

STATE STREET CORPORATION

SUPPLEMENTAL PUBLIC DISCLOSURE
BASEL III REGULATORY CAPITAL

AS OF JUNE 30, 2026

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GLOSSARY

Advanced approaches⁽¹⁾	The advanced internal ratings-based approach to calculating risk-based capital requirements for credit risk and the advanced measurement approach to calculating risk-based capital requirements for operational risk under the Basel III final rule	LCR	Liquidity Coverage Ratio
Advanced approaches banking organization⁽¹⁾	A banking organization subject to the advanced approaches requirements of the Basel III final rule	LDA	Loss Distribution Approach
AFS	Available-for-Sale	LGD⁽¹⁾	Loss Given Default
AIRB⁽¹⁾	Advanced Internal Ratings-Based	LIBOR	London Inter-Bank Offered Rate
AMA⁽¹⁾	Advanced Measurement Approach	LTD	Long-Term Debt
AOCI	Accumulated Other Comprehensive Income	MRC	Model Risk Committee
BCBS	Basel Committee on Banking Supervision	MRM	Model Risk Management
BHC	Bank Holding Company	MRRS	Model Risk Rating System
Board	Board of Directors	MVG	Model Validation Group
BOLI	Bank-Owned Life Insurance	NII	Net Interest Income
bps	Basis points	OTC derivative	Over-the-counter derivative contract
CAP	Capital Adequacy Process	Parent Company	State Street Corporation without consolidation of its subsidiaries
CC	Credit Committee	PD⁽¹⁾	Probability of Default
CCB	Capital Conservation Buffer	P&L	Profit-and-loss
CCF⁽¹⁾	Credit Conversion Factor	RC	Risk Committee
CET1	Common Equity Tier 1	RWA⁽¹⁾	Risk-Weighted Assets
CLO	Collateralized Loans Obligations	SA-CCR	Standardized Approach for Counterparty Credit Risk
CMRC	Credit and Market Risk Committee	SCB	Stress Capital Buffer
CVA	Credit Valuation Adjustment	SEC	Securities and Exchange Commission
Dodd-Frank Act	Dodd-Frank Wall Street Reform and Consumer Protection Act	SIFI	Systemically Important Financial Institution
E&A Committee	Examining & Audit Committee of the Board	SLR⁽¹⁾	Supplementary Leverage Ratio
EAD⁽¹⁾	Exposure at Default	SPV	Special Purpose Vehicle
ECB	European Central Bank	SSFA⁽¹⁾	Simplified Supervisory Formula Approach in the Basel III final rule
ERM	Enterprise Risk Management	State Street	State Street Corporation and its subsidiaries on a consolidated basis
eSLR	Enhanced Supplementary Leverage Ratio	State Street Bank	State Street Bank and Trust Company
Federal Reserve	Board of Governors of the Federal Reserve System	Stressed VaR	Stressed Value-at-Risk
FFELP	Federal Family Education Loan Program	TLAC	Total Loss-Absorbing Capacity
FSB	Financial Stability Board	TMRC	Trading and Market Risk Committee
FX	Foreign Exchange	TORC	Technology and Operational Risk Committee
GAAP	Generally Accepted Accounting Principles	UOM	Unit of Measure
GCF	Global Credit Finance	VaR	Value-at-Risk
G-SIB	Global Systemically Important Bank		
HRC	Human Resources Committee		
HTM	Held-to-Maturity		
IDI	Insured Depository Institution		

⁽¹⁾ As defined by the applicable U.S. regulations.

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BASEL III DISCLOSURE MAP

The table below highlights where sections of this Public Disclosure can be referenced to in State Street's June 30, 2026 Form 10-Q and December 31, 2025 Form 10-K.

Section	Description	June 30, 2026 Form 10-Q Page Reference	December 31, 2025 Form 10-K Page Reference
General	Overview	4	4
	Forward-Looking Statements	5	4
Regulation and Supervision	Overview	33-34	9-10
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GENERAL

State Street Corporation, referred to as the Parent Company, was organized in 1969 under the laws of the Commonwealth of Massachusetts, and is a bank holding company (BHC) that has elected to be treated as a financial holding company under the Bank Holding Company Act of 1956. For purposes of this Public Disclosure, unless the context requires otherwise, references to "State Street," "we," "us," "our" or similar terms mean State Street Corporation and its subsidiaries on a consolidated basis. There are no differences in the basis of consolidation between our Securities and Exchange Commission (SEC) Form 10-K or Form 10-Q filings and this Disclosure. The Parent Company is a source of financial and managerial strength to our subsidiaries. Through our subsidiaries, including our principal banking subsidiary, State Street Bank and Trust Company, referred to as State Street Bank, we operate in more than 100 geographic markets worldwide, providing a broad range of financial products and services to institutional investors globally.

The Public Disclosure provided herein is required by the Basel III regulatory capital rules issued by the Board of Governors of the Federal Reserve System, referred to as the Federal Reserve, which we refer to as the Basel III final rule. This Public Disclosure provides qualitative and quantitative information about regulatory capital, calculated in conformity with the advanced approaches provisions (and the standardized approach provisions, as applicable) of the Basel III final rule, for State Street and, where applicable, State Street Bank, as of June 30, 2026.

We expect to update this Public Disclosure on a quarterly basis and make it available on the "Investor Relations" section of our corporate website, www.statestreet.com. The information presented in this Public Disclosure may not be consistent with Generally Accepted Accounting Principles (GAAP), and may differ, in presentation, form or otherwise, from similar information, or disclosures on similar topics, provided in our SEC filings. In addition, the information provided in this Public Disclosure may also differ from, and may not be comparable to, similar disclosures made by other banking organizations. The information provided in this Public Disclosure is not required to be, and has not been, audited by our independent registered public accounting firm.

The regulatory capital ratios as of June 30, 2026 presented in this Public Disclosure are calculated under the advanced approaches and standardized approach in conformity with the Basel III final rule, and the Supplementary Leverage Ratio (SLR) per the Enhanced Supplementary Leverage Ratio (eSLR) Final rule. The advanced approaches-based ratios

reflect calculations and determinations with respect to our capital and related matters as of June 30, 2026, based on our internal and external data, quantitative formulae, statistical models, historical correlations and assumptions, collectively referred to as "advanced systems," in effect and used by us for those purposes as of the time we first reported such ratios in a quarterly report on Form 10-Q or an annual report on Form 10-K. Significant components of these advanced systems involve the exercise of judgment by us and our regulators, and our 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, specific to us 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 final rule 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.

Models implemented under the Basel III final rule, particularly those implementing the advanced approaches, remain subject to regulatory review and approval. The full effects of the Basel III final rule on State Street and State Street Bank are therefore subject to further evaluation and also to further regulatory guidance, action or rule-making.

We use acronyms and other defined terms for certain business terms and abbreviations which are defined in the Glossary of this Public Disclosure.

The disclosures provided within this document should be read in conjunction with our 2025 Form 10-K and Q2 2026 Form 10-Q, which can be found on our corporate website at www.statestreet.com.

FORWARD-LOOKING STATEMENTS

This Public Disclosure, as well as other reports and proxy materials submitted by us under the Securities Exchange Act of 1934, registration statements filed by us under the Securities Act of 1933, our annual report to shareholders and other public statements we may make, may contain statements (including statements in our Management's Discussion and Analysis included in such reports, as applicable) that are considered "forward-looking statements" within the meaning of U.S. securities laws, including statements about our goals and expectations regarding our business, financial and capital condition, results of operations, strategies, cost savings and transformation initiatives, investment portfolio performance, dividend and stock purchase programs, acquisitions, outcomes of legal proceedings, market growth, joint ventures and divestitures, client growth, new technologies, services

and opportunities, sustainability and impact, human capital and climate, as well as industry, governmental, regulatory, economic and market trends, initiatives and developments, the business environment and other matters that do not relate strictly to historical facts. For more information about the risks and uncertainties to which forward-looking statements are subject, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

REGULATION AND SUPERVISION

Overview

The Basel III rule provides two frameworks for monitoring capital adequacy: the "standardized approach" and the "advanced approaches", applicable to advanced approaches banking organizations, like us. The standardized approach prescribes standardized calculations for credit risk RWA, including specified risk weights for on and certain off-balance sheet exposures. The advanced approaches consist of the Advanced Internal Ratings-Based Approach (AIRB) used for the calculation of credit risk RWA, and the Advanced Measurement Approach (AMA) used for the calculation of operational risk RWA.

As required by the Dodd-Frank Act enacted in 2010, we and State Street Bank, as advanced approaches banking organizations, are subject to a "capital floor," also referred to as the Collins Amendment, in the assessment of our regulatory capital adequacy, such that our risk-based capital ratios for regulatory assessment purposes are the lower of each ratio calculated under the advanced approaches and the standardized approach.

Under the advanced approaches, we and State Street Bank are subject to a 2.5% Capital Conservation Buffer (CCB) requirement, plus any applicable countercyclical capital buffer requirement, which is currently set at 0%. Under the standardized approach, State Street Bank is subject to the same CCB and countercyclical capital buffer requirements, but for State Street, the 2.5% CCB requirement is replaced by the Stress Capital Buffer (SCB) requirement according to the SCB final rule issued in 2020. In addition, State Street is subject to a G-SIB surcharge.

The SCB replaced, under the standardized approach, the CCB with a buffer calculated as the difference between the institution's starting and lowest projected Common Equity Tier 1 (CET1) ratios under the DFAST severely adverse scenario plus planned common stock dividend payments (as a percentage of RWA) from the fourth through seventh quarter of the DFAST planning horizon. The SCB requirement can be no less than 2.5% of RWA. Breaching the SCB or other regulatory buffer or surcharge will limit a banking organization's ability to make capital distributions and discretionary bonus payments to executive officers.

Our SCB requirement remains at 2.5% for the period from October 1, 2025, through September 30, 2026, based on the results of the 2025 supervisory stress test. Additionally, in February 2026 the Federal Reserve Board voted to maintain the current SCB requirements until September 30, 2027.

Our current G-SIB surcharge is 1.0% and based upon calculations using data as of December 31, 2025, our surcharge will remain at 1.0% through December 31, 2027.

Our minimum risk-based capital ratios as of January 1, 2026 include a CCB of 2.5% and a SCB of 2.5% for the advanced approaches and standardized approach, respectively, a G-SIB surcharge of 1.0%, and a countercyclical buffer of 0.0%. This results in minimum risk-based ratios of 8.0% for the CET1 capital ratio, 9.5% for the tier 1 capital ratio, and 11.5% for the total capital ratio.

Failure to meet these minimum requirements would result in restriction on capital distributions and certain discretionary bonus payments based on a percentage of State Street's eligible retained income. We calculate eligible retained income as the greater of (i) net income for the four preceding quarters, net of any distributions and associated tax effects not already reflected in net income, and (ii) the average of net income over the four preceding quarters. As of June 30, 2026, the eligible retained income for State Street was \$864 million. For more information, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Regulatory Developments

In April 2025, the Federal Reserve issued a proposed rule to reduce volatility in the SCB requirement, primarily through the averaging of the decline in a firm's CET1 capital over a two-year horizon (current and prior year). The proposal would also extend the annual effective date of each firm's SCB requirement by one quarter, from October 1 to January 1. The proposal was intended to be effective as of the 2025 stress testing cycle, but has yet to be finalized. We do not expect the proposal to materially impact our SCB requirement, which is currently at the 2.5% floor.

In October 2025, the Federal Reserve proposed revisions to its supervisory stress testing framework through two related proposals designed to enhance the transparency and public accountability of its annual stress test. The first proposal solicits comments on the Federal Reserve's stress test models, scenario design framework and an enhanced disclosure process under which the Federal Reserve would annually publish and invite public comment on stress test scenarios, models and material changes to those models. The second proposal solicits comments on the scenarios for the 2026 supervisory stress test. In February 2026, the Federal Reserve adopted the proposed 2026 scenarios largely as

proposed, including the models used to generate the final 2026 scenarios.

On November 25, 2025, the U.S. Agencies jointly adopted a final rule (eSLR Final Rule) amending the calibration of the eSLR for U.S. G-SIBs and their Insured Depository Institution (IDI) subsidiaries. The final rule was effective April 1, 2026, with the option for firms to adopt the modified standards early, effective January 1, 2026. We adopted the modified standards effective January 1, 2026. The final rule replaces the prior eSLR buffer of 2% at the holding company and 3% at State Street Bank (for State Street Bank to be considered "well capitalized"), with an eSLR buffer for both bank holding companies and IDI subsidiaries calibrated at 50% of a G-SIB's Method 1 capital surcharge, with the buffer for IDI subsidiaries capped at 1% (and no longer part of the definition of "well capitalized"). Conforming changes were also made to the Total Loss-Absorbing Capacity (TLAC) and Long-Term Debt (LTD) requirements.

The eSLR Final Rule has not materially impacted our total leverage-based capital, which already benefits from the custody bank exemption for central bank placements in the SLR denominator pursuant to Section 402 of the Economic Growth Act (January 2020). Changes to the TLAC and LTD requirement have limited implications for us, and are not expected to change our management of TLAC or LTD.

In March 2026, the U.S. Agencies issued two proposed rules to revise the U.S. regulatory capital framework for large banks. The first proposed rule would, among other things, remove the existing standardized and advanced approaches methodologies and replace them with a single expanded risk-based approach that includes new standardized calculations for credit risk, operational risk, market risk, and credit valuation adjustment risk (ERBA Proposal). The second proposed rule would, among other things, recalibrate the coefficients in the Method 2 G-SIB surcharge to reflect the economy and other recent changes in the financial system, adjust the weighting of the short-term wholesale funding systemic indicator, and "reduce cliff effects" of the G-SIB surcharge by replacing the existing 0.5% capital increments with increments of 0.1% (G-SIB Surcharge Proposal). The comment period for each proposal ended on June 18, 2026. Based on our preliminary assessment, we currently expect the proposed changes to be beneficial to our overall RWA; however, any estimate of the potential impact of the ERBA Proposal and the G-SIB Surcharge Proposal is subject to uncertainty, as actual results may differ materially from our preliminary estimates and by potential changes to each Proposal, when adopted in final form. In addition, anticipated results may be affected by a range of factors, including business performance, future capital actions, the

results of future supervisory stress tests and supervisory interpretations (including changes in interpretations). No timeline for final implementation has been disclosed.

For additional information about regulatory developments, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Restrictions on Transfer of Capital

Our and State Street Bank's primary federal banking regulator in the U.S. is the Federal Reserve. Federal banking regulations place certain restrictions on dividend payments by banking subsidiaries to their parent company. The Federal Reserve has the authority to prohibit or to limit dividend payments by the banking organizations it supervises, including us and State Street Bank, if, in the Federal Reserve's opinion, the payment of such a dividend would constitute an unsafe or unsound practice in light of the financial condition of the banking organization. All of these policies and other requirements could affect our ability to declare dividend payments and repurchase our common stock, or require us to provide capital assistance to State Street Bank and/or any other banking subsidiary. For more information, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

REGULATORY CAPITAL

Our objective with respect to regulatory capital management is to maintain a capital base and structure that is sized to support our unique business model and material risks. Our strong capital position provides us the financial flexibility to meet our business needs, including maintaining access to financial markets to support our clients' activity and to fund corporate growth, and to provide protection against loss to depositors and creditors. We strive to maintain an appropriate level of capital, commensurate with our risk profile, on which an appropriate return to shareholders is expected to be realized over both the short- and long-term, while protecting our obligations to depositors and creditors and complying with regulatory capital adequacy requirements. For more information, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Regulatory Capital Requirements

Under the Basel III rule, our total regulatory capital is composed of three tiers: CET1 capital, Tier 1 capital (which includes CET1 capital), and Tier 2 capital. The total of Tier 1 and Tier 2 capital, adjusted as applicable, is referred to as total regulatory capital.

CET1 capital is composed of core capital elements, such as qualifying common shareholders' equity and related surplus plus retained earnings and the cumulative effect of foreign currency translation plus net unrealized gains (losses) on debt and equity securities classified as Available-for-Sale (AFS), less treasury stock and less goodwill and other intangible

assets, net of related deferred tax liabilities. Tier 1 capital is composed of CET1 capital plus additional Tier 1 capital instruments which, for us, includes four series of preferred equity outstanding as of June 30, 2026. Tier 2 capital includes certain eligible subordinated long-term debt instruments. Total regulatory capital consists of Tier 1 capital and Tier 2 capital.

Certain other items, if applicable, must be deducted from Tier 1 and Tier 2 capital, including certain investments in the capital of unconsolidated banking, financial and insurance entities and the amount of expected credit losses that exceeds recorded allowances for loan and other credit losses. Expected credit losses are calculated for wholesale credit exposures by formula in conformity with the Basel III rule.

The CET1 risk-based capital ratio is a principal measure of capital adequacy for internationally active banking organizations. Under the Basel III framework, the ratio compares a banking organization's CET1 capital with the sum of its total Risk-Weighted Assets (RWA) associated with credit risk, operational risk and market risk. In conformity with the Basel III final rule, we calculate our required capital and total RWA associated with credit risk, operational risk and market risk primarily through the use of internal models.

As an advanced approaches banking organization in the U.S., we are required by the Basel III final rule to apply the AIRB approach in the calculation of our RWA related to credit risk. We calculate RWA for over 90% of our on- and off-balance sheet exposures associated with credit risk using internal risk-rating models under the AIRB approach.

The AIRB approach categorizes credit exposures into five types for the calculation of RWA:

- Wholesale
- Securitizations
- Equity
- Retail
- All Other

Our credit exposures fall predominantly into the "wholesale" categories. We have no credit exposures in the "retail" category. The "all other" category consists of exposures not categorized as any of the other types listed above, as well as any credit exposures defined by us as "non-material," where we do not apply the AIRB approach to calculate related RWA. As required by the Basel III final rule, RWA for the above-described categories are aggregated and multiplied by a scaling factor of 1.06.

As an advanced approaches banking organization in the U.S., we are required by the Basel III final rule to apply the AMA in the calculation of our RWA related to operational risk. Additional information

about our process to manage operational risk and quantify required operational risk capital and RWA is provided under "Operational Risk" in this Public Disclosure.

We calculate our RWA related to market risk associated with our trading activities based on our measures of Value-at-Risk (VaR) and stressed VaR in conformity with the requirements of the final market risk capital rule. Additional information about the market risk associated with our trading activities and our related VaR and stressed-VaR measures is provided under "Market Risk" in this Public Disclosure.

The following table presents the regulatory capital structure, total RWA and related risk-based capital ratios for State Street and State Street Bank, calculated under the advanced approach and the standardized approach provisions of the Basel III final rule as of the date indicated:

TABLE 1: REGULATORY CAPITAL STRUCTURE AND RELATED REGULATORY CAPITAL RATIOS

(Dollars in millions)	State Street		State Street Bank	
	Basel III Advanced Approach	Basel III Standardized Approach	Basel III Advanced Approach	Basel III Standardized Approach
	June 30, 2026	June 30, 2026	June 30, 2026	June 30, 2026
Common shareholders' equity:				
Common stock and related surplus	\$ 11,214	\$ 11,214	\$ 13,333	\$ 13,333
Retained earnings	32,660	32,660	16,773	16,773
Accumulated other comprehensive income (loss)	(1,178)	(1,178)	(934)	(934)
Treasury stock, at cost	(17,987)	(17,987)	—	—
Total	24,709	24,709	29,172	29,172
Regulatory capital adjustments:				
Goodwill and other intangible assets, net of associated deferred tax liabilities	(8,764)	(8,764)	(8,168)	(8,168)
Other adjustments	(520)	(520)	(381)	(381)
Common equity tier 1 capital	15,425	15,425	20,623	20,623
Preferred stock	3,559	3,559	—	—
Tier 1 capital	18,984	18,984	20,623	20,623
Qualifying subordinated long-term debt	1,691	1,691	521	521
Adjusted Allowance for Credit Losses	22	175	23	175
Total capital⁽¹⁾	\$ 20,697	\$ 20,850	\$ 21,167	\$ 21,319
Risk-weighted assets⁽²⁾				
Credit risk ⁽³⁾	\$ 66,805	\$ 140,668	\$ 62,446	\$ 137,393
Operational risk	46,950	NA	46,575	NA
Market risk	2,738	2,738	2,738	2,738
Total	\$ 116,493	\$ 143,406	\$ 111,759	\$ 140,131
Capital Ratios:				
	Minimum Requirement ⁽⁴⁾			
Common equity tier 1 capital	8.0 %	13.2 %	10.8 %	18.5 %
Tier 1 capital	9.5	16.3	13.2	18.5
Total capital	11.5	17.8	14.5	18.9

⁽¹⁾ As of June 30, 2026, State Street has one insurance subsidiary, which has a surplus capital of \$350 million that is included in the total capital of the consolidated group.

⁽²⁾ Refer to "Table 6: Components of Total Risk-Weighted Assets" for details.

⁽³⁾ Under the advanced approaches, credit risk RWA includes a CVA which reflects the risk of potential fair value adjustments for credit risk in our valuation of Over-the-counter derivative contract (OTC derivative) contracts. We use the simple CVA approach in conformity with the Basel III advanced approaches.

⁽⁴⁾ Minimum requirements include a CCB of 2.5% and a SCB of 2.5% for the advanced approaches and the standardized approach, respectively, a G-SIB surcharge of 1.0% and a countercyclical buffer of 0%. Our SCB requirement remains at 2.5% for the period from October 1, 2025, through September 30, 2026 based on the results of the 2025 supervisory stress test. Additionally, in February 2026 the Federal Reserve Board voted to maintain the current SCB requirements until September 30, 2027.

^{NA} Not applicable

Supplementary Leverage Ratio

The following table presents the SLR for State Street using Tier 1 capital as calculated under the SLR provisions of the Basel III final rule as of the date indicated:

TABLE 2: SUPPLEMENTARY LEVERAGE RATIO

	State Street June 30, 2026
(In millions)	
Part 1: Summary comparison of accounting assets and total leverage exposure	
Total consolidated assets as reported in published financial statements ⁽¹⁾	418,381
Derivative exposure adjustments	30,595
Repo-Style exposure adjustments	9,672
Other off-balance sheet exposures adjustments	12,939
Other Adjustments ⁽²⁾	(9,284)
Adjustments for frequency calculations ⁽¹⁾	(56,040)
Adjustments for deductions of qualifying central bank deposits for custodial banking organizations	(99,667)
Total Leverage Exposure	306,596
Part 2: Supplementary Leverage Ratio⁽³⁾	
On-balance sheet exposures	
On-balance sheet assets (excluding on-balance sheet assets for repo-style transactions and derivative exposures, but including collateral)	317,236
LESS: Amounts deducted from tier 1 capital	9,284
LESS: Deductions of qualifying central bank deposits from total on-balance sheet exposures for custodial banking organizations	99,667
Total on-balance sheet exposures	208,285
Derivative exposures	
Replacement cost for derivative exposures	10,409
Add-on amounts for potential future exposure (PFE) for derivative exposures	24,824
Gross-up for collateral posted if deducted from the on-balance sheet assets	1,537
LESS: Deductions of receivable assets for cash variation margin posted in derivative transactions, if included in on-balance sheet assets	485
Total derivative exposures	36,285
Repo-style transactions	
On-balance sheet assets for repo-style transactions	267,104
LESS: Reduction of the gross value of receivables in reverse repurchase transactions by cash payables in repurchase transactions under netting agreements	227,689
Counterparty credit risk for all repo-style transactions	9,647
Exposure for repo-style transactions where a banking organization acts as an agent	25
Total exposures for repo-style transactions	49,087
Other off-balance sheet exposures	
Off-balance sheet exposures at gross notional amounts	37,548
LESS: Adjustments for conversion to credit equivalent amounts ⁽⁴⁾	24,609
Off-balance sheet exposures	12,939
Capital and total leverage exposure	
Total leverage exposure	306,596
Tier 1 capital	18,984
Supplementary leverage ratio⁽³⁾	6.2 %

⁽¹⁾ In accordance with the SLR rule, total consolidated assets are reported as quarter-end balances, whereas certain other line items in Part 1 are reported as average balances for the quarter. To account for this timing difference, a frequency adjustment has been included.

⁽²⁾ "Other Adjustments" primarily includes goodwill and other intangible assets, net of associated deferred tax liabilities, with all such adjustments applied in conformity with the Basel III final rule as well as other applicable regulatory adjustments.

⁽³⁾ Supplementary Leverage Ratio is calculated by dividing tier 1 capital (numerator) by total leverage exposure for SLR (denominator). Total leverage exposure is calculated as the quarterly average of total on-balance sheet assets plus the average of each of the three month's period-end balances for specified off-balance sheet amounts.

⁽⁴⁾ Credit equivalent amounts are calculated using the credit conversion factors in accordance with the Basel III standardized approach.

Leverage Ratios

We are subject to a minimum Tier 1 leverage ratio and a SLR. The Tier 1 leverage ratio is based on Tier 1 capital and adjusted quarterly average on-balance sheet assets. The SLR is based on total leverage exposure and includes certain off-balance sheet exposures not used in the calculation of the minimum Tier 1 leverage ratio. We must maintain a minimum Tier 1 leverage ratio of 4%.

Global Systemically Important Bank

We are designated as a large BHC subject to enhanced supervision and prudential standards, commonly referred to as a Systemically Important Financial Institution (SIFI). We have been identified by the Financial Stability Board (FSB) and the Basel Committee on Banking Supervision (BCBS) as a G-SIB. Our designation as a G-SIB requires us to maintain an additional capital buffer above the Basel III final rule minimum CET1 capital ratio of 4.5%, based on a number of factors, as evaluated by banking regulators.

Our current G-SIB surcharge is 1.0% and based upon calculations using data as of December 31, 2025, our surcharge will remain at 1.0% through December 31, 2027.

As a U.S. G-SIB, we are subject to a minimum SLR of 3%, and are also subject to eSLR standards, including a buffer equal to 50% of our G-SIB method 1 capital surcharge at the holding company (in order to avoid limitations on distributions to shareholders and discretionary bonus payments) and, similarly, a buffer equal to 50% of our G-SIB's method 1 capital surcharge, capped at 1%, at State Street Bank (in order to avoid limitations on distributions to shareholders and discretionary bonus payments). If we do not maintain the 0.5% buffer at the holding company or State Street Bank, limitations on these distributions and discretionary bonus payments would be increasingly stringent based upon the extent of the shortfall.

Total Loss-Absorbing Capacity

The Federal Reserve's final rule on TLAC, LTD and clean holding company requirements for U.S. domiciled G-SIBs, such as us, is intended to improve the resiliency and resolvability of certain U.S. banking organizations through enhanced prudential standards, and requires us, among other things, to comply with minimum requirements for external TLAC (combined eligible tier 1 regulatory capital and LTD) and LTD. Specifically, we must hold:

Amount equal to:	
External TLAC	Greater of: 21.5% of total RWA (18.0% minimum plus 2.5% plus a G-SIB surcharge calculated for these purposes under Method 1 of 1.0% plus any applicable countercyclical buffer, which is currently 0%); and 8.0% of total leverage exposure (7.5% minimum plus the eSLR buffer of 0.5%), as defined by the SLR final rule.
Qualifying external LTD	Greater of: 7.0% of RWA (6.0% minimum plus a G-SIB surcharge calculated for these purposes under method 2 of 1.0%); and 3.0% of total leverage exposure (2.5% minimum plus the eSLR buffer of 0.5%), as defined by the SLR final rule.

The following table presents external TLAC and external LTD as of June 30, 2026.

TABLE 3: TOTAL LOSS-ABSORBING CAPACITY

(Dollars in millions)	As of June 30, 2026				
	Actual		Requirement		
Total loss-absorbing capacity:					
Risk-weighted assets	\$ 39,937	27.8 %	\$ 30,832	21.5 %	
Total leverage exposure	39,937	13.0	24,528	8.0	
Long-term debt:					
Risk-weighted assets	18,403	12.8	10,038	7.0	
Total leverage exposure	18,403	6.0	9,198	3.0	

Regulatory Capital Instruments

Instruments issued and included in our regulatory capital include common stock, preferred stock and tier 2 qualifying subordinated long-term debt. The following table presents summary information about the capital instruments included as of June 30, 2026:

TABLE 4: REGULATORY CAPITAL INSTRUMENTS

June 30, 2026

(Dollars in millions)

Description	Amount Issued	Capital Amount	Capital Category	Type	Maturity	Dividend/Coupon
Equity:						
Common stock ⁽¹⁾	(6,773)	(6,773)	CET1	NA	NA	NA ⁽⁴⁾
Series G Preferred stock ⁽²⁾	493	493	Tier 1	Fixed to Float	NA	5.350 ⁽⁵⁾
Series I Preferred stock ⁽²⁾	1,481	1,481	Tier 1	Fixed to Fixed Reset	NA	6.700 ⁽⁵⁾
Series J Preferred stock ⁽²⁾	842	842	Tier 1	Fixed to Fixed Reset	NA	6.700 ⁽⁵⁾
Series K Preferred stock ⁽²⁾	743	743	Tier 1	Fixed to Fixed Reset	NA	6.450 ⁽⁵⁾
Qualifying subordinated long-term debt:						
Subordinated debt ⁽³⁾	500	516	Tier 2	Fixed to Float	November 1, 2034	3.031
Subordinated debt	850	677	Tier 2	Fixed	March 3, 2031	2.200
Subordinated debt	500	498	Tier 2	Fixed to Float	November 21, 2034	6.123

⁽¹⁾ Amount consists of common stock issued and related surplus, net of common stock held in treasury.

⁽²⁾ Amount issued is net of related issuance costs. Dividends payable on preferred stock are non-cumulative and are payable if, as and when declared by the Board.

⁽³⁾ This issuance has a November 1, 2029 call date.

⁽⁴⁾ Common Stock dividends are payable if, as and when declared quarterly by the Board with no contractual obligation or stated coupon rate.

⁽⁵⁾ For more details related to preferred stock dividends, refer to Table 5 below.

NA Not applicable

Common Stock

Our common stock consists of 750,000,000 shares authorized for issuance, \$1.00 par value per share, of which 503,879,642 shares were issued. Of the shares issued, 229,177,092 were held in treasury, and 274,702,550 shares were outstanding as of June 30, 2026. Our common stock is listed on the New York Stock Exchange under the ticker symbol STT. Outstanding shares of our common stock are validly issued, fully paid and non-assessable. Holders of our common stock are not, and will not be, subject to any liability as shareholders.

Holders of our common stock are entitled to receive dividends if, as and when declared by the Board of Directors (Board) out of any funds legally available for dividends. Holders of our common stock are also entitled, upon our liquidation, and after claims of creditors and the preferences of any class or series of preferred stock outstanding at the time of liquidation, to receive our net assets on a pro-rata basis.

Holders of our common stock are entitled to one vote for each share that they hold and are vested with all of the voting power except as the Board has provided, or may provide in the future, with respect to preferred stock or any other class or series of preferred stock that the Board may hereafter authorize.

Preferred Stock

Our preferred stock has, and any other series of preferred stock upon issuance will have, preference over our common stock with respect to the payment of dividends and the distribution of assets in the event of our liquidation, winding up or dissolution. Our preferred stock also has such other preferences as may be fixed by the Board.

The following table presents the details on each of the series of the preferred stock issued and outstanding as of June 30, 2026:

TABLE 5: PREFERRED STOCK

Preferred Stock ⁽¹⁾	Issuance Date	Depository Shares Issued	Amount outstanding (In millions)	Ownership Interest Per Depository Share	Liquidation Preference Per Share	Liquidation Preference Per Depository Share	Per Annum Dividend Rate	Dividend Payment Frequency	Carrying Value as of June 30, 2026 (In millions)	Redemption Date ⁽²⁾
Series G	April 2016	20,000,000	\$ 500	1/4,000th	100,000	25	5.35% ⁽³⁾	Quarterly: March, June, September and December	\$ 493	March 15, 2026
Series I	January 2024	1,500,000	1,500	1/100th	100,000	1,000	6.700% through March 14, 2029; resets March 15, 2029 and every subsequent five-year anniversary at the five-year U.S. Treasury rate plus 2.613%	Quarterly: March, June, September and December	1,481	March 15, 2029
Series J	July 2024	850,000	850	1/100th	100,000	1,000	6.700% through September 14, 2029; resets September 15, 2029 and every subsequent five-year anniversary at the five-year U.S. Treasury rate plus 2.628%	Quarterly: March, June, September and December	842	September 15, 2029
Series K	February 2025	750,000	750	1/100th	100,000	1,000	6.450% through September 14, 2030; resets September 15, 2030 and every subsequent five-year anniversary at the five-year U.S. Treasury rate plus 2.135%	Quarterly: March, June, September and December	743	September 15, 2030

⁽¹⁾The preferred stock and corresponding depository shares may be redeemed at our option in whole, but not in part, prior to the redemption date upon the occurrence of a regulatory capital treatment event, as defined in the certificate of designation, at a redemption price equal to the liquidation price per share and liquidation price per depository share plus any declared and unpaid dividends, without accumulation of any undeclared dividends.

⁽²⁾On the redemption date, or any dividend payment date thereafter, the preferred stock and corresponding depository shares may be redeemed by us, in whole or in part, at the liquidation price per share and liquidation price per depository share plus any declared and unpaid dividends, without accumulation of any undeclared dividends.

⁽³⁾The dividend rate for the floating rate period of the Series G preferred stock that began on March 15, 2026 and all subsequent floating rate periods will remain at the current fixed rate in accordance with the London Interbank Offered Rate (LIBOR) Act and the contractual terms of the Series G preferred stock.

Qualifying Subordinated Long-Term Debt

Subordinated debt included in our tier 2 capital is comprised of three issuances: \$500 million maturing on November 1, 2034 with a November 1, 2029 call date; \$850 million maturing on March 3, 2031; and \$500 million maturing on November 21, 2034. As is necessary to qualify for inclusion in tier 2 capital, among other things, these issuances each have a minimum original maturity of at least five years. As required by Basel III, in the last five years before its maturity, the amount of an issuance included in tier 2 capital is discounted downward by cumulative increments of 20% per year until its maturity. When the remaining maturity is less than one year, the amount is excluded from tier 2 capital.

Total Risk-Weighted Assets

The following table presents the components of our total RWA and, where applicable, sub-components related to credit risk, operational risk and market risk for State Street and State Street Bank, calculated under the advanced approaches provisions of the Basel III final rule as of the date indicated:

TABLE 6: COMPONENTS OF TOTAL RISK-WEIGHTED ASSETS

June 30, 2026	State Street		State Street Bank	
(In millions)	RWA	EAD ⁽¹⁾	RWA	EAD ⁽¹⁾
Credit risk:				
Wholesale	\$ 38,309	388,337	\$ 38,337	\$ 387,514
Securitizations ⁽²⁾	5,562	25,724	5,562	25,724
Equity ⁽²⁾	6,844	7,829	3,388	5,042
All other ⁽³⁾	11,797	10,175	10,647	9,217
Credit valuation adjustment ⁽⁴⁾	4,293	NA	4,512	NA
Total credit risk⁽⁵⁾	66,805	\$ 432,065	62,446	\$ 427,497
Operational risk⁽⁶⁾	46,950	NA	46,575	NA
Market risk:		Sixty-Day Average VaR		Sixty-Day Average VaR
Value-at-risk ⁽⁷⁾	338	9	338	9
Stressed value-at-risk ⁽⁷⁾	2,400	64	2,400	64
Total market risk	2,738		2,738	
Total risk-weighted assets	\$ 116,493		\$ 111,759	

⁽¹⁾ Exposure at Default (EAD) represents our estimated exposure to a counterparty if that counterparty defaults; EAD is more fully described under "AIRB Approach" in this Public Disclosure.

⁽²⁾ Additional detail with respect to the RWA and EAD of securitizations and equity exposures is provided under "Securitizations" and "Equity Exposures Not Subject to Market Risk Rule," respectively, in this Public Disclosure.

⁽³⁾ "All Other" consists of assets not assigned to an exposure category and exposures defined as "non material".

⁽⁴⁾ CVA reflects the risk of potential fair-value adjustments for credit risk reflected in our valuation of OTC derivative contracts. We use the simple CVA approach in conformity with the Basel III Final rule.

⁽⁵⁾ RWA reflects 1.06 supervisory scaling factor described earlier in this Public Disclosure under "Regulatory Capital Requirements."

⁽⁶⁾ RWA for operational risk are calculated using required capital measured by an internally developed loss distribution model; refer to "Operational Risk" in this Public Disclosure.

⁽⁷⁾ RWA for market risk associated with trading activities are calculated based on respective 60-day moving averages of VaR and stressed-VaR measures; refer to "Market Risk" in this Public Disclosure.

^{NA} Not applicable

RISK MANAGEMENT

General

In the normal course of our business activities, we are exposed to a variety of risks, some that are inherent in the financial services industry, and others that are more specific to our business activities. Our risk management framework focuses on material risks, which include the following:

- credit and counterparty risk;
- liquidity risk, including funding and management;
- operational risk;
- information technology risk and cybersecurity;
- resiliency risk;
- market risk associated with our trading activities;
- market risk associated with our non-trading activities, referred to as asset and liability management, consisting primarily of interest rate risk;
- model risk;
- strategic risk; and
- reputational, compliance, fiduciary and business conduct risk.

For more information on our risk management framework, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Governance and Structure

We have an approach to risk management that involves all levels of management, from the Board and its committees, including its Examining & Audit Committee of the Board (E&A Committee), Risk Committee (RC), Human Resources Committee (HRC), and Technology and Operations Committee, to each business unit and each employee. We allocate responsibility for risk oversight so that risk/return decisions are made at an appropriate level, and are subject to robust and effective review and challenge. While we believe that our risk management program is effective in managing the risks in our businesses, internal and external factors may create risks that cannot always be identified or anticipated.

Agency Credit Ratings

Our ability to maintain consistent access to liquidity is fostered by the maintenance of high investment grade ratings as measured by major credit rating agencies. Factors essential to maintaining high credit ratings include:

- diverse and stable core earnings;
- relative market position;
- strong risk management;
- strong capital ratios;
- diverse liquidity sources, including the global capital markets and client deposits;
- strong liquidity monitoring procedures; and
- preparedness for current or future regulatory developments.

High ratings limit borrowing costs and enhance our liquidity by:

- providing confidence for unsecured funding and depositors;
- increasing the potential market for our debt and improving our ability to offer products;
- facilitating reduced collateral haircuts in secured lending transactions; and
- engaging in transactions in which clients value high credit ratings.

A downgrade or reduction in our credit ratings could have a material adverse effect on our liquidity by restricting our ability to access the capital markets, which could increase the related cost of funds. In turn, this could cause the sudden and large-scale withdrawal of unsecured deposits by our clients, which could lead to drawdowns of unfunded commitments to extend credit or trigger requirements under securities purchase commitments; or require additional collateral or force terminations of certain trading derivative contracts. For more information, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

MODEL RISK MANAGEMENT

State Street uses models to support its financial decision-making and business activities. Model risk is the potential for adverse outcomes due to incorrectly implemented or misused model outputs. Model Risk Management (MRM) is a separate control function within Enterprise Risk Management (ERM) responsible for specifying and maintaining the firmwide MRM policy and framework designed to monitor and control model risk within our risk appetite.

The MRM framework includes:

- Model risk governance that defines roles and responsibilities, including the authority to restrict model usage, provides policies and guidance, monitors compliance, and reports regularly to relevant internal committees and

the Board of Directors on the overall degree of model risk across the firm;

- Model development standards that focus on conceptual soundness and computational accuracy, data quality, robustness, stability, and sensitivity to assumptions; and
- Model validation standards designed to verify that models are conceptually sound, are computationally accurate, are performing as expected, and are in line with their intended use, and evaluate the level of model risk for each model by considering the model's materiality, usage, performance, and sufficiency of compensating controls among other factors.

The MRM Framework, highlighted above, also provides insight and guidance into addressing key model risks that arise.

Governance

Models used in the regulatory capital calculation can only be deployed for use after undergoing a model validation by ERM's MRM group. The model validation results and/or a decision by the MRC, a subcommittee of Technology and Operational Risk Committee (TORC), must permit model usage or the model may not be used.

ERM's MRM group is responsible for defining the corporate-wide model risk management framework and maintaining policies that are designed to achieve the framework's objectives. All regulatory capital calculation models, including any artificial intelligence and machine learning models, must comply with the model risk management framework and corresponding policies. The group is responsible for overall model risk governance capabilities, with particular emphasis in the areas of model identification, model validation, model risk reporting, model performance monitoring, tracking of new model development status and committee-level review and challenge.

The MRC, which is composed of senior managers representing MRM along with functional areas and business units provides guidance and oversight to the MRM function.

Model Development, Usage and Ongoing Monitoring

Models are developed under guidelines governing data sourcing, methodology selection and model integrity testing. Model development includes a statement of purpose to align development with intended use. It may also include a comparison of alternative approaches to promote a sound modeling approach.

Model developers conduct an assessment of data quality and relevance. The development teams conduct a variety of tests of the accuracy, robustness and stability of each model.

Model owners submit models to the Model Validation Group (MVG) for validation on a regular basis, as per the existing policy. The model owners also conduct ongoing monitoring of each model.

Model Validation

MVG is part of MRM within ERM and performs model validations and reviews. MVG is independent, as contemplated by applicable bank regulatory requirements, of both the developers and users of the models. MVG validates models through an evaluation process that assesses the appropriateness, accuracy, and suitability of data inputs, methodologies, documentation, assumptions, and processing code. Model validation also encompasses an assessment of model performance, sensitivity, and robustness, as well as a model's potential limitations given its particular assumptions or deficiencies. Based on the results of its review, MVG issues a model use decision and may require remedial actions and/or compensating controls on model use. MVG also maintains a model risk rating system (MRRS), which assigns a risk rating to each model based on an assessment of a model's inherent and residual risks. These ratings aid in the understanding and reporting of model risk across the model portfolio, and enable the triaging of needs for remediation.

Although model validation is the primary method of subjecting models to independent review and challenge, in practice, a multi-step governance process provides the opportunity for challenge by multiple parties. First, MVG conducts a model validation and issues a model use decision. MVG communicates their result as one of the following three outcomes: "Approved," "Approved with conditions," or "Not Approved". There are three ways in which a model can be deemed "Not approved for Use" given a validation: 1) the aggregation of the model scoring within MRM's MRRS rating system is poor enough to result in a "high" rating, 2) the scoring of one or more model risk rating system element(s) is deemed "critical" resulting in an automatic "high" rating irrespective of the other elements as the "critical" element(s) undermines the model, or 3) the remediation action is not properly taken by the due date resulting in a severe compliance breach that undercuts the model rating. Second, these decisions may be reviewed, challenged, and confirmed by the MRC. Finally, model use decisions, risk ratings, and overall levels of model risk may be escalated to and reviewed by TORC. MRM also reports regularly on model risk issues to the Enterprise Risk Committee (ERC) and Board.

WHOLESALE CREDIT RISK

Core Policies and Principles

We define credit risk as the risk of financial loss if a counterparty, borrower or obligor, is either unable or unwilling to repay borrowings or settle contractual transactions in accordance with underlying terms.

Credit risk may occur in our business activities through traditional lending such as loans and standby letters of credit; in our investment securities portfolio; in direct or indemnified agency trading activities, such as foreign exchange, principal securities lending and indemnified agency securities lending; in our treasury operations through deposit placements and other cash balances held with central banks or private sector institutions; and in our custody business through overdrafts. Credit risk is also incurred in our day-to-day settlement operations.

We distinguish between three major types of credit risk:

- **Default risk** - the risk that a counterparty fails to meet its contractual payment obligations;
- **Country risk** - the risk that we may suffer a loss, in any given country, due to any of the following reasons: deterioration of economic conditions, political and social upheaval, nationalization and appropriation of assets, government repudiation of indebtedness, exchange controls and disruptive currency depreciation or devaluation; and
- **Settlement risk** - the risk that the settlement or clearance of transactions will fail, which arises whenever the exchange of cash, securities or other assets is not simultaneous.

The Credit and Market Risk Committee (CMRC), directly and via its designated subcommittees, provides firmwide oversight of credit and market risks at State Street. The subcommittees of the CMRC include the Credit Committee (CC) and Trading and Market Risk Committee (TMRC). The acceptance of credit risk by us is governed by corporate policies and guidelines, which include standardized procedures applied across the entire organization. These policies and guidelines include specific requirements related to each counterparty's risk profile; the markets served; counterparty, industry and country concentrations; and regulatory compliance. These policies and procedures also implement a number of core principles, which include the following:

- We measure and consolidate credit risks attributed to each counterparty, or group of counterparties, in accordance with a "one-obligor" principle that aggregates risks across our business units;
- ERM reviews and approves all material extensions of credit, and material changes to such extensions of credit (such as changes in term, collateral structure or covenants), in accordance with assigned credit-approval authorities;
- Credit-approval authorities are assigned to individuals according to their qualifications, experience and training, and these

authorities are periodically reviewed. Our largest exposures require approval by the CC, a subcommittee of the CMRC. With respect to small and low-risk extensions of credit to certain types of counterparties, approval authority may be granted to individuals outside of ERM;

- We seek to avoid or limit undue concentrations of risk. Counterparty (or groups of counterparties), industry, country and product-specific concentrations of risk are subject to frequent review and approval in accordance with our risk policies and appetite;
- We evaluate the creditworthiness of counterparties through a detailed risk assessment, including the use of internal risk-rating methodologies;
- We review all extensions of credit and the creditworthiness of counterparties at least annually. The nature and extent of these reviews are determined by the size, nature and term of the extensions of credit and the creditworthiness of the counterparty; and
- We subject all corporate policies and guidelines to annual review as an integral part of our periodic assessment of our risk appetite.

Our corporate policies and guidelines require that all extensions of credit are consistent with the bank's standards, limit credit-related losses, and support our goal of maintaining a strong financial condition.

For more information, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Structure and Organization

CMRC escalates material matters to ERC. The Credit Risk group within ERM is responsible for the assessment, approval and monitoring of credit risk across State Street. The group is managed centrally, has dedicated teams in a number of locations worldwide across our businesses, and is responsible for related policies and procedures and for our internal credit-rating systems and methodologies. In addition, the group, in conjunction with the business units, establishes appropriate measurements and limits to control the amount of credit risk accepted across State Street's various business activities at the country of risk level, portfolio level and individual counterparty or group of counterparty level. These measurements and limits are reviewed periodically.

In conjunction with other groups in ERM, the Credit Risk group is jointly responsible for the design, implementation and oversight of our credit risk measurement and management systems, including data and assessment systems, quantification systems and the reporting framework.

Various key committees within State Street are responsible for the oversight of credit risk and associated credit risk policies, systems and models. All credit-related activities are governed by our risk appetite framework and our credit risk guidelines, which define our general philosophy with respect to credit risk and the manner in which we control, manage and monitor such risks.

Key governance activities of the CMRC include: risk appetite development, limit setting and breach management, and applicable risk policies.

The CC has responsibility for assigning credit authority and approving the largest and higher-risk extensions of credit to individual counterparties or groups of counterparties.

Credit Ratings

We perform initial and ongoing reviews to exercise due diligence on the creditworthiness of our counterparties when conducting any business with them or approving any credit limits.

This due diligence process generally includes the assignment of an internal credit rating, which is determined by the use of internally developed and validated methodologies, scorecards and a 15-grade rating scale. This risk-rating process incorporates the use of risk-rating tools in conjunction with management judgment; qualitative and quantitative inputs are captured in a replicable manner and, following a formal review and approval process, an internal credit rating based on our rating scale is assigned. We generally rate our counterparties individually, although some counterparties defined by us as low-risk are rated on a pooled basis. Credit ratings are reviewed and approved by the Credit Risk group or its delegates. We evaluate and rate the credit risk of our counterparties on an ongoing basis. To facilitate comparability across the portfolio, counterparties within a given sector are rated using a risk-rating tool developed for that sector.

Our risk-rating methodologies are validated and approved by MVG and approved for implementation to production by CC, a sub-committee of the CMRC.

We generally rate our counterparties individually, although some accounts defined by us as low-risk are rated on a pooled basis. We evaluate and rate the credit risk of our counterparties on an ongoing basis.

Risk Parameter Estimates

Our internal risk-rating system promotes a clear and consistent approach to determining appropriate credit risk classifications for our credit counterparties and exposures. This allows us to track the changes in risk associated with these counterparties and exposures over time. This capability enhances our ability to calculate both risk exposures and capital, and enables better strategic decision-making across the organization.

More specifically, our internal risk rating system is used for the following purposes:

- The assessment of the creditworthiness of new counterparties and, in conjunction with our risk appetite statement, the development of appropriate credit limits for our products and services, including loans, foreign exchange, securities finance, placements and repurchase agreements;
- The automation of limit approvals for certain low-risk counterparties, as defined in our credit risk guidelines and based on the counterparty's probability of default (PD);
- The development of approval authority matrices based on PD; riskier counterparties with higher PDs require higher levels of approval for a comparable PD and limit size compared to less risky counterparties with lower PDs;
- The analysis of risk concentration trends using historical PD and exposure-at-default (EAD), data;
- The determination of the level of management review of short-duration advances depending on PD; riskier counterparties with higher rating class values generally trigger higher levels of management escalation for comparable short-duration advances compared to less risky counterparties with lower rating-class values;
- The monitoring of credit facility utilization levels using EAD values and the identification of instances where counterparties have exceeded limits;
- The aggregation and comparison of counterparty exposures with risk appetite levels to determine if businesses are maintaining appropriate risk levels; and
- The determination of our regulatory capital requirements for the AIRB set forth in the Basel framework.

Credit Risk Mitigation

We seek to limit our credit exposure and reduce any potential credit losses through the use of various types of credit risk mitigation. The Basel III final rule permits us to reflect the application of credit risk mitigation when it meets the standards outlined therein. Examples of forms of credit risk mitigation include a security interest in financial and non-financial assets (collateral), netting and guarantees. Where permissible, we apply the recognition of collateral, guarantees and netting to mitigate overall risk within our counterparty credit portfolio. While credit default swaps are permitted under the Basel III final rule, we do not actively use credit default swaps as a risk mitigation tool.

Collateral

In many parts of our business, we regularly require or agree for collateral to be received from or provided to clients and counterparties in connection with contracts that involve credit risk. In our trading businesses, this collateral is typically in the form of cash, as well as highly-rated and/or liquid securities (i.e. government securities and other bonds or equity securities). Credit risks in our non-trading and securities finance businesses are also often secured by bonds and equity securities and by other types of assets. Collateral serves to reduce the risk of loss inherent in an exposure. However, changing market values of the collateral we hold, unexpected increases in the credit exposure to a client or counterparty, reductions in the value or change in the type of securities held by us, as well as operational errors or errors in the manner in which we seek to exercise our rights, may reduce the risk mitigation effects of collateral. While collateral is often an alternative source of repayment, it does not replace the requirement within our policies and guidelines for high-quality underwriting. We also may choose to incur credit exposure without the benefit of collateral or other risk mitigating credits rights.

Our credit risk guidelines require that the collateral we accept for risk mitigation purposes is of high quality, can be reliably valued and is supported by a valid security interest that permits liquidation if or when required. Generally, when collateral is of lower quality, more difficult to value or more challenging to liquidate, higher discounts to market values are applied for the purposes of measuring credit risk. For certain less liquid collateral, longer liquidation periods are assumed when determining the credit exposure.

All types of collateral are assessed regularly by ERM, as is the basis on which the collateral is valued. Our assessment of collateral, including the ability to liquidate collateral in the event of a counterparty default, and also with regard to market values of collateral under a variety of hypothetical market conditions, is an integral component of our assessment of risk and approval of credit limits. We also seek to identify, limit and monitor instances of “wrong-way” risk, where a counterparty’s risk of default is positively correlated with the risk of our collateral eroding in value.

We maintain policies and procedures requiring that documentation used to collateralize a transaction is legal, valid, binding and enforceable in the relevant jurisdictions. We also conduct legal reviews to assess whether our documentation meets these standards on an ongoing basis.

For a discussion of the additional collateral or termination payments that may be called in the event of a future credit rating downgrade of the Firm, see “Derivatives Netting and Credit Contingencies”

section in “Note 7. Derivative Financial Instruments” in our Q2 2026 Form 10-Q.

Netting

Netting is a mechanism that allows institutions and counterparties to net offsetting exposures and payment obligations against one another through the use of qualifying master netting agreements. A master netting agreement allows for certain rights and remedies upon a counterparty default, including the right to net obligations arising under derivatives or other transactions under such agreement. In such an event, the netting of obligations would result in a single net claim owed by, or to, the counterparty. This is commonly referred to as “close-out netting,” and is pursued wherever possible. We may also enter into master agreements that allow for the netting of amounts payable on a given day and in the same currency, reducing our settlement risk. This is commonly referred to as “payment netting,” and is widely used in our foreign exchange activities.

As with collateral, we have policies and procedures in place to apply close-out and payment netting only to the extent that we have verified legal validity and enforceability of the master agreement. In the case of payment netting, operational constraints may preclude us from reducing settlement risk, notwithstanding the legal right to require the same under the master netting agreement. In the event we become unable, due to operational constraints, actions by regulators, changes in accounting principles, law or regulation (or related interpretations) or other factors, to net some or all of our offsetting exposures and payment obligations under those agreements, we would be required to gross up our assets and liabilities on our statement of condition and our calculation of RWA, accordingly. This would result in a potentially material change in our regulatory ratios, including the Liquidity Coverage Ratio (LCR), and present increased credit, liquidity, asset and liability management and operational risks, some of which could be material.

Guarantees

A guarantee is a financial instrument that results in credit support being provided by a third party, (i.e., the protection provider) to the underlying obligor (the beneficiary of the provided protection) on account of an exposure owing by the obligor. The protection provider may support the underlying exposure either in whole or in part. Support of this kind may take different forms. Typical forms of guarantees provided to us include financial guarantees, letters of credit, bankers’ acceptances, purchase undertaking agreement contracts and insurance.

We have established a review process to evaluate guarantees under the applicable requirements of our policies and Basel III requirements. Governance for this evaluation is covered under policies and procedures that require

regular reviews of documentation, jurisdictions and credit quality of protection providers.

State Street currently recognizes the risk mitigating benefit of eligible guarantees issued by investment grade affiliates of certain Securities Finance and FX derivative counterparties (banking entities).

We do not believe that our exposure to any particular credit risk mitigation tool results in a significant concentration risk.

Credit Limits

Central to our philosophy for our management of credit risk is the approval and imposition of credit limits, against which we monitor the actual and potential future credit exposure arising from our business activities with counterparties or groups of counterparties. Credit limits are a reflection of our risk appetite, which may be determined by the creditworthiness of the counterparty, the nature of the risk inherent in the business undertaken with the counterparty, or a combination of relevant credit factors. Our risk appetite for certain sectors and certain countries and geographic regions may also influence the level of risk we are willing to assume to certain counterparties.

The analysis and approval of credit limits are undertaken in a consistent manner across our businesses, although the nature and extent of the analysis may vary, based on the type, term and magnitude of the risk being assumed. Credit limits and underlying exposures are assessed and measured on both a gross and net basis where appropriate, with net exposure determined by deducting the value of any collateral held from gross exposure. For certain types of risk being assumed, we will also assess and measure exposures under a variety of hypothetical market conditions.

Credit limits are re-evaluated annually, or more frequently as needed, and are revised periodically on prevailing and anticipated market conditions, changes in counterparty or country-specific credit ratings and outlook, changes in our risk appetite for certain counterparties, sectors or countries, and enhancements to the measurement of credit utilization.

Advanced Internal Ratings-Based Approach

We measure and monitor our wholesale credit risk exposures by applying the AIRB approach using standard risk parameters, all of which apply methodologies consistent with the Basel framework. With respect to our Securities Finance - Agency securities lending business, we measure our credit risk exposures using a VaR model that has been reviewed and approved by our primary regulator.

The AIRB approach consists of three main building blocks:

- **PD.** We define PD as our estimate of the long-run average likelihood that a counterparty will be unable to meet its financial or settlement obligations over a one-year time horizon, expressed as a percentage. A PD is computed for each of our counterparties using a model specific to the type of counterparty or sector; the PD is then converted into a numeric credit rating using our 15-grade rating masterscale.
- **LGD.** We define loss given default (LGD) as our estimate of the economic loss per dollar of EAD (described below) that we would expect to incur in the event of a counterparty default, within a one-year time horizon in economic downturn conditions, expressed as a percentage. LGD amounts are based on the specific characteristics and structure of the individual exposures to a counterparty or based on the general characteristics of the counterparty.
- **EAD.** We define EAD as our estimate of our exposure to a counterparty upon a default by that counterparty. For example, this amount may represent the outstanding principal balance of a loan or the fair value and potential future exposure of a derivative contract.

Estimation and Validation of PD, LGD and EAD

We calculate our PD, LGD and EAD parameters under a unified framework that assesses the relative risk of different exposures and counterparty types. All three parameters are based upon a consistent definition of default.

Definition of Default

We consider a counterparty to be in default if: (1) we determine that the counterparty is unlikely to pay its credit obligations to State Street in full; or (2) the counterparty is past due more than 90 days on any material credit obligation(s) to us.

A counterparty in default remains in default until we have reasonable assurance of repayment and performance for all contractual principal and interest payments on all of our exposures to the counterparty (other than exposures that we have fully written down or charged off).

PD Models and Development

PD models incorporate a combination of quantitative and qualitative factors to calculate a PD for a given counterparty to estimate the probability that a counterparty will default within the next year. These factors may include the counterparty's leverage, debt service capacity, return on equity and other financial ratios, including those derived from publicly-available financial reports. Other factors may include the quality of management and, for

counterparties that are investment funds, the investment strategy of the counterparty, derived from research performed by our credit analysts. The weights, or coefficients, of the factors used in our PD models are generally estimated using a statistical method known as regression analysis.

We use professional judgment to determine some of the qualitative risk factors, including the use of warning signals. Such professional judgment is consistently supported and validated by in-depth analysis.

PD estimates require sufficient data to provide a reasonable level of statistical certainty that ensure the results are reasonable and acceptable. Our PD models are developed with a minimum of five years of data. When internal and external default information is limited, expert judgment approach is adopted and a margin of conservatism is included within the estimates to allow for a level of uncertainty to be reflected in the model output.

Since historical default rates in our portfolios are limited, our PD models rely on a shadow-rating method based on default-rate data obtained from independent credit rating agencies. When both external data and internal data are limited, expert judgment models are developed. We update our models in accordance with our internal model governance policies and related regulatory requirements.

We perform tests of model integrity on each PD model as part of our model development and annual process update.

Our PD models are based on the following assumptions:

- The selected modeling approach is valid, (i.e., the data is representative of the current portfolio), the model is suitable for the parameter estimation, and the estimated relationship based on the historical data can be applied to the current portfolio;
- Since defaults in our portfolio are rare, we use the default data from historically recognized statistical rating agencies for modeling purposes; and
- Non-publicly-rated counterparties share the same risk characteristics as publicly-rated counterparties; this allows the use of internal models developed on publicly-rated counterparties to be applied to non-publicly-rated counterparties.

Credit Rating Process

We have created rating tools to rate the credit quality of our counterparties, as delineated below:

- Banks;
- Broker/dealers;
- Commercial Real Estate;
- Corporations;
- Insurance Companies;
- Sovereigns;
- Municipalities;
- Alternative Funds;
- Real Money Funds.

PD Mapping

We have developed mapping models based on the actual long-term average annual default rates for each external rating reported by the major independent credit rating agencies. External ratings are associated with corresponding PDs and, in turn, are mapped to the appropriate State Street internal ratings by comparing the PDs to the upper and lower boundaries of our masterscale. The mapping specifies the relationship between the internal and external credit ratings.

The following table presents our general masterscale, which is used for the vast majority of our counterparties:

TABLE 7: GENERAL MASTERSCALE

Category	State Street Risk Rating	PD (Basis Points)	PD Band (Basis Points)		External Equivalent	
			Lower Bound (PD>)	Upper Bound (PD<=)	External Agency Rating	External Agency Rating for Municipal
Pass (1-10)	1	1	—	1.7	AAA to AA	Aaa to A1
	2	3	1.7	3.9	AA-	A2 to A3
	3	5	3.9	7	A+ to A	Baa1
	4	10	7	14	A-	Baa2
	5	20	14	28	BBB+	Baa3 to Ba1
	6	40	28	57	BBB to BBB-	Ba2
	7	80	57	113	BB+	Ba3
	8	160	113	219	BB to BB-	B1
	9	300	219	387	B+	B2
	10	500	387	707	B	B3
Special Mention (11-12)	11	1,000	707	1,414	B- to CCC+	Caa1 to Caa3
	12	2,000	1,414	3,162	CCC to CCC-	Ca
Substandard	13	5,000	3,162	7,071	CC to C	C
Doubtful	14	10,000	7,071	10,000	D	D
Loss	15	10,000	10,000	10,000	D	D

Note: Exposures within rating bands 1-10 may also be considered Special Mention if rated 10 and on the Counterparty Surveillance List or if deemed to fit the regulatory definition

LGD Models and Development

Our LGD models incorporate professional judgment as well as quantitative approaches. Among other things, our LGD models incorporate several factors, including facility type, facility seniority, counterparty type, industry, jurisdiction, market type, type of collateral, and the amount of underlying collateral.

The Basel framework requires robust LGD models to be built using at least seven years of historical default data. Since the historical default rates and losses of our counterparties are low, generally external data is used to construct our LGD models. For sectors without external data, expert judgment approach is adopted. Downturn LGD estimates are determined based upon historical stress periods and incorporate conservative recovery assumptions.

Our models calculate LGD as the ratio of final economic loss to EAD. The final loss is adjusted to reflect the cost and time needed to recover any underlying collateral. Final loss is also adjusted to reflect currency and jurisdiction for counterparties not domiciled in the U.S., as well as factors that affect present value.

LGD estimates generally require sufficient data to provide a reasonable level of statistical certainty that results are reliable. When internal and external default data are limited, expert judgment models are developed and a margin of conservatism is added to the estimates that reflects the level of uncertainty inherent in the model output.

Our LGD models are based on the following assumptions:

- External data sources used to address our lack of internal default experience are representative of our portfolio; where possible, we have taken steps to show that external data sources are representative of our portfolio;
- Where no internal or external data are available, expert judgment is used to provide reasonable and supportable LGD estimates; and
- Recovery amount calculations may include a distinct cost-of-recovery component related to the direct and indirect costs of liquidating assets, legal proceedings and other steps; recoveries are discounted back to the default date using discount rates and model dependent assumed times to recovery.

EAD Models and Development

Our EAD models incorporate a mix of qualitative assessment and quantitative modeling. Given the importance of EAD in our determination of RWA, we subject our EAD calculations to the same rigorous

standards as our PD and LGD calculations. We follow the general principles described below in our determination of EAD:

- We apply conservatism in our calculation of EAD, without unduly sacrificing risk sensitivity;
- We base our EAD adjustments for credit risk mitigation on properly documented qualifying master netting agreements that we determine to be legally enforceable, as well as eligible collateral; and
- We model the distribution of EAD for positions with stochastic or random exposure over the life of the exposure or, for a collateralized exposure, the liquidation time horizon of the collateral.

We use a variety of methodologies to calculate EAD for our exposures where applicable. For example, we use the Standardized Approach for Counterparty Credit Risk (SA-CCR) methodology to calculate the EAD for derivative contracts, a VaR methodology for indemnified agency securities lending, and the collateral haircut approach using supervisory haircuts for Prime Services.

The following section describes our calculations of EAD for certain lending activities, as well as our indemnified agency securities lending and principal securities lending and borrowing activities.

Committed Facilities

A Credit Conversion Factor (CCF) is designed to capture the exposure implicit in these commitments, and represents the percentage of the undrawn portion of a facility that we expect to be exposed in a default event.

Given the nature of our credit portfolio, very few empirical observations on draw-down behavior under stress exist for the vast majority of our counterparty types and associated loan products. This gives rise to challenges in deriving a quantitative estimate for potential future draws on commitments via modeling of CCFs. As such, we apply a CCF of 100% for all undrawn commitments for the purposes of State Street's regulatory capital calculation.

For such committed facilities, business specialists evaluate the terms of the agreements, as well as the need for and use of facilities across different counterparties, periodically to assess whether the 100% CCF is appropriate.

For these facilities, the outstanding balance on any particular facility does not fully capture our potential exposure in the event of a default, since the commitments have not been fully funded. As a result, we are exposed to additional losses if committed but undrawn amounts are funded. Total EAD equals the current outstanding amount plus the product of the

CCF and the undrawn portion of the committed facility.

Principal and Indemnified Agency Securities Lending and Borrowing

Under Advanced approach, we calculate EAD for our indemnified agency lending business using a VaR model, which is a hybrid of historical and parametric simulation. This hybrid VaR model separates a daily return into a systematic return and an idiosyncratic return. To determine the systematic return, a given security is mapped to an index based on several characteristics, including whether or not the security is an equity or fixed-income security, and whether it is a U.S. or a non-U.S. security, as well as other characteristics. The systematic return is then determined by the volatility-adjusted historical return on the benchmark to which the security was mapped.

The idiosyncratic return is determined by a draw from a parametric distribution. The returns are aggregated at the netting-set level, as determined by legally enforceable netting agreements. The VaR for each netting set is calculated as the convolution of the systematic and idiosyncratic returns of the securities within the netting set. The EAD for a netting set is the greater of the VaR less margin or zero.

Conservative adjustments are considered and applied to exposures when empirical observations are scarce.

Standardized approach relies upon the collateral haircut as prescribed by Basel III final rule.

We calculate EAD for our Prime Services business using the collateral haircut approach as described by the Basel III final rule.

Impairment Analysis and Allowance for Credit Losses

Our credit portfolio, and the risk profile of our counterparties, is generally of a nature, such that historically the size of our watch list is small relative to our overall credit exposure and our impaired credit assets are not significant relative to our financial assets. The processes we use to consider potential and actual impairment, together with those we use to assess the appropriate level of our allowance for credit losses, are outlined in this section.

Non-Accrual

We define past-due credits as those assets where contractually agreed payments of principal and/or interest remain unpaid by the borrower, but for which interest continues to be accrued. We generally place credit assets on non-accrual status when they become 90 days past due as to either principal and/or interest, or earlier when full collection of principal or interest is not considered probable. Credit assets 90 days past due, but considered both well-secured and in the process of collection, are treated as exceptions and may be excluded from non-accrual status.

When we place a credit asset on non-accrual status, the accrual of interest is discontinued and previously recorded but unpaid interest is reversed and charged against interest income. For credits on non-accrual status, revenue is recognized on a cash basis after recovery of principal, if and when interest payments are received. Credits may be removed from non-accrual status when repayment is reasonably assured and performance under the terms of the asset has been demonstrated.

As of June 30, 2026 and December 31, 2025, loans on non-accrual status had an amortized cost basis of \$293 million and \$258 million, respectively, none of which were more than 90 days contractually past due.

Allowance for Credit Losses

We recognize an allowance for credit losses in accordance with ASC 326 for financial assets held at amortized cost and off-balance sheet commitments. The allowance for credit losses is reviewed on a regular basis, and any provision for credit losses is recorded to reflect the amount necessary to maintain the allowance for expected credit losses at a level which represents what management does not expect to recover due to expected credit losses.

Financial assets are charged off to the allowance for credit losses in the reporting period in which either an event occurs that confirms the existence of a loss on an asset or a portion of an asset is determined to be uncollectible.

The allowance for credit losses is evaluated on a regular basis by management. Factors considered in evaluating the appropriate level of the allowances for credit losses for our credit portfolio include:

- Loss experience;
- The cumulative PD based on our internal risk rating of the counterparty's creditworthiness;
- Current and expected economic conditions and adverse situations that may affect the borrower's ability to repay;
- The LGD;
- The performance of individual counterparties in relation to contract terms, including expected rates of prepayment; and
- Other relevant factors.

The allowance for credit losses may be determined using various methods, including discounted cash flow methods, loss-rate methods, probability-of-default methods, and other quantitative or qualitative methods as determined by us. The method used to estimate expected credit losses may vary depending on the type of financial asset, our ability to predict the timing of cash flows, and the information available to us.

The allowance for credit losses as reported in our consolidated statement of condition is adjusted by the provision for credit losses, which is reported in earnings, and reduced by the charge-off of principal amounts, net of recoveries.

We measure expected credit losses of financial assets on a collective (pool) basis when similar risk characteristics exist. Each reporting period, we assess whether the assets in the pool continue to display similar risk characteristics.

For a financial asset that does not share risk characteristics with other assets, expected credit losses are measured separately using one or more of the methods noted above. As of June 30, 2026, commercial real estate loans with an amortized cost basis of \$293 million no longer met the similar risk characteristics of their collective pool. As of June 30, 2026, \$111 million of our allowance for credit losses was related to these loans.

When the asset is collateral-dependent, which means when the borrower is experiencing financial difficulty and repayment is expected to be provided substantially through the operation or sale of the collateral, the allowance for credit losses is determined based on the fair value of the collateral, adjusted for the estimated costs to sell.

An allowance for credit losses is recognized on HTM (Held-to-Maturity) securities upon acquisition of the security, and on AFS securities when the fair value and expected future cash flows of the investment securities are less than their amortized cost basis.

Determining the appropriateness of the allowance is complex and requires judgment by management about the effect of matters that are inherently uncertain. In future periods, factors and forecasts then prevailing may result in significant changes in the allowance for credit losses in those future periods.

In the six months ended June 30, 2026, the allowance for credit losses decreased \$28 million, compared to December 31, 2025, primarily reflecting charge-offs of \$44 million, largely related to the sale of certain commercial loans, partially offset by a provision for credit losses of \$16 million. The provision primarily reflected provisions for certain commercial and commercial real estate loans and the evolving macroeconomic environment, partially offset by reserve releases associated with sales and repayments of commercial loans.

TABLE 8: ALLOWANCE FOR CREDIT LOSSES

	Six months ended June 30, 2026	
(In millions)		
Beginning balance	\$	203
Provision for credit losses (funded commitments)		12
Provisions for credit losses (unfunded commitments)		4
Provisions for credit losses (investment securities and all other)		—
Charge-offs		(44)
Ending balance	\$	175

The following table presents the EAD of our wholesale credit risk exposures by type as of the date indicated, and the average EAD for the period indicated:

TABLE 9: WHOLESALE CREDIT RISK EXPOSURE AT DEFAULT

(In millions)	June 30, 2026	Quarter Ended June 30, 2026
	EAD	Average EAD ⁽¹⁾
Wholesale credit risk exposures⁽²⁾		
Cash and due from, and interest-bearing deposits with, banks ⁽³⁾	\$ 149,582	\$ 132,331
Investment securities - wholesale	97,623	98,851
Loans ⁽⁴⁾	67,548	67,221
Derivative contracts ⁽⁵⁾	37,312	34,241
Repo-style transactions ⁽⁶⁾	20,881	26,236
Other wholesale	15,391	13,571
Total	\$ 388,337	\$ 372,451

⁽¹⁾ Amounts represent the average of the three month-end EAD amounts in the quarter.

⁽²⁾ Amounts exclude securitizations, equity exposures, assets not in a defined exposure category and exposures classified as "non material".

⁽³⁾ Amounts predominantly consist of deposits with banks and central banks.

⁽⁴⁾ Amounts include unused commitments and financial standby letters of credit.

⁽⁵⁾ Amounts reflect the benefit of netting permitted by GAAP and the Basel III final rule, as applicable.

⁽⁶⁾ Amounts include the aggregate of indemnified agency securities lending, prime services, reverse repurchase, repurchase agreements, eligible margin loans; exposure reflects the benefit of collateral and netting permitted by GAAP and the Basel III final rule, as applicable.

The following table presents the EAD of our wholesale credit risk exposures by major geographic region as of the date indicated:

TABLE 10: WHOLESALE CREDIT RISK EXPOSURE AT DEFAULT - GEOGRAPHIC MIX

June 30, 2026					
(In millions)	EAD	Americas	Europe	Asia/Pacific	Other ⁽¹⁾
Wholesale credit risk exposures⁽²⁾					
Cash and due from, and interest-bearing deposits with, banks ⁽³⁾	\$ 149,582	\$ 105,956	\$ 38,789	\$ 4,595	\$ 242
Investment securities - wholesale	97,623	80,733	12,909	3,981	—
Loans ⁽⁴⁾	67,548	55,233	12,192	97	26
Derivative contracts ⁽⁵⁾	37,312	10,995	19,649	6,584	84
Repo-style transactions ⁽⁶⁾	20,881	17,427	2,246	850	358
Other wholesale	15,391	14,353	821	164	53
Total	\$ 388,337	\$ 284,697	\$ 86,606	\$ 16,271	\$ 763

⁽¹⁾ "Other" geographic region represents our exposures primarily in Africa and the Middle East.

⁽²⁾ Amounts exclude securitizations, equity exposures, assets not in a defined exposure category and exposures classified as "non material".

⁽³⁾ Amounts predominantly consist of deposits with banks and central banks.

⁽⁴⁾ Amounts include unused commitments and financial standby letters of credit.

⁽⁵⁾ Amounts reflect the benefit of netting permitted by GAAP and the Basel III final rule, as applicable.

⁽⁶⁾ Amounts include the aggregate of indemnified agency securities lending, prime services, reverse repurchase, repurchase agreements, eligible margin loans; exposure reflects the benefit of collateral and netting permitted by GAAP and the Basel III final rule, as applicable.

The following table presents the EAD of our wholesale credit risk exposures by counterparty type as of the date indicated:

TABLE 11: WHOLESALE CREDIT RISK EXPOSURE AT DEFAULT - COUNTERPARTY TYPE

June 30, 2026

(In millions)	EAD	Governments, central banks and supra-nationals ⁽¹⁾	Commercial Banks	Broker/Dealers	Funds	Other ⁽²⁾
Wholesale credit risk exposures⁽³⁾						
Cash and due from, and interest-bearing deposits with, banks ⁽⁴⁾	\$ 149,582	\$ 141,121	\$ 8,390	\$ 3	\$ —	\$ 68
Investment securities - wholesale	97,623	94,830	2,782	—	—	11
Loans ⁽⁵⁾	67,548	4,663	35	225	54,264	8,361
Derivative contracts ⁽⁶⁾	37,312	1,246	8,439	995	24,438	2,194
Repo-style transactions ⁽⁷⁾	20,881	4,310	1,614	6,105	7,714	1,138
Other wholesale	15,391	745	217	7,784	1,606	5,039
Total	\$ 388,337	\$ 246,915	\$ 21,477	\$ 15,112	\$ 88,022	\$ 16,811

⁽¹⁾ Amounts include municipalities, government agencies and multi-lateral development banks.

⁽²⁾ "Other" counterparty type category represents our exposures primarily to corporates and insurance companies.

⁽³⁾ Amounts exclude securitizations, equity exposures, assets not in a defined exposure category and exposures classified as "non material".

⁽⁴⁾ Amounts predominantly consist of deposits with banks and central banks.

⁽⁵⁾ Amounts include unused commitments and financial standby letters of credit.

⁽⁶⁾ Amounts reflect the benefit of netting permitted by GAAP and the Basel III final rule, as applicable.

⁽⁷⁾ Amounts include the aggregate of indemnified agency securities lending, prime services, reverse repurchase, repurchase agreements, eligible margin loans; exposure reflects the benefit of collateral and netting permitted by GAAP and the Basel III final rule, as applicable.

The following table presents the EAD of our wholesale credit risk exposures by remaining contractual maturity as of the date indicated:

TABLE 12: WHOLESALE CREDIT RISK EXPOSURE AT DEFAULT - REMAINING CONTRACTUAL MATURITY

June 30, 2026

(In millions)	EAD	< = 1 year	1 - 3 years	> 3 years ⁽¹⁾
Wholesale credit risk exposures⁽²⁾				
Cash and due from, and interest-bearing deposits with, banks ⁽³⁾	\$ 149,582	\$ 149,582	\$ —	\$ —
Investment securities - wholesale	97,623	9,257	33,716	54,650
Loans ⁽⁴⁾	67,548	42,307	15,525	9,716
Derivative contracts ⁽⁵⁾	37,312	36,704	572	36
Repo-style transactions ⁽⁶⁾	20,881	20,865	16	—
Other wholesale	15,391	8,306	2,690	4,395
Total	\$ 388,337	\$ 267,021	\$ 52,519	\$ 68,797

⁽¹⁾ Exposures with remaining contractual maturities of greater than five years are capped at five years for RWA calculation purposes as per the Basel III final rule.

⁽²⁾ Amounts exclude securitizations, equity exposures, assets not in a defined exposure category and exposures classified as "non material".

⁽³⁾ Amounts predominantly consist of deposits with banks and central banks.

⁽⁴⁾ Amounts include unused commitments and financial standby letters of credit.

⁽⁵⁾ Amounts reflect the benefit of netting permitted by GAAP and the Basel III final rule, as applicable.

⁽⁶⁾ Amounts include the aggregate of indemnified agency securities lending, prime services, reverse repurchase, repurchase agreements, eligible margin loans; exposure reflects the benefit of collateral and netting permitted by GAAP and the Basel III final rule, as applicable.

The following table presents EAD of our wholesale credit risk exposures, by range of PD as of the date indicated:

TABLE 13: WHOLESALE CREDIT RISK EXPOSURE - PROBABILITY OF DEFAULT

June 30, 2026

(Dollars in millions, except where otherwise noted)

PD range	EAD ⁽¹⁾⁽²⁾	Weighted-Average LGD	Weighted-Average PD	Weighted-Average Risk Weight	Unfunded Commitments ⁽³⁾	Average EAD (in thousands) ⁽⁴⁾
0.00 to < 0.03%	\$ 189,908	15.31 %	0.01 %	1.00 %	\$ —	\$ 146,647
0.03 to < 0.10%	112,708	25.10	0.03	7.00	17,465	3,071
0.10 to < 0.15%	17,184	35.82	0.10	17.00	2,310	2,424
0.15 to < 0.20%	427	38.00	0.18	20.00	—	874
0.20 to < 1.00%	49,530	26.74	0.29	31.00	16,439	2,889
1.00 to < 5.00%	2,977	51.15	1.94	126.00	194	2,013
5.00 to < 10.00%	140	39.96	5.00	149.00	—	720
10.00 to < 20.00%	209	69.05	10.00	299.00	7	3,658
20.00 to < 100%	122	65.68	50.00	359.00	—	24,320
100%	1,896	78.69	100.00	100.00	—	41,219
Total	\$ 375,101				\$ 36,415	

⁽¹⁾ EAD does not reflect the effect of credit risk mitigation, such as collateral and netting, except for OTC derivatives and securities finance exposures, which reflect the benefit of netting and collateral, as applicable.

⁽²⁾ Amounts exclude securitizations, equity exposures, and assets not in a defined exposure category and exposures classified as "non material." These amounts also exclude centrally cleared exposures not subject to AIRB and PD treatment.

⁽³⁾ Unfunded commitments represent contractual unfunded amount prior to credit conversion.

⁽⁴⁾ This represents average EAD per transaction within the PD range.

The following table presents information with respect to the EAD of our credit risk exposures that meet the definition of OTC derivative contracts and other cleared transactions as of the date indicated:

TABLE 14: DERIVATIVE CONTRACTS⁽¹⁾

June 30, 2026

(in millions)	Replacement Cost	Potential Future Exposure	EAD
OTC derivative contracts ⁽²⁾	\$ 8,748	\$ 17,414	\$ 36,609
Other contracts ⁽³⁾	129	373	703
Total	\$ 8,877	\$ 17,787	\$ 37,312

⁽¹⁾ Amounts exclude contracts treated as securitizations; refer to "Securitizations" in this Public Disclosure.

⁽²⁾ "OTC derivative contracts" primarily consist of foreign exchange contracts, where exposure is calculated using SA-CCR. EAD for foreign exchange contracts includes the benefit of collateral, which predominantly consists of cash and government securities.

⁽³⁾ "Other contracts" include cleared transactions with central counterparties where State Street acts as agent, riskless principal, and principal.

The following tables present information with respect to our exposures treated as repo-style transactions or eligible margin loans, by type of exposure and treatment methodology as of the date indicated. The first table presents information with respect to EAD associated with reverse repurchase and repurchase agreements, which predominantly result from our activities executed on behalf of our clients; the second table presents information with respect to EAD associated with our indemnified agency securities lending and Prime Services, which is State Street's principal securities finance offering for our custody clients; the third table presents information with respect to EAD associated with our eligible margin loans.

TABLE 15: REVERSE REPURCHASE AND REPURCHASE AGREEMENTS

June 30, 2026			
(In millions)	Gross Exposure⁽¹⁾	Collateral⁽²⁾	Net EAD⁽³⁾
Agreements centrally cleared	\$ 482,743	\$ 478,568	\$ 6,795
Agreements not centrally cleared	130,409	132,658	1,842
Total	\$ 613,152	\$ 611,226	\$ 8,637

⁽¹⁾ Gross exposure does not reflect the benefits of legally enforceable netting agreements when certain criteria are met and collateral. In instances where State Street facilitates both sides of the same trade (i.e. repurchase agreement on one side and reverse repurchase agreement on the other), the gross exposure includes State Street's exposure on both sides.

⁽²⁾ Collateral consists primarily of cash, U.S. Treasury securities and U.S. government agency securities. The amount of collateral may exceed the measure for gross exposure for individual agreements, because certain repo-style transactions are over-collateralized, while others are under-collateralized. In instances wherein State Street facilitates both sides of the same trade (i.e. repurchase agreement on one side and reverse repurchase agreement on the other), the collateral includes the fair value of cash and the securities received by State Street on both sides.

⁽³⁾ Under the collateral haircut approach, EAD for repo-style transactions is calculated using a supervisory formula that incorporates the benefits of legally enforceable netting agreements and collateral, as well as prescribed supervisory haircuts for market price volatility and currency mismatches.

TABLE 16: INDEMNIFIED AGENCY LENDING AND PRIME SERVICES

June 30, 2026			
(In millions)	Base EAD⁽¹⁾	Netting Benefit⁽²⁾	Net EAD⁽³⁾
Indemnified Agency Lending⁽⁴⁾	\$ 10,798	\$ 9,490	\$ 1,308

(In millions)	Gross Exposure⁽⁵⁾	Collateral⁽⁶⁾	Net EAD⁽³⁾
Prime Services⁽⁷⁾	\$ 122,731	\$ 133,278	\$ 10,913

⁽¹⁾ Base EAD represents the net exposure of securities lending or borrowing agreements at a client or counterparty level under a single agreement.

⁽²⁾ The netting benefit for indemnified agency securities lending represents the benefit of collateral arrangements under a qualifying master netting agreement that allows for the netting, as applicable, of repurchase and securities lending exposures to a particular counterparty.

⁽³⁾ As of June 30, 2026, approximately \$353 million (approximately 27.0%) of Net EAD for indemnified agency lending and approximately \$30 million (approximately 0.3%) of Net EAD for Prime Services is currently covered by guarantees considered eligible for Basel III purposes.

⁽⁴⁾ EAD is calculated by applying a VaR methodology.

⁽⁵⁾ Gross exposure does not reflect the benefits of legally enforceable netting agreements and collateral.

⁽⁶⁾ The amount of collateral may exceed the measure for gross exposure for individual agreements, because certain repo-style transactions are over-collateralized, while others are under-collateralized.

⁽⁷⁾ EAD is calculated by applying the collateral haircut approach using a supervisory formula that incorporates the benefits of legally enforceable netting agreements and collateral, as well as prescribed supervisory haircuts for market price volatility and currency mismatches.

TABLE 17: ELIGIBLE MARGIN LOANS

June 30, 2026			
(In millions)	Gross Exposure⁽¹⁾	Collateral⁽²⁾	Net EAD⁽³⁾
Eligible margin loans	\$ 5,898	\$ 8,827	\$ 24
Total	\$ 5,898	\$ 8,827	\$ 24

⁽¹⁾ Gross exposure does not reflect the benefits of legally enforceable netting agreements and collateral.

⁽²⁾ Collateral consists primarily of cash, U.S. Treasury securities and U.S. government agency securities. The amount of collateral may exceed the measure for gross exposure for individual agreements, because certain repo-style transactions are over-collateralized, while others are under-collateralized.

⁽³⁾ Under the collateral haircut approach, EAD for repo-style transactions is calculated using a supervisory formula that incorporates the benefits of legally enforceable netting agreements and collateral, as well as prescribed supervisory haircuts for market price volatility and currency mismatches.

SECURITIZATIONS

We engage in securitization activities primarily as an investor. Our aggregate securitization exposure is diversified across both our investment securities and private lending portfolios. In our investment portfolio we purchase various types of securitized financial assets in the form of U.S. and non-U.S. asset-backed securities which meet the definition of securitizations under the Basel framework. These securities are typically collateralized by various types of assets, including, for example, the Federal Family Education Loan Program (FFELP), bank loans, consumer loans, residential mortgages, automobile and equipment leases, commercial mortgages, and credit card receivables. In addition, we invest in securitized exposures in loan form, including collateralized loan obligations (CLOs) and private credit special purpose vehicle (SPV). Our primary objective with respect to our investments in asset-backed securities is to generate interest income.

Investing in securitizations carries the risk of loss. Default risk, credit downgrade risk, interest rate risk and liquidity risk are present in these securitizations. We are aware of these risks and endeavor to mitigate these and other risks through various measures.

Our investments in securitizations are diversified across a variety of sectors and jurisdictions. To calculate the required capital and RWA of our securitization exposures, we apply the Simplified Supervisory Formula Approach (SSFA) methodology. We elected to apply the SSFA methodology as a result of the availability of underlying information with respect to the exposures.

We have securitization exposures to highly-rated commercial mortgage-backed securities through third-party managed separate accounts associated with our investment in Bank-Owned Life Insurance (BOLI), which we include in the Full Look-Through Approach on Table 20. We treat these securitization exposures as equity exposures, specifically investments in investment funds. Refer to "Equity Exposures not Subject to Market Risk Rule" in this Public Disclosure. We also enter into a limited number of liquidity/credit facilities with counterparties which qualify as securitizations under the Basel framework.

The following table presents the EAD, Capital Requirement and RWA of our securitization exposures, by type of exposure as of the date indicated.

TABLE 18: SECURITIZATION EXPOSURES

June 30, 2026

(In millions)				
Asset class	EAD	Capital Requirement	RWA⁽¹⁾	
U.S. asset-backed	\$ 2,154	\$ 37	\$ 457	
Collateralized loan obligations ⁽²⁾	17,771	301	3,768	
Non-U.S. asset-backed	1,626	30	379	
Non-U.S. residential mortgage-backed	2,701	52	647	
Other ⁽³⁾	1,472	11	311	
Total	\$ 25,724	\$ 431	\$ 5,562	

⁽¹⁾ RWA reflects 1.06 supervisory scaling factor described earlier in this Public Disclosure under "Regulatory Capital Requirements."

⁽²⁾ Amounts include Collateralized Loan Obligations in security and loan form which meet the definition of securitizations.

⁽³⁾ Amounts include synthetic securitizations.

The following table presents the EAD, Capital Requirement and RWA of our securitization exposures, by range of risk weights as of the date indicated:

TABLE 19: SECURITIZATION EXPOSURES - RANGE OF RISK WEIGHTS

June 30, 2026

(In millions)

Risk Weight Range	EAD	Capital Requirement	RWA⁽¹⁾
Asset Securitizations			
20%-100%	\$ 25,724	\$ 431	\$ 5,562
101%-200%	—	—	—
201%-500%	—	—	—
501%-1000%	—	—	—
1001%-1250%	—	—	—
Total Asset Securitizations	\$ 25,724	\$ 431	\$ 5,562

⁽¹⁾ RWA reflects 1.06 supervisory scaling factor described earlier in this Public Disclosure under "Regulatory Capital Requirements."

Credit Risk Monitoring

Our Global Treasury group manages our portfolio of asset-backed investment securities, in conjunction with a comprehensive risk management process. The elements of this process require a prescribed management structure and an investment policy with supporting guidelines, as well as governance and management oversight in connection with the group's asset-and-liability and liquidity management activities.

The Global Credit Finance (GCF) group is responsible for the securitizations not held in the investment portfolio. The GCF group has established a rigorous underwriting process for private credit SPV securitizations and CLOs in loan form. The GCF group reviews transaction data on an ongoing basis, and reports a summary of transaction information, stress test results, and market developments quarterly. Additionally, the GCF group performs annual reviews of each facility for private credit SPV transactions. Internal ratings are reviewed and updated quarterly for both private credit SPV securitizations as well as CLOs in loan form.

Both groups are subject to corporate risk policies and guidelines, including the limits prescribed by the credit risk guidelines. A consistent work-flow applies to the qualitative and quantitative examination conducted at various steps during the investment process, before and after trade execution, for all approved asset classes; however, the examination process, as well as ongoing monitoring, varies according to the asset class and type of security being considered for purchase.

As a general policy, all investments (both securities and loans) are analyzed from a credit perspective regardless of the availability of external credit ratings data and/or credit analysis from various major independent credit rating agencies, or from other sources. Credit analysts review each

investment prior to purchase to assess creditworthiness and the associated level of credit risk. This process is applied across the risk spectrum; the analysts review credit fundamentals, servicer risk, underlying collateral, structure, peer comparisons and considerations of expected and downside loss projections. Credit professionals must approve any complex or less diversified asset classes or securities prior to purchase, and a consensus must be reached for any investment by the credit analyst and the portfolio manager responsible for the applicable asset class. Each trade is tested for compliance with internal credit limits prior to purchase.

While the same pre-purchase process is applied across the portfolio, a specific surveillance process is followed for each sector, given the diversity of the portfolio and each sector's unique attributes included in the monitoring process.

ERM oversees the securitization exposures carried in the investment portfolio, including re-securitizations, and is responsible for State Street's quarterly assessment of impairment. The quarterly impairment assessment includes a "deep-dive" credit review of any exposure deemed to be at higher risk for impairment, based on future economic outlook, historical collateral repayment and loss behavior.

Final impairment and required credit reserve recommendations, along with key assumptions used and results of stress and sensitivity testing of loss assumptions, are presented to and approved by State Street's Allowance for Credit Losses Committee, composed of senior management from ERM and Corporate Finance.

In addition to ongoing credit surveillance and the performance of regular stress testing by ERM, we test the investment portfolio for potential impact to regulatory capital under corporate-wide stress tests, in conjunction with the Federal Reserve's supervisory stress test process. We utilize econometric credit models to forecast impairment and RWA impact

under a variety of macroeconomic scenarios. We also assess changes in fair value of investment portfolio securities under a range of other macroeconomic scenarios.

We do not utilize credit risk mitigation for our securitization exposures.

Significant Accounting Policies

The following provides information on State Street's significant accounting policies associated with securitizations.

As previously described, we purchase various types of securitized financial assets in the form of U.S. and non-U.S. asset-backed securities which meet the definition of securitizations under the Basel framework. These securitized financial assets, which we account for as investment securities, are classified as either trading account assets, AFS securities or securities held to maturity at the time of purchase, based on management's intent. Generally, we do not hold any securitization exposures classified as trading account assets. CLOs in loan form and private credit SPV facilities are accounted for as loans.

AFS securities are carried at fair value, with any allowance for credit losses recorded through the consolidated statement of income and after-tax net unrealized non-credit gains and losses are recorded in Accumulated Other Comprehensive Income (AOCI). Gains or losses realized on sales of AFS investment securities are computed using the specific identification method and are recorded in gains (losses) from sales of available-for-sale securities, net, in our consolidated statement of income. HTM investment securities are carried at cost, adjusted for amortization of premiums and accretion of discounts, with any allowance for credit losses recorded through the consolidated statement of income.

We recognize interest income generated by these investment securities, CLOs in loan form and private credit SPV facilities using the effective interest method, or on a basis approximating a level rate of return over the contractual or estimated life of the security or loan. The level rate of return considers any non-refundable fees or costs, as well as purchase premiums or discounts, resulting in amortization or accretion, accordingly.

We conduct quarterly reviews of HTM and AFS securities on a collective (pool) basis when similar risk characteristics exist to determine whether an allowance for credit losses should be recognized.

An AFS security is impaired when the current fair value of an individual security is below its amortized cost basis.

For additional information about the review of investment securities for expected credit losses or impairment, refer to Note 3 to the consolidated financial statements included under Item 8, Financial

Statements and Supplementary Data, refer to our 2025 Form 10-K and our Q2 2026 Form 10-Q.

Our evaluation of impairment of mortgage- and asset-backed securities incorporates the most granular collateral performance information available to us as investors. Accordingly, the range of estimates pertaining to each collateral type reflects the unique characteristics of the underlying loans, such as payment options and collateral geography, among other factors.

EQUITY EXPOSURES NOT SUBJECT TO MARKET RISK RULE

We carry two major categories of equity exposures: investments in entities and investments in funds. These investments include the following:

- Tax-advantaged investments, primarily composed of equity investments in alternative energy and low-income housing projects;
- Investments in joint ventures and other partnerships, and Community Reinvestment Act investments;
- Seed capital investments in sponsored investment funds and equity futures used to hedge these exposures;
- General investments in investment funds;
- Investments in connection with our BOLI program; and
- Stable value wrap contracts.

We carry the above-described equity exposures in our investment portfolio and in other assets in our consolidated statement of condition. Currently, our investment portfolio strategy does not support investments in equity exposures other than investments in funds. We hold investments in many different types of funds, ranging from money market funds to U.S. and foreign mutual funds. For regulatory capital purposes, we use a combination of the Full Look-through, Alternative Modified Look-through, and Simple Look-through approaches in calculating RWA for these positions.

The equity exposures recorded in other assets predominantly consist of equity investments in alternative energy and low-income housing projects; seed capital investments in sponsored investment funds and equity futures; investments in separate accounts in connection with our BOLI program; equity held in clearing houses; joint ventures; and Federal Reserve Bank and Federal Home Loan Bank stock. RWA for these exposures are calculated under the Simple Risk Weight Approach, excluding investments in sponsored investment funds and separate accounts associated with BOLI, which receive similar capital treatment as described above for equity investments in funds.

Our exposure related to stable value wrap contracts represents contingent off-balance sheet exposure; these contingent exposures are treated as equity derivatives on investments funds, from a Basel classification perspective.

Significant Accounting Policies

The following provides information on State Street's significant accounting policies associated with equity investments. We generally account for our equity investments under one of the approaches described below.

Investment Securities

Our investments in funds carried in our investment securities portfolio are held at fair value through profit and loss.

When measuring the fair value of these investments, we consider the principal or most advantageous market in which we would transact and consider assumptions that market participants would

The following table presents our equity exposures by type and risk-weighting approach as of the date indicated:

TABLE 20: EQUITY EXPOSURES

June 30, 2026

(In millions)	Risk Weight	Carrying Value ⁽¹⁾	EAD	Capital Requirement	RWA ⁽²⁾
Simple risk-weight approach:					
Equity investments in the 0% risk-weight category	0 %	\$ 400	\$ 400	\$ —	\$ —
Equity investments in the 20% risk-weight category	20	148	148	2	31
Community development equity exposures	100	751	751	64	796
Non-significant equity exposures	100	1,119	1,119	95	1,186
Significant investments to financial institutions	250	212	212	45	561
Total simple risk-weight approach		2,630	2,630	206	2,574
Investment funds:					
Full look-through approach		\$ 4,124	\$ 4,124	\$ 253	\$ 3,168
Simple modified look-through approach		757	757	77	964
Alternative modified look-through approach		318	318	11	138
Total investment funds		5,199	5,199	341	4,270
Total equity investments		\$ 7,829	\$ 7,829	\$ 547	\$ 6,844

⁽¹⁾ Amounts represent the fair value of investments recorded in AFS securities, as well as investments recorded in other assets that are accounted for under either the equity method or the cost method. Refer to "Significant Accounting Policies" described in this Public Disclosure.

⁽²⁾ RWA reflects 1.06 supervisory scaling factor described earlier in this Public Disclosure under "Regulatory Capital Requirements."

OPERATIONAL RISK

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. This definition includes legal risk but excludes strategic and reputation risk.

Operational risk may arise from errors in transaction processing, breaches of internal control, internal or external fraud, failing to meet compliance

use when pricing the asset or liability. Investments in money market funds are valued at a net asset value of \$1 per share.

Investments in Joint Ventures and Other Unconsolidated Entities

Investments in unconsolidated subsidiaries, recorded in other assets, generally are accounted for under the equity method or proportional amortization method of accounting. For investments accounted for under the equity method, our share of income or loss is recorded in other fee revenue in our consolidated statement of income.

Investments not meeting the criteria for equity method or proportional amortization treatment are measured at fair value through earnings, except for investments where a fair market value is not readily available, which are accounted for under the cost method of accounting.

requirements, system failures, damage to physical assets and/or business disruption due to external events or system failures. Operational risk can also arise from potential regulatory actions or legal matters as a consequence of non-compliance with prudential ethical standards, contractual obligations or regulatory requirements.

State Street's Operational Risk Management Framework provides the tools and processes necessary to fulfill the Company's strategy for

managing operational risk. The Company has implemented Operational Risk Management Programs (e.g. Risk Control and Self-Assessment, Incident Management, etc.) to identify, assess, control (where possible), monitor and report operational risks in a structured manner to management and the appropriate governance bodies. The program defines roles and responsibilities for the three lines of defense in the global Operational Risk Management Policy with First Line of Defense bearing primary responsibility for managing operational risk.

Monitoring and reporting of operational risks are governed by the business, entity and legal entity risk oversight functions as well as Board and senior management governing bodies, such as Business Risk Committees, the Operational Risk and Controls Committee, TORC, and the Technology and Operations Committee.

The Second Line of Defense oversees the risk taking activities of the organization and independently challenges the risks, controls and issues of the first line units.

An enterprise-wide Governance, Risk and Compliance (GRC) application is in place to provide a unified technology infrastructure, ensuring a coordinated and consistent evaluation of operational risks across the firm.

State Street's AMA for calculating the capital requirement for operational risk is based on a Loss Distribution Approach (LDA). Under the LDA, capital and RWA totaled \$3.8 billion and \$47.0 billion, respectively, as of June 30, 2026; refer to the "Components of Risk-Weighted Assets" table provided under "Total Risk-Weighted Assets" in this Public Disclosure for RWA details as of June 30, 2026.

The Company's LDA model uses internal and external loss data as inputs and estimates an annual loss distribution for each unit of measure. In a given annual period, the total operational loss across the enterprise is the sum of the losses across all the units of measure in this time period. Once a set of annual losses for each Unit of Measure (UOM) are simulated, the inter-UOM correlations are applied to estimate top-of-the-house operational risk capital. Internal loss event data provides State Street-specific frequency and severity information to the capital calculation process. External loss event data provides information about loss event severity at other financial institutions. External loss event data is sourced from an industry association, and then filtered for relevancy based on the regions and business lines in which the Company operates. The loss amounts included in this data represent the sum of all profit-and-loss (P&L) impacts related to operational risk events, inclusive of any regulatory fines and penalties imposed. This information supplements the data pool available for use by our LDA model.

Scenario analysis aids management in contemplating plausible high severity, low frequency operational events. Outcomes of scenario analysis are utilized in a benchmarking process to assess the adequacy of the LDA model capital estimate. Business environment and internal control factors are those characteristics of a bank's internal and external operating environment that bear an exposure to operational risk. This information informs the scenario analysis process.

The MRM Group is responsible for reviewing and challenging the operational risk model and any related changes to the model. The model is run quarterly based upon its predefined parameters.

State Street mitigates certain types of operational risk with a range of insurance policies that cover operational events. Although the firm maintains insurance policies to mitigate certain types of operational events, insurance recoveries are not included in the loss information used in the LDA model.

For additional information about operational risk, refer to our 2025 Form 10-K and Q2 2026 Form 10-Q.

MARKET RISK

Market risk is the risk of loss that could result from broad market movements, such as changes in the general level of interest rates, credit spreads, foreign exchange rates or commodity prices. We are exposed to market risk in both our trading and certain of our non-trading, or asset and liability management, activities.

Information about market risk associated with our trading activities is provided below under "Trading Activities." Information about the market risk associated with our non-trading activities, which consists primarily of interest rate risk, is provided below under "Asset and Liability Management Activities."

Trading Activities

In the conduct of our trading activities, we assume market risk, the level of which is a function of our overall risk appetite, business objectives and liquidity needs, our clients' requirements and market volatility and our execution against those factors.

We engage in trading activities primarily to support our clients' needs and to contribute to our overall corporate earnings and liquidity. In connection with certain of these trading activities, we enter into a variety of derivative financial instruments to support our clients' needs and to manage our interest rate and currency risk. These activities are generally intended to generate foreign exchange trading services revenue and to manage potential earnings volatility. In addition, we provide services related to derivatives in our role as both a manager and a servicer of financial assets.

Our clients use derivatives to manage the financial risks associated with their investment goals and business activities. With the growth of cross-border investing, our clients often enter into foreign exchange forward contracts to convert currency for international investments and to manage the currency risk in their international investment portfolios. As an active participant in the foreign exchange markets, we provide foreign exchange forward and option contracts in support of these client needs, and act as a dealer in the currency markets.

As part of our trading activities, we assume positions in the foreign exchange and interest rate markets by buying and selling cash instruments and entering into derivative instruments, including foreign exchange forward contracts, foreign exchange options and interest rate swaps, interest rate forward contracts and interest rate futures. As of June 30, 2026, the notional amount of these derivative contracts was \$3.47 trillion, of which \$3.38 trillion was composed of foreign exchange forward, swap and spot contracts. We seek to match positions closely with the objective of mitigating related currency and interest rate risk. All foreign exchange contracts are valued daily at current market rates.

Governance

Our assumption of market risk in our trading activities is an integral part of our corporate risk appetite. The RC of the Board reviews and oversees our management of market risk, including the approval of key market risk policies and the receipt and review of regular market risk reporting, as well as periodic updates on selected market risk topics.

The Trading and Markets Risk Committee, a subcommittee of the previously described CMRC (refer to “Risk Committees”), oversees all market risk-taking activities across our business associated with trading. The TMRC, which reports to the CMRC, is composed of members of ERM, our State Street Markets business and our Global Treasury group, other control functions, as well as our senior executives who manage our trading businesses and other members of management who possess specialized knowledge. The TMRC meets regularly to monitor the management of our trading market risk activities.

Our business units identify, manage and are responsible for the market risks inherent in their businesses. A dedicated market risk management group within ERM, and other groups within ERM, work with those business units to assist them in the identification, assessment, monitoring, management and control of market risk, and assist business unit managers with their market risk management and measurement activities. ERM provides an additional line of oversight, support and coordination designed to promote the consistent identification, measurement and management of market risk across business

units, separate from those business units’ discrete activities.

The ERM market risk management group is responsible for the management of corporate-wide market risk, the monitoring of key market risks and the development and maintenance of market risk management policies, guidelines and standards aligned with our corporate risk appetite. This group also establishes and approves market risk tolerance limits and trading authorities based on, but not limited to, market risk measures such as notional amounts, sensitivities, VaR and stress. Such limits and authorities are specified in our trading and market risk guidelines which govern our management of trading market risk.

Risk Appetite

Our corporate market risk appetite is specified in policy statements that outline the governance, responsibilities and requirements surrounding the identification, measurement, analysis, management and communication of market risk arising from our trading activities. These policy statements also set forth the market risk control framework designed to monitor, support, manage and control this portion of our risk appetite. All groups involved in the management and control of market risk associated with trading activities are required to comply with the qualitative and quantitative elements of these policy statements. Our trading market risk control framework is composed of the following:

- A trading market risk management process led by ERM, separate from the business units’ discrete activities;
- Defined responsibilities and authorities for the primary groups involved in trading market risk management;
- A trading market risk measurement methodology that captures correlation effects and allows aggregation of market risk across risk types, markets and business lines;
- Daily monitoring, analysis and reporting of market risk exposures associated with trading activities against market risk limits;
- A defined limit structure and escalation process in the event of a market risk limit excess;
- Use of VaR models to measure the one-day market risk exposure of trading positions;
- Use of VaR as a ten-day-based regulatory capital measure of the market risk exposure of trading positions;
- Use of non-VaR-based limits and other controls;
- Use of stressed-VaR models, stress-testing analysis and scenario analysis to support the trading market risk measurement and management process by assessing how portfolios and global business lines perform under extreme market conditions;

- Use of back-testing as a diagnostic tool to assess the accuracy of VaR models and other risk management techniques; and
- An approval process for new products that requires market risk teams to assess trading-related market risks and apply risk tolerance limits to proposed new products and business activities.

We use our Capital Adequacy Process (CAP) to assess our overall capital and liquidity in relation to our risk profile and provide a comprehensive strategy for maintaining appropriate capital and liquidity levels. With respect to market risk associated with trading activities, our risk management and our calculations of regulatory capital are based primarily on our internal VaR models and stress testing analysis. As discussed in detail under “Value-at-Risk and Stressed VaR” below, VaR is measured daily by ERM.

The TMRC oversees our market risk exposure in relation to limits established within our risk appetite framework. These limits define threshold levels for VaR- and stressed VaR-based measures and are applicable to all trading positions subject to regulatory capital requirements. These limits are designed to mitigate undue concentration of market risk exposure, in light of the primarily non-proprietary nature of our trading activities. The risk appetite framework and associated limits are reviewed and approved by the RC of the Board.

Covered Positions

Our trading positions are subject to regulatory market risk capital requirements if they meet the regulatory definition of a “covered position.” A covered position is generally defined by the U.S. Agencies as an on- or off-balance sheet position associated with the organization’s trading activities that is free of any restrictions on its tradability, but does not include intangible assets, certain credit derivatives recognized as guarantees and certain equity positions not publicly traded. All FX and commodity positions are considered covered positions, regardless of the accounting treatment they receive.

Our covered positions consist primarily of the trading portfolios held by our State Street Markets business. They also arise from certain positions held by our Global Treasury group. These trading positions may include products such as foreign exchange spot, foreign exchange forwards, non-deliverable forwards, foreign exchange options, foreign exchange funding swaps, interest rate swaps, equity swaps, currency futures, financial futures and interest rate futures. New activities are analyzed to determine if the positions arising from such new activities meet the definition of a covered position and conform to our trading and market risk guidelines.

We use spot rates, forward points, yield curves and discount factors imported from third-party sources to measure the value of our covered

positions, and we use such values to mark our covered positions to market on a daily basis. These values are subject to separate validation by us in order to evaluate reasonableness and consistency with market experience. The mark-to-market gain or loss on spot transactions is calculated by applying the spot rate to the foreign currency principal and comparing the resultant base currency amount to the original transaction principal. The mark-to-market gain or loss on a forward foreign exchange contract or forward cash flow contract is determined as the difference between the life-to-date (historical) value of the cash flow and the value of the cash flow at the inception of the transaction. The mark-to-market gain or loss on interest rate swaps is determined by discounting the future cash flows from each leg of the swap transaction.

VaR and Stressed VaR

We use a variety of risk measurement tools and methodologies, including VaR, which is an estimate of potential loss for a given period within a stated statistical confidence interval. We use a risk measurement methodology to measure trading-related VaR daily. We have adopted standards for measuring trading-related VaR, and we maintain regulatory capital for market risk associated with our trading activities in conformity with currently applicable bank regulatory market risk requirements.

We utilize an internal VaR model to calculate our regulatory market risk capital requirements. We use a historical simulation model to calculate daily VaR- and stressed VaR-based measures for our covered positions in conformity with regulatory requirements. Our VaR model seeks to capture identified material risk factors associated with our covered positions, including risks arising from market movements such as changes in foreign exchange rates, interest rates and option-implied volatilities.

We have adopted standards and guidelines to value our covered positions which govern our VaR- and stressed VaR-based measures. Our regulatory VaR-based measure is calculated based on historical volatilities of market risk factors during a two-year observation period calibrated to a one-tail, 99% confidence interval and a ten-business-day holding period. We also use the same platform to calculate a one-tail, 99% confidence interval, one-business-day VaR for internal risk management purposes. A 99% one-tail confidence interval implies that daily trading losses are not expected to exceed the estimated VaR more than 1% of the time, or less than three business days out of a year.

Our market risk models, including our VaR model, are subject to change in connection with the governance, validation and back-testing processes described below. These models can change as a result of changes in our business activities, our historical experiences, market forces and events, regulations and regulatory interpretations and other

factors. In addition, the models are subject to continuing regulatory review and approval. Changes in our models may result in changes in our measurements of our market risk exposures, including VaR, and related measures, including regulatory capital. These changes could result in material changes in those risk measurements and related measures as calculated and compared from period to period.

Value-at-Risk Measures

VaR measures are based on the most recent two years of historical price movements for instruments and related risk factors to which we have exposure. The instruments in question are limited to foreign exchange spot, forward and options contracts interest rate contracts, including futures and interest rate swaps, and to a lesser extent, equities. Historically, these instruments have exhibited a higher degree of liquidity relative to other available capital markets instruments. As a result, the VaR measures shown reflect our ability to rapidly adjust exposures in highly dynamic markets. For this reason, risk inventory, in the form of net open positions, across all currencies is typically limited. In addition, long and short positions in both major, and minor, currencies, as well as equities, provide risk offsets that limit our potential downside exposure.

Our VaR methodology uses a historical simulation approach based on market-observed changes in foreign exchange rates, foreign exchange implied volatilities, U.S. and non-U.S. interest rates and equity prices, and incorporates the resulting diversification benefits provided from the mix of our trading positions. Our VaR model incorporates approximately 5,000 risk factors and includes correlations among currency, interest rates and equity prices.

All VaR measures are subject to limitations and must be interpreted accordingly. Some, but not all, of the limitations of our VaR methodology include the following:

- Compared to a shorter observation period, a two-year observation period is slower to reflect increases in market volatility (although temporary increases in market volatility will affect the calculation of VaR for a longer period); consequently, in periods of sudden increases in volatility or increasing volatility, in each case relative to the prior two-year period, the calculation of VaR may understate current risk;
- Compared to a longer observation period, a two-year observation period may not reflect as many past periods of volatility in the markets, because such past volatility is no longer in the observation period; consequently, historical market scenarios of high volatility, even if similar to current or

likely future market circumstances, may fall outside the two-year observation period, resulting in a potential understatement of current risk;

- The VaR-based measure is calibrated to a specified level of confidence and does not indicate the potential magnitude of losses beyond this confidence level;
- In certain cases, VaR-based measures approximate the impact of changes in risk factors on the values of positions and portfolios; this may happen because the number of inputs included in the VaR model is necessarily limited; for example, yield curve risk factors do not exist for all future dates;
- The use of historical market information may not be predictive of future events, particularly those that are extreme in nature; this “backward-looking” limitation can cause VaR to understate or overstate risk;
- The effect of extreme and rare market movements is difficult to estimate; this may result from non-linear risk sensitivities as well as the potential for actual volatility and correlation levels to differ from assumptions implicit in the VaR calculations; and
- Intra-day risk is not captured.

We calculate a stressed VaR-based measure using the same model we use to calculate VaR, but with model inputs calibrated to historical data from a range of continuous 12-month periods that reflect significant financial stress. The stressed VaR model is designed to identify the second-worst outcome occurring in the worst continuous one-year rolling period since July 2007. This stressed VaR meets the regulatory requirement as the rolling ten-day period with an outcome that is worse than 99% of other outcomes during that 12-month period of financial stress. For each portfolio, the stress period is determined algorithmically by seeking the one-year time horizon that produces the largest ten-business-day VaR from within the available historical data. Our historical dataset encompasses multiple periods of significant market stress, including major global financial disruptions and episodes of heightened volatility across foreign exchange, credit, equity, and debt markets. As the historical data set used to determine the stress period expands over time, future market stress events will be incorporated.

Stress Testing

We have a corporate-wide stress testing program in place that incorporates techniques to measure the potential loss we could suffer in a hypothetical scenario of adverse economic and financial conditions. We also monitor concentrations of risk such as concentration by branch, risk component, and currency pairs. We conduct stress testing on a daily basis based on selected historical stress events that are relevant to our positions in order to estimate the potential impact to our current

portfolio should similar market conditions recur, and we also perform stress testing as part of the Dodd-Frank Act Stress Test (DFAST) process. Stress testing is conducted, analyzed and reported at the corporate, trading desk, division and risk-factor level (for example, exchange risk, interest rate risk and volatility risk).

Stress testing results and limits are actively monitored on a daily basis by Independent Risk Management (IRM) and reported to the TMRC. Limit breaches are addressed by IRM risk managers in conjunction with the business units, escalated as appropriate, and reviewed by the TMRC. In addition, we have established several action triggers that prompt review by management and the implementation of a remediation plan.

We perform scenario analysis daily based on selected historical stress events that are relevant to our positions in order to estimate the potential impact to our current portfolio should similar market conditions recur. Relevant scenarios are chosen from an inventory of historical financial stresses and applied to our current portfolio. These historical event scenarios involve spot foreign exchange, interest rates, credit, equity, unforeseen geo-political events and natural disasters, and government and central bank intervention scenarios. We continue to update our inventory of historical stress scenarios as new stress conditions emerge in the financial markets.

As each of the historical stress events is associated with a different time horizon, in some instances we normalize results by scaling down the longer horizon events to a ten-day horizon and keeping the shorter horizon events (i.e., events that are shorter than ten days) at their original terms. We also conduct sensitivity analysis daily to calculate the impact of a large predefined shock in a specific risk factor or a group of risk factors on our current portfolio. These predefined shocks include parallel and non-parallel yield curve shifts and foreign exchange spot and volatility surface shifts. In a parallel shift scenario, we apply a constant factor shift across all yield curve tenors. In a non-parallel shift scenario, we apply different shock levels to different tenors of a yield curve, rather than shifting the entire curve by a constant amount. Non-parallel shifts include steepening, flattening and butterflies.

Validation and Back-Testing

We perform frequent back-testing to assess the accuracy of our VaR-based model in estimating loss at the stated confidence level. This back-testing involves the comparison of estimated VaR model outputs to daily, actual profit-and-loss (P&L) outcomes observed from daily market movements. We back-test our VaR model using “clean” P&L, which excludes non-trading revenue such as fees, commissions and NII, as well as estimated revenue from intraday trading.

Our VaR definition of trading losses excludes items that are not specific to the price movement of the trading assets and liabilities themselves, such as fees, commissions, changes to reserves and gains or losses from intraday activity.

We experienced one back-testing exception in the quarter ended June 30, 2026, compared to no back-testing exceptions in the quarters ended March 31, 2026 and June 30, 2025. At a 99% confidence interval, the statistical expectation for a VaR model is to witness one exception every hundred trading days (or two to three exceptions per year).

Our model validation process also evaluates the integrity of our VaR models through the use of regular outcome analysis. This outcome analysis includes back-testing, which compares the VaR model's predictions to actual outcomes using out-of-sample information. Consistent with regulatory guidance, the back-testing compared a “clean” P&L, defined above, with the one-day VaR produced by the model. The back-testing was performed for a time period not used for model development. The number of occurrences where “clean” trading-book P&L exceeded the one-day VaR was within our expected VaR tolerance level.

Market Risk Reporting

Our ERM market risk management group is responsible for market risk monitoring and reporting. We use a variety of systems and controlled market feeds from third-party services to compile data for several daily, weekly and monthly management reports.

The following tables present VaR and stressed VaR associated with our trading activities for covered positions held during the quarter ended June 30, 2026, as measured by our VaR methodology. Diversification effect in the tables below represents the difference between total VaR and the sum of the VaRs for each trading activity. This effect arises because the risks present in our trading activities are not perfectly correlated.

Table 21: TEN-DAY VaR ASSOCIATED WITH TRADING ACTIVITIES FOR COVERED POSITIONS

(In thousands)	Six Months Ended June 30, 2026			As of June 30, 2026
	Average	Maximum	Minimum	VaR
State Street Markets	\$ 8,315	\$ 15,092	\$ 4,753	\$ 7,547
Global Treasury	3,777	6,127	3,415	3,539
Diversification	(2,901)	(5,080)	(2,499)	(3,201)
Total VaR	\$ 9,191	\$ 16,139	\$ 5,669	\$ 7,885

Table 22: TEN-DAY STRESSED VaR ASSOCIATED WITH TRADING ACTIVITIES FOR COVERED POSITIONS

(In thousands)	Six Months Ended June 30, 2026			As of June 30, 2026
	Average	Maximum	Minimum	VaR
State Street Markets	\$ 63,719	\$ 81,151	\$ 44,623	\$ 63,811
Global Treasury	13,851	26,864	10,354	14,133
Diversification	(12,773)	(24,754)	(10,825)	(1,722)
Total Stressed VaR	\$ 64,797	\$ 83,261	\$ 44,152	\$ 76,222

The three month average of our total stressed VaR-based measure was approximately \$65 million for the quarter ended June 30, 2026.

The VaR-based measures as presented in the preceding tables are primarily a reflection of the overall level of market volatility and our appetite for taking market risk in our trading activities.

We have in the past and may in the future modify and adjust our models and methodologies used to calculate VaR and stressed VaR, subject to regulatory review and approval, and any future modifications and adjustments may result in changes in our VaR-based and stressed VaR-based measures.

The following tables present the VaR and stressed-VaR associated with our trading activities attributable to foreign exchange risk, interest rate risk and volatility risk as of June 30, 2026. Diversification effect in the tables below represents the difference between total VaR and the sum of the VaRs for each trading activity. This effect arises because the risks present in our trading activities are not perfectly correlated.

Table 23: TEN-DAY VaR ASSOCIATED WITH TRADING ACTIVITIES BY RISK FACTOR⁽¹⁾

(In thousands)	Six Months Ended June 30, 2026		
	Foreign Exchange Risk	Interest Rate Risk	Volatility Risk
By component:			
State Street Markets	\$ 6,130	\$ 6,727	\$ 573
Global Treasury	3,261	1,308	—
Diversification	(1,152)	(1,288)	—
Total VaR	\$ 8,239	\$ 6,747	\$ 573

Table 24: TEN-DAY Stressed VaR ASSOCIATED WITH TRADING ACTIVITIES BY RISK FACTOR⁽¹⁾

(In thousands)	Six Months Ended June 30, 2026		
	Foreign Exchange Risk	Interest Rate Risk	Volatility Risk
By component:			
State Street Markets	\$ 10,597	\$ 95,816	\$ 1,218
Global Treasury	14,643	6,181	—
Diversification	(10,784)	(8,754)	—
Total Stressed VaR	\$ 14,456	\$ 93,243	\$ 1,218

⁽¹⁾ For purposes of risk attribution by component, foreign exchange refers only to the risk from market movements in period-end rates. Forwards, futures, options and swaps with maturities greater than period-end have embedded interest rate risk that is captured by the measures used for interest rate risk. Accordingly, the interest rate risk embedded in these foreign exchange instruments is included in the interest rate risk component.

ASSET AND LIABILITY MANAGEMENT ACTIVITIES

The primary objective of asset and liability management is to provide sustainable NII under varying economic conditions, while protecting the economic value of the assets and liabilities carried on our consolidated statement of condition from the adverse effects of changes in interest rates. While many market factors affect the level of NII and the economic value of our assets and liabilities, one of the most significant factors is our exposure to movements in interest rates. Most of our NII is earned from the investment of client deposits generated by our businesses. We invest these client deposits in assets that conform generally to the liquidity characteristics of our balance sheet liabilities, as well as the currency composition of our significant non-U.S. dollar denominated client deposits.

We quantify NII sensitivity using an earnings simulation model that includes our expectations for new business growth, changes in balance sheet mix and investment portfolio positioning. This measure compares our baseline view of NII over a 12-month horizon, based on our internal forecast of interest rates, to a wide range of rate shocks. Our baseline view of NII is updated on a regular basis. Table 25, Key Interest Rates for Baseline Forecasts, presents the spot and 12-month forward rates used in our baseline forecasts at June 30, 2026 and 2025. Our baseline rate forecast as of June 30, 2026 was broadly consistent with market expectations for global central bank rate actions at that point in time.

TABLE 25: KEY INTEREST RATES FOR BASELINE FORECASTS

	June 30, 2026			June 30, 2025		
	Fed Funds Target	ECB Target ⁽¹⁾	10-Year Treasury	Fed Funds Target	ECB Target ⁽¹⁾	10-Year Treasury
Spot rates	3.75 %	2.25 %	4.47 %	4.50 %	2.00 %	4.23 %
12-month forward rates	3.75	2.50	4.61	3.75	1.75	4.53

⁽¹⁾ European Central Bank deposit facility rate.

In Table 26: Net Interest Income Sensitivity, we report the expected change in NII over the next 12 months from instantaneous 100 basis point shocks to various tenors on the yield curve relative to our baseline rate forecast, including the impacts from U.S. and non-U.S. rates. Each scenario assumes no management action is taken to mitigate the adverse effects of changes in interest rates on our financial performance. While investment securities balances and composition can fluctuate with the level of rates as prepayment assumptions change, for purposes of this analysis our deposit balances and mix are assumed to remain consistent with the baseline forecast. The results of these scenarios should not be extrapolated for other (e.g., more severe) shocks as the impact of interest rate shocks may not be linear. In lower rate scenarios, the full impact of the shock is realized for all currencies even if the result is negative interest rates.

TABLE 26: NET INTEREST INCOME SENSITIVITY

	June 30, 2026			June 30, 2025		
	U.S. Dollar	All Other Currencies	Total	U.S. Dollar	All Other Currencies	Total
(In millions)						
Rate change:						
Parallel shifts:						
Benefit (Exposure)						
+100 bps shock	\$ 78	\$ 298	\$ 376	\$ 71	\$ 267	\$ 338
-100 bps shock	(77)	(291)	(368)	(69)	(248)	(317)
Steeper yield curve:						
+100 bps shift in long-end rates ⁽¹⁾	15	15	30	15	14	29
-100 bps shift in short-end rates ⁽¹⁾	(61)	(276)	(337)	(53)	(234)	(287)
Flatter yield curve:						
+100 bps shift in short-end rates ⁽¹⁾	60	283	343	54	253	307
-100 bps shift in long-end rates ⁽¹⁾	(22)	(15)	(37)	(19)	(14)	(33)

⁽¹⁾ The short-end is 0-3 months. The long-end is 5 years and above. Interim term points are interpolated.

Our overall balance sheet, including all currencies, continues to be asset sensitive with an NII benefit in higher rate scenarios and NII exposure in lower rate scenarios, primarily driven by our sensitivities on the short-end of the yield curve. Compared to June 30, 2025, our balance sheet's NII asset sensitivity has increased, primarily due to higher USD and non-USD client deposit balances and lower fixed-rate investment portfolio balances.