

Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

3 Year Term

Variable Return of **160%** of the Total Return on the Index at Maturity

100% Principal Protected if held to Maturity

Investment Highlights

Return

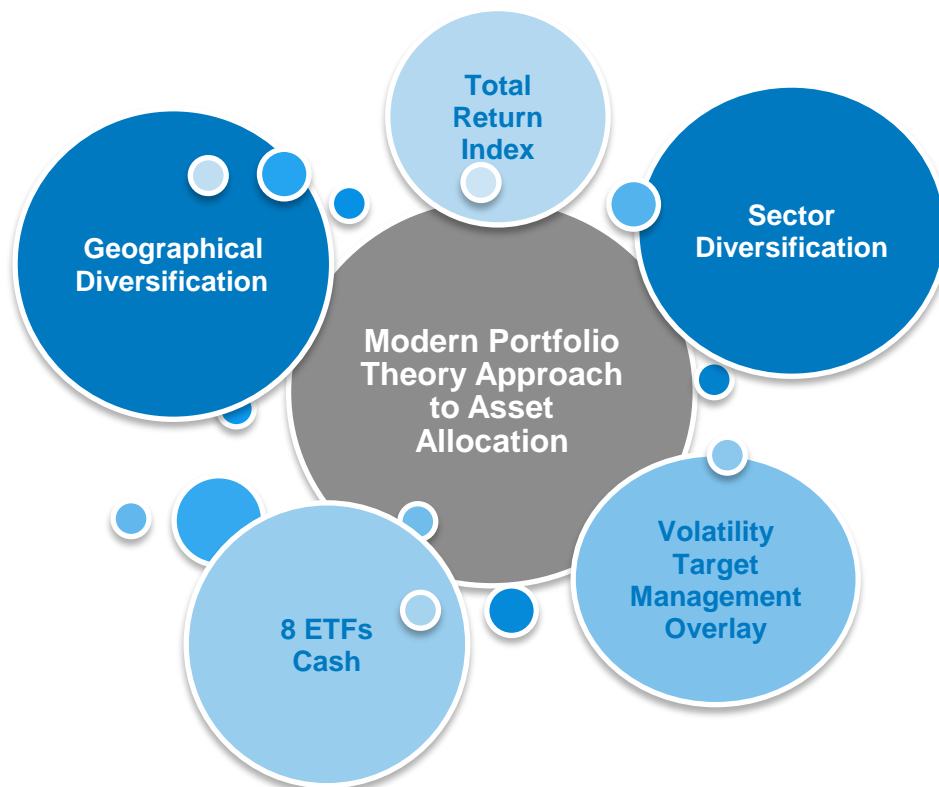
Variable Return, if any, linked to the performance of the BMO Core Investor 5% Target Volatility Index (the "Index").

Fundserv: JHN4157

Available until May 4, 2022

www.bmonotes.com

BMO Core Investor 5% Target Volatility Index



- The Index uses the "Modern Portfolio Theory" approach to asset allocation, which suggests how an investor can allocate his or her capital across the available universe of assets to maximize return for a given risk appetite
- The Index provides exposure to 8 ETFs and Cash representing geographical and asset diversification
- Simple 2 Step Index Mechanism: The Index rebalances monthly into a new portfolio and has a daily volatility management mechanism
- Annualized Index fee: 2.35%



Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

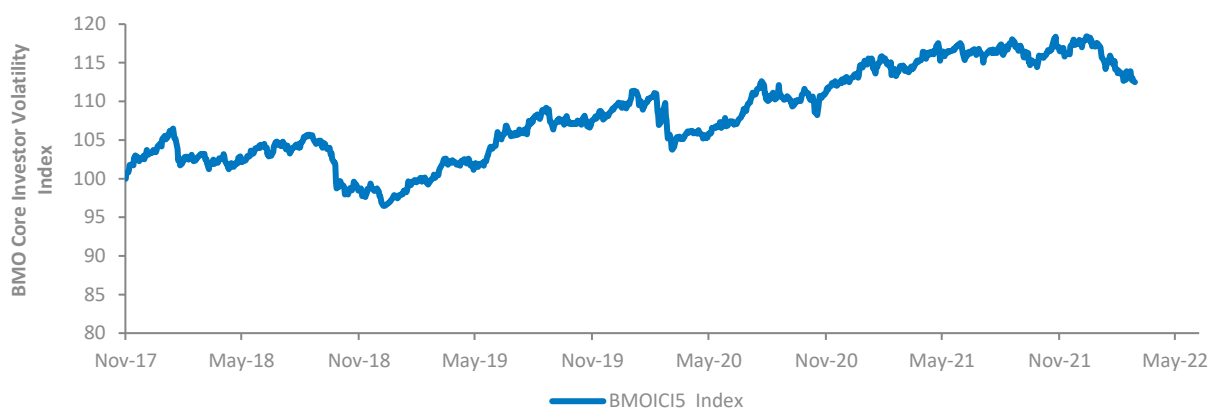
Index Composition

The Index Components represent a diverse range of sectors, asset classes and geographic regions. Each Index Component is listed below together with its cap (maximum Weight in the Monthly Unique Portfolio), sector, sector cap, asset class and Bloomberg ticker symbol:

Sector Cap	Asset Class	Index Component	Description	Bloomberg Symbol	Asset Cap
Equities 75%	US Large Cap Equities	SPDR S&P 500 ETF	This ETF tracks the S&P 500 Index. This ETF invests in a portfolio representing all the stocks in the S&P 500 Index.	SPY UP EQUITY	25%
	US Small Cap Equities	iShares Russell 2000 ETF	This ETF tracks the performance of the Russell 2000 Index. Its investments are in the smallest 2000 companies from the Russell 3000 Index.	IWM UP EQUITY	30%
	U.S. Equities	iShares Select Dividend ETF	This ETF tracks the price and yield performance of the Dow Jones Select Dividend Index. The ETF predominantly holds mid and large-cap U.S. stocks. Its investments are selected based on dividend yield.	DVY UQ EQUITY	20%
	International Large/Mid Cap Equities (ex. US and Canada)	iShares MSCI EAFE ETF	This ETF tracks the performance of the MSCI EAFE Index. Its investments are focused on developed countries across the world, excluding the U.S. and Canada.	EFA UP EQUITY	10%
Fixed Income 75%	U.S. Investment Grade Corporate Debt	iShares iBOXX Investment Grade ETF	This ETF seeks to track the investment results of an index composed of U.S. dollar-denominated, investment-grade corporate bonds.	LQD UP EQUITY	25%
	Emerging Market Sovereign Debt	Invesco Emerging Markets Sovereign Debt ETF	This ETF tracks the DBIQ Emerging Market USD Liquid Balanced Index. The index measures the potential returns of a theoretical portfolio of liquid emerging market U.S. dollar-denominated government bonds.	PCY UP EQUITY	5%
	U.S. High Yield Corporate Debt	iShares iBOXX USD High Yield ETF	This ETF seeks to track the investment results of an index composed of U.S. dollar-denominated, high yield corporate bonds.	HYG UP EQUITY	15%
	U.S. Long Dated Government Bonds	iShares 20+ Years Treasury Bond ETF	This ETF seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities greater than 20 years.	TLT UQ EQUITY	30%
Cash 15%	Cash	Federal Funds Rate	The federal funds rate is an interest rate that represents the rate at which U.S. banks may lend reserve balances to other depository institutions overnight, on an uncollateralized basis.	FEDL01 INDEX	15%

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Historical Performance of the BMO Core Investor 5% Target Volatility Index



Source: Bloomberg as at April 7, 2022

Historical Performance

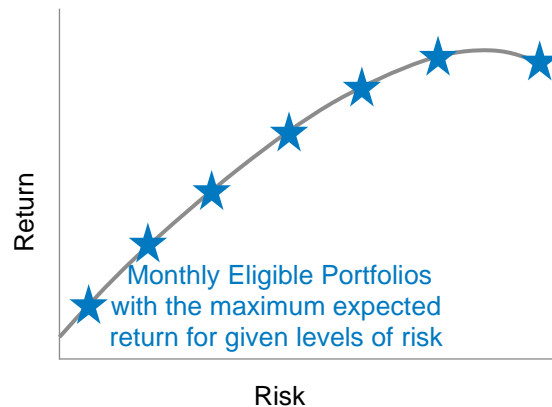
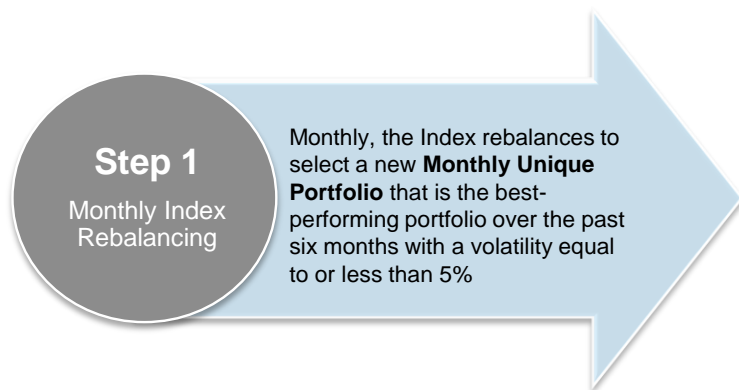
YTD	1 Month	3 Month	6 Month	1 Year	2 Year
-3.99%	-0.33%	-3.99%	-1.00%	-0.66%	7.78%

Source: Bloomberg as at April 7, 2022

Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

The Index: Simple 2 Step Index Mechanism

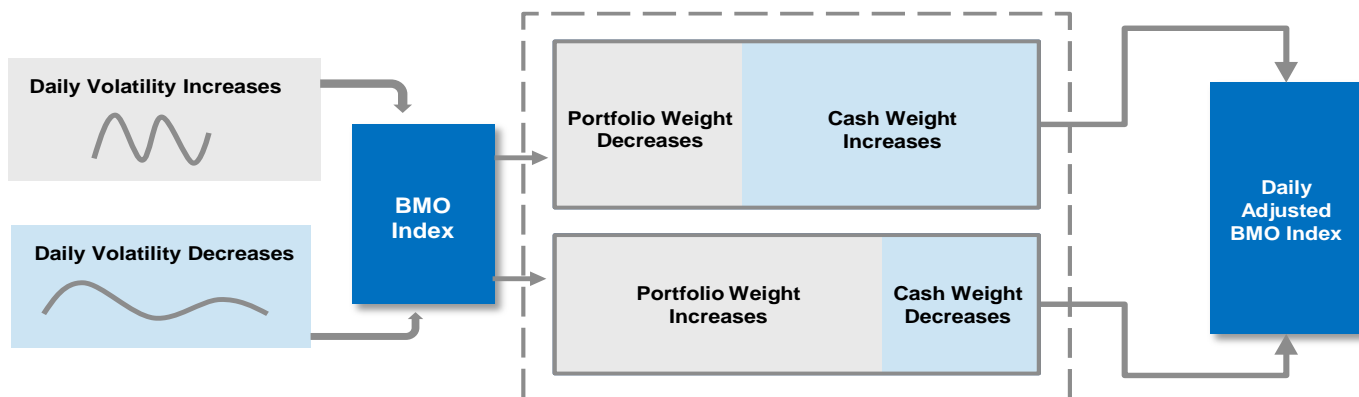
1. Monthly Reweighting of the Index and Selection of the Monthly Unique Portfolio



2. Daily Volatility Management



Daily Rebalancing Mechanism



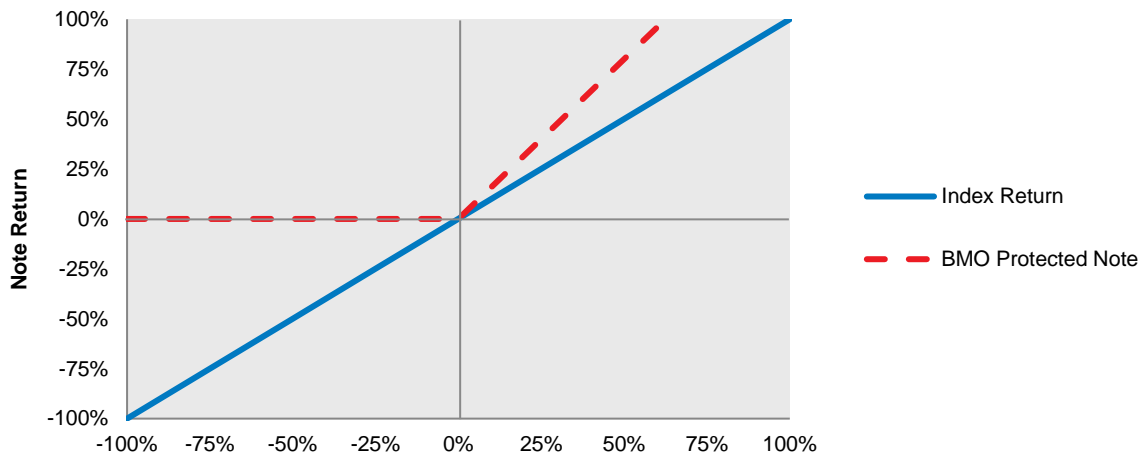
Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

Hypothetical Return Scenarios

The return profile and examples below are provided for illustration purposes only. The return profile demonstrates the Variable Return that may be payable on the Deposit Notes based on a specific Index Return determined on the Final Valuation Date. The Index Returns used to illustrate the different scenarios are hypothetical and are not estimates or forecasts of expected changes in the Closing Level of the Index from the Closing Date to and including the Final Valuation Date. Each of the scenarios refers to a Holder holding a single Deposit Note and assumes that no Extraordinary Event or Market Disruption Event has occurred. The Variable Return, if any, will be an amount per Deposit Note equal to the Deposit Amount multiplied by 160% of the Index Return, if positive.

Return Profile

Return Example



- The blue line represents the range of possible Index Returns on the Final Valuation Date. The red line represents the range of potential Variable Return amounts for one Deposit Note

Positive & Negative Return Example

- Scenario 1 – Negative Index Return Example**
 - Initial Level: 105.00
 - Final Level: 76.38
 - Index Return: $(76.38 - 105.00) \div 105.00 = -27.26\%$
 - Variable Return: \$0.00

In the example above, the Index Return is negative. As a result, the Variable Return is zero and a Holder would not receive any Variable Return at Maturity, but would receive the Deposit Amount of \$100.00 per Deposit Note at Maturity.

- Scenario 2 - Positive Index Return Example**
 - Initial Level: 105.00
 - Final Level: 138.89
 - Index Return: $(138.89 - 105.00) \div 105.00 = 32.28\%$
 - Variable Return: Deposit Amount \times Participation Rate \times Index Return
 - Variable Return: $\$100.00 \times 160\% \times 32.28\%$
 - Variable Return: \$51.64

In the example above, a Holder would receive a Variable Return of \$51.64, representing a cumulative return of 51.64% and an annually compounded rate of return of 14.89%. In addition, at Maturity, a Holder would receive the Deposit Amount of \$100.00 per Deposit Note.

Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

Terms of the Offering

Issuer	Bank of Montreal (the "Bank").
Issuer Rating	As of the date of the Information Statement, the deposit liabilities of the Bank with a term to maturity of more than one year are rated "AA" by DBRS, "A+" by Standard & Poor's and "Aa2" by Moody's. The Deposit Notes have not been rated and there is no assurance that, if the Deposit Notes were rated by such rating agencies, they would have the same rating as the other deposit liabilities of the Bank. The Deposit Notes will not be deposits insured under the Canada Deposit Insurance Corporation Act or any other deposit insurance regime designed to ensure the payment of all or a portion of a deposit upon the insolvency of the deposit taking financial institution.
Issue Price	\$100.00 per Deposit Note (the "Deposit Amount").
Selling Period	Until May 4, 2022.
Issue Date	On or about May 9, 2022.
Maturity Date/Term	Each Deposit Note will mature on May 9, 2025 ("Maturity" or "Maturity Date"), resulting in a term to maturity of approximately 3 years.
Minimum Purchase	\$2,000.00 (20 Deposit Notes).
Reference Index	The performance of the Index will determine the amount of Variable Return, if any, an investor will receive at Maturity. The BMO Core Investor 5% Target Volatility Index is a proprietary index that is based on the Modern Portfolio Theory approach to asset allocation that suggests how investors can select a portfolio from available assets to maximize expected return for a given amount of risk. The Index is reweighted monthly and rebalanced daily to target a 5% annualized volatility.
Payment at Maturity	Subject to the occurrence of certain special circumstances, for each Deposit Note held at Maturity, an investor will receive (i) the Deposit Amount, and (ii) a Variable Return, if any, based on the performance of the Index. More specifically, the Variable Return per Deposit Note, if any (the "Variable Return"), is \$100.00 multiplied by 160% of the percentage change (if positive) in the level of the Index from the Closing Date to and including the fifth business day prior to Maturity (the "Final Valuation Date"). If the percentage change in the level of the Index measured from the Closing Date to the Final Valuation Date is zero or negative, no Variable Return will be payable on the Deposit Notes. The Variable Return, if any, will reflect dividends and distributions declared and paid on components of the Index and the securities represented in indices included in the Index, net of withholding taxes that would be payable by Bank of Montreal had it received such dividends and distributions. Beneficial holders of Deposit Notes (each a "Holder") cannot elect to receive any payments prior to Maturity. No Variable Return or distributions will be paid during the term of the Deposit Notes. It is possible that no Variable Return will be payable on the Deposit Notes. See "Note Program – Maturity Payment" and "Note Program – Variable Return" in the Information Statement.
Fundserv Code	JHN4157
Fees and Expenses of the Offering	No fees will be paid out of the proceeds of this offering to BMO Nesbitt Burns Inc. for its services as selling agent. The Deposit Notes are available only 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 or annual asset based fee rather than commissions on each transaction and who purchase the Deposit Notes in connection with such programs. See "Fees and Expenses of the Offering" in the Information Statement for more details.
Index Fees	The Index Return used to determine the Variable Return on the Deposit Notes will be affected by the deduction of an annual fee equal to 2.35% in determining the Index Level.
Secondary Market	The Deposit Notes will not be listed on any stock exchange. Moreover, the Bank does not have the right to redeem the Deposit Notes prior to Maturity and a Holder does not have the right to redeem the Deposit Notes prior to Maturity. However, BMO Capital Markets will use reasonable efforts, subject to normal market conditions, to arrange for a secondary market for the sale of Deposit Notes but reserves the right not to do so in the future, without providing prior notice to Holders. Secondary market "redemption" orders and settlements can be made using the Fundserv network. Changes in laws and regulations may impact the procedures and timing relating to selling Deposit Notes on the secondary market. Sale of a Deposit Note prior to Maturity may result in a loss even if the price performance of the Reference Components has been positive.
Early Trading Charge	Nil.
No CDIC	The Deposit Notes are not insured under the <i>Canada Deposit Insurance Corporation Act</i> or any other deposit insurance regime designed to ensure the payment of all or a portion of a deposit upon the insolvency of the deposit taking institution.

This document should be read in conjunction with the Bank's information statement dated April 13, 2022 (the "Information Statement"). The Variable Return payable under the Deposit Notes, if any, is uncertain and is based on the performance of the Index. Prospective investors should carefully consider all of the information set forth in the Information Statement and, in particular, should evaluate the specific risk factors set out under the heading "Risk Factors" in the Information Statement. BMO Nesbitt Burns Inc. is a wholly-owned subsidiary of the Bank. As a result, the Bank is a "related issuer" of BMO Nesbitt Burns Inc. for the purposes of National Instrument 33-105 - Underwriting Conflicts. See "Plan of Distribution" in the Information Statement. The Notes have not been and will not be rated by any credit rating organization. A rating is not a recommendation to buy, sell or hold investments, and may be subject to revision or withdrawal at any time by the relevant rating agency.

The Deposit Notes are issued by and constitute direct, unconditional obligations of Bank of Montreal. This summary is issued for discussion purposes only to provide an overview of the proposed Deposit Notes and does not constitute investment advice or an offer to sell or a solicitation to purchase. Details of certain risks of investing in the Deposit Notes, as well as complete disclosure of how the Variable Return on the Deposit Notes is calculated, are contained in the related Information Statement which will be available through your financial advisor or at www.bmonotes.com. You should read the Information Statement carefully before investing and discuss all the key features of the Deposit Notes, including their suitability for you, with your financial advisor. The Deposit Notes may not be suitable for all types of investors. The prices and value of the Deposit Notes may fluctuate and/or be adversely affected by a number of factors. The fluctuation of the performance of the underlying securities will directly impact the Variable Return, if any, on the Deposit Notes at Maturity. The Deposit Notes will not be listed on any stock exchange. You do not have the right to require Bank of Montreal to redeem the Deposit Notes prior to maturity. Bank of Montreal makes no recommendations concerning equity investments as asset classes or the suitability of investing in securities generally or Deposit Notes in particular. No person has been authorized to give any information or to make any representation not contained in the Information Statement relating to the Deposit Notes and Bank of Montreal does not accept any responsibility for any information not contained in the Information Statement.

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Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

Key Information for Investors (Oral Disclosure)

Where an investor is considering a purchase of Deposit Notes, the financial advisor must orally disclose all of the following information to the investor:

Offering Overview:

1. The Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class) will be issued by Bank of Montreal on or about May 9, 2022 and will mature on May 9, 2025. The term of the Deposit Notes is approximately 3 years. The principal amount of \$100.00 per Deposit Note will be repaid at Maturity.
2. On the Maturity Date, you will receive your principal amount plus a Variable Return, if any, based on the performance of the Index.
3. Subject to certain exceptions, no payments will be made prior to Maturity. At Maturity, you will receive the Deposit Amount plus a Variable Return, if any, on the Deposit Notes. More specifically, the Variable Return per Deposit Note, if any, is \$100.00 multiplied by 160% of the percentage change (if positive) in the level of the Index from the Closing Date to and including the fifth business day prior to Maturity. The Variable Return, if any, will reflect dividends and distributions declared on components of the Index and the securities represented in indices included in the Index, net of withholding taxes that would be payable by Bank of Montreal had it received such dividends and distributions. You cannot elect to receive any payments prior to Maturity. No Variable Return or distributions will be paid during the term of the Deposit Notes.
4. It is possible that no Variable Return will be payable at Maturity.

Fees and Expenses:

5. No fees will be paid out of the proceeds of this offering to BMO Nesbitt Burns Inc. for its services as Selling Agent. The Deposit Notes are available only 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 or annual asset based fee rather than commissions on each transaction and who purchase the Deposit Notes in connection with such programs.

Fees and Expenses Associated with the Index:

6. The Index Return used to determine the Variable Return on the Deposit Notes will be affected by the deduction of an annual fee equal to 2.35% in determining the Index Level.

Listing and Secondary Market:

7. The Deposit Notes will not be listed on any stock exchange or marketplace. Moreover, Bank of Montreal does not have the right to redeem the Deposit Notes prior to Maturity and you do not have the right to require Bank of Montreal to redeem (that is, buy or repay) the Deposit Notes prior to Maturity. However, BMO Capital Markets will use reasonable efforts, under normal market conditions, to arrange for a daily secondary market for the sale of Deposit Notes using the Fundserv network but reserves the right not to do so in the future, in its sole and absolute discretion, without prior notice to holders of Deposit Notes. The price that BMO Capital Markets will pay for Deposit Notes sold in the secondary market prior to maturity will be determined by BMO Capital Markets, acting in its sole discretion.
8. If you sell your Deposit Notes prior to Maturity in the secondary market, you may receive less than the Deposit Amount even if the performance of the Index has been positive. BMO Capital Markets is under no obligation to facilitate or arrange for a secondary market and may suspend any secondary market at any time. If there is no secondary market, you will not be able to sell your Deposit Notes.

Early Trading Charge:

9. No Early Trading Charge will apply to the sale of a Deposit Note at any time after the closing of the Offering.

Tax Consequences:

10. The Canadian income tax consequences of investing in Deposit Notes are described in the Information Statement. However, in summary, (i) if you hold Deposit Notes at maturity, you will be required to include in your income the amount, if any, by which the payment at maturity exceeds the Deposit Amount, and (ii) on a disposition of a Deposit Note by you prior to maturity, you will be required to include in income as accrued interest the amount, if any, by which the price for which the Deposit Note was disposed of exceeds the Deposit Amount.

Risk Factors:

11. The Deposit Notes may not be suitable for all investors and, in deciding whether to invest in Deposit Notes, you should take into account various risks associated with such an investment. The Information Statement contains a complete description of these risks, which include the following:

This is only a summary of the Offering and should be read in conjunction with the Information Statement dated April 13, 2022.

Bank of Montreal Core Investor Volatility Index (5%) Principal Protected Deposit Notes, Series 12 (F-Class)

Suitability

An investment in the Deposit Notes may be suitable and appropriate for you if you are prepared to: invest for the short to medium term; receive the Deposit Amount only at Maturity; receive a return at Maturity that (i) is based on the performance of the Index and is not based on a fixed, floating or other specified interest rate, (ii) is uncertain until the Final Valuation Date, and (iii) may be zero; obtain exposure to the Index Components that may be limited by the constraints imposed by the Index Rules and whose performance may not match the performance of a direct investment in the Index Components or any alternative portfolio or strategy that might be constructed from the Index Components; and accept the risks described in the Information Statement, including the risks associated with the performance of the Index.

Non-Conventional Deposit Notes

The Deposit Notes are not conventional instruments or debt securities in that they do not provide you with a return or income stream prior to Maturity, or a return at Maturity, that is calculated wholly by reference to a specific fixed or floating rate of interest that can be determined prior to the Final Valuation Date. The return on the Deposit Notes, unlike that on many deposit liabilities of Canadian chartered banks, is uncertain and the Deposit Notes could provide no return.

Variable Return May Not Be Payable

You may not receive a Variable Return on your Deposit Notes. Whether you receive a variable return, and if so, how much of a variable return, will depend on the performance of the Index.

Variable Return May Be Limited

Since the Variable Return for each Deposit Note, if any, will equal \$100.00 multiplied by 160% of the percentage change (if positive) in the Index Level from the Closing Date to and including the Final Valuation Date, a Holder's exposure under the Deposit Notes to the Index is not the same as an investment in the Index or the Index Components and therefore the Variable Return that may be payable at Maturity may be less than the return realized from a direct investment in the Index or the Index Components.

Risk Factors Relating to the Index and the Index Components

The Variable Return, if any, payable on the Deposit Notes is based on the performance of the Index. Accordingly, certain risk factors applicable to investors who invest directly in the Index or the Index Components are also applicable to an investment in the Deposit Notes to the extent that such risk factors could adversely affect the performance of the Index.

The Index follows a proprietary strategy that operates on the basis of the Index Rules as set out in the Information Statement and in Appendix A of the Information Statement.

No assurance can be given that the investment strategy on which the Index is based will be successful or that such Index will outperform any alternative strategy that might be employed in respect of the Index Components. Furthermore no assurance can be given that the Index will achieve its target volatility of 5%. Accordingly, potential investors in the Deposit Notes should determine whether the Index Rules are appropriate in light of their individual circumstances and investment objectives.

The Index was established on November 15, 2017 and therefore has limited history to evaluate its likely performance. Past performance of the Index Components is not indicative of future performance of the Index.

The Index is a notional portfolio of assets. Consequently, Holders of the Deposit Notes will not have any claim against any of the reference assets which comprise the Index. You should also recognize that BMO Capital Markets, as the sponsor of the Index (the "Sponsor"), has no obligations relating to the Deposit Notes or to you.

You should recognize that it is impossible to know whether the Index Level at any time will rise or fall. The performance of the Index is dependent on the performance of the 9 Index Components (being the 8 Securities Components and the Cash Component) and their underlying securities. A decrease in the price of the Index Components will adversely affect the Index and may affect the Deposit Notes. Furthermore, increases in the value of some of the Index Components may be offset by declines in the level of other Index Components. These factors are beyond the control of Bank of Montreal. Historical price levels of the Index Components should not be considered as an indication of the future performance of the Index Components or the Index.

None of Bank of Montreal, BMO Capital Markets or their respective affiliates or associates has performed any due diligence investigation or review of any of the Index Components or the sponsors or issuers, as the case may be, of the Index Components. Any information relating to the Index Components or their sponsors or issuers was derived from and based solely upon publicly available sources and its accuracy cannot be guaranteed. None of Bank of Montreal, BMO Capital Markets or any of their respective affiliates or associates has any obligations or responsibility for the provision of future information in respect of the Index Components or their sponsors or issuers. Investors shall have no recourse against Bank of Montreal, BMO Capital Markets or any of their respective affiliates or associates in connection with any information about and/or relating to the Index Components or their sponsors or issuers that is not contained in the Information Statement. Prospective investors should undertake an independent investigation to determine if an investment in the Deposit Notes is suitable for them. None of the sponsors or issuers of the Index Components have participated in the preparation of the Information Statement and the Deposit Notes are not in any way sponsored, endorsed, sold or promoted by any such sponsors or issuers.

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The Index Calculation Agent is bound by the Index Rules in determining the Index Level and, except on the occurrence of certain events, as described in Appendix C of the Information Statement, has no discretion in applying the Index Rules to determine the Weights to be applied to the Index Components on each Reweighting Date or, subject to limited discretion to base the Index Level on the previous month's Monthly Unique Portfolio for up to five Index Business Days after a Reweighting Date to change the exposure of the Index to the Monthly Unique Portfolio on each Index Business Day between Reweighting Dates. However, the Index Rules confer on the Index Calculation Agent limited discretion in making certain determinations and calculations from time to time. In addition, the Index Calculation Agent may have to take steps to resolve ambiguities in the Index Rules, including, if necessary, amending the Index Rules. While the Index Calculation Agent will act in good faith and in a commercially reasonable manner with respect to the performance of its obligations and the exercise of its discretion pursuant to the Index Rules, the exercise of such discretion in the making of calculations and determinations may adversely affect the performance of the Index.

All determinations of the Index Calculation Agent in respect of the Index shall be final, conclusive and binding and no person shall be entitled to make any claim in respect thereof against the Index Calculation Agent, any of its affiliates or any of their respective directors, officers, employees, representatives, delegates or agents.

This is not a complete description of the risks applicable to the Index, the Index Components or the sponsors or issuers of the Index Components. For a description of the risks applicable to the Index Components and their sponsors or issuers, you should consult the publicly available disclosure documents available on the websites set out in Appendix B of the Information Statement. Information about the Index can be found in Appendix A of the Information Statement.

Secondary Trading of Deposit Notes

There is currently no market through which the Deposit Notes may be sold and it is possible that no such market will be arranged. Sale of a Deposit Note prior to Maturity may result in a loss even if the performance of the Index has been positive.

Legislative, Regulatory and Administrative Changes

Changes in laws, regulations or administrative practices, including with respect to taxation, could have an impact on you.

The Bail-In Regulations, which came into effect in September 2018, prescribe the types of shares and liabilities that will be subject to a Bail-In Conversion. In general, any senior debt with an initial or amended term to Maturity (including explicit or embedded options) greater than 400 days, that is unsecured or partially secured and has been assigned a CUSIP or ISIN or similar identification number would be subject to a Bail-In Conversion. Shares, other than common shares, and subordinated debt would also be subject to a Bail-In Conversion, unless they are non-viability contingent capital. However, structured notes meeting the requirements of the Bail-In Regulations will not be subject to a Bail-In Conversion. Accordingly, it is not expected that these Deposit Notes will be subject to a Bail-In Conversion.

Conflicts of Interest

In the course of normal business operations, Bank of Montreal and BMO Capital Markets may hold interests linked to the Index Components or enter into other business dealings with respect to the Index Components. In addition, BMO Capital Markets, which has undertaken to use reasonable efforts to provide a secondary market, is an affiliate of Bank of Montreal. Conflicts may also arise because Bank of Montreal and its affiliates may engage in trading activities related to the Index Components that are not for your account or on your behalf which may present a conflict between your interest in the Deposit Notes and the interests that Bank of Montreal and its affiliates will have in their proprietary accounts in facilitating transactions. Such trading activities could be adverse to your interests. Subsidiaries of Bank of Montreal have published, and in the future expect to publish, research reports with respect to some or all of the Index Components. This research is modified from time to time and may express opinions or provide recommendations that are inconsistent with purchasing or holding the Deposit Notes. If Bank of Montreal or BMO Capital Markets take any such actions, Bank of Montreal and BMO Capital Markets will not necessarily take into account the effect, if any, that such actions could have on the Deposit Notes or the variable return that may be payable on the Deposit Notes.

BMO Capital Markets, an affiliate of Bank of Montreal, acts as the Index Calculation Agent and is responsible for calculating and maintaining the Index and developing the guidelines and policies governing its composition and calculation. The Index Calculation Agent has limited discretion in making certain determinations and calculations in respect of the Index from time to time. The Index Calculation Agent may also amend the rules governing the Index in certain circumstances. While the Index Calculation Agent will act in good faith and in a commercially reasonable manner with respect to the performance of its obligations and the exercise of its discretion pursuant to the Index Rules, the policies and judgments for which the Index Calculation Agent is responsible could have an impact, positive or negative, on the Index Level and the value of the Deposit Notes. The Index Calculation Agent has no obligation to consider your interests in taking any actions that might affect the value of the Deposit Notes.

BMO Asset Management Inc., an affiliate of Bank of Montreal, manages and administers three of the Securities Components. BMO Asset Management Inc. will have no obligation to consider a Holder's interests in taking any actions that might affect the value of the Deposit Notes.

Credit Rating

There is no assurance that the Deposit Notes, if rated, would receive the same rating as other deposit liabilities of Bank of Montreal.

Credit Risk

The likelihood that you will receive all the payments owing to you under the Deposit Notes will depend on the financial health and creditworthiness of Bank of Montreal.

No Deposit Insurance

Unlike conventional bank deposits, the Deposit Notes are not insured under the Canada Deposit Insurance Corporation Act or any other deposit insurance regime designed to ensure that depositors receive payment of all or a portion of their deposits if the deposit taking financial institution becomes insolvent.

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Canadian Investor Protection Fund

There is no assurance that your investment in the Deposit Notes will be eligible for protection under the Canadian Investor Protection Fund.

Special Circumstances (Extraordinary Event)

In certain circumstances, BMO Capital Markets may, as it determines appropriate, (i) adjust the components or variables in calculating the Variable Return, if any, (ii) defer the timing of the calculation of the Variable Return, if any, (iii) replace a Securities Component with a comparable index or ETF, or (iv) on the occurrence of an Extraordinary Event, instead of paying the Variable Return, if any, at Maturity, pay the estimated present value on the occurrence of the Extraordinary Event of the Variable Return, if any, that would have been payable at Maturity if the Extraordinary Event had not occurred. See "Special Circumstances" in the Information Statement for a discussion of these circumstances.

No Independent Calculation

Bank of Montreal has no obligation to retain an independent person to make or confirm the determinations and calculations made in respect of the Deposit Notes.

No Ownership of the Index or the Index Components

You will have no rights of ownership in the Index or any Index Components. The Deposit Notes do not represent a substitute for an investment in the Index or the Index Components.

Other Important Information

12. Bank of Montreal may amend the terms of the Deposit Notes without your consent after the Deposit Notes have been issued if Bank of Montreal and BMO Capital Markets agree that the amendment would not materially and adversely affect your interests. In all other cases amendments must be approved by the votes of holders representing at least two-thirds of the outstanding Deposit Notes represented at a meeting convened to consider the amendment.
13. If you place an order for Deposit Notes in person or electronically, the agreement to purchase the Deposit Notes will be deemed to have been entered into on the third day after the later of (i) the day your purchase order is received, and (ii) five business days after the postmark date, if the Information Statement is provided to you by mail, or the date the Information Statement is actually received by you, if it is provided other than by mail. If an order to purchase Deposit Notes is received by telephone, the agreement will be deemed to have been entered into at the time your purchase order is received.
14. You may cancel an order to purchase a Deposit Note (or cancel its purchase if the Deposit Note has been issued) by providing instructions to Bank of Montreal through your financial advisor any time up to 48 hours after the later of (i) the day on which the agreement to purchase the Deposit Note is entered into, and (ii) deemed receipt of the Information Statement. You will receive the Information Statement by mail with the trade confirmation.
15. You may request information about the Deposit Notes or a copy of the Information Statement by calling BMO Capital Markets at 1-866-864-7760 to speak to someone in English and 1-866-529-0017 to speak to someone in French. A copy of the Information Statement will be posted at www.bmonotes.com. During the term of the Deposit Notes, you may inquire as to the net asset value of, and the formula for determining variable return under, a Deposit Note by contacting BMO Capital Markets at the above numbers.

This is only a summary of certain terms of the Deposit Notes. You should read the Information Statement for more detailed and complete information on all aspects of the Deposit Notes.

1-866-750-5190

www.bmonotes.com

This is only a summary of the Offering and should be read in conjunction with the Information Statement dated April 13, 2022.