



STATE STREET®

PRESS RELEASE / 2.22.11

Contact: Alicia Curran Sweeney

Telephone +1 617 664 3001

www.statestreet.com

Investor Confidence Index Falls from 100.8 to 91.6 in February

Boston, February 22, 2011 — State Street Global Markets, the investment research and trading arm of State Street Corporation (NYSE:STT), today released the results of the State Street Investor Confidence Index® for January 2011.

Globally, Investor Confidence fell 9.2 points from January's revised reading of 100.8 to reach 91.6. As was the case in January, declines were evident across all regions. The risk appetite of North American institutional investors fell to 92.5, a 6.8 point decline from the January level of 99.3. Confidence among Asian investors fell by a similar margin, slipping 4.3 points from January's revised number of 96.5 to 92.2. In Europe, where the most telling signs of retrenchment are evident, with institutional investor confidence declining 13.0 points, from 92.8 to 79.8.

Developed by Harvard University professor Kenneth Froot and Paul O'Connell of State Street Associates, the State Street Investor Confidence Index measures investor confidence on a quantitative basis by analyzing the actual buying and selling patterns of institutional investors. The index assigns a precise meaning to changes in investor risk appetite: the greater the percentage allocation to equities, the higher is risk appetite or confidence. A reading of 100 is neutral; it is the level at which investors are neither increasing nor decreasing their allocations to risky assets. The index differs from survey-based measures in that it is based on the actual trades, as opposed to opinions, of institutional investors.

"The numbers this month are fairly emphatic in signaling a decline in institutional investor confidence," commented Froot. "Political turmoil in the Middle East and North Africa, policy tightening in emerging markets and qualms about the pace of the recent run-up in developed markets equities are likely at the root of this. In the case of European investors, there is the added uncertainty around the upcoming March negotiations on sovereign debt and the European Financial Stability Facility to consider."

"Looking at the underlying data, we see that institutional flows into emerging markets and Asia Pacific, excluding Japan, continue to fade from their highs in the third quarter of last year," added O'Connell. "This

STATE STREET
GLOBAL ADVISORS.

Investment Management

STATE STREET
GLOBAL MARKETS.

Investment Research and Trading

STATE STREET
GLOBAL SERVICES.

Investment Servicing

coupled with a discernible lack of interest in US equities has driven the confidence measures down. On a relative basis, there is some preference among institutions for the financial and energy sectors, but overall, it's fair to say that institutions are reluctant to commit to further equity allocations at this time.”



February Results

Global	91.6
N. America	92.5
Europe	79.8
Asia-Pacific	92.2

About State Street Global Markets

State Street Global Markets provides specialized investment research and trading in foreign exchange, equities, fixed income and derivatives. Its goal is to enhance and preserve portfolio values for asset managers and asset owners. From its unique position at the crossroads of the global markets, it creates and unlocks value for its clients with original flow-based research, innovative portfolio strategies, trade process optimization, and global connectivity across multiple asset classes and markets.

State Street Global Markets' research team of leading academic and industry experts is committed to continually advancing the science, including theory and application of its proprietary investor behavior research and innovative portfolio & risk management technologies to help its clients challenge conventional thinking, shape ideas, make more informed investment decisions and deliver measurable results.

About the State Street Investor Confidence Index[®]

The index is released globally at 10 a.m. Eastern time in Boston on the last Tuesday of each month. More information on the State Street Investor Confidence Index is available at

<http://www.statestreet.com/investorconfidenceindex>.

About State Street Corporation

State Street Corporation (NYSE: STT) is one of the world's leading providers of financial services to institutional investors, including investment management, investment research and trading and investment servicing. With \$21.5 trillion in assets under custody and administration and \$2.0 trillion * in assets under management at December 31, 2010, State Street operates in 26 countries and more than 100 geographic markets worldwide. For more information, visit State Street's website at www.statestreet.com.

###

This news announcement contains forward-looking statements as defined by United States securities laws, including statements about the financial outlook and business environment. Those statements are based on current expectations and involve a number of risks and uncertainties, including those set forth in State Street's 2009 annual report and subsequent SEC filings. State Street encourages investors to read the corporation's annual report, particularly the section on factors that may affect financial results, and its subsequent SEC filings for additional information with respect to any forward-looking statements and prior to making any investment decision. The forward-looking statements contained in this press release speak only as of the date hereof, February 22, 2011, and the company will not undertake efforts to revise those forward-looking statements to reflect events after this date.

* This AUM includes the assets of the SPDR Gold Trust (approx. \$56 billion as of December 31, 2010), for which State Street Global Markets, LLC, an affiliate of State Street Global Advisors, serves as the marketing agent.