



BMO Tactical Dividend ETF Fund Highlights

Core Tactical/Strategic Portfolio Outlook/Adjustments

Last week we trimmed ZDY (US dividends) vs. ZDI (International Dividends). We continue to see far better value globally. Weakness in the coming weeks to months will see us increase exposure globally.

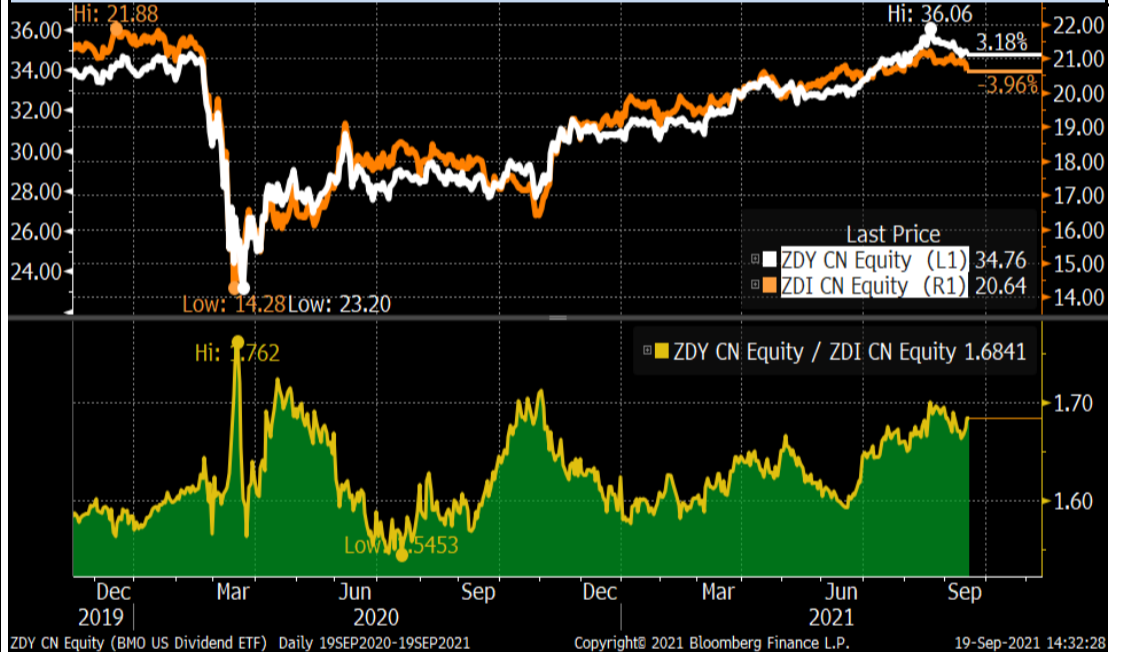
Top Holdings

Ticker	Name	Position
ZDI	BMO International Dividend ETF	27.2%
ZWP	BMO Europe High Dividend Covered Call ETF	18.1%
ZPAY	BMO Premium Yield ETF	17.9%
ZGD	BMO Equal Weight Global Gold Index ETF	8.2%
EDIV	SPDR S&P Emerging Markets Dividend ETF	7.4%
ZWU	BMO Covered Call Utilities ETF	6.5%
DEM	WisdomTree Emerging Markets High Dividend Fund	3.9%
ZDY	BMO US Dividend ETF	3.8%
DVYE	iShares Emerging Markets Dividend ETF	3.0%
DGS	Wisdom Tree Trust - WisdomTree Emerging Markets SmallCap Dividen	2.9%
ZWK	BMO Covered Call US Banks ETF	1.1%

Macro Market Strategy

A strong US dollar has tended to hurt the total return of foreign holdings (EAFE, EM) where we are overweight. Tactically that has hurt, but we do see a weaker dollar in the future with twin deficits monetized by the Fed leading to a weaker dollar. Tactically, stay at home big tech has boosted the US market far more than others while reopening (commodity) tends to benefit foreign markets more. Delta has hurt the trade, but it's not over. We expect new highs in reopening stocks into 2022 with large cap tech underperforming.

Chart of the Week



PRO-EYES - Berman's Call

Risk Level High

The current core portfolio beta is 71.7% The current degree of beta protection is about -40%.

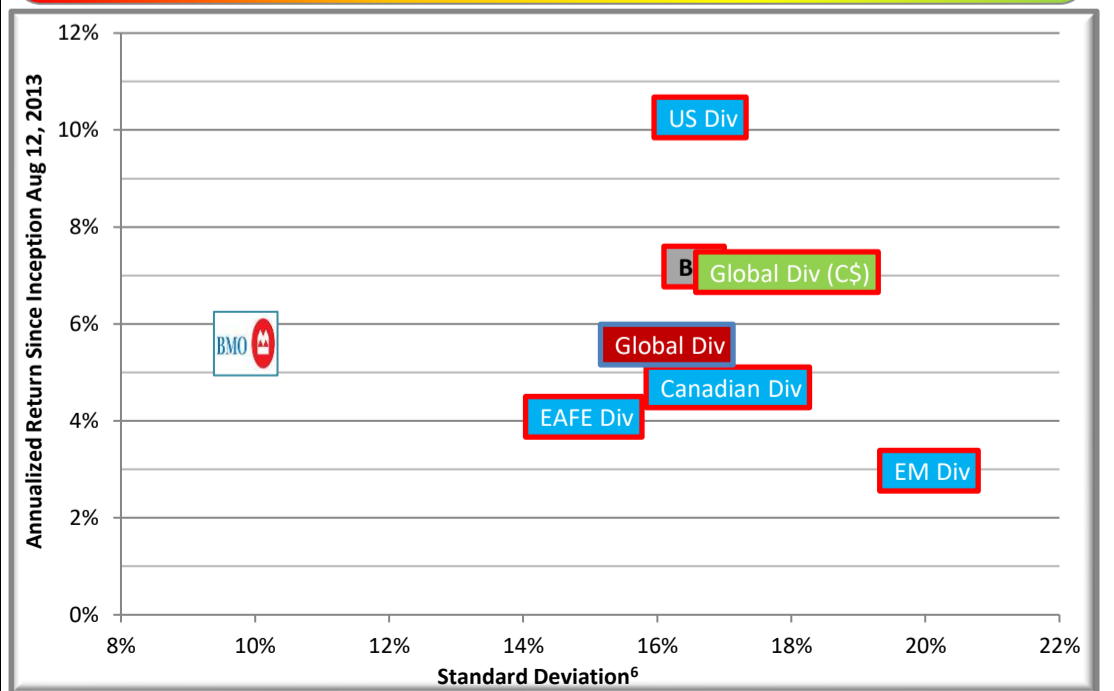
When the PRO EYES indicator is at elevated levels (above 75%), as it is recently hit, we will have higher degree of beta protection on the portfolio. Historically, corrections that follow have a median of 7.3% and an average of 11.1% over the past 20 years. We have our downside hedge on the S&P 500 in place from 4200-3750 with a covered call at 4400 through Sept 30th. This is a tactical hedge and is actively adjusted as opportunities develop. For details of the [PRO-EYES-Berman's Call](#) Tactical Risk Models click link above.

Performance Metrics (A-Series) as of (09/17/21)

Total Return	Net	Gross	Upside/Downside ⁵	
YTD	3.61%	4.93%	Upside	26%
Previous Quarter	0.27%	0.75%	Downside	47%
Previous Year	-0.98%	0.94%	Months Up	64
3-Year	-1.11%	0.81%	Months Dn	32
5-Year	2.16%	4.08%		
Ann. SI (08/12/13)	3.67%	5.59%	Sharpe Ratio	0.47

Fund Codes: No Load Retail: BMO70734

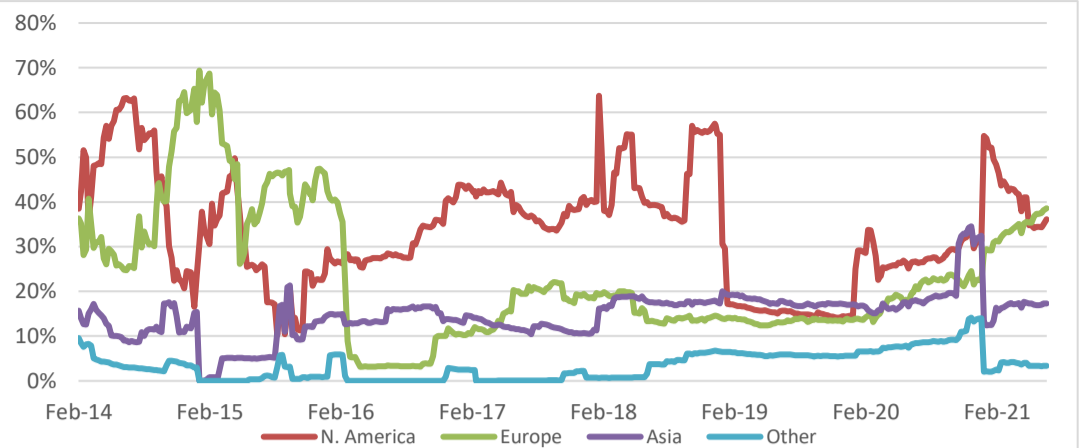
Defense Core Beta: 71.7% Offense



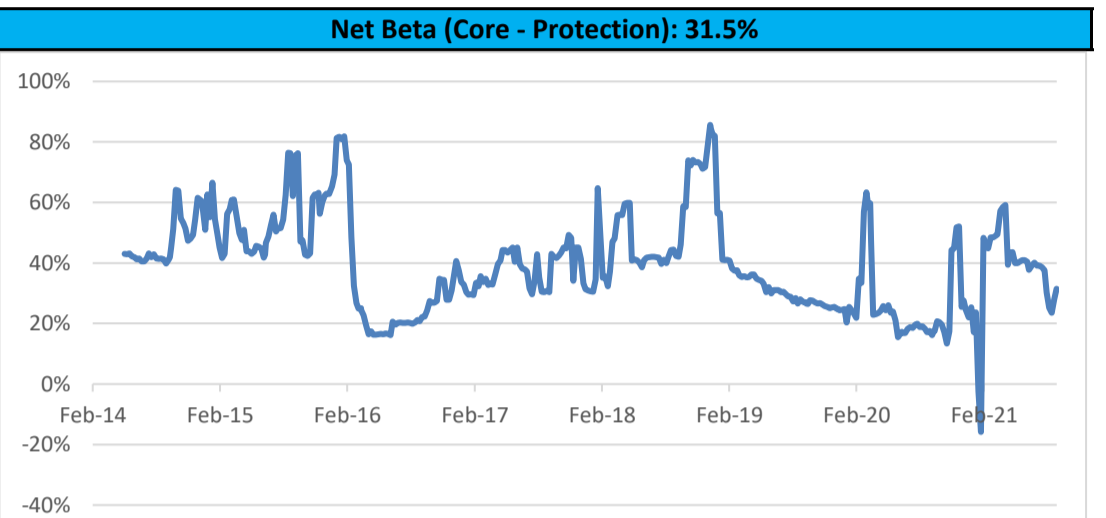
Advisor/Broker Use Only

Tactical Asset Allocation

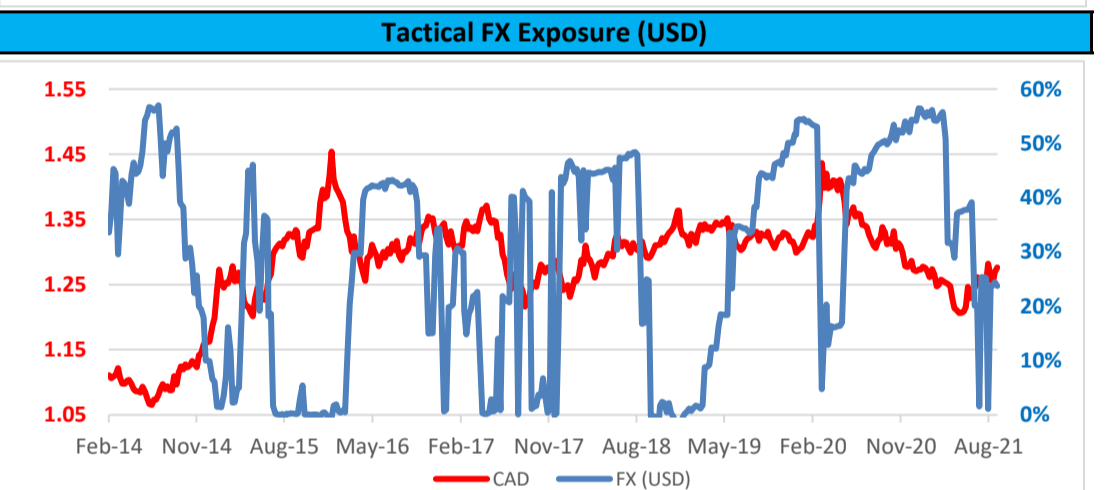
Equity	N. America	Europe	Asia	Other
09/17/21	36.5%	41.1%	19.2%	3.1%
09/10/21	37.4%	41.3%	18.9%	3.2%
Change	-0.9%	-0.2%	0.3%	0.0%
Benchmark	68.2%	17.5%	12.4%	1.9%



Sector	9/17/21	9/10/21	Change	BM
Basic Materials	13.25%	13.47%	-0.2%	7.5%
Communications	7.99%	8.04%	-0.1%	9.2%
Consumer, Cyclical	8.07%	8.01%	0.1%	4.7%
Consumer, Non-cyclical	21.64%	21.93%	-0.3%	8.9%
Energy	3.59%	3.44%	0.2%	9.7%
Financial	19.94%	20.19%	-0.2%	30.1%
Industrial	9.52%	9.46%	0.1%	0.0%
Technology	6.77%	6.77%	0.0%	2.5%
Utilities	8.48%	8.69%	-0.2%	0.0%



As of: 09/17/21	09/17/21	09/10/21	Change
FX (USD)	23.7%	24.4%	-0.7%
Beta ²	71.7%	72.4%	-0.7%
Protection	-40.2%	-44.4%	4.2%
Correlation	97.4%	97.8%	-0.4%
Yield ³	4.62%	4.60%	0.02%
ETF Holdings	12	12	0
Volatility ⁴	9.87%	9.89%	-0.03%
CAD	1.2764	1.2692	0.6%



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