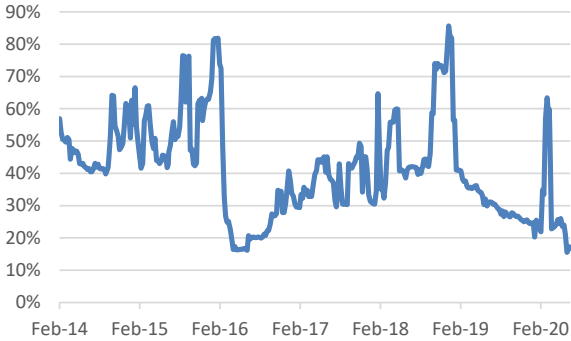


# BMO Tactical Dividend ETF Fund Highlights

Defense BETA SCORE Offense



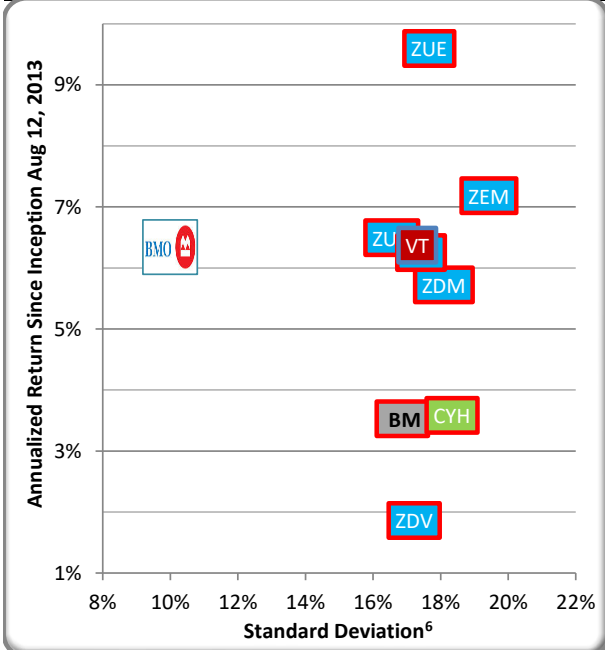
### Beta (risk) Metrics



As of: 07/03/20	07/03/20	06/30/20	Change
FX (USD)	45.9%	45.9%	0.0%
Beta <sup>2</sup>	16.8%	17.2%	-0.4%
Correlation	45.2%	45.5%	-0.2%
Yield <sup>3</sup>	5.05%	5.02%	0.03%
ETF Holdings	20	20	0
Volatility <sup>4</sup>	9.99%	10.00%	0.00%
CAD	1.3547	1.3576	-0.2%

### Performance Metrics

Total Return	Net	Gross	Upside/Downside <sup>5</sup>
YTD	-7.15%	-6.20%	Upside 44%
Previous Quarter	7.49%	7.97%	Downside 47%
Previous Year	-5.02%	-3.10%	Months Up 52
3-Year	0.76%	2.68%	Months Dn 27
5-Year	2.84%	4.76%	
Annualized SI	4.42%	6.34%	Sharpe Ratio 0.53



### Market Strategy (Risk Management)

**DEFENSE:** The current beta is 16.8% vs. the benchmark of 100.5% and down from 17.2% last week. Our top 3 positions versus the benchmark ETFs are performing extremely well this year. We continue to see this combination yielding more than 4% with very low risk overall. The beta has never been lower in the near 7 year history of the Tac Div Fund. Stands to reason that we are in the worst economic environment since the great depression. Frankly, there is not much more to say except to discuss how to we fix it. Printing money seems like the answer for now. Fed stopped printing a few weeks back (chart pg 2) and the markets have struggled ever since. The moral hazard issue is massive. The worst economic hit to the world will not end in a "V" but the central banks will try. High yield is grossly mispriced due to the Fed buying high yield ETFs. Staggeringly STUPID policy mistakes. We will have this moral hazard "Fed Put" issue to deal with for decades. STAGNATION is a huge problem for stocks and bonds. Maybe it's just me, but I care why something is moving not just that it's moving. And the WHY here is UGLY! Since Trump's ill timed tax cuts became law Jan 1, 2018 Gold and long bonds (TLT) have outperformed the S&P 500. Reversing those tax cuts will have a material impact on earnings, but could also mark the next top in gold and duration. Something to consider for early 2021.

### Top 20 Holdings

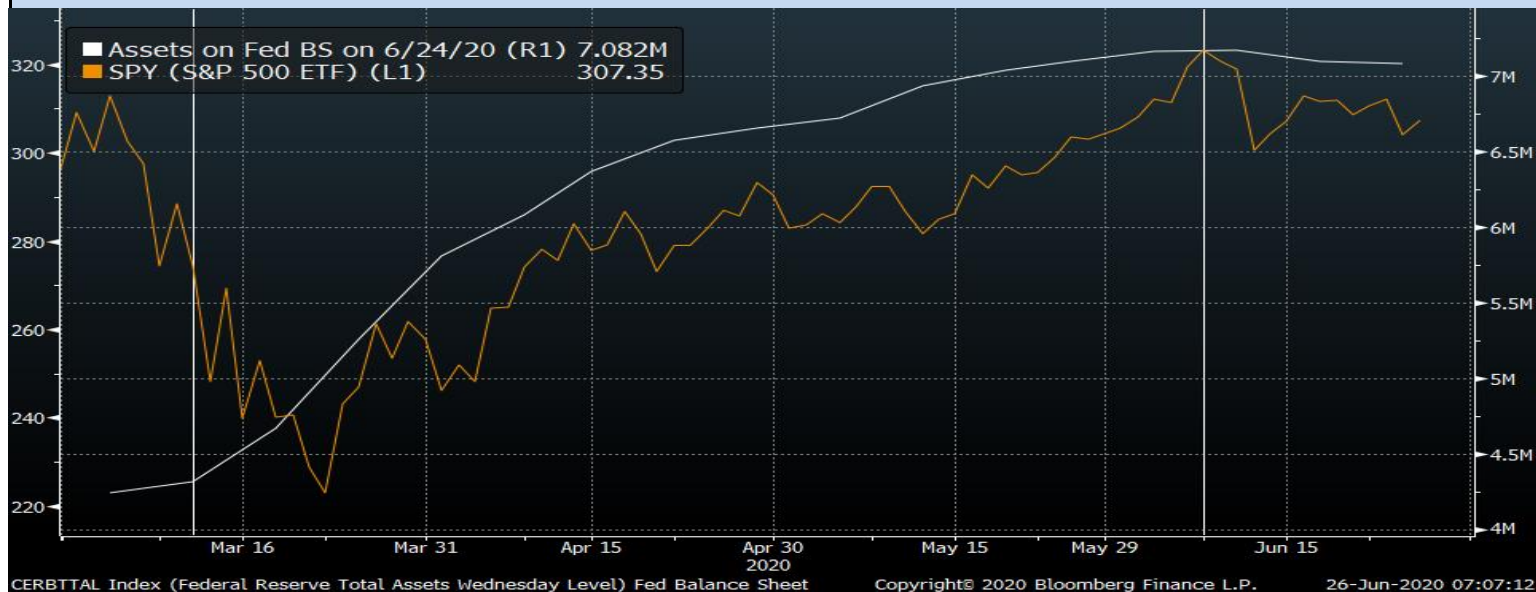
Ticker	Name	Position
ZGD	BMO Equal Weight Global Gold Index ETF	17.6%
ZPAY	BMO Premium Yield ETF	14.0%
EMLC	VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	12.8%
ZWE	BMO Europe High Dividend Covered Call Hedged to CAD ETF	9.3%
ZWU	BMO Covered Call Utilities ETF	7.8%
AMLPL	Alerian MLP ETF	4.3%
ZPR	BMO Laddered Preferred Share Index ETF	3.5%
XLE	Energy Select Sector SPDR Fund	3.5%
EDIV	SPDR S&P Emerging Markets Dividend ETF	3.1%
SPY 12	SPDR S&P 500 ETF Trust SPY 12/18/20 P309	3.1%
DXJ	WisdomTree Japan Hedged Equity Fund	3.0%
ZDH	BMO International Dividend Hedged to CAD ETF	2.6%
EWUS	iShares MSCI United Kingdom Small-Cap ETF	2.3%
GLD	SPDR Gold Shares	2.2%
ZST	BMO Ultra Short-Term Bond ETF	2.0%
ZWC	BMO Canadian High Dividend Covered Call ETF	1.7%
DGS	WisdomTree Emerging Markets SmallCap Dividend Fund	1.3%
ZMT	BMO Equal Weight Global Base Metals Hedged to CAD Index ETF	1.1%
DVYE	iShares Emerging Markets Dividend ETF	1.0%
SPY 12	SPDR S&P 500 ETF Trust SPY 12/18/20 C309	-2.4%
<b>Total</b>		<b>93.6%</b>



Fund Codes:

Advisor BMO99734; Low Load BMO98734; F-Class BMO95734; F6 BMO36734; ETF ZZZD; No Load Retail: BMO70734

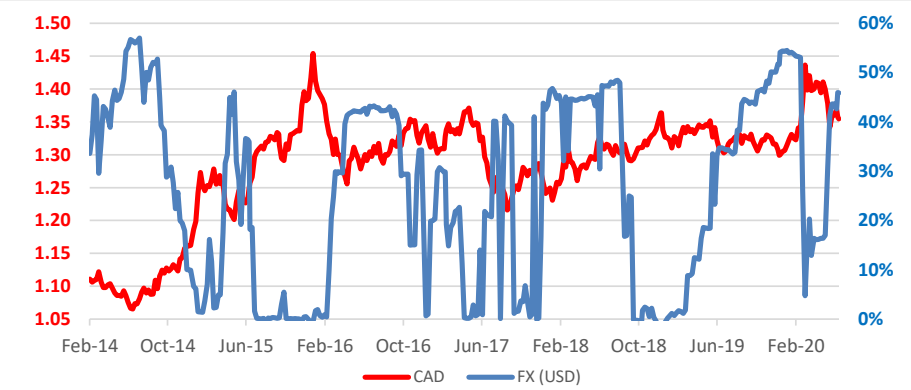
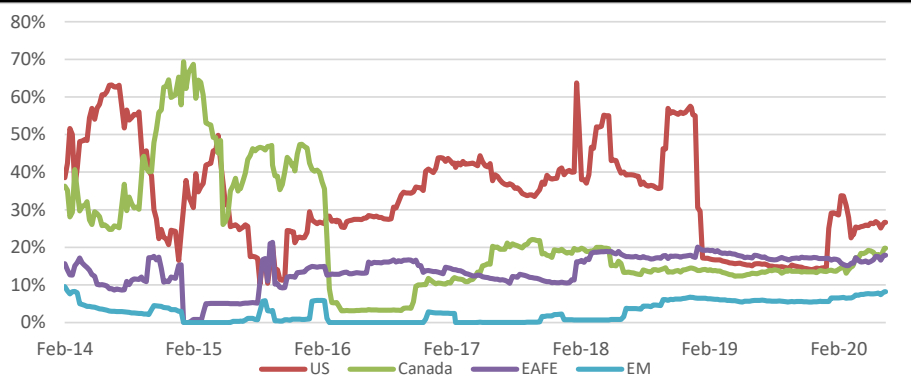
## Chart(s) of The Week



## Tactical Asset Allocation

Equity	US	Canada	EAFE	EM
07/03/20	26.6%	19.7%	17.9%	8.2%
06/30/20	26.6%	19.8%	17.9%	8.2%
Change	0.0%	0.0%	0.0%	0.0%

Sector	07/03/20	06/30/20	Change
Financials	5.81%	5.82%	0.0%
Energy	11.84%	11.85%	0.0%
Health Care	4.58%	4.58%	0.0%
Technology	6.38%	6.39%	0.0%
Industrials	4.95%	4.96%	0.0%
Discretionary	4.58%	4.59%	0.0%
Real Estate	1.04%	1.05%	0.0%
Staples	4.45%	4.45%	0.0%
Telecom	4.07%	4.07%	0.0%
Utilities	4.66%	4.65%	0.0%
Materials	20.75%	20.83%	-0.1%
Government	12.36%	12.29%	0.1%
Corporate	2.47%	2.46%	0.0%
C\$ Cash	10.99%	10.94%	0.0%
U\$ Cash	-4.62%	-4.60%	0.0%
Preferred	3.52%	3.49%	0.0%
Commodity	2.18%	2.17%	0.0%



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1 The benchmark is the return of the targeted portfolio. As of Jan 1, 2017, the target portfolio is 80% (CYH) and 20% (ZDV); 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.