

2024 ANNUAL REPORT

FINANCIAL HIGHLIGHTS

	2024	2023	PERCENT CHANGE ¹
For the year ended December 31 (\$ in millions)			
Revenues (Fully Taxable Equivalent Basis ²)	\$ 8,322.2	\$ 6,831.0	22%
Net Income	2,031.1	1,107.3	83
Dividends Declared on Common Stock	608.4	630.2	(3)
Dividends Declared on Preferred Stock	41.8	41.8	—
Per Common Share			
Net Income — Basic	\$ 9.80	\$ 5.09	93%
Net Income — Diluted	9.77	5.08	92
Cash Dividends Declared per Common Share	3.00	3.00	—
Book Value — End of Period	60.74	53.69	13
Market Value — End of Period	102.5	84.38	21
At Year-End (\$ in millions)			
Earning Assets	\$ 142,228.0	\$ 140,369.6	1%
Total Assets	155,508.4	150,783.1	3
Deposits	122,482.7	116,164.0	5
Stockholders' Equity	12,788.4	11,897.9	7
Average Balances (\$ in millions)			
Earning Assets	\$ 134,416.3	\$ 130,801.3	3%
Total Assets	146,633.5	142,649.2	3
Deposits	112,700.3	105,245.5	7
Stockholders' Equity	12,299.8	11,496.8	7
Client Assets at Year-End (\$ in billions)			
Assets Under Custody / Administration	\$ 16,788.0	\$ 15,404.9	9 %
Assets Under Custody	13,349.2	11,916.5	12
Assets Under Management	1,610.4	1,434.5	12
Financial Ratios and Metrics			
Return on Average Common Equity	17.4%	10.0%	
Return on Average Assets	1.39	0.78	
Dividend Payout Ratio	30.7	59.1	
Net Interest Margin (Fully Taxable Equivalent Basis ²)	1.64	1.56	

CAPITAL RATIOS	DECEMBER 31, 2024		DECEMBER 31, 2023	
	Standardized Approach	Advanced Approach	Standardized Approach	Advanced Approach
Common Equity Tier 1 Capital	12.4%	14.5%	11.4%	13.4%
Tier 1 Capital	13.3	15.6	12.3	14.5
Total Capital	15.1	17.4	14.2	16.5
Tier 1 Leverage	8.1	8.1	8.1	8.1
Supplementary Leverage	N/A	8.9	N/A	8.6

¹Percentage change calculations are based on actual balances rather than the rounded amounts presented.

²Revenues and Net Interest Margin are presented on a fully taxable equivalent basis, a non-Generally Accepted Accounting Principle financial measure that facilitates the analysis of asset yields. A reconciliation of revenues and net interest margin on a GAAP basis to revenue and net interest margin on a FTE basis is provided in the "Supplemental Information" section of Item 7, "Management's Discussion and Analysis of Financial Condition and Results of Operations" on Form 10-K.

Note:

FY 2024 revenue includes a \$896.7 million pre-tax gain related to Northern Trust's participation in a Visa Exchange Offer, a \$68.1 million pre-tax gain related to the sale of an equity investment, and a \$12.8 million expense of mark-to-market activity on existing Visa Class B swap agreements related to litigation escrow funding, all recorded in Other Operating Income. FY 2024 expense includes a \$189.3 million pre-tax loss on available for sale debt securities sold in conjunction with a repositioning of the portfolio, \$85.2 million pre-tax severance related charges, a \$70.0 million pre-tax charitable contribution, a \$16.4 million pre-tax charge for software accelerations and dispositions, a \$14.7 million pre-tax expense related to the Federal Deposit Insurance Corporation (FDIC) special assessment, a \$10.6 million pre-tax expense related to a legal settlement, a \$7.6 million pre-tax charge for investment impairments, and a \$6.5 million pre-tax loss recognized as a result of a securities repositioning related to the supplemental pension plan.

FY 2023 revenue includes a \$176.4 million pre-tax loss on available for sale debt securities sold in conjunction with a repositioning of the portfolio, recognized in Investment Security Gains (Losses), net, and a \$6.9 million pre-tax gain upon sale of available for sale debt securities. FY 2023 expense includes an \$84.6 million pre-tax FDIC special assessment, \$38.7 million pre-tax severance-related charge, \$25.6 million pre-tax charge related to the write-off of an investment in a client capability, and \$12.8 million pre-tax occupancy charge.