STATE STREET CORPORATION

Quarterly Financial Trends

December 31, 2014

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This presentation updates and replaces, as of February 20, 2015, State Street Corporation's Quarterly Financial Trends posted on our website on January 23, 2015. US GAAP results and certain regulatory capital amounts and ratios have been updated. For more information, please see the Form 8-K filed on February 20, 2015 or the Form 10-K filed on February 20, 2015.

STATE STREET CORPORATION

Quarterly Financial Trends

SELECTED CONSOLIDATED REPORTED FINANCIAL INFORMATION

(Dollars in millions, except per share amounts)	Quarters ended			Years Ended		
	December 31, 2014	December 31, 2013	% Change	**December 31, 2014**	December 31, 2013	% Change
Fee revenue:						
Servicing fees	**$ 1,301**	$ 1,232	6%	**$ 5,129**	$ 4,819	6%
Management fees	**299**	290	3	**1,207**	1,106	9
Trading services:						
Direct sales and trading	**110**	63	75	**361**	304	19
Indirect foreign exchange trading[1]	**58**	62	(6)	**246**	285	(14)
Total foreign exchange trading	**168**	125	34	**607**	589	3
Electronic foreign exchange services	**46**	47	(2)	**181**	218	(17)
Other trading, transition management and brokerage	**79**	64	23	**296**	287	3
Total brokerage and other trading services	**125**	111	13	**477**	505	(6)
Total trading services	**293**	236	24	**1,084**	1,094	(1)
Securities finance	**106**	76	39	**437**	359	22
Processing fees and other	**57**	45	27	**174**	212	(18)
Total fee revenue	**2,056**	1,879	9	**8,031**	7,590	6
Net interest revenue:						
Interest revenue	**676**	684	(1)	**2,652**	2,714	(2)
Interest expense	**102**	99	3	**392**	411	(5)
Net interest revenue	**574**	585	(2)	**2,260**	2,303	(2)
Gains (losses) related to investment securities, net:						
Net gains from sales of available-for-sale securities	**—**	3		**15**	14	
Losses from other-than-temporary impairment	**—**	(2)		**(1)**	(21)	
Losses reclassified (from) to other comprehensive income	**—**	(1)		**(10)**	(2)	
Gains (losses) related to investment securities, net	**—**	—		**4**	(9)	
Total revenue	**2,630**	2,464	7	**10,295**	9,884	4
Provision for loan losses	**4**	6		**10**	6	
Expenses:						
Compensation and employee benefits	**972**	945	3	**4,060**	3,800	7
Information systems and communications	**246**	228	8	**976**	935	4
Transaction processing services	**201**	182	10	**784**	733	7
Occupancy	**113**	124	(9)	**461**	467	(1)
Acquisition and restructuring costs	**52**	30	73	**133**	104	28
Other	**473**	337	40	**1,413**	1,153	23
Total expenses	**2,057**	1,846	11	**7,827**	7,192	9
Income before income tax expense	**569**	612	(7)	**2,458**	2,686	(8)
Income tax expense	**77**	59		**421**	550	
Net income	**$ 492**	$ 553	(11)	**$ 2,037**	$ 2,136	(5)
Net income available to common shareholders	**$ 473**	$ 545	(13)	**$ 1,973**	$ 2,102	(6)

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

STATE STREET CORPORATION

Quarterly Financial Trends

SELECTED CONSOLIDATED REPORTED FINANCIAL INFORMATION

(Dollars in millions, except per share amounts)	Quarters ended			Years Ended		
	December 31, 2014	December 31, 2013	% Change	**December 31, 2014**	December 31, 2013	% Change
Earnings per common share:						
Basic	**$ 1.14**	$ 1.25	(9)%	**$ 4.65**	$ 4.71	(1)%
Diluted	**1.12**	1.22	(8)	**4.57**	4.62	(1)
Average common shares outstanding (in thousands):						
Basic	**416,651**	435,871		**424,223**	446,245	
Diluted	**424,339**	445,225		**432,007**	455,155	
Cash dividends declared per common share	**$ .30**	$ .26		**$ 1.16**	$ 1.04	
Ratios:						
Return on average common equity	**9.4%**	10.9%		**9.8%**	10.5%	
Pre-tax operating margin	**21.6**	24.8		**23.9**	27.2	
Net interest margin, fully taxable-equivalent basis	**1.09**	1.36		**1.16**	1.37	
Total risk-based capital[1]	**16.6**	19.7		**16.6**	19.7	
Tier 1 risk-based capital[1]	**14.6**	17.3		**14.6**	17.3	
Common equity tier 1 risk-based capital[1,2]	**12.5**	15.5		**12.5**	15.5	
Tier 1 leverage[1]	**6.4**	6.9		**6.4**	6.9	
Tangible common equity[2]	**6.8**	6.6		**6.8**	6.6	

[1] In early 2014, we announced that we had completed our Basel III qualification period. As a result, our regulatory capital ratios as of December 31, 2014 presented in the table above have been calculated under the advanced approaches framework of the Basel III final rule. Regulatory capital ratios as of December 31, 2013 presented in the table above were calculated under Basel I, and accordingly are not directly comparable to such ratios as of December 31, 2014.

[2] Common equity tier 1 risk-based capital, or CET1, ratio as of December 31, 2013 and tangible common equity ratios as of December 31, 2014 and December 31, 2013 are non-GAAP financial measures. Refer to accompanying reconciliations on page 25 for additional information.

OTHER SELECTED CONSOLIDATED REPORTED FINANCIAL INFORMATION

(Dollars in millions, except per share amounts or where otherwise noted)	**December 31, 2014**	December 31, 2013
Assets under custody and administration[3] (in trillions)	**$ 28.19**	$ 27.43
Assets under management (in trillions)	**2.45**	2.35
Total assets	**274,119**	243,291
Investment securities	**112,636**	116,914
Deposits	**209,040**	182,268
Long-term debt	**10,042**	9,699
Total shareholders' equity	**21,473**	20,378
Closing price per share of common stock	**78.50**	73.39

[3] Includes assets under custody of $21.66 trillion and $20.41 trillion as of December 31, 2014 and December 31, 2013, respectively.

STATE STREET CORPORATION

Quarterly Financial Trends

TRENDS - REPORTED RESULTS

(Dollars in millions, except per share amounts, shares in thousands)

The following table presents State Street's consolidated financial results on a GAAP, or "reported," basis for the years indicated. Certain prior period amounts have been reclassified to conform to current period presentation.

	Years Ended December 31,				
	2010	2011	2012	2013	**2014**
Reported Results					
Fee revenue:					
Servicing fees	$ 3,938	$ 4,382	$ 4,414	$ 4,819	**$ 5,129**
Management fees	829	917	993	1,106	**1,207**
Trading services:					
Direct sales and trading	280	353	263	304	**361**
Indirect foreign exchange trading[1]	336	331	248	285	**246**
Total foreign exchange trading	616	684	511	589	**607**
Electronic foreign exchange services	200	235	196	218	**181**
Other trading, transition management and brokerage	299	315	329	287	**296**
Total brokerage and other trading services	499	550	525	505	**477**
Total trading services	1,115	1,234	1,036	1,094	**1,084**
Securities finance	318	378	405	359	**437**
Processing fees and other	340	283	240	212	**174**
Total fee revenue	6,540	7,194	7,088	7,590	**8,031**
Net interest revenue	2,699	2,333	2,538	2,303	**2,260**
Net gains (losses) from sales of available-for-sale securities	(55)	140	55	14	**15**
Losses from other-than-temporary impairment	(651)	(123)	(53)	(21)	**(1)**
Losses reclassified (from) to other comprehensive income	420	50	21	(2)	**(10)**
Gains (losses) related to investment securities, net	(286)	67	23	(9)	**4**
Total revenue	8,953	9,594	9,649	9,884	**10,295**
Growth over previous year	*4%*	*7%*	*1%*	*2%*	***4%***
Provision for loan losses	25	—	(3)	6	**10**
Expenses:					
Compensation and employee benefits	3,524	3,820	3,837	3,800	**4,060**
Information systems and communications	713	776	844	935	**976**
Transaction processing services	653	732	702	733	**784**
Occupancy	463	455	470	467	**461**
Non-operating provisions	414	—	—	—	**—**
Claims resolution	—	—	(362)	—	**—**
Acquisition and restructuring costs	245	269	225	104	**133**
Other	830	1,006	1,170	1,153	**1,413**
Total expenses	6,842	7,058	6,886	7,192	**7,827**
Income before income tax expense	2,086	2,536	2,766	2,686	**2,458**
Income tax expense	530	616	705	550	**421**
Net income	$ 1,556	$ 1,920	$ 2,061	$ 2,136	**$ 2,037**
Adjustments to net income:					
Dividends on preferred stock	—	(20)	(29)	(26)	**(61)**
Earnings allocated to participating securities	(16)	(18)	(13)	(8)	**(3)**
	(16)	(38)	(42)	(34)	**(64)**
Net income available to common shareholders	$ 1,540	$ 1,882	$ 2,019	$ 2,102	**$ 1,973**

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

STATE STREET CORPORATION

Quarterly Financial Trends

TRENDS - REPORTED RESULTS (Continued)

(Dollars in millions, except per share amounts, shares in thousands)

	Years Ended December 31,				
	2010	**2011**	**2012**	**2013**	**2014**
Earnings per common share:					
Basic	$ 3.11	$ 3.82	$ 4.25	$ 4.71	**$ 4.65**
Diluted	3.09	3.79	4.20	4.62	**4.57**
Average common shares outstanding:					
Basic	495,394	492,598	474,458	446,245	**424,223**
Diluted	497,924	496,072	481,129	455,155	**432,007**
Per common share:					
Cash dividends	$ 0.04	$ 0.72	$ 0.96	$ 1.04	**$ 1.16**
Stock price at period-end	46.34	40.31	47.01	73.39	**78.50**
Financial ratios:					
Return on average common equity	9.5%	10.0%	10.3%	10.5%	**9.8%**
Internal capital generation rate	9.4	8.1	8.0	8.2	**7.4**
Dividend payout ratio	1.3	18.8	22.4	22.0	**24.8**
After-tax margin	17.4	19.8	21.1	21.3	**19.2**

STATE STREET CORPORATION
Quarterly Financial Trends
TRENDS - REPORTED RESULTS
(Dollars in millions, except per share amounts; shares in thousands)

The following table presents State Street's consolidated financial results on a GAAP, or "reported," basis for the quarters indicated. Certain prior period amounts have been reclassified to conform to current period presentation.

	2013				2014			
	1st	2nd	3rd	4th	1st	2nd	3rd	**4th**
Reported Results								
Fee revenue:								
Servicing fees	$ 1,175	$ 1,201	$ 1,211	$ 1,232	$ 1,238	$ 1,288	$ 1,302	**$ 1,301**
Management fees	263	277	276	290	292	300	316	**299**
Trading services:								
Direct sales and trading	81	86	74	63	71	79	101	**110**
Indirect foreign exchange trading[1]	65	85	73	62	63	65	60	**58**
Total foreign exchange trading	146	171	147	125	134	144	161	**168**
Electronic foreign exchange services	60	63	48	47	48	43	44	**46**
Other trading, transition management and brokerage	83	70	70	64	71	73	73	**79**
Total brokerage and other trading services	143	133	118	111	119	116	117	**125**
Total trading services	289	304	265	236	253	260	278	**293**
Securities finance	78	131	74	76	85	147	99	**106**
Processing fees and other	52	58	57	45	56	44	17	**57**
Total fee revenue	1,857	1,971	1,883	1,879	1,924	2,039	2,012	**2,056**
Net interest revenue	576	596	546	585	555	561	570	**574**
Net gains (losses) from sales of available-for-sale securities	5	—	6	3	15	—	—	**—**
Losses from other-than-temporary impairment	—	(6)	(13)	(2)	(1)	—	—	**—**
Losses reclassified (from) to other comprehensive income	(3)	(1)	3	(1)	(8)	(2)	—	**—**
Gains (losses) related to investment securities, net	2	(7)	(4)	—	6	(2)	—	**—**
Total revenue	2,435	2,560	2,425	2,464	2,485	2,598	2,582	**2,630**
Growth over previous year	*1%*	*6%*	*3%*	*1%*	*2%*	*1%*	*6%*	***7%***
Provision for loan losses	—	—	—	6	2	2	2	**4**
Expenses:								
Compensation and employee benefits	1,035	917	903	945	1,157	978	953	**972**
Information systems and communications	237	235	235	228	244	244	242	**246**
Transaction processing services	180	186	185	182	191	193	199	**201**
Occupancy	116	114	113	124	114	115	119	**113**
Acquisition and restructuring costs	14	30	30	30	33	28	20	**52**
Other	244	316	256	337	289	292	359	**473**
Total expenses	1,826	1,798	1,722	1,846	2,028	1,850	1,892	**2,057**
Income before income tax expense	609	762	703	612	455	746	688	**569**
Income tax expense	145	183	163	59	92	124	128	**77**
Net income	$ 464	$ 579	$ 540	$ 553	$ 363	$ 622	$ 560	**492**
Adjustments to net income:								
Dividends on preferred stock	(7)	(6)	(7)	(6)	(6)	(19)	(18)	**(18)**
Earnings allocated to participating securities	(2)	(2)	(2)	(2)	(1)	(1)	—	**(1)**
	(9)	(8)	(9)	(8)	(7)	(20)	(18)	**(19)**
Net income available to common shareholders	$ 455	$ 571	$ 531	$ 545	$ 356	$ 602	$ 542	**$ 473**

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

STATE STREET CORPORATION
Quarterly Financial Trends
TRENDS - REPORTED RESULTS (Continued)
(Dollars in millions)

	2013				2014			
	1st	2nd	3rd	4th	1st	2nd	3rd	**4th**
Earnings per common share:								
Basic	$ 1.00	$ 1.26	$ 1.20	$ 1.25	$ .83	$ 1.41	$ 1.28	**$ 1.14**
Diluted	.99	1.24	1.17	1.22	.81	1.38	1.26	**1.12**
Average common shares outstanding:								
Basic	454,315	452,176	442,860	435,871	430,621	427,824	421,974	**416,651**
Diluted	462,751	461,040	452,154	445,225	438,815	435,320	429,736	**424,339**
Per common share:								
Cash dividends	$ .26	$ .26	$ .26	$ .26	$ .26	$ .30	$ .30	**$ .30**
Stock price as of period-end	59.09	65.21	65.75	73.39	69.55	67.26	73.61	**78.50**
Financial ratios:								
Return on average common equity	9.1%	11.3%	10.8%	10.9%	7.2%	11.9%	10.6%	**9.4%**
Internal capital generation rate	6.8	9.0	8.5	8.6	5.0	9.4	8.2	**6.9**
Common dividend payout ratio	25.9	20.4	21.6	20.7	31.5	21.2	23.3	**26.3**
After-tax margin	18.8	22.4	22.0	22.2	14.3	23.2	21.0	**18.0**

STATE STREET CORPORATION
Quarterly Financial Trends
CONSOLIDATED STATEMENT OF CONDITION

As of December 31, (Dollars in millions, except per share amounts)	2014	2013
Assets		
Cash and due from banks	**$ 1,855**	$ 3,220
Interest-bearing deposits with banks	**93,523**	64,257
Securities purchased under resale agreements	**2,390**	6,230
Trading account assets	**924**	843
Investment securities available for sale	**94,913**	99,174
Investment securities held to maturity (fair value of $17,842 and $17,560)	**17,723**	17,740
Loans and leases (less allowance for losses of $38 and $28)	**18,161**	13,458
Premises and equipment (net of accumulated depreciation of $4,599 and $4,417)	**1,937**	1,860
Accrued interest and fees receivable	**2,242**	2,123
Goodwill	**5,826**	6,036
Other intangible assets	**2,025**	2,360
Other assets	**32,600**	25,990
Total assets	**$ 274,119**	$ 243,291
Liabilities		
Deposits:		
Noninterest-bearing	**$ 70,490**	$ 65,614
Interest-bearing—U.S.	**33,012**	13,392
Interest-bearing—non-U.S.	**105,538**	103,262
Total deposits	**209,040**	182,268
Securities sold under repurchase agreements	**8,925**	7,953
Federal funds purchased	**21**	19
Other short-term borrowings	**4,381**	3,780
Accrued expenses and other liabilities	**20,237**	19,194
Long-term debt	**10,042**	9,699
Total liabilities	**252,646**	222,913
Shareholders' Equity		
Preferred stock, no par, 3,500,000 shares authorized:		
Series C, 5,000 shares issued and outstanding	**491**	491
Series D, 7,500 shares issued and outstanding	**742**	—
Series E, 7,500 shares issued and outstanding	**728**	—
Common stock, $1 par, 750,000,000 shares authorized; 503,880,120 and 503,882,841 shares issued	**504**	504
Surplus	**9,791**	9,776
Retained earnings	**14,882**	13,395
Accumulated other comprehensive income (loss)	**(507)**	(95)
Treasury stock, at cost (88,684,969 and 69,754,255 shares)	**(5,158)**	(3,693)
Total shareholders' equity	**21,473**	20,378
Total liabilities and shareholders' equity	**$ 274,119**	$ 243,291

STATE STREET CORPORATION
Quarterly Financial Trends
Average and Period-End Balance Sheet Trends
(Dollars in millions)

2010	2011	2012	2013	**2014**	**Average Balance Sheet Mix**	2013 1st	2013 2nd	2013 3rd	2013 4th	**2014** 1st	**2014** 2nd	**2014** 3rd	**2014 4th**
75.1%	77.5%	80.4%	79.4%	**81.1%**	Investment securities and short-duration instruments	79.4%	79.1%	79.2%	79.6%	79.9%	81.5%	81.7%	**81.2%**
8.0	7.0	6.0	6.6	**6.7**	Loans and leases	6.1	6.7	6.9	6.9	6.8	6.4	6.5	**7.1**
16.9	15.5	13.6	14.0	**12.2**	Noninterest-earning assets	14.5	14.2	13.9	13.5	13.3	12.1	11.8	**11.7**
100.0%	100.0%	100.0%	100.0%	**100.0%**		100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	**100.0%**
66.7%	61.0%	60.6%	61.9%	**63.2%**	Client funds bearing interest	63.6%	62.0%	61.7%	60.5%	61.5%	64.1%	64.6%	**62.8%**
9.1	14.8	18.8	17.5	**18.5**	Client funds not bearing interest	16.4	16.8	17.7	19.3	18.9	17.9	18.0	**19.2**
7.7	8.0	6.5	6.6	**5.4**	Other noninterest-bearing liabilities	6.5	7.2	6.3	6.2	5.6	4.9	5.1	**5.9**
16.5	16.0	13.8	13.8	**12.4**	Long-term debt and common shareholders' equity	13.3	13.8	14.1	13.8	13.7	12.6	11.8	**11.5**
—	0.2	0.3	0.2	**0.5**	Preferred shareholders' equity	0.2	0.2	0.2	0.2	0.3	0.5	0.5	**0.6**
100.0%	100.0%	100.0%	100.0%	**100.0%**		100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	**100.0%**

2010	2011	2012	2013	**2014**	**Average Investment Securities**	2013 1st	2013 2nd	2013 3rd	2013 4th	**2014** 1st	**2014** 2nd	**2014** 3rd	**2014 4th**
					U.S. Treasury and federal agencies:								
$ 9,365	$ 6,035	$ 2,730	$ 5,769	**$ 10,410**	Direct obligations	$ 5,816	$ 5,785	$ 5,758	$ 5,718	$ 5,992	$ 8,027	$ 11,570	**$ 15,858**
18,663	26,482	31,887	27,293	**22,071**	Mortgage- and asset-backed securities	30,883	28,988	25,239	24,157	23,506	22,547	21,544	**20,797**
					Asset-backed securities								
1,701	1,649	1,960	1,771	**1,445**	Fixed	2,241	1,962	1,343	1,546	1,490	1,480	1,408	**1,405**
42,445	47,324	51,005	52,054	**49,400**	Floating	51,464	51,425	52,083	53,230	53,178	51,889	49,214	**43,425**
10,232	6,456	7,350	7,763	**7,876**	Collateralized mortgage-backed securities and obligations	7,317	7,595	8,072	8,056	8,068	7,972	7,979	**7,491**
6,444	6,875	7,346	8,637	**10,619**	State and political subdivisions	7,723	8,223	8,656	9,923	10,452	10,562	10,636	**10,821**
6,339	7,442	10,725	13,364	**14,312**	Other debt investments	13,040	13,247	13,447	13,714	14,268	14,425	14,575	**13,980**
786	630	762	901	**432**	Money market mutual funds	993	1,147	805	665	670	442	390	**232**
148	182	145	144	**244**	Other equity securities	124	150	149	151	211	249	302	**213**
$ 96,123	$ 103,075	$ 113,910	$ 117,696	**$ 116,809**	Total investment securities	$119,601	$118,522	$115,552	$117,160	$117,835	$117,593	$117,618	**$114,222**

Investment Securities - Appreciation (Depreciation)

2010	2011	2012	2013	**2014**		2013 1st	2013 2nd	2013 3rd	2013 4th	**2014** 1st	**2014** 2nd	**2014** 3rd	**2014 4th**
					Held to maturity:								
$ 12,249	$ 9,321	$ 11,379	$ 17,740	**$ 17,723**	Amortized cost (book value)	$ 13,593	$ 15,468	$ 16,698	$ 17,740	$ 18,342	$ 18,757	$ 18,767	**$ 17,723**
12,576	9,362	11,661	17,560	**17,842**	Fair value	13,869	15,382	16,543	17,560	18,326	18,864	18,865	**17,842**
327	41	282	(180)	**119**	Appreciation (depreciation)	276	(86)	(155)	(180)	(16)	107	98	**119**
					Available for sale:								
$ 82,329	$ 100,013	$ 108,563	$ 99,159	**$ 94,108**	Amortized cost	$102,549	$100,065	$ 99,747	$ 99,159	$ 98,770	$ 97,739	$ 95,834	**$ 94,108**
81,881	99,832	109,682	99,174	**94,913**	Fair value (book value)	103,836	100,180	99,982	99,174	99,162	98,546	96,552	**94,913**
(448)	(181)	1,119	15	**805**	Appreciation	1,287	115	235	15	392	807	718	**805**
(717)	(459)	(298)	(199)	**(112)**	Pre-tax depreciation related to securities available for sale transferred to held to maturity	(270)	(241)	(222)	(199)	(170)	(153)	(130)	**(112)**
(838)	(599)	1,103	(364)	**812**	Total pre-tax appreciation (depreciation) related to investment securities portfolio	1,293	(212)	(142)	(364)	206	761	686	**812**
(504)	(374)	697	(213)	**487**	Total after-tax appreciation (depreciation) related to investment securities portfolio	817	(123)	(79)	(213)	124	456	411	**487**

Securities on Loan

2010	2011	2012	2013	**2014**		2013 1st	2013 2nd	2013 3rd	2013 4th	**2014** 1st	**2014** 2nd	**2014** 3rd	**2014 4th**
$ 396	$ 361	$ 323	$ 319	**$ 347**	Average securities on loan	$ 313	$ 330	$ 316	$ 315	$ 333	$ 357	$ 354	**$ 346**
347	315	303	322	**351**	End-of-period securities on loan	317	321	318	322	348	364	341	**351**

STATE STREET CORPORATION

Quarterly Financial Trends

AVERAGE STATEMENT OF CONDITION - RATES EARNED AND PAID

(Dollars in millions; fully taxable-equivalent basis)

The following table presents consolidated average interest-earning assets, average interest-bearing liabilities and related average rates earned and paid, respectively, for the years indicated, on a fully taxable-equivalent basis. Tax-equivalent adjustments were calculated using a federal income tax rate of 35%, adjusted for applicable state income taxes, net of related federal benefit.

	December 31, 2010		December 31, 2011		December 31, 2012		December 31, 2013		**December 31, 2014**	
	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	**Average balance**	**Average rates**
Assets:										
Interest-bearing deposits with banks	$ 13,550	0.69%	$ 20,241	0.74%	$ 26,823	0.53%	$ 28,946	0.43%	**$ 55,353**	**0.35%**
Securities purchased under resale agreements	2,957	0.83	4,686	0.61	7,243	0.71	5,766	0.77	**4,077**	**0.94**
Trading account assets	376	—	2,013	—	651	—	748	—	**959**	**0.13**
Investment securities										
U.S. Treasury and federal agencies	28,028	2.43	32,517	2.38	34,576	2.31	33,003	2.14	**32,481**	**2.07**
State and political subdivisions	6,444	5.43	6,875	5.05	7,346	4.60	8,637	4.53	**10,619**	**3.81**
Other investments	61,651	3.42	63,683	2.34	71,988	2.16	76,056	1.75	**73,709**	**1.68**
Loans and leases	12,094	2.73	12,180	2.30	11,610	2.19	13,781	1.84	**15,912**	**1.67**
Other interest-earning assets	1,156	0.24	5,462	0.03	7,378	0.04	11,164	0.04	**15,944**	**0.05**
Total interest-earning assets	126,256	2.84	147,657	2.08	167,615	1.88	178,101	1.60	**209,054**	**1.36**
Cash and due from banks	2,781		3,436		3,811		3,747		**4,139**	
Other assets	22,920		23,665		22,384		25,182		**24,935**	
Total assets	$151,957		$174,758		$193,810		$207,030		**$238,128**	
Liabilities:										
Interest-bearing deposits:										
U.S.	$ 8,632	0.43	$ 4,049	0.27	$ 9,333	0.20	$ 8,862	0.12	**$ 21,296**	**0.10**
Non-U.S. transaction accounts	65,931		81,283		86,239		97,655		**107,246**	
Non-U.S. nontransaction accounts	2,395		2,728		2,820		2,736		**1,757**	
Total Non-U.S.	68,326	0.26	84,011	0.25	89,059	0.16	100,391	0.08	**109,003**	**0.07**
Securities sold under repurchase agreements	8,108	0.05	9,040	0.11	7,697	0.01	8,436	0.01	**8,817**	**—**
Federal funds purchased	1,759	0.05	845	—	784	0.09	298	—	**20**	**—**
Other short-term borrowings	13,590	1.86	5,134	1.67	4,676	1.52	3,785	1.57	**4,177**	**0.12**
Long-term debt	8,681	3.30	8,966	3.22	7,008	3.17	8,415	2.75	**9,309**	**2.63**
Other interest-bearing liabilities	940	0.69	3,535	0.24	5,898	0.26	6,457	0.40	**7,351**	**0.59**
Total interest-bearing liabilities	110,036	0.69	115,580	0.53	124,455	0.39	136,644	0.30	**159,973**	**0.25**
Non-interest bearing deposits	13,879		25,925		36,512		36,294		**44,041**	
Other liabilities	11,682		13,890		12,660		13,561		**12,797**	
Preferred shareholders' equity	—		400		515		490		**1,181**	
Common shareholders' equity	16,360		18,963		19,668		20,041		**20,136**	
Total liabilities and shareholders' equity	$151,957		$174,758		$193,810		$207,030		**$238,128**	
Excess of rate earned over rate paid		2.15%		1.55%		1.49%		1.30%		**1.11%**
Net interest margin		2.24%		1.67%		1.59%		1.37%		**1.16%**
Net interest revenue, fully taxable-equivalent basis		$ 2,828		$ 2,461		$ 2,662		$ 2,445		**$ 2,433**
Tax-equivalent adjustment		(129)		(128)		(124)		(142)		**(173)**
Net interest revenue, GAAP basis		$ 2,699		$ 2,333		$ 2,538		$ 2,303		**$ 2,260**

STATE STREET CORPORATION

Quarterly Financial Trends

AVERAGE STATEMENT OF CONDITION - RATES EARNED AND PAID

(Dollars in millions; fully taxable-equivalent basis)

The following table presents consolidated average interest-earning assets, interest-bearing liabilities and related average rates earned and paid, respectively, for the quarters indicated, on a fully taxable-equivalent basis. Tax-equivalent adjustments were calculated using a federal income tax rate of 35%, adjusted for applicable state income taxes, net of related federal benefit.

	March 31, 2013		June 30, 2013		September 30, 2013		December 31, 2013		March 31, 2014		June 30, 2014		September 30, 2014		**December 31, 2014**	
	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	Average balance	Average rates	**Average balance**	**Average rates**
Assets:																
Interest-bearing deposits with banks	$ 30,586	0.41%	$ 28,244	0.44%	$ 25,270	0.46%	$ 31,712	0.43%	$ 33,410	0.42%	$ 53,564	0.38%	$ 63,160	0.33%	**$ 70,780**	**0.32%**
Securities purchased under resale agreements	5,649	0.95	5,852	0.79	5,895	0.54	5,670	0.82	6,631	0.53	4,307	0.94	3,249	1.05	**2,178**	**1.99**
Trading account assets	728	—	638	—	802	—	823	—	901	—	953	—	985	—	**995**	**—**
Investment securities																
U.S. Treasury and federal agencies	36,699	2.12	34,773	2.11	30,997	2.13	29,876	2.20	29,498	2.21	30,574	2.15	33,114	2.00	**36,655**	**1.95**
State and political subdivisions	7,723	4.32	8,223	4.21	8,656	4.36	9,923	5.11	10,452	4.37	10,562	3.30	10,636	3.80	**10,821**	**3.76**
Other investments	75,179	1.81	75,526	1.80	75,899	1.70	77,361	1.70	77,885	1.64	76,457	1.66	73,868	1.73	**66,746**	**1.70**
Loans and leases	12,737	1.77	14,003	2.29	13,859	1.66	14,504	1.64	14,602	1.61	15,061	1.62	16,002	1.59	**17,945**	**1.84**
Other interest-earning assets	9,023	0.06	11,016	0.04	11,927	0.02	12,641	0.02	13,527	0.02	14,845	0.06	17,003	0.05	**18,338**	**0.05**
Total interest-earning assets	178,324	1.63	178,275	1.64	173,305	1.56	182,510	1.58	186,906	1.52	206,323	1.34	218,017	1.30	**224,458**	**1.27**
Cash and due from banks	3,984		3,811		3,427		3,770		4,618		5,304		4,240		**2,416**	
Other assets	25,957		25,608		24,550		24,635		24,045		23,037		25,053		**27,565**	
Total assets	$208,265		$207,694		$201,282		$210,915		$215,569		$234,664		$247,310		**$254,439**	
Liabilities:																
Interest-bearing deposits:																
U.S.	$ 13,398	0.19	$ 7,969	0.13	$ 5,735	0.06	8,434	0.04	12,072	0.03	20,698	0.09	24,144	0.11	**28,063**	**0.12**
Non-U.S. transaction accounts	96,796		99,078		96,730		98,482		99,808		106,894		112,856		**109,260**	
Non-U.S. nontransaction accounts	2,924		3,049		2,523		1,987		1,474		2,396		1,900		**1,258**	
Total Non-U.S.	99,720	0.11	102,127	0.09	99,253	0.06	100,469	0.06	101,282	0.06	109,290	0.05	114,756	0.09	**110,518**	**0.08**
Securities sold under repurchase agreements	7,839	—	8,469	—	8,757	—	8,668	—	8,424	—	8,747	—	9,111	—	**8,977**	**—**
Federal funds purchased	363	—	300	—	247	—	281	—	20	—	19	—	18	—	**22**	**—**
Other short-term borrowings	4,640	1.42	3,641	1.63	3,413	1.63	3,463	1.62	3,909	1.57	4,000	(1.20)	4,376	—	**4,415**	**0.13**
Long-term debt	7,400	3.03	8,200	2.65	8,824	2.67	9,213	2.72	9,668	2.60	9,340	2.73	9,020	2.64	**9,216**	**2.56**
Other interest-bearing liabilities	6,496	0.31	6,273	0.52	6,777	0.35	6,281	0.42	6,758	0.43	7,559	0.99	7,386	0.42	**7,690**	**0.50**
Total interest-bearing liabilities	139,856	0.32	136,979	0.30	133,006	0.29	136,809	0.29	142,133	0.29	159,653	0.22	168,811	0.24	**168,901**	**0.24**
Non-interest bearing deposits	34,061		34,776		35,659		40,617		40,711		41,906		44,503		**48,951**	
Other liabilities	13,509		15,044		12,627		13,079		12,034		11,541		12,513		**15,069**	
Preferred shareholders' equity	489		490		490		491		722		1,233		1,233		**1,526**	
Common shareholders' equity	20,350		20,405		19,500		19,919		19,969		20,331		20,250		**19,992**	
Total liabilities and shareholders' equity	$208,265		$207,694		$201,282		$210,915		$215,569		$234,664		$247,310		**$254,439**	
Excess of rate earned over rate paid		1.31%		1.34%		1.27%		1.29%		1.23%		1.12%		1.06%		**1.03%**
Net interest margin		1.38%		1.42%		1.33%		1.36%		1.30%		1.17%		1.12%		**1.09%**
Net interest revenue, fully taxable-equivalent basis		$ 608		$ 629		$ 581		$ 627		$ 599		$ 603		$ 613		**$ 618**
Tax-equivalent adjustment		(32)		(33)		(35)		(42)		(44)		(42)		(43)		**(44)**
Net interest revenue, GAAP basis		$ 576		$ 596		$ 546		$ 585		$ 555		$ 561		$ 570		**$ 574**

STATE STREET CORPORATION

Quarterly Financial Trends

ASSETS UNDER CUSTODY AND ADMINISTRATION

(Dollars In billions)

As of December 31,	2010	2011	2012	2013	**2014**	Change 13-14	Compound Annual Growth-Rate 10-14
Assets Under Custody and Administration							
By Product Classification:							
Mutual funds	$ 5,540	$ 5,265	$ 5,852	$ 6,811	**$ 6,992**	3%	6%
Collective funds	4,350	4,437	5,363	6,428	**6,949**	8	12
Pension products	4,726	4,837	5,339	5,851	**5,746**	(2)	5
Insurance and other products	6,911	7,268	7,817	8,337	**8,501**	2	5
Total Assets Under Custody and Administration	$21,527	$21,807	$24,371	$27,427	**$ 28,188**	3	7
By Financial Instrument:							
Equities	$11,000	$10,849	$12,276	$15,050	**$ 15,876**	5%	10%
Fixed-income	7,875	8,317	8,885	9,072	**8,739**	(4)	3
Short-term and other investments	2,652	2,641	3,210	3,305	**3,573**	8	8
Total Assets Under Custody and Administration	$21,527	$21,807	$24,371	$27,427	**$ 28,188**	3	7
By Geographic Location:[1]							
North America	$16,486	$16,368	$18,463	$20,764	**$ 21,217**	2%	7%
Europe/Middle East/Africa	4,069	4,400	4,801	5,511	**5,633**	2	8
Asia/Pacific	972	1,039	1,107	1,152	**1,338**	16	8
Total Assets Under Custody and Administration	$21,527	$21,807	$24,371	$27,427	**$ 28,188**	3	7
Assets Under Custody[2]							
By Product Classification:							
Mutual funds	$ 5,341	$ 5,097	$ 5,662	$ 6,505	**$ 6,634**	2%	6%
Collective funds	3,319	3,430	4,045	4,903	**5,475**	12	13
Pension products	3,580	3,723	4,054	4,756	**5,161**	9	10
Insurance and other products	3,620	3,613	4,045	4,247	**4,386**	3	5
Total Assets Under Custody	$15,860	$15,863	$17,806	$20,411	**$ 21,656**	6	8
By Geographic Location:[1]							
North America	$12,545	$12,393	$13,809	$15,890	**$ 16,903**	6%	8%
Europe/Middle East/Africa	2,574	2,697	3,133	3,620	**3,729**	3	10
Asia/Pacific	741	773	864	901	**1,024**	14	8
Total Assets Under Custody	$15,860	$15,863	$17,806	$20,411	**$ 21,656**	6	8

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

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

STATE STREET CORPORATION

Quarterly Financial Trends

ASSETS UNDER CUSTODY AND ADMINISTRATION[1]

(In billions)

	2013 Quarters				2014 Quarters			
	1st	2nd	3rd	4th	1st	2nd	3rd	**4th**
Assets Under Custody and Administration								
By Product Classification:								
Mutual funds	$ 6,275	$ 6,278	$ 6,524	$ 6,811	$ 6,908	$ 7,122	$ 7,035	**$ 6,992**
Collective funds	5,753	5,826	6,013	6,428	6,637	6,956	6,919	**6,949**
Pension products	5,331	5,447	5,446	5,851	5,472	5,613	5,780	**5,746**
Insurance and other products	8,063	8,191	8,050	8,337	8,460	8,709	8,731	**8,501**
Total Assets Under Custody and Administration	$25,422	$25,742	$ 26,033	$27,427	$27,477	$28,400	$ 28,465	**$ 28,188**
By Financial Instrument:								
Equities	$13,095	$13,407	$ 13,849	$15,050	$15,040	$15,607	$ 15,616	**$ 15,876**
Fixed-income	9,069	9,046	8,894	9,072	9,053	9,255	9,298	**8,739**
Short-term and other investments	3,258	3,289	3,290	3,305	3,384	3,538	3,551	**3,573**
Total Assets Under Custody and Administration	$25,422	$25,742	$ 26,033	$27,427	$27,477	$28,400	$ 28,465	**$ 28,188**
By Geographic Location:[2]								
North America	$19,234	$19,390	$ 19,737	$20,764	$20,540	$21,199	$ 21,255	**$ 21,217**
Europe/Middle East/Africa	5,060	5,245	5,219	5,511	5,704	5,923	5,869	**5,633**
Asia/Pacific	1,128	1,107	1,077	1,152	1,233	1,278	1,341	**1,338**
Total Assets Under Custody and Administration	$25,422	$25,742	$ 26,033	$27,427	$27,477	$28,400	$ 28,465	**$ 28,188**
Assets Under Custody[3]								
By Product Classification:								
Mutual funds	$ 6,015	$ 6,008	$ 6,229	$ 6,505	$ 6,596	$ 6,812	$ 6,669	**$ 6,634**
Collective funds	4,338	4,379	4,531	4,903	5,110	5,375	5,354	**5,475**
Pension products	4,288	4,377	4,385	4,756	4,868	4,985	5,188	**5,161**
Insurance and other products	3,947	4,117	4,061	4,247	4,422	4,515	4,496	**4,386**
Total Assets Under Custody	$18,588	$18,881	$ 19,206	$20,411	$20,996	$21,687	$ 21,707	**$ 21,656**
By Geographic Location:[2]								
North America	$14,460	$14,685	$ 15,029	$15,890	$16,220	$16,743	$ 16,813	**$ 16,903**
Europe/Middle East/Africa	3,244	3,336	3,341	3,620	3,806	3,956	3,858	**3,729**
Asia/Pacific	884	860	836	901	970	988	1,036	**1,024**
Total Assets Under Custody	$18,588	$18,881	$ 19,206	$20,411	$20,996	$21,687	$ 21,707	**$ 21,656**

[1] Amounts are as of quarter-end.

[2] Geographic mix is based on the location at which the assets are serviced.

[3] Assets under custody are a component of assets under custody and administration presented above.

STATE STREET CORPORATION

Quarterly Financial Trends

ASSET UNDER MANAGEMENT[1]

(Dollars in billions)

As of December 31,	2010	2011	2012	2013	**2014**	Change 13-14	Compound Annual Growth-Rate 10-14
Assets Under Management							
By Asset Class and Investment Approach:							
Equity:							
Active	$ 54	$ 46	$ 45	$ 42	**$ 39**	(7)%	(8)%
Passive	912	893	1,047	1,334	**1,436**	8	12
Total Equity	966	939	1,092	1,376	**1,475**	7	11
Fixed-Income:							
Active	14	16	17	16	**17**	6	5
Passive	373	271	325	311	**302**	(3)	(5)
Total Fixed-Income	387	287	342	327	**319**	(2)	(5)
Cash[2]	422	380	369	385	**399**	4	(1)
Multi-Asset-Class Solutions:							
Active	16	15	23	23	**30**	30	17
Passive	70	70	94	110	**97**	(12)	8
Total Multi-Asset-Class Solutions	86	85	117	133	**127**	(5)	10
Alternative Investments:[3]							
Active	12	17	18	14	**17**	21	9
Passive	137	137	148	110	**111**	1	(5)
Total Alternative Investments	149	154	166	124	**128**	3	(4)
Total Assets Under Management	$ 2,010	$ 1,845	$ 2,086	$ 2,345	**$ 2,448**	4	5

[1] As of December 31, 2013, presentation changed to align with reporting of core businesses. Amounts previously reported have been adjusted for comparative purposes.

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

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

Exchange-Traded Funds[4]							
By Asset Class:							
Alternative investments	$ 61	$ 68	$ 79	$ 39	**$ 38**	(3)%	(11)%
Cash	1	2	1	1	**1**	—	—
Equity	175	184	227	325	**388**	19	22
Fixed-income	15	20	30	34	**39**	15	27
Total Exchange-Traded Funds	$ 252	$ 274	$ 337	$ 399	**$ 466**	17	17

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

Assets Under Management							
By Geographic Location:[5]							
North America	$ 1,332	$ 1,190	$ 1,288	$ 1,456	**$ 1,568**	8%	4%
Europe/Middle East/Africa	452	428	480	560	**559**	—	5
Asia/Pacific	226	227	318	329	**321**	(2)	9
Total Assets Under Management	$ 2,010	$ 1,845	$ 2,086	$ 2,345	**$ 2,448**	4	5

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

STATE STREET CORPORATION

Quarterly Financial Trends

ASSETS UNDER MANAGEMENT[1]

(In billions)

	2013 Quarters				2014 Quarters			
	1st	2nd	3rd	4th	1st	2nd	3rd	**4th**
Assets Under Management								
By Asset Class and Investment Approach:								
Equity:								
Active	$ 45	$ 44	$ 41	$ 42	$ 42	$ 42	$ 40	**$ 39**
Passive	1,134	1,152	1,228	1,334	1,323	1,390	1,371	**1,436**
Total Equity	1,179	1,196	1,269	1,376	1,365	1,432	1,411	**1,475**
Fixed-Income:								
Active	16	18	17	16	16	16	16	**17**
Passive	325	306	314	311	320	336	322	**302**
Total Fixed-Income	341	324	331	327	336	352	338	**319**
Cash[2]	383	385	386	385	419	413	410	**399**
Multi-Asset-Class Solutions:								
Active	23	22	23	23	25	34	34	**30**
Passive	99	97	105	110	108	116	104	**97**
Total Multi-Asset-Class Solutions	122	119	128	133	133	150	138	**127**
Alternative Investments:[3]								
Active	12	12	14	14	16	18	17	**17**
Passive	139	110	113	110	112	115	107	**111**
Total Alternative Investments	151	122	127	124	128	133	124	**128**
Total Assets Under Management	$ 2,176	$ 2,146	$ 2,241	$ 2,345	$ 2,381	$ 2,480	$ 2,421	**$ 2,448**

[1] Amounts are as of quarter-end. For the fourth quarter of 2013, presentation was changed to align with reporting of core businesses. Amounts reported for quarters prior to the fourth quarter of 2013 have been adjusted for comparative purposes.

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

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

Exchange-Traded Funds[4]								
By Asset Class:								
Alternative investments	$ 70	$ 44	$ 46	$ 39	$ 42	$ 43	$ 40	**$ 38**
Cash	1	2	2	1	1	1	1	**1**
Equity	251	261	280	325	308	331	338	**388**
Fixed-income	32	30	32	34	36	38	37	**39**
Total Exchange-Traded Funds	$ 354	$ 337	$ 360	$ 399	$ 387	$ 413	$ 416	**$ 466**

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

Assets Under Management								
By Geographic Location:[5]								
North America	$ 1,362	$ 1,347	$ 1,388	$ 1,456	$ 1,480	$ 1,533	$ 1,502	**$ 1,568**
Europe/Middle East/Africa	499	498	537	560	562	589	565	**559**
Asia/Pacific	315	301	316	329	339	358	354	**321**
Total Assets Under Management	$ 2,176	$ 2,146	$ 2,241	$ 2,345	$ 2,381	$ 2,480	$ 2,421	**$ 2,448**

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

STATE STREET CORPORATION

Quarterly Financial Trends

TRENDS - OPERATING-BASIS RESULTS

(NON-GAAP PRESENTATION)

(Dollars in millions, except per share amounts; shares in thousands; fully taxable-equivalent basis)

State Street prepares its consolidated statement of income, presented on page 1, in conformity with U.S. generally accepted accounting principles, referred to as GAAP. In addition to presenting State Street's financial results in conformity with GAAP, management also presents results on a non-GAAP, or "operating" basis, as it believes that this presentation supports meaningful comparisons from period to period and the analysis of comparable financial trends with respect to State Street's normal ongoing business operations.

Management believes that operating-basis financial information, which reports revenue from non-taxable sources, such as interest revenue from tax-exempt investment securities and processing fees and other revenue associated with tax-advantaged investments, on a fully taxable-equivalent basis and excludes the impact of revenue and expenses outside of the normal course of business, facilitates an investor's understanding and analysis of State Street's underlying financial performance and trends in addition to financial information prepared and reported in accordance with GAAP. These quarterly financial trends present financial information prepared on a GAAP basis as well as on an operating basis, and provide reconciliations of operating-basis financial measures. Non-GAAP financial measures should be considered in addition to, not as a substitute for or superior to, financial measures determined in conformity with GAAP.

The following table presents State Street's consolidated financial results on an operating basis for the years indicated. Certain prior-period amounts have been reclassified to conform to current period presentation.

	Years Ended December 31,				
Operating-Basis Results	2010[1]	2011[2]	2012[3]	2013[4]	**2014[5]**
Operating-basis fee revenue:					
Servicing fees	$ 3,938	$ 4,382	$ 4,414	$ 4,819	**$ 5,129**
Management fees	829	917	993	1,106	**1,207**
Trading services:					
Direct sales and trading	280	353	263	304	**361**
Indirect foreign exchange trading[11]	336	331	248	285	**246**
Total foreign exchange trading	616	684	511	589	**607**
Electronic foreign exchange services	200	235	196	218	**181**
Other trading, transition management and brokerage	299	315	329	287	**296**
Total brokerage and other trading services	499	550	525	505	**477**
Total trading services	1,115	1,234	1,036	1,094	**1,084**
Securities finance	318	378	405	359	**437**
Processing fees and other	384	345	366	370	**462**
Total operating-basis fee revenue	6,584	7,256	7,214	7,748	**8,319**
Net interest revenue	1,987 [6]	2,113 [7]	2,323 [8]	2,166 [9]	**2,141** [10]
Tax-equivalent adjustment	129	128	124	142	**173**
Operating-basis net interest revenue	2,116	2,241	2,447	2,308	**2,314**
Net gains (losses) from sales of investment securities	58	67	69	(9)	**4**
Total operating-basis revenue	8,758	9,564	9,730	10,047	**10,637**
Growth over previous year	*7%*	*9%*	*2%*	*3%*	***6%***
Provision for loan losses	25	—	(3)	6	**10**
Operating-basis expenses:					
Compensation and employee benefits	3,517	3,820	3,837	3,789	**3,976**
Information systems and communications	713	776	844	935	**976**
Transaction processing services	653	732	702	733	**784**
Occupancy	463	455	470	467	**461**
Other	830	1,006	1,052	1,088	**1,226**
Total operating-basis expenses	6,176	6,789	6,905	7,012	**7,423**
Operating-basis income before income tax expense	2,557	2,775	2,828	3,029	**3,204**
Income tax expense	676	695	638	630	**480**
Tax-equivalent adjustment	173	190	250	300	**461**
Operating-basis net income	$ 1,708	$ 1,890	$ 1,940	$ 2,099	**$ 2,263**
Adjustments to operating-basis net income:					
Dividends on preferred stock	—	(20)	(29)	(26)	**(61)**
Earnings allocated to participating securities	(18)	(18)	(13)	(8)	**(3)**
	(18)	(38)	(42)	(34)	**(64)**
Operating-basis net income available to common shareholders	$ 1,690	$ 1,852	$ 1,898	$ 2,065	**$ 2,199**

Explanatory notes are provided on the page 18.

STATE STREET CORPORATION
Quarterly Financial Trends
TRENDS - OPERATING-BASIS RESULTS (Continued)
(NON-GAAP PRESENTATION)
(Dollars in millions)

	Years Ended December 31,				
	2010	**2011**	**2012**	**2013**	**2014**
Operating-basis earnings per common share:					
Basic	$ 3.41	$ 3.76	$ 4.00	$ 4.63	**$ 5.18**
Diluted	3.40	3.73	3.95	4.54	**5.09**
Average common shares outstanding:					
Basic	495,394	492,598	474,458	446,245	**424,223**
Diluted	497,924	496,072	481,129	455,155	**432,007**
Operating-basis financial ratios:					
Return on average common equity	10.4%	9.9%	9.7%	10.3%	**10.9%**
Internal capital generation rate	10.3	8.0	7.4	8.0	**8.5**
Dividend payout ratio	1.2	19.1	23.9	22.4	**22.3**
After-tax margin	19.6	19.7	19.6	20.6	**20.7**

[1] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $44 million. Operating-basis revenue excludes $712 million of discount accretion related to former conduit securities and a $344 million net loss related to a repositioning of the investment portfolio. Operating-basis expenses exclude $7 million related to a tax on bonus payments to employees in the U.K., a $414 million charge (composed of $330 million to provide for a one-time cash contribution to the SSgA lending fund collateral pools and liquidating trusts and $9 million of associated costs, and $75 million to establish a reserve to address potential inconsistencies in the application of redemption policy for agency lending collateral pools), and $245 million of acquisition and restructuring costs (composed of $89 million of integration costs and $156 million of restructuring charges related to a business operations and information technology transformation program).

[2] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $62 million. Operating-basis revenue excludes $220 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $269 million of acquisition and restructuring costs (composed of $71 million of integration costs related to previous acquisitions; a $55 million indemnification benefit for an income tax claim related to the 2010 acquisition of the Italian securities services business; $133 million of restructuring charges related to the business operations and information technology transformation program; and $120 million of restructuring charges mainly related to our withdrawal from our fixed-income trading initiative). Income tax expense excludes a discrete tax benefit of $103 million related to former conduit assets and income tax expense of $55 million related to the indemnification benefit described above.

[3] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $126 million. Operating-basis revenue excludes $215 million of discount accretion related to former conduit securities and a $46 million loss on the sale of Greek investment securities. Operating-basis expenses exclude $225 million of acquisition and restructuring costs (composed of $66 million of integration costs related to previous acquisitions, partly offset by an indemnification benefit of $40 million for an income tax claim related to a 2010 acquisition, and $199 million of restructuring charges primarily related to expense control measures and the business operations and information technology transformation program); net provisions for litigation exposures and other costs of $80 million; a special one-time additional charitable contribution of $25 million; a loss of $13 million related to a Lehman Brothers-related OREO property; and a benefit of $362 million related to claims associated with the Lehman Brothers bankruptcy. Income tax expense reflects the net tax effects of audit settlements associated with a 2010 acquisition and non-operating adjustments. Other expenses of $1.052 billion exclude the special one-time additional charitable contribution of $25 million and the loss of $13 million related to a Lehman Brothers-related OREO property described above.

[4] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $158 million. Operating-basis revenue excludes $137 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $104 million of acquisition and restructuring costs (composed of $76 million of integration costs related to previous acquisitions and $28 million of restructuring charges primarily related to the business operations and information technology transformation program); $11 million of compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a net provision of $65 million for litigation exposure and other costs. Income tax expense excludes an out-of-period income tax benefit of $71 million related to the adjustment of deferred taxes.

[5] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $288 million. Operating-basis revenue excludes $119 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $133 million of acquisition and restructuring costs (composed of $58 million of integration costs related to previous acquisitions and $75 million of restructuring charges primarily related to the business operations and information technology transformation program); $84 million of compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a net provision of $187 million for litigation exposure and other costs.

[6] Composed of reported net interest revenue of $2.70 billion, less $712 million of discount accretion related to former conduit securities.

[7] Composed of reported net interest revenue of $2.33 billion, less $220 million of discount accretion related to former conduit securities.

[8] Composed of reported net interest revenue of $2.54 billion, less $215 million of discount accretion related to former conduit securities.

[9] Composed of reported net interest revenue of $2.30 billion, less $137 million of discount accretion related to former conduit securities.

[10] Composed of reported net interest revenue of $2.26 billion, less $119 million of discount accretion related to former conduit securities.

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

STATE STREET CORPORATION
Quarterly Financial Trends
TRENDS - OPERATING-BASIS RESULTS
(NON-GAAP PRESENTATION)
(Dollars in millions, except per share amounts; shares in thousands; fully taxable-equivalent basis)

State Street prepares its consolidated statement of income, presented on page 1, in conformity with U.S. generally accepted accounting principles, referred to as GAAP. In addition to presenting State Street's financial results in conformity with GAAP, management also presents results on a non-GAAP, or "operating" basis, as it believes that this presentation supports meaningful comparisons from period to period and the analysis of comparable financial trends with respect to State Street's normal ongoing business operations.

Management believes that operating-basis financial information, which reports revenue from non-taxable sources, such as interest revenue from tax-exempt investment securities and processing fees and other revenue associated with tax-advantaged investments, on a fully taxable-equivalent basis and excludes the impact of revenue and expenses outside of the normal course of business, facilitates an investor's understanding and analysis of State Street's underlying financial performance and trends in addition to financial information prepared and reported in accordance with GAAP. These quarterly financial trends present financial information prepared on a GAAP basis as well as on an operating basis, and accordingly, provide reconciliations of operating-basis financial measures. Non-GAAP financial measures should be considered in addition to, not as a substitute for or superior to, financial measures determined in conformity with GAAP.

The following table presents State Street's consolidated financial results on an operating basis for the quarters indicated. Certain prior-period amounts have been reclassified to conform to current period presentation.

	2013				2014			
Operating-Basis Results	1st[1]	2nd[2]	3rd[3]	4th[4]	1st[5]	2nd[6]	3rd[7]	**4th[8]**
Operating-basis revenue:								
Servicing fees	$ 1,175	$ 1,201	$ 1,211	$ 1,232	$ 1,238	$ 1,288	$ 1,302	**$ 1,301**
Management fees	263	277	276	290	292	300	316	**299**
Trading services:								
Direct sales and trading	81	86	74	63	71	79	101	**110**
Indirect foreign exchange trading[10]	65	85	73	62	63	65	60	**58**
Total foreign exchange trading	146	171	147	125	134	144	161	**168**
Electronic foreign exchange services	60	63	48	47	48	43	44	**46**
Other trading, transition management and brokerage	83	70	70	64	71	73	73	**79**
Total brokerage and other trading services	143	133	118	111	119	116	117	**125**
Total trading services	289	304	265	236	253	260	278	**293**
Securities finance	78	131	74	76	85	147	99	**106**
Processing fees and other	86	92	94	98	113	108	103	**138**
Total operating-basis fee revenue	1,891	2,005	1,920	1,932	1,981	2,103	2,098	**2,137**
Net interest revenue[9]	545	549	518	554	528	533	537	**543**
Tax-equivalent adjustment	32	33	35	42	44	42	43	**44**
Operating-basis net interest revenue	577	582	553	596	572	575	580	**587**
Net gains (losses) from sales of available-for-sale securities	2	(7)	(4)	—	6	(2)	—	**—**
Total operating-basis revenue	2,470	2,580	2,469	2,528	2,559	2,676	2,678	**2,724**
Growth over previous year	*2%*	*5%*	*3%*	*3%*	*4 %*	*4 %*	*8 %*	***8 %***
Provision for loan losses	—	—	—	6	2	2	2	**4**
Operating-basis expenses:								
Compensation and employee benefits	1,035	917	903	934	1,085	974	955	**962**
Information systems and communications	237	235	235	228	244	244	242	**246**
Transaction processing services	180	186	185	182	191	193	199	**201**
Occupancy	116	114	113	124	114	115	119	**113**
Other	244	301	251	292	283	292	293	**358**
Total operating-basis expenses	1,812	1,753	1,687	1,760	1,917	1,818	1,808	**1,880**
Operating-basis income before income tax expense	658	827	782	762	640	856	868	**840**
Income tax expense	140	181	164	145	99	127	140	**114**
Tax-equivalent adjustments	66	67	72	95	101	106	129	**125**
Operating-basis net income	$ 452	$ 579	$ 546	$ 522	$ 440	$ 623	$ 599	**$ 601**
Adjustments to operating-basis net income:								
Dividends on preferred stock	(7)	(6)	(7)	(6)	(6)	(19)	(18)	**(18)**
Earnings allocated to participating securities	(2)	(2)	(2)	(2)	(1)	(1)	—	**(1)**
	(9)	(8)	(9)	(8)	(7)	(20)	(18)	**(19)**
Operating-basis net income available to common shareholders	$ 443	$ 571	$ 537	$ 514	$ 433	$ 603	$ 581	**$ 582**

Explanatory notes are provided on the page 21.

STATE STREET CORPORATION

Quarterly Financial Trends

TRENDS - OPERATING-BASIS RESULTS (Continued)

(NON-GAAP PRESENTATION)

(Dollars in millions)

	2013				2014			
	1st	2nd	3rd	4th	1st	2nd	3rd	**4th**
Operating-basis earnings per common share:								
Basic	$ .98	$ 1.26	$ 1.21	$ 1.18	$ 1.01	$ 1.41	$ 1.37	**$ 1.40**
Diluted	.96	1.24	1.19	1.15	.99	1.39	1.35	**1.37**
Average common shares outstanding:								
Basic	454,315	452,176	442,860	435,871	430,621	427,824	421,974	**416,651**
Diluted	462,751	461,040	452,154	445,225	438,815	435,320	429,736	**424,339**
Operating-basis financial ratios:								
Return on average common equity	8.9%	11.3%	11.0%	10.3%	8.8%	11.9%	11.4%	**11.6%**
Internal capital generation rate	6.5	9.0	8.6	8.0	6.6	9.4	8.9	**9.1**
Common dividend payout ratio	26.6	20.4	21.3	22.0	25.8	21.1	21.7	**21.4**
After-tax margin	18.1	22.2	21.8	20.4	17.0	22.6	21.7	**21.4**

[1] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $34 million. Operating-basis revenue excludes $31 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $14 million of acquisition and restructuring costs (composed of $15 million of integration costs related to previous acquisitions and $(1) million of restructuring charges).

[2] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $34 million. Operating-basis revenue excludes $47 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $30 million of acquisition and restructuring costs (composed of $19 million of integration costs related to previous acquisitions and $11 million of restructuring charges) and $15 million of provisions for litigation exposure.

[3] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $37 million. Operating-basis revenue excludes $28 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $30 million of acquisition and restructuring costs (composed of $18 million of integration costs related to previous acquisitions and $12 million of restructuring charges) and $5 million of provision for litigation exposure and other costs.

[4] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $53 million. Operating-basis revenue excludes $31 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $30 million of acquisition and restructuring costs (composed of $24 million of integration costs related to previous acquisitions and $6 million of restructuring charges); $11 million of compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a provision of $45 million for litigation exposure and other costs. Income tax expense excludes an out-of-period income tax benefit of $71 million related to the adjustment of deferred taxes.

[5] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $57 million. Operating-basis revenue excludes $27 million of discount accretion related to former conduit securities. Operating-basis expenses exclude $33 million of acquisition and restructuring costs (composed of $21 million of integration costs related to previous acquisitions and $12 million of restructuring charges); $72 million of compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a net provision of $6 million for litigation exposure and other costs. Income tax expense excludes an Italian banking industry tax assessment of $11 million.

[6] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $64 million. Operating-basis revenue excludes $28 million of discount accretion associated with former conduit securities. Operating-basis expenses exclude $28 million of acquisition and restructuring costs (composed of $15 million of integration costs related to previous acquisitions and $13 million of restructuring charges); and $4 million of compensation and employee benefits expenses related to severance costs associated with the staffing realignment.

[7] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $86 million. Operating-basis revenue excludes $33 million of discount accretion associated with former conduit securities. Operating-basis expenses exclude $20 million of acquisition and restructuring costs (composed of $12 million of integration costs related to previous acquisitions and $8 million of restructuring charges); $2 million of credit adjustments to compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a net provision of $66 million for litigation exposure and other costs.

[8] Operating-basis revenue includes the tax-equivalent impact of income tax credits associated with tax-advantaged investments of $81 million. Operating-basis revenue excludes $31 million of discount accretion associated with former conduit securities. Operating-basis expenses exclude $52 million of acquisition and restructuring costs (composed of $10 million of integration costs related to previous acquisitions and $42 million of restructuring charges); $10 million of adjustments to compensation and employee benefits expenses related to severance costs associated with the staffing realignment; and a net provision of $115 million for litigation exposure and other costs.

[9] First, second, third and fourth quarters of 2013, first, second, third and fourth quarters of 2014 exclude discount accretion of $31 million, $47 million, $28 million, $31 million, $27 million, $28 million, $33 million and $31 million, respectively.

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

STATE STREET CORPORATION

Quarterly Financial Trends

AVERAGE STATEMENT OF CONDITION - RATES EARNED AND PAID

(NON-GAAP PRESENTATION)

(Dollars in millions; operating basis)

The following table presents consolidated average interest-earning assets, average interest-bearing liabilities and related average rates earned and paid, respectively, for the years indicated, on an operating basis. Tax-equivalent adjustments were calculated using a federal income tax rate of 35%, adjusted for applicable state income taxes, net of related federal benefit.

	December 31, 2010		December 31, 2011		December 31, 2012		December 31, 2013		**December 31, 2014**	
	Average balance	Average rates [1]	Average balance	Average rates [2]	Average balance	Average rates [3]	Average balance	Average rates [4]	**Average balance**	**Average rates [5]**
Assets:										
Interest-bearing deposits with banks	$ 13,550	0.69%	$ 20,241	0.74%	$ 26,823	0.53%	$ 28,946	0.43%	**$ 55,353**	**0.35%**
Securities purchased under resale agreements	2,957	0.83	4,686	0.61	7,243	0.71	5,766	0.77	**4,077**	**0.94**
Trading account assets	376	—	2,013	—	651	—	748	—	**959**	**0.13**
Investment securities										
U.S. Treasury and federal agencies	28,028	2.43	32,517	2.38	34,576	2.31	33,003	2.14	**32,481**	**2.07**
State and political subdivisions	6,444	5.43	6,875	5.05	7,346	4.60	8,637	4.53	**10,619**	**3.81**
Other investments	61,651	2.27	63,683	2.05	71,988	1.93	76,056	1.60	**73,709**	**1.53**
Loans and leases	12,094	2.73	12,180	2.03	11,610	1.77	13,781	1.65	**15,912**	**1.64**
Other interest-earning assets	1,156	0.24	5,462	0.03	7,378	0.04	11,164	0.04	**15,944**	**0.05**
Total interest-earning assets	126,256	2.28	147,657	1.93	167,615	1.74	178,101	1.53	**209,054**	**1.29**
Cash and due from banks	2,781		3,436		3,811		3,747		**4,139**	
Other assets	22,920		23,665		22,384		25,182		**24,935**	
Total assets	$151,957		$174,758		$193,810		$207,030		**$238,128**	
Liabilities:										
Interest-bearing deposits:										
U.S.	$ 8,632	0.43	$ 4,049	0.27	$ 9,333	0.20	$ 8,862	0.12	**$ 21,296**	**0.10**
Non-U.S. transaction accounts	65,931		81,283		86,239		97,655		**107,246**	
Non-U.S. nontransaction accounts	2,395		2,728		2,820		2,736		**1,757**	
Total Non-U.S.	68,326	0.26	84,011	0.25	89,059	0.16	100,391	0.08	**109,003**	**0.07**
Securities sold under repurchase agreements	8,108	0.05	9,040	0.11	7,697	0.01	8,436	0.01	**8,817**	**—**
Federal funds purchased	1,759	0.05	845	—	784	0.09	298	—	**20**	**—**
Other short-term borrowings	13,590	1.86	5,134	1.67	4,676	1.52	3,785	1.57	**4,177**	**0.12**
Long-term debt	8,681	3.30	8,966	3.22	7,008	3.17	8,415	2.75	**9,309**	**2.63**
Other interest-bearing liabilities	940	0.69	3,535	0.24	5,898	0.26	6,457	0.40	**7,351**	**0.59**
Total interest-bearing liabilities	110,036	0.69	115,580	0.53	124,455	0.38	136,644	0.30	**159,973**	**0.25**
Non-interest bearing deposits	13,879		25,925		36,512		36,294		**44,041**	
Other liabilities	11,682		13,890		12,660		13,561		**12,797**	
Preferred shareholders' equity	—		400		515		490		**1,181**	
Common shareholders' equity	16,360		18,963		19,668		20,041		**20,136**	
Total liabilities and shareholders' equity	$151,957		$174,758		$193,810		$207,030		**$238,128**	
Excess of rate earned over rate paid		1.59%		1.40%		1.36%		1.23%		**1.04%**
Net interest margin		1.68%		1.52%		1.46%		1.30%		**1.11%**
Net interest revenue, operating basis		$ 2,116		$ 2,241		$ 2,447		$ 2,308		**$ 2,314**

[1] Full-year 2010 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $2,699 million and a tax-equivalent adjustment of $129 million, excluding the impact of $712 million of discount accretion related to former conduit securities.

[2] Full-year 2011 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $2,333 million and a tax-equivalent adjustment of $128 million, excluding the impact of $220 million of discount accretion related to former conduit securities.

[3] Full-year 2012 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $2,538 million and a tax-equivalent adjustment of $124 million, excluding the impact of $215 million of discount accretion related to former conduit securities.

[4] Full-year 2013 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $2,303 million and a tax-equivalent adjustment of $142 million, excluding the impact of $137 million of discount accretion related to former conduit securities.

[5] Full-year 2014 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $2,260 million and a tax-equivalent adjustment of $173 million, excluding the impact of $119 million of discount accretion related to former conduit securities.

STATE STREET CORPORATION

Quarterly Financial Trends

AVERAGE STATEMENT OF CONDITION - RATES EARNED AND PAID

(NON-GAAP PRESENTATION)

(Dollars in millions; operating basis)

The following table presents consolidated average interest-earning assets, average interest-bearing liabilities and related average rates earned and paid, respectively, for the quarters indicated, on an operating basis. Tax-equivalent adjustments were calculated using a federal income tax rate of 35%, adjusted for applicable state income taxes, net of related federal benefit.

	March 31, 2013		June 30, 2013		September 30, 2013		December 31, 2013		March 31, 2014		June 30, 2014		September 30, 2014		**December 31, 2014**	
	Average balance	Average rates[1]	Average balance	Average rates[2]	Average balance	Average rates[3]	Average balance	Average rates[4]	Average balance	Average rates[5]	Average balance	Average rates[6]	Average balance	Average rates[7]	**Average balance**	**Average rates[8]**
Assets:																
Interest-bearing deposits with banks	$ 30,586	0.41%	$ 28,244	0.44%	$ 25,270	0.46%	$ 31,712	0.43%	$ 33,410	0.42%	$ 53,564	0.38%	$ 63,160	0.33%	**$ 70,780**	**0.32%**
Securities purchased under resale agreements	5,649	0.95	5,852	0.79	5,895	0.54	5,670	0.82	6,631	0.53	4,307	0.94	3,249	1.05	**2,178**	**1.99**
Trading account assets	728	—	638	—	802	—	823	—	901	—	953	—	985	—	**995**	**—**
Investment securities																
U.S. Treasury and federal agencies	36,699	2.12	34,773	2.11	30,997	2.13	29,876	2.20	29,498	2.21	30,574	2.15	33,114	2.00	**36,655**	**1.95**
State and political subdivisions	7,723	4.32	8,223	4.21	8,656	4.36	9,923	5.11	10,452	4.37	10,562	3.30	10,636	3.80	**10,821**	**3.76**
Other investments	75,179	1.66	75,526	1.65	75,899	1.56	77,361	1.55	77,885	1.51	76,457	1.52	73,868	1.56	**66,746**	**1.53**
Loans and leases	12,737	1.70	14,003	1.75	13,859	1.60	14,504	1.58	14,602	1.58	15,061	1.58	16,002	1.55	**17,945**	**1.81**
Other interest-earning assets	9,023	0.06	11,016	0.04	11,927	0.02	12,641	0.02	13,527	0.02	14,845	0.06	17,003	0.05	**18,338**	**0.05**
Total interest-earning assets	178,324	1.56	178,275	1.54	173,305	1.49	182,510	1.51	186,906	1.46	206,323	1.29	218,017	1.24	**224,458**	**1.22**
Cash and due from banks	3,984		3,811		3,427		3,770		4,618		5,304		4,240		**2,416**	
Other assets	25,957		25,608		24,550		24,635		24,045		23,037		25,053		**27,565**	
Total assets	$208,265		$207,694		$201,282		$210,915		$215,569		$234,664		$247,310		**$254,439**	
Liabilities:																
Interest-bearing deposits:																
U.S.	$ 13,398	0.19	$ 7,969	0.13	$ 5,735	0.06	$ 8,434	0.04	$ 12,072	0.03	$ 20,698	0.09	24,144	0.11	**28,063**	**0.12**
Non-U.S. transaction accounts	96,796		99,078		96,730		98,482		99,829		106,894		112,856		**109,260**	
Non-U.S. nontransaction accounts	2,924		3,049		2,523		1,987		1,453		2,396		1,900		**1,258**	
Total Non-U.S.	99,720	0.11	102,127	0.09	99,253	0.06	100,469	0.06	101,282	0.06	109,290	0.05	114,756	0.09	**110,518**	**0.08**
Securities sold under repurchase agreements	7,839	—	8,469	—	8,757	—	8,668	—	8,424	—	8,747	—	9,111	—	**8,977**	**—**
Federal funds purchased	363	—	300	—	247	—	281	—	20	—	19	—	18	—	**22**	**—**
Other short-term borrowings	4,640	1.42	3,641	1.63	3,413	1.63	3,463	1.62	3,909	1.57	4,000	(1.20)	4,376	—	**4,415**	**0.13**
Long-term debt	7,400	3.03	8,200	2.65	8,824	2.67	9,213	2.72	9,668	2.60	9,340	2.73	9,020	2.64	**9,216**	**2.56**
Other interest-bearing liabilities	6,496	0.31	6,273	0.52	6,777	0.35	6,281	0.42	6,758	0.43	7,559	0.99	7,386	0.42	**7,690**	**0.50**
Total interest-bearing liabilities	139,856	0.32	136,979	0.30	133,006	0.29	136,809	0.29	142,133	0.29	159,653	0.22	168,811	0.24	**168,901**	**0.24**
Non-interest bearing deposits	34,061		34,776		35,659		40,617		40,711		41,906		44,503		**48,951**	
Other liabilities	13,509		15,044		12,627		13,079		12,034		11,541		12,513		**15,069**	
Preferred shareholders' equity	489		490		490		491		722		1,233		1,233		**1,526**	
Common shareholders' equity	20,350		20,405		19,500		19,919		19,969		20,331		20,250		**19,992**	
Total liabilities and shareholders' equity	$208,265		$207,694		$201,282		$210,915		$215,569		$234,664		$247,310		**$254,439**	
Excess of rate earned over rate paid		1.24%		1.24%		1.20%		1.22%		1.17%		1.07%		1.00%		**0.98%**
Net interest margin		1.31%		1.31%		1.27%		1.30%		1.24%		1.12%		1.06%		**1.04%**
Net interest revenue, operating basis		$ 577		$ 582		$ 553		$ 596		$ 572		$ 575		$ 580		**$ 587**

Explanatory notes are provided on the following page.

[1] First quarter of 2013 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $576 million and a tax-equivalent adjustment of $32 million, excluding the impact of $31 million of discount accretion related to former conduit securities.

[2] Second quarter of 2013 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $596 million and a tax-equivalent adjustment of $33 million, excluding the impact of $47 million of discount accretion related to former conduit securities.

[3] Third quarter of 2013 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $546 million and a tax-equivalent adjustment of $35 million, excluding the impact of $28 million of discount accretion related to former conduit securities.

[4] Fourth quarter of 2013 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $585 million and a tax-equivalent adjustment of $42 million, excluding the impact of $31 million of discount accretion related to former conduit securities.

[5] First quarter of 2014 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $555 million and a tax-equivalent adjustment of $44 million, excluding the impact of $27 million of discount accretion related to former conduit securities.

[6] Second quarter of 2014 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $561 million and a tax-equivalent adjustment of $42 million, excluding the impact of $28 million of discount accretion related to former conduit securities.

[7] Third quarter of 2014 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of 570 million and a tax-equivalent adjustment of $43 million, excluding the impact of $33 million of discount accretion related to former conduit securities.

[8] Fourth quarter of 2014 presents rates earned and paid based on operating-basis net interest revenue, which is composed of reported net interest revenue of $574 million and a tax-equivalent adjustment of $44 million, excluding the impact of $31 million of discount accretion related to former conduit securities.

STATE STREET CORPORATION

Quarterly Financial Trends

RECONCILIATIONS OF TANGIBLE COMMON EQUITY AND COMMON EQUITY TIER 1 RATIOS

The following table presents the calculations of State Street's ratios of tangible common equity to total tangible assets and its ratio of common equity tier 1 capital to total risk-weighted assets.

(Dollars in millions)		December 31, 2014	December 31, 2013
Consolidated Total Assets		**$ 274,119**	$ 243,291
Less:			
Goodwill		**5,826**	6,036
Other intangible assets		**2,025**	2,360
Cash balances held at central banks in excess of required reserves		**83,402**	51,034
Adjusted assets		**182,866**	183,861
Plus related deferred tax liabilities		**821**	653
Total tangible assets	**A**	**$ 183,687**	$ 184,514
Consolidated Total Common Shareholders' Equity		**$ 19,512**	$ 19,887
Less:			
Goodwill		**5,826**	6,036
Other intangible assets		**2,025**	2,360
Adjusted equity		**11,661**	11,491
Plus related deferred tax liabilities		**821**	653
Total tangible common equity	**B**	**$ 12,482**	$ 12,144
Tangible common equity ratio	**B/A**	**6.8%**	6.6%
Tier 1 Capital[1]			$ 13,895
Less:			
Trust preferred capital securities			950
Preferred stock			491
Plus: Other			—
Common equity tier 1 capital	**C**		$ 12,454
Total Risk-Weighted Assets[1]	**D**		$ 80,126
Common equity tier 1 risk-based capital ratio	**C/D**		15.5%

[1] As of December 31, 2013, tier 1 capital and total risk-weighted assets were calculated in conformity with the provisions of Basel I.