

The following is a summary of the principal features of BMO Short Corporate Bond Index ETF. You can find more detailed information about the fund in the fund's prospectus. The prospectus is available on BMO Asset Management Inc.'s website at [www.bmo.com/etflegal](http://www.bmo.com/etflegal), or by contacting BMO Asset Management Inc. at [bmo.etfs@bmo.com](mailto:bmo.etfs@bmo.com), or by calling 1-800-361-1392.

**Quick facts**

<b>Ticker symbol:</b>	ZCS	<b>Portfolio manager:</b>	BMO Asset Management Inc.
<b>CUSIP:</b>	055976104	<b>Inception date:</b>	October 20, 2009
<b>Index code:</b>	CBALSTR	<b>Currency:</b>	Canadian dollars
<b>RSP eligibility:</b>	Yes	<b>Exchange:</b>	Toronto Stock Exchange
<b>DRIP eligibility:</b>	Yes	<b>Distributions:</b>	Monthly (any net income and/or return of capital) and in December (any net realized capital gains)
<b>Management expense ratio (MER):</b>	0.13%		

**What does the fund invest in?**

The fund seeks to replicate, to the extent possible, the performance of the FTSE TMX Canada Short Term Corporate Bond Index™ (the "Index"), net of expenses. The investment strategy of the fund is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index or a sampling methodology may be used in selecting investments for the fund. The Index consists of semi-annual pay fixed rate corporate bonds denominated in Canadian dollars, with an effective term to maturity less five years but greater than one year, a credit rating of BBB or higher and minimum size requirement of \$100 million per issue. Each constituent Security in the Index is weighted by its relative market capitalization.

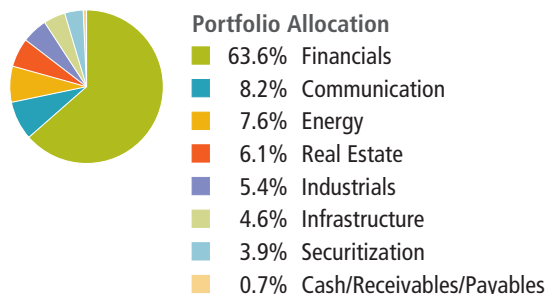
The charts below provide you with a snapshot of the fund's investments on January 6, 2017. The fund's investments will change.

**Top 10 investments (January 6, 2017)**

1. Toronto-Dominion Bank, The, Deposit Notes, Senior, Unsecured, 2.621% Dec 22, 2021
2. Royal Bank of Canada, Deposit Notes, Senior, Unsecured, 2.980% May 7, 2019
3. Canadian Imperial Bank of Commerce, Unsecured, Notes, 2.220% Mar 7, 2018
4. Bank of Montreal, Deposit Notes, Senior, Unsecured, 3.210% Sep 13, 2018
5. Royal Bank of Canada, Deposit Notes, Senior, Unsecured, 2.820% Jul 12, 2018
6. Toronto-Dominion Bank, The, Deposit Notes, Senior, Unsecured, 2.171% Apr 2, 2018
7. Royal Bank of Canada, Series 15, Medium Term Notes, Fixed to Floating, Subordinated, Callable, 2.990% Dec 6, 2024
8. bclMC Realty Corp., Series 8, Unsecured, Notes, 2.960% Mar 7, 2019
9. Caisse centrale Desjardins, Medium Term Notes, Senior, Unsecured, 1.748% Mar 2, 2020
10. Rogers Communications, Inc., Senior, Unsecured, Notes, 5.340% Mar 22, 2021

**The top 10 investments make up 15.0% of the fund.**

**Investment mix (January 6, 2017)**



### How has the fund performed?

This section tells you how the fund has performed over the past 7 years. Returns are after expenses have been deducted. These expenses reduce the fund's returns.

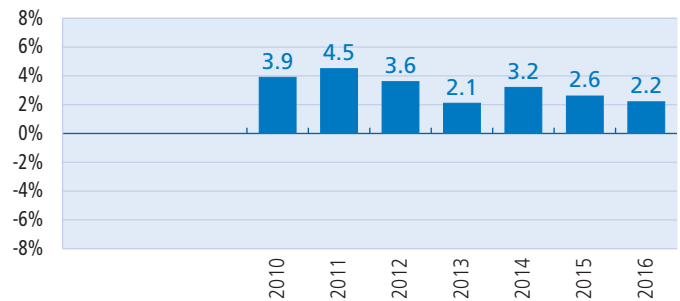
It's important to note that this doesn't tell you how the fund will perform in the future as past performance may not be repeated. Also, your actual after-tax return will depend on your personal tax situation.

#### Average return

As at December 31, 2016, a person who invested \$1,000 in the fund 7 years ago now has \$1,255. This works out to an annual compound return of 3.2%.

### Year-by-year returns

This chart shows how the fund has performed in each of the past 7 completed calendar years. The fund dropped in value in 0 of the 7 years.



### How risky is it?

The value of the fund can go down as well as up. You could lose money.

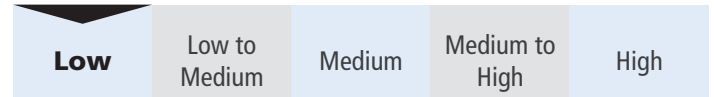
One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

### Risk rating

BMO Asset Management Inc. has rated the volatility of this fund as **Low**.

This rating is based on how much the fund's returns have changed from year to year. It doesn't tell you how volatile the fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the fund's returns, see the "Risk Factors" section of the fund's prospectus.

### No guarantees

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

### How much does it cost?

The following section describes the fees and expenses you could pay to buy, own and sell this fund.

#### 1. Sales charges

You may pay commission and brokerage fees to your dealer when you purchase and sell this fund.

#### 2. Fund expenses

You don't pay these expenses directly. They affect you because they reduce the fund's returns.

As of June 30, 2016, the expenses of this fund were 0.13% of its value. This equals \$1.30 for every \$1,000 invested.

	Annual rate (as a % of the fund's value)
<b>Management expense ratio (MER)</b> This is the total of the fund's management fee and operating expenses.	0.13%
<b>Trading expense ratio (TER)</b> These are the fund's trading costs.	0.00%
<b>Fund expenses</b> The amount included for fund expenses is the amount arrived at by adding the MER and the TER.	<b>0.13%</b>

#### Trailing commission

No trailing commission is paid to your dealer in respect of this fund.

### What if I change my mind?

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

- cancel your purchase within 48 hours after you receive confirmation of the purchase, or
- other rights and remedies if this document or prospectus contains 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 Asset Management Inc. or your advisor or dealer for a copy of the funds's prospectus and other disclosure documents.

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BMO exchange traded funds are managed and administered by BMO Asset Management Inc., an investment fund manager and portfolio manager and separate legal entity from Bank of Montreal.

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