

**BANK OF MONTREAL
FINANCIAL HIGHLIGHTS**

(Canadian \$ in millions except as noted)

	For the three months ended						For the twelve months ended		
	Oct 31, 2000	Jul 31, 2000	Apr 30, 2000	Jan 31, 2000	Oct 31, 1999	Change from Oct 31,1999	Oct 31, 2000	Oct 31, 1999	Change from Oct 31,1999
Net Income Statement									
Net interest income (TEB) (a)	\$ 1,083	\$ 1,090	\$ 1,084	\$ 1,081	\$ 1,124	(3.6) %	4,338	\$ 4,417	(1.8) %
Other income	1,079	1,005	1,200	1,042	884	22.1	4,326	3,511	23.2
Total revenue (TEB) (a)	2,162	2,095	2,284	2,123	2,008	7.7	8,664	7,928	9.3
Provision for credit losses	58	100	100	100	80	(27.4)	358	320	11.9
Non-interest expense	1,330	1,326	1,348	1,254	1,501	(11.4)	5,258	5,288	(0.6)
Provision for income taxes (TEB) (a)	270	252	322	279	153	77.3	1,123	874	28.7
Non-controlling interest in subsidiaries	6	4	5	4	4	26.1	19	21	(10.5)
Net income before goodwill	498	413	509	486	270	85.1	1,906	1,425	33.7
Amortization of goodwill, net of applicable income tax	13	12	12	12	12	16.9	49	43	13.4
Net income	485	401	497	474	258	87.9	1,857	1,382	34.4
Taxable equivalent adjustment	35	33	35	31	33	7.7	134	138	(2.4)
Per Common Share (\$)									
Net income before goodwill									
- basic	\$ 1.80	\$ 1.46	\$ 1.81	\$ 1.72	\$ 0.91	\$ 0.89	\$ 6.79	\$ 4.92	\$ 1.87
- fully diluted	1.79	1.45	1.79	1.71	0.90	0.89	6.74	4.88	1.86
Net income									
- basic	1.76	1.41	1.76	1.68	0.87	0.89	6.61	4.76	1.85
- fully diluted	1.75	1.40	1.75	1.66	0.86	0.89	6.56	4.72	1.84
Dividends declared	0.50	0.50	0.50	0.50	0.47	0.03	2.00	1.88	0.12
Book value per share	39.27	37.74	37.45	35.77	34.87	4.40	39.27	34.87	4.40
Market value per share	70.50	63.75	53.75	48.15	56.65	13.85	70.50	56.65	13.85
Total market value of common shares (\$ billions)	18.4	16.7	14.4	12.9	15.1	3.3	18.4	15.1	3.3

	As at					
	Oct 31, 2000	Jul 31, 2000	Apr 30, 2000	Jan 31, 2000	Oct 31, 1999	Change from Oct 31,1999
Balance Sheet Summary						
Assets	\$ 233,396	\$ 235,646	\$ 238,414	\$ 228,525	\$ 230,615	1.2 %
Loans	133,817	137,134	136,697	133,148	138,001	(3.0)
Deposits	156,697	156,675	162,067	154,469	156,874	(0.1)
Capital funds	16,852	16,603	16,428	15,920	15,693	7.4
Common equity	10,260	9,904	10,037	9,571	9,313	10.2
Net impaired loans and acceptances	(96)	(195)	(283)	(240)	(256)	62.5
Average Balances						
Loans	133,831	135,356	136,536	135,659	134,362	(0.4)
Assets	237,703	238,488	233,354	230,195	225,321	5.5

	For the three months ended					For the twelve months ended	
	Oct 31, 2000	Jul 31, 2000	Apr 30, 2000	Jan 31, 2000	Oct 31, 1999	Oct 31, 2000	Oct 31, 1999
Primary Financial Measures (%) (b)							
5 year total shareholder return	22.9	21.5	18.2	17.5	22.0	22.9	22.0
Earnings per share growth	100+	2.2	40.0	33.9	13.2	39.0	1.3
Cash earnings per share growth	96.8	3.5	38.6	31.8	13.4	37.5	0.6
Return on common shareholders' equity	18.4	15.0	19.8	19.0	9.8	18.0	14.1
Cash return on common shareholders' equity	19.3	15.7	20.6	19.8	10.5	18.8	14.8
Net economic profit growth	100+	(15.7)	70.1	54.9	(100+)	90.0	(13.5)
Revenue growth	7.7	3.4	16.5	9.8	24.2	9.3	9.0
Expense-to-revenue ratio	61.5	63.2	59.1	59.0	74.8	60.7	66.7
Provision for credit losses as a % of average loans and acceptances	0.25	0.28	0.28	0.28	0.23	0.25	0.22
Gross impaired loans and acceptances as a % of equity and allowance for credit losses	10.51	9.83	8.71	8.89	8.53	10.51	8.53
Cash and securities to total assets	27.8	29.1	30.1	29.9	29.2	27.8	29.2
Tier 1 capital ratio	8.83	8.49	8.06	7.84	7.72	8.83	7.72
Credit rating	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Other Financial Ratios (% except as noted) (b)							
Total shareholder return	29.0	16.7	(1.0)	(12.0)	(7.4)	29.0	(7.4)
Dividend yield	3.1	3.7	4.2	3.3	3.4	3.5	2.9
Price-to-earnings ratio (times)	10.7	11.1	9.4	9.3	11.9	10.7	11.9
Market-to-book value (times)	1.80	1.69	1.44	1.35	1.62	1.80	1.62
Cash earnings per share – basic (\$)	1.83	1.49	1.83	1.74	0.93	6.89	5.01
Net economic profit	212	124	226	201	(8)	763	401
Return on average assets	0.81	0.67	0.87	0.82	0.45	0.79	0.61
Net interest margin	1.81	1.82	1.89	1.87	1.98	1.85	1.95
Other income as a % of total revenue	49.9	48.0	52.5	49.1	44.0	49.9	44.3
Expense growth	(11.4)	3.1	6.2	1.8	23.0	(0.6)	10.5
Total capital ratio	11.97	11.78	11.13	10.99	10.77	11.97	10.77
Tier 1 capital ratio – U.S. basis	8.47	8.07	7.67	7.63	7.42	8.47	7.42
Equity-to-assets ratio	5.4	5.1	5.1	5.1	4.9	5.4	4.9

(a) Reported on a taxable equivalent basis (TEB).

(b) For the period ended or as at, as appropriate.

(c) All ratios in this report are based on unrounded numbers.

BANK OF MONTREAL
CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)
(Canadian \$ in millions except number of common shares)

	For the three months ended					For the twelve months ended	
	October 31, 2000	July 31, 2000	Apr 30, 2000	Jan 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999
Interest, Dividend and Fee Income							
Loans	\$ 2,697	\$ 2,604	\$ 2,654	\$ 2,449	\$ 2,364	\$ 10,404	\$ 9,656
Securities	735	745	673	701	632	2,854	2,449
Deposits with banks	268	283	263	231	274	1,045	1,069
	3,700	3,632	3,590	3,381	3,270	14,303	13,174
Interest Expense							
Deposits	1,932	1,835	1,905	1,754	1,571	7,426	6,328
Subordinated debt	91	90	83	86	85	350	339
Other liabilities	629	650	553	491	523	2,323	2,228
	2,652	2,575	2,541	2,331	2,179	10,099	8,895
Net Interest Income	1,048	1,057	1,049	1,050	1,091	4,204	4,279
Provision for credit losses	58	100	100	100	80	358	320
Net Interest Income After Provision for Credit Losses	990	957	949	950	1,011	3,846	3,959
Other Income							
Deposit and payment service charges	161	162	159	164	165	646	616
Lending fees	85	85	72	80	91	322	329
Capital market fees	267	237	341	224	265	1,069	841
Card services	57	59	47	53	55	216	205
Investment management and custodial fees	77	92	100	104	103	373	419
Mutual fund revenues	61	62	57	52	60	232	207
Trading revenues	121	50	140	77	52	388	295
Securitization revenues	109	83	81	70	84	343	296
Other fees and commissions	141	175	203	218	9	737	303
	1,079	1,005	1,200	1,042	884	4,326	3,511
Net Interest and Other Income	2,069	1,962	2,149	1,992	1,895	8,172	7,470
Non-Interest Expense							
Salaries and employee benefits	762	764	805	734	749	3,065	2,820
Premises and equipment	272	270	272	257	295	1,071	1,123
Communications	64	66	64	65	72	259	268
Other expenses	268	220	201	194	239	883	915
	1,366	1,320	1,342	1,250	1,355	5,278	5,126
Amortization of intangible assets	7	6	6	4	5	23	21
	1,373	1,326	1,348	1,254	1,360	5,301	5,147
Restructuring charge	(43)	-	-	-	141	(43)	141
Total non-interest expense	1,330	1,326	1,348	1,254	1,501	5,258	5,288
Income Before Provision for Income Taxes, Non-Controlling Interest in Subsidiaries and Goodwill	739	636	801	738	394	2,914	2,182
Income taxes	235	219	287	248	120	989	736
	504	417	514	490	274	1,925	1,446
Non-controlling interest	6	4	5	4	4	19	21
Net Income Before Goodwill	498	413	509	486	270	1,906	1,425
Amortization of goodwill, net of applicable income tax	13	12	12	12	12	49	43
Net Income	\$ 485	\$ 401	\$ 497	\$ 474	\$ 258	\$ 1,857	\$ 1,382
Dividends Declared							
- preferred shares	\$ 25	\$ 25	\$ 26	\$ 25	\$ 27	\$ 101	\$ 117
- common shares	\$ 131	\$ 131	\$ 134	\$ 134	\$ 125	\$ 530	\$ 500
Average Number of Common Shares Outstanding	261,227,560	266,387,269	267,820,009	267,248,718	266,761,950	265,659,145	265,861,729
Average Assets	\$ 237,703	\$ 238,488	\$ 233,354	\$ 230,195	\$ 225,321	\$ 234,944	\$ 226,714
Net Income Per Common Share Before Goodwill							
Basic	\$ 1.80	\$ 1.46	\$ 1.81	\$ 1.72	\$ 0.91	\$ 6.79	\$ 4.92
Fully Diluted	1.79	1.45	1.79	1.71	0.90	6.74	4.88
Net Income Per Common Share							
Basic	1.76	1.41	1.76	1.68	0.87	6.61	4.76
Fully Diluted	1.75	1.40	1.75	1.66	0.86	6.56	4.72

Note: Reporting under United States generally accepted accounting principles would have resulted in consolidated net income of \$494, basic earnings per share of \$1.79 and fully diluted earnings per share of \$1.78 for the three months and \$1,811, \$6.44 and \$6.37, respectively, for the twelve months ended October 31, 2000.

BANK OF MONTREAL
CONDENSED CONSOLIDATED BALANCE SHEET

(Unaudited) (Canadian \$ in millions)

	As at				
	October 31, 2000	July 31, 2000	April 30, 2000	January 31, 2000	October 31, 1999
Cash resources	\$ 18,508	\$ 21,027	\$ 23,257	\$ 23,441	\$ 24,036
Securities	46,463	47,462	48,398	44,913	43,273
	64,971	68,489	71,655	68,354	67,309
Loans					
Residential mortgages	39,485	39,416	39,190	38,598	38,189
Consumer instalment and other personal loans	18,038	17,617	17,589	17,052	16,912
Credit card loans	1,407	1,367	1,275	1,217	1,160
Loans to businesses and governments	60,176	60,270	58,887	59,727	57,998
Securities purchased under resale agreements	16,308	19,993	21,228	17,958	25,090
	135,414	138,663	138,169	134,552	139,349
Allowance for credit losses	(1,597)	(1,529)	(1,472)	(1,404)	(1,348)
	133,817	137,134	136,697	133,148	138,001
Customers' liability under acceptances	8,630	7,977	8,227	8,195	6,753
Other assets	25,978	22,046	21,835	18,828	18,552
Total Assets	\$ 233,396	\$ 235,646	\$ 238,414	\$ 228,525	\$ 230,615
Deposits					
Banks	\$ 23,385	\$ 29,170	\$ 30,248	\$ 27,869	\$ 30,398
Businesses and governments	69,454	64,755	68,253	64,564	65,459
Individuals	63,858	62,750	63,566	62,036	61,017
	156,697	156,675	162,067	154,469	156,874
Acceptances	8,630	7,977	8,227	8,195	6,753
Securities sold but not yet purchased	9,353	13,698	14,334	14,161	10,450
Securities sold under repurchase agreements	19,749	21,371	18,425	19,504	24,177
Other liabilities	22,115	19,322	18,933	16,276	16,668
	59,847	62,368	59,919	58,136	58,048
Subordinated debt	4,911	5,027	4,721	4,688	4,712
Shareholders' equity					
Share capital					
Preferred shares	1,681	1,672	1,670	1,661	1,668
Common shares	3,173	3,164	3,219	3,205	3,190
Retained earnings	7,087	6,740	6,818	6,366	6,123
	11,941	11,576	11,707	11,232	10,981
Total Liabilities and Shareholders' Equity	\$ 233,396	\$ 235,646	\$ 238,414	\$ 228,525	\$ 230,615

Note:

- These consolidated financial statements should be read in conjunction with our consolidated financial statements for the year ended October 31, 1999 as set out on pages 73 to 99 of our 1999 Annual Report. These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles, including the requirements of the Superintendent of Financial Institutions Canada, using the same accounting policies and methods of computation as were used for our consolidated financial statements for the year ended October 31, 1999.
- During the year we announced a program to repurchase through recognized exchanges up to 10,000,000 of our common shares to be completed no later than October 31, 2000. At an average price of \$65.35 per share, we repurchased 1,757,900 during the quarter ended October 31, 2000 and at an average price of \$63.59 per share we had repurchased 7,864,000 shares as at October 31, 2000.
- During the quarter we redeemed all of our series 13 debentures at a redemption price equal to their principal amount of \$150.
- During the quarter we disposed of all remaining securities of designated countries and reversed \$42 of remaining country risk allowance to the provision for credit losses in our Consolidated Statement of Income.
- During the quarter we revised our estimate of the remaining costs to execute our restructuring plan and reduced our liability by \$43, which was recorded in restructuring charge in our Consolidated Statement of Income. The revision was due to the unanticipated sale of branches, which reduced the number of branch closures, and higher than expected attrition and redeployment of employees within the Bank, which reduced the number of employee terminations.

BANK OF MONTREAL
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

(Unaudited) (Canadian \$ in millions)

	For the three months ended		For the twelve months ended	
	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999
Cash Flows From (Used in) Operating Activities				
Net income	\$ 485	\$ 258	\$ 1,857	\$ 1,382
Other adjustments to determine net cash flows	27	(2,263)	(4,851)	2,954
	512	(2,005)	(2,994)	4,336
Cash Flows From (Used in) Financing Activities				
Deposits	(706)	6,450	(905)	12,891
Securities sold but not yet purchased	(6,240)	(1,629)	(6,744)	(1,692)
Securities of a subsidiary	350	-	350	-
Debt and share capital	(234)	(153)	(272)	(212)
Dividends paid	(156)	(152)	(631)	(617)
	(6,986)	4,516	(8,202)	10,370
Cash Flows From (Used in) Investing Activities				
Investment securities	400	(2,589)	1,741	(1,799)
Loans	3,730	(1,567)	4,297	(8,269)
Premises and equipment – net purchases	(209)	(92)	(345)	(329)
Interest bearing deposits with banks	2,005	1,276	5,253	(4,849)
Acquisition of businesses	34	(3)	(25)	(3)
	5,960	(2,975)	10,921	(15,249)
Net Increase (Decrease) in Cash and Cash Equivalents	(514)	(464)	(275)	(543)
Cash and Cash Equivalents at Beginning of Period	2,658	2,883	2,419	2,962
Cash and Cash Equivalents at End of Period	\$ 2,144	\$ 2,419	\$ 2,144	\$ 2,419

BANK OF MONTREAL
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(Unaudited) (Canadian \$ in millions)

	For the twelve months ended	
	October 31, 2000	October 31, 1999
Balance at Beginning of Period	\$ 10,981	\$ 10,608
Net income	1,857	1,382
Dividends - Preferred shares	(101)	(117)
- Common shares	(530)	(500)
Preferred share redemption	-	(272)
Common share issues	78	95
Common shares repurchased	(500)	-
Translation adjustment on preferred shares issued in a foreign currency	13	(18)
Unrealized gain (loss) on translation of net investment in foreign operations, net of hedging activities and applicable income taxes	143	(172)
Costs of proposed merger, net of applicable income taxes	-	(25)
Share issue expense, net of applicable income taxes	-	-
Balance at End of Period	\$ 11,941	\$ 10,981

Share Capital Information

	October 31, 2000		
	Number	Principal Amount	Convertible into...
Preferred Shares			
Class B – Series 1	10,000,000	\$ 250	common shares ¹
Class B – Series 2	10,000,000	381	common shares ¹
Class B – Series 3	16,000,000	400	common shares ¹
Class B – Series 4	8,000,000	200	common shares ¹
Class B – Series 5	8,000,000	200	-
Class B – Series 6	10,000,000	250	common shares ¹
Common Shares	261,291,947	3,173	-
Stock options issued for investment in Grupo Financiero BBVA Bancomer	9,957,285	n/a	9,957,285 common shares
Stock options issued under Stock Option Plan	16,774,459	n/a	16,774,459 common shares

1. The number of shares issuable on conversion is not determinable until the date of conversion.

2. n/a – not applicable

3. For additional information refer to pages 86 and 87 of our 1999 Annual Report.

BANK OF MONTREAL
NET INCOME AND AVERAGE ASSETS BY OPERATING GROUP

for the three months ended

	Personal and Commercial Client Group (1)		Private Client Group (2)		Investment Banking Group (3)		Total Consolidated (4)	
	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999
Net Income (\$ millions)								
Canada	\$ 162	\$ 124	\$ 31	\$ 22	\$ 84	\$ 47	\$ 311	\$ 79
United States	47	31	5	8	70	136	128	142
Other Countries	16	31	-	(1)	7	7	46	37
Total	\$ 225	\$ 186	\$ 36	\$ 29	\$ 161	\$ 190	\$ 485	\$ 258
Average Assets (\$ billions)								
Canada	\$ 81.5	\$ 77.8	\$ 1.9	\$ 1.6	\$ 57.7	\$ 41.2	\$ 132.4	\$ 111.5
United States	18.5	17.3	2.8	1.9	59.0	55.4	81.3	79.3
Other Countries	1.1	1.0	0.1	0.1	22.8	33.2	24.0	34.5
Total	\$ 101.1	\$ 96.1	\$ 4.8	\$ 3.6	\$ 139.5	\$ 129.8	\$ 237.7	\$ 225.3

NET INCOME AND AVERAGE ASSETS BY OPERATING GROUP

for the twelve months ended

	Personal and Commercial Client Group (1)		Private Client Group (2)		Investment Banking Group (3)		Total Consolidated (4)	
	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999	October 31, 2000	October 31, 1999
Net Income (\$ millions)								
Canada	\$ 648	\$ 508	\$ 164	\$ 99	\$ 295	\$ 125	\$ 1,069	\$ 558
United States	254	83	28	25	285	441	577	529
Other Countries	120	161	-	6	52	100	211	295
Total	\$ 1,022	\$ 752	\$ 192	\$ 130	\$ 632	\$ 666	\$ 1,857	\$ 1,382
Average Assets (\$ billions)								
Canada	\$ 80.6	\$ 75.8	\$ 1.7	\$ 1.4	\$ 55.5	\$ 42.7	\$ 128.9	\$ 111.5
United States	18.0	17.1	2.3	1.8	56.6	56.0	79.4	78.1
Other Countries	1.1	0.9	0.1	0.1	25.4	35.8	26.6	37.1
Total	\$ 99.7	\$ 93.8	\$ 4.1	\$ 3.3	\$ 137.5	\$ 134.5	\$ 234.9	\$ 226.7

(1) Personal and Commercial Client Group (P&C) is responsible for providing financial services to personal and commercial customers in Canada and the United States through its branches as well as directly through bmo.com, harrisbank.com, BMO mbanx Direct and a network of automatic banking machines.

(2) Private Client Group is responsible for providing wealth management services to individuals, including the services of BMO Nesbitt Burns, BMO Investorline, Harris Investorline and Harris Private Bank.

(3) Investment Banking Group is responsible for relationship management for large corporate, institutional and government customers, the delivery of treasury products and corporate and investment banking in Canada and the United States.

(4) Total Consolidated includes general provisions for credit losses and any residual revenues and expenses representing the difference between actual amounts incurred and the amounts allocated to operating groups.

Prior periods are restated to give effect to the current period's organization structure and presentation changes.

Basis of presentation of results of operating groups:

Expenses are matched against the revenues to which they relate. Indirect expenses, such as overhead expenses and any revenue that may be associated thereto, are allocated to the operating groups using appropriate allocation formulas applied on a consistent basis. For each currency, the net income effect of funds transferred from any group with a surplus to any group with a shortfall is at market rates for the currency and appropriate term.

Segmentation of assets by geographical region is based upon the ultimate risk of the underlying assets.

Segmentation of net income is based upon the geographic location of the unit responsible for managing the related assets, liabilities, revenues and expenses.

During the year, certain lines of business were transferred between client groups to more closely align with our client segments. The mid-market corporate banking and treasury units of Harris Bank were transferred from the Personal and Commercial client Group (P&C) to the Investment Banking Group in order to combine the strengths of the Harris client relationship with BMO Nesbitt Burns investment banking and capital markets capabilities in Chicago. In addition, the Canadian term deposit business and Private Client Services Centre were transferred from P&C to the Private Client Group in order to bring our wealth management capabilities together.