



The markets have changed, risk management is of utmost importance, we have a game plan to help you **sleep at night**.



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Over the past 20 years, the trend is clear, investors need to take a higher level of risk to get the income they want. As this trend continues, it is prudent to manage this risk.

Introducing tactical dividend investing, which provides stability, income and superior risk adjusted returns to complement a portfolio in the current market conditions

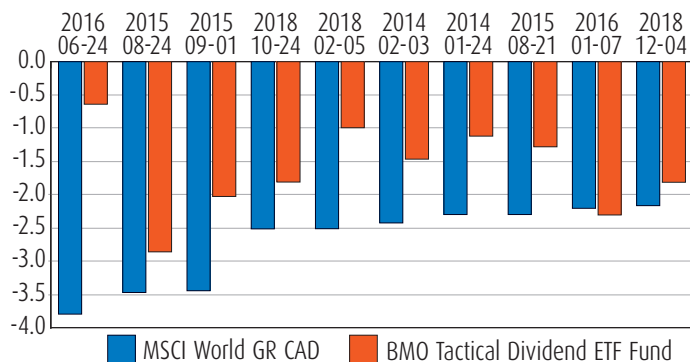
An innovative approach that can adjust to be defensive or offensive depending on the markets



For illustrative purposes only

- Today's markets require managers to have the flexibility to take advantage of short-term market movements to help manage the downside risk in your portfolio while still capturing growth.
- Focused primarily on dividends – underlying exchange-traded funds (ETFs) seek to generate a gross yield of approximately 4%
- Using ETFs the fund can efficiently take advantage of market opportunities all at a lower cost.

BMO Tactical Dividend ETF Fund vs Global Equities
10 Worst Days



Source: Morningstar Direct, January 2019 (since inception of BMO Tactical Dividend ETF Fund, April 12, 2013). BMO Tactical Dividend ETF Fund Series F versus MSCI World Index Total Return (CAD) for global equities

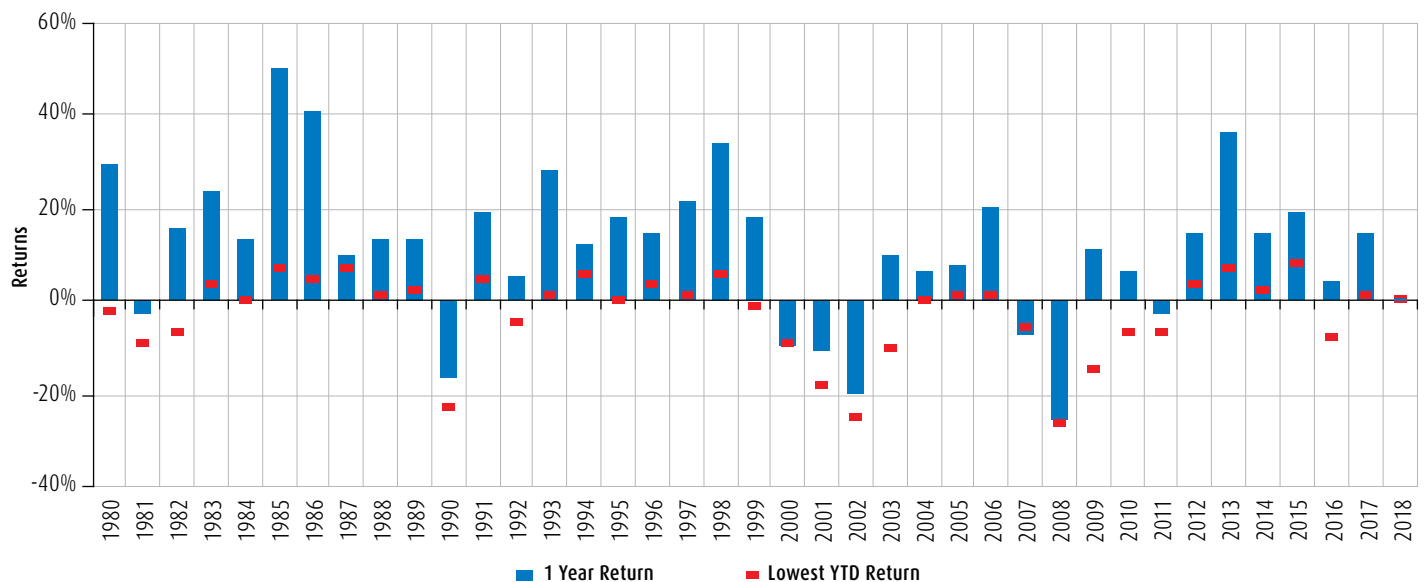
	BMO Tactical Dividend ETF Fund
Upside	49%
Downside	11%
Months Up	38
Months Down	26

Source: ETF Capital Management, as of January 10, 2019. Upside/Downside versus Benchmark portfolio: 42.5% BMO US Dividend Hedged to CAD ETF (ZUD), 30% BMO International Dividend Hedged to CAD ETF (ZDH), 20% BMO Canadian Dividend ETF (ZDV), 7.5% BMO MSCI Emerging Markets Index ETF (ZEM)

Market Corrections Are Not Uncommon

The issue – Markets can have negative returns. Over the past 35 calendar years even in years where the market had positive performance, periods of negative returns are common.

The solution – Investing in the BMO Tactical Dividend ETF Fund (ZZZD) can help manage downside risk, and lower the impact of these downturns while still capturing growth.



Source: Bloomberg as at November 2018. MSCI World TR Index. All data in Canadian Dollars. YTD Return data based on month-end values.

Tactical Investment Options for All Types of Investors

BMO Tactical Dividend ETF Fund		
Investment Focus	Growth and Cash Flow	
Target Investment Mix	Maximum 20% Fixed Income 80 - 100% Equity	
Distributions	Variable - monthly	
ETF Universe	All Canadian Listed and U.S. Listed ETF	
Risk Rating	Medium	
Codes		MER¹
Series A - Retail (FundServ/Internal BMO)	BM070734/BM00734	1.86%
Advisor Series (SC/LL/DSC [†])	BM099734/BM098734/BM097734	1.86%
Series T6 (SC/LL/DSC [†])	BM034232/BM033232/BM032232	1.86%
Series F	BM095734	0.79%
Series F6	BM036734	0.78%
Series D	BM031734	1.17%
ETF Series	Ticker: ZZZD	0.79% ²

[†] As of May 4, 2018, DSC purchase option is no longer available for sale.

¹ Fees are subject to change. Annual Management Expense Ratios (MERs) and Trading Expense Ratios (TERs) are as of September 30th, 2017.

² As the fund is less than one year old, the actual Management Expense Ratio (MER) will not be known until the fund's financial statements for the current fiscal year are published. The estimated MER is an estimate only of expected fund costs until the completion of a full fiscal year, and is not guaranteed.



The cost of the underlying ETFs are included in management fees of BMO Tactical Dividend ETF Fund. BMO Mutual Funds refers to certain mutual funds and/or series of mutual funds offered by BMO Investments Inc., a financial services firm and separate legal entity from Bank of Montreal. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the fund facts or the prospectus of the mutual fund 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 does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

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