

## BMO Funds Tax Information - Calendar 2014

### Tax-Exempt Income Earned By State, Commonwealth or Territory of the United States (as a percentage)

Some states allow the mutual fund shareholder to reduce the amount of tax-exempt income they include on their state income tax return by the proportionate amount of tax-exempt income that they receive from their mutual fund that is derived from tax-exempt obligations issued within their State or by a Commonwealth or Territory of the United States. The following schedule indicates the percentage of tax-exempt income that is earned by the Fund from State, Commonwealth, or Territory of the United States obligations. Please consult your tax adviser to determine what is appropriate for your situation.

	BMO			
	BMO Intermediate	BMO Tax-Free Money	BMO Ultra Short	BMO Short
	<u>Tax-Free</u>	<u>Market</u>	<u>Tax-Free</u>	<u>Tax-Free</u>
Alabama	0.7	8.5	1.4	0.7
Alaska	0.6	0.0	0.0	1.0
Arizona	4.9	0.0	3.3	1.7
Arkansas	1.3	0.0	0.9	1.3
California	7.8	7.6	10.4	11.0
Colorado	2.5	5.3	4.2	2.7
Connecticut	0.1	0.1	1.0	0.4
Delaware	0.4	0.0	0.0	0.5
District of Columbia	0.3	0.3	0.4	0.0
Florida	6.6	8.9	8.6	6.4
Georgia	4.0	0.6	2.6	2.6
Guam	0.0	0.0	0.0	0.0
Hawaii	0.0	0.0	0.0	0.0
Idaho	0.4	0.0	0.3	0.2
Illinois	11.7	2.8	10.0	13.1
Indiana	3.2	5.2	4.6	4.0
Iowa	0.3	1.0	1.3	0.5
Kansas	0.6	1.3	0.3	0.5
Kentucky	0.2	1.5	0.6	0.9
Louisiana	1.6	1.7	2.5	1.7
Maine	0.1	0.0	0.1	0.1
Maryland	0.3	0.1	0.6	0.9
Massachusetts	1.0	0.9	0.6	0.3
Michigan	5.3	0.9	6.0	7.5
Minnesota	1.2	2.5	0.8	0.9
Mississippi	0.7	6.7	1.7	1.3
Missouri	2.7	0.4	1.2	2.9
Montana	0.3	0.0	0.0	0.0

	<b>BMO</b>	<b>BMO</b>	<b>BMO</b>	<b>BMO</b>
	<b>Intermediate</b>	<b>Tax-Free Money</b>	<b>Ultra Short</b>	<b>Short</b>
	<b><u>Tax-Free</u></b>	<b><u>Market</u></b>	<b><u>Tax-Free</u></b>	<b><u>Tax-Free</u></b>
Nebraska	0.5	0.4	0.2	0.1
Nevada	2.1	0.0	0.2	0.9
New Hampshire	0.4	2.8	0.4	0.3
New Jersey	2.3	5.5	5.8	2.4
New Mexico	1.1	0.0	0.3	0.4
New York	2.1	15.3	4.8	4.8
North Carolina	1.4	0.1	0.9	0.2
North Dakota	2.5	0.0	4.6	3.1
Ohio	2.4	3.0	0.7	1.4
Oklahoma	0.9	0.4	0.2	0.4
Oregon	1.1	0.0	0.7	0.2
Pennsylvania	1.5	2.0	3.7	6.9
Puerto Rico	0.9	0.0	1.7	1.4
Rhode Island	1.1	0.0	0.3	0.2
South Carolina	1.8	0.3	0.4	0.5
South Dakota	1.1	1.2	0.1	0.2
Tennessee	1.2	0.0	1.1	1.7
Texas	6.2	0.9	6.8	4.6
Utah	1.3	0.0	0.1	0.2
Vermont	0.3	0.0	0.0	0.0
Virginia	0.4	0.2	0.1	0.3
Virgin Islands	0.0	0.0	0.0	0.0
Washington	1.3	1.6	0.5	1.1
West Virginia	0.6	0.0	0.2	0.2
Wisconsin	3.9	9.1	2.0	3.4
Wyoming	0.1	0.0	0.0	0.0
Unassigned	2.7	0.9	0.8	2.0

P.O. Box 55931, Boston MA 02205-5931 | 1-800-236-FUND (3863)

**BMO Investment Distributors, LLC, Distributor**

*\*An investment in a Money Market Fund is neither insured nor guaranteed by the FDIC or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1 per share, it is possible to lose money by investing in a Money Market Fund.*

*You should consider the Funds' investment objectives, risks, charges, and expenses carefully before investing.*

*For a prospectus, that contains this and other information about the Funds, call BMO Funds U.S. Services 1-800-236-FUND (3863) or visit [www.bmofundus.com](http://www.bmofundus.com).*

*Please read the prospectus carefully before investing.*

*Interest income from the Fund's investments may be subject to the federal alternative minimum tax (AMT) for individuals and corporations, and state and local taxes.*

*United States Department of Treasury Regulation Circular 230 requires that we notify you that this information is not intended to be tax or legal advice. This information cannot be used by any taxpayer for the purpose of avoiding tax penalties that may be imposed on the taxpayer. This information is being used to support the promotion or marketing of the planning strategies discussed herein. Bank of Montreal and its affiliates do not provide legal advice to clients. You should review your particular circumstances with your independent legal and tax advisors.*

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**BMO Funds  
Tax Information - Calendar 2014**

**U.S. Federal and Agency Obligation Income Earned  
(as a percentage)**

Certain states allow mutual fund shareholders to exclude from their taxable income the dividends from mutual funds related to income earned from U.S. Federal and Agency securities. The amount of the ordinary income they may be able to exclude on their state income tax return is determined by the percentage of the ordinary dividends that they received from their mutual fund that is derived from federal and agency securities. The following schedule indicates the percentage of income that is earned by the Fund from federal and agency obligations generally treated as exempt from state and local taxes. Please consult your tax adviser to determine what is appropriate for your situation.

	<u>Federal Farm Credit Banks</u>	<u>Federal Home Loan Banks</u>	<u>U.S. Treasury Department</u>
BMO Low Volatility Equity	0.0	0.0	0.0
BMO Dividend Income	0.0	0.0	0.0
BMO Large-Cap Value	0.0	0.0	0.0
BMO Large-Cap Growth	0.0	0.0	0.0
BMO Mid-Cap Value	0.0	0.0	0.0
BMO Mid-Cap Growth	0.0	0.0	0.0
BMO Small-Cap Value	0.0	0.0	0.0
BMO Small –Cap Core	0.0	0.0	0.0
BMO Small-Cap Growth	0.0	0.0	0.0
BMO Micro-Cap	0.0	0.0	0.0
BMO Global Low Volatility Equity	0.0	0.0	0.0
BMO Pyrford Global Equity	0.0	0.0	0.0
BMO Pyrford Global Strategic Return	0.0	0.0	15.9
BMO Pyrford International Stock	0.0	0.0	0.0
BMO Global Natural Resources	0.0	0.0	0.0
BMO LGM Emerging Markets Equity	0.0	0.0	0.0
BMO TCH Emerging Markets Bond	0.0	0.0	0.0
BMO Short-Term Income	0.0	0.0	2.7
BMO Mortgage Income	0.0	0.0	0.2
BMO TCH Intermediate Income	0.0	0.0	3.2
BMO TCH Corporate Income	0.0	0.0	0.4
BMO TCH Core Plus Bond	0.0	0.0	4.1
BMO Money High Yield Bond	0.0	0.0	0.0
BMO Multi-Asset Income	0.0	0.0	0.0
BMO Government Money Market*	2.1	28.0	0.0
BMO Prime Money Market*	0.0	1.0	0.0

**Tax-Exempt Income Dividends Subject to the Alternative Minimum Tax  
(as a percentage)**

A portion of the federally tax-exempt income dividends paid during the calendar year represents income from

private activity bonds issued after August 7, 1986 except for those issued in 2009 or 2010. This income represents a tax-preference item for alternative minimum tax (AMT) purposes and should be included in your AMT computation, if you are required to perform an AMT computation. The following schedule indicates the percentage of the tax-exempt income dividends subject to the AMT. Please consult your tax adviser to determine what is appropriate for your situation.

BMO Ultra Short Term Tax-Free	0.0
BMO Short Term Tax-Free	0.0
BMO Intermediate Tax-Free	3.0
BMO Tax-Free Money Market*	0.0

**BMO Funds**  
**Foreign Tax Paid - Calendar 2014**

- BMO Global Low Volatility Equity Fund**
- BMO Pyrford Global Equity Fund**
- BMO Pyrford Global Strategic Return Fund**
- BMO Pyrford International Stock Fund**
- BMO Global Natural Resources Fund**
- BMO LGM Emerging Markets Equity Fund**
- BMO TCH Emerging Markets Bond Fund**

If you are a shareholder in the above mentioned funds you may be entitled to either a foreign tax credit or an itemized deduction on your 2014 federal income tax return for a portion of the foreign tax paid by the fund. In order for a corporation to be eligible to claim foreign taxes paid as a credit, the corporation must have owned the fund share for more than 15 days before or after the fund's ex-dividend date of December 10, 2014. The amount in Box 6 (Foreign tax paid) on your Form 1099-DIV represents your share of the foreign taxes paid by the fund.

Please consult your tax adviser for information on how this foreign tax paid amount should be reported on your federal income tax return. It may be more advantageous for you to report the amount as a foreign tax credit on Form 1116, Foreign Tax Credit, rather than as an itemized deduction on Schedule A of your Form 1040. If the total of your foreign taxes paid from all sources is not more than \$300 (\$600 if married and filing a joint return), and you meet certain other requirements, you may be allowed to enter the amount of your foreign tax paid directly on Form 1040, Line 48, as a foreign tax credit. If you choose to claim the foreign tax credit and you are required to file Form 1116, enter the total of all income passed through from the fund in a single column on Form 1116, Part I, then enter the total of all foreign taxes paid and enter in a single column on Form 1116 Part II.

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