



Portfolio Solution

GOLDMAN SACHS CREDIT STRATEGIES FUND

Corporate Credit – Potential for Attractive Risk-Adjusted Returns

Increased inefficiencies in the credit markets provide attractive opportunities for experienced “credit pickers” like Goldman Sachs Asset Management’s Liberty Harbor team to potentially generate attractive risk-adjusted returns. *The Goldman Sachs Credit Strategies Fund* utilizes the team’s extensive research capabilities to serve as a discerning eye for investors who seek strong total return potential as well as greater diversification for their fixed income portfolio.

Corporate credit markets have rebounded since early 2009, which led some to argue that the rally in corporate credit securities is over. Yet we believe corporate credit still offers compelling value and strong return potential as we view the most recent market gains as simply paving the way for diligent security selection.

Large Disparity in Credit Quality Will Require Diligent Security Selection

Despite the most recent market rally, credit spreads – or the yield differential between a riskier corporate credit security and a US government-issued Treasury security – remain above historical averages¹, providing potential for capital gains should the price on credit securities continue to rise. However, in addition to elevated credit spreads, investors in today’s corporate credit markets also face a significant widening in issuers’ credit quality.

With this increased diversity in credit quality, investors will need to differentiate between issuers that are prepared to meet the challenges in the current economic environment versus those that are not. Consequently, we believe that potential future returns in corporate credit markets will be driven by diligent security selection based on deep credit risk analysis.

Investment Opportunities across the Credit Spectrum

We utilize a disciplined security selection process to capitalize on what we believe are the most compelling investment opportunities across the entire corporate credit market spectrum:

Bank Loans	Investment Grade	High Yield	Convertibles
Senior secured loans issued by banks to corporations. As the most senior part of an issuer’s capital structure, they can provide the purchaser with significant structural protection, even in the event of bankruptcy.	Issued by a company or institution with a strong credit profile rated BBB- or higher. These bonds constitute more than 60% of all corporate debt outstanding.	Issued by a company rated lower than BBB- based on factors such as business risk and balance sheet leverage. Can offer higher yield potential than investment grade bonds due to their higher risk of default.	Credit obligations of the issuer that contain the right – at the option of the investor – to convert the bond into a fixed number of shares of the issuer’s common stock. In return, convertibles typically pay a lower yield than comparable bonds.

Source: GSAM.

Diversification does not protect an investor from market risk and does not ensure a profit.



Asset Management

www.goldmansachsfunds.com

Distinguishing Characteristics of GSAM's Liberty Harbor Team

Opportunistic Investment Approach	→	The Fund can be more opportunistic in its allocation across the corporate credit spectrum, since it is not managed against a traditional fixed income benchmark.
Fundamental Research Expertise	→	Thorough, bottom-up research is the foundation of our approach allowing us to focus capital in our highest conviction ideas across the credit spectrum.
Experienced, Stable Team	→	We have extensive experience in opportunistic credit investing and senior portfolio managers have worked together since 2004.
Robust Risk Management	→	We incorporate distinct layers of risk management performed by the portfolio management team and GSAM's independent risk oversight group, one of the industry's largest.

Key Reasons to Consider the Credit Strategies Fund

Although not suitable for all investors, the *Goldman Sachs Credit Strategies Fund* may be appropriate for investors seeking:

- Total return composed of income and capital appreciation potential
- Investment opportunities across the global corporate credit market
- Diversification in their investment portfolio based on historically low correlations to large cap US equities
- To capitalize on the ever-evolving corporate credit market

Investment Objective	Seeks total return composed of income and capital appreciation
Fund Type	Closed-end interval fund
Number of Positions	100+
Subscriptions	Daily
Dividends	Quarterly
Redemptions	Quarterly
Minimum Initial Investment	\$25,000
Share Class	Common shares sold at net asset value with a sales charge
NASDAQ Symbol / CUSIP	XGCRX / 38146L 108

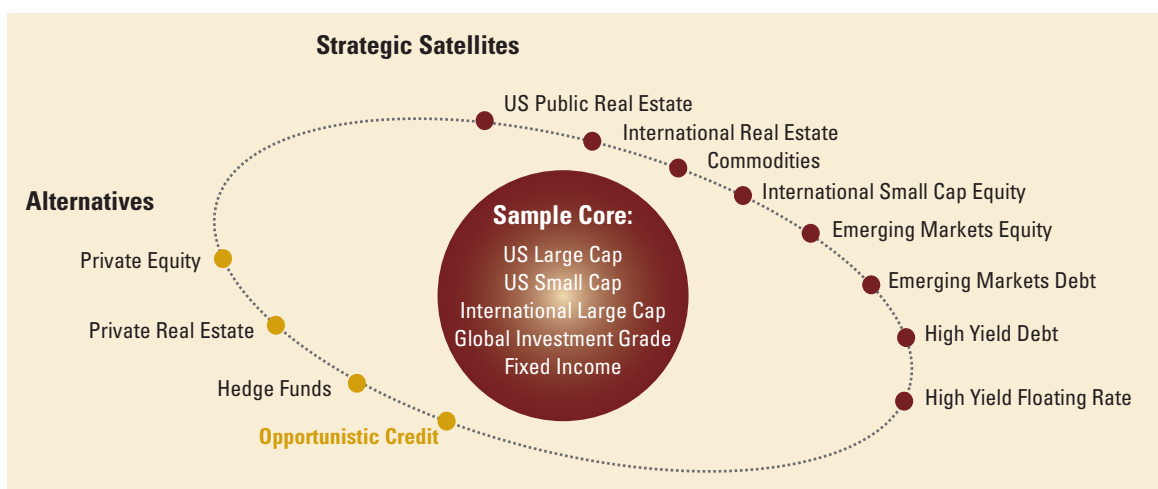
As an interval fund, the Fund will make quarterly offers to repurchase at least 5% and up to 25% of its outstanding shares at net asset value ("NAV"). In the event that the number of shares tendered for repurchase exceeds these amounts, shareholders may be prevented from fully liquidating their positions in a timely manner.

Ideas on Implementation

We believe one of the most effective ways to use the *Goldman Sachs Credit Strategies Fund* is through Core and Satellite portfolio construction. In this approach, equity market and interest rate risk are allocated to a portfolio's Core, while less correlated risk is allocated to Satellite investments.

By offering diversification relative to traditional asset classes and the potential for attractive returns in a variety of market conditions, we believe the Fund can serve as an effective "Satellite" investment within an investor's portfolio.

Sample Core and Satellite Investments



Source: GSAM. Diversification does not protect an investor from market risk and does not ensure a profit.

Goldman Sachs Credit Strategies Fund

Total Returns (as of December 31, 2011)	YTD (%)	1 Year (%)	Since Inception 6/15/09 (%)	30-Day Standardized Subsidized Yield (%)	30-Day Standardized Unsubsidized Yield (%)	EXPENSE RATIOS (%)	
						Current (net)	Before Waiver (gross)
Common Shares (XGCRX) - At NAV	4.76	4.76	9.31	5.08 ²	5.08 ²	1.50	1.50
Common Shares (XGCRX) - With Max. Sales Charge*	2.15	2.15	8.22	4.95 ³	4.95 ³		

The returns represent past performance. Past performance does not guarantee future results. The Fund's investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted above. Please visit our web site at: www.goldmansachsfunds.com to obtain the most recent month-end returns.

***The Standardized Total Returns are average annual total returns or cumulative total returns (only if the performance period is one year or less) as of the most recent calendar quarter-end. They assume reinvestment of all distributions at net asset value. These returns reflect a maximum initial sales charge of 2.5% for Common Shares.**

The expense ratios of the Fund, both current (net of applicable fee waivers and/or expense limitations) and before waivers (gross of applicable fee waivers and/or expense limitations), are as set forth above according to the most recent publicly available Prospectus. Waivers and expense limitations are voluntary and may be modified or terminated at any time at the option of the investment adviser and without shareholder approval. If this occurs, the expense ratios may change.

¹ Historical averages for credit spreads are based on option-adjusted spreads between 2002 and 2011 and compared with spreads from December 31, 2011. Spreads for Bank Loans were 528 basis points (bps) as of December 31, 2011 compared with a 10-year average of 380 basis points; Spreads for Investment Grade Credit were 217 bps as of December 31, 2011 compared with a 10-year average of 160 bps Spreads for High Yield were 699 bps as of December 31, 2011 compared with a 10-year average of 599 bps Source: Barclays Capital, Credit Suisse. Bank Loans are represented by the Credit Suisse Institutional Leveraged Loan Index (Discount Margin - 3-year Life), Investment Grade Credit by the Barclays US Credit Index, High Yield by the Barclays US High Yield Index. An investor cannot invest directly in an unmanaged index.

² The 30-Day Standardized Subsidized Yield (NAV) of the Fund is calculated by dividing the net investment income per share (as defined by securities industry regulations) earned by the Fund over a 30-day period (ending on the stated month-end date) by the net asset value ("NAV") per share of the Fund on the last day of the period. This number is then annualized. This yield does not necessarily reflect income actually earned and distributed by the Fund and, therefore, may not be correlated with the dividends or other distributions paid to shareholders. The 30-Day Standardized Unsubsidized Yield does not reflect expense reductions.

³ The 30-Day Standardized Subsidized Yield of the Fund is calculated by dividing the net investment income per share (as defined by securities industry regulations) earned by the Fund over a 30-day period (ending on the stated month-end date) by the maximum public offering price ("POP") per share of the Fund on the last day of the period. This number is then annualized. This yield does not necessarily reflect income actually earned and distributed by the Fund and, therefore, may not be correlated with the dividends or other distributions paid to shareholders. The 30-Day Standardized Unsubsidized Yield does not reflect any applicable expense reductions.

For more information, please contact your financial advisor.

Goldman Sachs Credit Strategies Fund Risk Considerations

The Goldman Sachs Credit Strategies Fund is not a money market fund. Investors in this Fund should understand that the net asset value of the Fund will fluctuate, which may result in a loss of the principal amount invested. Investments in fixed income securities are subject to the risks associated with debt securities including credit, liquidity and interest rate risk. The Fund may make substantial investments in securities rated below investment grade. Non-investment grade securities (commonly known as "junk bonds") are considered speculative and generally involve greater price volatility and greater credit and interest rate risk than higher rated securities. A number of instruments and strategies used by the Fund may involve non-investment grade securities, including without limitation distressed securities, special situations investments and collateralized loan obligations. The Fund may purchase the securities of issuers that are in default.

The Fund may also make substantial investments in derivative instruments. Derivative instruments may involve a high degree of financial risk. These risks include the risk that a small movement in the price of the underlying security or benchmark may result in a disproportionately large movement, unfavorable or favorable, in the price of the derivative instrument (i.e., market risk); risks of default by a counterparty, and the risks that transactions may not be liquid. Similarly, securities and other instruments in which the Fund invests are also subject to market risk.

The Fund may invest in and actively trade, securities, derivatives, and other financial instruments using strategies and investment techniques with significant risk characteristics, including, without limitation, risks arising from the volatility of commodity, equity, fixed income, currency and other financial markets, risks arising from the potential illiquidity of securities, derivative and other instruments, the risk of loss from counterparty defaults and the risks of borrowing, including for purpose of making investments, risks associated with originating or participating in loans and risks associated with making investments outside the US. No guarantee or representation is made that the investment program of the Fund will be successful, that the various trading strategies utilized or investments made by the Fund will have low correlation with each other or with the financial markets in which the Fund invest.

The Fund is "non-diversified" under the Investment Company Act of 1940 and may invest a large percentage of its assets in fewer issuers than "diversified" mutual funds. Because of the smaller number of stocks generally held in the Fund's portfolio, the Fund may be subject to greater risks than a more diversified fund. A change in the value of any single holding may affect the overall value of the portfolio more than it would affect a diversified fund that holds more investments.

Core and Satellite Risk Considerations

Equity securities are more volatile than bonds and subject to greater risks. Small and mid-sized company stocks involve greater risks than those customarily associated with larger companies. Bonds are subject to interest rate, price and credit risks. Prices tend to be inversely affected by changes in interest rates. High yield fixed income securities are considered speculative, involve greater risk of default, and tend to be more volatile than investment grade fixed income securities.

Investments in foreign securities entail special risks such as currency, political, economic, and market risks. These risks are heightened in emerging markets. An investment in real estate securities is subject to greater price volatility and the special risks associated with direct ownership of real estate. Investments in commodities may be affected by changes in overall market movements, commodity index volatility, changes in interest rates or factors affecting a particular industry or commodity.

Alternative Investments such as hedge funds are subject to less regulation than other types of pooled investment vehicles such as mutual funds, may make speculative investments, may be illiquid and can involve a significant use of leverage, making them substantially riskier than the other investments. An Alternative Investment Fund may incur high fees and expenses which would offset trading profits. Alternative Investment Funds are not required to provide periodic pricing or valuation information to investors. The Manager of an Alternative Investment Fund has total investment discretion over the investments of the Fund and the use of a single advisor applying generally similar trading programs could mean a lack of diversification, and consequentially, higher risk. Investors may have limited rights with respect to their investments, including limited voting rights and participation in the management of the Fund.

Alternative Investments by their nature, involve a substantial degree of risk, including the risk of total loss of an investor's capital. Fund performance can be volatile. There may be conflicts of interest between the Alternative Investment Fund and other service providers, including the investment manager and sponsor of the Alternative Investment. Similarly, interests in an Alternative Investment are highly illiquid and generally are not transferable without the consent of the sponsor, and applicable securities and tax laws will limit transfers.

A summary prospectus, if available, or a Prospectus for the Fund containing more information may be obtained from your authorized dealer or from Goldman, Sachs & Co. by calling (retail – 1-800-526-7384) (institutional – 1-800-621-2550). Please consider a fund's objectives, risks, and charges and expenses, and read the summary prospectus, if available, and the Prospectus carefully before investing. The summary prospectus, if available, and the Prospectus contains this and other information about the Fund.

The Barclay's Capital US Corporate Investment Grade index tracks the performance of investment grade dollar-denominated debt from U.S. and non-U.S. industrial, utility, and financial institutions issuers.

The Barclay's Capital US Corporate High Yield index tracks the performance of non-investment grade dollar-denominated debt from U.S. and non-U.S. industrial, utility, and financial institutions issuers.

The Credit Suisse Institutional Leveraged Loan Index is a sub-index of the Credit Suisse Leveraged Loan Index, designed to mirror the investable universe of the \$US-denominated leveraged loan market. This Institutional sub-index is designed to more closely reflect the investment criteria of institutional investors by sampling a lower volatility component of the market.

Diversification does not protect an investor from market risk and does not ensure a profit.

The portfolio risk management process includes an effort to monitor and manage risk, but does not imply low risk.

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No Bank Guarantee

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