



Yale SCHOOL OF MANAGEMENT
Program on Financial Stability

EliScholar – A Digital Platform for Scholarly Publishing at Yale

YPFS Resource Library

9-15-2008

Goldman Sachs Collateral Invoice to AIG Financial Products Corp

Marina Dias

<https://elischolar.library.yale.edu/ypfs-documents/5632>

This resource is brought to you for free and open access by the Yale Program on Financial Stability and [EliScholar](#), a digital platform for scholarly publishing provided by Yale University Library. For more information, please contact ypfs@yale.edu.

Goldman Sachs International

Peterborough Court | 133 Fleet St | London, EC4A2BB
 Goldman Sachs International is authorised and regulated by the Financial Services Authority

**Collateral Invoice**

To AIG FINANCIAL PRODUCTS CORP
Attn: Group
Phone No:
Email: aigfpcollateral@aigfpc.com

From Marina Dias
Phone No: 212-902-6537
Fax No: 212-428-4775
Email: Marina.Dias@gs.com

Today's date 15-SEP-2008
Valuation as of Close 12-SEP-2008

Market Exposure (USD)	
Credit Derivatives	9,113,973,928.00
Equity NSP	8,318,121.44
Equity Options	33,199,990.69
Foreign Exchange - Forwards	(2,758,997.29)
Foreign Exchange - Options	10,707,765.12
Total Exposure	9,163,440,807.96
Trigger/Threshold	50,000,000.00
Margin Required	9,113,440,807.96
<hr/>	
Collateral Value (USD)	6,978,763,314.00
Cash Collateral:	6,978,763,314.00
Increment	10,000.00
Minimum Call Amt	100,000.00
Margin Call	2,134,680,000.00

Instructions

Chase Manhattan Bank, New York, ABA # 021000021
 Account: 9301011483
 Account: Goldman, Sachs & Co.

Reference: COLLATERAL

All valuations are mid-market valuations, unless otherwise indicated

Disclaimer:

The attached information regarding the valuation of positions or collateral and margin requirements is being provided for your consideration and internal use only and not for the purpose of soliciting or recommending any action by you. You should carefully review the explanations that are included with the attached information and ensure that you understand the information that is being provided. Any questions regarding the nature of this information should be raised promptly with your Goldman Sachs contact person.

If the attached information relates to valuation of positions, and a valuation listed in the attached information is designated as an "unwind" price, then it represents the price at which Goldman Sachs or one of its affiliates ("Goldman Sachs") is prepared to unwind the position. If a valuation is designated as a "mid-market" valuation, then it represents either (1) Goldman Sachs' good faith estimate of the mid-market value of the position, based on estimated or actual bids and offers for the positions, or (2) a "mid-market" price generated by proprietary valuation models utilized by Goldman Sachs. If designated as an "approximate mid-current rate", then a valuation represents Goldman Sachs' good faith estimate of the mid-market fixed rate of a new transaction with the same terms and conditions and the same remaining term to maturity. If a valuation is not designated as an "unwind" or "mid-market" price or an "approximate mid-current rate", then it has been derived through the use of another methodology selected by Goldman Sachs at its discretion. Any valuation that is not designated as an "unwind" does not reflect actual trading prices at any time and should not be relied upon as the value at which a position may be unwound or terminated. In determining the valuation of positions through the use of any of the foregoing methodologies, Goldman Sachs might or might not take into account certain factors, including, without limitation, the creditworthiness of the parties, funding implications (including estimated funding costs and/or benefits associated with any credit support or margin arrangement), portfolio level adjustments and liquidity adjustments based on size. These factors, taken together with the size of the position and any leverage embedded in the position, may affect the valuation. For example, if a valuation is designated as "without delta", the bid/offer spread on the relevant position is likely to be wider than would be the case if the valuation was provided "with delta".

If the attached information relates to collateral or margin requirements, then any material regarding the valuation of

positions is being provided solely for your information in connection with such collateral or margin requirements only. The information regarding collateral or margin requirements reflects the amount of collateral or margin that we believe is required in connection with the relevant positions, taking into account our internal credit assessments, our determination of the relevant market risks and such other factors and considerations that we deem appropriate. Any product descriptions used in the attached information regarding collateral or margin requirements are for the purposes of collateral or margin calculation only and are not intended to classify any transactions in any manner and may differ from those used within individual trade confirmations. In the event of any inconsistency between the product descriptions included in the attached information and those in the applicable trade confirmations, the descriptions in the trade confirmations will prevail.

Any valuations of positions for purposes of collateral or margin requirements do not necessarily reflect the prices at which Goldman Sachs is prepared to terminate or unwind the relevant position. Any failure to exercise or any delay in exercising any rights or remedies Goldman Sachs may have (including upon a failure to meet any collateral or margin call) shall not constitute a waiver or forbearance of any rights or remedies available to Goldman Sachs. The acceptance of collateral or margin in an amount less than the amount of collateral or margin demanded be delivered or returned shall not constitute an acknowledgement that the amount accepted satisfies the collateral or margin demand or equals the collateral or margin owing. Any valuations presented in the attached information represent Goldman Sachs' assessment of the value of the particular position only as of the relevant close of business on the date indicated, unless otherwise specified, and any such valuation is not applicable at any other time. If other times are specified, they are approximate only.

If a valuation listed in the attached information is expressed in terms of a position of a specified size, then the valuation is applicable only with respect to that size. The valuation does not indicate a price at which Goldman Sachs would be willing to enter into a transaction with respect to any other size, or the collateral or margin requirements applicable to positions of a different size, nor does it reflect a valuation that relates to a position or transaction of any other size. If no size is specified with respect to an unwind valuation for a position, then the valuation indicated refers to the full amount of the position. The valuations listed in the attached information do not necessarily reflect your entire portfolio.

The information presented in this document is based on assumptions, historical information and pricing data that Goldman Sachs in its discretion considers appropriate, and Goldman Sachs has no liability with respect thereto. In addition, this information does not affect the rights and obligations of you and Goldman Sachs under any applicable agreements between us and is provided subject and pursuant to any applicable provisions of any such agreements. This information and the valuation methodologies used are subject to change without notice and Goldman Sachs has no obligation to update you as to any such changes. This information may not reflect valuations you would receive from other dealers, or even from affiliates or other business units of Goldman Sachs, and does not necessarily reflect valuations you would obtain by using pricing models available from Goldman Sachs or valuations included in the books and records of Goldman Sachs. This information is intended only as a reference and should not be relied upon without further evaluation by you, in consultation with your professional advisors, for the maintenance of your books and records or for tax, accounting, financial reporting, disclosure or other purposes.

Collateral Movements - GSI/AIG
January 2006 - December 2008

Goldman Sachs Legal Entity	Counterparty Name	Date	Payment (USD)
GSI	AIG FINANCIAL PRODUCTS CORP	8/10/2007	450,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/23/2007	501,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/23/2007	499,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/23/2007	550,000,000
2007 Total			2,000,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	3/17/2008	500,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	3/17/2008	512,860,000
GSI	AIG FINANCIAL PRODUCTS CORP	4/2/2008	1,100,000
GSI	AIG FINANCIAL PRODUCTS CORP	4/10/2008	530,000
GSI	AIG FINANCIAL PRODUCTS CORP	4/18/2008	760,871,544
GSI	AIG FINANCIAL PRODUCTS CORP	4/24/2008	961,638,455
GSI	AIG FINANCIAL PRODUCTS CORP	5/13/2008	8,350,000
GSI	AIG FINANCIAL PRODUCTS CORP	5/16/2008	48,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	5/28/2008	127,000,000
GSI	AIG FINANCIAL PRODUCTS CORP	6/18/2008	515,946,818
GSI	AIG FINANCIAL PRODUCTS CORP	7/3/2008	484,586,298
GSI	AIG FINANCIAL PRODUCTS CORP	7/18/2008	294,877,536
GSI	AIG FINANCIAL PRODUCTS CORP	7/24/2008	160,000
GSI	AIG FINANCIAL PRODUCTS CORP	7/25/2008	480,000
GSI	AIG FINANCIAL PRODUCTS CORP	7/28/2008	950,000
GSI	AIG FINANCIAL PRODUCTS CORP	8/6/2008	130,000
GSI	AIG FINANCIAL PRODUCTS CORP	8/20/2008	237,592,746
GSI	AIG FINANCIAL PRODUCTS CORP	8/22/2008	830,000
GSI	AIG FINANCIAL PRODUCTS CORP	8/29/2008	362,149,916
GSI	AIG FINANCIAL PRODUCTS CORP	9/3/2008	160,710,000
GSI	AIG FINANCIAL PRODUCTS CORP	9/15/2008	617,569,903
GSI	AIG FINANCIAL PRODUCTS CORP	9/18/2008	1,205,172,482
GSI	AIG FINANCIAL PRODUCTS CORP	10/1/2008	3,460,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/7/2008	1,760,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/8/2008	3,300,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/9/2008	2,270,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/10/2008	2,090,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/14/2008	1,180,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/15/2008	2,860,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/20/2008	364,520,000
GSI	AIG FINANCIAL PRODUCTS CORP	10/21/2008	302,002,025
GSI	AIG FINANCIAL PRODUCTS CORP	10/30/2008	523,058,634
GSI	AIG FINANCIAL PRODUCTS CORP	11/3/2008	18,900,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/4/2008	1,190,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/6/2008	712,822,613
GSI	AIG FINANCIAL PRODUCTS CORP	11/12/2008	2,750,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/13/2008	220,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/14/2008	6,370,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/21/2008	1,130,880,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/24/2008	(7,457,775,110) *
GSI	AIG FINANCIAL PRODUCTS CORP	11/25/2008	12,050,000
GSI	AIG FINANCIAL PRODUCTS CORP	11/26/2008	5,460,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/2/2008	190,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/3/2008	7,260,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/8/2008	2,110,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/9/2008	(4,830,000)
GSI	AIG FINANCIAL PRODUCTS CORP	12/11/2008	700,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/16/2008	2,540,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/17/2008	5,360,000
GSI	AIG FINANCIAL PRODUCTS CORP	12/17/2008	(913,474,891) *
GSI	AIG FINANCIAL PRODUCTS CORP	12/19/2008	(5,110,000)
GSI	AIG FINANCIAL PRODUCTS CORP	12/23/2008	(730,000)
GSI	AIG FINANCIAL PRODUCTS CORP	12/29/2008	(480,000)
GSI	AIG FINANCIAL PRODUCTS CORP	12/31/2008	(700,000) **
2008 Total			1,533,708,969
Total Net Dec 08 Cash			3,533,708,969 ***

* GS retains collateral previously posted to Goldman Sachs against termination of CDS contracts pursuant to Maiden Lane III settlement. Please see Annex C of the Final Excluded Assets and Post Purchase Proceeds Certificate document.

** Cash did not settle until 1/2/09

***Includes cash collateral of \$213,578,000 for Triax 2006-2A A1B1 (CUSIP 896008AB5 - 500nm original face), originally proposed to be included in the Maiden Lane III agreement. This portion of Triax 2006-2A A1B1 (500nm original face), ultimately was not included in the Maiden Lane III settlement.