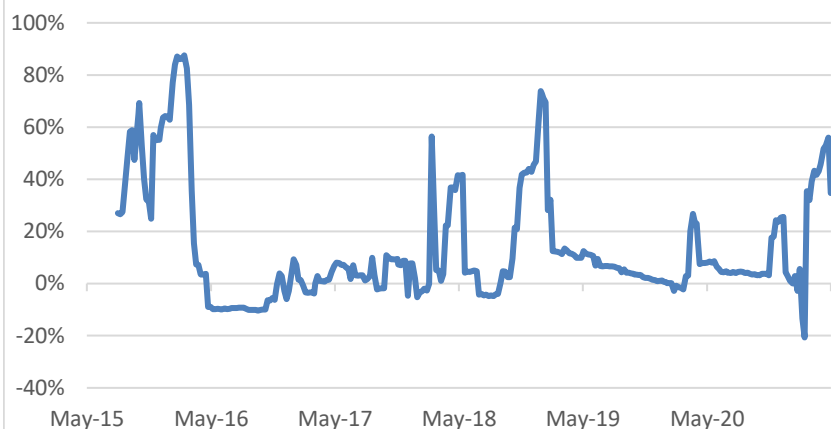


BMO Tactical Balanced ETF Fund Highlights

Defense Core Beta: 61.7% Offense



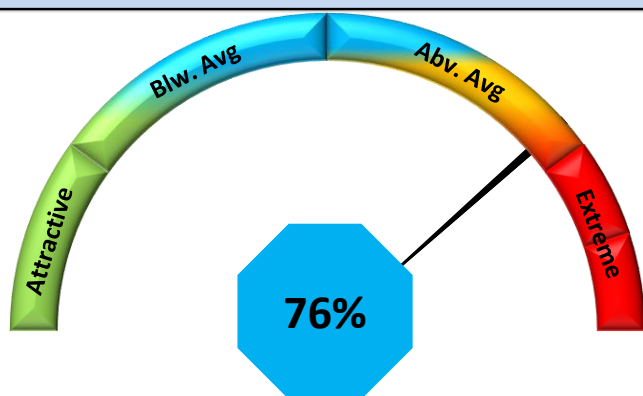
Net Beta (Core - Protection): 34.7%



Market Strategy (Risk Management)

High Protection: The current core beta is 61.7% vs. the benchmark of 58.6% down from 63.1% last week. The current degree of beta protection is about -27%. We made a few adjustments last week. We moved the equity beta down to a very low 20%. We cut duration to 2.3 from 9.8 selling the TLT position. The May 3 UST refunding announcement likely shows a need of \$1-2T for the next few quarters. The expectation was for the TGA to run down to 500B by June. Follow <https://fred.stlouisfed.org/series/WTREGEN> shows it's at 968B down from 1.9T at the Feb announcement. That \$1T draw is partial payment for the 900B+1.9T stimulus packages. The non-stimulus deficit is running at \$1T. So not including the \$4T more to come later this year, there is about \$2T that needs to be funded. The Fed is buying another \$640B (no taper). That's a big hole that will likely require another 25-50bps long-end yield concession to get digested by markets. Powell was asked about equities being frothy last week <https://www.bloomberg.com/news/articles/2021-04-28/powell-breaks-out-the-froth-word-when-asked-about-markets> Add this all up and we cut duration and added buffer protection to the equity exposure to minimum levels. We also added back EAFE currency exposure selling ZDM for ZEA and reduced energy exposure

PRO EYES Macro Risk Model



RISK MANAGEMENT: When the PRO EYES indicator is at elevated levels (above 75%), as it is now, we will have higher degree of beta protection on the portfolio. We increased protection April 29th to lower the overall risk levels in the portfolio by half. Details of the factors driving the model can be seen on the link.

[PRO-EYES - Berman's Call](#)

Top Holdings

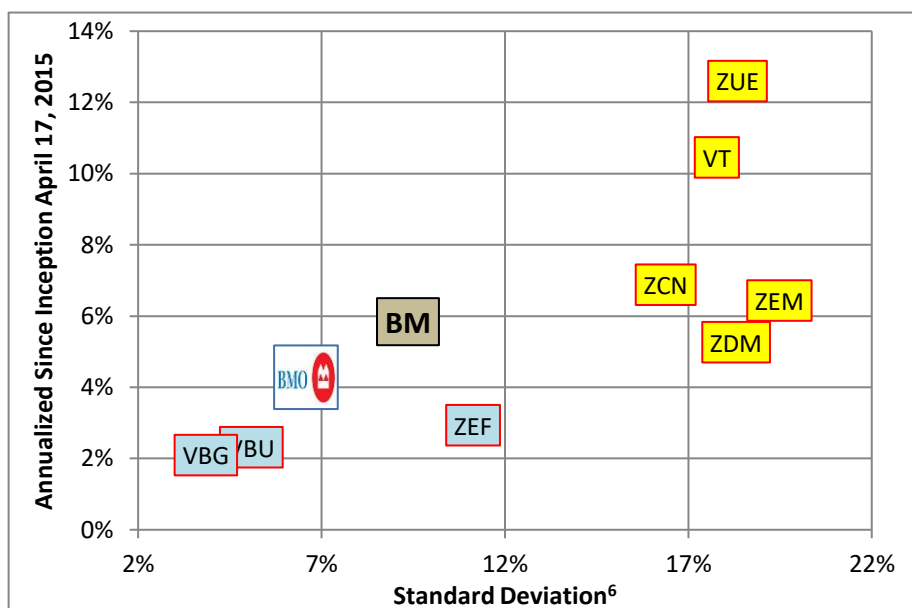
Ticker	Name	Position
ZUE	BMO S&P 500 Hedged to CAD Index ETF	29.9%
ZEA	BMO MSCI EAFE Index ETF	28.9%
ZGD	BMO Equal Weight Global Gold Index ETF	9.3%
EMLC	VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	8.0%
ZEM	BMO MSCI Emerging Markets Index ETF	3.1%
ZMT	BMO Equal Weight Global Base Metals Hedged to CAD Index ET	1.4%
XLE	Energy Select Sector SPDR Fund	1.2%
ZUS/U	BMO Ultra Short-Term US Bond ETF	0.9%
ZPR	BMO Laddered Preferred Share Index ETF	0.9%
ZCLN	BMO Clean Energy Index ETF	0.6%
ZUP	BMO US Preferred Share Index ETF	0.5%
ZRR	BMO Real Return Bond Index ETF	0.4%
CIBR	First Trust NASDAQ Cybersecurity ETF	0.3%
EWZ	iShares MSCI Brazil ETF	0.3%
HMMJ	Horizons Marijuana Life Sciences Index ETF	0.3%
EWU	iShares MSCI United Kingdom ETF	0.1%

As of: 04/30/21	04/30/21	04/23/21	Change
FX (USD)	28.8%	28.8%	0.0%
Beta ²	61.7%	63.1%	-1.3%
Protection	-27.1%	-7.1%	-19.9%
Correlation	63.9%	68.8%	-5.0%
Yield ³	1.97%	1.96%	0.01%
ETF Holdings	18	21	-3
Volatility ⁴	6.58%	6.58%	0.00%
CAD	1.2287	1.2476	-1.5%

Performance Metrics

Total Return	Net	Gross	Up/Downside ⁵	
YTD	-1.63%	-1.01%	Upside	10%
Prev. Month	2.08%	2.24%	Down	7%
Prev. Quarter	-0.97%	-0.49%	Mths Up	45
Prev. Year	0.24%	2.16%	Mths Dn	27
Annualized SI	2.36%	4.28%		
Sharpe Ratio	0.65			

Fund Codes: Advisor BMO99222; Low Load BMO98222; F-Class BMO95222; No Load Retail: BMO70222



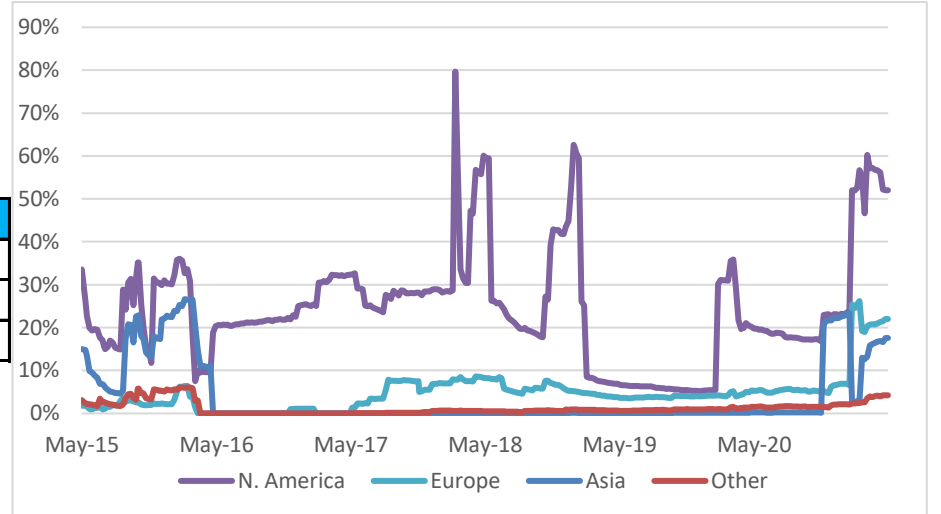
Chart(s) of The Week



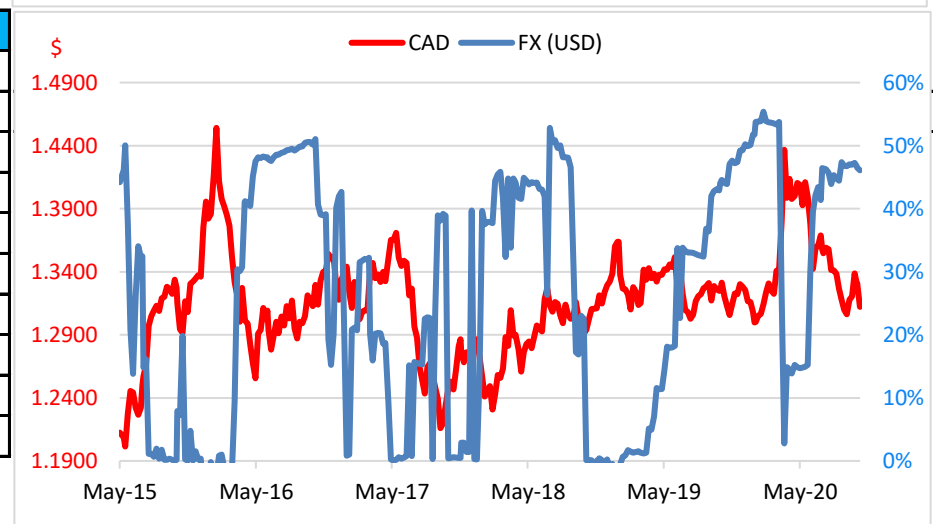
Tactical Asset Allocation

Equity	N. America	Europe	Asia	Other
04/30/21	43.3%	22.1%	17.5%	4.2%
04/23/21	52.0%	22.0%	17.6%	4.3%
Change	-8.7%	0.2%	0.0%	-0.1%

Bonds	Corp.	Govt.	Pref.	Cash	Duration
04/30/21	1.2%	8.1%	1.3%	12.1%	2.32
04/23/21	1.2%	16.2%	1.3%	3.5%	9.76
Change	0.0%	-8.2%	0.0%	8.6%	-7.44



Sector	04/30/21	04/23/21	Change	BM	O/U
Basic Materials	13.7%	14.0%	-0.4%	3.0%	10.7%
Communications	7.6%	7.4%	0.2%	8.6%	-0.9%
Consumer, Cyclical	7.3%	7.4%	0.0%	7.1%	0.3%
Consumer, Non-cyclical	14.2%	14.1%	0.1%	13.0%	1.2%
Energy	3.8%	4.5%	-0.7%	2.8%	1.0%
Financial	12.8%	12.5%	0.3%	16.6%	-3.9%
Government	8.3%	16.5%	-8.2%	25.9%	-17.5%
Industrial	7.2%	7.2%	0.1%	7.1%	0.1%
Technology	9.7%	9.7%	0.0%	10.1%	-0.4%
Utilities	2.5%	2.6%	-0.1%	4.1%	-1.7%



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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.

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