

**IN THIS SECTION | Affiliates 36 | Bank of Montreal Mortgage Corporation 36 |
Employment 37 | Taxes Paid or Payable 37 |
Automated Banking Machines Opened and Closed in 2006 38 |
Retail Locations Opened and Closed in 2006 38 |
Branches Relocated in 2006 39 | Business Debt Financing 39**

AFFILIATES

The following are the prescribed affiliates whose relevant activities are included in this Public Accountability Statement, as required by the *Bank Act*:

BMO Life Insurance Company, Toronto
BMO Nesbitt Burns Corporation Limited and subsidiaries, Montreal
BMO Trust Company, Toronto

** As stipulated by the Trust and Loan Companies Act, Bank of Montreal Mortgage Corporation, wholly owned by Bank of Montreal, is required to publish a separate Public Accountability Statement (see below)*

Bank of Montreal has also included in this statement information respecting all of its wholly owned Canadian subsidiaries*, except where otherwise indicated, including the following major operating companies:

BMO Capital Corporation, Toronto
Bank of Montreal Global Capital Solutions Ltd., Calgary
BMO Investments Inc., Toronto
BMO InvestorLine Inc., Toronto
BMO Private Equity (Canada) Inc.
Guardian Group of Funds Ltd., Toronto

BANK OF MONTREAL MORTGAGE CORPORATION 2006 PUBLIC ACCOUNTABILITY STATEMENT

Because of the specific nature of its activities, Bank of Montreal Mortgage Corporation (BMMC) provides the information below in response to the requirements set out in Section 444.2(1) of the *Trust and Loan Companies Act* and in the applicable regulations.

BMMC, a wholly owned, fully integrated subsidiary of Bank of Montreal, raises funds for mortgage financing by issuing deposit instruments (such as GICs and RRIFs) through the Bank's retail branch network and other proprietary channels, where the Bank acts for BMMC, as well as through third-party channels. BMMC does not operate branches or other facilities at which deposit accounts are opened through natural persons and with customers in person, or at which deposits are accepted or cash is distributed to customers.

BMMC employs 17 full-time and 4 part-time employees. These employees are based in Montreal.

The income and capital taxes paid in Canada by BMO Financial Group, of which BMMC is a member, are listed on page 37 of Bank of Montreal's 2006 Corporate Responsibility Report and Public Accountability Statement.

Because of the integration of BMMC within BMO Financial Group, BMMC shares its community goals as described in Bank of Montreal's Corporate Responsibility Report and Public Accountability Statement. The community development activities of BMMC's employees are integrated with those of BMO Financial Group and its employees, as described in Bank of Montreal's Corporate Responsibility Report and Public Accountability Statement, and include, for example, participation in the *BMO Fountain of Hope*[®] foundation. BMO Financial Group's donations and sponsorships in Canada for the fiscal year ending October 31, 2006 totalled \$32.1 million, including \$16.3 million in charitable donations and \$15.8 million in sponsorships and events.

As detailed in Bank of Montreal's Corporate Responsibility Report and Public Accountability Statement, debt financing for small business and programs for improving access to financial services are engaged in by Bank of Montreal for BMO Financial Group. BMMC has no other affiliates in respect of which this Public Accountability Statement is published.

EMPLOYMENT AS AT OCTOBER 31, 2006

BMO is one of Canada's largest employers, with more than 31,000 full-time and part-time employees across the country.

Province or Territory	BMO (excluding BMO Nesbitt Burns)			BMO NESBITT BURNS			BMO FINANCIAL GROUP*		
	Full-time	Part-time	Total	Full-time	Part-time	Total	Full-time	Part-time	Total
Newfoundland and Labrador	193	79	272	18	1	19	211	80	291
Prince Edward Island	41	15	56	11	1	12	52	16	68
Nova Scotia	394	116	510	84	8	92	478	124	602
New Brunswick	210	88	298	41	0	41	251	88	339
Quebec	3,504	1,061	4,565	369	34	403	3,873	1,095	4,968
Ontario	14,239	1,891	16,130	1,952	161	2,113	16,191	2,052	18,243
Manitoba	379	93	472	59	5	64	438	98	536
Saskatchewan	336	118	454	53	8	61	389	126	515
Alberta	1,753	462	2,215	296	18	314	2,049	480	2,529
British Columbia	2,079	792	2,871	257	30	287	2,336	822	3,158
Nunavut	0	0	0	0	0	0	0	0	0
Northwest Territories	21	2	23	0	0	0	21	2	23
Yukon	12	8	20	0	0	0	12	8	20
TOTAL	23,161	4,725	27,886	3,140	266	3,406	26,301	4,991	31,292

*Figures include all employees of BMO Financial Group with a Canadian tax location as at October 31, 2006, including active employees, employees on paid or unpaid leave, and permanent, casual and contract employees.

TAXES PAID OR PAYABLE IN CANADA (\$ MILLIONS)

	Income taxes	Capital taxes	Other taxes*
FEDERAL	384.0	-	170.1
PROVINCIAL AND TERRITORIAL			
Newfoundland and Labrador	0.9	1.2	1.2
Prince Edward Island	0.2	0.3	-
Nova Scotia	2.1	2.0	0.9
New Brunswick	1.1	1.0	0.1
Quebec	29.8	23.1	22.7
Ontario	155.8	44.8	61.0
Manitoba	2.0	2.5	1.1
Saskatchewan	1.7	1.8	0.2
Alberta	12.3	-	2.9
British Columbia	8.9	9.1	2.9
Nunavut	0.0	-	-
Northwest Territories	0.1	-	-
Yukon	0.1	-	-
Total Provincial and Territorial	215.0	85.8	93.0
Total	599.0	85.8	263.1
Income and Capital Taxes	684.8		
TOTAL TAXES	947.9		

As a major Canadian taxpayer, we help all levels of government provide the programs and services that Canadians need and deserve. In fiscal 2006, BMO Financial Group's overall tax contribution was \$948 million. It included \$599 million in income taxes and \$86 million in provincial capital taxes. As well, we paid \$263 million in other taxes, including \$123 million in GST and sales taxes, \$122 million in payroll taxes (employer portion), \$13 million in property taxes and \$5 million in business taxes.

*"Other taxes" includes payroll taxes, GST and sales taxes, and municipal property and business taxes.

AUTOMATED BANKING MACHINES OPENED AND CLOSED IN 2006

BMO adjusts our ABM network on an ongoing basis to accommodate shifts in population, customer demand and market opportunities. BMO customers currently have access to a cross-Canada network of 1,936 ABMs located in BMO Bank of Montreal branches and In-store locations in select grocery stores across Canada.

ABMs opened during fiscal 2006

Location	Address	City/Province
Long Pond Sobeys	350 Conception Bay Hwy	Conception Bay South, NL
Gander Branch (2 ABMs)	265 Airport Boulevard	Gander, NL
Sobeys Store	45 Kelsey Drive	St. John's, NL
County Fair Mall (2 ABMs)	455 Granville Street North	Summerside, PE
Cole Harbour Sobeys	2 Forest Hills Drive	Dartmouth, NS
Dieppe (2 ABMs)	14 Champlain Street	Dieppe, NB
Gatineau (4 ABMs)	99 Boulevard De l'Hôpital	Gatineau, QC
Uniprix Clinique Medical	3801 Rue De Montcalm #101	Jonquière, QC
Vimont IGA Extra	5805 Boulevard Val-Des-Brises	Laval, QC
Laval-Des-Rapides IGA	307 Boulevard Cartier Ouest	Laval-Des-Rapides, QC
Mascouche (3 ABMs)	825 Montée Masson	Mascouche, QC
Centre Rockland Branch (3 ABMs)	2305 Chemin Rockland #5022	Mont Royal, QC
IGA Extra Repentigny	180 Boulevard Brien	Repentigny, QC
St-Hyacinthe (2 ABMs)	2480 Boulevard Casavant Ouest	St-Hyacinthe, QC
St-Hyacinthe	1695 Rue Des Cascades	St-Hyacinthe, QC
St. Jérôme IGA Extra	1005 Boulevard Du Grand Heron	St. Jérôme, QC
Barrie Computer Centre		Barrie, ON
Shoppers Drug Mart	405 Dundas Street East	Belleville, ON
Six Points Plaza Branch (2 ABMs)	3835 Bloor Street West	Etobicoke, ON
Leamington Main	297 Erie Street South	Leamington, ON
Southdale & Wonderland (3 ABMs)	377 Southdale Road	London, ON
Barrhaven Town Centre (3 ABMs)	3775a Strandherd Drive	Ottawa, ON
McCowan Square Branch (3 ABMs)	1225 McCowan Road	Scarborough, ON
Kenwick Plaza Branch	630 Victoria Street	Strathroy, ON
Victoria Park Square Br (2 ABMs)	2450 Sheppard Avenue East	Toronto, ON
Tecumseh & Walker (2 ABMs)	2230 Tecumseh Road East	Windsor, ON
Weston Rd & Major Mac (2 ABMs)	3737 Major Mackenzie Drive	Woodbridge, ON
Ladner (2 ABMs)	4857 Elliott Street Unit #120	Delta, BC
Walnut Grove (2 ABMs)	20330 88th Avenue Unit #220	Langley, BC
No. 5 & Steveston Branch (2 ABMs)	11000 No. 5 Road	Richmond, BC

TOTAL ABMS INSTALLED 54

ABMs closed during fiscal 2006

Location	Address	City/Province
Sobeys Store	350 - 351 Conception Bay Hwy	Conception Bay South, NL
Polaris Bldg Gander Br	61 Elizabeth Avenue	Gander, NL
Summerside (2 ABMs)	475 Granville Street North	Summerside, PE
Sobeys Elmsdale Store	N A Highway 102 & 214	Elmsdale, NS
Champlain Place (3 ABMs)	477 Paul Street	Dieppe, NB
Gatineau	283 Rue Notre Dame	Gatineau, QC
Les Prom De L'Outaouais (4 ABMs)	1100 Boulevard Maloney Ouest	Gatineau, QC
Jonquière	3798 Rue Du Roi Georges	Jonquière, QC
Mascouche (2 ABMs)	3113 Boulevard Mascouche	Mascouche, QC
Centre Commercial Rockland (3 ABMs)	2305 Ch Rockland #192	Mont Royal, QC
St-Hyacinthe (3 ABMs)	1695 Rue Des Cascades	St-Hyacinthe, QC
University Plaza Ultramart	119 Osler Drive	Dundas, ON
Honeydale Mall (2 ABMs)	5555c Dundas Street West	Etobicoke, ON
Erie Shopping Centre	275 Erie Street South	Leamington, ON
Leamington Main	10 Erie Street South	Leamington, ON
Westmount Shopping Ctr (3 ABMs)	785 Wonderland Road South	London, ON
D'Express Gas Bar	16634 Yonge Street	Newmarket, ON
Southlake Regional Health	596 Davis Drive	Newmarket, ON
Dundas Neyagawa Dominion	478 Dundas Street West	Oakville, ON
Barrhaven Crossing S C (2 ABMs)	3500 Fallowfield Road	Ottawa, ON
Ellesmere & Brimley	1350 Ellesmere Road	Scarborough, ON
Markham & Ellesmere	2100 Ellesmere Road	Scarborough, ON
Strathroy Kenwick Plaza	51 Front St. E	Strathroy, ON
Dundas & Roncesvalles	2201 Dundas Street West	Toronto, ON
Heron's Hill	2045 Sheppard Avenue East	Willowdale, ON
Victoria Park & Van Horne	2752 Victoria Park Avenue	Willowdale, ON
Casino Windsor (19 ABMs)	377 Riverside Drive East	Windsor, ON
Tecumseh & Moy	1435 Tecumseh Boulevard	Windsor, ON
Tecumseh & Tourangeau	4100 Tecumseh Road East	Windsor, ON
University Ave Windsor	1101 University Avenue West	Windsor, ON
Walker & Ottawa	1295 Walker Road	Windsor, ON
Islington Village Ultra	9600 Islington Avenue	Woodbridge, ON
Camrose Safeway	200 Cornerstone 6800 48th Ave.	Camrose, AB
Maplewood S C Branch	52 Brentwood Boulevard	Sherwood Park, AB
Ladner (2 ABMs)	4822 Delta Street	Delta, BC
Parkgate Village Safeway	1175 Mount Seymour Rd. Str#162	North Vancouver, BC

TOTAL ABMS REMOVED 70

BRANCH LOCATIONS OPENED AND CLOSED IN 2006

On an ongoing basis, BMO adjusts our branch network to accommodate shifts in population, customer demand and market opportunities. At the end of 2006, our national branch network consisted of 963 BMO Bank of Montreal branches including In-store locations in select grocery stores across Canada.

BMO Bank of Montreal Branches opened during Fiscal 2006

Branch Name	Address	City/Province
Long Pond Sobeys	350 Conception Bay Hwy	Conception Bay South, NL
Sobeys Dieppe Champlain Place	477 Paul St.	Dieppe, NB
Fairvale Plaza Sobeys	140 - 142 Hampton Rd.	Rothsay, NB
Vimont IGA Extra	5805 Boul. De Val-des-Brises	Laval, QC
Laval-Des-Rapides IGA Extra	307 Boul. Cartier Ouest	Laval-Des-Rapides, QC
St. Jérôme IGA Extra	1005 Boul. Du Grand-Heron	St. Jérôme, QC
Weston & Major Mackenzie	3737 Major Mackenzie Dr.	Woodbridge, ON
Walnut Grove	220 - 20330 88 Ave.	Langley, BC
No. 5 Rd & Steveston	11000 No. 5 Rd.	Richmond, BC

BMO Bank of Montreal Branches closed or consolidated during Fiscal 2006

Branch Name	Address	City/Province
Gatineau	283 rue Notre-Dame	Gatineau, QC
Kenogami	3798 rue du Roi-Georges	Jonquière, QC
University Plaza - The Barn	119 Osler Drive	Dundas, ON
Erie Street S/C	275 Erie St. S.	Leamington, ON
Dundas & Neyagawa Dominion	478 Dundas St. W.	Oakville, ON
Ellesmere & Brimley	1350 Ellesmere Rd.	Scarborough, ON
Victoria Park & Van Horne	2752 Victoria Park Ave.	Willowdale, ON
Tecumseh & Moy	1435 Tecumseh Rd. E.	Windsor, ON
Tecumseh & Tourangeau	4100 Tecumseh Rd. E.	Windsor, ON
Islington Village Dominion	9600 Islington Ave.	Woodbridge, ON
Camrose Safeway	200 Cornerstone, 6800 - 48th Ave.	Camrose, AB
Heritage Safeway	2304 - 109 St.	Edmonton, AB
St. Albert Safeway	395 St. Albert Rd.	St. Albert, AB
Sidney Safeway	2345 Beacon Ave.	Sidney, BC

BMO BANK OF MONTREAL BRANCHES RELOCATED DURING FISCAL 2006

Branch Name	From	To
Gander	61 Elizabeth Drive, Gander NL	265 Airport Blvd., Gander, NL
Summerside	475 Granville St N, Summerside PEI	County Fair Mall, 455 Granville St. N., Summerside, PEI
Champlain Mall	477 Paul St, Dieppe NB	14 Champlain St., Dieppe, NB
Les Promenades de l'Outaouais	1100 boul Maloney O, Gatineau QC	99 boul. de l'Hopital, Gatineau, QC
Mascouche	3113 boul Mascouche, Mascouche QC	825 Montée Masson, Mascouche, QC
St-Hyacinthe	1695 rue des Cascades, St-Hyacinthe, QC	2480 boul. Casavant Ouest, St-Hyacinthe, QC
Centre Rockland	2305 Chemin Rockland, Suite 192, Ville Mont-Royal, QC	Centre Rockland, 2305 Chemin Rockland, Suite 5022, Ville Mont-Royal, QC
Eringate & Renforth	120 Eringate Dr. Etobicoke, ON	120 Eringate Dr., Etobicoke ON
Honeydale Mall	5555C Dundas St W, Etobicoke ON	Six Points Plaza, 3835 Bloor St. W, Etobicoke, ON
Leamington	10 Erie St S, Leamington ON	297 Erie St S., Leamington, ON
Westmount Shopping Centre	785 Wonderland Rd, London ON	Southdale & Wonderland, 377 Southdale Rd. W, London, ON
Barrhaven Crossing Shopping Centre	3500 Fallowfield Rd, Ottawa ON	Barrhaven Town Centre, 3775A Strandherd Dr., Ottawa, ON
Markham & Ellesmere	2100 Ellesmere Rd, Scarborough ON	McCowan Square, 1225 McCowan Rd., Scarborough, ON
Strathroy (Kenwick Plaza)	51 Front St E. Strathroy ON	630 Victoria St., Strathroy, ON
Heron's Hill	2045 Sheppard Ave E, Willowdale ON	2450 Sheppard Ave E., Willowdale, ON
Walker & Ottawa	1295 Walker Rd, Windsor ON	2230 Tecumseh Rd. E., Windsor, ON
Mayfield Common	236 Mayfield Common NW, Edmonton AB	West Point Centre North 17504 - 100 Ave NW, Edmonton AB
Ladner	4822 Delta St, Delta BC	4857 Elliott St., Unit 120, Delta, BC

BUSINESS DEBT FINANCING AS AT OCTOBER 31, 2006 (AUTHORIZED AMOUNTS IN \$ MILLIONS)

BMO is committed to making debt financing available to our clients across Canada. In 2006, authorized business loans totalled more than \$108 billion.

Provinces and Territories		Authorized Loan Size							TOTAL
		\$0 - \$24,999	\$25,000 - \$99,999	\$100,000 - \$249,999	\$250,000 - \$499,999	\$500,000 - \$999,999	\$1,000,000 - \$4,999,999	\$5,000,000 & Greater	
Newfoundland and Labrador	Authorized Amount	2.4	18.7	42.2	58.7	68.9	140.3	228.1	559.3
	Number of Firms	377	344	267	168	101	71	16	1,344
Prince Edward Island	Authorized Amount	2.7	8.1	21.0	22.5	38.2	77.9	n/a *	170.4
	Number of Firms	331	155	131	63	55	46	n/a *	781
Nova Scotia	Authorized Amount	16.6	45.1	83.0	117.2	147.7	321.1	1,309.9	2,040.6
	Number of Firms	2,276	922	525	342	215	171	40	4,491
New Brunswick	Authorized Amount	11.3	37.2	68.2	101.1	130.3	239.7	n/a *	587.8
	Number of Firms	1,466	739	419	285	192	128	n/a *	3,229
Quebec	Authorized Amount	126.9	226.5	415.8	727.0	625.0	2,097.3	14,838.0	19,056.5
	Number of Firms	17,577	4,902	2,688	2,022	919	1,013	402	29,523
Ontario	Authorized Amount	264.0	612.5	1,164.2	1,376.5	1,604.7	4,892.6	48,569.0	58,483.5
	Number of Firms	39,044	12,609	7,530	3,988	2,351	2,379	739	68,640
Manitoba	Authorized Amount	19.1	42.6	66.1	67.6	118.9	464.1	1,969.4	2,747.8
	Number of Firms	2,322	909	424	196	173	198	69	4,291
Saskatchewan	Authorized Amount	34.6	109.8	156.0	132.3	110.7	321.2	n/a *	864.6
	Number of Firms	4,169	2,284	996	386	169	156	n/a *	8,160
Alberta	Authorized Amount	106.1	213.1	357.2	383.2	495.3	1,452.7	11,589.5	14,597.1
	Number of Firms	14,840	4,521	2,273	1,114	731	708	277	24,464
British Columbia	Authorized Amount	103.3	208.8	397.4	498.0	752.2	2,235.6	4,796.7	8,992.0
	Number of Firms	14,250	4,412	2,565	1,430	1,087	1,110	272	25,126
Yukon	Authorized Amount	1.1	3.0	6.5	10.0	n/a *	n/a *	n/a *	20.6
	Number of Firms	155	64	41	29	n/a *	n/a *	n/a *	289
N.W.T./Nunavut	Authorized Amount	0.7	1.6	3.3	n/a *	n/a *	n/a *	0.0	5.6
	Number of Firms	115	32	23	n/a *	n/a *	n/a *	0	170
TOTAL	Authorized Amount	688.8	1,527.0	2,780.9	3,494.1	4,091.9	12,242.5	83,300.6	108,125.8
	Number of Firms	96,922	31,893	17,882	10,023	5,993	5,980	1,815	170,508

Not available* - For confidentiality reasons, this table excludes information that could identify borrowers.