

BMO Funds

BMO Balanced Fund

Semi-Annual Financial Statements (Unaudited)

For the period ended 30 June 2020

Contents	Page(s)
Administration and management	2
Statement of Assets and Liabilities (Unaudited)	3
Revenue Statement (Unaudited)	4
Statement of Movements in Capital Account (Unaudited)	5
Distribution Statement (Unaudited)	6 - 7
BMO Balanced Fund	
Portfolio statement (Unaudited)	8 - 9
Statement of movements in portfolio holdings (Unaudited)	10
Performance record (Unaudited)	11 - 12

Administration and management

Manager

BMO Global Asset Management (Asia)
Limited
36/F & Suite 3808, One Exchange Square
Central
Hong Kong

Directors of the Manager

Albert Yu
Edgar Legzdins
Raveendra Sriskandarajah

Trustee

State Street Trust (HK) Limited
Level 68, Two International Finance Center
8 Finance Street
Central
Hong Kong

Administrator and Custodian

State Street Bank and Trust Company
Level 68, Two International Finance Center
8 Finance Street
Central
Hong Kong

Legal counsel to the Manager

Deacons
5/F, Alexandra House
18 Chater Road
Central
Hong Kong

Registrar

State Street Bank and Trust Company
Level 68, Two International Finance Center
8 Finance Street
Central
Hong Kong

Auditor

KPMG
8/F, Prince's Building
10 Chater Road
Central
Hong Kong

Statement of Assets and Liabilities as at 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	30 June 2020 US\$	31 December 2019 US\$
Assets		
Financial assets at fair value through profit or loss		
Investment securities	2,291,850	2,380,386
Dividend receivables	2,654	2,989
Other receivables	869	1,270
Cash at banks	<u>28,467</u>	<u>124,562</u>
	<u>2,323,840</u>	<u>2,509,207</u>
Liabilities		
Amounts due to brokers	-	85,918
Distribution payables	3,781	3,891
Accruals and other payables	<u>6,041</u>	<u>7,098</u>
	<u>9,822</u>	<u>96,907</u>
Net assets attributable to unitholders	<u>2,314,018</u>	<u>2,412,300</u>

Revenue Statement for the period ended 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	30 June 2020 US\$	30 June 2019 US\$
Income		
Interest income on bank deposits	14	60
Dividend income	21,654	14,438
Net (losses)/gains from financial instruments at fair value through profit or loss	(118,400)	139,878
Net foreign exchange gains	1,031	41
Management fee rebate	<u>1,834</u>	<u>983</u>
Total net (losses)/income	<u>(93,867)</u>	<u>155,400</u>
Expenses		
Management fees	(11,296)	(6,351)
Transaction costs	(509)	(130)
Other operating expenses	<u>(354)</u>	<u>-</u>
Total operating expenses	<u>(12,159)</u>	<u>(6,481)</u>
Net (losses)/profits from operations before finance costs and taxation	<u>(106,026)</u>	<u>148,919</u>
Net (losses)/profits from operations before taxation	(106,026)	148,919
Taxation (including withholding tax)	<u>(3,288)</u>	<u>(1,545)</u>
Change in net assets attributable to unitholders and total comprehensive income for the period	<u>(109,314)</u>	<u>147,374</u>

Statement of Movements in Capital Account for the period ended 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	30 June 2020 Unit	30 June 2020 US\$	30 June 2019 Unit	30 June 2019 US\$
Net assets attributable to unitholders at the beginning of the period	<u>260,329</u>	<u>2,412,300</u>	<u>153,812</u>	<u>1,210,789</u>
Transaction with unitholders				
Subscription of units				
- Class A USD Acc	28,778	319,162	-	-
- Class A USD MDis	194	2,035	51	502
- Class A HKD MDis	<u>8,397</u>	<u>11,101</u>	<u>401</u>	<u>502</u>
	<u>37,369</u>	<u>332,298</u>	<u>452</u>	<u>1,004</u>
Redemption of units				
- Class A USD Acc	(27,231)	(238,946)	-	-
- Class A USD MDis	(4,936)	(52,770)	-	-
- Class A HKD MDis	<u>(5,731)</u>	<u>(6,912)</u>	<u>-</u>	<u>-</u>
	<u>(37,898)</u>	<u>(298,628)</u>	<u>-</u>	<u>-</u>
Net (redemption)/subscription of units	<u>(529)</u>	<u>33,670</u>	<u>452</u>	<u>1,004</u>
(Decrease)/increase in net assets attributable to unitholders and total comprehensive income for the period	-	(109,314)	-	147,374
Distributions to unitholders during the period	-	<u>(22,638)</u>	-	<u>(9,374)</u>
Net assets attributable to unitholders at the end of the period	<u>259,800</u>	<u>2,314,018</u>	<u>154,264</u>	<u>1,349,793</u>

Distribution Statement for the period ended 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	30 June 2020 US\$	30 June 2019 US\$
Amount available for distribution brought forward	2,412,300	1,210,789
Net received or receivable on issue of units	33,670	1,004
Profit/(loss) before distributions after taxation	<u>(109,314)</u>	<u>147,374</u>
Amount available for distribution to unitholders	<u>2,336,656</u>	<u>1,359,167</u>
Distributions to unitholders	<u>(22,638)</u>	<u>(9,374)</u>
Amount available for distribution as at 30 June	<u>2,314,018</u>	<u>1,349,793</u>
Distribution history	30 June 2020 US\$	30 June 2019 US\$
Class A USD MDis		
Interim distribution declared on 31 January 2020 -US\$0.0250 per unit on 145,566 units	3,639	-
Interim distribution declared on 28 February 2020 US\$0.0250 per unit on 145,574 units	3,639	-
Interim distribution declared on 31 March 2020 -US\$0.0250 per unit on 145,583 units	3,640	-
Interim distribution declared on 29 April 2020 -US\$0.0250 per unit on 145,593 units	3,640	-
Interim distribution declared on 29 May 2020 -US\$0.0250 per unit on 145,602 units	3,640	-
Interim distribution declared on 30 June 2020 -US\$0.0250 per unit on 145,611 units	3,640	-
Interim distribution declared on 31 January 2019 -US\$0.0250 per unit on 59,112 units	-	1,478
Interim distribution declared on 28 February 2019 -US\$0.0250 per unit on 59,120 units	-	1,478
Interim distribution declared on 29 March 2019 -US\$0.0250 per unit on 59,129 units	-	1,478
Interim distribution declared on 30 April 2019 -US\$0.0250 per unit on 59,137 units	-	1,478
Interim distribution declared on 31 May 2019 -US\$0.0250 per unit on 59,146 units	-	1,479
Interim distribution declared on 28 June 2019 -US\$0.0250 per unit on 59,154 units	<u>-</u>	<u>1,479</u>
	<u>21,838</u>	<u>8,870</u>

Distribution Statement for the period ended 30 June 2020 (Unaudited) (continued)

(Expressed in United States dollars)

Distribution history	30 June 2020 US\$	30 June 2019 US\$
Class A HKD MDis		
Interim distribution declared on 31 January 2020 -HK\$0.0250 per unit on 43,940 units	142	-
Interim distribution declared on 28 February 2020 HK\$0.0250 per unit on 43,069 units	138	-
Interim distribution declared on 31 March 2020 -HK\$0.0250 per unit on 40,319 units	130	-
Interim distribution declared on 29 April 2020 -HK\$0.0250 per unit on 38,535 units	124	-
Interim distribution declared on 29 May 2020 -HK\$0.0250 per unit on 38,636 units	125	-
Interim distribution declared on 30 June 2020 -HK\$0.0250 per unit on 43,690 units	141	-
Interim distribution declared on 31 January 2019 -HK\$0.0250 per unit on 26,171 units	-	83
Interim distribution declared on 28 February 2019 -HK\$0.0250 per unit on 26,239 units	-	84
Interim distribution declared on 29 March 2019 -HK\$0.0250 per unit on 26,305 units	-	84
Interim distribution declared on 30 April 2019 -HK\$0.0250 per unit on 26,370 units	-	84
Interim distribution declared on 31 May 2019 -HK\$0.0250 per unit on 26,436 units	-	84
Interim distribution declared on 28 June 2019 -HK\$0.0250 per unit on 26,502 units	-	85
	800	504

Portfolio statement as at 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	<i>Holdings</i>	<i>Market value US\$</i>	<i>% of net assets value</i>
Listed investment funds (99.04%)			
Canada			
BMO HIGH YIELD US CORPORATE	9,018	129,973	5.62%
BMO MID-TERM US IG CORPORATE ZIC	12,310	191,248	8.26%
BMO S&P 500 INDEX ETF-USD	6,026	205,607	8.89%
BMO S&P/TSX CAPPED COMPOSITE INDEX ETF ZCN	4,712	<u>72,237</u>	<u>3.12%</u>
		<u>599,065</u>	<u>25.89%</u>
Hong Kong			
BMO ASIA HIGH DIVIDEND ETF	39,200	44,306	1.92%
BMO ASIA USD INVESTMENT GRADE BOND ETF	37,100	78,217	3.38%
BMO ASIA USD INVESTMENT GRADE BOND ETF USD	25,000	52,600	2.27%
BMO MSCI ASIA PACIFIC REAL ESTATE ETF	23,000	26,604	1.15%
BMO MSCI EUROPE QUALITY HEDGED TO USD ETF	51,800	82,207	3.55%
BMO MSCI JAPAN HEDGED TO USD ETF	80,800	110,611	4.78%
BMO NASDAQ 100 ETF	82,600	214,215	9.26%
VANGUARD FTSE ASIA EX JAPAN INDEX ETF	27,000	<u>80,055</u>	<u>3.46%</u>
		<u>688,815</u>	<u>29.77%</u>
United Kingdom			
ISHARES CORE EURO CORPORATE BOND	403	59,815	2.58%
ISHARES CORE FTSE 100	10,636	79,429	3.43%
ISHARES EURO AGGREGATE BOND	1,103	158,001	6.83%
ISHARES JP MORGAN USD EM CORP BOND	440	44,242	1.91%
ISHARES USD TREASURY BOND 20+Y	6,950	51,013	2.20%
ISHARES USD TREASURY BOND 7-10Y	95	21,229	0.92%
SPDR BLOOMBERG BARCLAYS STERLING CORPORATE	551	44,110	1.91%
VANGUARD FTSE DEVELOPED EUROPE	2,717	86,941	3.76%
XTRACKERS MSCI EMERGING MARKETS	1,575	<u>74,498</u>	<u>3.22%</u>
		<u>619,278</u>	<u>26.76%</u>
United States			
FIDELITY MSCI INFORMATION TECHNOLOGY INDEX ETF	1,250	102,800	4.44%
ISHARES RUSSELL 2000 ETF	205	29,352	1.27%
VANGUARD HIGH DIVIDEND YIELD ETF	570	44,904	1.94%

Portfolio statement as at 30 June 2020 (Unaudited) (continued)

(Expressed in United States dollars)

	<i>Holdings</i>	<i>Market value US\$</i>	<i>% of net assets value</i>
Listed investment funds (99.04%) (continued)			
United States (continued)			
VANGUARD LARGE-CAP ETF	1,452	<u>207,636</u>	<u>8.97%</u>
		<u>384,692</u>	<u>16.62%</u>
Total listed investment funds		<u>2,291,850</u>	<u>99.04%</u>
Total investments		<u>2,291,850</u>	<u>99.04%</u>
Total cost of investments		<u>2,200,695</u>	

Statement of movements in portfolio holdings For the period ended 30 June 2020 (Unaudited)

(Expressed in United States dollars)

	% of Net assets 30 June 2020	% of Net assets 31 December 2019
Listed investment funds		
Canada	25.89	22.32
Hong Kong	29.77	31.42
United Kingdom	26.76	30.96
United States	16.62	13.98
Total listed investment funds	<u>99.04</u>	<u>98.68</u>
Total investments	<u>99.04</u>	<u>98.68</u>

Performance record (Unaudited)

(Expressed in United States dollars)

(a) Price record

	<i>Highest subscription price US\$</i>	<i>Lowest redemption price US\$</i>
For the period ended 30 June 2020		
Class A USD Acc	11.3006	8.5658
Class A USD Mdis	10.8315	8.1898
Class A HKD Mdis	1.3801	1.0435
For the year ended 31 December 2019		
Class A USD Acc	11.0954	9.1937
Class A USD Mdis	10.6850	9.0991
Class A HKD Mdis	1.3613	1.1593
Period from 9 July 2018 (date of commencement of operations) to 31 December 2018		
Class A USD Acc	10.2146	9.0854
Class A USD Mdis	10.2149	9.0163
Class A HKD Mdis	1.3014	1.1487

(b) Total net asset value and net asset value per unit

	<i>Total net asset value US\$</i>	<i>Net asset value per unit US\$</i>
As at 30 June 2020		
Class A USD Acc	763,870	10.8352
Class A USD MDis	1,493,073	10.2539
Class A HKD MDis	<u>57,075</u>	<u>1.3064</u>
	<u>2,314,018</u>	
As at 31 December 2019		
Class A USD Acc	761,513	11.0440
Class A USD MDis	1,595,328	10.6105
Class A HKD MDis	<u>55,459</u>	<u>1.3518</u>
	<u>2,412,300</u>	

Performance record (Unaudited) (continued)

(Expressed in United States dollars)

(b) Total net asset value and net asset value per unit (continued)

	Total net asset value US\$	Net asset value per unit US\$
As at 31 December 2018		
Class A USD Acc	637,068	9.2856
Class A USD MDis	543,158	9.1900
Class A HKD MDis	<u>30,563</u>	<u>1.1710</u>
	<u>1,210,789</u>	