

2024 ANNUAL REPORT

FINANCIAL HIGHLIGHTS



NORTHERN
TRUST

	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

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

² Revenues 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 an 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.