



# BMO Tactical Global Growth ETF Fund

### Core Tactical/Strategic Portfolio Outlook/Adjustments

We are back at a place where the average global stock is now down on the year. We expect we will see a point when even the market cap index is down on the year. The portfolio remains in max defensive positioning. We trimmed a bit of EM exposure (ZEM) last week.

### Top Holdings

Ticker	Name	Position
RSP	Invesco S&P 500 Equal Weight ETF	14.8%
ZEM	BMO MSCI Emerging Markets Index ETF	10.0%
ZUE	BMO S&P 500 Hedged to CAD Index ETF	6.7%
ZEA	BMO MSCI EAFE Index ETF	6.4%
ZDM	BMO MSCI EAFE Hedged to CAD Index ETF	6.2%
ZUT	BMO Equal Weight Utilities Index ETF	6.1%
ZCLN	BMO Clean Energy Index ETF	4.6%
KWEB	KraneShares CSI China Internet ETF	4.6%
CIBR	First Trust NASDAQ Cybersecurity ETF	3.9%
XBI	SPDR S&P Biotech ETF	3.0%
FLGB	Franklin FTSE United Kingdom ETF	3.0%
FLKR	Franklin FTSE South Korea ETF	2.9%
XLP	Consumer Staples Select Sector SPDR Fund	2.8%
URA	Global X Uranium ETF	2.8%
FLIN	Franklin FTSE India ETF	2.7%
FINX	Global X FinTech ETF	2.0%
BOTZ	Global X Robotics & Artificial Intelligence ETF	1.9%
GDX	VanEck Gold Miners ETF/USA	1.8%
EIDO	iShares MSCI Indonesia ETF	1.8%
VNM	VanEck Vietnam ETF	1.7%

### Macro Market Strategy

While it appears now that we are much closer to the terminal rate, we do not see an easing until the market and Main Street feels more pain. The FOMC does not expect inflation to return to target until 2025, which suggests that higher for longer is here well into 2024. Main street has felt no pain yet given the employment situation is still relatively strong. Historically, we do not see the bottom is in until Main Street feels the recession. It does not have to be deep, but no cycle in history has ever bottomed at full employment. Inflation is unlikely to get back towards the Feds target without some labour market pain that the FOMC is willing to endure to make sure inflation expectations are grounded. A soft landing is an extremely low probability that is fully priced in.

### Chart of the Week



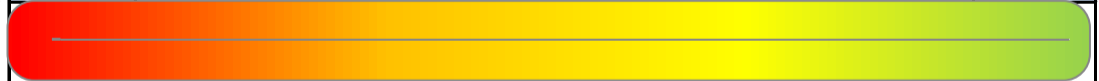
### PRO-EYEs Indicators

**Risk Level** Low-Med

The core portfolio beta is 85.6%. The degree of delta protection is -71% while the value of beta protection is 82% of the portfolio. The weighted average cap is: 4400. The weighted average collar is: 4300. The weighted average floor is: 0.

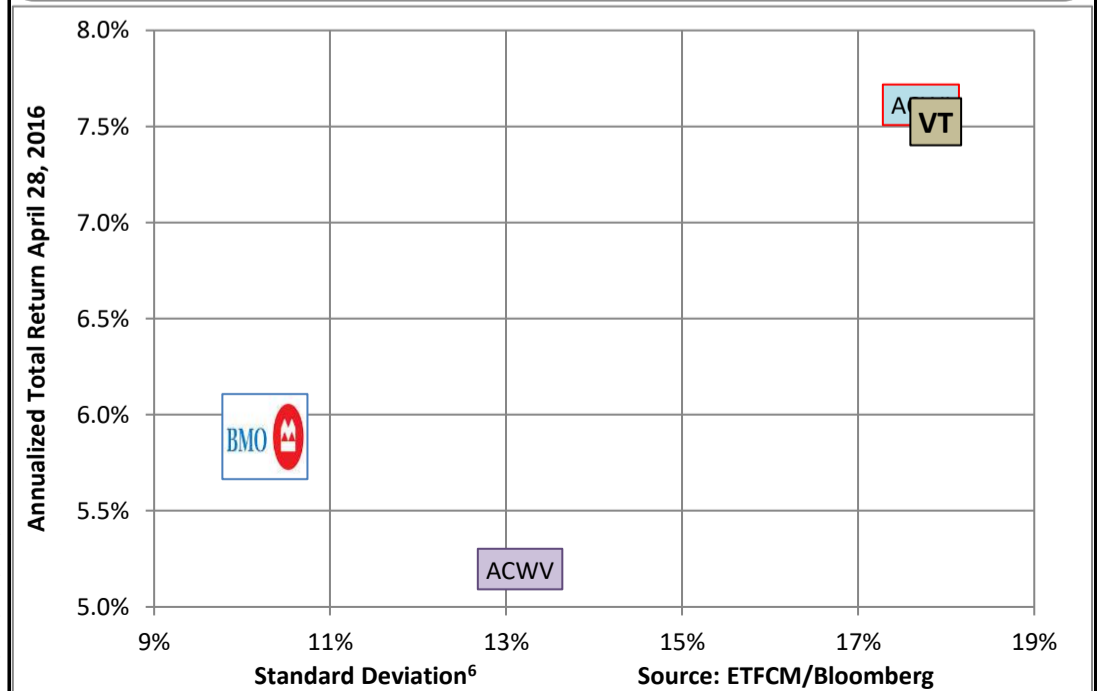
The overall PRO-EYEs factors suggest that we are in a period of caution. The most recent extreme readings suggests that we have a high probability of a correction of more than 11% from the recent peak. Timing is uncertain, but typically within 3 to 6 months.

### Defense Core Portfolio Beta: 85.6% Offense



### Performance Metrics (A-Series) as of (10/27/23)

Total Return	Net	Gross	Upside/Downside <sup>5</sup>	
<b>YTD</b>	-0.46%	1.06%	Upside	19%
<b>Prev. Qtr.</b>	-3.82%	-3.35%	Downside	31%
<b>Prev. Year</b>	7.45%	9.37%	Months Up	56
<b>Since Inception</b>	33.99%	47.73%	Months Dn	32
<b>Ann. SI (04/28/16)</b>	3.97%	5.89%		
<b>Sharpe Ratio</b>		0.57		



Fund Codes: Advisor BMO99762; F-Class BMO95762

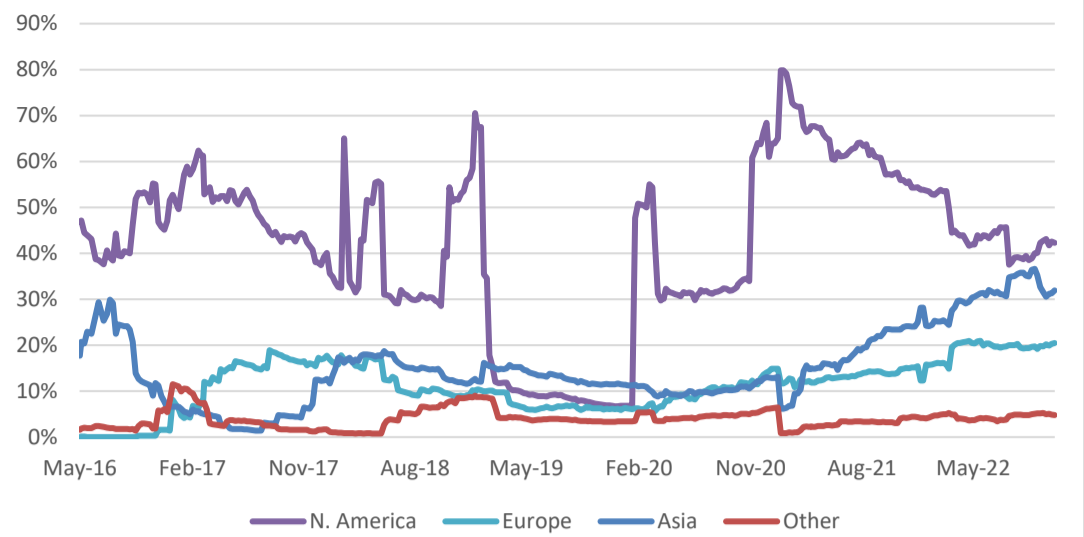
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## Tactical Asset Allocation

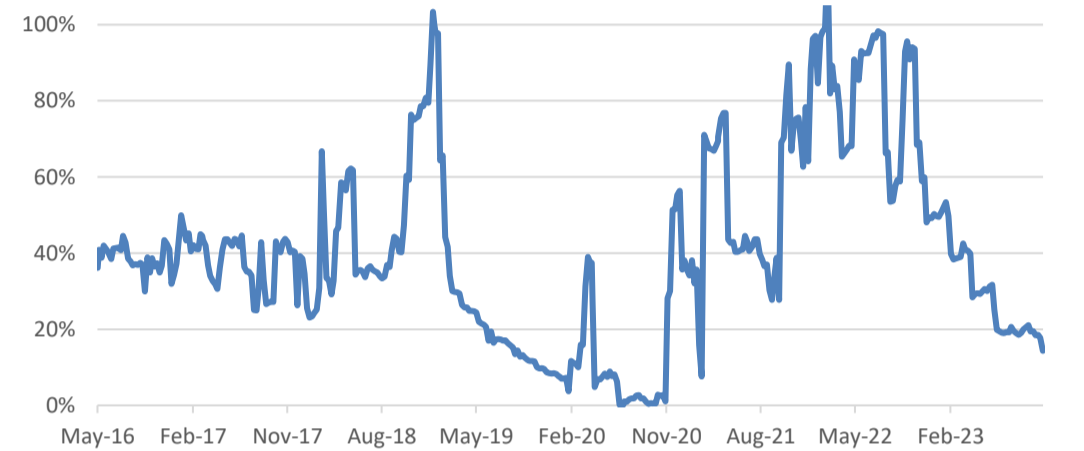
Equity	N. America	Europe	Asia	Other
10/27/23	47.2%	14.6%	30.1%	4.4%
10/20/23	48.0%	14.8%	31.8%	4.8%
Change	-0.8%	-0.3%	-1.7%	-0.4%

Sector	10/27/23	10/20/23	Change	BM
Basic Materials	7.54%	7.69%	-0.1%	4.1%
Communications	9.40%	9.72%	-0.3%	10.8%
Consumer, Cyclical	7.82%	8.07%	-0.2%	10.7%
Consumer, Non-cyclical	19.12%	19.68%	-0.6%	19.3%
Energy	6.15%	6.25%	-0.1%	5.3%
Financial	14.23%	14.85%	-0.6%	17.8%
Government	0.45%	0.45%	0.0%	17.8%
Industrial	9.36%	9.47%	-0.1%	10.4%
Technology	11.96%	12.54%	-0.6%	18.9%
Utilities	10.13%	10.56%	-0.4%	2.6%

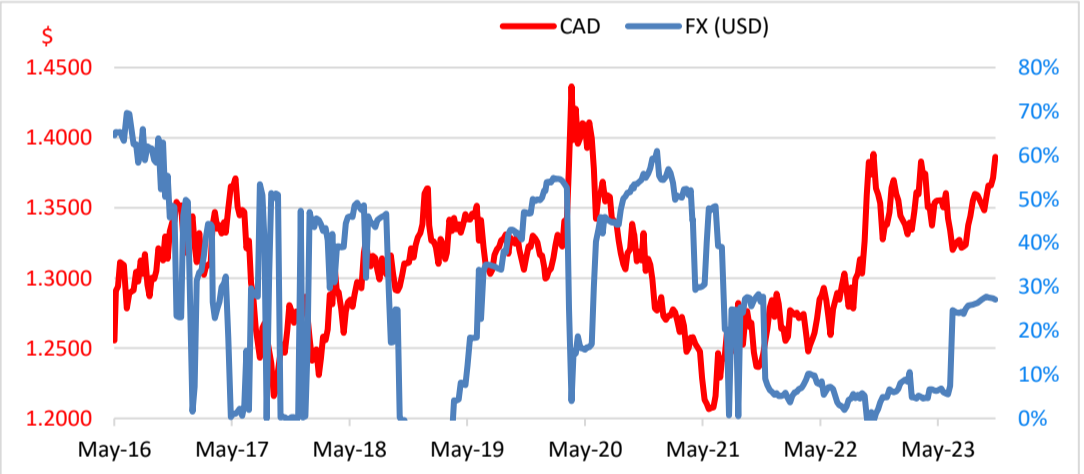
As of: Oct 27 2023	10/27/23	10/20/23	Change
FX (USD)	27.1%	27.4%	-0.3%
Beta <sup>2</sup>	85.6%	87.3%	-1.8%
Protection (Delta)	-71.3%	-69.6%	-1.6%
Correlation	69.2%	72.2%	-3.0%
Yield <sup>3</sup>	2.48%	2.52%	-0.04%
ETF Holdings	25	25	0
Volatility <sup>4</sup>	10.26%	10.27%	-0.01%
CAD	1.3864	1.3715	1.1%



**Net Beta (Core - Protection): 14.3%**



**Tactical FX Exposure (USD)**



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