

Semi-Annual Financial Statements

BMO Private Portfolios

June 30, 2015

BMO Private International Equity Portfolio

(formerly BMO Harris International 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.

BMO Private International Equity Portfolio
(formerly BMO Harris International Equity Portfolio) (unaudited)

STATEMENT OF FINANCIAL POSITION

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

As at	June 30 2015	December 31 2014
Assets		
Current Assets		
Cash	92,864	80,712
Investments		
Non-derivative financial assets	1,259,573	1,008,619
Derivative assets	—	1,744
Receivable for investments sold	—	70
Subscriptions receivable	1,477	476
Dividends receivable	2,936	649
Total assets	1,356,850	1,092,270
Liabilities		
Current Liabilities		
Payable for investments purchased	—	2,142
Redemptions payable	657	323
Derivative liabilities	57	—
Accrued expenses	2,379	2,029
Total liabilities	3,093	4,494
Net assets attributable to holders of redeemable units	1,353,757	1,087,776
Net assets attributable to holders of redeemable units per unit	\$ 12.65	\$ 11.19

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

BMO Private International Equity Portfolio
(formerly BMO Harris International Equity Portfolio) (unaudited)

STATEMENT OF COMPREHENSIVE INCOME

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

For the periods ended	June 30 2015	June 30 2014
Income		
Interest income	50	158
Dividend income	22,748	21,448
Other changes in fair value of investments and derivatives		
Net realized gain	187,884	28,891
Change in unrealized depreciation	(60,934)	(6,370)
Net gain in fair value of investments and derivatives	149,748	44,127
Foreign exchange gain (loss)	1,003	(12)
Total other income (loss)	1,003	(12)
Total income	150,751	44,115
Expenses		
Sub-advisory fees	3,035	2,734
Audit fees	9	10
Independent review committee fees	3	4
Withholding taxes	3,869	3,384
Custodian fees	129	223
Legal and filing fees	31	36
Unitholder servicing fees	217	221
Printing and stationery fees	10	7
Commissions and other portfolio transaction costs (note 6)	2,425	1,032
Operating expenses absorbed by the Manager	(997)	(887)
Total expenses	8,731	6,764
Increase in net assets attributable to holders of redeemable units	142,020	37,351
Increase in net assets attributable to holders of redeemable units per unit (note 3)	1.39	0.39

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BMO Private International Equity Portfolio
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STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

(All amounts in thousands of Canadian dollars)

For the periods ended	June 30 2015	June 30 2014
Net assets attributable to holders of redeemable units at beginning of period	1,087,776	984,746
Increase in net assets attributable to holders of redeemable units	142,020	37,351
Redeemable unit transactions		
Proceeds from redeemable units issued	216,742	181,612
Redemption of redeemable units	(92,781)	(58,904)
Net increase from redeemable unit transactions	123,961	122,708
Net increase in net assets attributable to holders of redeemable units	265,981	160,059
Net assets attributable to holders of redeemable units at end of period	1,353,757	1,144,805

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BMO Private International Equity Portfolio
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STATEMENT OF CASH FLOWS

(All amounts in thousands of Canadian dollars)

For the periods ended	June 30 2015	June 30 2014
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	142,020	37,351
Adjustments for:		
Foreign exchange (gain) loss on cash	(141)	1
Net realized gain on sale of investments and derivatives	(187,884)	(28,891)
Change in unrealized depreciation of investments and derivatives	60,934	6,370
Increase in dividends receivable	(2,287)	(1,237)
Increase in accrued expenses	350	292
Return of capital distributions received	743	989
Dividend reinvestments	(302)	(194)
Purchases of investments	(1,101,690)	(327,597)
Proceeds from sale and maturity of investments	976,310	212,033
Cash inflows (outflows) on derivatives	664	(1,757)
Net cash from operating activities	(111,283)	(102,640)
Cash flows used in financing activities		
Proceeds from issuances of redeemable units	215,741	182,234
Amounts paid on redemption of redeemable units	(92,447)	(58,849)
Net cash used in financing activities	123,294	123,385
Foreign exchange gain (loss) on cash	141	(1)
Net increase in cash	12,011	20,745
Cash at beginning of year	80,712	51,126
Cash at end of year	92,864	71,870
Supplementary Information		
Interest received, net of withholding taxes*	50	158
Dividends received, net of withholding taxes*	16,634	16,827

*These items are from operating activities

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BMO Private International Equity Portfolio
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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
EQUITIES			
<i>Australia — 6.4%</i>			
Australia and New Zealand Banking Group Limited	142,022	4,989	4,396
BHP Billiton Limited	166,544	4,635	4,227
Brambles Industries Limited	824,543	6,653	8,376
Computershare Limited	668,653	6,715	7,516
CSL Limited	165,559	15,062	13,726
Fortescue Metals Group Ltd.	270,826	501	493
Newcrest Mining Limited	294,917	3,547	3,724
QBE Insurance Group Limited	390,639	5,389	5,118
Ramsay Health Care Limited	55,834	3,605	3,303
Rio Tinto Limited	70,590	4,251	3,636
Telstra Corporation Limited	1,383,273	6,424	8,141
Westpac Banking Corporation	111,630	4,208	3,457
Woodside Petroleum Ltd.	434,177	15,178	14,252
Woolworths Limited	267,240	7,682	6,907
		88,839	87,272
<i>Belgium — 0.9%</i>			
bpost SA/NV	19,334	702	664
Colruyt SA	119,973	6,307	6,705
Proximus S.A.	122,339	4,118	5,389
		11,127	12,758
<i>Bermuda — 1.4%</i>			
Lazard Ltd., Class A	262,317	17,907	18,426
<i>Canada — 1.9%</i>			
Canadian Pacific Railway Limited	72,489	16,659	14,499
Constellation Software Inc.	22,200	10,887	11,008
		27,546	25,507
<i>China — 1.5%</i>			
CNOOC Limited	3,055,400	5,425	5,413
Tencent Holdings Limited	613,100	13,615	15,247
		19,040	20,660
<i>Denmark — 4.4%</i>			
A.P. Moller - Maersk A/S	3,074	8,107	6,965
Bakkafrost P/F	27,227	771	910
Chr. Hansen Holding A/S	321,486	19,356	19,630
Danske Bank Group	31,188	1,078	1,148
Novo Nordisk A/S, Class B	81,528	4,734	5,585
Novozymes A/S, B Shares	231,222	13,757	13,755
Pandora A/S	64,533	3,741	8,647
Vestas Wind Systems A/S	42,488	2,362	2,656
		53,906	59,296
<i>Finland — 0.8%</i>			
KONE Oyj, B Shares	78,810	3,092	4,003
Nokian Renkaat Oyj	32,633	1,298	1,277
Orion Oyj, B Shares	22,142	828	969
Tietoenator Oyj	31,219	941	911

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

BMO Private International Equity Portfolio
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SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
UPM-Kymmene OyJ	135,545	3,361	3,004
		9,520	10,164
<i>France — 6.7%</i>			
Axa S.A.	231,307	7,569	7,281
CNP Assurances SA	90,237	2,050	1,881
Credit Agricole S.A.	458,503	8,786	8,508
Eiffage SA	48,969	3,761	3,400
L'Air Liquide S.A.	46,383	5,111	7,320
Legrand S.A.	64,837	2,850	4,543
LVMH Moet Hennessy Louis Vuitton S.A.	55,349	10,878	12,102
Metropole Television SA	23,146	601	562
Orange	128,423	2,651	2,482
Plastic Omnium SA	15,025	521	478
PSA Peugeot Citroen	51,244	1,278	1,313
Rubis	60,890	3,875	5,207
Sanofi	178,409	20,295	21,983
Societe Generale	43,631	2,744	2,542
Technicolor SA	168,691	1,383	1,374
Total S.A.	102,780	6,592	6,246
Valeo SA	3,519	411	695
Vinci S.A.	38,593	2,857	2,785
		84,213	90,702
<i>Germany — 5.5%</i>			
Allianz SE	32,264	6,141	6,274
Brenntag AG	86,475	4,937	6,191
Continental AG	23,605	7,010	6,974
Deutsche Post AG	190,299	6,229	6,944
Fresenius AG	69,628	5,282	5,599
Fuchs Petrolub SE, Preference	143,708	5,430	7,579
GEA Group Aktiengesellschaft	90,817	4,436	5,058
Hannover Ruckversicherung AG	3,965	528	480
K+S Aktiengesellschaft	207,427	8,779	10,910
Merck KGaA	44,704	6,464	5,561
ProSiebenSat.1 Media AG	26,697	1,555	1,646
SAP SE	72,282	4,913	6,291
STADA Arzneimittel Aktiengesellschaft	19,955	859	841
Volkswagen AG	13,089	4,187	3,782
		66,750	74,130
<i>Hong Kong — 2.6%</i>			
ASM Pacific Technology Limited	532,100	5,938	6,561
China Mobile Limited	517,000	6,116	8,258
Hang Seng Bank Limited	299,600	6,924	7,313
Power Assets Holdings Limited	514,000	4,302	5,848
Seaspan Corp.	35,416	816	835
VTech Holdings Limited	396,200	4,945	6,569
		29,041	35,384
<i>Ireland — 1.0%</i>			
Fly Leasing Limited, ADR	48,829	910	958

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BMO Private International Equity Portfolio
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SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
ICON Public Limited Company	152,401	12,365	12,810
		13,275	13,768
<i>Israel — 0.7%</i>			
Bezeq The Israel Telecommunication Corp., Ltd.	2,423,331	4,857	5,154
Teva Pharmaceutical Industries Ltd.	54,041	2,590	4,001
		7,447	9,155
<i>Italy — 0.3%</i>			
Intesa Sanpaolo S.p.A.	190,192	852	860
Unipol Gruppo Finanziario S.p.A.	465,079	3,293	2,950
		4,145	3,810
<i>Japan — 12.6%</i>			
Aoyama Trading Co., Ltd.	69,900	3,012	3,528
Asahi Glass Co., Ltd.	293,000	2,440	2,194
Canon Inc.	29,500	1,370	1,196
Dai Nippon Printing Co. Ltd.	350,000	4,423	4,513
FANUC Corporation	52,400	14,789	13,361
Fujikura Ltd.	706,000	4,233	4,922
Fujitsu Limited	220,000	1,939	1,532
Hitachi Maxwell Ltd	51,100	1,080	1,030
IBIDEN CO, LTD.	229,900	4,945	4,870
Japan Tobacco Inc.	87,703	3,899	3,898
Kawasaki Kisen Kaisha, Ltd.	1,620,000	5,373	4,774
KDDI Corp.	264,900	4,231	7,957
Kirin Holdings Company, Limited	366,800	6,257	6,307
Konica Minolta Holdings, Inc.	541,500	7,441	7,917
Makita Corporation	37,700	1,760	2,551
Mitsubishi Chemical Holdings Corp.	496,000	3,850	3,885
Mitsubishi Electric Corporation	483,000	4,939	7,776
Mitsubishi UFJ Financial Group, Inc.	104,400	702	933
Morinaga Milk Industry Co., Ltd.	149,000	743	681
Namura Shipbuilding Co.,Ltd.	108,500	1,315	1,160
NEC Corporation	1,312,000	5,025	4,963
Nihon Kohden Corporation	172,200	3,802	5,321
Nippon Steel & Sumitomo Metal Corp.	412,000	1,305	1,333
Nippon Telegraph and Telephone Corporation	220,400	8,397	9,963
Nissan Motor Co., Ltd.	52,700	672	684
Nisshin Oillio Group, Ltd., The,	240,000	1,127	1,229
Nisshinbo Holdings Inc.	278,000	3,540	3,881
Nomura Holdings, Inc.	618,500	4,715	5,207
NTT DoCoMo, Inc.	57,500	1,305	1,374
Panasonic Corporation	40,700	681	697
Resona Holdings Inc.	966,900	6,241	6,575
SKY Perfect JSAT Holdings Inc.	215,000	1,772	1,439
Sumitomo Riko Company, Ltd.	55,700	639	554
Sumitomo Rubber Industries, Ltd.	316,800	4,044	6,120
Symex Corporation	226,800	16,926	16,861
Toppan Printing Company Ltd.	285,000	2,899	2,976
Toyota Tsusho Corporation	202,200	5,015	6,773
Unicharm Corporation	313,600	8,980	9,307

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BMO Private International Equity Portfolio
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SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
West Japan Railway Company	13,900	979	1,111
		156,805	171,353
<i>Malaysia — 1.6%</i>			
Axiata Group Berhad	3,792,600	8,146	8,035
Lafarge Malaysia Berhad	672,760	1,785	1,884
Magnum Berhad	2,488,500	2,435	2,183
Malayan Banking Berhad	2,984,078	8,953	9,025
		21,319	21,127
<i>Mexico — 0.6%</i>			
Wal-Mart de Mexico S.A.B. de C.V., Series V	2,538,000	8,398	7,743
<i>Netherlands — 5.6%</i>			
AerCap Holdings N.V.	17,691	1,043	1,012
ASM International N.V.	9,287	534	538
ASML Holdings N.V.	132,547	16,653	17,238
Core Laboratories N.V.	72,944	10,701	10,389
Koninklijke Ahold NV	205,579	5,264	4,828
Koninklijke Boskalis Westminster N.V.	36,445	2,327	2,235
Koninklijke Vopak NV	93,830	5,596	5,925
Relx NV	172,298	2,955	5,120
Royal Dutch Shell plc, Class B	171,892	6,322	6,106
Sensata Technologies Holding N.V.	236,409	17,193	15,573
Unilever N.V.	143,101	7,087	7,470
		75,675	76,434
<i>New Zealand — 0.1%</i>			
Air New Zealand Limited	781,932	2,050	1,687
<i>Norway — 2.8%</i>			
Marine Harvest ASA	76,666	1,109	1,097
Novo-Nordisk A/S, ADR	268,533	18,608	18,366
SalMar ASA	44,526	834	814
Statoil ASA	167,623	4,034	3,737
Telenor ASA	357,667	7,985	9,798
Yara International ASA	53,327	2,763	3,475
		35,333	37,287
<i>Russia — 0.4%</i>			
Yandex N.V.	259,548	5,737	4,934
<i>Singapore — 2.4%</i>			
ComfortDelGro Corporation Limited	2,111,000	3,219	6,128
DBS Group Holdings Limited	355,000	6,724	6,803
Oversea-Chinese Banking Corporation Limited	80,000	787	754
Sembcorp Industries Ltd	1,051,000	4,399	3,790
Singapore Technologies Engineering Ltd.	1,071,000	3,338	3,274
United Overseas Bank Limited	412,800	7,688	8,823
Venture Corporation Limited	498,000	3,217	3,564
		29,372	33,136
<i>South Africa — 0.5%</i>			
Shoprite Holdings Limited	379,245	6,695	6,748

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BMO Private International Equity Portfolio
(formerly BMO Harris International Equity Portfolio) (unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
Spain — 0.8%			
Industria de Diseno Textil, S.A.	252,234	10,347	10,274
Sweden — 2.3%			
Assa Abloy AB, B Shares	130,524	1,641	3,070
Atlas Copco AB, A Shares	154,593	4,057	5,396
Boliden AB	64,747	1,661	1,473
Nordea Bank AB	84,460	1,340	1,314
Svenska Cellulosa AB (SCA), Class B	576,947	16,950	18,318
Swedbank AB	57,963	1,742	1,686
		27,391	31,257
Switzerland — 11.0%			
ACE Limited	126,395	17,607	16,053
Givaudan SA	1,382	1,283	2,991
Lonza Group AG	17,370	2,853	2,905
Nestle S.A.	364,495	30,560	32,908
Novartis AG	132,214	12,215	16,311
Panalpina Welttransport Holding AG	21,027	2,483	3,311
Roche Holding AG	84,076	23,872	29,482
Schindler Holding Ltd.	15,005	1,973	3,069
SGS SA	4,901	12,141	11,182
Swatch Group AG, The, Class B	12,702	6,920	6,187
Swiss Life Holding	4,408	1,408	1,262
Swiss Re AG	84,151	7,083	9,297
Syngenta AG	7,456	2,777	3,816
Zurich Financial Services AG	27,749	8,866	10,564
		132,041	149,338
Taiwan — 2.6%			
Advantech Co., Ltd.	398,324	1,079	3,378
Chunghwa Telecom Co., Ltd.	1,204,165	3,686	4,817
MediaTek Inc.	269,669	3,244	4,627
Taiwan Semiconductor Manufacturing Company Limited, ADR	799,586	23,312	22,680
		31,321	35,502
United Kingdom — 14.5%			
AstraZeneca PLC	23,690	2,078	1,881
Beazley PLC	88,069	486	511
BP p.l.c.	837,288	7,102	6,901
British American Tobacco p.l.c.	205,602	12,214	13,800
Compass Group PLC	429,261	9,285	8,881
Delphi Automotive PLC	67,725	7,379	7,198
easyJet plc	188,405	6,504	5,711
Experian plc	569,612	11,590	12,946
Fiat Chrysler Automobiles N.V.	457,545	9,274	8,363
GlaxoSmithKline plc	532,084	14,976	13,834
Go-Ahead Group PLC	13,113	626	677
Halfords Group PLC	76,758	679	795
Imperial Tobacco Group PLC	163,235	9,802	9,843
Inchcape plc	59,443	918	945
ITV plc	310,783	1,305	1,604

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BMO Private International Equity Portfolio
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SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at June 30, 2015 (All amounts in thousands of Canadian dollars, unless otherwise noted)

Security	Number of Shares or Units	Cost+ (\$)	Fair Value (\$)
Legal & General Group Plc	1,833,432	5,943	8,948
Man Group plc	562,904	1,794	1,733
Mondi Plc	267,912	6,912	7,198
National Grid plc	499,348	6,840	8,020
Next plc	54,241	7,329	7,938
Reckitt Benckiser Group plc	208,856	23,354	22,525
RELX PLC	35,979	779	732
Royal Dutch Shell PLC, Class A	167,794	5,832	5,969
Royal Mail PLC	86,399	882	872
Sky PLC	633,244	10,206	12,901
SSE plc	204,723	4,975	6,181
Unilever PLC	21,475	1,168	1,153
United Utilities Group Plc	333,837	4,460	5,842
Vodafone Group Public Limited Company	1,583,684	7,455	7,213
WH Smith PLC	134,352	3,532	4,026
WPP plc	64,365	1,883	1,804
WS Atkins PLC	18,558	465	552
		188,027	197,497
<i>United States — 1.1%</i>			
ARM Holdings PLC	231,149	14,677	14,224
Total Investment Portfolio — 93.0%		1,177,944	1,259,573
Total Unrealized Loss on Forward Currency Contracts — (0.0)%			(57)
Other Assets Less Liabilities — 7.0%			94,241
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.0%			1,353,757

+ 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

UNREALIZED LOSS ON FORWARD CURRENCY CONTRACTS

As at June 30, 2015, the Portfolio had the following open positions:

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rates	Counterparty	Credit Rating**	Unrealized Loss
23-Sep-15	CAS	44,543	AUD	(46,449)	0.9589	State Street Corp.	A-1	(57)
Total Unrealized Loss on Forward Currency Contracts								(57)

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

BMO Private International Equity Portfolio

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NOTES TO FINANCIAL STATEMENTS

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

June 30, 2015

1. The Portfolio

BMO Private International 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 May 7, 2014. 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.

The information provided in these unaudited interim financial statements is for the periods ended June 30, 2015 and June 30, 2014, except for the comparative information in the Statement of Financial Position and the related notes which are as at December 31, 2014.

These financial statements were authorized for issue by the Manager on August 14, 2015.

2. Basis of preparation and presentation

These unaudited interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). The Portfolio adopted this basis of accounting effective January 1, 2014, as required by Canadian securities legislation and the Canadian Accounting Standards Board. Certain prior period balances have been reclassified to conform with the current period presentation.

3. Summary of significant accounting policies

Financial instruments

The Portfolio records financial instruments at fair value. Investment transactions are accounted for on the trade date. The Portfolio’s investments are either designated at fair value through profit or loss (“FVTPL”) at inception or classified as held for trading. The changes in the investment fair values and related transaction costs are recorded in the Portfolio’s Statement of Comprehensive Income.

Financial assets or financial liabilities held for trading are those acquired or incurred principally for the purpose of selling or repurchasing in the near future, or on initial recognition, are part of a portfolio of identified financial instruments that the Portfolio manages together and that have a recent actual pattern of short-term profit taking. The Portfolio classifies all derivatives and short positions as held for trading. The Portfolio does not designate any derivatives as hedges in a hedging relationship.

The Portfolio designates all other investments at FVTPL, as they have reliably measurable fair values, are part of a group of financial assets or liabilities that are managed and have their performance evaluated on a fair value basis in accordance with the Portfolio’s investment strategy.

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 and therefore are classified as financial liabilities and presented at the redemption amounts.

All other financial assets and financial liabilities are measured at amortized cost. Under this method, financial assets and financial liabilities reflect the amount required to be received or paid or discounted, when appropriate, at the contract’s effective interest rate.

The Portfolio has determined that it meets the definition of “investment entity” and as a result, it measures subsidiaries other than those which provide services to the Portfolio, at FVTPL.

Cost of investments

The cost of investments represents the amount paid for each security and is determined on an average cost basis.

Fair value measurement

Investments are recorded at their fair value with the change between this amount and their average cost being recorded as change in unrealized appreciation (depreciation) in the Statement of Comprehensive Income.

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

Procedures are in place to fair value securities traded in countries outside of North America daily, to avoid stale prices and to take into account among other things, any

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significant events occurring after the close of a foreign market.

For bonds, debentures, asset-backed securities and other debt securities fair value is represented by bid prices provided by independent security pricing services. Short-term investments, if any, are carried at amortized cost which approximates fair value. 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. 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.

For securities where market quotes are not available, unreliable or not considered to reflect the current value, the Portfolio may determine another value which it considers to be fair and reasonable, or using a valuation technique that, to the extent possible, makes maximum use of inputs and assumptions based on observable market data including volatility, comparable companies 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 Portfolio uses internal models where the inputs are not based on observable market data.

The Portfolio's accounting policies for measuring the fair value of its investments and derivatives are aligned with the valuation policies used in measuring its NAV for transactions with unitholders.

Derivative instruments

Derivative instruments are financial contracts that derive their value from underlying changes in interest rates, foreign exchange rates or other financial or commodity prices or indices.

Derivative instruments are either regulated exchange-traded contracts or negotiated over-the-counter contracts. The Portfolio may use these instruments for trading purposes, as well as to manage the Portfolio's risk exposures.

Derivatives are marked to fair value. Discussion of the fair value measurement of derivatives is included in Note 3. Realized and unrealized gains and losses are recorded in the Statement of Comprehensive Income.

Forward currency contracts

A forward currency contract is an agreement between two parties (the Portfolio and the counterparty) to purchase or sell a currency against another currency at a set price on a future date. The Portfolio may enter into forward currency contracts for hedging purposes which can include the hedging of all or a portion of the currency exposure of an investment or group of investments, either directly or indirectly. The Portfolio may also enter into these contracts for non-hedging purposes which can include increasing the exposure to a foreign currency or to shift exposure to foreign currency fluctuations from one country to another. The value of forward currency contracts entered into by the Portfolio is recorded as the difference between the value of the contract on the Valuation Date and the value on the date the contract originated.

Income recognition

Dividend income and distributions from investment trust units 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 is shown in the Statement of Financial Position is accrued based on the interest bearing investments' stated rates of interest.

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

Foreign currency translation

The fair value of investments and other assets and liabilities in foreign currencies are translated into the 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. Foreign exchange gains (losses) on completed transactions are included in "Realized gains (losses)" and unrealized foreign exchange gains (losses)

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are included in "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to cash, receivables and payables are included in "Foreign exchange gain (loss)".

Securities lending

A Portfolio may engage in securities lending pursuant to the terms of an agreement which includes restrictions as set out in Canadian securities legislation. Collateral held is government Treasury Bills and qualified Notes.

Income from securities lending, where applicable, is included in the Statement of Comprehensive Income and is recognized when earned. The securities on loan continue to be displayed in the Schedule of Investment Portfolio. The market value of the securities loaned and collateral held is determined daily. Aggregate values of securities held in trust as at June 30, 2015 and December 31, 2014, where applicable, are disclosed in Note 8(e).

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 penalty trading fees" in the Statement of Comprehensive Income.

Cash

Cash is comprised of cash and deposits with banks which include bankers' acceptances and overnight demand deposits. Cash is recorded at amortized cost.

Other assets and other liabilities

Dividend receivable, interest receivable, distributions from investment trust units receivable, due from broker and subscriptions receivable are measured at fair value and subsequently measured at amortized cost. Similarly, due to broker, redemptions payable and accrued expenses are measured at amortized cost. Other assets and liabilities are short-term in nature, and are carried at cost or amortized cost, which approximates fair value.

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

"Increase (decrease) in net assets attributable to holders of redeemable units" in the Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units divided by the weighted average number of units outstanding during the period.

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 Portfolio has determined that it is in substance not taxable and therefore nor does it not record income taxes in the Statement of Comprehensive Income and or recognize any deferred tax assets in the Statement of Financial Position.

The Portfolio incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis with the related withholding taxes are shown separately in the Statement of Comprehensive Income.

Investments in associates, joint ventures and subsidiaries

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 Portfolio has determined that it is an investment entity and as such, it accounts for subsidiaries at fair value. Joint ventures are those where the Portfolio exercises joint control through an agreement with other shareholders. 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 have been designated at FVTPL.

Unconsolidated structured entities

The Portfolio invests in securitizations, asset-backed securities and mortgage-backed securities.

The Portfolio has determined that its investments in securitizations, asset-backed securities and mortgage-backed securities are unconsolidated structured entities. The determination is based on the fact that decision making about the securitizations, asset-backed securities and mortgage-backed securities is not governed by the voting right or other similar right held by the Portfolio.

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 created from many types of assets,

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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 information or other support to the unconsolidated structured entities other than its investments in the unconsolidated structured entities. During the periods, the Portfolio had no sponsored 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 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 transactions where a master netting arrangement or similar agreement is in place with a right of offset only in the event of default, insolvency or bankruptcy, or where the offset criteria are otherwise not met, including where the Portfolio has no intention to settling on a net basis. There were no master netting agreements during the periods.

Accounting standards issued but not yet adopted

Below are accounting standards issued or amended but not yet effective and not yet adopted. The Manager does not expect the adoption of these standards or amendments to have a significant impact to the Portfolio's financial statements.

In July 2014, the IASB issued the final version of IFRS 9 Financial Instruments, which addresses classification and measurement, impairment and hedge accounting.

The new standard requires assets to be carried at amortized cost, FVTPL or fair value through other comprehensive income based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial asset. The classification and measurement of liabilities remains generally unchanged with the exception of liabilities recorded at FVTPL. For these liabilities, fair value changes attributable to changes in the entity's own

credit risk are to be presented in other comprehensive income unless they affect amounts recorded in income.

The new standard also addresses impairment of financial assets. It also introduced a new hedge accounting model that expands the scope of eligible hedged items and risks eligible for hedge accounting, and aligns hedge accounting more closely with risk management.

The new standard is effective for the Portfolio for its fiscal year beginning January 1, 2018. The Portfolio is evaluating the impact of this standard on its financial statements.

4. Critical accounting estimates and judgements

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 its financial statements:

Accounting judgements:

Functional and presentation currency

The Portfolio 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 of measurement of financial instruments and application of fair value option

In classifying and measuring financial instruments held by the Portfolio, the Manager is required to make significant judgements about whether or not the business of the Portfolio is to invest on a total return basis for the purpose of applying the fair value options for financial assets.

Accounting estimates:

Fair value measurement of securities not quoted in an active market

The Portfolio has established policies and control procedures that are intended to ensure these

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judgements 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 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. The Portfolio has no restrictions or specific capital requirements on the subscriptions and redemptions of units except as disclosed in Note 8(a). The relevant movements in redeemable units are shown on 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 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 of a particular series. 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.

6. Related party transactions

(a) 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 that are paid monthly by the Manager. 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 net asset value of the Portfolio are absorbed by the Manager.

The Portfolio may execute trades with and or through BMO Nesbit 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 for the periods ended June 30, 2015 and June 30, 2014.

(b) 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 or affiliates of Bank of Montreal, or certain other persons or companies that are related or connected to the Manager of the Portfolio. These transactions or arrangements may include transactions or arrangements with or involving subsidiaries and affiliates of Bank of Montreal, BMO Trust Company, BMO Nesbitt Burns Inc., BMO Private Investment Counsel Inc., BMO Asset Management Inc., BMO Asset Management Corp., BMO Investments Inc., Pyrford International Ltd, or other investment funds offered by Bank of Montreal, and may involve the purchase or sale of portfolio securities through or from a subsidiary or affiliate of Bank of Montreal, the purchase or sale of securities issued or guaranteed by a subsidiary or affiliate of Bank of Montreal, entering into forward contracts with a subsidiary or affiliate of Bank of Montreal acting as counterparty, the purchase or redemption of units of other Bank of Montreal affiliated investment funds 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. The concentration table groups securities by asset

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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.

(a) Currency risk

Currency risk is the risk that the 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. 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.

(e) Liquidity risk

The Portfolio's exposure to liquidity risk is concentrated in the daily cash redemptions of units. The Portfolio primarily invests in securities that are traded in active markets and can be readily disposed. In addition, the Portfolio retains sufficient cash and cash equivalent 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 on the Statement 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 the liquidity required to meet the Portfolio's financial obligations.

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8. Portfolio specific information

(a) Portfolio information, change in units and significant events

The Portfolio's inception date was January 28, 1998.

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, 2015	Jun. 30, 2014
Units issued and outstanding, beginning of period	97,208	89,703
Issued for cash	17,174	16,078
Redeemed during the period	(7,406)	(5,191)
Units issued and outstanding, end of period	106,976	100,590

Portfolio name change

Effective February 2, 2015, the Portfolio's name changed from BMO Harris International Equity Portfolio to BMO Private International Equity Portfolio.

Manager name change

Effective February 2, 2015, the Manager changed its name from BMO Harris Investment Management Inc. to BMO Private Investment Counsel Inc.

(b) Reconciliation of NAV to Net Assets

As at June 30, 2015 and December 31, 2014, there were no differences between the Fund's NAV per unit and its Net Assets per unit calculated in accordance with IFRS.

(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, 2015 and June 30, 2014 is calculated as follows:

For the periods ended	Jun. 30, 2015	Jun. 30, 2014
Increase in net assets attributable to holders of redeemable units	142,020	37,351
Weighted average units outstanding during the period	102,035	95,888
Increase in net assets attributable to holders of redeemable units per unit	1.39	0.39

(d) Income taxes

As at the tax year-ended December 2014, there were no capital and non-capital losses carried forward.

(e) Related party transactions

Unitholder servicing

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

For the periods ended	Jun. 30, 2015	Jun. 30, 2014
Unitholder servicing (\$)	145	149

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, 2015	Jun. 30, 2014
Total brokerage amounts paid (\$)	1,384	643
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, 2015	Jun. 30, 2014
Total soft dollars (\$)	116	—
Total soft dollars as a percentage of total commissions (\$)	8	-

(f) Financial instruments risks

The Portfolio's objective is to provide a long term capital appreciation by investing in a diversified portfolio of primarily equity securities of issuers throughout the world, other than in Canada and the United States.

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

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Currency risk

The tables below summarize the Portfolio's exposure to currency risk. Amounts shown are based on the carrying value of monetary and non-monetary assets (including derivatives and the underlying principle (notional) amount of forward currency contracts, if any).

As at Jun. 30, 2015

	Cash and other receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	198	87,272	(44,600)	42,870	3.2
Danish Krone	—	58,386	—	58,386	4.3
Euro	525	242,286	—	242,811	17.9
Hong Kong Dollar	363	55,209	—	55,572	4.1
Israel Shekel	—	9,155	—	9,155	0.7
Japanese Yen	1,318	171,353	—	172,671	12.8
Malaysian Ringgit	186	21,127	—	21,313	1.6
Mexican Peso	—	7,743	—	7,743	0.6
New Zealand Dollar	—	1,687	—	1,687	0.1
Norwegian Krone	15	19,831	—	19,846	1.5
Pound Sterling	1,834	182,073	—	183,907	13.6
Singapore Dollar	—	33,136	—	33,136	2.4
South African Rand	—	6,748	—	6,748	0.5
Swedish Krona	—	31,257	—	31,257	2.3
Swiss Franc	—	133,285	—	133,285	9.8
Taiwan Dollar	109	12,822	—	12,931	1.0
U.S. Dollar	24,818	160,696	—	185,514	13.7
Total	29,366	1,234,066	(44,600)	1,218,832	90.1

All amounts in Canadian Dollars

As at Dec. 31, 2014

	Cash and other receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	—	53,159	(34,553)	18,606	1.7
Brazilian Real	—	3,756	—	3,756	0.3
Danish Krone	—	22,920	—	22,920	2.1
Euro	148	244,704	—	244,852	22.5
Hong Kong Dollar	—	69,623	—	69,623	6.4
Indonesia Rupiah	—	7,862	—	7,862	0.7
Israel Shekel	—	5,835	—	5,835	0.5
Japanese Yen	66	137,446	—	137,512	12.6
Malaysian Ringgit	10	17,825	—	17,835	1.6
Norwegian Krone	—	11,953	—	11,953	1.1
Pound Sterling	(1,592)	183,064	—	181,472	16.7
Singapore Dollar	—	21,439	—	21,439	2.0
South Korean Won	—	3,036	—	3,036	0.3
Swedish Krona	—	32,956	—	32,956	3.0
Swiss Franc	—	127,813	—	127,813	11.7
Taiwan Dollar	2	11,242	—	11,244	1.0
Thai Baht	—	2,525	—	2,525	0.2
U.S. Dollar	8,203	51,461	—	59,664	5.5
Total	6,837	1,008,619	(34,553)	980,903	89.9

All amounts in Canadian Dollars

As at June 30, 2015 and December 31, 2014, if the Canadian dollar had strengthened or weakened by 5% in relation to all foreign currencies, with all factors remaining constant, Net Assets could possibly have increased or decreased, respectively, by approximately \$60,942 (December 31, 2014 – \$49,045). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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Interest rate risk

As at June 30, 2015 and December 31, 2014, the Portfolio did not have any 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 EAFE Index (CAD), had increased or decreased by 10%, with all other variables held constant, the Net Assets of the Portfolio would have increased or decreased, respectively, by \$91,429 (December 31, 2014 - \$73,735). 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, 2015 and December 31, 2014, the Portfolio did not have any significant exposure to credit risk.

Securities lending

During the period ended June 30, 2015, the Portfolio commenced securities lending.

There were no assets involved in securities lending transactions as at June 30, 2015 and December 31, 2014.

Concentration risk

The following is a summary of the Portfolio's concentration risk:

As at	Jun. 30, 2015	Dec. 31, 2014
Equities		
Australia	6.4%	4.9%
Belgium	0.9%	1.3%
Bermuda	1.4%	0.2%
Brazil	—%	0.6%
Canada	1.9%	—%
China	1.5%	1.7%
Denmark	4.4%	2.1%
Finland	0.8%	0.7%
France	6.7%	8.7%
Germany	5.5%	5.1%
Hong Kong	2.6%	5.4%
India	—%	1.2%
Indonesia	—%	0.7%
Ireland	1.0%	0.4%
Israel	0.7%	0.5%
Italy	0.3%	0.3%
Japan	12.6%	12.7%

As at	Jun. 30, 2015	Dec. 31, 2014
Luxembourg	—%	0.3%
Malaysia	1.6%	1.6%
Mexico	0.6%	—%
Netherlands	5.6%	5.4%
New Zealand	0.1%	—%
Norway	2.8%	1.1%
Panama	—%	0.5%
Russia	0.4%	—%
Singapore	2.4%	2.0%
South Africa	0.5%	—%
South Korea	—%	0.3%
Spain	0.8%	1.9%
Sweden	2.3%	3.0%
Switzerland	11.0%	11.7%
Taiwan	2.6%	1.0%
Thailand	—%	0.2%
United Kingdom	14.5%	15.9%
United States	1.1%	1.3%
Other Assets Less Liabilities	7.0%	7.3%
	100.0%	100.0%

(g) Financial assets and financial liabilities

Categories of financial assets and financial liabilities

The table below shows the categories of financial assets and financial liabilities.

As at	Jun. 30, 2015	Dec. 31, 2014
Financial assets designated at FVTPL	1,259,573	1,008,619
Financial assets designated as held for trading	—	1,744
Loans and receivables	4,413	1,195
Financial liabilities designated as held for trading	57	—
Financial liabilities measured at amortized cost	3,036	4,494

Net gains and losses on financial assets and financial liabilities at fair value

For the periods ended	Jun. 30, 2015	Jun. 30, 2014
Net realized gains (losses) on financial assets		
Held for trading	664	—
Designated at FVTPL	210,018	52,253
	210,682	52,253
Net realized gains (losses) on financial liabilities		
Held for trading	—	(1,756)
Total net realized gains (losses) on financial assets and financial liabilities	210,682	50,497

BMO Private International Equity Portfolio
(formerly BMO Harris International Equity Portfolio) (unaudited)

NOTES TO FINANCIAL STATEMENTS (cont'd)

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

June 30, 2015

For the periods ended	Jun. 30, 2015	Jun. 30, 2014
Change in unrealized gains (losses) on financial assets		
Designated at FVTPL	(59,133)	(5,814)
	(59,133)	(5,814)
Change in unrealized gains (losses) on financial liabilities		
Held for trading	(1,801)	(556)
Total change in unrealized gains (losses) on financial assets and financial liabilities	(60,934)	(6,370)

(h) 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, 2015

Financial assets	Level 1	Level 2	Level 3	Total
Equity Securities	151,942	1,107,631	—	1,259,573

Financial liabilities

Derivatives	—	(57)	—	(57)
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As at Dec. 31, 2014

Financial assets	Level 1	Level 2	Level 3	Total
Equity Securities	35,992	972,627	—	1,008,619
Derivatives	—	1,744	—	1,744
Total	35,992	974,371	—	1,010,363

Transfers between levels

There were no transfers between levels during the periods.

Manager

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