Investor Presentation

For the Quarter Ended January 31, 2017

February 28, 2017

BMO 200 Financial Group

We're here to help.™

Q1|17

Forward looking statements & non-GAAP measures

Caution Regarding Forward-Looking Statements

Bank of Montreal's public communications often include written or oral forward-looking statements. Statements of this type are included in this document, and may be included in other filings with Canadian securities regulators or the U.S. Securities and Exchange Commission, or in other communications. All such statements are made pursuant to the "safe harbor" provisions of, and are intended to be forward-looking statements under, the United States *Private Securities Litigation Reform Act of 1995* and any applicable Canadian securities legislation. Forward-looking statements may involve, but are not limited to, comments with respect to our objectives and priorities for fiscal 2017 and beyond, our strategies or future actions, our targets, expectations for our financial condition or share price, and the results of or outlook for our operations or for the Canadian, U.S. and international economies.

By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions, forecasts, conclusions or projections will not prove to be accurate, that our assumptions may not be correct and that actual results may differ materially from such predictions, forecasts, conclusions or projections. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed in the forward-looking statements.

The future outcomes that relate to forward-looking statements may be influenced by many factors, including but not limited to: general economic and market conditions in the countries in which we operate; weak, volatile or illiquid capital and/or credit markets; interest rate and currency value fluctuations; changes in monetary, fiscal, tax or economic policy; the level of competition in the geographic and business areas in which we operate; changes in laws or in supervisory expectations or requirements, including capital, interest rate and liquidity requirements and guidance and the effect of such changes on funding costs, judicial or regulatory proceedings; the accuracy and completeness of the information we obtain with respect to our customers and counterparties; our ability to execute our strategic plans and to complete and integrate acquisitions, including obtaining regulatory approvals; critical accounting estimates and the effect of changes to accounting standards, rules and interpretations on these estimates; operational and infrastructure risks; changes to our credit ratings; political conditions, including changes relating to or affecting economic or trade matters; global capital markets activities; the possible effects on our business of war or terrorist activities; outbreaks of disease or illness that affect local, national or international economies; natural disasters and disruptions to public infrastructure, such as transportation, communications, power or water supply; technological changes; information and cyber-security; and our ability to anticipate and effectively manage risks arising from all of the foregoing factors.

We caution that the foregoing list is not exhaustive of all possible factors. Other factors and risks could adversely affect our results. For more information, please see the Enterprise-Wide Risk Management section on pages 79 to 112 of BMO's 2016 Annual Report, which outlines certain key factors and risks that may affect Bank of Montreal's future results. Investors and others should carefully consider these factors and risks, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Bank of Montreal does not undertake to update any forward-looking statements, whether written or oral, that may be made from time to time by the organization or on its behalf, except as required by law. The forward-looking information contained in this document is presented for the purpose of assisting our shareholders in understanding our financial position as at and for the periods ended on the dates presented, as well as our strategic priorities and objectives, and may not be appropriate for other purposes.

Assumptions about the performance of the Canadian and U.S. economies, as well as overall market conditions and their combined effect on our business, are material factors we consider when determining our strategic priorities, objectives and expectations for our business. In determining our expectations for economic growth, both broadly and in the financial services sector, we primarily consider historical economic data provided by the Canadian and U.S. governments and their agencies. See the Economic Review and Outlook section of our First Quarter 2017 Report to Shareholders.

Non-GAAP Measures

Bank of Montreal uses both GAAP and non-GAAP measures to assess performance. Readers are cautioned that earnings and other measures adjusted to a basis other than GAAP do not have standardized meanings under GAAP and are unlikely to be comparable to similar measures used by other companies. Reconciliations of GAAP to non-GAAP measures as well as the rationale for their use can be found on page 4 of BMO's First Quarter 2017 Report to Shareholders and on page 33 of BMO's 2016 Annual Report all of which are available on our website at www.bmo.com/investorrelations.

Examples of non-GAAP amounts or measures include: efficiency and leverage ratios; revenue and other measures presented on a taxable equivalent basis (teb); amounts presented net of applicable taxes; results and measures that exclude the impact of Canadian/U.S. dollar exchange rate movements, adjusted net income, revenues, non-interest expenses, earnings per share, effective tax rate, ROE, efficiency ratio, pre-provision pre-tax earnings, and other adjusted measures which exclude the impact of certain items such as, acquisition integration costs, amortization of acquisition-related intangible assets, decrease (increase) in collective allowance for credit losses and restructuring costs.

Bank of Montreal provides supplemental information on combined business segments to facilitate comparisons to peers.

Strategic Highlights

For the Quarter Ended January 31, 2017

February 28, 2017

Bill Downe
Chief Executive Officer

BMO 200 Financial Group
We're here to help.™

Q1|17

Q1 2017 Financial Highlights

Strong results with good operating performance

- Adjusted[1] net income of $1.5B, up 30% ($1.5B reported, up 39%)
- Adjusted[1] EPS of $2.28 (reported $2.22)
- Strong revenue growth and well-managed expenses contributing to continued positive operating leverage
- Adjusted[1] ROE of 15.3% (reported 14.9%)
- Strong capital position with CET1 ratio of 11.1%

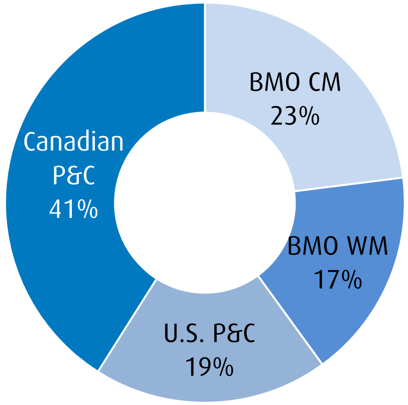
1 Adjusted measures are non-GAAP measures. See slide 2 for more information. See slide 25 for adjustments to reported results

Operating Group Performance

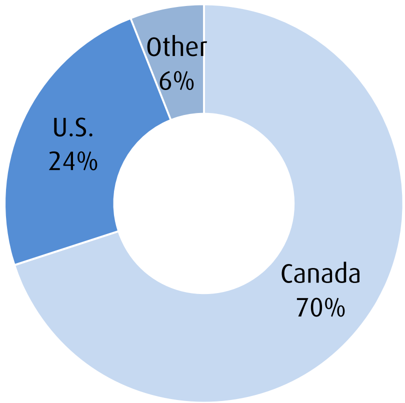
Broad-based growth across businesses and geographies

- Personal and Commercial Banking adjusted[1] net income of $1B up 28% (reported $1B, up 29%)
  - Well-diversified balance sheet growth in Canadian P&C
  - Good balance growth in U.S. P&C with improved net interest margin
- Strong growth in BMO Capital Markets with net income up 46% and good contribution from U.S. operations
- Strong growth in BMO Wealth Management benefiting from favourable markets and business growth

Operating Group Adjusted Net Income – LTM[1,2]



Adjusted Net Income by Geography - LTM[1,2]



1 Adjusted measures are non-GAAP measures, see slide 2 for more information
2 Reported net income last twelve months (LTM) by operating group (excludes Corporate Services) Canadian P&C 42%, U.S. P&C 19%, BMO WM 15%, BMO CM 24%; by geography LTM: Canada 72%, U.S. 23%, Other 5%. See slide 25 for adjustments to reported results

Our strategic priorities

1

Achieve industry-leading **customer loyalty** by delivering on our brand promise

2

Enhance **productivity** to drive performance and shareholder value

3

Accelerate deployment of **digital technology** to transform our business

4

Leverage our consolidated **North American platform** and expand strategically in select global markets to deliver growth

5

Ensure our strength in **risk management** underpins everything we do for our customers

Financial Results

For the Quarter Ended January 31, 2017

February 28, 2017

Tom Flynn
Chief Financial Officer

BMO 200 Financial Group

We're here to help.™

Q1|17

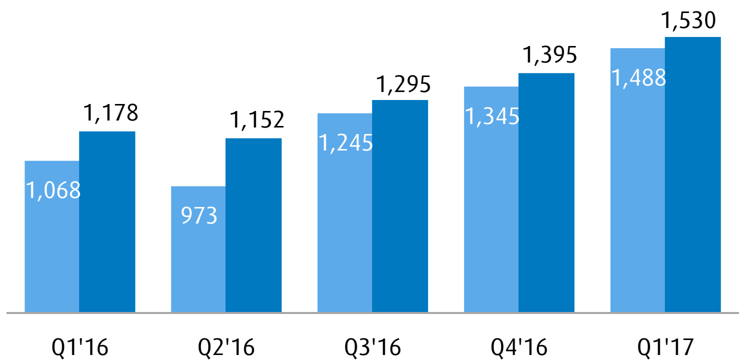
Q1 2017 - Financial Highlights

Strong results with good underlying performance and positive operating leverage

- Reported net income of $1.5B up 39% Y/Y; EPS of $2.22 up 40% Y/Y
- Adjusted[1] net income of $1.5B and EPS of $2.28, both up 30% Y/Y
- Results include net gain of $133MM from sale of Moneris US[2] ($168MM) net of loss on sale of a portion of US indirect auto portfolio ($35MM); net gain contributed 11% to adjusted[1] net income growth Y/Y (12% reported) and $0.20 to EPS
- Adjusted net revenue[1,3] up 13% Y/Y (reported[3] up 15%); net gain contributed ~3% to revenue growth
- Adjusted[1] expenses up 4% Y/Y (reported up 3%)
- Positive adjusted operating leverage[1,3] of 9.1% (reported[3] 11.4%); net gain contributed ~3% to operating leverage
- PCL of $173MM down $10MM Y/Y
- Adjusted[1] ROE of 15.3%, ROTCE[4] of 18.6% (reported ROE 14.9%, ROTCE[4] 18.5%)

($MM)	Reported			Adjusted[1]		
	Q1 17	Q4 16	Q1 16	Q1 17	Q4 16	Q1 16
Net Revenue[2]	**5,401**	5,199	4,709	**5,401**	5,199	4,793
PCL	**173**	174	183	**173**	174	183
Expense	**3,379**	3,323	3,270	**3,320**	3,255	3,204
Net Income	**1,488**	**1,345**	**1,068**	**1,530**	**1,395**	**1,178**
Diluted EPS ($)	**2.22**	2.02	1.58	**2.28**	2.10	1.75
ROE (%)	**14.9**	13.8	10.9	**15.3**	14.4	12.1
ROTCE[3] (%)	**18.5**	17.2	14.0	**18.6**	17.5	15.0
CET1 Ratio (%)	**11.1**	10.1	10.0			

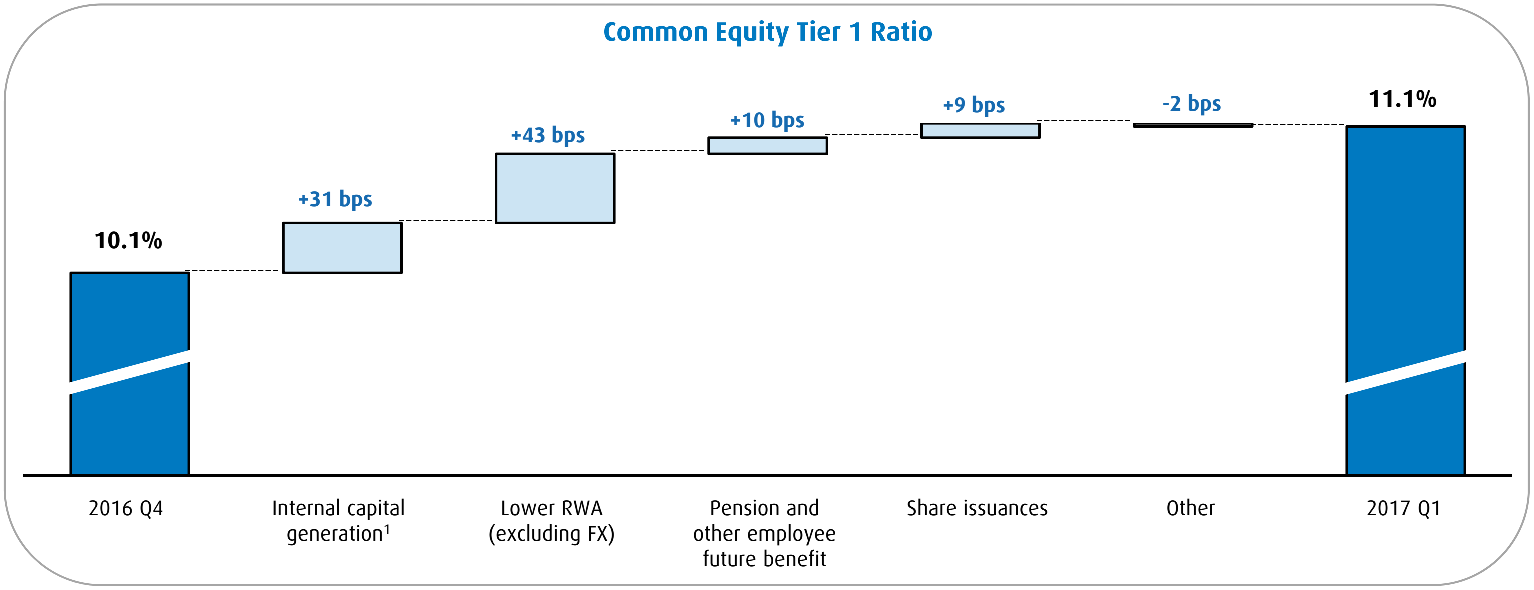
Net Income[1] Trend



1 See slide 25 for adjustments to reported results. Adjusted measures are non-GAAP measures, see slide 2 for more information
2 Our joint venture investment, Moneris Solutions Corporation, sold its U.S. subsidiary (Moneris US) during the quarter. The $168MM after-tax represents our share of the gain on sale of Moneris US
3 Net revenue is net of insurance claims, commissions and changes in policy benefit liabilities (CCPB). Reported gross revenue: Q1'17 $5,405MM; Q4'16 $5,278MM; Q1'16 $5,075MM. Operating leverage based on net revenue
4 Adjusted Return on tangible common equity (ROTCE) = (Annualized Adjusted Net Income avail. to Common Shareholders) / (Average Common shareholders equity less Goodwill and acquisition-related intangibles net of associated deferred tax liabilities). Numerator for Reported ROTCE is (Annualized Reported Net Income avail. to Common Shareholders less after-tax amortization of acquisition-related intangibles)

Strong Capital Position

Well capitalized with CET1 Ratio at 11.1%



Basis points may not add due to rounding

- Q1'17 CET1 Ratio of 11.1%, up from 10.1% at Q4'16 due to:
  - Strong earnings in the quarter
  - Lower source currency RWA which principally reflects the benefit from a focus on managing certain risk positions and executing on risk mitigation opportunities, as well as methodology changes
  - Lower pension and other employee plan obligation impacts and higher share issuance driven by DRIP discount. The impact of FX movements on the CET1 ratio was largely offset

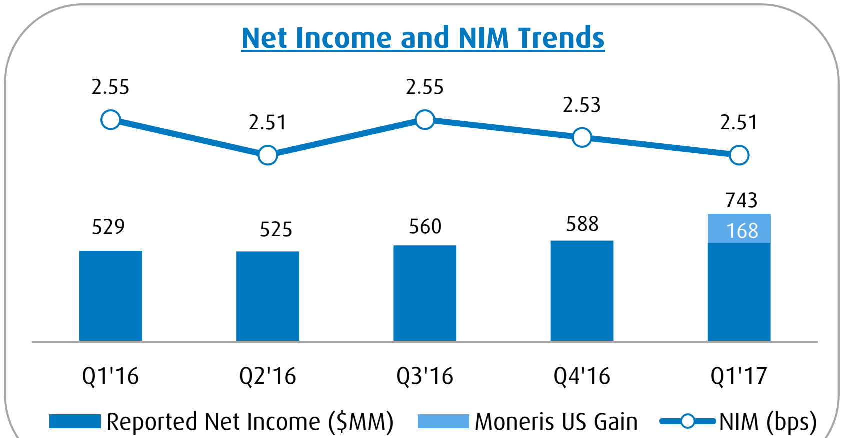
1 Internal capital generation represents retained earnings growth

Canadian Personal & Commercial Banking

Good performance with continued positive operating leverage

- Net income up 40% Y/Y; the gain on sale of Moneris US ($168MM)[2] contributed 31%
- Revenue up 15% Y/Y reflecting higher non-interest revenue, including gain of $187MM and higher balances, partially offset by lower NIM; the gain contributed 11% to revenue growth
- NIM down 4bps Y/Y and 2bps Q/Q
- Average loans up 5% (personal[3] 4%, commercial[3] 9%) and deposits up 8% Y/Y (personal 8%, commercial 6%)
- PCL down $22MM Y/Y and $5MM Q/Q
- Expenses up 3% Y/Y
- Adjusted[1] and reported operating leverage of 11.5%; gain on sale contributed ~10.8% to operating leverage
- Efficiency ratio of 45.5%, including gain on sale benefit of ~4.7%

($MM)	Reported			Adjusted[1]		
	Q1 17	Q4 16	Q1 16	Q1 17	Q4 16	Q1 16
Revenue (teb)	**1,979**	1,802	1,725	**1,979**	1,802	1,725
PCL	**118**	123	140	**118**	123	140
Expenses	**901**	886	872	**900**	885	871
Net Income	**743**	**588**	**529**	**744**	**588**	**530**



1 See slide 25 for adjustments to reported results. Adjusted measures are non-GAAP measures, see slide 2 for more information
2 Our joint venture investment, Moneris Solutions Corporation, sold its U.S. subsidiary (Moneris US) during the quarter. The $168MM after-tax represents our share of the gain on sale of Moneris US
3 Personal loan growth excludes retail cards and commercial loan growth excludes corporate cards

U.S. Personal & Commercial Banking

Good net income growth with higher net interest margin

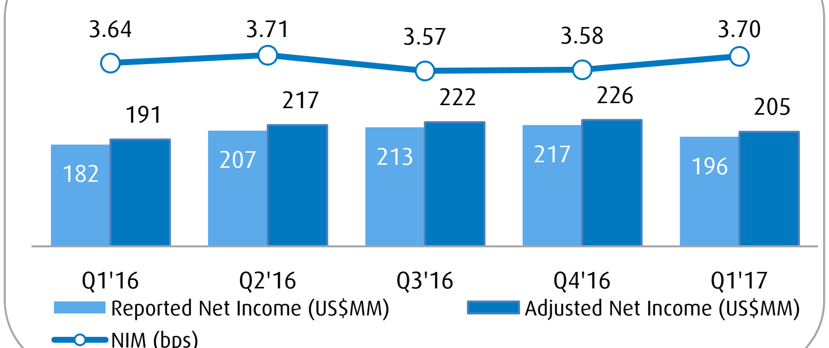
- Adjusted[1] net income of $272MM, up 3% Y/Y (reported $260MM, up 4%)

Figures that follow are in U.S. dollars

- Adjusted[1] net income up 7% Y/Y (reported 8%) driven by higher deposit revenue and loan growth; includes negative impact on growth of ~14% (reported ~15%) from loss on sale of indirect auto loans ($27MM)
- Revenue up 3% Y/Y; includes negative impact of ~5% from loan sale
- NIM up 12 bps Q/Q and 6 bps Y/Y due to loan sale and higher rates
- Average loans and acceptances up 6% and deposits up 3% Y/Y; continued strong organic commercial loan growth of 14%
- Expenses up 5% Y/Y
- PCL down 5% Y/Y
- Adjusted[1] operating leverage (1.6)% (reported (1.3)%), including negative ~5.3% impact from loan sale
- Adjusted[1] efficiency ratio of 63.6% (reported 65.0%), including negative ~3.1% impact from loan sale

	Reported			Adjusted[1]		
(US$MM)	Q1 17	Q4 16	Q1 16	Q1 17	Q4 16	Q1 16
Revenue (teb)	**856**	909	828	**856**	909	828
PCL	**45**	50	47	**45**	50	47
Expenses	**556**	559	531	**544**	546	518
Net Income	**196**	**217**	**182**	**205**	**226**	**191**

Net Income[1] and NIM Trends



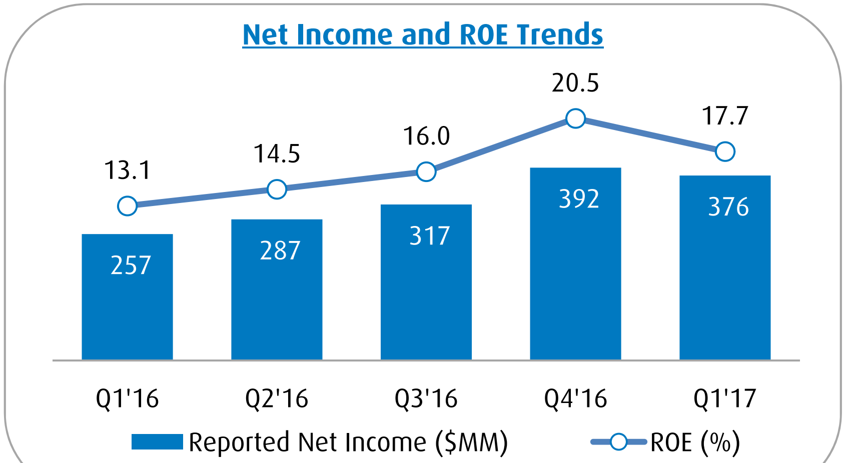
1 See slide 25 for adjustments to reported results. Adjusted measures are non-GAAP measures, see slide 2 for more information

BMO Capital Markets

Strong Y/Y net income growth and continued positive operating leverage

- Adjusted[1] and reported net income up 46% Y/Y, reflecting strong performance across our diversified businesses
- Revenue up 21% Y/Y with strong Trading Products results and growth in Investment and Corporate Banking
- Expense growth of 9% Y/Y reflecting higher employee costs, in-line with performance
- PCL improved Y/Y due to higher recoveries
- Adjusted[1] and reported efficiency ratio of 58.8%
- Continued positive adjusted[1] operating leverage of 11.7% (11.6% reported)

($MM)	Reported			Adjusted[1]		
	Q1 17	Q4 16	Q1 16	Q1 17	Q4 16	Q1 16
Trading Products	**779**	659	589	**779**	659	589
I&CB	**449**	520	426	**449**	520	426
Revenue (teb)	**1,228**	1,179	1,015	**1,228**	1,179	1,015
PCL (recovery)	**(4)**	(8)	8	**(4)**	(8)	8
Expenses	**722**	660	661	**721**	660	661
Net Income	**376**	**392**	**257**	**376**	**392**	**257**



1 See slide 25 for adjustments to reported results. Adjusted measures are non-GAAP measures, see slide 2 for more information

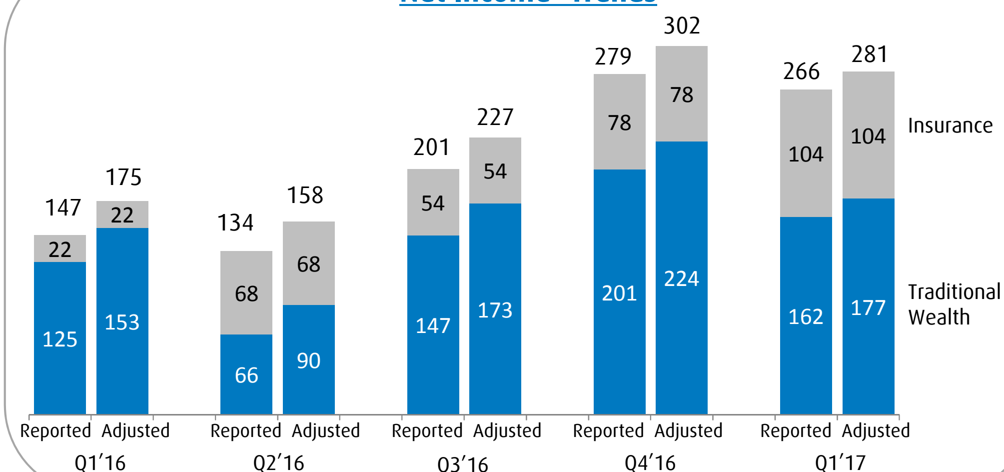
BMO Wealth Management

Strong Y/Y results in both Traditional Wealth and Insurance

- Adjusted[1] net income of $281MM, up 60% Y/Y (reported $266MM, up 81% Y/Y)
  - Traditional Wealth adjusted[1] results up 16% Y/Y (reported up 30%) from improved market conditions and business growth
  - Insurance earnings up Y/Y due to a benefit from favourable market movements relative to a year ago and business growth
- Net revenue[2] up 13% Y/Y due to higher Insurance revenue, better markets and business growth
- Expenses down Y/Y due to favourable FX impact and productivity savings, partially offset by higher revenue-based costs
- AUM/AUA flat Y/Y with improved equity markets offset by unfavourable FX impact

($MM)	Reported			Adjusted[1]		
	Q1 17	**Q4 16**	**Q1 16**	**Q1 17**	**Q4 16**	**Q1 16**
Net Revenue[2]	**1,208**	1,203	1,071	**1,208**	1,203	1,071
PCL	**2**	1	2	**2**	1	2
Expenses	**854**	833	878	**835**	804	842
Net Income (NI)	**266**	**279**	**147**	**281**	**302**	**175**
Traditional Wealth NI	**162**	201	125	**177**	224	153
Insurance NI	**104**	78	22	**104**	78	22
AUM/AUA ($B)	**865**	875	864	**865**	875	864

Net Income[1] Trends



1 See slide 25 for adjustments to reported results. Adjusted measures are non-GAAP measures, see slide 2 for more information
2 For purposes of this slide revenue is net of insurance claims, commissions and changes in policy benefit liabilities (CCPB). Gross revenue: Q1'17 $1,212MM, Q4'16 $1,282MM, Q1'16 $1,437MM

Corporate Services

- Adjusted[1] net loss of $143MM vs. $48MM in prior year. Reported net loss of $157MM vs. $116MM in prior year
- Results are lower mainly due to above-trend revenue excluding the TEB adjustment in the prior year, lower credit recoveries and higher expenses

($MM)	Reported[2]			Adjusted[1,2]		
	Q1 17	Q4 16	Q1 16	Q1 17	Q4 16	Q1 16
Revenue	**(34)**	(62)	(82)	**(34)**	(62)	2
Group teb offset[2]	**(117)**	(124)	(160)	**(117)**	(124)	(160)
Total Revenue (teb)[2]	**(151)**	(186)	(242)	**(151)**	(186)	(158)
PCL (recovery)	**(3)**	(8)	(32)	**(3)**	(8)	(32)
Expenses	**163**	205	128	**141**	184	117
Net Loss	**(157)**	**(202)**	**(116)**	**(143)**	**(188)**	**(48)**

1 See slide 25 for adjustments to reported results. Adjusted results are non-GAAP measures, see slide 2 for more information. Reported net loss in the prior year includes a cumulative accounting adjustment related to foreign currency translation that largely impacted prior periods

2 Operating group revenue, income taxes and net interest margin are stated on a taxable equivalent basis (teb). This teb adjustment is offset in Corporate Services, and total BMO revenue, income taxes and net interest margin are stated on a GAAP basis

Risk Review

For the Quarter Ended January 31, 2017

February 28, 2017

Surjit Rajpal
Chief Risk Officer

BMO 200 Financial Group
We're here to help.™

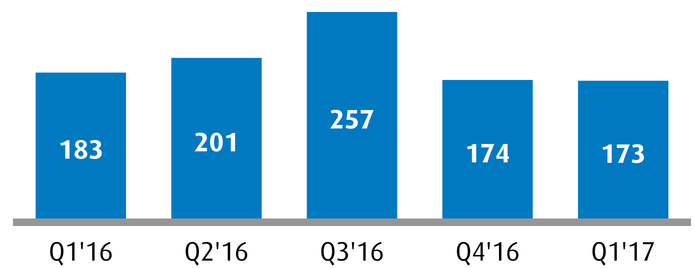
Q1|17

Provision for Credit Losses (PCL)

PCL By Operating Group (C$MM)	Q1 16	Q4 16	Q1 17
Consumer – Canadian P&C	113	102	98
Commercial – Canadian P&C	27	21	20
Total Canadian P&C	**140**	**123**	**118**
Consumer – U.S. P&C	48	6	26
Commercial – U.S. P&C	17	60	34
Total U.S. P&C	**65**	**66**	**60**
Wealth Management	**2**	**1**	**2**
Capital Markets	**8**	**(8)**	**(4)**
Corporate Services	**(32)**	**(8)**	**(3)**
Specific PCL	**183**	**174**	**173**
Change in Collective Allowance	-	-	-
Total PCL	**183**	**174**	**173**
PCL in bps	**21**	**19**	**19**

- Q1’17 PCL ratio at 19 bps, flat Q/Q

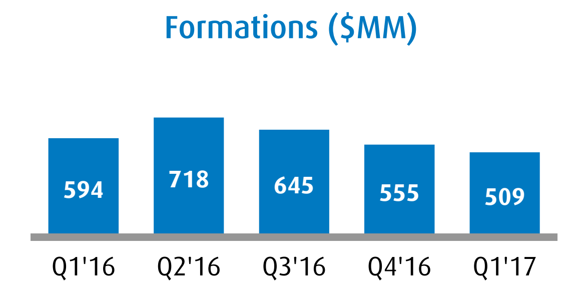
Quarterly Specific PCL ($MM)

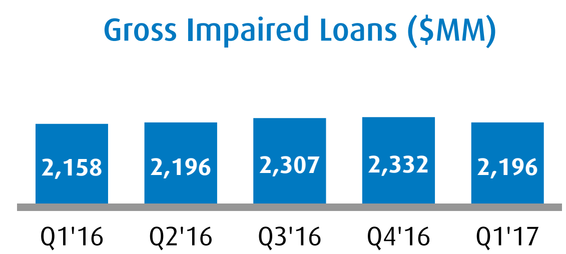


Gross Impaired Loans (GIL) and Formations

By Industry (C$MM)	Formations			Gross Impaired Loans		
	Canada & Other	U.S.	Total	Canada & Other[1]	U.S.	Total
Consumer	**181**	**106**	**287**	**378**	**568**	**946**
Oil & Gas	4	2	6	55	272	327
Agriculture	18	41	59	71	186	257
Manufacturing	27	15	42	49	115	164
Service Industries	2	52	54	26	123	149
Transportation	1	38	39	7	103	110
Wholesale Trade	1	0	1	20	48	68
Commercial Real Estate	15	1	16	35	21	56
Construction (non-real estate)	0	1	1	6	35	41
Retail Trade	1	1	2	13	10	23
Financial Institutions	0	0	0	2	11	13
Mining	0	0	0	1	1	2
Other Businesses and Governments[2]	0	2	2	12	28	40
Total Businesses and Governments	**69**	**153**	**222**	**297**	**953**	**1,250**
Total Bank	**250**	**259**	**509**	**675**	**1,521**	**2,196**

- Impaired formations down $46MM Q/Q
- GIL ratio 60 bps, down 2 bps Q/Q





1 Total Businesses and Governments includes ~$2MM GIL from Other Countries
2 Other Businesses and Governments includes industry segments that are each <1% of total GIL

Canadian Residential Mortgages

- Total Canadian residential mortgage portfolio at $103.9B
  - 57% of the portfolio is insured
  - Loan-to-value (LTV)[1] on the uninsured portfolio is 54%
  - 70% of the portfolio has an effective remaining amortization of 25 years or less
  - Loss rates for the trailing 4 quarter period were less than 1 bp
  - 90 day delinquency rate remains good at 24 bps
  - Condo Mortgage portfolio is $14.8B with 50% insured

Residential Mortgages by Region ($B)	Insured	Uninsured	Total	% of Total	Uninsured LTV[1]
Atlantic	3.7	1.7	5.4	5%	59%
Quebec	9.3	5.6	14.9	14%	62%
Ontario	24.5	19.6	44.1	42%	54%
Alberta	11.5	4.6	16.1	16%	61%
British Columbia	7.7	11.8	19.5	19%	48%
All Other Canada	2.5	1.4	3.9	4%	56%
Total Canada	**59.2**	**44.7**	**103.9**	**100%**	**54%**

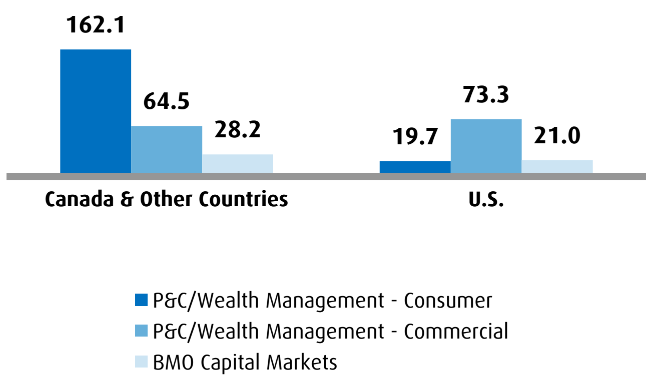
1 LTV is the ratio of outstanding mortgage balance to the original property value indexed using Teranet data. Portfolio LTV is the combination of each individual mortgage LTV weighted by the mortgage balance

Loan Portfolio Overview

Gross Loans & Acceptances By Industry (C$B)	Canada & Other[1]	U.S.	Total	% of Total
Residential Mortgages	104.0	8.5	112.5	30%
Consumer Instalment and Other Personal	50.8	10.7	61.5	17%
Cards	7.4	0.5	7.9	2%
Total Consumer	**162.1**	**19.7**	**181.8**	**49%**
Financial Institutions	18.0	19.4	37.4	10%
Service Industries	14.9	19.3	34.2	9%
Commercial Real Estate	15.1	9.1	24.2	7%
Manufacturing	5.9	12.7	18.6	5%
Retail Trade	9.7	8.1	17.8	5%
Wholesale Trade	4.1	7.1	11.2	3%
Agriculture	8.5	2.4	10.9	3%
Transportation	2.0	8.2	10.2	3%
Oil & Gas	4.2	2.8	7.0	2%
Mining	1.1	0.3	1.4	0%
Other Businesses and Governments[2]	9.2	4.9	14.1	4%
Total Businesses and Governments	**92.7**	**94.3**	**187.0**	**51%**
Total Gross Loans & Acceptances	**254.8**	**114.0**	**368.8**	**100%**

- Loans are well diversified by geography and industry

Loans by Geography and Operating Group ($B)



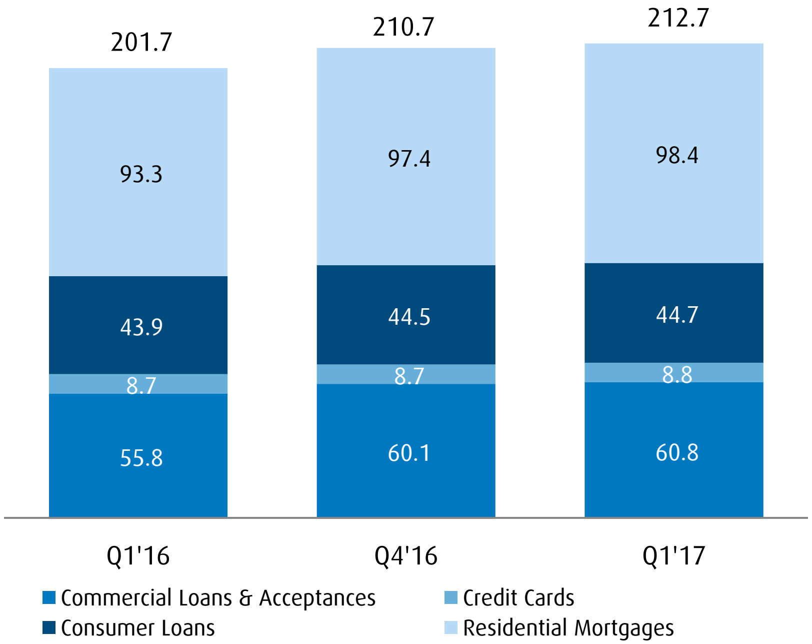
1 Total Businesses and Governments includes ~$13.2B from Other Countries
2 Other Businesses and Governments includes all industry segments that are each <2% of total loans, except Mining, which is shown separately

APPENDIX

BMO 200 Financial Group
We're here to help.™

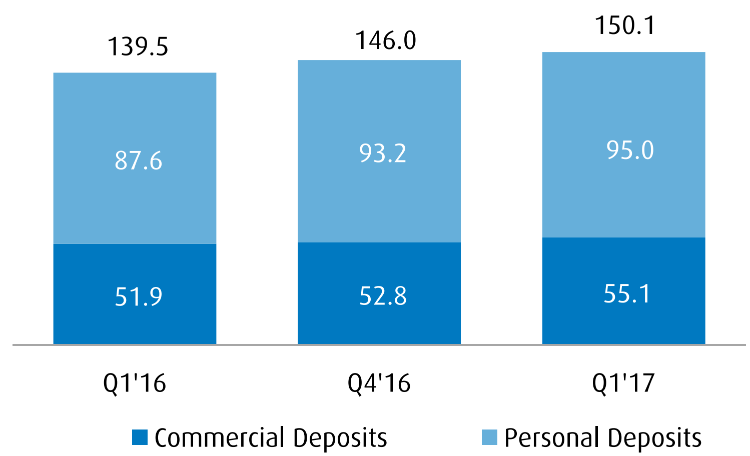
Canadian Personal and Commercial Banking - Balances

Average Loans & Acceptances ($B)



- Loan growth of 5% Y/Y
  - Mortgages up 5%
  - Consumer loan balances up 2%
  - Commercial loan balances[1] up 9%

Average Deposits ($B)

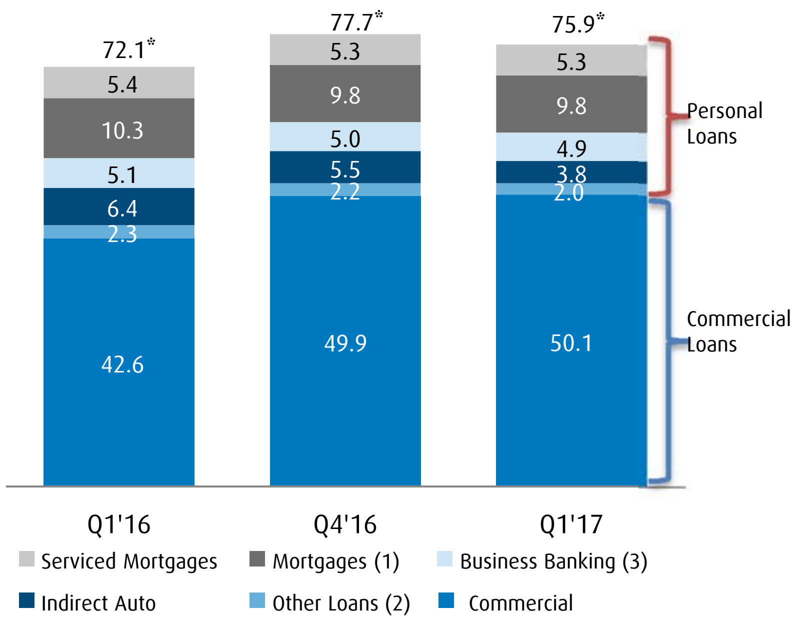


- Deposit growth of 8% Y/Y
  - Personal deposit balances up 8% including strong chequing account growth
  - Commercial deposit balances up 6%

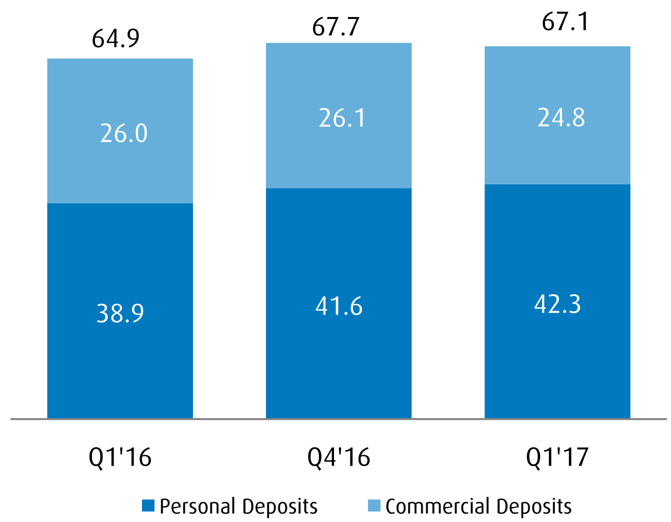
1 Commercial lending growth excludes corporate cards. Corporate cards balances approximately 7% of total credit card portfolio in Q1'17, Q4'16 and Q1'16

U.S. Personal & Commercial Banking – Balances

Average Loans & Acceptances (US$B)



Average Deposits (US$B)



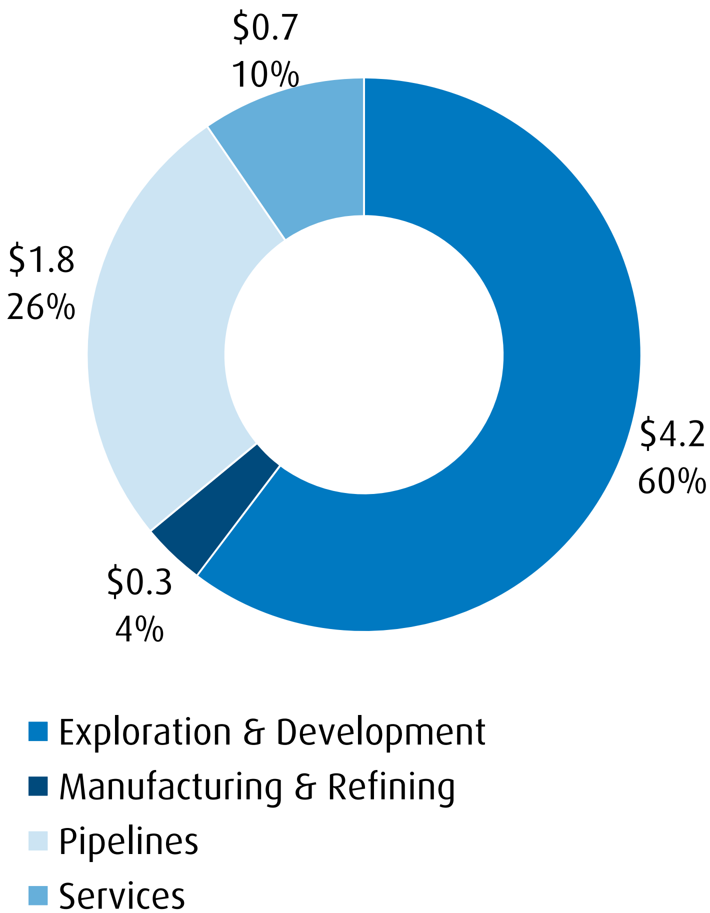
- Commercial loans up 18% Y/Y
- Indirect Auto down 41% Y/Y due to a strategic decision to reduce the portfolio including a sale of loans in the current quarter

- Personal deposit balances up 9% Y/Y
  - Chequing balances up 2% Y/Y
  - Money market balances up 7% Y/Y

* Total includes Serviced Mortgages which are off-balance sheet
1 Mortgages include Wealth Management Mortgages (Q1'17 $1.9B, Q4'16 $1.9B, Q1'16 $1.8B) and Home Equity (Q1'17 $3.5B, Q4'16 $3.6B, Q1'16 $3.9B)
2 Other loans include non-strategic portfolios such as wholesale mortgages, purchased home equity, and certain small business CRE, as well as credit card balances, other personal loans and credit mark on certain purchased performing loans
3 Business Banking includes Small Business

Oil and Gas and Alberta Consumer Portfolios

Oil and Gas Balances – By Sector ($B)



Oil and Gas – Corporate/Commercial

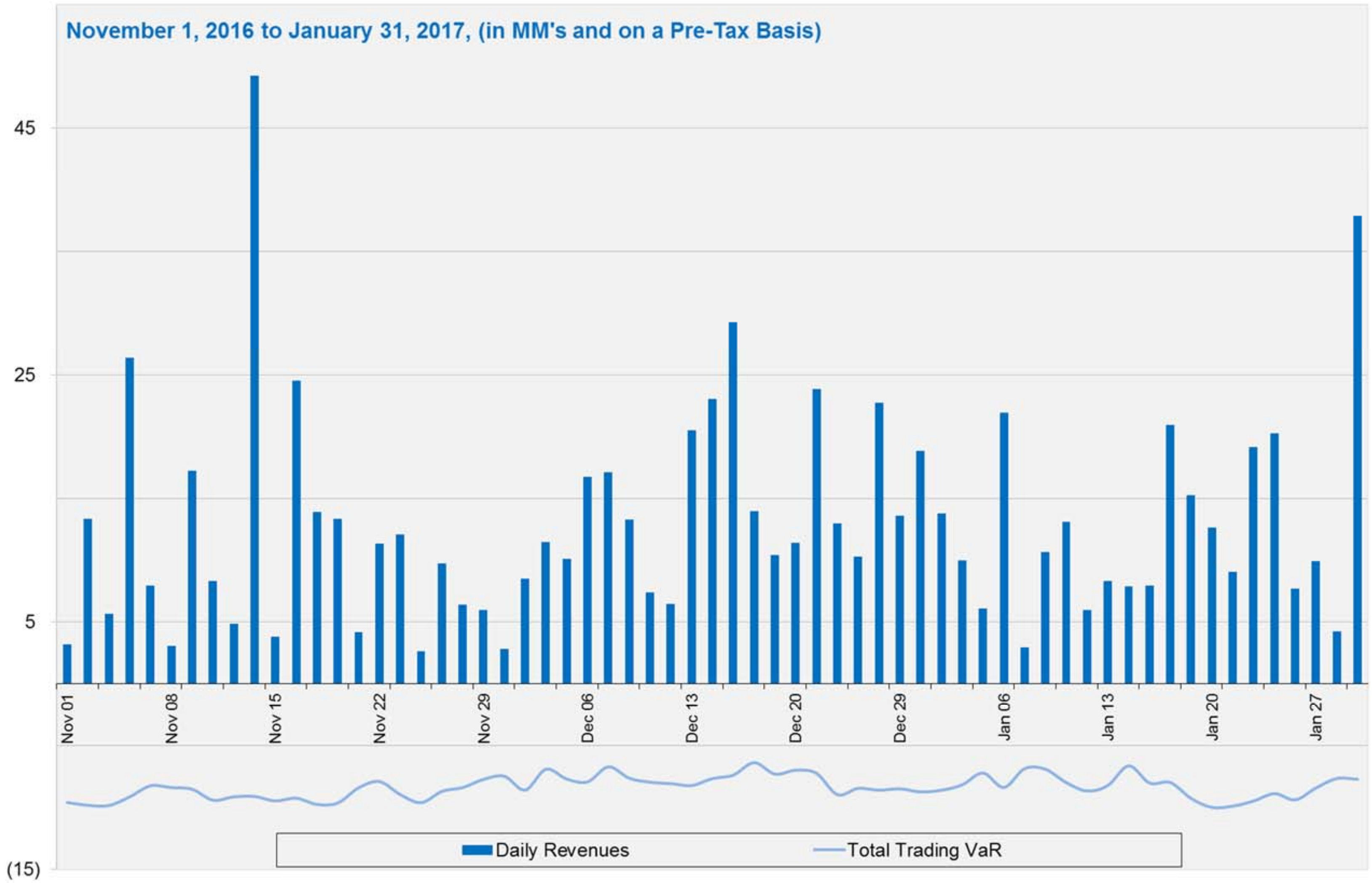
- Oil and Gas exposure of $7.0B in gross loans and $8.8B in undrawn[1], with ~50% of exposure investment grade
- Portfolio represents 2% of total bank loans

Consumer Exposure in Alberta

- Alberta consumer loans represent 6% of total bank loans of which over 80% are Real Estate Secured (RESL)
  - ~60% of Alberta RESL is insured
  - 56% Loan-to-value (LTV) on uninsured RESL

1 Credit exposures on committed undrawn amounts of loans. See Credit Risk Exposure by Industry table on page 43 of Supplementary Financial Information

Trading-related Net Revenues versus Value at Risk



Adjusting Items

Adjusting[1] items – Pre-tax ($MM)	Q1 17	Q4 16	Q1 16
Amortization of acquisition-related intangible assets[2]	(37)	(37)	(43)
Acquisition integration costs[2]	(22)	(31)	(22)
Cumulative accounting adjustment[3]	-	-	(85)
Adjusting items included in reported pre-tax income	(59)	(68)	(150)

Adjusting[1] items – After-tax ($MM)	Q1 17	Q4 16	Q1 16
Amortization of acquisition-related intangible assets[2]	(28)	(29)	(33)
Acquisition integration costs[2]	(14)	(21)	(15)
Cumulative accounting adjustment[3]	-	-	(62)
Adjusting items included in reported net income after tax	(42)	(50)	(110)
Impact on EPS ($)	(0.06)	(0.08)	(0.17)

1 Adjusted measures are non-GAAP measures, see slide 2 for more information
2 Amortization of acquisition-related intangible assets reflected across the Operating Groups. Before and after-tax amounts for each operating group are provided on pages 13, 14, 15, 16, and 18 of the Q1 2017 Report to Shareholders. Acquisition integration costs related to F&C are charged to Wealth Management. Acquisition integration costs related to BMO TF are charged to Corporate Services, since the acquisition impacts both Canadian and U.S. P&C businesses. Acquisition integration costs are primarily recorded in non-interest expense
3 Cumulative accounting adjustment recognized in other non-interest revenue, related to foreign currency translation, largely impacting prior periods

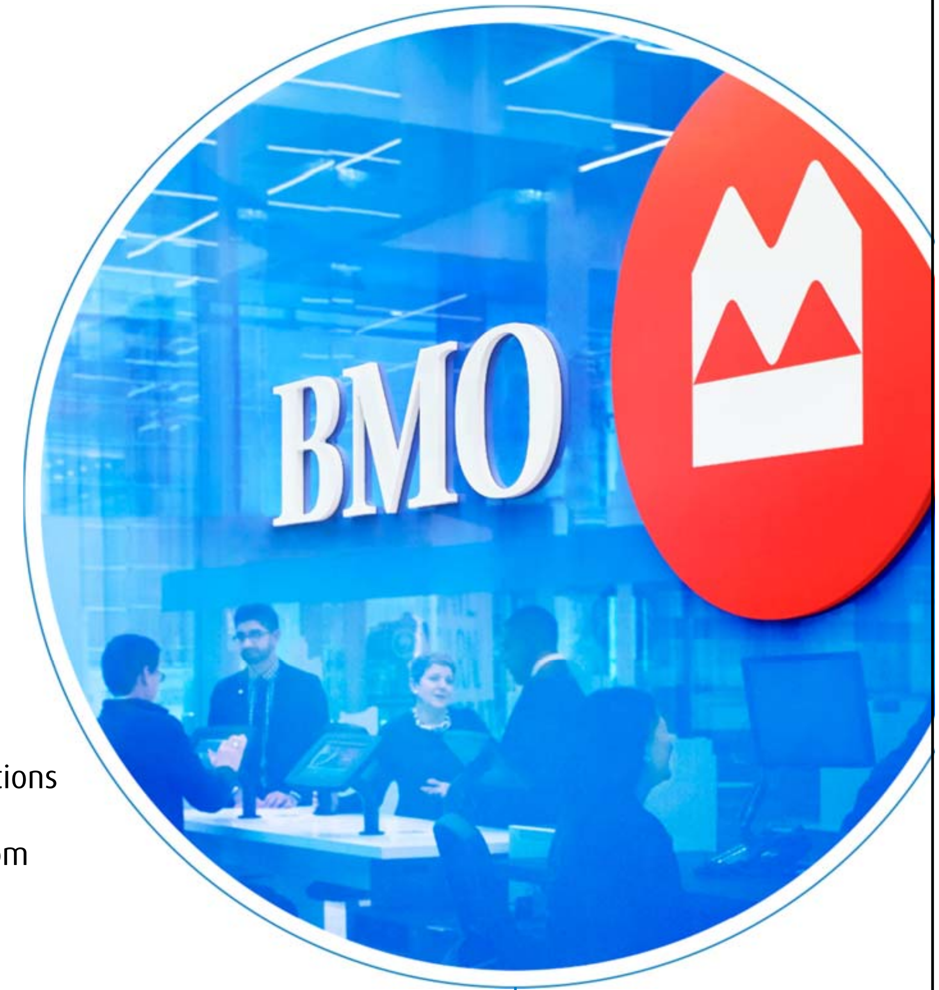
Investor Relations

Contact Information

bmo.com/investorrelations
E-mail: investor.relations@bmo.com

JILL HOMENUK
Head, Investor Relations
416.867.4770
jill.homenuk@bmo.com

CHRISTINE VIAU
Director, Investor Relations
416.867.6956
christine.viau@bmo.com



BMO 200 Financial Group
We're here to help.™