

# Semi-Annual Financial Statements

BMO Private Portfolios

June 30, 2024

**BMO Private Emerging Markets Equity Portfolio**

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

BMO Private Investment Counsel Inc., the Manager of the Portfolios, appoints independent auditors to audit the Portfolio'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 Portfolio'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.



Private Wealth

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### STATEMENT OF FINANCIAL POSITION

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

As at	June 30 2024	December 31 2023
<b>Assets</b>		
<b>Current Assets</b>		
Cash	6,997	9,126
Investments		
Non-derivative financial assets	297,085	264,102
Receivable for investments sold	1,383	102
Subscriptions receivable	726	33
Dividends receivable	1,342	673
<b>Total assets</b>	<b>307,533</b>	<b>274,036</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Payable for investments purchased	54	660
Redemptions payable	128	76
Accrued expenses	705	715
<b>Total liabilities</b>	<b>887</b>	<b>1,451</b>
<b>Net assets attributable to holders of redeemable units</b>	<b>306,646</b>	<b>272,585</b>
<b>Net assets attributable to holders of redeemable units per unit</b>	<b>\$ 13.68</b>	<b>\$ 12.34</b>

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

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### STATEMENT OF COMPREHENSIVE INCOME

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

<b>For the periods ended</b>	<b>June 30 2024</b>	<b>June 30 2023</b>
<b>Income</b>		
Interest income	0	1
Dividend income	5,347	4,796
Other changes in fair value of investments and derivatives		
Net realized gain (loss)	2,892	(10,499)
Change in unrealized appreciation	23,624	20,504
Net gain in fair value of investments and derivatives	31,863	14,802
Securities lending (note 8)	2	3
Foreign exchange gain (loss)	109	(217)
Total other income (loss)	111	(214)
<b>Total income</b>	<b>31,974</b>	<b>14,588</b>
<b>Expenses</b>		
Sub-advisory fees	871	1,267
Audit fees	2	5
Independent review committee fees	1	1
Withholding taxes	614	647
Custodian fees	99	94
Interest expense	0	1
Legal and filing fees	25	17
Unitholder servicing fees	141	143
Printing and stationery fees	3	3
Commissions and other portfolio transaction costs (note 6)	140	245
Operating expenses absorbed by the Manager	(236)	(245)
<b>Total expenses</b>	<b>1,660</b>	<b>2,178</b>
<b>Increase in net assets attributable to holders of redeemable units</b>	<b>30,314</b>	<b>12,410</b>
<b>Increase in net assets attributable to holders of redeemable units per unit (note 8)</b>	<b>1.35</b>	<b>0.52</b>

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

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

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

(All amounts in thousands of Canadian dollars)

<b>For the periods ended</b>	<b>June 30 2024</b>	<b>June 30 2023</b>
<b>Net assets attributable to holders of redeemable units at beginning of period</b>	272,585	266,723
Increase in net assets attributable to holders of redeemable units	30,314	12,410
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	31,304	43,732
Redemption of redeemable units	(27,557)	(21,554)
<b>Net increase from redeemable unit transactions</b>	3,747	22,178
<b>Net increase in net assets attributable to holders of redeemable units</b>	34,061	34,588
<b>Net assets attributable to holders of redeemable units at end of period</b>	306,646	301,311

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

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### STATEMENT OF CASH FLOWS

(All amounts in thousands of Canadian dollars)

For the periods ended	June 30 2024	June 30 2023
<b>Cash flows from operating activities</b>		
Increase in net assets attributable to holders of redeemable units	30,314	12,410
Adjustments for:		
Foreign exchange (gain) loss on cash	(26)	48
Net realized (gain) loss on sale of investments and derivatives	(2,892)	10,499
Change in unrealized appreciation of investments and derivatives	(23,624)	(20,504)
Increase in dividends receivable	(669)	(613)
Decrease in accrued expenses	(10)	(448)
Purchases of investments	(69,680)	(78,223)
Proceeds from sale and maturity of investments	61,326	60,947
<b>Net cash used in operating activities</b>	<b>(5,261)</b>	<b>(15,884)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuances of redeemable units	30,611	43,783
Amounts paid on redemption of redeemable units	(27,505)	(21,542)
<b>Net cash from financing activities</b>	<b>3,106</b>	<b>22,241</b>
Foreign exchange gain (loss) on cash	26	(48)
Net (decrease) increase in cash	(2,155)	6,357
Cash at beginning of period	9,126	7,090
<b>Cash at end of period</b>	<b>6,997</b>	<b>13,399</b>
<b>Supplementary Information</b>		
Interest received, net of withholding taxes*	0	1
Dividends received, net of withholding taxes*	4,092	3,617
Interest expense paid*	0	1

\*These items are from operating activities

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

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
<b>EQUITIES</b>			
<i>Argentina — 1.3%</i>			
MercadoLibre, Inc.	1,781	2,908	4,004
		2,908	4,004
<i>Brazil — 8.3%</i>			
Atacadao S.A.	423,600	1,107	935
Banco Bradesco S.A.	1,014,800	4,162	2,778
Banco BTG Pactual S.A.	131,514	1,108	995
Banco do Brasil S.A.	424,480	2,787	2,774
Equatorial Energia S.A.	50,928	494	383
Itau Unibanco Holding S.A., Preference, ADR	154,715	1,097	1,236
JBS S.A.	316,000	1,807	2,496
Lojas Renner S.A.	239,600	1,080	732
Nu Holdings Ltd., Class A	115,544	1,511	2,038
Petroleo Brasileiro S.A., ADR	211,215	4,109	4,187
Prio SA	135,952	1,267	1,456
Raia Drogasil S.A.	75,617	512	475
Sendas Distribuidora S.A.	456,300	1,762	1,155
Suzano S.A.	112,800	1,541	1,574
TOTVS S.A.	116,203	909	865
Weg S.A.	147,521	1,380	1,523
		26,633	25,602
<i>China — 24.4%</i>			
Alibaba Group Holding Limited	298,700	5,543	3,674
Alibaba Group Holding Limited, ADR	11,589	1,237	1,142
Baidu, Inc., Class A	63,850	1,465	945
Bank of China Ltd., H Shares	2,404,000	1,197	1,614
BYD Company Limited, H Shares	85,000	3,281	3,451
China Merchants Port Holdings Company Limited	423,737	746	862
China Overseas Land & Investment Ltd.	1,124,000	3,426	2,664
Eastroc Beverage (Group) Co., Ltd.	63,100	2,216	2,558
Foxconn Industrial Internet Co., Ltd.	357,300	1,731	1,816
Full Truck Alliance Co. Ltd., Class A, ADR	56,622	611	623
Fuyao Glass Industry Group Co., Ltd., A Shares	139,200	978	1,256
Gree Electric Appliances, Inc. of Zhuhai	686,312	4,594	5,069
Hengli Petrochemical Co., Ltd.	809,178	2,082	2,122
Industrial and Commercial Bank of China, H Shares	3,657,000	2,396	2,972
Jiangsu Yanghe Brewery Joint-Stock Co., Ltd.	106,100	2,656	1,613
Kuaishou Technology	202,000	1,957	1,632
Kweichow Moutai Co., Ltd.	2,800	945	773
Meituan, Class B	121,900	2,624	2,363
NetEase, Inc.	39,990	817	1,045
PDD Holdings Inc., ADR	19,827	2,379	3,606
PetroChina Company Limited, H Shares	1,576,000	1,694	2,181
PICC Property and Casualty Co. Ltd., H Shares	698,000	1,082	1,185
Ping An Insurance (Group) Company of China, Ltd.	182,300	1,472	1,417
Ping An Insurance (Group) Company of China, Ltd., H Shares	292,500	2,687	1,819
Shenzhen Inovance Technology Co., Ltd.	73,950	904	714
Shenzhen Mindray Bio-Medical Electronics Co., Ltd.	30,800	1,835	1,689

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
SITC International Holdings Company Limited	166,075	605	615
Sunny Optical Technology (Group) Company Limited	154,211	1,180	1,303
Suofeiya Home Collection Co., Ltd.	562,400	1,840	1,623
Tencent Holdings Limited	205,400	12,151	13,337
Trip.com Group Limited, ADR	91,107	4,945	5,858
Weibo Corporation, Class A, ADR	46,753	983	491
Zhejiang Sanhua Intelligent Controls Co., Ltd.	135,300	689	487
		74,948	74,519
<i>Greece — 2.6%</i>			
Eurobank Ergasias Services and Holdings S.A.	1,171,471	2,807	3,470
Metlen Energy & Metals S.A.	27,650	1,485	1,409
National Bank of Greece S.A.	280,827	2,342	3,204
		6,634	8,083
<i>Hong Kong — 4.4%</i>			
AIA Group Limited	156,000	1,845	1,447
China Resources Land Limited	345,500	1,941	1,605
China Resources Power Holdings Company Limited	830,000	2,358	3,484
Galaxy Entertainment Group Limited	245,000	2,350	1,561
Melco Resorts & Entertainment Limited, ADR	173,791	2,774	1,774
Techtronic Industries Company Limited	50,500	757	789
WH Group Limited	3,125,000	2,210	2,813
		14,235	13,473
<i>Hungary — 0.7%</i>			
OTP Bank Nyrt	32,116	1,558	2,178
		1,558	2,178
<i>India — 13.5%</i>			
360 ONE WAM Limited	83,843	1,028	1,341
APL Apollo Tubes Limited	102,552	2,646	2,605
Astral Limited	31,557	1,042	1,229
AU Small Finance Bank Limited	80,907	947	889
Bajaj Finance Limited	22,265	2,595	2,593
Bharti Airtel Limited	118,349	2,408	2,796
Cholamandalam Investment and Finance Company Limited	102,325	1,744	2,378
HDFC Bank Limited, ADR	45,383	3,587	3,994
ICICI Bank Limited, ADR	116,016	3,333	4,572
IndusInd Bank Limited,	109,538	2,468	2,622
Larsen & Toubro Limited	72,180	3,065	4,184
MakeMyTrip Limited	9,891	813	1,138
Max Healthcare Institute Limited	155,169	1,495	2,387
Phoenix Mills Limited, The,	37,888	1,580	2,219
Polycab India Limited	18,724	1,553	2,064
REC Limited	157,412	1,199	1,355
Reliance Industries Limited	21,036	834	1,077
Varun Beverages Limited	69,783	1,249	1,857
		33,586	41,300
<i>Indonesia — 2.2%</i>			
PT Bank Central Asia Tbk	4,826,400	3,534	3,983

## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
PT Bank Rakyat Indonesia (Persero) Tbk	7,465,500	3,291	2,849
		6,825	6,832
<i>Kazakhstan — 0.3%</i>			
Joint Stock Company Kaspi.kz, ADR	5,992	536	1,058
		536	1,058
<i>Macau — 0.7%</i>			
Sands China Ltd.	786,400	3,694	2,241
		3,694	2,241
<i>Mexico — 1.7%</i>			
Arca Continental, S.A.B. de C.V.	100,370	1,366	1,350
Banco del Bajio, S.A., Institucion de Banca Multiple	103,312	442	431
Grupo Aeroportuario del Pacifico, S.A.B. de C.V., Class B	35,943	831	773
Grupo Financiero Banorte, S.A.B. de C.V., Series O	185,040	1,895	1,970
Qualitas Controladora, S.A.B. de C.V.	49,049	709	682
		5,243	5,206
<i>Peru — 0.5%</i>			
Credicorp Ltd.	7,233	1,674	1,596
		1,674	1,596
<i>Philippines — 0.6%</i>			
BDO Unibank, Inc.	637,010	2,146	1,908
		2,146	1,908
<i>Poland — 0.6%</i>			
Dino Polska S.A.	14,352	1,779	1,975
		1,779	1,975
<i>Russia — 0.0%</i>			
Public Joint Stock Company "Detsky mir"*	1,376,100	3,460	0
Public Joint Stock Company "Moscow Exchange MICEX-RTS"*	2,579,020	6,481	0
TCS Group Holding PLC, Class A, GDR*	6,607	638	0
		10,579	0
<i>South Africa — 2.5%</i>			
Absa Group Limited	82,980	1,175	988
Capitec Bank Holdings Limited	5,226	767	1,033
MTN Group Limited	428,852	3,652	2,724
Naspers Limited	11,175	2,818	2,980
		8,412	7,725
<i>South Korea — 14.9%</i>			
Coupang Inc., Class A	52,718	1,230	1,511
DB Insurance Co., Ltd.	21,936	1,695	2,494
Hana Financial Group Inc.	43,428	1,775	2,605
HD Hyundai Electric & Energy System Co., Ltd.	5,316	1,270	1,644
Hyundai Mobis Co., Ltd.	7,325	1,771	1,825
KB Financial Group Inc.	33,465	1,785	2,596
Samsung Biologics Co., Ltd.	1,285	995	926
Samsung Electro-Mechanics Co., Ltd.	8,029	1,258	1,253
Samsung Electronics Co., Ltd.	189,023	13,086	15,196
SK Hynix Inc.	61,946	7,662	14,372



## BMO Private Emerging Markets Equity Portfolio

(unaudited)

### SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
WONIK IPS Co., Ltd.	30,141	1,138	1,036
		33,665	45,458
<i>Taiwan — 14.5%</i>			
Accton Technology Corporation	60,341	1,365	1,402
Alchip Technologies, Limited	3,000	450	308
ASMedia Technology Inc.	9,000	603	843
ASPEED Technology Inc.	15,000	1,712	3,047
Chailease Holding Company Limited	95,000	725	614
Chroma ATE Inc.	67,000	650	893
eMemory Technology Inc.	15,000	1,355	1,613
MediaTek Inc.	63,000	2,474	3,685
Taiwan Semiconductor Manufacturing Co., Ltd.	358,000	11,249	14,567
Taiwan Semiconductor Manufacturing Company, Ltd., ADR	37,472	4,780	8,910
Unimicron Technology Corp.	86,000	655	649
Wiwynn Corporation	21,000	1,864	2,320
Yageo Corporation	129,950	3,262	3,983
Zhen Ding Technology Holding Limited	238,000	1,015	1,294
		32,159	44,128
<i>Thailand — 1.8%</i>			
CP All Public Company Limited, Foreign Market	926,000	2,284	1,897
Kasikornbank Public Company Limited, Foreign Market	466,700	2,289	2,184
SCB X Public Company Limited, Foreign Market	388,700	1,710	1,492
		6,283	5,573
<i>United States — 1.4%</i>			
Arcadium Lithium plc	34,273	335	158
Freeport-McMoRan Inc.	13,284	769	883
Globant S.A.	3,198	748	780
Las Vegas Sands Corp.	24,662	1,554	1,492
Parade Technologies, Ltd.	6,000	266	211
Samsonite International S.A.	171,900	760	702
		4,432	4,226
<b>Total Investment Portfolio — 96.9%</b>		<b>277,929</b>	<b>297,085</b>
<b>Other Assets Less Liabilities — 3.1%</b>			<b>9,561</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.0%</b>			<b>306,646</b>

+ 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.

\* These securities have no quoted market value and are valued using valuation techniques (note 3).

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements

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

June 30, 2024

---

### 1. The Portfolio

BMO Private Emerging Markets Equity Portfolio (“the Portfolio”) is an open-ended mutual fund trust established by a Declaration of Trust under the laws of the Province of Ontario, most recently amended on July 8, 2016. BMO Private Investment Counsel Inc. (“the Manager”) is the Manager of the Portfolio. The address of the Portfolio’s registered office is 1 First Canadian Place, 41st Floor, Toronto, Ontario, M5X 1A1.

The Statement of Financial Position and related notes of each of the Portfolios are as at June 30, 2024 and December 31, 2023. 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 periods ended June 30, 2024 and June 30, 2023.

These financial statements were authorized for issuance by the Board of Directors of the Manager on August 6, 2024.

These financial statements should be read in conjunction with the annual financial statements for the period ended December 31, 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 financial statements have been prepared in accordance with IFRS Accounting Standards and in accordance with International Accounting Standard (“IAS”) 34 – Interim Financial Reporting. The financial statements have been prepared on a historic cost basis, except for the revaluation of financial assets and financial liabilities (including derivative financial instruments) measured at fair value through profit of 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 in accordance with the Portfolio’s investment strategy.

The Portfolio 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 Portfolio 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 Portfolio 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 Portfolio’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 Portfolio. This annual distribution can be in cash at the option of the unitholders, and therefore the ongoing redemption feature is not the redeemable units’ only contractual obligation. Consequently, the units of the Portfolio do not meet the conditions to be classified as equity. As a result, the Portfolio’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.

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

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 fall 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 Portfolio 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 Portfolio 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.

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 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.

### 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 receivable for investments sold, subscriptions receivable, interest receivable, dividend receivable, distribution receivable from investment trusts, payable for investments purchased, redemption payable, distribution 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 Portfolio 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 Portfolio is an investment entity and as such, it accounts for subsidiaries, if any, at fair value. Joint ventures are investments where the Portfolio exercises joint control through an agreement with other shareholders, and associates are investments in which the Portfolio exerts significant influence over operating, investing, and financing decisions (such as entities in which the Portfolio 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 investment funds in which the Portfolio may invest are unconsolidated structured entities. This determination is based on the fact that decision making about the investment funds is not governed by the voting right or other similar right held by the Portfolio. Similarly, investments in securitizations, asset-backed securities and mortgage-backed securities are determined to be interests in unconsolidated structured entities.

The Portfolio may invest in investment funds whose investment objectives range from achieving short-term to long-term income and capital growth potential. Investment funds may use leverage in a manner consistent with their respective investment objectives and as permitted by Canadian securities regulatory authorities. Investment 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 investment funds during the periods is included in "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions, 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 Portfolio 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 Portfolio'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 on 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 Portfolio 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 Portfolio has no intention of settling on a net basis. There were no master netting agreements during the periods.

### 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.

### Foreign currency translation

The fair value of investments and other assets and liabilities in foreign currencies are translated into the Portfolio'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 Portfolio may engage in securities lending pursuant to the terms of an agreement with BNY Mellon (the "securities lending agent"). The aggregate market value of all securities loaned by the Portfolio cannot exceed 50% of the NAV of the Portfolio. The Portfolio 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 Portfolio's custodian, to the Portfolio for any defaults by borrowers.

For those Portfolios participating in the program, aggregate values of securities on loan and the collateral held as at June 30, 2024 and December 31, 2023 and information about the security lending income earned by the Portfolio 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.

### Short-term trading penalty

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

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

(decrease) in net assets attributable to holders of redeemable units divided by the weighted average number of units outstanding during the period. Refer to Note 8 for details.

### Taxation

The Portfolio qualifies as a unit 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 Portfolio will not be subject to income tax. As a result, the Manager has determined that the Portfolio 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 Portfolio 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.

### 4. Critical accounting judgements and estimates

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

#### Accounting judgements:

##### Functional and presentation currency

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

##### Classification and measurement of investment portfolio

In classifying and measuring financial instruments held by the Portfolio, the Manager is required to make

an assessment of the Portfolio'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 to IFRS 9. The Manager has assessed the Portfolio'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 provides the most appropriate measurement and presentation of the Portfolio'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 Portfolio's assets and liabilities are believed to be appropriate as at the reporting date.

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

### 5. Units and unit transactions

The redeemable units of the Portfolio 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 Portfolio's NAV. The Portfolio is required to pay distributions in an amount not less than the amount necessary to ensure the Portfolio will not be liable for income taxes on realized capital gains, dividends and interest. The Portfolio 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 Portfolio endeavours to invest the subscriptions received in appropriate investments, while maintaining sufficient liquidity to meet redemptions, with such liquidity being augmented by

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

short-term borrowings or disposal of investments where necessary.

Redeemable units of the Portfolio are offered for sale on a continuous basis and may be purchased or redeemed on any Valuation Date at the NAV per unit. The NAV per unit for the purposes of subscription or redemption is computed by dividing the NAV of the Portfolio (that is, the total fair value of the assets less the liabilities) by the total number of units of the Portfolio 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 unitholder transactions. Net Assets are determined in accordance with IFRS Accounting Standards and may differ to the Portfolio's NAV. Where the Portfolio's NAV is not equal to its Net Assets, a reconciliation is shown in Note 8.

## 6. Related party transactions

### (a) Management fees

The Manager is responsible for the day-to-day management of the Portfolio, including managing or arranging for the management of the Portfolio's investment portfolio as well as providing and arranging for the provision of administrative services to the Portfolio such as valuation services, fund accounting and unitholder records. The Manager does not receive a fee from the Portfolio for its services. Instead, unitholders pay an investment management fee directly to BMO Trust Company and the Manager as arranged between the unitholder, BMO Trust Company and the Manager.

### (b) Unitholder servicing, sub-advisory commissions and other portfolio transaction costs

The Portfolio is provided with certain facilities and services by affiliates of the Manager. Expenses incurred in the administration of the Portfolio were paid to BMO Trust Company ("the Trustee") and to BMO Asset Management Inc. ("the Registrar") and charged to the Portfolio. These expenses are included in "Unitholder servicing fees" in the Statement of Comprehensive Income.

The sub-advisors (including affiliates of the Manager, where applicable) engaged by the Manager provide investment advice and make investment decisions for the Portfolio's investment portfolio. For these services the sub-advisors receive sub-advisory fees. These fees are paid monthly by the Manager on behalf of the Portfolio. These expenses are included in "Sub-advisory

fees" in the Statement of Comprehensive Income. Any sub-advisory fees less than or equal to 0.15% of the NAV of the Portfolio are absorbed by the Manager.

### (c) Portfolio expenses

The Portfolio also pays certain operating expenses directly, 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.

### (d) Commissions and other portfolio transaction costs

The Portfolio 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 Portfolio during the periods ended June 30, 2024 and June 30, 2023.

### (e) Other related party transactions

From time to time, the Manager may, on behalf of the Portfolio, 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. These transactions or arrangements may include transactions or arrangements with or involving subsidiaries and affiliates of Bank of Montreal, including without limitation, BMO Asset Management Corp., BMO Asset Management Inc., BMO Investments Inc., BMO InvestorLine Inc., BMO Nesbitt Burns, BMO Trust Company, or other investment funds offered by affiliates of Bank of Montreal, and may involve the purchase or sale of portfolio securities from or to subsidiaries or affiliates of Bank of Montreal, the purchase or sale of securities issued or guaranteed by subsidiaries or affiliates of Bank of Montreal, entering into derivatives instruments with subsidiaries or affiliates of Bank of Montreal acting as counterparty, the purchase or redemption of units or shares of other investment funds offered by affiliates of Bank of Montreal or the provision of services to the Manager.

## 7. Financial instruments risks

The Portfolio'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.

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

The concentration table groups securities by asset type, geographic location and/or market segment. The Portfolio's risk management practice outlines the monitoring of compliance to investment guidelines.

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

Where the Portfolio invests in other investment fund(s), it may be indirectly exposed to the financial instrument's risks of the investment fund(s), depending on the investment objectives and types of securities held by the investment fund(s). The decision to buy or sell an investment fund is based on the investment guidelines and positions, rather than the exposure of the investment 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 Portfolio, 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 Portfolio's functional currency in determining fair value. The Portfolio 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 Portfolio's exposure to currency risk, if any, is further disclosed in Note 8.

### **(b) Interest rate risk**

Interest rate risk is the risk that the fair value of the Portfolio's interest bearing investments will fluctuate due to changes in market interest rates. The Portfolio'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 Portfolio'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 Portfolio'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 Portfolio'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 Portfolio's exposure to credit risk, if any, is further discussed in Note 8.

The Portfolio 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 Portfolio must be at least 102% of the fair value of securities loaned, as disclosed in Note 8, where applicable.

### **(e) Liquidity risk**

The Portfolio's exposure to liquidity risk is concentrated in the daily cash redemptions of units, and other liabilities. The Portfolio primarily invests in securities that are traded in active markets and can be readily disposed. In addition, the Portfolio retains sufficient cash positions to maintain liquidity. The Portfolio 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 Portfolio is monitored by the Manager to ensure it does not exceed the regulatory limit and does not significantly affect

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

*June 30, 2024*

---

the liquidity required to meet the Portfolio's financial obligations.



# BMO Private Emerging Markets Equity Portfolio

(unaudited)

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

### 8. Portfolio specific information

#### (a) Portfolio information and change in units

The Portfolio's inception date was November 1, 2006.

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

For the periods ended (in thousands of units)	Jun. 30, 2024	Jun. 30, 2023
Units issued and outstanding, beginning of period	22,095	22,403
Issued for cash	2,430	3,489
Redeemed during the period	(2,102)	(1,721)
Units issued and outstanding, end of period	22,423	24,171

#### (b) Reconciliation of NAV to Net Assets

As at June 30, 2024 and December 31, 2023, there were no differences between the Portfolio'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 for the periods ended June 30, 2024 and June 30, 2023 is calculated as follows:

For the periods ended	Jun. 30, 2024	Jun. 30, 2023
Increase in net assets attributable to holders of redeemable units	30,314	12,410
Weighted average units outstanding during the period (in thousands of units)	22,499	23,879
<b>Increase in net assets attributable to holders of redeemable units per unit</b>	<b>1.35</b>	<b>0.52</b>

#### (d) Income taxes

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

Total Capital Losses (\$)	Total Non-Capital Losses (\$)	Non-Capital Losses That Expire in		
		2029 (\$)	2030 (\$)	2031 and thereafter (\$)
55,052	—	—	—	—

#### (e) Related party transactions

##### Unitholder servicing

The related party fees charged for unitholder servicing fees are as follows:

For the periods ended	Jun. 30, 2024	Jun. 30, 2023
Unitholder servicing (\$)	83	83

##### Brokerage commissions and soft dollars

Brokerage commissions paid (excluding transaction costs) on security transactions and amounts paid to related parties of the Manager for brokerage services provided to the Portfolio for the periods are as follows:

For the periods ended	Jun. 30, 2024	Jun. 30, 2023
Total brokerage amounts paid (\$)	83	133
Total brokerage amounts paid to related parties (\$)	—	—

The Manager may select brokers who charge a commission in "soft dollars" if they determine in good faith that the commission is reasonable in relation to the order execution and research services utilized. The ascertainable soft dollar value of services received as a percentage of total brokerage commissions paid under the soft dollar arrangement entered into by the portfolio advisor for the periods ended is as follows:

For the periods ended	Jun. 30, 2024	Jun. 30, 2023
Total soft dollars (\$)	1	—
Total soft dollars as a percentage of total commissions (%)	1	—

#### (f) Financial instruments risks

The Portfolio's objective is to achieve long-term growth through capital appreciation by primarily investing in securities of companies in emerging markets or companies with a connection to emerging markets.

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

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

### Currency risk

The Portfolio's 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 June 30, 2024

	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Brazilian Real	202	18,141	-	18,343	6.0
Chinese Renminbi	270	21,137	-	21,407	7.0
Euro	47	8,083	-	8,130	2.7
Hong Kong Dollar	378	56,304	-	56,682	18.5
Hungarian Forint	-	2,178	-	2,178	0.7
Indian Rupee	(193)	31,596	-	31,403	10.2
Indonesia Rupiah	-	6,832	-	6,832	2.2
Mexican Peso	113	5,206	-	5,319	1.7
Philippine Peso	10	1,908	-	1,918	0.6
Polish Zloty	-	1,975	-	1,975	0.6
Russian Ruble	776	0	-	776	0.3
South African Rand	-	7,725	-	7,725	2.5
South Korean Won	88	43,947	-	44,035	14.4
Taiwan Dollar	1,090	35,429	-	36,519	11.9
Thai Baht	-	5,573	-	5,573	1.8
U.S. Dollar	4,403	51,051	-	55,454	18.1
<b>Total</b>	<b>7,184</b>	<b>297,085</b>	<b>-</b>	<b>304,269</b>	<b>99.2</b>

#### As at December 31, 2023

	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Brazilian Real	27	24,447	-	24,474	9.0
Chinese Renminbi	(153)	17,904	-	17,751	6.5

#### As at December 31, 2023

	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Czech Republic Koruna	-	997	-	997	0.4
Euro	0	5,545	-	5,545	2.0
Hong Kong Dollar	118	53,840	-	53,958	19.8
Hungarian Forint	-	1,938	-	1,938	0.7
Indian Rupee	1	19,733	-	19,734	7.2
Indonesia Rupiah	-	8,449	-	8,449	3.1
Mexican Peso	-	7,688	-	7,688	2.8
Philippine Peso	8	1,987	-	1,995	0.7
Polish Zloty	-	2,147	-	2,147	0.8
Russian Ruble	158	-	-	158	0.1
South African Rand	0	8,219	-	8,219	3.0
South Korean Won	116	35,309	-	35,425	13.0
Taiwan Dollar	(190)	8,591	-	8,401	3.1
Thai Baht	-	6,028	-	6,028	2.2
U.S. Dollar	2,559	59,965	-	62,524	22.9
<b>Total</b>	<b>2,644</b>	<b>262,787</b>	<b>-</b>	<b>265,431</b>	<b>97.3</b>

As at June 30, 2024 and December 31, 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 Portfolio could possibly have decreased or increased, as applicable, by approximately \$15,213 (December 31, 2023 — \$13,272). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Interest rate risk

As at June 30, 2024 and December 31, 2023, the Portfolio did not have significant exposure to interest rate risk.

### Other market risk

The Portfolio has a significant exposure to other market risk arising from its investment in equity securities. Using historical correlation between the Portfolio's return and the return of its benchmark, if the benchmark, MSCI Emerging Markets Index (CAD), had

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

increased or decreased by 10%, with all other variables held constant, the Net Assets of the Portfolio would have increased or decreased, respectively, by \$29,155 (December 31, 2023 — \$24,723). Historical correlation may not be representative of future correlation, and accordingly, actual results may differ and the difference could be material.

### Credit risk

As at June 30, 2024 and December 31, 2023, the Portfolio did not have significant exposure to credit risk.

### Securities lending

The Portfolio had assets involved in securities lending transactions outstanding as at June 30, 2024 and December 31, 2023 as follows:

	Aggregate Value of Securities on Loan (\$)	Aggregate Value of Collateral Received for the Loan (\$)
June 30, 2024	1,624	1,713
December 31, 2023	5,847	6,156

The table below is a reconciliation of the gross amount generated from securities lending transactions to the security lending revenue for the periods ended June 30, 2024 and June 30, 2023:

For the periods ended	Jun. 30, 2024		Jun. 30, 2023	
	Amount	% of Gross Securities Lending Revenue	Amount	% of Gross Securities Lending Revenue
Gross securities lending revenue	3	100.0	4	100.0
Withholding taxes	—	—	0	0.8
	3	100.0	4	99.2
Payment to securities lending agents	1	30.0	1	29.8
Net securities lending revenue*	2	70.0	3	69.4

\* Amount shown on the Statement of Comprehensive Income is gross of withholding taxes of \$nil (June 30, 2023 — \$0).

### Concentration risk

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

As at	Jun. 30, 2024	Dec. 31, 2023
<b>Equities</b>		
Argentina	1.3%	0.9%
Brazil	8.3%	11.6%

As at	Jun. 30, 2024	Dec. 31, 2023
China	24.4%	24.9%
Colombia	—%	0.5%
Czech Republic	—%	0.4%
Greece	2.6%	2.0%
Hong Kong	4.4%	4.9%
Hungary	0.7%	0.7%
India	13.5%	11.5%
Indonesia	2.2%	3.1%
Kazakhstan	0.3%	0.3%
Macau	0.7%	1.7%
Mexico	1.7%	2.8%
Peru	0.5%	0.0%
Philippines	0.6%	0.7%
Poland	0.6%	0.8%
Russia	0.0%	0.0%
South Africa	2.5%	3.0%
South Korea	14.9%	13.3%
Taiwan	14.5%	10.0%
Thailand	1.8%	2.2%
United States	1.4%	1.6%
<b>Other Assets Less Liabilities</b>	3.1%	3.1%
	<b>100.0%</b>	<b>100.0%</b>

### (g) Fair value hierarchy

The Portfolio 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 Jun. 30, 2024

Financial assets	Level 1	Level 2	Level 3	Total
Equity Securities	36,947	260,138	0	297,085

#### As at Dec. 31, 2023

Financial assets	Level 1	Level 2	Level 3	Total
Equity Securities	16,319	245,555	0	261,874
Investment Funds	2,228	—	—	2,228
<b>Total</b>	<b>18,547</b>	<b>245,555</b>	<b>0</b>	<b>264,102</b>

### Transfers between levels

Transfers are made between the various fair value hierarchy levels due to changes in the availability

# BMO Private Emerging Markets Equity Portfolio

(unaudited)

---

## Notes to the Financial Statements (cont'd)

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

June 30, 2024

---

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.

During the period from January 1, 2024 to June 30, 2024, the valuation of certain equity securities traded outside of North America were changed from fair valuing these equity securities to using close prices. As a result of this change, \$17,283 of equity securities were transferred from Level 2 to Level 1 due.

During the period from January 1, 2023 to December 31, 2023, there were no transfers between the levels.

### *Changes in Level 3 fair value measurements*

The following table presents a reconciliation of all Level 3 financial instruments during the periods ended June 30, 2024 and December 31, 2023, including realized and unrealized gains (losses) included in earnings.

	Jun. 30, 2024	Dec. 31, 2023
<b>Financial Assets</b>		
<b>Equity Securities</b>		
Opening Balance	0	0
Purchase issuance	—	—
Sales/settlements	—	—
Realized and unrealized gains/ (losses) included in earnings	0	0
Transfers in	—	—
Transfers out	—	—
Closing Balance	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

The Manager has assessed the effect of changing the inputs to possible alternatives and determined that they would not have a significant impact on Net Assets of the Fund.

### *Level 3 additional disclosures:*

The Level 3 positions held in the Portfolio were not considered significant.

**Manager**

BMO Private Investment  
Counsel Inc.  
1 First Canadian Place  
100 King Street West, 41st Floor  
Toronto, Ontario M5X 1A1

**Trustee**

BMO Trust Company  
1 First Canadian Place  
100 King Street West, 41st Floor  
Toronto, Ontario M5X 1A1

**Independent Auditor**

PricewaterhouseCoopers LLP  
PwC Tower  
18 York Street, Suite 2600  
Toronto, Ontario M5J 0B2

BMO Private Wealth is a brand name for a business group consisting of Bank of Montreal and certain of its affiliates in providing private wealth management products and services. Not all products and services are offered by all legal entities within BMO Private Wealth. Banking services are offered through Bank of Montreal. Investment management, wealth planning, tax planning, and philanthropy planning services are offered through BMO Nesbitt Burns Inc. and BMO Private Investment Counsel Inc. Estate, trust, and custodial services are offered through BMO Trust Company. BMO Private Wealth legal entities do not offer tax advice.

® Registered trademark of Bank of Montreal, used under license.

[www.bmo.com/privatewealth](http://www.bmo.com/privatewealth)  
For more information please call 1-855-852-1026