

BMO World Bond Fund (the “Fund”)

For the six-month period ended March 31, 2021 (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

2021 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 \$168 million to approximately \$166 million. Series A units of the Fund returned -2.58%. Please see the *Past Performance* section for information on the performance returns of the Fund’s other series.

During the Period, the global economy appeared to regain momentum amid widespread vaccination in several advanced economies, as well as substantial monetary and fiscal support. Risk assets performed strongly, while interest rates rose to reflect the market’s expectations of higher inflation. The increase in borrowing costs globally, however, was insufficient to destabilize valuation levels in equity and credit markets.

The U.S. government announced a significant economic stimulus package worth US\$1.9 trillion, or nearly 10% of U.S. gross domestic product, which was significantly greater than the market expected. The U.S. administration also announced another fiscal boost worth approximately US\$2 trillion to be spent on infrastructure projects over the next 10 years.

During the Period, the European Central Bank (“ECB”) became increasingly concerned about the rise in sovereign bond yields, which the ECB felt could translate into a premature tightening in monetary policy in the eurozone. To guard against this risk, the ECB announced that it would conduct purchases of fixed income securities at a significantly higher pace than in the first months of the year, while also adjusting the flexibility of its asset purchase program to prevent any divergence in yields.

An underweight position in interest rate markets in the U.K., the U.S. and Europe contributed to the relative performance of the Fund during the Period. The Fund’s exposure to Italian and Spanish debt also contributed to performance, as investors renewed their appetite for riskier debt assets, including the higher-yielding areas of the fixed income market, following positive news about new COVID-19 vaccines.

An overweight position in the interest rate market of Mexico detracted from relative performance as investor sentiment towards higher-beta interest rate markets turned more negative in the first quarter, given the environment of rising yields.

A position in New Zealand inflation-linked debt also detracted from performance. New Zealand’s debt performed poorly after the New Zealand government instructed the Reserve Bank of New Zealand to consider the country’s rampant housing market when setting monetary policy. This led to a sell-off in the New Zealand bond market, affecting both conventional and inflation-linked bonds.

During the Period, the sub-advisor allocated capital to some new issues in the primary market that were, in the sub-advisor’s view, sufficiently rewarding investors for taking on credit risk. The Fund’s exposures to Spain, Italy, Australia, Mexico and South Africa were increased during the Period.

BMO World Bond Fund

The sub-advisor eliminated the Fund's position in New Zealand inflation-linked debt and continued the process of profit-taking on corporate securities that were trading at a premium to par and offered limited further upside. The capital was put to work in new positions.

The Fund's underweight duration position (interest rate sensitivity) was reduced from 0.3 years to 1.2 years.

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

Looking ahead, the sub-advisor expects a strong global economic recovery as vaccines are rolled out and social distancing and curtailment measures are eased. Ongoing fiscal support, especially in the U.S., and an accommodative monetary stance globally are expected to support the return to stronger economic growth. Inflation is also expected to increase as pent-up demand surges and is constrained by supply bottlenecks.

Central banks view any above-target increase in inflation as likely to be transitory, reflecting elevated unemployment and the level of spare capacity in most economies. There is a risk that central banks could become less accommodative with monetary policy as they balance the need to bolster economic growth with any increase in inflationary pressure.

The sub-advisor expects sovereign bond yields to rise from current levels towards central bank inflation targets, although the point where the rise in borrowing costs becomes problematic for equity and credit markets has not been reached yet.

The sub-advisor believes that valuations of credit instruments already reflect much of the upside of future economic recovery. However, credit may remain well supported in the medium term. Valuations (relative to equity) remain positive, while there is no clearly identifiable catalyst for credit markets to sell-off.

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.

On April 12, 2021, BMO Financial Group announced that it had reached a definitive agreement to sell the entities that represent its EMEA Asset Management business to Ameriprise Financial, Inc. The transaction is expected to close in the fourth quarter of 2021, subject to regulatory approval and other customary closing conditions. After the transaction has closed, BMO Asset Management Limited will no longer be an affiliate of the Manager.

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 independent review committee ("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.

BMO World Bond Fund

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., an 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 enter into 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.

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 2021	2020	Periods ended Sep. 30			2016
				2019	2018	2017	
Net assets, beginning of period	\$	10.74	11.05	10.48	10.54	12.50	11.89
Increase (decrease)							
from operations:							
Total revenue	\$	0.12	0.21	0.26	0.27	0.28	0.31
Total expenses ⁽²⁾	\$	-0.12	-0.24	-0.24	-0.24	-0.24	-0.27
Realized gains (losses)							
for the period	\$	0.52	0.34	0.88	1.30	0.05	1.15
Unrealized gains (losses)							
for the period	\$	-0.79	-0.04	-0.10	-1.14	-0.97	-0.37
Total increase (decrease)							
from operations ⁽³⁾	\$	-0.27	0.27	0.80	0.19	-0.88	0.82
Distributions:							
From income							
(excluding dividends)	\$	—	0.04	0.04	0.07	0.10	0.22
From dividends	\$	—	—	—	—	—	—
From capital gains	\$	0.20	0.37	—	—	0.83	—
Return of capital	\$	0.12	0.20	0.20	0.17	0.14	0.00
Total Annual Distributions ⁽⁴⁾	\$	0.32	0.61	0.24	0.24	1.07	0.22
Net assets, end of period	\$	10.15	10.74	11.05	10.48	10.54	12.50

Advisor Series Units

		Period ended Mar. 31 2021	2020	Periods ended Sep. 30			2016
				2019	2018	2017	
Net assets, beginning of period	\$	9.94	10.23	9.71	9.79	11.44	10.88
Increase (decrease)							
from operations:							
Total revenue	\$	0.11	0.19	0.24	0.25	0.26	0.29
Total expenses ⁽²⁾	\$	-0.11	-0.22	-0.22	-0.22	-0.23	-0.25
Realized gains (losses)							
for the period	\$	0.46	0.31	0.82	1.22	0.05	1.05
Unrealized gains (losses)							
for the period	\$	-0.71	-0.01	-0.09	-1.08	-0.96	-0.36
Total increase (decrease)							
from operations ⁽³⁾	\$	-0.25	0.27	0.75	0.17	-0.88	0.73
Distributions:							
From income							
(excluding dividends)	\$	—	0.04	0.04	0.05	0.09	0.20
From dividends	\$	—	—	—	—	—	—
From capital gains	\$	0.17	0.34	—	—	0.58	—
Return of capital	\$	0.12	0.20	0.20	0.19	0.15	0.00
Total Annual Distributions ⁽⁴⁾	\$	0.29	0.58	0.24	0.24	0.82	0.20
Net assets, end of period	\$	9.40	9.94	10.23	9.71	9.79	11.44

BMO World Bond Fund

Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2020	2019	2018	2017	2016
	2021					
Net assets, beginning of period	\$ 11.94	12.19	11.48	11.48	13.14	12.48
Increase (decrease)						
from operations:						
Total revenue	\$ 0.14	0.23	0.29	0.29	0.31	0.34
Total expenses ⁽²⁾	\$ -0.05	-0.10	-0.09	-0.09	-0.09	-0.10
Realized gains (losses)						
for the period	\$ 0.56	0.37	1.01	1.59	0.08	1.17
Unrealized gains (losses)						
for the period	\$ -0.89	-0.04	-0.14	-1.46	-1.33	-0.37
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.24	0.46	1.07	0.33	-1.03	1.04
Distributions:						
From income						
(excluding dividends)	\$ 0.06	0.23	0.23	0.27	0.33	0.40
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.20	0.40	—	—	0.53	—
Return of capital	\$ 0.12	0.13	0.13	0.09	0.03	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.38	0.76	0.36	0.36	0.89	0.40
Net assets, end of period	\$ 11.34	11.94	12.19	11.48	11.48	13.14

Series D Units

	Period ended		Periods ended Sep. 30	
	Mar. 31	2020	2019	2018 ⁽⁵⁾
	2021			
Net assets, beginning of period	\$ 10.43	10.38	9.81	10.00 [*]
Increase (decrease)				
from operations:				
Total revenue	\$ 0.12	0.21	0.25	0.22
Total expenses ⁽²⁾	\$ -0.10	-0.19	-0.18	-0.17
Realized gains (losses)				
for the period	\$ 0.50	0.31	1.03	2.83
Unrealized gains (losses)				
for the period	\$ -0.75	0.10	-0.17	-2.99
Total increase (decrease)				
from operations ⁽³⁾	\$ -0.23	0.43	0.93	-0.11
Distributions:				
From income				
(excluding dividends)	\$ 0.00	0.11	0.11	0.16
From dividends	\$ —	—	—	—
From capital gains	\$ 0.22	0.06	—	—
Return of capital	\$ 0.11	0.12	0.12	—
Total Annual Distributions ⁽⁴⁾	\$ 0.33	0.29	0.23	0.16
Net assets, end of period	\$ 9.86	10.43	10.38	9.81

Series I Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2020	2019	2018	2017	2016
	2021					
Net assets, beginning of period	\$ 11.37	11.51	10.78	11.26	13.76	13.11
Increase (decrease)						
from operations:						
Total revenue	\$ 0.13	0.22	0.27	0.29	0.30	0.34
Total expenses ⁽²⁾	\$ 0.00	0.00	0.00	0.01	0.00	0.00
Realized gains (losses)						
for the period	\$ 0.55	0.36	0.93	0.62	0.06	1.24
Unrealized gains (losses)						
for the period	\$ -0.84	-0.05	-0.13	-0.38	-1.01	-0.39
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.16	0.53	1.07	0.54	-0.65	1.19
Distributions:						
From income						
(excluding dividends)	\$ 0.13	0.30	0.35	0.36	0.63	0.57
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.22	0.35	—	0.57	1.15	—
Return of capital	\$ 0.05	0.06	0.01	0.00	0.01	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.40	0.71	0.36	0.93	1.79	0.57
Net assets, end of period	\$ 10.81	11.37	11.51	10.78	11.26	13.76

Classic Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2020	2019	2018	2017	2016
	2021					
Net assets, beginning of period	\$ 10.55	10.64	9.92	9.85	11.58	10.94
Increase (decrease)						
from operations:						
Total revenue	\$ 0.12	0.21	0.25	0.25	0.26	0.29
Total expenses ⁽²⁾	\$ -0.08	-0.16	-0.15	-0.16	-0.15	-0.17
Realized gains (losses)						
for the period	\$ 0.50	0.32	0.85	1.24	0.05	1.05
Unrealized gains (losses)						
for the period	\$ -0.77	-0.01	-0.10	-1.08	-0.90	-0.34
Total increase (decrease)						
from operations ⁽³⁾	\$ -0.23	0.36	0.85	0.25	-0.74	0.83
Distributions:						
From income						
(excluding dividends)	\$ 0.04	0.13	0.13	0.16	0.18	0.19
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ 0.22	0.33	—	—	0.79	—
Return of capital	\$ 0.01	0.00	0.00	0.00	0.00	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.27	0.46	0.13	0.16	0.97	0.19
Net assets, end of period	\$ 10.05	10.55	10.64	9.92	9.85	11.58

* Initial net assets.

⁽¹⁾ This information is derived from the Fund's unaudited semi-annual 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.

BMO World Bond Fund

Ratios and Supplemental Data

Series A Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2021	2020	2019	2018	2017	2016
Total net asset value (000's) ⁽¹⁾	\$ 130,348	133,407	155,141	165,061	225,378	298,744
Number of units						
outstanding (000's) ⁽¹⁾	12,837	12,418	14,043	15,752	21,383	23,897
Management expense ratio ⁽²⁾	% 2.27	2.27	2.27	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
Portfolio turnover rate ⁽⁴⁾	% 34.96	83.00	49.89	14.23	14.04	19.10
Net asset value per unit	\$ 10.15	10.74	11.05	10.48	10.54	12.50

Advisor Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2021	2020	2019	2018	2017	2016
Total net asset value (000's) ⁽¹⁾	\$ 6,474	6,698	6,879	6,772	8,085	11,117
Number of units						
outstanding (000's) ⁽¹⁾	689	674	673	697	826	972
Management expense ratio ⁽²⁾	% 2.26	2.26	2.25	2.27	2.27	2.26
Management expense ratio						
before waivers or absorptions	% 2.26	2.26	2.26	2.27	2.27	2.26
Trading expense ratio ⁽³⁾	% —	—	0.03	0.03	0.00	0.01
Portfolio turnover rate ⁽⁴⁾	% 34.96	83.00	49.89	14.23	14.04	19.10
Net asset value per unit	\$ 9.40	9.94	10.23	9.71	9.79	11.44

Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2021	2020	2019	2018	2017	2016
Total net asset value (000's) ⁽¹⁾	\$ 21,829	20,254	23,011	21,558	20,871	28,069
Number of units						
outstanding (000's) ⁽¹⁾	1,924	1,697	1,888	1,878	1,818	2,137
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	0.84	0.83	0.83	0.83	0.82
Trading expense ratio ⁽³⁾	% —	—	0.03	0.03	0.00	0.01
Portfolio turnover rate ⁽⁴⁾	% 34.96	83.00	49.89	14.23	14.04	19.10
Net asset value per unit	\$ 11.34	11.94	12.19	11.48	11.48	13.14

Series D Units

	Period ended		Periods ended Sep. 30	
	Mar. 31 2021	2020	2019	2018 ⁽⁵⁾
Total net asset value (000's) ⁽¹⁾	\$ 2,619	3,009	142	36
Number of units				
outstanding (000's) ⁽¹⁾	266	288	14	4
Management expense ratio ⁽²⁾	% 1.88	1.87	1.85	1.92
Management expense ratio				
before waivers or absorptions	% 1.88	1.87	1.85	2.80
Trading expense ratio ⁽³⁾	% —	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 34.96	83.00	49.89	14.23
Net asset value per unit	\$ 9.86	10.43	10.38	9.81

Series I Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2021	2020	2019	2018	2017	2016
Total net asset value (000's) ⁽¹⁾	\$ 3,158	3,205	4,233	4,389	563,945	669,533
Number of units						
outstanding (000's) ⁽¹⁾	292	282	368	407	50,091	48,658
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⁾	% 34.96	83.00	49.89	14.23	14.04	19.10
Net asset value per unit	\$ 10.81	11.37	11.51	10.78	11.26	13.76

Classic Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2021	2020	2019	2018	2017	2016
Total net asset value (000's) ⁽¹⁾	\$ 1,083	1,173	1,519	1,471	1,608	2,033
Number of units						
outstanding (000's) ⁽¹⁾	108	111	143	148	163	176
Management expense ratio ⁽²⁾	% 1.55	1.55	1.55	1.55	1.56	1.56
Management expense ratio						
before waivers or absorptions	% 1.55	1.55	1.55	1.55	1.56	1.56
Trading expense ratio ⁽³⁾	% —	—	0.03	0.03	0.00	0.01
Portfolio turnover rate ⁽⁴⁾	% 34.96	83.00	49.89	14.23	14.04	19.10
Net asset value per unit	\$ 10.05	10.55	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. For the financial periods-ended March 31, 2021 and September 30, 2020, no commissions or other portfolio transactions costs were incurred by the Fund. As a result, the trading expense ratio for these periods was nil.

⁽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.

BMO World Bond Fund

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* %	As a Percentage of Management Fees	
		Dealer Compensation %	General Administration, Investment Advice and Profit %
Series A Units	1.75	29	71
Advisor Series Units	1.75	31	69
Series F Units	0.45	0	100
Series D Units	1.40	11	89
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 administration fees for Series I Units will not exceed the management fee charged for Advisor Series or Series A Units.

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 reinvestment of distributions increases returns. The performance information does not take into account sales, redemption, distribution, other optional charges or income taxes payable 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.

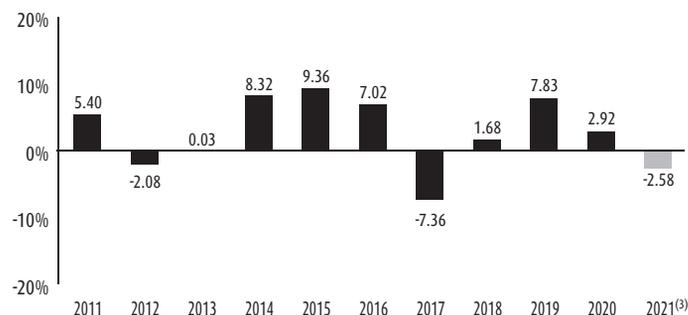
On May 4, 2018, the Manager announced that BMO Asset Management Limited, an affiliate of the Manager, would become a sub-advisor for the Fund. In addition, the investment strategies of the Fund changed to reflect the investment style of BMO Asset Management Limited.

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

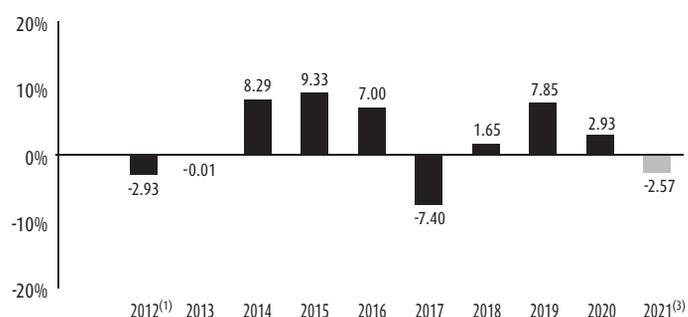
Year-by-Year Returns

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, 2021. 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.

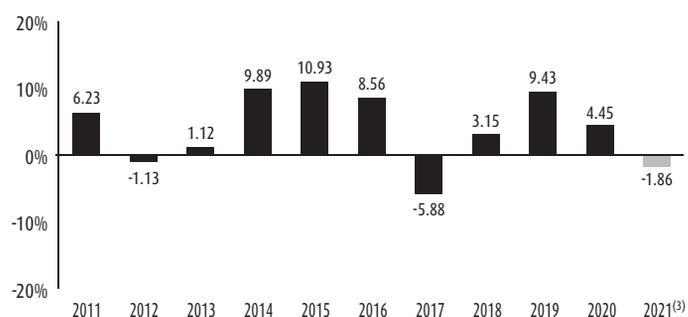
Series A Units



Advisor Series Units

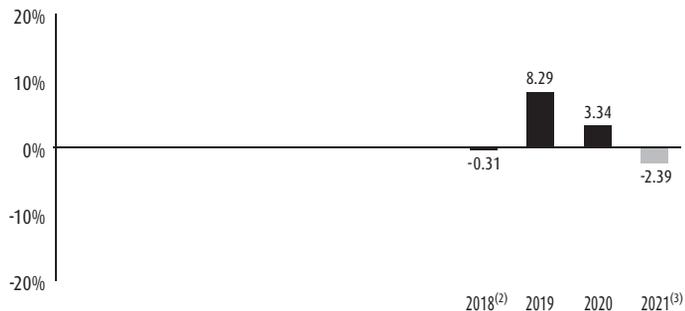


Series F Units

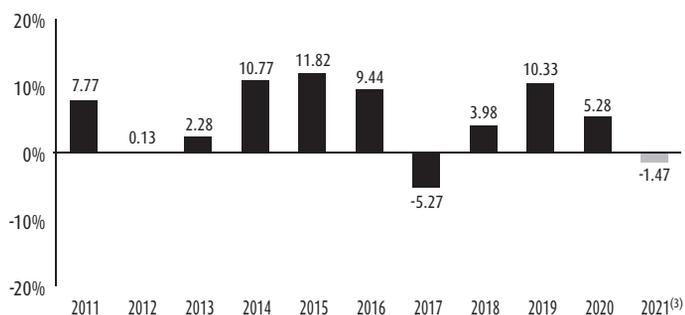


BMO World Bond Fund

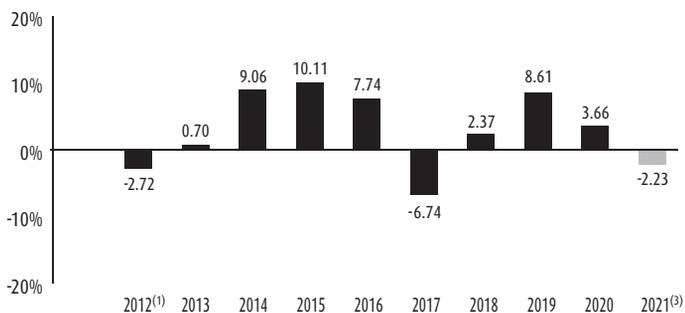
Series D Units



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, 2021.

BMO World Bond Fund

SUMMARY OF INVESTMENT PORTFOLIO

As at March 31, 2021

Portfolio Allocation	% of Net Asset Value	Top 25 Holdings Issuer	% of Net Asset Value
United States	18.0	Cash/Receivables/Payables	10.3
Japan	13.2	BMO Mid-Term US IG Corporate Bond Index ETF ⁺	4.5
Cash/Receivables/Payables	10.3	People's Republic of China, Unsecured, 1.990% Apr 9, 2025	4.4
China	7.5	United States Treasury Bonds, 2.750% Feb 15, 2028	2.2
Canada	7.1	Government of Japan, Twenty Year Bonds, Series 117, Senior, Unsecured, 2.100% Mar 20, 2030	2.1
Germany	6.4	United States Treasury Notes, 0.625% Aug 15, 2030	2.1
Australia	5.4	Government of Japan, Ten Year Bonds, Series 332, Senior, Unsecured, 0.600% Dec 20, 2023	2.1
Italy	3.8	Spain Government Bond, Senior, Unsecured, 0.100% Apr 30, 2031	2.0
Spain	3.4	Commonwealth of Australia, Series 157, Senior, Unsecured, 1.500% Jun 21, 2031	2.0
United Kingdom	3.3	Government of Canada, Unsecured, 2.250% Jun 1, 2029	1.7
France	3.0	Italy Buoni Poliennali Del Tesoro, Senior, Unsecured, 0.950% Mar 1, 2037	1.7
Netherlands	2.3	Federal Republic of Germany, Unsecured, 0.010% Aug 15, 2030	1.6
South Korea	2.3	Republic of Italy, Senior, Unsecured, 1.500% Jun 1, 2025	1.3
South Africa	1.9	Republic of France, Unsecured, 1.000% May 25, 2027	1.3
Mexico	1.7	People's Republic of China, Senior, Unsecured, Notes, 0.250% Nov 25, 2030	1.3
Supranational	1.7	Republic of South Africa, Series 2032, Senior, Unsecured, 8.250% Mar 31, 2032	1.2
Indonesia	1.6	United Mexican States, Series M, Senior, Unsecured, 8.000% Nov 7, 2047	1.1
Norway	1.1	Bundesobligation, Series 177, Unsecured, 0.010% Apr 14, 2023	1.0
Other	6.0	People's Republic of China, Unsecured, 3.810% Sep 14, 2050	1.0
Total Portfolio Allocation	100.0	Federal Republic of Germany, Series 08, 4.750% Jul 4, 2040	1.0
		Commonwealth of Australia, Series 124, Senior, Unsecured, 5.750% May 15, 2021	0.9
		Korea Treasury Bonds, Series 2303, Senior, Unsecured, 3.000% Mar 10, 2023	0.9
		Commonwealth of Australia, Series 144, Senior, Unsecured, 3.750% Apr 21, 2037	0.9
		Italy Buoni Poliennali Del Tesoro, Senior, Unsecured, 3.500% Mar 1, 2030	0.8
		United States Treasury Bonds, 2.875% May 15, 2049	0.8
		Top Holdings as a Percentage of Total Net Asset Value	50.2
		Total Net Asset Value	\$165,511,193

⁺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 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.

First Canadian Place, 43rd Floor
100 King Street West
Toronto, Ontario M5X 1A1

www.bmo.com/mutualfunds and 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.

Caution regarding forward-looking statements

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.

BMO Mutual Funds are offered by BMO Investments Inc., a financial services firm and separate legal entity from Bank of Montreal.

®/™ Registered trade-marks/trade-mark of Bank of Montreal, used under licence.