BMO Mutual Funds 2024

Semi-Annual Financial Statements

March 31, 2024

BMO U.S. High Yield Bond Fund

NOTICE OF NO AUDITOR REVIEW OF THE SEMI-ANNUAL FINANCIAL STATEMENTS

BMO Investments Inc., the Manager of the Fund, appoints independent auditors to audit the Fund's Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Semi-Annual Financial Statements, this must be disclosed in an accompanying notice.

The Fund's independent auditors have not performed a review of these Semi-Annual Financial Statements in accordance with standards established by the Chartered Professional Accountants of Canada.

BMO | Mutual Funds

BMO U.S. High Yield Bond Fund
(unaudited)

STATEMENT OF FINANCIAL POSITION
(All amounts in thousands of Canadian dollars, except per unit data)

As at	March 31 2024	September 30 2023
ASSETS		
CURRENT ASSETS		
Cash	13,478	13,490
Investments		
Non-derivative financial assets	389,701	627,020
Derivative assets	352	68
Receivable for investments sold	2,415	301
Subscriptions receivable	135	159
Interest receivable	6,175	9,770
Total assets	412,256	650,808
LIABILITIES		
CURRENT LIABILITIES		
Payable for investments purchased	9,468	4,295
Redemptions payable	499	850
Derivative liabilities	1,094	3,348
Accrued expenses	188	283
Total liabilities	11,249	8,776
Net assets attributable to holders of redeemable units	401,007	642,032
Net assets attributable to holders of redeemable units		
Series A Units	11,286	9,323
Advisor Series Units	18,404	19,172
Series F Units	8,710	8,897
Series I Units	17,664	16,342
Series O Units	344,943	588,298
Net assets attributable to holders of redeemable units per unit		
Series A Units	$ 7.19	$ 6.86
Advisor Series Units	$ 8.08	$ 7.72
Series F Units	$ 9.41	$ 8.96
Series I Units	$ 7.46	$ 7.08
Series O Units	$ 7.80	$ 7.41

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

For the periods ended	March 31 2024	March 31 2023
INCOME		
Interest income	13,606	19,785
Other changes in fair value of investments and derivatives		
Net realized loss	(25,332)	(40,019)
Change in unrealized appreciation	39,492	68,794
Net gain in fair value of investments and derivatives	27,766	48,560
Securities lending revenue (note 8)	29	61
Foreign exchange gain	647	3,373
Total other income	676	3,434
Total income	28,442	51,994
EXPENSES		
Management fees (note 6)	585	811
Fixed administration fees (note 6)	582	897
Independent review committee fees (note 6)	0	1
Interest expense	0	1
Fund facts fees	0	0
Unitholder reporting costs	1	0
Operating expenses absorbed by the Manager (note 6)	(0)	(0)
Total expenses	1,168	1,710
Increase in net assets attributable to holders of redeemable units	27,274	50,284
Increase in net assets attributable to holders of redeemable units		
Series A Units	724	579
Advisor Series Units	1,351	1,483
Series F Units	679	666
Series D Units	—	1
Series I Units	1,349	2,030
Series O Units	23,171	45,525
Increase in net assets attributable to holders of redeemable units per unit (note 8)		
Series A Units	0.50	0.48
Advisor Series Units	0.57	0.54
Series F Units	0.71	0.66
Series D Units	—	0.58
Series I Units	0.58	0.61
Series O Units	0.46	0.56

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

BMO U.S. High Yield Bond Fund
(unaudited)

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

For the periods ended	March 31 2024	March 31 2023
Series A Units		
Net assets attributable to holders of redeemable units at beginning of period	9,323	8,181
Increase in net assets attributable to holders of redeemable units	724	579
Distributions to holders of redeemable units from:		
Net investment income	(204)	(172)
Return of capital	(56)	(69)
Total distributions to holders of redeemable units	(260)	(241)
Redeemable unit transactions		
Proceeds from redeemable units issued	2,587	575
Reinvestments of distributions to holders of redeemable units	240	233
Redemption of redeemable units	(1,328)	(705)
Net increase from redeemable unit transactions	1,499	103
Net increase in net assets attributable to holders of redeemable units	1,963	441
Net assets attributable to holders of redeemable units at end of period	11,286	8,622

For the periods ended	March 31 2024	March 31 2023
Advisor Series Units		
Net assets attributable to holders of redeemable units at beginning of period	19,172	21,586
Increase in net assets attributable to holders of redeemable units	1,351	1,483
Distributions to holders of redeemable units from:		
Net investment income	(376)	(438)
Return of capital	(118)	(188)
Total distributions to holders of redeemable units	(494)	(626)
Redeemable unit transactions		
Proceeds from redeemable units issued	121	199
Reinvestments of distributions to holders of redeemable units	383	478
Redemption of redeemable units	(2,129)	(2,363)
Net decrease from redeemable unit transactions	(1,625)	(1,686)
Net decrease in net assets attributable to holders of redeemable units	(768)	(829)
Net assets attributable to holders of redeemable units at end of period	18,404	20,757

For the periods ended	March 31 2024	March 31 2023
Series F Units		
Net assets attributable to holders of redeemable units at beginning of period	8,897	8,964
Increase in net assets attributable to holders of redeemable units	679	666
Distributions to holders of redeemable units from:		
Net investment income	(213)	(236)
Return of capital	(33)	(33)
Total distributions to holders of redeemable units	(246)	(269)
Redeemable unit transactions		
Proceeds from redeemable units issued	434	835
Reinvestments of distributions to holders of redeemable units	203	218
Redemption of redeemable units	(1,257)	(1,114)
Net decrease from redeemable unit transactions	(620)	(61)
Net (decrease) increase in net assets attributable to holders of redeemable units	(187)	336
Net assets attributable to holders of redeemable units at end of period	8,710	9,300

For the periods ended	March 31 2024	March 31 2023
Series D Units		
Net assets attributable to holders of redeemable units at beginning of period	—	17
Increase in net assets attributable to holders of redeemable units	—	1
Distributions to holders of redeemable units from:		
Net investment income	—	(0)
Return of capital	—	(0)
Total distributions to holders of redeemable units	—	(0)
Redeemable unit transactions		
Reinvestments of distributions to holders of redeemable units	—	0
Redemption of redeemable units	—	(6)
Net decrease from redeemable unit transactions	—	(6)
Net decrease in net assets attributable to holders of redeemable units	—	(5)
Net assets attributable to holders of redeemable units at end of period	—	12

BMO U.S. High Yield Bond Fund
(unaudited)

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	**March 31 2024**	March 31 2023
Series I Units		
Net assets attributable to holders of redeemable units at beginning of period	16,342	28,806
Increase in net assets attributable to holders of redeemable units	1,349	2,030
Distributions to holders of redeemable units from:		
Net investment income	(473)	(677)
Return of capital	(13)	(62)
Total distributions to holders of redeemable units	(486)	(739)
Redeemable unit transactions		
Proceeds from redeemable units issued	871	5,070
Reinvestments of distributions to holders of redeemable units	486	739
Redemption of redeemable units	(898)	(14,600)
Net increase (decrease) from redeemable unit transactions	459	(8,791)
Net increase (decrease) in net assets attributable to holders of redeemable units	1,322	(7,500)
Net assets attributable to holders of redeemable units at end of period	17,664	21,306

For the periods ended	**March 31 2024**	March 31 2023
Series O Units		
Net assets attributable to holders of redeemable units at beginning of period	588,298	617,735
Increase in net assets attributable to holders of redeemable units	23,171	45,525
Distributions to holders of redeemable units from:		
Net investment income	(9,866)	(15,940)
Return of capital	(695)	(2,663)
Total distributions to holders of redeemable units	(10,561)	(18,603)
Redeemable unit transactions		
Proceeds from redeemable units issued	16,520	82,273
Reinvestments of distributions to holders of redeemable units	9,934	17,609
Redemption of redeemable units	(282,419)	(121,557)
Net decrease from redeemable unit transactions	(255,965)	(21,675)
Net (decrease) increase in net assets attributable to holders of redeemable units	(243,355)	5,247
Net assets attributable to holders of redeemable units at end of period	344,943	622,982

For the periods ended	**March 31 2024**	March 31 2023
Total Fund		
Net assets attributable to holders of redeemable units at beginning of period	642,032	685,289
Increase in net assets attributable to holders of redeemable units	27,274	50,284
Distributions to holders of redeemable units from:		
Net investment income	(11,132)	(17,463)
Return of capital	(915)	(3,015)
Total distributions to holders of redeemable units	(12,047)	(20,478)
Redeemable unit transactions		
Proceeds from redeemable units issued	20,533	88,952
Reinvestments of distributions to holders of redeemable units	11,246	19,277
Redemption of redeemable units	(288,031)	(140,345)
Net decrease from redeemable unit transactions	(256,252)	(32,116)
Net decrease in net assets attributable to holders of redeemable units	(241,025)	(2,310)
Net assets attributable to holders of redeemable units at end of period	401,007	682,979

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

BMO U.S. High Yield Bond Fund

(unaudited)

STATEMENT OF CASH FLOWS

(All amounts in thousands of Canadian dollars)

For the periods ended	March 31 2024	March 31 2023
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	27,274	50,284
Adjustments for:		
Foreign exchange loss on cash	20	57
Net realized loss on sale of investments and derivatives	25,332	40,019
Change in unrealized appreciation of investments and derivatives	(39,492)	(68,794)
Decrease in interest receivable	3,595	634
(Decrease) increase in accrued expenses	(95)	265
Amortization of premium and discounts	(816)	(193)
Purchases of investments	(81,271)	(112,441)
Proceeds from sale and maturity of investments	342,400	181,254
Cash outflows on derivatives	(8,313)	(34,864)
Net cash from operating activities	268,634	56,221
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(801)	(1,201)
Proceeds from issuances of redeemable units+	20,470	88,700
Amounts paid on redemption of redeemable units+	(288,295)	(139,943)
Net cash used in financing activities	(268,626)	(52,444)
Foreign exchange loss on cash	(20)	(57)
Net increase in cash	8	3,777
Cash at beginning of period	13,490	17,692
Cash at end of period	13,478	21,412
Supplementary Information		
Interest received, net of withholding taxes*	16,385	20,226
Interest expense paid*	0	1

+ Excludes switches between series, as applicable.

* These items are from operating activities.

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

BMO U.S. High Yield Bond Fund
(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
BONDS & DEBENTURES			
Canada — 3.8%			
1011778 B.C. Unlimited Liability Company, Term Loan B5, Floating Rate, 7.579% Sep 20, 2030	USD 600	811	812
Baytex Energy Corp., Series 144A, Senior, Unsecured, Notes, Callable, 8.500% Apr 30, 2030	USD 1,059	1,412	1,497
Baytex Energy Corp., Series 144A, Senior, Unsecured, Notes, Callable, 7.375% Mar 15, 2032	USD 1,040	1,404	1,424
Bombardier Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.875% Apr 15, 2027	USD 649	828	880
Bombardier Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jul 1, 2031	USD 174	236	236
GFL Environmental Inc., Series 144A, Senior, Secured, Notes, Callable, 6.750% Jan 15, 2031	USD 582	799	808
HudBay Minerals Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Apr 1, 2026	USD 768	908	1,005
HudBay Minerals Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.125% Apr 1, 2029	USD 1,531	2,009	2,050
NOVA Chemicals Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% May 1, 2025	USD 593	767	791
NOVA Chemicals Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Jun 1, 2027	USD 837	1,051	1,070
NOVA Chemicals Corporation, Series 144A, Senior, Secured, Notes, Callable, 8.500% Nov 15, 2028	USD 554	779	799
NOVA Chemicals Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 9.000% Feb 15, 2030	USD 1,001	1,355	1,401
Primo Water Holdings Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.375% Apr 30, 2029	USD 657	777	817
Ritchie Bros. Holdings Inc., Series 144A, Senior, Secured, Notes, Callable, 6.750% Mar 15, 2028	USD 262	356	362
Ritchie Bros. Holdings Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.750% Mar 15, 2031	USD 310	422	439
Videotron Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 3.625% Jun 15, 2029	USD 857	1,088	1,048
		15,002	15,439
France — 2.2%			
Altice France, Series 144A, Senior, Secured, Notes, Callable, 5.125% Jul 15, 2029	USD 2,092	2,608	1,917
Constellium SE, Series 144A, Senior, Unsecured, Notes, Callable, 3.750% Apr 15, 2029	USD 2,623	3,174	3,199

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Iliad Holding, Series 144A, Senior, Secured, Notes, Callable, 6.500% Oct 15, 2026	USD 2,179	2,753	2,921
Iliad Holding, Series 144A, Senior, Secured, Notes, Callable, 7.000% Oct 15, 2028	USD 650	846	872
		9,381	8,909
Germany — 0.2%			
ZF North America Capital, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.125% Apr 14, 2030	USD 444	595	634
Ireland — 0.2%			
GGAM Finance Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 6.875% Apr 15, 2029	USD 481	656	656
Luxembourg — 1.6%			
FAGE International SA/FAGE USA Dairy Industry Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Aug 15, 2026	USD 1,254	1,592	1,668
Herens Holdco S.a r.l., Series 144A, Senior, Secured, Notes, Callable, 4.750% May 15, 2028	USD 908	1,134	1,076
INEOS Finance PLC, Series 144a, Senior, Secured, Notes, Callable, 7.500% Apr 15, 2029	USD 1,191	1,600	1,618
ION Trading Technologies S.a r.l., Series 144A, Senior, Secured, Notes, Callable, 5.750% May 15, 2028	USD 1,513	1,831	1,883
		6,157	6,245
Netherlands — 1.5%			
Trivium Packaging Finance B.V., Series 144A, Senior, Secured, Notes, Callable, 5.500% Aug 15, 2026	USD 1,504	1,927	2,005
VZ Secured Financing B.V., Series 144A, Senior, Secured, Callable, 5.000% Jan 15, 2032	USD 1,682	2,124	1,956
Ziggo B.V., Series 144A, Secured, Notes, Callable, 4.875% Jan 15, 2030	USD 1,623	2,085	1,973
		6,136	5,934
Poland — 0.3%			
Canpack SA/Canpack US LLC, Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Nov 15, 2029	USD 940	1,178	1,127
Spain — 0.4%			
Grifols Escrow Issuer SA, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Oct 15, 2028	USD 1,359	1,666	1,524
United Kingdom — 1.2%			
INEOS Quattro Finance 2 Plc, Series 144A, Senior, Secured, Callable, 3.375% Jan 15, 2026	USD 305	396	393

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
INEOS Quattro Finance 2 Plc, Series 144A, Senior, Secured, Callable, 9.625% Mar 15, 2029	USD 647	893	941
The Engine Group Limited , Term Loan, 12.250% Mar 8, 2049	USD 102	131	89
Virgin Media Finance PLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Jul 15, 2030	USD 846	1,112	969
Vmed O2 UK Financing I PLC, Series 144A, Senior, Secured, Notes, Callable, 4.250% Jan 31, 2031	USD 1,445	1,922	1,658
VMED O2 UK Financing I plc, Series 144A, Senior, Secured, Callable, 7.750% Apr 15, 2032	USD 666	906	906
		5,360	4,956
United States — 85.6%			
Acadia Healthcare Company, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.500% Jul 1, 2028	USD 463	600	612
Acadia Healthcare Company, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Apr 15, 2029	USD 615	782	791
AG TTMT Escrow Issuer LLC, Series 144A, Senior, Secured, Notes, Callable, 8.625% Sep 30, 2027	USD 1,417	1,860	1,987
Albertsons Companies Inc./Safeway Inc./New Albertsons L.P./Albertson's LLC, Series 144A, Senior, Unsecured, Notes, Callable, 6.500% Feb 15, 2028	USD 770	1,036	1,055
Alcoa Nederland Holding B.V., Series 144A, Senior, Unsecured, Notes, Callable, 7.125% Mar 15, 2031	USD 262	356	362
Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer, Series 144A, Senior, Secured, Notes, Callable, 4.250% Oct 15, 2027	USD 3,297	4,120	4,206
Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer, Series 144A, Senior, Secured, Notes, Callable, 6.750% Apr 15, 2028	USD 1,510	2,030	2,058
Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer, Series 144A, Senior, Secured, Notes, Callable, 7.000% Jan 15, 2031	USD 1,015	1,388	1,390
Ally Financial Inc., Senior, Unsecured, Notes, Callable, 3.875% May 21, 2024	USD 385	525	520
Ally Financial Inc., Notes, Subordinated, Callable, 5.750% Nov 20, 2025	USD 680	877	915
American Airlines Inc./AAdvantage Loyalty IP Ltd., Series 144A, Senior, Secured, Notes, 5.500% Apr 20, 2026	USD 2,270	2,872	3,054
American Airlines Inc./AAdvantage Loyalty IP Ltd., Series 144A, Senior, Secured, Notes, 5.750% Apr 20, 2029	USD 1,096	1,430	1,460
American Airlines, Inc., Term Loan, Floating Rate, 10.329% Apr 20, 2028	USD 425	533	597
American Airlines, Inc., Series 144A, Senior, Secured, Notes, Callable, 8.500% May 15, 2029	USD 230	315	329
American Axle & Manufacturing, Inc., Senior, Unsecured, Notes, Callable, 6.500% Apr 1, 2027	USD 755	976	1,019
American Axle & Manufacturing, Inc., Senior, Unsecured, Notes, Callable, 5.000% Oct 1, 2029	USD 350	402	426
American Builders & Contractors Supply Co., Inc., Series 144A, Senior, Secured, Notes, Callable, 4.000% Jan 15, 2028	USD 1,894	2,405	2,402
AmWINS Group, Inc., Series 144A, Senior, Secured, Notes, Callable, 6.375% Feb 15, 2029	USD 553	744	752
Antero Midstream Partners LP/Antero Midstream Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 6.625% Feb 1, 2032	USD 490	656	667
APX Group, Inc., Series 144A, Senior, Secured, Notes, Callable, 6.750% Feb 15, 2027	USD 740	988	1,008
Arches Buyer, Inc., Term Loan B, Floating Rate, 8.582% Dec 6, 2027	USD 310	404	406
Arches Buyer, Inc., Series 144A, Senior, Secured, Notes, Callable, 4.250% Jun 1, 2028	USD 1,521	1,759	1,813
Ardagh Metal Packaging Finance USA LLC/Ardagh Metal Packaging Finance PLC, Series 144A, Senior, Secured, Notes, Callable, 6.000% Jun 15, 2027	USD 385	487	508
Ardagh Metal Packaging Finance USA LLC/Ardagh Metal Packaging Finance PLC, Series 144A, Senior, Secured, Notes, Callable, 3.250% Sep 1, 2028	USD 1,207	1,501	1,412
Ardagh Metal Packaging Finance USA LLC/Ardagh Metal Packaging Finance PLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Sep 1, 2029	USD 441	459	482
Ardagh Packaging Finance PLC/Ardagh Holdings USA Inc., Series 144A, Senior, Secured, Notes, Callable, 5.250% Apr 30, 2025	USD 749	949	979
Aretec Escrow Issuer 2 Inc., Series 144A, Senior, Secured, Callable, 10.000% Aug 15, 2030	USD 808	1,127	1,198
Ascend Learning, LLC, Term Loan B, Floating Rate, 8.926% Dec 11, 2028	USD 901	1,173	1,213
Ashland LLC, Series 144A, Senior, Unsecured, Notes, Callable, 3.375% Sep 1, 2031	USD 1,430	1,564	1,639
AssuredPartners, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Jan 15, 2029	USD 480	605	599
AssuredPartners, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.500% Feb 15, 2032	USD 484	645	644
ATI Inc., Senior, Unsecured, Notes, Callable, 5.125% Oct 1, 2031	USD 1,214	1,520	1,524

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Avantor Funding, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.625% Jul 15, 2028	USD 1,576	2,030	2,023
Avient Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 7.125% Aug 1, 2030	USD 407	527	566
Avis Budget Car Rental, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 8.000% Feb 15, 2031	USD 68	91	92
Axalta Coating Systems LLC, Series 144A, Senior, Unsecured, Notes, Callable, 3.375% Feb 15, 2029	USD 1,044	1,272	1,267
Axalta Coating Systems LLC/Axalta Coating Systems Dutch Holding B BV, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Jun 15, 2027	USD 1,075	1,381	1,405
Bausch & Lomb Corporation, Series 144A, Senior, Secured, Notes, Callable, 8.375% Oct 1, 2028	USD 578	781	810
Bausch Health Companies Inc., Series 144A, Senior, Secured, Notes, Callable, 5.500% Nov 1, 2025	USD 322	400	412
Bausch Health Companies Inc., Series 144A, Senior, Secured, Notes, Callable, 4.875% Jun 1, 2028	USD 1,336	1,433	986
Beacon Roofing Supply, Inc., Series 144A, Senior, Secured, Notes, Callable, 4.500% Nov 15, 2026	USD 1,512	1,935	1,991
Boyne USA, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.750% May 15, 2029	USD 400	494	503
Caesars Entertainment, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.625% Oct 15, 2029	USD 325	408	402
Caesars Entertainment, Inc., Series 144A, Senior, Secured, Notes, Callable, 7.000% Feb 15, 2030	USD 1,183	1,582	1,645
Caesars Entertainment, Inc., Series 144A, Senior, Secured, Notes, Callable, 6.500% Feb 15, 2032	USD 1,441	1,961	1,971
Callon Petroleum Company, Series 144A, Senior, Unsecured, Notes, Callable, 8.000% Aug 1, 2028	USD 558	714	790
Carnival Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.750% Mar 1, 2027	USD 1,065	1,348	1,428
Carnival Corporation, Series 144A, Senior, Secured, Notes, Callable, 7.000% Aug 15, 2029	USD 580	780	820
Carnival Holdings Bermuda Ltd, Series 144A, Senior, Unsecured, Notes, Callable, 10.375% May 1, 2028	USD 1,550	2,151	2,291
Catalent Pharma Solutions, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.125% Feb 15, 2029	USD 1,230	1,513	1,592
Catalent Pharma Solutions, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.500% Apr 1, 2030	USD 356	404	461
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 5.125% May 1, 2027	USD 2,232	3,013	2,880
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Mar 1, 2030	USD 191	222	222
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Aug 15, 2030	USD 1,231	1,427	1,401
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.250% Feb 1, 2031	USD 1,801	2,396	1,986
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Feb 1, 2032	USD 1,611	2,016	1,783
CCO Holdings, LLC/CCO Holdings Capital Corp., Senior, Unsecured, Notes, Callable, 4.500% May 1, 2032	USD 545	587	593
CCO Holdings, LLC/CCO Holdings Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.250% Jan 15, 2034	USD 320	330	327
CD&R Smokey Buyer, Inc., Series 144A, Senior, Secured, Notes, Callable, 6.750% Jul 15, 2025	USD 1,374	1,761	1,844
Centennial Resource Production, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 7.000% Jan 15, 2032	USD 1,345	1,836	1,889
Central Parent LLC/CDK Global II LLC/CDK Financing Co., Inc., Series 144A, Senior, Secured, Notes, Callable, 8.000% Jun 15, 2029	USD 425	595	596
Charles River Laboratories International, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.750% Mar 15, 2029	USD 2,559	3,254	3,163
Chart Industries, Inc., Series 144A, Senior, Secured, Notes, Callable, 7.500% Jan 1, 2030	USD 426	572	599
Chart Industries, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 9.500% Jan 1, 2031	USD 231	308	341
CHS/Community Health Systems, Inc., Series 144A, Senior, Secured, Notes, Callable, 5.625% Mar 15, 2027	USD 780	974	972
CHS/Community Health Systems, Inc., Series 144A, Senior, Secured, Notes, Callable, 5.250% May 15, 2030	USD 2,105	2,634	2,326
CHS/Community Health Systems, Inc., Series 144A, Senior, Secured, Notes, Callable, 4.750% Feb 15, 2031	USD 429	432	448
CHS/Community Health Systems, Inc., Series 144A, Senior, Secured, Callable, 10.875% Jan 15, 2032	USD 281	381	393

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Churchill Downs Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Jan 15, 2028	USD 460	595	593
Churchill Downs Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 6.750% May 1, 2031	USD 890	1,199	1,214
Cinemark USA, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.875% Mar 15, 2026	USD 901	1,147	1,206
Cinemark USA, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Jul 15, 2028	USD 470	597	603
Civitas Resources, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 8.625% Nov 1, 2030	USD 305	414	444
Civitas Resources, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 8.750% Jul 1, 2031	USD 425	597	616
Clarivate Science Holdings Corporation, Series 144A, Senior, Secured, Notes, Callable, 3.875% Jul 1, 2028	USD 992	1,227	1,243
Clear Channel Outdoor Holdings, Inc., Series 144A, Senior, Secured, Notes, Callable, 5.125% Aug 15, 2027	USD 802	1,024	1,025
Clear Channel Outdoor Holdings, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.000% Sep 15, 2028	USD 940	1,261	1,326
Clear Channel Outdoor Holdings, Inc., Series 144A, Senior, Secured, Notes, Callable, 7.875% Apr 1, 2030	USD 681	923	917
Clearway Energy Operating LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Mar 15, 2028	USD 1,119	1,383	1,442
Clearway Energy Operating LLC, Series 144A, Senior, Unsecured, Notes, Callable, 3.750% Jan 15, 2032	USD 3,388	4,250	3,863
Cloud Software Group, Inc., Series 144A, Senior, Secured, Notes, Callable, 6.500% Mar 31, 2029	USD 1,946	2,342	2,503
Cloud Software Group, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.000% Sep 30, 2029	USD 901	1,055	1,171
CNX Midstream Partners LP, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Apr 15, 2030	USD 88	105	106
CNX Resources Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 7.375% Jan 15, 2031	USD 743	965	1,024
CNX Resources Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Mar 1, 2032	USD 595	800	820
Colt Merger Sub, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 8.125% Jul 1, 2027	USD 415	575	576
Comstock Resources, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.875% Jan 15, 2030	USD 104	126	128
CSC Holdings, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.375% Feb 1, 2028	USD 675	786	786
CSC Holdings, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 11.750% Jan 31, 2029	USD 294	397	398
CSC Holdings, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.125% Dec 1, 2030	USD 1,609	1,963	1,550
Darden Restaurants, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Apr 15, 2027	USD 760	964	1,010
Darling Ingredients Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.000% Jun 15, 2030	USD 879	1,150	1,180
Delek Logistics Partners LP/Delek Logistics Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 8.625% Mar 15, 2029	USD 891	1,210	1,233
DT Midstream, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.375% Jun 15, 2031	USD 1,315	1,597	1,613
Element Solutions Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Sep 1, 2028	USD 1,358	1,709	1,686
Emerald Debt Merger Sub L.L.C., Series 144A, Senior, Secured, Callable, 6.625% Dec 15, 2030	USD 940	1,271	1,286
Entegris, Inc., Series 144A, Senior, Secured, Notes, Callable, 4.750% Apr 15, 2029	USD 805	983	1,046
Entegris, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.950% Jun 15, 2030	USD 616	737	825
EQM Midstream Partners, LP, Senior, Unsecured, Notes, Callable, 4.000% Aug 1, 2024	USD 1,458	1,834	1,962
EQM Midstream Partners, LP, Series 144A, Senior, Unsecured, Notes, Callable, 6.375% Apr 1, 2029	USD 329	444	449
EQM Midstream Partners, LP, Senior, Unsecured, Notes, Callable, 6.500% Jul 15, 2048	USD 829	977	1,126
ESAB Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Apr 15, 2029	USD 310	423	422
Fertitta Entertainment LLC/Fertitta Entertainment Finance Co., Inc., Series 144A, Senior, Secured, Notes, Callable, 4.625% Jan 15, 2029	USD 320	399	398
Frontier Communications Holdings, LLC, Series 144A, Senior, Secured, Notes, Callable, 8.750% May 15, 2030	USD 724	966	1,004
Frontier Communications Holdings, LLC, Series 144A, Senior, Secured, Notes, Callable, 8.625% Mar 15, 2031	USD 753	1,024	1,041
Gates Global LLC/Gates Corp., Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Jan 15, 2026	USD 866	1,154	1,170
GoTo Group, Inc., Series 144A, Senior, Secured, Callable, 5.500% May 1, 2028	USD 335	617	394

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
GTCR W-2 Merger Sub LLC, Series 144A, Senior, Secured, Notes, Callable, 7.500% Jan 15, 2031	USD 1,459	1,985	2,069
H&E Equipment Services, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Dec 15, 2028	USD 2,020	2,474	2,505
H.B. Fuller Company, Senior, Unsecured, Notes, Callable, 4.250% Oct 15, 2028	USD 832	1,066	1,045
Hanesbrands Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.875% May 15, 2026	USD 265	337	350
Hanesbrands Inc., Series 144A, Senior, Unsecured, Notes, Callable, 9.000% Feb 15, 2031	USD 537	717	747
Hawaiian Brand Intellectual Property, Ltd./HawaiianMiles Loyalty, Ltd., Series 144A, Senior, Secured, Notes, Callable, 5.750% Jan 20, 2026	USD 1,085	1,413	1,383
HealthEquity, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Oct 1, 2029	USD 1,523	1,919	1,907
HF Sinclair Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 6.375% Apr 15, 2027	USD 1,630	2,225	2,221
Hilcorp Energy I, L.P., Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Nov 1, 2028	USD 2,532	3,227	3,427
Hilcorp Energy I, L.P., Series 144A, Senior, Unsecured, Notes, Callable, 8.375% Nov 1, 2033	USD 405	554	594
Hilton Domestic Operating Company Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.125% Apr 1, 2032	USD 1,030	1,403	1,400
Hilton Grand Vacations Borrower Escrow LLC/Hilton Grand Vacations Borrower Esc, Series 144A, Senior, Secured, Notes, Callable, 6.625% Jan 15, 2032	USD 886	1,190	1,204
Hologic, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.625% Feb 1, 2028	USD 1,571	1,963	2,049
HUB International Limited, Series 144A, Senior, Secured, Notes, Callable, 7.250% Jun 15, 2030	USD 2,137	2,913	2,977
HUB International Limited, Series 144A, Senior, Unsecured, Notes, Callable, 7.375% Jan 31, 2032	USD 229	308	313
Ingevity Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Nov 1, 2028	USD 1,165	1,373	1,426
IRB Holding Corp., Series 144A, Senior, Secured, Notes, Callable, 7.000% Jun 15, 2025	USD 1,234	1,641	1,674
Iron Mountain Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 4.875% Sep 15, 2027	USD 1,567	2,070	2,050
Jazz Securities Designated Activity Company, Series 144A, Senior, Secured, Notes, Callable, 4.375% Jan 15, 2029	USD 1,139	1,440	1,437
Kaiser Aluminum Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Jun 1, 2031	USD 952	1,147	1,143
Kodiak Gas Services, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Feb 15, 2029	USD 255	346	352
L Brands, Inc., Senior, Unsecured, Notes, 5.250% Feb 1, 2028	USD 750	961	994
L Brands, Inc., Senior, Unsecured, Notes, Callable, 7.500% Jun 15, 2029	USD 295	378	416
Ladder Capital Finance Holdings LLLP/Ladder Capital Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Oct 1, 2025	USD 320	403	426
Ladder Capital Finance Holdings LLLP/Ladder Capital Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.250% Feb 1, 2027	USD 1,243	1,558	1,574
Ladder Capital Finance Holdings LLLP/Ladder Capital Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Jun 15, 2029	USD 705	865	868
LCM Investments Holdings II, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.875% May 1, 2029	USD 1,007	1,279	1,253
LCM Investments Holdings II, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 8.250% Aug 1, 2031	USD 699	924	990
Madison IAQ LLC, Series 144A, Senior, Secured, Notes, Callable, 4.125% Jun 30, 2028	USD 806	1,005	1,010
Marriott Ownership Resorts, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Jun 15, 2029	USD 475	590	588
Matador Resources Company, Senior, Unsecured, Notes, Callable, 5.875% Sep 15, 2026	USD 1,185	1,564	1,606
Matador Resources Company, Series 144A, Senior, Unsecured, Notes, Callable, 6.875% Apr 15, 2028	USD 441	587	612
Matador Resources Company, Series 144A, Senior, Unsecured, Notes, Callable, 6.500% Apr 15, 2032	USD 601	817	816
Match Group Holdings II, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Feb 15, 2029	USD 1,353	1,713	1,781
Match Group, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.625% Oct 1, 2031	USD 950	1,060	1,094
Mattel, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.875% Dec 15, 2027	USD 1,023	1,358	1,390
Midwest Gaming Borrower LLC/Midwest Gaming Finance Corp., Series 144A, Senior, Secured, Notes, Callable, 4.875% May 1, 2029	USD 1,665	2,101	2,088

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Mileage Plus Holdings LLC/Mileage Plus Intellectual Property Assets Ltd., Series 144A, Senior, Secured, Notes, Callable, 6.500% Jun 20, 2027	USD 1,716	2,239	2,341
Mozart Debt Merger Sub Inc., Series 144A, Senior, Secured, Notes, Callable, 3.875% Apr 1, 2029	USD 970	1,182	1,196
Mozart Debt Merger Sub Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Oct 1, 2029	USD 2,195	2,552	2,810
Nabors Industries Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jan 15, 2026	USD 255	335	343
Nabors Industries, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.375% May 15, 2027	USD 579	762	783
Nabors Industries, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 9.125% Jan 31, 2030	USD 590	794	831
Navient Corporation, Senior, Unsecured, Notes, 6.750% Jun 25, 2025	USD 884	1,140	1,206
Navient Corporation, Senior, Unsecured, Notes, Callable, 11.500% Mar 15, 2031	USD 489	677	738
NCL Corporation Ltd., Series 144A, Senior, Secured, Notes, Callable, 5.875% Feb 15, 2027	USD 815	997	1,089
NCR Atleos Escrow Corporation, Series 144A, Senior, Secured, Notes, Callable, 9.500% Apr 1, 2029	USD 1,169	1,558	1,693
NCR Voyix Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Oct 1, 2028	USD 832	1,095	1,051
NCR Voyix Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.125% Apr 15, 2029	USD 407	474	511
NCR Voyix Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Oct 1, 2030	USD 88	98	108
Neptune Bidco US Inc., Series 144A, Senior, Secured, Notes, Callable, 9.290% Apr 15, 2029	USD 970	1,256	1,243
Newell Brands Inc., Senior, Unsecured, Notes, Callable, 6.375% Sep 15, 2027	USD 206	268	275
NextEra Energy Operating Partners, L.P., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Oct 15, 2026	USD 167	210	211
NextEra Energy Operating Partners, L.P., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Sep 15, 2027	USD 1,633	2,131	2,073
NextEra Energy Operating Partners, LP, Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jan 15, 2029	USD 482	653	669
NextEra Energy Partners, LP, Senior, Unsecured, Notes, 2.500% Jun 15, 2026	USD 1,652	1,973	2,025
NFP Corp., Series 144A, Senior, Secured, Notes, Callable, 4.875% Aug 15, 2028	USD 2,915	3,678	3,956
Novelis Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 3.250% Nov 15, 2026	USD 1,274	1,600	1,609
NRG Energy, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Jun 15, 2029	USD 1,212	1,489	1,575
NRG Energy, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Feb 15, 2032	USD 141	174	164
NuStar Logistics, L.P., Senior, Unsecured, Notes, Callable, 5.750% Oct 1, 2025	USD 519	697	700
NuStar Logistics, L.P., Senior, Unsecured, Notes, Callable, 6.000% Jun 1, 2026	USD 1,466	1,923	1,980
Olympus Water US Holding Corporation, Series 144A, Senior, Secured, Notes, Callable, 7.125% Oct 1, 2027	USD 771	991	1,056
Olympus Water US Holding Corporation, Series 144A, Senior, Secured, Notes, Callable, 4.250% Oct 1, 2028	USD 584	657	717
Olympus Water US Holding Corporation, Series 144A, Senior, Secured, Notes, Callable, 9.750% Nov 15, 2028	USD 1,454	1,976	2,100
OneMain Finance Corporation, Senior, Unsecured, Notes, Callable, 9.000% Jan 15, 2029	USD 733	970	1,053
OneMain Finance Corporation, Senior, Unsecured, Notes, Callable, 7.875% Mar 15, 2030	USD 569	768	797
OneMain Finance Corporation, Senior, Unsecured, Notes, Callable, 4.000% Sep 15, 2030	USD 343	359	398
OPENLANE, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.125% Jun 1, 2025	USD 914	1,171	1,218
Organon Finance 1 LLC, Series 144A, Senior, Secured, Notes, Callable, 4.125% Apr 30, 2028	USD 322	407	406
Organon Finance 1 LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.125% Apr 30, 2031	USD 1,193	1,379	1,431
Outfront Media Capital LLC/Outfront Media Capital Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.625% Mar 15, 2030	USD 2,526	3,177	3,069
Outfront Media Capital LLC/Outfront Media Capital Corp., Series 144A, Senior, Secured, Callable, 7.375% Feb 15, 2031	USD 163	224	232
Panther BF Aggregator 2 LP/Panther Finance Co., Inc., Series 144A, Senior, Secured, Notes, Callable, 6.250% May 15, 2026	USD 1,260	1,669	1,706
Panther Escrow Issuer LLC, Series 144A, Senior, Secured, Notes, Callable, 7.125% Jun 1, 2031	USD 1,064	1,456	1,467
Park Intermediate Holdings LLC/PK Domestic Property LLC/PK Finance Co-Issuer, Series 144A, Senior, Secured, Notes, Callable, 5.875% Oct 1, 2028	USD 638	831	849

BMO U.S. High Yield Bond Fund
(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Park Intermediate Holdings LLC/PK Domestic Property LLC/PK Finance Co-Issuer, Series 144A, Senior, Secured, Notes, Callable, 4.875% May 15, 2029	USD 775	978	977
Pattern Energy Operations LP/Pattern Energy Operations Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.500% Aug 15, 2028	USD 665	852	838
Penn National Gaming, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.125% Jul 1, 2029	USD 345	400	404
Penske Automotive Group, Inc., Senior, Unsecured, Notes, Subordinated, Callable, 3.500% Sep 1, 2025	USD 1,205	1,601	1,589
Permian Resources Operating, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.875% Jul 1, 2029	USD 2,277	2,796	3,033
PetSmart LLC, Term Loan, Floating Rate, 9.176% Feb 11, 2028	USD 892	1,206	1,204
PetSmart, Inc./PetSmart Finance Corp., Series 144A, Senior, Secured, Notes, Callable, 4.750% Feb 15, 2028	USD 807	994	1,021
PetSmart, Inc./PetSmart Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 7.750% Feb 15, 2029	USD 600	767	791
Playtika Holding Corp., Series 144A, Senior, Unsecured, Notes, Callable, 4.250% Mar 15, 2029	USD 1,251	1,533	1,467
Post Holdings, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Jan 15, 2028	USD 1,380	1,800	1,835
Post Holdings, Inc., Series 144A, Senior, Secured, Callable, 6.250% Feb 15, 2032	USD 511	698	697
Prestige Brands, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.125% Jan 15, 2028	USD 773	999	1,019
Prime Security Services Borrower LLC/Prime Finance, Inc., Series 144A, Senior, Secured, Notes, Callable, 3.375% Aug 31, 2027	USD 816	1,077	1,016
Provident Funding Associates LP/PFG Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 6.375% Jun 15, 2025	USD 1,159	1,457	1,505
Radian Group Inc., Senior, Unsecured, Notes, Callable, 6.200% May 15, 2029	USD 212	287	291
Resideo Funding Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Sep 1, 2029	USD 888	1,084	1,079
RHP Hotel Properties LP/RHP Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 6.500% Apr 1, 2032	USD 457	619	621
RLJ Lodging Trust, L.P., Series 144A, Senior, Secured, Notes, Callable, 3.750% Jul 1, 2026	USD 1,099	1,386	1,418
Roblox Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 3.875% May 1, 2030	USD 1,407	1,702	1,679
Rocket Mortgage LLC/Rocket Mortgage Co-Issuer Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Mar 1, 2031	USD 1,664	2,005	1,965
Rocket Mortgage LLC/Rocket Mortgage Co-Issuer Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Oct 15, 2033	USD 1,958	2,443	2,249
Royal Caribbean Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 5.500% Aug 31, 2026	USD 457	580	613
Royal Caribbean Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 9.250% Jan 15, 2029	USD 275	392	400
Royal Caribbean Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jan 15, 2030	USD 1,879	2,552	2,642
Royal Caribbean Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Mar 15, 2032	USD 261	352	356
SBA Communications Corporation, Senior, Unsecured, Notes, Callable, 3.125% Feb 1, 2029	USD 868	995	1,042
Scientific Games Holdings LP/Scientific Games US FinCo Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.625% Mar 1, 2030	USD 1,331	1,692	1,743
Scientific Games International, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Nov 15, 2029	USD 290	400	403
Scotts Miracle-Gro Company, The, Senior, Unsecured, Notes, Callable, 4.000% Apr 1, 2031	USD 995	1,060	1,161
Scotts Miracle-Gro Company, The, Senior, Unsecured, Notes, Callable, 4.375% Feb 1, 2032	USD 355	397	415
Seagate HDD Cayman, Series 144A, Senior, Unsecured, Notes, Callable, 8.250% Dec 15, 2029	USD 269	366	391
Seagate HDD Cayman, Series 144A, Senior, Unsecured, Notes, Callable, 8.500% Jul 15, 2031	USD 644	876	942
Select Medical Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Aug 15, 2026	USD 1,462	1,890	1,986
Service Properties Trust, Series 144A, Senior, Secured, Notes, Callable, 8.625% Nov 15, 2031	USD 942	1,313	1,362
Shea Homes LP/Shea Homes Funding Corp, Senior, Unsecured, Notes, Callable, 4.750% Feb 15, 2028	USD 1,122	1,415	1,445
Shift4 Payments LLC/Shift4 Payments Finance Sub Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.625% Nov 1, 2026	USD 1,508	1,925	1,975

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Simmons Foods, Inc./Simmons Prepared Foods, Inc./Simmons Pet Food, Inc./Simmons Feed, Series 144A, Secured, Notes, Callable, 4.625% Mar 1, 2029	USD 1,504	1,847	1,802
Sirius XM Radio Inc., Series 144A, Senior, Unsecured, Notes, Callable, 3.125% Sep 1, 2026	USD 1,598	1,999	2,029
Sirius XM Radio Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Jul 15, 2028	USD 590	696	731
Six Flags Entertainment Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 7.250% May 15, 2031	USD 431	577	591
SM Energy Company, Senior, Unsecured, Notes, Callable, 6.500% Jul 15, 2028	USD 738	941	1,004
Southwestern Energy Company, Senior, Unsecured, Notes, Callable, 4.750% Feb 1, 2032	USD 2,514	3,209	3,135
Spectrum Brands, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Oct 1, 2029	USD 1,123	1,346	1,491
Spectrum Brands, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.500% Jul 15, 2030	USD 475	576	630
Spirit AeroSystems, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.375% Nov 30, 2029	USD 403	544	595
Spirit AeroSystems, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.750% Nov 15, 2030	USD 454	627	688
Springleaf Finance Corporation, Senior, Unsecured, Notes, Callable, 5.375% Nov 15, 2029	USD 117	131	149
SRS Distribution Inc., Series 144A, Senior, Secured, Notes, Callable, 4.625% Jul 1, 2028	USD 1,614	2,034	2,204
Star Parent, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.000% Oct 1, 2030	USD 1,120	1,543	1,607
Summit Materials LLC/Summit Materials Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 5.250% Jan 15, 2029	USD 94	119	124
Summit Materials LLC/Summit Materials Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jan 15, 2031	USD 536	729	754
Synaptics Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Jun 15, 2029	USD 1,210	1,416	1,475
Teleflex Incorporated, Series 144A, Senior, Unsecured, Notes, Callable, 4.250% Jun 1, 2028	USD 644	821	820
Tenet Healthcare Corporation, Secured, Notes, Callable, 6.250% Feb 1, 2027	USD 1,472	1,929	1,993
Tenet Healthcare Corporation, Senior, Secured, Notes, Callable, 5.125% Nov 1, 2027	USD 545	687	722
Tenet Healthcare Corporation, Senior, Secured, Notes, Callable, 4.375% Jan 15, 2030	USD 685	862	858
Tenet Healthcare Corporation, Senior, Secured, Notes, Callable, 6.125% Jun 15, 2030	USD 918	1,162	1,242
TerraForm Power Operating, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Jan 31, 2028	USD 783	959	1,011
TerraForm Power Operating, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.750% Jan 15, 2030	USD 1,117	1,413	1,389
TransDigm Inc., Series 144A, Senior, Secured, Notes, Callable, 6.750% Aug 15, 2028	USD 1,019	1,366	1,401
TransDigm Inc., Series 144A, Senior, Secured, Notes, Callable, 6.375% Mar 1, 2029	USD 1,288	1,746	1,750
TransDigm Inc., Series 144A, Senior, Secured, Notes, Callable, 6.625% Mar 1, 2032	USD 1,319	1,788	1,805
TransMontaigne Partners LP/TLP Finance Corp., Senior, Unsecured, Notes, Callable, 6.125% Feb 15, 2026	USD 1,661	2,060	2,154
Transocean Aquila Ltd., Senior, Secured, Notes, Callable, 8.000% Sep 30, 2028	USD 859	1,160	1,194
Transocean Titan Financing Limited, Series 144A, Senior, Secured, Notes, Callable, 8.375% Feb 1, 2028	USD 1,682	2,288	2,371
Travel + Leisure Co., Series 144A, Senior, Secured, Notes, Callable, 4.500% Dec 1, 2029	USD 495	603	616
Triton Water Holdings, Inc., Floating Rate, 8.829% Mar 31, 2028	USD 750	1,002	1,004
Uber Technologies Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.250% Jan 15, 2028	USD 2,207	2,899	3,004
UKG Inc., Series 144A, Senior, Secured, Notes, Callable, 6.875% Feb 1, 2031	USD 1,222	1,644	1,687
United Wholesale Mortgage, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.750% Jun 15, 2027	USD 135	177	178
United Wholesale Mortgage, LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.500% Apr 15, 2029	USD 305	381	391
Univision Communications Inc., Series 144A, Senior, Secured, Notes, Callable, 8.000% Aug 15, 2028	USD 597	797	824
Univision Communications Inc., Series 144A, Senior, Secured, Notes, Callable, 7.375% Jun 30, 2030	USD 895	1,170	1,200
US Foods, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jan 15, 2032	USD 848	1,158	1,193
USA Compression Partners L.P./USA Compression Finance Corp., Senior, Unsecured, Notes, Callable, 6.875% Sep 1, 2027	USD 505	667	685
USA Compression Partners LP/USA Compression Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 7.125% Mar 15, 2029	USD 758	1,029	1,038

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (All amounts in thousands of Canadian dollars, unless otherwise noted)

	Par Value (in thousands)	Cost ($)	Fair Value ($)
Venture Global Calcasieu Pass, LLC, Series 144A, Senior, Secured, Notes, Callable, 4.125% Aug 15, 2031	USD 3,565	4,621	4,300
Venture Global Calcasieu Pass, LLC, Series 144A, Senior, Secured, Notes, Callable, 3.875% Nov 1, 2033	USD 1,870	2,212	2,154
Venture Global LNG, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.500% Feb 1, 2029	USD 1,140	1,574	1,665
Venture Global LNG, Inc., Series 144A, Senior, Secured, Notes, Callable, 9.875% Feb 1, 2032	USD 1,283	1,770	1,874
Vertical U.S. Newco Inc., Series 144A, Senior, Secured, Notes, Callable, 5.250% Jul 15, 2027	USD 1,093	1,398	1,431
Viking Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 7.000% Feb 15, 2029	USD 290	389	394
Viking Cruises Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 9.125% Jul 15, 2031	USD 715	948	1,059
Vistra Operations Company LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.000% Jul 31, 2027	USD 1,557	2,079	2,044
Vistra Operations Company LLC, Series 144A, Senior, Unsecured, Notes, Callable, 4.375% May 1, 2029	USD 470	590	590
Vistra Operations Company LLC, Series 144A, Senior, Unsecured, Notes, Callable, 7.750% Oct 15, 2031	USD 1,181	1,613	1,674
W. R. Grace Holdings LLC, Series 144A, Senior, Secured, Notes, Callable, 4.875% Jun 15, 2027	USD 2,341	2,967	3,016
W. R. Grace Holdings LLC, Series 144A, Senior, Unsecured, Notes, Callable, 5.625% Aug 15, 2029	USD 1,180	1,471	1,431
Waste Pro USA, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 5.500% Feb 15, 2026	USD 1,855	2,336	2,476
WESCO Distribution Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.375% Mar 15, 2029	USD 579	782	793
WESCO Distribution Inc., Series 144A, Senior, Unsecured, Notes, Callable, 6.625% Mar 15, 2032	USD 744	1,005	1,024
WESCO Distribution, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 7.250% Jun 15, 2028	USD 992	1,291	1,372
Williams Scotsman, Inc., Series 144A, Senior, Secured, Notes, Callable, 4.625% Aug 15, 2028	USD 310	393	397
Wolverine World Wide, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 4.000% Aug 15, 2029	USD 753	791	819
ZoomInfo Technologies LLC/ZoomInfo Finance Corp., Series 144A, Senior, Unsecured, Notes, Callable, 3.875% Feb 1, 2029	USD 1,381	1,721	1,682
		338,027	343,410
Total Bonds & Debentures — 97.0%		**384,158**	**388,834**

	Number of Shares or Units	Cost+ ($)	Fair Value ($)
EQUITIES			
United States — 0.2%			
Diamond Offshore Drilling, Inc.	46,930	312	867
Total Investment Portfolio — 97.2%		**384,470**	**389,701**
Total Unrealized Gain on Forward Currency Contracts — 0.1%			352
Total Unrealized Loss on Forward Currency Contracts — (0.3)%			(1,094)
Other Assets Less Liabilities — 3.0%			12,048
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.0%			**401,007**

+ 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.

BMO U.S. High Yield Bond Fund
(unaudited)

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at March 31, 2024 (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
29-Apr-24	CAD	197,200	USD	(145,383)	1.3564	State Street Bank and Trust Co.	A-1+	352
Total Unrealized Gain on Forward Currency Contracts								**352**

UNREALIZED LOSS ON FORWARD CURRENCY CONTRACTS

Settlement Date	Currency Buy	Position (000s)	Currency Sell	Position (000s)	Contract Rate	Counterparty	Credit Rating**	Unrealized Loss
15-Apr-24	CAD	198,000	USD	(147,012)	1.3468	Bank of Montreal	A-1	(1,094)
Total Unrealized Loss on Forward Currency Contracts								**(1,094)**

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

NOTES TO THE FINANCIAL STATEMENTS

(All amounts in thousands of Canadian dollars, except per unit data)
March 31, 2024

1. The Fund

BMO U.S. High Yield Bond 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 I (Unhedged) Units, Series N Units, Series NBA Units, Series O 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, 43rd Floor, Toronto, Ontario, M5X 1A1.

The Statement of Financial Position and related notes for the Fund are as at March 31, 2024 and September 30, 2023, 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 six-month periods ended March 31, 2024 and March 31, 2023, except for a Fund established during either of the periods, which are presented from the date of inception (as noted in Note 8) to March 31 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 March 31 of the applicable period.

These financial statements were authorized for issuance by the Board of Directors of the Manager on May 2, 2024.

These financial statements should be read in conjunction with the annual financial statements for the period ended September 30, 2023, which have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards").

2. Basis of preparation and presentation

These unaudited interim financial statements have been prepared in accordance with IFRS Accounting Standards and in accordance with International Accounting Standard ("IAS") 34 - Interim Financial Reporting, as issued by the 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. Material accounting policy information

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 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 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.

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. 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 Bank and Trust Company (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 March 31, 2024 and September 30, 2023 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.

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 and may qualify as a mutual fund 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 March 31 of the period shown, as applicable, which is the Fund's interim period 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 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

• 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 who 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 Value Fund, BMO Japan Fund, BMO Covered Call Canada High Dividend ETF Fund, BMO Concentrated Global Equity Fund, BMO Crossover Bond Fund, BMO 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 and BMO Low Volatility Canadian Equity ETF 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. 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 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 March 31, 2024 and March 31, 2023, 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 March 31, 2024 and September 30, 2023, 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., BMO Trust Company, 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.

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 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 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.

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, Advisor Series Units, Series F Units, Series D Units, Series I Units and BMO Private U.S. High Yield Bond Fund Series O Units ("Series O Units"), which are redeemable at the unitholders' option.

Series	Inception Date
Series A Units	May 9, 2008
Advisor Series Units	October 27, 2009
Series F Units	February 11, 2009
Series D Units	April 7, 2014
Series I Units	May 9, 2008
Series O Units	July 27, 2012

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

Advisor Series Units are available to all investors through registered dealers.

Series F 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 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, 93.65% of the total NAV of the Series D Units were switched to the Series F Units. As at the close of business on May 16, 2023, Series D Units were terminated.

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 O Units are available to investors who have entered into an investment management agreement with BMO Private Investment Counsel Inc. or have entered into an investment agreement with BMO Nesbitt Burns Inc. and have received the Manager's consent. There are no sales charges applicable on a purchase of Series O Units. Investors pay a wealth management fee directly to BMO Trust Company and to BMO Private Investment Counsel Inc. or directly to BMO Nesbitt Burns Inc., as applicable. A fund may not pay a management fee on Series O Units because Series O investors pay a separate fee directly to the dealer, a portion of which may be paid to the Manager by the dealer. The Series O fee is set by the dealer.

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)	Mar. 31, 2024	Mar. 31, 2023
Series A Units		
Units issued and outstanding, beginning of period	1,359	1,212
Issued	365	83
Issued on reinvestment of distributions	34	34
Redeemed during the period	(188)	(102)
Units issued and outstanding, end of period	1,570	1,227
Advisor Series Units		
Units issued and outstanding, beginning of period	2,484	2,836
Issued	15	25
Issued on reinvestment of distributions	48	61
Redeemed during the period	(270)	(300)
Units issued and outstanding, end of period	2,277	2,622
Series F Units		
Units issued and outstanding, beginning of period	993	1,022
Issued	47	91
Issued on reinvestment of distributions	22	24
Redeemed during the period	(136)	(122)
Units issued and outstanding, end of period	926	1,015

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(All amounts in thousands of Canadian dollars, except per unit data)
March 31, 2024

For the periods ended (in thousands of units)	Mar. 31, 2024	Mar. 31, 2023
Series D Units		
Units issued and outstanding, beginning of period	—	2
Issued on reinvestment of distributions	—	0
Redeemed during the period	—	(0)
Units issued and outstanding, end of period	—	2
Series I Units		
Units issued and outstanding, beginning of period	2,308	4,170
Issued	117	699
Issued on reinvestment of distributions	67	104
Redeemed during the period	(123)	(2,022)
Units issued and outstanding, end of period	2,369	2,951
Series O Units		
Units issued and outstanding, beginning of period	79,369	85,262
Issued	2,159	10,897
Issued on reinvestment of distributions	1,306	2,361
Redeemed during the period	(38,602)	(16,193)
Units issued and outstanding, end of period	44,232	82,327

(b) Reconciliation of NAV to Net Assets

As at March 31, 2024 and September 30, 2023, there were no differences between the Fund's NAV per unit and its Net Assets per unit calculated in accordance with IFRS Accounting Standards.

(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:

For the periods ended	Mar. 31, 2024	Mar. 31, 2023
Series A Units		
Increase in net assets attributable to holders of redeemable units	724	579
Weighted average units outstanding during the period (in thousands of units)	1,443	1,211
Increase in net assets attributable to holders of redeemable units per unit	0.50	0.48
Advisor Series Units		
Increase in net assets attributable to holders of redeemable units	1,351	1,483
Weighted average units outstanding during the period (in thousands of units)	2,357	2,726
Increase in net assets attributable to holders of redeemable units per unit	0.57	0.54
Series F Units		
Increase in net assets attributable to holders of redeemable units	679	666
Weighted average units outstanding during the period (in thousands of units)	959	1,012
Increase in net assets attributable to holders of redeemable units per unit	0.71	0.66
Series D Units		
Increase in net assets attributable to holders of redeemable units	—	1
Weighted average units outstanding during the period (in thousands of units)	—	2
Increase in net assets attributable to holders of redeemable units per unit	—	0.58
Series I Units		
Increase in net assets attributable to holders of redeemable units	1,349	2,030
Weighted average units outstanding during the period (in thousands of units)	2,317	3,323
Increase in net assets attributable to holders of redeemable units per unit	0.58	0.61

For the periods ended	Mar. 31, 2024	Mar. 31, 2023
Series O Units		
Increase in net assets attributable to holders of redeemable units	23,171	45,525
Weighted average units outstanding during the period (in thousands of units)	50,202	81,367
Increase in net assets attributable to holders of redeemable units per unit	0.46	0.56

(d) Income taxes

As at the tax year-ended December 15, 2023, the Fund had the following capital and non-capital losses available for income tax purposes:

		Non-Capital Losses That Expire in		
Total Capital Losses ($)	Total Non-Capital Losses ($)	2029 ($)	2030 ($)	2031 and thereafter ($)
303,405	—	—	—	—

(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:

Series	Management Fees (%)	Fixed Administration Fees (%)
Series A Units	1.200+	0.250
Advisor Series Units	1.200+	0.250
Series F Units	0.450+	0.250
Series D Units	0.750+	0.250
Series I Units	+	*
Series O Units	0.175+	0.250

+ Effective June 24, 2021, the management fee rate was reduced from 1.600% to 1.200%

* 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 March 31, 2024 amounted to $94 (September 30, 2023 — $132).

The outstanding accrued fixed administration fees due to the Manager are included in "Accrued expenses" in the Statement of Financial Position and as at March 31, 2024 amounted to $90 (September 30, 2023 — $146).

Expenses

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

Brokerage commissions and soft dollars

There were no brokerage commissions charged to the Fund during the periods ended March 31, 2024 and March 31, 2023.

Units held by the Manager

The Manager held the following units of the Fund:

As at Mar. 31, 2024

Series	Number of Units	Value of Units ($)
Series I Units	21	0
Series O Units	16	0

As at Sep. 30, 2023

Series	Number of Units	Value of Units ($)
Series I Units	21	0
Series O Units	15	0

Investments by affiliates

As at March 31, 2024, 4.3% (September 30, 2023 – 2.4%) of the Net Assets were held by affiliates of the Fund.

(f) Financial instruments risks

The Fund's objective is to provide a high level of total return through a combination of income and capital appreciation by investing primarily in fixed income securities issued by United States corporations.

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

Currency risk

The Fund's 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).

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

As at Mar. 31, 2024

Currencies	Cash and other current receivables & payables ($)	Investments (monetary & non-monetary) ($)	Forward currency contracts ($)	Net currency exposure ($)	As a % of Net Assets (%)
U.S. Dollar	10,677	389,701	(395,942)	4,436	1.1

As at Sep. 30, 2023

Currencies	Cash and other current receivables & payables ($)	Investments (monetary & non-monetary) ($)	Forward currency contracts ($)	Net currency exposure ($)	As a % of Net Assets (%)
U.S. Dollar	18,272	627,020	(643,180)	2,112	0.3

As at March 31, 2024 and September 30, 2023, 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 $222 (September 30, 2023 — $106). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Interest rate risk

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

Number of years	Interest Rate Exposure as at Mar. 31, 2024	Interest Rate Exposure as at Sep. 30, 2023
Less than one year	2,482	4,760
One to three years	60,600	119,015
Three to five years	148,836	218,514
Five to ten years	175,701	271,759
Greater than ten years	1,215	12,036
Total	**388,834**	**626,084**

As at March 31, 2024 and September 30, 2023, 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 $11,077 (September 30, 2023 — $24,225). 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.

Other market risk

As at March 31, 2024 and September 30, 2023, the Fund did not have significant exposure to other market risk as it invested primarily in fixed income securities.

Credit risk

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

Credit Rating	As a % of Net Assets as at Mar. 31, 2024	Sep. 30, 2023
AA	0.1	0.0
A	—	0.2
BBB	1.7	2.3
BB	51.0	50.6
B	41.5	41.9
CCC	2.1	2.2
Below CCC	0.5	0.3
Unrated	0.2	0.0
Total	**97.1**	**97.5**

Securities lending

The Fund had assets involved in securities lending transactions outstanding as at March 31, 2024 and September 30, 2023 as follows:

	Aggregate Value of Securities on Loan ($)	Aggregate Value of Collateral Received for the Loan ($)
Mar. 31, 2024	12,521	15,015
Sep. 30, 2023	20,857	24,080

The table below is a reconciliation of the gross amount generated from securities lending transactions to the security lending revenue for the periods ended March 31, 2024 and March 31, 2023:

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

For the periods ended	Mar. 31, 2024		Mar. 31, 2023	
	Amount	% of Gross Securities Lending Revenue	Amount	% of Gross Securities Lending Revenue
Gross securities lending revenue	38	100.0	81	100.0
Withholding taxes	—	—	—	—
	38	100.0	81	100.0
Payment to securities lending agents	9	25.0	20	25.0
Net securities lending revenue	29	75.0	61	75.0

Concentration risk

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

As at	Mar. 31, 2024	Sep. 30, 2023
Bonds & Debentures		
Canada	3.8%	3.0%
France	2.2%	2.9%
Germany	0.2%	0.2%
Ireland	0.2%	—%
Luxembourg	1.6%	1.6%
Netherlands	1.5%	1.8%
Poland	0.3%	0.4%
Spain	0.4%	0.3%
United Kingdom	1.2%	1.2%
United States	85.6%	86.1%
Equities		
United States	0.2%	0.2%
Other Assets Less Liabilities	2.8%	2.3%
	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 Mar. 31, 2024

Financial assets	Level 1	Level 2	Level 3	Total
Debt Securities	—	388,834	—	388,834
Equity Securities	867	—	—	867
Derivatives	—	352	—	352
Total	**867**	**389,186**	**—**	**390,053**
Financial liabilities				
Derivatives	—	(1,094)	—	(1,094)

As at Sep. 30, 2023

Financial assets	Level 1	Level 2	Level 3	Total
Debt Securities	569,826	56,214	44	626,084
Equity Securities	936	—	—	936
Derivatives	—	68	—	68
Total	**570,762**	**56,282**	**44**	**627,088**
Financial liabilities				
Derivatives	—	(3,348)	—	(3,348)

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, 2023 to March 31, 2024, $291,146 of debt securities were transferred from Level 1 to Level 2 due to reduced observability of the inputs used to value these securities.

During the period from October 1, 2022 to September 30, 2023, $17,806 of debt securities were transferred from Level 1 to Level 2 due to reduced observability of the inputs used to value these securities, and $40,007 of debt securities were transferred from Level 2 to Level 1 due to increased availability of quoted prices in the active market.

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

Changes in Level 3 fair value measurements

The following table presents a reconciliation of all Level 3 financial instruments during the periods ended March 31, 2024 and September 30, 2023, including realized and unrealized gains (losses) included in earnings.

For the periods ended	Mar. 31, 2024	Sep. 30, 2023
Financial Assets		
Equity Securities		
Opening Balance	44	—
Purchase issuance	—	—
Sales/settlements	(176)	(53)
Realized and unrealized gains/ (losses) included in earnings	132	39
Transfers in	—	58
Transfers out	—	—
Closing Balance	—	44
Change in unrealized gains or losses for Level 3 assets held at year end and included in other changes in fair value of investments and derivatives	—	5

The Manager has assessed the effect of changing the inputs to possible alternatives and determined that they would not have a significant impact on Net Assets of the Fund.

Level 3 additional disclosures:

The Level 3 positions held in the Fund were not considered significant.

(h) 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.

As at Mar. 31, 2024	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	352	(1,094)
Amounts Set-off in the Statement of Financial Position	—	—
Net Amounts Presented in the Statement of Financial Position	352	(1,094)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	352	(1,094)

As at Sep. 30, 2023	Assets	Liabilities
Gross Amounts of Recognized Financial Assets (Liabilities)	68	(3,348)
Amounts Set-off in the Statement of Financial Position	—	—
Net Amounts Presented in the Statement of Financial Position	68	(3,348)
Related Amounts not Set-off in the Statement of Financial Position		
Financial Instrument	—	—
Cash Collateral Received (Pledged)	—	—
Net Amount	68	(3,348)

(i) Unconsolidated structured entities

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

	Carrying amount ($)	
As at	Mar. 31, 2024	Sep. 30, 2023
AG TTMT Escrow Issuer LLC, Series 144A, Senior, Secured, Notes, Callable, 8.625% Sep 30, 2027	1,987	2,619
GGAM Finance Ltd., Series 144A, Senior, Unsecured, Notes, Callable, 6.875% Apr 15, 2029	656	—
GTCR W-2 Merger Sub LLC, Series 144A, Senior, Secured, Notes, Callable, 7.500% Jan 15, 2031	2,069	3,086

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

	Carrying amount ($)	
As at	**Mar. 31, 2024**	**Sep. 30, 2023**
Panther Escrow Issuer LLC, Series 144A, Senior, Secured, Notes, Callable, 7.125% Jun 1, 2031	1,467	—
VZ Secured Financing B.V., Series 144A, Senior, Secured, Callable, 5.000% Jan 15, 2032	1,956	3,161
Total	**8,135**	**8,866**

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)”.

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

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