

Simplified Prospectus

December 18, 2020



BMO GLOBAL WATER SOLUTIONS TACTIC™ FUND

Offering the following classes of mutual fund units:

Class A

Class D

Class F

Class I

No securities regulatory authority has expressed an opinion about these securities. It is an offence to claim otherwise.

The Fund and the Units of the Fund offered under this simplified prospectus are not registered with the United States Securities and Exchange Commission and they are sold in the United States only in reliance on exemptions from registration.

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PART A: GENERAL INFORMATION

Introduction

In this document, “we”, “us”, “our” and “Manager” refer to BMO Nesbitt Burns Inc.

We refer to the BMO Global Water Solutions TACTIC™ Fund as the “Fund”.

The Fund is a trust organized under the laws of Ontario and offers the classes of units (the “**Units**”) specified on the front cover of this simplified prospectus.

References to “Class A Units”, “Class D Units”, “Class F Units” and “Class I Units” are to the Class A Units, Class D Units, Class F Units and Class I Units of the Fund, respectively.

References to time are to local time in Toronto, Ontario.

The Fund was originally established as a closed-end investment fund (Global Water Solutions Fund) under the laws of Ontario. On December 7, 2018, Global Water Solutions Fund changed its name to “BMO Global Water Solutions TACTIC™ Fund” and the Fund converted from a closed-end fund into an open-end (daily redeemable) mutual fund (the “**Conversion**”). This prospectus describes the attributes of the units of the Fund following the Conversion. The Conversion was approved by the holders of the units of the Fund at a special meeting held on November 12, 2018.

This simplified prospectus contains selected important information to help you make an informed investment decision and understand your rights as an investor. It is divided into two parts. The first part, from pages 1 to 19, provides information about the Fund and about mutual funds in general, while the second part, Part B, from pages 20 to 25, contains specific information about the Fund.

You will find more information about the Fund in the following documents:

- the annual information form of the Fund;
- the most recently filed fund facts of the Fund;
- the most recently filed annual financial statements of the Fund;
- any interim financial statements of the Fund filed after those annual financial statements;
- the most recently filed annual management report of fund performance of the Fund; and
- any interim management report of fund performance of the Fund filed after that annual management report of fund performance.

These documents are incorporated by reference into this simplified prospectus, which means that they legally form part of this simplified prospectus just as if they were printed as a part of this simplified prospectus. You can get a copy of these documents, at your request, and at no cost, by calling toll free to 1-866-864-7760 (English) or 1-866-529-0017 (French) or from your dealer.

These documents are also available on our website at www.bmonotes.com or by contacting us by email at admin.dealerservices@bmonb.com. You will also find copies of them, and other information about the Fund, on the internet at www.sedar.com.

What is a Mutual Fund, and What are the Risks of Investing in a Mutual Fund?

A mutual fund is a pool of money contributed by people with similar investment goals which is invested in a portfolio of securities on their behalf by professional managers or pursuant to a prescribed investment strategy. Investors in a mutual fund (“**unitholders**”) share the fund’s income, expenses, gains and losses in proportion to their interest in the fund.

Mutual funds own different types of investments, depending upon their investment objectives, including stocks and cash. The value of these investments changes from day to day, reflecting changes in interest rates, economic conditions and market and company news. As a result, the value of a mutual fund’s units may go up and down, and the value of your investment in a mutual fund may be more or less when you redeem it than when you purchased it.

Mutual funds are neither guaranteed nor insured: Your investment in a mutual fund is not guaranteed by us or by anyone else. Unlike bank accounts or GICs, mutual fund securities are not covered by the Canada Deposit Insurance Corporation, any other government deposit insurer, or any other entity.

Like other securities, the value of a unit of a mutual fund can decrease at any time for a number of reasons including but not limited to the following:

No Assurance of Achieving Investment Objectives

There is no assurance that the Fund will be able to achieve its investment objectives. There is no assurance that the portfolio of the Fund will earn any return. Furthermore, there is no assurance that the Fund will be able to pay distributions in the short- or long-term, nor is there any assurance that the net asset value (“NAV”) of the Fund will appreciate or be preserved.

Risks Relating to Fluctuations in Value of Portfolio Securities and Performance of the Portfolio

The NAV per Unit of the Fund will vary as the value of the portfolio securities held by the Fund varies. None of the Fund, the Manager or the portfolio managers of the Fund have control over the factors that affect the value of the portfolio securities held by the Fund. Such factors include factors that affect the markets generally, such as general economic and political conditions and fluctuations in interest rates, factors unique to each issuer included in the Fund’s portfolio and its business, such as changes in management, changes in strategic direction, achievement of strategic goals, mergers, acquisitions and divestitures, changes in distribution policies, operational risk relating to the specific business activities of the issuer, industry competition and other events that may affect the value of the issuer’s securities. Some global economies are experiencing significantly diminished growth and some are suffering, or may in the future suffer a recession. No assurance can be given that diminished availability of credit and significant devaluations will not adversely affect the markets into which the Fund will invest in the near to medium term.

General Risks of Investing in Equity Securities

The Fund is subject to the risks inherent in investment in equity securities, including the risk that the financial condition of the issuers in which the Fund invests may become impaired or that the general condition of the stock markets may deteriorate. Equity securities are susceptible to general stock market fluctuations and to volatile increases and decreases in value as market confidence in, and perceptions of, the issuers and the global economy change. In addition, issuers of equity securities may reduce or eliminate dividends.

Portfolio Concentration Risk

The Fund invests in the portfolio securities selected in accordance with the Fund's investment objective and strategies. The Fund may also concentrate its investments in a relatively small number of securities, certain sectors or specific regions or countries. This may result in higher volatility, as the value of the Fund will vary more in response to changes in the market value of these securities, sectors, regions or countries. The Fund invests primarily in equity securities of Water Issuers (as defined below). As a result, the NAV of the Fund may be more volatile than the value of a more broadly diversified portfolio and may fluctuate substantially in response to economic conditions and regulatory changes that specifically affect the water industry.

Water Industry

Issuers in the water industry can be significantly affected by economic trends or other conditions or developments, such as the availability of water, the level of rainfall and occurrence of other climatic events, changes in water consumption, new technologies relating to the supply of water, and water conservation. The industry can also be significantly affected by environmental considerations, taxation, government regulation (including the increased cost of compliance), inflation, increases in interest rates, price and supply fluctuations, increases in the cost of raw materials and other operating costs, technological advances, and competition from new market entrants.

Government Policies and Regulations

Water Issuers may be significantly affected by existing and future government policies and regulations, including but not limited to taxes, tariffs, duties, subsidies, restrictions on imports and exports and the environment. Such policies and regulations can influence industry profitability, cleanup obligations, the volume of imports and exports and the trade of unprocessed and processed commodities. International trade disputes may also adversely affect trade flow. Collectively, such policies and regulations may adversely affect the profitability of the sectors or of specific issuers included in the Fund's portfolio from time to time.

Infrastructure Industry Risks

The Fund's portfolio may be invested in securities of infrastructure companies in the water industry. Infrastructure issuers, including companies involved in infrastructure projects, may be subject to a variety of factors that may adversely affect their business or operations, including the level of infrastructure investment by government and private enterprises, high interest cost in connection with capital construction programs, high leverage, costs associated with environmental and other regulations, the effects of economic slowdown, surplus capacity, increased competition from other providers of services, uncertainties concerning energy costs, the effects of energy conservation policies and other factors.

Currency Risk

When a mutual fund buys an investment priced in a foreign currency and the exchange rate between the Canadian dollar and the foreign currency changes unfavourably, it could reduce the value of the mutual fund's investment. Of course, changes in the exchange rate can also increase the value of an investment.

Emerging Market Risk

In emerging market countries, securities markets may be smaller than in more developed countries, making it more difficult to sell securities in order to take profits or avoid losses. The value of a mutual fund that buys these investments may rise and fall substantially and fluctuate greatly from time to time.

Risk Related to Future Results

Historical returns of the Fund's investment portfolio should not be taken as an indication of its future returns. The composition of the Fund's investment portfolio will change from time to time. The value of the securities included in the Fund's investment portfolio at any time will fluctuate and will determine the NAV of the Fund, and it is impossible to predict whether the value of the securities included in the Fund's investment portfolio will increase or decrease. Such values will be influenced by both the complex and interrelated political, economic, financial and other factors that can affect the capital markets generally and the equity trading markets on which the underlying securities are traded, and by various circumstances that can influence the value of a particular issuer.

Class Risk

The Fund issues more than one Class of Units. Each Class has its own fees and expenses that are tracked separately; however, if a Class cannot meet its financial obligations, the other Classes may be responsible for making up the difference. This is because the Fund as a whole is legally responsible for the financial obligations of all of the Classes of the Fund.

Suspension of Redemptions

Under exceptional circumstances, a mutual fund may suspend redemptions. See "*Purchases, Switches, and Redemptions – When you may not be allowed to redeem your Units*" on page 11 for a discussion of when a Fund may suspend redemptions.

Large Investor Risk

Investors may make large investments in the Fund. Large purchases and redemptions may result in the Fund maintaining an abnormally high cash balance, creating a drop on return making large sales of portfolio securities, impacting market value; incurring increased transaction costs (e.g., commissions); and/or realizing capital gains, which may increase taxable distributions to investors. If this should occur, returns to investors may also be adversely affected.

Tax Risks

There can be no assurance that income tax laws and the treatment of mutual fund trusts under the *Income Tax Act* (Canada) (the "**Tax Act**") will not be changed in a manner that adversely affects the Fund or its unitholders ("**Unitholders**").

If the Fund experiences a "loss restriction event": (i) it will be deemed to have a year-end for tax purposes (which would result in an allocation of the Fund's taxable income at such time to Unitholders so that the Fund is not liable for income tax on such amounts), and (ii) it will become subject to the loss restriction rules generally applicable to corporations that experience an acquisition of control, including a deemed realization of any unrealized capital losses and restrictions on their ability to carry forward losses. As a result of the application of these rules, the amount of taxable distributions paid by the Fund after a loss restriction event may be larger than it otherwise would have been. Generally, the Fund will be subject to a

loss restriction event if a person becomes a “majority-interest beneficiary” of the Fund, or a group of persons becomes a “majority-interest group of beneficiaries” of the Fund, as those terms are defined in the Tax Act. Generally, a majority-interest beneficiary of the Fund is a Unitholder who, together with persons and partnerships with whom the Unitholder is affiliated, owns Units with fair market value that is greater than 50% of the fair market value of all Units of the Fund. The Fund may qualify for relief from the application of the loss restriction event rules.

On a redemption of Units, the Manager may designate and distribute to the redeeming Unitholder, as part of the NAV per Unit of the Units being redeemed, a portion of the net realized capital gains of the Fund for the year (“**Redeemer’s Gains**”). If certain proposals to amend the Tax Act are enacted as proposed, an amount will generally be deductible by the Fund in respect of the amount so designated and distributed to a redeeming Unitholder only to the extent such designated amount does not exceed the gain that would otherwise be realized by the Unitholder on the redemption of such Unit.

No Cash Distributions Risk

The Fund will not make regular distributions. All distributions of income and capital gains will be paid and satisfied through the issuance of additional Units. Income or taxable capital gains distributed to a Unitholder in Units are nevertheless required to be included in the Unitholder’s income even though no cash is distributed to fund any resulting tax payment.

Derivatives Risk

Certain mutual funds may use derivatives to protect against losses from changes in stock prices, exchange rates or market indices. This is called hedging. Certain mutual funds also may use derivatives to make indirect investments. For more information about how the Fund uses derivatives, see “*What does the fund invest in?*” under “*Specific information about BMO Global Water Solutions TACTIC™ Fund*” on page 22.

The use of derivatives comes with a number of risks:

- hedging with derivatives may not always work and it could restrict a mutual fund’s ability to increase in value;
- there is no guarantee that a fund will be able to obtain a derivative when it needs to, and this could prevent the mutual fund from making a profit or limiting a loss;
- a securities exchange could impose limits on trading of derivatives, making it difficult to complete a derivative transaction;
- the other party in the derivative might not be able to honour the terms of the derivative;
- the price of a derivative might not reflect the true value of the underlying security or index;
- the price of a derivative based on a stock index could be distorted if some or all of the stocks that make up the index temporarily stop trading;
- derivatives traded on foreign markets may be harder to close than those traded in Canada; and
- in some circumstances, investment dealers, futures brokers and counterparties may hold some or all of a mutual fund’s assets on deposit as collateral in a derivative. This increases risk because another party is responsible for the safekeeping of the assets.

Market Disruptions

Natural disasters, epidemic and pandemic outbreaks, public health emergencies, war, occupation, terrorism and related geopolitical risks may lead to increased market volatility and may have adverse effects on world economies and markets generally. Those events could also have an acute effect on individual issuers or related groups of issuers and can adversely affect securities and financial markets, inflation and other factors

relating to the Fund, its service providers and its portfolio securities. These market conditions and volatility or illiquidity in capital markets may also adversely affect the prospects of the Fund and the value of its portfolio securities.

Cybersecurity Risk

With the increased use of technologies such as the Internet to conduct business, the Manager and the Fund are susceptible to operational, information security, and related risks. Cyber incidents affecting the Fund, the Manager or the Fund's service providers (including, but not limited to, the Fund's portfolio manager, sub-advisor(s), transfer agent, custodian and sub-custodians) have the ability to cause disruptions and impact each of their respective business operations, potentially resulting in financial losses, interference with the Fund's ability to calculate its NAV, impediments to trading, the inability of securityholders to transact business with the Fund and the inability of the Fund to process transactions including redeeming Units, violations of applicable privacy and other laws, regulatory fines, penalties, reputational damage, reimbursement or other compensation costs, or additional compliance costs associated with the implementation of any corrective measures. Similar adverse consequences could result from cyber incidents affecting the issuers of securities in which the Fund invests and counterparties with which the Fund engages in transactions.

In addition, substantial costs may be incurred to prevent any cyber incidents in the future. While the Manager and the Fund have established business continuity plans in the event of, and risk management systems to prevent, such cyber incidents, inherent limitations exist in such plans and systems including the possibility that certain risks have not been identified. Furthermore, the Manager and the Fund cannot control the cyber security plans and systems of the Fund's service providers, the issuers of securities in which the Fund invests or any other third parties whose operations may affect the Fund or its securityholders. As a result, the Fund and its securityholders could be negatively affected.

Securities Lending Risk

The Fund may engage in securities lending. Although it will receive collateral for the loans and such collateral will be marked-to-market, the Fund will be exposed to the risk of loss should the borrower default on its obligation to return the borrowed securities and the collateral be insufficient to reconstitute the portfolio of loaned securities.

Organization and Management Details of the Fund

This section tells you about the companies that are involved in managing or providing services to the Fund.

Manager and Promoter	<p>The manager is responsible for the day-to-day management of the undertaking and operations of the Fund.</p> <p>The promoter of a mutual fund is the entity that was responsible for creating the Fund.</p>	<p>BMO Nesbitt Burns Inc. 1 First Canadian Place 100 King Street West 8th Floor Toronto, Ontario, M5X 1A1</p> <p>BMO Nesbitt Burns Inc. is an indirect wholly-owned subsidiary of Bank of Montreal.</p>
Trustee	The trustee holds title to the securities owned by the Fund on behalf of Unitholders.	CIBC Mellon Trust Company Toronto, Ontario

		The trustee is independent of the Manager and the Fund.
Principal Distributor	The principal distributor markets and distributes the Fund through registered dealers.	BMO Nesbitt Burns Inc. Toronto, Ontario
Custodian	The custodian holds cash and securities on behalf of the Fund. The custodian is independent of BMO Nesbitt Burns Inc.	CIBC Mellon Trust Company Toronto, Ontario The custodian is independent of the Manager and the Fund.
Registrar	The registrar keeps a register of the owners of securities for the Fund, processes orders, and issues account statements to Unitholders.	BMO Nesbitt Burns Inc. Toronto, Ontario
Auditor	The auditor audits the Fund's annual financial statements to ensure that these statements fairly present, in all material respects, the financial position, financial performance and cash flows in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board.	PricewaterhouseCoopers LLP, Chartered Professional Accountants Toronto, Ontario
Securities Lending Agent	The securities lending agent acts as agent for securities lending transactions for the Fund.	CIBC Mellon Trust Company Toronto, Ontario The securities lending agent is independent of the Manager and the Fund.
Independent Review Committee	<p>The Fund is required to have an independent review committee ("IRC") in accordance with National Instrument 81-107 <i>Independent Review Committee for Investment Funds</i>. The mandate of the IRC is to review conflict of interest matters identified and referred to the IRC by the Manager and to give its approval or recommendation, depending on the nature of the conflict of interest matter. In each instance where a conflict of interest matter is identified and referred to the IRC, the primary focus of the IRC is to determine if the Manager's proposed action achieves a fair and reasonable result for the Fund.</p> <p>The IRC is currently composed of three members and each member is independent of the Fund, the Manager and other companies related to the Manager. The IRC will prepare, for each financial year of the Fund, a report to Unitholders that describes the IRC and its activities for the financial year. Unitholders can get a copy of this report, at no cost, by calling toll free to 1-866-864-7760 (English) or 1-866-529-0017 (French) or by writing to BMO Nesbitt Burns Inc., 1 First Canadian Place, 100 King Street West, 8th Floor, Toronto, Ontario, M5X 1A1.</p> <p>You can also get a copy of this report through the SEDAR website at www.sedar.com.</p> <p>Additional information about the IRC, including the names of IRC members, is available in the Fund's annual information form.</p> <p>In certain circumstances, in place of you approving a Fund merger or change of Fund auditor, the IRC has been permitted under securities legislation to approve a Fund merger and a change of the auditor of the Fund. In these circumstances, you will receive written notice of any proposed Fund merger or change of auditor at least 60 days prior to the effective date of the merger or change of auditor.</p>	

The securities of another mutual fund (“**underlying fund**”) held by the Fund that we, or one of our affiliates or associates, manage will not be voted unless, at our discretion, we arrange for securities of the underlying fund to be voted by the securityholders of the Fund.

Portfolio Manager

We hired the following company to provide portfolio management services in respect of the Fund. See also the Fund description in Part B of this simplified prospectus.

KBI Global Investors (North America) Ltd. Dublin, Ireland	KBI Global Investors (North America) Ltd. (formerly known as Kleinwort Benson Investors International Ltd.) (“ KBI ”) acts as the portfolio manager of the Fund and is responsible for implementing the investment strategy of the Fund.
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KBI is not registered with a securities regulatory authority in Canada and is not required to comply with the same requirements that a portfolio manager that is so registered would be subject to, such as those concerning proficiency, capital, insurance and other matters.

Purchases, Switches and Redemptions

Class A, Class D, Class F and Class I

The Fund is authorized to issue an unlimited number of Units of each Class. The Classes of the Fund derive their returns from a common pool of assets with a single investment objective and together constitute a single mutual fund.

The Class A Units are intended for purchase within a regular investment account. The Class D Units are available to investors who have accounts with a discount brokerage or for other investors for whom we do not incur substantial distribution costs. We pay no trailing commission in respect of Class D Units, which means we can charge a lower management fee. The Class F Units are available to investors who participate in programs that already charge a fee for the advice they are receiving (for example, dealer-sponsored “fee for service” or wrap programs) or pay their advisor an hourly fee or an annual asset-based fee rather than commissions on each transaction and who purchase Units under such programs. Class I Units are for institutional investors, for use within managed asset programs or structured products. The Fund does not pay a Management Fee (as defined below) in respect of Class I Units because Class I investors negotiate and pay a separate fee directly to us. You do not pay a sales charge when you buy Class I Units. If eligible, you can buy Class I Units only through a registered dealer or broker who has entered into an I Class Agreement with us and only with our prior approval. A dealer’s participation in Class I Units distribution is subject to our terms and conditions.

Prospective purchasers should speak to their investment advisor to determine which Class of Units is appropriate for their particular circumstances.

How the Units of the Fund are valued

All transactions in Units of a Class are based on the Class’ NAV per Unit. We usually calculate the NAV for the Fund on each business day after the TSX closes, but in some circumstances, we may calculate it at another time (each day on which we calculate the NAV for the Fund is a “**Valuation Date**”). A business day is any day on which the TSX is open for trading. The NAVs can and generally will change daily. We

also calculate a separate NAV for each Class of Units of the Fund. In addition, the NAV per Unit for the Class A Units, Class D Units, Class F Units and Class I Units for the Fund is calculated in Canadian dollars.

When you buy, switch or redeem Units of the Fund, you do so at the NAV per Unit of the applicable Class of Units next determined after the receipt of the purchase, switch or redemption order.

The NAV per Unit of each Class of Units of the Fund is calculated as at the close of business on each Valuation Date as follows:

- (a) first, we determine the fair value of all of the investments and other assets allocated to the Class;
- (b) second, we subtract the liabilities allocated to that Class from the fair value of such Class. The difference between the fair value and the liabilities of the Class is the NAV for that Class; and
- (c) lastly, we divide the NAV for the Class by the total number of Units of that Class held by all investors in the Class, which gives us the NAV per Unit for that Class.

Although purchases and redemptions of Units are recorded on a Class basis, the assets attributable to all of the Classes of the Fund are pooled to create one fund for investment purposes. Each Class pays its proportionate share of Fund costs in addition to its management fee, if applicable. The difference in Fund costs and management fee between each Class means that each Class has a different NAV per Unit. You may obtain the NAV per Unit of the Fund by visiting the Fund's website at www.bmonotes.com or by calling 1-866-864-7760 (English) or 1-866-529-0017 (French).

Unit Purchases

The Fund issues and redeems securities based on the Fund's Class NAV per Unit, as further described under *"Purchases, Switches and Redemptions - How the Units of the Fund are valued"*.

Class A Units and Class F Units must be purchased through your investment advisor.

Class D Units are available to investors who have accounts with a discount brokerage or for other investors for whom we do not incur substantial distribution costs.

Class I Units are for institutional investors, for use within managed asset programs or structured products. If eligible, you can buy Class I Units only through a registered dealer or broker who has entered into an I Class Agreement with us and only with our prior approval. A dealer's participation in Class I Units distribution is subject to our terms and conditions.

If you are buying Units, you must generally include payment in full with your order. If we do not receive payment within two business days of processing your purchase order for any Units, we must redeem your Units on the next business day. If the proceeds from the redemption are greater than the payment you owe, the Fund keeps the difference. If the proceeds are less than the payment you owe, we will pay the difference to the Fund on your behalf, and collect this amount together with additional costs from your dealer, who may in turn collect these amounts from you.

We generally do not issue Unit certificates. We may accept or reject an order to buy Units within one business day of receiving the order. If we accept your order, your broker or dealer or we will send you confirmation of your order, which is your proof of the transaction. If we reject your order, we will return any money we have received, without interest.

See “*Fees and Expenses*” and “*Dealer Compensation*” for more information on the fees and expenses and dealer compensation you may have to pay when you purchase Units.

Minimum Purchases and Balances

An investment in Units of any Class of the Fund (other than Class I Units) requires you to invest and maintain a minimum balance of \$500. Any minimum amounts for Class I Units are determined on a contractual basis. If the value of your investment in a Class of the Fund falls below the minimum amount as determined by us from time to time, we may redeem all the securities of such Class of the Fund in your account. If, as a result of market fluctuation, the value of your Units of a Class of the Fund falls below the minimum balance, we may buy such Units from you or redeem them for you after giving you 10 days’ notice. If, as a result of a partial redemption, the value of your remaining holding falls below the minimum balance, we may redeem such remaining holding immediately and without prior notice to you.

Redemptions

Units may be surrendered at any time for redemption on a Valuation Date, subject to our right to suspend redemptions in certain circumstances. When redeeming Units of the Fund you should indicate whether you wish to redeem a specified dollar amount or number of Units. You may have to pay an administrative fee to your dealer for each redemption. Except as discussed under “*When you may not be allowed to redeem your Units*” on page 11, we cannot refuse an order to redeem Units.

How we process your redemption order

In respect of any redemption, if we receive your order by 4:00 p.m. on a Valuation Date in good order, we will process it at the applicable NAV per Unit determined on such date. All Units that have been surrendered in good order for redemption prior to 4:00 p.m. on a Valuation Date will be deemed to be outstanding until (but not after) the close of business on that Valuation Date.

If we receive your redemption order at or after 4:00 p.m. on a day that is a Valuation Date, or on a day which is not a Valuation Date, we will process it at the applicable NAV per Unit calculated on the next Valuation Date. If the Toronto Stock Exchange closes earlier than 4:00 p.m. on a Valuation Date, we may impose an earlier deadline for receipt of redemption orders. Payment of any redemption proceeds owing will be made within two business days.

We may refuse to process your order if it is not in good order or if all necessary documents and/or information have not been received. If we process it anyway, and have not received all the necessary documentation and/or information needed to settle your redemption request within 10 business days of a Valuation Date, we are required under securities legislation to purchase the equivalent number of Units you asked to be redeemed as of the close of business on the tenth business day. If the purchase price of those Units is less than your redemption price, the Fund will keep the difference. If the amount of the purchase price exceeds your redemption price, we will pay the difference to the Fund and may seek reimbursement from your dealer, together with additional costs. Your dealer may be entitled to recover these amounts from you.

When you have to redeem Units

If you become ineligible to hold the Fund, we may redeem your Units. We may redeem your Units if we are permitted or required to do so, including in connection with the termination of the Fund, in accordance with applicable law. If we redeem your Units, the effect will be the same as if you initiated the transaction. For redemptions in non-registered accounts, we may transfer the proceeds to you, and for redemptions in

Registered Plans, we may transfer the proceeds to a registered savings deposit within the plan. We will not give you or your dealer notice prior to taking any of these actions.

When you may not be allowed to redeem your Units

The Fund may suspend your right to request a redemption of Units for all or part of a period when:

- (a) normal trading is suspended on a stock, options or futures exchange in Canada or outside Canada in which securities or derivatives that make up more than 50% of the value or underlying exposure of the Fund's total assets are traded, and
- (b) those securities or derivatives are not traded on any other exchange that represents a reasonable alternative for the Fund.

The Fund may postpone a redemption payment for any period during which your right to request a redemption is suspended under the circumstances described above or with the approval of the Canadian securities regulators. The Fund may not accept orders for the purchase of Units during any period when the redemption of its Units has been suspended.

Conversion

A conversion involves moving your investment from one Class to another Class of the Fund. We describe the kinds of conversions you can make below. When we receive your order, we'll convert your Units of one Class to Units of another Class of the Fund. There may be fees or charges payable depending on the Class of securities involved and the arrangements between you and your dealer.

Please see "*Fees and Expenses*" on page 13 for more information. If necessary, securities may be redeemed to pay fees or charges.

Conversions between Classes of the Fund do not result in dispositions for income tax purposes. See "*Income Tax Considerations*" on page 16.

You can convert your Units of the Fund of one Class to another Class of Units of the Fund through a qualified financial advisor. It is up to you or your investment professional, if applicable, to determine which Class of Units is the more or most appropriate for you. The choice of different purchase options requires you to pay different fees and expenses and affects the amount of compensation received by your dealer and your financial advisor. See "*Fees and Expenses*" on page 13 and "*Dealer Compensation*" on page 16.

If you or your dealer is no longer eligible to hold Class D Units, Class F Units or Class I Units, we may, in our sole and absolute discretion and without notice, re-designate your Class D Units, Class F Units or Class I Units into Class A Units of the Fund. If we re-designate your Units in these circumstances, the management fee charged on your Class A Units will be higher than the fee you were paying on the Class D Units, Class F Units or Class I Units that you previously owned. If you become eligible to hold Class D Units, Class F Units or Class I Units, you should so advise your financial advisor and determine whether a change of your Class A Units into Class D Units, Class F Units or Class I Units is appropriate, and so advise us.

Provided the conditions set out below are met, we may, in our discretion, re-designate your Units into Units of another Class of the Fund. We may only re-designate your Units if:

- you receive Units having the same value;

- the management fee and any other fees and expenses of the new Class are not more than that of the Class that you previously owned;
- the re-designation is done at no cost to you;
- the re-designation is not a disposition for tax purposes; and
- the service commissions payable by us to registered dealers and brokers, if any, remain the same.

We have the right to refuse any order to convert Units. We must do so within one business day from the time we receive the order. The timing of the processing of conversions is the same as for redemptions.

Short-Term Trading

We discourage investors from short-term trading. Short-term trading can harm the Fund's performance and the value of other investors' holdings in the Fund because such trading can increase brokerage and other administrative costs of the Fund and interfere with long term investment decisions. Short-term trading may be particularly problematic when large sums are involved. Short-term trading can include buying and then redeeming or switching securities of the Fund within 90 days of purchase. We have policies and procedures to detect and deter short-term trading that include the ability to refuse your present or future order(s) to buy securities. If, in our sole discretion, we determine that you are engaging in short-term trading, in addition to taking other available remedies, the Fund may charge a short-term trading penalty to be paid directly to the Fund out of the redemption proceeds, reducing the amount otherwise payable to you on the redemption (see page 15 for more information). We may waive this penalty at any time. Despite these restrictions and our procedures to detect and deter short-term trading, we cannot ensure that such trading will be completely eliminated.

Optional Services

Registered plans

Units of the Fund are qualified investments for a registered retirement savings plan ("RRSP"), registered retirement income fund ("RRIF"), deferred profit sharing plan, registered education savings plan ("RESP"), registered disability savings plan ("RDSP") or tax-free savings account ("TFSA") (collectively, "**Registered Plans**"). You may purchase Units in a trust governed by a Registered Plan offered by your dealer, subject to certain restrictions. You should consult your tax advisor about the special rules that apply to each particular Registered Plan, including whether or not an investment in the Fund would be a prohibited investment for your RRSP, RRIF, RESP, RDSP or TFSA.

Continuous Savings Plan

You can generally make weekly, semi-monthly, monthly or quarterly investments in the Fund using our Continuous Savings Plan. Here is how the plan works:

- you must meet the minimum purchase requirements for the Fund you wish to buy
- we will automatically transfer money from your bank account to buy securities of the Fund

You have the right to terminate your participation in a Continuous Savings Plan at any time, upon providing notice to us at least four business days before the next scheduled investment date.

Systematic Withdrawal Plan

You can withdraw money monthly, quarterly, semi-annually or annually from your account using our Systematic Withdrawal Plan. Here is how the plan works:

- you must hold your Fund Units in a non-registered account
- you must continue to meet the minimum balance requirements for the Fund
- we will redeem enough Units to withdraw money from your account and make payments to you

If you withdraw more than your Fund is earning, you'll reduce your original investment and may use it up altogether.

Fees and Expenses

The following table shows the fees and expenses payable by the Fund and the fees and expenses you may have to pay if you invest in the Fund. Fees are paid by the Fund before it calculates its price per security. These fees indirectly reduce the value of your investment.

Fees and expenses payable by the Fund

Management Fee As compensation for providing certain management services to the Fund as further described below, the Manager is entitled to receive an annual management fee (the “**Management Fee**”) for each Class of the Fund, except as indicated below for Class I Units. The Management Fee is expressed as a percentage of the daily NAV of the Class. The Management Fee for each Class of the Fund is as follows:

Class A	Class D	Class F	Class I
2.0%	1.0%	1.0%	*

*The Fund does not pay a Management Fee in respect of Class I Units because Class I investors negotiate and pay a separate fee directly to us.

The Management Fee will be calculated daily and payable monthly in arrears to the Manager. The Management Fee is subject to applicable taxes.

In exchange for Management Fees, the Manager provides certain services to the Fund, including but not limited to investment management and advisory services, paying sales and trailing commissions to registered dealers on the distribution of the Fund's securities, advertising and promotional services, office overhead expenses related to the Manager's activities, and all other services necessary or desirable to conduct and operate the Fund's undertakings in an efficient manner.

Operating Expenses payable by the Fund

The Fund also pays all of its operating expenses directly (“**Fund Expenses**”), including all audit and legal costs and expenses; custodian and transfer agency fees; costs attributable to the issue, redemption and switching of Units including the preparation and filing of a simplified prospectus, annual information forms and fund facts; expenses incurred in preparing financial statements and management reports of fund performance; expenses incurred in respect of distributing fund facts, financial reports and other materials required to be provided to Unitholders; fund accounting and valuation costs; interest or other borrowing expenses; all reasonable costs and expenses incurred in relation to compliance with National Instrument 81-

107 – *Independent Review Committee for Investment Funds*, including compensation and expenses payable to IRC members and any independent counsel or other advisors employed by the IRC, the costs of the orientation and continuing education of IRC members and the costs and expenses associated with IRC meetings; taxes of all kinds to which the Fund is or might be subject; expenses incurred in connection with portfolio transactions and costs associated with compliance with any new governmental or regulatory requirement.

We allocate Fund Expenses proportionately among the Classes of Units offered. Fund Expenses that are specific to a Class are allocated to that Class. Certain Fund Expenses are subject to applicable taxes.

For Class I Units, separate fee and expense arrangements are negotiated with each Class I investor.

The Manager may from time to time waive fees or absorb fund expenses, or defer payment of such fees or expenses. In the event of any deferral of any such fees or expenses, the Manager may, subject to necessary Unitholder or regulatory approvals, seek repayment of any deferred amounts at a later date. In addition, the Manager may from time to time cap the operating expenses borne by a particular Class of Units. In such a case, if the operating expenses properly allocated to such Class exceed the cap, the Manager (not the Fund) will bear the difference. The Manager reserves the right to modify or discontinue any such cap on operating expenses at any time without prior notice to, or approval of, the Unitholders.

IRC fees and expenses Each IRC member receives compensation for the duties he or she performs as an IRC member. The annual retainer for each IRC member (other than the Chair) in respect of all the funds managed by the Manager for which the IRC reviews conflict of interest matters, including the Fund, is \$10,000. The annual retainer for the Chair in respect of all the funds managed by the Manager for which the IRC reviews conflict of interest matters, including the Fund, is \$13,400. In addition, each IRC member is entitled to the reimbursement of all reasonable expenses in connection with his or her duties as an IRC member.

Fees related to underlying funds In accordance with applicable Canadian securities legislation, including NI 81-102, and as an alternative to or in conjunction with directly investing in and holding the securities held in the Fund's portfolio, the Fund may also invest in other securities in a manner that is consistent with its investment objectives and investment strategies, provided that there shall be no duplication of management fees chargeable in connection with the securities held in the Fund's portfolio indirectly by the Fund through investments in other investment funds.

Fees and expenses payable directly by you

Initial Sales Charge	A sales commission of 0% to 2.0% of the amount invested will be payable by investors purchasing Class A Units of the Fund. You can negotiate this fee with your dealer. No sales commissions will be payable in respect of the Class D Units, Class F Units or Class I Units of the Fund.
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Short-Term Trading Fee	Short-term trading by investors may adversely affect all investors in the Fund. To discourage short-term trading, the Fund may, at our sole discretion, charge a short-term trading fee of up to 1% of the amount that you redeem if you buy and then redeem securities of the Fund within 90 days of purchasing them. This fee will be paid directly to the Fund. While this fee generally will be paid out of the redemption proceeds of the Fund, we have the right to redeem such other funds in any of your accounts without further notice to pay this fee. We may in our sole discretion decide which securities will be redeemed in such manner as we may determine. You will be responsible for any costs and expenses, as well as any tax consequences, resulting from the collection of this fee. We may waive this fee at any time.
Registered Plan Fee	No administration fee is charged by the Fund, but you may be charged an administrative fee by your dealer or other Registered Plan provider.
Class I Fee	Class I Units are for institutional investors, for use within managed asset programs or structured products. The Fund does not pay a management fee in respect of Class I Units because Class I investors negotiate and pay a separate fee directly to us. The Class I fee payable by investors must be less than the management fee payable by holders of the next-lowest fee class of the Fund, currently being Class F (1.00%).

Impact of sales charges

The following table shows the fees that you would pay if:

- (a) you invested \$1,000 in Class A Units, Class D Units, Class F Units or Class I Units of the Fund; and
- (b) you held that investment for one, three, five or 10 years and you redeemed the entire investment immediately before the end of that period.

	Fee at time of purchase	One Year	Three Years	Five Years	Ten Years
Class A Units	\$20.00	Nil	Nil	Nil	Nil
Class D Units	Nil	Nil	Nil	Nil	Nil
Class F Units	Nil	Nil	Nil	Nil	Nil
Class I Units	Nil	Nil	Nil	Nil	Nil

Dealer Compensation

If you buy Class A Units of the Fund, you may have to pay a front-end sales commission of up to 2.0% of the amount you invest. No sales commissions are payable on a purchase of Class D Units, Class F Units, or Class I Units.

For Class A Units of the Fund, out of the Management Fees that we receive, we pay your registered dealer a service fee or trailing commission equal to 1.00% per annum of the Class A Units NAV of the Fund, plus applicable taxes, calculated daily and paid quarterly. The service fee is a percentage of the average daily value of the Class A Units you hold.

No service fee or trailing commission is payable in respect of the Class D Units, Class F Units or Class I Units of the Fund.

We may introduce and pay for new compensation programs from time to time, as well as a portion of marketing and educational programs; neither the Fund nor its Unitholders pay for any such programs.

We may pay for marketing materials we give to dealers to help support their sales efforts. We may also share with dealers a percentage of their costs in marketing the Fund.

We may pay a percentage of the costs of some dealers to hold educational seminars or conferences for their representatives to teach them about, among other things, new developments in the mutual fund industry, financial planning or new financial products. The dealer makes all decisions about where and when the conference is held and who can attend.

We may arrange seminars for representatives of the dealers where we inform them about new developments in our mutual funds, our products and services and mutual fund industry matters. We invite dealers to send their representatives to our seminars and we do not decide who attends. The representatives must pay their own travel, accommodation and personal expenses in connection with attending our seminars.

Equity Interests

Bank of Montreal Holding Inc. indirectly owns 100% of the issued shares of the Manager. Bank of Montreal Holding Inc. is a wholly-owned subsidiary of Bank of Montreal. BMO Nesbitt Burns Inc. is an indirect wholly-owned subsidiary of Bank of Montreal and may sell securities of the Fund. Such sales are made on the same basis as those made by other dealers, with no preferential compensation.

Income Tax Considerations

The following is a general summary of the principal Canadian federal income tax consequences to you of distributions from the Fund and the disposition of Units of the Fund. This summary applies to Canadian residents who are individuals (other than trusts that are not Registered Plans) who deal with the Fund at arm's length and are not affiliated with the Fund and who hold Units of the Fund as capital property for tax purposes.

This summary assumes that at all material times the Fund qualifies, and will continue to qualify, as a "mutual fund trust" under the Tax Act. This section is not intended to constitute legal or tax advice, and is qualified in its entirety by the more detailed discussion of income tax considerations as set forth in the Annual Information Form for the Fund.

This summary takes into account the current provisions of the Tax Act and the regulations thereunder, as well as all publicly announced proposals to amend the Tax Act and regulations as of the date hereof. This summary also takes into account the current published administrative policies and assessing practices of the Canada Revenue Agency (the “CRA”). This summary does not take into account provincial, territorial or foreign income tax legislation or considerations.

This summary is general in nature and is not exhaustive of all possible tax considerations. Please consult your own tax advisor with respect to the tax implications of purchasing, holding and redeeming Units of the Fund.

For Units of the Fund Held in a Registered Plan

Units of the Fund are qualified investments for, and may be held in, Registered Plans. Units will not be a “prohibited investment” for a trust governed by a TFSA, RRSP, RRIF, RESP or RDSP unless the holder of the TFSA or RDSP, the annuitant of the RRSP or RRIF or the subscriber of the RESP, as applicable, (i) does not deal at arm’s length with the Fund for purposes of the Tax Act, or (ii) has a “significant interest” as defined in the Tax Act in the Fund. Generally, a holder, annuitant or subscriber, as the case may be, will not have a significant interest in the Fund unless the holder, annuitant, or subscriber, as the case may be, owns interests as a beneficiary under the Fund that have a fair market value of 10% or more of the fair market value of the interests of all beneficiaries under the Fund, either alone or together with persons and partnerships with which the holder, annuitant or subscriber, as the case may be, does not deal at arm’s length. In addition, Units of the Fund will not be a “prohibited investment” if the Units are “excluded property” as defined in the Tax Act for a trust governed by a TFSA, RRSP, RRIF, RESP or RDSP.

Holders, annuitants and subscribers should consult their own tax advisors with respect to whether Units of the Fund would be prohibited investments, including with respect to whether the Units would be excluded property.

If Units of the Fund are held by a Registered Plan, the Registered Plan pays no tax on income and capital gains distributed by the Fund, or on any capital gains that the Registered Plan makes on redeeming or otherwise disposing of Units, as long as the proceeds remain in the Registered Plan.

Generally, you will be taxed if you withdraw money or Units from a Registered Plan, other than a TFSA. Unitholders are urged to consult their own tax advisors regarding the implications of establishing, amending, terminating or withdrawing amounts from a Registered Plan under the Tax Act.

For Units of the Fund Held Outside a Registered Plan

You must include in your income for tax purposes your share of distributions of the Fund’s net income and net realized taxable capital gains payable during the year even though such amounts may be paid and satisfied through the issuance of additional Units. Distributions in excess of the Fund’s net income and net realized capital gains for the year are a return of capital and will not be taxable to you, but will reduce the adjusted cost base of your Units of the Fund. However, if the adjusted cost base of your Units is reduced to less than zero, you will be deemed to realize a capital gain to the extent of the negative amount of the adjusted cost base of your Units. Upon a deemed capital gain from a negative adjusted cost base, the adjusted cost base of your Units will be reset to nil.

To the extent that distributions are made by the Fund out of its taxable dividends received from taxable Canadian corporations, net realized taxable capital gains or foreign income, the Fund intends to make designations so that the nature of the distribution will be preserved. You may be entitled to claim appropriate dividend tax credits and foreign tax credits.

If the Fund's portfolio has a high turnover rate, the Fund may recognize its accrued gains and losses for tax purposes more frequently than a fund with a lower turnover rate.

If you buy Units of the Fund before a distribution date, you must include in your income your share of the distribution payable on the distribution date even though it may consist of amounts earned or accrued before you purchased your Units. For example, if the Fund distributes income and capital gains in December and you buy Units of the Fund late in the year, you may have to pay tax in respect of income and capital gains it earned for the whole year. Distributions reduce the Fund's NAV per Unit.

You must include in computing your income for a year one-half of any capital gain (the "**taxable capital gain**") and you must deduct from taxable capital gains in such year one-half of any capital loss (the "**allowable capital loss**") you realize on redeeming or otherwise disposing of a Unit. The capital gain (or capital loss) will be the amount by which your proceeds of disposition exceed (or are exceeded by) the aggregate of the adjusted cost base of the Unit and any reasonable costs of disposition. Any Redeemer's Gains payable to you on a redemption of Units will be excluded from your proceeds of disposition. Allowable capital losses in excess of taxable capital gains in the year may be carried back three years or forward indefinitely for deduction against taxable capital gains realized in those years. Your adjusted cost base of a Unit of the Fund will generally be the weighted average cost of all your Units of that Class of the Fund, including Units purchased on a reinvestment of distributions, less the capital returned in any distributions and less the adjusted cost base of Units redeemed. Sales commissions will be included in the cost for these purposes. A consolidation of Units will not be regarded as a disposition of Units and will not affect the aggregate adjusted cost base of such Units.

For example, suppose you own 500 Units of a Class of the Fund with an adjusted cost base of \$10 each (a total of \$5,000). If you then purchase another 200 Units of the same Class of the Fund at \$12 each for \$2,400 you will now have spent \$7,400 for 700 Units of the Fund. Your new adjusted cost base of each Unit of that Class is \$7,400 divided by 700 or \$10.57 per Unit.

Based on the current published administrative position of the CRA, a conversion of Units of one Class of the Fund for Units of another Class of the Fund will not be a disposition of the Units converted for purposes of the Tax Act.

In certain situations where you dispose of a Unit of the Fund and would otherwise realize a capital loss, the loss will be denied. This may occur if you, your spouse or a person affiliated with you for purposes of the Tax Act acquires Units of the Fund within 30 days before or after you dispose of the Unit which are considered to be "substituted property". In these circumstances, the capital loss may be deemed to be a "superficial loss" and denied. The amount of the denied capital loss would be added to the adjusted cost base of the Units which are "substituted property".

Individuals (other than certain trusts) are subject to an alternative minimum tax. Net income of the Fund paid or payable to a Unitholder that is designated as dividends received on shares of taxable Canadian corporations or as net realized taxable capital gains and taxable capital gains realized on the disposition of Units of the Fund may give rise to liability for such minimum tax.

You should consult your own tax advisor with respect to the deductibility of fees paid to the Manager in respect of Class I Units.

We will issue a tax statement to you each year identifying the taxable portion of your distributions. You should keep detailed records of the purchase cost, sales commissions and distributions relating to your Units in order to calculate their adjusted cost base. You should consult your tax advisor about your particular circumstances.

Tax Reporting Obligations

There are due diligence and reporting obligations in the Tax Act which were enacted to implement the Canada-United States Enhanced Tax Information Exchange Agreement. Certain Unitholders (individuals and certain entities) may be requested to provide information to the Fund or their registered dealer relating to their citizenship, tax residency and, if applicable, a U.S. federal tax identification number (“**TIN**”) or such information relating to controlling persons in the case of certain entities. If a Unitholder is a U.S. person (including a U.S. citizen) or if a Unitholder does not provide the requested information and there is indicia of the account holder being a U.S. person, Part XVIII of the Tax Act generally requires information about the Unitholder’s investments to be reported to the CRA, unless the investments are held within a Registered Plan. The CRA provides that information annually to the U.S. Internal Revenue Service.

There are also due diligence and reporting obligations in the Tax Act which were enacted to implement the Common Reporting Standard (“**CRS**”) which provides for the automatic exchange of information applicable to tax residents other than of Canada or the United States. Under the CRS, Unitholders may be requested to provide information to the Fund or their registered dealer relating to their citizenship, tax residency and, if applicable, a local jurisdiction TIN or such information relating to controlling persons in the case of certain entities. If a Unitholder is a reportable person (not a tax resident of Canada or a U.S. person) Part XIX of the Tax Act generally requires information about the Unitholder’s investments to be reported to the CRA, unless the investments are held within a Registered Plan. The CRA provides that information annually to countries that are party to the CRS.

The Fund (or the Manager as its sponsoring entity) will provide information to the CRA in respect of its Unitholders in accordance with the Canada-United States Enhanced Tax Information Exchange Agreement and the CRS.

What are your Legal Rights?

Securities legislation in some provinces and territories gives you the right to withdraw from an agreement to buy mutual funds within two business days of receiving the simplified prospectus or fund facts, or to cancel your purchase within 48 hours of receiving confirmation of your order.

Securities legislation in some provinces and territories also allows you to cancel an agreement to buy mutual fund units and get your money back or to make a claim for damages, if the simplified prospectus, the annual information form, fund facts or financial statements misrepresent any facts about the fund. These rights must usually be exercised within certain time limits.

For more information, refer to the securities legislation of your province or territory or consult your lawyer.

PART B: FUND SPECIFIC INFORMATION

Specific Information about BMO Global Water Solutions TACTIC™ Fund

This section provides an explanation of certain information included in the Part B section of this simplified prospectus.

Fund risk classification

We assign an investment risk rating to the Fund to provide you with further information to help you determine whether the Fund is appropriate for you. These risk ratings are set out below under “*Who should invest in this Fund?*”.

The Manager determines the risk ratings of the Fund for purposes of disclosure in this prospectus in accordance with the methodology prescribed in Appendix F Investment Risk Classification methodology on NI 81-102 (the “**CSA Methodology**”). Under the CSA Methodology, the Manager determines the standard deviation of the Fund’s performance for the most recent 10 years, which is a measure of historical volatility, using a prescribed formula, locates the range of standard deviation within which the Fund’s standard deviation falls, and identifies the investment risk level set opposite the applicable range by the CSA Methodology in one of the following categories:

- **Low** – generally includes money market funds and Canadian fixed income funds;
- **Low to medium** – generally includes balanced and asset allocation funds;
- **Medium** – generally includes large-cap equity funds investing in developed markets;
- **Medium to high** – generally includes equity funds investing in small/mid-cap issuers, or in specific countries or larger sectors of the economy; and
- **High** – generally includes equity funds investing in emerging markets or narrower sectors of the economy.

Standard deviation is a common statistic used to measure the volatility and risk of an investment. Funds with higher standard deviations are generally classified as being more risky. Other types of risk, both measurable and non-measurable, may exist. Historical performance may not be indicative of future returns and the Fund’s historical volatility may not be indicative of its future volatility.

As a result, as part of our final determination of the Fund’s risk ranking, we may take into account other qualitative factors, including, but not limited to, economic climate, portfolio management styles, sector concentration and the types of investments made by the Fund and the liquidity of those investments, in making our final determination of the Fund’s risk rating and may, at our discretion, classify the Fund at a higher, but not a lower, investment risk level than that determined using the CSA Methodology, should we deem that appropriate.

Under the CSA Methodology, if it has been less than 10 years since securities of the Fund were first available to the public, the Manager must select a reference index in accordance with prescribed criteria, and calculate the standard deviation of the Fund by using the return history of the Fund and imputing the return history of the reference index for the remainder of the 10 year period. Because securities of the Fund have been offered to the public for less than 10 years, the Manager has selected, in accordance with the CSA Methodology, the MSCI World Index for this purpose.

We review the level of risk associated with the Fund in connection with each filing of a fund fact document of the Fund, and at least annually. We may determine the investment risk level more frequently than annually, including if we determine it is no longer reasonable in the circumstances.

These risk ratings do not necessarily correspond to an investor's risk tolerance assessment; please consult your financial advisor for advice regarding your personal circumstances.

Details about the method that we use to determine the investment risk level of the Fund is available on request, at no cost to you, by calling us at 1-866-864-7760 (English) or 1-866-529-0017 (French), by writing to us at BMO Nesbitt Burns Inc., 1 First Canadian Place, 100 King Street West, 8th Floor, Toronto, Ontario, M5X 1A1 or by emailing us at admin.dealerservices@bmonb.com.

BMO Global Water Solutions TACTIC™ Fund

Fund details

Type of fund	Global equity
Securities offered and Date started	Class A Units – December 7, 2018 Class D Units – December 7, 2018 Class F Units – December 7, 2018 Class I Units – December 7, 2018
Eligible for registered plans	Qualified investment
Portfolio manager	KBI Global Investors (North America) Ltd.

What does the fund invest in?

Investment objective

The investment objective of the BMO Global Water Solutions TACTIC™ Fund is to provide holders of Units (the “**Unitholders**”) with the opportunity for capital appreciation.

The Fund invests in an actively managed global portfolio (the “**Portfolio**”) comprised primarily of publicly-listed equity securities of Water Issuers.

“Water Issuers” means all manufacturers, service providers and operators across the water cycle, from water collection and treatment to distribution and waste-water remediation including the pump, pipe and valve makers to companies involved in the design, construction and management of large scale water infrastructure projects to the technology companies providing filtration, disinfection, test and measurement and metering products, provided that the determination by the Portfolio Manager that an issuer is a Water Issuer is conclusive for all purposes.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of Unitholders called for that purpose.

Investment strategies

To achieve the Fund’s objective, the Fund:

- holds equity securities of approximately 30 - 60 global Water Issuers which provide solutions to water scarcity. The Portfolio includes issuers active across all parts of the water cycle including water and wastewater utilities, water infrastructure and water technology;
- may invest up to 20% of the aggregate fair value of the assets of the Fund in an “opportunistic basket” which includes equity securities of global companies providing solutions to other global resource challenges beyond water such as agribusiness or resource/energy solutions;
- provides for the Portfolio to be able to invest entirely in cash or cash equivalents from time to time including in times of adverse market conditions; and

- provides for the Portfolio Manager to seek to precisely define the water theme and the companies in its investment universe to assure that the opportunity set for investment is representative of the unique drivers of each theme; in essence assuring exposure to, or the beta of, the theme. The Portfolio Manager then applies specialist active management to add alpha through an interactive process of stock selection and sector allocation. The final product is a high conviction portfolio of 30 - 60 stocks.

The Fund may enter into securities lending transactions, repurchase transactions and reverse repurchase transactions, to the extent permitted by the securities regulations, to earn additional income. These transactions will be used in conjunction with the other investment strategies in a manner considered appropriate to achieving the Fund's investment objectives. Please see "*Securities Lending Risk*" on page 6 of Part A of this simplified prospectus.

We may change the Fund's investment strategies at our discretion, at any time, in a manner that is consistent with the Fund's investment objective.

What are the risks of investing in the Fund?

The risks of investing in mutual funds in general and in the Fund specifically are described under "*What is a Mutual Fund and What are the Risks of Investing in a Mutual Fund*" starting at page 2 of Part A of this simplified prospectus. The following are some of the specific risks of investing in the Fund.

- *No Assurance of Achieving Investment Objective*
- *Risks Relating to Fluctuations in Value of Portfolio Securities and Performance of the Portfolio*
- *General Risks of Investing in Equity Securities*
- *Portfolio Concentration Risk*
- *Water Industry Risk*
- *Risk Related to Government Policies and Regulations*
- *Infrastructure Industry Risk*
- *Currency Risk*
- *Emerging Market Risk*
- *Risk Related to Future Results*
- *Class Risk*
- *Suspension of Redemptions*
- *Large Investor Risk*
- *Tax Risks*

- *No Cash Distributions Risk*
- *Derivatives Risk*
- *Market Disruptions*
- *Cybersecurity Risk*
- *Securities Lending Risk*

Who should invest in this Fund?

The Fund is suitable for investors seeking capital growth from a disciplined, quantitative approach to investing in global equity securities.

The Fund has been assigned a risk classification of medium to high. Please see the discussion of how we derive the Fund's risk classification in the introduction to the Part B section of this simplified prospectus on page 20.

Distribution policy

The Fund will not make regular distributions. Distributions (other than Redeemer's Gains), if any, will be automatically reinvested in additional Units, unless otherwise determined by the Manager. Unitholders who wish to receive cash in lieu of additional Units should speak with their broker, dealer or investment advisor.

For each taxation year of the Fund, the Fund will ensure that its income and net realized capital gains, if any, have been paid or made payable after December 15 but on or before December 31 of the calendar year in which such taxation year ends to Unitholders to such an extent that the Fund will not be liable for ordinary income tax thereon. To the extent that the Fund has not distributed the full amount of its net income and capital gains for any year, the difference between such amount and the amount actually paid or made payable by the Fund will be paid in Units. Any such Units will be issued at a price equal to the NAV per Unit of the relevant class of the Fund and the Units will be automatically consolidated such that the number of outstanding Units of a class held by each Unitholder following the distribution will equal the number of Units of that class held by such Unitholder prior to the distribution, except in the case of a non-resident Unitholder to the extent tax is required to be withheld in respect of the distribution. The tax treatment to Unitholders of distributions is discussed under the heading "*Income Tax Considerations*" in this simplified prospectus.

In addition to the distributions described above, the Fund may from time to time pay additional distributions on its Units, including without restriction in connection with a special distribution or in connection with returns of capital.

Fund Expenses Indirectly Borne By Investors

There are certain expenses that you pay indirectly. We show these expenses below for each \$1,000 invested in the Fund for periods of one, three, five and ten years. This table allows you to compare the expenses you pay indirectly for this Fund to those of our other funds as well as other mutual funds. This example is based on the following assumptions:

- (1) the initial investment is \$1,000;

- (2) the total annual return of the Fund is 5% per year;
- (3) the management expense ratio (“**MER**”) of the Fund throughout the years below was equal to the MER of the Fund in its last completed financial year.

	Year	MER	Return	Total fees paid by investor
Class A	1	2.46%	5.00%	\$25.22
	3	2.46%	5.00%	\$79.49
	5	2.46%	5.00%	\$139.33
	10	2.46%	5.00%	\$317.15
Class D	1	1.30%	5.00%	\$13.33
	3	1.30%	5.00%	\$42.01
	5	1.30%	5.00%	\$73.63
	10	1.30%	5.00%	\$167.60
Class F	1	1.34%	5.00%	\$13.74
	3	1.34%	5.00%	\$43.30
	5	1.34%	5.00%	\$75.89
	10	1.34%	5.00%	\$172.76
Class I	1	N/A*	N/A*	N/A*
	3	N/A*	N/A*	N/A*
	5	N/A*	N/A*	N/A*
	10	N/A*	N/A*	N/A*

*Separate fee and expense arrangements are negotiated with each Class I investor.
For more information about fees and expenses, see “*Fees and Expenses*” on page 13.



BMO GLOBAL WATER SOLUTIONS TACTIC™ FUND

Offering the following class of mutual fund units:

Class A
Class D
Class F
Class I

Additional information about the Fund is available in the Fund's Annual Information Form, fund facts, management reports of fund performance and financial statements. These documents are incorporated by reference into this simplified prospectus, which means that they legally form part of this document just as if they were printed as a part of this document.

You can get a copy these documents, at your request and at no cost by calling us toll free 1-866-864-7760 (English) or 1-866-529-0017 (French) or from your dealer.

These documents are also available on our website at www.bmonotes.com or by contacting us by email at admin.dealerservices@bmonb.com. You will also find copies of them, and other information about the Fund, on the internet at www.sedar.com.

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