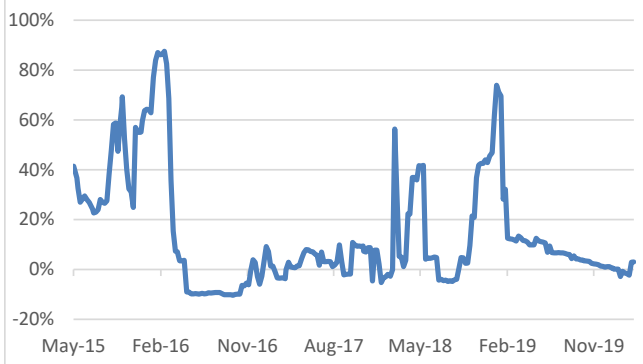


# BMO Tactical Balanced ETF Fund Highlights

Defense BETA SCORE Offense



### Beta (risk) Metrics



### Market Strategy (Risk Management)

DEFENSE: The current beta is 3.1% vs. the benchmark of 56.8% up from 2.9% last week. There is definitely enough fear in the market to generate an oversold rally. In fact, we saw this in the last half hour of trading on both of the past two Friday's, which is often a leading indicator of smart money buying. But there is NO fundamental reason why (yet) and the missing ingredient of every bottom in history is Mr. & Mrs. Mainstreet tossing in the towel. There was evidence Friday of institutional value investor buying, but there is virtually ZERO chance in our view of the world that the COVID-19 inspired selling is over until we see an "I CAN'T SLEEP-AT-NIGHT" get me out. Since the market peaked on Feb 19, the DJIA has traversed about 12,462 points (about 50%) of the value and is ONLY about 12% off it's high. The average historical correction is about 13.4%. WE HAVE ONLY HAD AN AVERAGE CORRECTION AND THERE IS NOTHING AVERAGE ABOUT THE VALUATION RISKS Bond yields however, are at record lows not seen in the US since the Civil war one hundred years after Alexander Hamilton first warned about the perils of too much debt. The weighted average yield of every bond that trades in the world today is 0.89% with a duration of 7.5. Bonds have never provided less yield protection and higher price risk. The US 10-years should test 0% before this is over.

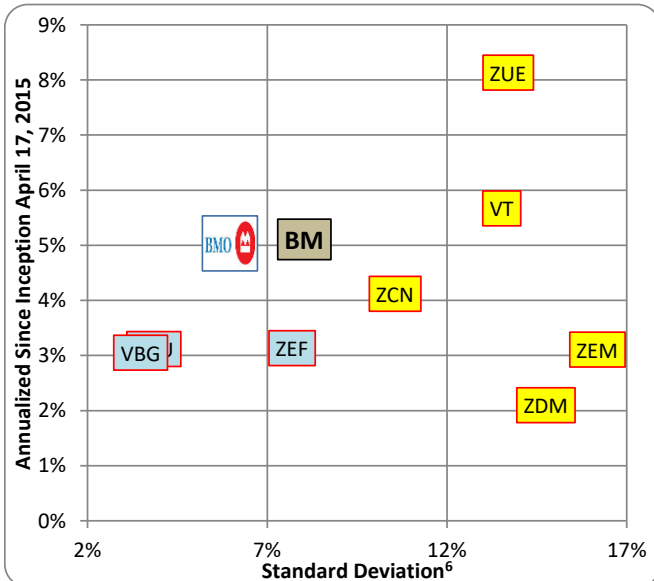
As of: Mar 6 2020	03/06/20	02/28/20	Change
FX (USD)	53.9%	53.3%	0.5%
Beta <sup>2</sup>	3.1%	2.9%	0.2%
Correlation	19.2%	19.5%	-0.3%
Yield <sup>3</sup>	3.50%	3.50%	0.00%
ETF Holdings	21	21	0
Volatility <sup>4</sup>	5.96%	5.94%	0.02%
CAD	1.3418	1.3407	0.1%

### Performance Metrics

Total Return	Net	Gross	Up/Downside <sup>5</sup>	
YTD	2.32%	2.67%	Upside	27%
Prev. Month	0.84%	1.00%	Down	21%
Prev. Quarter	2.25%	2.73%	Mths Up	39
Prev. Year	4.11%	6.03%	Mths Dn	19
Annualized SI	3.11%	5.03%		
Sharpe Ratio	0.84			

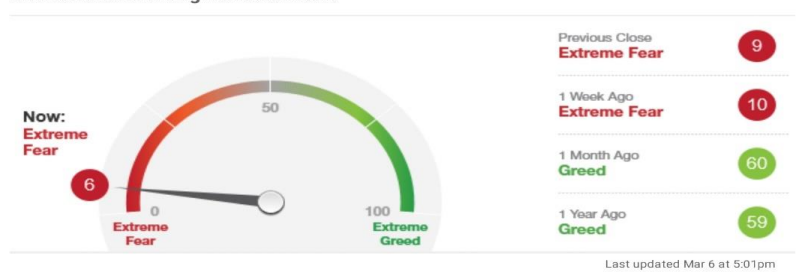
### Top Holdings

Ticker	Name	Position
ZPAY	BMO Premium Yield ETF	16.4%
ZST	BMO Ultra Short-Term Bond ETF	15.4%
EMLC	VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	12.4%
BWZ	SPDR Bloomberg Barclays Short Term International Treasury Bond ET	9.5%
BTAL	AGFIQ US Market Neutral Anti-Beta Fund	6.6%
QBTL	AGFIQ US Market Neutral Anti-Beta CAD-Hedged ETF	6.4%
ZTL	BMO Long-Term US Treasury Bond Index ETF	6.2%
ZGD	BMO Equal Weight Global Gold Index ETF	5.8%
FLOT	iShares Floating Rate Bond ETF	5.6%
ZPR	BMO Laddered Preferred Share Index ETF	3.9%
SHV	iShares Short Treasury Bond ETF	1.6%
XLE	Energy Select Sector SPDR Fund	1.6%
ZPH	BMO US Put Write Hedged to CAD ETF	1.3%
ZWU	BMO Covered Call Utilities ETF	1.1%
ZPW	BMO US Put Write ETF	1.1%
AMPL	Alerian MLP ETF	0.9%
ZWC	BMO Canadian High Dividend Covered Call ETF	0.9%
GLD	SPDR Gold Shares	0.7%
GDV	VanEck Vectors Gold Miners ETF	0.6%
ZUP	BMO US Preferred Share Index ETF	0.5%
ZRR	BMO Real Return Bond Index ETF	0.4%
<b>Total</b>		<b>98.7%</b>

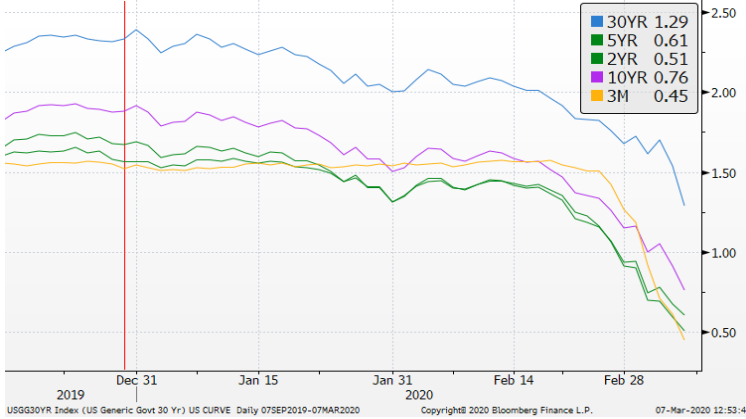


### Fear & Greed Index

What emotion is driving the market now?



## Chart(s) of The Week

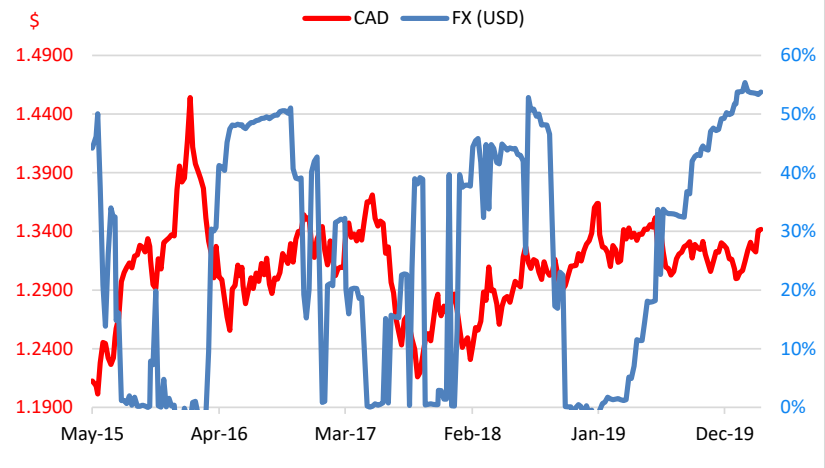
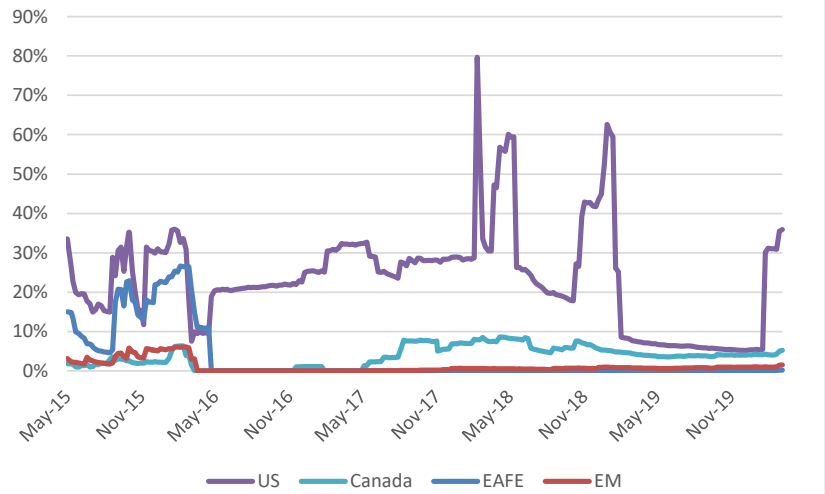


## Tactical Asset Allocation

Equity	US	Canada	EAFE	EM
03/06/20	35.9%	5.2%	0.2%	1.5%
02/28/20	35.5%	5.0%	0.2%	1.4%
Change	0.4%	0.2%	0.0%	0.1%

Bonds	Corp.	Govt.	Pref.	Cash	Duration
03/06/20	20.7%	30.4%	4.4%	1.2%	5.04
02/28/20	21.0%	30.2%	4.7%	1.6%	4.75
Change	-0.3%	0.3%	-0.3%	-0.4%	0.29

Sector	03/06/20	02/28/20	Change
Financials	1.34%	1.43%	-0.1%
Energy	3.55%	3.79%	-0.2%
Health Care	3.27%	3.49%	-0.2%
Technology	5.88%	6.46%	-0.6%
Industrials	2.14%	1.80%	0.3%
Discretionary	2.14%	1.76%	0.4%
Real Estate	0.21%	0.24%	0.0%
Staples	2.50%	2.44%	0.1%
Telecom	1.17%	1.18%	0.0%
Utilities	0.57%	0.57%	0.0%
Materials	6.76%	6.35%	0.4%
Government	30.42%	30.16%	0.3%
Corporate	20.70%	20.99%	-0.3%
C\$ Cash	12.77%	13.30%	-0.5%
U\$ Cash	-11.56%	-11.69%	0.1%
Preferred	4.42%	4.71%	-0.3%
Commodity	0.67%	0.64%	0.0%



This communication is intended for information purposes only. This update has been prepared by ETF Capital Management, the portfolio manager of BMO Tactical Balanced ETF Fund and represents their assessment at the time of publication. The views are subject to change without notice as markets change over time. The information contained herein is not, and should not be construed as, investment advice to any party. Investments should be evaluated relative to the individual's investment objectives and professional advice should be obtained with respect to any circumstance. The statistics provided in this presentation are based on information believed to be reliable, but BMO Investments Inc. cannot guarantee they are accurate or complete. BMO Global Asset Management is a brand name that comprises BMO Asset Management Inc., BMO Investments Inc., BMO Asset Management Inc. and BMO's specialized investment management firms. BMO Mutual Funds are offered by BMO Investments Inc., a financial services firm and separate legal entity from the Bank of Montreal. Commissions, management fees and expenses may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

1 Benchmark is the return of the targeted portfolio 60% global equities and 40% global bonds hedged to Canadian dollars; 2 Beta is a measure of how a fund responds to moves in the broader market. A beta of greater than 1.0 suggests that the fund is more volatile than the market, while a beta of less than 1.0 suggests that the fund is less volatile. 3 Yield is the most recent income received by the fund in the form of dividends, interest and other income annualized based on the payment frequency, divided by the current market value of the fund's investments. 4 Volatility is the annualized standard deviation which is a measure of risk. 5 Upside/Downside is a statistical measure of how much of the fund performance a manager captured during up-markets or down-markets. Typically, an investor would prefer a higher upside capture and lower downside capture. The time period presented is since inception. 6 Standard Deviation is a measure of risk that calculates the variation of a fund's performance around its average over a specific time period.

® "BMO (M-bar roundel)" is a registered trade-mark of Bank of Montreal, used under license. ETF Capital Management is a registered trade name of Quintessence Wealth, a Portfolio Manager, Investment Fund Manager and Exempt Market Dealer registered with the Canadian Securities Administrators.