

BMO World Bond Fund (the “Fund”)

For the six-month period ended March 31, 2023 (the “Period”)

Manager: BMO Investments Inc. (the “Manager” or “BMOI”)

Portfolio manager: Columbia Threadneedle Management Limited, London, England (the “portfolio manager”)

2023 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/gam/ca/advisor/legal-and-regulatory 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 \$180 million to approximately \$202 million. Series A units of the Fund returned 2.75%. Please see the *Past Performance* section for information on the performance returns of the Fund’s other series.

Central banks continued to raise interest rates during the Period as they sought to lower inflation through tighter monetary policy. The U.S. Federal Reserve Board (“Fed”) and European Central Bank raised interest rates to 5.0% and 3.5%, respectively. The Bank of Japan (“BoJ”) made an adjustment to its yield curve control policy, increasing the cap on the 10-year government bond from 0.25% to 0.5%, laying the groundwork for further tightening of monetary policy. The BoJ was the last major central bank to tighten monetary policy, removing a further source of liquidity from global bond markets.

However, news emerged in March of difficulties in the U.S. banking sector. Silvergate Capital Corp. announced plans to close its bank, while bank runs at SVB Financial Group and Signature Bank forced the Fed to close these institutions. The U.S. Treasury provided protection to depositors in the failed institutions, while the Fed made funding available in an effort to prevent isolated bank failures from transforming into a broader systemic banking crisis. News followed that the Swiss bank UBS Group AG would take over troubled rival, Credit Suisse Group AG, which had failed to raise capital to shore up a weakened balance sheet. The emergence of stresses in the banking sector globally led to a significant

steepening of the yield curve in the U.S. in March, and to a lesser extent Europe, as investors priced in more aggressive easing from central banks.

An underweight exposure to Japan contributed to the Fund’s performance, as did allocations to Mexico and South Africa. Tactical duration (interest rate sensitivity) trading also contributed to the Fund’s performance. Japanese holdings benefited from the surprise move by the BoJ in adjusting its yield curve control policy. The Fund’s overweight positions in the sovereign markets of Mexico and South Africa benefited from a more favourable environment for interest rates. The portfolio manager’s tactical trading in the U.S. Treasury market contributed to performance, closing a strategic underweight duration position.

An underweight exposure to Italy detracted from the Fund’s performance, as did an underweight allocation to China. Exposure to supranational and governmental agency paper also detracted from the Fund’s performance. The Fund’s Italy holdings were impacted by declining interest rate volatility as eurozone interest rates edged closer to neutral levels. The Fund’s exposure to China was initiated following the country ending its zero-COVID policy, but expected growth did not pick up as quickly as was anticipated. Holdings in supranational and governmental agency paper were negatively impacted by a high level of issuance at the start of the year, which depressed valuations relative to government debt.

The portfolio manager increased the Fund’s underweight position in Japan. The Fund’s U.K. exposure was moved from neutral to overweight. Exposures to supranational and governmental agency debt were increased.



Mutual Funds

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The Fund's exposures to China and Mexico were trimmed, and the Fund's credit sensitivity was reduced. A new cross-market position in Australia versus Canada was initiated.

The Fund participated in a new "green" bond issue from EnBW International Finance BV, and the portfolio manager purchased "social" debt from French agency, Caisse d'Amortissement de la Dette Sociale. In total, the Fund has a 5.99% position in green, social and sustainability-linked bonds.

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

While there is scope for interest rates in major economies to move higher in the short term, the portfolio manager expects that a lower inflation background will emerge in the medium term. This reflects the cumulative impact of past monetary tightening, easing supply constraints and tightening credit standards. Central banks will continue to assess whether they have done enough to bring inflation back to target.

Although the market has priced in an aggressive easing in monetary policy by the major central banks in 2023, it remains unclear how quickly central banks will respond to an operating environment of increasing economic slack and rising unemployment. Based on current data, the portfolio manager does not expect looser monetary policy until 2024.

The portfolio manager's bias is to increase the Fund's duration in major fixed income markets excluding Japan, where there is a disconnect between underlying inflation dynamics and excessively accommodative monetary policy.

The portfolio manager has a better outlook for emerging markets because of declining inflation levels. Their current yields provide an attractive entry point for initiating positions.

In February 2022, hostilities commenced in Ukraine. In response, a number of countries have imposed economic sanctions on Russia and certain Russian citizens and entities. The impact of the hostilities, economic sanctions and other measures may have wide-ranging global effects on price volatility for securities and commodities as well as the stability of global financial markets. It is uncertain how long the hostilities, economic sanctions and market instability will continue and whether they will escalate further.

RELATED PARTY TRANSACTIONS

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.

Manager

BMO Investments Inc., an indirect, wholly-owned subsidiary of Bank of Montreal ("BMO"), is the Manager and trustee of the Fund. The Manager is paid a management fee by the Fund as compensation for its services, which is described in the "Management Fees" section later in this document.

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 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 net asset value of each relevant series of the Fund. The annual fixed administration fee rate for each series of the Fund other than Series I is 0.30%. The administration fee is subject to applicable taxes. The Manager may, in certain cases, waive a portion of the administration fee that it receives from the Fund or from certain 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, Fund Expenses and/or operating expenses can be found in the Fund's most recent simplified prospectus at www.bmo.com/gam/ca/advisor/legal-and-regulatory or www.sedar.com.

Buying and Selling Securities

During the Period, the Fund relied on standing instructions provided by the independent review committee ("IRC") for any of the following related party transactions that may have occurred in the Fund (each, a "Related Party Transaction"):

- (a) investments in securities issued by BMO, an affiliate of the Manager, or any other issuer related to the Manager;

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- (b) investments in a class of 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 over-the-counter debt securities in the secondary market with BMO Nesbitt Burns Inc., or any other affiliate of the Manager, acting as principal in the Canadian debt securities market; and
- (d) trades of a security of any issuer from or to, another investment fund managed by the Manager or an affiliate of the Manager or a managed account managed by the Manager or an affiliate of the Manager.

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. Effective on or after June 1, 2022, series of units of the Fund that pay a service fee are no longer available for purchase by investors who hold those securities in an account with BMO InvestorLine Inc.

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		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018
	2023					
Net assets, beginning of period	\$ 8.26	10.04	10.74	11.05	10.48	10.54
Increase (decrease)						
from operations:						
Total revenue	\$ 0.12	0.18	0.22	0.21	0.26	0.27
Total expenses ⁽²⁾	\$ -0.09	-0.21	-0.23	-0.24	-0.24	-0.24
Realized gains (losses)						
for the period	\$ -0.43	0.06	0.50	0.34	0.88	1.30
Unrealized gains (losses)						
for the period	\$ 0.63	-1.18	-0.74	-0.04	-0.10	-1.14
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.23	-1.15	-0.25	0.27	0.80	0.19
Distributions:						
From net investment income (excluding dividends)	\$ —	—	—	0.04	0.04	0.07
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	0.39	0.20	0.37	—	—
Return of capital	\$ 0.12	0.24	0.24	0.20	0.20	0.17
Total Annual Distributions ⁽⁴⁾	\$ 0.12	0.63	0.44	0.61	0.24	0.24
Net assets, end of period	\$ 8.37	8.26	10.04	10.74	11.05	10.48

Advisor Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018
	2023					
Net assets, beginning of period	\$ 7.62	9.29	9.94	10.23	9.71	9.79
Increase (decrease)						
from operations:						
Total revenue	\$ 0.11	0.17	0.20	0.19	0.24	0.25
Total expenses ⁽²⁾	\$ -0.08	-0.19	-0.22	-0.22	-0.22	-0.22
Realized gains (losses)						
for the period	\$ -0.40	0.07	0.47	0.31	0.82	1.22
Unrealized gains (losses)						
for the period	\$ 0.58	-1.10	-0.70	-0.01	-0.09	-1.08
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.21	-1.05	-0.25	0.27	0.75	0.17
Distributions:						
From net investment income (excluding dividends)	\$ —	—	—	0.04	0.04	0.05
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	0.37	0.17	0.34	—	—
Return of capital	\$ 0.12	0.24	0.24	0.20	0.20	0.19
Total Annual Distributions ⁽⁴⁾	\$ 0.12	0.61	0.41	0.58	0.24	0.24
Net assets, end of period	\$ 7.71	7.62	9.29	9.94	10.23	9.71

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Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018
	2023					
Net assets, beginning of period	\$ 9.31	11.26	11.94	12.19	11.48	11.48
Increase (decrease)						
from operations:						
Total revenue	\$ 0.14	0.20	0.24	0.23	0.29	0.29
Total expenses ⁽²⁾	\$ -0.04	-0.08	-0.09	-0.10	-0.09	-0.09
Realized gains (losses)						
for the period	\$ -0.50	0.07	0.56	0.37	1.01	1.59
Unrealized gains (losses)						
for the period	\$ 0.74	-1.34	-0.86	-0.04	-0.14	-1.46
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.34	-1.15	-0.15	0.46	1.07	0.33
Distributions:						
From net investment income						
(excluding dividends)	\$ 0.04	0.04	0.13	0.23	0.23	0.27
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	0.45	0.20	0.40	—	—
Return of capital	\$ 0.14	0.32	0.23	0.13	0.13	0.09
Total Annual Distributions ⁽⁴⁾	\$ 0.18	0.81	0.56	0.76	0.36	0.36
Net assets, end of period	\$ 9.45	9.31	11.26	11.94	12.19	11.48

Series D Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018 ⁽⁵⁾
	2023					
Net assets, beginning of period	\$ 8.02	9.77	10.43	10.38	9.81	10.00*
Increase (decrease)						
from operations:						
Total revenue	\$ 0.12	0.17	0.22	0.21	0.25	0.22
Total expenses ⁽²⁾	\$ -0.07	-0.17	-0.19	-0.19	-0.18	-0.17
Realized gains (losses)						
for the period	\$ -0.41	0.03	0.51	0.31	1.03	2.83
Unrealized gains (losses)						
for the period	\$ 0.59	-1.01	-0.75	0.10	-0.17	-2.99
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.23	-0.98	-0.21	0.43	0.93	-0.11
Distributions:						
From net investment income						
(excluding dividends)	\$ —	—	0.00	0.11	0.11	0.16
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	0.43	0.22	0.06	—	—
Return of capital	\$ 0.11	0.23	0.23	0.12	0.12	—
Total Annual Distributions ⁽⁴⁾	\$ 0.11	0.66	0.45	0.29	0.23	0.16
Net assets, end of period	\$ 8.14	8.02	9.77	10.43	10.38	9.81

Series I Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018
	2023					
Net assets, beginning of period	\$ 9.35	10.77	11.37	11.51	10.78	11.26
Increase (decrease)						
from operations:						
Total revenue	\$ 0.14	0.20	0.20	0.22	0.27	0.29
Total expenses ⁽²⁾	\$ 0.00	0.00	-0.00	0.00	0.00	0.01
Realized gains (losses)						
for the period	\$ -0.49	0.03	-0.42	0.36	0.93	0.62
Unrealized gains (losses)						
for the period	\$ 0.70	-1.30	0.26	-0.05	-0.13	-0.38
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.35	-1.07	0.04	0.53	1.07	0.54
Distributions:						
From net investment income						
(excluding dividends)	\$ 0.11	0.19	0.25	0.30	0.35	0.36
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	—	0.22	0.35	—	0.57
Return of capital	\$ 0.07	0.17	0.11	0.06	0.01	0.00
Total Annual Distributions ⁽⁴⁾	\$ 0.18	0.36	0.58	0.71	0.36	0.93
Net assets, end of period	\$ 9.53	9.35	10.77	11.37	11.51	10.78

Classic Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31	2022	2021	2020	2019	2018
	2023					
Net assets, beginning of period	\$ 8.48	10.10	10.55	10.64	9.92	9.85
Increase (decrease)						
from operations:						
Total revenue	\$ 0.13	0.18	0.22	0.21	0.25	0.25
Total expenses ⁽²⁾	\$ -0.05	-0.14	-0.16	-0.16	-0.15	-0.16
Realized gains (losses)						
for the period	\$ -0.45	0.04	0.56	0.32	0.85	1.24
Unrealized gains (losses)						
for the period	\$ 0.64	-1.15	-0.80	-0.01	-0.10	-1.08
Total increase (decrease)						
from operations ⁽³⁾	\$ 0.27	-1.07	-0.18	0.36	0.85	0.25
Distributions:						
From net investment income						
(excluding dividends)	\$ —	—	0.04	0.13	0.13	0.16
From dividends	\$ —	—	—	—	—	—
From capital gains	\$ —	0.52	0.22	0.33	—	—
Return of capital	\$ —	—	0.01	0.00	0.00	0.00
Total Annual Distributions ⁽⁴⁾	\$ —	0.52	0.27	0.46	0.13	0.16
Net assets, end of period	\$ 8.75	8.48	10.10	10.55	10.64	9.92

* 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 period-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.

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Ratios and Supplemental Data

Series A Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018
Total net asset value (000's) ⁽¹⁾	\$ 103,793	105,066	127,116	133,407	155,141	165,061
Number of units						
outstanding (000's) ⁽¹⁾	12,402	12,714	12,656	12,418	14,043	15,752
Management expense ratio ⁽²⁾	% 2.27	2.27	2.27	2.27	2.27	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
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 8.37	8.26	10.04	10.74	11.05	10.48

Advisor Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018
Total net asset value (000's) ⁽¹⁾	\$ 4,570	4,618	6,460	6,698	6,879	6,772
Number of units						
outstanding (000's) ⁽¹⁾	593	606	695	674	673	697
Management expense ratio ⁽²⁾	% 2.25	2.25	2.26	2.26	2.25	2.27
Management expense ratio						
before waivers or absorptions	% 2.25	2.26	2.26	2.26	2.26	2.27
Trading expense ratio ⁽³⁾	% —	—	—	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 7.71	7.62	9.29	9.94	10.23	9.71

Series F Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018
Total net asset value (000's) ⁽¹⁾	\$ 18,609	19,988	21,742	20,254	23,011	21,558
Number of units						
outstanding (000's) ⁽¹⁾	1,969	2,148	1,931	1,697	1,888	1,878
Management expense ratio ⁽²⁾	% 0.80	0.80	0.80	0.80	0.80	0.80
Management expense ratio						
before waivers or absorptions	% 0.85	0.85	0.84	0.84	0.83	0.83
Trading expense ratio ⁽³⁾	% —	—	—	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 9.45	9.31	11.26	11.94	12.19	11.48

Series D Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018 ⁽⁵⁾
Total net asset value (000's) ⁽¹⁾	\$ 27	26	2,447	3,009	142	36
Number of units						
outstanding (000's) ⁽¹⁾	3	3	250	288	14	4
Management expense ratio ⁽²⁾	% 1.90	1.87	1.89	1.87	1.85	1.92
Management expense ratio						
before waivers or absorptions	% 1.90	1.89	1.89	1.87	1.85	2.80
Trading expense ratio ⁽³⁾	% —	—	—	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 8.14	8.02	9.77	10.43	10.38	9.81

Series I Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018
Total net asset value (000's) ⁽¹⁾	\$ 74,687	49,652	50,866	3,205	4,233	4,389
Number of units						
outstanding (000's) ⁽¹⁾	7,838	5,313	4,724	282	368	407
Management expense ratio ⁺	% —	—	—	—	—	—
Management expense ratio						
before waivers or absorptions ⁺	% —	—	—	—	—	—
Trading expense ratio ⁽³⁾	% —	—	—	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 9.53	9.35	10.77	11.37	11.51	10.78

Classic Series Units

	Period ended		Periods ended Sep. 30			
	Mar. 31 2023	2022	2021	2020	2019	2018
Total net asset value (000's) ⁽¹⁾	\$ 380	369	811	1,173	1,519	1,471
Number of units						
outstanding (000's) ⁽¹⁾	43	43	80	111	143	148
Management expense ratio ⁽²⁾	% 1.53	1.54	1.55	1.55	1.55	1.55
Management expense ratio						
before waivers or absorptions	% 1.53	1.54	1.55	1.55	1.55	1.55
Trading expense ratio ⁽³⁾	% —	—	—	—	0.03	0.03
Portfolio turnover rate ⁽⁴⁾	% 47.49	67.68	53.91	83.00	49.89	14.23
Net asset value per unit	\$ 8.75	8.48	10.10	10.55	10.64	9.92

+ 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, 2023, September 30, 2022, September 30, 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.

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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. The management fee is subject to applicable taxes. The Manager may, at its discretion, waive a portion or the entire amount of the management fee chargeable at any given time for each series of the Fund.

	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	10	90
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 reinvested in 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 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.

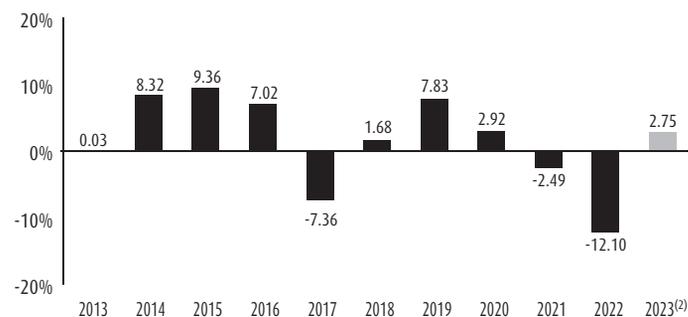
On May 4, 2018, the Manager announced that BMO Asset Management Limited would become a sub-advisor for the Fund. In addition, the investment strategies of the Fund changed to reflect the investment style of BMO Asset Management Limited.

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

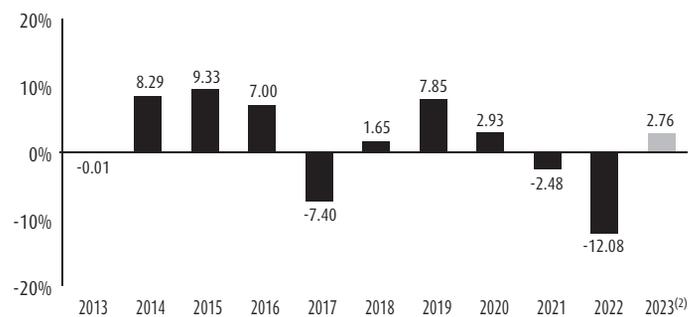
Year-by-Year Returns

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, 2023, and illustrate how the Fund's performance has changed from year to year. 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

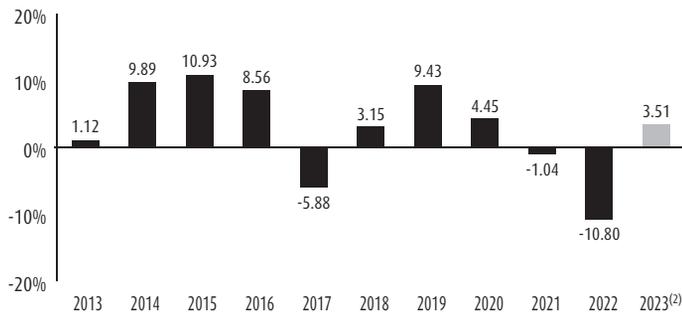


Advisor Series Units

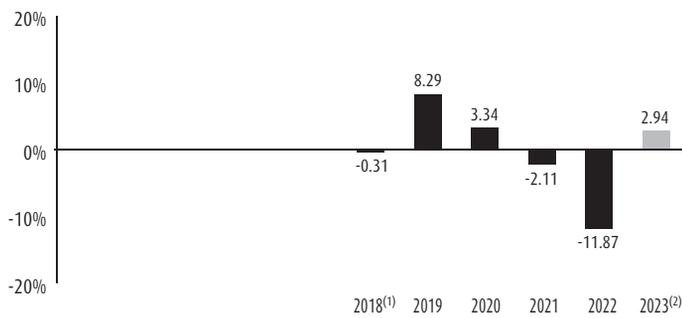


BMO World Bond Fund

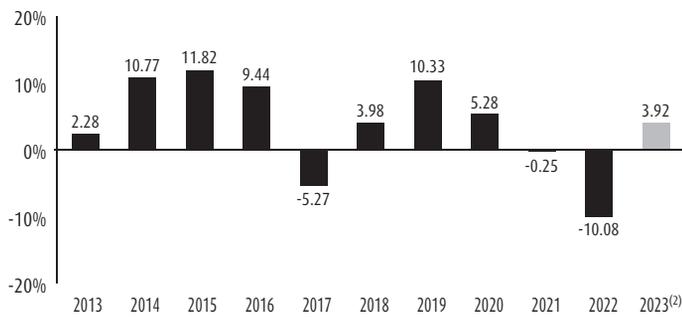
Series F Units



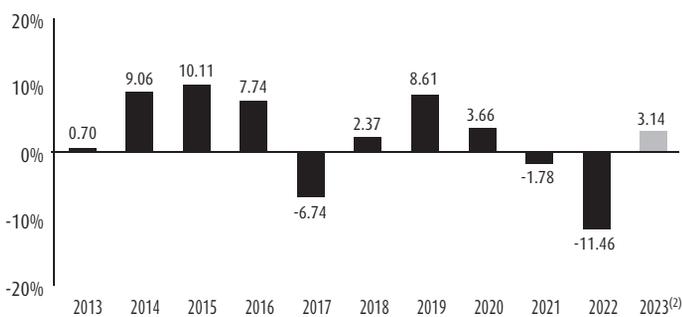
Series D Units



Series I Units



Classic Series Units



⁽¹⁾ For the period beginning with the performance launch date of November 21, 2017 to September 30, 2018.

⁽²⁾ For the six-month period ended March 31, 2023.

BMO World Bond Fund

SUMMARY OF INVESTMENT PORTFOLIO

As at March 31, 2023

Portfolio Allocation	% of Net Asset Value	Top 25 Holdings Issuer	% of Net Asset Value
United States	28.2	Cash/Receivables/Payables	9.5
United Kingdom	10.9	United Kingdom Gilt, Unsecured, 0.125% Jan 31, 2028	6.2
Cash/Receivables/Payables	9.5	People's Republic of China, Unsecured, 1.990% Apr 9, 2025	4.8
Canada	8.1	BMO Mid-Term US IG Corporate Bond Index ETF+	3.4
China	6.6	United States Treasury Notes, 1.500% Jan 31, 2027	3.3
Japan	5.2	Republic of Austria, Senior, Unsecured, Notes, 2.900% Feb 20, 2033	2.9
Mexico	4.3	United States Treasury Notes, 1.375% Dec 31, 2028	2.8
Austria	3.2	United States Treasury Notes, 2.625% Apr 15, 2025	2.5
Supranational	3.0	United States Treasury Bonds, 2.750% Feb 15, 2028	2.3
France	2.6	United Mexican States, Series M, Senior, Unsecured, 5.750% Mar 5, 2026	2.2
Germany	2.4	United States Treasury Notes, 0.625% Aug 15, 2030	2.1
South Africa	1.9	Republic of South Africa, Series 2030, Senior, Unsecured, 8.000% Jan 31, 2030	1.8
Spain	1.8	Dominion of New Zealand, Series 0532, Unsecured, 2.000% May 15, 2032	1.8
New Zealand	1.8	Government of Japan, Ten Year Bonds, Series 340, Senior, Unsecured, 0.400% Sep 20, 2025	1.7
Netherlands	1.7	Government of Canada, Unsecured, 2.250% Jun 1, 2029	1.7
Belgium	1.4	United Mexican States, Series M, Senior, Unsecured, 8.000% Nov 7, 2047	1.5
United Arab Emirates	1.1	United States Treasury Bonds, 2.875% May 15, 2049	1.4
Switzerland	1.1	United States Treasury Bonds, 1.375% Nov 15, 2040	1.4
Other	5.2	United States Treasury Bonds, 1.250% Aug 15, 2031	1.2
Total Portfolio Allocation	100.0	European Union, Series MFA, Unsecured, 3.000% Mar 4, 2053	1.2
		United States Treasury Bonds, 1.250% May 15, 2050	1.1
		Caisse d'Amortissement de la Dette Sociale, Euro Medium Term Notes, Senior, Unsecured, 2.875% May 25, 2027	1.1
		European Union, Series NGEU, Senior, Unsecured, Notes, 2.625% Feb 4, 2048	1.0
		Government of Japan, Thirty Year Bonds, Series 41, Senior, Unsecured, 1.700% Dec 20, 2043	1.0
		United Kingdom Treasury Gilt, Unsecured, 1.500% Jul 22, 2047	1.0
		Top Holdings as a Percentage of Total Net Asset Value	60.9
		Total Net Asset Value	\$202,066,015

+The prospectus and other information about the underlying exchange traded fund(s) held in the portfolio are available 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.

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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.

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Mutual Funds