



# BMO Tactical Dividend ETF Fund Highlights

Top Holdings				
Ticker	Name	Position	Previous	Change
ZWU	BMO Covered Call Utilities ETF	18.5%	18.8%	-0.27%
ZWP	BMO Europe High Dividend Covered Call ETF	15.1%	14.8%	0.30%
ZWE	BMO Europe High Dividend Covered Call Hedged to CAD	15.1%	14.8%	0.22%
DEM	WisdomTree Emerging Markets High Dividend Fund	13.1%	12.8%	0.33%
ZPAY	BMO Premium Yield ETF	11.9%	11.7%	0.24%
DGS	Wisdom Tree Trust - WisdomTree Emerging Markets Sn	11.5%	11.2%	0.30%
ZWC	BMO Canadian High Dividend Covered Call ETF	10.2%	10.1%	0.06%
ZWEN	BMO Covered Call Energy ETF	3.1%	3.1%	0.02%
EDIV	SPDR S&P Emerging Markets Dividend ETF	1.2%	1.2%	0.03%
ZWHC	BMO Covered Call Health Care ETF	1.1%	1.0%	0.03%
ZWB	BMO Covered Call Canadian Banks ETF	0.7%	0.7%	0.01%

Exposures	2/9/2024	2/2/2024	Change
Basic Materials	6.16%	6.15%	0.0%
Communications	8.55%	8.89%	-0.3%
Consumer, Cyclical	8.14%	7.48%	0.7%
Consumer, Non-cyclical	17.39%	17.07%	0.3%
Energy	15.05%	14.79%	0.3%
Financial	19.75%	19.67%	0.1%
Industrial	5.92%	5.80%	0.1%
Technology	3.68%	3.62%	0.1%
Utilities	12.41%	12.72%	-0.3%
N. America	45.7%	45.5%	0.2%
Europe	32.0%	31.1%	0.9%
Asia	17.7%	17.8%	-0.1%
Other	6.0%	6.0%	0.0%
FX (USD)	23.1%	23.3%	-0.2%
Beta <sup>2</sup>	54.1%	53.0%	1.1%
Protection	-59.1%	-56.7%	-2.4%
Correlation	82.9%	81.7%	1.2%
Yield <sup>3</sup>	6.97%	6.9%	0.11%
ETF Holdings	9	9	0
Volatility <sup>4</sup>	9.83%	9.87%	-0.04%
CAD	1.3460	1.3463	0.0%

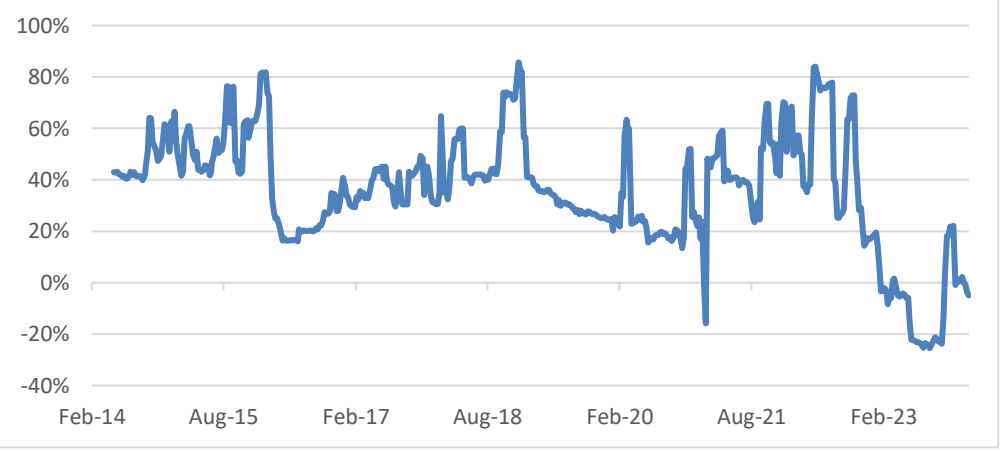
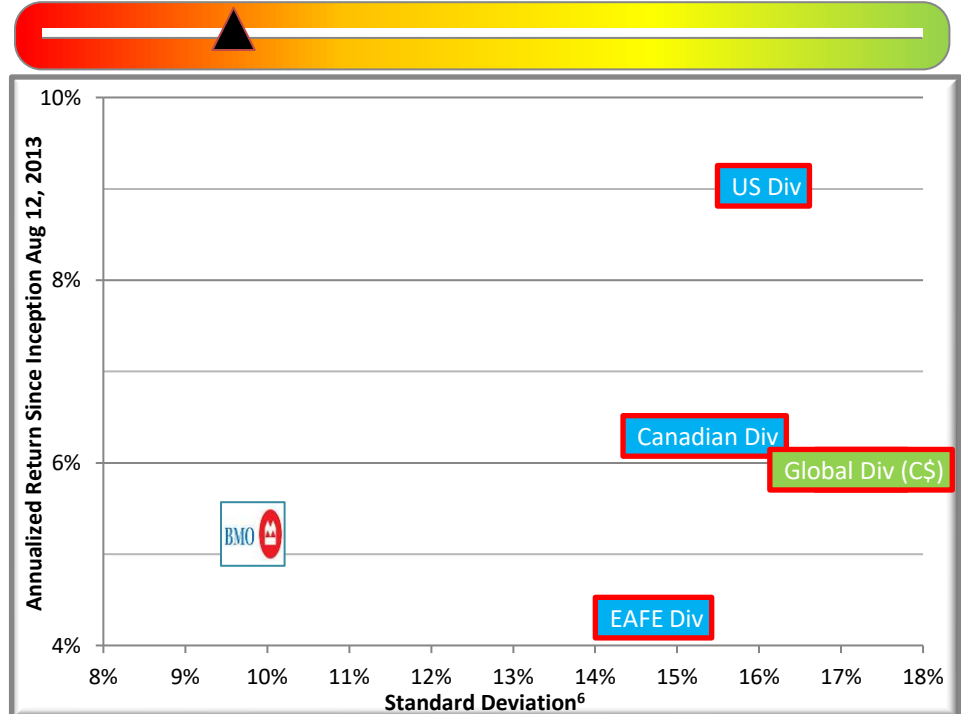
## Macro Market Strategy & Strategic Portfolio Outlook/Adjustments

The portfolio is in **RISK-OFF** mode: The FOMC pushed back on the easier financial conditions given how strong the economy was in Q4. The QRA also added some asset selling pressure this week as well given the significant financing needs. But all was trumped by AI and buyback news from META. **Last we made no trades.** We are looking to trim ZWU to add to growth ZWT exposure after a valuation correction. We are also looking to add to ZWEN, ZWB, and ZWHC on weakness.

Total Return	Net	Gross
YTD	-2.87%	-2.65%
Previous Quarter	-0.06%	0.42%
Previous Year	2.54%	4.46%
3-Year	2.89%	4.81%
5-Year	0.49%	2.41%
Ann. SI (08/12/13)	3.30%	5.22%
Sharpe Ratio		0.43

Upside/Downside <sup>5</sup>	
Upside	17%
Downside	47%
Months Up	75
Months Dn	49

Risk-Off
Core Portfolio Beta: 54.1%
Risk-On
Net Risk Level
Risk-Off

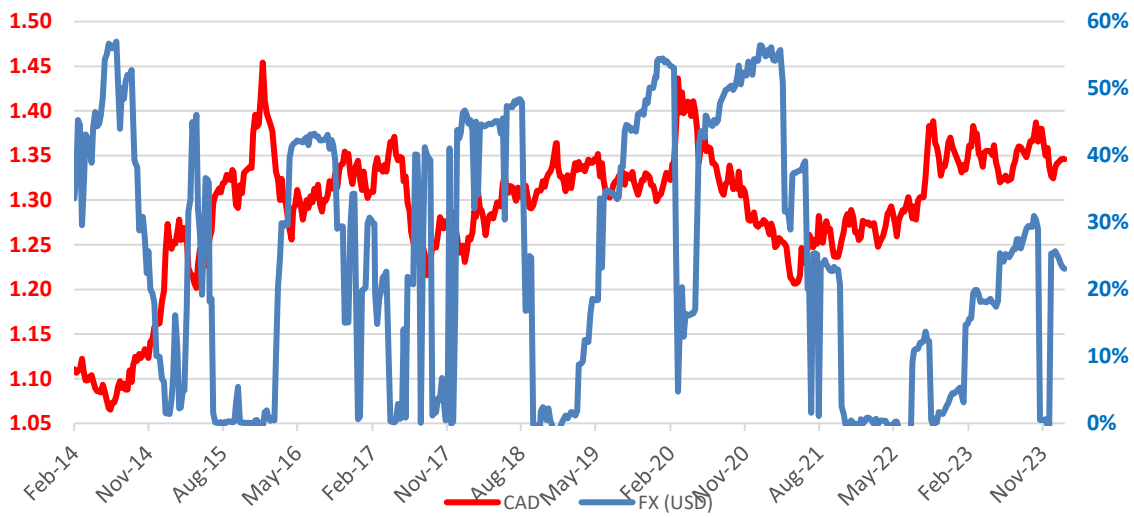


**PRO-EYEs Indicators**

The overall PRO-EYEs factors suggest that we are in a very high risk position and we should have maximum defense in portfolios. The core portfolio beta is 54.1%. The degree of delta protection is -59% while the value of beta protection is 0% of the portfolio. The weighted average cap is: 5200. The weighted average collar is: 4700. The weighted average floor is: 0.

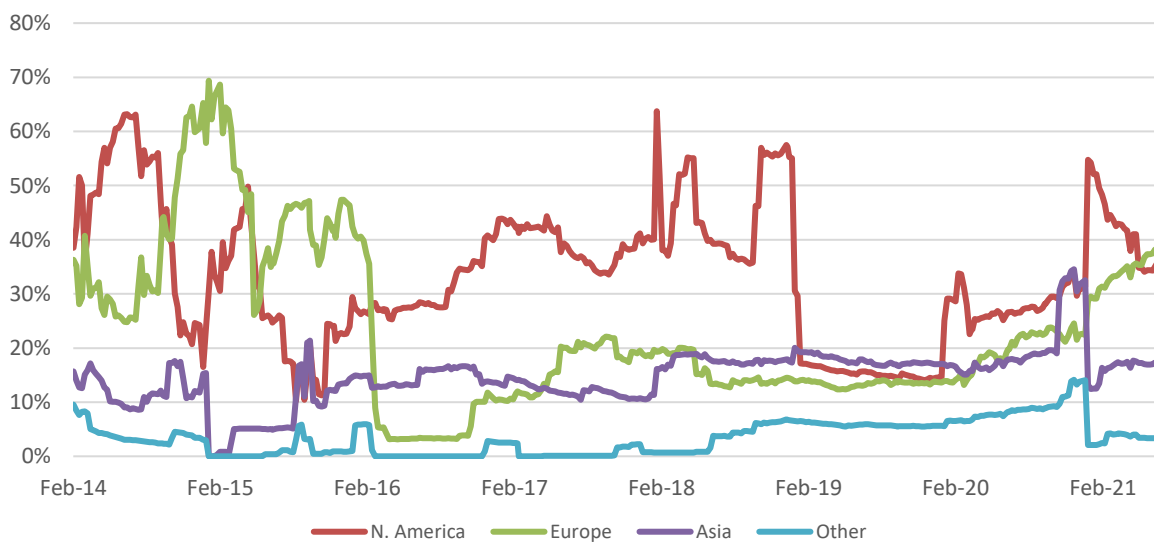
## Tactical Asset Allocation

### Tactical FX Exposure (USD): 23.1%



Generally in a risk-off mode we will have some or full exposure to the US Dollar and be hedged against EAFE and EM currencies (where possible). We currently have about half our non-US international exposure hedged, while we have about 25% exposure to the US Dollar.

### Tactical Regional Exposure



We have had a structural overweight exposure to the EAFE and EM that tend to be higher dividend yielders, though we are more positive on the US market for growth. Over time, we will tend to pick that up via technology covered call exposure (ZWT, ZPAY), which we are underweight now on valuation. We have been trimming EM exposure as got to be a very high overweight and we had achieved our valuation targets.

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