



BZX Information Circular 17-003
BYX Information Circular 17-003

EDGA Information Circular 17-003
EDGX Information Circular 17-003

Date: January 5, 2017

Re: BMO Elkhorn DWA MLP Select Index Exchange ETN

Pursuant to the Rules of Bats BZX Exchange, Inc. ("BZX"), Bats BYX Exchange, Inc. ("BYX"), Bats EDGA Exchange, Inc. ("EDGA") and Bats EDGX Exchange, Inc. ("EDGX", each such exchange referred to hereafter as "Bats" or the "Exchange" and together with BZX, BYX and EDGA, the "Exchange"), this Information Circular is being issued to advise you that the following securities have been approved for trading pursuant to unlisted trading privileges ("UTP") on the Exchange as UTP Derivative Securities pursuant to Chapter XIV of the Exchange's Rules.

<u>Securities (the "Notes")</u>	<u>Symbol</u>
BMO Elkhorn DWA MLP Select Index Exchange Traded Notes due December 10, 2036	BMLP

Commencement of Trading on the Exchange: January 6, 2017

Issuer/Trust: Bank of Montreal

Primary Listing Exchange: Nasdaq

The purpose of this information circular is to outline various rules and policies that will be applicable to trading in this new product on the Exchange, as well as to provide certain characteristics and features of the Notes.

Background Information on the Notes

As more fully explained in the Pricing Supplement dated December 19, 2016, Prospectus dated June 27, 2014, and the Prospectus Supplement dated June 27, 2014 for the BMO Elkhorn DWA MLP Select Index Exchange Traded Notes due December 10, 2036 (the "ETNs") (File No. 333-196387), the return of the ETNs is linked to the performance of the DWA MLP Select Index (the "Index"). The ETNs do not guarantee any return of principal at maturity, call or upon early redemption. The investor may receive periodic interest payments under the circumstances described in the pricing supplement and a cash payment at maturity or upon early redemption based on the performance of the Index. The ETNs are senior unsecured obligations of Bank of Montreal (the "Issuer") which mature on December 10, 2036.

The Index includes 15 master limited partnerships ("MLPs") based on the Dorsey Wright Relative Strength Ranking Methodology. By comparing the price relationship between each MLP, the Index seeks to determine which MLPs are currently showing outperformance relative to their peers within the Index universe. To be eligible for initial inclusion in the Index, an Index constituent must meet the following criteria: (i) it must be a MLP structured as a limited partnership; (ii) it must be listed on a United States stock exchange; (iii) it must have a minimum market capitalization of \$1 billion; (iv) it must have a minimum one month average daily dollar trading volume of \$2 million per day on its primary exchange; (v) the security may not be issued by an issuer currently in bankruptcy proceedings; and (vi) the issuer of the security may not have entered into a

definitive agreement or other arrangement which would likely result in the security no longer being Index eligible.

The value of the Index is reported on Bloomberg under ticker symbol “DWAMPLP <Index>”.

The ETNs are subject to early redemption or acceleration in whole or in part at any time. Accordingly, an investor should not expect to be able to hold the ETNs to maturity. Additionally, the ETNs do not guarantee any return of principal at, or prior to, maturity or call, or upon early redemption. Instead, at maturity, investors will receive a cash payment, the amount of which will vary depending on the performance of the Index and will be reduced by the accrued fees as of the last Business Day in the measurement period and may be zero. The ETNs may be redeemed early, at the investor’s option, subject to a minimum redemption amount of 50,000 securities. Upon such early redemption, the investor will receive a cash payment that is based on the performance of the Index, less the accrued fees and the redemption fee.

The Intraday Indicative Value for the ETNs will be disseminated by market data vendors under the symbol BMLP.IV.

Additional information regarding the ETNs, including information about redemption procedures, fees, and dividends can be found in the Product Supplement.

Investment Risks

As described in the ETNs’ Prospectus Supplement, investing in the ETNs involves a number of risks not associated with an investment in conventional debt securities. An investment in the ETNs involves significant risks and is not appropriate for every investor. Investing in the ETNs is not equivalent to investing directly in the Index. Accordingly, the ETNs should be purchased only by knowledgeable investors who understand the terms of the investment in the ETNs and are familiar with the behavior of the Index and financial markets generally.

Interested persons are referred to the Prospectus and Pricing Supplement for a full description of risks associated with an investment in the ETNs. These risks include, but are not limited to, return of investment is not guaranteed; the ETNs are subject to the credit risk of the Issuer; the ETNs are subject to the Issuer’s call right; a coupon payment is not guaranteed; there are restrictions on the minimum number of ETNs that may be redeemed and the dates on which the holder may exercise the right to have the Issuer redeem the notes; the redemption amount will be unknown at the time the holder elects to request that the Issuer redeems the ETNs; the holder has no partnership interests in any of the constituent issuers or rights to receive any securities; market disruptions may adversely affect the return. The ETNs are riskier than ordinary unsecured debt securities. For a more complete description of the securities and the payment at maturity, valuation, fees and risk factors, consult the ETNs’ Prospectus, Prospectus Supplement and Pricing Supplement.

Exchange Rules Applicable to Trading in the Notes

Trading in the Notes on Bats is subject to Bats equity trading rules.

Trading Hours

The Notes will trade on Bats between 8:00 a.m. and 5:00 p.m. ET. The Notes will trade on EDGA and EDGX between 8:00 a.m. and 8:00 p.m. ET.

Please note that trading in the Notes during the Exchange’s Pre-Opening and After Hours/Post Closing Trading Sessions (“Extended Market Sessions”) may result in additional trading risks which include: (1) that the current underlying indicative value may not be updated during the Extended Market Sessions, (2) lower liquidity in the Extended Market Sessions may impact pricing, (3) higher volatility in the Extended Market Sessions may impact pricing, (4) wider spreads may occur in the Extended Market Sessions, and (5) because

the indicative value is not calculated or widely disseminated during the Extended Market Sessions, an investor who is unable to calculate an implied value for the Shares in those sessions may be at a disadvantage to market professionals.

Suitability

Trading in the securities on the Exchange will be subject to the provisions of Exchange Rule 3.7. Members recommending transactions in the securities to customers should make a determination that the recommendation is suitable for the customer. Members should adopt appropriate procedures for the opening and maintaining of accounts, including the maintaining of records prescribed by any applicable regulatory organization and by the rules and regulations of the Commission.

Trading Halts

The Exchange will halt trading in the shares of a security in accordance with Exchange Rules. The grounds for a halt include a halt because the intraday indicative value of the security and/or the value of its underlying index are not being disseminated as required, a halt for other regulatory reasons or due to other conditions or circumstances deemed to be detrimental to the maintenance of a free and orderly market.

This Information Circular is not a statutory prospectus. Members should consult the Prospectus for a security and the security's website for relevant information.

Please contact Listings Services at 913.815.7260 with any inquiries regarding this Information Circular.