



## BMO Tactical Dividend ETF Fund Highlights

Core Tactical/Strategic Portfolio Outlook/Adjustm	ents
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We believe the US economy is heading for a hard landing and odds of a break of the 2022 lows has increased. We do not believe equity market risk is being appropriately priced. We are defensively positioned with overweights in international markets that are likely going to correct less in our scenario.

Top Holdings					
Ticker	Name	Position			
ZDH	BMO International Dividend Hedged to CAD ETF	26.7%			
ZWU	BMO Covered Call Utilities ETF	20.3%			
ZWE	BMO Europe High Dividend Covered Call Hedged to CAD ETF	13.6%			
ZPAY	BMO Premium Yield ETF	10.4%			
EDIV	SPDR S&P Emerging Markets Dividend ETF	10.2%			
DEM	WisdomTree Emerging Markets High Dividend Fund	10.0%			
DGS	Wisdom Tree Trust - WisdomTree Emerging Markets SmallCap Dividen	3.9%			
DVYE	iShares Emerging Markets Dividend ETF	3.0%			

## **Macro Market Strategy**

We think this is a very two-way market for the next few quarters with a bearish tilt. QT should start to weigh on risk premiums going forward, but there is massive cash balances sitting in the RRP to offset a significant impact. The FOMC's more aggressive path (higher for longer) is not facing some systemic risks as the rapid rate hikes that have impacted bank balance sheets have tightened financial conditions. The FOMC message this week will be critical. We expect a 25 bps rate hike and a commitment to fight inflation while recognizing the tighter financial conditions they are seeing in banking. Would be hard to go from a near certainty of 50 bps pre SIVB to no rate hike. The market based pricing has a 60% odds of a 25 bps rate hike. Seems too low to be a credible inflation fighter.



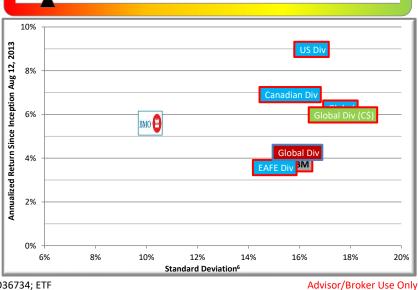
## PRO-EYES - Berman's Call

Risk Level Low

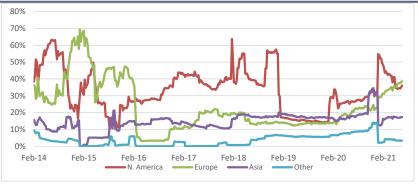
The core portfolio beta is 54.9%. The degree of delta protection is -57% while the value of beta protection is 5%. The weighted average cap is: 4400. The weighted average collar is: 4100. The weighted average floor is:

The tactical PRO-EYEs factor suggests that while some caution is still warranted on business cycle and valuation and that we are likely in a bear market cycle, the tactical component suggests lots of two-way opportunity is likely. The February and March weakness has moved the tactical component to oversold levels.

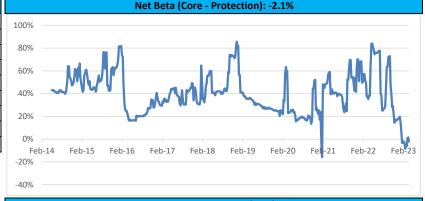
Total Return	Net	Gross	Upside/Dow	nside .	#	
YTD	6.82%	7.36%	Upside	19%	Annualized 5%	
Previous Quarter	2.89%	3.37%	Downside	34%	P 29	6
Previous Year	5.27%	7.19%	Months Up	69	⋖	$\vdash$
3-Year	2.83%	4.75%	Months Dn	46	09	, $oxedsymbol{oxedsymbol{oxedsymbol{eta}}}$
5-Year	1.40%	3.32%			07	6%
Ann. SI (08/12/13)	3.68%	5.60%	Sharpe Ratio	0.45		
Fund Codes: Advisor BMO99734; F-Class BMO95734; F6 BMO36734; ETF						ETF



				Tactic	al Asset Allocation
Equity	N. America	Europe	Asia	Other	80%
04/14/23	31.1%	33.8%	28.4%	4.9%	70%
04/06/23	31.4%	33.4%	28.5%	4.7%	60%
Change	-0.2%	0.3%	-0.1%	0.2%	50%
Benchmark	67.5%	13.7%	14.7%	4.0%	1 N 1 /1.



Sector	4/14/23	4/06/23	Change	BM
Basic Materials	6.57%	6.40%	0.2%	10.5%
Communications	8.22%	8.13%	0.1%	7.4%
Consumer, Cyclical	8.07%	7.91%	0.2%	6.9%
Consumer, Non-cyclical	15.60%	15.58%	0.0%	7.9%
Energy	9.01%	8.98%	0.0%	10.1%
Financial	17.73%	17.59%	0.1%	26.5%
Industrial	8.29%	8.21%	0.1%	0.0%
Technology	8.48%	8.70%	-0.2%	2.5%
Utilities	15.69%	15.92%	-0.2%	18.9%



As of: 04/14/23	04/14/23	04/06/23	Change
FX (USD)	18.3%	18.1%	0.1%
Beta <sup>2</sup>	54.9%	54.9%	0.1%
Protection	-57.0%	-53.4%	-3.7%
Correlation	88.6%	88.8%	-0.2%
Yield <sup>3</sup>	5.90%	5.98%	-0.07%
ETF Holdings	8	8	0
Volatility <sup>4</sup>	10.15%	10.12%	0.04%
CAD	1.3374	1.3493	-0.9%



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