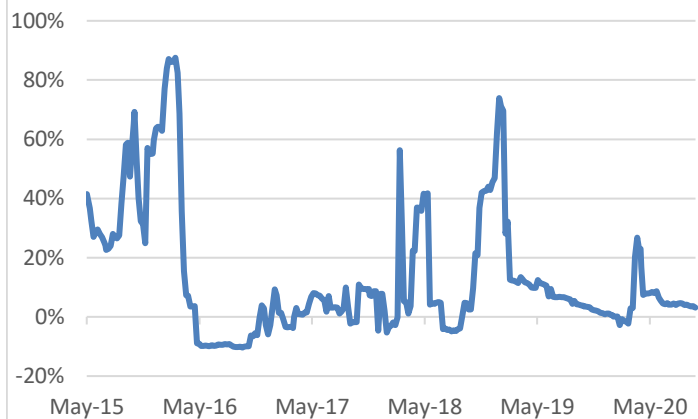


BMO Tactical Balanced ETF Fund Highlights

Defense BETA SCORE Offense



Beta (risk) Metrics



Market Strategy (Risk Management)

DEFENSE: The current beta is 3.2% vs. the benchmark of 59.3% down from 3.6% last week. As the markets continue to correct, our sleep-at-night position is working well. The feature chart on page 1 shows that (adjusted for MER diffs), our portfolio is in line with ZBAL with a small fraction of the volatility. We have been asked several times in recent weeks about our low beta position. To be clear, a beta near zero means we are not correlated with markets. What we are long versus what we are hedged against. Basically, we have a long position in gold and gold equities (our favorite asset class) with a yield north of 3% from some equities we like while we wait for better value to develop in equities overall and in bonds specifically (could be years away). We have written extensively that traditional balanced portfolios are impaired for years to come. The FOMC reiterated their desire for a bit more inflation while keeping the front end anchored at zero for at least 3 more years. The Eurodollar curve has the first rate hike in 2024 with LIBOR at 1% in 2027. So real yields are likely to be negative for the better part of the decade. Gold with a lot of coupon clipping should offer a great low risk experience until there is value in equities. We expect increasing volatility through the US election.

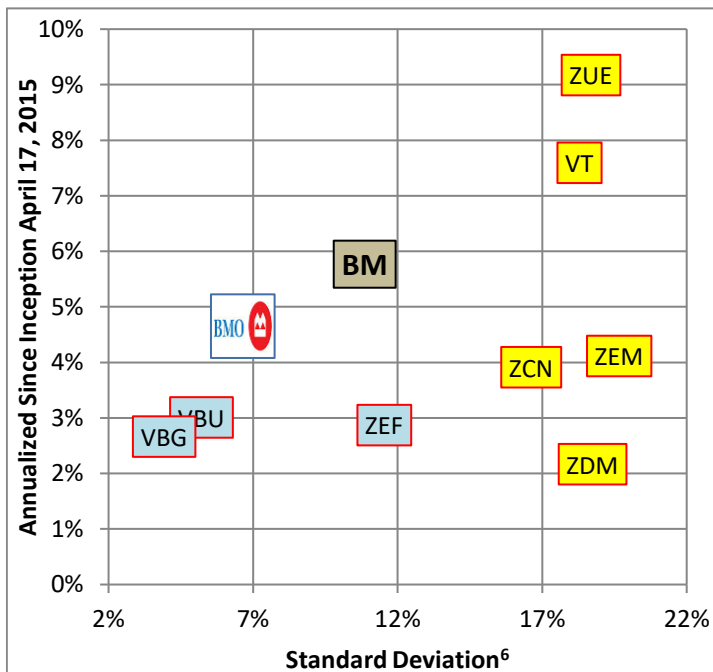
As of: 09/25/20	09/25/20	09/18/20	Change
FX (USD)	47.3%	47.0%	0.3%
Beta ²	3.2%	3.6%	-0.4%
Correlation	19.8%	20.4%	-0.6%
Yield ³	3.46%	3.43%	0.03%
ETF Holdings	15	15	0
Volatility ⁴	6.65%	6.66%	-0.01%
CAD	1.3386	1.3204	1.4%

Performance Metrics

Total Return	Net	Gross	Up/Downside ⁵
YTD	1.99%	3.37%	Upside 10%
Prev. Month	0.11%	0.27%	Down -3%
Prev. Quarter	-0.09%	0.39%	Mths Up 39
Prev. Year	1.76%	3.68%	Mths Dn 26
Annualized SI	2.73%	4.65%	
Sharpe Ratio	0.70		

Top Holdings

Ticker	Name	Position
ZST	BMO Ultra Short-Term Bond ETF	37.5%
ZPAY	BMO Premium Yield ETF	14.2%
EMLC	VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	11.7%
ZUS/U	BMO Ultra Short-Term US Bond ETF	8.9%
ZGD	BMO Equal Weight Global Gold Index ETF	6.4%
ZPR	BMO Laddered Preferred Share Index ETF	3.2%
GLD	SPDR Gold Shares	2.4%
XLE	Energy Select Sector SPDR Fund	0.9%
ZWU	BMO Covered Call Utilities ETF	0.8%
ZWC	BMO Canadian High Dividend Covered Call ETF	0.6%
GDV	VanEck Vectors Gold Miners ETF	0.6%
AMLP	Alerian MLP ETF	0.5%
SPY 12	SPDR S&P 500 ETF Trust SPY 12/18/20 P309	0.4%
ZUP	BMO US Preferred Share Index ETF	0.4%
ZRR	BMO Real Return Bond Index ETF	0.3%
SPY 12	SPDR S&P 500 ETF Trust SPY 12/18/20 C309	-1.1%
Total		87.7%



Chart(s) of The Week

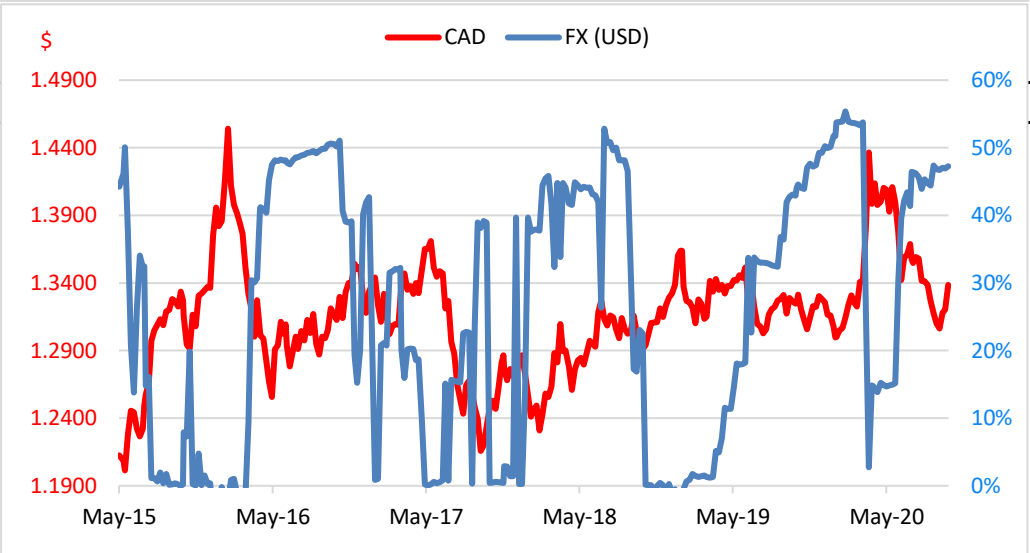
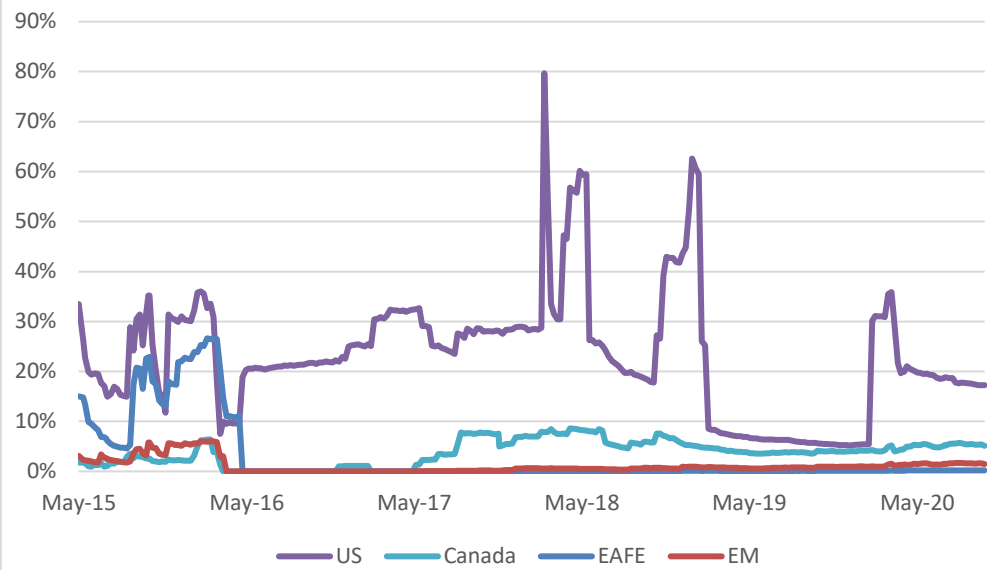


Tactical Asset Allocation

Equity	US	Canada	EAFE	EM
09/25/20	17.3%	5.1%	0.2%	1.5%
09/18/20	17.2%	5.4%	0.2%	1.6%
Change	0.0%	-0.3%	0.0%	-0.1%

Bonds	Corp.	Govt.	Pref.	Cash	Duration
09/25/20	46.8%	11.6%	3.6%	12.3%	1.54
09/18/20	46.5%	11.7%	3.6%	12.2%	1.56
Change	0.3%	-0.1%	0.0%	0.1%	-0.02

Sector	09/25/20	09/18/20	Change
Financials	1.08%	1.07%	0.0%
Energy	1.84%	1.96%	-0.1%
Health Care	2.50%	2.45%	0.0%
Technology	4.76%	4.68%	0.1%
Industrials	1.64%	1.62%	0.0%
Discretionary	1.53%	1.51%	0.0%
Real Estate	0.18%	0.18%	0.0%
Staples	2.10%	2.07%	0.0%
Telecom	0.94%	0.92%	0.0%
Utilities	0.33%	0.33%	0.0%
Materials	7.14%	7.70%	-0.6%
Government	11.59%	11.74%	-0.1%
Corporate	46.82%	46.52%	0.3%
C\$ Cash	5.82%	5.83%	0.0%
U\$ Cash	6.46%	6.34%	0.1%
Preferred	3.56%	3.60%	0.0%
Commodity	2.37%	2.44%	-0.1%



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1 Benchmark is the return of the targeted portfolio 60% global equities and 40% global bonds hedged to Canadian dollars; 2 Beta is a measure of how a fund responds to moves in the broader market. A beta of greater than 1.0 suggests that the fund is more volatile than the market, while a beta of less than 1.0 suggests that the fund is less volatile. 3 Yield is the most recent income received by the fund in the form of dividends, interest and other income annualized based on the payment frequency, divided by the current market value of the fund's investments. 4 Volatility is the annualized standard deviation which is a measure of risk. 5 Upside/Downside is a statistical measure of how much of the fund performance a manager captured during up-markets or down-markets. Typically, an investor would prefer a higher upside capture and lower downside capture. The time period presented is since inception. 6 Standard Deviation is a measure of risk that calculates the variation of a fund's performance around its average over a specific time period.

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