**Exhibit 99.2**

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**December 31, 2016**

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This financial information should be read in conjunction with State Street's news release dated January 25, 2017.

# STATE STREET CORPORATION
# EARNINGS RELEASE ADDENDUM
# CONSOLIDATED FINANCIAL HIGHLIGHTS

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Revenue:** | | | | | | | | | | | | | |
| Fee revenue | $ 2,055 | $ 2,076 | $ 2,103 | $ 2,044 | $ 1,970 | $ 2,053 | $ 2,079 | **$ 2,014** | (1.5)% | (3.1)% | $ 8,278 | **$ 8,116** | (2.0)% |
| Net interest revenue | 546 | 535 | 513 | 494 | 512 | 521 | 537 | **514** | 4.0 | (4.3) | 2,088 | **2,084** | (0.2) |
| Net gains (losses) from sales of available-for-sale securities | — | (3) | (2) | — | 2 | (1) | 6 | **2** | nm | nm | (5) | **9** | nm |
| Net losses from other-than-temporary impairment | (1) | — | — | — | — | — | (2) | **—** | nm | nm | (1) | **(2)** | nm |
| Total revenue | 2,600 | 2,608 | 2,614 | 2,538 | 2,484 | 2,573 | 2,620 | **2,530** | (0.3) | (3.4) | 10,360 | **10,207** | (1.5) |
| Provision for loan losses | 4 | 2 | 5 | 1 | 4 | 4 | — | **2** | nm | nm | 12 | **10** | nm |
| Total expenses | 2,097 | 2,134 | 1,962 | 1,857 | 2,050 | 1,860 | 1,984 | **2,183** | 17.6 | 10.0 | 8,050 | **8,077** | 0.3 |
| Income before income tax expense | 499 | 472 | 647 | 680 | 430 | 709 | 636 | **345** | (49.3) | (45.8) | 2,298 | **2,120** | (7.7) |
| Income tax expense | 94 | 54 | 67 | 103 | 62 | 92 | 72 | **(248)** | (340.8) | (444.4) | 318 | **(22)** | (106.9) |
| Net income (loss) from non-controlling interest | — | — | 1 | (1) | — | 2 | (1) | **—** | nm | nm | — | **1** | nm |
| **Net income** | 405 | 418 | 581 | 576 | 368 | 619 | 563 | **593** | 3.0 | 5.3 | 1,980 | **2,143** | 8.2 |
| **Net income available to common shareholders** | $ 373 | $ 389 | $ 539 | $ 547 | $ 319 | $ 585 | $ 507 | **$ 557** | 1.8 | 9.9 | $ 1,848 | **$ 1,968** | 6.5 |
| **Diluted earnings per common share[4]** | $ .89 | $ .93 | $ 1.31 | $ 1.34 | $ .79 | $ 1.47 | $ 1.29 | **$ 1.43** | 6.7 | 10.9 | $ 4.47 | **$ 4.97** | 11.2 |
| Average diluted common shares outstanding (in thousands) | 418,750 | 416,712 | 412,167 | 407,012 | 403,615 | 398,847 | 393,212 | **389,046** | (4.4) | (1.1) | 413,638 | **396,090** | (4.2) |
| Cash dividends declared per common share | $ .30 | $ .34 | $ .34 | $ .34 | $ .34 | $ .34 | $ .38 | **$ .38** | 11.8 | — | $ 1.32 | **$ 1.44** | 9.1 |
| Closing price per share of common stock (as of quarter end) | 73.53 | 77.00 | 67.21 | 66.36 | 58.52 | 53.92 | 69.63 | **77.72** | 17.1 | 11.6 | 66.36 | **77.72** | 17.1 |
| **Ratios:** | | | | | | | | | | | | | |
| Return on average common equity | 7.9% | 8.2% | 11.3% | 11.6% | 6.8% | 12.4% | 10.6% | **12.1%** | 4.3 | 14.2 | 9.8% | **10.5%** | 7.1 |
| Pre-tax operating margin | 19.2 | 18.1 | 24.8 | 26.8 | 17.3 | 27.6 | 24.3 | **13.6** | (49.3) | (44.0) | 22.2 | **20.8** | (6.3) |
| Common equity tier 1 risk-based capital[1] | 12.0 | 12.0 | 12.0 | 12.5 | 12.3 | 12.0 | 12.3 | **11.7** | (6.4) | (4.9) | 12.5 | **11.7** | (6.4) |
| Tier 1 risk-based capital[1] | 14.0 | 14.7 | 14.7 | 15.3 | 14.9 | 15.0 | 15.4 | **14.8** | (3.3) | (3.9) | 15.3 | **14.8** | (3.3) |
| Total risk-based capital[1] | 16.1 | 16.8 | 16.8 | 17.4 | 17.1 | 17.1 | 17.6 | **16.0** | (8.0) | (9.1) | 17.4 | **16.0** | (8.0) |
| Tier 1 leverage[1] | 5.8 | 6.0 | 6.3 | 6.9 | 6.9 | 7.0 | 6.8 | **6.5** | (5.8) | (4.4) | 6.9 | **6.5** | (5.8) |
| Tangible common equity[2] | 6.0 | 6.5 | 6.6 | 6.8 | 6.7 | 6.7 | 6.5 | **6.4** | (5.9) | (1.5) | 6.8 | **6.4** | (5.9) |
| **At quarter-end:** | | | | | | | | | | | | | |
| Assets under custody and administration (in trillions)[3] | $ 28.49 | $ 28.65 | $ 27.27 | $ 27.51 | $ 26.94 | $ 27.79 | $ 29.18 | **$ 28.77** | 4.6 | (1.4) | $ 27.51 | **$ 28.77** | 4.6 |
| Asset under management (in trillions) | 2.44 | 2.37 | 2.20 | 2.25 | 2.30 | 2.30 | 2.45 | **2.47** | 9.8 | 0.8 | 2.25 | **2.47** | 9.8 |
| Total assets | 279,448 | 294,544 | 247,235 | 245,155 | 243,685 | 255,386 | 256,140 | **242,698** | (1.0) | (5.2) | 245,155 | **242,698** | (1.0) |
| Investment securities | 112,857 | 101,463 | 97,560 | 100,022 | 102,298 | 103,121 | 99,888 | **97,167** | (2.9) | (2.7) | 100,022 | **97,167** | (2.9) |
| Deposits | 211,352 | 230,591 | 186,367 | 191,627 | 185,516 | 193,130 | 198,766 | **187,163** | (2.3) | (5.8) | 191,627 | **187,163** | (2.3) |
| Long-term debt | 9,146 | 9,058 | 11,986 | 11,497 | 10,323 | 11,924 | 11,834 | **11,430** | (0.6) | (3.4) | 11,497 | **11,430** | (0.6) |
| Total shareholders' equity | 20,670 | 21,347 | 21,343 | 21,103 | 21,496 | 22,073 | 22,150 | **21,219** | 0.5 | (4.2) | 21,103 | **21,219** | 0.5 |

[1] In early 2014, we announced that we had completed our Basel III qualification period. As a result, our regulatory capital ratios for each period presented in the table above have been calculated under the advanced approaches provisions of the Basel III final rule. Refer to page 21 of this earnings release addendum for additional information about our regulatory capital ratios for each period.

[2] Tangible common equity ratio is a non-GAAP measure. Refer to accompanying reconciliations on page 22 for additional information.

[3] Included assets under custody of $21.98 trillion, $22.06 trillion, $20.95 trillion, $21.26 trillion, $20.79 trillion, $21.35 trillion, $21.91 trillion and $21.73 trillion as of March 31, 2015, June 30, 2015, September 30, 2015, December 31, 2015, March 31, 2016, June 30, 2016, September 30, 2016 and December 31, 2016, respectively.

[4] Diluted earnings per common share for year to date December 31, 2016 does not equal the sum of the quarters.

nm Not meaningful

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**CONSOLIDATED RESULTS OF OPERATIONS**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Reported Results** | | | | | | | | | | | | | |
| **Fee revenue:** | | | | | | | | | | | | | |
| Servicing fees | $ 1,268 | $ 1,319 | $ 1,289 | $ 1,277 | $ 1,242 | $ 1,239 | $ 1,303 | **$ 1,289** | 0.9% | (1.1)% | $ 5,153 | **$ 5,073** | (1.6)% |
| Management fees | 301 | 304 | 287 | 282 | 270 | 293 | 368 | **361** | 28.0 | (1.9) | 1,174 | **1,292** | 10.1 |
| Trading services: | | | | | | | | | | | | | |
| Direct sales and trading | 135 | 88 | 108 | 79 | 90 | 87 | 94 | **115** | 45.6 | 22.3 | 410 | **386** | (5.9) |
| Indirect foreign exchange trading[(1)] | 68 | 79 | 69 | 64 | 66 | 70 | 65 | **67** | 4.7 | 3.1 | 280 | **268** | (4.3) |
| Total foreign exchange trading | 203 | 167 | 177 | 143 | 156 | 157 | 159 | **182** | 27.3 | 14.5 | 690 | **654** | (5.2) |
| Electronic foreign exchange services | 48 | 44 | 46 | 37 | 44 | 43 | 41 | **41** | 10.8 | — | 175 | **169** | (3.4) |
| Other trading, transition management and brokerage | 73 | 70 | 71 | 67 | 72 | 67 | 67 | **70** | 4.5 | 4.5 | 281 | **276** | (1.8) |
| Total brokerage and other trading services | 121 | 114 | 117 | 104 | 116 | 110 | 108 | **111** | 6.7 | 2.8 | 456 | **445** | (2.4) |
| Total trading services | 324 | 281 | 294 | 247 | 272 | 267 | 267 | **293** | 18.6 | 9.7 | 1,146 | **1,099** | (4.1) |
| Securities finance | 101 | 155 | 113 | 127 | 134 | 156 | 136 | **136** | 7.1 | — | 496 | **562** | 13.3 |
| Processing fees and other | 61 | 17 | 120 | 111 | 52 | 98 | 5 | **(65)** | nm | nm | 309 | **90** | nm |
| Total fee revenue | 2,055 | 2,076 | 2,103 | 2,044 | 1,970 | 2,053 | 2,079 | **2,014** | (1.5) | (3.1) | 8,278 | **8,116** | (2.0) |
| **Net interest revenue:** | | | | | | | | | | | | | |
| Interest revenue | 642 | 629 | 614 | 603 | 629 | 620 | 647 | **616** | 2.2 | (4.8) | 2,488 | **2,512** | 1.0 |
| Interest expense | 96 | 94 | 101 | 109 | 117 | 99 | 110 | **102** | (6.4) | (7.3) | 400 | **428** | 7.0 |
| Net interest revenue | 546 | 535 | 513 | 494 | 512 | 521 | 537 | **514** | 4.0 | (4.3) | 2,088 | **2,084** | (0.2) |
| **Gains (losses) related to investment securities, net:** | | | | | | | | | | | | | |
| Net gains (losses) from sales of available-for-sale securities | — | (3) | (2) | — | 2 | (1) | 6 | **2** | | | (5) | **9** | |
| Losses from other-than-temporary impairment | (1) | — | — | — | — | — | (2) | **—** | | | (1) | **(2)** | |
| Gains (losses) related to investment securities, net | (1) | (3) | (2) | — | 2 | (1) | 4 | **2** | | | (6) | **7** | |
| Total revenue | 2,600 | 2,608 | 2,614 | 2,538 | 2,484 | 2,573 | 2,620 | **2,530** | (0.3) | (3.4) | 10,360 | **10,207** | (1.5) |
| Provision for loan losses | 4 | 2 | 5 | 1 | 4 | 4 | — | **2** | | | 12 | **10** | |
| **Expenses:** | | | | | | | | | | | | | |
| Compensation and employee benefits | 1,087 | 984 | 1,051 | 939 | 1,107 | 989 | 1,013 | **1,244** | 32.5 | 22.8 | 4,061 | **4,353** | 7.2 |
| Information systems and communications | 247 | 249 | 265 | 261 | 272 | 270 | 285 | **278** | 6.5 | (2.5) | 1,022 | **1,105** | 8.1 |
| Transaction processing services | 197 | 201 | 201 | 194 | 200 | 201 | 200 | **199** | 2.6 | (0.5) | 793 | **800** | 0.9 |
| Occupancy | 113 | 109 | 110 | 112 | 113 | 111 | 107 | **109** | (2.7) | 1.9 | 444 | **440** | (0.9) |
| Acquisition and restructuring costs | 6 | 3 | 10 | 6 | 104 | 20 | 42 | **43** | 616.7 | 2.4 | 25 | **209** | 736.0 |
| Other | 447 | 588 | 325 | 345 | 254 | 269 | 337 | **310** | (10.1) | (8.0) | 1,705 | **1,170** | (31.4) |
| Total expenses | 2,097 | 2,134 | 1,962 | 1,857 | 2,050 | 1,860 | 1,984 | **2,183** | 17.6 | 10.0 | 8,050 | **8,077** | 0.3 |
| Income before income tax expense | 499 | 472 | 647 | 680 | 430 | 709 | 636 | **345** | (49.3) | (45.8) | 2,298 | **2,120** | (7.7) |
| Income tax expense | 94 | 54 | 67 | 103 | 62 | 92 | 72 | **(248)** | (340.8) | (444.4) | 318 | **(22)** | (106.9) |
| Net income (loss) from non-controlling interest | — | — | 1 | (1) | — | 2 | (1) | **—** | nm | nm | — | **1** | nm |
| **Net income** | $ 405 | $ 418 | $ 581 | $ 576 | $ 368 | $ 619 | $ 563 | **$ 593** | 3.0 | 5.3 | $ 1,980 | **$ 2,143** | 8.2 |
| Effective tax rate | 18.8% | 11.3% | 10.5% | 15.1% | 14.4% | 12.9% | 11.4% | **(72.3)%** | | | 13.8% | **(1.1)%** | |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**CONSOLIDATED RESULTS OF OPERATIONS (Continued)**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Adjustments to net income:** | | | | | | | | | | | | | |
| Dividends on preferred stock | $ (31) | $ (29) | $ (42) | $ (28) | $ (49) | $ (33) | $ (55) | **$ (36)** | 28.6% | (34.5)% | $ (130) | **$ (173)** | 33.1% |
| Earnings allocated to participating securities | (1) | — | — | (1) | — | (1) | (1) | **—** | nm | nm | (2) | **(2)** | nm |
| **Net income available to common shareholders** | $ 373 | $ 389 | $ 539 | $ 547 | $ 319 | $ 585 | $ 507 | **$ 557** | 1.8 | 9.9 | $ 1,848 | **$ 1,968** | 6.5 |
| **Earnings per common share[2]:** | | | | | | | | | | | | | |
| Basic | $ .90 | $ .95 | $ 1.33 | $ 1.36 | $ .80 | $ 1.48 | $ 1.31 | **$ 1.45** | 6.6 | 10.7 | $ 4.53 | **$ 5.03** | 11.0 |
| Diluted | .89 | .93 | 1.31 | 1.34 | .79 | 1.47 | 1.29 | **1.43** | 6.7 | 10.9 | 4.47 | **4.97** | 11.2 |
| **Average common shares outstanding:** | | | | | | | | | | | | | |
| Basic | 412,225 | 410,674 | 406,612 | 402,041 | 399,421 | 394,160 | 388,358 | **384,115** | (4.5) | (1.1) | 407,856 | **391,485** | (4.0) |
| Diluted | 418,750 | 416,712 | 412,167 | 407,012 | 403,615 | 398,847 | 393,212 | **389,046** | (4.4) | (1.1) | 413,638 | **396,090** | (4.2) |
| Cash dividends declared per common share | $ .30 | $ .34 | $ .34 | $ .34 | $ .34 | $ .34 | $ .38 | **$ .38** | 11.8 | — | $ 1.32 | **$ 1.44** | 9.1 |
| Closing price per share of common stock (as of quarter end) | 73.53 | 77.00 | 67.21 | 66.36 | 58.52 | 53.92 | 69.63 | **77.72** | 17.1 | 11.6 | 66.36 | **77.72** | 17.1 |
| **Financial ratios:** | | | | | | | | | | | | | |
| Return on average common equity | 7.9% | 8.2% | 11.3% | 11.6% | 6.8% | 12.4% | 10.6% | **12.1%** | 4.3 | 14.2 | 9.8% | **10.5%** | 7.1 |
| Pre-tax operating margin | 19.2 | 18.1 | 24.8 | 26.8 | 17.3 | 27.6 | 24.3 | **13.6** | (49.3) | (44.0) | 22.2 | **20.8** | (6.3) |
| After-tax margin | 15.6 | 16.0 | 22.2 | 22.7 | 12.8 | 22.7 | 19.4 | **22.0** | (3.1) | 13.4 | 19.1 | **19.3** | 1.0 |
| Common dividend payout ratio | 33.1 | 35.6 | 25.5 | 24.9 | 42.5 | 22.7 | 28.9 | **26.1** | 4.8 | (9.7) | 29.0 | **28.5** | (1.7) |

[1] We calculate revenue for indirect foreign exchange using an attribution methodology. This methodology takes into consideration estimated effective mark-ups/downs and observed client volumes. Direct sales and trading revenue is total foreign exchange trading revenue excluding the revenue attributed to indirect foreign exchange.

[2] Basic and diluted earnings per common share for year to date December 31, 2016 does not equal the sum of the quarters.

nm Not meaningful

# STATE STREET CORPORATION
# EARNINGS RELEASE ADDENDUM
# CONSOLIDATED STATEMENT OF CONDITION

| (Dollars in millions, except per share amounts) | As of Quarter End | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Assets:** | | | | | | | | | | |
| Cash and due from banks | $ 3,149 | $ 3,084 | $ 3,660 | $ 1,207 | $ 3,735 | $ 4,673 | $ 3,490 | **$ 1,314** | 8.9% | (62.3)% |
| Interest-bearing deposits with banks | 83,398 | 116,728 | 68,361 | 75,338 | 65,032 | 75,169 | 79,090 | **70,935** | (5.8) | (10.3) |
| Securities purchased under resale agreements | 11,331 | 4,447 | 9,155 | 3,404 | 3,722 | 2,010 | 2,442 | **1,956** | (42.5) | (19.9) |
| Trading account assets | 1,145 | 1,373 | 1,223 | 849 | 873 | 890 | 1,063 | **1,024** | 20.6 | (3.7) |
| Investment securities: | | | | | | | | | | |
| Investment securities available for sale | 96,612 | 85,308 | 80,097 | 70,070 | 71,086 | 72,735 | 71,520 | **61,998** | (11.5) | (13.3) |
| Investment securities held to maturity[1] | 16,245 | 16,155 | 17,463 | 29,952 | 31,212 | 30,386 | 28,368 | **35,169** | 17.4 | 24.0 |
| Total investment securities | 112,857 | 101,463 | 97,560 | 100,022 | 102,298 | 103,121 | 99,888 | **97,167** | (2.9) | (2.7) |
| Loans and leases, net[2] | 18,278 | 18,547 | 19,019 | 18,753 | 19,140 | 19,788 | 21,451 | **19,704** | 5.1 | (8.1) |
| Premises and equipment, net[3] | 1,933 | 2,035 | 1,984 | 1,894 | 1,949 | 1,994 | 2,042 | **2,062** | 8.9 | 1.0 |
| Accrued interest and fees receivable | 2,281 | 2,385 | 2,271 | 2,346 | 2,371 | 2,399 | 2,594 | **2,644** | 12.7 | 1.9 |
| Goodwill | 5,663 | 5,729 | 5,716 | 5,671 | 5,733 | 5,671 | 5,911 | **5,814** | 2.5 | (1.6) |
| Other intangible assets | 1,892 | 1,871 | 1,820 | 1,768 | 1,749 | 1,682 | 1,849 | **1,750** | (1.0) | (5.4) |
| Other assets | 37,521 | 36,882 | 36,466 | 33,903 | 37,083 | 37,989 | 36,320 | **38,328** | 13.1 | 5.5 |
| Total assets | $ 279,448 | $ 294,544 | $ 247,235 | $ 245,155 | $ 243,685 | $ 255,386 | $ 256,140 | **$ 242,698** | (1.0) | (5.2) |
| **Liabilities:** | | | | | | | | | | |
| Deposits: | | | | | | | | | | |
| Non-interest-bearing | $ 72,704 | $ 83,120 | $ 58,426 | $ 65,800 | $ 54,248 | $ 57,268 | $ 60,545 | **$ 59,397** | (9.7) | (1.9) |
| Interest-bearing -- U.S. | 30,769 | 32,839 | 30,407 | 29,958 | 31,159 | 33,060 | 33,767 | **30,911** | 3.2 | (8.5) |
| Interest-bearing -- Non-U.S. | 107,879 | 114,632 | 97,534 | 95,869 | 100,109 | 102,802 | 104,454 | **96,855** | 1.0 | (7.3) |
| Total deposits | 211,352 | 230,591 | 186,367 | 191,627 | 185,516 | 193,130 | 198,766 | **187,163** | (2.3) | (5.8) |
| Securities sold under repurchase agreements | 10,158 | 10,978 | 7,760 | 4,499 | 4,224 | 4,350 | 4,364 | **4,400** | (2.2) | 0.8 |
| Federal funds purchased | 17 | 15 | 25 | 6 | 23 | 29 | 28 | **—** | (100.0) | (100.0) |
| Other short-term borrowings | 4,346 | 4,756 | 3,761 | 1,748 | 1,683 | 1,683 | 1,385 | **1,585** | (9.3) | 14.4 |
| Accrued expenses and other liabilities | 23,759 | 17,799 | 15,961 | 14,643 | 20,388 | 22,166 | 17,582 | **16,901** | 15.4 | (3.9) |
| Long-term debt | 9,146 | 9,058 | 11,986 | 11,497 | 10,323 | 11,924 | 11,834 | **11,430** | (0.6) | (3.4) |
| Total liabilities | 258,778 | 273,197 | 225,860 | 224,020 | 222,157 | 233,282 | 233,959 | **221,479** | (1.1) | (5.3) |
| **Shareholders' equity:** | | | | | | | | | | |
| Preferred stock, no par, 3,500,000 shares authorized: | | | | | | | | | | |
| Series C, 5,000 shares issued and outstanding | 491 | 491 | 491 | 491 | 491 | 491 | 491 | **491** | — | — |
| Series D, 7,500 shares issued and outstanding | 742 | 742 | 742 | 742 | 742 | 742 | 742 | **742** | — | — |
| Series E, 7,500 shares issued and outstanding | 728 | 728 | 728 | 728 | 728 | 728 | 728 | **728** | — | — |
| Series F, 7,500 shares issued and outstanding | — | 742 | 742 | 742 | 742 | 742 | 742 | **742** | — | — |
| Series G, 5,000 shares issued and outstanding | — | — | — | — | — | 493 | 493 | **493** | nm | — |
| Common stock, $1 par, 750,000,000 shares authorized[4] | 504 | 504 | 504 | 504 | 504 | 504 | 504 | **504** | — | — |
| Surplus | 9,744 | 9,744 | 9,742 | 9,746 | 9,739 | 9,767 | 9,778 | **9,782** | 0.4 | — |
| Retained earnings | 14,986 | 15,237 | 15,638 | 16,049 | 16,233 | 16,686 | 17,047 | **17,459** | 8.8 | 2.4 |
| Accumulated other comprehensive income (loss) | (1,006) | (1,011) | (1,101) | (1,442) | (964) | (997) | (993) | **(2,040)** | 41.5 | 105.4 |
| Treasury stock, at cost[5] | (5,519) | (5,830) | (6,143) | (6,457) | (6,719) | (7,083) | (7,382) | **(7,682)** | 19.0 | 4.1 |
| Total shareholders' equity | 20,670 | 21,347 | 21,343 | 21,103 | 21,496 | 22,073 | 22,150 | **21,219** | 0.5 | (4.2) |
| Non-controlling interest-equity | — | — | 32 | 32 | 32 | 31 | 31 | **—** | | |
| Total equity | 20,670 | 21,347 | 21,375 | 21,135 | 21,528 | 22,104 | 22,181 | **21,219** | 0.4 | (4.3) |
| Total liabilities and equity | $ 279,448 | $ 294,544 | $ 247,235 | $ 245,155 | $ 243,685 | $ 255,386 | $ 256,140 | **$ 242,698** | (1.0) | (5.2) |

[nm] Not meaningful

| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** |
|---|---|---|---|---|---|---|---|---|
| [1] Fair value of investment securities held to maturity | $ 16,417 | $ 16,198 | $ 17,536 | $ 29,798 | $ 31,555 | $ 30,895 | $ 28,780 | **$ 34,994** |
| [2] Allowance for loan losses | 41 | 43 | 48 | 46 | 47 | 51 | 51 | **53** |
| [3] Accumulated depreciation for premises and equipment | 4,653 | 4,780 | 4,768 | 4,820 | 4,929 | 3,164 | 3,271 | **3,333** |
| [4] Common stock shares issued | 503,879,642 | 503,879,642 | 503,879,642 | 503,879,642 | 503,879,642 | 503,879,642 | 503,879,642 | **503,879,642** |
| [5] Treasury stock shares | 92,569,079 | 96,125,524 | 100,086,970 | 104,227,647 | 108,316,401 | 114,229,535 | 118,309,341 | **121,940,502** |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**AVERAGE AND PERIOD-END BALANCE SHEET TRENDS**

| | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Average Balance Sheet Mix** | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| Investment securities and short-duration instruments | 80.4% | 81.8% | 81.2% | 79.9% | 78.5% | 78.4% | 78.7% | **78.2%** | (2.1)% | (0.6)% |
| Loans and leases | 7.0 | 6.6 | 7.0 | 8.2 | 8.3 | 8.1 | 8.0 | **8.6** | 4.9 | 7.5 |
| Non-interest-earning assets | 12.6 | 11.6 | 11.8 | 11.9 | 13.2 | 13.5 | 13.3 | **13.2** | 10.9 | (0.8) |
| Total | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | **100.0%** | | |
| Client funds bearing interest | 59.9% | 61.5% | 61.6% | 60.4% | 59.0% | 60.2% | 60.3% | **58.8%** | (2.6) | (2.5) |
| Client funds not bearing interest | 21.2 | 21.3 | 20.4 | 19.4 | 20.1 | 18.3 | 19.1 | **20.5** | 5.7 | 7.3 |
| Other non-interest-bearing liabilities | 6.9 | 5.6 | 5.1 | 5.6 | 6.3 | 7.0 | 6.0 | **6.4** | 14.3 | 6.7 |
| Long-term debt and common shareholders' equity | 11.2 | 10.7 | 11.8 | 13.4 | 13.4 | 13.1 | 13.2 | **12.9** | (3.7) | (2.3) |
| Preferred shareholders' equity | 0.8 | 0.9 | 1.1 | 1.2 | 1.2 | 1.4 | 1.4 | **1.4** | 16.7 | — |
| Total | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | **100.0%** | | |

| (Dollars in millions) | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Average Asset Backed Securities** | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| Fixed | $ 1,293 | $ 1,748 | $ 2,231 | $ 2,151 | $ 2,045 | $ 2,023 | $ 1,904 | **$ 1,702** | (20.9)% | (10.6)% |
| Floating | 40,306 | 36,931 | 29,973 | 26,891 | 24,795 | 24,313 | 22,988 | **22,470** | (16.4) | (2.3) |
| Total | $ 41,599 | $ 38,679 | $ 32,204 | $ 29,042 | $ 26,840 | $ 26,336 | $ 24,892 | **$ 24,172** | (16.8) | (2.9) |

| (Dollars in millions) | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Investment Securities - Appreciation (Depreciation)** | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| Held to maturity: | | | | | | | | | | |
| Amortized cost (book value) | $ 16,245 | $ 16,155 | $ 17,463 | $ 29,952 | $ 31,212 | $ 30,386 | $ 28,368 | **$ 35,169** | 17.4% | 24.0% |
| Fair value | 16,417 | 16,198 | 17,536 | 29,798 | 31,555 | 30,895 | 28,780 | **34,994** | 17.4 | 21.6 |
| Appreciation (depreciation) | 172 | 43 | 73 | (154) | 343 | 509 | 412 | **(175)** | 13.6 | (142.5) |
| Available for sale: | | | | | | | | | | |
| Amortized cost | 95,524 | 84,689 | 79,415 | 69,843 | 70,366 | 71,720 | 70,795 | **61,912** | (11.4) | (12.5) |
| Fair value (book value) | 96,612 | 85,308 | 80,097 | 70,070 | 71,086 | 72,735 | 71,520 | **61,998** | (11.5) | (13.3) |
| Appreciation (depreciation) | 1,088 | 619 | 682 | 227 | 720 | 1,015 | 725 | **86** | (62.1) | (88.1) |
| Pre-tax appreciation (depreciation) related to securities available for sale transferred to held to maturity | (95) | (86) | (70) | 23 | (193) | (197) | 35 | **(194)** | (943.5) | (654.3) |
| Total pre-tax appreciation (depreciation) related to investment securities portfolio | 1,165 | 576 | 685 | 96 | 870 | 1,327 | 1,172 | **(283)** | (394.8) | (124.1) |
| Total after-tax appreciation (depreciation) related to investment securities portfolio | 699 | 346 | 411 | 58 | 522 | 796 | 703 | **(170)** | (393.1) | (124.2) |

| (Dollars in billions) | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Securities on Loan** | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| Average securities on loan | $ 350 | $ 356 | $ 331 | $ 341 | $ 334 | $ 348 | $ 347 | **$ 353** | 3.5% | 1.7% |
| End-of-period securities on loan | 350 | 333 | 332 | 323 | 341 | 348 | 348 | **364** | 12.7 | 4.6 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**ASSETS UNDER CUSTODY AND ADMINISTRATION**

| (Dollars in billions) | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Assets Under Custody and Administration** | | | | | | | | | | |
| By Product Classification: | | | | | | | | | | |
| Mutual funds | $ 7,073 | $ 7,107 | $ 6,698 | $ 6,768 | $ 6,728 | $ 6,734 | $ 6,906 | **$ 6,841** | 1.1% | (0.9)% |
| Collective funds | 7,113 | 7,189 | 6,883 | 7,088 | 7,000 | 7,234 | 7,541 | **7,501** | 5.8 | (0.5) |
| Pension products | 5,745 | 5,830 | 5,497 | 5,510 | 5,197 | 5,496 | 5,671 | **5,584** | 1.3 | (1.5) |
| Insurance and other products | 8,560 | 8,524 | 8,187 | 8,142 | 8,018 | 8,322 | 9,060 | **8,845** | 8.6 | (2.4) |
| **Total Assets Under Custody and Administration** | $ 28,491 | $ 28,650 | $ 27,265 | $ 27,508 | $ 26,943 | $ 27,786 | $ 29,178 | **$ 28,771** | 4.6 | (1.4) |
| By Financial Instrument: | | | | | | | | | | |
| Equities | $ 15,660 | $ 16,006 | $ 14,223 | $ 14,888 | $ 14,433 | $ 14,960 | $ 16,012 | **$ 15,833** | 6.3 | (1.1) |
| Fixed-income | 9,157 | 8,939 | 9,470 | 9,264 | 9,199 | 9,530 | 9,891 | **9,665** | 4.3 | (2.3) |
| Short-term and other investments | 3,674 | 3,705 | 3,572 | 3,356 | 3,311 | 3,296 | 3,275 | **3,273** | (2.5) | (0.1) |
| **Total Assets Under Custody and Administration** | $ 28,491 | $ 28,650 | $ 27,265 | $ 27,508 | $ 26,943 | $ 27,786 | $ 29,178 | **$ 28,771** | 4.6 | (1.4) |
| By Geographic Location[(1)]: | | | | | | | | | | |
| North America | $ 21,554 | $ 21,667 | $ 20,536 | $ 20,842 | $ 20,505 | $ 21,072 | $ 21,561 | **$ 21,544** | 3.4 | (0.1) |
| Europe/Middle East/Africa | 5,590 | 5,621 | 5,452 | 5,387 | 5,159 | 5,356 | 6,107 | **5,734** | 6.4 | (6.1) |
| Asia/Pacific | 1,347 | 1,362 | 1,277 | 1,279 | 1,279 | 1,358 | 1,510 | **1,493** | 16.7 | (1.1) |
| **Total Assets Under Custody and Administration** | $ 28,491 | $ 28,650 | $ 27,265 | $ 27,508 | $ 26,943 | $ 27,786 | $ 29,178 | **$ 28,771** | 4.6 | (1.4) |
| **Assets Under Custody[(2)]** | | | | | | | | | | |
| By Product Classification: | | | | | | | | | | |
| Mutual funds | $ 6,786 | $ 6,744 | $ 6,369 | $ 6,413 | $ 6,363 | $ 6,361 | $ 6,461 | **$ 6,395** | (0.3) | (1.0) |
| Collective funds | 5,626 | 5,674 | 5,412 | 5,642 | 5,589 | 5,788 | 6,080 | **6,100** | 8.1 | 0.3 |
| Pension products | 5,160 | 5,243 | 4,921 | 4,944 | 4,673 | 4,947 | 5,107 | **5,039** | 1.9 | (1.3) |
| Insurance and other products | 4,406 | 4,403 | 4,245 | 4,259 | 4,163 | 4,258 | 4,262 | **4,191** | (1.6) | (1.7) |
| **Total Assets Under Custody** | $ 21,978 | $ 22,064 | $ 20,947 | $ 21,258 | $ 20,788 | $ 21,354 | $ 21,910 | **$ 21,725** | 2.2 | (0.8) |
| By Geographic Location[(1)]: | | | | | | | | | | |
| North America | $ 17,221 | $ 17,255 | $ 16,379 | $ 16,664 | $ 16,420 | $ 16,756 | $ 17,074 | **$ 17,083** | 2.5 | 0.1 |
| Europe/Middle East/Africa | 3,732 | 3,779 | 3,615 | 3,635 | 3,422 | 3,584 | 3,698 | **3,508** | (3.5) | (5.1) |
| Asia/Pacific | 1,025 | 1,030 | 953 | 959 | 946 | 1,014 | 1,138 | **1,134** | 18.2 | (0.4) |
| **Total Assets Under Custody** | $ 21,978 | $ 22,064 | $ 20,947 | $ 21,258 | $ 20,788 | $ 21,354 | $ 21,910 | **$ 21,725** | 2.2 | (0.8) |

[(1)] Geographic mix is based on the location at which the assets are serviced.

[(2)] Assets under custody are a component of assets under custody and administration presented above.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**ASSETS UNDER MANAGEMENT**

| (Dollars in billions) | Quarters | | | | | | | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Assets Under Management** | | | | | | | | | | |
| By Asset Class and Investment Approach: | | | | | | | | | | |
| Equity: | | | | | | | | | | |
| Active | $ 38 | $ 36 | $ 29 | $ 32 | $ 32 | $ 32 | $ 70 | **$ 73** | 128.1% | 4.3 % |
| Passive | 1,434 | 1,386 | 1,237 | 1,294 | 1,295 | 1,275 | 1,340 | **1,401** | 8.3 | 4.6 |
| Total Equity | 1,472 | 1,422 | 1,266 | 1,326 | 1,327 | 1,307 | 1,410 | **1,474** | 11.2 | 4.5 |
| Fixed-Income: | | | | | | | | | | |
| Active | 17 | 17 | 16 | 18 | 17 | 17 | 73 | **70** | 288.9 | (4.1) |
| Passive | 306 | 303 | 300 | 294 | 310 | 318 | 318 | **308** | 4.8 | (3.1) |
| Total Fixed-Income | 323 | 320 | 316 | 312 | 327 | 335 | 391 | **378** | 21.2 | (3.3) |
| Cash[1] | 393 | 376 | 380 | 368 | 381 | 380 | 351 | **333** | (9.5) | (5.1) |
| Multi-Asset-Class Solutions: | | | | | | | | | | |
| Active | 31 | 29 | 26 | 17 | 17 | 17 | 19 | **19** | 11.8 | — |
| Passive | 84 | 89 | 85 | 86 | 92 | 100 | 106 | **107** | 24.4 | 0.9 |
| Total Multi-Asset-Class Solutions | 115 | 118 | 111 | 103 | 109 | 117 | 125 | **126** | 22.3 | 0.8 |
| Alternative Investments[2]: | | | | | | | | | | |
| Active | 17 | 18 | 17 | 17 | 18 | 18 | 29 | **28** | 64.7 | (3.4) |
| Passive | 123 | 120 | 113 | 119 | 134 | 144 | 140 | **129** | 8.4 | (7.9) |
| Total Alternative Investments | 140 | 138 | 130 | 136 | 152 | 162 | 169 | **157** | 15.4 | (7.1) |
| **Total Assets Under Management** | $ 2,443 | $ 2,374 | $ 2,203 | $ 2,245 | $ 2,296 | $ 2,301 | $ 2,446 | **$ 2,468** | 9.9 | 0.9 |
| By Geographic Location[3]: | | | | | | | | | | |
| North America | $ 1,549 | $ 1,486 | $ 1,409 | $ 1,452 | $ 1,491 | $ 1,501 | $ 1,641 | **$ 1,691** | 16.5 | 3.0 |
| Europe/Middle East/Africa | 566 | 563 | 500 | 489 | 496 | 492 | 495 | **482** | (1.4) | (2.6) |
| Asia/Pacific | 328 | 325 | 294 | 304 | 309 | 308 | 310 | **295** | (3.0) | (4.8) |
| **Total Assets Under Management** | $ 2,443 | $ 2,374 | $ 2,203 | $ 2,245 | $ 2,296 | $ 2,301 | $ 2,446 | **$ 2,468** | 9.9 | 0.9 |

[1] Includes both floating- and constant-net-asset-value portfolios held in commingled structures or separate accounts.

[2] Includes real estate investment trusts, currency and commodities, including SPDR® Gold Fund for which State Street is not the investment manager, but acts as distribution agent.

[3] Geographic mix is based on client location or fund management location.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Exchange-Traded Funds[1]** | | | | | | | | | | |
| By Asset Class: | | | | | | | | | | |
| Alternative investments | $ 40 | $ 37 | $ 35 | $ 34 | $ 45 | $ 54 | $ 54 | **$ 42** | 23.5% | (22.2)% |
| Cash | 1 | 2 | 3 | 3 | 3 | 2 | 2 | **2** | (33.3) | — |
| Equity | 356 | 342 | 323 | 350 | 349 | 348 | 370 | **426** | 21.7 | 15.1 |
| Fixed-income | 43 | 41 | 39 | 41 | 46 | 48 | 52 | **51** | 24.4 | (1.9) |
| **Total Exchange-Traded Funds** | $ 440 | $ 422 | $ 400 | $ 428 | $ 443 | $ 452 | $ 478 | **$ 521** | 21.7 | 9.0 |

[1] Exchange-traded funds are a component of assets under management presented above.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**INVESTMENT PORTFOLIO CREDIT RATINGS**

| (Dollars in billions, book value) | U.S. Treasuries & Agencies | AAA | AA | A | BBB | <BBB | Not Rated | Total | Unrealized After-tax MTM Gain/(Loss) (in millions)[1] |
|---|---|---|---|---|---|---|---|---|---|
| **12/31/2016** | **$ 45.5** | **$ 30.5** | **$ 12.8** | **$ 4.5** | **$ 2.8** | **$ 1.2** | **$ —** | **$ 97.3** | **$ (170)** |
| | **47%** | **31%** | **13%** | **5%** | **3%** | **1%** | **—%** | **100%** | |
| 12/31/2015 | $ 45.3 | $ 34.7 | $ 12.5 | $ 4.7 | $ 1.6 | $ 1.0 | $ — | $ 99.8 | $ 58 |
| | 45% | 35% | 12% | 5% | 2% | 1% | —% | 100% | |
| 12/31/2014 | $ 36.4 | $ 45.8 | $ 18.6 | $ 7.2 | $ 2.2 | $ 1.6 | $ 0.1 | $ 111.9 | $ 487 |
| | 32% | 41% | 17% | 6% | 2% | 2% | —% | 100% | |
| 12/31/2013 | $ 29.6 | $ 51.7 | $ 22.4 | $ 7.7 | $ 3.4 | $ 2.2 | $ 0.1 | $ 117.1 | $ (213) |
| | 26% | 44% | 19% | 6% | 3% | 2% | —% | 100% | |
| 12/31/2012 | $ 37.6 | $ 46.0 | $ 22.7 | $ 8.5 | $ 3.2 | $ 2.1 | $ 0.1 | $ 120.2 | $ 697 |
| | 31% | 38% | 19% | 7% | 3% | 2% | —% | 100% | |

[1] As of December 31, 2016 the after tax unrealized MTM gain/(loss) includes after-tax unrealized loss on securities available for sale of $(35) million, after-tax unrealized loss on securities held to maturity of $(105) million and after-tax unrealized loss primarily related to securities previously transferred from available for sale to held to maturity of $(30) million.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**INVESTMENT PORTFOLIO HOLDINGS BY ASSET CLASS**

| | Ratings | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **December 31, 2016** | UST/ AGY | AAA | AA | A | BBB | <BBB | NR | Book Value (In billions)[1] | Book Value (% Total) | Unrealized After-tax MTM Gain/(Loss) (In millions)[2] | Fixed Rate/ Floating Rate |
| **Government & agency securities** | **78%** | **11%** | **6%** | **5%** | **—%** | **—%** | **—%** | **$ 27.8** | **28.6%** | **$ 16** | **98% / 2%** |
| **Asset-backed securities** | **—** | **70** | **17** | **3** | **6** | **4** | **—** | **22.8** | **23.4** | **(47)** | **7% / 93%** |
| Student loans | — | 41 | 33 | 4 | 16 | 6 | — | 8.6 | 37.7 | (74) | |
| Credit cards | — | 100 | — | — | — | — | — | 2.8 | 12.3 | (14) | |
| Auto & equipment | — | 92 | 8 | — | — | — | — | 2.1 | 9.2 | 1 | |
| Non-US residential mortgage backed securities | — | 86 | 8 | 3 | 1 | 2 | — | 7.7 | 33.8 | 43 | |
| Collateralized loan obligation | — | 99 | 1 | — | — | — | — | 1.0 | 4.4 | 7 | |
| Sub-prime | — | 9 | 15 | 21 | 2 | 53 | — | 0.3 | 1.3 | (10) | |
| Other | — | 23 | 77 | — | — | — | — | 0.3 | 1.3 | — | |
| **Mortgage-backed securities** | **95** | **4** | **—** | **—** | **—** | **1** | **—** | **24.0** | **24.7** | **(185)** | **92% / 8%** |
| Agency MBS | 100 | — | — | — | — | — | — | 22.6 | 94.2 | (191) | |
| Non-Agency MBS | — | 72 | 2 | 1 | 5 | 20 | — | 1.4 | 5.8 | 6 | |
| **CMBS** | **29** | **68** | **2** | **—** | **—** | **1** | **—** | **3.8** | **3.9** | **(18)** | **72% / 28%** |
| **Corporate bonds** | **—** | **—** | **16** | **48** | **35** | **1** | **—** | **3.5** | **3.6** | **(5)** | **91% / 9%** |
| **Covered bonds** | **—** | **100** | **—** | **—** | **—** | **—** | **—** | **3.8** | **3.9** | **13** | **14% / 86%** |
| **Municipal bonds** | **—** | **33** | **62** | **5** | **—** | **—** | **—** | **8.3** | **8.5** | **53** | **99% / 1%** |
| **Clipper tax-exempt bonds/other** | **—** | **45** | **41** | **12** | **1** | **—** | **1** | **3.3** | **3.4** | **3** | **24% / 76%** |
| **Total Portfolio** | **47%** | **31%** | **13%** | **5%** | **3%** | **1%** | **—%** | **$ 97.3** | **100.0%** | **$ (170)** | **68% / 32%** |

[1] Portfolio amounts are expressed at book value; book value includes the amortized cost of transferred securities at the time they were transferred.

[2] At December 31, 2016 the after-tax unrealized MTM gain/(loss) includes after-tax unrealized loss on securities available for sale of $(35) million, after-tax unrealized loss on securities held to maturity of $(105) million and after-tax unrealized loss primarily related to securities previously transferred from available for sale to held to maturity of $(30) million.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**INVESTMENT PORTFOLIO NON-U.S. INVESTMENTS**

| | | | Book Value (In billions) | | | | | |
|---|---|---|---|---|---|---|---|---|
| **December 31, 2016** | Book Value (In billions) | Average Rating | Gov't/Agency[1] | ABS FRMBS | ABS All Other | Corporate Bonds | Covered Bonds | Other |
| United Kingdom | $ 5.6 | AAA | $ — | $ 3.6 | $ 1.1 | $ 0.2 | $ 0.7 | $ — |
| Australia | 4.7 | AAA | 0.8 | 1.7 | 0.3 | 0.3 | 0.7 | 0.9 |
| Canada | 3.0 | AAA | 1.9 | — | — | 0.1 | 1.0 | — |
| Netherlands | 1.8 | AAA | — | 1.5 | 0.1 | 0.1 | 0.1 | — |
| Japan | 1.3 | A | 1.3 | — | — | — | — | — |
| Germany | 1.0 | AAA | 0.1 | — | 0.9 | — | — | — |
| France | 1.0 | AA | 0.2 | — | 0.2 | 0.2 | 0.4 | — |
| Italy | 0.7 | AA | 0.1 | 0.4 | 0.2 | — | — | — |
| Korea | 0.6 | AA | 0.6 | — | — | — | — | — |
| Norway | 0.5 | AAA | — | — | — | — | 0.5 | — |
| Spain | 0.4 | A | — | 0.2 | 0.2 | — | — | — |
| Finland | 0.2 | AAA | — | — | — | — | 0.2 | — |
| Ireland | 0.1 | AAA | — | 0.1 | — | — | — | — |
| Other | 1.6 | AA | 1.0 | 0.1 | — | 0.2 | 0.3 | — |
| **Total Non-U.S. Investments[2]** | **$ 22.5** | | **$ 6.0** | **$ 7.6** | **$ 3.0** | **$ 1.1** | **$ 3.9** | **$ 0.9** |
| U.S. Investments | 74.8 | | | | | | | |
| **Total Portfolio** | **$ 97.3** | | | | | | | |

[1] Sovereign debt is reflected in the government agency column.

[2] Country of collateral used except for corporates where country of issuer is used; excludes equity securities of approximately $18.3 million.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF OPERATING-BASIS (NON-GAAP) FINANCIAL INFORMATION**

In addition to presenting State Street's financial results in conformity with U.S. generally accepted accounting principles, or GAAP, management also presents results on a non-GAAP, or "operating" basis, as it believes that this presentation supports meaningful analysis and comparisons of trends with respect to State Street's normal ongoing business operations from period to period, as well as additional information (such as capital ratios calculated under regulatory standards scheduled to be effective in the future or other standards) that management uses in evaluating State Street's business and activities.

Management believes that operating-basis financial information, which excludes the impact of revenue and expenses outside of State Street's normal course of business (such as acquisitions and restructuring charges), facilitates an investor's understanding and analysis of State Street's underlying financial performance and trends in addition to financial information prepared and reported in conformity with GAAP. Excluding the impact of revenue and expenses outside of State Street's normal course of business (such as acquisition and restructuring charges) provides additional insight into our underlying margin and profitability. Our operating-basis presentation also reports revenue from non-taxable sources, such as interest revenue from tax-exempt investment securities and processing fees and other revenue associated with tax-advantaged investments, on a fully taxable-equivalent basis. Taxable-equivalent revenue allows management to provide more meaningful comparisons of yields and margins on assets and to evaluate investment opportunities with different tax profiles. Management also, where notable, presents operating-basis financial information which also excludes the estimated results of operations of the GE Asset Management business (acquired on July 1, 2016) and other metrics (e.g. the fourth quarter 2016 acceleration of compensation expense or the effects of changes in foreign expense rates), as this presentation aids the comparability of financial results to prior periods that did not include those events. Management also believes that the use of other non-GAAP financial measures in the calculation of identified capital ratios is useful to understanding State Street's capital position and is of interest to investors. Additionally, management presents revenue and expense measures on a constant currency (non-GAAP) basis to identify the significance of changes in foreign currency exchange rates (which often are variable) in period-to-period comparisons. This presentation represents the effects of applying prior period weighted average foreign currency exchange rates to current period results. Non-GAAP financial measures should be considered in addition to, not as a substitute for or superior to, financial measures determined in conformity with GAAP.

| | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| (Dollars in millions, except per share amounts, or where otherwise noted) | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Total Revenue:** | | | | | | | | | | | | | |
| Total revenue, GAAP-basis | $2,600 | $2,608 | $2,614 | $2,538 | $2,484 | $2,573 | $ 2,620 | **$ 2,530** | (0.3)% | (3.4)% | $ 10,360 | **$ 10,207** | (1.5)% |
| Adjustment to processing fees and other revenue (see below) | 53 | 98 | 12 | 31 | 63 | 34 | 134 | **186** | | | 194 | **417** | |
| Adjustment to net interest revenue (see below) | 19 | 21 | 16 | 19 | 27 | 25 | — | **33** | | | 75 | **85** | |
| Adjustment to servicing and management fee revenue (see below) | — | — | — | — | — | 43 | — | **—** | | | — | **43** | |
| Total revenue, operating-basis | $2,672 | $2,727 | $2,642 | $2,588 | $2,574 | $2,675 | $ 2,754 | **$ 2,749** | 6.2 | (0.2) | $ 10,629 | **$ 10,752** | 1.2 |
| **Fee Revenue:** | | | | | | | | | | | | | |
| Total fee revenue, GAAP-basis | $2,055 | $2,076 | $2,103 | $2,044 | $1,970 | $2,053 | $ 2,079 | **$ 2,014** | (1.5) | (3.1) | $ 8,278 | **$ 8,116** | (2.0) |
| Tax-equivalent adjustment associated with tax-advantaged investments | 53 | 98 | 95 | 113 | 63 | 87 | 134 | **186** | | | 359 | **470** | |
| Gain on sale of CRE and CRE loan extinguishment / paydown | — | — | (83) | (82) | — | — | — | **—** | | | (165) | **—** | |
| Gain on sale of WM/Reuters Business | — | — | — | — | — | (53) | — | **—** | | | — | **(53)** | |
| Expense billing matter, net | — | — | — | — | — | 43 | — | **—** | | | — | **43** | |
| Total fee revenue, operating-basis | $2,108 | $2,174 | $2,115 | $2,075 | $2,033 | $2,130 | $ 2,213 | **$ 2,200** | 6.0 | (0.6) | $ 8,472 | **$ 8,576** | 1.2 |
| **Servicing Fees:** | | | | | | | | | | | | | |
| Total servicing fees, GAAP-basis | $1,268 | $1,319 | $1,289 | $1,277 | $1,242 | $1,239 | $ 1,303 | **$ 1,289** | 0.9 | (1.1) | $ 5,153 | **$ 5,073** | (1.6) |
| Expense billing matter | — | — | — | — | — | 48 | — | **—** | | | — | **48** | |
| Total servicing fees, operating-basis | $1,268 | $1,319 | $1,289 | $1,277 | $1,242 | $1,287 | $ 1,303 | **$ 1,289** | 0.9 | (1.1) | $ 5,153 | **$ 5,121** | (0.6) |
| **Management Fees:** | | | | | | | | | | | | | |
| Total management fees, GAAP-basis | $ 301 | $ 304 | $ 287 | $ 282 | $ 270 | $ 293 | $ 368 | **$ 361** | 28.0 | (1.9) | $ 1,174 | **$ 1,292** | 10.1 |
| Expense billing matter | — | — | — | — | — | (5) | — | **—** | | | — | **(5)** | |
| Total management fees, operating-basis | $ 301 | $ 304 | $ 287 | $ 282 | $ 270 | $ 288 | $ 368 | **$ 361** | 28.0 | (1.9) | $ 1,174 | **$ 1,287** | 9.6 |
| **Processing Fees and Other Revenue:** | | | | | | | | | | | | | |
| Total processing fees and other revenue, GAAP-basis | $ 61 | $ 17 | $ 120 | $ 111 | $ 52 | $ 98 | $ 5 | **$ (65)** | (158.6) | (1,400.0) | $ 309 | **$ 90** | (70.9) |
| Tax-equivalent adjustment associated with tax-advantaged investments | 53 | 98 | 95 | 113 | 63 | 87 | 134 | **186** | | | 359 | **470** | |
| Gain on sale of CRE and CRE loan extinguishment / paydown | — | — | (83) | (82) | — | — | — | **—** | | | (165) | **—** | |
| Gain on sale of WM/Reuters Business | — | — | — | — | — | (53) | — | **—** | | | — | **(53)** | |
| Total processing fees and other revenue, operating-basis | $ 114 | $ 115 | $ 132 | $ 142 | $ 115 | $ 132 | $ 139 | **$ 121** | (14.8) | (12.9) | $ 503 | **$ 507** | 0.8 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF OPERATING-BASIS (NON-GAAP) FINANCIAL INFORMATION (Continued)**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Net Interest Revenue & Net Interest Margin:** | | | | | | | | | | | | | |
| Net interest revenue, GAAP-basis | $ 546 | $ 535 | $ 513 | $ 494 | $ 512 | $ 521 | $ 537 | **$ 514** | 4.0 % | (4.3)% | $ 2,088 | **$ 2,084** | (0.2)% |
| Tax-equivalent adjustment associated with tax-exempt investment securities | 44 | 44 | 43 | 42 | 42 | 40 | 42 | **43** | | | 173 | **167** | |
| Net interest revenue, fully taxable-equivalent basis[1] | $ 590 | $ 579 | $ 556 | $ 536 | $ 554 | $ 561 | $ 579 | **557** | | | $ 2,261 | **$ 2,251** | |
| Average interest earning assets[1] | 226,359 | 233,411 | 221,424 | 200,899 | 194,081 | 198,243 | 202,155 | **202,194** | | | 220,456 | **199,184** | |
| Net interest margin, fully taxable-equivalent basis[1] | 1.06 % | 1.00 % | 1.00 % | 1.06 % | 1.15 % | 1.14 % | 1.14 % | **1.09 %** | 3 bps | (5) bps | 1.03 % | **1.13 %** | 10 bps |
| Net interest revenue, fully taxable-equivalent basis[1] | $ 590 | $ 579 | $ 556 | $ 536 | $ 554 | $ 561 | 579 | **557** | | | $ 2,261 | **$ 2,251** | |
| Discount accretion associated with former conduit securities | (25) | (23) | (27) | (23) | (15) | (15) | (42) | **(10)** | | | (98) | **(82)** | |
| Net interest revenue, operating-basis[1] | $ 565 | $ 556 | $ 529 | $ 513 | $ 539 | $ 546 | $ 537 | **$ 547** | 6.6 % | 1.9 % | $ 2,163 | **$ 2,169** | 0.3 % |
| Average interest earning assets[1] | 226,359 | 233,411 | 221,424 | 200,899 | 194,081 | 198,243 | 202,155 | **202,194** | | | 220,456 | **199,184** | |
| Net interest margin, operating-basis[1] | 1.01 % | 0.96 % | 0.95 % | 1.01 % | 1.12 % | 1.11 % | 1.06 % | **1.08 %** | 7 bps | 2 bps | 0.98 % | **1.09 %** | 11 bps |
| Effect of discount accretion | 0.05 % | 0.04 % | 0.05 % | 0.05 % | 0.03 % | 0.03 % | 0.08 % | **0.01 %** | | | 0.05 % | **0.04 %** | |
| **Expenses:** | | | | | | | | | | | | | |
| Total expenses, GAAP-basis | $2,097 | $2,134 | $1,962 | $1,857 | $2,050 | $1,860 | $ 1,984 | **$ 2,183** | 17.6 % | 10.0 % | $ 8,050 | **$ 8,077** | 0.3 % |
| Severance costs associated with staffing realignment | 1 | — | (75) | 1 | (3) | 3 | 9 | **2** | | | (73) | **11** | |
| Provisions for legal contingencies | (150) | (250) | — | (15) | — | — | (42) | **1** | | | (415) | **(41)** | |
| Expense billing matter, net | — | — | — | (17) | — | (15) | — | **—** | | | (17) | **(15)** | |
| Acquisition costs | (5) | (3) | (7) | (5) | (7) | (7) | (33) | **(22)** | | | (20) | **(69)** | |
| Restructuring charges, net | (1) | — | (3) | (1) | (97) | (13) | (9) | **(21)** | | | (5) | **(140)** | |
| Total expenses, operating-basis | $1,942 | $1,881 | $1,877 | $1,820 | $1,943 | $1,828 | $ 1,909 | **$ 2,143** | 17.7 | 12.3 | $ 7,520 | **$ 7,823** | 4.0 |
| **Compensation and Employee Benefits Expenses:** | | | | | | | | | | | | | |
| Total compensation and employee benefits expenses, GAAP-basis | $1,087 | $ 984 | $1,051 | $ 939 | $1,107 | $ 989 | $ 1,013 | **$ 1,244** | 32.5 | 22.8 | $ 4,061 | **$ 4,353** | 7.2 |
| Severance costs associated with staffing realignment | 1 | — | (75) | 1 | (3) | 3 | 9 | **2** | | | (73) | **11** | |
| Total compensation and employee benefits expenses, operating-basis[2] | $1,088 | $ 984 | $ 976 | $ 940 | $1,104 | $ 992 | $ 1,022 | **$ 1,246** | 32.6 | 21.9 | $ 3,988 | **$ 4,364** | 9.4 |
| **Other Expenses:** | | | | | | | | | | | | | |
| Total other expenses, GAAP-basis | $ 447 | $ 588 | $ 325 | $ 345 | $ 254 | $ 269 | $ 337 | **$ 310** | (10.1) | (8.0) | $ 1,705 | **$ 1,170** | (31.4) |
| Provisions for legal contingencies | (150) | (250) | — | (15) | — | — | (42) | **1** | | | (415) | **(41)** | |
| Expense billing matter, net | — | — | — | (17) | — | (15) | — | **—** | | | (17) | **(15)** | |
| Total other expenses, operating-basis | $ 297 | $ 338 | $ 325 | $ 313 | $ 254 | $ 254 | $ 295 | **$ 311** | (0.6) | 5.4 | $ 1,273 | **$ 1,114** | (12.5) |
| **Income Before Income Tax Expense:** | | | | | | | | | | | | | |
| Income before income tax expense, GAAP-basis | $ 499 | $ 472 | $ 647 | $ 680 | $ 430 | $ 709 | $ 636 | **$ 345** | (49.3) | (45.8) | $ 2,298 | **$ 2,120** | (7.7) |
| Net pre-tax effect of non-operating adjustments to revenue and expenses | 227 | 372 | 113 | 87 | 197 | 134 | 209 | **259** | | | 799 | **799** | |
| Income before income tax expense, operating-basis | $ 726 | $ 844 | $ 760 | $ 767 | $ 627 | $ 843 | $ 845 | **$ 604** | (21.3) | (28.5) | $ 3,097 | **$ 2,919** | (5.7) |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF OPERATING-BASIS (NON-GAAP) FINANCIAL INFORMATION (Continued)**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Pre-tax operating margin:** | | | | | | | | | | | | | |
| Pre-tax operating margin, GAAP-basis | 19.2 % | 18.1 % | 24.8 % | 26.8 % | 17.3 % | 27.6 % | 24.3 % | **13.6 %** | (1,320) bps | (1,070) bps | 22.2 % | **20.8 %** | (140) bps |
| Net effect of non-operating adjustments | 8.0 | 12.8 | 4.0 | 2.8 | 7.1 | 3.9 | 6.4 | **8.4** | | | 6.9 | **6.3** | |
| Pre-tax operating margin, operating-basis[3] | 27.2 % | 30.9 % | 28.8 % | 29.6 % | 24.4 % | 31.5 % | 30.7 % | **22.0 %** | (760) bps | (870) bps | 29.1 % | **27.1 %** | (200) bps |
| **Income Tax Expense:** | | | | | | | | | | | | | |
| Income tax expense, GAAP-basis | $ 94 | $ 54 | $ 67 | $ 103 | $ 62 | $ 92 | $ 72 | **$ (248)** | (340.8)% | (444.4)% | $ 318 | **$ (22)** | (106.9)% |
| Aggregate tax-equivalent adjustments | 97 | 142 | 138 | 155 | 105 | 127 | 176 | **229** | | | 532 | **637** | |
| Italian deferred tax liability | — | — | 25 | (33) | — | — | — | **—** | | | (8) | **—** | |
| Net tax effect of non-operating adjustments | 16 | 54 | 13 | 18 | 15 | 10 | 8 | **10** | | | 101 | **43** | |
| Income tax expense, operating-basis | $ 207 | $ 250 | $ 243 | $ 243 | $ 182 | $ 229 | $ 256 | **$ (9)** | (103.7) | (103.5) | $ 943 | **$ 658** | (30.2) |
| **Effective Tax Rate:** | | | | | | | | | | | | | |
| Income before income tax expense, operating-basis | $ 726 | $ 844 | $ 760 | $ 767 | $ 627 | $ 843 | $ 845 | **$ 604** | (21.3) | (28.5) | $ 3,097 | **$ 2,919** | (5.7) |
| Income tax expense, operating-basis | 207 | 250 | 243 | 243 | 182 | 229 | 256 | **(9)** | | | 943 | **658** | |
| Effective tax rate, operating-basis[4] | 28.4 % | 29.6 % | 32.0 % | 31.8 % | 29.1 % | 27.0 % | 30.3 % | **(1.5)%** | (3,330.0) bps | (3,180.0) bps | 30.4 % | **22.5 %** | (790.0) bps |
| **Net Income Available to Common Shareholders:** | | | | | | | | | | | | | |
| Net income available to common shareholders, GAAP-basis | $ 373 | $ 389 | $ 539 | $ 547 | $ 319 | $ 585 | $ 507 | **$ 557** | 1.8 % | 9.9 % | $ 1,848 | **$ 1,968** | 6.5 % |
| Net after-tax effect of non-operating adjustments to processing fees and other revenue, net interest revenue, expenses and income tax expense | 114 | 176 | (63) | (53) | 77 | (3) | 25 | **20** | | | 174 | **119** | |
| Net income available to common shareholders, operating-basis | $ 487 | $ 565 | $ 476 | $ 494 | $ 396 | $ 582 | $ 532 | **$ 577** | 16.8 | 8.5 | $ 2,022 | **$ 2,087** | 3.2 |
| **Diluted Earnings per Common Share[5]:** | | | | | | | | | | | | | |
| Diluted earnings per common share, GAAP-basis | $ .89 | $ .93 | $ 1.31 | $ 1.34 | $ .79 | $ 1.47 | $ 1.29 | **$ 1.43** | 6.7 | 10.9 | $ 4.47 | **$ 4.97** | 11.2 |
| Severance costs associated with staffing realignment | — | — | .11 | — | .01 | (.01) | (.01) | **—** | | | .11 | **(.02)** | |
| Provisions for legal contingencies | .36 | .37 | — | .02 | — | — | .11 | **.02** | | | .76 | **.13** | |
| Expense billing matter, net | — | — | — | .03 | — | .10 | — | **—** | | | .03 | **.10** | |
| Acquisition costs | .01 | — | .01 | .01 | .01 | .01 | .05 | **.03** | | | .03 | **.11** | |
| Restructuring charges, net | — | — | — | — | .15 | .02 | .01 | **.02** | | | .01 | **.21** | |
| Effect on income tax of non-operating adjustments | (.06) | .08 | .02 | (.04) | .04 | (.01) | (.03) | **(.01)** | | | — | **—** | |
| Discount accretion associated with former conduit securities | (.04) | (.02) | (.04) | (.03) | (.02) | (.02) | (.07) | **(.01)** | | | (.14) | **(.13)** | |
| Gain on sale of CRE and CRE loan extinguishment / paydown | — | — | (.12) | (.12) | — | — | — | **—** | | | (.24) | **—** | |
| Italian deferred tax liability | — | — | (.14) | — | — | — | — | **—** | | | (.14) | **—** | |
| Gain on sale of WM/Reuters Business | — | — | — | — | — | (.10) | — | **—** | | | — | **(.10)** | |
| Diluted earnings per common share, operating-basis | $ 1.16 | $ 1.36 | $ 1.15 | $ 1.21 | $ .98 | $ 1.46 | $ 1.35 | **$ 1.48** | 22.3 | 9.6 | $ 4.89 | **$ 5.27** | 7.8 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF OPERATING-BASIS (NON-GAAP) FINANCIAL INFORMATION (Continued)**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | | | Year-to-Date | | % Change | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | | 4Q16 vs. 3Q16 | | 2015 | **2016** | 2016 vs. 2015 | |
| **Return on Average Common Equity:** | | | | | | | | | | | | | | | | |
| Return on average common equity, GAAP-basis | 7.9 % | 8.2 % | 11.3 % | 11.6 % | 6.8 % | 12.4 % | 10.6 % | **12.1 %** | 50 | bps | 150 | bps | 9.8 % | **10.5 %** | 70 | bps |
| Severance costs associated with staffing realignment | — | — | 1.0 | — | — | (.1) | (.1) | **—** | | | | | .2 | **—** | | |
| Provisions for legal contingencies | 3.2 | 3.3 | — | .2 | — | — | .9 | **.2** | | | | | 1.6 | **.3** | | |
| Expense billing matter, net | — | — | — | .3 | — | .8 | — | **—** | | | | | .1 | **.2** | | |
| Acquisition costs | .1 | — | .1 | .1 | .1 | .1 | .3 | **.3** | | | | | .1 | **.2** | | |
| Restructuring charges, net | — | — | — | — | 1.3 | .2 | .1 | **.1** | | | | | — | **.4** | | |
| Effect on income tax of non-operating adjustments | (.5) | .7 | .1 | (.3) | .4 | (.1) | (.2) | **(.1)** | | | | | — | **—** | | |
| Discount accretion associated with former conduit securities | (.3) | (.3) | (.3) | (.3) | (.2) | (.2) | (.5) | **(.1)** | | | | | (.3) | **(.3)** | | |
| Gain on sale of CRE and CRE loan extinguishment / paydown | — | — | (1.0) | (1.1) | — | — | — | **—** | | | | | (.5) | **—** | | |
| Italian deferred tax liability | — | — | (1.2) | — | — | — | — | **—** | | | | | (.3) | **—** | | |
| Gain on sale of WM/Reuters Business | — | — | — | — | — | (0.8) | — | **—** | | | | | — | **(.2)** | | |
| Return on average common equity, operating-basis[6] | 10.4 % | 11.9 % | 10.0 % | 10.5 % | 8.4 % | 12.3 % | 11.1 % | **12.5 %** | 200 | bps | 140 | bps | 10.7 % | **11.1 %** | 40 | bps |
| **Fee Operating Leverage:** | | | | | | | | | | | | | | | | |
| Total fee revenue, operating-basis (as reconciled above) | $2,108 | $2,174 | $2,115 | $2,075 | $2,033 | $2,130 | $ 2,213 | **$ 2,200** | 6.02% | | | | $ 8,472 | **$ 8,576** | 1.23% | |
| Total expenses, operating-basis (as reconciled above) | 1,942 | 1,881 | 1,877 | 1,820 | 1,943 | 1,828 | 1,909 | **2,143** | 17.75 | | | | 7,520 | **7,823** | 4.03 | |
| Fee operating leverage | | | | | | | | | (1,173) | bps | | | | | (280) | bps |
| **Operating Leverage:** | | | | | | | | | | | | | | | | |
| Total revenue, operating-basis (as reconciled above) | $2,672 | $2,727 | $2,642 | $2,588 | $2,574 | $2,675 | $ 2,754 | **$ 2,749** | 6.22% | | | | $ 10,629 | **$ 10,752** | 1.16% | |
| Total expenses, operating-basis (as reconciled above) | 1,942 | 1,881 | 1,877 | 1,820 | 1,943 | 1,828 | 1,909 | **2,143** | 17.75 | | | | 7,520 | **7,823** | 4.03 | |
| Operating leverage | | | | | | | | | (1,153) | bps | | | | | (287) | bps |
| **Fee Operating Leverage excluding acquired operations and accelerated compensation expense:** | | | | | | | | | | | | | | | | |
| Total fee revenue, operating-basis (as reconciled above) | $2,108 | $2,174 | $2,115 | $2,075 | $2,033 | $2,130 | $ 2,213 | **$ 2,200** | | | | | $ 8,472 | **$ 8,576** | | |
| Impact of acquired operations | — | — | — | — | — | — | (65) | **(64)** | | | | | — | **(129)** | | |
| Total fee revenue, operating-basis excluding acquired operations | $2,108 | $2,174 | $2,115 | $2,075 | $2,033 | $2,130 | $ 2,148 | **$ 2,136** | 2.94% | | | | $ 8,472 | **$ 8,447** | (0.30)% | |
| Total expenses, operating-basis (as reconciled above) | $1,942 | $1,881 | $1,877 | $1,820 | $1,943 | $1,828 | $ 1,909 | **$ 2,143** | | | | | $ 7,520 | **$ 7,823** | | |
| Impact of accelerated compensation expense | — | — | — | — | — | — | — | **(249)** | | | | | — | **(249)** | | |
| Impact of acquired operations | — | — | — | — | — | — | (57) | **(58)** | | | | | — | **(115)** | | |
| Total expenses, operating-basis excluding accelerated compensation expense | $1,942 | $1,881 | $1,877 | $1,820 | $1,943 | $1,828 | $ 1,852 | **$ 1,836** | 0.88 | | | | $ 7,520 | **$ 7,459** | (0.81) | |
| Fee operating leverage excluding acquired operations and accelerated compensation expense | | | | | | | | | 206 | bps | | | | | 51 | bps |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF OPERATING-BASIS (NON-GAAP) FINANCIAL INFORMATION (Continued)**

| (Dollars in millions, except per share amounts, or where otherwise noted) | Quarters | | | | | | | | % Change | | Year-to-Date | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | 2015 | **2016** | 2016 vs. 2015 |
| **Operating Leverage excluding acquired operations and accelerated compensation expense:** | | | | | | | | | | | | | |
| Total revenue, operating-basis (as reconciled above) | $2,672 | $2,727 | $2,642 | $2,588 | $2,574 | $2,675 | $ 2,754 | **$ 2,749** | | | $ 10,629 | **$ 10,752** | |
| Impact of acquired operations | — | — | — | — | — | — | (65) | **(64)** | | | — | **(129)** | |
| Total revenue, operative-basis excluding acquired operations | $2,672 | $2,727 | $2,642 | $2,588 | $2,574 | $2,675 | $ 2,689 | **$ 2,685** | 3.75% | | $ 10,629 | **$ 10,623** | (0.06)% |
| Total expenses, operating-basis (as reconciled above) | $1,942 | $1,881 | $1,877 | $1,820 | $1,943 | $1,828 | $ 1,909 | **$ 2,143** | | | $ 7,520 | **$ 7,823** | |
| Impact of accelerated compensation expense | — | — | — | — | — | — | — | **(249)** | | | — | **(249)** | |
| Impact of acquired operations | — | — | — | — | — | — | (57) | **(58)** | | | — | **(115)** | |
| Total expenses, operating-basis excluding accelerated compensation expense | $1,942 | $1,881 | $1,877 | $1,820 | $1,943 | $1,828 | $ 1,852 | **$ 1,836** | 0.88 | | $ 7,520 | **$ 7,459** | (0.81) |
| Operating leverage excluding acquired operations and accelerated compensation expense | | | | | | | | | 287 bps | | | | 75 bps |

(1) Fully taxable-equivalent net interest margin for the periods presented above represented fully taxable-equivalent net interest revenue composed of GAAP-basis net interest revenue plus tax-equivalent adjustments, on an annualized basis, as a percentage of average total interest-earning assets for the quarters presented.

(2) Compensation and employee benefits includes $249 million of accelerated compensation expense ($161 million after tax) for the fourth quarter and year to date December 31, 2016.

(3) Pre-tax operating margin for the first, second, third and fourth quarters of 2015 and first, second, third and fourth quarters of 2016 was calculated by dividing income before income tax expense by total revenue.

(4) Excluding tax benefits related to accelerated compensation expense and acquired operations the effective tax rate was 30.2% for year to date December 31, 2016.

(5) Diluted earnings per common share information for year to date December 31, 2015 do not equal the sum of the quarters.

(6) Excluding the effects of accelerated compensation expense and acquired operations the return on average common equity was 11.4% for year to date December 31, 2016.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF CONSTANT CURRENCY FX IMPACTS**

**GAAP-Basis Quarter Comparison**

| | Reported | | | Currency Translation Impact | | Excluding Currency Impact | | % Change Constant Currency | |
|---|---|---|---|---|---|---|---|---|---|
| (Dollars in millions) | 4Q15 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | **4Q16 vs. 4Q15** | **4Q16 vs. 3Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Fee revenue:** | | | | | | | | | |
| Servicing fees | $ 1,277 | $ 1,303 | **$ 1,289** | $ (16) | $ (14) | **$ 1,305** | **$ 1,303** | 2.2% | —% |
| Management fees | 282 | 368 | **361** | (7) | (4) | **368** | **365** | 30.5 | (0.8) |
| Trading services | 247 | 267 | **293** | (2) | (1) | **295** | **294** | 19.4 | 10.1 |
| Securities finance | 127 | 136 | **136** | — | — | **136** | **136** | 7.1 | — |
| Processing fees and other | 111 | 5 | **(65)** | (2) | (2) | **(63)** | **(63)** | nm | nm |
| Total fee revenue | 2,044 | 2,079 | **2,014** | (27) | (21) | **2,041** | **2,035** | (0.1) | (2.1) |
| Net interest revenue | 494 | 537 | **514** | (7) | (3) | **521** | **517** | 5.5 | (3.7) |
| Gains (losses) related to investment securities, net | — | 4 | **2** | — | — | **2** | **2** | nm | (50.0) |
| **Total revenue** | $ 2,538 | $ 2,620 | **$ 2,530** | $ (34) | $ (24) | **$ 2,564** | **$ 2,554** | 1.0 | (2.5) |
| **Expenses:** | | | | | | | | | |
| Compensation and employee benefits | $ 939 | $ 1,013 | **$ 1,244** | $ (18) | $ (12) | **$ 1,262** | **$ 1,256** | 34.4 | 24.0 |
| Information systems and communications | 261 | 285 | **278** | — | (2) | **278** | **280** | 6.5 | (1.8) |
| Transaction processing services | 194 | 200 | **199** | (3) | (2) | **202** | **201** | 4.1 | 0.5 |
| Occupancy | 112 | 107 | **109** | (3) | (1) | **112** | **110** | — | 2.8 |
| Other | 351 | 379 | **353** | (3) | (3) | **356** | **356** | 1.4 | (6.1) |
| **Total expenses** | $ 1,857 | $ 1,984 | **$ 2,183** | $ (27) | $ (20) | **$ 2,210** | **$ 2,203** | 19.0 | 11.0 |

**GAAP-Basis YTD Comparison**

| | Reported | | Currency Translation Impact | Excluding Currency Impact | % Change |
|---|---|---|---|---|---|
| (Dollars in millions) | 2015 | **2016** | YTD 2016 vs. YTD 2015 | **2016** | YTD 2016 vs. YTD 2015 |
| **Fee revenue:** | | | | | |
| Servicing fees | $ 5,153 | **$ 5,073** | $ (42) | **$ 5,115** | (0.7)% |
| Management fees | 1,174 | **1,292** | (17) | **1,309** | 11.5 |
| Trading services | 1,146 | **1,099** | (5) | **1,104** | (3.7) |
| Securities finance | 496 | **562** | — | **562** | 13.3 |
| Processing fees and other | 309 | **90** | (3) | **93** | (69.9) |
| Total fee revenue | 8,278 | **8,116** | (67) | **8,183** | (1.1) |
| Net interest revenue | 2,088 | **2,084** | (18) | **2,102** | 0.7 |
| Gains (losses) related to investment securities, net | (6) | **7** | — | **7** | (216.7) |
| **Total revenue** | $ 10,360 | **$ 10,207** | $ (85) | **$ 10,292** | (0.7) |
| **Expenses:** | | | | | |
| Compensation and employee benefits | $ 4,061 | **$ 4,353** | $ (44) | **$ 4,397** | 8.3 |
| Information systems and communications | 1,022 | **1,105** | (8) | **1,113** | 8.9 |
| Transaction processing services | 793 | **800** | (5) | **805** | 1.5 |
| Occupancy | 444 | **440** | (6) | **446** | 0.5 |
| Other | 1,730 | **1,379** | (5) | **1,384** | (20.0) |
| **Total expenses** | $ 8,050 | **$ 8,077** | $ (68) | **$ 8,145** | 1.2 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF CONSTANT CURRENCY FX IMPACTS (Continued)**

**Operating-Basis Quarter Comparison**

| | Reported | | | Currency Translation Impact | | Excluding Currency Impact | | % Change Constant Currency | |
|---|---|---|---|---|---|---|---|---|---|
| (Dollars in millions) | 4Q15 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | **4Q16 vs. 4Q15** | **4Q16 vs. 3Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Fee revenue:** | | | | | | | | | |
| Servicing fees | $ 1,277 | $ 1,303 | **$ 1,289** | $ (16) | $ (14) | **$ 1,305** | **$ 1,303** | 2.2% | —% |
| Management fees | 282 | 368 | **361** | (7) | (4) | **368** | **365** | 30.5 | (0.8) |
| Trading services | 247 | 267 | **293** | (2) | (1) | **295** | **294** | 19.4 | 10.1 |
| Securities finance | 127 | 136 | **136** | — | — | **136** | **136** | 7.1 | — |
| Processing fees and other | 142 | 139 | **121** | (2) | (2) | **123** | **123** | (13.4) | (11.5) |
| Total fee revenue | 2,075 | 2,213 | **2,200** | (27) | (21) | **2,227** | **2,221** | 7.3 | 0.4 |
| Net interest revenue | 513 | 537 | **547** | (7) | (3) | **554** | **550** | 8.0 | 2.4 |
| Gains (losses) related to investment securities, net | — | 4 | **2** | — | — | **2** | **2** | nm | (50.0) |
| **Total revenue** | $ 2,588 | $ 2,754 | **$ 2,749** | $ (34) | $ (24) | **$ 2,783** | **$ 2,773** | 7.5 | 0.7 |
| **Expenses:** | | | | | | | | | |
| Compensation and employee benefits | $ 940 | $ 1,022 | **$ 1,246** | $ (18) | $ (12) | **$ 1,264** | **$ 1,258** | 34.5 | 23.1 |
| Information systems and communications | 261 | 285 | **278** | — | (2) | **278** | **280** | 6.5 | (1.8) |
| Transaction processing services | 194 | 200 | **199** | (3) | (2) | **202** | **201** | 4.1 | 0.5 |
| Occupancy | 112 | 107 | **109** | (3) | (1) | **112** | **110** | — | 2.8 |
| Other | 313 | 295 | **311** | (3) | (3) | **314** | **314** | 0.3 | 6.4 |
| **Total expenses** | $ 1,820 | $ 1,909 | **$ 2,143** | $ (27) | $ (20) | **$ 2,170** | **$ 2,163** | 19.2 | 13.3 |

**Operating-Basis YTD Comparison**

| | Reported | | Currency Translation Impact | Excluding Currency Impact | % Change |
|---|---|---|---|---|---|
| (Dollars in millions) | 2015 | **2016** | YTD 2016 vs. YTD 2015 | **2016** | YTD 2016 vs. YTD 2015 |
| **Fee revenue:** | | | | | |
| Servicing fees | $ 5,153 | **$ 5,121** | $ (42) | **$ 5,163** | 0.2% |
| Management fees | 1,174 | **1,287** | (17) | **1,304** | 11.1 |
| Trading services | 1,146 | **1,099** | (5) | **1,104** | (3.7) |
| Securities finance | 496 | **562** | — | **562** | 13.3 |
| Processing fees and other | 503 | **507** | (3) | **510** | 1.4 |
| Total fee revenue | 8,472 | **8,576** | (67) | **8,643** | 2.0 |
| Net interest revenue | 2,163 | **2,169** | (18) | **2,187** | 1.1 |
| Gains (losses) related to investment securities, net | (6) | **7** | — | **7** | (216.7) |
| **Total revenue** | $ 10,629 | **$ 10,752** | $ (85) | **$ 10,837** | 2.0 |
| **Expenses:** | | | | | |
| Compensation and employee benefits | $ 3,988 | **$ 4,364** | $ (44) | **$ 4,408** | 10.5 |
| Information systems and communications | 1,022 | **1,105** | (8) | **1,113** | 8.9 |
| Transaction processing services | 793 | **800** | (5) | **805** | 1.5 |
| Occupancy | 444 | **440** | (6) | **446** | 0.5 |
| Other | 1,273 | **1,114** | (5) | **1,119** | (12.1) |
| **Total expenses** | $ 7,520 | **$ 7,823** | $ (68) | **$ 7,891** | 4.9 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF CONSTANT CURRENCY FX IMPACTS (Continued)**

**Operating-Basis Quarter Comparison Excluding Acquired Operations**

| | Reported Excluding Acquired Operations | | | Currency Translation Impact | | Excluding Currency Impact | | % Change Constant Currency | |
|---|---|---|---|---|---|---|---|---|---|
| (Dollars in millions) | 4Q15 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | **4Q16 vs. 4Q15** | **4Q16 vs. 3Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Fee revenue:** | | | | | | | | | |
| Servicing fees | $ 1,277 | $ 1,303 | **$ 1,289** | $ (16) | $ (14) | **$ 1,305** | **$ 1,303** | 2.2% | —% |
| Management fees | 282 | 303 | **297** | (7) | (4) | **304** | **301** | 7.8 | (0.7) |
| Trading services | 247 | 267 | **293** | (2) | (1) | **295** | **294** | 19.4 | 10.1 |
| Securities finance | 127 | 136 | **136** | — | — | **136** | **136** | 7.1 | — |
| Processing fees and other | 142 | 139 | **121** | (2) | (2) | **123** | **123** | (13.4) | (11.5) |
| Total fee revenue | 2,075 | 2,148 | **$ 2,136** | (27) | (21) | **2,163** | **2,157** | 4.2 | 0.4 |
| Net interest revenue | 513 | 537 | **547** | (7) | (3) | **554** | **550** | 8.0 | 2.4 |
| Gains (losses) related to investment securities, net | — | 4 | **2** | — | — | **2** | **2** | nm | (50.0) |
| **Total revenue** | $ 2,588 | $ 2,689 | **$ 2,685** | $ (34) | $ (24) | **$ 2,719** | **$ 2,709** | 5.1 | 0.7 |
| **Expenses:** | | | | | | | | | |
| Compensation and employee benefits | $ 940 | $ 996 | **$ 1,222** | $ (18) | $ (12) | **$ 1,240** | **$ 1,234** | 31.9 | 23.9 |
| Information systems and communications | 261 | 279 | **272** | — | (2) | **272** | **274** | 4.2 | (1.8) |
| Transaction processing services | 194 | 197 | **196** | (3) | (2) | **199** | **198** | 2.6 | 0.5 |
| Occupancy | 112 | 105 | **106** | (3) | (1) | **109** | **107** | (2.7) | 1.9 |
| Other | 313 | 275 | **289** | (3) | (3) | **292** | **292** | (6.7) | 6.2 |
| **Total expenses** | $ 1,820 | $ 1,852 | **$ 2,085** | $ (27) | $ (20) | **$ 2,112** | **$ 2,105** | 16.0 | 13.7 |

**Operating Basis YTD Comparison Excluding Acquired Operations**

| | Reported Excluding Acquired Operations | | Currency Translation Impact | Excluding Currency Impact | % Change |
|---|---|---|---|---|---|
| (Dollars in millions) | 2015 | **2016** | YTD 2016 vs. YTD 2015 | **2016** | YTD 2016 vs. YTD 2015 |
| **Fee revenue:** | | | | | |
| Servicing fees | $ 5,153 | **$ 5,121** | $ (42) | **$ 5,163** | 0.2% |
| Management fees | 1,174 | **1,158** | (17) | **1,175** | 0.1 |
| Trading services | 1,146 | **1,099** | (5) | **1,104** | (3.7) |
| Securities finance | 496 | **562** | — | **562** | 13.3 |
| Processing fees and other | 503 | **507** | (3) | **510** | 1.4 |
| Total fee revenue | 8,472 | **8,447** | (67) | **8,514** | 0.5 |
| Net interest revenue | 2,163 | **2,169** | (18) | **2,187** | 1.1 |
| Gains (losses) related to investment securities, net | (6) | **7** | — | **7** | (216.7) |
| **Total revenue** | $ 10,629 | **$ 10,623** | $ (85) | **$ 10,708** | 0.7 |
| **Expenses:** | | | | | |
| Compensation and employee benefits | $ 3,988 | **$ 4,314** | $ (44) | **$ 4,358** | 9.3 |
| Information systems and communications | 1,022 | **1,093** | (8) | **1,101** | 7.7 |
| Transaction processing services | 793 | **794** | (5) | **799** | 0.8 |
| Occupancy | 444 | **435** | (6) | **441** | (0.7) |
| Other | 1,273 | **1,072** | (5) | **1,077** | (15.4) |
| **Total expenses** | $ 7,520 | **$ 7,708** | $ (68) | **$ 7,776** | 3.4 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF CONSTANT CURRENCY FX IMPACTS (Continued)**

**Operating-Basis Quarter Comparison Excluding Accelerated Compensation Expense**

| (Dollars in millions) | Reported Excluding Accelerated Compensation Expense | | | Currency Translation Impact | | Excluding Currency Impact | | % Change Constant Currency | |
|---|---|---|---|---|---|---|---|---|---|
| | 4Q15 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | **4Q16 vs. 4Q15** | **4Q16 vs. 3Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| **Fee revenue:** | | | | | | | | | |
| Servicing fees | $ 1,277 | $ 1,303 | **$ 1,289** | $ (16) | $ (14) | **$ 1,305** | **$ 1,303** | 2.2% | —% |
| Management fees | 282 | 368 | **361** | (7) | (4) | **368** | **365** | 30.5 | (0.8) |
| Trading services | 247 | 267 | **293** | (2) | (1) | **295** | **294** | 19.4 | 10.1 |
| Securities finance | 127 | 136 | **136** | — | — | **136** | **136** | 7.1 | — |
| Processing fees and other | 142 | 139 | **121** | (2) | (2) | **123** | **123** | (13.4) | (11.5) |
| Total fee revenue | 2,075 | 2,213 | **2,200** | (27) | (21) | **2,227** | **2,221** | 7.3 | 0.4 |
| Net interest revenue | 513 | 537 | **547** | (7) | (3) | **554** | **550** | 8.0 | 2.4 |
| Gains (losses) related to investment securities, net | — | 4 | **2** | — | — | **2** | **2** | nm | (50.0) |
| **Total revenue** | $ 2,588 | $ 2,754 | **$ 2,749** | $ (34) | $ (24) | **$ 2,783** | **$ 2,773** | 7.5 | 0.7 |
| **Expenses:** | | | | | | | | | |
| Compensation and employee benefits | $ 940 | $ 1,022 | **$ 997** | $ (18) | $ (12) | **$ 1,015** | **$ 1,009** | 8.0 | (1.3) |
| Information systems and communications | 261 | 285 | **278** | — | (2) | **278** | **280** | 6.5 | (1.8) |
| Transaction processing services | 194 | 200 | **199** | (3) | (2) | **202** | **201** | 4.1 | 0.5 |
| Occupancy | 112 | 107 | **109** | (3) | (1) | **112** | **110** | — | 2.8 |
| Other | 313 | 295 | **311** | (3) | (3) | **314** | **314** | 0.3 | 6.4 |
| **Total expenses** | $ 1,820 | $ 1,909 | **$ 1,894** | $ (27) | $ (20) | **$ 1,921** | **$ 1,914** | 5.5 | 0.3 |

**Operating Basis YTD Comparison Excluding Accelerated Compensation Expense**

| (Dollars in millions) | Reported Excluding Accelerated Compensation Expense | | Currency Translation Impact | Excluding Currency Impact | % Change |
|---|---|---|---|---|---|
| | 2015 | **2016** | YTD 2016 vs. YTD 2015 | **2016** | YTD 2016 vs. YTD 2015 |
| **Fee revenue:** | | | | | |
| Servicing fees | $ 5,153 | **$ 5,121** | $ (42) | **$ 5,163** | 0.2% |
| Management fees | 1,174 | **1,287** | (17) | **1,304** | 11.1 |
| Trading services | 1,146 | **1,099** | (5) | **1,104** | (3.7) |
| Securities finance | 496 | **562** | — | **562** | 13.3 |
| Processing fees and other | 503 | **507** | (3) | **510** | 1.4 |
| Total fee revenue | 8,472 | **8,576** | (67) | **8,643** | 2.0 |
| Net interest revenue | 2,163 | **2,169** | (18) | **2,187** | 1.1 |
| Gains (losses) related to investment securities, net | (6) | **7** | — | **7** | (216.7) |
| **Total revenue** | $ 10,629 | **$ 10,752** | $ (85) | **$ 10,837** | 2.0 |
| **Expenses:** | | | | | |
| Compensation and employee benefits | $ 3,988 | **$ 4,115** | $ (44) | **$ 4,159** | 4.3 |
| Information systems and communications | 1,022 | **1,105** | (8) | **1,113** | 8.9 |
| Transaction processing services | 793 | **800** | (5) | **805** | 1.5 |
| Occupancy | 444 | **440** | (6) | **446** | 0.5 |
| Other | 1,273 | **1,114** | (5) | **1,119** | (12.1) |
| **Total expenses** | $ 7,520 | **$ 7,574** | $ (68) | **$ 7,642** | 1.6 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF CONSTANT CURRENCY FX IMPACTS (Continued)**

**AUCA and AUM Quarter Comparison**

| | Reported | | | Currency Translation Impact | | Excluding Currency Impact | | % Change Constant Currency | |
|---|---|---|---|---|---|---|---|---|---|
| (Dollars in billions) | 4Q15 | 3Q16 | **4Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 | **4Q16 vs. 4Q15** | **4Q16 vs. 3Q16** | 4Q16 vs. 4Q15 | 4Q16 vs. 3Q16 |
| Assets Under Custody and Administration | $ 27,508 | $ 29,178 | **$ 28,771** | $ (431) | $ (298) | **$ 29,202** | **$ 29,069** | 6.2% | (0.4)% |
| Assets Under Management | 2,245 | 2,446 | **2,468** | (20) | (38) | **2,488** | **2,506** | 10.8 | 2.5 |

[nm] Not meaningful

# STATE STREET CORPORATION
# EARNINGS RELEASE ADDENDUM
# REGULATORY CAPITAL

The accompanying materials present capital ratios in addition to, or adjusted from, those calculated in conformity with applicable regulatory requirements. These include capital ratios based on tangible common equity, as well as capital ratios adjusted to reflect our estimate of the impact of the relevant Basel III requirements, as specified in the July 2013 final rule issued by the Board of Governors of the Federal Reserve System, referred to as the Basel III final rule. These non-regulatory and adjusted capital measures are non-GAAP financial measures. Management currently calculates the non-GAAP capital ratios presented in the news release to aid in its understanding of State Street's capital position under a variety of standards, including currently applicable and transitioning regulatory requirements. Management believes that the use of the non-GAAP capital ratios presented in the accompanying materials similarly aids in an investor's understanding of State Street's capital position and therefore is of interest to investors.

The common equity tier 1 risk-based capital, or CET1, tier 1 risk-based capital, total risk-based capital and tier 1 leverage ratios have each been calculated in conformity with applicable regulatory requirements as of the dates that each was first publicly disclosed. The capital component, or numerator, of these ratios was calculated in conformity with the provisions of the Basel III final rule. For the periods below the total risk-weighted assets component, or denominator, used in the calculation of the CET1, tier 1 risk-based capital and total risk-based capital ratios were each calculated in conformity with the advanced approaches and standardized approach provisions of Basel III, as the case may be.

The advanced approaches-based ratios (actual and estimated) included in this presentation reflect calculations and determinations with respect to our capital and related matters, based on State Street and external data, quantitative formula, statistical models, historical correlations and assumptions, collectively referred to as "advanced systems," in effect and used by us for those purposes as of the respective date of each ratio's first public announcement. Significant components of these advanced systems involve the exercise of judgment by us and our regulators, and these advanced systems may not, individually or collectively, precisely represent or calculate the scenarios, circumstances, outputs or other results for which they are designed or intended. Due to the influence of changes in these advanced systems, whether resulting from changes in data inputs, regulation or regulatory supervision or interpretation, State Street-specific or market activities or experiences or other updates or factors, we expect that our advanced systems and our capital ratios calculated in conformity with the Basel III framework will change and may be volatile over time, and that those latter changes or volatility could be material as calculated and measured from period to period.

The tangible common equity, or TCE, ratio is an additional capital ratio that management believes provides context useful in understanding and assessing State Street's capital adequacy. The TCE ratio is calculated by dividing consolidated total common shareholders' equity by consolidated total assets, after reducing both amounts by goodwill and other intangible assets net of related deferred taxes. Total assets reflected in the TCE ratio also exclude cash balances on deposit at the Federal Reserve Bank and other central banks in excess of required reserves. The TCE ratio is not required by GAAP or by banking regulations, but is a metric used by management to evaluate the adequacy of State Street's capital levels. Since there is no authoritative requirement to calculate the TCE ratio, our TCE ratio is not necessarily comparable to similar capital measures disclosed or used by other companies in the financial services industry. Tangible common equity and adjusted tangible assets are non-GAAP financial measures and should be considered in addition to, not as a substitute for or superior to, financial measures determined in accordance with GAAP or other applicable requirements. Reconciliations with respect to the calculation of the TCE ratios are provided on page 22 of this earnings release addendum.

The following table presents State Street's regulatory capital ratios and underlying components, calculated in conformity with applicable regulatory requirements as described above.

| | Quarters | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1Q15 | | 2Q15 | | 3Q15 | | 4Q15 | | 1Q16 | | 2Q16 | | 3Q16 | | **4Q16** | |
| (Dollars in millions) | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | Basel III Advanced Approaches[1] | Basel III Standardized Approach[2] | **Basel III Advanced Approaches[1]** | **Basel III Standardized Approach[2]** |
| **RATIOS:** | | | | | | | | | | | | | | | | |
| Common equity tier 1 capital | 12.0% | 10.2% | 12.0% | 11.4% | 12.0% | 11.8% | 12.5% | 13.0% | 12.3% | 12.5% | 12.0% | 12.0% | 12.3% | 12.5% | **11.7%** | **11.6%** |
| Tier 1 capital | 14.0 | 12.0 | 14.7 | 14.0 | 14.7 | 14.5 | 15.3 | 15.9 | 14.9 | 15.1 | 15.0 | 15.0 | 15.4 | 15.7 | **14.8** | **14.7** |
| Total capital | 16.1 | 13.7 | 16.8 | 16.0 | 16.8 | 16.6 | 17.4 | 18.1 | 17.1 | 17.3 | 17.1 | 17.1 | 17.6 | 17.9 | **16.0** | **16.0** |
| Tier 1 leverage | 5.8 | 5.8 | 6.0 | 6.0 | 6.3 | 6.3 | 6.9 | 6.9 | 6.9 | 6.9 | 7.0 | 7.0 | 6.8 | 6.8 | **6.5** | **6.5** |
| **Supporting Calculations:** | | | | | | | | | | | | | | | | |
| Common equity tier 1 capital | $ 12,494 | $ 12,494 | $ 12,559 | $ 12,559 | $ 12,515 | $ 12,515 | $ 12,433 | $ 12,433 | $ 12,404 | $ 12,404 | $ 12,518 | $ 12,518 | $ 12,269 | $ 12,269 | **$ 11,624** | **$ 11,624** |
| Total risk-weighted assets | 103,998 | 121,946 | 104,533 | 109,788 | 104,365 | 105,765 | 99,552 | 95,893 | 100,633 | 99,617 | 104,012 | 104,492 | 99,736 | 98,374 | **99,374** | **99,954** |
| Common equity tier 1 risk-based capital | 12.0% | 10.2% | 12.0% | 11.4% | 12.0% | 11.8% | 12.5% | 13.0% | 12.3% | 12.5% | 12.0% | 12.0% | 12.3% | 12.5% | **11.7%** | **11.6%** |
| Tier 1 capital | $ 14,598 | $ 14,598 | $ 15,401 | $ 15,401 | $ 15,361 | $ 15,361 | $ 15,264 | $ 15,264 | $ 15,032 | $ 15,032 | $ 15,642 | $ 15,642 | $ 15,407 | $ 15,407 | **$ 14,717** | **$ 14,717** |
| Total risk-weighted assets | 103,998 | 121,946 | 104,533 | 109,788 | 104,365 | 105,765 | 99,552 | 95,893 | 100,633 | 99,617 | 104,012 | 104,492 | 99,736 | 98,374 | **99,374** | **99,954** |
| Tier 1 risk-based capital ratio | 14.0% | 12.0% | 14.7% | 14.0% | 14.7% | 14.5% | 15.3% | 15.9% | 14.9% | 15.1% | 15.0% | 15.0% | 15.4% | 15.7% | **14.8%** | **14.7%** |
| Total capital | $ 16,752 | $ 16,752 | $ 17,554 | $ 17,554 | $ 17,526 | $ 17,583 | $ 17,349 | $ 17,403 | $ 17,191 | $ 17,248 | $ 17,794 | $ 17,869 | $ 17,560 | $ 17,632 | **$ 15,909** | **$ 15,967** |
| Total risk-weighted assets | 103,998 | 121,946 | 104,533 | 109,788 | 104,365 | 105,765 | 99,552 | 95,893 | 100,633 | 99,617 | 104,012 | 104,492 | 99,736 | 98,374 | **99,374** | **99,954** |
| Total risk-based capital ratio | 16.1% | 13.7% | 16.8% | 16.0% | 16.8% | 16.6% | 17.4% | 18.1% | 17.1% | 17.3% | 17.1% | 17.1% | 17.6% | 17.9% | **16.0%** | **16.0%** |
| Tier 1 capital | $ 14,598 | $ 14,598 | $ 15,401 | $ 15,401 | $ 15,361 | $ 15,361 | $ 15,264 | $ 15,264 | $ 15,032 | $ 15,032 | $ 15,642 | $ 15,642 | $ 15,407 | $ 15,407 | **$ 14,717** | **$ 14,717** |
| Adjusted quarterly average assets | 252,406 | 252,406 | 257,227 | 257,227 | 244,553 | 244,553 | 221,880 | 221,880 | 217,029 | 217,029 | 222,666 | 222,666 | 226,093 | 226,093 | **226,310** | **226,310** |
| Tier 1 leverage ratio | 5.8% | 5.8% | 6.0% | 6.0% | 6.3% | 6.3% | 6.9% | 6.9% | 6.9% | 6.9% | 7.0% | 7.0% | 6.8% | 6.8% | **6.5%** | **6.5%** |

[1] CET1, tier 1 capital, total capital and tier 1 leverage ratios for each period above were calculated in conformity with the advanced approaches provisions of the Basel III final rule.

[2] CET1, tier 1 capital, total capital, and tier 1 leverage ratios for each period above were calculated in conformity with the standardized approach provisions of the Basel III final rule.

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF TANGIBLE COMMON EQUITY RATIO**

The following table presents the calculation of State Street's ratios of tangible common equity to total tangible assets.

| | | Quarters | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| (Dollars in millions) | | 1Q15 | 2Q15 | 3Q15 | 4Q15 | 1Q16 | 2Q16 | 3Q16 | **4Q16** |
| Consolidated total assets | | $ 279,448 | $ 294,544 | $ 247,235 | $ 245,155 | $ 243,685 | $ 255,386 | $ 256,140 | **$ 242,698** |
| Less: | | | | | | | | | |
| Goodwill | | 5,663 | 5,729 | 5,716 | 5,671 | 5,733 | 5,671 | 5,911 | **5,814** |
| Other intangible assets | | 1,892 | 1,871 | 1,820 | 1,768 | 1,749 | 1,682 | 1,849 | **1,750** |
| Cash balances held at central banks in excess of required reserves | | 71,740 | 106,202 | 60,160 | 66,259 | 58,639 | 67,710 | 67,571 | **62,037** |
| Adjusted assets | | 200,153 | 180,742 | 179,539 | 171,457 | 177,564 | 180,323 | 180,809 | **173,097** |
| Plus related deferred tax liabilities | | 814 | 834 | 713 | 694 | 698 | 688 | 685 | **655** |
| Total tangible assets | **A** | $ 200,967 | $ 181,576 | $ 180,252 | $ 172,151 | $ 178,262 | $ 181,011 | $ 181,494 | **$ 173,752** |
| **Consolidated total common shareholders' equity** | | $ 18,709 | $ 18,643 | $ 18,640 | $ 18,399 | $ 18,793 | $ 18,877 | $ 18,954 | **$ 18,023** |
| Less: | | | | | | | | | |
| Goodwill | | 5,663 | 5,729 | 5,716 | 5,671 | 5,733 | 5,671 | 5,911 | **5,814** |
| Other intangible assets | | 1,892 | 1,871 | 1,820 | 1,768 | 1,749 | 1,682 | 1,849 | **1,750** |
| Adjusted equity | | 11,154 | 11,043 | 11,104 | 10,960 | 11,311 | 11,524 | 11,194 | **10,459** |
| Plus related deferred tax liabilities | | 814 | 834 | 713 | 694 | 698 | 688 | 685 | **655** |
| Total tangible common equity | **B** | $ 11,968 | $ 11,877 | $ 11,817 | $ 11,654 | $ 12,009 | $ 12,212 | $ 11,879 | **$ 11,114** |
| **Tangible common equity ratio** | **B/A** | 6.0% | 6.5% | 6.6% | 6.8% | 6.7% | 6.7% | 6.5% | **6.4%** |

**STATE STREET CORPORATION**

**EARNINGS RELEASE ADDENDUM**

**RECONCILIATION OF FULLY PHASED-IN CAPITAL RATIOS**

Fully phased-in pro-forma estimates of common equity tier 1 capital include 100% of the accumulated other comprehensive income component of common shareholder's equity, including accumulated other comprehensive income attributable to available-for-sale securities, cash flow hedges and defined benefit pension plans, as well as 100% of applicable deductions, including but not limited to, intangible assets net of deferred tax liabilities. Fully phased-in pro-forma estimates of tier 1 and total capital both reflect the transition of trust preferred capital securities from tier 1 capital to total capital. For both Basel III advanced and standardized approaches, fully phased-in pro-forma estimates of risk-weighted assets reflect the exclusion of intangible assets, offset by additions related to non-significant equity exposures and deferred tax assets related to temporary differences. All fully phased-in ratios are preliminary estimates, based on our interpretations of the Basel III final rule as of the date each such ratio was first announced publicly and as applied to our businesses and operations as of the date of such ratio.

The following tables reconcile our fully phased-in estimated pro-forma common equity tier 1 capital, tier 1 capital, total capital and tier 1 leverage ratios, calculated in conformity with the Basel III final rule, as of the dates indicated, to those same ratios calculated in conformity with the applicable regulatory requirements as of such dates.

| As of December 31, 2016 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | **$ 11,624** | **$ (770)** | **$ 10,854** | **$ 11,624** | **$ (770)** | **$ 10,854** |
| Tier 1 capital | **14,717** | **(666)** | **14,051** | **14,717** | **(666)** | **14,051** |
| Total capital | **15,909** | **(667)** | **15,242** | **15,967** | **(667)** | **15,300** |
| Risk weighted assets | **99,374** | **34** | **99,408** | **99,954** | **31** | **99,985** |
| Adjusted average assets | **226,310** | **(475)** | **225,835** | **226,310** | **(475)** | **225,835** |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | **11.7%** | | **10.9%** | **11.6%** | | **10.9%** |
| Tier 1 capital | **14.8** | | **14.1** | **14.7** | | **14.1** |
| Total capital | **16.0** | | **15.3** | **16.0** | | **15.3** |
| Tier 1 leverage | **6.5** | | **6.2** | **6.5** | | **6.2** |

| As of September 30, 2016 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,269 | $ (537) | $ 11,732 | $ 12,269 | $ (537) | $ 11,732 |
| Tier 1 capital | 15,407 | (479) | 14,928 | 15,407 | (479) | 14,928 |
| Total capital | 17,560 | (525) | 17,035 | 17,632 | (525) | 17,107 |
| Risk weighted assets | 99,736 | (528) | 99,208 | 98,374 | (497) | 97,877 |
| Adjusted average assets | 226,093 | (297) | 225,796 | 226,093 | (297) | 225,796 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.3% | | 11.8% | 12.5% | | 12.0% |
| Tier 1 capital | 15.4 | | 15.0 | 15.7 | | 15.3 |
| Total capital | 17.6 | | 17.2 | 17.9 | | 17.5 |
| Tier 1 leverage | 6.8 | | 6.6 | 6.8 | | 6.6 |

**STATE STREET CORPORATION**

**EARNINGS RELEASE ADDENDUM**

**RECONCILIATION OF FULLY PHASED-IN CAPITAL RATIOS (Continued)**

| As of June 30, 2016 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,518 | $ (452) | $ 12,066 | $ 12,518 | $ (452) | $ 12,066 |
| Tier 1 capital | 15,642 | (393) | 15,249 | 15,642 | (393) | 15,249 |
| Total capital | 17,794 | (438) | 17,356 | 17,869 | (438) | 17,431 |
| Risk weighted assets | 104,012 | 65 | 104,077 | 104,492 | 62 | 104,554 |
| Adjusted average assets | 222,666 | (283) | 222,383 | 222,666 | (283) | 222,383 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.0% | | 11.6% | 12.0% | | 11.5% |
| Tier 1 capital | 15.0 | | 14.7 | 15.0 | | 14.6 |
| Total capital | 17.1 | | 16.7 | 17.1 | | 16.7 |
| Tier 1 leverage | 7.0 | | 6.9 | 7.0 | | 6.9 |

| As of March 31, 2016 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,404 | $ (547) | $ 11,857 | $ 12,404 | $ (547) | $ 11,857 |
| Tier 1 capital | 15,032 | (486) | 14,546 | 15,032 | (486) | 14,546 |
| Total capital | 17,191 | (532) | 16,659 | 17,248 | (532) | 16,716 |
| Risk weighted assets | 100,633 | 95 | 100,728 | 99,617 | 89 | 99,706 |
| Adjusted average assets | 217,029 | (357) | 216,672 | 217,029 | (357) | 216,672 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.3% | | 11.8% | 12.5% | | 11.9% |
| Tier 1 capital | 14.9 | | 14.4 | 15.1 | | 14.6 |
| Total capital | 17.1 | | 16.5 | 17.3 | | 16.8 |
| Tier 1 leverage | 6.9 | | 6.7 | 6.9 | | 6.7 |

**STATE STREET CORPORATION**

**EARNINGS RELEASE ADDENDUM**

**RECONCILIATION OF FULLY PHASED-IN CAPITAL RATIOS (Continued)**

| As of December 31, 2015 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,433 | $ (929) | $ 11,504 | $ 12,433 | $ (929) | $ 11,504 |
| Tier 1 capital | 15,264 | (1,076) | 14,188 | 15,264 | (1,076) | 14,188 |
| Total capital | 17,349 | (946) | 16,403 | 17,403 | (946) | 16,457 |
| Risk weighted assets | 99,552 | (406) | 99,146 | 95,893 | (382) | 95,511 |
| Adjusted average assets | 221,880 | (545) | 221,335 | 221,880 | (545) | 221,335 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.5% | | 11.6% | 13.0% | | 12.0% |
| Tier 1 capital | 15.3 | | 14.3 | 15.9 | | 14.9 |
| Total capital | 17.4 | | 16.5 | 18.1 | | 17.2 |
| Tier 1 leverage | 6.9 | | 6.4 | 6.9 | | 6.4 |

| As of September 30, 2015 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,515 | $ (855) | $ 11,660 | $ 12,515 | $ (855) | $ 11,660 |
| Tier 1 capital | 15,361 | (998) | 14,363 | 15,361 | (998) | 14,363 |
| Total capital | 17,526 | (868) | 16,658 | 17,583 | (868) | 16,715 |
| Risk weighted assets | 104,365 | (478) | 103,887 | 105,765 | (451) | 105,314 |
| Adjusted average assets | 244,553 | (488) | 244,065 | 244,553 | (488) | 244,065 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.0% | | 11.2% | 11.8% | | 11.1% |
| Tier 1 capital | 14.7 | | 13.8 | 14.5 | | 13.6 |
| Total capital | 16.8 | | 16.0 | 16.6 | | 15.9 |
| Tier 1 leverage | 6.3 | | 5.9 | 6.3 | | 5.9 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATION OF FULLY PHASED-IN CAPITAL RATIOS (Continued)**

| As of June 30, 2015 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,559 | $ (846) | $ 11,713 | $ 12,559 | $ (846) | $ 11,713 |
| Tier 1 capital | 15,401 | (985) | 14,416 | 15,401 | (985) | 14,416 |
| Total capital | 17,554 | (855) | 16,699 | 17,554 | (855) | 16,699 |
| Risk weighted assets | 104,533 | (481) | 104,052 | 109,788 | (453) | 109,335 |
| Adjusted average assets | 257,227 | (295) | 256,932 | 257,227 | (295) | 256,932 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.0% | | 11.3% | 11.4% | | 10.7% |
| Tier 1 capital | 14.7 | | 13.9 | 14.0 | | 13.2 |
| Total capital | 16.8 | | 16.0 | 16.0 | | 15.3 |
| Tier 1 leverage | 6.0 | | 5.6 | 6.0 | | 5.6 |

| As of March 31, 2015 (Dollars in millions) | Basel III Advanced Approaches | Phase-In Provisions | Basel III Advanced Approaches Fully Phased-In Pro-Forma Estimate | Basel III Standardized Approach | Phase-In Provisions | Basel III Standardized Approach Fully Phased-In Pro-Forma Estimate |
|---|---|---|---|---|---|---|
| Common equity tier 1 capital | $ 12,494 | $ (684) | $ 11,810 | $ 12,494 | $ (684) | $ 11,810 |
| Tier 1 capital | 14,598 | (827) | 13,771 | 14,598 | (827) | 13,771 |
| Total capital | 16,752 | (697) | 16,055 | 16,752 | (697) | 16,055 |
| Risk weighted assets | 103,998 | (552) | 103,446 | 121,946 | (520) | 121,426 |
| Adjusted average assets | 252,406 | (215) | 252,191 | 252,406 | (215) | 252,191 |
| | | | | | | |
| **Capital ratios:** | | | | | | |
| Common equity tier 1 capital | 12.0% | | 11.4% | 10.2% | | 9.7% |
| Tier 1 capital | 14.0 | | 13.3 | 12.0 | | 11.3 |
| Total capital | 16.1 | | 15.5 | 13.7 | | 13.2 |
| Tier 1 leverage | 5.8 | | 5.5 | 5.8 | | 5.5 |

**STATE STREET CORPORATION**
**EARNINGS RELEASE ADDENDUM**
**RECONCILIATIONS OF SUPPLEMENTARY LEVERAGE RATIOS**

In 2014, U.S. banking regulators issued final rules implementing a supplementary leverage ratio, or SLR, for certain bank holding companies, like State Street, and their insured depository institution subsidiaries, like State Street Bank. We refer to these final rules as the SLR final rule. Under the SLR final rule, upon implementation as of January 1, 2018, (i) State Street Bank must maintain an SLR of at least 6% to be well capitalized under the U.S. banking regulators' Prompt Corrective Action framework and (ii) if State Street maintains an SLR of at least 5%, it is not subject to limitations on distribution and discretionary bonus payments under the SLR final rule. Beginning with reporting for March 31, 2015, State Street was required to include SLR disclosures with its other Basel disclosures.

Estimated pro forma fully phased-in SLR ratios for the periods below are preliminary estimates by State Street (in each case, fully phased-in as of January 1, 2018, as per the phase-in requirements of the SLR final rule), calculated based on our interpretations of the SLR final rule as of July 27, 2016 and as applied to our businesses and operations for the periods below.

The following tables reconcile our estimated pro forma fully-phased in SLR ratios for the periods below calculated in conformity with the SLR final rule, as described, to our SLR ratios calculated in conformity with applicable regulatory requirements as of the dates indicated.

| | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| As of December 31, 2016 (Dollars in millions) | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | **$ 14,717** | **A** | **$ 14,051** | **$ 15,805** | **$ 15,169** |
| On-and off-balance sheet leverage exposure | **257,508** | | **257,508** | **253,488** | **253,488** |
| Less: regulatory deductions | **(6,476)** | | **(6,950)** | **(6,078)** | **(6,532)** |
| Total assets for SLR | **251,032** | **B** | **250,558** | **247,410** | **246,956** |
| **Supplementary Leverage Ratio** | **5.9%** | **A/B** | **5.6%** | **6.4%** | **6.1%** |

| | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| As of September 30, 2016 (Dollars in millions) | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,407 | C | $ 14,928 | $ 15,817 | $ 15,374 |
| On-and off-balance sheet leverage exposure | 257,179 | | 257,179 | 252,104 | 252,104 |
| Less: regulatory deductions | (6,188) | | (6,485) | (5,798) | (6,072) |
| Total assets for SLR | 250,991 | D | 250,694 | 246,306 | 246,032 |
| **Supplementary Leverage Ratio** | 6.1% | C/D | 6.0% | 6.4% | 6.2% |

| | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| As of June 30, 2016 (Dollars in millions) | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,642 | E | $ 15,249 | $ 15,742 | $ 15,385 |
| On-and off-balance sheet leverage exposure | 254,999 | | 254,999 | 250,061 | 250,061 |
| Less: regulatory deductions | (5,949) | | (6,232) | (5,578) | (5,835) |
| Total assets for SLR | 249,050 | F | 248,767 | 244,483 | 244,226 |
| **Supplementary Leverage Ratio** | 6.3% | E/F | 6.1% | 6.4% | 6.3% |

| | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| As of March 31, 2016 (Dollars in millions) | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,032 | G | $ 14,546 | $ 15,071 | $ 14,628 |
| On-and off-balance sheet leverage exposure | 247,923 | | 247,923 | 243,043 | 243,043 |
| Less: regulatory deductions | (6,130) | | (6,487) | (5,751) | (6,073) |
| Total assets for SLR | 241,793 | H | 241,436 | 237,292 | 236,970 |
| **Supplementary Leverage Ratio** | 6.2% | G/H | 6.0% | 6.4% | 6.2% |

**STATE STREET CORPORATION**

**EARNINGS RELEASE ADDENDUM**

**RECONCILIATIONS OF SUPPLEMENTARY LEVERAGE RATIOS (Continued)**

| As of December 31, 2015 (Dollars in millions) | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,264 | I | $ 14,188 | $ 14,647 | $ 13,869 |
| On-and off-balance sheet leverage exposure | 252,752 | | 252,752 | 247,736 | 247,736 |
| Less: regulatory deductions | (5,895) | | (6,440) | (5,536) | (6,036) |
| Total assets for SLR | 246,857 | J | 246,312 | 242,200 | 241,700 |
| **Supplementary Leverage Ratio** | 6.2% | I/J | 5.8% | 6.0% | 5.7% |

| As of September 30, 2015 (Dollars in millions) | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,361 | K | $ 14,363 | $ 14,863 | $ 14,162 |
| On-and off-balance sheet leverage exposure | 276,673 | | 276,673 | 271,347 | 271,347 |
| Less: regulatory deductions | (5,911) | | (6,399) | (5,550) | (5,993) |
| Total assets for SLR | 270,762 | L | 270,274 | 265,797 | 265,354 |
| **Supplementary Leverage Ratio** | 5.7% | K/L | 5.3% | 5.6% | 5.3% |

| As of June 30, 2015 (Dollars in millions) | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 15,401 | M | $ 14,416 | $ 14,352 | $ 13,667 |
| On-and off-balance sheet leverage exposure | 291,875 | | 291,875 | 286,851 | 286,851 |
| Less: regulatory deductions | (6,138) | | (6,930) | (5,776) | (6,515) |
| Total assets for SLR | 285,737 | N | 284,945 | 281,075 | 280,336 |
| **Supplementary Leverage Ratio** | 5.4% | M/N | 5.1% | 5.1% | 4.9% |

| As of March 31, 2015 (Dollars in millions) | State Street | | | State Street Bank | |
|---|---|---|---|---|---|
| | Transitional SLR | | Fully Phased-In SLR | Transitional SLR | Fully Phased-In SLR |
| **Tier 1 Capital** | $ 14,598 | O | $ 13,772 | $ 13,770 | $ 13,245 |
| On-and off-balance sheet leverage exposure | 288,932 | | 288,932 | 284,060 | 284,060 |
| Less: regulatory deductions | (6,088) | | (6,898) | (5,734) | (6,489) |
| Total assets for SLR | 282,844 | P | 282,034 | 278,326 | 277,571 |
| **Supplementary Leverage Ratio** | 5.2% | O/P | 4.9% | 4.9% | 4.8% |