

**AMENDMENT NO. 2 DATED JANUARY 7, 2016
TO THE SIMPLIFIED PROSPECTUS DATED APRIL 13, 2015,
AS AMENDED BY AMENDMENT NO. 1 DATED OCTOBER 30, 2015**

(the “Prospectus”)

in respect of:

BMO Balanced Yield Plus ETF Portfolio *(formerly, BMO Target Enhanced Yield ETF Portfolio)*

(series A, T6, F, D, I and Advisor Series)

BMO Bond Fund

(series A, F, D, I, NBA, NBF and Advisor Series)

BMO Core Bond Fund

(series A, F, D, I and Advisor Series)

BMO Core Plus Bond Fund

(series A, F, D, I and Advisor Series)

BMO Fixed Income Yield Plus ETF Portfolio *(formerly, BMO Target Yield ETF Portfolio)*

(series A, T6, F, D, I and Advisor Series)

BMO Preferred Share Fund

(series A, F, D, I, BMO Private Preferred Share Fund Series O and Advisor Series)

BMO U.S. High Yield Bond Fund

(series A, F, D, I, BMO Private U.S. High Yield Bond Fund Series O and Advisor Series)

BMO U.S. Equity Fund

(series A, F, D, I, N, NBA, NBF and Advisor Series)

BMO Asian Growth and Income Class

(series F and Advisor Series)

BMO Canadian Equity Class

(series A, F, I and Advisor Series)

BMO Canadian Low Volatility ETF Class *(formerly, BMO Canadian Tactical ETF Class)*

(series A, T6, F, I and Advisor Series)

BMO Dividend Class

(series A, I and Advisor Series)

BMO Global Dividend Class

(series A, T5, F, I and Advisor Series)

BMO Global Energy Class

(series A, F, I and Advisor Series)

BMO Global Equity Class

(series A, F, I and Advisor Series)

BMO Global Low Volatility ETF Class *(formerly, BMO Global Tactical ETF Class)*

(series A, T6, F, I and Advisor Series)

BMO Greater China Class

(series A, F, I and Advisor Series)

BMO International Value Class

(series A, F, I and Advisor Series)

BMO LifeStage 2017 Class

(series A, I and Advisor Series)

BMO LifeStage 2020 Class
 (series A, I and Advisor Series)
BMO LifeStage 2025 Class
 (series A, I and Advisor Series)
BMO LifeStage 2030 Class
 (series A, I and Advisor Series)
BMO LifeStage 2035 Class
 (series A, I and Advisor Series)
BMO LifeStage 2040 Class
 (series A, I and Advisor Series)
BMO Short-Term Income Class
 (series A, I and Advisor Series)
BMO U.S. Equity Class
 (series F, I and Advisor Series)
BMO SelectClass[®] Income Portfolio (*formerly, BMO SelectClass[®] Security Portfolio*)
 (series A, T6, I and Advisor Series)
BMO SelectClass[®] Balanced Portfolio
 (series A, T6, I and Advisor Series)
BMO SelectClass[®] Growth Portfolio
 (series A, T6, I and Advisor Series)
BMO SelectClass[®] Equity Growth Portfolio
 (series A, T6, I and Advisor Series)
BMO Income ETF Portfolio Class (*formerly, BMO Security ETF Portfolio Class*)
 (series A, T6, F and Advisor Series)
BMO Balanced ETF Portfolio Class
 (series A, T6, F and Advisor Series)
BMO Growth ETF Portfolio Class
 (series A, T6, F and Advisor Series)
BMO Equity Growth ETF Portfolio Class
 (series A, T6, F and Advisor Series)

(each a “Fund” and, collectively, the “Funds”)

Unless otherwise specifically defined, the terms used in this amendment have the meanings given to those terms in the Prospectus.

1. Introduction

The Prospectus is hereby amended to:

- (1) update the “Who should invest in this fund?” section of the Prospectus for each of BMO Asian Growth and Income Class, BMO Canadian Equity Class, BMO Canadian Low Volatility ETF Class, BMO Dividend Class, BMO Global Dividend Class, BMO Global Energy Class, BMO Global Equity Class, BMO Global Low Volatility ETF Class, BMO Greater China Class, BMO International Value Class, BMO LifeStage 2017 Class, BMO LifeStage 2020 Class, BMO LifeStage 2025 Class, BMO LifeStage 2030 Class, BMO LifeStage 2035 Class, BMO LifeStage 2040 Class, BMO Short-Term Income Class, BMO U.S. Equity Class, BMO SelectClass[®] Income Portfolio, BMO SelectClass[®] Balanced

Portfolio, BMO SelectClass[®] Growth Portfolio, BMO SelectClass[®] Equity Growth Portfolio, BMO Income ETF Portfolio Class, BMO Balanced ETF Portfolio Class, BMO Growth ETF Portfolio Class and BMO Equity Growth ETF Portfolio Class (the “GTAF Funds”);

- (2) amend the investment strategies of each of BMO Balanced Yield Plus ETF Portfolio, BMO Bond Fund, BMO Core Bond Fund, BMO Core Plus Bond Fund and BMO Fixed Income Yield Plus ETF Portfolio;
- (3) permit, with the Manager’s prior consent, purchases of BMO Private Preferred Share Fund Series O securities and BMO Private U.S. High Yield Bond Fund Series O securities through BMO Nesbitt Burns Inc.; and
- (4) amend a typographic error in the Fund Facts for BMO U.S. Equity Fund.

2. Updates to the “Who should invest in this fund?” Section of the Prospectus

This amendment updates the “Who should invest in this fund?” section of the Prospectus of each of the GTAF Funds.

The following technical amendments are made to the Prospectus to reflect these changes:

- (1) The following replaces the first bullet under the heading “Who should invest in this fund?” of each of the GTAF Funds on pages 143, 145, 147, 149, 151, 153, 155, 157, 159, 161, 163, 165, 167, 169, 171, 173, 175, 177, 179, 181, 183, 185, 187, 189, 191 and 193, respectively:
 - “• you are investing in a non-registered account and want the flexibility to switch to another class of BMO Global Tax Advantage Funds Inc. without realizing capital gains”
- (2) The following is added as a new second paragraph under the heading “Who should invest in this fund?” for BMO Asian Growth and Income Class on page 143:

“Shares of BMO Asian Growth and Income Class are only available for purchase in non-registered accounts and are not available for purchase in registered plans, except for certain previously established Continuous Savings Plans”
- (3) The following is added as a new second paragraph under the heading “Who should invest in this fund?” for BMO International Value Class on page 161:

“Shares of BMO International Value Class are only available for purchase in non-registered accounts and are not available for purchase in registered plans, except for certain previously established Continuous Savings Plans”
- (4) The following is added as a new second paragraph under the heading “Who should invest in this fund?” for BMO Global Dividend Class on page 151:

“Shares of BMO Global Dividend Class are only available for purchase in non-registered accounts and are not available for purchase in registered plans, except for certain previously established Continuous Savings Plans”

3. Change of Investment Strategies

Effective January 7, 2016, the investment strategies of each of BMO Balanced Yield Plus ETF Portfolio, BMO Bond Fund, BMO Core Bond Fund, BMO Core Plus Bond Fund and BMO Fixed Income Yield Plus ETF Portfolio will be changed as follows:

- (1) The fifth bullet below the heading “Investment strategies” of BMO Balanced Yield Plus ETF Portfolio on page 9 is deleted and replaced with the following:

“● may invest up to 75% of the fund’s assets in foreign securities”

- (2) The following bullets are added after the third bullet under the heading “Investment strategies” of BMO Bond Fund on page 12:

“● the portfolio manager utilizes fundamental research, employing an active investment style to identify overvalued and undervalued sectors of the fixed income market

● credit quality and security selection, along with active yield-curve management are emphasized when allocating the fund’s net assets across sectors

● may implement dynamic positioning strategies on the yield-curve by actively trading different types of securities. This will increase the turnover rate of the fund but will not generally affect the fund’s risk profile. The turnover rate could exceed 100%”

- (3) The following is added after the second paragraph under the heading “Investment strategies” of BMO Bond Fund on page 12:

“The fund may have high portfolio turnover rates. In general, the higher the portfolio turnover rate, the greater the possibility of unitholders of the fund receiving income or taxable capital gains as a result of frequent purchases and sales of portfolio securities by the fund.”

- (4) The following is added after the fifth bullet under the heading “Investment strategies” of BMO Core Bond Fund on page 17:

“● may implement dynamic positioning strategies on the yield-curve by actively trading different types of securities. This will increase the turnover rate of the fund but will not

generally affect the fund's risk profile. The turnover rate could exceed 100%"

- (5) The following is added after the second paragraph under the heading "Investment strategies" of BMO Core Bond Fund on page 17:

"The fund may have high portfolio turnover rates. In general, the higher the portfolio turnover rate, the greater the possibility of unitholders of the fund receiving income or taxable capital gains as a result of frequent purchases and sales of portfolio securities by the fund."

- (6) The following is added after the fourth bullet under the heading "Investment strategies" of BMO Core Plus Bond Fund on page 19:

"• may implement dynamic positioning strategies on the yield-curve by actively trading different types of securities. This will increase the turnover rate of the fund but will not generally affect the fund's risk profile. The turnover rate could exceed 100%"

- (7) The following is added after the second paragraph under the heading "Investment strategies" of BMO Core Plus Bond Fund on page 19:

"The fund may have high portfolio turnover rates. In general, the higher the portfolio turnover rate, the greater the possibility of unitholders of the fund receiving income or taxable capital gains as a result of frequent purchases and sales of portfolio securities by the fund."

- (8) The fifth bullet below the heading "Investment strategies" of BMO Fixed Income Yield Plus ETF Portfolio on page 25 is deleted and replaced with the following:

"• may invest up to 75% of the fund's assets in foreign securities"

4. Change to Series O

Effective January 7, 2016, purchases of BMO Private Preferred Share Fund Series O securities and BMO Private U.S. High Yield Bond Fund Series O securities can be made through BMO Nesbitt Burns Inc.

The following technical amendments are made to the Prospectus to reflect this change:

- (1) The first paragraph on the right side of page 244 under the heading "Purchasing funds" is deleted and replaced with the following:

"You can buy Series O securities of the funds if you have entered into an investment management agreement with BMO Trust Company and BMO Private Investment Counsel Inc. or if you

have entered into an investment management agreement with BMO Nesbitt Burns Inc.”

- (2) The last bullet on the left side of page 246 is deleted and replaced with the following:

“● Series O securities are available to investors who have entered into an investment management agreement with BMO Trust Company and BMO Private Investment Counsel Inc. or have entered into an investment management agreement with BMO Nesbitt Burns Inc. and have received the Manager’s prior consent. There are no sales charges applicable on a purchase of Series O securities. Investors pay a wealth management fee directly to BMO Trust Company and to BMO Private Investment Counsel Inc. or directly to BMO Nesbitt Burns Inc., as applicable.”

5. What are your legal rights?

Under securities law in some provinces and territories, you have the right to:

- withdraw from your agreement to buy mutual funds within two business days of receiving the simplified prospectus or fund facts
- cancel your purchase within 48 hours of receiving confirmation of your order, or
- cancel your purchase agreement and get your money back if the simplified prospectus, fund facts, annual information form or financial statements misrepresent any facts about the fund. You may also be entitled to get your money back or make a claim for damages if you have suffered a loss.

The time limit to exercise these rights depends on the governing legislation in your province or territory.

For more information, refer to the securities legislation of your province or territory or consult your lawyer.