A New Approach to Target Maturity Bond ETFs

Introducing BMO's Target Canadian Corporate Bond ETFs (2027-2028-2029)

Target Your Fixed Income ETFs with Precision

As Canada's largest fixed income ETF provider[1], BMO Exchange Traded Funds is now offering Target Maturity Bond ETFs! Whether the goal is cashflow generation, education funding, or purchasing a home, BMO's Target Canadian Corporate Bond ETFs provide more yield to maturity (YTM)[2] certainty to help investors meet their financial objectives[3].

BMO Target **2027** Canadian Corporate Bond ETF	BMO Target **2028** Canadian Corporate Bond ETF	BMO Target **2029** Canadian Corporate Bond ETF
ZXCO	ZXCP	ZXCQ

You Want a Bond-like Experience? Ensure You Get it!

Get the Precision of a Bond, with the Liquidity and Diversification of an ETF!

Important Key Points:

- **ETFs with an Individual Bond Like Experience –** These ETFs are designed to act like an individual bond with a defined maturity and the reduction of duration risk[2] over time.
- **Not Your Typical Target Maturity Bond ETF –** Unlike traditional target maturity ETFs, the goal of these ETFs is to not transition into cash in the year of maturity to manage performance and YTM outcome expectations.
- **Get More YTM Certainty –** These ETFs hold a static portfolio and will not rebalance providing greater yield certainty for investors upon maturity.
- **Personal Goal Setting –** Similar to holding an individual bond, investors can have the ability to match the ETFs' maturity dates with their investment time horizons.
- **Management Fee of Only 0.15% –** The consideration of fees in your investment decision making process is important as fees can impact overall performance.
- **Risk[2] Rating:** Low
- To learn more about BMO's New Approach to Target Maturity Bond ETFs please visit our *Target Your Fixed Income ETFs with Precision* document.

BMO | Exchange Traded Funds by BMO Global Asset Management

[1] Source: Bloomberg February 28, 2025.

[2] Yield to maturity (YTM): The total expected return from a bond when it is held until maturity – including all interest, coupon payments, and premium or discount adjustments.

[3] Duration & Duration Risk: A measure of the sensitivity of the price of a fixed income investment to a change in interest rates. Duration is expressed as number of years. The price of a bond with a longer duration would be expected to rise (fall) more than the price of a bond with lower duration when interest rates fall (rise). Essentially, duration estimates the percentage change in a bond's price for a change in interest rates. This sensitivity is what constitutes the risk: as interest rates rise, bond prices fall, and vice versa. .