



BMO Tactical Global Growth ETF Fund

Core Tactical/Strategic Portfolio Outlook/Adjustments

The eurodollar curve shows aggressive tightening into mid 2023 followed by an easing cycle. This means the money market sees a recession. The stock market multiple clearly does not. Which market is correct? The chart of the week shows the movement in the curve over the past month. Another 100 bps of tightening has been priced into money market curve. At the same time the stock market has ripped higher. Seems one says recession and other says no worries. We did not make any sector/factor trades last week as we are already positioned towards value and late cycle exposure.

Top Holdings

Ticker	Name	Position
ZEA	BMO MSCI EAFE Index ETF	19.2%
RSP	Invesco S&P 500 Equal Weight ETF	17.6%
ZUE	BMO S&P 500 Hedged to CAD Index ETF	13.4%
ZEM	BMO MSCI Emerging Markets Index ETF	7.3%
FLGB	Franklin FTSE United Kingdom ETF	5.7%
GDJ	VanEck Gold Miners ETF/USA	4.6%
KWEB	KraneShares CSI China Internet ETF	3.6%
URA	Global X Uranium ETF	3.4%
FLJH	Franklin FTSE Japan Hedged ETF	3.2%
ZMT	BMO Equal Weight Global Base Metals Hedged to CAD Index ETF	2.6%
MJ	ETFMG Alternative Harvest ETF	2.5%
ZCLN	BMO Clean Energy Index ETF	2.2%
PAVE	Global X US Infrastructure Development ETF	2.2%
FLIN	Franklin FTSE India ETF	2.0%
VNM	VanEck Vietnam ETF	2.0%
KBA	KraneShares Boserer MSCI China A 50 Connect Index ETF	1.9%
FLBR	Franklin FTSE Brazil ETF	1.6%
FLKR	Franklin FTSE South Korea ETF	0.9%
EIDO	iShares MSCI Indonesia ETF	0.9%
FLMX	Franklin FTSE Mexico ETF	0.7%

Macro Market Strategy

The rally back up to resistance zones has us adding back some volatility protection to the portfolio. We look to add more on strength and reduce on weakness. We think this is a very two-way market for the next few months. Once QT starts, we would be more concerned that equity risk premiums will rise and multiples will contract. For now, the FOMC tells us they have the tools to navigate a soft landing and the market believes them. The risk of a policy mistake is significant. But positions got very defensive and so market was capable of recovering some of the damage. The Street narrative has turned very hawkish recognizing how far the FOMC is behind the curve. The eurodollar curve shows aggressive tightening into mid 2023 followed by an easing cycle. This means the money market sees a recession. The stock market multiple clearly does not. Which market is correct?

Chart of the Week



PRO-EYES - Berman's Call

Risk Level **Medium**

The core portfolio beta is 93.6%. The degree of delta protection is -26% while the value of beta protection is 49%.

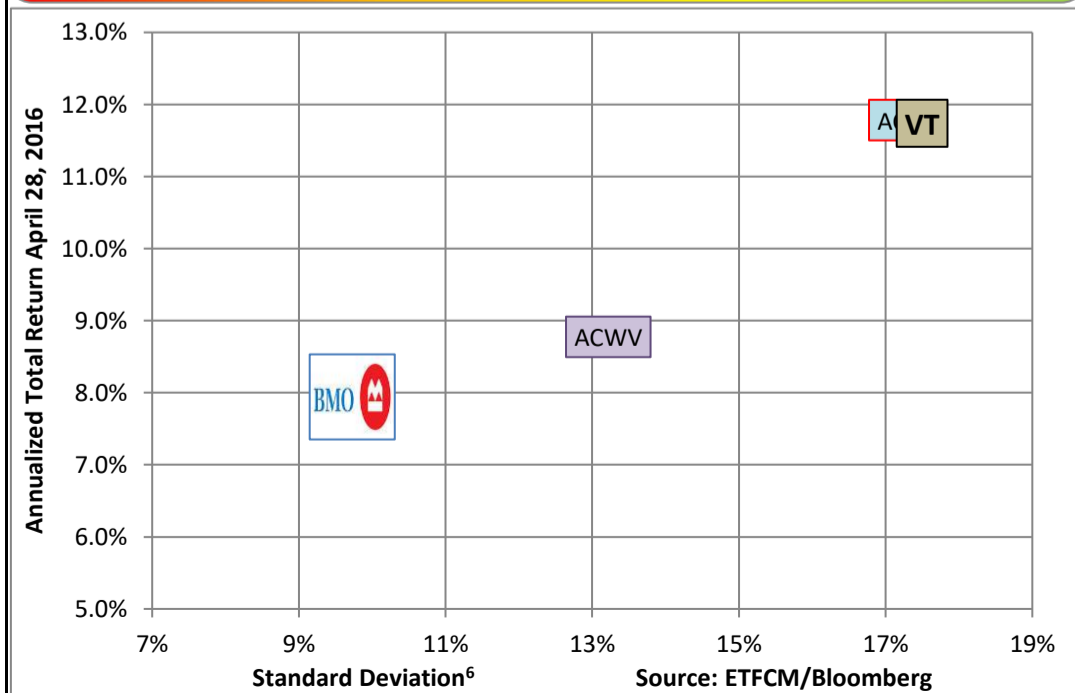
The tactical PRO-EYES factor has moved off the most oversold since the extremes of COVID, but the big picture suggests end of cycle risks which means rallies should be sold and the market can offer good two-way trade opportunities. Increase the tactical focus and bring out the end of cycle playbook until inflation cools and there is visibility to the end of the rate hike cycle. Forward money market curves suggest easing in 2024 and beyond. The next year or two will likely be extremely choppy.

Defense Core Portfolio Beta: 93.6% Offense



Performance Metrics (A-Series) as of (04/08/22)

Total Return	Net	Gross	Upside/Downside ⁵	
YTD	2.22%	2.72%	Upside	20%
Prev. Qtr.	2.73%	3.20%	Downside	28%
Prev. Year	6.56%	8.48%	Months Up	51
Since Inception	41.80%	52.70%	Months Dn	19
Ann. SI (04/28/16)	6.02%	7.94%		
Sharpe Ratio		0.82		



Fund Codes: No Load Retail: BMO70762

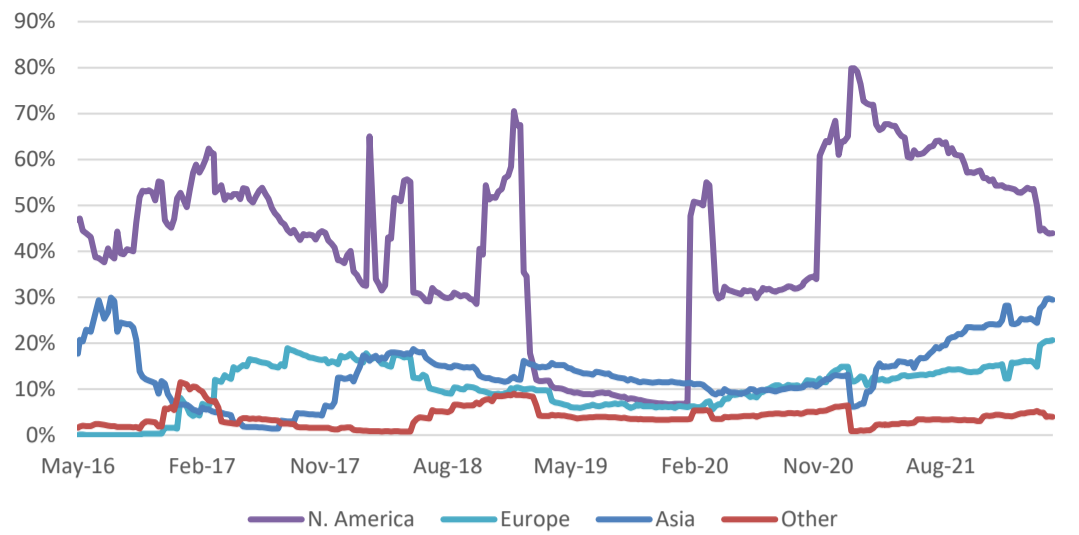
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Tactical Asset Allocation

Equity	N. America	Europe	Asia	Other
04/08/22	43.9%	20.7%	29.5%	4.0%
03/31/22	43.8%	20.5%	29.7%	4.0%
Change	0.1%	0.2%	-0.2%	0.0%

Sector	04/08/22	03/31/22	Change	BM
Basic Materials	14.42%	14.20%	0.2%	4.4%
Communications	8.96%	9.10%	-0.1%	11.7%
Consumer, Cyclical	9.84%	9.78%	0.1%	10.8%
Consumer, Non-cyclical	18.93%	18.60%	0.3%	19.0%
Energy	5.32%	5.29%	0.0%	4.2%
Financial	16.04%	16.05%	0.0%	19.0%
Government	0.03%	0.02%	0.0%	19.0%
Industrial	11.05%	11.40%	-0.4%	10.2%
Technology	9.28%	9.51%	-0.2%	17.9%
Utilities	4.08%	3.96%	0.1%	2.7%

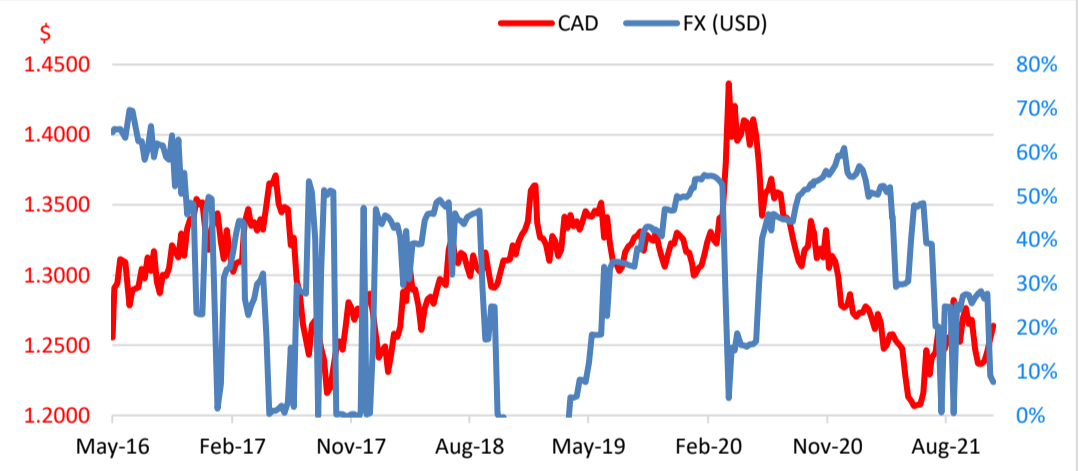
As of: Apr 8 2022	04/08/22	03/31/22	Change
FX (USD)	9.8%	10.2%	-0.4%
Beta ²	93.6%	92.7%	0.9%
Protection (Delta)	-26.4%	-26.6%	0.1%
Correlation	73.9%	75.7%	-1.8%
Yield ³	2.37%	2.33%	0.04%
ETF Holdings	21	22	-1
Volatility ⁴	9.73%	9.70%	0.03%
CAD	1.2572	1.2518	0.4%



Net Beta (Core - Protection): 67.2%



Tactical FX Exposure (USD)



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