

FINAL TERMS DOCUMENT

21 January 2008

Bank of Montreal
Issue of €1,000,000,000 4.25 per cent. Covered Bonds due 2013, issued as Series 1 and irrevocably and unconditionally guaranteed as to payment of principal and interest by
BMO Covered Bond Trust
under the €7 billion
Global Covered Bond Programme

PART A — CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Prospectus dated 20 December 2007 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the final terms of the Covered Bonds described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Prospectus. Full information on the Issuer and the Trust and the offer of the Covered Bonds is only available on the basis of the combination of this Final Terms Document and the Prospectus. Copies of the Prospectus are available free of charge to the public at the registered office of the Issuer and from the specified office of each of the Paying Agents.

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| 1. (a) Issuer: | Bank of Montreal |
| (b) Guarantor: | BMO Covered Bond Trust |
| 2. (a) Series Number: | 1 |
| (b) Tranche Number: | 1 |
| 3. Specified Currency or Currencies: | Euro (“EUR”) |
| 4. Aggregate nominal amount of Covered Bonds admitted to trading: | |
| (a) Series: | EUR1,000,000,000 (Aggregate Nominal Amount) |
| (b) Tranche: | EUR1,000,000,000 |
| 5. Issue Price: | 99.498 per cent. of the Aggregate Nominal Amount |
| 6. (a) Specified Denominations: | |
| (in the case of Registered Covered Bonds, this means the minimum integral amount in which transfers can be made) | €50,000 and integral multiples of €1,000 in excess thereof up to and including €99,000. No Bearer Covered Bonds in definitive form will be issued with a denomination above €99,000 |
| (b) Calculation Amount: | EUR1,000 |
| 7. (a) Issue Date: | 23 January 2008 |
| (b) Interest Commencement Date: | Issue Date |
| 8. (a) Final Maturity Date: | 23 January 2013 |
| (b) Extended Due for Payment Date of Guaranteed | 23 January 2014 |

Amounts corresponding to the Final
Redemption Amount under the Covered Bond
Guarantee:

9. Interest Basis: 4.25 per cent. Fixed Rate payable annually in arrear from and including the Issue Date to and excluding the Final Maturity Date
EUR-EURIBOR – 1 month + 0.24 per cent. Floating Rate payable monthly in arrear from and including the Final Maturity Date, to but excluding the Extended Due for Payment Date (further particulars specified below)
10. Redemption/Payment Basis: Redemption at par
11. Change of Interest Basis or Redemption/Payment Basis: Applicable, see item 9 above.
12. Put/Call Options: Not Applicable
13. (a) Status of the Covered Bonds: Senior
(b) Status of the Guarantee: Senior
14. Method of distribution: Syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15. Fixed Rate Covered Bond Provisions: Applicable from and including the Interest Commencement Date, to but excluding the Final Maturity Date
- (a) Rate(s) of Interest: 4.25 per cent. per annum payable annually in arrear
- (b) Interest Payment Date(s): 23 January in each year up to and including the Final Maturity Date
- (c) Business Day Convention: Following Business Day Convention (unadjusted)
- (d) Business Day(s): TARGET and London
- (e) Broken Amount(s): Not Applicable
- (f) Day Count Fraction: Actual/Actual (ICMA)
- (g) Determination Date(s): 23 January in each year
- (h) Other terms relating to the method of calculating interest for Fixed Rate Covered Bonds: Not Applicable
16. Floating Rate Covered Bond Provisions: Applicable from and including the Final Maturity Date, to but excluding the Extended Due for Payment Date
- (a) Interest Period(s): The period from and including each Specified Interest Payment Date, to but excluding the following Specified Interest Payment Date provided that the first Interest Period shall be from and including the Final Maturity Date, to

	but excluding the next following Specified Interest Payment Date
(b) Specified Interest Payment Dates:	The 23rd day of each month from and including the 23 February 2013 to and including the Extended Due for Payment Date
(c) Business Day Convention:	Modified Following Business Day Convention
(e) Business Day(s):	London and TARGET
(f) Manner in which the Rate of Interest and Interest Amount is to be determined:	Screen Rate Determination
(g) Party responsible for calculating the Rate of Interest and Interest Amount (if not the Principal Paying Agent):	Not Applicable
(h) Screen Rate Determination:	
Reference Rate:	EUR-EURIBOR -- 1 Month
Interest Determination Date(s):	Second day on which the TARGET System is open prior to the start of each Interest Period
Relevant Screen Page:	EURIBOR01
(i) ISDA Determination:	Not Applicable
(j) Margin(s):	+ 0.24 per cent. per annum
(k) Minimum Rate of Interest:	Not Applicable
(l) Maximum Rate of Interest:	Not Applicable
(m) Day Count Fraction:	Actual/360
(n) Fallback denominator provisions, rounding provisions, denominator and any other terms relating to the method of calculating interest on Floating Rate Covered Bonds, if different from those set out in the Terms and Conditions:	Not Applicable
17. Zero Coupon Covered Bond ⁽²⁾ Provisions:	Not Applicable
18. Variable Interest Covered Bond Provisions (other than Dual Currency Interest Covered Bonds):	Not Applicable
19. Dual Currency Interest Covered Bond Provisions:	Not Applicable
20. Canadian non-resident withholding tax:	Exempt

PROVISIONS RELATING TO REDEMPTION

21. Issuer Call:	Not Applicable
22. Put Option:	Not Applicable
23. Final Redemption Amount of each Covered Bond:	EUR 1,000 per Calculation Amount
24. Early Redemption Amount of each Covered Bond payable on redemption for taxation reasons or on event of default, etc. and/or the method of	Condition 6.7 applies

calculating the same (if required or if different from that set out in Condition 6.7):

GENERAL PROVISIONS APPLICABLE TO THE COVERED BONDS

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| 25. Form of Covered Bonds: | Bearer Covered Bonds:
Temporary Global Covered Bond exchangeable for a Permanent Global Covered Bond which is exchangeable for Bearer Definitive Covered Bonds only after an Exchange Event |
| 26. New Global Covered Bond: | Yes |
| 27. Financial Centre(s) or other special provisions relating to payment dates: | London and TARGET |
| 28. Talons for future Coupons or Receipts to be attached to Bearer Definitive Covered Bonds (and dates on which such Talons mature): | No |
| 29. Details relating to Partly Paid Covered Bonds: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences of failure to pay, including any right of the Issuer to forfeit the Covered Bonds and interest due on late payment: | Not Applicable |
| 30. Details relating to Instalment Covered Bonds:
(a) Instalment Amount(s):
(b) Instalment Date(s): | Not Applicable |
| 31. Redenomination renominialisation and reconventioning provisions: | Not applicable |
| 32. Other terms or special conditions: | Not Applicable |

DISTRIBUTION

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| 33. (a) If syndicated, names and addresses of Managers and underwriting commitments: | Lead Managers
Bank of Montreal, London Branch
HSBC France
Morgan Stanley & Co. International plc
Société Générale
Bayerische Hypo- und Vereinsbank AG

Co-Managers

ABN AMRO Bank, N.V.
Barclays Bank PLC
BNP Paribas
Commerzbank Aktiengesellschaft
Credit Suisse Securities (Europe) Limited
Dresdner Bank Aktiengesellschaft
DZ BANK AG Deutsche Zentral-
Genossenschaftsbank, Frankfurt am Main
NATIXIS |
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	UBS Limited
(b) Stabilising Manager (if any):	Not Applicable
34. If non-syndicated, name and address of Dealer:	Not Applicable
35. Total commission and concession:	As agreed between the Managers
36. U.S. Selling Restrictions:	Reg. S Compliance Category; TEFRA D
37. Non-exempt Offer:	Not Applicable
38. Additional selling restrictions:	Not Applicable
39. Additional United States Tax Considerations:	Not Applicable

PURPOSE OF FINAL TERMS DOCUMENT

This Final Terms Document comprises the final terms required for issue and admission to the Official List of the UK Listing Authority and to trading on the Gilt and Fixed Interest Market of the London Stock Exchange of the Covered Bonds described herein pursuant to the €7 billion Global Covered Bond Programme of Bank of Montreal.

RESPONSIBILITY

Each of the Issuer and the Trust accepts responsibility for the information contained in this Final Terms Document.

PART B — OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING:

- (i) Listing and admission to trading: London
- (ii) Estimate of total expenses related to admission to trading: £4,200

2. RATINGS:

Ratings: The Covered Bonds to be issued have been rated:
S&P: AAA
Moody's: Aaa
Fitch: AAA
DBRS: AAA

3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE:

Save as discussed in "*Subscription and Sale and Transfer and Selling Restrictions*", so far as the Issuer and the Trust are aware, no person involved in the offer of the Covered Bonds has an interest material to the offer.

4. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES:

Reasons for the offer: Not Applicable

5. YIELD:

Indication of yield: 4.364 per cent. per annum
The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.

6. HISTORIC INTEREST RATES:

Details of historic EURIBOR rates can be obtained from Reuters.

7. PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING/ POST ISSUANCE INFORMATION ON THE COVERED BOND PORTFOLIO:

The Issuer intends to provide Investor Reports which are available online from the Issuer's website.

8. PERFORMANCE OF RATES OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT:

Not Applicable

9. TRADEABLE AMOUNTS:

So long as the Covered Bonds are represented by a Global Covered Bond and Euroclear and Clearstream Luxembourg so permit, the Global Covered Bond shall be tradeable in minimum principal amounts of €50,000 and integral multiples of €1,000 (the **Tradeable Amount**) in addition thereto.

10. OPERATIONAL INFORMATION:

(a) ISIN Code: XS0341749116

(b) Common Code: 034174911

(c) Any clearing system(s) other than DTC, Euroclear or Clearstream, Luxembourg and the relevant identification number(s): Not Applicable

(d) Delivery: Delivery against payment

Name and address of Initial Paying Agent(s):
 HSBC Bank plc
 8 Canada Square
 London E14 5HQ

Dexia Banque Internationale á Luxembourg, société anonyme
 69 route d'Esch
 L2953, Luxembourg

Names and addresses of additional Paying Agent(s) (if any): Not Applicable

Intended to be held in a manner which would allow Eurosystem eligibility: Yes

Note that the designation "yes" simply means that the Covered Bonds are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Covered Bonds will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met

Signed on behalf of the Issuer:

By:


Thomas E. Flynn

Duly authorised

Signed on behalf of the Trust:

By: 

Cathryn E. Cranston

Duly authorised