



BMO Tactical Global Growth ETF Fund

Core Tactical/Strategic Portfolio Outlook/Adjustments

With the PRO-EYEs indicators flashing high caution signals, we are well positioned to protect the portfolio. We have been in high defense mode since February and see no reason to change that positioning. Our macro models suggest a high probability of a hard landing. Unless valuation improves, a defensive stance makes the most sense.

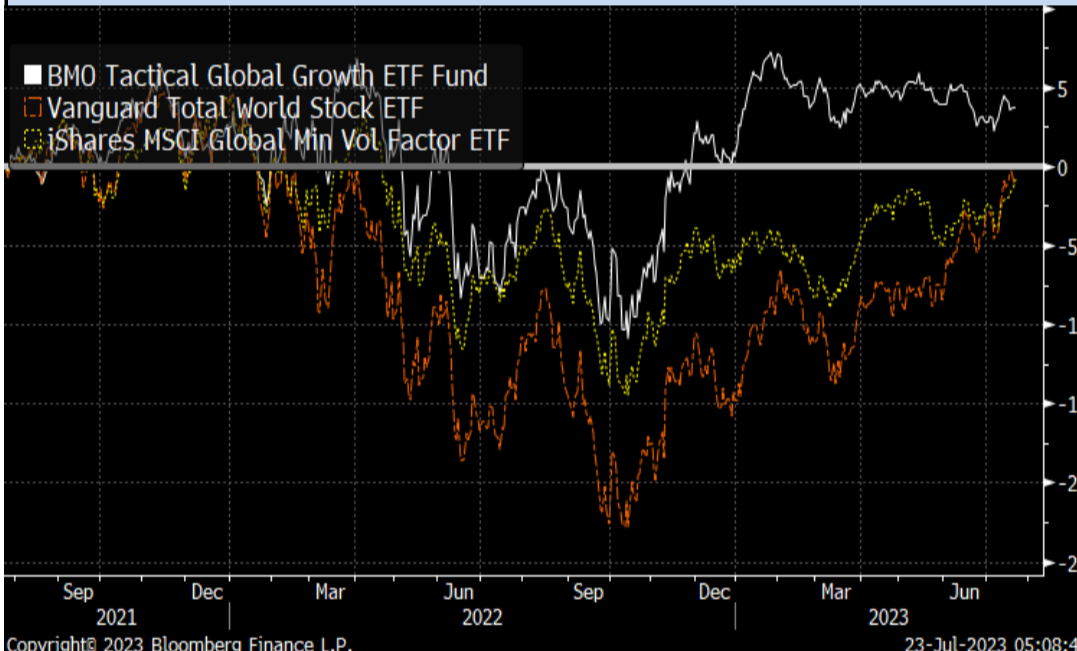
Top Holdings

| Ticker | Name | Position |
|--------|---|----------|
| RSP | Invesco S&P 500 Equal Weight ETF | 15.1% |
| ZEM | BMO MSCI Emerging Markets Index ETF | 13.0% |
| ZDM | BMO MSCI EAFE Hedged to CAD Index ETF | 13.0% |
| ZUE | BMO S&P 500 Hedged to CAD Index ETF | 8.8% |
| ZUT | BMO Equal Weight Utilities Index ETF | 7.1% |
| KWEB | KraneShares CSI China Internet ETF | 4.3% |
| CIBR | First Trust NASDAQ Cybersecurity ETF | 3.6% |
| XBI | SPDR S&P Biotech ETF | 3.5% |
| URA | Global X Uranium ETF | 3.2% |
| FLKR | Franklin FTSE South Korea ETF | 3.1% |
| FLGB | Franklin FTSE United Kingdom ETF | 2.9% |
| XLP | Consumer Staples Select Sector SPDR Fund | 2.8% |
| ZCLN | BMO Clean Energy Index ETF | 2.4% |
| FLIN | Franklin FTSE India ETF | 2.4% |
| FINX | Global X FinTech ETF | 2.4% |
| BOTZ | Global X Robotics & Artificial Intelligence ETF | 2.1% |
| VNM | VanEck Vietnam ETF | 1.8% |
| EIDO | iShares MSCI Indonesia ETF | 1.8% |
| GDX | VanEck Gold Miners ETF/USA | 1.7% |
| FLBR | Franklin FTSE Brazil ETF | 1.6% |

Macro Market Strategy

Our macro indicators suggest a high degree of caution. We believe the message in the yield curve is a hard landing. However, market positioning is very different. While central banks have tried to tighten financial conditions, equity indexes are significantly offsetting. Debt financing is being done in the Bills market, which is favourable for risk premiums. While the behaviour of the tape is encouraging as breadth improves, the leadership stocks remain at extreme valuations. We expect central banks' message of higher for longer should eventually cause a hard landing. The end of the business cycle is a process not an event. We maintain a high degree of protection in the portfolio, which has been a negative in Q2. The market is looking forward to an easing cycle and we believe inflation trends will limit the ability to stimulate compared to past cycles (post 1980s).

Chart of the Week



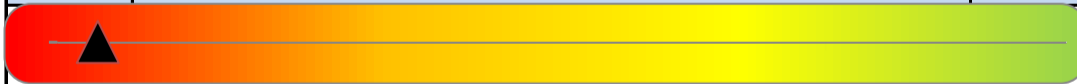
PRO-EYEs Indicators

Risk Level Low-Med

The core portfolio beta is 88.3%. The degree of delta protection is -69% while the value of beta protection is 73% of the portfolio. The weighted average cap is: 4400. The weighted average collar is: 4300. The weighted average floor is: 0.

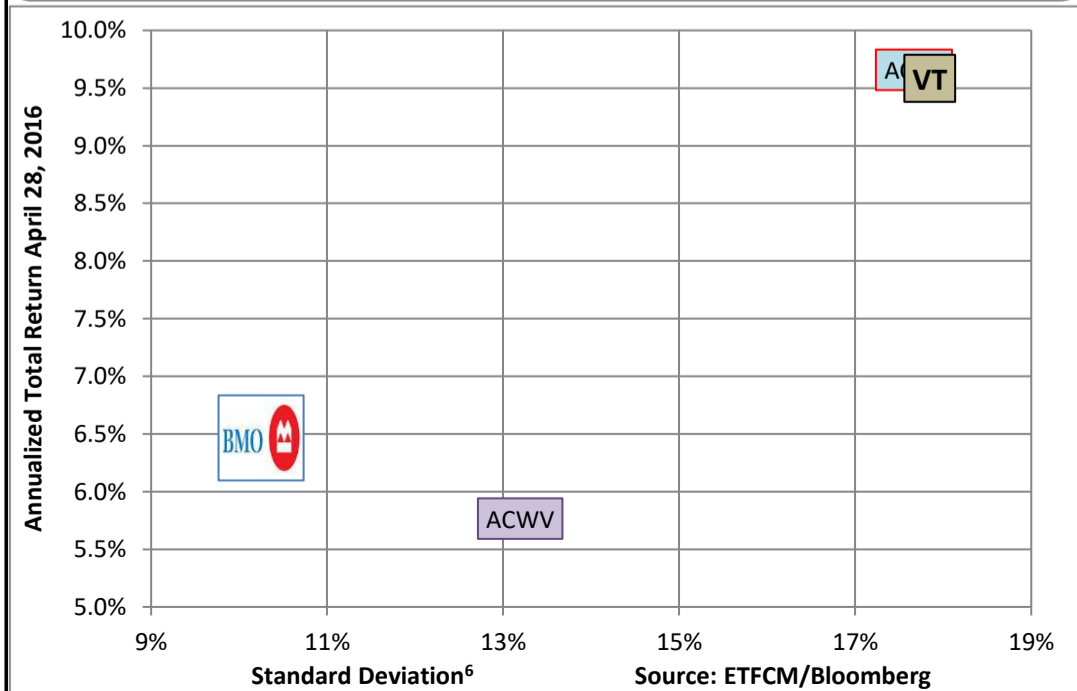
The overall PRO-EYEs factors suggest that we are in a period of very high caution. Tactically, we are seeing some extreme overbought readings that suggest a high probability of a correction of more than 11% is likely.

Defense Core Portfolio Beta: 88.3% **Offense**



Performance Metrics (A-Series) as of (07/21/23)

| Total Return | Net | Gross | Upside/Downside ⁵ | |
|---------------------------|--------|--------|------------------------------|-----|
| YTD | 2.57% | 3.60% | Upside | 19% |
| Prev. Qtr. | -1.39% | -0.92% | Downside | 31% |
| Prev. Year | 8.04% | 9.96% | Months Up | 58 |
| Since Inception | 38.07% | 51.32% | Months Dn | 27 |
| Ann. SI (04/28/16) | 4.55% | 6.47% | | |
| Sharpe Ratio | | 0.63 | | |



Fund Codes: Advisor BMO99762; F-Class BMO95762

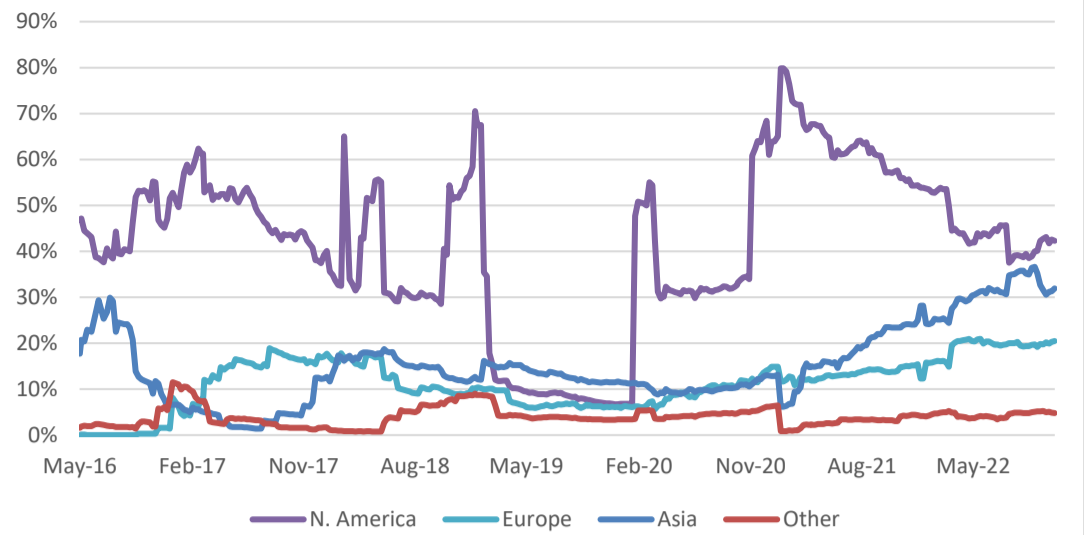
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Tactical Asset Allocation

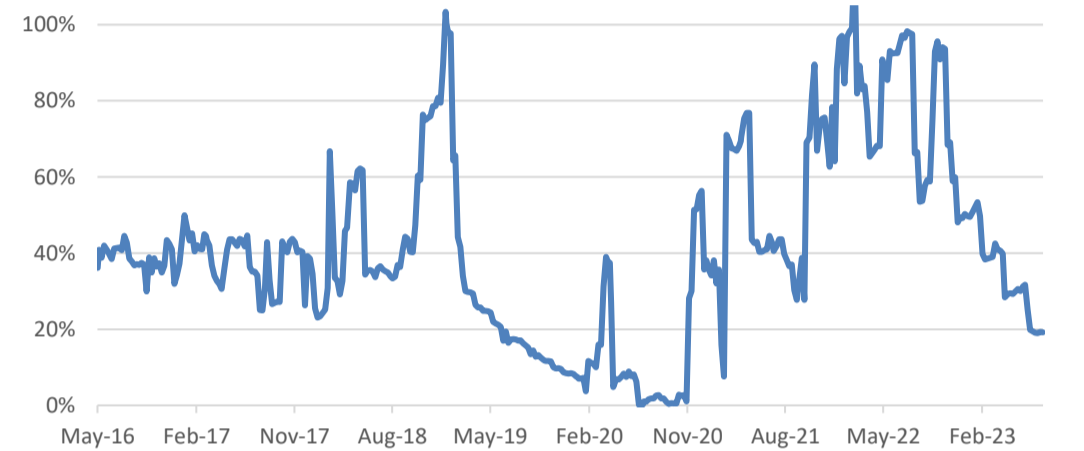
| Equity | N. America | Europe | Asia | Other |
|----------|------------|--------|-------|-------|
| 07/21/23 | 52.1% | 14.1% | 31.3% | 4.3% |
| 07/14/23 | 51.4% | 13.9% | 31.4% | 4.3% |
| Change | 0.6% | 0.2% | -0.1% | 0.0% |

| Sector | 07/21/23 | 07/14/23 | Change | BM |
|------------------------|----------|----------|--------|-------|
| Basic Materials | 7.60% | 7.57% | 0.0% | 4.0% |
| Communications | 10.06% | 10.12% | -0.1% | 10.5% |
| Consumer, Cyclical | 8.61% | 8.53% | 0.1% | 10.5% |
| Consumer, Non-cyclical | 20.69% | 20.42% | 0.3% | 20.2% |
| Energy | 5.00% | 4.93% | 0.1% | 4.8% |
| Financial | 13.52% | 13.38% | 0.1% | 16.7% |
| Government | 2.17% | 2.17% | 0.0% | 16.7% |
| Industrial | 9.99% | 9.90% | 0.1% | 10.5% |
| Technology | 13.62% | 13.54% | 0.1% | 19.8% |
| Utilities | 10.49% | 10.34% | 0.2% | 2.8% |

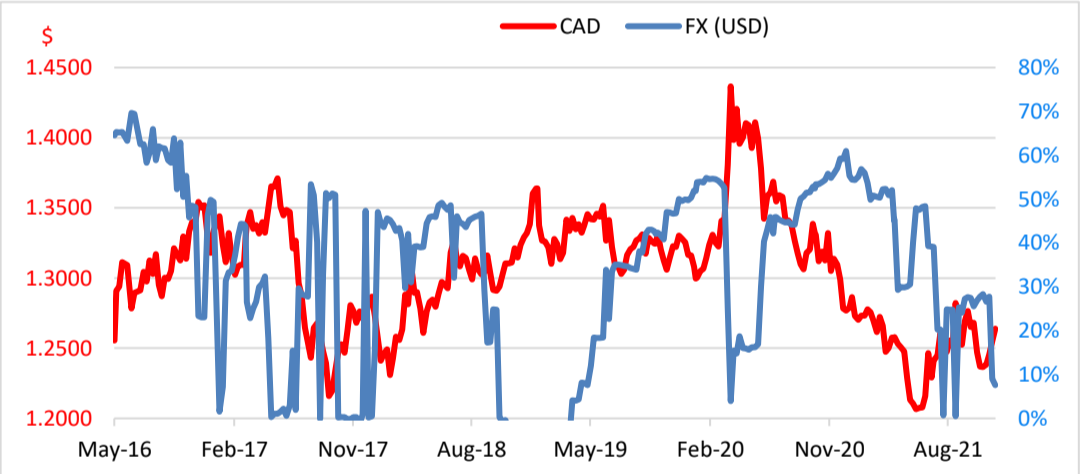
| As of: Jul 21 2023 | 07/21/23 | 07/14/23 | Change |
|-------------------------|----------|----------|--------|
| FX (USD) | 23.8% | 24.3% | -0.5% |
| Beta ² | 88.3% | 87.7% | 0.6% |
| Protection (Delta) | -69.1% | -68.3% | -0.8% |
| Correlation | 71.4% | 70.4% | 1.0% |
| Yield ³ | 2.37% | 2.36% | 0.01% |
| ETF Holdings | 24 | 24 | 0 |
| Volatility ⁴ | 10.25% | 10.27% | -0.02% |
| CAD | 1.3224 | 1.3216 | 0.1% |



Net Beta (Core - Protection): 19.2%



Tactical FX Exposure (USD)



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