

This document contains key information you should know about Series I (Series I) units of BMO Laddered Corporate Bond Fund. You can find more detailed information in the simplified prospectus offering this series of units of the fund. Ask your advisor for a copy, contact the manager, BMO Investments Inc., at 1-800-665-7700 or mutualfunds@bmo.com or visit www.bmo.com/mutualfunds.

Quick facts

Date fund created:	(Series I) April 16, 2012	Portfolio manager(s):	BMO Asset Management Inc.
Total value on May 29, 2012:	\$4.4 Million	Distributions:	Income monthly, any capital gains in December.
Management expense ratio (MER):	Fees and expenses are negotiated and paid by each Series I investor	Minimum investment:	\$500 initial, \$50 additional

What does the fund invest in?

This fund's objective is to provide a relatively stable level of investment income by investing primarily in a portfolio of Canadian fixed income securities, more or less equally allocated across maturities ranging from 1 to 5 years. This is commonly known as a "laddered" portfolio. The fund may invest up to 10% of the purchase cost of the fund's assets in foreign securities.

The charts below provide you with a snapshot of the fund's investments on May 29, 2012. The fund's investments will change.

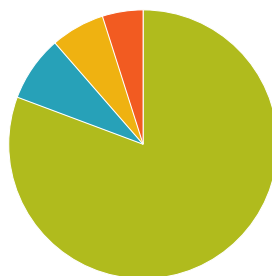
Top 10 investments (May 29, 2012)

1. Government of Canada, 2.500% Jun 1, 2015
2. Cash/Receivables /Payables
3. Bank of Nova Scotia, Deposit Notes, Senior, 4.560% Oct 30, 2013
4. Bank of Montreal, Unsecured, Deposit Notes, Unsubordinated, 2.960% Aug 2, 2016
5. Royal Bank of Canada, Series 14, Medium Term Notes, Fixed to Floating, Unsecured, Subordinated, Callable, 3.180% Nov 2, 2020
6. Canadian Imperial Bank of Commerce, Deposit Notes, 3.300% Nov 19, 2014
7. GE Capital Canada Funding Company, Medium Term Notes, Senior, Unsecured, Unsubordinated, 3.350% Nov 23, 2016
8. Golden Credit Card Trust, Series 2011-1, Credit Card Receivables-Backed Notes, Senior, Secured, 3.510% May 15, 2016
9. Canadian Imperial Bank of Commerce, Deposit Notes, Senior, Unsecured, 3.950% Jul 14, 2017
10. Toronto-Dominion Bank, The, Deposit Notes, 5.141% Nov 19, 2012

Total investments 40

The top 10 investments make up 48.9% of the fund.

Investment mix (May 29, 2012)



- Portfolio Allocation**
- 80.7% Corporate Bonds
- 7.9% Government Bonds
- 6.5% Cash/Receivables /Payables
- 4.9% Asset Backed Securities

How has the fund performed?

This section tells you how this series of the fund has performed since inception. Returns are after expenses have been deducted. These expenses reduce the series' returns.

It's important to note that this doesn't tell you how the series will perform in the future. Also, your actual after-tax return will depend on your personal tax situation.

Average return

The average return is not available for this series as it has not been distributed to the public under a simplified prospectus for 12 consecutive months.

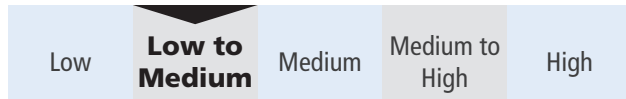
Year-by-year returns

The year-by-year returns is not available for this series as it has not been distributed to the public under a simplified prospectus for a full calendar year.

How risky is it?

When you invest in a fund, the value of your investments can go down as well as up. This fund does not have the minimum historical data required to apply BMO Investments Inc.'s investment risk classification methodology. BMO Investments Inc. expects this fund's risk to be Low to Medium.

For a description of the specific risks of this fund, see the simplified prospectus offering this series of units of the fund.



Who is this fund for?

Consider this fund if:

- you want to reduce the impact of changing interest rates upon the income earned from your investment
- you want exposure to fixed income securities issued by Canadian corporations
- you are comfortable with low to medium investment risk (i.e. you are willing to accept some fluctuations in the market value of your investment)
- you plan to hold this investment for the medium to long term.

Before you invest in any fund, you should consider how it would work with your other investments and your tolerance for risk.

Are there any guarantees?

Like most mutual funds, this fund doesn't have any guarantees. You may not get back the amount of money you invest.

A word about tax

Depending on the tax rules and tax rates that apply to you and the fund, you may have to pay tax on your portion of the fund's earnings and gains, whether paid out to you in cash or reinvested in the fund. Also, you may have to pay tax on any gain you realize when you redeem or sell your investment in the fund. However, if you hold your investment in a registered account such as a Registered Retirement Savings Plan or a Tax-Free Savings Account, generally you will not have to pay tax on earnings or gains that are held in the registered account.

How much does it cost?

The following section describes the fees and expenses you could pay to buy, own and sell Series I units of the fund.

The fund has other series of units. The fees and expenses are different for each series. You should ask about other series of units that may be suitable for you.

1. Sales charges

You pay no sales or redemption charges if you buy, redeem or switch Series I units of the fund through BMO Investments Inc.

2. Fund expenses

Separate fees and expenses are negotiated and paid by each Series I investor.

3. Other fees

Series I units are for institutional investors, for use within managed asset programs or structured products, who negotiate and pay separate fees to BMO Investments Inc.

The maximum annual management fee and expenses payable by a Series I investor will not be greater than 1.30%, the management fee payable in respect of units of the fund.

You may have to pay other fees when you buy, hold, sell or switch units of the fund.

Fee

What you pay

Short-term trading fee

Up to 2% of the amount that you redeem or switch if you buy or switch and then redeem or switch units of the fund within 30 days of purchasing or switching them. This penalty will be paid directly to the fund.

What if I change my mind?

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual fund units or shares within two business days after you receive a simplified prospectus, or
- cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

For more information

Contact BMO Investments Inc. or your advisor for a copy of the simplified prospectus offering this series of units of the fund and other disclosure documents. These documents and the Fund Facts make up the fund's legal documents.

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