

BMO World Bond 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 Limited, London, England

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 and www.bmo.com/gam/ca or SEDAR at 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 \$191 million to approximately \$165 million. Series A units of the Fund returned -1.23%. Please see the *Past Performance* section for information on the performance returns of the Fund’s other series.

During the Period, U.S.-China trade tensions de-escalated toward the end of 2019 as the countries entered “phase one” of a trade agreement. However, in the first quarter of 2020, the COVID-19 pandemic led to a dramatic sell-off of equities and other risk assets. Credit spreads (the difference in yield between securities of similar maturity but differing credit quality) declined to levels not seen since the 2008-2009 global financial crisis. There was also a significant deterioration in financial market liquidity at a time of increased volatility.

The price of oil declined substantially as negotiations on production cuts between Russia and Saudi Arabia broke down. Oil demand was further impacted by the large-scale shutdown of economic activity as a result of COVID-19. By the end of March 2020, oil prices fell to just over US\$20 per barrel, the lowest in 25 years.

Central banks moved to ease monetary policy, seeking to restore smooth functioning to financial markets and reduce disruption for households and businesses. These policy measures included interest rate cuts, new asset purchase programs, support for the commercial paper market and various lending programs.

There was also unprecedented expansion of fiscal policy measures implemented by governments to provide direct support for individuals, with a mix of grants, loans and guarantees for business. The U.S. implemented a US\$2 trillion fiscal package, equivalent to 10.8% of the country’s gross domestic product (“GDP”). The German fiscal package was the most comprehensive in Europe, equivalent to 4.7% of Germany’s GDP.

The sub-advisor sought to exploit the relatively high valuation of eurozone 10-year bonds in relation to longer-dated debt. This trade structure combined a relative underweight position in the 10-year segment with a relatively overweight position in the 20-year to 40-year segment. This positioning contributed to the Fund’s performance during the first quarter of 2020 as investors targeted longer-dated fixed income securities. The Fund’s short position in U.K. gilts was established as a conservative election victory appeared increasingly probable in December, thereby diminishing the risk of political instability. This holding also contributed to the Fund’s performance. At the end of the fourth quarter of 2019, the sub-advisor took profits on various trades in eurozone bond markets relative to Germany. These trades benefited from the European Central Bank’s decision to re-establish its asset purchase program in November 2019.

The Fund’s underweight duration position (interest rate sensitivity) relative to the benchmark detracted from performance. An overweight inflation position was another

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detractor from the Fund's performance. This inflation exposure was largely composed of a position in U.S. inflation with a smaller position in eurozone inflation, which performed poorly in the first quarter of 2020. The Fund's overweight positions within the supranational sector detracted from performance. Holdings within this sector included exposure to New York City, Mexico and Petroleos Mexicanos. New York City found itself at the epicentre of COVID-19 spread in the U.S. In March, concern over New York's future fiscal profile led investors to mark down the price of New York's debt issues. The abrupt decline in valuations for Mexico and Petroleos Mexicanos reflected a deteriorating economic outlook and the plunge in oil prices.

The sub-advisor took advantage of the primary market to increase the Fund's positions in corporate and sovereign bonds at an attractive discount. The Fund's existing overweight position in Spain was increased, as was a holding in U.S. inflation. The Fund's underweight duration position was eliminated during the Period, as was the Fund's short position in U.K. gilts.

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 sub-advisor's outlook for financial markets is primarily focused on when economies start to recover. Without more COVID-19 testing, this recovery may take longer than what is currently expected and, therefore, the economic decline may be deeper and longer than originally anticipated. Offsetting this scenario is the scale of stimulus measures announced. These measures are greater than that of the 2008-09 financial crisis, and at that time the moves to stimulate the economy led to a dramatic recovery in financial assets.

In any future scenario, the sub-advisor believes that corporate default rates are likely to rise as corporate revenues decline and corporate funding costs remain elevated. As the current scale of asset purchase programs may help to offset rising government borrowing, the sub-advisor sees value in European markets and in inflation, believing that the latter is significantly underpriced.

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 Limited, 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 and www.bmo.com/gam/ca or www.sedar.com.

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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.

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.

	As a Percentage of Management Fees		
	Annual Management Fee Rate* %	Dealer Compensation %	General Administration, Investment Advice and Profit %
Series A Units	1.75	29	71
Advisor Series Units	1.75	32	68
Series F Units	0.45	0	100
Series D Units	1.40	9	91
Series I Units	—	—	—
Classic Series Units	1.10	22	78

* 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.

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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 ⁽¹⁾

Series A Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			2015
			2018	2017	2016	
Net assets, beginning of period	\$ 11.05	10.48	10.54	12.50	11.89	10.97
Increase (decrease)						
from operations:						
Total revenue	\$ 0.11	0.26	0.27	0.28	0.31	0.26
Total expenses ⁽²⁾	\$ -0.12	-0.24	-0.24	-0.24	-0.27	-0.25
Realized gains (losses)						
for the period	\$ -0.25	0.88	1.30	0.05	1.15	0.08
Unrealized gains (losses)						
for the period	\$ 0.12	-0.10	-1.14	-0.97	-0.37	0.94
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.14	0.80	0.19	-0.88	0.82	1.03
Distributions:						
From income						
(excluding dividends)	\$ 0.03	0.04	0.07	0.10	0.22	0.10
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.37	—	—	0.83	—	—
Return of capital	\$ 0.09	0.20	0.17	0.14	0.00	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.49	0.24	0.24	1.07	0.22	0.10
Net assets, end of period	\$ 10.43	11.05	10.48	10.54	12.50	11.89

Advisor Series Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			2015
			2018	2017	2016	
Net assets, beginning of period	\$ 10.23	9.71	9.79	11.44	10.88	10.04
Increase (decrease)						
from operations:						
Total revenue	\$ 0.10	0.24	0.25	0.26	0.29	0.24
Total expenses ⁽²⁾	\$ -0.11	-0.22	-0.22	-0.23	-0.25	-0.24
Realized gains (losses)						
for the period	\$ -0.27	0.82	1.22	0.05	1.05	0.07
Unrealized gains (losses)						
for the period	\$ 0.15	-0.09	-1.08	-0.96	-0.36	0.85
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.13	0.75	0.17	-0.88	0.73	0.92
Distributions:						
From income						
(excluding dividends)	\$ 0.03	0.04	0.05	0.09	0.20	0.09
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.34	—	—	0.58	—	—
Return of capital	\$ 0.09	0.20	0.19	0.15	0.00	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.46	0.24	0.24	0.82	0.20	0.09
Net assets, end of period	\$ 9.65	10.23	9.71	9.79	11.44	10.88

Series F Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			2015
			2018	2017	2016	
Net assets, beginning of period	\$ 12.19	11.48	11.48	13.14	12.48	11.49
Increase (decrease)						
from operations:						
Total revenue	\$ 0.12	0.29	0.29	0.31	0.34	0.27
Total expenses ⁽²⁾	\$ -0.05	-0.09	-0.09	-0.09	-0.10	-0.10
Realized gains (losses)						
for the period	\$ -0.28	1.01	1.59	0.08	1.17	0.10
Unrealized gains (losses)						
for the period	\$ 0.13	-0.14	-1.46	-1.33	-0.37	0.99
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.08	1.07	0.33	-1.03	1.04	1.26
Distributions:						
From income						
(excluding dividends)	\$ 0.11	0.23	0.27	0.33	0.40	0.24
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.40	—	—	0.53	—	—
Return of capital	\$ 0.07	0.13	0.09	0.03	0.00	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.58	0.36	0.36	0.89	0.40	0.24
Net assets, end of period	\$ 11.55	12.19	11.48	11.48	13.14	12.48

Series D Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30 2018 ⁽⁵⁾
Net assets, beginning of period	\$ 10.38	9.81	10.00 [*]
Increase (decrease)			
from operations:			
Total revenue	\$ 0.11	0.25	0.22
Total expenses ⁽²⁾	\$ -0.10	-0.18	-0.17
Realized gains (losses)			
for the period	\$ -0.33	1.03	2.83
Unrealized gains (losses)			
for the period	\$ 0.26	-0.17	-2.99
Total increase (decrease)			
from operations ⁽³⁾	\$ -0.06	0.93	-0.11
Distributions:			
From income			
(excluding dividends)	\$ 0.06	0.11	0.16
From dividends	\$ —	—	—
From capital gains	\$ 0.06	—	—
Return of capital	\$ 0.06	0.12	—
Total Annual Distributions ⁽⁴⁾	\$ 0.18	0.23	0.16
Net assets, end of period	\$ 10.10	10.38	9.81

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Series I Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
	2020	2019	2018	2017	2016	2015
Net assets, beginning of period	\$ 11.51	10.78	11.26	13.76	13.11	12.11
Increase (decrease) from operations:						
Total revenue	\$ 0.11	0.27	0.29	0.30	0.34	0.29
Total expenses ⁽²⁾	\$ 0.00	0.00	0.01	0.00	0.00	0.00
Realized gains (losses) for the period	\$ -0.19	0.93	0.62	0.06	1.24	0.07
Unrealized gains (losses) for the period	\$ 0.10	-0.13	-0.38	-1.01	-0.39	1.01
Total increase (decrease) from operations⁽³⁾	\$ 0.02	1.07	0.54	-0.65	1.19	1.37
Distributions:						
From income (excluding dividends)	\$ 0.15	0.35	0.36	0.63	0.57	0.39
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.35	—	0.57	1.15	—	—
Return of capital	\$ 0.03	0.01	0.00	0.01	0.00	0.00
Total Annual Distributions⁽⁴⁾	\$ 0.53	0.36	0.93	1.79	0.57	0.39
Net assets, end of period	\$ 10.96	11.51	10.78	11.26	13.76	13.11

Classic Series Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
	2020	2019	2018	2017	2016	2015
Net assets, beginning of period	\$ 10.64	9.92	9.85	11.58	10.94	10.09
Increase (decrease) from operations:						
Total revenue	\$ 0.11	0.25	0.25	0.26	0.29	0.24
Total expenses ⁽²⁾	\$ -0.08	-0.15	-0.16	-0.15	-0.17	-0.16
Realized gains (losses) for the period	\$ -0.28	0.85	1.24	0.05	1.05	0.08
Unrealized gains (losses) for the period	\$ 0.16	-0.10	-1.08	-0.90	-0.34	0.83
Total increase (decrease) from operations⁽³⁾	\$ -0.09	0.85	0.25	-0.74	0.83	0.99
Distributions:						
From income (excluding dividends)	\$ 0.13	0.13	0.16	0.18	0.19	0.17
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.33	—	—	0.79	—	—
Return of capital	\$ 0.00	0.00	0.00	0.00	0.00	0.00
Total Annual Distributions⁽⁴⁾	\$ 0.46	0.13	0.16	0.97	0.19	0.17
Net assets, end of period	\$ 10.09	10.64	9.92	9.85	11.58	10.94

* Initial net assets.

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

⁽²⁾ Includes commissions and other portfolio transaction costs and withholding taxes.

⁽³⁾ 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.

⁽⁴⁾ 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.

⁽⁵⁾ The information shown in this column is for the period beginning November 20, 2017 (the series' inception date) and ending September 30, 2018.

Ratios and Supplemental Data

Series A Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
	2020	2019	2018	2017	2016	2015
Total net asset value (000's) ⁽¹⁾	\$ 131,040	155,141	165,061	225,378	298,744	303,671
Number of units outstanding (000's) ⁽¹⁾	12,568	14,043	15,752	21,383	23,897	25,544
Management expense ratio ⁽²⁾	% 2.27	2.27	2.23	2.23	2.23	2.23
Management expense ratio before waivers or absorptions	% 2.27	2.27	2.27	2.27	2.27	2.27
Trading expense ratio ⁽³⁾	% —	0.03	0.03	0.00	0.01	0.00
Portfolio turnover rate ⁽⁴⁾	% 34.30	49.89	14.23	14.04	19.10	20.82
Net asset value per unit	\$ 10.43	11.05	10.48	10.54	12.50	11.89

Advisor Series Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
	2020	2019	2018	2017	2016	2015
Total net asset value (000's) ⁽¹⁾	\$ 6,178	6,879	6,772	8,085	11,117	7,074
Number of units outstanding (000's) ⁽¹⁾	640	673	697	826	972	650
Management expense ratio ⁽²⁾	% 2.26	2.25	2.27	2.27	2.26	2.26
Management expense ratio before waivers or absorptions	% 2.26	2.26	2.27	2.27	2.26	2.26
Trading expense ratio ⁽³⁾	% —	0.03	0.03	0.00	0.01	0.00
Portfolio turnover rate ⁽⁴⁾	% 34.30	49.89	14.23	14.04	19.10	20.82
Net asset value per unit	\$ 9.65	10.23	9.71	9.79	11.44	10.88

Series F Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
	2020	2019	2018	2017	2016	2015
Total net asset value (000's) ⁽¹⁾	\$ 19,757	23,011	21,558	20,871	28,069	2,138
Number of units outstanding (000's) ⁽¹⁾	1,711	1,888	1,878	1,818	2,137	171
Management expense ratio ⁽²⁾	% 0.80	0.80	0.80	0.80	0.80	0.80
Management expense ratio before waivers or absorptions	% 0.84	0.83	0.83	0.83	0.82	0.83
Trading expense ratio ⁽³⁾	% —	0.03	0.03	0.00	0.01	0.00
Portfolio turnover rate ⁽⁴⁾	% 34.30	49.89	14.23	14.04	19.10	20.82
Net asset value per unit	\$ 11.55	12.19	11.48	11.48	13.14	12.48

Series D Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30 2018 ⁽⁵⁾
Total net asset value (000's) ⁽¹⁾	\$ 3,622	142	36
Number of units outstanding (000's) ⁽¹⁾	359	14	4
Management expense ratio ⁽²⁾	% 1.86	1.85	1.92
Management expense ratio before waivers or absorptions	% 1.86	1.85	2.80
Trading expense ratio ⁽³⁾	% —	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 34.30	49.89	14.23
Net asset value per unit	\$ 10.10	10.38	9.81

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Series I Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
			2018	2017	2016	2015
Total net asset value (000's) ⁽¹⁾	\$ 3,041	4,233	4,389	563,945	669,533	1,117,408
Number of units outstanding (000's) ⁽¹⁾	277	368	407	50,091	48,658	85,212
Management expense ratio ⁺	%	—	—	—	—	—
Management expense ratio before waivers or absorptions ⁺	%	—	—	—	—	—
Trading expense ratio ⁽³⁾	%	—	0.03	0.03	0.00	0.01
Portfolio turnover rate ⁽⁴⁾	%	34.30	49.89	14.23	14.04	19.10
Net asset value per unit	\$	10.96	11.51	10.78	11.26	13.11

Classic Series Units

	Period ended Mar. 31 2020	2019	Periods ended Sep. 30			
			2018	2017	2016	2015
Total net asset value (000's) ⁽¹⁾	\$ 1,354	1,519	1,471	1,608	2,033	2,167
Number of units outstanding (000's) ⁽¹⁾	134	143	148	163	176	198
Management expense ratio ⁽²⁾	%	1.55	1.55	1.55	1.56	1.55
Management expense ratio before waivers or absorptions	%	1.55	1.55	1.55	1.56	1.55
Trading expense ratio ⁽³⁾	%	—	0.03	0.03	0.00	0.01
Portfolio turnover rate ⁽⁴⁾	%	34.30	49.89	14.23	14.04	19.10
Net asset value per unit	\$	10.09	10.64	9.92	9.85	11.58

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

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

⁽²⁾ 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.

⁽³⁾ 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.

⁽⁴⁾ 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.

⁽⁵⁾ The information shown in this column is for the period beginning November 20, 2017 (the series' inception date) and ending September 30, 2018.

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 1, 2012, BMO Guardian Global Bond Fund merged into the Fund.

On April 29, 2013, BMO Asset Management Inc. replaced Insight Investment Management (Global) Limited as portfolio manager of the Fund. In addition, the investment strategies of the Fund changed to reflect the investment style of BMO Asset Management Inc.

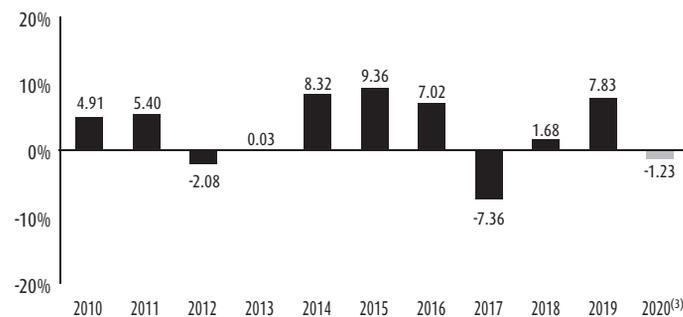
On May 4, 2018, the Manager announced that BMO Asset Management Limited, an affiliate of the Manager, would become a sub-advisor for the Fund. In addition, the investment strategies of the Fund changed to reflect the investment style of BMO Asset Management Limited.

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

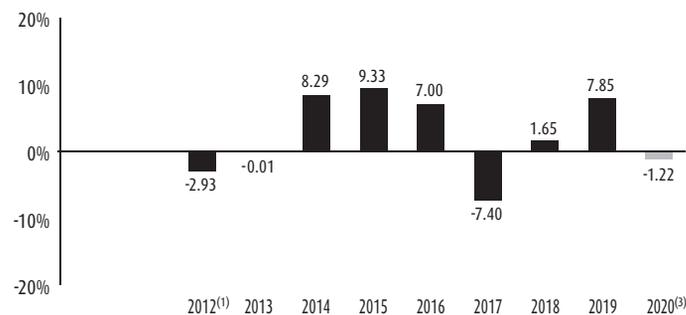
Year-by-Year Returns

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

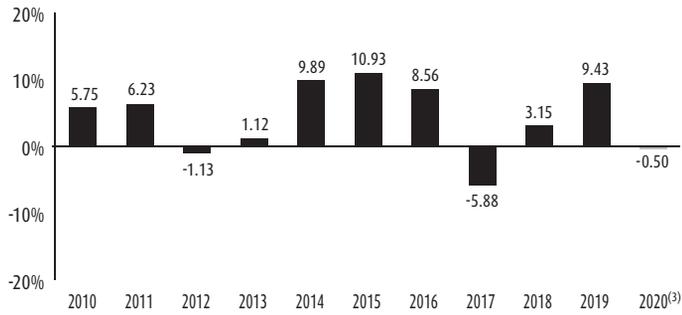


Advisor Series Units



BMO World Bond Fund

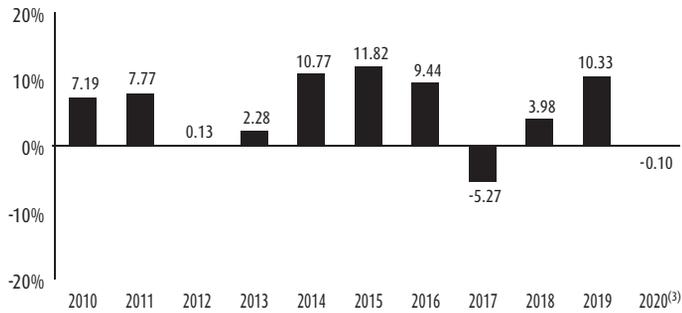
Series F Units



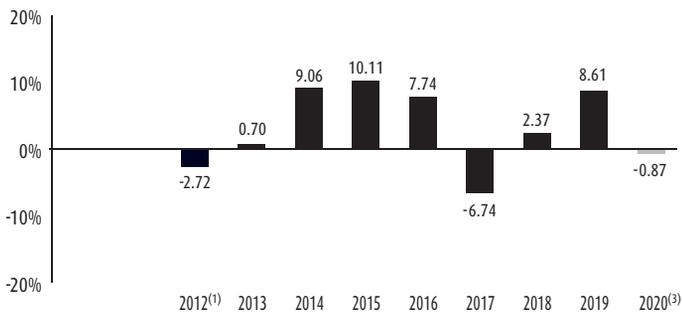
Series D Units



Series I Units



Classic Series Units



⁽¹⁾ For the period beginning with the performance launch date of June 1, 2012 to September 30, 2012.

⁽²⁾ For the period beginning with the performance launch date of November 21, 2017 to September 30, 2018.

⁽³⁾ For the six-month period ended March 31, 2020.

BMO World Bond Fund

SUMMARY OF INVESTMENT PORTFOLIO

As at March 31, 2020

Portfolio Allocation	% of Net Asset Value	Top 25 Holdings Issuer	% of Net Asset Value
United States	20.5	BMO Mid-Term US IG Corporate Bond Index ETF ⁺	4.8
Japan	15.4	Government of Japan, Twenty Year Bonds, Series 117, Senior, Unsecured, 2.100% Mar 20, 2030	4.0
Canada	10.9	Republic of France, Unsecured, 2.250% Oct 25, 2022	3.2
France	9.1	Government of Canada, 2.000% Jun 1, 2028	2.8
United Kingdom	5.3	Republic of Latvia, Senior, Unsecured, 0.375% Oct 7, 2026	2.7
Germany	4.8	Government of Japan, Ten Year Bonds, Series 332, Senior, Unsecured, 0.600% Dec 20, 2023	2.4
Australia	4.3	Republic of France, Unsecured, 0.750% May 25, 2028	2.2
Spain	3.6	United States Treasury Bonds, 2.875% May 15, 2049	2.0
Finland	2.7	New York City, General Obligation, Subseries C-1, Build America Bonds, Sinkable, 5.517% Oct 1, 2037	1.9
Latvia	2.7	Republic of Finland, Senior, Unsecured, 0.375% Sep 15, 2020	1.9
Netherlands	2.6	Government of Canada, 2.250% Jun 1, 2029	1.8
South Korea	2.5	Federal Republic of Germany, Unsecured, 1.250% Aug 15, 2048	1.7
Mexico	2.0	Kingdom of Spain, Senior, Unsecured, 3.800% Apr 30, 2024	1.6
Italy	1.9	Government of Canada, Unsecured, 1.000% Sep 1, 2022	1.5
Indonesia	1.7	United States Treasury Inflation Indexed Bonds, 0.500% Jan 15, 2028	1.5
Supranational	1.6	Republic of France, Unsecured, Inflation Linked, 1.850% Jul 25, 2027	1.2
Norway	1.1	United States Treasury Bonds, 3.000% Aug 15, 2048	1.1
Chile	1.1	International Bank for Reconstruction & Development, Senior, Unsecured, 1.000% Dec 21, 2029	1.1
Cash/Receivables/Payables	0.5	United Mexican States, Senior, Unsecured, 2.750% Apr 22, 2023	1.1
Other	5.7	United States Treasury Bonds, 3.000% Feb 15, 2048	1.0
Total Portfolio Allocation	100.0	Korea Treasury Bonds, Series 2303, Senior, Unsecured, 3.000% Mar 10, 2023	1.0
		Government of Japan, Ten Year Bonds, Series 327, Senior, Unsecured, 0.800% Dec 20, 2022	1.0
		Commonwealth of Australia, Series 146, Senior, Unsecured, 1.750% Nov 21, 2020	1.0
		Republic of Italy, Senior, Unsecured, 0.650% Nov 1, 2020	1.0
		Government of Japan, Ten Year Bonds, Series 320, Senior, Unsecured, 1.000% Dec 20, 2021	0.9
		Top Holdings as a Percentage of Total Net Asset Value	46.4
		Total Net Asset Value	\$164,991,542

⁺ The prospectus and other information about the underlying exchange traded fund(s) held in the portfolio are available on the internet at www.sedar.com and, also at www.bmo.com/etflegal.

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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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.

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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