



**NORTHERN INSTITUTIONAL FUNDS**  
GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO

**ANNUAL REPORT**

NOVEMBER 30, 2010

TRUST NORTHERN FOR WHAT REALLY MATTERS



Managed by  
**Northern Trust**



A MESSAGE FROM  
**BOB BROWNE**

CHIEF INVESTMENT OFFICER

The global equity markets climbed the proverbial “wall of worry” to finish the annual period in positive territory. Despite concerns about Europe’s sovereign debt crisis and a potential “double-dip” recession in the United States, the S&P 500® Index posted a return of 9.96% for the 12 months ended November 30, 2010, while the MSCI EAFE® Index and MSCI Emerging Markets Index<sup>SM</sup> posted returns of 1.77% and 15.48%, respectively for the same period. The majority of these gains occurred in the final three months of the period, during which stocks were boosted by the prospect of a hamstrung Congress and a second round of quantitative easing by the U.S. Federal Reserve.

Although market performance has been strong, crosscurrents abound and the economic and financial market challenges are many as we move into 2011. On the positive side, the Federal Reserve’s reflation efforts seem to be gaining modest traction despite rising pressures for fiscal policy restraint at the federal, state and local levels. The outstanding loan book of U.S. commercial banks is nearing stabilization; bank lending standards have stopped tightening; small business confidence may have troughed; and rising asset markets suggest relaxing investor attitudes toward risk-taking. The manufacturing sector remains a solid contributor to growth, and the consumer — having made some progress on balance sheet repair — appears to

have enough confidence to generate reasonable retail sales results. In addition, dollar weakness is promoting export competitiveness at a time of unsteady economic conditions. With this as the backdrop, we believe the U.S. economy can produce stronger real gross domestic product growth in 2011 than it did in 2010 — indicating that while we are not out of the woods just yet, we are headed in the right direction.

Overseas, emerging market economies can continue to generate strong growth, albeit with the increased risk that tighter monetary policy will be required to slow inflationary pressures. However, European and Japanese growth remain more of a concern. Europe, in particular, is problematic. While the growth data coming out of the region has been surprisingly positive of late, the continued struggles of the stressed peripheral countries represent an increased risk factor to the global markets.

Turning our attention to the longer-term picture, the U.S. equity market has not been kind to investors who bought a decade ago and held their shares. During this time, stocks have produced a negative inflation-adjusted return. The fact that equity valuations reached an historical peak in 2000 explains much of this adverse return experience. In fact, real equity returns correlate highly with changes in the market’s price/earnings (P/E) ratio. In the 2000–2010 time period, P/E multiple

compression subtracted five percentage points from returns each year on average. Hence, it is more than about earnings; it is about what investors are willing to pay for those earnings at a given moment in time.

The historical lesson for long-term investors appears to be to increase equity exposure when P/E valuations are sufficiently low and temper expectations when the P/E pendulum has swung high. Right now, valuation levels are much improved from where they stood a decade ago. Stocks are not a bargain following the market run-up that has occurred since March 2009, but earnings trends have been sufficiently supportive to have P/E ratios hold near historical averages. We believe that this auspicious valuation picture, together with favorable liquidity conditions and positive corporate profits, will help to provide a tailwind to the U.S. market in the year ahead.

Bob Browne  
Chief Investment Officer  
Northern Trust

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The report has been prepared for the general information of Northern Institutional Funds Global Tactical Asset Allocation Portfolio shareholders. It is not authorized for distribution to prospective investors unless accompanied or preceded by a current Northern Institutional Funds Global Tactical Asset Allocation Portfolio prospectus, which contains more complete information about Northern Institutional Funds Global Tactical Asset Allocation Portfolio's investment policies, management fees and expenses. Investors are reminded to read the prospectus carefully before investing or sending money.

Performance calculations reflect fee waivers and reimbursements in effect. In the absence of fee waivers and reimbursements, total return would have been reduced. Total return is based on net change in net asset value assuming reinvestment of all dividends and distributions.

Performance of the Portfolio is compared to various market indices. Unlike a mutual fund, the performance of an index assumes no transaction costs, taxes, management fees or other expenses. A direct investment in an index is not possible.

This report contains certain forward-looking statements about factors that may affect the performance of the Portfolio in the future. These statements are based on Portfolio management's predictions and expectations concerning certain future events, such as performance of the economy as a whole and of specific industry sectors, changes in the levels of interest rates, the impact of developing world events, and other factors. Management believes these forward-looking statements to be reasonable, although they are inherently uncertain and difficult to predict. Actual events may cause adjustments in Portfolio management strategies from those currently expected to be employed.

Northern Institutional Funds are distributed by Northern Funds Distributors, LLC, Three Canal Plaza, Suite 100, Portland, Maine 04101, not affiliated with Northern Trust.

NOT FDIC INSURED

May lose value / No bank guarantee

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## PORTFOLIO MANAGEMENT COMMENTARY

The 12 months ended November 30, 2010 were generally positive for risk assets, which started 2010 with considerable momentum before correcting in the spring. A year and a half after the recession officially ended, U.S. economic fundamentals have remained atypically opaque, reflecting the depth of the crisis and the large role still being played by central bankers and politicians. Recently, expectations for future tightening actions by the U.S. Federal Reserve were pushed further into the future, and the election of a divided U.S. Congress added support to the underpinnings of the expansion.

The Portfolio gained 7.66% (Class A Shares) for the 12-month period compared with a return of 9.42% for the Asset Allocation Blend Index, 11.48% for the Russell 1000® Index and 6.02% for the Barclays Capital U.S. Aggregate Index. All domestic and global equity markets posted positive results, but returns varied widely across regions and capitalizations. Powered by low interest rates and strong earnings, U.S. mid and small caps rose by more than 25%, while sovereign debt troubles in some Eurozone countries held developed overseas equity returns to less than 1%. Most fixed income sectors gained between 3% and 6% for the period, with high yield topping the list with a gain of nearly 13%. Returns on alternative assets paralleled the upward trend in other markets, as both real estate and gold gained more than 15% and commodities returned just above 7%.

The changes we made to the Portfolio's risk positioning during the 12-month period reflected the volatility in both the economy and the financial markets. At the start of the period, the Portfolio was positioned with a risk profile above that of the Asset Allocation Blend benchmark. We made adjustments to increase the Portfolio risk exposure during the first, second and fourth quarters in response to the improving outlook regarding the shape and timing of the economic recovery. In addition, during the second and third quarters we made several tactical changes that were designed to temper risk amid percolating fears of a "double-dip" recession and possible deflation. The actions we took to limit the Portfolio's downside risk explain its underperformance relative to the benchmark.

## INVESTMENT PERFORMANCE

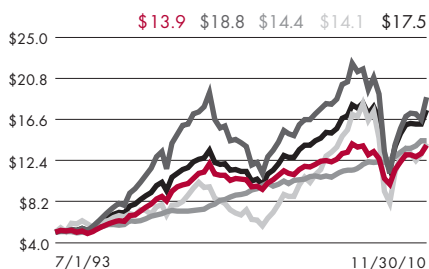
**AVERAGE ANNUAL RETURNS** for periods ended November 30, 2010

TOTAL RETURN	CLASS A SHARES	CLASS C SHARES	CLASS D SHARES	BLEND INDEX
ONE YEAR	7.66%	7.52%	7.34%	9.42%
FIVE YEAR	2.58	2.35	2.11	3.67
TEN YEAR	2.42	2.18	1.99	3.71
SINCE INCEPTION	6.06	5.85	5.69	7.46

*Performance reflects voluntary and contractual fee waivers and reimbursements in effect. In their absence, performance would be reduced. 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 at [northernfunds.com/institutional](http://northernfunds.com/institutional).*

## GROWTH OF A \$5,000,000 INVESTMENT

## CLASS A SHARES (in millions)



■ GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO  
 ■ RUSSELL 1000® INDEX  
 ■ BARCLAYS CAPITAL US AGGREGATE INDEX  
 ■ MSCI EAFE® INDEX & MSCI EMERGING MARKETS INDEX<sup>SM</sup>  
 ■ BLEND INDEX

This graph shows performance for Class A shares. Performance of other classes will vary based on their higher fees and expenses. The benchmark for the Global Tactical Asset Allocation Portfolio is the Asset Allocation Blend Index (Blend Index). The Blend Index consists of 55% Russell 1000® Index, 30% Barclays Capital U.S. Aggregate Index and 15% MSCI EAFE® Index and MSCI Emerging Markets Index<sup>SM</sup>. It is not possible to invest directly in an index.

Information about Investment Considerations can be found on page 23.

## PORTFOLIO MANAGER

PETER J. FLOOD

*With Northern Trust since 1979*

## PORTFOLIO FACTS (as of 11/30/10)

## TICKER SYMBOL

CLASS A SHARES	BBALX
CLASS C SHARES	BBCCX
CLASS D SHARES	BBADX

## INCEPTION DATE

CLASS A SHARES	7/1/93
CLASS C SHARES	12/29/95
CLASS D SHARES	2/20/96

**TOTAL NET ASSETS** \$17,541,205

## NET ASSET VALUE

CLASS A SHARES	\$9.80
CLASS C SHARES	9.80
CLASS D SHARES	9.67

## GROSS EXPENSE RATIO

CLASS A SHARES	1.03%
CLASS C SHARES	1.27
CLASS D SHARES	1.42

The graph and table do not reflect the deduction of taxes that a shareholder would pay on Portfolio distributions or the redemption of Portfolio shares.

Unlike the Index, the Portfolio's total returns are reduced by operating expenses, such as transaction costs and management fees.

During the fiscal year-ended November 30, 2008, the Portfolio changed its investment strategy from a traditional balanced fund to an asset allocation fund, operating as a fund of funds.

## STATEMENT OF ASSETS AND LIABILITIES

NOVEMBER 30, 2010

Amounts in thousands, except per share data	GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO
<b>ASSETS:</b>	
Investments, at cost <sup>(1)</sup>	\$16,513
Investments, at value <sup>(2)</sup>	\$17,574
Dividend income receivable	3
Receivable for securities sold	40
Receivable for fund shares sold	2
Receivable from affiliated administrator	12
Prepaid and other assets	3
<b>Total Assets</b>	<b>17,634</b>
<b>LIABILITIES:</b>	
Payable for securities purchased	42
Payable for fund shares redeemed	24
Payable to affiliates:	
Investment advisory fees	2
Administration fees	1
Custody and accounting fees	7
Shareholder servicing fees	1
Trustee fees	4
Accrued other liabilities	12
<b>Total Liabilities</b>	<b>93</b>
<b>Net Assets</b>	<b>\$17,541</b>
<b>ANALYSIS OF NET ASSETS:</b>	
Capital stock	\$24,020
Accumulated undistributed net investment loss	(1)
Accumulated undistributed net realized loss	(7,539)
Net unrealized appreciation	1,061
<b>Net Assets</b>	<b>\$17,541</b>
<b>Net Assets:</b>	
Class A	\$13,518
Class C	3,986
Class D	37
<b>Total Shares Outstanding (no par value, unlimited shares authorized):</b>	
Class A	1,378
Class C	407
Class D	4
<b>Net Asset Value, Redemption and Offering Price Per Share:</b>	
Class A	\$9.80
Class C	9.80
Class D	9.67

(1) Amount includes cost of \$14,965 in affiliated Portfolios.

(2) Amount includes value of \$15,797 in affiliated Portfolios.

See Notes to the Financial Statements.

## STATEMENT OF OPERATIONS

FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Amounts in thousands	GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO
<b>INVESTMENT INCOME:</b>	
Dividend income <sup>(1)</sup>	\$569
Other income	1
<b>Total Investment Income</b>	<b>570</b>
<b>EXPENSES:</b>	
Investment advisory fees	52
Administration fees	21
Custody and accounting fees	53
Transfer agent fees	6
Blue sky fees	29
SEC fees	2
Printing fees	27
Professional fees	11
Shareholder servicing fees	6
Trustee fees	7
Insurance fees	5
Other	7
<b>Total Expenses</b>	<b>226</b>
Less waivers of investment advisory fees	(21)
Less expenses reimbursed by administrator	(143)
<b>Net Expenses</b>	<b>62</b>
<b>Net Investment Income</b>	<b>508</b>
<b>NET REALIZED AND UNREALIZED GAINS (LOSSES):</b>	
Net realized gains on investments <sup>(2)</sup>	3,194
Net change in unrealized appreciation (depreciation) on investments <sup>(3)</sup>	(2,484)
<b>Net Gains</b>	<b>710</b>
<b>Net Increase in Net Assets Resulting from Operations</b>	<b>\$1,218</b>

(1) Amount includes dividend income from affiliated Portfolios of \$554, of which \$6 relates to capital gains distributions.

(2) Amount includes net realized gain from affiliated Portfolios of \$2,950.

(3) Amount includes net change in unrealized appreciation (depreciation) from affiliated Portfolios of \$(2,439).

See Notes to the Financial Statements.

## STATEMENT OF CHANGES IN NET ASSETS

FOR THE FISCAL YEARS ENDED NOVEMBER 30,

Amounts in thousands	GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO	
	2010	2009
<b>OPERATIONS:</b>		
Net investment income	\$508	\$1,065
Net realized gains (losses)	3,194	(539)
Net change in unrealized appreciation (depreciation)	(2,484)	4,014
Net Increase in Net Assets Resulting from Operations	1,218	4,540
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Net decrease in net assets resulting from Class A share transactions	(7,698)	(64)
Net decrease in net assets resulting from Class C share transactions	(53)	(40)
Net decrease in net assets resulting from Class D share transactions	(11)	(6)
Net Decrease in Net Assets Resulting from Capital Share Transactions	(7,762)	(110)
<b>DISTRIBUTIONS TO CLASS A SHAREHOLDERS:</b>		
From net investment income	(424)	(507)
Total Distributions to Class A shareholders	(424)	(507)
<b>DISTRIBUTIONS TO CLASS C SHAREHOLDERS:</b>		
From net investment income	(86)	(84)
Total Distributions to Class C shareholders	(86)	(84)
<b>DISTRIBUTIONS TO CLASS D SHAREHOLDERS:</b>		
From net investment income	(1)	(1)
Total Distributions to Class D shareholders	(1)	(1)
<b>Total Increase (Decrease) in Net Assets</b>	<b>(7,055)</b>	<b>3,838</b>
<b>NET ASSETS:</b>		
Beginning of year	24,596	20,758
End of year	\$17,541	\$24,596
<b>Accumulated Undistributed Net Investment Income (Loss)</b>	<b>\$(1)</b>	<b>\$6</b>

See Notes to the Financial Statements.

## FINANCIAL HIGHLIGHTS

GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO		CLASS A				
Selected per share data	2010 <sup>(1)</sup>	2009 <sup>(1)</sup>	2008 <sup>(1)</sup>	2007 <sup>(1)</sup>	2006	
<b>Net Asset Value, Beginning of Year</b>	<b>\$9.33</b>	<b>\$7.81</b>	<b>\$12.56</b>	<b>\$12.61</b>	<b>\$12.63</b>	
<b>INCOME (LOSS) FROM INVESTMENT OPERATIONS:</b>						
Net investment income	0.23	0.41	0.22	0.30	0.28	
Net realized and unrealized gains (losses)	0.47	1.34	(2.74)	0.42	0.52	
Total from Investment Operations	0.70	1.75	(2.52)	0.72	0.80	
<b>LESS DISTRIBUTIONS PAID:</b>						
From net investment income	(0.23)	(0.23)	(0.22)	(0.34)	(0.27)	
From net realized gains	—	—	(2.01)	(0.43)	(0.55)	
Total Distributions Paid	(0.23)	(0.23)	(2.23)	(0.77)	(0.82)	
Net Asset Value, End of Year	\$9.80	\$9.33	\$7.81	\$12.56	\$12.61	
<b>Total Return<sup>(2)</sup></b>	<b>7.66%</b>	<b>22.77%</b>	<b>(23.97)%</b>	<b>5.88%</b>	<b>6.74%</b>	
<b>SUPPLEMENTAL DATA AND RATIOS:</b>						
Net assets, in thousands, end of year	\$13,518	\$20,708	\$17,426	\$61,967	\$125,172	
Ratio to average net assets of:						
Expenses, net of waivers, reimbursements and credits	0.25% <sup>(3)</sup>	0.24% <sup>(3)</sup>	0.37% <sup>(3)(4)</sup>	0.61%	0.61%	
Expenses, before waivers, reimbursements and credits	1.03% <sup>(3)</sup>	0.99% <sup>(3)</sup>	0.77% <sup>(3)(4)</sup>	0.82%	0.79%	
Net investment income, net of waivers, reimbursements and credits	2.49%	4.88%	2.25%	2.38%	2.23%	
Net investment income, before waivers, reimbursements and credits	1.71%	4.13%	1.85%	2.17%	2.05%	
Portfolio Turnover Rate	87.17%	126.86%	398.83%	147.04%	200.30%	

GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO		CLASS C				
Selected per share data	2010 <sup>(1)</sup>	2009 <sup>(1)</sup>	2008 <sup>(1)</sup>	2007 <sup>(1)</sup>	2006	
<b>Net Asset Value, Beginning of Year</b>	<b>\$9.32</b>	<b>\$7.81</b>	<b>\$12.56</b>	<b>\$12.61</b>	<b>\$12.63</b>	
<b>INCOME (LOSS) FROM INVESTMENT OPERATIONS:</b>						
Net investment income	0.21	0.39	0.19	0.27	0.25	
Net realized and unrealized gains (losses)	0.48	1.33	(2.73)	0.42	0.52	
Total from Investment Operations	0.69	1.72	(2.54)	0.69	0.77	
<b>LESS DISTRIBUTIONS PAID:</b>						
From net investment income	(0.21)	(0.21)	(0.20)	(0.31)	(0.24)	
From net realized gains	—	—	(2.01)	(0.43)	(0.55)	
Total Distributions Paid	(0.21)	(0.21)	(2.21)	(0.74)	(0.79)	
Net Asset Value, End of Year	\$9.80	\$9.32	\$7.81	\$12.56	\$12.61	
<b>Total Return<sup>(2)</sup></b>	<b>7.52%</b>	<b>22.33%</b>	<b>(24.14)%</b>	<b>5.63%</b>	<b>6.57%</b>	
<b>SUPPLEMENTAL DATA AND RATIOS:</b>						
Net assets, in thousands, end of year	\$3,986	\$3,841	\$3,287	\$5,023	\$4,306	
Ratio to average net assets of:						
Expenses, net of waivers, reimbursements and credits	0.49% <sup>(3)</sup>	0.48% <sup>(3)</sup>	0.61% <sup>(3)(4)</sup>	0.85%	0.85%	
Expenses, before waivers, reimbursements and credits	1.27% <sup>(3)</sup>	1.23% <sup>(3)</sup>	1.01% <sup>(3)(4)</sup>	1.06%	1.03%	
Net investment income, net of waivers, reimbursements and credits	2.25%	4.64%	2.01%	2.14%	1.99%	
Net investment income, before waivers, reimbursements and credits	1.47%	3.89%	1.61%	1.93%	1.81%	
Portfolio Turnover Rate	87.17%	126.86%	398.83%	147.04%	200.30%	

(1) Net investment income for the year ended was calculated using the average shares outstanding method.

(2) Assumes investment at net asset value at the beginning of the year, reinvestment of all dividends and distributions, and a complete redemption of the investment at net asset value at the end of the year.

(3) Expense ratios reflect only the direct expenses of the Portfolio and not any expenses associated with the underlying funds.

(4) Expense ratios decreased from the prior year due to the Portfolio changing its investment strategy to an asset allocation fund.

See Notes to the Financial Statements.

GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO		CLASS D			
Selected per share data	2010 <sup>(1)</sup>	2009 <sup>(1)</sup>	2008 <sup>(1)</sup>	2007 <sup>(1)</sup>	2006
Net Asset Value, Beginning of Year	\$9.20	\$7.71	\$12.47	\$12.52	\$12.54
<b>INCOME (LOSS) FROM INVESTMENT OPERATIONS:</b>					
Net investment income	0.20	0.38	0.18	0.25	0.23
Net realized and unrealized gains (losses)	0.46	1.31	(2.75)	0.41	0.53
Total from Investment Operations	0.66	1.69	(2.57)	0.66	0.76
<b>LESS DISTRIBUTIONS PAID:</b>					
From net investment income	(0.19)	(0.20)	(0.18)	(0.28)	(0.23)
From net realized gains	—	—	(2.01)	(0.43)	(0.55)
Total Distributions Paid	(0.19)	(0.20)	(2.19)	(0.71)	(0.78)
Net Asset Value, End of Year	\$9.67	\$9.20	\$7.71	\$12.47	\$12.52
<b>Total Return<sup>(2)</sup></b>	<b>7.34%</b>	<b>22.20%</b>	<b>(24.58)%</b>	<b>5.47%</b>	<b>6.38%</b>
<b>SUPPLEMENTAL DATA AND RATIOS:</b>					
Net assets, in thousands, end of year	\$37	\$47	\$45	\$109	\$254
Ratio to average net assets of:					
Expenses, net of waivers, reimbursements and credits	0.64% <sup>(3)</sup>	0.63% <sup>(3)</sup>	0.76% <sup>(3)(4)</sup>	1.00%	1.00%
Expenses, before waivers, reimbursements and credits	1.42% <sup>(3)</sup>	1.38% <sup>(3)</sup>	1.16% <sup>(3)(4)</sup>	1.21%	1.18%
Net investment income, net of waivers, reimbursements and credits	2.10%	4.49%	1.86%	1.99%	1.84%
Net investment income, before waivers, reimbursements and credits	1.32%	3.74%	1.46%	1.78%	1.66%
Portfolio Turnover Rate	87.17%	126.86%	398.83%	147.04%	200.30%

(1) Net investment income for the year ended was calculated using the average shares outstanding method.

(2) Assumes investment at net asset value at the beginning of the year, reinvestment of all dividends and distributions, and a complete redemption of the investment at net asset value at the end of the year.

(3) Expense ratios reflect only the direct expenses of the Portfolio and not any expenses associated with the underlying funds.

(4) Expense ratios decreased from the prior year due to the Portfolio changing its investment strategy to an asset allocation fund.

See Notes to the Financial Statements.

	NUMBER OF SHARES	VALUE (000S)
<b>FUND ALLOCATION - INVESTMENT COMPANIES - 100.2%</b>		
iPath Dow Jones-UBS Commodity Index Total Return ETN	7,948	\$352
iShares Barclays U.S. Treasury Inflation Protected Securities Bond Fund ETF	3,225	353
SPDR Gold Trust ETF	7,920	1,072
Northern Funds - Bond Index Fund <sup>(1) (2)</sup>	212,240	2,282
Northern Funds - Emerging Markets Equity Index Fund <sup>(1) (2)</sup>	129,500	1,579
Northern Funds - Global Real Estate Index Fund <sup>(1) (2)</sup>	66,515	525
Northern Funds - High Yield Fixed Income Fund <sup>(1) (2)</sup>	267,019	1,930
Northern Funds - Mid Cap Index Fund <sup>(1) (2)</sup>	30,930	350
Northern Institutional Funds - Diversified Assets Portfolio <sup>(1) (2)</sup>	531,720	532
Northern Institutional Funds - Equity Index Portfolio <sup>(1) (2)</sup>	313,932	3,686
Northern Institutional Funds - International Equity Index Portfolio <sup>(1) (2)</sup>	281,673	2,281
Northern Institutional Funds - Short Bond Portfolio <sup>(1) (2)</sup>	119,767	2,282
Northern Institutional Funds - Small Company Index Portfolio <sup>(1) (2)</sup>	21,464	350
<b>Total Investment Companies</b>		
<b>(Cost \$16,513)</b>		<b>17,574</b>
<b>Total Investments - 100.2%</b>		
<b>(Cost \$16,513)</b>		<b>17,574</b>
Liabilities less Other Assets - (0.2)%		(33)
<b>NET ASSETS - 100.0%</b>		<b>\$17,541</b>

(1) Northern Trust Investments, N.A. is an investment adviser of the Portfolio and the investment adviser to other Northern Institutional Funds and to the Northern Funds.

(2) Investment in affiliated Portfolio.

ETF - Exchange Traded Fund

ETN - Exchange Traded Note

NF - Northern Funds

NIF - Northern Institutional Funds

Percentages shown are based on Net Assets.

At November 30, 2010, the asset class weightings for the Global Tactical Asset Allocation Portfolio were:

ASSET CLASS	WEIGHT	INVESTMENT VEHICLE
U.S. Equity - Large	21.0%	NIF Equity Index
U.S. Equity - Mid	2.0	NF Mid Cap Index
U.S. Equity - Small	2.0	NIF Small Company Index
Non U.S. Equity - Developed	13.0	NIF International Equity Index
Non U.S. Equity - Emerging Markets	9.0	NF Emerging Markets Equity Index
Global Real Estate	3.0	NF Global Real Estate Index
U.S. Bonds - High Yield	11.0	NF High Yield Fixed Income
U.S. Bonds - Intermediate	13.0	NF Bond Index
U.S. Bonds - Inflation Protected	2.0	iShares Barclays U.S. Treasury Inflation Protected Securities Bond Fund ETF
U.S. Bonds - Short	13.0	NIF Short Bond
Commodities	2.0	iPath Dow Jones-UBS Commodity Index Total Return ETN
	6.0	SPDR Gold Trust ETF
Cash	3.0	NIF Diversified Assets
<b>Total</b>	<b>100.0%</b>	

Various Inputs are used in determining the value of the Portfolio's investments. These inputs are summarized in three levels listed below:

Level 1 - Quoted market prices in active markets for identical securities on the measurement date and on an ongoing basis

Level 2 - Other observable inputs (e.g., quoted prices in active markets for similar securities, securities valuations based on commonly quoted benchmark interest rates and yield curves, and/or securities indices)

Level 3 - Significant unobservable inputs (e.g., information about assumptions, including risk, market participants would use in pricing a security)

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities and other financial instruments, if any. Following is a summary of the inputs used in valuing the Global Tactical Asset Allocation Portfolio's investments, which are carried at fair value, as of November 30, 2010:

	LEVEL 1 (000S)	LEVEL 2 (000S)	LEVEL 3 (000S)	TOTAL (000S)
Investments held by Global Tactical Asset Allocation Portfolio	\$17,574 <sup>(1)</sup>	\$—	\$—	\$17,574

(1) Classifications as defined in the Schedule of Investments.

See Notes to the Financial Statements.

## 1. ORGANIZATION

Northern Institutional Funds (the “Trust”) is a Delaware statutory trust and is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company. The Trust includes 21 portfolios as of November 30, 2010, each with its own investment objective (e.g., long-term capital appreciation, total return or income consistent with preservation of capital). The Global Tactical Asset Allocation Portfolio (the “Portfolio”) is a separate, diversified investment portfolio of the Trust. The Portfolio seeks to provide long-term capital appreciation and current income by investing primarily in shares of a combination of underlying mutual funds to which Northern Trust Investments, N.A. (“NTI”), the Portfolio’s investment adviser, or an affiliate acts as investment adviser. The Portfolio also may invest in other unaffiliated mutual funds and exchange-traded funds (“ETFs”) and other securities and investments not issued by mutual funds.

NTI is a subsidiary of The Northern Trust Company (collectively “Northern Trust”). Northern Trust serves as the custodian and transfer agent for the Portfolio. NTI serves as the Trust’s administrator. Northern Funds Distributors, LLC is the Trust’s distributor.

The Portfolio is authorized to issue three classes of shares: Class A, C and D. Each class is distinguished by the level of administrative, liaison and transfer agent services provided. At November 30, 2010, Class A, Class C and Class D shares were outstanding.

## 2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Portfolio in the preparation of its financial statements. These policies are in conformity with U.S. generally accepted accounting principles or “GAAP.” The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

The net asset value (“NAV”) of each Portfolio’s classes is determined daily as of the close of regular trading on the New York Stock Exchange (“NYSE”), generally 3:00 P.M. Central time, on each day the NYSE is open for trading.

**A) VALUATION OF SECURITIES** Securities are valued at their fair value. Securities traded on U.S. securities exchanges or in the NASDAQ National Market System are principally valued at the regular trading session closing price (generally, 3:00 P.M. Central

time) on the exchange or market in which such securities are principally traded. If any such security is not traded on a valuation date, it is valued at the most recent quoted bid price. Over-the-counter securities not reported in the NASDAQ National Market System are also generally valued at the most recent quoted bid price. Fixed income securities, however, may be valued on the basis of evaluated prices provided by independent pricing services when such prices are believed to reflect the fair market value of such securities. Such prices may be determined taking into account security prices, yields, maturities, call features, ratings, institutional size trading in similar groups of securities and developments related to specific securities.

The values of securities of foreign issuers are generally based upon market quotations which, depending upon local convention or regulation, may be the last sale price, the last bid price or the mean between the last bid and asked price as of, in each case, the close of the appropriate exchange or other designated time. Foreign fixed income securities, however, may, like domestic fixed income securities, be valued based on prices provided by independent pricing services when such prices are believed to reflect the fair market value of such securities.

Shares of open-end investment companies are valued at their NAV. Spot and forward foreign currency exchange contracts are generally valued using an independent pricing service. Exchange-traded financial futures and options are valued at the settlement price as established by the exchange on which they are traded. Over-the-counter options are valued at broker-provided prices, as are swaps, caps, collars and floors. The foregoing prices may be obtained from one or more independent pricing services or, as needed or applicable, independent broker-dealers. Short-term investments are valued at amortized cost, which the investment adviser has determined, pursuant to the Board of Trustees’ authorization, approximates fair value.

Any securities for which market quotations are not readily available or are believed to be incorrect are valued at fair value as determined in good faith by the investment adviser under the supervision of the Board of Trustees. The Trust, in its discretion, may make adjustments to the prices of securities held by the Portfolio if an event occurs after the publication of market values normally used by the Portfolio but before the time as of which the Portfolio calculates its NAV, depending on the nature and significance of the event, consistent with applicable regulatory guidance. This may occur particularly with respect to certain foreign securities held by the Portfolio, in which case the Trust may use adjustment factors obtained from an independent evaluation service that are intended to reflect more accurately the fair value of those securities as of the time the Portfolio’s NAV is calculated. The use of fair valuation involves the risk that the

NOTES TO THE FINANCIAL STATEMENTS *continued*

values used by the Portfolio to price their investments may be higher or lower than the values used by other unaffiliated investment companies and investors to price the same investments.

**B) INVESTMENT TRANSACTIONS AND INCOME** Investment transactions are recorded as of the trade date. The Portfolio determines the gain or loss realized from investment transactions by using an identified cost basis method. Interest income is recognized on an accrual basis and includes amortization of premiums and accretion of discounts using the effective yield method. Dividend income is recognized on the ex-dividend date. Dividends from foreign securities are recorded on the ex-dividend date, or as soon as the information is available.

**C) EXPENSES** The Portfolio is charged for those expenses that are directly attributable to the Portfolio. Certain expenses arising in connection with a class of shares are charged to that class of shares. Expenses incurred which do not specifically relate to the Portfolio are allocated among all Portfolios in the Trust in proportion to each Portfolio's relative net assets. Expenses included in the accompanying financial statements reflect the expenses of the Portfolio and do not include any expenses associated with the underlying funds.

**D) PORTFOLIO SECURITIES LOANED** While the Portfolio does not currently participate in Northern Trust's securities lending program and does not loan a portion of its investment portfolio to securities lending borrowers (e.g., brokers approved by Northern Trust), it may participate in the program in the future. If it does, Northern Trust would receive collateral for the Portfolio, generally consisting of cash, government securities and letters of credit, from the borrowers on behalf of the Portfolio in connection with such loans. Pursuant to an exemptive order granted by the Securities and Exchange Commission, the Portfolio may invest cash collateral in Northern Institutional Funds — Liquid Assets Portfolio, one of the Trust's money market funds. Non-cash collateral may be held in custody for the Portfolio. The Portfolio may not exercise effective control over the non-cash collateral received and therefore it would not be recognized on the Portfolio's Statement of Assets and Liabilities. The value of the collateral would be monitored daily to ensure the value of such collateral meets or exceeds the value of the securities loaned. However, in the event of default or bankruptcy by the borrowing party under the securities lending agreements, realization and/or retention of the collateral may be subject to legal proceedings.

If the Portfolio participates in the program, it will earn income on portfolio securities loaned, and receive compensation for lending its securities in the form of income earned on invested cash collateral and fees paid on non-cash collateral. Income

earned by the Portfolio from securities lending will be based on the amount and type of securities loaned, the length of the borrowing period and other factors. The Portfolio would pay fees to Northern Trust for administering the securities lending program. The fees are typically based on a percentage of the revenue generated from the lending activities. Income (net of fees), if any, is disclosed as investment income in the Portfolio's Statement of Operations.

**E) DISTRIBUTIONS TO SHAREHOLDERS** Distributions of dividends from net investment income, if any, are declared and paid quarterly.

The Portfolio's net realized capital gains, if any, are declared and paid at least annually. Income dividends and capital gain distributions are determined in accordance with federal income tax regulations. Such amounts may differ from income and capital gains recorded in accordance with GAAP. The Portfolio may periodically make reclassifications among certain capital accounts to reflect differences between financial reporting and federal income tax basis distributions. The reclassifications are reported in order to reflect the tax treatment for certain permanent differences that exist between income tax regulations and GAAP. The reclassifications relate to net operating losses, Section 988 currency gains, PFICs gains and losses, recharacterization of dividends received from investments in REITs, expired capital loss carryforwards, and gain or loss on in-kind transactions. These reclassifications have no impact on the total net assets or the net asset values of the Portfolio. At November 30, 2010 the Portfolio reclassified approximately \$4,000 of undistributed net investment income to accumulated net realized gains (losses).

**F) FEDERAL INCOME TAXES** No provision for federal income taxes has been made since the Portfolio's policy is to comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies and to distribute, each year, substantially all of its taxable income and capital gains to its shareholders.

At November 30, 2010, the capital loss carryforward for U.S. federal income tax purposes and its respective year of expiration was as follows:

<i>Amounts in thousands</i>	NOVEMBER 30, 2017
Global Tactical Asset Allocation	\$7,345

The Portfolio may offset future capital gains with this capital loss carryforward. At November 30, 2010, the Portfolio utilized capital loss carryforwards of \$2,207 (*in thousands*) for U.S. federal income tax purposes.

At November 30, 2010, the tax components of undistributed net investment income and realized gains were as follows:

Amounts in thousands	UNDISTRIBUTED	
	ORDINARY INCOME*	LONG-TERM CAPITAL GAINS
Global Tactical Asset Allocation	\$2	\$ –

\* Ordinary income includes taxable market discount income and short-term capital gains, if any.

The taxable character of distributions paid during the fiscal year ended November 30, 2010, was as follows:

Amounts in thousands	DISTRIBUTIONS FROM	
	ORDINARY INCOME*	LONG-TERM CAPITAL GAINS
Global Tactical Asset Allocation	\$511	\$ –

\* Ordinary income includes taxable market discount income and short-term capital gains, if any.

The taxable character of distributions paid during the fiscal year ended November 30, 2009, was as follows:

Amounts in thousands	DISTRIBUTIONS FROM	
	ORDINARY INCOME*	LONG-TERM CAPITAL GAINS
Global Tactical Asset Allocation	\$592	\$ –

\* Ordinary income includes taxable market discount income and short-term capital gains, if any.

The Portfolio is subject to the provisions of the Accounting Standards Codification (“Codification” or “ASC”) 740-10, *Income Taxes, Overall* and Accounting Standards Updates (“ASU”) 2009-6, *Implementation Guidance on Accounting for Uncertainty in Income Taxes and Disclosure Amendments for Nonpublic Entities*. These standards provide guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the Portfolio’s financial statements.

As of November 30, 2010, the Portfolio had no uncertain tax positions that would require financial statement recognition or disclosure. The Portfolio’s federal tax returns filed for the fiscal years ended November 30, 2006 through November 30, 2009 remain subject to examination by the Internal Revenue Service.

### 3. ADVISORY, TRANSFER AGENCY AND CUSTODIAN AGREEMENTS

As compensation for advisory services and the assumption of related expenses, the investment adviser is entitled to an advisory fee, computed daily and payable monthly, at annual rates set forth

in the following table (expressed as a percentage of the Portfolio’s respective average daily net assets). For the fiscal year ended November 30, 2010, the investment adviser agreed to waive a portion of the advisory fees as shown in the accompanying Statement of Operations. The annual advisory fees and waiver rates expressed as a percentage of average daily net assets for the fiscal year ended November 30, 2010, were as follows:

	ANNUAL ADVISORY FEE	LESS WAIVER	ADVISORY FEE AFTER WAIVER
Global Tactical Asset Allocation	0.25%	0.10%	0.15%

Prior to April 1, 2010, the waivers described above were voluntary and could be modified or terminated at any time. Starting April 1, 2010, the investment adviser has contractually agreed to waive a portion of the advisory fees charged to the Portfolio in the same amount that it previously voluntarily waived. The contractual waiver arrangements are expected to continue until at least April 1, 2011. After this date, the investment adviser or the Portfolio may terminate the contractual arrangements. The Board of Trustees may terminate the contractual arrangement at any time with respect to the Portfolio if it determines that it is in the best interest of the Portfolio and its shareholders.

As compensation for the services rendered as transfer agent, including the assumption by Northern Trust of the expenses related thereto, Northern Trust receives a fee, accrued daily and payable monthly, at an annual rate of 0.01 percent, 0.10 percent and 0.15 percent of the average daily net assets of the outstanding Class A, C and D shares, respectively, of the Portfolio.

Class-specific transfer agent fees for the fiscal year ended November 30, 2010, were as follows:

Amounts in thousands	CLASS A	CLASS C	CLASS D
Global Tactical Asset Allocation	\$2	\$4	\$ –

For compensation as custodian, Northern Trust receives an amount based on a pre-determined schedule of charges approved by the Board of Trustees. The Portfolio has entered into an expense off-set arrangement with the custodian whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Portfolio’s custodian expenses. Custodian credits, if any, are reflected in the Portfolio’s Statement of Operations.

### 4. ADMINISTRATION, DISTRIBUTION AND OTHER AGREEMENTS

NTI, as Administrator, is entitled to an administration fee from the Portfolio at the annual rate 0.10 percent of the average daily net assets of the Portfolio. Under the Administration Agreement

NOTES TO THE FINANCIAL STATEMENTS *continued*

with the Trust, which may be amended by the Trust's Board of Trustees without shareholder approval, NTI, as Administrator, has agreed to reimburse expenses (including fees payable to NTI for its services as Administrator, but excluding management fees, transfer agency fees, service agent fees, taxes, interest and other extraordinary expenses) ("Expenses") that exceed on an annualized 0.10 percent of the Portfolio's average daily net assets. In addition, NTI as Administrator has contractually agreed through at least April 1, 2011 to reimburse an additional portion of the Portfolio's other operating expenses so that the Portfolio's Expenses do not exceed 0.09 percent of its average daily net assets.

The expenses reimbursed during the fiscal year ended November 30, 2010, under such arrangements is shown as "Less expenses reimbursed by administrator" in the accompanying Statement of Operations. The expense reimbursement receivable at November 30, 2010 is shown as "Receivable from affiliated administrator" in the accompanying Statement of Assets and Liabilities. The expense reimbursement is payable monthly by NTI as Administrator.

NTI also has a sub-administration agreement with Northern Trust, pursuant to which Northern Trust performs certain administrative services for the Portfolios. NTI pays Northern Trust for its sub-administration services out of NTI's administration fees.

Northern Funds Distributors, LLC, the distributor for the Portfolio, received no compensation from the Portfolio under its distribution agreement. However, it received compensation from NTI for its services as distributor pursuant to a separate letter agreement between it and NTI.

Certain officers of the Trust are also officers of Northern Trust and NTI. All officers serve without compensation from the Portfolio. The Trust provides a deferred compensation plan for its Trustees who are not officers of Northern Trust or NTI. Under the deferred compensation plan, Trustees may elect to defer all or a portion of their compensation. Amounts deferred are included in Trustee fees on the Statement of Assets and Liabilities. Each Trustee's account shall be deemed to be invested in shares of the Diversified Assets and/or the Global Tactical Asset Allocation Portfolios of the Trust and/or at the discretion of the Trust, another money market fund selected by the Trust that complies with the provisions of Rule 2a-7 under the 1940 Act or one or more short-term fixed-income instruments selected by the Trust that are "eligible securities" as defined by that rule. The net investment income, gains and losses achieved by such deemed investment shall be credited to the Trustee's account as provided in the plan.

**5. SHAREHOLDER SERVICING PLAN**

The Trust has adopted a Shareholder Servicing Plan pursuant to which the Trust may enter into agreements with institutions or other financial intermediaries under which they will render certain shareholder administrative support services for their customers or other investors who beneficially own Class C and D shares. As compensation under the Shareholder Servicing Plan, the institution or other financial intermediary receives a fee at an annual rate of up to 0.15 percent and 0.25 percent of the average daily net assets of the outstanding Class C and D shares, respectively.

Class-specific shareholder servicing fees for the fiscal year ended November 30, 2010, were as follows:

<i>Amounts in thousands</i>	CLASS C	CLASS D
Global Tactical Asset Allocation	\$6	\$ -

**6. INVESTMENT TRANSACTIONS**

For the fiscal year ended November 30, 2010, the aggregate costs of purchases and proceeds from sales of securities (excluding short-term investments) for the Portfolio were as follows:

<i>Amounts in thousands</i>	PURCHASES		SALES	
	U.S. GOVERNMENT	OTHER	U.S. GOVERNMENT	OTHER
Global Tactical				
Asset Allocation	\$ -	\$17,816	\$ -	\$26,082

At November 30, 2010, for federal tax purposes, gross unrealized appreciation, gross unrealized depreciation, net unrealized appreciation on investments (including the effects of foreign currency translation) and the cost basis of securities were as follows:

<i>Amounts in thousands</i>	UNREALIZED APPRECIATION	UNREALIZED DEPRECIATION	NET APPRECIATION	COST BASIS OF SECURITIES
Global Tactical				
Asset Allocation	\$868	\$ -	\$868	\$16,706

**7. BANK BORROWINGS**

The Trust has entered into a \$100,000,000 revolving bank credit agreement administered by Deutsche Bank AG for liquidity and other purposes. The interest rate charged under the agreement depends on the type of loan. For base rate loans, the interest rate is the sum of the applicable margin (either 0.75 percent or zero) and the highest of (i) 0.50 percent in excess of the Federal Funds Rate, (ii) 1.00 percent in excess of the Adjusted London Interbank Offered Rate ("LIBOR") and (iii) the prime lending rate. For LIBOR loans, the interest rate is the sum of the applicable margin (0.75 percent) and the LIBOR then in effect. For an

Interbank Offered Rate (“IBOR”) loan, the interest rate is the sum of the applicable margin (0.75 percent) and the IBOR then in effect. In addition, there is an annual commitment fee of 12 basis points on the unused portion of the credit line under the agreement, payable quarterly in arrears, which is included in Other expense on the Statement of Operations.

At November 30, 2010, the Portfolio did not have any outstanding loans.

The Portfolio did not incur any interest expense during the fiscal year ended November 30, 2010.

## 8. RELATED PARTY TRANSACTIONS

Pursuant to an exemptive order issued by the SEC, the Portfolio may invest its uninvested cash in a money market fund advised by the investment adviser or its affiliates. Accordingly, the Portfolio will bear indirectly a proportionate share of that money market fund’s operating expenses. These operating expenses include the advisory, administrative, transfer agency and custody fees that the money market fund pays to the investment adviser and/or its affiliates. It is expected that the uninvested cash of the Portfolio will be invested in the Trust’s Diversified Assets Portfolio. The aggregate annual rate of advisory, administration, transfer agency and custody fees payable to the investment adviser and/or its affiliates on any assets invested in the Trust’s Diversified Assets Portfolio is 0.35 percent of the average daily net asset value of those assets. However, pursuant to the exemptive order, the investment adviser will reimburse the Portfolio for advisory fees otherwise payable by the Portfolio on any assets invested in the Diversified Assets Portfolio. This reimbursement is included in Other income on the Statement of Operations. The exemptive order requires the Portfolio’s Board of Trustees to determine before a vote on the Advisory Agreement that the advisory fees incurred in connection with the investment of uninvested cash in affiliated money market funds are not for duplicative services.

NOTES TO THE FINANCIAL STATEMENTS *continued***9. CAPITAL SHARE TRANSACTIONS**

Transactions in capital shares for the fiscal year ended November 30, 2010, were as follows:

<i>Amounts in thousands</i>	SHARES SOLD	PROCEEDS FROM SHARES SOLD	SHARES FROM REINVESTED DIVIDENDS	REINVESTMENT OF DIVIDENDS	SHARES REDEEMED	PAYMENTS FOR SHARES REDEEMED	NET DECREASE IN SHARES	NET DECREASE IN NET ASSETS
Class A	120	\$1,140	45	\$422	(1,008)	\$(9,260)	(843)	\$(7,698)
Class C	38	355	9	86	(52)	(494)	(5)	(53)
Class D	–	–	–	–	(1)	(11)	(1)	(11)

Transactions in capital shares for the fiscal year ended November 30, 2009, were as follows:

<i>Amounts in thousands</i>	SHARES SOLD	PROCEEDS FROM SHARES SOLD	SHARES FROM REINVESTED DIVIDENDS	REINVESTMENT OF DIVIDENDS	SHARES REDEEMED	PAYMENTS FOR SHARES REDEEMED	NET DECREASE IN SHARES	NET DECREASE IN NET ASSETS
Class A	180	\$1,449	61	\$506	(250)	\$(2,019)	(9)	\$(64)
Class C	79	677	10	84	(98)	(801)	(9)	(40)
Class D	–	–	–	–	(1)	(6)	(1)	(6)

**10. AFFILIATED PORTFOLIOS**

Transactions in affiliated portfolios for the fiscal year ended November 30, 2010, were as follows:

<i>Amounts in thousands</i>	VALUE, BEGINNING OF PERIOD	PURCHASES	SALES PROCEEDS	NET REALIZED GAINS	DIVIDEND INCOME	VALUE, END OF PERIOD
Northern Funds – Bond Index Fund	\$3,941	\$2,018	\$3,715	\$206	\$102*	\$2,282
Northern Funds – Emerging Markets Equity Index Fund	2,709	1,470	2,727	441	30	1,579
Northern Funds – Global Real Estate Index Fund	739	404	684	245	15	525
Northern Funds – High Yield Fixed Income Fund	2,463	1,836	2,476	259	200	1,930
Northern Funds – Mid Cap Index Fund	245	462	407	103	3	350
Northern Institutional Funds – Diversified Assets Portfolio	–	125,506	124,974	–	1	532
Northern Institutional Funds – Equity Index Portfolio	4,680	3,390	4,653	1,225	76	3,686
Northern Institutional Funds – International Equity Index Portfolio	3,941	2,702	4,149	284	56	2,281
Northern Institutional Funds – Short Bond Portfolio	3,448	1,969	3,147	104	68	2,282
Northern Institutional Funds – Small Company Index Portfolio	246	553	502	83	3	350
	\$22,412	\$140,310	\$147,434	\$2,950	\$ 554	\$15,797

\* Includes \$6 in capital gains distributions.

**11. NEW ACCOUNTING PRONOUNCEMENTS**

In January 2010, the Financial Accounting Standards Board issued ASU No. 2010-06, *Improving Disclosures about Fair Value Measurements* (“ASU 2010-06”). ASU 2010-06 amends ASC 820, *Fair Value Measurements and Disclosures*. Specifically, ASU 2010-06 requires entities to disclose: a) the amounts of significant transfers between Level 1 and Level 2 of the fair value hierarchy and the reasons for these transfers, of which there were no significant transfers to disclose for the Portfolio during the reporting period; b) the reasons for any transfers in or out of Level 3; and c) information in the reconciliation of recurring Level 3 measurements about purchases, sales, issuances and settlements on a gross basis. In addition, ASU 2010-06 clarifies the requirement for entities to disclose information about both the valuation techniques and inputs used in estimating Level 2 and Level 3 fair value measurements. The requirement to separately disclose purchases, sales, issuances and settlements of recurring Level 3 measurements is effective for financial statements issued for interim and annual reporting periods beginning after December 15, 2010. At this time, management is evaluating the implications of this requirement under ASU 2010-06 and the impact it will have to the Portfolio’s financial statement disclosures. All other disclosures required by ASU 2010-06 were adopted on June 1, 2010, and are reflected in these financial statements.

## 12. SUBSEQUENT EVENTS

At a meeting held on November 5, 2010, the Board of Trustees of Northern Institutional Funds approved a \$150,000,000 senior unsecured revolving credit facility administered by JPMorgan Chase Bank, N.A., for liquidity and other purposes (the “New Credit Facility”). The interest rate charged under the New Credit Facility is equal to the sum of (i) the Federal Funds Rate, plus (ii) if the one month LIBOR on the date of borrowing exceeds the Federal Funds Rate, the amount by which it so exceeds, plus (iii) 1.25 percent. In addition, there is an annual commitment fee of 10 basis points on the unused portion of the credit line under the

New Credit Facility, payable quarterly in arrears. The New Credit Facility, which went into effect on December 9, 2010, replaced the existing credit agreement administered by Deutsche Bank A.G. The New Credit Facility will expire on December 8, 2011, unless renewed.

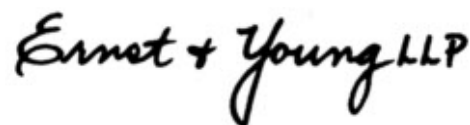
Management has evaluated subsequent events for the Portfolio through the date the financial statements were issued, and has concluded, other than the item noted above that there are no recognized or non-recognized subsequent events relevant for financial statement disclosure.

To the Northern Institutional Funds' Shareholders and Board of Trustees

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of the Global Tactical Asset Allocation Portfolio (the "Portfolio") of the Northern Institutional Funds as of November 30, 2010, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended. These financial statements and financial highlights are the responsibility of the Portfolio's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. We were not engaged to perform an audit of the Portfolio's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Portfolio's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of November 30, 2010, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Global Tactical Asset Allocation Portfolio at November 30, 2010, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

The signature of Ernst & Young LLP is written in a black, cursive script. The letters are fluid and connected, with a prominent 'E' and 'Y'.

Chicago, Illinois  
January 24, 2011

## TAX INFORMATION

NOVEMBER 30, 2010 (UNAUDITED)

**CORPORATE DIVIDENDS-RECEIVED DEDUCTION** – A percentage of the dividends distributed during the fiscal year for the Portfolio qualifies for the dividends-received deduction for corporate shareholders:

PORTFOLIO	CORPORATE DRD PERCENTAGE
Global Tactical Asset Allocation Portfolio	12.39%

**QUALIFIED DIVIDEND INCOME** – Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the “Act”), the following percentages of ordinary dividends paid during the fiscal year ended November 30, 2010 are designated as “qualified dividend income,” as defined in the Act, subject to reduced tax rates in 2010:

PORTFOLIO	QUALIFIED DIVIDEND PERCENTAGE
Global Tactical Asset Allocation Portfolio	21.89%

## FUND EXPENSES

NOVEMBER 30, 2010 (UNAUDITED)

As a shareholder of the Portfolio, you incur two types of costs: (1) transaction costs, if any, and (2) ongoing costs, including advisory fees and other fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Portfolio and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period, June 1, 2010, through November 30, 2010.

## ACTUAL EXPENSES

The first line of the tables below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid 6/1/10 - 11/30/10" to estimate the expenses you paid on your account during this period.

## HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The second line in the tables below provides information about hypothetical account values and hypothetical expenses based on the Portfolio's actual expense ratios and an assumed rate of return of 5 percent per year before expenses, which is not the Portfolio's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Portfolio and other funds. To do so, compare this 5 percent hypothetical example with the 5 percent hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transaction costs, such as sales charges (loads), redemption fees, or exchange fees, but shareholders of other funds may incur such costs. Therefore, the hypothetical information is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

## GLOBAL TACTICAL ASSET ALLOCATION

CLASS	EXPENSE RATIO	BEGINNING ACCOUNT VALUE 6/1/10	ENDING ACCOUNT VALUE 11/30/10	EXPENSES PAID* 6/1/10 - 11/30/10
<b>CLASS A</b>				
Actual	0.25%	\$1,000.00	\$1,090.10	\$1.31
Hypothetical	0.25%	\$1,000.00	\$1,023.82	\$1.27**
<b>CLASS C</b>				
Actual	0.49%	\$1,000.00	\$1,090.00	\$2.57
Hypothetical	0.49%	\$1,000.00	\$1,022.61	\$2.48**
<b>CLASS D</b>				
Actual	0.64%	\$1,000.00	\$1,088.00	\$3.35
Hypothetical	0.64%	\$1,000.00	\$1,021.86	\$3.24**

\* Expenses are calculated using the Portfolio's annualized expense ratios, which represent ongoing expenses as a percentage of net assets for the period ended November 30, 2010. Expenses are calculated by multiplying the annualized expense ratio by the average account value of the period; then multiplying the result by the number of days in the most recent fiscal half year (183); and then dividing that result by the number of days in the current fiscal year (365). Expense ratios for the most recent fiscal half year may differ from expense ratios based on one-year data in the Financial Highlights.

\*\* Hypothetical expenses are based on the Portfolio's actual annualized expense ratios and an assumed rate of return of 5 percent per year before expenses.

## TRUSTEES AND OFFICERS

NOVEMBER 30, 2010 (UNAUDITED)

Set forth below is information about the Trustees and Officers of Northern Institutional Funds. Each Trustee has served in that capacity since he or she was originally elected or appointed to the Board of Trustees. Each Trustee oversees a total of 64 portfolios in the Northern Funds Complex—Northern Funds offers 43 portfolios and Northern Institutional Funds offers 21 portfolios.\* The Northern Institutional Funds' Statement of Additional Information contains additional information about the Trustees and is available upon request and without charge by calling 800-637-1380.

NON-INTERESTED TRUSTEES		
NAME, ADDRESS <sup>(1)</sup> , AGE, POSITIONS HELD WITH FUNDS AND LENGTH OF SERVICE AS NORTHERN INSTITUTIONAL FUNDS TRUSTEE <sup>(2)</sup>	PRINCIPAL OCCUPATIONS DURING PAST FIVE YEARS	OTHER DIRECTORSHIPS HELD BY TRUSTEE <sup>(3)</sup>
<b>William L. Bax</b> Age: 67 Trustee since 2005	<ul style="list-style-type: none"> <li>• Managing Partner of PricewaterhouseCoopers, Chicago (an accounting firm) from 1997 to 2003;</li> <li>• Director of Big Shoulders Fund since 1997;</li> <li>• Director of Children's Memorial Hospital since 1998;</li> <li>• Trustee of DePaul University from 1998 to 2009;</li> <li>• Director of Sears Roebuck &amp; Co. (a retail company) from 2003 to 2005;</li> <li>• Director of Andrew Corporation (a communications product company) from 2006 to 2008.</li> </ul>	<ul style="list-style-type: none"> <li>• Arthur J. Gallagher &amp; Co. (an insurance brokerage company).</li> </ul>
<b>Edward J. Condon, Jr.</b> Age: 70 Trustee since 1994	<ul style="list-style-type: none"> <li>• Chairman and CEO of The Paradigm Group, Ltd. (a financial adviser) since 1993;</li> <li>• Principal and Co-Founder of Paradigm Capital, Ltd. since 1996;</li> <li>• Founding Member and Director of the Illinois Venture Capital Association since 2001;</li> <li>• Member of the Board of Trustees of Dominican University from 1996 to 2005;</li> <li>• Member of the Board of Directors of the Chicago Children's Museum from 2001 to 2007;</li> <li>• Member of the Board of Governors of The Metropolitan Club since 2003;</li> <li>• Member of the Board of Advisors of AAVIN Equity Partners (a private equity firm) since 2005;</li> <li>• Member of the National Advisory Board of National Domestic Violence Hotline since 2005;</li> <li>• Member of the Board of Directors at LightBridge Healthcare Research Inc. (a healthcare-related educational materials provider) since 2006;</li> <li>• Member of Advisory Board of Lextech Global Services (a systems engineering services company) since 2009;</li> <li>• Private Equity Administrator of Illinois Technology Development Account from 2003 to 2006;</li> <li>• Member of Advisory Council of Northwestern Brain Tumor Institute since 2010.</li> </ul>	<ul style="list-style-type: none"> <li>• None</li> </ul>
<b>Sharon Gist Gilliam</b> Age: 67 Trustee since 2001	<ul style="list-style-type: none"> <li>• Principal Officer, UCG Associates, Inc. (an aviation consulting firm) from 2005 to 2006 and Director from 2005 to 2008;</li> <li>• CEO of Chicago Housing Authority from 2006 to 2007;</li> <li>• Executive Vice President of Unison-Maximus, Inc. (an aviation and governmental consulting company) from 1989 to 2005.</li> </ul>	<ul style="list-style-type: none"> <li>• None</li> </ul>
<b>Sandra Polk Guthman</b> Age: 66 Trustee since 1997	<ul style="list-style-type: none"> <li>• Chair and CEO of Polk Bros. Foundation (an Illinois not-for-profit corporation) since 1993;</li> <li>• Director of National Public Finance Guarantee Corporation (f/k/a MBIA Insurance Corp. of Illinois) (a municipal bond insurance company) since 1994.</li> </ul>	<ul style="list-style-type: none"> <li>• None</li> </ul>

\* Ms. Skinner and Mr. Potter each oversee a total of 57 portfolios in the Northern Funds Complex—36 portfolios offered by Northern Funds and 21 offered by Northern Institutional Funds.

TRUSTEES AND OFFICERS *continued*

NAME, ADDRESS <sup>(1)</sup> , AGE, POSITIONS HELD WITH FUNDS AND LENGTH OF SERVICE AS NORTHERN INSTITUTIONAL FUNDS TRUSTEE <sup>(2)</sup>	PRINCIPAL OCCUPATIONS DURING PAST FIVE YEARS	OTHER DIRECTORSHIPS HELD BY TRUSTEE <sup>(3)</sup>
<b>Michael H. Moskow</b> Age: 72 Trustee since 2008	<ul style="list-style-type: none"> <li>• Vice Chairman and Senior Fellow on the Global Economy at the Chicago Council on Global Affairs since 2007, Member of the Board of Directors since 1995;</li> <li>• Director of Commonwealth Edison since 2007;</li> <li>• President and Chief Executive Officer of the Federal Reserve Bank of Chicago from 1994 to 2007;</li> <li>• Director of Education Corporation of America since 2008;</li> <li>• Chairman of the Japan America Society of Chicago since 2009;</li> <li>• Former Chairman and Current Member of the Board of Directors, National Bureau of Economic Research from 1978 to 1991, and since 1993;</li> <li>• Member of the Board of Trustees of the Northwestern Memorial Foundation since 2004;</li> <li>• Member of the Board of Directors of the Civic Consulting Alliance since 2002;</li> <li>• Member of the Board of Directors of the Chicago Workforce Investment Council (f/k/a Chicago LEADS Civic Advisory Board) since 2009;</li> <li>• Member of the Board of Directors of The Chicago Council on Global Affairs since 1995;</li> <li>• Member of the Board of Directors of the Council on Foreign Relations from 1998 to 2008;</li> <li>• Member of the Board of Trustees of Lafayette College since 1996;</li> <li>• Member of the Board of Directors of the National Futures Association since 2010.</li> </ul>	<ul style="list-style-type: none"> <li>• Discover Financial Services;</li> <li>• Diamond Management and Technology Consultants, Inc. (a management and technology consulting firm);</li> <li>• Taylor Capital Group, Inc. (financial services).</li> </ul>
<b>Mary Jacobs Skinner, Esq.</b> Age: 53 Trustee since 2000	<ul style="list-style-type: none"> <li>• Partner in the law firm of Sidley Austin LLP.</li> </ul>	<ul style="list-style-type: none"> <li>• None</li> </ul>
<b>Richard P. Strubel</b> Age: 71 Trustee since 1982 and Chairman since 2008	<ul style="list-style-type: none"> <li>• Vice Chairman and Director of Cardean Learning Group (formerly UNext, Inc.) (a provider of educational services via the Internet) from 2004 to 2007;</li> <li>• President, Chief Operating Officer and Director of UNext, Inc. from 1999 to 2004.</li> </ul>	<ul style="list-style-type: none"> <li>• Gildan Activewear, Inc. (an athletic clothing marketing and manufacturing company);</li> <li>• Goldman Sachs Mutual Fund Complex (94 portfolios);</li> <li>• Goldman Sachs Closed-End Funds (2 portfolios).</li> </ul>
<b>Casey J. Sylla</b> Age: 67 Trustee since 2008	<ul style="list-style-type: none"> <li>• Chief Investment Officer, The Allstate Corporation from January to July, 2002;</li> <li>• Acting Chief Financial Officer, The Allstate Corporation from May to September, 2002;</li> <li>• Chairman and President of the Allstate Financial Group from 2002 to 2007;</li> <li>• Chairman of the Investment Committee, Legal and General Investment Management—America, 2007;</li> <li>• Board member, University of Wisconsin—Eau Claire Foundation from 2006 to present.</li> </ul>	<ul style="list-style-type: none"> <li>• GATX Corporation (transportation services).</li> <li>• Spirit Finance Corporation (real estate investment trust) (2003-2008).</li> </ul>

NOVEMBER 30, 2010 (UNAUDITED)

## INTERESTED TRUSTEE

NAME, ADDRESS <sup>(1)</sup> , AGE, POSITIONS HELD WITH FUNDS AND LENGTH OF SERVICE AS NORTHERN INSTITUTIONAL FUNDS TRUSTEE <sup>(2)</sup>	PRINCIPAL OCCUPATIONS DURING PAST FIVE YEARS	OTHER DIRECTORSHIPS HELD BY TRUSTEE <sup>(3)</sup>
<b>Stephen N. Potter</b> <sup>(4)</sup> Age: 53 Trustee since 2008	<ul style="list-style-type: none"> <li>• Director of The Northern Trust Company of Connecticut (f/k/a Northern Trust Global Advisors, Inc.) since May 2008;</li> <li>• Chairman of Northern Trust Investments, N.A. since March 2008;</li> <li>• President of Northern Trust Global Investments, Ltd. from March 2008 to February 2009;</li> <li>• Director of Northern Trust Global Investments, Ltd. from February 2000 to February 2009;</li> <li>• Executive Vice President of Northern Trust Corporation since October 2003;</li> <li>• Chairman and Chief Executive Officer of Northern Trust Global Services, Ltd. from 2003 to 2008;</li> <li>• Chief Executive Officer of Europe, the Middle East and Africa at The Northern Trust Company from 2001 to March 2008;</li> <li>• Managing Director, Institutional Group, Northern Trust Global Investments, Ltd. from 1995 to 2001.</li> </ul>	<ul style="list-style-type: none"> <li>• None</li> </ul>

- (1) Each Trustee may be contacted by writing to the Trustee, c/o Diana E. McCarthy, Drinker Biddle & Reath LLP, One Logan Square, Suite 2000, Philadelphia, PA 19103-6996.
- (2) Each Trustee will hold office for an indefinite term until the earliest of: (i) the next meeting of shareholders, if any, called for the purpose of considering the election or re-election of such Trustee and until the election and qualification of his or her successor, if any, elected at such meeting; (ii) the date a Trustee resigns or retires, or a Trustee is removed by the Board of Trustees or shareholders, in accordance with the Trust's Agreement and Declaration of Trust; or (iii) in accordance with the current resolutions of the Board of Trustees (which may be changed without shareholder vote) on the last day of the calendar year of the Trust in which he or she attains the age of seventy-two years, except that (a) a Trustee who also serves as an audit committee financial expert for the Trust shall cease to serve as a Trustee as of the last day of the calendar year in which the Trustee attains the age of seventy-three years; and (b) a Trustee who becomes a Trustee at age sixty-eight years or older shall cease to serve as a Trustee as of the last day of the calendar year in which the Trustee attains the age of seventy-five years.
- (3) This column includes only directorships of companies required to report to the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (i.e., public companies) or other investment companies registered under the Investment Company Act of 1940, as amended (the "1940 Act").
- (4) An "interested person," as defined by the 1940 Act. Mr. Potter is deemed to be an "interested" Trustee because he is an officer, director, employee, and a shareholder of Northern Trust Corporation and/or its affiliates.

OFFICERS OF THE TRUST <sup>(1)</sup>

NAME, ADDRESS, AGE, POSITIONS HELD WITH FUNDS AND LENGTH OF SERVICE AS NORTHERN INSTITUTIONAL FUNDS OFFICER	PRINCIPAL OCCUPATIONS DURING PAST FIVE YEARS
<b>Lloyd A. Wennlund</b> Age: 53 50 South LaSalle Street Chicago, IL 60603 President since 2000	<ul style="list-style-type: none"> <li>• Executive Vice President since 2003 and Director since 2001 of Northern Trust Investments, N.A.; Executive Vice President and other positions at The Northern Trust Company and Managing Executive, Mutual Funds for Northern Trust Global Investments since 1994; Director, The Northern Trust Company of Connecticut since August 2006; President and Director of Northern Trust Securities, Inc. from 1997 to 2009.</li> </ul>
<b>Eric K. Schweitzer</b> Age: 49 50 South LaSalle Street Chicago, IL 60603 Vice President since 2000	<ul style="list-style-type: none"> <li>• Senior Vice President at Northern Trust Investments, N.A. since 2001; Senior Vice President at The Northern Trust Company since 2000.</li> </ul>

NAME, ADDRESS, AGE, POSITIONS HELD WITH FUNDS AND LENGTH OF SERVICE AS NORTHERN INSTITUTIONAL FUNDS OFFICER	PRINCIPAL OCCUPATIONS DURING PAST FIVE YEARS
<b>Susan J. Hill</b> Age: 54 50 South LaSalle Street Chicago, IL 60603 Chief Compliance Officer since 2004	<ul style="list-style-type: none"> <li>Chief Compliance Officer of The Northern Trust Company of Connecticut since 2007; Chief Compliance Officer of Northern Trust Investments, N.A. since 2005; Senior Vice President of Northern Trust Investments, N.A. since 2005; Vice President of Northern Trust Investments, N.A. and The Northern Trust Company from 2000 to 2004.</li> </ul>
<b>Darlene Chappell</b> Age: 47 50 South LaSalle Street Chicago, IL 60603 Anti-Money Laundering Compliance Officer since May 2009	<ul style="list-style-type: none"> <li>Anti-Money Laundering Compliance Officer for Northern Trust Investments, N.A., Northern Trust Securities, Inc. and The Northern Trust Company of Connecticut since 2009; Vice President and Compliance Consultant for The Northern Trust Company since 2006; Audit Manager — Compliance Department of National Futures Association from 2000 to 2006.</li> </ul>
<b>Randal Rein</b> Age: 40 50 South LaSalle Street Chicago, IL 60603 Treasurer since 2008	<ul style="list-style-type: none"> <li>Senior Vice President of Northern Trust Investments, N.A. and Fund Administration of The Northern Trust Company since 2010; Vice President of Fund Administration of The Northern Trust Company from 2007 to 2010; Second Vice President of Fund Administration of The Northern Trust Company from 2002 to 2007.</li> </ul>
<b>Michael Prysycz</b> Age: 43 50 South LaSalle Street Chicago, IL 60603 Assistant Treasurer since 2008	<ul style="list-style-type: none"> <li>Senior Vice President of Fund Accounting of The Northern Trust Company since 2010; Vice President of Fund Accounting of The Northern Trust Company from 2005 to 2010; Second Vice President of Fund Accounting of The Northern Trust Company from 2000 to 2005.</li> </ul>
<b>Richard Crabill</b> Age: 42 50 South LaSalle Street Chicago, IL 60603 Assistant Treasurer since 2008	<ul style="list-style-type: none"> <li>Vice President of Fund Administration of The Northern Trust Company since 2005; Second Vice President of Fund Administration of The Northern Trust Company from 2002 to 2005.</li> </ul>
<b>Craig R. Carberry, Esq.</b> Age: 50 50 South LaSalle Street Chicago, IL 60603 Secretary since 2010	<ul style="list-style-type: none"> <li>Senior Counsel at The Northern Trust Company since May 2000.</li> </ul>
<b>Owen T. Meacham, Esq.</b> Age: 39 50 South LaSalle Street Chicago, IL 60603 Assistant Secretary since 2008	<ul style="list-style-type: none"> <li>Vice President and Senior Regulatory Administration Attorney of The Northern Trust Company since 2007; Product Strategy and Development Manager of ABN AMRO Asset Management from 2005 to 2007.</li> </ul>
<b>Shanna Palmersheim, Esq.</b> Age: 33 50 South LaSalle Street Chicago, IL 60603 Assistant Secretary since 2008	<ul style="list-style-type: none"> <li>Second Vice President and Regulatory Administration Attorney of The Northern Trust Company since 2008; Associate Counsel of Peregrine Financial Group from 2007 to 2008; Senior Treasury Analyst at Harley-Davidson Financial Services from 2005 to 2007; Law Clerk at Paul McAndrew Law Firm from 2004 to 2005; Senior Accountant at State Street Corporation from 1999 to 2002.</li> </ul>

(1) Each Officer serves until his or her resignation, removal, or retirement, or election of his or her successor.

## INVESTMENT CONSIDERATIONS

### GLOBAL TACTICAL ASSET ALLOCATION PORTFOLIO<sup>1,2,3</sup>

<sup>1</sup> **Asset Allocation Risk:** An asset allocation strategy does not guarantee any specific result or profit nor protect against a loss.

<sup>2</sup> **Equity Risk:** Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of the Portfolio will fluctuate as the value of the securities in the Portfolio changes.

<sup>3</sup> **International Risk:** International investing involves increased risk and volatility.

**FOR MORE INFORMATION****PORTFOLIO HOLDINGS**

Northern Institutional Funds files its complete schedule of portfolio holdings with the Securities and Exchange Commission (“SEC”) for the first and third quarters of each fiscal year on Form N-Q. The Portfolio’s Forms N-Q are available on the SEC’s Web site at [sec.gov](http://sec.gov). You may also review and obtain copies at the SEC’s Public Reference Room in Washington, D.C. Information about the Public Reference Room may be obtained by calling 800-SEC-0330.

**PROXY VOTING**

Northern Institutional Funds’ Proxy Voting Policies and Procedures and the Fund’s portfolio securities voting record for the 12-month period ended June 30 are available upon request and without charge by visiting Northern Institutional Funds’ Web site at [northernfunds.com/institutional](http://northernfunds.com/institutional) or the SEC’s Web site at [sec.gov](http://sec.gov) or by calling the Northern Institutional Funds Center at 800-637-1380.

## PROTECTING YOUR PRIVACY

Protecting your privacy is important at Northern Institutional Funds, which is why we wanted you to know:

- We do not sell non-public personal information about our investors or former investors to any outside company.
- We have policies that limit access to your information to only those people who need it to perform their jobs and provide services to you, and we have physical, electronic and procedural safeguards that comply with federal standards to guard your personal information.
- We collect information about you from applications, forms, conversations and your use of our Web site; third parties with your permission; and your transactions with us, our affiliates and our joint marketing partners.
- We do not disclose the information we collect about our investors or former investors to anyone, except to companies that perform services for us, financial institutions with whom we have joint marketing agreements such as Northern Trust, (1) for our everyday purposes, such as to process transactions, maintain accounts, respond to court orders and legal investigations or report to credit bureaus or (2) as permitted by law.
- The information includes account balances and account history. You may limit our use or sharing of information about you with our affiliates and joint marketing partners for marketing purposes by calling 800-637-1380 weekdays from 7:00 a.m. to 7:00 p.m. Central time, or by writing to us at Northern Institutional Funds, P.O. Box 75986, Chicago, IL 60675-5986.

If our information sharing practices change, we will send you a revised notice. You can also visit our Web site, [northernfunds.com/institutional](http://northernfunds.com/institutional), for an online version of our current privacy notice.

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**Northern Trust**