

NORTHERN
INSTITUTIONAL
FUNDS

TAX
FACTS

2022

Northern Institutional Funds: Tax Facts 2022 contains specific information about investment income related to Northern Institutional Funds. It includes the percentages that clients will need to calculate possible tax exemptions.

Because tax laws vary among localities and states, we encourage you to consult your tax advisor concerning the application of state and local tax regulations to each Portfolio's distributions.

If you have questions about the information provided or about your Northern Institutional Funds accounts, please call your Investment Relationship Manager or **800-637-1380**.

As always, we appreciate your confidence in selecting Northern Institutional Funds as your investment partner. We hope you find this material useful as you prepare your tax filings for 2022.



DIRECT U.S. GOVERNMENT & AGENCY OBLIGATIONS

Percentage of Dividends Derived from Direct U.S. Government & Agency Obligations

In some states, mutual fund dividends derived from certain direct U.S. government and agency obligations may be exempt from state income taxes. A portion of the dividend income paid by Northern Institutional Funds during 2022 may qualify for this exemption. This table shows the percentage of dividends (the amount reported in box 1a of Form 1099-DIV) attributable to direct U.S. government and agency obligations for each of the Northern Institutional Portfolios during 2022.

PORTFOLIOS	U.S. Government	Federal Farm Credit Bank	Federal Home Loan Bank	Student Loan Marketing Association	Tennessee Valley Authority
Liquid Assets	8.05%	11.61%	9.14%	—	—
Treasury	29.23%	—	—	—	—
U.S. Government	10.86%	9.83%	4.94%	—	—
U.S. Government Select	15.93%	10.07%	5.05%	—	—

PERCENTAGE OF 163(J) INTEREST DIVIDEND

The Treasury Department and the Internal Revenue Service (IRS) have finalized regulations that permit regulated investment companies (RICs) to pass through interest income to corporate shareholders for purposes of determining such corporations' interest expense limitation under section 163(j). The final regulations provide a RIC's corporate shareholders with interest income rather than ordinary dividend income, potentially increasing the amount of interest expense the shareholders can deduct under the new limits implemented by the 2017 tax legislation commonly referred to as the "Tax Cuts and Jobs Act."

Listed below are the percentages of total ordinary income distributed by the fund during the 2022 calendar year (Box 1a Total on Form 1099) that can be treated as a 163(j) Interest Dividend.

PORTFOLIOS	163(j) Percentage
Liquid Assets	100.00%
Treasury	99.89%
U.S. Government	100.00%
U.S. Government Select	99.92%

LONG-TERM CAPITAL GAIN AND INCOME DISTRIBUTIONS

PORTFOLIOS	Ex-Date	Long-Term Gain Factor
U.S. Government Select	12/16/2022	\$0.000000140

Legal, Investment and Tax Notice: This information is not intended to be and should not be treated as legal advice, investment advice or tax advice. Readers, including professionals, should under no circumstances rely upon this information as a substitute for their own research or for obtaining specific legal or tax advice from their own counsel.

You could lose money by investing in the Portfolios. Although each of the Portfolios seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in a Portfolio is not a deposit of any bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation ("FDIC"), any other government agency, or The Northern Trust Company, its affiliates, subsidiaries or any other bank. The Portfolios' sponsor has no legal obligation to provide financial support to the Portfolios, and you should not expect that the sponsor will provide financial support to the Portfolios at any time.

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