BMO | ETFs

ETF FACTS

October 19, 2026

BMO Autocallable Income Tesla (TSLA) ETF – Series 1

Manager: BMO Asset Management Inc.

This document contains key information you should know about BMO Autocallable Income Tesla (TSLA) ETF – Series 1. You can find more details about this exchange traded fund (ETF) in its prospectus. Ask your representative for a copy, contact BMO Asset Management Inc. at bmo.etfs@bmo.com, or 1-800-361-1392, or visit www.bmo.com/etflegal. **Before you invest, consider how the ETF would work with your other investments and your tolerance for risk.**

The Units of the ETF are not fixed income securities or linked notes and are not designed to be alternatives to fixed income or money market instruments. The ETF invests in Autocallable Transactions which are derivatives that expose investors to downside risk. An investment in Units of the ETF will not be equivalent to a direct investment in the common stock of Tesla, Inc. (the "Reference Shares"). The return from an investment in the ETF may be significantly different from the return associated with an investment in the Reference Shares, and the ETF is subject to different risks than would result from a direct investment in the Reference Shares. In particular:

- The ETF does not invest in the Reference Shares or receive returns based on increases in the value of the Reference Shares, and in certain cases it is possible for the ETF's NAV per Unit to decrease if the value of the Reference Shares increases.
- Unitholders will not be entitled to the rights and benefits of a shareholder such as rights to receive dividends paid to holders of the Reference Shares. See "Risk Factors – Reference Shares Risk".
- The ETF will be terminated following the termination of the ETF's Autocallable Transactions (as described below) which will occur on a scheduled maturity date approximately three and a half years after the BMO ETF Listing Date or an earlier date.

The Autocallable ETF Website at https://bmogam.com/ca-en/products/structured-solutions/autocallable-transaction-terms (the "Autocallable ETF Website") provides important information about the ETF's investments in Autocallable Transactions. Investors who do not understand the ETF, or do not intend to monitor their investments, should not buy the ETF. There is no assurance that the ETF will achieve its investment objective, and an investment in the ETF could lose money. No single ETF is a complete investment program. See "Risk Factors".

Any capitalized term used but not defined herein have the meaning ascribed to such term in the prospectus.

Quick facts

Date ETF started:	October 19, 2026	**Fund manager:**	BMO Asset Management Inc.
Total value on October 19, 2026:	This information is not available because it is a new ETF	**Portfolio manager:**	BMO Asset Management Inc.
Management expense ratio (MER):	This information is not available because it is a new ETF	**Distributions:**	Monthly (any net incomeand/or return of capital) and in December (any net realized capital gains)

Trading information (12 months ending October 19, 2026)

Ticker symbol:	TESA	**Average daily volume:**	This information is not available because it is a new ETF
Exchange:	Cboe CA	**Number of days traded:**	This information is not available because it is a new ETF
Currency:	Canadian dollars		

Pricing information (12 months ending October 19, 2026)

Market price:	This information is not available because it is a new ETF	**Average bid-ask spread:**	This information is not available because it is a new ETF
Net asset value (NAV):	This information is not available because it is a new ETF		

What does the ETF invest in?

The objective of the ETF is to provide investors with the opportunity for income, for a limited period ending on a scheduled maturity date approximately three and a half years after the ETF is listed on the Exchange or an earlier date, by obtaining investment exposure to the shares of the Reference Shares including through the use of derivatives transactions (the "Autocallable Transactions") while mitigating some of the downside risk associated with an investment in such Reference Shares.

The ETF will make investments which seek to provide returns which replicate, to the extent possible, the defined return characteristics of investments in Autocallable Structured Notes (as defined below) referencing the Reference Shares with a term to maturity of up to approximately three and a half years.

The ETF is expected to employ the following investment strategy:

- Substantially all of the assets of the ETF (other than its Autocallable Transactions positions) will be invested in investments that qualify as cash cover (as defined in NI 81-102) such as securities issued by a money market fund, short term federal and provincial debt obligations and floating rate notes and short term debt obligations of issuers with a designated rating (as defined in NI 81-102); and
- The ETF will enter into Autocallable Transactions, which are derivatives transactions which seek to replicate, to the extent possible, the defined return characteristics of an Autocallable Structured Note referencing the Reference Shares. More specifically, the Autocallable Transactions will provide as follows:

- **Periodic Income Payments.** The ETF will receive Coupon Payments under the Autocallable Transactions on specified Coupon Observation Dates if the price of the Reference Shares equals or exceeds a specified Coupon Threshold.
- **Potential Early Termination.** The Autocallable Transactions will terminate at the earlier of (i) their Maturity Date or (ii) an earlier specified Autocall Observation Date if the price of the Reference Shares equals or exceeds a specified Autocall Threshold on such date.
- **Potential Exposure to the Percentage Decrease in the Value of the Reference Shares.** If the Autocallable Transactions terminate at the Maturity Date and the price of the Reference Shares is below a specified Protection Threshold, the ETF will experience a loss equivalent to the percentage decline in value in U.S. dollars of the Reference Shares from the Initial Price of the Reference Shares to the Maturity Date Closing Price of the Reference Shares.

The ETF does not receive any payments from any Autocallable Transaction other than the Coupon Payments even if the Reference Shares significantly increase in value, and accordingly the ETF may generate returns that in some circumstances are less than those that would be earned from an ordinary investment in the Reference Shares.

Upon termination of the Autocallable Transactions, the Manager intends to terminate the ETF. During the period from the termination of the Autocallable Transactions to the termination of the ETF, the ETF will only hold cash cover investments. Notice of the termination of the Autocallable Transactions and the expected termination date of the ETF will be posted on the Autocallable ETF Website and will also be provided by press release at least 15 days prior to the de-listing of the Units and termination of the ETF. Prior to termination, the ETF's investments will be liquidated and the cash amount remaining after paying or providing for all liabilities and obligations of the ETF shall be distributed pro rata to Unitholders of the ETF.

An "**Autocallable Structured Note**" is a debt obligation that is linked to the performance of one or more reference assets, that (a) pays fixed coupons if the price, level or value of the reference asset is at or above a defined coupon threshold (typically, its initial level) on scheduled coupon observation dates, (b) automatically matures (i.e., is "autocalled") if the price, level or value of the reference asset is at or above a defined autocall threshold (typically, its initial level) on certain scheduled autocall observation dates, and that (c) also provides that the holder forfeits a portion of the principal amount equal to the percentage decrease in the price, level or value of the reference asset over the term of the note if such price, level or value on the scheduled maturity date is below a specified protection threshold. **The Autocallable Structured Note Appendix attached as the last page of this document provides further discussion of the standard terms of Autocallable Structured Notes and how investment returns will vary based on the market price of the relevant reference asset (i.e., based on the market price of the Reference Shares).**

The fundamental terms of the Autocallable Transactions that are entered into by the ETF will be disclosed on the Autocallable ETF Website. **Investors are strongly advised to refer to the Autocallable ETF Website for the actual level of the applicable transaction thresholds (including the Coupon Threshold, Autocall Threshold and Protection Threshold), observation dates (including the Coupon Observation Date and Autocall Observation Date) as well as for the applicable Initial Price and Coupon Rate and other terms for each currently outstanding Autocallable Transaction.**

The charts below give you a snapshot of the ETF's investments on October 19, 2026. The ETF's investments will change.

Top 10 investments (October 19, 2026)

This information is not available because this ETF is new.

Investment Mix (October 19, 2026)

This information is not available because this ETF is new.

How risky is it?

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

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

In general, ETFs 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. ETFs 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 ETF as **medium to high**. Because this is a new ETF, the risk rating is only an estimate by BMO Asset Management Inc.

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

Low	Low to Medium	Medium	**Medium to High**	High

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

No guarantees

ETFs do not have any guarantees. You may not get back the amount of money you invest.

How has the ETF performed?

This section tells you how units of the ETF have performed, with returns calculated using the ETF's net asset value (NAV). However, this information is not available because the ETF is new.

Year-by-year returns

This section tells you how units of the ETF have performed in past calendar years. However, this information is not available because the ETF is new.

Best and worst 3-month returns

This section shows the best and worst returns for units of the ETF in a 3-month period. However, this information is not available because the ETF is new.

Average return

This section shows the value and the annual compounded rate of return of a hypothetical $1,000 investment in units of the ETF. However, this information is not available because the ETF is new.

Trading ETFs

ETFs hold a basket of investments, like mutual funds, but trade on exchanges like stocks. Here are a few things to keep in mind when trading ETFs:

Pricing

ETFs have two sets of prices: market price and net asset value (NAV).

Market price

- ETFs are bought and sold on exchanges at the market price. The market price can change throughout the trading day. Factors like supply, demand, and changes in the value of an ETF's investments can effect the market price.
- You can get price quotes any time during the trading day. Quotes have two parts: **bid** and **ask**.
- The bid is the highest price a buyer is willing to pay if you want to sell your ETF units. The ask is the lowest price a seller is willing to accept if you want to buy ETF units. The difference between the two is called the **"bid-ask spread"**.
- In general, a smaller bid-ask spread means the ETF is more liquid. That means you are more likely to get the price you expect.

Net asset value (NAV)

- Like mutual funds, ETFs have a NAV. It is calculated after the close of each trading day and reflects the value of an ETF's investments at that point in time.
- NAV is used to calculate financial information for reporting purposes – like the returns shown in this document.

Orders

There are two main options for placing trades: market orders and limit orders. A market order lets you buy or sell units at the current market price. A limit order lets you set the price at which you are willing to buy or sell units.

Timing

In general, market prices of ETFs can be more volatile around the start and end of the trading day. Consider using a limit order or placing a trade at another time during the trading day.

Who is this ETF for?

Investors who:

- are seeking the opportunity for income from exposure primarily through the use of derivatives that seek to replicate, to the extent possible, the defined return characteristics of investments in autocallable structured notes that reference the common stock of Tesla
- understand the impact of the derivatives that the ETF will use to seek to achieve its investment objective
- are seeking the potential for monthly distributions contingent on the performance of the common stock of Tesla
- are comfortable with investment exposure concentrated in a single public issuer regardless of market conditions
- are comfortable with an investment for a limited period ending on a scheduled maturity date approximately three and a half years after the ETF is listed on the Exchange or an earlier date depending on the performance of Tesla common stock
- are comfortable with medium to high investment risk (i.e., you are willing to accept fluctuations in the market value of your investment).

Investors who do not understand the ETF, or do not intend to monitor their investments, should not buy the ETF.

A word about tax

In general, you'll have to pay income tax on any money you make on an ETF. How much you pay depends on the tax laws where you live and whether or not you hold the ETF in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your ETF in a non-registered account, distributions from the ETF are included in your taxable income, whether you get them in cash or have them reinvested.

How much does it cost?

This section shows the fees and expenses you could pay to buy, own and sell units of the ETF. Fees and expenses, including any trailing commissions, can vary among ETFs.

Higher commissions can influence representatives to recommend one investment over another. Ask about other ETFs and investments that may be suitable for you at a lower cost.

Brokerage commissions

You may have to pay a commission every time you buy and sell units of the ETF. Commissions may vary by brokerage firm. Some brokerage firms may offer commission-free ETFs or require a minimum purchase amount.

ETF expenses

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

The ETF's expenses are made up of themanagement fee, operating expenses andtrading costs. The ETF's annual management fee is 0.40% of the ETF's value. Because this ETF is new, its operating expenses and trading costs arenot yet available.

Trailing commission
The trailing commission is an ongoing commission. It is paid for as long as you own the ETF. It is for the services and advice that your representative and their firm provide to you.

This ETF doesn't have a trailing commission.

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.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the prospectus, ETF Facts or financial state- ments 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 Asset Management Inc. or your representative for a copy of the ETF's prospectus and other disclosure documents. These documents and the ETF Facts make up the ETF's legal 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.

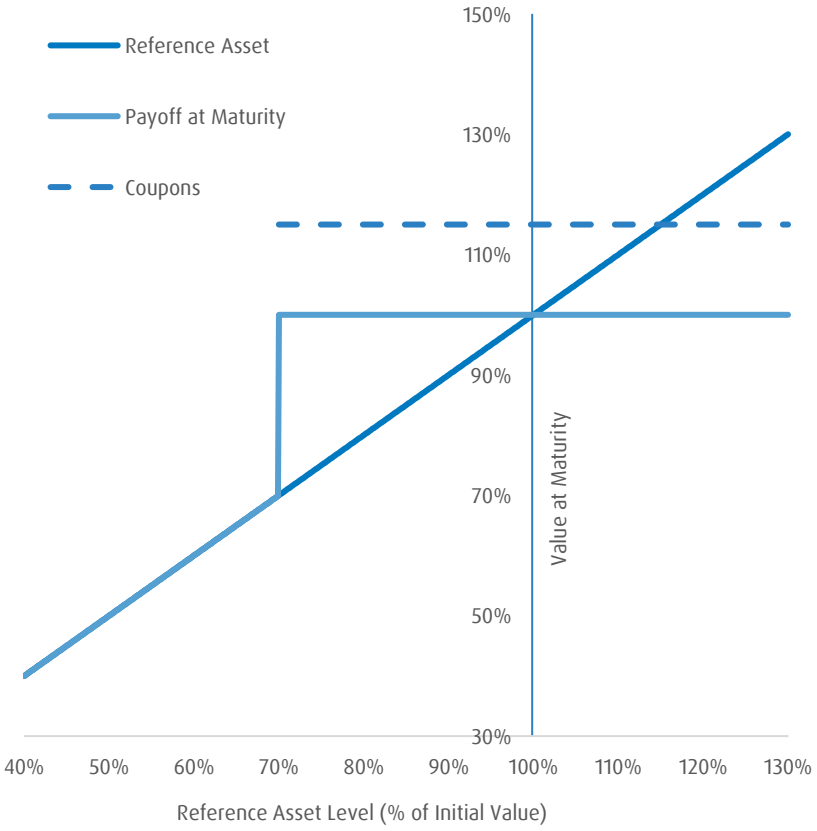
"BMO (M-bar roundel symbol)" is a registered trade-mark of Bank of Montreal.

Autocallable Structured Note Appendix

The ETF will make investments which seek to provide returns which replicate, to the extent possible, the defined return characteristics of investments in Autocallable Structured Notes referencing the Reference Shares with a term to maturity of up to approximately three and a half years.

An Autocallable Structured Note is a market-linked debt instrument that pays regular coupons and returns principal in full at maturity (i.e., on the scheduled maturity date or at an earlier maturity date if the note is "autocalled") as long as the reference asset's market value does not fall below a specified threshold (such as 70% of its initial value at the time the Autocallable Structured Note is issued, which is the coupon threshold and protection threshold in this example). Investing in an Autocallable Structured Note provides payments that are similar to ordinary bond payments except that income and full principal payments are contingent on the value of the reference asset not falling too far compared to its initial value.

Autocallable Structured Notes provide the potential for monthly income that is typically greater than income received from traditional debt instruments in exchange for the risk that a severe decline in the value of the reference asset could interrupt coupon payments or, in the worst case, result in loss of principal.



The illustration above shows that coupons are paid (see the line of blue dots) if and only if the market price of the reference asset is equal to or above the barrier level (i.e., 70% of its initial value at the time the Autocallable Structured Note is issued), and note principal is at risk if and only if the market price of the reference asset at maturity is below that same barrier level.

The information above is for illustrative purposes only and is intended to only describe the nature of an Autocallable Structured Note in general terms. The information above should not be construed as an estimate or forecast of the performance of the Reference Shares for the ETF or the return that the ETF may receive from its Autocallable Transactions.