



Goldman Sachs Group UK Limited

Country by  
Country  
Reporting

For the year ended December 31, 2015

## Introduction

Goldman Sachs Group UK Limited (GSGUKL), together with its subsidiary undertakings (collectively “GSGUK”), provides a wide range of financial services to clients located worldwide.

GSGUK is supervised on a consolidated basis by the Prudential Regulation Authority (PRA).

GSGUKL’s ultimate parent undertaking and controlling entity is The Goldman Sachs Group, Inc. (Group Inc.). Group Inc. is a bank holding company and a financial holding company regulated by the Board of Governors of the Federal Reserve System (Federal Reserve Board). Group Inc., together with its consolidated subsidiaries, form “GS Group”. GS Group is a leading global investment banking, securities and investment management firm that provides a wide range of financial services to a substantial and diversified client base that includes corporations, financial institutions, governments and individuals.

The majority of GSGUK’s business activity is conducted through legal entities incorporated in the United Kingdom and regulated by the PRA, including Goldman Sachs International (GSI), the firm’s broker dealer in Europe, Middle East and Africa (EMEA) region, and Goldman Sachs International Bank (GSIB), the firm’s U.K. registered bank.

GSGUK is required to comply with the provisions of Statutory Instrument 2013 No. 3118 Capital Requirements (Country-by-Country Reporting) Regulations 2013. These regulations have been transposed into U.K. law to impose certain reporting obligations on institutions within the United Kingdom within the scope of Capital Requirements Directive (CRD IV).

### Overview of the table

Table 1 below presents the GSGUK’s turnover, profit/(loss) before tax, accounting tax expense, cash tax paid and number of employees, allocated on the basis of each entity’s tax domicile.

Turnover has been interpreted as net revenue and gives an illustration of the size of business in each country. Turnover is disclosed in accordance with local accounting requirements in each country resulting in an element of double counting across regions. These differences are adjusted for at the bottom of the table.

Corporation tax paid represents actual payments made in each country during 2015. Corporation tax paid in any given year does not generally relate to the profits earned in the same 12 month period, as tax on profits is paid across multiple years, and taxable profits are calculated based on tax legislation and can differ from accounting profits.

Employee numbers represent average full time equivalent employees including directors, consultants and temporary staff, consistent with the approach utilised in the audited financial statements of GSGUKL and its subsidiaries.

**Table 1: Country by Country Reporting for the year ended 31 December 2015**

As shown below, the majority of GSGUK's profit before tax arises in the United Kingdom. In 2015, GSGUK reported a tax expense of \$400 million on accounting profits of \$3,073 million, resulting in an effective tax rate of 13.0%. This included a one-time reduction of 4.9 percentage points from the revaluation of GSGUK's deferred tax asset due to changes in future tax rates introduced by The Finance (No. 2) Act 2015.

The U.K. Group received no public subsidies during 2015.

*\$ in thousands*

<b>Country</b>	<b>Net Revenues</b>	<b>Profit/(loss) before tax</b>	<b>Corporation tax paid/(received)</b>	<b>Average number of employees</b>
United Kingdom	7,546,090	2,783,870	256,315	5,930
Cayman Islands	190,399	194,346	-	-
Germany	56,624	23,603	(163)	40
United Arab Emirates	51,447	4,453	-	53
Spain	47,729	26,811	12,903	28
Republic of Korea	28,984	12,370	1,105	27
Italy	27,573	11,756	12,688	24
South Africa	12,342	5,527	798	14
Poland	7,166	1,459	114	41
Republic of Ireland	5,640	7,337	(272)	5
Switzerland	5,432	456	(1)	4
Sweden	4,456	(949)	1,752	4
Monaco	4,407	2,116	56	3
Netherlands	4,070	1,910	1,435	5
Turkey	3,710	(2,073)	507	4
Isle of Man	3,472	-	-	-
China	721	(24)	-	3
Qatar	327	33	4	-
Belgium	182	-	-	-
Czech Republic	-	-	-	-
Luxembourg	-	(35)	171	-
U.K. Group consolidation adjustments	(15,499)	-	-	-
<b>TOTAL</b>	<b>7,985,272</b>	<b>3,072,966</b>	<b>287,412</b>	<b>6,185</b>

**Table 2: List of legal entities included in the Country by Country Reporting for the year ended 31 December 2015 \***

<b>JURISDICTION</b>	<b>LIST OF ENTITIES</b>	<b>DESCRIPTION OF ACTIVITIES</b>
<b>United Kingdom</b>	Beheer -En Beleggingsmaatschappij Befraco B.V.	Leasing company
	European Index Assets B.V.	Investment company
	Fleet Trade & Transport Limited	Oil and shipping operations
	Forres Investments Limited	Investment company
	Forres LLC	Investment company
	Goldman Sachs Asset Management Global Services Ltd	Fund management company
	Goldman Sachs Asset Management International	Fund management company
	Goldman Sachs Group Holdings (U.K.) Limited	Holding company
	Goldman Sachs Group U.K. Finance Limited	Holding company
	Goldman Sachs Group UK Limited	Holding company
	Goldman Sachs International	Securities dealer
	Goldman Sachs International Bank	U.K. regulated bank
	GS European Investment I Ltd.	Investment company
	GS Index Funding Limited	Investment company
	GS Index Holdings Limited	Investment company
	GS Liquid Trading Platform II Limited	Investment company
	KPL Finance Limited	Investment company
	Montague Place Custody Services	Custodian services
	Nufcor International Limited	Commodities dealer
	Scadbury UK Limited	Investment company
	Shire UK Limited	Investment company
	GS Killingholme Cayman Investments Ltd.	In liquidation
	Goldman Sachs Holdings (U.K.)	In liquidation
	GS Funding Investments Limited	In liquidation
	GS Funding Management Limited	In liquidation
	Goldman Sachs International Finance	In liquidation
	GS Equipment Finance I Limited	In liquidation
	GS Equipment Finance II Limited	In liquidation
	GS Leasing No. 1 Limited	In liquidation
	GS Leasing No. 3 Limited	In liquidation
	Killingholme Generation Limited	In liquidation
	Paternoster Services Limited	In liquidation
	Scadbury Funding Limited	In liquidation
Scadbury II Assets Limited	In liquidation	
Shire II Assets	In liquidation	
Shire Funding Limited	In liquidation	
<b>Belgium</b>	Goldman Sachs International - Brussels Branch	Representation office of a securities dealer
<b>Cayman Islands</b>	Broad Street Principal Investment International, Ltd.	Investment company
	CHCAY Limited	Investment company
	CHPG Finance Limited	Investment company
	Goldman Sachs (Cayman) Limited	Financial services
	Rothsay Life (Cayman) Limited	Holding company
<b>China</b>	Goldman Sachs International Bank Beijing Representative Office	Representation office of a U.K. regulated bank
<b>Czech Republic</b>	Goldman Sachs International - Czech Republic Branch	Branch of a securities dealer

**Country by Country Reporting**

<b>JURISDICTION</b>	<b>LIST OF ENTITIES</b>	<b>DESCRIPTION OF ACTIVITIES</b>
<b>Germany</b>	Goldman Sachs International Zweigniederlassung	Branch of a securities dealer
	Goldman Sachs International Bank Zweigniederlassung Frankfurt	Branch of a U.K. regulated bank
<b>Italy</b>	Goldman Sachs International - Filiale Italiana	Branch of a securities dealer
<b>Isle of Man</b>	Goldman Sachs Europe Limited	Service company
	Paternoster Limited	Holding company
<b>Korea</b>	Goldman Sachs International Bank Seoul Branch	Branch of U.K. regulated entity
<b>Luxembourg</b>	Pumbaa Luxembourg S.A.R.L.	Investment company
<b>Monaco</b>	Goldman Sachs (Monaco) S.A.M.	Fund manager
<b>Netherlands</b>	Goldman Sachs International, Amsterdam Branch	Branch of a securities dealer
<b>Poland</b>	Ipopema 80 FunduszInwestycyjny Zamkniety	Investment fund
	Goldman Sachs International Oddzial W Polsce	Branch of a securities dealer
<b>Qatar</b>	Goldman Sachs International - Qatar Branch	Branch of a securities dealer
<b>Republic of Ireland</b>	Goldman Sachs International, Ireland Branch	Branch of a securities dealer
	Goldman Sachs Ireland Finance Limited	Investment company
<b>Spain</b>	Goldman Sachs International Sucursal En Espana	Branch of a securities dealer
<b>South Africa</b>	Goldman Sachs International Inc In England - Johannesburg Branch	Branch of a securities dealer
<b>Sweden</b>	Goldman Sachs International - Stockholm Branch	Branch of a securities dealer
<b>Switzerland</b>	Goldman Sachs International, London, Vertretung in Zurich	Representation office of a securities dealer
<b>Turkey</b>	Goldman Sachs TK Danışmanlık Hizmetleri A.Ş.	Investment advisory company
	Goldman Sachs International Bank Turkiye Temsilciliqi	Representation office of a U.K. regulated bank
<b>United Arab Emirates</b>	Goldman Sachs International - Dubai Branch	Branch of a securities dealer

\* The list of entities does not include subsidiaries that have no impact on the revenue, profit before tax, corporation tax or number of employees disclosed.



## **Independent auditors' report to the Directors of Goldman Sachs Group UK Limited**

We have audited the accompanying schedule of Goldman Sachs Group UK Limited for the year ended 31 December 2015 ("the schedule"). The schedule has been prepared by the directors based on the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

### **Directors' Responsibility for the schedule**

The directors are responsible for the preparation of the schedule in accordance with the Capital Requirements (Country-by-Country Reporting) Regulations 2013, for the appropriateness of the basis of preparation and the interpretation of the Regulations as they affect the preparation of the schedule, and for such internal control as the directors determine is necessary to enable the preparation of the schedule that is free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the schedule based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the schedule.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the country-by-country information in the schedule as at 31 December 2015 is prepared, in all material respects, in accordance with the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

### **Basis of Preparation and Restriction on Distribution**

Without modifying our opinion, we draw attention to the introduction to the schedule, which describes the basis of preparation. The schedule is prepared to assist the directors to meet the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013. As a result, the schedule may not be suitable for another purpose.

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Our report is intended solely for the benefit of the directors of Goldman Sachs Group UK Limited. We do not accept or assume any responsibility or liability to any other party save where terms are agreed between us in writing.

PricewaterhouseCoopers LLP  
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27 June 2016

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