

HIGH YIELD MUNICIPAL FUND

MUTUAL FUND

AS OF 3Q23

Investment Objective

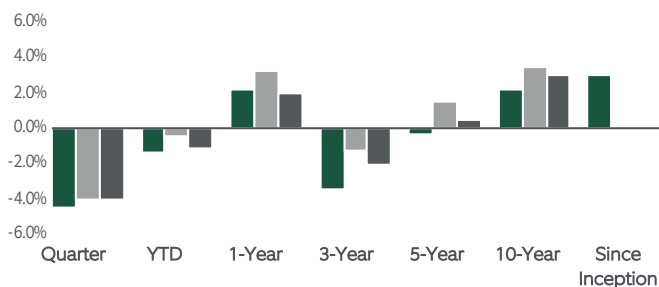
The Fund seeks a high level of current income exempt from regular federal income tax.

Investment Approach

The Fund will invest, under normal circumstances, at least 65% of its net assets in rated and unrated municipal instruments that are of low quality (commonly referred to as 'junk bonds') or medium or upper medium quality. Upper medium quality securities are rated A, medium quality securities are rated BBB and lower quality securities are rated BB or lower by a Nationally Recognized Statistical Rating Organization.

INVESTMENT PERFORMANCE % — AS OF 9/30/23

- Northern Funds High Yield Municipal Fund
- Bloomberg Muni Bond 60-40 High Yield/Inv Grade¹
- Morningstar Category Avg High Yield Muni



Average Annual Returns

	Quarter	YTD	1-Year	3-Year	5-Year	10-Year	Since Inception
Fund	-4.59	-1.49	2.19	-3.55	-0.35	2.14	2.91
Benchmark ¹	-4.12	-0.55	3.16	-1.34	1.49	3.35	—
Morningstar	-4.10	-1.17	1.86	-2.18	0.43	2.94	—

Performance quoted represents past performance and does not guarantee future results. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than that shown here. Performance data current to the most recent month end is available by calling 800-595-9111.

In the absence of applicable expense reimbursements and fee waivers, fund performance and returns since inception and dividends would have been reduced. Total return is based on net change in NAV assuming reinvestment of distributions.

*The 30-Day SEC Yield w/waivers represents the annualization of the Fund's net investment income, excluding capital gain income and includes contractual expense reimbursements. It would be lower without those reimbursements. Negative 30-Day SEC Yield results when accrued expenses of the past 30 days exceed the income collected during the past 30 days. The 30-Day SEC Yield w/o waivers represents the annualization of the Fund's net investment income, excluding capital gain income and excludes contractual expense reimbursements, resulting in a lower yield. Negative 30-Day SEC Yield results when accrued expenses of the past 30 days exceed the income collected during the past 30 days.

Please see following pages for calendar year returns, index definitions and investment terms.

FUND OVERVIEW

Benchmark/Index	Fund
Bloomberg Muni Bond 60-40 High Yield/Inv Grade ¹	
Morningstar Category	High Yield Muni
Inception Date	12/31/98
Total Net Assets	\$311.7 Million
Symbol/CUSIP	NHYMX
Dividend Schedule	Monthly
Expense Ratio - Gross (%)	0.64
Expense Ratio - Net (%)	0.58

The Gross and Net Expense Ratios are as of the most recent prospectus. The Net Expense Ratio includes contractual expense reimbursements by the advisor through at least July 31, 2024. Please read the current prospectus for more complete information on fees and expenses.

FUND CHARACTERISTICS

CHARACTERISTICS	Fund
Number of Holdings	292
30-Day SEC Yield w/ Waivers (%)*	5.47
30-Day SEC Yield w/o Waivers (%)*	5.35
Tax-Equivalent 30-Day SEC Yield (%)	9.24
Effective Duration	9.66 Years
Average Maturity	21.51 Years

Tax-equivalent yields are based on an assumed tax rate of 40.8% for national municipal funds.

NOT FDIC INSURED

MAY LOSE VALUE

NO BANK GUARANTEE

HIGH YIELD MUNICIPAL FUND

CALENDAR YEAR RETURNS %

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
High Yield Municipal Fund	-16.86	5.15	4.35	8.82	0.31	6.90	-0.04	4.50	12.42	-4.45
Benchmark ¹	-11.29	5.23	5.12	9.42	3.36	7.98	1.90	2.43	11.92	-4.32
Morningstar High Yield Muni	-13.71	5.44	3.45	9.12	2.11	7.38	0.90	4.09	13.86	-5.99

Performance quoted represents past performance and does not guarantee future results.

MATURITY DISTRIBUTION %

Maturity Range	Fund		Fund
0-1 Year	3.4	15yrs-20yrs	19.0
2yrs-3yrs	1.6	20yrs-25yrs	18.5
3yrs-5yrs	0.2	25yrs-30yrs	30.6
5yrs-7yrs	2.9	30yrs-35yrs	11.8
7yrs-10yrs	3.2	35yrs+	1.2
10yrs-15yrs	7.7		

PORTFOLIO MANAGEMENT

Refer to Northern Trust's website for more information on the Portfolio Management Team managing this fund.

DISCLOSURE

All data is as of date indicated and subject to change.

¹ The Annualized Since Inception Total Return for the Bloomberg Municipal Bond 60% High Yield / 40% Investment Grade Index is not available as the benchmark inception date is October 17, 2002, which is after the Fund's inception date of December 31, 1998. The Bloomberg Municipal Bond 60-40 Investment Grade/High Yield Index is an unmanaged index of investment and non-investment-grade bonds with a 60% weighting in the Bloomberg U.S. Municipal Index and a 40% weighting to the Bloomberg Municipal High Yield Index. It is not possible to invest directly in an index.

QUALITY DISTRIBUTION %

Quality Rating	Fund	Benchmark ¹
AAA	1.0	6.4
AA	3.8	21.7
A	4.7	9.6
BBB	14.3	2.2
BB	22.2	15.3
B	2.8	2.5
CCC	0.0	1.2
CC	0.0	0.1
C	0.0	0.1
Not Rated	49.6	40.9
Cash & Cash Equivalents	1.5	0.0

SECTOR WEIGHTINGS %

Economic Sector	Fund	Benchmark ¹
Revenue	89.1	80.2
General Obligation	9.1	19.4
Cash	1.7	0.0
Pre-Refunded	0.1	0.4



DEFINITIONS AND RISKS

Characteristics: Benchmark and Fund analytics have been calculated using a third party vended model. All material has been obtained from sources believed to be reliable, but the accuracy, completeness and interpretation cannot be guaranteed. Information contained herein is current as of the date appearing in this material only and is subject to change without notice. Certain benchmark calculations may not match the published benchmark characteristics.

Distribution Calculations: All distribution calculations (Maturity Distribution, Sector Weightings and Quality Distribution) are measured on a trade date basis and are adjusted for uninvested cash from the market value used to compute the percentage calculations.

Effective Duration: Effective Duration measures percent change in price for 100 basis point parallel shift.

Quality Distribution: Credit quality ratings are based on Moody's, Standard & Poor's and Fitch ratings. If ratings from all three rating agencies disagree, the security is assigned the middle rating. If two of the three agree, the security is assigned the rating from those two. If two of these rating agencies have assigned different ratings, the security is assigned the lower rating from those two. If none of these three rating agencies have assigned a rating, the security is assigned a rating of not rated. The ratings, expressed in Standard & Poor's nomenclature, range from AAA (extremely strong capacity to meet its financial commitment) to D (in default). Short-term ratings, when applicable, are expressed in Standard & Poor's nomenclature, range from A-1 (obligors capacity to meet its financial commitment on the obligation is strong) to A-3 (exhibits adequate protection parameters). The ratings represent the rating agencies opinions of the quality of the securities they rate. Ratings are relative and subjective and are not absolute standards of quality.

Bond Risk: Bond funds will tend to experience smaller fluctuations in value than stock funds. However, investors in any bond fund should anticipate fluctuations in price, especially for longer-term issues and in environments of rising interest rates.

Defaulted Bond Risk: The risk that the inability or unwillingness of an issuer or guarantor of a fixed-income security to meet its payment or other financial obligations will adversely affect the value of the Fund's investments and its returns. Changes in the credit rating of a debt security held by the Fund could have a similar effect.

High-Yield Risk: The risk that the Fund's below-investment grade fixed-income securities, sometimes known as "junk bonds," will be subject to greater credit risk, price volatility and risk of loss than investment grade securities, which can adversely impact the Fund's return and NAV. High yield securities are considered highly speculative and are subject to the increased risk of an issuer's inability to make principal and interest payments.

Municipal Bond Risk: Debt securities issued by state or local governments may be subject to special political, legal, economic and market factors that can have a significant effect on the portfolio's yield or value.

Sector Risk: The risk that companies in similar businesses may be similarly affected by particular economic or market events, which may, in certain circumstances, cause the value of securities of all companies in a particular sector of the market to decrease.

Tax-Free/AMT Risk: Tax-exempt funds' income may be subject to certain state and local taxes and, depending on your tax status, the federal alternative minimum tax.



Please carefully read the prospectus and summary prospectus and consider the investment objectives, risks, charges and expenses of Northern Funds carefully before investing. Call 800-595-9111 to obtain a prospectus and summary prospectus, which contain this and other information about the funds.

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