

BMO Mutual Funds 2022

Annual Financial Statements

September 30, 2022

BMO Monthly Income Fund

Independent Auditor's Report

To the Unitholders and Trustee of
BMO Canadian Equity Fund
BMO Canadian Small Cap Equity Fund
BMO Resource Fund
BMO Mortgage and Short-Term Income Fund
BMO Money Market Fund
BMO Bond Fund
BMO Canadian Equity ETF Fund
BMO Asset Allocation Fund
BMO Dividend Fund
BMO Precious Metals Fund
BMO Monthly Income Fund
BMO Diversified Income Portfolio
BMO Global Infrastructure Fund
BMO Emerging Markets Bond Fund
BMO Core Plus Bond Fund
BMO Core Bond Fund
BMO Target Education Income Portfolio
BMO Target Education 2025 Portfolio
BMO Target Education 2030 Portfolio
BMO Target Education 2035 Portfolio
BMO Tactical Global Bond ETF Fund
BMO Tactical Global Equity ETF Fund
BMO Sustainable Global Balanced Fund
(formerly BMO Global Balanced Fund)
BMO U.S. Dividend Fund
BMO Retirement Income Portfolio
BMO Retirement Conservative Portfolio
BMO Retirement Balanced Portfolio
BMO SIA Focused Canadian Equity Fund
BMO SIA Focused North American Equity Fund
BMO Ascent™ Income Portfolio
BMO Ascent™ Conservative Portfolio
BMO Ascent™ Balanced Portfolio
BMO Ascent™ Growth Portfolio
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BMO LifeStage Plus 2025 Fund
BMO LifeStage Plus 2030 Fund
BMO LifeStage Plus 2026 Fund
BMO SelectTrust® Fixed Income Portfolio
BMO FundSelect® Income Portfolio
BMO FundSelect® Balanced Portfolio
BMO FundSelect® Growth Portfolio
BMO FundSelect® Equity Growth Portfolio
BMO Fixed Income ETF Portfolio
BMO Income ETF Portfolio
BMO Conservative ETF Portfolio
BMO Balanced ETF Portfolio
BMO Growth ETF Portfolio
BMO Equity Growth ETF Portfolio
BMO World Bond Fund
BMO Emerging Markets Fund
BMO European Fund
BMO North American Dividend Fund

BMO U.S. Equity ETF Fund
BMO U.S. Equity Fund
BMO Global Dividend Fund
BMO International Equity ETF Fund
BMO Global Monthly Income Fund
BMO Preferred Share Fund
BMO Tactical Dividend ETF Fund
BMO Global Strategic Bond Fund
BMO U.S. High Yield Bond Fund
BMO Tactical Balanced ETF Fund
BMO Growth Opportunities Fund
BMO Global Equity Fund
BMO U.S. Equity Plus Fund
BMO U.S. Dollar Money Market Fund
BMO U.S. Dollar Equity Index Fund
BMO U.S. Dollar Monthly Income Fund
BMO U.S. Dollar Dividend Fund
BMO U.S. Dollar Balanced Fund
BMO Risk Reduction Equity Fund
BMO Risk Reduction Fixed Income Fund
BMO Covered Call Canadian Banks ETF Fund
BMO Covered Call Europe High Dividend ETF
Fund
BMO Sustainable Opportunities Global Equity
Fund
BMO Tactical Global Asset Allocation ETF Fund
BMO Tactical Global Growth ETF Fund
BMO Covered Call U.S. High Dividend ETF Fund
BMO Women in Leadership Fund
BMO International Equity Fund
BMO Japan Fund
BMO Covered Call Canada High Dividend ETF
Fund
BMO Concentrated Global Equity Fund
BMO Crossover Bond Fund
BMO Sustainable Global Multi-Sector Bond Fund
(formerly BMO Global Multi-Sector Bond Fund)
BMO U.S. Small Cap Fund
BMO Multi-Factor Equity Fund
BMO Concentrated U.S. Equity Fund
BMO Low Volatility Canadian Equity ETF Fund
BMO USD Balanced ETF Portfolio
BMO USD Conservative ETF Portfolio
BMO USD Income ETF Portfolio
BMO Target Education 2040 Portfolio
BMO Sustainable Income Portfolio
BMO Sustainable Conservative Portfolio
BMO Sustainable Balanced Portfolio
BMO Sustainable Growth Portfolio
BMO Low Volatility U.S. Equity ETF Fund
BMO Sustainable Opportunities Canadian Equity
Fund
BMO Sustainable Opportunities China Equity
Fund

BMO Sustainable Bond Fund
BMO Clean Energy ETF Fund
BMO Nasdaq 100 Equity ETF Fund
BMO SDG Engagement Global Equity Fund
BMO U.S. All Cap Equity Fund
BMO Brookfield Global Real Estate Tech Fund
BMO Brookfield Global Renewables
Infrastructure Fund
BMO U.S. Corporate Bond Fund
BMO Canadian Banks ETF Fund
BMO Global Enhanced Income Fund
BMO Global Quality ETF Fund

To the Shareholders of BMO Corporate
Class Inc. for the following funds
BMO Global Dividend Class
BMO Canadian Equity Class
BMO Global Equity Class
BMO Global Energy Class
BMO Dividend Class
BMO Greater China Class
BMO International Value Class
BMO Global Low Volatility ETF Class
BMO SelectClass® Income Portfolio
BMO SelectClass® Balanced Portfolio
BMO SelectClass® Growth Portfolio
BMO SelectClass® Equity Growth Portfolio
BMO Income ETF Portfolio Class
BMO Balanced ETF Portfolio Class
BMO Growth ETF Portfolio Class
BMO Equity Growth ETF Portfolio Class
BMO U.S. Equity Class
BMO Asian Growth and Income Class
(individually, a Fund)

Independent Auditor's Report

Our opinion

In our opinion, the accompanying September 30, 2022 financial statements of each Fund present fairly, in all material respects, the financial position of each Fund, its financial performance and its cash flows as at and for the periods indicated in note 1 in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS).

What we have audited

The financial statements of each Fund comprise:

- the statements of financial position as at the period-end dates indicated in note 1;
- the statements of comprehensive income for the periods indicated in note 1;
- the statements of changes in net assets attributable to holders of redeemable units or shares, as applicable, for the periods indicated in note 1;
- the statements of cash flows for the periods indicated in note 1; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of each Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other information

Management is responsible for the other information of each Fund. The other information comprises the 2022 Annual Management Report of Fund Performance of each Fund.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of each Fund, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements of each Fund or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements of each Fund in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the ability of each Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate any Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the financial reporting process of each Fund.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole for each Fund are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements of each Fund.

Independent Auditor's Report

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of each Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of each Fund.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements of each Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause any Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of each Fund, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Joseph Pinizzotto.

PricewaterhouseCoopers LLP

Chartered Professional Accountants, Licensed Public Accountants
Toronto, Ontario
December 22, 2022

BMO Monthly Income Fund

STATEMENT OF FINANCIAL POSITION

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

As at	September 30 2022	September 30 2021
ASSETS		
CURRENT ASSETS		
Cash	24,026	11,863
Cash collateral	461	0
Investments		
Non-derivative financial assets	4,602,564	4,751,522
Derivative assets	302	—
Receivable for investments sold	136	—
Subscriptions receivable	2,518	5,636
Interest receivable	13,421	13,856
Dividends receivable	5,761	6,576
Distributions receivable from investment trusts	4,203	2,789
Total assets	4,653,392	4,792,242
LIABILITIES		
CURRENT LIABILITIES		
Payable for investments purchased	1,069	2,364
Redemptions payable	6,104	4,834
Swap income payable	31	—
Derivative liabilities	2,300	27
Accrued expenses	534	581
Total liabilities	10,038	7,806
Net assets attributable to holders of redeemable units	4,643,354	4,784,436
Net assets attributable to holders of redeemable units		
Series A Units	4,103,205	4,209,734
Series T6 Units	91,263	90,059
Series F Units	277,064	132,123
Series F6 Units	11,961	4,732
Series D Units	666	156,727
Series G Units	15,307	15,493
Series I Units	67,845	68,716
Series R Units	76,043	106,852
Net assets attributable to holders of redeemable units per unit		
Series A Units	\$ 6.08	\$ 7.04
Series T6 Units	\$ 7.17	\$ 8.48
Series F Units	\$ 9.99	\$ 11.39
Series F6 Units	\$ 8.27	\$ 9.65
Series D Units	\$ 9.65	\$ 11.05
Series G Units	\$ 9.51	\$ 10.94
Series I Units	\$ 8.77	\$ 9.93
Series R Units	\$ 2.95	\$ 3.68

STATEMENT OF COMPREHENSIVE INCOME

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

For the periods ended	September 30 2022	September 30 2021
INCOME		
Interest income	48,748	33,514
Derivative loss	(1,847)	(0)
Dividend income	69,067	63,695
Distributions received from investment trusts	19,541	12,293
Other changes in fair value of investments and derivatives		
Net realized gain	101,437	163,559
Change in unrealized (depreciation) appreciation	(577,946)	231,428
Net (loss) gain in fair value of investments and derivatives	(341,000)	504,489
Securities lending revenue (note 8)	220	259
Short-term penalty fees	0	1
Foreign exchange loss	(244)	(367)
Total other loss	(24)	(107)
Total (loss) income	(341,024)	504,382
EXPENSES		
Management fees (note 6)	66,415	60,789
Fixed administration fees (note 6)	6,437	5,840
Independent review committee fees (note 6)	6	6
Withholding taxes	1,799	1,933
Interest expense	2	7
Fund facts fees	0	1
Unitholder reporting costs	3	1
Commissions and other portfolio transaction costs (note 6)	887	816
Operating expenses absorbed by the Manager (note 6)	(20)	(7)
Total expenses	75,529	69,386
(Decrease) increase in net assets attributable to holders of redeemable units	(416,553)	434,996
(Decrease) increase in net assets attributable to holders of redeemable units		
Series A Units	(371,059)	378,079
Series T6 Units	(8,620)	8,120
Series F Units	(26,193)	12,466
Series F6 Units	(1,142)	298
Series D Units	3,557	16,081
Series G Units	(1,350)	1,479
Series I Units	(5,013)	7,123
Series R Units	(6,733)	11,350

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

BMO Monthly Income Fund

STATEMENT OF COMPREHENSIVE INCOME (cont'd) (All amounts in thousands of Canadian dollars, except per unit data)

For the periods ended	September 30 2022	September 30 2021
(Decrease) increase in net assets attributable to holders of redeemable units per unit (note 8)		
Series A Units	(0.58)	0.67
Series T6 Units	(0.71)	0.82
Series F Units	(1.31)	1.16
Series F6 Units	(1.13)	0.87
Series D Units	0.52	1.12
Series G Units	(0.88)	1.09
Series I Units	(0.67)	1.08
Series R Units	(0.25)	0.38

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

BMO Monthly Income Fund

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (All amounts in thousands of Canadian dollars)

For the periods ended	September 30 2022	September 30 2021	For the periods ended	September 30 2022	September 30 2021
Series A Units			Series F Units		
Net assets attributable to holders of redeemable units at beginning of period	4,209,734	3,631,452	Net assets attributable to holders of redeemable units at beginning of period	132,123	110,204
(Decrease) increase in net assets attributable to holders of redeemable units	(371,059)	378,079	(Decrease) increase in net assets attributable to holders of redeemable units	(26,193)	12,466
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(52,844)	(43,213)	Net investment income	(4,499)	(2,415)
Net realized gains on investments and derivatives	(79,692)	—	Net realized gains on investments and derivatives	(2,457)	—
Return of capital	(132,316)	(119,108)	Return of capital	(3,562)	(1,943)
Total distributions to holders of redeemable units	(264,852)	(162,321)	Total distributions to holders of redeemable units	(10,518)	(4,358)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	925,627	778,381	Proceeds from redeemable units issued	200,953	29,847
Reinvestments of distributions to holders of redeemable units	237,258	145,180	Reinvestments of distributions to holders of redeemable units	6,432	2,257
Redemption of redeemable units	(633,503)	(561,037)	Redemption of redeemable units	(25,733)	(18,293)
Net increase from redeemable unit transactions	529,382	362,524	Net increase from redeemable unit transactions	181,652	13,811
Net (decrease) increase in net assets attributable to holders of redeemable units	(106,529)	578,282	Net increase in net assets attributable to holders of redeemable units	144,941	21,919
Net assets attributable to holders of redeemable units at end of period	4,103,205	4,209,734	Net assets attributable to holders of redeemable units at end of period	277,064	132,123
Series T6 Units			Series F6 Units		
Net assets attributable to holders of redeemable units at beginning of period	90,059	75,804	Net assets attributable to holders of redeemable units at beginning of period	4,732	2,960
(Decrease) increase in net assets attributable to holders of redeemable units	(8,620)	8,120	(Decrease) increase in net assets attributable to holders of redeemable units	(1,142)	298
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(1,188)	(926)	Net investment income	(190)	(65)
Net realized gains on investments and derivatives	(1,722)	—	Net realized gains on investments and derivatives	(71)	—
Return of capital	(5,015)	(4,053)	Return of capital	(397)	(128)
Total distributions to holders of redeemable units	(7,925)	(4,979)	Total distributions to holders of redeemable units	(658)	(193)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	33,175	23,168	Proceeds from redeemable units issued	10,044	1,744
Reinvestments of distributions to holders of redeemable units	1,786	1,014	Reinvestments of distributions to holders of redeemable units	91	17
Redemption of redeemable units	(17,212)	(13,068)	Redemption of redeemable units	(1,106)	(94)
Net increase from redeemable unit transactions	17,749	11,114	Net increase from redeemable unit transactions	9,029	1,667
Net increase in net assets attributable to holders of redeemable units	1,204	14,255	Net increase in net assets attributable to holders of redeemable units	7,229	1,772
Net assets attributable to holders of redeemable units at end of period	91,263	90,059	Net assets attributable to holders of redeemable units at end of period	11,961	4,732

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

BMO Monthly Income Fund

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (cont'd) (All amounts in thousands of Canadian dollars)

For the periods ended	September 30 2022	September 30 2021	For the periods ended	September 30 2022	September 30 2021
Series D Units			Series I Units		
Net assets attributable to holders of redeemable units at beginning of period	156,727	151,871	Net assets attributable to holders of redeemable units at beginning of period	68,716	62,811
Increase in net assets attributable to holders of redeemable units	3,557	16,081	(Decrease) increase in net assets attributable to holders of redeemable units	(5,013)	7,123
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(1,297)	(2,648)	Net investment income	(1,838)	(2,033)
Net realized gains on investments and derivatives	(3,827)	—	Net realized gains on investments and derivatives	(1,285)	—
Return of capital	(1,238)	(2,514)	Return of capital	(868)	(331)
Total distributions to holders of redeemable units	(6,362)	(5,162)	Total distributions to holders of redeemable units	(3,991)	(2,364)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	4,756	16,648	Proceeds from redeemable units issued	9,721	4,965
Reinvestments of distributions to holders of redeemable units	5,742	4,627	Reinvestments of distributions to holders of redeemable units	3,991	2,364
Redemption of redeemable units	(163,754)	(27,338)	Redemption of redeemable units	(5,579)	(6,183)
Net decrease from redeemable unit transactions	(153,256)	(6,063)	Net increase from redeemable unit transactions	8,133	1,146
Net (decrease) increase in net assets attributable to holders of redeemable units	(156,061)	4,856	Net (decrease) increase in net assets attributable to holders of redeemable units	(871)	5,905
Net assets attributable to holders of redeemable units at end of period	666	156,727	Net assets attributable to holders of redeemable units at end of period	67,845	68,716
Series G Units			Series R Units		
Net assets attributable to holders of redeemable units at beginning of period	15,493	13,278	Net assets attributable to holders of redeemable units at beginning of period	106,852	118,072
(Decrease) increase in net assets attributable to holders of redeemable units	(1,350)	1,479	(Decrease) increase in net assets attributable to holders of redeemable units	(6,733)	11,350
Distributions to holders of redeemable units from:			Distributions to holders of redeemable units from:		
Net investment income	(254)	(258)	Net investment income	(1,130)	(1,288)
Net realized gains on investments and derivatives	(297)	—	Net realized gains on investments and derivatives	(2,202)	—
Return of capital	(388)	(313)	Return of capital	(9,381)	(11,317)
Total distributions to holders of redeemable units	(939)	(571)	Total distributions to holders of redeemable units	(12,713)	(12,605)
Redeemable unit transactions			Redeemable unit transactions		
Proceeds from redeemable units issued	4,046	3,041	Reinvestments of distributions to holders of redeemable units	187	116
Reinvestments of distributions to holders of redeemable units	923	568	Redemption of redeemable units	(11,550)	(10,081)
Redemption of redeemable units	(2,866)	(2,302)	Net decrease from redeemable unit transactions	(11,363)	(9,965)
Net increase from redeemable unit transactions	2,103	1,307	Net decrease in net assets attributable to holders of redeemable units	(30,809)	(11,220)
Net (decrease) increase in net assets attributable to holders of redeemable units	(186)	2,215	Net assets attributable to holders of redeemable units at end of period	76,043	106,852
Net assets attributable to holders of redeemable units at end of period	15,307	15,493			

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

BMO Monthly Income Fund

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (cont'd)

(All amounts in thousands of Canadian dollars)

For the periods ended	September 30 2022	September 30 2021
Total Fund		
Net assets attributable to holders of redeemable units at beginning of period	4,784,436	4,166,452
(Decrease) increase in net assets attributable to holders of redeemable units	(416,553)	434,996
Distributions to holders of redeemable units from:		
Net investment income	(63,240)	(52,846)
Net realized gains on investments and derivatives	(91,553)	—
Return of capital	(153,165)	(139,707)
Total distributions to holders of redeemable units	(307,958)	(192,553)
Redeemable unit transactions		
Proceeds from redeemable units issued	1,188,322	857,794
Reinvestments of distributions to holders of redeemable units	256,410	156,143
Redemption of redeemable units	(861,303)	(638,396)
Net increase from redeemable unit transactions	583,429	375,541
Net (decrease) increase in net assets attributable to holders of redeemable units	(141,082)	617,984
Net assets attributable to holders of redeemable units at end of period	4,643,354	4,784,436

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

BMO Monthly Income Fund

STATEMENT OF CASH FLOWS

(All amounts in thousands of Canadian dollars)

For the periods ended	September 30 2022	September 30 2021
Cash flows from operating activities		
(Decrease) increase in net assets attributable to holders of redeemable units	(416,553)	434,996
Adjustments for:		
Foreign exchange (gain) loss on cash	(15)	5
Net realized gain on sale of investments and derivatives	(101,437)	(163,559)
Change in unrealized depreciation (appreciation) of investments and derivatives	577,946	(231,428)
Decrease (increase) in interest receivable	435	(2,041)
Decrease (increase) in dividends receivable	815	(861)
Increase in distributions receivable from investment trusts	(1,414)	(1,440)
Increase in swap income payable	31	—
(Decrease) increase in accrued expenses	(47)	84
Amortization of premium and discounts	772	15,798
Return of capital dividends received	69	108
Return of capital distributions received	3,657	4,846
Non-cash dividends	196	(2,306)
Non-cash distributions from investment trusts	(1,910)	(182)
Purchases of investments	(3,450,580)	(2,577,878)
Proceeds from sale and maturity of investments	3,119,457	2,342,505
Cash inflows (outflows) on derivatives	1,328	(365)
(Increase) decrease in cash collateral	(461)	0
Net cash used in operating activities	(267,711)	(181,718)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(51,548)	(36,410)
Proceeds from issuances of redeemable units ⁺	1,000,479	833,292
Amounts paid on redemption of redeemable units ⁺	(669,072)	(616,577)
Net cash from financing activities	279,859	180,305
Foreign exchange gain (loss) on cash	15	(5)
Net increase (decrease) in cash	12,148	(1,413)
Cash at beginning of period	11,863	13,281
Cash at end of period	24,026	11,863
Supplementary Information		
Interest received, net of withholding taxes [*]	49,955	47,269
Dividends received, net of withholding taxes [*]	68,356	58,703
Distributions received from investment trusts, net of withholding taxes [*]	19,866	15,519
Interest expense paid [*]	2	7

⁺ Excludes switches between series, as applicable.

^{*} These items are from operating activities.

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

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)
MONEY MARKET INVESTMENTS			
Federal — 6.6%			
Government of Canada, Treasury Bills, 2.180%			
Oct 13, 2022	2,450	2,448	2,447
Government of Canada, Treasury Bills, 2.188%			
Oct 13, 2022	10,000	9,993	9,988
Government of Canada, Treasury Bills, 2.195%			
Oct 13, 2022	35,650	35,624	35,608
Government of Canada, Treasury Bills, 2.318%			
Oct 27, 2022	2,250	2,246	2,245
Government of Canada, Treasury Bills, 2.622%			
Oct 27, 2022	8,000	7,985	7,981
Government of Canada, Treasury Bills, 2.644%			
Oct 27, 2022	4,000	3,992	3,990
Government of Canada, Treasury Bills, 2.796%			
Nov 10, 2022	10,000	9,970	9,962
Government of Canada, Treasury Bills, 2.801%			
Nov 10, 2022	5,000	4,985	4,981
Government of Canada, Treasury Bills, 2.817%			
Nov 10, 2022	3,000	2,991	2,989
Government of Canada, Treasury Bills, 2.889%			
Nov 10, 2022	10,000	9,968	9,963
Government of Canada, Treasury Bills, 1.982%			
Nov 24, 2022	5,000	4,985	4,975
Government of Canada, Treasury Bills, 2.004%			
Nov 24, 2022	10,000	9,971	9,950
Government of Canada, Treasury Bills, 2.943%			
Nov 24, 2022	50,000	49,785	49,748
Government of Canada, Treasury Bills, 2.970%			
Nov 24, 2022	12,050	11,997	11,989
Government of Canada, Treasury Bills, 3.216%			
Nov 24, 2022	6,000	5,971	5,970
Government of Canada, Treasury Bills, 3.282%			
Nov 24, 2022	13,500	13,434	13,432
Government of Canada, Treasury Bills, 3.066%			
Dec 8, 2022	17,900	17,797	17,783
Government of Canada, Treasury Bills, 3.127%			
Dec 8, 2022	10,000	9,941	9,935
Government of Canada, Treasury Bills, 3.131%			
Dec 8, 2022	8,000	7,953	7,948
Government of Canada, Treasury Bills, 3.147%			
Dec 8, 2022	4,000	3,976	3,974
Government of Canada, Treasury Bills, 3.341%			
Dec 8, 2022	11,500	11,428	11,425
Government of Canada, Treasury Bills, 3.432%			
Dec 22, 2022	8,800	8,733	8,728
Government of Canada, Treasury Bills, 3.467%			
Dec 22, 2022	15,000	14,883	14,877
Government of Canada, Treasury Bills, 3.540%			
Dec 22, 2022	6,000	5,952	5,951
Government of Canada, Treasury Bills, 3.550%			
Dec 22, 2022	8,000	7,936	7,934
Government of Canada, Treasury Bills, 3.580%			
Jan 5, 2023	21,000	20,801	20,797
Government of Canada, Treasury Bills, 3.602%			
Jan 5, 2023	5,000	4,953	4,952

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Government of Canada, Treasury Bills, 3.620%			
Jan 5, 2023	5,000	4,953	4,952
.....	305,651	305,651	305,474
Provincial — 1.9%			
Province of Alberta, Treasury Bills, 2.921%			
Oct 25, 2022	3,000	2,994	2,994
Province of Alberta, Treasury Bills, 3.224%			
Nov 22, 2022	4,000	3,981	3,982
Province of Manitoba, Treasury Bills, 2.990%			
Nov 2, 2022	5,000	4,987	4,987
Province of Manitoba, Treasury Bills, 3.157%			
Nov 16, 2022	5,450	5,428	5,428
Province of New Brunswick, Treasury Bills, 2.464% Oct 6, 2022	10,000	9,997	9,997
Province of Newfoundland and Labrador, Treasury Bills, 3.620% Dec 12, 2022	6,000	5,957	5,957
Province of Ontario, Treasury Bills, 2.860%			
Oct 12, 2022	10,000	9,991	9,992
Province of Ontario, Treasury Bills, 2.921%			
Oct 26, 2022	24,500	24,451	24,450
Province of Prince Edward Island, Promissory Note, 2.570% Oct 4, 2022	15,865	15,862	15,863
Province of Prince Edward Island, Promissory Note, 3.019% Oct 25, 2022	4,600	4,591	4,588
.....	88,239	88,239	88,238
Total Money Market Investments — 8.5%	393,890	393,890	393,712

BONDS & DEBENTURES

CANADIAN BONDS

Federal Bonds — 3.8%

First Nations Finance Authority, Series 17-1, Senior, Secured, Notes, 3.050% Jun 1, 2028	1,938	1,937	1,860
Government of Canada, Unsecured, 0.500%			
Nov 1, 2023	19,000	18,492	18,318
Government of Canada, Unsecured, 1.000%			
Jun 1, 2027	323	294	291
Government of Canada, Unsecured, 1.250%			
Jun 1, 2030	19,350	19,782	16,802
Government of Canada, Unsecured, 1.250%			
Jun 1, 2031	28,500	26,656	24,847
Government of Canada, Unsecured, 1.500%			
Dec 1, 2031	205	182	178
Government of Canada, Unsecured, 2.000%			
Jun 1, 2032	47,457	43,419	42,895
Government of Canada, Unsecured, 4.000%			
Jun 1, 2041	8,500	10,400	9,423
Government of Canada, Unsecured, 3.500%			
Dec 1, 2045	5,902	7,980	6,215
Government of Canada, Unsecured, 2.000%			
Dec 1, 2051	38,649	34,627	30,509
Government of Canada, Unsecured, 1.750%			
Dec 1, 2053	30,664	23,684	22,512
.....	187,453	187,453	173,850

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Provincial Bonds — 10.1%							
Fair Hydro Trust, Senior, Secured, Notes, Callable, 3.357% May 15, 2033	11,797	11,799	10,858	Province of Saskatchewan, Senior, Unsecured, Notes, 2.800% Dec 2, 2052	1,744	1,318	1,350
Province of Alberta, Unsecured, 1.650% Jun 1, 2031	9,295	8,826	7,777		551,561		468,492
Province of Alberta, Unsecured, Notes, 4.150% Jun 1, 2033	5,525	5,524	5,602	Corporate Bonds & Debentures — 16.8%			
Province of Alberta, Senior, Unsecured, Notes, 4.500% Dec 1, 2040	1,156	1,458	1,193	1011778 B.C. Unlimited Liability Company/New Red Finance, Inc., Series 144A, Senior, Secured, Notes, Callable, 3.875% Jan 15, 2028	USD 4,427	5,537	5,290
Province of Alberta, Unsecured, Debentures, 3.100% Jun 1, 2050	3,600	3,709	3,004	407 International Inc., Senior, Secured, Notes, Callable, 4.220% Feb 14, 2028	1,101	1,101	1,070
Province of Alberta, Unsecured, Notes, 2.950% Jun 1, 2052	4,000	4,218	3,232	407 International Inc., Series 15-A2, Secured, Notes, Callable, 3.830% May 11, 2046	2,000	2,156	1,713
Province of British Columbia, Senior, Unsecured, Notes, 1.550% Jun 18, 2031	24,078	23,044	19,956	Alectra Inc., Senior, Unsecured, Notes, Callable, 1.751% Feb 11, 2031	3,440	3,303	2,778
Province of British Columbia, Unsecured, 2.800% Jun 18, 2048	24,526	24,890	19,359	Algonquin Power & Utilities Corp., Unsecured, Notes, Subordinated, Callable, 5.250% Jan 18, 2082	3,490	3,490	2,909
Province of British Columbia, Unsecured, 2.950% Jun 18, 2050	8,758	7,314	7,101	Algonquin Power Co., Senior, Unsecured, Notes, Callable, 2.850% Jul 15, 2031	3,223	2,899	2,689
Province of Manitoba, Unsecured, Notes, 3.900% Dec 2, 2032	3,305	3,287	3,279	Alimentation Couche-Tard Inc., Series 6, Senior, Unsecured, Notes, Callable, 3.056% Jul 26, 2024	12,210	12,196	11,802
Province of Ontario, Unsecured, Notes, 2.700% Jun 2, 2029	31,975	33,037	29,847	Allied Properties Real Estate Investment Trust, Series H, Senior, Unsecured, Notes, Callable, 1.726% Feb 12, 2026	9,827	9,734	8,691
Province of Ontario, Unsecured, Notes, 2.050% Jun 2, 2030	49,928	51,807	43,929	AltaGas Canada Inc., Medium Term Notes, Senior, Unsecured, Callable, 4.260% Dec 5, 2028	6,293	6,291	6,019
Province of Ontario, Unsecured, Debentures, 1.350% Dec 2, 2030	13,431	12,616	11,057	AltaGas Ltd., Series 11, Medium Term Notes, Senior, Unsecured, Callable, 4.400% Mar 15, 2024	4,430	4,621	4,386
Province of Ontario, Unsecured, Notes, 2.150% Jun 2, 2031	20,572	19,512	17,927	AltaGas Ltd., Medium Term Notes, Senior, Unsecured, 1.227% Mar 18, 2024	3,850	3,850	3,640
Province of Ontario, Unsecured, Notes, 4.650% Jun 2, 2041	6,520	7,190	6,854	AltaGas Ltd., Medium Term Notes, Senior, Unsecured, Callable, 2.157% Jun 10, 2025	4,520	4,396	4,177
Province of Ontario, Unsecured, Notes, 3.500% Jun 2, 2043	17,399	19,451	15,678	AltaGas Ltd., Unsecured, Notes, Subordinated, Callable, 5.250% Jan 11, 2082	1,299	1,299	1,075
Province of Ontario, Unsecured, 2.900% Dec 2, 2046	21,477	20,255	17,288	AltaGas Ltd., Series 2, Fixed-to-Fixed Rate, Subordinated, Notes, 7.350% Aug 17, 2082	2,067	2,067	2,028
Province of Ontario, Unsecured, 2.800% Jun 2, 2048	3,691	3,576	2,899	AltaLink, L.P., Series 2016-2, Medium Term Notes, Senior, Secured, Callable, 3.717% Dec 3, 2046	3,691	3,713	3,133
Province of Ontario, Unsecured, Notes, 2.900% Jun 2, 2049	45,062	43,989	35,967	ARC Resources Ltd., Senior, Unsecured, Notes, Callable, 2.354% Mar 10, 2026	3,690	3,690	3,372
Province of Ontario, Unsecured, 2.650% Dec 2, 2050	27,096	28,629	20,457	Athabasca Indigenous Midstream Limited Partnership, Senior, Secured, Notes, Callable, 6.068% Feb 5, 2042	1,069	1,069	1,093
Province of Ontario, Unsecured, 1.900% Dec 2, 2051	31,474	24,819	19,726	AutoCanada Inc., Senior, Unsecured, Notes, Callable, 5.750% Feb 7, 2029	3,497	3,497	3,049
Province of Quebec, Unsecured, 2.750% Sep 1, 2027	25,595	26,339	24,474	Bank of Montreal, Senior, Unsecured, Notes, 2.850% Mar 6, 2024 [#]	4,338	4,368	4,216
Province of Quebec, Senior, Unsecured, Notes, 1.900% Sep 1, 2030	36,000	36,660	31,230	Bank of Montreal, Senior, Unsecured, Notes, 2.280% Jul 29, 2024 [#]	14,662	14,689	13,994
Province of Quebec, Senior, Unsecured, Notes, 1.500% Sep 1, 2031	25,949	23,361	21,310	Bank of Montreal, Deposit Notes, Senior, Unsecured, 2.700% Sep 11, 2024 [#]	1,185	1,185	1,142
Province of Quebec, Unsecured, Debentures, 4.250% Dec 1, 2043	10,250	12,753	10,327				
Province of Quebec, Unsecured, 3.500% Dec 1, 2045	50,774	52,479	45,630				
Province of Quebec, Unsecured, 3.100% Dec 1, 2051	31,538	33,262	26,248				
Province of Quebec, Senior, Unsecured, Debentures, 2.850% Dec 1, 2053	6,260	6,439	4,933				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Bank of Montreal, Medium Term Notes, Senior, Unsecured, Callable, 2.370% Feb 3, 2025 [#]	7,970	8,178	7,515	Canadian Imperial Bank of Commerce, Senior, Unsecured, Notes, 2.000% Apr 17, 2025	5,790	5,907	5,378
Bank of Montreal, Senior, Unsecured, Notes, Callable, 1.758% Mar 10, 2026 [#]	7,547	7,570	6,796	Canadian Imperial Bank of Commerce, Deposit Notes, Senior, Unsecured, 3.300% May 26, 2025	8,208	8,148	7,942
Bank of Montreal, Senior, Unsecured, Notes, Callable, 4.309% Jun 1, 2027 [#]	13,135	13,117	12,754	Canadian Imperial Bank of Commerce, Senior, Unsecured, Notes, 1.100% Jan 19, 2026	8,070	7,971	7,120
Bank of Montreal, Fixed to Floating, Notes, Subordinated, Callable, 2.880% Sep 17, 2029 [#]	1,763	1,835	1,679	Canadian Imperial Bank of Commerce, Senior, Unsecured, Notes, Callable, 4.950% Jun 29, 2027	7,366	7,409	7,338
Bank of Nova Scotia, The, Senior, Unsecured, Notes, 2.490% Sep 23, 2024	21,625	21,629	20,638	Canadian Imperial Bank of Commerce, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 2.950% Jun 19, 2029	7,000	7,290	6,710
Bank of Nova Scotia, The, Senior, Unsecured, Notes, 2.160% Feb 3, 2025	14,617	14,424	13,714	Canadian Imperial Bank of Commerce, Unsecured, Notes, Subordinated, Callable, 4.000% Jan 28, 2082	2,757	2,757	2,301
Bank of Nova Scotia, The, Senior, Unsecured, Notes, 1.850% Nov 2, 2026	4,505	4,504	3,988	Canadian Utilities Limited, Unsecured, Debentures, Callable, 4.851% Jun 3, 2052	771	771	745
Bank of Nova Scotia, The, Senior, Unsecured, Notes, 1.400% Nov 1, 2027	2,272	2,265	1,910	Capital Power Corporation, Senior, Unsecured, Notes, Callable, 3.147% Oct 1, 2032	935	935	757
Bank of Nova Scotia, The, Series 1, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 3.700% Jul 27, 2081	3,180	3,175	2,536	Capital Power Corporation, Unsecured, Notes, Subordinated, Callable, 7.950% Sep 9, 2082	2,176	2,176	2,169
BCI QuadReal Realty, Senior, Unsecured, Notes, Callable, 1.747% Jul 24, 2030	323	323	260	Enovus Energy Inc., Senior, Unsecured, Notes, Callable, 3.600% Mar 10, 2027	7,402	7,458	7,039
Bell Canada, Medium Term Notes, Senior, Unsecured, Debentures, Callable, 2.750% Jan 29, 2025	4,000	4,117	3,800	Central 1 Credit Union, Senior, Unsecured, Notes, 5.416% Sep 29, 2025	2,152	2,152	2,156
Bell Canada, Series M-41, Medium Term Notes, Senior, Unsecured, Callable, 3.550% Mar 2, 2026	2,000	2,114	1,907	CGI Inc., Senior, Unsecured, Notes, Callable, 2.100% Sep 18, 2028	2,288	2,285	1,948
Bell Canada, Medium Term Notes, Senior, Unsecured, Callable, 1.650% Aug 16, 2027	1,958	1,968	1,675	Choice Properties Real Estate Investment Trust, Series B, Senior, Unsecured, Notes, Callable, 4.903% Jul 5, 2023	4,777	4,836	4,775
Bell Canada, Medium Term Notes, Senior, Unsecured, Callable, 2.200% May 29, 2028	964	963	829	Choice Properties Real Estate Investment Trust, Series K, Senior, Unsecured, Notes, Callable, 3.556% Sep 9, 2024	1,411	1,470	1,365
Bell Canada, Medium Term Notes, Senior, Unsecured, Callable, 2.500% May 14, 2030	3,816	3,880	3,175	Choice Properties Real Estate Investment Trust, Series J, Senior, Unsecured, Debentures, Callable, 3.546% Jan 10, 2025	3,427	3,561	3,293
Bell Canada, Medium Term Notes, Senior, Unsecured, Callable, 3.000% Mar 17, 2031	4,482	4,505	3,795	Choice Properties Real Estate Investment Trust, Series N, Senior, Unsecured, Debentures, Callable, 2.981% Mar 4, 2030	6,054	6,090	5,141
Bell Canada, Medium Term Notes, Senior, Unsecured, Debentures, Callable, 4.450% Feb 27, 2047	2,629	2,966	2,232	CNH Industrial Capital Canada Ltd., Senior, Unsecured, Notes, 1.500% Oct 1, 2024	3,360	3,358	3,131
BMW Canada Inc., Series X, Senior, Unsecured, Notes, 0.990% Jan 14, 2025	2,202	2,187	2,017	Concentra Bank, Deposit Notes, Senior, Unsecured, 1.462% May 17, 2024	4,824	4,826	4,528
Brookfield Renewable Partners ULC, Senior, Unsecured, Notes, Callable, 3.330% Aug 13, 2050	421	421	298	Crombie Real Estate Investment Trust, Series F, Senior, Unsecured, Notes, Callable, 3.677% Aug 26, 2026	2,131	2,131	1,996
Bruce Power L.P., Series 21-1, Senior, Unsecured, Notes, Callable, 2.680% Dec 21, 2028	902	902	796	CT Real Estate Investment Trust, Senior, Unsecured, Notes, Callable, 3.029% Feb 5, 2029	1,833	1,833	1,597
Bruce Power L.P., Series 2019, Senior, Unsecured, Notes, Callable, 4.746% Jun 21, 2049	4,507	4,472	4,113	CU Inc., Senior, Unsecured, Debentures, Callable, 4.722% Sep 9, 2043	1,000	1,141	971
Calgary Airport Authority, Series C, Secured, Notes, Callable, 3.454% Oct 7, 2041	1,909	1,909	1,576	CU Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.548% Nov 22, 2047	4,000	3,943	3,213
Canadian Imperial Bank of Commerce, Senior, Unsecured, Notes, 3.290% Jan 15, 2024	4,841	4,854	4,741				
Canadian Imperial Bank of Commerce, Senior, Unsecured, Notes, 2.350% Aug 28, 2024	10,175	10,175	9,698				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Daimler Trucks Finance Canada Inc., Senior, Unsecured, Notes, 2.140% Dec 13, 2024	2,586	2,585	2,412	Ford Credit Canada Company, Senior, Unsecured, Notes, 6.777% Sep 15, 2025	1,830	1,830	1,823
Daimler Trucks Finance Canada Inc., Senior, Unsecured, Notes, 5.180% Sep 19, 2025	3,932	3,928	3,913	Fortis Inc., Senior, Unsecured, Notes, Callable, 2.180% May 15, 2028	1,013	1,013	886
Daimler Trucks Finance Canada Inc., Senior, Unsecured, Notes, 2.460% Dec 15, 2026	2,174	2,174	1,934	FortisAlberta Inc., Medium Term Notes, Senior, Unsecured, 5.400% Apr 21, 2036	1,100	1,181	1,154
Dollarama Inc., Senior, Unsecured, Notes, Callable, 1.871% Jul 8, 2026	4,855	4,652	4,345	General Motors Financial of Canada, Ltd., Senior, Unsecured, Notes, 1.700% Jul 9, 2025	3,528	3,333	3,175
Dollarama Inc., Senior, Unsecured, Notes, Callable, 1.505% Sep 20, 2027	2,458	2,458	2,091	General Motors Financial of Canada, Ltd., Senior, Unsecured, Notes, Callable, 3.150% Feb 8, 2027	3,833	3,719	3,457
Dream Industrial Real Estate Investment Trust, Series A, Senior, Unsecured, Notes, Callable, 1.662% Dec 22, 2025	4,651	4,438	4,138	Gibson Energy Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.450% Jul 14, 2025	1,667	1,680	1,546
Dream Industrial Real Estate Investment Trust, Series C, Senior, Unsecured, Debentures, Callable, 2.057% Jun 17, 2027	767	767	663	Gibson Energy Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.600% Sep 17, 2029	1,294	1,291	1,154
Empire Life Insurance Company, Unsecured, Notes, Debentures, Subordinated, Callable, 2.024% Sep 24, 2031	975	975	854	Greater Toronto Airports Authority, Series 20-1, Secured, Notes, Callable, 1.540% May 3, 2028	3,847	3,801	3,297
Enbridge Gas Inc., Senior, Unsecured, Debentures, 9.850% Dec 2, 2024	5,000	5,137	5,495	Great-West Lifeco Inc., Senior, Unsecured, Notes, Callable, 2.981% Jul 8, 2050	1,372	1,284	948
Enbridge Gas Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.310% Sep 11, 2025	4,000	4,039	3,855	Great-West Lifeco Inc., Series 1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 3.600% Dec 31, 2081	3,404	3,404	2,717
Enbridge Gas Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.900% Apr 1, 2030	5,238	5,540	4,669	Honda Canada Finance, Inc., Senior, Unsecured, Notes, 1.337% Mar 17, 2026	8,712	8,252	7,698
Enbridge Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.440% Jun 2, 2025	5,305	5,400	4,959	Honda Canada Finance, Inc., Senior, Unsecured, Notes, 1.711% Sep 28, 2026	1,604	1,604	1,413
Enbridge Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.990% Oct 3, 2029	4,465	4,690	3,879	Honda Canada Finance, Inc., Senior, Unsecured, Notes, 1.646% Feb 25, 2028	3,912	3,868	3,304
Enbridge Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.100% Sep 21, 2033	1,691	1,688	1,363	HSBC Bank Canada, Senior, Unsecured, Notes, 1.782% May 20, 2026	3,592	3,592	3,203
Enbridge Inc., Unsecured, Notes, Subordinated, Callable, 5.000% Jan 19, 2082	1,290	1,290	1,080	Hydro One Inc., Series 35, Medium Term Notes, Senior, Unsecured, Callable, 2.770% Feb 24, 2026	8,500	8,742	8,043
Enbridge Pipelines Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.790% Aug 17, 2023	1,676	1,713	1,661	Hydro One Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.020% Apr 5, 2029	4,552	4,667	4,187
Enbridge Pipelines Inc., Medium Term Notes, Unsecured, Callable, 3.520% Feb 22, 2029	1,000	1,060	916	Hydro One Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.160% Feb 28, 2030	4,000	4,083	3,411
EPCOR Utilities Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.899% May 19, 2050	169	169	119	Hydro One Inc., Senior, Unsecured, Notes, Callable, 2.230% Sep 17, 2031	4,109	3,779	3,396
Equitable Bank, Deposit Notes, Senior, Unsecured, 1.774% Sep 21, 2023	1,665	1,669	1,607	Hydro One Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.640% Apr 5, 2050	3,079	3,201	2,529
Equitable Bank, Senior, Unsecured, Notes, 1.983% May 9, 2024	2,739	2,739	2,588	Hydro One Inc., Senior, Unsecured, Notes, Callable, 3.100% Sep 15, 2051	1,028	1,027	754
Federation des caisses Desjardins du Quebec, Senior, Unsecured, Notes, 1.587% Sep 10, 2026	1,360	1,360	1,197	Hyundai Capital Canada Inc., Series A, Senior, Unsecured, Notes, Callable, 2.008% May 12, 2026	3,635	3,417	3,226
Federation des caisses Desjardins du Quebec, Unsecured, Notes, Subordinated, Callable, 5.035% Aug 23, 2032	641	641	624	iA Financial Corporation Inc., Series 22-1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 6.611% Jun 30, 2082	922	922	902
First Nations ETF LP, Series 1a, Sinking Funds, Senior, Secured, Notes, 4.136% Dec 31, 2041	1,572	1,572	1,438	Intact Financial Corporation, Senior, Unsecured, Notes, 1.207% May 21, 2024	2,592	2,592	2,446
Ford Credit Canada Company, Senior, Unsecured, Notes, 4.460% Nov 13, 2024	1,965	2,041	1,882				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Intact Financial Corporation, Medium Term Notes, Senior, Unsecured, Callable, 1.928% Dec 16, 2030	4,645	4,162	3,698	National Bank of Canada, Senior, Unsecured, Notes, 1.534% Jun 15, 2026	4,425	4,425	3,916
Inter Pipeline Ltd., Series 7, Medium Term Notes, Senior, Unsecured, Callable, 2.734% Apr 18, 2024	2,882	2,940	2,773	National Bank of Canada, Fixed to Floating, Medium Term Notes, Unsecured, Subordinated, Callable, 3.183% Feb 1, 2028	7,538	7,537	7,490
Inter Pipeline Ltd., Series 7, Medium Term Notes, Senior, Unsecured, Callable, 3.173% Mar 24, 2025	11,902	12,212	11,285	National Bank of Canada, Unsecured, Notes, Subordinated, Callable, 4.050% Aug 15, 2081	1,131	1,131	922
Inter Pipeline Ltd., Series 14, Senior, Unsecured, Notes, Callable, 5.849% May 18, 2032	4,001	3,996	3,942	North West Redwater Partnership/NWR Financing Company Ltd., Series J, Senior, Secured, Notes, Callable, 2.800% Jun 1, 2027	2,833	2,831	2,605
John Deere Financial Inc., Senior, Unsecured, Notes, 1.630% Apr 9, 2026	1,258	1,258	1,130	North West Redwater Partnership/NWR Financing Company Ltd., Series K, Senior, Secured, Notes, Callable, 3.650% Jun 1, 2035	5,444	5,442	4,713
Keyera Corp., Medium Term Notes, Senior, Unsecured, Callable, 3.934% Jun 21, 2028	7,277	7,304	6,753	North West Redwater Partnership/NWR Financing Company Ltd., Series I, Secured, Notes, Callable, 4.350% Jan 10, 2039	5,030	5,013	4,544
Kruger Products L.P., Senior, Unsecured, Notes, Callable, 5.375% Apr 9, 2029	886	886	744	Northern Courier Pipeline Limited Partnership, Senior, Secured, Notes, 3.365% Jun 30, 2042	1,707	1,706	1,496
Laurentian Bank of Canada, Series 1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 5.300% Jun 15, 2081	5,203	5,224	4,518	NOVA Gas Transmission Ltd., Series 23, Senior, Unsecured, Debentures, 9.900% Dec 16, 2024	11,779	12,133	12,782
Loblaw Companies Limited, Senior, Unsecured, Notes, Callable, 3.918% Jun 10, 2024	4,709	4,901	4,639	Ontario Power Generation Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.893% Apr 8, 2025	8,814	9,163	8,436
Loblaw Companies Limited, Senior, Unsecured, Notes, Callable, 5.008% Sep 13, 2032	3,012	3,007	2,975	Ontario Power Generation Inc., Medium Term Notes, Senior, Unsecured, Callable, 4.922% Jul 19, 2032	3,994	4,022	4,010
Manulife Finance (Delaware), L.P., Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 5.059% Dec 15, 2041	3,000	3,279	2,858	Ontario Power Generation Inc., Medium Term Notes, Senior, Unsecured, Callable, 4.248% Jan 18, 2049	2,270	2,338	2,011
Manulife Financial Corporation, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 3.317% May 9, 2028	1,881	1,949	1,860	Ontario Power Generation Inc., Senior, Unsecured, Notes, Callable, 2.947% Feb 21, 2051	1,212	1,212	834
Manulife Financial Corporation, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 3.049% Aug 20, 2029	9,238	9,471	8,855	Open Text Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Feb 15, 2028	USD 670	870	764
Manulife Financial Corporation, Unsecured, Notes, Subordinated, Callable, 2.237% May 12, 2030	3,877	3,779	3,585	PACCAR Financial Ltd., Senior, Unsecured, Notes, 0.985% May 14, 2024	2,022	2,022	1,901
Manulife Financial Corporation, Unsecured, Notes, Subordinated, Callable, 2.818% May 13, 2035	1,483	1,489	1,245	Parkland Corporation, Senior, Unsecured, Notes, Callable, 3.875% Jun 16, 2026	1,135	1,135	1,027
Manulife Financial Corporation, Series 1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 3.375% Jun 19, 2081	1,177	1,173	948	Parkland Corporation, Senior, Unsecured, Notes, Callable, 4.375% Mar 26, 2029	1,645	1,645	1,394
Manulife Financial Corporation, Unsecured, Notes, Subordinated, Callable, 4.100% Mar 19, 2082	1,304	1,304	1,053	Pembina Pipeline Corporation, Medium Term Notes, Senior, Unsecured, 2.560% Jun 1, 2023	984	994	969
Manulife Financial Corporation, Unsecured, Notes, Subordinated, Callable, 7.117% Jun 19, 2082	2,127	2,127	2,119	Pembina Pipeline Corporation, Series 10, Senior, Unsecured, Notes, Callable, 4.020% Mar 27, 2028	4,299	4,595	4,039
MCAP Commercial LP, Senior, Secured, Notes, Callable, 3.384% Nov 26, 2027	646	646	569	Pembina Pipeline Corporation, Medium Term Notes, Senior, Unsecured, Callable, 3.620% Apr 3, 2029	4,023	4,187	3,647
National Bank of Canada, Senior, Unsecured, Notes, 2.545% Jul 12, 2024	4,161	4,218	3,992				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Pembina Pipeline Corporation, Senior, Unsecured, Notes, Callable, 3.530% Dec 10, 2031	5,077	4,579	4,337	Saputo Inc., Senior, Secured, Notes, Callable, 2.242% Jun 16, 2027	1,269	1,269	1,119
Pembina Pipeline Corporation, Senior, Unsecured, Notes, Callable, 4.490% Dec 10, 2051	1,356	1,356	1,063	Saputo Inc., Senior, Unsecured, Notes, Callable, 2.297% Jun 22, 2028	1,265	1,265	1,087
Primaris Real Estate Investment Trust, Senior, Unsecured, Notes, 4.267% Mar 30, 2025	4,459	4,390	4,294	SmartCentres Real Estate Investment Trust, Series S, Senior, Unsecured, Debentures, Callable, 3.834% Dec 21, 2027	10,544	10,550	9,713
Reliance LP, Senior, Secured, Notes, Callable, 2.680% Dec 1, 2027	530	530	464	Stantec Inc., Senior, Unsecured, Notes, Callable, 2.048% Oct 8, 2027	818	818	709
Reliance LP, Senior, Secured, Notes, Callable, 2.670% Aug 1, 2028	1,519	1,518	1,302	Summit Industrial Income REIT, Series B, Senior, Unsecured, Debentures, Callable, 1.820% Apr 1, 2026	2,782	2,770	2,463
RioCan Real Estate Investment Trust, Series AA, Senior, Unsecured, Debentures, Callable, 3.209% Sep 29, 2023	5,055	5,056	4,952	Sun Life Financial Inc., Series 216-2, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 3.050% Sep 19, 2028	6,281	6,375	6,144
RioCan Real Estate Investment Trust, Series AB, Senior, Unsecured, Debentures, Callable, 2.576% Feb 12, 2025	5,723	5,723	5,362	Sun Life Financial Inc., Unsecured, Notes, Subordinated, Callable, 2.460% Nov 18, 2031	2,649	2,648	2,369
RioCan Real Estate Investment Trust, Series AD, Senior, Unsecured, Callable, 1.974% Jun 15, 2026	4,251	4,089	3,754	Sun Life Financial Inc., Series 27-1, Fixed to Floating, Unsecured, Debentures, Subordinated, Callable, 5.400% May 29, 2042	5,000	5,752	4,934
RioCan Real Estate Investment Trust, Series AE, Senior, Unsecured, Debentures, Callable, 2.829% Nov 8, 2028	1,088	1,088	931	Sun Life Financial Inc., Series 21-1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 3.600% Jun 30, 2081	845	845	689
Rogers Communications Inc., Senior, Unsecured, Notes, 3.100% Apr 15, 2025	4,932	4,835	4,684	Suncor Energy Inc., Medium Term Notes, Senior, Unsecured, Callable, 5.000% Apr 9, 2030	1,286	1,483	1,289
Rogers Communications Inc., Senior, Unsecured, Notes, Callable, 3.650% Mar 31, 2027	5,816	6,104	5,462	Suncor Energy Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.950% Mar 4, 2051	588	580	447
Rogers Communications Inc., Unsecured, Notes, Subordinated, Callable, 5.000% Dec 17, 2081	3,913	3,913	3,527	Superior Plus LP, Senior, Unsecured, Notes, Callable, 4.250% May 18, 2028	1,385	1,385	1,204
Royal Bank of Canada, Senior, Unsecured, Notes, 2.352% Jul 2, 2024	16,051	16,065	15,375	TELUS Corporation, Senior, Unsecured, Notes, Callable, 3.750% Jan 17, 2025	5,633	5,937	5,476
Royal Bank of Canada, Senior, Unsecured, Notes, 2.609% Nov 1, 2024	12,322	12,482	11,758	TELUS Corporation, Senior, Unsecured, Notes, Callable, 2.050% Oct 7, 2030	2,764	2,759	2,186
Royal Bank of Canada, Senior, Unsecured, Notes, 4.612% Jul 26, 2027	5,536	5,536	5,444	TELUS Corporation, Series CN, Senior, Unsecured, Notes, Callable, 5.150% Nov 26, 2043	1,636	1,863	1,510
Royal Bank of Canada, Fixed to Floating, Unsecured, Subordinated, Callable, 2.880% Dec 23, 2029	14,911	15,552	14,102	TELUS Corporation, Series CW, Senior, Unsecured, Notes, Callable, 4.700% Mar 6, 2048	1,645	1,666	1,418
Royal Bank of Canada, Unsecured, Notes, Subordinated, Callable, 2.140% Nov 3, 2031	7,527	7,345	6,590	TELUS Corporation, Series CAE, Senior, Unsecured, Notes, Callable, 4.100% Apr 5, 2051	3,188	3,236	2,469
Royal Bank of Canada, Unsecured, Notes, Subordinated, Callable, 1.670% Jan 28, 2033	3,626	3,625	2,978	Toronto Hydro Corporation, Series 16, Senior, Unsecured, Debentures, Callable, 1.500% Oct 15, 2030	4,851	4,462	3,896
Royal Bank of Canada, Unsecured, Notes, Subordinated, Callable, 3.650% Nov 24, 2081	2,251	2,251	1,795	Toronto-Dominion Bank, The, Senior, Unsecured, Notes, 2.850% Mar 8, 2024	3,697	3,697	3,593
Sagen MI Canada Inc., Senior, Unsecured, Debentures, Callable, 3.261% Mar 5, 2031	867	867	721	Toronto-Dominion Bank, The, Senior, Unsecured, Notes, 2.496% Dec 2, 2024	7,380	7,380	7,011
Saputo Inc., Medium Term Notes, Senior, Unsecured, Callable, 2.827% Nov 21, 2023	2,501	2,548	2,441	Toronto-Dominion Bank, The, Senior, Unsecured, Notes, 4.344% Jan 27, 2026	5,944	5,916	5,832
Saputo Inc., Medium Term Notes, Senior, Unsecured, Callable, 3.603% Aug 14, 2025	13,207	13,182	12,660				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)		Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Toronto-Dominion Bank, The, Senior, Unsecured, Notes, 1.888% Mar 8, 2028.....	3,254	3,254	2,781	National Australia Bank Limited, Series MPLE, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 3.515% Jun 12, 2030.....	7,521	7,521	7,074
Toronto-Dominion Bank, The, Fixed to Floating, Medium Term Notes, Unsecured, Subordinated, Callable, 3.589% Sep 14, 2028.....	13,000	13,209	12,783	Transurban Finance Company Pty Ltd., Series MPLE, Senior, Secured, Notes, Callable, 4.555% Nov 14, 2028.....	6,694	6,694	6,428
Toronto-Dominion Bank, The, Fixed to Floating, Medium Term Notes, Subordinated, Callable, 3.224% Jul 25, 2029.....	17,671	18,223	16,996	.....	19,260	.....	17,783
Toronto-Dominion Bank, The, Series 1, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 3.600% Oct 31, 2081.....	4,077	4,073	3,264	France — 0.1%			
Toyota Credit Canada Inc., Medium Term Notes, Senior, Unsecured, 1.180% Feb 23, 2026.....	7,326	7,243	6,480	BNP Paribas, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 2.538% Jul 13, 2029.....	4,711	4,711	3,965
TransCanada PipeLines Limited, Medium Term Notes, Senior, Unsecured, Callable, 3.690% Jul 19, 2023.....	2,000	2,038	1,983	United Kingdom — 0.5%			
TransCanada PipeLines Limited, Medium Term Notes, Senior, Unsecured, Callable, 4.180% Jul 3, 2048.....	6,814	6,755	5,297	Anglian Water Services Financing PLC, Senior, Secured, Notes, Callable, 4.525% Aug 26, 2032.....	3,109	3,109	2,968
TransCanada Trust, Fixed to Floating, Unsecured, Notes, Subordinated, Callable, 4.200% Mar 4, 2081.....	1,213	1,213	983	Barclays PLC, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 2.166% Jun 23, 2027.....	4,522	4,522	3,955
Vancouver Airport Authority, Series I, Senior, Unsecured, Notes, Callable, 1.760% Sep 20, 2030.....	413	413	340	Heathrow Funding Limited, Senior, Secured, Notes, 3.250% May 21, 2025.....	8,000	8,002	7,588
Ventas Canada Finance Limited, Series E, Senior, Unsecured, Notes, Callable, 2.800% Apr 12, 2024.....	841	841	808	Heathrow Funding Limited, Series MPLE, Senior, Secured, Callable, 2.694% Oct 13, 2029.....	1,257	1,257	1,112
Ventas Canada Finance Limited, Series G, Senior, Unsecured, Notes, Callable, 2.450% Jan 4, 2027.....	1,673	1,670	1,484	Heathrow Funding Limited, Series MPLE, Senior, Secured, Callable, 3.726% Apr 13, 2035.....	675	698	564
Videotron Ltd., Senior, Unsecured, Notes, Callable, 3.625% Jun 15, 2028.....	2,683	2,687	2,276	HSBC Holdings plc, Series MPLE, Senior, Unsecured, Notes, 3.196% Dec 5, 2023.....	9,883	9,872	9,656
VW Credit Canada, Inc., Senior, Unsecured, Notes, 2.850% Sep 26, 2024.....	1,881	1,941	1,799	.....	27,460	.....	25,843
VW Credit Canada, Inc., Senior, Unsecured, Notes, 2.450% Dec 10, 2026.....	2,854	2,851	2,559	United States — 3.3%			
WSP Global Inc., Senior, Unsecured, Notes, Callable, 2.408% Apr 19, 2028.....	1,113	1,113	970	Albertsons Companies Inc./Safeway Inc./New Albertsons L.P./Albertson's LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.875% Feb 15, 2030.....	USD 2,320	3,159	2,692
.....	851,599	.....	782,070	AT&T Inc., Series MPLE, Senior, Unsecured, Callable, 5.100% Nov 25, 2048.....	3,161	3,310	2,818
Asset-Backed Securities — 0.0%				AT&T Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 2.850% May 25, 2024.....	5,280	5,330	5,109
Glacier Credit Card Trust, Credit Card Asset-Backed Notes, Senior, Secured, 1.388%, Sep 22, 2025.....	425	425	383	AT&T Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 4.850% May 25, 2047.....	2,746	2,733	2,367
Total Canadian Bonds — 30.7%	1,591,038	.....	1,424,795	Athene Global Funding, Medium Term Notes, Senior, Secured, 3.127% Mar 10, 2025.....	3,853	3,853	3,640
FOREIGN BONDS				Athene Global Funding, Series MPLE, Senior, Secured, Notes, 2.100% Sep 24, 2025.....	6,394	6,389	5,792
Australia — 0.4%				Bank of America Corporation, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 3.301% Apr 24, 2024.....	12,513	12,513	12,395
Macquarie Group Limited, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 2.723% Aug 21, 2029.....	5,045	5,045	4,281	Bank of America Corporation, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 1.978% Sep 15, 2027.....	5,809	5,408	5,122
				Bank of America Corporation, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 2.598% Apr 4, 2029.....	5,354	5,374	4,670

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Brookfield Property Finance ULC, Medium Term Notes, Senior, Unsecured, Callable, 4.346% Jul 3, 2023	2,076	2,090	2,053
Brookfield Property Finance ULC, Medium Term Notes, Senior, Unsecured, Callable, 4.000% Sep 30, 2026	2,230	2,230	2,034
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Mar 1, 2030	USD 1,929	2,456	2,158
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Aug 15, 2030	USD 1,430	1,763	1,561
Centene Corporation, Senior, Unsecured, Notes, Callable, 4.625% Dec 15, 2029	USD 2,725	3,724	3,369
Goldman Sachs Group, Inc., The, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 3.307% Oct 31, 2025	15,306	15,398	14,701
Goldman Sachs Group, Inc., The, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 2.013% Feb 28, 2029	3,957	3,957	3,345
Goodyear Tire & Rubber Company, The, Senior, Unsecured, Notes, Callable, 4.875% Mar 15, 2027	USD 307	403	373
Hilton Domestic Operating Company Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.750% May 1, 2029	USD 785	986	897
Iron Mountain Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 4.875% Sep 15, 2027	USD 1,590	2,085	1,966
Iron Mountain Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Jul 15, 2028	USD 2,768	3,563	3,288
JPMorgan Chase & Co., Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 1.896% Mar 5, 2028	8,289	7,763	7,238
Mondelez International, Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 3.250% Mar 7, 2025	10,501	10,494	10,107
Morgan Stanley, Series MPLE, Fixed to Floating, Senior, Unsecured, Notes, Callable, 1.779% Aug 4, 2027	5,853	5,612	5,142
Morgan Stanley, Series MPLE, Senior, Unsecured, Notes, 3.000% Feb 7, 2024	10,226	10,279	9,939
NRG Energy, Inc., Senior, Unsecured, Notes, Callable, 5.750% Jan 15, 2028	USD 751	967	957
Sensata Technologies B.V., Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Apr 15, 2029	USD 2,145	2,728	2,452
T-Mobile USA, Inc., Senior, Unsecured, Notes, Callable, 2.625% Feb 15, 2029	USD 3,554	4,434	4,044
Verizon Communications Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 2.375% Mar 22, 2028	9,216	8,708	8,088
Verizon Communications Inc., Series MPLE, Senior, Unsecured, Notes, Callable, 3.625% May 16, 2050	2,784	2,716	2,023

	Par Value (in thousands)	Cost (\$)	Fair Value (\$)
Wells Fargo & Company, Series MPLE, Senior, Unsecured, Notes, 2.975% May 19, 2026	8,028	7,997	7,439
Wells Fargo & Company, Series MPLE, Senior, Unsecured, Notes, Callable, 3.184% Feb 8, 2024	14,313	14,544	13,945
		162,966	151,724
Total Foreign Bonds — 4.3%	214,397	199,315	
Total Bonds & Debentures — 35.0%	1,805,435	1,624,110	

	Number of Shares or Units	Cost* (\$)	Fair Value (\$)
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EQUITIES

CANADIAN EQUITIES

Communication Services — 3.9%

BCE Inc.	843,700	49,192	48,867
Cogeco Communications Inc.	258,170	19,264	18,617
Quebecor Inc., Class B	847,990	21,659	21,598
Rogers Communications Inc., Class B	529,890	30,236	28,196
Shaw Communications Inc., Class B	896,250	23,102	30,105
TELUS Corporation	1,203,000	27,232	32,998
		170,685	180,381

Consumer Staples — 4.6%

Alimentation Couche-Tard Inc.	336,800	14,612	18,729
Empire Company Limited, Class A	859,060	29,835	29,517
George Weston Limited	232,848	24,991	33,677
Loblaw Companies Limited	297,760	18,993	32,569
Maple Leaf Foods Inc.	438,560	12,221	9,052
Metro Inc.	449,120	22,808	31,066
North West Company Inc., The	551,846	15,980	17,654
Premium Brands Holdings Corporation	241,520	26,528	20,529
Saputo Inc.	615,250	21,463	20,260
		187,431	213,053

Energy — 3.2%

Canadian Natural Resources Limited	890,370	49,441	57,251
Enbridge Inc.	1,522,685	72,829	77,992
Gibson Energy Inc.	165,630	4,020	3,639
Suncor Energy Inc.	297,260	12,094	11,563
		138,384	150,445

Financials — 8.9%

Bank of Montreal [#]	406,260	52,454	49,186
Bank of Nova Scotia, The	637,090	43,200	41,857
Canadian Imperial Bank of Commerce	795,970	47,668	48,124
Great-West Lifeco Inc.	417,720	13,423	12,456
Intact Financial Corporation	87,950	14,172	17,193
National Bank of Canada	78,180	7,039	6,769
Power Corporation of Canada	503,863	17,508	15,685
Royal Bank of Canada	971,240	101,751	120,793
TMX Group Limited	191,160	24,841	24,289
Toronto-Dominion Bank, The	938,958	64,528	79,549
		386,584	415,901

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Number of Shares or Units	Cost* (\$)	Fair Value (\$)		Number of Shares or Units	Cost* (\$)	Fair Value (\$)
Industrials — 3.2%				United States — 9.3%			
Canadian National Railway Company	358,680	50,751	53,508	Abbott Laboratories	27,019	4,101	3,611
Canadian Pacific Railway Limited	96,430	8,714	8,892	AbbVie Inc.	30,925	5,238	5,733
Russel Metals Inc.	1,012,320	22,407	26,017	Accenture plc, Class A	33,086	11,577	11,759
Stantec Inc.	300,850	16,904	18,225	Aflac Incorporated	25,016	1,721	1,942
Thomson Reuters Corporation	248,954	20,321	35,302	Agree Realty Corporation	14,365	1,386	1,341
WSP Global Inc.	33,310	4,164	5,067	Alexander & Baldwin, Inc.	24,689	579	565
		123,261	147,011	Alexandria Real Estate Equities, Inc.	11,407	2,219	2,209
				Allegion Public Limited Company	12,331	1,988	1,528
Information Technology — 1.7%							
CGI Inc., Class A	207,610	23,220	21,589	Alphabet Inc., Class C	49,320	4,486	6,551
Constellation Software Inc.	16,950	21,588	32,580	Alphabet Inc., Class A	121,690	11,096	16,078
Descartes Systems Group Inc., The	193,650	18,701	16,985	Amazon.com, Inc.	17,242	3,535	2,691
Shopify Inc., Class A	158,975	24,214	5,912	Ameren Corporation	22,846	2,534	2,542
		87,723	77,066	American Assets Trust, Inc.	32,099	1,256	1,140
				American Homes 4 Rent, Class A	40,638	1,901	1,842
Materials — 1.8%							
Agnico Eagle Mines Limited	205,070	14,504	11,968	American Tower Corporation	21,926	7,266	6,503
Barrick Gold Corporation	408,020	12,468	8,736	Americold Realty Trust, Inc.	13,388	541	455
Franco-Nevada Corporation	197,311	27,664	32,557	Amgen Inc.	26,627	7,286	8,291
Labrador Iron Ore Royalty Corporation	714,870	19,556	20,667	Apple Inc.	104,249	8,304	19,901
West Fraser Timber Co. Ltd.	38,790	4,552	3,876	Armada Hoffer Properties, Inc.	87,419	1,487	1,253
Wheaton Precious Metals Corp.	145,590	8,596	6,512	Berkshire Hathaway Inc., Class B	34,123	11,805	12,586
		87,340	84,316	Bristol-Myers Squibb Company	112,096	8,826	11,008
				Broadcom Inc.	23,760	9,367	14,573
Real Estate — 3.4%							
Allied Properties REIT	225,360	8,954	6,166	Cadence Design Systems, Inc.	15,132	1,420	3,416
Canadian Apartment Properties REIT	566,490	21,862	23,849	Camden Property Trust	12,814	2,252	2,114
Choice Properties REIT	828,150	11,420	10,426	Capital One Financial Corporation	42,971	8,400	5,471
Crombie REIT	709,780	10,220	10,121	CareTrust REIT, Inc.	23,520	579	588
Dream Industrial REIT	2,199,359	27,173	23,599	Caterpillar Inc.	6,426	1,828	1,456
Granite REIT	384,210	23,545	25,615	CBRE Group, Inc., Class A	30,466	3,316	2,841
Killam Apartment REIT	1,014,220	17,938	15,467	Centene Corporation	7,549	882	811
RioCan REIT	277,910	6,306	5,175	Charter Communications, Inc., Class A	1,237	1,120	518
SmartCentres REIT	464,180	12,589	12,046	Chevron Corporation	18,560	2,523	3,683
Summit Industrial Income REIT	1,460,950	21,447	24,997	Chipotle Mexican Grill, Inc.	2,846	5,950	5,908
		161,454	157,461	CME Group Inc.	34,743	8,714	8,501
				Cognizant Technology Solutions Corporation, Class A	18,415	1,812	1,461
Utilities — 4.5%							
Algonquin Power & Utilities Corp.	280,900	4,199	4,239	Comcast Corporation, Class A	35,763	2,415	1,449
AltaGas Ltd.	337,840	8,665	8,936	Crown Castle Inc.	27,396	6,137	5,470
ATCO Ltd., Class I	561,700	24,369	23,844	CubeSmart	33,203	1,869	1,837
Canadian Utilities Limited, Class A	501,580	17,903	18,021	CVS Health Corporation	5,978	798	788
Capital Power Corporation	731,620	19,601	34,313	Darden Restaurants, Inc.	21,643	3,845	3,777
Emera Incorporated	588,730	29,097	32,904	Digital Realty Trust, Inc.	2,043	343	280
Hydro One Limited	1,023,090	25,026	34,560	Duke Realty Corporation	33,438	2,487	2,226
Northland Power Inc.	582,940	13,856	23,580	Easterly Government Properties, Inc.	50,550	1,279	1,101
Superior Plus Corporation	847,290	10,659	8,490	EastGroup Properties, Inc.	5,404	1,113	1,077
TransAlta Renewables Inc.	1,498,140	23,111	21,903	Electronic Arts Inc.	13,769	2,216	2,201
		176,486	210,790	Elevance Health, Inc.	8,797	3,773	5,520
Total Canadian Equities — 35.2%		1,519,348	1,636,424	Equinix, Inc.	4,851	4,196	3,812
				Equity LifeStyle Properties, Inc.	24,390	2,320	2,117
				Equity Residential	19,147	1,824	1,778
				Essex Property Trust, Inc.	5,485	1,916	1,835
				Expedia, Inc.	8,251	1,187	1,068
				Expeditors International of Washington, Inc.	12,841	1,897	1,566
				Extra Space Storage Inc.	9,295	2,116	2,218
				Exxon Mobil Corporation	22,301	1,646	2,690
				FedEx Corporation	3,052	822	626
				First Industrial Realty Trust, Inc.	17,391	1,105	1,076
FOREIGN EQUITIES							
United Kingdom — 0.0%							
Linde Public Limited Company	5,249	1,909	1,954				

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Number of Shares or Units	Cost* (\$)	Fair Value (\$)		Number of Shares or Units	Cost* (\$)	Fair Value (\$)
Ford Motor Company	33,972	691	526	Twenty-First Century Fox, Inc., Class A	12,023	586	510
Four Corners Property Trust, Inc.	15,147	536	506	Tyson Foods, Inc., Class A	22,188	2,075	2,021
Gaming and Leisure Properties, Inc.	27,108	1,649	1,657	United Parcel Service, Inc., Class B	3,641	856	812
Genuine Parts Company	12,692	1,990	2,618	UnitedHealth Group Incorporated	2,549	1,239	1,778
Goldman Sachs Group, Inc., The	21,288	10,127	8,618	Vertex Pharmaceuticals Incorporated	2,017	745	807
Healthcare Realty Trust Incorporated, Class A	9,772	309	281	VICI Properties Inc	41,985	1,726	1,731
Highwoods Properties, Inc.	30,365	1,357	1,131	W.P. Carey Inc., REIT	16,492	1,785	1,590
Hologic, Inc.	29,903	2,707	2,665	Wabtec Corp.	4,749	498	534
Home Depot, Inc., The	9,870	2,980	3,762	Waste Connections, Inc.	187,900	24,827	35,072
Host Hotels & Resorts, Inc.	85,088	1,790	1,866	Wells Fargo & Company	36,130	2,047	2,007
Independence Realty Trust, Inc.	32,562	880	753	Welltower Inc.	9,944	1,083	884
Intel Corporation	148,704	9,818	5,293	Weyerhaeuser Company	185,377	8,524	7,313
International Flavors & Fragrances Inc.	5,862	845	736	Zebra Technologies Corporation, Class A	1,204	886	436
Interpublic Group of Companies, Inc., The	23,563	1,064	833			407,072	429,928
Intuitive Surgical, Inc.	7,295	2,972	1,889	Total Foreign Equities — 9.3%		408,981	431,882
IQVIA Holdings Inc.	5,962	1,860	1,492				
Jack Henry & Associates, Inc.	19,624	4,996	4,941	Total Equities — 44.5%		1,928,329	2,068,306
Johnson & Johnson	31,297	5,706	7,062				
Keysight Technologies, Inc.	12,288	2,323	2,671				
Kimco Realty Corporation	41,603	1,084	1,058				
KLA-Tencor Corporation	7,790	3,192	3,257				
Kroger Co., The	14,881	883	899				
L3Harris Technologies, Inc.	15,821	4,910	4,542				
Laboratory Corporation of America Holdings	4,476	1,470	1,266				
Lamar Advertising Company, Class A	14,172	1,634	1,615				
Lennar Corporation, Class A	23,450	2,250	2,415				
Life Storage, Inc.	13,614	2,058	2,083				
Lowe's Companies, Inc.	1,784	402	463				
LXP Industrial Trust	106,844	1,486	1,352				
LyondellBasell Industries N.V., Class A	28,128	3,001	2,925				
Medical Properties Trust, Inc.	67,532	1,375	1,106				
Meta Platforms, Inc., Class A	24,358	5,647	4,565				
MetLife, Inc.	58,609	3,379	4,921				
Microsoft Corporation	46,984	14,084	15,116				
Mid-America Apartment Communities, Inc.	9,590	2,151	2,054				
Morgan Stanley	11,031	1,142	1,204				
National Storage Affiliates Trust	23,321	1,571	1,339				
Netflix, Inc.	6,644	3,191	2,161				
Newmont Corporation	54,720	4,691	3,177				
NextEra Energy, Inc.	5,135	545	556				
PepsiCo, Inc.	63,332	13,969	14,283				
Principal Financial Group, Inc.	10,709	1,021	1,067				
Prologis, Inc.	54,139	8,576	7,598				
Public Storage	12,466	5,155	5,042				
PulteGroup, Inc.	6,145	351	318				
Realty Income Corporation	23,441	2,096	1,885				
Regeneron Pharmaceuticals, Inc.	2,089	1,605	1,988				
Rexford Industrial Realty, Inc.	23,941	1,857	1,720				
SBA Communications Corporation	8,872	3,786	3,489				
ServiceNow, Inc.	3,586	2,546	1,871				
Simon Property Group, Inc.	22,955	2,894	2,846				
STAG Industrial, Inc.	26,695	1,085	1,048				
Sun Communities, Inc.	11,275	2,379	2,108				
Target Corporation	7,930	1,376	1,626				
Terreno Realty Corporation	6,087	454	446				
Tesla Inc.	9,678	2,980	3,546				
TJX Companies, Inc., The	9,276	720	796				

	Number of Units	Cost* (\$)	Fair Value (\$)
HOLDINGS IN INVESTMENT FUNDS			
Canadian Equity Fund — 3.7%			
BMO S&P/TSX Capped Composite Index ETF^	7,026,009	181,347	173,572
Emerging Markets Equity Fund — 1.5%			
BMO MSCI Emerging Markets Index ETF^	3,960,700	73,833	69,858
Global Equity Funds — 2.9%			
BMO Global Infrastructure Index ETF^	2,118,560	99,427	88,450
BMO Brookfield Global Renewables Infrastructure Fund, ETF Series^	1,709,300	51,005	45,463
		150,432	133,913
International Equity Fund — 3.0%			
BMO MSCI EAFE Index ETF^	8,442,700	153,304	139,093
Total Holdings in Investment Funds — 11.1%		558,916	516,436
Total Investment Portfolio — 99.1%		4,686,570	4,602,564
Total Unrealized Gain on Forward Currency Contracts — 0.0%			331
Total Unrealized Loss on Forward Currency Contracts — (0.1)%			(2,631)
Credit Default Swaps Contracts — 0.0%			302
Other Assets Less Liabilities — 1.0%			42,788
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.0%			4,643,354

* 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.

Investment in related party.

^ The fund is managed or sub-advised by the Manager.

BMO Monthly Income Fund

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at September 30, 2022 (All amounts in thousands of Canadian dollars, unless otherwise noted)

UNREALIZED GAIN ON FORWARD CURRENCY CONTRACTS

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rate	Counterparty	Credit Rating**	Unrealized Gain
4-Oct-22	USD	29,000	CAD	(39,728)	0.7300	Bank of New York Mellon Trust Co. N.A. (The)	A-1+	331
Total Unrealized Gain on Forward Currency Contracts								331

UNREALIZED LOSS ON FORWARD CURRENCY CONTRACTS

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rate	Counterparty	Credit Rating**	Unrealized Loss
4-Oct-22	CAD	37,756	USD	(29,000)	1.3019	Bank of New York Mellon Trust Co. N.A. (The)	A-1+	(2,304)
2-Nov-22	CAD	39,044	USD	(28,500)	1.3700	Bank of New York Mellon Trust Co. N.A. (The)	A-1+	(327)
Total Unrealized Loss on Forward Currency Contracts								(2,631)

CREDIT DEFAULT SWAP CONTRACTS

Buy/Sell Protection	Referenced Entity	Receive/ (Pay) Fixed Rate	Expiry Date	Counterparty	Credit Rating**	Notional Amount	Fair Value (Asset)
Buy	Markit CDX North American Investment Grade Index, Series 39 Version 1	(1.000)%	20-Dec-27	Bank of America, N.A.	A-1	61,534	302
Total Credit Default Swap Contracts at Fair Value							302

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

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS

*(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022*

1. The Fund

BMO Monthly Income Fund (the “Fund”) is an open-ended mutual fund established under the laws of the province of Ontario by Declaration of Trust. The Master Declaration of Trust was amended on October 23, 2008 and November 3, 2009 to permit certain Funds to offer a multi-series structure. In addition to the existing Series A Units, certain Funds are permitted to offer Series A Hedged Units, Advisor Series Units, Advisor Series Hedged Units, ETF Series Units, Series T4 Units, Series T5 Units, Series T6 Units, Series T8 Units, Series M Units, Series F Units, Series F Hedged Units, Series F2 Units, Series F4 Units, Series F6 Units, Series D Units, Series G Units, Series I Units, Series N Units, Series NBA Units, Series O Units, Series L Units, Series R Units, Series S Units and/or Classic Series Units. Each series is intended for different kinds of investors and has different management fees and fixed administration fees. Refer to Note 8 for the series issued for this Fund as well as the management and administration fee rates for each series.

BMO Investments Inc. (“the Manager”) is the Manager and Trustee of the Fund. The Manager is a wholly owned subsidiary of Bank of Montreal. The address of the Fund’s registered office is 100 King Street West, Toronto, Ontario, M5X 1A1.

The Statement of Financial Position and related notes for the Fund are as at September 30, 2022 and September 30, 2021, as applicable. 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 period(s) ended September 30, 2022 and September 30, 2021, except for a Fund established during either of the periods, which is presented from the date of inception (as noted in Note 8) to September 30 of the applicable period. Financial information provided for a series established during the period(s) is presented from the inception date as noted in Note 8 to September 30 of the applicable period.

Except for Funds established during either 2022 or 2021, the term “period” represents a full year.

These financial statements were authorized for issuance by the Board of Directors of the Manager on December 8, 2022.

2. Basis of preparation and presentation

These audited financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). The financial statements have been prepared on a historical cost basis, except for the revaluation of financial assets and financial liabilities (including derivative financial instruments) measured at fair value through profit or loss (“FVTPL”).

3. Summary of significant accounting policies 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 and in accordance with the Fund’s investment strategy.

The Fund 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 Fund 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 Fund 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 Fund’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 Fund. 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. Also, the Fund has issued multiple series of redeemable units, which are equally subordinated but are not identical and consequently, do not meet the conditions to be classified as equity. As a result, the

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

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

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 falls 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 Fund 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 Fund 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.

For the Series A Hedged Units, Advisor Series Hedged Units and Series F Hedged Units (the "Hedged Series"), the Fund enters into forward currency contracts to hedge against foreign currency exposure and as a result the Hedged Series will be subject to less currency risk than the other series of the Fund because their foreign currency exposure is hedged. However, the hedging strategy may not achieve a perfect hedge of the foreign currency exposure for the Hedged Series.

The Fund may engage in option contract transactions by purchasing (long positions) or writing (short positions) call or put option contracts. These contracts have different risk exposures for the Fund, whereas the risk for long positions will be limited to the premium paid to purchase the option contracts, the risk exposure for the short positions are potentially unlimited until closed or expired.

The premium paid for purchasing an option is included in "Derivative assets" in the Statement of Financial Position. The option contract is valued on each Valuation Date at an amount equal to the fair value of the option that would have the effect of closing the position. The change in the difference between the premium and the fair value is shown as "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

When a purchased option expires, the Fund will realize a loss equal to the premium paid. When a purchased option is closed, the gain or loss the Fund will realize will be the difference between the proceeds and the premium paid. When a purchased call option is exercised, the premium paid is added to the cost of acquiring the underlying security. When a purchased put option is exercised, the premium paid is subtracted from the proceeds from the sale of the underlying security that had to be sold.

The premium received from writing an option is included in "Derivative liabilities" in the Statement of Financial Position.

When a written option expires, the Fund will realize a gain equal to the premium received. When a written option is closed, the Fund will realize a gain or loss equal to the difference between the cost at which the

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022*

contract was closed and the premium received. When a written call option is exercised, the premium received is added to the proceeds from the sale of the underlying investments to determine the realized gain or loss. When a written put option is exercised, the premium received will be subtracted from the cost of the underlying investments the Fund had to purchase.

The gain or loss that the Fund realizes when a purchased or written option is expired or closed is recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Futures contracts are financial agreements to purchase or sell a financial instrument at a contracted price on a specified future date. Futures contracts are valued at the gain or loss that would arise as a result of closing the position at the Valuation date. Changes in this value on each Valuation Date is recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. Treasury bills or cash are held as margin against futures contracts.

A credit default swap contract is an agreement to transfer credit risk from one party, a buyer of protection, to another party, a seller of protection. The Fund, as a seller of protection, would be required to pay a notional or other agreed upon value to the buyer of protection in the event of a default by a third-party. In return, the Fund would receive from the counterparty a periodic stream of payments over the term of the contract provided that no event of default occurs. If no default occurs, the Fund would keep the stream of payments and would have no payment obligations.

In connection with the agreement, securities or cash may be identified as collateral or margin in accordance with the terms of the agreement to provide assets of value in the event of default or bankruptcy/insolvency.

The Fund, as a buyer of protection, would receive a notional or other agreed upon value from the seller of protection in the event of a default by a third-party. In return, the Fund would be required to pay to the counterparty a periodic stream of payments over the term of the contract provided that no event of default occurs.

Credit default swap contracts are fair valued daily based upon quotations from independent security pricing sources. Premiums paid or received, if any, are included in “Net realized gain (loss)” in the Statement of Comprehensive Income. Net periodic payments are

accrued daily and recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. When credit default swap contracts expire or are closed out, gains or losses are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Interest rate swap contracts are agreements between two parties to exchange periodic interest payments based on a notional principal amount. The net periodic payments received or paid from interest rate swap contracts are recorded as “Derivative income (loss)” in the Statement of Comprehensive Income. Payments received or paid when the Fund enters into the contract are recorded as a liability or asset in the Statement of Financial Position. When the contract is terminated or expires, the payments received or paid are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income. Payments received or paid upon early termination are recorded as “Net realized gain (loss)” in the Statement of Comprehensive Income.

Interest rate swap agreements are valued based upon quotations from independent sources. The change in value is included in “Change in unrealized appreciation (depreciation)” in the Statement of Comprehensive Income.

The Fund enters into interest rate swap agreements to manage the exposure to interest rates.

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.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
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The Fund enters into To-Be-Announced securities ("TBA") to gain exposure to the underlying mortgage-backed securities ("MBS"), and may or may not take delivery at maturity. TBA securities are typically sold one to three months in advance of issuance, prior to the identification of the underlying pools of mortgage securities but with the interest payment provisions fixed in advance. The underlying pools of mortgage securities are identified shortly before settlement and must meet certain parameters. As such, the TBA securities do not have a known maturity date as of year-end. Losses may arise due to changes in the value of the underlying securities, failure of the counterparty to perform under the contract, or if the issuer fails to issue the MBS due to political, economic or other factors. TBA securities are fair valued based upon quotations from independent security pricing sources. Any gain or loss from selling the TBA security before the underlying MBS is delivered is recorded as "Net realized gain (loss)" and any unrealized gain or loss from changes in the fair value of the TBA security held is recorded as "Change in unrealized appreciation (depreciation)" in the Statement of Comprehensive Income.

The Fund may enter into investment loan commitments, of which all or a portion may be unfunded as of the reporting date. Unfunded loan commitments are contractual obligations for funding, which the Fund may be obligated to make to the borrower on demand. The funded portion of the loan commitment is shown on the Schedule of Investment Portfolio. Additional information on the Fund's unfunded loan commitments, where applicable, is provided in Note 8.

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

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

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.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
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Asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans and student loans.

The Fund 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 Fund'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 in 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 Fund 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 Fund has no intention to settle on a net basis. Refer to Note 8 for details.

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.

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 Fund 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 Fund'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 Fund may engage in securities lending pursuant to the terms of an agreement with State Street (the "securities lending agent"). The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the NAV of the Fund. The Fund 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 Fund's custodian, to the Fund for any defaults by borrowers.

For those Funds participating in the program, aggregate values of securities on loan, the collateral held as at September 30, 2022 and September 30, 2021 and information about the security lending income earned by the Fund 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.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022*

Short-term trading penalty

To discourage excessive trading, the Fund may, at the Manager's sole discretion, charge a short-term trading penalty. This penalty is paid directly to the Fund and is included in "Short-term 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" of a series in the Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units of the series divided by the weighted average number of units of the series outstanding during the period. Refer to Note 8 for details.

Taxation

The Fund 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 Fund will not be subject to income tax. As a result, the Manager has determined that the Fund 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 Fund 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.

The allocation of the distributions from each of income, dividends, capital gains and return of capital is based on the Manager's estimate as at September 30 of the period shown, as applicable, which is the Fund's financial year-end. However, the actual allocation of distributions is determined as at December, the Fund's tax year-end. Accordingly, the actual allocation among income, dividends, capital gains and return of capital may differ from these estimates.

Fund mergers

The Manager used the purchase method of accounting for fund mergers. Under the purchase method of accounting, one of the Funds in each merger is

identified as the acquiring fund, and is referred to as the "Continuing Fund", and the other Fund involved in the merger is referred to as the "Terminated Fund". In determining the acquirer, the Manager considered factors such as the comparison of the relative NAV of the funds as well as consideration of the continuation of certain aspects of the Continuing Fund such as: investment advisors, investment objectives and practices, type of portfolio securities and management fees and other expenses. Where applicable, refer to Note 8 for the details of any fund merger transactions.

4. Critical accounting judgements and estimates

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

Accounting judgements:

Functional and presentation currency

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

Classification and measurement of investment portfolio

In classifying and measuring financial instruments held by the Fund, the Manager is required to make an assessment of the Fund'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 with IFRS 9. The Manager has assessed the Fund'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

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022*

provides the most appropriate measurement and presentation of the Fund'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 Fund's assets and liabilities are believed to be appropriate as at the reporting date.

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

5. Units and unit transactions

The redeemable units of the Fund 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 Fund's NAV. The Fund is required to pay distributions in an amount not less than the amount necessary to ensure the Fund will not be liable for income taxes on realized capital gains, dividends and interest. The Fund 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 Fund 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 Fund 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 of a series for the purposes of subscription or redemption is computed by dividing the NAV of the Fund attributable to the series

(that is, the total fair value of the assets attributable to the series less the liabilities attributable to the series) by the total number of units of the series of the Fund 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 processing unitholder transactions. Net Assets are determined in accordance with IFRS and may differ to the Funds' NAV. Where the Fund's NAV is not equal to its Net Assets, a reconciliation is shown in Note 8.

Expenses directly attributable to a series are charged to that series. Other expenses, income, realized and unrealized gains and losses from investment transactions are allocated proportionately to each series based upon the relative NAV of each series. The gain (loss) of certain forwards in Funds with Hedged Series is allocated only to the hedged series.

ETF Series Units

On any trading day, a designated broker or an ETF dealer may place a subscription or redemption order for an integral multiple of the prescribed number ETF Series Units of the Fund as permitted by the Manager.

If the subscription or redemption order is accepted, the Fund will issue or redeem ETF Series Units to/from the designated broker or the ETF dealer by no later than the third trading day after the date on which the subscription or redemption order is accepted, in the case of a fund that invests a portion of its portfolio assets in T+3 securities; by no later than the second trading date after the date on which the subscription or redemption order is accepted, in the case of a fund that does not invest a portion of its portfolio assets in T+3 securities or a shorter period as may be determined by the Manager in response to changes in applicable law or general changes to settlement procedures in applicable markets.

For each prescribed number of ETF Series Units issued or redeemed, a designated broker or an ETF dealer must deliver or receive payment consisting of:

- A basket of applicable securities and cash in an amount sufficient so that the value of the securities and the cash received is equal to the NAV of the ETF Series Units subscribed/redeemed;
- Cash in the amount equal to the NAV of the ETF Series Units subscribed/redeemed; or

BMO Monthly Income Fund

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• A combination of securities and cash, as determined by the Manager, in an amount sufficient so that the value of the securities and cash received is equal to the NAV of the ETF Series Units subscribed/redeemed.

On any trading day, unitholders may redeem ETF Series Units for cash or exchange ETF Series Units for baskets of securities and cash. ETF Series Units redeemed for cash will be redeemed at a redemption price per ETF Series Unit equal to the lesser of (i) 95% of the closing price for the ETF Series Units on the TSX on the effective day of the redemption; and (ii) the NAV per unit of the ETF Series Units on the effective day of the redemption. ETF Series Units exchanged for baskets of securities will be exchanged at a price equal to the NAV of the ETF Series Units on the effective day of the exchange request, payable by delivery of baskets of securities and cash.

Unitholders that redeem ETF Series Units prior to the distribution record date will not be entitled to receive the distribution.

6. Related party transactions

(a) Management fees

The Manager is responsible for the day-to-day management of the Fund and its investment portfolio in compliance with the Fund's constating documents. The Manager provides key management personnel to the Fund, monitors and evaluates the performance of the Fund, pays for the investment management services of the investment advisors and provides all related administrative services required by the Fund.

The management fees for the ETF Series includes costs related to the administration expenses and other operating expenses, other than the fund expenses.

As compensation for its services, the Manager is entitled to receive a fee payable monthly, calculated daily at the maximum annual rates included in Note 8.

(b) Fixed administration fees

The Manager pays certain operating expenses of each Fund except for BMO Ascent Income Portfolio, BMO Ascent Conservative Portfolio, BMO Ascent Balanced Portfolio, BMO Ascent Growth Portfolio, BMO Ascent Equity Growth Portfolio, BMO FundSelect Balanced Portfolio (Series NBA only), BMO FundSelect Growth Portfolio (Series NBA only), BMO FundSelect Equity Growth Portfolio (Series NBA only), BMO Covered Call Canadian Banks ETF Fund, BMO Covered Call U.S. High Dividend ETF Fund, BMO Covered Call

Europe High Dividend ETF Fund, BMO Sustainable Opportunities Global Equity Fund, BMO Tactical Global Asset Allocation ETF Fund, BMO Tactical Global Growth ETF Fund, BMO Women in Leadership Fund, BMO International Equity Fund, BMO Japan Fund, BMO Covered Call Canada High Dividend ETF Fund, BMO Concentrated Global Equity Fund, BMO Crossover Bond Fund, BMO Sustainable Global Multi-Sector Bond Fund, BMO U.S. Small Cap Fund, BMO Multi-Factor Equity Fund, BMO SIA Focused Canadian Equity Fund, BMO SIA Focused North American Equity Fund, BMO Concentrated U.S. Equity Fund, BMO Low Volatility Canadian Equity ETF Fund, BMO Low Volatility U.S. Equity ETF Fund, BMO Clean Energy ETF Fund, BMO Global Enhanced Income Fund, BMO Nasdaq 100 Equity ETF Fund, BMO SDG Engagement Global Equity Fund, BMO Sustainable Balanced Portfolio, BMO Sustainable Bond Fund, BMO Sustainable Conservative Portfolio, BMO Sustainable Growth Portfolio, BMO Sustainable Income Portfolio, BMO Sustainable Opportunities Canadian Equity Fund, BMO Sustainable Opportunities China Equity Fund, BMO Target Education 2040 Portfolio, BMO U.S. All Cap Equity Fund and BMO U.S. Corporate Bond Fund (the "Variable Operating Expense Series"), including audit and legal fees and expenses; custodian and transfer agency fees; costs attributable to the issue, redemption and change of securities, including the cost of the securityholder record keeping system; expenses incurred in respect of preparing and distributing prospectuses, financial reports and other types of reports, statements and communications to securityholders; fund accounting and valuation costs; filing fees, including those incurred by the Manager (collectively the "Administration Expenses"). In return, the Fund pays a fixed administration fee to the Manager except for BMO Brookfield Global Real Estate Tech Fund, BMO Brookfield Global Renewables Infrastructure Fund, BMO Canadian Banks ETF Fund and BMO Global Quality ETF Fund (the "Combined Expense Series"). The fixed administration fee is calculated daily as a fixed annual percentage of the NAV of the Fund. Refer to Note 8 for the fixed administration fee rates charged to the Fund, where applicable.

(c) Fund expenses

The Fund also pays certain operating expenses directly ("Fund Expenses"), including expenses incurred in respect of preparing and distributing fund facts; interest or other borrowing expenses; all reasonable

BMO Monthly Income Fund

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*(All amounts in thousands of Canadian dollars, except per unit data)
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costs and expenses incurred in relation to compliance with NI 81-107, 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; taxes of all kinds to which the Fund is or might be subject; and costs associated with compliance with any new governmental or regulatory requirement introduced after December 1, 2007.

The Manager may, in some years and in certain cases, absorb a portion of management fees, fixed administration fees or certain specified expenses of the Fund or series of the Fund. The decision to absorb these expenses is reviewed periodically and determined at the discretion of the Manager, without notice to unitholders.

(d) Variable administration fees

The Variable Operating Expense Series pay all of its expenses directly. These operating expenses include Administration Expenses and Fund Expenses.

(e) Commissions and other portfolio transaction costs

The Fund 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 Fund during the period(s) ended September 30, 2022 and September 30, 2021, where applicable.

(f) Initial investments

In order to establish a new Fund, the Manager, makes an initial investment in the Fund. Pursuant to the policies of the Canadian Securities Administrators, an initial investor cannot redeem its investments until an additional \$500 has been received from other investors with respect to the same class of units. Refer to Note 8 for the investment in units of the Fund held by the Manager as at September 30, 2022 and September 30, 2021, where applicable.

(g) Other related party transactions

From time to time, the Manager may on behalf of the Fund, 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 of the Fund. These transactions or arrangements may include transactions or arrangements with or involving subsidiaries and affiliates of Bank of Montreal, BMO Investments Inc., BMO Nesbitt Burns Inc., BMO Asset Management Corp., BMO Private Investment Counsel Inc., BMO Asset Management Inc., BMO InvestorLine Inc., Pyrford International Limited, LGM Investments Limited, BMO Trust Company, BMO Asset Management Limited, BMO Global Asset Management (Asia) Limited, Taplin, Canida & Habacht LLC, BMO Capital Markets Corp., or other investment funds offered by Bank of Montreal, and may involve the purchase or sale of portfolio securities through or from subsidiaries or affiliates of Bank of Montreal, the purchase or sale of securities issued or guaranteed by subsidiaries or affiliates of Bank of Montreal, the purchase or redemption of units or shares of other Bank of Montreal investment funds or the provision of services to the Manager.

On November 8, 2021, BMO Financial Group announced that it had completed the previously announced sale of the entities that represent its EMEA asset management business to Ameriprise Financial, Inc. As a result of the closing of this transaction, Columbia Threadneedle Management Limited (formerly BMO Asset Management Limited), BMO Global Asset Management (Asia) Limited, LGM Investments Limited and Pyrford International Limited are no longer subsidiaries or affiliates of Bank of Montreal or related or connected to the Manager.

On November 15, 2021, the Manager transferred to Columbia Management Investment Advisers, LLC, Ameriprise Financial's U.S. asset management business, the investment advisory mandates for certain BMO Mutual Funds or portions thereof sub-advised by Taplin, Canida & Habacht, LLC. On December 16, 2021, the Manager transferred to Columbia Management Investment Advisers, LLC the investment advisory mandates for certain BMO Mutual Funds or portions thereof sub-advised by BMO Asset Management Corp.

7. Financial instruments risks

The Fund'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

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
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type, geographic location and/or market segment. The Fund's risk management practice outlines the monitoring of compliance to investment guidelines.

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

Where the Fund invests in other investment fund(s), it may be indirectly exposed to the financial risks of the underlying fund(s), depending on the investment objectives and the type of securities held by the underlying fund(s). The decision to buy or sell an underlying fund is based on the investment guidelines and positions, rather than the exposure of the underlying 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 Fund, 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 Fund's functional currency in determining fair value. The Fund 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 Fund'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 Fund's interest bearing investments will fluctuate due to changes in market interest rates. The Fund'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 Fund'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 Fund'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 Fund'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 Fund's exposure to credit risk, if any, is further discussed in Note 8.

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

(e) Liquidity risk

The Fund's exposure to liquidity risk is concentrated in the daily cash redemptions of units, and other liabilities. The Fund primarily invests in securities that are traded in active markets and can be readily disposed. In addition, the Fund retains sufficient cash positions to maintain liquidity. The Fund 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

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
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illiquid securities to the NAV of the Fund 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 Fund's financial obligations.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
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8. Fund specific information

(a) Fund and Series information and change in units

The Fund is authorized to issue an unlimited number of units in each of Series A Units, Series T6 Units, Series F Units, Series F6 Units, Series D Units, Series G Units, Series I Units and Series R Units, which are redeemable at the unitholders' option.

Series	Inception Date
Series A Units	February 11, 1999
Series T6 Units	March 28, 2013
Series F Units	October 24, 2008
Series F6 Units	October 18, 2016
Series D Units	April 7, 2014
Series G Units	February 14, 2018
Series I Units	March 5, 2008
Series R Units	March 8, 2013

Series A Units are offered on a no-load basis and are available to all investors.

Series T6 Units are suitable for investors holding these units outside of a registered plan. They are designed for investors who wish to receive a regular monthly distribution. The series will make monthly distributions based on 6% of the NAV per unit of the series as determined on December 31 of the prior year.

Series F Units and Series F6 Units are available for purchase by investors who are enrolled in dealer-sponsored wrap programs or flat fee accounts. Instead of paying a commission on each transaction, these investors pay an annual fee to the Manager based on the value of their assets. Series F Units and Series F6 Units can only be purchased through dealers who have entered into an F Series agreement with the Manager and only with the Manager's prior approval. Series F6 Units are suitable for investors holding these units outside of a registered plan and are designed for investors who wish to receive a regular monthly distribution. Series F6 Units will make monthly distributions based on 6% of the NAV per unit of the series as determined on December 31 of the prior year.

Series D Units are available to investors who have an account with a discount brokerage. A reduced trailing commission is paid to discount brokerages in respect to Series D Units which means a lower management fee can be charged. On March 28, 2022, 98.98% of the total

NAV of the Series D Units were switched to the Series F Units. As at the close of business on June 10, 2022, Series D Units are no longer available for purchase by new or existing investors.

Series G Units are available to investors who are a member of a group registered retirement savings plan, group deferred profit-sharing plan, group tax-free savings account or pension plan (a "Group Plan") offered by the Manager. The Manager may, at any time and in their sole discretion, make this series available for purchase by investors in other types of group plans. Series G Units can be purchased through Group Plans offered by the Manager.

Series I Units are available only to institutional investors and other investment funds as determined by the Manager from time to time and on a case-by-case basis, and who have entered into an agreement with the Manager. No management fees and fixed administration fees are charged to the Fund in respect of the Series I Units as each investor or dealer negotiates a separate fee with the Manager.

Series R Units are only available for purchase in nonregistered accounts. Series R Units are suitable for investors who are comfortable with their distribution being comprised of up to 100% of return of capital. Series R Units are no longer available for purchase by new or existing investors.

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

For the periods ended (in thousands of units)	Sep. 30, 2022	Sep. 30, 2021
Series A Units		
Units issued and outstanding, beginning of period	597,989	546,417
Issued	136,060	111,877
Issued on reinvestment of distributions	34,904	20,922
Redeemed during the period	(94,029)	(81,227)
Units issued and outstanding, end of period	674,924	597,989

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
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For the periods ended (in thousands of units)	Sep. 30, 2022	Sep. 30, 2021
Series T6 Units		
Units issued and outstanding, beginning of period	10,624	9,304
Issued	4,020	2,745
Issued on reinvestment of distributions	222	120
Redeemed during the period	(2,145)	(1,545)
Units issued and outstanding, end of period	12,721	10,624

Series F Units		
Units issued and outstanding, beginning of period	11,597	10,388
Issued	17,925	2,666
Issued on reinvestment of distributions	592	202
Redeemed during the period	(2,371)	(1,659)
Units issued and outstanding, end of period	27,743	11,597

Series F6 Units		
Units issued and outstanding, beginning of period	490	322
Issued	1,069	176
Issued on reinvestment of distributions	10	2
Redeemed during the period	(123)	(10)
Units issued and outstanding, end of period	1,446	490

Series D Units		
Units issued and outstanding, beginning of period	14,186	14,763
Issued	428	1,544
Issued on reinvestment of distributions	520	428
Units consolidated*	(68)	—
Redeemed during the period	(14,997)	(2,549)
Units issued and outstanding, end of period	69	14,186

For the periods ended (in thousands of units)	Sep. 30, 2022	Sep. 30, 2021
Series G Units		
Units issued and outstanding, beginning of period	1,417	1,295
Issued	380	284
Issued on reinvestment of distributions	87	53
Redeemed during the period	(274)	(215)
Units issued and outstanding, end of period	1,610	1,417

Series I Units		
Units issued and outstanding, beginning of period	6,920	6,836
Issued	983	492
Issued on reinvestment of distributions	412	244
Redeemed during the period	(575)	(652)
Units issued and outstanding, end of period	7,740	6,920

Series R Units		
Units issued and outstanding, beginning of period	29,043	31,713
Issued on reinvestment of distributions	55	31
Redeemed during the period	(3,353)	(2,701)
Units issued and outstanding, end of period	25,745	29,043

* The units are consolidated immediately after a distribution is reinvested so that the number of units held by investors after the consolidation is the same as before the distribution. This does not result in a disposition of the investors' units. On consolidation, the aggregate Adjusted Cost Base ("the ACB") of units held by the investors will not change, but the ACB per unit will increase.

(b) Reconciliation of NAV to Net Assets

As at September 30, 2022 and September 30, 2021, 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 is calculated as follows:

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
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For the periods ended	Sep. 30, 2022	Sep. 30, 2021
Series A Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(371,059)	378,079
Weighted average units outstanding during the period (in thousands of units)	644,007	564,312
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(0.58)	0.67
Series T6 Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(8,620)	8,120
Weighted average units outstanding during the period (in thousands of units)	12,132	9,953
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(0.71)	0.82
Series F Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(26,193)	12,466
Weighted average units outstanding during the period (in thousands of units)	19,941	10,709
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(1.31)	1.16
Series F6 Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(1,142)	298
Weighted average units outstanding during the period (in thousands of units)	1,010	341
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(1.13)	0.87
Series D Units		
Increase in net assets attributable to holders of redeemable units	3,557	16,081
Weighted average units outstanding during the period (in thousands of units)	6,881	14,354
Increase in net assets attributable to holders of redeemable units per unit	0.52	1.12

For the periods ended	Sep. 30, 2022	Sep. 30, 2021
Series G Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(1,350)	1,479
Weighted average units outstanding during the period (in thousands of units)	1,531	1,360
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(0.88)	1.09
Series I Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(5,013)	7,123
Weighted average units outstanding during the period (in thousands of units)	7,527	6,577
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(0.67)	1.08
Series R Units		
(Decrease) increase in net assets attributable to holders of redeemable units	(6,733)	11,350
Weighted average units outstanding during the period (in thousands of units)	27,364	30,237
(Decrease) increase in net assets attributable to holders of redeemable units per unit	(0.25)	0.38

(d) Income taxes

The Fund did not have any available capital and non-capital losses carried forward for income tax purposes as of the tax year-ended December 15, 2021.

(e) Related party transactions

Management fees and administration fees

The Manager is entitled to receive the following fees payable monthly, calculated at the following maximum annual rates:

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

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Series	Management Fees (%)	Fixed Administration Fees (%)
Series A Units	1.300	0.120
Series T6 Units	1.300	0.120
Series F Units	0.500	0.120
Series F6 Units	0.500	0.120
Series D Units	0.800	0.120
Series G Units	0.900	0.120
Series I Units	*	*
Series R Units	1.300	0.120

* Negotiated and paid by each Series I investor directly to the Manager.

The outstanding accrued management fees due to the Manager are included in “Accrued expenses” in the Statement of Financial Position and as at September 30, 2022 amounted to \$483 (September 30, 2021 — \$527).

The outstanding accrued fixed administration fees due to the Manager are included in “Accrued expenses” in the Statement of Financial Position and as at September 30, 2022 amounted to \$48 (September 30, 2021 — \$51).

Expenses

The Manager pays the administration and operating expenses of the Series I Units.

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 Fund for the periods are as follows:

For the periods ended	Sep. 30, 2022 (\$)	Sep. 30, 2021 (\$)
Total brokerage amounts paid	871	779
Total brokerage amounts paid to related parties	117	57

There were no ascertainable soft dollars paid or payable to dealers by the Fund during the periods.

Units held by the Manager

The Manager held the following units of the Fund:

There were no units held by the Manager as at September 30, 2022.

As at Sep. 30, 2021

Series	Number of Units	Value of Units (\$)
Series F6 Units	144	1

(f) Financial instruments risks

The Fund’s objectives are to provide a fixed monthly distribution and to preserve the value of investments. The Fund invested primarily in Canadian fixed income securities with higher-than-average yields, issued by the federal government, provincial governments, government agencies and corporations, preferred and common shares, real estate investment trusts, royalty trusts and other high-yielding investments.

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

Currency risk

The Fund’s direct 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 Sep. 30, 2022

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	1	—	—	1	0.0
Danish Krone	46	—	—	46	0.0
Euro	79	—	—	79	0.0
Israeli Shekel	0	—	—	0	0.0
Norwegian Krone	7	—	—	7	0.0
Swiss Franc	118	—	—	118	0.0
U.S. Dollar	11,471	426,923	(39,372)	399,022	8.6
Total	11,722	426,923	(39,372)	399,273	8.6

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022

As at Sep. 30, 2021

Currencies	Cash and other current receivables & payables (\$)	Investments (monetary & non-monetary) (\$)	Forward currency contracts (\$)	Net currency exposure (\$)	As a % of Net Assets (%)
Australian Dollar	1	—	—	1	0.0
Danish Krone	50	—	—	50	0.0
Euro	61	—	—	61	0.0
Israeli Shekel	0	—	—	0	0.0
Japanese Yen	(0)	—	—	(0)	(0.0)
Norwegian Krone	8	—	—	8	0.0
Swiss Franc	171	—	—	171	0.0
U.S. Dollar	1,089	697,802	(14,440)	684,451	14.3
Total	1,380	697,802	(14,440)	684,742	14.3

As at September 30, 2022 and September 30, 2021, 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 Fund could possibly have decreased or increased, as applicable, by approximately \$19,964 (September 30, 2021 — \$34,237). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at September 30, 2022 and September 30, 2021, the Fund may have been indirectly exposed to currency risk, to the extent that the underlying funds invested in financial instruments that were denominated in a currency other than the functional currency of the Fund.

Interest rate risk

The Fund's direct exposure to interest rate risk, by remaining term to maturity, is summarized in the following table:

Number of years	Interest Rate Exposure as at Sep. 30, 2022	Interest Rate Exposure as at Sep. 30, 2021
Less than one year	411,712	131,470
One to three years	385,308	371,502
Three to five years	212,856	402,657
Five to ten years	567,029	678,590
Greater than ten years	440,917	532,370
Total	2,017,822	2,116,589

As at September 30, 2022 and September 30, 2021, if the prevailing interest rates had been raised or lowered by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, the Net Assets of the Fund could possibly have decreased or increased, respectively, by approximately \$114,669 (September 30, 2021 — \$155,767). The Fund's interest rate sensitivity was determined based on portfolio weighted duration. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at September 30, 2022 and September 30, 2021, the Fund may have been indirectly exposed to interest rate risk, to the extent that the underlying funds invested in interest-bearing financial instruments.

Other market risk

The Fund has significant direct and indirect exposure to other market risk arising from its investments, including its holding in the underlying funds. Using historical correlation between the Fund's return and the return of its benchmark, if the benchmark, composed of 50% S&P/TSX Composite Total Return Index and 50% FTSE Canada Universe Bond Index, had increased or decreased by 10%, with all other variables held constant, the Net Assets of the Fund would have increased or decreased, respectively, by \$440,172 (September 30, 2021 — \$458,814). Historical correlation may not be representative of future correlation, and accordingly, actual results may differ and the difference could be material.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022

Credit risk

The Fund's direct exposure to credit risk, grouped by credit ratings, is summarized in the following table:

Credit Rating	As a % of Net Assets as at	
	Sep. 30, 2022	Sep. 30, 2021
R-1 High	6.6	2.2
R-1 Mid	0.2	—
R-1 Low	1.7	—
AAA	3.7	5.2
AA	5.1	6.9
A	14.5	16.2
BBB	10.5	13.0
BB	1.1	0.7
B	0.1	0.0
Total	43.5	44.2

As at September 30, 2022 and September 30, 2021, the Fund may have been indirectly exposed to credit risk, to the extent that the underlying funds invested in debt instruments, preferred securities and derivatives.

Securities lending

The Fund had assets involved in securities lending transactions outstanding as at September 30, 2022 and September 30, 2021 as follows:

	Aggregate Value of Securities on Loan (\$)	Aggregate Value of Collateral Received for the Loan (\$)
Sep. 30, 2022	201,035	216,425
Sep. 30, 2021	312,575	335,559

The table below is a reconciliation of the gross amount generated from securities lending transactions to the security lending revenue for the periods ended September 30, 2022 and September 30, 2021:

For the periods ended	Sep. 30, 2022		Sep. 30, 2021	
	Amount	% of Gross Securities Lending Revenue	Amount	% of Gross Securities Lending Revenue
Gross securities lending revenue	293	100.0	345	100.0
Withholding taxes	—	—	—	—
	293	100.0	345	100.0
Payment to securities lending agents	73	25.0	86	25.0
Net securities lending revenue	220	75.0	259	75.0

Concentration risk

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

As at	Sep. 30, 2022	Sep. 30, 2021
Money Market Investments		
Federal	6.6%	2.2%
Provincial	1.9%	—%
Canadian Bonds & Debentures		
Federal Bonds	3.8%	5.2%
Provincial Bonds	10.1%	12.4%
Corporate Bonds & Debentures	16.8%	18.6%
Asset-Backed Securities	0.0%	0.0%
Foreign Bonds & Debentures		
Australia	0.4%	0.4%
France	0.1%	0.1%
Germany	—%	0.7%
United Kingdom	0.5%	0.6%
United States	3.3%	4.0%
Canadian Equities		
Communication Services	3.9%	3.9%
Consumer Staples	4.6%	4.7%
Energy	3.2%	2.2%
Financials	8.9%	8.2%
Industrials	3.2%	2.6%
Information Technology	1.7%	1.1%
Materials	1.8%	1.7%
Real Estate	3.4%	4.2%
Utilities	4.5%	4.3%

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022

As at	Sep. 30, 2022	Sep. 30, 2021
Foreign Equities		
United Kingdom	0.0%	— %
United States	9.3%	14.9%
Holdings in Investment Funds		
Canadian Equity Funds	3.7%	5.7%
Emerging Markets Equity Funds	1.5%	—%
Global Equity Funds	2.9%	—%
International Equity Funds	3.0%	—%
U.S. Equity Funds	—%	1.6%
Derivatives		
Credit Default Swaps	0.0%	—%
Other Assets Less Liabilities	0.9%	0.7%
	100.0%	100.0%

(g) Fair value hierarchy

The Fund 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 Sep. 30, 2022	Level 1	Level 2	Level 3	Total
Financial assets				
Debt Securities	1,925,540	92,282	—	2,017,822
Equity Securities	2,068,306	—	—	2,068,306
Investment Funds	516,436	—	—	516,436
Derivatives	—	633	—	633
Total	4,510,282	92,915	—	4,603,197
Financial liabilities				
Derivatives	—	(2,631)	—	(2,631)

As at Sep. 30, 2021	Level 1	Level 2	Level 3	Total
Financial assets				
Debt Securities	1,991,392	125,197	—	2,116,589
Equity Securities	2,287,680	—	—	2,287,680
Investment Funds	347,253	—	—	347,253
Derivatives	—	20	—	20
Total	4,626,325	125,217	—	4,751,542
Financial liabilities				
Derivatives	—	(47)	—	(47)

Transfers between levels

Transfers are made between the various fair value hierarchy levels due to changes in the availability 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 October 1, 2021 to September 30, 2022, \$20,104 of debt securities were transferred from Level 2 to Level 1 due to increased availability of quoted prices in the active market.

During the period from October 1, 2020 to September 30, 2021, \$12,116 of debt securities were transferred from Level 2 to Level 1 due to increased availability of quoted prices in the active market.

(h) Collateral pledged

The Fund is required to maintain collateral with a major financial institution in respect of derivative transactions. The collateral is based on the fair value of open derivative positions. As at September 30, 2022, \$461 (September 30, 2021 — \$0) of collateral comprised of cash was maintained.

(i) Offsetting financial assets and financial liabilities

The following tables present the amounts that have been offset in the Statement of Financial Position. Amounts offset in the Statement of Financial Position include transactions for which the Fund has a legally enforceable right to offset and intends to settle the positions on a net basis.

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
September 30, 2022

As at Sep. 30, 2022	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	633	(2,631)
Amounts Set-off in the Statement of Financial Position	(331)	331
Net Amounts Presented in the Statement of Financial Position	302	(2,300)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	302	(2,300)

As at Sep. 30, 2021	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	20	(47)
Amounts Set-off in the Statement of Financial Position	(20)	20
Net Amounts Presented in the Statement of Financial Position	—	(27)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	—	(27)

(j) Unconsolidated structured entities

Information on the carrying amount and the size of the investments in structured entities are shown in the following tables:

As at Sep. 30, 2022	Carrying amount (\$)	Carrying amount as a % of the underlying fund's Net Assets
Securities		
BMO Brookfield Global Renewables Infrastructure Fund, ETF Series	45,463	25.9
BMO Global Infrastructure Index ETF	88,450	16.1
BMO MSCI EAFE Index ETF	139,093	3.1
BMO MSCI Emerging Markets Index ETF	69,858	6.1
BMO S&P/TSX Capped Composite Index ETF	173,572	2.6

As at Sep. 30, 2022	Carrying amount (\$)	Carrying amount as a % of the underlying fund's Net Assets
Crombie Real Estate Investment Trust, Series F, Senior, Unsecured, Notes, Callable, 3.677% Aug 26, 2026	1,996	—
First Nations ETF LP, Series 1a, Sinking Funds, Senior, Secured, Notes, 4.136% Dec 31, 2041	1,438	—
Glacier Credit Card Trust, Credit Card Asset-Backed Notes, Senior, Secured, 1.388% Sep 22, 2025	383	—
Summit Industrial Income REIT, Series B, Senior, Unsecured, Debentures, Callable, 1.820% Apr 1, 2026	2,463	—
Total	522,716	

As at Sep. 30, 2021	Carrying amount (\$)	Carrying amount as a % of the underlying fund's Net Assets
Securities		
BMO S&P 500 Index ETF	76,501	0.6
BMO S&P/TSX Capped Composite Index ETF	270,752	4.0
Crombie Real Estate Investment Trust, Series F, Senior, Unsecured, Notes, Callable, 3.677% Aug 26, 2026	2,266	—
First Nations ETF LP, Series 1a, Sinking Funds, Senior, Secured, Notes, 4.136% Dec 31, 2041	1,761	—
Glacier Credit Card Trust, Credit Card Asset-Backed Notes, Senior, Secured, 1.388% Sep 22, 2025	422	—
Summit Industrial Income REIT, Series B, Senior, Unsecured, Debentures, Callable, 1.820% Apr 1, 2026	2,760	—
Total	354,462	

BMO Monthly Income Fund

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

*(All amounts in thousands of Canadian dollars, except per unit data)
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The carrying value of mortgage related and other asset-backed securities are included in “Investments – Non-derivative financial assets” in the Statement of Financial Position. This amount also represents the maximum exposure to losses at that date.

The change in fair value of mortgage related and other asset-backed securities are included in the Statement of Comprehensive Income in “Change in unrealized appreciation (depreciation)”.

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by management of BMO Investments Inc. Management is responsible for the information and representations made in these financial statements. Management has maintained appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been produced in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and include certain amounts that are based on estimates and judgements. The significant accounting policies which management believes are appropriate for the BMO Mutual Funds are described in Note 3 to the financial statements.

The Trustee of each of the Funds, structured as Trusts, is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities. The Trustee reviews the financial statements, adequacy of internal controls, the audit process and financial reporting with management and the external auditors.

The Board of Directors of BMO Corporate Class Inc. is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities. The Audit Committee of the Board of Directors reviews the financial statements, adequacy of internal controls, the audit process and financial reporting with management and the external auditors. The Audit Committee reports to the Board of Directors prior to the Board approval of the financial statements.

PricewaterhouseCoopers LLP are the external auditors of the BMO Mutual Funds. The auditors have been appointed by the respective Boards and cannot be changed without the prior approval of the Independent Review Committee and 60 days notice to the Securityholders. They have audited the financial statements in accordance with generally accepted auditing standards in Canada to enable them to express their opinion on the financial statements. Their report is included as an integral part of the financial statements.

William Bamber,
Head, Investment Fund Manager Line of Business
BMO Investments Inc.
December 8, 2022

Robert J. Schauer,
Chief Financial Officer
BMO Mutual Funds
December 8, 2022

BMO Investments Inc.

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If you have any questions, please give us a call as follows:

- If you purchased BMO Mutual Funds through a BMO Bank of Montreal branch or BMO Online Banking, please call 1-800-665-7700.
- If you purchased BMO Mutual Funds through a full-service or discount broker, please call 1-800-668-7327 or email clientservices.mutualfunds@bmo.com.

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Mutual Funds