



BMO Tactical Global Growth ETF Fund

Core Tactical/Strategic Portfolio Outlook/Adjustments

The value and international tilts to the portfolio are helping so far in 2022. We expect there is a very high probability of a policy mistake from the Fed and we think the political pressure will be immense to curb inflation pressures before the mid-terms at the same time as not letting the stock market correct too much. It's easy to see the difficult situation for fighting inflation. Wages up, good for most, bad for margins and inflation. We did not make any adjustments to the portfolio last week. We have a bias to add more protection to the portfolio before the Jan 26th FOMC on earnings related strength.

Macro Market Strategy

The FOMC will now finish QE by March 2022. Talk of QT is on the horizon along with 6-8 rate hikes through 2023. Our chart of the week features both of the Fed's top inflation gauges. The terminal rate for OIS is in the 1.5% range and longer-term inflation swap is holding in the 2.5% range. If these breakout, the equity party is over. Let's hope the Fed keeps control. The equity market will likely test them at some point in the first half of 2022. We see a flat market in 2022 with elevated volatility for most of the year.

PRO-EYES - Berman's Call

Risk Level Medium

The current core portfolio beta is 97.0%. The current degree of beta protection is about -12%.

When the PRO EYES indicator is at elevated levels (above 75%), we will have a maximum hedge on the portfolio. When it's above 70% in the cautionary zone, we will have a partial hedge on the portfolio. Current readings are neutral. We are expecting that risk factors will increase in January as earnings expectations are improving and high market levels increase risk factors. For details of the [PRO-EYES-Berman's Call](#) Tactical Risk Models click link above.

Performance Metrics (A-Series) as of (01/14/22)

| Total Return | Net | Gross | Upside/Downside ⁵ | |
|---------------------------|--------|--------|------------------------------|-----|
| YTD | 0.06% | 0.13% | Upside | 19% |
| Prev. Qtr. | -0.53% | -0.05% | Downside | 29% |
| Prev. Year | 7.29% | 9.21% | Months Up | 50 |
| Since Inception | 38.81% | 49.28% | Months Dn | 17 |
| Ann. SI (04/28/16) | 5.88% | 7.80% | | |
| Sharpe Ratio | | 0.88 | | |

Fund Codes: Advisor BMO99762; F-Class BMO95762

Top Holdings

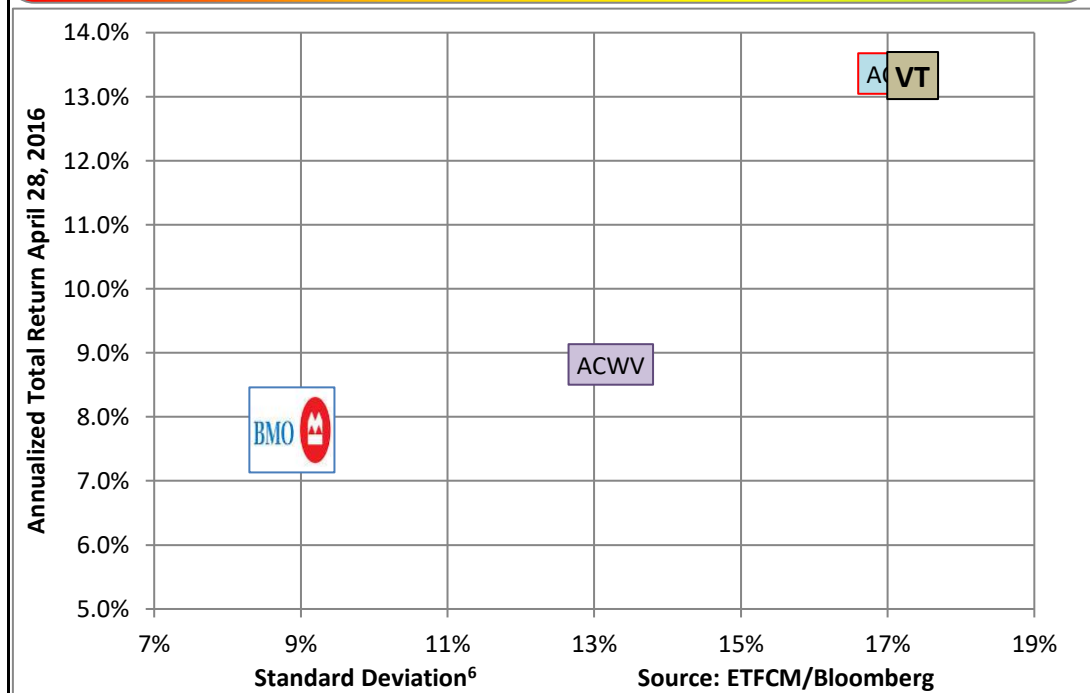
| Ticker | Name | Position |
|-------------|---|----------|
| RSP | Invesco S&P 500 Equal Weight ETF | 17.7% |
| ZUE | BMO S&P 500 Hedged to CAD Index ETF | 15.3% |
| GDX | VanEck Gold Miners ETF/USA | 7.0% |
| FLGB | Franklin FTSE United Kingdom ETF | 5.7% |
| ZDM | BMO MSCI EAFE Hedged to CAD Index ETF | 5.6% |
| ZEA | BMO MSCI EAFE Index ETF | 5.5% |
| ZEM | BMO MSCI Emerging Markets Index ETF | 5.5% |
| ZMT | BMO Equal Weight Global Base Metals Hedged to CAD Index ETF | 4.8% |
| XLE | Energy Select Sector SPDR Fund | 4.1% |
| FLJH | Franklin FTSE Japan Hedged ETF | 3.2% |
| URA | Global X Uranium ETF | 2.7% |
| FLBR | Franklin FTSE Brazil ETF | 2.4% |
| KWEB | KraneShares CSI China Internet ETF | 2.2% |
| PAVE | Global X US Infrastructure Development ETF | 2.2% |
| VNM | VanEck Vietnam ETF | 2.1% |
| FLIN | Franklin FTSE India ETF | 2.1% |
| KBA | KraneShares Bosera MSCI China A 50 Connect Index ETF | 2.0% |
| MJ | ETFMG Alternative Harvest ETF | 2.0% |
| ZCLN | BMO Clean Energy Index ETF | 2.0% |
| FLMX | Franklin FTSE Mexico ETF | 1.4% |

Chart of the Week

S&P 500 INDEX

| Periodicity A | Flavor Y | View | Growth | Current |
|--------------------------------|-----------------|---------|--------|---------|
| Measure | Actual | Y Est | Growth | |
| 1) Earnings Per Share | 182.18 | 220.21 | 20.87% | |
| 2) EPS Positive | 189.16 | 220.58 | 16.61% | |
| 3) Cash Flow Per Share | 241.27 | 296.81 | 23.02% | |
| 4) Dividends Per Share | 60.49 | 66.43 | 9.82% | |
| 5) Book Value Per Share | 974.03 | 1082.49 | 11.14% | |
| 6) Sales Per Share | 1496.34 | 1628.47 | 8.83% | |
| 7) EBITDA Per Share | 307.55 | 363.00 | 18.03% | |
| 8) Long Term Growth | 0.00 | 10.00 | 0.00% | |
| 9) Net Debt Per Share | 321.08 | 436.28 | 35.88% | |
| 10) Enterprise Value Per Share | 5156.60 | 5139.54 | -0.33% | |

| Valuation Measure | Actual | Y |
|-------------------|--------|---|
| 11) Price/EPS | 25.59 | 2 |

Defense Core Portfolio Beta: 97.0% Offense


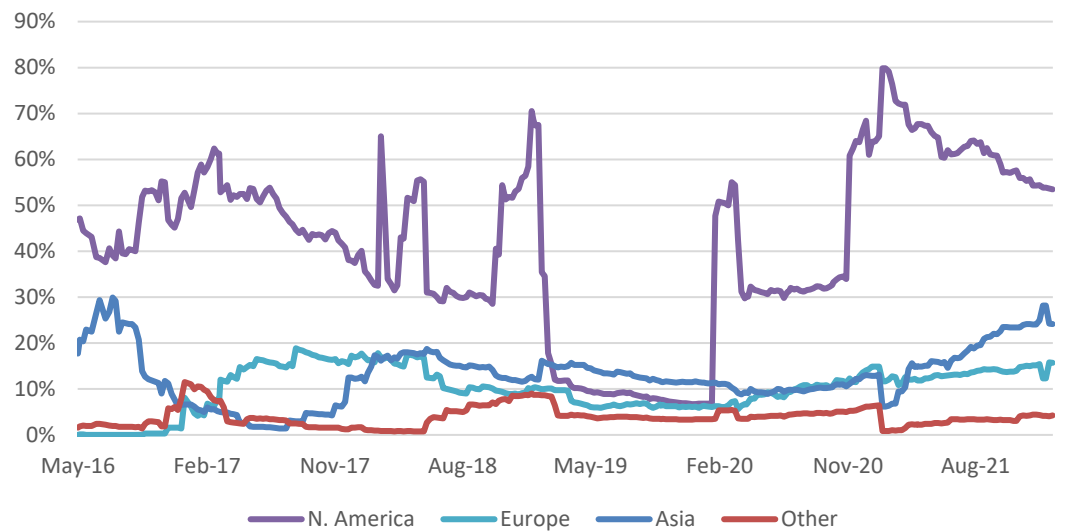
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Tactical Asset Allocation

| Equity | N. America | Europe | Asia | Other |
|----------|------------|--------|-------|-------|
| 01/14/22 | 53.5% | 15.7% | 24.1% | 4.3% |
| 01/07/22 | 53.6% | 15.8% | 24.2% | 4.1% |
| Change | -0.1% | -0.1% | -0.1% | 0.2% |

| Sector | 01/14/22 | 01/07/22 | Change | BM |
|------------------------|----------|----------|--------|-------|
| Basic Materials | 17.95% | 17.71% | 0.2% | 4.2% |
| Communications | 7.96% | 7.92% | 0.0% | 12.5% |
| Consumer, Cyclical | 8.81% | 8.95% | -0.1% | 11.0% |
| Consumer, Non-cyclical | 16.27% | 16.48% | -0.2% | 19.2% |
| Energy | 8.85% | 8.55% | 0.3% | 3.8% |
| Financial | 14.24% | 14.17% | 0.1% | 18.4% |
| Government | 0.02% | 0.01% | 0.0% | 18.4% |
| Industrial | 10.72% | 10.96% | -0.2% | 10.3% |
| Technology | 9.10% | 9.20% | -0.1% | 17.8% |
| Utilities | 3.56% | 3.62% | -0.1% | 2.6% |

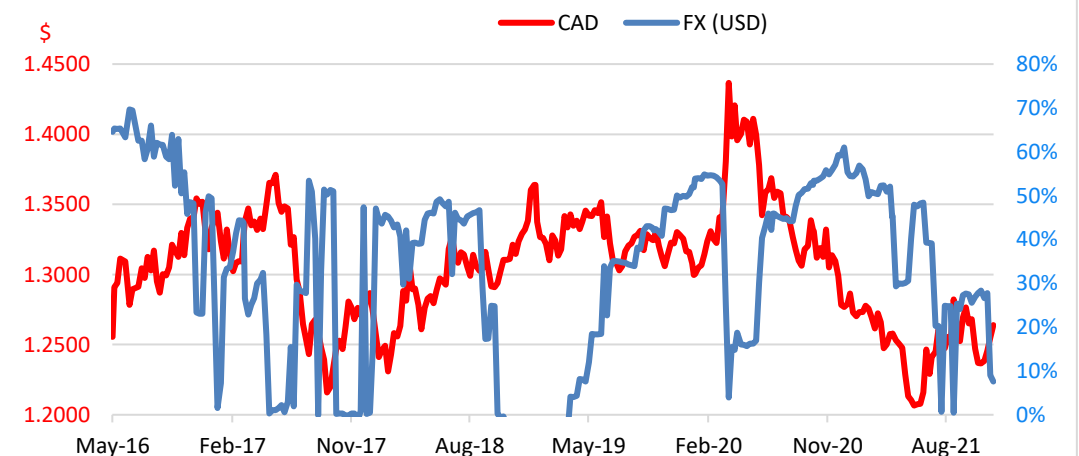
| As of: Jan 14 2022 | 01/14/22 | 01/07/22 | Change |
|-------------------------|----------|----------|--------|
| FX (USD) | 5.9% | 5.3% | 0.6% |
| Beta ² | 97.0% | 97.1% | -0.1% |
| Protection (Delta) | -12.4% | 0.0% | -12.4% |
| Correlation | 79.4% | 79.6% | -0.2% |
| Yield ³ | 2.22% | 2.24% | -0.02% |
| ETF Holdings | 23 | 23 | 0 |
| Volatility ⁴ | 8.88% | 8.77% | 0.11% |
| CAD | 1.2552 | 1.2643 | -0.7% |



Net Beta (Core - Protection): 84.6%



Tactical FX Exposure (USD)



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