

# BMO U.S. Equity Fund (the "Fund")

For the six-month period ended March 31, 2020 (the "Period")

Manager: BMO Investments Inc. (the "Manager" or "BMOI")

Portfolio manager: BMO Asset Management Inc., Toronto, Ontario (the "portfolio manager")

Sub-advisor: BMO Asset Management Corp., Chicago, Illinois

## 2020 Semi-Annual Management Report of Fund Performance

This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-annual or annual financial statements of the Fund. If the semi-annual financial statements of the Fund do not accompany the mailing of this report, you may obtain a copy of the semi-annual or annual financial statements at your request, and at no cost, by calling 1-800-665-7700 and 1-800-668-7327, by writing to us at BMO Investments Inc., First Canadian Place, 100 King Street West, 43rd Floor, Toronto, Ontario, M5X 1A1 or by visiting our website at [www.bmo.com/mutualfunds](http://www.bmo.com/mutualfunds) and [www.bmo.com/gam/ca](http://www.bmo.com/gam/ca) or SEDAR at [www.sedar.com](http://www.sedar.com). You may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record and/or quarterly portfolio disclosure.

### MANAGEMENT DISCUSSION OF FUND PERFORMANCE

#### Results of Operations

During the Period, the Fund's total net asset value changed from approximately \$1,488 million to approximately \$1,177 million. Series A units of the Fund returned -11.60%. Please see the *Past Performance* section for information on the performance returns of the Fund's other series.

The S&P 500 Index had a strong fourth quarter of 2019 to finish off the decade, but witnessed the fastest sell-off in history during the first quarter of 2020. The S&P 500 Index, returned -6.1% in Canadian dollar terms over the Period. The rise of the novel coronavirus as a global pandemic effectively shut down the world's economies. The U.S. unemployment rate spiked higher from February 2020's benign 3.5% as economic activity was shut down nationwide in March 2020. The negative market impact to the equity and debt markets caused by the global COVID-19 shutdown led to material deterioration in both higher yielding and attractively valued stocks. The market rewarded high growth and low volatility stocks despite their expensive valuations. Conversely, investors shunned companies with high debt or social distancing related business risks. The increase in volatility and the credit freeze also led to periods of indiscriminate selling where typically defensive areas of the market didn't act as such.

The price of crude oil fell materially after officials from Russia and Saudi Arabia could not come to an agreement of production levels. This led to the Energy sector being hit by both a supply and demand shock which negatively impacted their stock prices.

The Fund underperformed the S&P 500 Index during the Period. The Fund's underweight positions in the Energy and Industrials sectors added to performance, while an overweight position in the Financials and an underweight position in the Consumer Discretionary sectors detracted from performance. Stock selection was strongest in the Energy and Industrials sectors and weakest in the Financials and Consumer Staples sectors. Individual contributors to performance included Eli Lilly and Company and Microsoft Corp., while individual detractors included Expedia Group, Inc. and US Foods Holding Corp.

The Manager confirms that the Fund did not borrow money during the Period.

*For information on the Fund's performance and composition, please refer to the Past Performance section and Summary of Investment Portfolio section of this report.*

#### Recent Developments

The potential for heightened market volatility remains. Due to the unprecedented nature of this event, it is difficult to fully assess the economic and financial market impact of COVID-19. The sub-advisor is positioning the Fund to take a balanced approach should containment failure or worse-than-expected economic deterioration cause additional losses. Repositioning has focused on upgrading quality and reducing exposure to companies with liquidity or balance sheet risk, without sacrificing valuation exposure. The recent market sell-off has accelerated the underperformance

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of value as investors continue to position their portfolios in already expensive defensive stocks. Consequently, valuations spreads continue to widen and are now at levels that have not have been seen since the dot-com bubble. The sub-advisor believes this presents an opportunity to generate long-term alpha for the Fund, which they are taking advantage of by adding quality names that are now more reasonably priced. At the same time, the sub-advisor continues to emphasize risk management as a part of our multi-faceted process to protect portfolios during a period of heightened market volatility.

During the Period, there were no changes to the Fund's independent review committee ("IRC").

## RELATED PARTY TRANSACTIONS

BMO Investments Inc., an indirect, wholly-owned subsidiary of Bank of Montreal ("BMO"), is the Manager of the Fund. From time to time, the Manager may, on behalf of the Fund, enter into transactions or arrangements with or involving other members of BMO Financial Group, or certain other persons or companies that are related or connected to the Manager (each a "Related Party"). The purpose of this section is to provide a brief description of any transaction involving the Fund and a Related Party.

### Portfolio Manager

The Fund's portfolio manager is BMO Asset Management Inc. ("BMOAM"), an affiliate of the Manager and BMO Asset Management Corp., also an affiliate of the Manager, is a sub-advisor to BMOAM. BMOAM provides portfolio management services to the Fund. BMOAM receives from the Manager a management fee based on assets under management, calculated daily and payable monthly.

### Administration Fee and Operating Expenses

The Fund pays a fixed administration fee to the Manager in respect of each series other than Series I. The Manager in return pays the operating expenses of these series of the Fund, other than certain specified expenses that are paid directly by the Fund ("Fund Expenses"). Fund Expenses, include expenses incurred in respect of preparing and distributing fund facts, interest or other borrowing expenses, all reasonable costs and expenses incurred in relation to compliance with National Instrument 81-107 *Independent Review Committee for Investment Funds*, including compensation and expenses payable to the Fund's IRC members, taxes to which the Fund is or might be subject, and costs associated with compliance with any new governmental or regulatory requirement introduced after December 1, 2007. Fund Expenses are allocated proportionately among the relevant series. If the Fund

Expenses are specific to a series, the Fund Expenses are allocated to that series. The fixed administration fee is calculated as a fixed annual percentage of the average net asset value of each relevant series of the Fund. Separate fees and expenses are negotiated and paid directly by each Series I investor. Further details about the fixed administration fee and/or Fund Expenses can be found in the Fund's most recent simplified prospectus at [www.bmo.com/mutualfunds](http://www.bmo.com/mutualfunds) and [www.bmo.com/gam/ca](http://www.bmo.com/gam/ca) or [www.sedar.com](http://www.sedar.com).

### Buying and Selling Securities

During the Period, the Fund relied on standing instructions provided by the IRC for any of the following related party transactions that may have occurred in the Fund:

- (a) investments in securities issued by BMO, an affiliate of the Manager, or any other issuer related to the Manager;
  - (b) investments in a class of non-government debt securities and/or equity securities of an issuer during the period of distribution of those securities to the public and/or the 60-day period following the distribution period where BMO Nesbitt Burns Inc., an affiliate of the Manager, or any other affiliate of the Manager acted as an underwriter in the distribution;
  - (c) trades in debt securities in the secondary market with BMO Nesbitt Burns Inc., or any other affiliate of the Manager, that is trading with the Fund as principal; and
  - (d) inter-fund trades
- (each, a "Related Party Transaction").

In accordance with the IRC's standing instructions, in making a decision to cause the Fund to make a Related Party Transaction, the Manager and the portfolio manager of the Fund, are required to comply with the Manager's written policies and procedures governing the Related Party Transaction and report periodically to the IRC, describing each instance that the Manager relied on the standing instructions and its compliance or non-compliance with the governing policies and procedures. The governing policies and procedures are designed to ensure that each Related Party Transaction (i) is made free from any influence of BMO, BMO Nesbitt Burns Inc. or an associate or affiliate of BMO and/or BMO Nesbitt Burns Inc. and without taking into account any considerations relevant to BMO, BMO Nesbitt Burns Inc. or an associate or affiliate of BMO and/or BMO Nesbitt Burns Inc., (ii) represents the business judgment of the Manager, uninfluenced by considerations other than the best interests of the Fund, and (iii) achieves a fair and reasonable result for the Fund.

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## Distribution Services

The Manager markets and distributes the Fund through BMO branches and/or (depending on the series) through registered dealers and brokers, including BMO InvestorLine Inc. and BMO Nesbitt Burns Inc., both affiliates of the Manager. The Manager pays to these affiliates a service fee called a “trailing commission” based on the average daily value of the units and/or shares that are held in investor accounts. This service fee is paid monthly or quarterly and varies by purchase option and by series.

## Management Fees

The Manager is responsible for the day-to-day management of the business and operations of the Fund. The Manager monitors and evaluates the Fund’s performance, pays for the investment advice provided by the Fund’s portfolio manager and provides certain administrative services required by the Fund. As compensation for its services, the Manager is entitled to receive a management fee payable monthly, calculated based on the daily net asset value of each series of the Fund at the annual rate set out in the table below.

	Annual Management Fee Rate <sup>a</sup> %	As a Percentage of Management Fees	
		Dealer Compensation %	General Administration, Investment Advice and Profit %
Series A Units	2.00	52	48
Series A Units (Hedged)	2.00	46	54
Advisor Series Units	2.00	49	51
Advisor Series Units (Hedged)	2.00	0	100
Series F Units	0.50	0	100
Series F Units (Hedged)	0.50	0	100
Series D Units	0.85	26	74
Series I Units	—	—	—
Series N Units	—	—	—

<sup>a</sup> For Series I Units, separate Series I fees are negotiated and paid directly by each Series I investor. The combined management and administrative fees for Series I Units will not exceed the management fee charged for Advisor Series or Series A Units.

<sup>c</sup> Series N investors pay a separate fee directly to their dealer, a portion of which is paid to the Manager. Such portion will not exceed the management fee rate charged for Series F Units.

## FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund’s financial performance for the periods indicated.

### The Fund’s Net Assets per Unit<sup>(1)</sup>

#### Series A Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			2015
			2018	2017	2016	
Net assets, beginning of period	\$ 24.28	27.64	25.22	22.58	24.21	21.75
<b>Increase (decrease)</b>						
<b>from operations:</b>						
Total revenue	\$ 0.23	0.31	0.51	0.44	0.51	0.45
Total expenses <sup>(2)</sup>	\$ -0.35	-0.69	-0.75	-0.69	-0.66	-0.68
Realized gains (losses)						
for the period	\$ 0.78	2.26	4.04	3.33	3.04	4.39
Unrealized gains (losses)						
for the period	\$ -3.31	-2.42	0.12	0.03	-1.87	-0.54
<b>Total increase (decrease)</b>						
<b>from operations<sup>(3)</sup></b>	\$ -2.65	-0.54	3.92	3.11	1.02	3.62
<b>Distributions:</b>						
From income						
(excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.02	2.61	1.57	0.53	2.82	1.26
Return of capital	\$ —	—	—	—	—	—
<b>Total Annual Distributions<sup>(4)</sup></b>	\$ 0.02	2.61	1.57	0.53	2.82	1.26
Net assets, end of period	\$ 21.44	24.28	27.64	25.22	22.58	24.21

#### Series A Units (Hedged)

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			2016 <sup>(4)</sup>
			2018	2017	2016 <sup>(4)</sup>	
Net assets, beginning of period	\$ 11.49	12.75	11.82	9.97	10.00 <sup>b</sup>	
<b>Increase (decrease)</b>						
<b>from operations:</b>						
Total revenue	\$ 0.11	0.14	0.09	0.19	0.09	
Total expenses <sup>(2)</sup>	\$ -0.16	-0.32	-0.35	-0.16	-0.09	
Realized gains (losses)						
for the period	\$ -0.20	0.60	1.45	1.98	0.19	
Unrealized gains (losses)						
for the period	\$ -1.29	-1.28	-0.06	-0.32	0.14	
<b>Total increase (decrease)</b>						
<b>from operations<sup>(3)</sup></b>	\$ -1.54	-0.86	1.13	1.69	0.33	
<b>Distributions:</b>						
From income						
(excluding dividends)	\$ —	—	—	—	—	
From dividends	\$ —	—	—	—	—	
From capital gains	\$ 0.01	0.49	0.46	0.03	—	
Return of capital	\$ —	—	—	—	—	
<b>Total Annual Distributions<sup>(4)</sup></b>	\$ 0.01	0.49	0.46	0.03	—	
Net assets, end of period	\$ 9.47	11.49	12.75	11.82	9.97	

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## Advisor Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Net assets, beginning of period	\$ 16.42	18.23	16.69	14.93	15.99	13.88
<b>Increase (decrease)</b>						
<b>from operations:</b>						
Total revenue	\$ 0.15	0.21	0.34	0.30	0.34	0.32
Total expenses <sup>(2)</sup>	\$ -0.24	-0.47	-0.49	-0.46	-0.43	-0.45
Realized gains (losses)						
for the period	\$ 0.54	1.52	2.70	2.29	2.01	2.98
Unrealized gains (losses)						
for the period	\$ -2.21	-1.49	0.00	0.03	-1.38	-1.21
<b>Total increase (decrease)</b>						
<b>from operations <sup>(3)</sup></b>	\$ -1.76	-0.23	2.55	2.16	0.54	1.64
<b>Distributions:</b>						
From income						
(excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.01	1.35	1.09	0.34	1.85	0.33
Return of capital	\$ —	—	—	—	—	—
<b>Total Annual Distributions <sup>(4)</sup></b>	\$ 0.01	1.35	1.09	0.34	1.85	0.33
<b>Net assets, end of period</b>	\$ 14.50	16.42	18.23	16.69	14.93	15.99

## Advisor Series Units (Hedged)

	Period ended		Periods ended Sep. 30		
	Mar. 31 2020	2019	2018	2017	2016 <sup>(6)</sup>
Net assets, beginning of period	\$ 11.53	12.83	11.82	9.80	10.00*
<b>Increase (decrease)</b>					
<b>from operations:</b>					
Total revenue	\$ 0.11	0.15	0.12	0.24	0.10
Total expenses <sup>(2)</sup>	\$ -0.17	-0.32	-0.35	-0.06	-0.10
Realized gains (losses)					
for the period	\$ -0.31	0.71	1.42	1.53	0.10
Unrealized gains (losses)					
for the period	\$ -1.43	-1.24	0.06	0.67	-0.16
<b>Total increase (decrease)</b>					
<b>from operations <sup>(3)</sup></b>	\$ -1.80	-0.70	1.25	2.38	-0.06
<b>Distributions:</b>					
From income					
(excluding dividends)	\$ —	—	—	—	—
From dividends	\$ —	—	—	—	—
From capital gains	\$ 0.01	0.51	0.37	0.02	—
Return of capital	\$ —	—	—	—	—
<b>Total Annual Distributions <sup>(4)</sup></b>	\$ 0.01	0.51	0.37	0.02	—
<b>Net assets, end of period</b>	\$ 9.53	11.53	12.83	11.82	9.80

## Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Net assets, beginning of period	\$ 25.24	27.89	24.68	21.56	22.77	19.80
<b>Increase (decrease)</b>						
<b>from operations:</b>						
Total revenue	\$ 0.24	0.31	0.52	0.42	0.48	0.46
Total expenses <sup>(2)</sup>	\$ -0.15	-0.30	-0.31	-0.28	-0.29	-0.29
Realized gains (losses)						
for the period	\$ 0.81	2.32	4.09	3.15	2.86	4.04
Unrealized gains (losses)						
for the period	\$ -3.50	-2.61	-0.09	-0.09	-1.84	-1.83
<b>Total increase (decrease)</b>						
<b>from operations <sup>(3)</sup></b>	\$ -2.60	-0.28	4.21	3.20	1.21	2.38
<b>Distributions:</b>						
From income						
(excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.02	2.34	1.17	0.32	2.68	0.81
Return of capital	\$ —	—	—	—	—	—
<b>Total Annual Distributions <sup>(4)</sup></b>	\$ 0.02	2.34	1.17	0.32	2.68	0.81
<b>Net assets, end of period</b>	\$ 22.48	25.24	27.89	24.68	21.56	22.77

## Series F Units (Hedged)

	Period ended		Periods ended Sep. 30		
	Mar. 31 2020	2019	2018	2017	2016 <sup>(6)</sup>
Net assets, beginning of period	\$ 12.56	13.54	12.13	10.00	10.00*
<b>Increase (decrease)</b>					
<b>from operations:</b>					
Total revenue	\$ 0.12	0.14	0.10	0.19	0.09
Total expenses <sup>(2)</sup>	\$ -0.08	-0.15	-0.15	-0.04	-0.04
Realized gains (losses)					
for the period	\$ 0.31	0.58	1.39	1.68	0.05
Unrealized gains (losses)					
for the period	\$ -0.66	-1.59	-0.21	0.30	-0.10
<b>Total increase (decrease)</b>					
<b>from operations <sup>(3)</sup></b>	\$ -0.31	-1.02	1.13	2.13	0.00
<b>Distributions:</b>					
From income					
(excluding dividends)	\$ —	—	—	—	—
From dividends	\$ —	—	—	—	—
From capital gains	\$ 0.01	0.38	0.25	0.00	—
Return of capital	\$ —	—	—	—	—
<b>Total Annual Distributions <sup>(4)</sup></b>	\$ 0.01	0.38	0.25	0.00	—
<b>Net assets, end of period</b>	\$ 10.41	12.56	13.54	12.13	10.00

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## Series D Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
			2018	2017	2016	2015
Net assets, beginning of period	\$ 13.99	15.49	13.79	12.23	12.93	11.01
<b>Increase (decrease)</b> <b>from operations:</b>						
Total revenue	\$ 0.13	0.18	0.30	0.24	0.28	0.26
Total expenses <sup>(2)</sup>	\$ -0.11	-0.22	-0.23	-0.21	-0.20	-0.20
Realized gains (losses) for the period	\$ 0.46	1.30	2.31	1.76	1.63	2.47
Unrealized gains (losses) for the period	\$ -2.00	-1.36	-0.30	0.15	-1.00	-1.29
<b>Total increase (decrease)</b> <b>from operations</b> <sup>(3)</sup>	\$ -1.52	-0.10	2.08	1.94	0.71	1.24
<b>Distributions:</b>						
From income (excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.01	1.27	0.70	0.33	1.50	0.18
Return of capital	\$ —	—	—	—	—	—
<b>Total Annual Distributions</b> <sup>(4)</sup>	\$ 0.01	1.27	0.70	0.33	1.50	0.18
<b>Net assets, end of period</b>	\$ 12.44	13.99	15.49	13.79	12.23	12.93

## Series I Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
			2018	2017	2016	2015
Net assets, beginning of period	\$ 20.32	22.62	21.33	18.23	20.55	18.13
<b>Increase (decrease)</b> <b>from operations:</b>						
Total revenue	\$ 0.19	0.24	0.40	0.37	0.43	0.38
Total expenses <sup>(2)</sup>	\$ -0.03	-0.08	-0.07	-0.07	-0.08	-0.07
Realized gains (losses) for the period	\$ 0.66	1.92	3.22	2.78	2.53	3.72
Unrealized gains (losses) for the period	\$ -2.59	-2.32	0.27	0.58	-1.76	-0.45
<b>Total increase (decrease)</b> <b>from operations</b> <sup>(3)</sup>	\$ -1.77	-0.24	3.82	3.66	1.12	3.58
<b>Distributions:</b>						
From income (excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ 0.03	0.40	0.48	—	0.61	0.21
From capital gains	\$ 0.02	1.89	2.12	—	3.16	0.98
Return of capital	\$ 0.00	0.00	0.00	—	0.00	0.00
<b>Total Annual Distributions</b> <sup>(4)</sup>	\$ 0.05	2.29	2.60	—	3.77	1.19
<b>Net assets, end of period</b>	\$ 18.15	20.32	22.62	21.33	18.23	20.55

## Series N Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
			2018	2017	2016	2015 <sup>(5)</sup>
Net assets, beginning of period	\$ 10.96	12.23	11.03	9.65	10.13	10.00*
<b>Increase (decrease)</b> <b>from operations:</b>						
Total revenue	\$ 0.10	0.14	0.22	0.20	0.22	0.14
Total expenses <sup>(2)</sup>	\$ -0.03	-0.07	-0.07	-0.06	-0.07	-0.03
Realized gains (losses) for the period	\$ 0.35	1.01	1.77	1.48	1.26	0.64
Unrealized gains (losses) for the period	\$ -1.52	-1.17	0.13	0.08	-0.85	-1.14
<b>Total increase (decrease)</b> <b>from operations</b> <sup>(3)</sup>	\$ -1.10	-0.09	2.05	1.70	0.56	-0.39
<b>Distributions:</b>						
From income (excluding dividends)	\$ —	—	—	—	—	—
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.01	1.18	0.81	0.23	1.19	—
Return of capital	\$ —	—	—	—	—	—
<b>Total Annual Distributions</b> <sup>(4)</sup>	\$ 0.01	1.18	0.81	0.23	1.19	—
<b>Net assets, end of period</b>	\$ 9.79	10.96	12.23	11.03	9.65	10.13

\* Initial net assets.

<sup>(1)</sup> This information is derived from the Fund's unaudited and audited annual financial statements.

<sup>(2)</sup> Includes commissions and other portfolio transaction costs and withholding taxes.

<sup>(3)</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

<sup>(4)</sup> Distributions were either paid in cash or reinvested in additional units of the Fund, or both. The allocation of the distributions from each of income, dividends, capital gains and return of capital is based on the Manager's estimate as at March 31 or September 30 of the period shown, as applicable, which is the Fund's financial year-end. However, the actual allocation of distributions is determined as at December 15, the Fund's tax year-end. Accordingly, the actual allocation among income, dividends, capital gains and return of capital may differ from these estimates.

<sup>(5)</sup> The information shown in this column is for the period beginning April 13, 2015 (the series' inception date) and ending September 30, 2015.

<sup>(6)</sup> The information shown in this column is for the period beginning April 19, 2016 (the series' inception date) and ending September 30, 2016.

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## Ratios and Supplemental Data

### Series A Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Total net asset value (000's) <sup>(1)</sup>	\$ 572,771	702,828	803,055	764,405	703,507	760,268
Number of units						
outstanding (000's) <sup>(1)</sup>	26,713	28,951	29,055	30,312	31,157	31,405
Management expense ratio <sup>(2)</sup>	% 2.48	2.49	2.49	2.49	2.49	2.49
Management expense ratio						
before waivers or absorptions	% 2.48	2.49	2.49	2.49	2.49	2.49
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 21.44	24.28	27.64	25.22	22.58	24.21

### Series A Units (Hedged)

	Period ended		Periods ended Sep. 30		
	Mar. 31 2020	2019	2018	2017	2016 <sup>(6)</sup>
Total net asset value (000's) <sup>(1)</sup>	\$ 4,933	7,972	12,893	6,035	1,040
Number of units					
outstanding (000's) <sup>(1)</sup>	521	694	1,011	511	104
Management expense ratio <sup>(2)</sup>	% 2.47	2.47	2.50	2.50	2.50
Management expense ratio					
before waivers or absorptions	% 2.47	2.48	2.51	2.55	2.57
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06
Net asset value per unit	\$ 9.47	11.49	12.75	11.82	9.97

### Advisor Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Total net asset value (000's) <sup>(1)</sup>	\$ 17,244	21,454	21,338	14,411	14,104	12,539
Number of units						
outstanding (000's) <sup>(1)</sup>	1,189	1,307	1,170	864	945	784
Management expense ratio <sup>(2)</sup>	% 2.50	2.51	2.49	2.49	2.48	2.46
Management expense ratio						
before waivers or absorptions	% 2.50	2.51	2.51	2.50	2.51	2.50
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 14.50	16.42	18.23	16.69	14.93	15.99

### Advisor Series Units (Hedged)

	Period ended		Periods ended Sep. 30		
	Mar. 31 2020	2019	2018	2017	2016 <sup>(6)</sup>
Total net asset value (000's) <sup>(1)</sup>	\$ 517	602	672	243	287
Number of units					
outstanding (000's) <sup>(1)</sup>	54	52	52	21	29
Management expense ratio <sup>(2)</sup>	% 2.52	2.52	2.50	2.50	2.50
Management expense ratio					
before waivers or absorptions	% 2.55	2.56	2.58	2.61	2.62
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06
Net asset value per unit	\$ 9.53	11.53	12.83	11.82	9.80

### Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Total net asset value (000's) <sup>(1)</sup>	\$ 28,553	36,208	44,326	29,027	15,337	7,546
Number of units						
outstanding (000's) <sup>(1)</sup>	1,270	1,435	1,589	1,176	711	331
Management expense ratio <sup>(2)</sup>	% 0.84	0.84	0.84	0.85	0.94	0.94
Management expense ratio						
before waivers or absorptions	% 0.84	0.84	0.84	0.87	0.94	0.94
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 22.48	25.24	27.89	24.68	21.56	22.77

### Series F Units (Hedged)

	Period ended		Periods ended Sep. 30		
	Mar. 31 2020	2019	2018	2017	2016 <sup>(6)</sup>
Total net asset value (000's) <sup>(1)</sup>	\$ 204	767	1,194	585	100
Number of units					
outstanding (000's) <sup>(1)</sup>	20	61	88	48	10
Management expense ratio <sup>(2)</sup>	% 0.82	0.83	0.83	0.85	0.95
Management expense ratio					
before waivers or absorptions	% 0.84	0.83	0.83	0.97	1.11
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06
Net asset value per unit	\$ 10.41	12.56	13.54	12.13	10.00

### Series D Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Total net asset value (000's) <sup>(1)</sup>	\$ 21,565	8,504	9,560	4,850	4,542	4,591
Number of units						
outstanding (000's) <sup>(1)</sup>	1,733	608	617	352	371	355
Management expense ratio <sup>(2)</sup>	% 1.22	1.22	1.21	1.22	1.21	1.19
Management expense ratio						
before waivers or absorptions	% 1.22	1.22	1.21	1.22	1.21	1.19
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 12.44	13.99	15.49	13.79	12.23	12.93

### Series I Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015
Total net asset value (000's) <sup>(1)</sup>	\$ 504,377	676,447	1,332,376	1,914,996	1,704,809	2,835,234
Number of units						
outstanding (000's) <sup>(1)</sup>	27,793	33,292	58,901	89,775	93,527	137,995
Management expense ratio <sup>+</sup>	% —	—	—	—	—	—
Management expense ratio						
before waivers or absorptions <sup>+</sup>	% —	—	—	—	—	—
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 18.15	20.32	22.62	21.33	18.23	20.55

# BMO U.S. Equity Fund

## Series N Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2020	2019	2018	2017	2016	2015 <sup>(1)</sup>
Total net asset value (000's) <sup>(1)</sup>	\$ 27,151	32,787	41,179	39,932	44,122	58,425
Number of units						
outstanding (000's) <sup>(1)</sup>	2,773	2,991	3,367	3,622	4,570	5,769
Management expense ratio <sup>(2)</sup>	% 0.28	0.28	0.28	0.28	0.28	0.28
Management expense ratio						
before waivers or absorptions	% 0.28	0.28	0.28	0.28	0.28	0.28
Trading expense ratio <sup>(3)</sup>	% 0.06	0.06	0.06	0.07	0.08	0.08
Portfolio turnover rate <sup>(4)</sup>	% 29.78	58.41	59.01	77.49	59.06	74.71
Net asset value per unit	\$ 9.79	10.96	12.23	11.03	9.65	10.13

+ Operating expenses are paid by BMOII and management fees are paid directly to BMOII as negotiated with the investor.

<sup>(1)</sup> This information is provided as at March 31 or September 30 of the period shown, as applicable.

<sup>(2)</sup> Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

<sup>(4)</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

<sup>(5)</sup> The information shown in this column is for the period beginning April 13, 2015 (the series' inception date) and ending September 30, 2015.

<sup>(6)</sup> The information shown in this column is for the period beginning April 19, 2016 (the series' inception date) and ending September 30, 2016.

## PAST PERFORMANCE

The Fund's performance information assumes that all distributions made by the Fund in the periods shown were used to purchase additional securities of the Fund and is based on the net asset value of the Fund.

The performance information does not take into account sales, redemption, distribution or other optional charges that, if applicable, would have reduced returns or performance. Please remember that how the Fund has performed in the past does not indicate how it will perform in the future.

The returns of each series may differ from one another for a number of reasons, including if the series was not issued and outstanding for the entire reporting period and because of the different levels of management fees and expenses allocated and payable by each series.

On June 22, 2012, BMO U.S. Growth Fund merged into the Fund.

On December 15, 2013, BMO Nesbitt Burns U.S. Stock Selection Fund merged into the Fund.

On August 31, 2016, BMO Asset Management Inc. became the portfolio manager of the Fund and BMO Asset Management Corp. became the sub-advisor of the Fund.

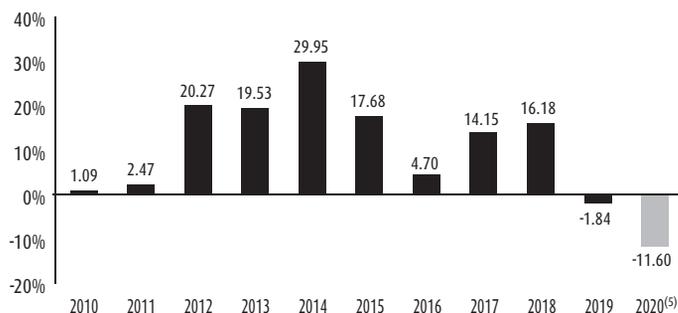
On February 1, 2017, the management fee on Series F and Series F (Hedged) units was lowered from 0.60% to 0.50%.

These changes could have affected the performance of the Fund had they been in effect throughout the performance measurement periods presented.

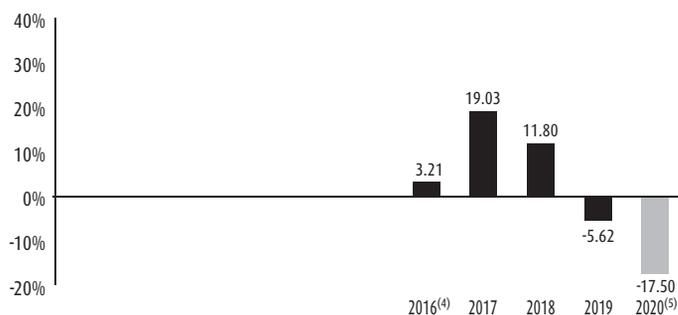
## Year-by-Year Returns

The following bar charts show the performance of each series of the Fund for each of the financial years shown and for the six-month period ended March 31, 2020. The charts show in percentage terms how an investment made on the first day of each financial year would have increased or decreased by the last day of each financial year.

### Series A Units

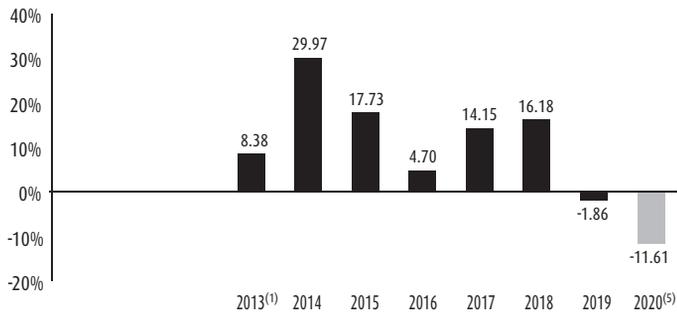


### Series A Units (Hedged)

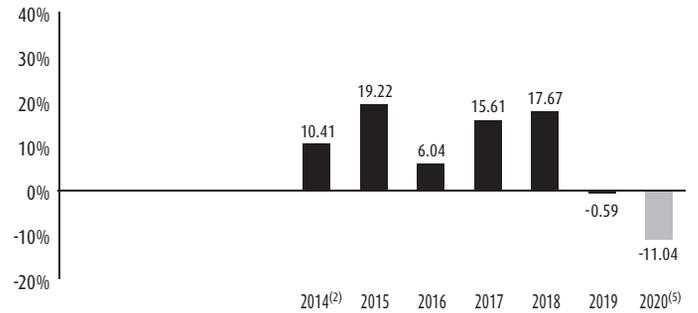


# BMO U.S. Equity Fund

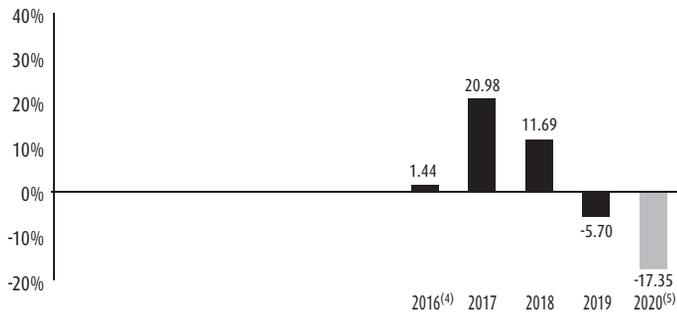
## Advisor Series Units



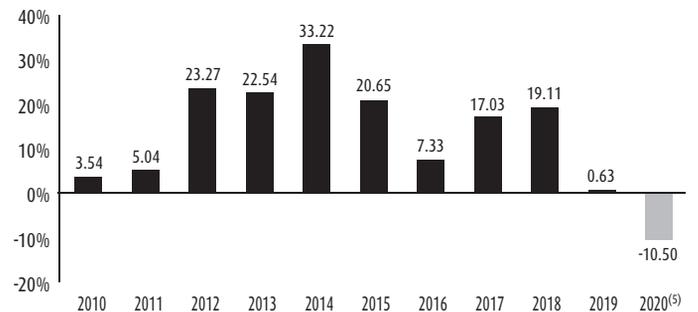
## Series D Units



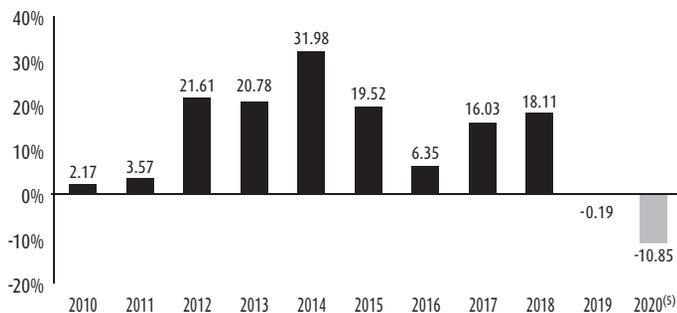
## Advisor Series Units (Hedged)



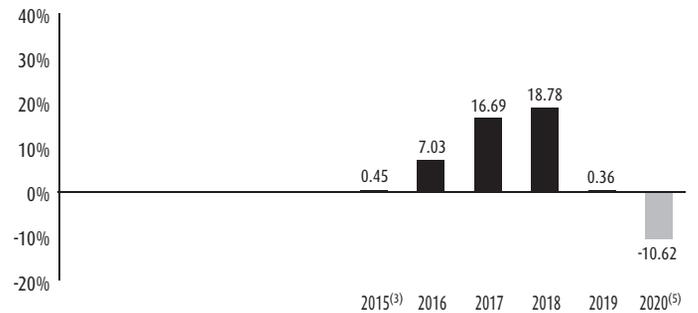
## Series I Units



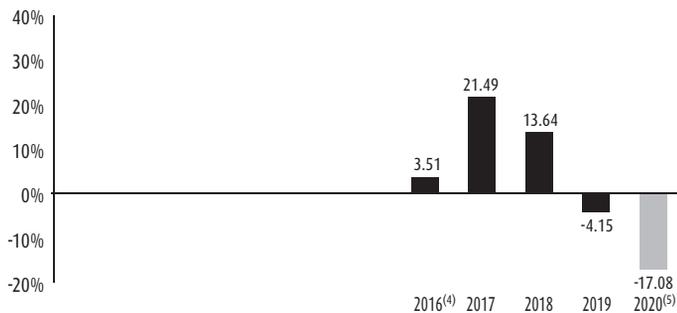
## Series F Units



## Series N Units



## Series F Units (Hedged)



<sup>(1)</sup> For the period beginning with the performance launch date of April 1, 2013 to September 30, 2013.

<sup>(2)</sup> For the period beginning with the performance launch date of April 8, 2014 to September 30, 2014.

<sup>(3)</sup> For the period beginning with the performance launch date of April 20, 2015 to September 30, 2015.

<sup>(4)</sup> For the period beginning with the performance launch date of May 2, 2016 to September 30, 2016.

<sup>(5)</sup> For the six-month period ended March 31, 2020.

# BMO U.S. Equity Fund

## SUMMARY OF INVESTMENT PORTFOLIO

As at March 31, 2020

<b>Portfolio Allocation</b>	<b>% of Net Asset Value</b>	<b>Top 25 Holdings Issuer</b>	<b>% of Net Asset Value</b>
Information Technology	28.0	Microsoft Corporation	7.6
Health Care	18.0	Apple Inc.	6.2
Financials	11.7	Alphabet Inc., Class C	3.9
Communication Services	10.4	Merck & Co., Inc.	3.1
Consumer Staples	8.1	Visa Inc., Class A	3.1
Consumer Discretionary	7.8	Walmart Inc.	2.5
Industrials	7.4	Baxter International Inc.	2.4
Real Estate	3.2	Eli Lilly and Company	2.3
Utilities	2.0	Amazon.com, Inc.	2.3
Energy	1.7	Oracle Corporation	2.2
Cash/Receivables/Payables	1.7	Allstate Corporation, The	2.1
<b>Total Portfolio Allocation</b>	<b>100.0</b>	Procter & Gamble Company, The	2.0
		American Express Company	1.9
		Medtronic Public Limited Company	1.9
		Citigroup Inc.	1.8
		Morgan Stanley	1.8
		Cash/Receivables/Payables	1.7
		Target Corporation	1.7
		Intel Corporation	1.7
		Facebook, Inc., Class A	1.6
		Akamai Technologies, Inc.	1.5
		Pfizer Inc.	1.5
		Ameriprise Financial, Inc.	1.4
		Autozone, Inc.	1.3
		Take-Two Interactive Software, Inc.	1.3
		<b>Top Holdings as a Percentage of Total Net Asset Value</b>	<b>60.8</b>
		<b>Total Net Asset Value</b>	<b>\$1,177,315,462</b>

*The summary of investment portfolio may change due to the Fund's ongoing portfolio transactions. Updates are available quarterly.*

**BMO Investments Inc.**

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**[www.bmo.com/mutualfunds](http://www.bmo.com/mutualfunds) and [www.bmo.com/gam/ca](http://www.bmo.com/gam/ca)**

If you have any questions, please give us a call as follows:

- If you purchased BMO Mutual Funds through a BMO Bank of Montreal branch or BMO Online Banking, please call 1-800-665-7700.
- If you purchased BMO Mutual Funds through a full-service or discount broker, please call 1-800-668-7327 or email **[clientservices.mutualfunds@bmo.com](mailto:clientservices.mutualfunds@bmo.com)**.

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Fund may invest in and the risks detailed from time to time in BMO Mutual Funds' simplified prospectus. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, BMO Investments Inc. does not undertake, and specifically disclaims, any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law.

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