

Canadian Election Aftermath

As we move on

Liberals win election but fall short of majority. Where do we go from here?



Source: CTV.ca Sept 27th, 2021 – party standings include both elected and leading seats

With a minority government and uncertainty ahead of us, there are 4 themes that the Liberal, Conservative and New Democratic Party have in common. Here are a few ways to invest around the Canadian election.

Common Themes	 	 	 
Clean Energy	Tax incentives for clean technology, more funding for cleantech and zero emission rebates. Phase out thermal coal exports by 2030	Reduce emissions by 2030 and develop National Clean Energy Strategy. Build out electric-vehicle manufacturing in Canada.	Reduce carbon emissions by at least 50%, continue with carbon pricing and eliminate fossil fuel subsidies. Force oil companies to pay to clean up inactive wells, creating jobs in the process.
Industrials	Build preserve and repair homes and upgrade satellite ground-based infrastructure	Building homes and incentive the private sector to give land for affordable housing, supporting transit	Investing in more affordable housing units over the next 10 years and supporting public transit
Infrastructure	Support Natural Infrastructure Fund and invest dedicated passenger rail tracks from Toronto to Quebec	Provide funding needed to complete the Surrey Langley Skytrain. Invest in northern infrastructure.	Support creating high-frequency rail along the Quebec-Windsor corridor. Develop an inter-city bus system to replace lost Greyhound routes.
ESG	Supporting diversity, equality, transparency and climate change initiatives. Create a Data Commissioner to ensure personal data is used responsibly	Increased focus on fighting climate change through low carbon initiatives Enact legislation to strengthen the lobbying Act and Conflict of Interest Act	Focus on diversity, equality and climate change. Introduce an ethical, social and environmental screen on government procurement.

Why you want to consider investing in these 4 themes.

• Clean energy

- While the Canadian elections will have minimal impact on the global clean energy theme, the focus of all three major Canadian parties on green initiatives further validates the global trend in moving away from traditional fossil fuels and the emphasis in reducing emissions.

• Industrials

- All three parties will be focused on not only fighting the pandemic and reopening the borders, but also revitalizing the economy and getting back to a more pre-CoVID normal state. The industrial sector which involves many companies that are focused on transportation and construction, would likely benefit from expanding economic conditions.

• Infrastructure

- Canada's election will likely have little impact on global infrastructure companies, but it does follow the global trend to provide jobs and revitalize the aging infrastructure in order to stimulate the economy.

• Environmental Social and Governance

- In addition to growing environmental awareness, there will be an increased focus by corporations on social and corporate governance in Canada.

Common Themes across the platforms	ETF Solutions available	Ticker
Clean Energy	BMO Clean Energy Index ETF	ZCLN
Industrials	BMO Equal Weight Industrials Index ETF	ZIN
Infrastructure	BMO Global Infrastructure Index ETF	ZGI
Environmental Social & Governance	BMO MSCI Canada ESG Leaders Index ETF	ESGA

To learn more about BMO ETFs, please contact your [ETF Specialist](#).



Forward Looking Statements

Certain statements included in this report constitute forward-looking statements, including, but not limited to, those identified by the expressions "expect", "intend", "will" and similar expressions to the extent they relate to the Fund, the Manager and/or the Advisor. The forward-looking statements are not historical facts but reflect the Fund's, the Manager's, and/or the Advisor's current expectations regarding future results or events. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. Although the Fund, the Manager, and/or the Advisor believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and, accordingly, readers are cautioned not to place undue reliance on such statements due to the inherent uncertainty therein. The Fund, the Manager and/or the Advisor undertakes no obligation to update publicly or otherwise revise any forward-looking statement or information whether as a result of new information, future events or other such factors which affect this information, except as required by law.

The information provided on this report is intended for informational purposes only. Those views are subject to change without notice as markets change over time. This is intended for informational purposes only. Investments should be evaluated relative to the individual's investment objectives. The information contained in this report should not be construed as investment and/or tax advice to any party. The information and opinions contained in this material are derived from proprietary and non-proprietary sources deemed reliable, are not necessarily all-inclusive and are not guaranteed as to accuracy. Graphs and charts are used for illustrative purposes only and do not reflect future values or future performance.

Commissions, management fees and expenses all may be associated with investments in exchange traded funds. Please read the ETF Facts or prospectus of the BMO ETFs before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all dividends or distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Exchange traded funds are not guaranteed, their values change frequently and past performance may not be repeated.

For a summary of the risks of an investment in the BMO ETFs, please see the specific risks set out in the BMO ETF's prospectus. BMO ETFs trade like stocks, fluctuate in market value and may trade at a discount to their net asset value, which may increase the risk of loss. Distributions are not guaranteed and are subject to change and/or elimination.

BMO ETFs are managed by BMO Asset Management Inc., which is an investment fund manager and a portfolio manager, and a separate legal entity from Bank of Montreal.

®/™Registered trade-marks/trade-mark of Bank of Montreal, used under licence.

ADVISOR USE WITH CLIENT. NOT FOR PUBLIC DISTRIBUTION.