424B2 1 d471002d424b2.htm PROSPECTUS SUPPLEMENT NO. 1926 DATED JANUARY 17,2013

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Regist

Goldman Sachs

Prospectus Supplement to the Prospectus dated September 19, 2011
and the Prospectus Supplement dated September 19, 2011 — No. 1926

The Goldman Sachs Group, Inc.

$37,200,000

Callable Quarterly CMS Spread-Linked Medium-Term Notes, Series D, due 2028

The notes will mature on the stated maturity date (January 23, 2028).

We may redeem your notes at 100% of their face amount plus any accrued and unpaid interest on any quarterly interest January 23, 2014.

On the stated maturity date, we will pay you an amount in cash equal to the face amount of your notes *plus* accrued and will pay interest quarterly, beginning April 23, 2013. For each of the first four interest periods, interest will be paid at a rate of 8 period thereafter, the amount of interest you will be paid each quarter will be based on the *product* of 4 *times* the CMS spread 30-year CMS rate *minus* the 5-year CMS rate on the relevant interest determination date, which will be the second U.S. Gover preceding the respective interest period) *minus* 0.15%, subject to the maximum interest rate of 8.60% per annum.

For each quarterly interest period after the fourth interest period, the interest rate per annum for such interest period will

- — if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *greater than* or *equal to* 8.60%, the maximum interest rate of
- — if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *less than* 8.60% but *greater than* 0%, (i) the CMS spread *mi*
- — if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *equal to* or *less than* 0%, 0%.

After the first four interest periods, if on any interest determination date the 30-year CMS rate does not exceed *than* 0.15%, you will receive no interest on your notes for such interest period, even if the CMS spread *minus* 0.15% c *than* 0%. Furthermore, after the first four interest periods, the interest rate per annum will be subject to a maximum i

Your investment in the notes involves certain risks, including, among other things, our credit risk. See page S-4

The foregoing is only a brief summary of the terms of your notes. You should read the additional disclosure provided here understand the terms and risks of your investment.

The estimated value of your notes at the time the terms of your notes were set on the trade date (as determined used by Goldman, Sachs & Co. and taking into account our credit spreads) was equal to approximately $920 per $1,0 than the original issue price. The value of your notes at any time will reflect many factors and cannot be predicted.

Original issue date:	January 23, 2013	**Underwriting discount:**	3.97% of the f
Original issue price:	100% of the face amount	**Net proceeds to issuer:**	96.03% of the

Neither the Securities and Exchange Commission nor any other regulatory body has approved or disapproved o upon the accuracy or adequacy of this prospectus supplement, the accompanying prospectus supplement or the acc representation to the contrary is a criminal offense. The notes are not bank deposits and are not insured by the Fede Corporation or any other governmental agency, nor are they obligations of, or guaranteed by, a bank.

Goldman, Sachs & Co.

Prospectus Supplement dated January 17, 2013.

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The issue price, underwriting discount and net proceeds listed on the cover page hereof relate to the notes we sell initiall notes after the date of this prospectus supplement, at issue prices and with underwriting discounts and net proceeds that differ The return (whether positive or negative) on your investment in notes will depend in part on the issue price you pay for such not

Goldman Sachs may use this prospectus supplement in the initial sale of the offered notes. In addition, Goldman, Sachs Goldman Sachs may use this prospectus supplement in a market-making transaction in a note after its initial sale. ***Unless Gold the purchaser otherwise in the confirmation of sale, this prospectus supplement is being used in a market-making tra***

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SUMMARY INFORMATION

We refer to the notes we are offering by this prospectus supplement as the "offered notes" or the "notes". Each of the o notes, has the terms described below and under "Specific Terms of Your Notes" on page S-10. Please note that in this pros "The Goldman Sachs Group, Inc.", "we", "our" and "us" mean only The Goldman Sachs Group, Inc. and do not include its c references to the "accompanying prospectus" mean the accompanying prospectus, dated September 19, 2011 as suppleme prospectus supplement, dated September 19, 2011, relating to Medium-Term Notes, Series D, of The Goldman Sachs Grou "indenture" in this prospectus supplement mean the senior debt indenture, dated July 16, 2008, between The Goldman Sac New York Mellon, as trustee.

Key Terms

Issuer: The Goldman Sachs Group, Inc.

CMS spread: on any interest determination date, the *difference* of the 30-year CMS rate *minus* the 5-year CMS rate.

30-year CMS rate: for any interest determination date, the 30-year U.S. dollar interest rate swap rate (as described on page S-11) on such day, subject to adjustment as described elsewhere in this prospectus supplement

5-year CMS rate: for any interest determination date, the 5-year U.S. dollar interest rate swap rate (as described on page S-11) on such day, subject to adjustment as described elsewhere in this prospectus supplement

Face amount: each note will have a face amount equal to $1,000; $37,200,000 in the aggregate for all the offered notes; the aggregate face amount of the offered notes may be increased if the issuer, at its sole option, decides to sell an additional amount of the offered notes on a date subsequent to the date of this prospectus supplement

Supplemental discussion of U.S. federal income tax consequences: We intend to treat the notes as debt instruments subject to the special rules governing contingent payment debt instruments for U.S. federal income tax purposes. Under this treatment, it is the opinion of Sidley Austin LLP that if you are a U.S. individual or taxable entity, you generally should be required to pay taxes on ordinary income from the notes over their term based on the comparable yield for the notes, subject to any positive and negative adjustments based on the actual interest payments on the notes. In addition, any gain you may recognize on the sale or maturity of the notes will be taxed as see "Supplemental Discussion of Federal Inc for a more detailed discussion.

Trade date: January 17, 2013

Original issue date (settlement date): Jar

Stated maturity date: January 23, 2028, su right and to adjustment as described under " Payment of Principal on Stated Maturity Dat page S-11

Specified currency: U.S. dollars ("$")

Denominations: $1,000 or integral multiples

Interest payment dates: expected to be Ja October 23 of each year, beginning on April stated maturity date, subject to adjustments prospectus supplement

Early redemption: we have the right to red in part, at a price equal to 100% of the face interest, on each interest payment date on o to five business days' prior notice

Interest rate: for the first four interest perio 8.60% per annum. For each interest period redemption right, the interest rate will be bas relevant

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interest determination date for such interest period and will be a rate per annum equal to:

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *greater than* or *equal to* the maximum interest rate: the maximum interest rate;

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *less than* the maximum interest rate but *greater than* 0%: (i) the CMS spread *minus* 0.15% *times* (ii) 4; or

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *equal to* or *less than* 0%: 0%

Maximum interest rate: 8.60% per annum

Day count convention: 30/360 (ISDA)

Business day convention: following unadjusted

Regular record dates: the scheduled business day immediately preceding each interest payment date

Defeasance: not applicable

No listing: the offered notes will not be listed or displayed on any securities exchange or interdealer market quotation system

Business day: as described on page S-13

U.S. Government securities business day: any day except for a Saturday, Sunday or a day on which the Securities Industry and Financial Markets Association recommends that the fixed income department of its members be closed for the entire day for purposes of trading in U.S. government securities

Interest determination dates: for each inte
interest periods, the second U.S. Governme
preceding such interest period

Interest period: the period from and includi
the original issue date, in the case of the init
excluding the next succeeding interest paym
date, in the case of the final interest period)

FDIC: The notes are not bank deposits and
Deposit Insurance Corporation (the "FDIC")
agency, nor are they obligations of, or guara

Calculation agent: Goldman, Sachs & Co.

CUSIP no.: 38141GMD3

ISIN no.: US38141GMD33

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ADDITIONAL RISK FACTORS SPECIFIC TO YOUR NOTES

An investment in your notes is subject to the risks described below, as well as the risks described under "Consideration in the accompanying prospectus dated September 19, 2011. You should carefully review these risks as well as the terms of in the accompanying prospectus, dated September 19, 2011, as supplemented by the accompanying prospectus supplemer The Goldman Sachs Group, Inc. Your notes are a riskier investment than ordinary debt securities. You should carefully con are suited to your particular circumstances.

The Estimated Value of Your Notes At the Time the Terms of Your Notes Were Set On the Trade Date (as Determined By Reference to Pricing Models Used By Goldman, Sachs & Co.) Was Less Than the Original Issue Price Of Your Notes

The original issue price for your notes exceeds the estimated value of your notes as of the time the terms of your notes were set on the trade date, as determined by reference to Goldman, Sachs & Co.'s pricing models and taking into account our credit spreads. Such estimated value on the trade date is set forth on the cover of this prospectus supplement; after the trade date, the estimated value as determined by reference to these models will be affected by changes in market conditions, our creditworthiness and other relevant factors. If Goldman, Sachs & Co. buys or sells your notes it will do so at prices that reflect the estimated value determined by reference to such pricing models at that time, plus or minus then current bid and ask spread for similar sized trades of structured notes.

In estimating the value of your notes as of the time the terms of your notes were set on the trade date, as disclosed on the front cover of this prospectus supplement, Goldman, Sachs & Co.'s pricing models consider certain variables, including principally our credit spreads, interest rates (forecasted, current and historical rates), volatility, price-sensitivity analysis and the time to maturity of the notes. These pricing models are proprietary and rely in part on certain assumptions about future events, which may prove to be incorrect. As a result, the actual value you would receive if you sold your notes in the secondary market, if any, to others may differ, perhaps materially, from the estimated value of your notes determined by reference to our models due to, among other things, any differences in pricing models or assumptions used by others. See "— The Market Value c by Many Factors That Are Unpredictable an below.

The difference between the estimated v the terms of your notes were set on the trac price is a result of certain factors, including p discount and commissions, the expenses inc and marketing the notes, and an estimate of amounts we pay to Goldman, Sachs & Co. a Sachs & Co. pays to us in connection with y Sachs & Co. amounts based on what we wo non-structured note with a similar maturity. I Goldman, Sachs & Co. pays to us the amou

In addition to the factors discussed abo your notes at any time will reflect many facto Goldman, Sachs & Co. makes a market in th Goldman, Sachs & Co. would reflect any ch other relevant factors, including any deterior perceived creditworthiness. These changes your notes, including the price you may rece making transaction. To the extent that Goldn market in the notes, the quoted price will ref determined by reference to Goldman, Sachs time, plus or minus its then current bid and a of structured notes.

Furthermore, if you sell your notes, you commission for secondary

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market transactions, or the price will likely reflect a dealer discount. This commission or discount will further reduce the proceeds you would receive for your notes in a secondary market sale.

There is no assurance that Goldman, Sachs & Co. or any other party will be willing to purchase your notes at any price and, in this regard, Goldman, Sachs & Co. is not obligated to make a market in the notes. See "— Your Notes May Not Have an Active Trading Market" below.

Furthermore, if you sell your notes, you will likely be charged a commission for secondary market transactions, or the price will likely reflect a dealer discount.

There is no assurance that Goldman, Sachs & Co. or any other party will be willing to purchase your notes; and, in this regard, Goldman, Sachs & Co. is not obligated to make a market in the notes. See "— Your Notes May Not Have an Active Trading Market" below.

The Notes Are Subject to the Credit Risk of the Issuer

Although the return on the notes will be based in part on the relationship between the 5-year CMS rate and the 30-year CMS rate, the payment of any amount due on the notes is subject to our credit risk. The notes are our unsecured obligations. Investors are dependent on our ability to pay all amounts due on the notes, and therefore investors are subject to our credit risk and to changes in the market's view of our creditworthiness. See "Description of the Notes We May Offer — Information About Our Medium-Term Notes, Series D Program — How the Notes Rank Against Other Debt" on page S-4 of the accompanying prospectus supplement.

If the CMS Spread Changes, the Market Value of Your Notes May Not Change in the Same Manner

The price of your notes may move differently than the CMS spread. The CMS spread will vary during the term of the notes based on the relationship between the 5-year CMS rate and the 30-year CMS rate as well as the market's expectation of this relationship in the future. Changes in the CMS spread may not result in a comparable change in the market

value of your notes. Even if the CMS spreac
during some portion of the life of the offered
periods, the market value of your notes may
manner. We discuss some of the reasons fo
Market Value of Your Notes May Be Influenc
Unpredictable and Interrelated in Complex W

Because of the long-dated maturity o
performance of the CMS spread will have a
value of your notes than if your notes had ar
particular, the expected future performance
the market value of your notes to decrease
minus 0.15% may be greater than 0% durin
offered notes. Moreover, expectations abou
spread in the future are subject to a great d
based on assumptions about the future that
if the expected future performance of the CM
notes, this uncertainty may result in market p
discounting this future performance when de
your notes.

If the CMS Spread Minus
than or Equal to 0% on
Interest Determination
Interest Period After th
Interest Periods, No In
Paid for that Intere

Because of the formula used to calcu
your notes, in the event that on the relevant
any interest period after the first four interes
does not exceed the 5-year CMS rate by *m*
be paid for such interest period, even if the C
subsequent days is *greater than* 0%. Theref
does not exceed the 5-year CMS rate by *m*
period of time over the life of your notes afte
including interest determination dates, you w
affected interest periods. In such case, even
payments on some or all of the interest

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payment dates, the overall return you earn on your notes may be less than you would have earned by investing in a non-indexed debt security of comparable maturity that bears interest at a prevailing market rate.

Assuming circumstances where no interest payment is to be made on your notes after the fourth interest period, the present value of your notes as of the original issue date will equal the present value of a bond that pays only the coupons up to and including the fourth interest period, and with the same maturity and face amount issued by us, in each case discounted using current interest rates and credit spreads based on the discount method used by Goldman, Sachs & Co., which may be different from the methods used by others. On the original issue date such present value is approximately 61.75% of the face amount of your notes (you should not base any tax characterization of your notes on such present value).

The Amount of Interest Payable on Your Notes After the First Four Interest Periods Will Not Be Affected by the CMS Spread on Any Day Other Than the Interest Determination Date for the Applicable Interest Period

For each interest period after the first four interest periods, the amount of interest payable on each interest payment date is calculated based on the CMS spread on the interest determination date for the applicable interest period. Although the actual CMS spread on an interest payment date or at other times after the first four interest periods may be higher than the CMS spread on the interest determination date, you will not benefit from the CMS spread at any time other than on such interest determination date.

The Amount of Interest Payable On The Notes In Any Quarter Is Capped

After the first four interest periods, the interest rate will be subject to the maximum interest rate of 8.60% per annum, which will limit the amount of interest you may receive on each interest payment date. Because of the formula used to calculate the interest rate on your notes, if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *greater than* or *equal to* 8.60% per annum, the interest rate for that quarter will be capped at

8.60% per annum (*equal to* a maximum qua
for each $1,000 face amount of notes). Thu
increases in the CMS spread *minus* 0.15%
the interest rate is determined quarterly, if t
interest period after the first four interest pe
8.60% per annum, your actual return for su
8.60% per annum, even if the interest rate i
remaining interest periods during such year.
interest income than an investment in a simi

The Historical Levels of the Not an Indication of the Fu CMS Sprea

In the past, the level of the CMS spr
fluctuations. You should note that historical l
the CMS spread are not necessarily indicati
upward or downward trend in the CMS spre
CMS spread is more or less likely to increa
the first four interest periods, and you shoul
the CMS spread as an indication of its futur

If You Purchase Your Note Face Amount, the Return o Will Be Lower Than the R Purchased at Face Amount Certain Key Terms of th Negatively Aff

The amount you will be paid for your
will not be adjusted based on the issue pric
purchase notes at a price that differs from t
the return on your investment in such notes
the date of early redemption will differ from,
than, the return on notes purchased at face
notes at a premium to face amount and hol
or the date of early redemption the return o
be lower than it would have been had you p
amount or a discount to face amount.

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The Market Value of Your Notes May Be Influenced by Many Factors That Are Unpredictable and Interrelated in Complex Ways

When we refer to the market value of your notes, we mean the value that you could receive for your notes if you chose to sell it in the open market before the stated maturity date. A number of factors, many of which are beyond our control, will influence the market value of your notes, including:

— the 30-year CMS rate and the 5-year CMS rate;

— the volatility — *i.e.*, the frequency and magnitude of changes in — the level of the CMS spread;

— economic, financial, regulatory, political, military and other events that affect CMS rates generally;

— interest rates and yield rates in the market;

— the time remaining until your notes mature; and

— our creditworthiness, whether actual or perceived, and including actual or anticipated upgrades or downgrades in our credit ratings or changes in other credit measures.

These factors, and many other factors, will influence the price you will receive if you sell your notes before maturity, including the price you may receive for your notes in any market making transaction. If you sell your notes before maturity, you may receive less than the face amount of your notes.

You cannot predict the future performance of the CMS spread based on its historical performance. The actual performance of the CMS spread over the life of the offered notes after the first four interest periods, as well as the interest payable on each interest payment date, may bear little or no relation to the hypothetical levels of the CMS spread or to the hypothetical examples shown elsewhere in this prospectus supplement.

Goldman Sachs' Anticip
Activities May Negatively In
the Notes and Cause our In
of Our Clients and Coun
Contrary to Those of Inves

Goldman Sachs expects to hedge our c purchasing futures and/or other instruments also expect to adjust our hedge by, among c any of the foregoing, and perhaps other inst spread, at any time and from time to time, a any of the foregoing on or before the final in notes. We may also enter into, adjust and u relating to other rate-linked notes whose ret level of the CMS spread.

Any of these hedging or other activities of the CMS spread and therefore the marke amount we will pay on your notes. In additio transactions will cause Goldman Sachs or it economic interests and incentives that do no directly contrary to, those of an investor in th have no obligation to take, refrain from takin respect to these transactions based on the p the notes, and may receive substantial retur while the value of your notes declines.

As Calculation Agent, Gold
Will Have the Author
Determinations that Could A
Your Notes and the Am
Receive On Any Interest

As calculation agent for your notes, G discretion in making certain determinations t determining the CMS spread on any interest circumstances, which we will use to determi on any applicable interest payment date afte dates. See "Specific Terms of Your Notes" b discretion by Goldman, Sachs & Co. could a notes and may present

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Goldman, Sachs & Co. with a conflict of interest. We may change the calculation agent at any time without notice and Goldman, Sachs & Co. may resign as calculation agent at any time upon 60 days' written notice to Goldman Sachs.

Your Notes May Not Have an Active Trading Market

Your notes will not be listed or displayed on any securities exchange or included in any interdealer market quotation system, and there may be little or no secondary market for your notes. Even if a secondary market for your notes develops, it may not provide significant liquidity and we expect that transaction costs in any secondary market would be high. As a result, the difference between bid and asked prices for your notes in any secondary market could be substantial.

We Are Able to Redeem Your Notes at Our Option

On any interest payment date on or after January 23, 2014, we will be permitted to redeem your notes at our option. Even if we do not exercise our option to redeem your notes, our ability to do so may adversely affect the value of your notes. It is our sole option whether to redeem your notes prior to maturity and we may or may not exercise this option for any reason. Because of this redemption option, the term of your notes could be anywhere between one and fifteen years.

Certain Considerations for Insurance Companies and Employee Benefit Plans

Any insurance company or fiduciary of a pension plan or other employee benefit plan that is subject to the prohibited transaction rules of the Employee Retirement Income Security Act of 1974, as amended, which we call "ERISA", or the Internal Revenue Code of 1986, as amended, including an IRA or a Keogh plan (or a governmental plan to which similar prohibitions apply), and that is considering purchasing the offered notes with the assets of the insurance company or the assets of such a plan, should consult with its counsel regarding whether the purchase or holding of the offered notes could become a "prohibited transaction" under ERISA, the Internal Revenue Code or any substantially similar prohibition in light of the representations a purchaser or holder in any of the above

categories is deemed to make by purchasin
This is discussed in more detail under "Empl
Act" below.

We May Sell an Additional Amount of the Notes at a Price

At our sole option, we may decide to
amount of the notes subsequent to the date
The issue price of the notes in the subseque
(higher or lower) from the issue price you pa
this prospectus supplement.

We Intend to Treat the Instruments Subject to Governing Contingent Instruments for U.S. Fed Purposes

We intend to treat the notes as debt
rules governing contingent payment debt ins
tax purposes. Under this treatment, if you ar
entity, you generally should be required to p
the notes over their term based on the comp
subject to any positive and negative adjustm
payments on the notes This comparable yiel
calculate the amount on which you will be ta
neither a prediction nor a guarantee of what
addition, any gain you may recognize on the
be taxed as ordinary interest income. If you
notes, the tax consequences to you may be

It is possible that the Internal Revenu
assert that your notes should be treated as
the notes are so treated you would include t
ordinary income at the time you receive or a
depending on your method of accounting for
your tax advisor concerning possible further
ramifications if your notes are so treated.

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Please see "Supplemental Discussion of Federal Income Tax Consequences" below for a more detailed discussion. Please also consult your own tax advisor concerning the U.S. federal income tax and any other applicable tax consequences to you of owning your notes in your particular circumstances.

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SPECIFIC TERMS OF YOUR NOTES

We refer to the notes we are offering by this prospectus supplement as the "offered notes" or the "notes". Please supplement, references to "The Goldman Sachs Group, Inc.", "we", "our" and "us" mean only The Goldman Sachs Group, consolidated subsidiaries. Also, references to the "accompanying prospectus" mean the accompanying prospectus, dated S supplemented by the accompanying prospectus supplement, dated September 19, 2011, relating to Medium-Term Notes, S Group, Inc. Please note that in this section entitled "Specific Terms of Your Notes", references to "holders" mean those who names, on the books that we or the trustee maintain for this purpose, and not those who own beneficial interests in notes re issued in book-entry form through The Depository Trust Company. Please review the special considerations that apply to ow accompanying prospectus, under "Legal Ownership and Book-Entry Issuance".

The offered notes are part of a series of debt securities, entitled "Medium-Term Notes, Series D", that we may issue under the indenture from time to time as described in the accompanying prospectus supplement and accompanying prospectus. The offered notes are also "indexed debt securities", as defined in the accompanying prospectus.

This prospectus supplement summarizes specific financial and other terms that apply to the offered notes, including your notes; terms that apply generally to all Series D medium-term notes are described in "Description of Notes We May Offer" in the accompanying prospectus supplement. The terms described here supplement those described in the accompanying prospectus supplement and the accompanying prospectus and, if the terms described here are inconsistent with those described there, the terms described here are controlling.

In addition to those terms described on the first three pages of this prospectus supplement, the following terms will apply to your notes:

Specified currency:

— U.S. dollars ("$")

Form of note:

— global form only: yes, at DTC

— non-global form available: no

Denominations: each note registered in the name of a holder must have a face amount of $1,000 or integral multiples of $1,000 in excess thereof

Defeasance applies as follows:

— full defeasance: no

— covenant defeasance: no

Other terms:

— a business day for your notes will not for our other Series D medium-term Special Calculation Provisions" below

Please note that the information abou issue price, discount or commission and net Group, Inc. on the front cover page or elsew supplement relates only to the initial issuanc We may decide to sell additional notes on or of this prospectus supplement, at issue price proceeds that differ from the amounts set fo elsewhere in this prospectus supplement. If a market-making transaction after the initial notes, any such relevant information about th a separate confirmation of sale.

We describe the terms of your notes

Payment of Principal on Stated Maturity

With respect to the offered notes tha stated maturity date we will pay you an amo outstanding face amount of your notes.

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Stated Maturity Date

The stated maturity date is January 23, 2028, subject to our early redemption right, unless that day is not a business day, in which case the stated maturity date will instead occur on the next succeeding business day.

Interest Payments

During the first four interest periods, the interest rate on the notes will be 8.60% per annum. For each interest period thereafter, the interest rate will be based upon the CMS spread on the relevant interest determination date for such interest period and will be a rate per annum equal to:

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *greater than* or *equal to* the maximum interest rate, the maximum interest rate;

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *less than* the maximum interest rate but *greater than* 0%, (i) the CMS spread *minus* 0.15% *times* (ii) 4; or

— if (i) the CMS spread *minus* 0.15% *times* (ii) 4 is *equal to* or *less than* 0%, 0%.

The maximum interest rate is 8.60% per annum. Based on the formula used to calculate the interest rate on your notes, you will therefore not benefit from any increases in the CMS spread *minus* 0.15% above 2.15%. Furthermore, if the CMS spread *minus* 0.15% on the relevant interest determination date for any interest period after the first four interest periods is 0% or less, no interest will be paid for such interest period.

The calculation agent will calculate the amount of interest payable on each interest payment date for the applicable interest period after the first four interest periods in the following manner. For each $1,000 face amount of your notes and for each interest period, the calculation agent will calculate the amount of interest to be paid by calculating the *product* of (i) the $1,000 face amount *times* (ii) the interest rate *times* (iii) 90/360.

Interest, if any, will be paid on your notes on the 23rd of each January, April, July, and

October, beginning on April 23, 2013, and e
If an interest payment date (other than the i
the stated maturity date) falls on a day that
payment due on such interest payment date
that is a business day; *provided* that interes
interest payment date shall not accrue from
payment date to and including the date of pa
postponed. If the stated maturity date falls o
day, payment of principal and interest otherw
made on the next succeeding business day,
shall accrue for the period from and after th

CMS Rate

In this prospectus supplement, when
mean the rate, on the applicable interest de
the Reuters screen ISDAFIX1 page for 30-y
the case may be, as of approximately 11:00
relevant interest determination date. If the C
this manner, then:

— The applicable CMS rate for the rele
will be determined on the basis of the
rate quotations provided by five leadi
City interbank market at approximate
time, on any interest determination d
semi-annual swap rate means the me
for the semi-annual fixed leg, calcula
of a fixed-for-floating U.S. dollar inter
term equal to thirty years or five yea
commencing on the relevant interest
acknowledged dealer of good credit
floating leg, calculated on an Actual/3
to LIBOR with a designated maturity
may be determined in accordance wi
“Description of Notes We May Offer

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LIBOR Notes" in the accompanying prospectus supplement. The calculation agent will select the five swap dealers in its sole discretion and will request the principal New York City office of each of those dealers to provide a quotation of its rate.

— If at least three quotations are provided, the CMS rate for that interest determination date will be the arithmetic mean of the quotations described above, eliminating the highest and lowest quotations or, in the event of equality, one of the highest and one of the lowest quotations.

— If fewer than three quotations are provided, the calculation agent will determine the CMS rate in its sole discretion.

CMS Spread

In this prospectus supplement, when we refer to the CMS spread, we mean, for any interest determination date, the *difference* of the 30-year CMS rate *minus* the 5-year CMS rate.

Interest Determination Dates

For each interest period after the first four interest periods, the second U.S. Government securities business day preceding such interest period.

Additional Disclosure about Our Relationship with the Trustee

The Bank of New York Mellon is initially serving as trustee for the indenture under which the notes are being issued. Affiliates of the trustee have underwritten our securities from time to time in the past and may underwrite our securities from time to time in the future. The trustee may have to resign if a default occurs with respect to the notes within one year after any offering of our securities underwritten by an affiliate of the trustee, such as BNY Mellon Capital Markets, LLC, since the trustee would likely be considered to have a conflicting interest for purposes of the Trust Indenture Act of 1939. In that event, except in very limited circumstances, the trustee would be required to resign as trustee under the indenture under which the notes are being issued and we would be required to appoint a successor trustee, unless the default is cured or waived within 90 days. In addition, the trustee can resign for a
and we would be required to appoint a succ
resigns following a default or for any other r
identify and appoint a qualified successor tru
trustee under the indenture until a successor
of time until a successor is appointed, the tr
noteholders under the indenture and (b) a co
indenture for purposes of the Trust Indenture
prospectus dated September 19, 2011 unde
Trustee," we describe certain other circumst
have to resign due to a conflict of interest.

Manner of Pay

Any payment on your notes at maturi
made to an account designated by the holde
us, or at the office of the trustee in New Yor
are surrendered to the trustee at that office.
interest payment date by check mailed to th
regular record date. We also may make any
applicable procedures of the depositary.

Modified Busine

As described in the accompanying pr
notes that would otherwise be due on a day
instead be paid on the next day that is a bus
as if paid on the original due date. For your
business day may have a different meaning
medium-term notes. We discuss this term u
Provisions" below.

Role of Calculatio

The calculation agent in its sole discre
regarding the CMS spread, the 30-year CM
interest determination dates, the regular rec
any, on each interest payment date, U.S. Go
days, business

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days, postponement of the stated maturity date and the amount payable on your notes at maturity or redemption, as applicable. Absent manifest error, all determinations of the calculation agent will be final and binding on you and us, without any liability on the part of the calculation agent.

Please note that Goldman, Sachs & Co., our affiliate, is currently serving as the calculation agent as of the date of this prospectus supplement. We may change the calculation agent for your notes at any time after the date of this prospectus supplement without notice and Goldman, Sachs & Co. may resign as calculation agent at any time upon 60 days' written notice to Goldman Sachs.

Our Early Redemption Right

We may redeem your notes, at our option, in whole but not in part, on any interest payment date on or after January 23, 2014, for an amount equal to 100% of the face amount *plus* any accrued and unpaid interest to, but excluding, the redemption date.

If we choose to exercise our early redemption right described in this prospectus supplement, we will notify the holder of your notes and the trustee by giving five business days' prior notice. The day we give the notice, which will be a business day, will be the redemption notice date and the immediately following interest payment date, which we will state in the redemption notice, will be the redemption date. We will not give a redemption notice that results in a redemption date later than the stated maturity date.

If we give the holder a redemption notice, we will redeem the entire outstanding face amount of your notes as follows. On the redemption date, we will pay to the holder of record on the business day immediately preceding the redemption date, the redemption price in cash, together with any accrued and unpaid interest to, but excluding, the redemption date, in the manner described under "Manner of Payment" above.

Special Calculation

Business Day

When we refer to a business day wit
a day that is a New York business day as de
Debt Securities We May Offer — Payment I
Business Days" on page 28 in the accompa

U.S. Government securities business day

When we refer to a U.S. Governmen
respect to your notes, we mean any day ex
day on which the Securities Industry and Fin
recommends that the fixed income departme
the entire day for purposes of trading in U.S

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USE OF PROCEEDS

We will use the net proceeds we receive from the sale of the offered notes for the purposes we describe in the accompanying prospectus under "Use of Proceeds".

HEDGING

In anticipation of the sale of the offered notes, we and/or our affiliates expect to enter into hedging transactions involving purchases of instruments linked to CMS rates. In addition, from time to time, we and/or our affiliates expect to enter into additional hedging transactions and to unwind those we have entered into, in connection with the offered notes and perhaps in connection with other notes we issue, some of which may have returns linked to CMS rates. Consequently, with regard to your notes, from time to time, we and/or our affiliates:

— expect to acquire or dispose of positions in over-the-counter options, futures or other instruments linked to CMS rates, and/or

— may take short positions in securities of the kind described above — *i.e.*, we and/or our affiliates may sell securities of the kind that we do not own or that we borrow for delivery to purchaser.

We and/or our affiliates may also acc
securities similar to your notes from time to
discretion, hold or resell those securities.

In the future, we and/or our affiliates
positions relating to the offered notes and p
returns linked to the CMS spread.

The hedging activity discussed above
market value of your notes from time to tir
on your notes at maturity. See "Additional
Notes" above for a discussion of these adv

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HISTORICAL CMS SPREADS AND HYPOTHETICAL EXAMPLES

Historical CMS Spreads

The graph set forth below illustrates the historical CMS spreads from January 17, 2003 through January 17, 2013. We obtained the CMS spreads shown in the graph from Reuters, without independent verification.

The historical CMS spreads reflected in the graph set forth below are based on actual CMS rate movements during the time period. We cannot assure you, however, that this performance will be replicated in the future or that the historical CMS spreads will serve as a reliable indicator of future performance. The CMS spread has fluctuated in the past and may, in the future, experience significant fluctuations. Any historical upward or downward trend in the CMS spread during the period shown below is not an indication that the CMS spread is more or less likely to increase or decrease at any time after the first four interest periods.

You should not take the historical CM indication of the future CMS spreads. We ca the future CMS spreads will result in you rec *than* the interest payments you would have r interest payments if you invested in a non-in comparable maturity that bears interest at a we nor any of our affiliates make any repres spread. In light of the increased volatility cur financial services sector and U.S. and globa market declines, it may be substantially mor interest payments less than the interest pay you invested in a non-indexed debt security interest at a prevailing market rate.

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Hypothetical Examples

The following table and examples are provided for purposes of illustration only. They should not be taken as an indication or prediction of future investment results and are intended merely to illustrate how the hypothetical interest rates and the hypothetical interest payments would be calculated for each $1,000 face amount of notes after the first four interest payments.

The table and examples below are based on a range of CMS spreads that are entirely hypothetical; no one can predict what the CMS spread will be on any interest determination date, and no one can predict, after the first four interest periods, whether interest will be paid on your notes during any interest period. The CMS spread has been highly volatile in the past — meaning that the levels of the 30-year CMS rate and the 5-year CMS rate have changed substantially in relatively short periods — and the CMS spread cannot be predicted for any future period.

The information in the following table and examples reflects the method we will use to calculate the interest rate for a given interest period after the first four interest periods and the hypothetical interest payment on the offered notes for such interest period assuming that we have not exercised our early redemption right prior to the interest period in which such interest rate would be applicable. If you sell your notes in a secondary market prior to the stated maturity date, your return will depend upon the market value of your notes at the time of sale, which may be affected by a number of factors that are not reflected in the examples below such as the volatility of the 30-year CMS rate and the 5-year CMS rate and our creditworthiness. In addition, the estimated value of your notes at the time the terms of your notes were set on the trade date (as determined by reference to pricing models used by Goldman, Sachs & Co.) was less than the original issue price of your notes. For more i
value of your notes, see "Additional Risk Fac
The Estimated Value of Your Notes At the Ti
Were Set On the Trade Date (as Determine
Used By Goldman, Sachs & Co.) Was Less
Your Notes" on page S-4 of this prospectus

For these reasons, the actual 30-yea
rate on any interest determination date for a
four interest periods, as well as the interest
date after the first four interest payment dat
hypothetical examples shown below. For info
during recent periods, see "— Historical CM
Before investing in the notes, you should cor
to determine the 30-year CMS rates and the
date of this prospectus supplement and the
notes.

The actual interest payment for any in
interest periods will depend on the actual lev
interest determination date. The applicable i
period will be determined quarterly on a per
to that interest period. In addition, whether o
at the hypothetical interest rate below would
determine to exercise our early redemption r
which such interest rates would be applicabl
have been chosen arbitrarily for the purpose
not be taken as indicative of the future perfo
numbers appearing in the following table and
for ease of analysis.

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Hypothetical 30-Year CMS Rate	Hypothetical 5-Year CMS Rate	30-Year CMS Rate Less 5-Year CMS Rate (the CMS Spread)	CMS Spread Less 0.15%	Hypoth Interest (Per An
0.00%	8.00%	-8.00%	-8.15%	0.00
3.00%	5.00%	-2.00%	-2.15%	0.00
5.00%	5.00%	0.00%	-0.15%	0.00
5.00%	4.50%	0.50%	0.35%	1.40
7.00%	6.00%	1.00%	0.85%	3.40
7.00%	4.75%	2.25%	2.10%	8.40
9.00%	3.00%	6.00%	5.85%	8.60
13.00%	2.00%	11.00%	10.85%	8.60

The following examples illustrate how the interest rates set forth in the table above are calculated.

Example 1: Based on a hypothetical 30-year CMS rate of 3.00% and a hypothetical 5-year CMS rate of 5.00%, the interest payable for the relevant interest payment date is calculated as follows:

Step 1: Calculate the CMS spread

The CMS spread is calculated as the *difference* between the hypothetical 30-year CMS rate of 3.00% and the hypothetical 5-year CMS rate of 5.00%:

CMS spread = -2.00%

Step 2: Calculate the interest rate (per annum)

Because the CMS spread *minus* 0.15% equals -2.15%, the interest rate for the relevant interest payment date shall be zero.

Step 3: Calculate the quarterly interest payment for the relevant interest period

The amount of interest payment for the relevant interest period equals the *product* of (i) the face amount *times* (ii) the interest rate *times* (iii) the applicable day count convention on a 30/360 basis. No adjustments will be

interest period is zero because the CMS spr
0.00%.

Example 2: Based on a hypothetical
a hypothetical 5-year CMS rate of 6.00%, th
relevant interest payment date is calculated

Step 1: Calculate the CMS spread

The CMS spread is calculated as the
hypothetical 30-year CMS rate of 7.00% an
rate of 6.00%:

7.00% - 6.00% = 1.00%

Step 2: Calculate the interest rate

The per annum interest rate for the re
(i) 1.00% *minus* 0.15% *times* (ii) 4.0, subjec
8.60% per annum, and shall be *no less than*
4.0 equals 3.40%, which is *more than* zero a
rate for the relevant interest payment date s

Step 3: Calculate the quarterly inte
interest period

made in the event an interest payment date is not a business day. The interest payment for this

The amount of interest payment for th
the *product* of (i) the face amount *times* (ii) t
applicable day count convention on a

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30/360 basis. No adjustments will be made in the event an interest payment date is not a business day. The interest payment for this interest period with a hypothetical interest payment rate of 3.40% is $8.50 for every $1,000 face amount of notes, calculated as follows:

$1,000 × 3.40% × 90/360 = $8.50

Example 3: Based on a hypothetical 30-year CMS rate of 9.00% and a hypothetical 5-year CMS rate of 3.00%, the interest payable for the relevant interest payment date is calculated as follows:

Step 1: Calculate the CMS spread

The CMS spread is calculated as the *difference* between the hypothetical 30-year CMS rate of 9.00% and the hypothetical 5-year CMS rate of 3.00%:

9.00% – 3.00% = 6.00%

Step 2: Calculate the interest rate (per annum)

The per annum interest rate for the relevant interest period equals (i) 6.00% *minus* 0.15% *times* (ii) 4.0, subject to the maximum interest rate of 8.60% per annum, and shall be *no less than* zero. Given that 5.85% *times* 4.0 equals 23.40%, which is *greater than* 8.60%, the interest rate for the relevant interest payment date shall be 8.60% (that is, shall be set equal to the maximum interest rate).

Step 3: Calculate the quarterly interest payment for the relevant interest period

The amount of interest payment for the relevant interest period equals the *product* of (i) the face amount *times* (ii) the interest rate *times* (iii) the applicable day count convention on a 30/360 basis. No adjustments will be made in the event an interest payment date is not a business day. The interest payment for this interest period with a hypothetical interest rate of 8.60% is $21.50 for every $1,000 face amount of notes, calculated as follows:

$1,000 × 8.60% × 90/360 = $21.50

Example 4: Based on a hypothetical 30-year CMS rate of 13.00% and a hypothetical 5-year CMS rate of 2.00%, the interest payable for the relevant interest payment date is calculated as follows:

Step 1: Calculate the CMS spread

The CMS spread is calculated as the
hypothetical 30-year CMS rate of 13.00% a
rate of 2.00%:

13.00% – 2.00%= 11.00%

Step 2: Calculate the interest rate

The per annum interest rate for the re
(i) 11.00% *minus* 0.15% *times* (ii) 4.0, subje
of 8.60% per annum, and shall be *no less th*
times 4.0 equals 43.40%, which is *greater t*
the relevant interest payment date shall be 8
to the maximum interest rate).

Step 3: Calculate the quarterly inte
interest period

The amount of interest payment for th
the *product* of (i) the face amount *times* (ii) t
applicable day count convention on a 30/360
made in the event an interest payment date
interest payment for this interest period with
8.60% is $21.50 for every $1,000 face amo
follows:

$1,000 × 8.60% × 90/360 = $21.50

The payment amounts shown above a
based on hypothetical interest rates that ma
determination date and on assumptions that
actual market value of your notes on the sta
time, including any time you may wish to sell
relation to the hypothetical payment amounts
amounts should not be viewed as an indicati
investment in the offered notes. Please read
to Your Notes — The Market Value of Your
Many Factors That are Unpredictable and In
page S-7.

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We cannot predict the actual CMS spread on any interest determination date or the market value of your notes, nor between the CMS spread and the market value of your notes at any time prior to the stated maturity date and after the first f interest payment that a holder of the offered notes will receive at each interest payment date after the first four interest paym return on the offered notes will depend on the actual CMS spread for each interest period after the first four interest periods agent over the life of your notes. Moreover, the assumptions on which the hypothetical example is based may turn out to be interest amount to be paid in respect of your notes, if any, on each interest payment date and after the first four interest peri the information reflected in the example above.

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SUPPLEMENTAL DISCUSSION OF FEDERAL INCOME TAX CONSEQUENCES

The following section supplements the discussion of U.S. federal income taxation in the accompanying prospectus.

The following section is the opinion of Sidley Austin LLP, counsel to The Goldman Sachs Group, Inc. It applies to you only if you hold your notes as a capital asset for tax purposes. This section does not apply to you if you are a member of a class of holders subject to special rules, such as:

— a dealer in securities or currencies;

— a trader in securities that elects to use a mark-to-market method of accounting for your securities holdings;

— a bank;

— a life insurance company;

— a tax-exempt organization;

— a person that owns the notes as a hedge or that is hedged against interest rate risks;

— a person that owns the notes as part of a straddle or conversion transaction for tax purposes; or

— a United States holder whose functional currency for tax purposes is not the U.S. dollar.

This section is based on the U.S. Internal Revenue Code of 1986, as amended, its legislative history, existing and proposed regulations under the Internal Revenue Code, published rulings and court decisions, all as currently in effect. These laws are subject to change, possibly on a retroactive basis.

You should consult your tax advisor concerning the U.S. federal income tax, and other tax consequences of your investment in the notes, including the application of state, local or other tax laws and the possible effects of changes in federal or other tax laws.

United States H

This subsection describes the tax co
holder. You are a United States holder if you
and you are:

— a citizen or resident of the United Sta

— a domestic corporation;

— an estate whose income is subject to
regardless of its source; or

— a trust if a United States court can e
the trust's administration and one or
authorized to control all substantial d

If you are not a United States holder,
you and you should refer to "— United State

Tax Treatment. The tax treatment of
treatment of your notes will depend upon wh
treated as variable rate debt instruments or
instruments. We intend to treat your notes a
instruments for U.S. federal income tax purp
below under "Alternative Treatments", the di
notes will be so treated. Under the rules gov
instruments, the amount of interest you are
each accrual period will be determined by c
schedule for your notes and applying rules s
original issue discount on a hypothetical non
that projected payment schedule. This meth
the yield at which we would issue a non-con
with terms and conditions similar to your not
then determining as of the issue date a paym
the comparable yield. Under these rules, you
on the comparable yield. You will not have t

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separately include the amount of interest that you receive, except to the extent of any positive or negative adjustments discussed below.

It is not entirely clear how, under the rules governing contingent payment debt instruments, the maturity date for debt instruments (such as your notes) that provide for an early redemption right should be determined for purposes of computing the comparable yield and projected payment schedule. It would be reasonable, however, to compute the comparable yield and projected payment schedule for your notes (and we intend to make the computation in such a

manner) based on the assumption that your

the stated maturity date.

We have determined that the comp

to 4.35% per annum, compounded quarterly

if you are an initial holder that holds a note u

taxes on a calendar year basis, we have de

required to report the following amounts as

each year:

Accrual Period	Interest Deemed to Accrue During Accrual Period (per $1,000 note)
January 23, 2013 through December 31, 2013	$40.11
January 1, 2014 through December 31, 2014	$41.16
January 1, 2015 through December 31, 2015	$39.88
January 1, 2016 through December 31, 2016	$39.06
January 1, 2017 through December 31, 2017	$38.64
January 1, 2018 through December 31, 2018	$38.53
January 1, 2019 through December 31, 2019	$38.65
January 1, 2020 through December 31, 2020	$38.96
January 1, 2021 through December 31, 2021	$39.39
January 1, 2022 through December 31, 2022	$39.90
January 1, 2023 through December 31, 2023	$40.49
January 1, 2024 through December 31, 2024	$41.11
January 1, 2025 through December 31, 2025	$41.75
January 1, 2026 through December 31, 2026	$42.39
January 1, 2027 through December 31, 2027	$43.04
January 1, 2028 through January 23, 2028	$2.77

In addition, we have determined the projected payments for your notes are as follows:

Taxable Year:	Payment on January 23	Payment on April 23	Payment on July 23
2013	N/A	$21.50	$21.50
2014	$21.50	$19.62	$18.84
2015	$17.26	$16.47	$15.74
2016	$14.33	$13.65	$13.06
2017	$11.95	$11.44	$10.98

2018	$10.14	$9.76	$9.43
2019	$8.84	$8.57	$8.32
2020	$7.89	$7.70	$7.54
2021	$7.25	$7.12	$7.02
2022	$6.85	$6.79	$6.75
2023	$6.68	$6.66	$6.63
2024	$6.62	$6.63	$6.65
2025	$6.69	$6.71	$6.73
2026	$6.78	$6.81	$6.84
2027	$6.91	$6.94	$6.96
2028	$1,007.02		

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The comparable yield and projected payment schedule are not provided to you for any purpose other than the determination of your interest accruals in respect of your notes, and we make no representation regarding the amount of contingent payments with respect to your notes.

If, during any taxable year, the actual payments with respect to the notes exceed the projected payments for that taxable year, you will incur a "net positive adjustment" under the contingent debt regulations equal to the amount of such excess. You will treat a net positive adjustment as additional interest income in that taxable year.

If, during any taxable year, the actual payments with respect to the notes are less than the amount of projected payments for that taxable year, you will incur a "net negative adjustment" under the contingent debt regulations equal to the amount of such deficit. This net negative adjustment will (a) reduce your interest income on the notes for that taxable year, and (b) to the extent of any excess after the application of (a), give rise to an ordinary loss to the extent of your interest income on the notes during prior taxable years, reduced to the extent such interest was offset by prior net negative adjustments. Any net negative adjustment in excess of the amounts described in (a) and (b) will be carried forward as a negative adjustment to offset future interest income with respect to the notes or to reduce the amount realized on a sale, exchange, redemption or repurchase of the notes. A net negative adjustment is not subject to the two percent floor limitation on miscellaneous itemized deductions.

You are required to use the comparable yield and projected payment schedule that we compute in determining your interest accruals in respect of your notes, unless you timely disclose and justify on your U.S. federal income tax return the use of a different comparable yield and projected payment schedule.

Furthermore, it is possible that any Form 1099-OID you receive in respect of the notes may not take net negative or positive adjustments into account and therefore may overstate or understate your interest inclusions. You should consult your tax advisor as to whether and how adjustments should be ma any Form 1099-OID.

If you purchase your notes at a price price as determined for tax purposes, you m the difference between the price you paid fo issue price is attributable to a change in exp payment schedule, a change in interest rates allocate the difference accordingly. If the adj greater than the price you paid for your note adjustments increasing (i) the amount of inte accrue and include in income each year, and income (or decreasing the amount of ordinar redemption or maturity, by the amounts alloc projected payment schedule; if the adjusted than the price you paid for your notes, you m decreasing (i) the amount of interest that yo year, and (ii) the amount of ordinary income ordinary loss) recognized upon redemption o allocated to each of interest and projected p allocated to the interest amount are not mad of interest accrues.

The adjusted issue price of your note issue price plus any interest deemed to be a rules governing contingent payment debt ins purchase your notes, decreased by the amo and the projected payments that were previo respect to your notes. The original issue pric first price at which a substantial amount of th than bond houses, brokers, or similar perso capacity of underwriters, placement agents,

Because any Form 1099-OID that yo effects of positive or negative adjustments r notes at a price other than the adjusted issu purposes, you are urged to consult with you

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advisor as to whether and how adjustments should be made to the amounts reported on any Form 1099-OID.

You will recognize income or loss upon the sale, exchange, redemption or maturity of your notes in an amount equal to the difference, if any, between the amount of cash you receive at such time and your adjusted basis in your notes. In general, your adjusted basis in your notes will equal the amount you paid for your notes, increased by the amount of interest you previously accrued with respect to your notes (in accordance with the comparable yield for your notes), decreased by the amount of the fixed interest payments and the amount of the projected payments that you were projected to have previously received with respect to your notes and increased or decreased by the amount of any positive or negative adjustment, respectively, that you are required to make if you purchase your notes at a price other than the adjusted issue price determined for tax purposes.

Any income you recognize upon the sale, exchange, redemption or maturity of your notes will be ordinary interest income. Any loss you recognize at such time will be ordinary loss to the extent of interest you included as income in the current or previous taxable years in respect of your notes, and thereafter, capital loss. If you are a non-corporate holder, you would generally be able to use an ordinary loss to offset your income only in the taxable year in which you recognize the ordinary loss and would generally not be able to carry such ordinary loss forward or back to offset income in other taxable years.

Alternative Treatments. It is possible that the IRS could successfully assert that the notes should be treated as variable rate debt instruments for U.S. federal income tax purposes. If the notes are so treated, you will be subject to tax on interest payments, if any, as ordinary income at the time you receive or accrue such payments, depending on your method of accounting for tax purposes and any gain or loss you recognize upon the sale or maturity of your notes will be capital gain or loss. Please see the discussion under "United States Taxation — Taxation of Debt Securities — United States Holders — Variable Rate Debt Securities" in the accompanying prospectus for a detailed description of the tax consequences of owning a variable rate debt instrument.

United States Alien

If you are a United States alien holde
under "United States Taxation — Taxation of
Alien Holders" in the accompanying prospec
consequences relevant to you. You are a Un
the beneficial owner of the notes and are, fo
tax purposes:

— a nonresident alien individual;

— a foreign corporation; or

— an estate or trust that in either case i
federal income tax on a net income b
notes.

Backup Withholding an
Reporting

Please see the discussion under "Uni
Debt Securities — Backup Withholding and I
accompanying prospectus for a description o
withholding and information reporting rules to

Foreign Account Tax Co
Withholding (FA

Final regulations released by the U.S
January 17, 2013 state that Foreign Accoun
withholding (as described in "United States T
Securities—Foreign Account Tax Compliance
prospectus) will generally not apply to obliga
January 1, 2014; therefore, the notes will no
withholding.

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EMPLOYEE RETIREMENT INCOME SECURITY ACT

This section is only relevant to you if you are an insurance company or the fiduciary of a pension plan or an employee benefit plan (including a governmental plan, an IRA or a Keogh Plan) proposing to invest in the notes.

The U.S. Employee Retirement Income Security Act of 1974, as amended ("ERISA") and the U.S. Internal Revenue Code of 1986, as amended (the "Code"), prohibit certain transactions ("prohibited transactions") involving the assets of an employee benefit plan that is subject to the fiduciary responsibility provisions of ERISA or Section 4975 of the Code (including individual retirement accounts, Keogh plans and other plans described in Section 4975(e)(1) of the Code) (a "Plan") and certain persons who are "parties in interest" (within the meaning of ERISA) or "disqualified persons" (within the meaning of the Code) with respect to the Plan; governmental plans may be subject to similar prohibitions unless an exemption applies to the transaction. The assets of a Plan may include assets held in the general account of an insurance company that are deemed "plan assets" under ERISA or assets of certain investment vehicles in which the Plan invests. Each of The Goldman Sachs Group, Inc. and certain of its affiliates may be considered a "party in interest" or a "disqualified person" with respect to many Plans, and, accordingly, prohibited transactions may arise if the notes are acquired by or on behalf of a Plan unless those notes are acquired and held pursuant to an available exemption. In general, available exemptions are: transactions effected on behalf of that Plan by a "qualified professional asset manager" (prohibited transaction exemption 84-14) or an "in-house asset manager" (prohibited transaction exemption 96-23), transactions involving insurance company general accounts (prohibited transaction exemption 95-60), transactions involving insurance company pooled separate accounts (prohibited

transaction exemption 90-1), transactions in
funds (prohibited transaction exemption 91-3
providers under Section 408(b)(17) of ERIS
Code where the Plan receives no less and p
consideration" (within the meaning of Sectio
Section 4975(f)(10) of the Code). The perso
of a Plan or a governmental plan shall be de
plan, by purchasing and holding the notes, o
thereto, to represent that (a) the plan will re
than "adequate consideration" (within the me
ERISA and Section 4975(f)(10) of the Code
and holding of the notes, (b) none of the pur
the notes or the exercise of any rights relate
nonexempt prohibited transaction under ERI
to a governmental plan, under any similar ap
(c) neither The Goldman Sachs Group, Inc.
"fiduciary" (within the meaning of Section 3(2
a governmental plan, under any similar appli
respect to the purchaser or holder in connec
acquisition, disposition or holding of the note
by The Goldman Sachs Group, Inc. or any o
connection with the notes, and no advice pro
Group, Inc. or any of its affiliates has forme
investment decision by or on behalf of such
with the notes and the transactions contemp

If you are an insurance company or the fiduciary of a pension plan or an employee benefit plan (including a governm plan), and propose to invest in the notes, you should consult your legal counsel.

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SUPPLEMENTAL PLAN OF DISTRIBUTION

The Goldman Sachs Group, Inc. has agreed to sell to Goldman, Sachs & Co., and Goldman, Sachs & Co. has agreed to purchase from The Goldman Sachs Group, Inc., the aggregate face amount of the offered notes specified on the front cover of this prospectus supplement. Goldman, Sachs & Co. proposes initially to offer the notes to the public at the original issue price set forth on the cover page of this prospectus supplement, and to certain securities dealers at such price less a concession not in excess of 3.42% of the face amount.

In the future, Goldman, Sachs & Co. or other affiliates of The Goldman Sachs Group, Inc. may repurchase and resell the offered notes in market-making transactions, with resales being made at prices related to prevailing market prices at the time of resale or at negotiated prices. The Goldman Sachs Group, Inc. estimates that its share of the total offering expenses, excluding underwriting discounts and commissions, will be approximately $15,000. For more information about the plan of distribution and possible market-making activities, see "Plan of Distribution" in the accompanying prospectus.

We will deliver the notes against payment therefor in New York, New York on January 23, 2013, which is the third scheduled business day following the date of this prospectus supplement and of the pricing of the notes.

In relation to each Member State of the European Economic Area which has implemented the Prospectus Directive (each, a "Relevant Member State") with effect from and including the date on which the Prospectus Directive is implemented in that Relevant Member State (the "Relevant Implementation Date") an offer of the offered notes which are the subject of the offering contemplated by this prospectus supplement in relation thereto may not be made to the public in that Relevant Member State except that, with effect from and including the Relevant Implementation Date, an offer of such offered notes may be made to the public in that Relevant Member State:

(a) at any time to any legal entity which is a qualified investor as defined in the Prospectus Directive;

(b) at any time to fewer than 100 or, if t
implemented the relevant provision of the 20
natural or legal persons (other than qualified
Prospectus Directive), subject to obtaining t
Dealer or Dealers nominated by the Issuer f

(c) at any time in any other circumstanc
Prospectus Directive,

provided that no such offer of offered n
(c) above shall require the Issuer or any Dea
pursuant to Article 3 of the Prospectus Direc
pursuant to Article 16 of the Prospectus Dire

For the purposes of this provision, the e
the public" in relation to any notes in any Re
communication in any form and by any mea
terms of the offer and the notes to be offere
decide to purchase or subscribe the notes, a
Relevant Member State by any measure im
Directive in that Relevant Member State, the
means Directive 2003/71/EC (and amendme
PD Amending Directive, to the extent implem
State), and includes any relevant implementi
Member State and the expression "2010 PD
Directive 2010/73/EU.

Goldman, Sachs & Co. has represente

(a) it has only communicated or caused
communicate or cause to be communicated
engage in investment activity (within the mea
received by it in connection with the issue or
circumstances in which Section 21(1) of the
Goldman Sachs Group, Inc.; and

(b) it has complied and will comply with
FSMA with respect

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to anything done by it in relation to the notes in, from or otherwise involving the United Kingdom.

No advertisement, invitation or document relating to the notes may be issued or may be in the possession of any person for the purpose of issue (in each case whether in Hong Kong or elsewhere), if such advertisement, invitation or document is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong (except if permitted to do so under the laws of Hong Kong) other than with respect to the offered notes which are or are intended to be disposed of only to persons outside of Hong Kong or only to "professional investors" within the meaning of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong, the "SFO") and any rules made thereunder.

The offered notes have not been and will not be registered under the Financial Instruments and Exchange Law of Japan (Law No. 25 of 1948, as amended, the "FIEL") and Goldman, Sachs & Co. has agreed that it will not offer or sell any offered notes, directly or indirectly, in Japan or to, or for the benefit of, any resident of Japan (which term as used herein means any person resident in Japan, including any corporation or other entity organized under the laws of Japan), or to others for re-offering or resale, directly or indirectly, in Japan or to a resident of Japan, except pursuant to an exemption from the registration requirements of, and otherwise in compliance with, the FIEL and any other applicable laws, regulations and ministerial guidelines of Japan. As used in this paragraph, resident of Japan means any person resident in Japan, including any corporation or other entity organized under the laws of Japan.

This prospectus supplement has not been registered as a prospectus with the Monetary Authority of Singapore. Accordingly, this prospectus supplement and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of the offered notes may not be circulated or distributed, nor may the notes be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than

(i) to an institutional investor under Section 2
Act, Chapter 289 of Singapore (the "SFA"),
to Section 275(1), or any person pursuant to
accordance with the conditions, specified in
(iii) otherwise pursuant to, and in accordance
applicable provision of the SFA.

Where the offered notes are subscrib
Section 275 of the SFA by a relevant person
(which is not an accredited investor (as defin
sole business of which is to hold investments
which is owned by one or more individuals, e
investor; or (b) a trust (where the trustee is
whose sole purpose is to hold investments a
an individual who is an accredited investor, s
shares and debentures of that corporation o
interest (howsoever described) in that trust s
months after that corporation or that trust ha
pursuant to an offer made under Section 27
institutional investor (for corporations, under
relevant person defined in Section 275(2) of
pursuant to an offer that is made on terms th
units of shares and debentures of that corpo
in that trust are acquired at a consideration o
equivalent in a foreign currency) for each tra
to be paid for in cash or by exchange of sec
further for corporations, in accordance with t
Section 275 of the SFA; (2) where no consid
transfer; (3) where the transfer is by operati
Section 276(7) of the SFA.

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VALIDITY OF THE NOTES

In the opinion of Sidley Austin LLP, as counsel to The Goldman Sachs Group, Inc., when the notes offered by this prospectus supplement have been executed and issued by The Goldman Sachs Group, Inc. and authenticated by the trustee pursuant to the indenture, and delivered against payment as contemplated herein, such notes will be valid and binding obligations of The Goldman Sachs Group, Inc., enforceable in accordance with their terms, subject to applicable bankruptcy, insolvency and similar laws affecting creditors' rights generally, concepts of reasonableness and equitable principles of general applicability (including, without limitation, concepts of good faith, fair dealing and the lack of bad faith), provided that such counsel expresses no opinion as to the effect of fraudulent conveyance, fraudulent transfer or similar
conclusions expressed above. This opinion
and is limited to the Federal laws of the Ur
of New York and the General Corporation
in effect on the date hereof. In addition, thi
assumptions about the trustee's authorizat
indenture and the genuineness of signature
as stated in the letter of such counsel date
has been filed as Exhibit 5.5 to The Goldm
registration statement on Form S-3 filed w
Commission on September 19, 2011.

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We have not authorized anyone to provide any information or to make any representations other than those contained or incorporated by reference in this prospectus supplement, the accompanying prospectus supplement or the accompanying prospectus. We take no responsibility for, and can provide no assurance as to the reliability of, any other information that others may give you. This prospectus supplement, the accompanying prospectus supplement and the accompanying prospectus is an offer to sell only the notes offered hereby, but only under the circumstances and in jurisdictions where it is lawful to do so. The information contained in this prospectus supplement, the accompanying prospectus supplement and the accompanying prospectus is current only as of the respective dates of such documents.

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Prospectus Supplement

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The Goldma
Group, I

Callable Quarterly CMS
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Series D, due

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