

BANK OF MONTREAL /CAN/

Form 424B2

February 27, 2017

Registration Statement No. 333-196387

Filed Pursuant to Rule 424(b)(2)

Pricing Supplement dated February 23, 2017 to the Prospectus dated June 27, 2014,

the Prospectus Supplement dated June 27, 2014, and the Product Supplement dated October 1, 2015

US\$25,000

Senior Medium-Term Notes, Series C

Autocallable Cash-Settled Notes with Step Up Call Price due February 28, 2020

Linked to the iShares® U.S. Real Estate ETF

The notes are designed for investors who are seeking a predetermined return on the notes if the closing price of the iShares® U.S. Real Estate ETF (the “Underlying Asset”) on any Call Date is greater than the Initial Stock Price.

Investors should be willing to have their notes automatically redeemed prior to maturity and be willing to lose some or all of their principal at maturity.

·The notes will not bear interest.

If on any Call Date, the closing price of the Underlying Asset is greater than the Initial Stock Price, the notes will be automatically called. On the applicable Call Settlement Date, for each \$1,000 principal amount, investors will receive the applicable Call Price set forth below.

The notes do not guarantee any return of principal at maturity. Instead, if the notes are not automatically called, the payment at maturity will be based on the Final Stock Price of the Underlying Asset and whether the Final Stock Price of the Underlying Asset is below the Trigger Price on the Valuation Date.

If the notes are not automatically redeemed, and the Final Stock Price is lower than the Trigger Price on the Valuation Date, investors are subject to one-for-one loss of the principal amount of the notes for any percentage decrease from the Initial Stock Price to the Final Stock Price. In such a case, you will receive a cash amount at maturity that is less than the principal amount.

·The notes will not be listed on any securities exchange.

·All payments on the notes are subject to the credit risk of Bank of Montreal.

The offering priced on February 23, 2017, and the notes will settle through the facilities of The Depository Trust Company on February 28, 2017.

·Investing in the notes is not equivalent to investing in the shares of the Underlying Asset.

·The notes will be issued in minimum denominations of \$1,000 and integral multiples of \$1,000.

Our subsidiary, BMO Capital Markets Corp. (“BMOCM”), is the agent for this offering. See “Supplemental Plan of Distribution (Conflicts of Interest)” below.

Underlying Asset	Ticker Symbol	Initial Stock Price	Trigger Price (% of the Initial Stock Price)	Term (in Years)	CUSIP	Price to Public	Principal Agent’s Amount Commission ⁽¹⁾	Proceeds to Bank of Montreal

iShares® U.S. Real Estate ETF	IYR	\$79.91	\$67.92 (85%)	3	06367TSG6100%	\$25,000	2.00% US\$500	98.00% US\$24,500
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Call Price

Underlying Asset	Call Date Occuring on February 23, 2018	Call Date Occuring on February 25, 2019	Call Date Occuring on February 25, 2020
iShares® U.S. Real Estate ETF	\$1,092.50	\$1,185.00	\$1,277.50

(1) Certain dealers who purchase the notes for sale to certain fee-based advisory accounts may forego some or all of their selling concessions, fees or commissions. The public offering price for investors purchasing the notes in these accounts may be between \$980 and \$1,000 per \$1,000 in principal amount.

Investing in the notes involves risks, including those described in the “Selected Risk Considerations” section beginning on page P-4 of this pricing supplement, the “Additional Risk Factors Relating to the Notes” section beginning on page PS-4 of the product supplement, and the “Risk Factors” sections beginning on page S-1 of the prospectus supplement and on page 7 of the prospectus.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of the notes or passed upon the accuracy of this pricing supplement, the product supplement, the prospectus supplement or the prospectus. Any representation to the contrary is a criminal offense.

The notes will be our unsecured obligations and will not be savings accounts or deposits that are insured by the United States Federal Deposit Insurance Corporation, the Bank Insurance Fund, the Canada Deposit Insurance Corporation or any other governmental agency or instrumentality or other entity.

On the date of this pricing supplement, based on the terms set forth above, the estimated initial value of the notes is \$947.30 per \$1,000 in principal amount. As discussed in more detail in this pricing supplement, the actual value of the notes at any time will reflect many factors and cannot be predicted with accuracy.

BMO CAPITAL MARKETS

Key Terms of the Notes:

Underlying Asset:	iShares® U.S. Real Estate ETF (NYSE Arca symbol: IYR). See the section below entitled “The Underlying Asset” for additional information about the Underlying Asset.
Interest Payments:	None.
Automatic Redemption:	If, on any Call Date, the closing price of the Underlying Asset is greater than the Initial Stock Price, the notes will be automatically redeemed.
Payment upon Automatic Redemption:	If the notes are automatically redeemed, then, on the applicable Call Settlement Date, for each \$1,000 principal amount, investors will receive the applicable Call Price set forth on the cover page of this pricing supplement.
Call Dates:	February 23, 2018, February 25, 2019 and the Valuation Date.
Call Settlement Dates:	The third business day following the applicable Call Date. The call settlement date for the final Call Date will be the maturity date.
Payment at Maturity:	<p>If the notes are not automatically redeemed, the payment at maturity for the notes is based on the performance of the Underlying Asset. You will receive \$1,000 for each \$1,000 in principal amount of the note, unless a Barrier Event has occurred.</p> <p>If a Barrier Event has occurred, you will receive at maturity, for each \$1,000 in principal amount of your notes, a cash amount equal to:</p> $\$1,000 + [\$1,000 \times (\text{Percentage Change})]$ <p>This amount will be less than the principal amount of your notes, and may be zero.</p>
Barrier Event:	A Barrier Event will be deemed to occur if the Final Stock Price is less than the Trigger Price.
Percentage Change	$\frac{\text{Final Stock Price} - \text{Initial Stock Price}}{\text{Initial Stock Price}}$, expressed as a percentage
Initial Stock Price:	\$79.91, which was the closing price of the Underlying Asset on the Pricing Date. The Initial Stock Price is subject to adjustments in certain circumstances. See “General Terms of the Notes — Payment at Maturity” and “— Anti-dilution Adjustments” in the product supplement for additional information about these adjustments.
Final Stock Price:	The closing price of the Underlying Asset on the Valuation Date.
Trigger Price:	\$67.92, which is 85% of the Initial Stock Price
Pricing Date:	February 23, 2017 February 28, 2017

Settlement

Date:

Valuation Date: February 25, 2020

Maturity Date: February 28, 2020

Physical
Delivery
Amount:

We will only pay cash on the maturity date, and you will have no right to receive any shares of the Underlying Asset.

Calculation
Agent:

BMOCM

Selling Agent: BMOCM

We may use this pricing supplement in the initial sale of the notes. In addition, BMOCM or another of our affiliates may use this pricing supplement in market-making transactions in any notes after their initial sale. Unless our agent or we inform you otherwise in the confirmation of sale, this pricing supplement is being used in a market-making transaction.

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Additional Terms of the Notes

You should read this pricing supplement together with the product supplement dated October 1, 2015, the prospectus supplement dated June 27, 2014 and the prospectus dated June 27, 2014. This pricing supplement, together with the documents listed below, contains the terms of the notes and supersedes all other prior or contemporaneous oral statements as well as any other written materials including preliminary or indicative pricing terms, correspondence, trade ideas, structures for implementation, sample structures, fact sheets, brochures or other educational materials of ours or the agent. You should carefully consider, among other things, the matters set forth in “Additional Risk Factors Relating to the Notes” in the product supplement, as the notes involve risks not associated with conventional debt securities. We urge you to consult your investment, legal, tax, accounting and other advisers before you invest in the notes.

You may access these documents on the SEC website at www.sec.gov as follows (or if such address has changed, by reviewing our filings for the relevant date on the SEC website):