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Dear Investors and Friends,

For the month of April net performance for all accounts including the Navigator Fund L.P. gained 0.18% VS a 0.66% gain for the S&P 500. Year to date gains have advanced by 1.3%, gross returns by 1.9%, similar to the S&P. The HFRI Equity Hedge Fund Index lost –1.40% on the month and is lower year to date by -0.20%. The HFRI Hedge Fund Index lost -0.75% and is higher year to date by 0.40%. Assets under management along with proprietary funds are roughly at $60 million with $28 million in the Goldman Navigator Fund L.P.

As briefly discussed last month, the two years of persistent market gains in a low volatility environment may have fueled speculative excesses “the likes of which have not been seen since the last bull market”. In the first day of trading in 2013 the NASDAQ Composite moved above its 100 day moving average and steadfastly remained above this average until April 4th the following year. The time span above this moving average was more than 15 months, a feat for the record books, going all the way back to the inception of the NASDAQ Composite in 1971. This is 4 months longer than the previous record. The second longest streak lasted 11 months, ending July 1983 nearly one year after the bull market began in August 1982. Measures of speculation were rampant in both these tops. For instance in the most recent period, discount brokerage firms’ transactions in February was the highest in over 10 years and 400% higher than in February 2009, which was near the bear market lows. The NASDAQ Composite in the month lost 2% and is 5.5% off the early March closing highs.

Last month we noted the five year anniversary of this bull market and the business cycle commonly follows bull markets. According the Business Cycle Dating Committee or the NBER, the length of the economic expansion will celebrate its fifth year anniversary next month. The average length of an economic recovery since World War II, which encompasses 11 expansions is also nearly five years. At this juncture in this business cycle it may be best to start to focus on the different stages of the Investment Cycle (which is related to the Business Cycle) in order to observe what clues can be deciphered from a market timing perspective. From a simplistic standpoint, certain characteristics tend to reappear during each stage and these stages commonly fall into six groupings: The first stage will start with the beginning phase of economic contraction, when bond prices generally outperform most other asset classes. The next stage is marked by stock prices outperforming, followed by Stage III, which is noted by an outperformance in early cycle cyclical stocks. As the economy matures, bond prices become vulnerable in Stage IV, while deep cyclical stocks lead, which is eventually followed by weakness in stock prices in Stage V. The final Stage (VI) is led by selloffs in late cycle cyclical stocks. In Stage IV groups that tend to lead are: Oil drillers (YTD 9%), oil stocks (YTD 6%), semiconductors (YTD 8%), aluminum (YTD 25%). Although not confirmed by other employment statistics, another point worth noting that would typically occur in Stage IV appeared in the recent quarterly population survey released in mid-April by the Bureau of Labor Statistics. The usual weekly earnings came in at $796 in the first quarter, +3% from a year ago (the broader wages components is +1.9%) and the biggest yearly gain since the recession. Wage growth was above CPI which rose 1.4% during this time span. Presently the classic signs of Stage IV are not fully present given the fact bond yields are lower this year, while the Utility Average has jumped by 13% YTD. Therefore, the potential exists that this late Stage IV will be an elongated process, which is likely to last well beyond the historical average of 6 to 9 months. Subsequently the duration of this Business and Investment Cycle is likely to have the potential to be extended when compared to the historical average.

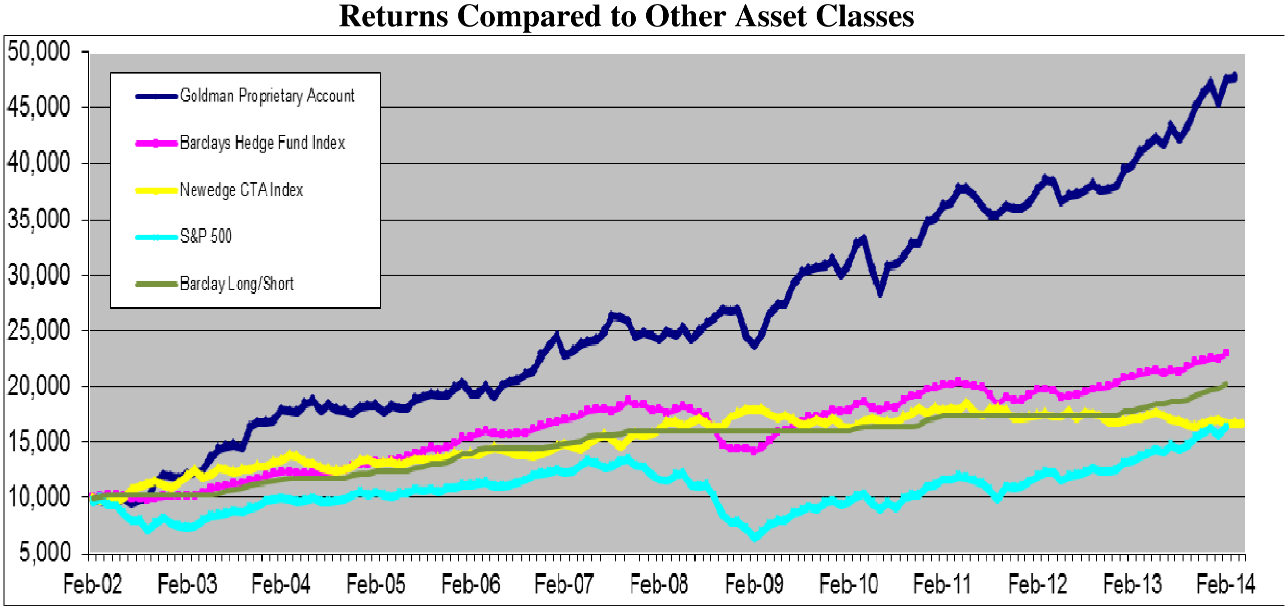
Trading last month was more dynamic than in the past year. Short term defensive posturing was implemented, the first time in over the past year and a half. On the plus side at the interim market lows on April 11th when the S&P had declined 3% on a closing basis on the month, a 75 basis points saving was captured by implementing this defensive posturing. Although by month's end the lift in stock prices was a tad stronger than expected which led to modest underperformance Vs the S&P.

The aforementioned market commentary may not necessarily be correlated with returns from Goldman Management, Inc. as trading decisions are based on an array of proprietary indicators and models.

Thank you for your interest,

Steven Goldman

Returns Compared to Other Asset Classes



PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

Performance Table (Proprietary Account 1% and 20%)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Returns	WDD
2002	n/a	(2.8)	(0.4)	(0.4)	(1.1)	4.8	(5.1)	3.9	0.6	14.4	5.9	(1.2)	**18.6%**	**(5.2%)**
2003	(0.8)	2.4	2.3	0.5	9.9	5.6	1.5	1.1	(1.7)	12.6	2.3	0.7	**41.8%**	**(1.7%)**
2004	0.7	5.7	(1.0)	(0.1)	4.1	1.4	(4.8)	3.2	(2.4)	(0.8)	(1.6)	3.5	**7.8%**	**(6.3%)**
2005	0.6	0.4	(3.8)	3.5	(1.4)	(0.1)	4.9	0.7	1.3	(0.2)	(0.1)	3.4	**9.5%**	**(3.8%)**
2006	2.1	(4.7)	0.0	3.9	(5.0)	5.1	2.0	0.6	2.4	1.6	6.4	3.7	**18.9%**	**(5.9%)**
2007	3.8	(6.9)	1.7	2.6	0.9	0..6	3.3	5.4	(0.6)	(1.4)	(5.1)	1.1	**4.8%**	**(7.0%)**
2008	(0.9)	(1.6)	3.2	(1.7)	3.2	(4.3)	3.2	2.5	2.1	2.6	(0.4)	0.4	**8.3%**	**(4.3%)**
2009	(9.1)	(3.0)	4.4	7.2	3.4	(0.1)	6.6	3.6	1.0	0.5	0.6	1.7	**17.0%**	**(11.8%)**
2010	(4.6)	3.6	5.6	1.4	(8.3)	(6.7)	8.4	0.4	2.4	3.8	0.0	5.8	**10.8%**	**(14.4%)**
2011	0.9	3.3	0.7	3.5	(0.1)	(1.8)	(2.7)	(1.7)	(0.1)	2.3	(0.8)	0.1	**3.4%**	**(6.3%)**
2012	1.7	3.1	2.3	(0.5)	(4.6)	1.5	0.3	0.9	1.5	(1.3)	0.2	0.6	**5.5%**	**(5.1%)**
2013	3.9	1.1	3.1	1.2	1.7	(1.5)	4.2	(2.7)	2.7	4.0	2.7	2.1	**24.8%**	**(2.7%)**
2014	(3.9)	4.7	0.5	0.2									**1.3%**	**(3.8%)**
AVG													**14.3**	**(6.2%)**

Information & Statistics

Internal Rate of Returns	13.6%	Avg. yr. max cum. monthly DD	6.2%	AUM (million)	$52
Compounded Returns	14.3%	Correlation to the S&P 500	0.55	Avg. Monthly Return	1.12%
Gross Compounded Returns	18.9%	Correlation to the CTA Index	0.00	Proprietary acct.	$8.1 mil
Sharp Ratio	1.15	Correlation to the Hedge Index	0.37	LTR (GMI)	370%
Standard Deviation	12.05	Profitable Months	68%	LTR (S&P 500)	60%
Sortino Ratio	2.25%	Beta to S&P	0.44		

WDD Worse cumulative monthly draw down from a peak during the year

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Managed Accounts

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Returns	WDD
2011												0.0	**0.0%**	**0.0%**
2012	1.7	2.8	2.1	(0.5)	(5.1)	1.7	0.3	1.0	1.7	(1.4)	0.2	0.6	**5.0%**	**(5.6%)**
2013	3.9	1.1	3.1	1.2	1.7	(1.5)	4.3	(2.7)	2.7	4.0	2.8	2.1	**25.1%**	**(2.7%)**
2014	(4.0)	4.8	0.5	0.2									**1.3%**	**(4.0%)**

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