

BMO Mutual Funds 2024

Semi-Annual Financial Statements

March 31, 2024

BMO World Bond Fund

NOTICE OF NO AUDITOR REVIEW OF THE SEMI-ANNUAL FINANCIAL STATEMENTS

BMO Investments Inc., the Manager of the Fund, appoints independent auditors to audit the Fund's Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Semi-Annual Financial Statements, this must be disclosed in an accompanying notice.

The Fund's independent auditors have not performed a review of these Semi-Annual Financial Statements in accordance with standards established by the Chartered Professional Accountants of Canada.



Mutual Funds

BMO World Bond Fund

(unaudited)

STATEMENT OF FINANCIAL POSITION (All amounts in thousands of Canadian dollars, except per unit data)

As at	March 31 2024	September 30 2023
ASSETS		
CURRENT ASSETS		
Cash	3,512	10,623
Investments		
Non-derivative financial assets	216,747	210,246
Derivative assets	1,401	165
Receivable for investments sold	905	14,877
Subscriptions receivable	7	45
Interest receivable	1,785	1,799
Distributions receivable from investment trusts	22	22
Total assets	224,379	237,777
LIABILITIES		
CURRENT LIABILITIES		
Payable for investments purchased	3,914	24,731
Redemptions payable	321	115
Derivative liabilities	355	1,408
Accrued expenses	228	225
Total liabilities	4,818	26,479
Net assets attributable to holders of redeemable units	219,561	211,298
Net assets attributable to holders of redeemable units		
Series A Units	108,319	108,069
Advisor Series Units	3,698	4,124
Series F Units	18,625	17,713
Series I Units	88,542	81,025
Classic Series Units	377	367
Net assets attributable to holders of redeemable units per unit		
Series A Units	\$ 8.18	\$ 7.94
Advisor Series Units	\$ 7.52	\$ 7.30
Series F Units	\$ 9.29	\$ 8.99
Series I Units	\$ 9.44	\$ 9.10
Classic Series Units	\$ 8.77	\$ 8.46

STATEMENT OF COMPREHENSIVE INCOME (All amounts in thousands of Canadian dollars, except per unit data)

For the periods ended	March 31 2024	March 31 2023
INCOME		
Interest income	4,000	2,650
Distributions received from investment trusts	131	131
Other changes in fair value of investments and derivatives		
Net realized loss	(5,358)	(9,700)
Change in unrealized appreciation	13,268	14,173
Net gain in fair value of investments and derivatives	12,041	7,254
Securities lending revenue (note 8)	2	3
Foreign exchange gain (loss)	109	(73)
Total other income (loss)	111	(70)
Total income	12,152	7,184
EXPENSES		
Management fees (note 6)	1,136	1,095
Fixed administration fees (note 6)	219	213
Independent review committee fees (note 6)	0	0
Withholding taxes	—	3
Interest expense	—	1
Fund facts fees	0	0
Unitholder reporting costs	0	0
Commissions and other portfolio transaction costs (note 6)	3	—
Operating expenses absorbed by the Manager (note 6)	(8)	(7)
Total expenses	1,350	1,305
Increase in net assets attributable to holders of redeemable units	10,802	5,879
Increase in net assets attributable to holders of redeemable units		
Series A Units	4,899	2,829
Advisor Series Units	175	124
Series F Units	965	676
Series D Units	—	1
Series I Units	4,744	2,238
Classic Series Units	19	11
Increase in net assets attributable to holders of redeemable units per unit (note 8)		
Series A Units	0.36	0.23
Advisor Series Units	0.34	0.21
Series F Units	0.49	0.34
Series D Units	—	0.23
Series I Units	0.52	0.35
Classic Series Units	0.42	0.27

The accompanying notes are an integral part of these financial statements.

BMO World Bond Fund

(unaudited)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

(All amounts in thousands of Canadian dollars)

For the periods ended	March 31 2024	March 31 2023	For the periods ended	March 31 2024	March 31 2023
Series A Units			Series F Units		
Net assets attributable to holders of redeemable units at beginning of period	108,069	105,066	Net assets attributable to holders of redeemable units at beginning of period	17,713	19,988
Increase in net assets attributable to holders of redeemable units	4,899	2,829	Increase in net assets attributable to holders of redeemable units	965	676
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(261)	—	Net investment income	(180)	(72)
Return of capital	(1,348)	(1,505)	Return of capital	(174)	(286)
Total distributions to holders of redeemable units	(1,609)	(1,505)	Total distributions to holders of redeemable units	(354)	(358)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	5,055	3,731	Proceeds from redeemable units issued	3,766	4,261
Reinvestments of distributions to holders of redeemable units	1,604	1,500	Reinvestments of distributions to holders of redeemable units	263	263
Redemption of redeemable units	(9,699)	(7,828)	Redemption of redeemable units	(3,728)	(6,221)
Net decrease from redeemable unit transactions	(3,040)	(2,597)	Net increase (decrease) from redeemable unit transactions	301	(1,697)
Net increase (decrease) in net assets attributable to holders of redeemable units	250	(1,273)	Net increase (decrease) in net assets attributable to holders of redeemable units	912	(1,379)
Net assets attributable to holders of redeemable units at end of period	108,319	103,793	Net assets attributable to holders of redeemable units at end of period	18,625	18,609
Advisor Series Units			Series D Units		
Net assets attributable to holders of redeemable units at beginning of period	4,124	4,618	Net assets attributable to holders of redeemable units at beginning of period	—	26
Increase in net assets attributable to holders of redeemable units	175	124	Increase in net assets attributable to holders of redeemable units	—	1
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(10)	—	Return of capital	—	(0)
Return of capital	(53)	(71)	Total distributions to holders of redeemable units	—	(0)
Total distributions to holders of redeemable units	(63)	(71)	Redeemable unit transactions		
Redeemable unit transactions			Reinvestments of distributions to holders of redeemable units	—	0
Proceeds from redeemable units issued	40	130	Net increase from redeemable unit transactions	—	0
Reinvestments of distributions to holders of redeemable units	59	65	Net increase in net assets attributable to holders of redeemable units	—	1
Redemption of redeemable units	(637)	(296)	Net assets attributable to holders of redeemable units at end of period	—	27
Net decrease from redeemable unit transactions	(538)	(101)			
Net decrease in net assets attributable to holders of redeemable units	(426)	(48)			
Net assets attributable to holders of redeemable units at end of period	3,698	4,570			

The accompanying notes are an integral part of these financial statements.

BMO World Bond Fund

(unaudited)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (cont'd)

(All amounts in thousands of Canadian dollars)

For the periods ended	March 31 2024	March 31 2023	For the periods ended	March 31 2024	March 31 2023
Series I Units			Total Fund		
Net assets attributable to holders of redeemable units at beginning of period	81,025	49,652	Net assets attributable to holders of redeemable units at beginning of period	211,298	179,719
Increase in net assets attributable to holders of redeemable units	4,744	2,238	Increase in net assets attributable to holders of redeemable units	10,802	5,879
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(1,169)	(679)	Net investment income	(1,625)	(751)
Return of capital	(463)	(456)	Return of capital	(2,038)	(2,318)
Total distributions to holders of redeemable units	(1,632)	(1,135)	Total distributions to holders of redeemable units	(3,663)	(3,069)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	6,524	24,102	Proceeds from redeemable units issued	15,385	32,224
Reinvestments of distributions to holders of redeemable units	1,632	1,135	Reinvestments of distributions to holders of redeemable units	3,562	2,963
Redemption of redeemable units	(3,751)	(1,305)	Redemption of redeemable units	(17,823)	(15,650)
Net increase from redeemable unit transactions	4,405	23,932	Net increase from redeemable unit transactions	1,124	19,537
Net increase in net assets attributable to holders of redeemable units	7,517	25,035	Net increase in net assets attributable to holders of redeemable units	8,263	22,347
Net assets attributable to holders of redeemable units at end of period	88,542	74,687	Net assets attributable to holders of redeemable units at end of period	219,561	202,066
Classic Series Units					
Net assets attributable to holders of redeemable units at beginning of period	367	369			
Increase in net assets attributable to holders of redeemable units	19	11			
Distributions to holders of redeemable units from:					
Net investment income	(5)	—			
Return of capital	(0)	—			
Total distributions to holders of redeemable units	(5)	—			
Redeemable unit transactions					
Reinvestments of distributions to holders of redeemable units	4	—			
Redemption of redeemable units	(8)	—			
Net decrease from redeemable unit transactions	(4)	—			
Net increase in net assets attributable to holders of redeemable units	10	11			
Net assets attributable to holders of redeemable units at end of period	377	380			

The accompanying notes are an integral part of these financial statements.

BMO World Bond Fund

(unaudited)

STATEMENT OF CASH FLOWS

(All amounts in thousands of Canadian dollars)

For the periods ended	March 31 2024	March 31 2023
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	10,802	5,879
Adjustments for:		
Foreign exchange loss on cash	0	0
Net realized loss on sale of investments and derivatives	5,358	9,700
Change in unrealized appreciation of investments and derivatives	(13,268)	(14,173)
Decrease (increase) in interest receivable	14	(296)
Increase in accrued expenses	3	198
Amortization of premium and discounts	(787)	(336)
Purchases of investments	(231,707)	(84,358)
Proceeds from sale and maturity of investments	228,950	90,383
Cash outflows on derivatives	(4,181)	(7,053)
Net cash used in operating activities	(4,816)	(56)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(101)	(106)
Proceeds from issuances of redeemable units ⁺	15,362	32,149
Amounts paid on redemption of redeemable units ⁺	(17,556)	(15,529)
Net cash (used in) from financing activities	(2,295)	16,514
Foreign exchange loss on cash	(0)	(0)
Net (decrease) increase in cash	(7,111)	16,458
Cash at beginning of period	10,623	782
Cash at end of period	3,512	17,240
Supplementary Information		
Interest received, net of withholding taxes*	3,227	2,015
Distributions received from investment trusts, net of withholding taxes*	131	131
Interest expense paid*	—	1

⁺ Excludes switches between series, as applicable.

* These items are from operating activities.

The accompanying notes are an integral part of these financial statements.

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)			
BONDS & DEBENTURES				Croatia — 0.3%						
Australia — 0.6%				Republic of Croatia, Senior, Unsecured,						
NBN Co Limited, Series 144A, Senior, Unsecured, Notes, Callable, 5.750% Oct 6, 2028.....	USD 278.....	375.....	389	3.375% Mar 12, 2034	EUR 507.....	745.....	737			
NBN Co., Limited, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.500% Mar 22, 2030	EUR 636.....	933.....	938	Denmark — 0.2%						
.....	.....	1,308.....	1,327	Orsted A/S, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.250% Sep 13, 2031					
Austria — 0.8%				.....					
Erste Group Bank AG, Senior, Secured, 3.125% Dec 12, 2033				EUR 1,200.....	1,764.....	1,768	France — 2.9%			
Belgium — 0.5%				BNP Paribas, Series 144A, Fixed to Floating, Senior, Unsecured, Notes, Callable, 5.176% Jan 9, 2030						
Anheuser-Busch InBev Worldwide Inc., Senior, Unsecured, Notes, Callable, 5.450% Jan 23, 2039.....	USD 277.....	366.....	387	.....	USD 471.....	628.....	638		
KBC Group NV, Fixed to Floating, Euro Medium Term Notes, Senior, Unsecured, Callable, 0.250% Mar 1, 2027.....	EUR 500.....	708.....	686	BPCE, Euro Medium Term Notes, Senior, Unsecured, 1.000% Dec 22, 2025	GBP 300.....	519.....	479			
.....	.....	1,074.....	1,073	Caisse d'Amortissement de la Dette Sociale, Euro Medium Term Notes, Senior, Unsecured, 2.875% May 25, 2027					
Bermuda — 0.1%				.....					
Bacardi Ltd./Bacardi-Martini BV, Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Jan 15, 2029.....				USD 163.....	219.....	220	Danone, Euro Medium Term Notes, Senior, Unsecured, Callable, Dec 1, 2025			
Canada — 6.1%				.....					
Province of Quebec, Euro Medium Term Notes, Senior, Unsecured, 3.125% Mar 27, 2034.....				EUR 6,576.....	9,682.....	9,682	Danone, Euro Medium Term Notes, Senior, Unsecured, Callable, 0.571% Mar 17, 2027.....			
Toronto-Dominion Bank, The, Euro Medium Term Notes, Senior, Secured, 3.247% Feb 16, 2034	EUR 2,516.....	3,717.....	3,720	.....	EUR 100.....	155.....	136		
.....	.....	13,399.....	13,402	Orange SA, Euro Medium Term Notes, Senior, Unsecured, Callable, 1.125% Jul 15, 2024					
Cayman Islands — 0.3%				.....					
Tencent Holdings Limited, Senior, Unsecured, Notes, Callable, 3.280% Apr 11, 2024.....				USD 478.....	638.....	647	Orange SA, Euro Medium Term Notes, Senior, Unsecured, Callable, Zero Coupon, Jun 29, 2026			
China — 6.1%				.....					
China Construction Bank Corporation, Euro Medium Term Notes, Senior, Unsecured, 0.860% Apr 22, 2024				USD 653.....	819.....	882	SOCIETE GENERALE SFH, Euro Medium Term Notes, Senior, Secured, 3.125% Feb 1, 2036			
People's Republic of China, Series INBK, Unsecured, 2.480% Sep 25, 2028	CNY 49,770.....	9,345.....	9,436	.....	EUR 700.....	1,041.....	1,034		
People's Republic of China, Senior, Unsecured, Notes, 0.250% Nov 25, 2030 .	EUR 1,435.....	2,214.....	1,749	Suez, Euro Medium Term Notes, Senior, Unsecured, Callable, 1.875% May 24, 2027.....						
People's Republic of China, Unsecured, 3.810% Sep 14, 2050.....	CNY 5,500.....	1,113.....	1,265	.....	EUR 300.....	401.....	417		
.....	.....	13,491.....	13,332	.....					
Germany — 3.5%				.....					
Amprion GmbH, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.875% Sep 7, 2028.....				EUR 300.....	443.....	447	Amprion GmbH, Senior, Unsecured, Notes, Callable, 3.971% Sep 22, 2032.....			
Amprion GmbH, Senior, Unsecured, Notes, Callable, 3.971% Sep 22, 2032.....				EUR 1,400.....	2,090.....	2,107	Aroundtown SA, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Apr 10, 2031.....			
Aroundtown SA, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Apr 10, 2031.....				GBP 343.....	594.....	440	EnBW International Finance B.V., Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Nov 22, 2026			
EnBW International Finance B.V., Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Nov 22, 2026				EUR 138.....	190.....	203	Eurogrid GmbH, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.598% Feb 1, 2029.....			
Eurogrid GmbH, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.598% Feb 1, 2029.....				EUR 300.....	440.....	441	Federal Republic of Germany, Unsecured, Feb 15, 2030			
Federal Republic of Germany, Unsecured, Feb 15, 2030				EUR 0.....	0.....	0	Federal Republic of Germany, Unsecured, 2.500% Aug 15, 2054			
Federal Republic of Germany, Unsecured, 2.500% Aug 15, 2054				EUR 10.....	14.....	15				

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Kreditanstalt fuer Wiederaufbau, Medium Term Notes, Senior, Unsecured, Debentures, 4.650% Feb 28, 2031	AUD 3,017	2,676	2,697	Toyota Motor Finance (Netherlands) B.V., Euro Medium Term Notes, Senior, Unsecured, 4.625% Jun 8, 2026	GBP 194	314	330
Volkswagen Financial Services N.V., Euro Medium Term Notes, Senior, Unsecured, 3.250% Apr 13, 2027	GBP 200	300	323			8,102	6,060
Volkswagen International Finance N.V., Senior, Unsecured, Notes, 2.625% Nov 16, 2027	EUR 400	593	565	Luxembourg — 0.6%			
Vonovia SE, Euro Medium Term Notes, Senior, Unsecured, Callable, 1.375% Jan 28, 2026	EUR 100	138	140	P3 Group S.ar.l., Euro Medium Term Notes, Senior, Unsecured, Callable, 0.875% Jan 26, 2026	EUR 889	1,257	1,224
Vonovia SE, Senior, Unsecured, Notes, Callable, 1.875% Jun 28, 2028	EUR 100	138	135	Mexico — 5.0%			
Vonovia SE, Euro Medium Term Notes, Senior, Unsecured, Callable, 0.625% Dec 14, 2029	EUR 200	294	242	Banco Santander Mexico, S.A., Institucion De Banca Multiple, Grupo Financiero, Senior, Unsecured, Notes, 5.375% Apr 17, 2025	USD 300	384	405
		7,910	7,755	United Mexican States, Series M, Senior, Unsecured, 8.500% May 31, 2029	MXN 83,920	6,564	6,805
India — 0.4%				United Mexican States, Senior, Unsecured, Notes, Callable, 2.250% Aug 12, 2036	EUR 398	586	458
Reliance Industries Limited, Senior, Unsecured, Notes, 2.875% Jan 12, 2032	USD 711	906	818	United Mexican States, Series M, Senior, Unsecured, 8.000% Nov 7, 2047	MXN 44,358	3,099	3,211
						10,633	10,879
Italy — 0.1%				Netherlands — 2.8%			
Autostrade Per L'Italia SpA, Euro Medium Term Notes, Senior, Unsecured, Callable, 4.250% Jun 28, 2032	EUR 113	164	166	ASR Nederland N.V., Senior, Unsecured, Notes, Callable, 3.625% Dec 12, 2028	EUR 100	146	146
Japan — 2.8%				BNG Bank N.V., Euro Medium Term Notes, Senior, Unsecured, 2.750% Jan 11, 2034	EUR 2,458	3,582	3,556
Government of Japan, Twenty Year Bonds, Series 79, Senior, Unsecured, 2.000% Jun 20, 2025	JPY 68,100	759	624	Digital Intrepid Holding B.V., Senior, Unsecured, Notes, Callable, 1.375% Jul 18, 2032	EUR 471	671	557
Government of Japan, Ten Year Bonds, Series 340, Senior, Unsecured, 0.400% Sep 20, 2025	JPY 20,850	238	187	GSK Consumer Healthcare Capital NL B.V., Euro Medium Term Notes, Senior, Unsecured, Callable, 1.250% Mar 29, 2026	EUR 163	226	228
Government of Japan, Thirty Year Bonds, Series 28, Senior, Unsecured, 2.500% Mar 20, 2038	JPY 40,800	482	434	ING Groep N.V., Euro Medium Term Notes, Senior, Unsecured, 3.000% Feb 18, 2026	GBP 200	341	329
Government of Japan, Thirty Year Bonds, Series 33, Senior, Unsecured, 2.000% Sep 20, 2040	JPY 45,800	593	456	Shell International Finance B.V., Euro Medium Term Notes, Senior, Unsecured, 0.375% Feb 15, 2025	EUR 200	294	284
Government of Japan, Thirty Year Bonds, Series 37, Senior, Unsecured, 1.900% Sep 20, 2042	JPY 62,600	900	610	Siemens Financieringsmaatschappij N.V., Senior, Unsecured, Notes, Callable, 1.000% Feb 25, 2030	EUR 700	1,008	911
Government of Japan, Thirty Year Bonds, Series 39, Senior, Unsecured, 1.900% Jun 20, 2043	JPY 58,200	652	564	Stellantis N.V., Senior, Unsecured, Notes, Callable, 4.500% Jul 7, 2028	EUR 140	225	213
Government of Japan, Thirty Year Bonds, Series 41, Senior, Unsecured, 1.700% Dec 20, 2043	JPY 174,600	2,370	1,631			6,493	6,224
Government of Japan, Thirty Year Bonds, Series 66, Senior, Unsecured, 0.400% Mar 20, 2050	JPY 185,750	1,794	1,224	New Zealand — 0.3%			
				Government of New Zealand, Series 0425, Unsecured, 2.750% Apr 15, 2025	NZD 884	690	698
				Norway — 0.5%			
				Equinor ASA, Senior, Unsecured, Notes, 5.100% Aug 17, 2040	USD 800	858	1,083

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Qatar — 0.3%				European Union, Series NGEU, Senior,			
QNB Finance Ltd., Euro Medium Term Notes, Senior, Unsecured, 2.625% May 12, 2025.....	USD 500.....	624.....	654	Unsecured, Notes, 3.000% Dec 4, 2034....	EUR 2,153.....	3,140.....	3,172
Romania — 0.1%				European Union, Series NGEU, Senior,			
Republic of Romania, Senior, Unsecured, Notes, 3.375% Jan 28, 2050.....	EUR 283.....	409.....	291	Unsecured, Notes, 2.625% Feb 4, 2048....	EUR 699.....	876.....	930
Saudi Arabia — 0.1%				European Union, Series NGEU, Senior,			
Saudi Arabian Oil Company, Senior, Unsecured, Notes, 2.875% Apr 16, 2024..	USD 200.....	267.....	270	Unsecured, Notes, 3.250% Feb 4, 2050....	EUR 2,070.....	3,006.....	3,043
Singapore — 0.1%				European Union, Series MFA, Unsecured,			
Republic of Singapore, Senior, Unsecured, 3.500% Mar 1, 2027.....	SGD 200.....	166.....	202	3.000% Mar 4, 2053.....	EUR 306.....	417.....	426
South Africa — 0.8%				International Bank for Reconstruction &			
Republic of South Africa, Series 2032, Senior, Unsecured, 8.250% Mar 31, 2032.....	ZAR 30,453.....	1,956.....	1,819	Development, Global Medium Term Notes, Senior, Unsecured, 3.100% Apr 14, 2038..	EUR 873.....	1,277.....	1,288
South Korea — 0.5%				Sweden — 0.4%			
Korea Treasury Bonds, Series 3122, Senior, Unsecured, 4.000% Dec 10, 2031.....	KRW 850,000.....	878.....	899	Swedbank AB, Global Medium Term Notes, Senior, Unsecured, 1.300% Feb 17, 2027..	EUR 590.....	855.....	807
KT Corporation, Senior, Unsecured, Notes, 1.375% Jan 21, 2027.....	USD 248.....	309.....	303	Switzerland — 0.7%			
.....	.....	1,187.....	1,202	Credit Suisse Group AG, Senior, Unsecured, Notes, Callable, 6.373% Jul 15, 2026.....	USD 730.....	939.....	996
Spain — 1.4%				Swiss Confederation Government Bond,			
Cellnex Finance Company S.A., Euro Medium Term Notes, Senior, Unsecured, Callable, 1.500% Jun 8, 2028.....	EUR 500.....	737.....	671	Unsecured, 0.500% May 27, 2030.....	CHF 445.....	689.....	661
Kingdom of Spain, Senior, Unsecured, 3.250% Apr 30, 2034.....	EUR 948.....	1,390.....	1,397	.....	.....	1,628.....	1,657
Kingdom of Spain, Senior, Unsecured, 1.000% Jul 30, 2042.....	EUR 160.....	147.....	155	United Arab Emirates — 1.1%			
Merlin Properties SOCIMI SA, Senior, Unsecured, Notes, Callable, 1.875% Dec 4, 2034.....	EUR 300.....	415.....	351	DP World Limited, Senior, Unsecured, Notes, 4.250% Sep 25, 2030.....	GBP 425.....	797.....	682
Santander Consumer Finance SA, Euro Medium Term Notes, Senior, Unsecured, 0.375% Jun 27, 2024.....	EUR 200.....	299.....	290	Emirate of Abu Dhabi, Senior, Unsecured, Notes, 1.625% Jun 2, 2028.....	USD 650.....	783.....	779
Santander Consumer Finance SA, Euro Medium Term Notes, Senior, Unsecured, 0.375% Jan 17, 2025.....	EUR 100.....	150.....	142	Emirates Telecommunications Group Company PJSC, Euro Medium Term Notes, Senior, Unsecured, Callable, 0.375% May 17, 2028.....	EUR 431.....	622.....	555
.....	.....	3,138.....	3,006	First Abu Dhabi Bank P.J.S.C., Euro Medium Term Notes, Senior, Unsecured, 1.125% Sep 7, 2026.....	GBP 204.....	354.....	318
Supranational — 5.3%				United Kingdom — 7.3%			
Africa Finance Corporation, Senior, Unsecured, Notes, 3.125% Jun 16, 2025..	USD 799.....	1,036.....	1,040	Barclays PLC, Euro Medium Term Notes, Senior, Unsecured, 3.000% May 8, 2026..	GBP 300.....	530.....	490
African Development Bank, Senior, Unsecured, Notes, 4.125% Feb 25, 2027..	USD 770.....	1,038.....	1,031	Barclays PLC, Fixed to Floating, Euro Medium Term Notes, Senior, Unsecured, Callable, 5.262% Jan 29, 2034.....	EUR 211.....	291.....	332
European Bank for Reconstruction and Development, Senior, Unsecured, Notes, 4.125% Jan 25, 2029.....	USD 495.....	667.....	664	British Telecommunications PLC, Euro Medium Term Notes, Senior, Unsecured, Callable, 0.500% Sep 12, 2025.....	EUR 350.....	524.....	488
				Diageo Capital plc, Senior, Unsecured, Notes, Callable, 5.375% Oct 5, 2026.....	USD 229.....	312.....	313
				HSBC Holdings plc, Fixed to Floating, Senior, Unsecured, Notes, Callable, 3.000% Jul 22, 2028.....	GBP 208.....	365.....	331
				Legal & General Group Plc, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 5.125% Nov 14, 2048.....	GBP 154.....	264.....	259

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Medtronic Global Holdings S.C.A., Series 0000, Senior, Unsecured, Notes, Callable, 0.250% Jul 2, 2025.....	EUR 185.....	277.....	259	Apple Inc., Senior, Unsecured, Notes, Callable, 3.950% Aug 8, 2052	USD 300.....	383.....	342
Motability Operations Group plc, Euro Medium Term Notes, Senior, Unsecured, 0.375% Jan 3, 2026.....	EUR 365.....	544.....	506	Astrazeneca Finance LLC, Senior, Unsecured, Notes, Callable, 1.200% May 28, 2026	USD 387.....	467.....	484
Motability Operations Group PLC, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Jul 24, 2029.....	EUR 276.....	405.....	408	AT&T Inc., Senior, Unsecured, Notes, Callable, 1.800% Sep 14, 2039	EUR 157.....	228.....	176
NatWest Markets Plc, Series 144A, Senior, Unsecured, Notes, 0.800% Aug 12, 2024	USD 200.....	243.....	266	AT&T Inc., Senior, Unsecured, Notes, Callable, 3.500% Sep 15, 2053.....	USD 154.....	114.....	147
NatWest Markets Plc, Euro Medium Term Notes, Senior, Unsecured, 6.375% Nov 8, 2027.....	GBP 225.....	352.....	402	Booking Holdings Inc., Senior, Unsecured, Notes, Callable, 0.100% Mar 8, 2025	EUR 377.....	574.....	533
Severn Trent Utilities Finance Plc, Euro Medium Term Notes, Senior, Unsecured, 2.625% Feb 22, 2033.....	GBP 185.....	316.....	261	Bristol-Myers Squibb Company, Senior, Unsecured, Notes, Callable, 0.750% Nov 13, 2025	USD 254.....	330.....	322
Standard Chartered PLC, Series 144A, Fixed to Floating, Senior, Unsecured, Notes, Callable, 3.785% May 21, 2025.....	USD 1,081.....	1,421.....	1,459	Bristol-Myers Squibb Company, Senior, Unsecured, Notes, Callable, 5.100% Feb 22, 2031	USD 278.....	376.....	380
Thames Water Utilities Finance Ltd., Series 44, Euro Medium Term Notes, Secured, 5.125% Sep 28, 2037	GBP 100.....	173.....	142	Campbell Soup Company, Senior, Unsecured, Notes, Callable, 5.200% Mar 21, 2029.....	USD 360.....	488.....	490
United Kingdom Treasury Gilt, Unsecured, 4.250% Jun 7, 2032.....	GBP 2,943.....	5,201.....	5,192	Carrier Global Corporation, Senior, Unsecured, Notes, Callable, 4.125% May 29, 2028	EUR 160.....	237.....	239
United Kingdom Treasury Gilt, Unsecured, 1.500% Jul 22, 2047.....	GBP 558.....	624.....	554	Citigroup Inc., Fixed to Floating, Senior, Unsecured, Notes, Callable, 1.462% Jun 9, 2027.....	USD 953.....	1,147.....	1,185
United Kingdom Treasury Gilt, Unsecured, 4.375% Jul 31, 2054.....	GBP 1,501.....	2,605.....	2,549	Coca-Cola Company, The, Senior, Unsecured, Notes, 1.450% Jun 1, 2027	USD 600.....	832.....	740
Vodafone International Financing Designated Activity Company, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.250% Mar 2, 2029	EUR 303.....	424.....	443	Commonwealth Edison Company, Senior, Unsecured, 6.450% Jan 15, 2038	USD 200.....	256.....	297
WPP Finance 2013, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.625% Sep 12, 2029	EUR 334.....	490.....	488	Daimler Truck Finance North America LLC, Series 144A, Senior, Unsecured, Notes, 5.000% Jan 15, 2027.....	USD 356.....	476.....	481
Yorkshire Building Society, Euro Medium Term Notes, Senior, Unsecured, 0.500% Jul 1, 2028	EUR 762.....	1,119.....	986	Dell International LLC/EMC Corp., Senior, Secured, Notes, Callable, 4.000% Jul 15, 2024.....	USD 697.....	936.....	939
		16,480.....	16,128	Deutsche Bank Aktiengesellschaft, Senior, Unsecured, Notes, 0.898% May 28, 2024	USD 242.....	292.....	325
				Digital Euro Finco, LLC, Senior, Unsecured, Callable, 2.500% Jan 16, 2026.....	EUR 186.....	283.....	265
				Florida Power & Light Company, First Mortgage Bonds, Secured, Callable, 4.050% Jun 1, 2042.....	USD 800.....	801.....	940
United States — 43.6%				Ford Motor Credit Company LLC, Senior, Unsecured, 4.867% Aug 3, 2027	EUR 250.....	361.....	376
Altria Group, Inc., Senior, Unsecured, Notes, Callable, 4.400% Feb 14, 2026.....	USD 31.....	41.....	41	Ford Motor Credit Company LLC, Senior, Unsecured, Notes, Callable, 7.350% Nov 4, 2027.....	USD 295.....	402.....	419
American Honda Finance Corporation, Medium Term Notes, Senior, Unsecured, 1.000% Sep 10, 2025.....	USD 318.....	421.....	406	Goldman Sachs Group, Inc., The, Euro Medium Term Notes, Senior, Unsecured, 3.125% Jul 25, 2029.....	GBP 101.....	173.....	159
American Tower Corporation, Senior, Unsecured, Notes, Callable, 0.450% Jan 15, 2027	EUR 200.....	293.....	268	GSK Consumer Healthcare Capital US LLC, Senior, Unsecured, Notes, Callable, 3.375% Mar 24, 2029	USD 250.....	313.....	315
Amgen Inc., Senior, Unsecured, Notes, Callable, 5.250% Mar 2, 2033.....	USD 1,476.....	2,010.....	2,016	HCA Inc., Senior, Unsecured, Notes, Callable, 5.450% Apr 1, 2031	USD 878.....	1,186.....	1,196
Apple Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 2.513% Aug 19, 2024.....	500.....	501.....	495	Home Depot, Inc., The, Senior, Unsecured, Notes, 5.875% Dec 16, 2036.....	USD 200.....	225.....	291
Apple Inc., Senior, Unsecured, Notes, Callable, 0.875% May 24, 2025.....	EUR 500.....	725.....	710				

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
HP Inc., Senior, Unsecured, Notes, 6.000% Sep 15, 2041	USD 200	239	281	Unitedhealth Group Incorporated, Senior, Unsecured, Notes, Callable, 3.700% May 15, 2027	USD 270	346	355
JPMorgan Chase & Co., Senior, Unsecured, Notes, 5.400% Jan 6, 2042	USD 250	384	345	UnitedHealth Group Incorporated, Senior, Unsecured, Notes, Callable, 4.900% Apr 15, 2031	USD 779	1,050	1,056
Kraft Heinz Foods Company, Euro Medium Term Notes, Senior, Unsecured, Callable, 3.500% Mar 15, 2029	EUR 370	541	542	Wells Fargo & Company, Euro Medium Term Notes, Senior, Unsecured, 2.500% May 2, 2029	GBP 276	480	420
Microchip Technology Incorporated, Senior, Unsecured, Notes, Callable, 5.050% Mar 15, 2029	USD 188	255	255	.....	97,919	95,717	95,717
Stellantis Finance US Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Jan 12, 2028	USD 286	374	398	Total Bonds & Debentures — 95.6%	215,000	209,880	209,880
Stryker Corporation, Senior, Unsecured, Notes, Callable, 0.250% Dec 3, 2024	EUR 253	370	361				
Toyota Motor Credit Corporation, Medium Term Notes, Senior, Unsecured, 3.050% Mar 22, 2027	USD 385	486	496		Number of Units	Cost* (\$)	Fair Value (\$)
United States Treasury Bonds, 2.250% Nov 15, 2027	USD 3,752	4,740	4,728	HOLDINGS IN INVESTMENT FUNDS			
United States Treasury Bonds, 0.625% May 15, 2030	USD 1,910	2,135	2,090	U.S. Fixed Income Fund — 3.1%			
United States Treasury Bonds, 1.250% Aug 15, 2031	USD 7,373	8,218	8,138	BMO Mid-Term US IG Corporate Bond Index ETF^	396,000	7,159	6,867
United States Treasury Bonds, 4.500% Feb 15, 2036	USD 363	501	511	Total Holdings in Investment Funds — 3.1%	7,159	6,867	6,867
United States Treasury Bonds, 5.000% May 15, 2037	USD 759	1,170	1,117	Total Investment Portfolio — 98.7%	222,159	216,747	216,747
United States Treasury Bonds, 1.375% Nov 15, 2040	USD 4,666	4,437	4,066	Total Unrealized Gain on Forward Currency Contracts — 0.6%	1,401		1,401
United States Treasury Bonds, 3.000% Feb 15, 2048	USD 992	1,102	1,051	Total Unrealized Loss on Forward Currency Contracts — (0.2)%	(355)		(355)
United States Treasury Bonds, 2.875% May 15, 2049	USD 2,526	3,545	2,603	Other Assets Less Liabilities — 0.9%	1,768		1,768
United States Treasury Bonds, 1.250% May 15, 2050	USD 2,852	2,393	1,977	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.0%	219,561		219,561
United States Treasury Bonds, 3.625% May 15, 2053	USD 1,092	1,253	1,301				
United States Treasury Notes, 1.375% Dec 31, 2028	USD 8,384	10,193	9,966				
United States Treasury Notes, 1.750% Jan 31, 2029	USD 5,586	6,770	6,750				
United States Treasury Notes, 3.250% Jun 30, 2029	USD 3,024	3,896	3,907				
United States Treasury Notes, 3.500% Jan 31, 2030	USD 3,420	4,475	4,459				
United States Treasury Notes, 0.625% Aug 15, 2030	USD 9,504	10,269	10,311				
United States Treasury Notes, 4.000% Jan 31, 2031	USD 2,133	2,851	2,852				
United States Treasury Notes, 1.875% Feb 15, 2032	USD 955	1,091	1,093				
United States Treasury Notes, 4.125% Nov 15, 2032	USD 3,032	4,275	4,081				
United States Treasury Notes, 3.500% Feb 15, 2033	USD 4,075	5,209	5,230				

* Where applicable, distributions received from holdings as a return of capital are used to reduce the adjusted cost base of the securities in the portfolio.

^ The fund is managed or sub-advised by the Manager.

BMO World Bond Fund

(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

UNREALIZED GAIN ON FORWARD CURRENCY CONTRACTS

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rate	Counterparty	Credit Rating**	Unrealized Gain
8-Apr-24	CAD	208	SGD	(205)	1.0143	HSBC Bank PLC	A-1	.2
8-Apr-24	CAD	832	EUR	(565)	1.4727	Bank of Montreal	A-1	.6
8-Apr-24	CAD	676	CHF	(439)	1.5414	HSBC Bank PLC	A-1	17
8-Apr-24	CAD	719	NZD	(867)	0.8282	HSBC Bank PLC	A-1	17
8-Apr-24	CAD	3,131	EUR	(2,128)	1.4713	Canadian Imperial Bank of Commerce	A-1	21
8-Apr-24	CAD	2,680	GBP	(1,555)	1.7241	JPMorgan Securities PLC	A-1	23
8-Apr-24	CAD	2,840	EUR	(1,926)	1.4742	HSBC Bank PLC	A-1	24
8-Apr-24	CAD	7,207	AUD	(8,132)	0.8863	HSBC Bank PLC	A-1	29
8-Apr-24	CAD	7,312	ZAR	(101,890)	0.0718	Canadian Imperial Bank of Commerce	A-1	29
8-Apr-24	CAD	4,463	GBP	(2,589)	1.7239	HSBC Bank PLC	A-1	37
8-Apr-24	CAD	6,817	GBP	(3,944)	1.7285	HSBC Bank PLC	A-1	75
8-Apr-24	CAD	51,331	USD	(37,787)	1.3584	Bank of Montreal	A-1	152
8-Apr-24	CAD	51,001	USD	(37,540)	1.3586	Citigroup Global Markets Ltd.	A-1	155
8-Apr-24	CAD	8,739	JPY	(957,743)	0.0091	HSBC Bank PLC	A-1	162
8-Apr-24	CAD	26,759	EUR	(18,103)	1.4781	BNP Paribas SA	A-1	300
8-Apr-24	CAD	27,020	EUR	(18,280)	1.4781	JPMorgan Securities PLC	A-1	303
8-Apr-24	JPY	316,858	CAD	(2,837)	111.6999	Canadian Imperial Bank of Commerce	A-1	.1
8-Apr-24	USD	4,208	CAD	(5,691)	0.7393	BNP Paribas SA	A-1	.7
17-May-24	CAD	918	KRW	(900,000)	0.0010	Barclays Bank PLC	A-1	13
17-May-24	CAD	10,952	CNY	(57,500)	0.1905	BNP Paribas SA	A-1	28
Total Unrealized Gain on Forward Currency Contracts								1,401

UNREALIZED LOSS ON FORWARD CURRENCY CONTRACTS

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rate	Counterparty	Credit Rating**	Unrealized Loss
8-Apr-24	AUD	5,074	CAD	(4,527)	1.1208	HSBC Bank PLC	A-1	(48)
8-Apr-24	CAD	9,764	MXN	(122,066)	0.0800	HSBC Bank PLC	A-1	(172)
8-Apr-24	CAD	5,472	USD	(4,062)	1.3471	Lloyds Bank Corporate Markets PLC	A-1	(30)
8-Apr-24	CAD	4,241	USD	(3,144)	1.3491	Lloyds Bank Corporate Markets PLC	A-1	(17)
8-Apr-24	CAD	214	MXN	(2,685)	0.0795	JPMorgan Securities PLC	A-1	(5)
8-Apr-24	EUR	1,607	CAD	(2,370)	0.6781	Lloyds Bank Corporate Markets PLC	A-1	(21)
8-Apr-24	USD	2,400	CAD	(3,256)	0.7369	Canadian Imperial Bank of Commerce	A-1	(6)
8-Apr-24	USD	678	CAD	(920)	0.7373	Bank of Montreal	A-1	(1)
8-Apr-24	ZAR	74,575	CAD	(5,377)	13.8693	Canadian Imperial Bank of Commerce	A-1	(46)
17-May-24	CAD	6,895	USD	(5,100)	1.3520	Barclays Bank PLC	A-1	(9)
Total Unrealized Loss on Forward Currency Contracts								(355)

** Credit Rating provided by Standard & Poor's.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

1. The Fund

BMO World Bond Fund (the "Fund") is an open-ended mutual fund established under the laws of the province of Ontario by Declaration of Trust. The Master Declaration of Trust was amended on October 23, 2008 and November 3, 2009 to permit certain Funds to offer a multi-series structure. In addition to the existing Series A Units, certain Funds are permitted to offer Series A (Hedged) Units, Advisor Series Units, Advisor Series (Hedged) Units, ETF Series Units, Series T4 Units, Series T5 Units, Series T6 Units, Series T8 Units, Series M Units, Series F Units, Series F (Hedged) Units, Series F2 Units, Series F4 Units, Series F6 Units, Series D Units, Series G Units, Series I Units, Series I (Unhedged) Units, Series N Units, Series NBA Units, Series O Units, Series R Units, Series S Units and/or Classic Series Units. Each series is intended for different kinds of investors and has different management fees and fixed administration fees. Refer to Note 8 for the series issued for this Fund as well as the management and administration fee rates for each series.

BMO Investments Inc. ("the Manager") is the Manager and Trustee of the Fund. The Manager is a wholly owned subsidiary of Bank of Montreal. The address of the Fund's registered office is 100 King Street West, 43rd Floor, Toronto, Ontario, M5X 1A1.

The Statement of Financial Position and related notes for the Fund are as at March 31, 2024 and September 30, 2023, as applicable. The Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Units, Statement of Cash Flows and related notes are for the six-month periods ended March 31, 2024 and March 31, 2023, except for a Fund established during either of the periods, which are presented from the date of inception (as noted in Note 8) to March 31 of the applicable period. Financial information provided for a series established during the period(s) is presented from the inception date as noted in Note 8 to March 31 of the applicable period.

These financial statements were authorized for issuance by the Board of Directors of the Manager on May 2, 2024.

These financial statements should be read in conjunction with the annual financial statements for the period ended September 30, 2023, which have been

prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards").

2. Basis of preparation and presentation

These unaudited interim financial statements have been prepared in accordance with IFRS Accounting Standards and in accordance with International Accounting Standard ("IAS") 34 - Interim Financial Reporting, as issued by the IASB. The financial statements have been prepared on a historical cost basis, except for the revaluation of financial assets and financial liabilities (including derivative financial instruments) measured at fair value through profit or loss ("FVTPL").

3. Material accounting policy information Financial Instruments

Financial instruments include financial assets and financial liabilities such as equity and debt securities, investment funds and derivatives. These investments are part of a group of financial instruments that are managed and their performance is evaluated on a fair value basis and in accordance with the Fund's investment strategy.

The Fund classifies and measures financial instruments in accordance with IFRS 9 Financial Instruments ("IFRS 9"). Upon initial recognition, financial instruments are recorded at fair value. A financial instrument is recognized when the Fund becomes a party to the contractual requirements of the instrument and is derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date. Investments and derivatives are subsequently measured at FVTPL, with changes in fair value recognized in the Statement of Comprehensive Income as "Change in unrealized appreciation (depreciation)".

All financial assets and financial liabilities are recognized in the Statement of Financial Position.

The Fund's outstanding redeemable units, which are puttable instruments, are entitled to a contractual obligation of annual distribution of any net income and net realized capital gains by the Fund. This annual distribution can be in cash at the option of the unitholders, and therefore the ongoing redemption

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

feature is not the redeemable units' only contractual obligation. Also, the Fund has issued multiple series of redeemable units, which are equally subordinated but are not identical and consequently, do not meet the conditions to be classified as equity. As a result, the Fund's obligations for net assets attributable to holders of redeemable units ("Net Assets") are classified as financial liabilities and presented at the redemption amounts.

Cost of investments

The cost of investments represents the amount paid for each security and is determined on an average cost basis, and excludes commissions and other portfolio transaction costs, which are reported separately in the Statement of Comprehensive Income. Realized gains and losses on disposition are determined based on the cost of the investments.

Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

For exchange-traded securities, close prices are considered to be fair value if they fall within the bid-ask spread. In circumstances where the close price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

Procedures are in place to fair value equities traded in countries outside of North America daily, to avoid stale prices and to take into account, among other things, any significant events occurring after the close of a foreign market.

For bonds, debentures, asset-backed securities, short-term investments and other debt securities, fair value is determined as the last traded market price or close price, or other such prices, that falls within the bid-ask spread of the security.

Mutual fund units held as investments are valued at their respective Net Asset Value ("NAV") on each Valuation Date (the "Valuation Date" is each day on which the Toronto Stock Exchange is open for trading), as these values are the most readily and regularly available.

The Fund may enter into forward currency contracts for hedging purposes either directly or indirectly or for non-hedging purposes. The fair value of forward currency contracts entered into by the Fund is recorded as the difference between the fair value of the contract on the Valuation Date and the fair value on the date the contract originated.

For the Series A (Hedged) Units, Advisor Series (Hedged) Units and Series F (Hedged) Units (the "Hedged Series"), the Fund enters into forward currency contracts to hedge against foreign currency exposure and as a result the Hedged Series will be subject to less currency risk than the other series of the Fund because their foreign currency exposure is hedged. However, the hedging strategy may not achieve a perfect hedge of the foreign currency exposure for the Hedged Series.

The Fund may engage in option contract transactions by purchasing (long positions) or writing (short positions) call or put option contracts. These contracts have different risk exposures for the Fund, whereas the risk for long positions will be limited to the premium paid to purchase the option contracts, the risk exposure for the short positions are potentially unlimited until closed or expired.

The premium paid for purchasing an option is included in "Derivative assets" in the Statement of Financial Position. The option contract is valued on each Valuation Date at an amount equal to the fair value of the option that would have the effect of closing the position. The change in the difference between the premium and the fair value is shown as "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

When a purchased option expires, the Fund will realize a loss equal to the premium paid. When a purchased option is closed, the gain or loss the Fund will realize will be the difference between the proceeds and the premium paid. When a purchased call option is exercised, the premium paid is added to the cost of acquiring the underlying security. When a purchased put option is exercised, the premium paid is subtracted from the proceeds from the sale of the underlying security that had to be sold.

The premium received from writing an option is included in "Derivative liabilities" in the Statement of Financial Position.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

When a written option expires, the Fund will realize a gain equal to the premium received. When a written option is closed, the Fund will realize a gain or loss equal to the difference between the cost at which the contract was closed and the premium received. When a written call option is exercised, the premium received is added to the proceeds from the sale of the underlying investments to determine the realized gain or loss. When a written put option is exercised, the premium received will be subtracted from the cost of the underlying investments the Fund had to purchase.

The gain or loss that the Fund realizes when a purchased or written option is expired or closed is recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Futures contracts are financial agreements to purchase or sell a financial instrument at a contracted price on a specified future date. Futures contracts are valued at the gain or loss that would arise as a result of closing the position at the Valuation date. Changes in this value on each Valuation Date is recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. Treasury bills or cash are held as margin against futures contracts.

A credit default swap contract is an agreement to transfer credit risk from one party, a buyer of protection, to another party, a seller of protection. The Fund, as a seller of protection, would be required to pay a notional or other agreed upon value to the buyer of protection in the event of a default by a third-party. In return, the Fund would receive from the counterparty a periodic stream of payments over the term of the contract provided that no event of default occurs. If no default occurs, the Fund would keep the stream of payments and would have no payment obligations.

In connection with the agreement, securities or cash may be identified as collateral or margin in accordance with the terms of the agreement to provide assets of value in the event of default or bankruptcy/insolvency.

The Fund, as a buyer of protection, would receive a notional or other agreed upon value from the seller of protection in the event of a default by a third-party. In return, the Fund would be required to pay to the counterparty a periodic stream of payments over the term of the contract provided that no event of default occurs.

Credit default swap contracts are fair valued daily based upon quotations from independent security pricing sources. Premiums paid or received, if any, are included in “Net realized gain (loss)” in the Statement of Comprehensive Income. Net periodic payments are accrued daily and recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. When credit default swap contracts expire or are closed out, gains or losses are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Interest rate swap contracts are agreements between two parties to exchange periodic interest payments based on a notional principal amount. The net periodic payments received or paid from interest rate swap contracts are recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. Payments received or paid when the Fund enters into the contract are recorded as a liability or asset in the Statement of Financial Position. When the contract is terminated or expires, the payments received or paid are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income. Payments received or paid upon early termination are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Interest rate swap agreements are valued based upon quotations from independent sources. The change in value is included in “Change in unrealized appreciation (depreciation)” in the Statement of Comprehensive Income.

The Fund enters into interest rate swap agreements to manage the exposure to interest rates.

Unlisted warrants, if any, are valued based on a pricing model which considers factors such as the market value of the underlying security, strike price and terms of the warrant.

For securities where market quotes are not available, unreliable or not considered to reflect the current value, the Manager may determine another value which it considers to be fair and reasonable, or use a valuation technique that, to the extent possible, makes maximum use of inputs and assumptions based on observable market data including volatility, comparable companies, NAV (for exchange-traded funds) and other applicable rates or prices. These estimation techniques include discounted cash flows, internal models that utilize observable data or

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

comparisons with other securities that are substantially similar. In limited circumstances, the Manager may use internal models where the inputs are not based on observable market data.

The Fund enters into To-Be-Announced securities ("TBA") to gain exposure to the underlying mortgage-backed securities ("MBS"), and may or may not take delivery at maturity. TBA securities are typically sold one to three months in advance of issuance, prior to the identification of the underlying pools of mortgage securities but with the interest payment provisions fixed in advance. The underlying pools of mortgage securities are identified shortly before settlement and must meet certain parameters. As such, the TBA securities do not have a known maturity date as of year-end. Losses may arise due to changes in the value of the underlying securities, failure of the counterparty to perform under the contract, or if the issuer fails to issue the MBS due to political, economic or other factors. TBA securities are fair valued based upon quotations from independent security pricing sources. Any gain or loss from selling the TBA security before the underlying MBS is delivered is recorded as "Net realized gain (loss)" and any unrealized gain or loss from changes in the fair value of the TBA security held is recorded as "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

The Fund may enter into investment loan commitments, of which all or a portion may be unfunded as of the reporting date. Unfunded loan commitments are contractual obligations for funding, which the Fund may be obligated to make to the borrower on demand. The funded portion of the loan commitment is shown on the Schedule of Investment Portfolio. Additional information on the Fund's unfunded loan commitments, where applicable, is provided in Note 8.

Cash

Cash is comprised of cash and deposits with banks, which include bankers' acceptances and overnight demand deposits. The carrying amount of cash approximates its fair value because it is short-term in nature.

Other assets and other liabilities

Other assets and other liabilities generally include receivables for investments sold, subscriptions receivable, interest receivable, dividend receivable,

distribution receivable from investment trusts, payable for investments purchased, redemptions payable, distributions payable and accrued expenses. These financial assets and financial liabilities are short-term in nature and are measured at amortized cost, which approximates their fair value.

Investments in subsidiaries, joint ventures and associates

Subsidiaries are entities over which the Fund has control through its exposure or rights to variable returns from its investment and has the ability to affect those returns through its power over the entity. The Manager has determined that the Fund is an investment entity and as such, it accounts for subsidiaries, if any, at fair value. Joint ventures are investments where the Fund exercises joint control through an agreement with other shareholders, and associates are investments in which the Fund exerts significant influence over operating, investing, and financing decisions (such as entities in which the Fund owns 20% - 50% of voting shares), all of which, if any, have been classified at FVTPL.

Unconsolidated structured entities

The Manager has determined that the underlying funds in which the Fund may invest are unconsolidated structured entities. This determination is based on the fact that decision making about the underlying funds is not governed by the voting right or other similar right held by the Fund. Similarly, investments in securitizations, asset-backed securities and mortgage-backed securities are determined to be interests in unconsolidated structured entities.

The Fund may invest in underlying funds whose investment objectives range from achieving short-term to long-term income and capital growth potential. Underlying funds may use leverage in a manner consistent with their respective investment objectives and as permitted by Canadian securities regulatory authorities. Underlying funds finance their operations by issuing redeemable units which are puttable at the holders' option and entitles the holder to a proportionate stake in the respective fund's Net Assets. The change in fair value of each of the underlying funds during the periods is included in "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions,

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

mortgage bankers, commercial banks and others. Asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans and student loans.

The Fund does not provide and has not committed to providing any additional significant financial or other support to the unconsolidated structured entities other than its investment in the unconsolidated structured entities.

Additional information on the Fund's interest in unconsolidated structured entities, where applicable, is provided in Note 8.

Offsetting of financial assets and financial liabilities

Financial instruments are presented at net or gross amounts in the Statement of Financial Position depending on the existence of intention and legal right to offset opposite positions of such instruments held with the same counterparties. Amounts offset in the Statement of Financial Position are related to transactions for which the Fund has legally enforceable rights to offset and intends to settle the positions on a net basis. Amounts not offset in the Statement of Financial Position relate to positions where there is no legally enforceable right to offset, or the legal right to offset is only in the event of default, insolvency or bankruptcy, or where the Fund has no intention to settle on a net basis. Refer to Note 8 for details.

Income recognition

Dividend income and distributions received from investment trusts are recognized on the ex-dividend and ex-distribution date, respectively.

Interest income from interest bearing investments is recognized in the Statement of Comprehensive Income using the effective interest rate. Interest receivable shown in the Statement of Financial Position is accrued based on the interest bearing investments' stated rates of interest.

Interest on inflation-indexed bonds is paid based on a principal value, which is adjusted for inflation. The inflation adjustment of the principal value is recognized as part of interest income in the Statement of Comprehensive Income. If held to maturity, the Fund will receive, in addition to a coupon interest payment, a final payment equal to the sum of the par value and the inflation compensation accrued from the original issue

date. Interest is accrued on each Valuation Date based on the inflation adjusted par value at that time and is included in "Interest income" in the Statement of Comprehensive Income.

Foreign currency translation

The fair value of investments and other assets and liabilities in foreign currencies are translated into the Fund's functional currency at the rates of exchange prevailing at the period-end date. Purchases and sales of investments, and income and expenses are translated at the rates of exchange prevailing on the respective dates of such transactions. Realized and unrealized foreign exchange gains (losses) on investment transactions are included in "Net realized gain (loss)" and in "Change in unrealized appreciation (depreciation)" respectively, in the Statement of Comprehensive Income. Realized and unrealized foreign exchange gains (losses) relating to cash, receivables and payables, as applicable, are included in "Foreign exchange gain (loss)" in the Statement of Comprehensive Income.

Securities lending

A Fund may engage in securities lending pursuant to the terms of an agreement with State Street Bank and Trust Company (the "securities lending agent"). The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the NAV of the Fund. The Fund will receive collateral of at least 102% of the value of securities on loan. Collateral will generally be comprised of obligations of or guarantee by the Government of Canada or a province thereof, or by the United States government or its agencies, but it may include obligations of other governments with appropriate credit ratings. Further, the program entered into provides for 100% indemnification by the securities lending agent and parties related to the Fund's custodian, to the Fund for any defaults by borrowers.

For those Funds participating in the program, aggregate values of securities on loan, the collateral held as at March 31, 2024 and September 30, 2023 and information about the security lending income earned by the Fund are disclosed in Note 8, where applicable.

Income from securities lending, where applicable, is included in the Statement of Comprehensive Income and is recognized when earned. The breakdown of the securities lending income is disclosed in Note 8, where applicable.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

Short-term trading penalty

To discourage excessive trading, the Fund may, at the Manager's sole discretion, charge a short-term trading penalty. This penalty is paid directly to the Fund and is included in "Short-term penalty fees" in the Statement of Comprehensive Income.

Increase or decrease in net assets attributable to holders of redeemable units per unit

"Increase (decrease) in net assets attributable to holders of redeemable units per unit" of a series in the Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units of the series divided by the weighted average number of units of the series outstanding during the period. Refer to Note 8 for details.

Taxation

The Fund qualifies as a unit trust and may qualify as a mutual fund trust under the provisions of the Income Tax Act (Canada). Distributions of all net taxable income and sufficient amounts of net realized capital gains for each taxation year will be paid to unitholders so that the Fund will not be subject to income tax. As a result, the Manager has determined that the Fund is in substance not taxable and therefore does not record income taxes in the Statement of Comprehensive Income nor does it recognize any deferred tax assets or liabilities in the Statement of Financial Position.

The Fund may incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and capital gains are recorded on a gross basis with the related withholding taxes shown as a separate expense in the Statement of Comprehensive Income.

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 of the period shown, as applicable, which is the Fund's interim period end. However, the actual allocation of distributions is determined as at December, the Fund's tax year-end. Accordingly, the actual allocation among income, dividends, capital gains and return of capital may differ from these estimates.

Fund mergers

The Manager used the purchase method of accounting for fund mergers. Under the purchase method of accounting, one of the Funds in each merger is

identified as the acquiring fund, and is referred to as the "Continuing Fund", and the other Fund involved in the merger is referred to as the "Terminated Fund". In determining the acquirer, the Manager considered factors such as the comparison of the relative NAV of the funds as well as consideration of the continuation of certain aspects of the Continuing Fund such as: investment advisors, investment objectives and practices, type of portfolio securities and management fees and other expenses. Where applicable, refer to Note 8 for the details of any fund merger transactions.

4. Critical accounting judgements and estimates

The preparation of financial statements requires the use of judgement in applying the Fund's accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgements and estimates that the Manager has made in preparing the Fund's financial statements.

Accounting judgements:

Functional and presentation currency

The Fund's unitholders are mainly Canadian residents, with the subscriptions and redemptions of the redeemable units denominated in Canadian dollars. The Fund invests in Canadian and U.S. dollars and other foreign denominated securities, as applicable. The performance of the Fund is measured and reported to the investors in Canadian dollars. The Manager considers the Canadian dollar as the currency that most appropriately represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency.

Classification and measurement of investment portfolio

In classifying and measuring financial instruments held by the Fund, the Manager is required to make an assessment of the Fund's business model for managing financial instruments and the Manager is also required to make significant judgements in determining the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Fund's business model with respect to the manner in which financial assets and financial liabilities are managed as a group and performance is evaluated on a fair value basis, and has concluded that FVTPL in accordance with IFRS 9

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

provides the most appropriate measurement and presentation of the Fund's investment portfolio. The collection of principal and interest is incidental to the fair value business model.

Accounting estimates:

Fair value measurement of securities not quoted in an active market

The Manager has established policies and control procedures that are intended to ensure these estimates are well controlled, independently reviewed, and consistently applied from period to period. The estimates of the value of the Fund's assets and liabilities are believed to be appropriate as at the reporting date.

The Fund may hold financial instruments that are not quoted in active markets. Note 3 discusses the policies used by the Fund for the estimates used in determining fair value.

5. Units and unit transactions

The redeemable units of the Fund are classified as financial liabilities. The units have no par value and are entitled to distributions, if any. Upon redemption, a unit is entitled to a proportionate share of the Fund's NAV. The Fund is required to pay distributions in an amount not less than the amount necessary to ensure the Fund will not be liable for income taxes on realized capital gains, dividends and interest. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units except as disclosed in Note 8. The relevant movements in redeemable units are shown in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units.

In accordance with its investment objectives and strategies, and the risk management practices outlined in Note 7, the Fund endeavours to invest the subscriptions received in appropriate investments, while maintaining sufficient liquidity to meet redemptions, with such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

Redeemable units of the Fund are offered for sale on a continuous basis and may be purchased or redeemed on any Valuation Date at the NAV per unit of a particular series. The NAV per unit of a series for the purposes of subscription or redemption is computed by dividing the NAV of the Fund attributable to the series

(that is, the total fair value of the assets attributable to the series less the liabilities attributable to the series) by the total number of units of the series of the Fund outstanding at such time on each Valuation Date, in accordance with Part 14 of National Instrument ("NI") 81-106 Investment Fund Continuous Disclosure for the purpose of processing unitholder transactions. Net Assets are determined in accordance with IFRS and may differ to the Funds' NAV. Where the Fund's NAV is not equal to its Net Assets, a reconciliation is shown in Note 8.

Expenses directly attributable to a series are charged to that series. Other expenses, income, realized and unrealized gains and losses from investment transactions are allocated proportionately to each series based upon the relative NAV of each series. The gain (loss) of certain forwards in Funds with Hedged Series is allocated only to the hedged series.

ETF Series Units

On any trading day, a designated broker or an ETF dealer may place a subscription or redemption order for an integral multiple of the prescribed number ETF Series Units of the Fund as permitted by the Manager.

If the subscription or redemption order is accepted, the Fund will issue or redeem ETF Series Units to/from the designated broker or the ETF dealer by no later than the third trading day after the date on which the subscription or redemption order is accepted, in the case of a fund that invests a portion of its portfolio assets in T+3 securities; by no later than the second trading date after the date on which the subscription or redemption order is accepted, in the case of a fund that does not invest a portion of its portfolio assets in T+3 securities or a shorter period as may be determined by the Manager in response to changes in applicable law or general changes to settlement procedures in applicable markets.

For each prescribed number of ETF Series Units issued or redeemed, a designated broker or an ETF dealer must deliver or receive payment consisting of:

- A basket of applicable securities and cash in an amount sufficient so that the value of the securities and the cash received is equal to the NAV of the ETF Series Units subscribed/redeemed;
- Cash in the amount equal to the NAV of the ETF Series Units subscribed/redeemed; or

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

• A combination of securities and cash, as determined by the Manager, in an amount sufficient so that the value of the securities and cash received is equal to the NAV of the ETF Series Units subscribed/redeemed.

On any trading day, unitholders may redeem ETF Series Units for cash or exchange ETF Series Units for baskets of securities and cash. ETF Series Units redeemed for cash will be redeemed at a redemption price per ETF Series Unit equal to the lesser of (i) 95% of the closing price for the ETF Series Units on the TSX on the effective day of the redemption; and (ii) the NAV per unit of the ETF Series Units on the effective day of the redemption. ETF Series Units exchanged for baskets of securities will be exchanged at a price equal to the NAV of the ETF Series Units on the effective day of the exchange request, payable by delivery of baskets of securities and cash.

Unitholders who redeem ETF Series Units prior to the distribution record date will not be entitled to receive the distribution.

6. Related party transactions

(a) Management fees

The Manager is responsible for the day-to-day management of the Fund and its investment portfolio in compliance with the Fund's constating documents. The Manager provides key management personnel to the Fund, monitors and evaluates the performance of the Fund, pays for the investment management services of the investment advisors and provides all related administrative services required by the Fund.

The management fees for the ETF Series includes costs related to the administration expenses and other operating expenses, other than the fund expenses.

As compensation for its services, the Manager is entitled to receive a fee payable monthly, calculated daily at the maximum annual rates included in Note 8.

(b) Fixed administration fees

The Manager pays certain operating expenses of each Fund except for BMO Ascent Income Portfolio, BMO Ascent Conservative Portfolio, BMO Ascent Balanced Portfolio, BMO Ascent Growth Portfolio, BMO Ascent Equity Growth Portfolio, BMO FundSelect Balanced Portfolio (Series NBA only), BMO FundSelect Growth Portfolio (Series NBA only), BMO FundSelect Equity Growth Portfolio (Series NBA only), BMO Covered Call Canadian Banks ETF Fund, BMO Covered Call U.S. High Dividend ETF Fund, BMO Covered Call

Europe High Dividend ETF Fund, BMO Sustainable Opportunities Global Equity Fund, BMO Tactical Global Asset Allocation ETF Fund, BMO Tactical Global Growth ETF Fund, BMO Women in Leadership Fund, BMO International Value Fund, BMO Japan Fund, BMO Covered Call Canada High Dividend ETF Fund, BMO Concentrated Global Equity Fund, BMO Crossover Bond Fund, BMO Global Multi-Sector Bond Fund, BMO U.S. Small Cap Fund, BMO Multi-Factor Equity Fund, BMO SIA Focused Canadian Equity Fund, BMO SIA Focused North American Equity Fund, BMO Concentrated U.S. Equity Fund and BMO Low Volatility Canadian Equity ETF Fund (the "Variable Operating Expense Series"), including audit and legal fees and expenses; custodian and transfer agency fees; costs attributable to the issue, redemption and change of securities, including the cost of the securityholder record keeping system; expenses incurred in respect of preparing and distributing prospectuses, financial reports and other types of reports, statements and communications to securityholders; fund accounting and valuation costs; filing fees, including those incurred by the Manager (collectively the "Administration Expenses"). In return, the Fund pays a fixed administration fee to the Manager. The fixed administration fee is calculated daily as a fixed annual percentage of the NAV of the Fund. Refer to Note 8 for the fixed administration fee rates charged to the Fund, where applicable.

(c) Fund expenses

The Fund also pays certain operating expenses directly ("Fund Expenses"), including 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 NI 81-107, including compensation and expenses payable to Independent Review Committee ("IRC") members and any independent counsel or other advisors employed by the IRC, the costs of the orientation and continuing education of IRC members and the costs and expenses associated with IRC meetings; taxes of all kinds 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.

The Manager may, in some years and in certain cases, absorb a portion of management fees, fixed administration fees or certain specified expenses of the

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

Fund or series of the Fund. The decision to absorb these expenses is reviewed periodically and determined at the discretion of the Manager, without notice to unitholders.

(d) Variable administration fees

The Variable Operating Expense Series pay all of its expenses directly. These operating expenses include Administration Expenses and Fund Expenses.

(e) Commissions and other portfolio transaction costs

The Fund may execute trades with and through BMO Nesbitt Burns Inc., an affiliate of the Manager, based on established standard brokerage agreements at market prices. These fees are included in "Commissions and other portfolio transaction costs" in the Statement of Comprehensive Income. Refer to Note 8 for related party fees charged to the Fund during the period(s) ended March 31, 2024 and March 31, 2023, where applicable.

(f) Initial investments

In order to establish a new Fund, the Manager, makes an initial investment in the Fund. Pursuant to the policies of the Canadian Securities Administrators, an initial investor cannot redeem its investments until an additional \$500 has been received from other investors with respect to the same class of units. Refer to Note 8 for the investment in units of the Fund held by the Manager as at March 31, 2024 and September 30, 2023, where applicable.

(g) Other related party transactions

From time to time, the Manager may on behalf of the Fund, enter into transactions or arrangements with or involving subsidiaries and affiliates of Bank of Montreal, or certain other persons or companies that are related or connected to the Manager of the Fund. These transactions or arrangements may include transactions or arrangements with or involving subsidiaries and affiliates of Bank of Montreal, BMO Investments Inc., BMO Nesbitt Burns Inc., BMO Asset Management Corp., BMO Private Investment Counsel Inc., BMO Asset Management Inc., BMO InvestorLine Inc., BMO Trust Company, BMO Capital Markets Corp., or other investment funds offered by Bank of Montreal, and may involve the purchase or sale of portfolio securities through or from subsidiaries or affiliates of Bank of Montreal, the purchase or sale of securities issued or guaranteed by subsidiaries or

affiliates of Bank of Montreal, the purchase or redemption of units or shares of other Bank of Montreal investment funds or the provision of services to the Manager.

7. Financial instruments risks

The Fund's activities expose it to a variety of risks associated with the financial instruments, as follows: market risk (including currency risk, interest rate risk and other market risk), credit risk and liquidity risk. The concentration table groups securities by asset type, geographic location and/or market segment. The Fund's risk management practice outlines the monitoring of compliance to investment guidelines.

The Manager manages the potential effects of these financial risks on the Fund's performance by employing and overseeing professional and experienced portfolio managers that regularly monitor the Fund's positions, market events, and diversify investment portfolios within the constraints of the investment guidelines.

Where the Fund invests in other investment fund(s), it may be indirectly exposed to the financial risks of the underlying fund(s), depending on the investment objectives and the type of securities held by the underlying fund(s). The decision to buy or sell an underlying fund is based on the investment guidelines and positions, rather than the exposure of the underlying fund(s).

(a) Currency risk

Currency risk is the risk that the fair value of financial instruments denominated in currencies, other than the functional currency of the Fund, will fluctuate due to changes in foreign exchange rates. Investments in foreign markets are exposed to currency risk as the prices denominated in foreign currencies are converted to the Fund's functional currency in determining fair value. The Fund may enter into forward currency contracts for hedging purposes to reduce foreign currency exposure or to establish exposure to foreign currencies. IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk. However, the Manager monitors the exposure on all foreign currency denominated assets and liabilities. The Fund's exposure to currency risk, if any, is further disclosed in Note 8.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

(b) Interest rate risk

Interest rate risk is the risk that the fair value of the Fund's interest bearing investments will fluctuate due to changes in market interest rates. The Fund's exposure to interest rate risk is concentrated in its investment in debt securities (such as bonds, money market investments, short-term investments and debentures) and interest rate derivative instruments, if any. Other assets and liabilities are short-term in nature and/or non-interest bearing. The Fund's exposure to interest rate risk, if any, is further discussed in Note 8.

(c) Other market risk

Other market risk is the risk that the fair value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in a market. Other assets and liabilities are monetary items that are short-term in nature, as such they are not subject to other market risk. The Fund's exposure to other market risk, if any, is further discussed in Note 8.

(d) Credit risk

Credit risk is the risk that a loss could arise from a security issuer or counterparty to a financial instrument not being able to meet its financial obligations. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. Credit risk exposure for over-the-counter derivative instruments is based on the Fund's unrealized gain of the contractual obligations with the counterparty as at the reporting date. The credit exposure of other assets is represented by its carrying amount. The Fund's exposure to credit risk, if any, is further discussed in Note 8.

The Fund may enter into securities lending transactions with approved counterparties. Credit risk associated with these transactions is considered minimal as all counterparties have a sufficient approved credit rating and the market value of collateral held by the Fund must be at least 102% of the fair value of securities loaned, as disclosed in Note 8, where applicable.

(e) Liquidity risk

The Fund's exposure to liquidity risk is concentrated in the daily cash redemptions of units, and other liabilities. The Fund primarily invests in securities that

are traded in active markets and can be readily disposed. In addition, the Fund retains sufficient cash positions to maintain liquidity. The Fund may, from time to time, enter into over-the-counter derivative contracts or invest in unlisted securities, which are not traded in an organized market and may be illiquid. Securities for which a market quotation could not be obtained and may be illiquid are identified in the Schedule of Investment Portfolio. The proportion of illiquid securities to the NAV of the Fund is monitored by the Manager to ensure it does not exceed the regulatory limit and does not significantly affect the liquidity required to meet the Fund's financial obligations.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

8. Fund specific information

(a) Fund and Series information and change in units

The Fund is authorized to issue an unlimited number of units in each of Series A Units, Advisor Series Units, Series F Units, Series D Units, Series I Units and Classic Series Units, which are redeemable at the unitholders' option.

Series	Inception Date
Series A Units	May 6, 1993
Advisor Series Units	May 29, 2012
Series F Units	October 24, 2008
Series D Units	November 20, 2017
Series I Units	May 9, 2008
Classic Series Units	May 29, 2012

Series A Units are offered on a no-load basis and are available to all investors.

Advisor Series Units are available to all investors through registered dealers.

Series F Units are available for purchase by investors who are enrolled in dealer-sponsored wrap programs or flat fee accounts. Instead of paying a commission on each transaction, these investors pay an annual fee to the Manager based on the value of their assets.

Series D Units are available to investors who have an account with a discount brokerage. A reduced trailing commission is paid to discount brokerages in respect to Series D Units which means a lower management fee can be charged. On March 28, 2022, 98.64% of the total NAV of the Series D Units were switched to the Series F Units. As at the close of business on September 18, 2023, Series D Units were switched to Advisor Series Units.

Series I Units are available only to institutional investors and other investment funds as determined by the Manager from time to time and on a case-by-case basis, and who have entered into an agreement with the Manager. No management fees and fixed administration fees are charged to the Fund in respect of the Series I Units as each investor or dealer negotiates a separate fee with the Manager.

Classic Series Units were only created for the purpose of effecting a fund merger and are not available for new purchases.

The number of units of each series that have been issued and are outstanding are disclosed in the table below.

For the periods ended (in thousands of units)	Mar. 31, 2024	Mar. 31, 2023
Series A Units		
Units issued and outstanding, beginning of period	13,611	12,714
Issued	622	447
Issued on reinvestment of distributions	198	180
Redeemed during the period	(1,192)	(939)
Units issued and outstanding, end of period	13,239	12,402
Advisor Series Units		
Units issued and outstanding, beginning of period	565	606
Issued	5	17
Issued on reinvestment of distributions	8	8
Redeemed during the period	(86)	(38)
Units issued and outstanding, end of period	492	593
Series F Units		
Units issued and outstanding, beginning of period	1,971	2,148
Issued	410	452
Issued on reinvestment of distributions	29	28
Redeemed during the period	(404)	(659)
Units issued and outstanding, end of period	2,006	1,969
Series D Units		
Units issued and outstanding, beginning of period	—	3
Issued on reinvestment of distributions	—	0
Units issued and outstanding, end of period	—	3

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

For the periods ended (in thousands of units)	Mar. 31, 2024	Mar. 31, 2023
Series I Units		
Units issued and outstanding, beginning of period	8,902	5,313
Issued	700	2,544
Issued on reinvestment of distributions	175	120
Redeemed during the period	(401)	(139)
Units issued and outstanding, end of period	9,376	7,838

Classic Series Units

Units issued and outstanding, beginning of period	43	43
Issued on reinvestment of distributions	0	—
Redeemed during the period	(0)	—
Units issued and outstanding, end of period	43	43

(b) Reconciliation of NAV to Net Assets

As at March 31, 2024 and September 30, 2023, there were no differences between the Fund's NAV per unit and its Net Assets per unit calculated in accordance with IFRS Accounting Standards.

(c) Increase (decrease) in net assets attributable to holders of redeemable units per unit

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated as follows:

For the periods ended	Mar. 31, 2024	Mar. 31, 2023
Series A Units		
Increase in net assets attributable to holders of redeemable units	4,899	2,829
Weighted average units outstanding during the period (in thousands of units)	13,433	12,550
Increase in net assets attributable to holders of redeemable units per unit	0.36	0.23

For the periods ended	Mar. 31, 2024	Mar. 31, 2023
Advisor Series Units		
Increase in net assets attributable to holders of redeemable units	175	124
Weighted average units outstanding during the period (in thousands of units)	524	597
Increase in net assets attributable to holders of redeemable units per unit	0.34	0.21

Series F Units

Increase in net assets attributable to holders of redeemable units	965	676
Weighted average units outstanding during the period (in thousands of units)	1,986	2,002
Increase in net assets attributable to holders of redeemable units per unit	0.49	0.34

Series D Units

Increase in net assets attributable to holders of redeemable units	—	1
Weighted average units outstanding during the period (in thousands of units)	—	3
Increase in net assets attributable to holders of redeemable units per unit	—	0.23

Series I Units

Increase in net assets attributable to holders of redeemable units	4,744	2,238
Weighted average units outstanding during the period (in thousands of units)	9,067	6,361
Increase in net assets attributable to holders of redeemable units per unit	0.52	0.35

Classic Series Units

Increase in net assets attributable to holders of redeemable units	19	11
Weighted average units outstanding during the period (in thousands of units)	43	43
Increase in net assets attributable to holders of redeemable units per unit	0.42	0.27

(d) Income taxes

As at the tax year-ended December 15, 2023, the Fund had the following capital and non-capital losses available for income tax purposes:

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

Total Capital Losses (\$)	Total Non-Capital Losses (\$)	Non-Capital Losses That Expire in		
		2029 (\$)	2030 (\$)	2031 and thereafter (\$)
10,440	—	—	—	—

(e) Related party transactions

Management fees and administration fees

The Manager is entitled to receive the following fees payable monthly, calculated at the following maximum annual rates:

Series	Management Fees (%)	Fixed Administration Fees (%)
	Series A Units	1.750	0.300
Advisor Series Units	1.750	0.300
Series F Units	0.450	0.300
Series D Units	1.400	0.300
Series I Units	*	*
Classic Series Units	1.100	0.300

* Negotiated and paid by each Series I investor directly to the Manager.

The outstanding accrued management fees due to the Manager are included in “Accrued expenses” in the Statement of Financial Position and as at March 31, 2024 amounted to \$191 (September 30, 2023 — \$188).

The outstanding accrued fixed administration fees due to the Manager are included in “Accrued expenses” in the Statement of Financial Position and as at March 31, 2024 amounted to \$36 (September 30, 2023 — \$36).

Expenses

The Manager pays the administration and operating expenses of the Series I Units.

Brokerage commissions and soft dollars

There were no brokerage commissions charged to the Fund during the periods ended March 31, 2024 and March 31, 2023.

Units held by the Manager

The Manager held the following units of the Fund:

As at Mar. 31, 2024

Series	Number of Units	Value of Units (\$)
Advisor Series Units	133	1
Series I Units	15	0

As at Sep. 30, 2023

Series	Number of Units	Value of Units (\$)
Advisor Series Units	131	1
Series I Units	14	0

Investments by affiliates

As at March 31, 2024, 2.2% (September 30, 2023 – 2.2%) of the Net Assets were held by affiliates of the Fund.

(f) Financial instruments risks

The Fund’s objective is to provide a high level of interest income and some opportunity for growth in the value of investments. The Fund invests primarily in bonds and debentures that mature in more than one year and are issued by governments and corporations around the world and supranational agencies like the World Bank.

No changes affecting the overall level of risk of investing in the Fund were made during the period.

Currency risk

The Fund’s direct exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets (including derivatives and the underlying principal (notional) amount of forward currency contracts, if any).

As at Mar. 31, 2024

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	12	2,697	(2,699)	10	0.0

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

As at Mar. 31, 2024

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Chinese Yuan Renminbi (onshore)	141	10,701	(10,924)	(82)	(0.0)
Euro	202	57,885	(57,579)	508	0.2
Japanese Yen	15	5,730	(5,739)	6	0.0
Mexican Peso	281	10,016	(10,155)	142	0.1
New Zealand Dollar	9	698	(702)	5	0.0
Norwegian Krone	0	—	—	0	0.0
Pound Sterling	238	13,660	(13,825)	73	0.0
Singapore Dollar	1	202	(206)	(3)	(0.0)
South African Rand	90	1,819	(1,952)	(43)	(0.0)
South Korean Won	11	899	(905)	5	0.0
Swedish Krona	0	—	—	0	0.0
Swiss Franc	8	661	(659)	10	0.0
U.S. Dollar	(2,180)	104,417	(108,822)	(6,585)	(3.0)
Total	(1,172)	209,385	(214,167)	(5,954)	(2.7)

As at Sep. 30, 2023

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	38	3,543	(3,603)	(22)	(0.0)
Chinese Yuan Renminbi (onshore)	109	10,386	(10,651)	(156)	(0.1)
Euro	1,556	41,111	(41,524)	1,143	0.5
Japanese Yen	15	8,725	(8,746)	(6)	(0.0)

As at Sep. 30, 2023

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Mexican Peso	266	9,169	(9,286)	149	0.1
New Zealand Dollar	(13,861)	20,512	(20,678)	(14,027)	(6.6)
Norwegian Krone	0	—	—	0	0.0
Pound Sterling	2,742	22,174	(25,105)	(189)	(0.1)
Singapore Dollar	1	199	(199)	1	(0.0)
South African Rand	(3,600)	8,737	(5,155)	(18)	(0.0)
South Korean Won	11	855	(875)	(9)	(0.0)
Swedish Krona	0	—	—	0	0.0
Swiss Franc	7	635	(637)	5	0.0
U.S. Dollar	4,685	76,283	(82,889)	(1,921)	(0.9)
Total	(8,031)	202,329	(209,348)	(15,050)	(7.1)

As at March 31, 2024 and September 30, 2023, if the Canadian dollar had strengthened or weakened by 5% in relation to all foreign currencies, with all other variables held constant, the Net Assets of the Fund could possibly have decreased or increased, as applicable, by approximately \$298 (September 30, 2023 — \$753). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at March 31, 2024 and September 30, 2023, the Fund may have been indirectly exposed to currency risk, to the extent that the underlying fund invested in financial instruments that were denominated in a currency other than the functional currency of the Fund.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

Interest rate risk

The Fund's direct exposure to interest rate risk, by remaining term to maturity, is summarized in the following table:

Number of years	Interest Rate Exposure as at	Interest Rate Exposure as at
	Mar. 31, 2024	Sep. 30, 2023
Less than one year	6,159	9,889
One to three years	18,832	36,088
Three to five years	46,508	46,420
Five to ten years	96,007	75,330
Greater than ten years	42,374	36,017
Total	209,880	203,744

As at March 31, 2024 and September 30, 2023, if the prevailing interest rates had been raised or lowered by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, the Net Assets of the Fund could possibly have decreased or increased, respectively, by approximately \$14,299 (September 30, 2023 — \$12,282). The Fund's interest rate sensitivity was determined based on portfolio weighted duration. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at March 31, 2024 and September 30, 2023, the Fund may have been indirectly exposed to interest rate risk, to the extent that the underlying fund invested in interest-bearing financial instruments.

Other market risk

As at March 31, 2024 and September 30, 2023, the Fund did not have significant exposure to other market risk as it invested fully in fixed income securities.

Credit risk

The Fund's direct exposure to credit risk, grouped by credit ratings, is summarized in the following table:

Credit Rating	As a % of Net Assets as at	
	Mar. 31, 2024	Sep. 30, 2023
AAA	44.0	39.5
AA	14.6	18.2
A	14.5	19.0
BBB	18.0	15.0

Credit Rating	As a % of Net Assets as at	
	Mar. 31, 2024	Sep. 30, 2023
BB	0.8	4.8
Unrated	4.3	—
Total	96.2	96.5

As at March 31, 2024 and September 30, 2023, the Fund may have been indirectly exposed to credit risk, to the extent that the underlying fund invested in debt instruments, preferred securities and derivatives.

Securities lending

The Fund had assets involved in securities lending transactions outstanding as at March 31, 2024 and September 30, 2023 as follows:

	Aggregate Value of Securities on Loan (\$)	Aggregate Value of Collateral Received for the Loan (\$)
Mar. 31, 2024	3,349	3,676
Sep. 30, 2023	—	—

The table below is a reconciliation of the gross amount generated from securities lending transactions to the security lending revenue for the periods ended March 31, 2024 and March 31, 2023:

For the periods ended	Mar. 31, 2024		Mar. 31, 2023	
	Amount	% of Gross Securities Lending Revenue	Amount	% of Gross Securities Lending Revenue
Gross securities lending revenue	2	100.0	4	100.0
Withholding taxes	—	—	—	—
	2	100.0	4	100.0
Payment to securities lending agents	0	25.0	1	25.0
Net securities lending revenue	2	75.0	3	75.0

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)

March 31, 2024

Concentration risk

The Fund's concentration risk is summarized in the following table:

As at	Mar. 31, 2024	Sep. 30, 2023
Bonds & Debentures		
Australia	0.6%	1.9%
Austria	0.8%	2.9%
Belgium	0.5%	1.2%
Bermuda	0.1%	0.1%
Canada	6.1%	3.3%
Cayman Islands	0.3%	0.3%
China	6.1%	6.1%
Croatia	0.3%	—%
Denmark	0.2%	0.2%
Finland	—%	0.1%
France	2.9%	2.2%
Germany	3.5%	1.9%
India	0.4%	0.4%
Italy	0.1%	—%
Japan	2.8%	4.3%
Luxembourg	0.6%	0.6%
Mexico	5.0%	4.7%
Netherlands	2.8%	1.2%
New Zealand	0.3%	9.7%
Norway	0.5%	0.5%
Qatar	0.3%	0.5%
Romania	0.1%	0.1%
Saudi Arabia	0.1%	0.1%
Singapore	0.1%	0.1%
South Africa	0.8%	4.2%
South Korea	0.5%	0.5%
Spain	1.4%	1.0%
Supranational	5.3%	2.5%
Sweden	0.4%	0.4%
Switzerland	0.7%	0.8%
United Arab Emirates	1.1%	1.0%
United Kingdom	7.3%	10.5%
United States	43.6%	33.1%
Holdings in Investment Funds		
U.S. Fixed Income Funds	3.1%	3.1%
Other Assets Less Liabilities		
	1.3%	0.5%
	100.0%	100.0%

(g) Fair value hierarchy

The Fund classifies its financial instruments into three levels based on the inputs used to value the financial instruments. Level 1 securities are valued based on quoted prices in active markets for identical securities. Level 2 securities are valued based on significant observable market inputs, such as quoted prices from similar securities and quoted prices in inactive markets or based on observable inputs to models. Level 3 securities are valued based on significant unobservable inputs that reflect the Manager's determination of assumptions that market participants might reasonably use in valuing the securities. The tables below show the relevant disclosure.

As at Mar. 31, 2024

Financial assets	Level 1	Level 2	Level 3	Total
Debt Securities	3,259	206,621	—	209,880
Investment Funds	6,867	—	—	6,867
Derivatives	—	1,401	—	1,401
Total	10,126	208,022	—	218,148

Financial liabilities

Derivatives	—	(355)	—	(355)
-------------	---	-------	---	-------

As at Sep. 30, 2023

Financial assets	Level 1	Level 2	Level 3	Total
Debt Securities	13,215	190,529	—	203,744
Investment Funds	6,502	—	—	6,502
Derivatives	—	165	—	165
Total	19,717	190,694	—	210,411

Financial liabilities

Derivatives	—	(1,408)	—	(1,408)
-------------	---	---------	---	---------

Transfers between levels

Transfers are made between the various fair value hierarchy levels due to changes in the availability of quoted market prices or observable inputs due to changing market conditions. Transfers of assets and liabilities between fair value hierarchy levels are recorded at their fair values as at the end of each reporting period, consistent with the date of the determination of fair value.

BMO World Bond Fund

(unaudited)

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
March 31, 2024

During the period from October 1, 2023 to March 31, 2024, \$2,198 of debt securities were transferred from Level 1 to Level 2 due to reduced observability of the inputs used to value these securities.

During the period from October 1, 2022 to September 30, 2023, \$1,871 of debt securities were transferred from Level 2 to Level 1 due to increased availability of quoted prices in the active market, and \$298 of debt securities were transferred from Level 1 to Level 2 due to reduced observability of the inputs used to value these securities.

(h) Offsetting financial assets and financial liabilities

The following tables present the amounts that have been offset in the Statement of Financial Position. Amounts offset in the Statement of Financial Position include transactions for which the Fund has a legally enforceable right to offset and intends to settle the positions on a net basis.

As at Mar. 31, 2024	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	1,401	(355)
Amounts Set-off in the Statement of Financial Position	—	—
Net Amounts Presented in the Statement of Financial Position	1,401	(355)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	1,401	(355)

As at Sep. 30, 2023	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	165	(1,408)
Amounts Set-off in the Statement of Financial Position	—	—
Net Amounts Presented in the Statement of Financial Position	165	(1,408)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	165	(1,408)

(i) Unconsolidated structured entities

Information on the carrying amount and the size of the investments in structured entities are shown in the following tables:

As at Mar. 31, 2024	Carrying amount (\$)	Carrying amount as a % of the underlying fund's Net Assets
Securities		
BMO Mid-Term US IG Corporate Bond Index ETF	6,867	0.2
Florida Power & Light Company, First Mortgage Bonds, Secured, Callable, 4.050% Jun 1, 2042	940	—
Total	7,807	

As at Sep. 30, 2023	Carrying amount (\$)	Carrying amount as a % of the underlying fund's Net Assets
Securities		
BMO Mid-Term US IG Corporate Bond Index ETF	6,502	0.2
CPPIB Capital Inc., Euro Medium Term Notes, Senior, Unsecured, 0.750% Feb 2, 2037	1,678	—
Florida Power & Light Company, First Mortgage Bonds, Secured, Callable, 4.050% Jun 1, 2042	866	—
Total	9,046	

The carrying value of mortgage related and other asset-backed securities are included in "Investments – Non-derivative financial assets" in the Statement of Financial Position. This amount also represents the maximum exposure to losses at that date.

The change in fair value of mortgage related and other asset-backed securities are included in the Statement of Comprehensive Income in "Change in unrealized appreciation (depreciation)".

9. Subsequent event

Multi-Series Structure Change

As at the close of business on August 16, 2024, Classic Series Units of the Fund will be terminated.

BMO Investments Inc.

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

Independent Auditor

PricewaterhouseCoopers LLP
PwC Tower
18 York Street, Suite 2500
Toronto, Ontario M5J 0B2

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.

BMO Mutual Funds are offered by BMO Investments Inc., a financial services firm and separate legal entity from Bank of Montreal.
®/™ Registered trademarks/trademark of Bank of Montreal, used under licence.



Mutual Funds