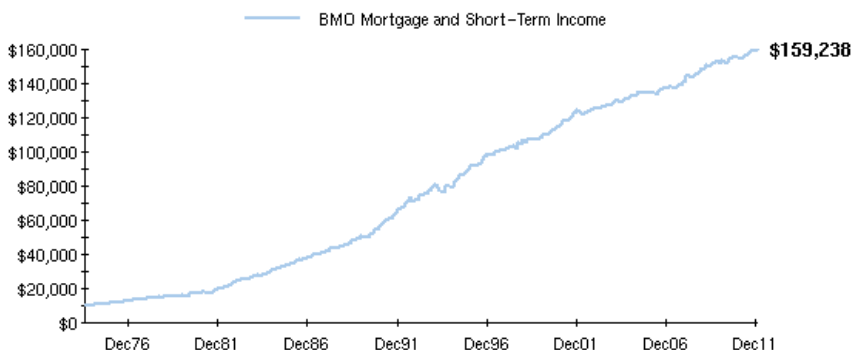


Fund Information

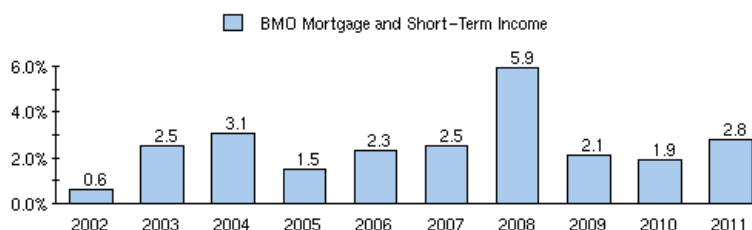
Unit Price (as of Feb 08, 2012)	\$11.3171
Date Started	Jul 16, 1974
Net Assets (as of Jan 31, 2012)	\$606.9 M
MER (as of Sep 30, 2010)	1.49%
Baycom Number	BMO141
Minimum Investment	
Initial Investment	\$500
Additional Investment	\$50
Continuous Savings Plan (CSP)	\$50
Distribution Policy	
Income	Monthly
Capital Gains	Annually

Growth of \$10,000

(as of Jan 31, 2012)



Calendar Performance



Investment Objectives and Strategies

This fund's objective is to provide a level of income consistent with investments in short-term fixed-income securities. The fund invests primarily in short-term, high-quality fixed income securities issued or guaranteed by Canadian federal, provincial or municipal governments, or issued by corporations. It may also invest in mortgages insured or guaranteed by Canadian federal or provincial governments.

The portfolio manager examines various economic indicators to construct an interest rate outlook then builds the fund's portfolio using a disciplined investment approach. Overall maturity structure and sector positioning of the fund's portfolio are based on anticipated changes in the direction of interest rates, while the selection of individual securities is determined by fundamental analysis and relative valuations.

Performance History

(as of Jan 31, 2012)

YTD	0.15%
3 Month	0.53%
1 Year	2.97%
3 Years	2.50%
5 Years	3.04%
10 Years	2.55%
20 Years	4.46%
30 Years	7.21%
Since Inception	7.66%

Top 10 Holdings

(as of Jan 31, 2012)

TD Bank 2.2% SEP/01/14	2.6%
NATO Milit-Air Inc 5.75% JUN/30/19	2.4%
Score Trust 4.949% FEB/20/14	2.4%
Equitable Trust Co. 4.2% MAR/01/17	2.3%
First CMBS Issuer Corp 5.667% NOV/15/20	2.3%
Schooner Trust CCF 4.556% FEB/12/21	2.2%
TD Bank 1.5% SEP/01/16	2.1%
Bank of Nova Scotia 5.25% NOV/01/17	2.1%
Gov't of Canada 3.5% JUN/01/13	1.8%
TD Bank 2.6% NOV/01/20	1.7%

Fund Management

BMO Asset Management Inc.

Andrew Osterback

Mark McMahon

Sector Allocation

(as of Jan 31, 2012)



How to Reach Us

1-800-665-7700

7 a.m. to 11 p.m. (E.S.T.), Monday through Friday
9 a.m. to 5 p.m. (E.S.T.), Saturday

Note: Please see next page for important disclaimer and fund-specific information.

Disclaimer

BMO Mutual Funds are offered by BMO Investments Inc., a financial services firm and separate legal entity from Bank of Montreal.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus of the mutual fund before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns.

On July 23, 2003, the investment objectives and strategies of BMO Mortgage and Short-Term Income Fund were changed to allow the fund to invest in high-quality, short-term, corporate fixed-income securities in addition to fixed-income securities issued or guaranteed by Canadian federal, provincial or municipal governments. Furthermore, the restriction that 50% of the fund's portfolio must be invested in mortgage instruments was eliminated. These changes could have affected the performance of the fund, had they been in effect throughout the performance measurement periods presented.

Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation, the Régie de l'assurance-dépôts du Québec or by any other government deposit insurer. The value of mutual funds change frequently and past performance may not be repeated.

This fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in this fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in this fund profile without seeking the advice of an appropriate professional advisor.

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