opportunities Limited - (EUR) Net <sup>1</sup> | 1.2590           | 2.17%  | 0.62%  | 7.79%  | -12.16% | -4.35%               | 12.21%  | Aug-06            |
| 3 Month EUR LIBOR  | N/A              | 0.09%  | 0.26%  | 0.97%  | 11.83%  | 3.91%                | 0.33%   | Aug-06            |
| Goldman Sachs Dynamic Opportunities Limited - (GBP) Net <sup>1</sup> | 0.900            | -0.86% | -7.48% | -5.07% | -8.40%  | -2.96%               | 9.28%   | Aug-06            |
| 3 Month GBP LIBOR  | N/A              | 0.13%  | 0.41%  | 1.09%  | 15.77%  | 5.15%                | 0.41%   | Aug-06            |

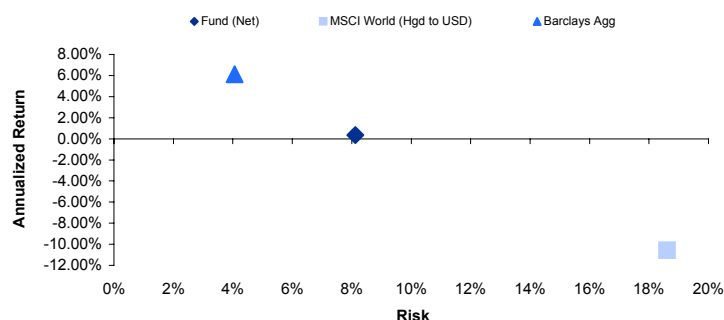
## Portfolio Characteristics (Reflects USD Share Class)<sup>1</sup>

|                 | Excess Return<br>Annualized (Net) <sup>2,3</sup> | Fund<br>Annualized (Net) <sup>2</sup> | Standard<br>Deviation | Sharpe | Beta<br>MSCI World (Hgd to USD) | Beta<br>Barclays Agg |
|-----------------|--|---------------------------------------|-----------------------|--------|---------------------------------|----------------------|
| Last 12 Months  | -15.21%  | -12.85%                               | 10.96%                | -1.39  | 0.28                            | 0.48                 |
| Since Inception | -3.67%   | 0.36%                                 | 8.12%                 | -0.45  | 0.28                            | 0.19                 |

## Cumulative Performance (Reflects USD Share Class)<sup>1</sup>



## Return Comparison (Inception-To-Date) (Reflects USD Share Class)<sup>1</sup>



Past performance is not indicative of future results, which may vary. Please see Disclosures for important information.

<sup>1</sup> Performance is final and unaudited. The figures published here are final as of 30/06/2009, calculated as of 31/07/2009, but are potentially subject to revision. Returns are presented in the currency displayed.

References to market or composite indices, benchmarks or other measures of relative market performance over a specified period of time (each, an "index") are provided for your information only. References to the indices do not imply that the portfolio will achieve returns, volatility or other results similar to the indices. The composition of the indices may not reflect the manner in which a portfolio is constructed in relation to expected or achieved returns, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility or tracking error targets, all of which are subject to change over time. Information regarding the Fund's investment objectives is contained in the Fund's latest report and accounts, but is subject to amendment. Source for index data: Bloomberg.

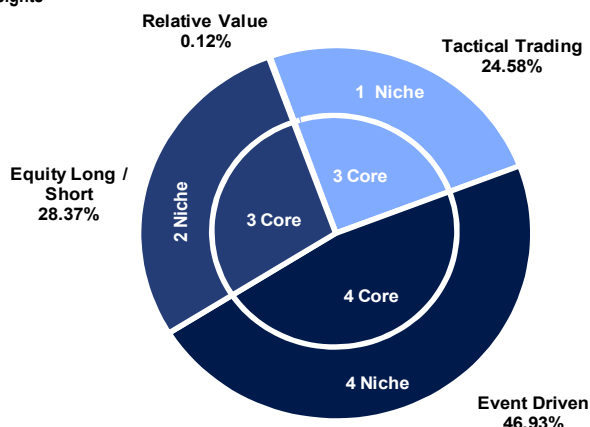
<sup>2</sup> Returns less than 12 months are cumulative, not annualized.

<sup>3</sup> This is the excess return over the risk-free rate (3 Month USD LIBOR).

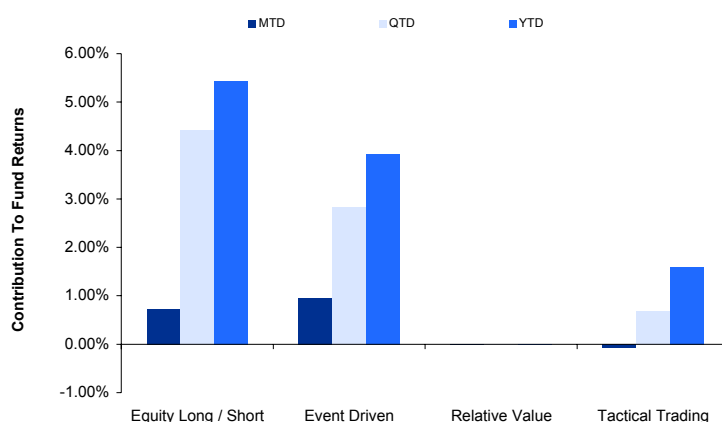
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## Weights<sup>1</sup>



## Attribution (Reflects USD Share Class)<sup>2,3</sup>



## Performance Analysis (Reflects USD Share Class) Sectors<sup>2,4</sup>

| Sector              | Portfolio Weight <sup>1</sup> | MTD    | QTD    | YTD    | ITD    | Ann ITD <sup>5</sup> | Vol ITD | Inception Date |
|---------------------|-------------------------------|--------|--------|--------|--------|----------------------|---------|----------------|
| Equity Long / Short | 28.37%                        | 2.60%  | 16.98% | 21.77% | 11.32% | 3.74%                | 13.18%  | Aug-06         |
| Event Driven        | 46.93%                        | 2.03%  | 6.08%  | 8.53%  | 0.66%  | 0.23%                | 8.72%   | Aug-06         |
| Relative Value      | 0.12%                         | 2.00%  | 2.17%  | 5.11%  | -4.14% | -1.44%               | 13.39%  | Aug-06         |
| Tactical Trading    | 24.58%                        | -0.28% | 2.68%  | 5.77%  | 60.02% | 17.49%               | 7.33%   | Aug-06         |

## Performance Analysis (Reflects USD Share Class) Overall<sup>2,4</sup>

|                 | Portfolio Weight <sup>1</sup> | MTD   | QTD   | YTD    | ITD    | Ann ITD <sup>5</sup> | Vol ITD | Inception Date |
|-----------------|-------------------------------|-------|-------|--------|--------|----------------------|---------|----------------|
| Core Allocation | 62.72%                        | 1.47% | 6.98% | 11.52% | 7.59%  | 2.54%                | 9.19%   | Aug-06         |
| Niche Exposure  | 37.28%                        | 1.87% | 9.90% | 10.36% | 14.93% | 4.89%                | 8.18%   | Aug-06         |

## Monthly Performance (Reflects USD Share Class)<sup>2</sup>

| Year | Jan    | Feb    | Mar    | Apr   | May   | Jun    | Jul    | Aug    | Sep    | Oct    | Nov    | Dec    | Year    |
|------|--------|--------|--------|-------|-------|--------|--------|--------|--------|--------|--------|--------|---------|
| 2009 | 1.53%  | 0.31%  | 0.45%  | 1.51% | 3.45% | 1.24%  | -      | -      | -      | -      | -      | -      | 8.75%   |
| 2008 | -1.26% | 2.30%  | -1.46% | 0.29% | 0.71% | -1.62% | -2.29% | -1.64% | -7.49% | -5.63% | -2.58% | -1.96% | -20.74% |
| 2007 | 1.48%  | -0.05% | 1.82%  | 1.91% | 2.57% | 0.65%  | 0.64%  | -1.19% | 1.58%  | 3.28%  | -0.40% | 0.38%  | 13.34%  |
| 2006 | -      | -      | -      | -     | -     | -      | -      | 0.90%  | -2.78% | 1.54%  | 2.27%  | 1.53%  | 3.44%   |

<sup>1</sup> The Relative Value allocation is a single allocation to a Core manager. Does not include cash. The Investment Manager may change the allocations over time. The allocations noted above should not be deemed representative of allocations in the future. Allocations based upon month-end valuations as of 30/06/2009, calculated as of 31/07/2009. Figures may not sum to 100% due to rounding.

<sup>2</sup> Performance is final and unaudited. The figures published here are final as of 30/06/2009, calculated as of 31/07/2009, but are potentially subject to revision.

<sup>3</sup> Contribution data is geometrically calculated based on a monthly time series. Data will not arithmetically sum to fund total. Cumulative geometric returns for less than 12 months are calculated as follows:  $(1+r_1)(1+r_2)\dots(1+r_n)-1$ . Annualized geometric returns for returns greater than 12 months are calculated as follows:  $[(1+r_1)(1+r_2)\dots(1+r_m)]^{12/m}-1$ .

<sup>4</sup> Sector and overall returns are net of underlying manager fees but gross of Goldman Sachs management and incentive fees. Presented in USD unless otherwise stated.

<sup>5</sup> Returns less than 12 months are cumulative, not annualized.

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**GSDO's Investments by Manager Name<sup>1,2</sup>**

| <b>Sector / Manager</b>             | <b>Strategy</b>                           | <b>Holding</b> |
|-------------------------------------|---|----------------|
| <b>Equity Long / Short</b>          |   |                |
| AKO Capital                         | Europe Diversified                        | Niche          |
| Glenview                            | US Diversified                            | Core           |
| Moon                                | Emerging Markets                          | Niche          |
| Tosca                               | Global Diversified                        | Core           |
| TPG-Axon Capital                    | Global Diversified                        | Core           |
| <b>Event Driven</b>                 |   |                |
| Anchorage                           | Credit Opportunities / Distressed         | Core           |
| Eton Park                           | Multi-Strategy                            | Core           |
| Harbinger                           | Credit Opportunities / Distressed         | Core           |
| Manikay Partners                    | Multi-Strategy                            | Niche          |
| Silver Point                        | Credit Opportunities / Distressed         | Niche          |
| Spinnaker (Global Opportunity)      | Emerging Markets                          | Niche          |
| Spinnaker (Global Emerging Markets) | Emerging Markets                          | Niche          |
| The Children's Investment Fund      | Multi-Strategy                            | Core           |
| <b>Tactical Trading</b>             |   |                |
| Brevan Howard                       | Macro - Discretionary                     | Core           |
| D.E. Shaw                           | Macro - Model                             | Core           |
| Moore                               | Macro - Discretionary                     | Core           |
| Yannix Capital                      | Managed Futures - Fundamental Commodities | Niche          |
| Total Number of Allocations: 17     |   |                |

<sup>1</sup> As of 30/06/2009, calculated as of 31/07/2009. This information should not be construed as research or investment advice or a recommendation to buy or sell investments in the Fund or any other investments mentioned in this report or to follow any investment strategy. Furthermore, this report should not be construed as an invitation or inducement to engage in investment activity in the Fund.

<sup>2</sup> This is a list of all GSDO managers excluding Amaranth and Tisbury. Amaranth and Tisbury have been excluded because each is a holding (a) that comprises less than 1% of GSDO's assets and (b) from which GSDO has submitted a full redemption form. The list is subject to change without notice to investors and therefore may not be an indication of the investments that currently comprise the Fund's portfolio.

Please see Disclosures for important information.

## Disclosures

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The performance described herein is based in part on estimates of the recovery value of such fund's assets currently held at Lehman Brothers and/or amounts owed to such fund by Lehman Brothers. In addition, these exposures are based on information we have received from the majority, but not all of our underlying hedge fund managers, and we have no way of independently verifying or otherwise confirming the accuracy of the information provided. There can be no guarantee that our estimate is accurate. There is significant uncertainty with respect to the ultimate outcome of the Lehman Brothers insolvency proceedings, and therefore the amounts ultimately recovered from Lehman Brothers could be materially different than our estimates. Accordingly, the estimated values set forth herein may not completely reflect the impact of potential losses. When realized, such losses could adversely impact the performance of the fund. We continue to assess our funds' exposure to the bankruptcy of Lehman Brothers and we may revise our estimates of recovery value at any time.

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References to market or composite indices, benchmarks or other measures of relative market performance over a specified period of time (each, an "index") are provided for your information only. References to the indices does not imply that the portfolio will achieve returns, volatility or other results similar to the indices. The composition of the indices may not reflect the manner in which a portfolio is constructed in relation to expected or achieved returns, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility or tracking error targets, all of which are subject to change over time. Information regarding portfolio objectives is contained in the prospectus as amended from time to time. Source for index data: Bloomberg.

Indices are unmanaged. The figures for the index reflect the reinvestment of dividends but do not reflect the deduction of any fees or expenses which would reduce returns. Investors cannot invest directly in indices.

#### Effect of fees on performance:

The following table provides a simplified example of the effect of management and incentive fees on portfolio returns. For example, assume a portfolio has a steady investment return, gross of fees, of 0.5% per month and total management fees of 0.1250% per month of the market value of the portfolio on the last day of the month and incentive fees of 10% of net profits. Management fees and incentive fees are deducted from the market value of the portfolio on that day. There are no cash flows during the period. The table shows that, assuming that other factors such as investment return and fees remain constant, the difference increases due to the compounding effect over time. Of course, the magnitude of the difference between gross-of-fee and net-of-fee returns will depend on a variety of factors, and the example has been intentionally simplified.

| Period   | Gross Return | Net Return | Differential |
|----------|--------------|------------|--------------|
| 1 year   | 6.17%        | 4.13%      | 2.04%        |
| 2 years  | 12.72%       | 8.42%      | 4.29%        |
| 10 years | 81.94%       | 49.83%     | 32.11%       |

MSCI World Index: Morgan Stanley Capital International's market capitalization weighted index is composed of companies representative of the market structure of 22 developed market countries in North America, Europe, and the Asia/Pacific Region. The index is calculated without dividends, with net or with gross dividends reinvested, in both US dollars and local currencies.

Barclays Aggregate Bond Index: The Barclays Capital U.S. Aggregate Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis.

#### Supplemental Risk Disclosure for All Potential Investors in Hedge Funds and other private investment funds (collectively, "Alternative Investments")

In connection with your consideration of a direct or indirect investment in any Alternative Investment, you should be aware of the following risks:

Alternative Investments are not subject to the same regulatory requirements or governmental oversight as mutual funds. The sponsor or manager of any Alternative Investment may not be registered with any governmental agency.

Alternative Investments often engage in leverage and other investment practices that are extremely speculative and involve a high degree of risk. Such practices may increase the volatility of performance and the risk of investment loss, including the loss of the entire amount that is invested.

Alternative Investments may purchase instruments that are traded on exchanges located outside the United States that are "principal markets" and are subject to the risk that the counterparty will not perform with respect to contracts. Furthermore, since there is generally less government supervision and regulation of foreign exchanges, Alternative Investments are also subject to the risk of the failure of the exchanges and there may be a higher risk of financial irregularities and/or lack of appropriate risk monitoring and controls.

Past performance is not a guide to future performance and the value of Alternative Investments and the income derived from them can go down as well as up. Future returns are not guaranteed and a loss of principal may occur.

Alternative Investments may impose significant fees, including incentive fees that are based upon a percentage of the realized and unrealized gains, and such fees may offset all or a significant portion of such Alternative Investment's trading profits.

Alternative Investments are offered in reliance upon an exemption from registration under the Securities Act of 1933, as amended, for offers and sales of securities that do not involve a public offering in the United States.

Alternative Investments may themselves invest in instruments that may be highly illiquid and extremely difficult to value. This also may limit your ability to transfer your investment.

Alternative Investments generally are not required to provide their investors with periodic pricing or valuation information.

There may be conflicts of interest between the Alternative Investment and other service providers, including the investment manager and sponsor of the Alternative Investment.

Alternative Investments may involve complex tax and legal structures. Investment in any particular Alternative Investment, or Alternative Investments generally, is only suitable for sophisticated investors for whom such an investment does not constitute a complete investment program and who fully understand and are willing to assume the risks involved in such Alternative Investment. You are urged to consult with your own tax, accounting and legal advisers regarding any investment in any Alternative Investment.

Investors are also urged to take appropriate advice regarding any applicable legal requirements and any applicable taxation and exchange control regulations in the country of their citizenship, residence or domicile which may be relevant to the subscription, purchase, holding, exchange, redemption or disposal of any Alternative Investment.

We refer you to the prospectus for a more complete discussion of the risks relating to an investment in any particular Alternative Investment. You are urged to read all applicable offering materials, including the entire prospectus, prior to any investment in any Alternative Investment. Investment Restrictions apply to many of Goldman Sachs' Alternative Investments. Goldman Sachs Hedge Fund Strategies LLC (HFS) is the Investment Manager to the Fund referenced herein. HFS, a US registered investment adviser, is part of Goldman Sachs Asset Management and is a wholly owned subsidiary of The Goldman Sachs Group, Inc.

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Investors should consider that the returns that they will receive will be a function of the share price of the Fund. While we would expect that the Fund would trade substantially in line with its underlying NAV, investors should consider that the traded status of the Fund could lead it to have a significantly higher volatility and correlation to equities.

Investors should consider that the liquidity of their investment will be a function of the market demand for the shares of the Fund. There is the potential for the Fund to trade at a discount to NAV and lack of market demand may lead to their being a less liquid market.