# ZWH BMO US High Dividend Covered Call ETF

DATA AS OF DEC 31, 2024

## Why invest in ZWH?

- Designed for investors looking for higher income from equity portfolios
- Invested in a diversified portfolio of high dividend U.S. companies
- Call option writing reduces volatility
- Further diversification from U.S. currency
- Professionally managed by BMO Global Asset Management

## Fund Details

| | |
|---|---|
| Ticker | ZWH |
| Base Currency | CAD |
| Exchange | TSX |
| Inception date | Feb 10, 2014 |
| Maximum Annual Management Fee | 0.65% |
| Management Expense Ratio[1] | 0.71% |
| RSP Eligible | Yes |
| DRIP Eligible | Yes |
| Distribution frequency | Monthly |

[1]Management Expense Ratios (MERs) are the audited MERs as of the fund's fiscal year.

## Fund Characteristics

**As of Dec 31, 2024**

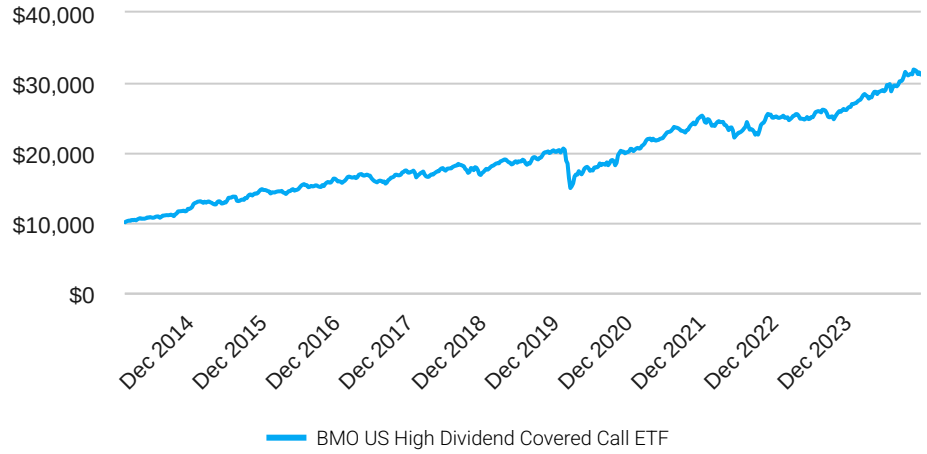
| | |
|---|---|
| Net Assets (MM) | $1,033.15 |
| Number of Securities | 83 |
| Shares Outstanding | 41,922,000 |
| Price/Earnings Ratio | 21.41 |
| Price/Book Ratio | 3.86 |
| Annualized Distribution Yield (%)[2] | 4.87 |

[2]This yield is calculated by taking the most recent regular distribution, or expected distribution, (excluding additional year end distributions) annualized for frequency, divided by current NAV. The yield calculation does not include reinvested distributions.

## Portfolio Strategy

BMO US High Dividend Covered Call ETF has been designed to provide exposure to a dividend focused portfolio, while earning call option premiums. The underlying portfolio is yield-weighted and broadly diversified across sectors. The Fund utilizes a rules-based methodology that considers dividend growth rate, yield, payout ratio and liquidity. The Fund also dynamically writes covered call options. The call options are written out of the money and selected based on analyzing the option's implied volatility. The option premium provides limited downside protection. The underlying portfolio is rebalanced to maintain broad sector diversification and options are rolled forward upon expiry. In addition, ZWH may hold other underlying ETFs, the management fees charged are reduced by management fees paid on the underlying ETFs, thereby avoiding duplication of the management fees.

## Growth of $10,000




The graph illustrates the impact to an initial investment of $10,000 from the dates reflected. It is not intended to reflect future returns on investments in the BMO US High Dividend Covered Call ETF.

## Fund Performance

Annualized Performance — For period ending Dec 31, 2024

| | 1 mo | 3 mo | 6 mo | YTD | 1Y | 3Y | 5Y | 10Y | Since Inception |
|---|---|---|---|---|---|---|---|---|---|
| Portfolio (%) | -2.09% | 2.31% | 8.44% | 19.46% | 19.46% | 7.68% | 9.18% | 10.19% | 11.02% |

Past performance is not a guide to future performance. Performance is shown net of fees, in the currency of the respective share class with dividends reinvested.

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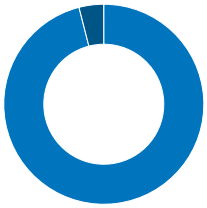
DATA AS OF DEC 31, 2024

## Sector Allocation



| | |
|---|---|
| Information Technology | 25.01% |
| Health Care | 16.53% |
| Consumer Staples | 13.96% |
| Financials | 12.47% |
| Consumer Discretionary | 8.17% |
| Industrials | 6.80% |
| Energy | 6.15% |
| Communication Services | 4.86% |
| Utilities | 4.10% |
| Materials | 1.95% |

## Geographic Allocation



| | |
|---|---|
| United States | 96.02% |
| Ireland | 3.98% |

## Top Holdings

**As of Dec 31, 2024**

| | |
|---|---|
| PFIZER INC | 4.32% |
| APPLE INC | 4.31% |
| ABBVIE INC | 4.25% |
| COCA-COLA CO/THE | 4.14% |
| JPMORGAN CHASE & CO | 4.07% |
| PROCTER & GAMBLE CO/THE | 4.01% |
| MICROSOFT CORP | 3.97% |
| MERCK & CO INC | 3.91% |
| HOME DEPOT INC/THE | 3.78% |
| PEPSICO INC | 3.71% |

The portfolio holdings are subject to change without notice and may only represent a small percentage of portfolio holdings. They are not recommendations to buy or sell any particular security.

## Risk rating

| LOW | LOW TO MEDIUM | **MEDIUM** | MEDIUM TO HIGH | HIGH |
|---|---|---|---|---|

All investments involve risk. The value of an ETF can go down as well as up and you could lose money. The risk of an ETF is rated based on the volatility of the ETF's returns using the standardized risk classification methodology mandated by the Canadian Securities Administrators. Historical volatility doesn't tell you how volatile an ETF will be in the future. An ETF with a risk rating of "low" can still lose money. For more information about the risk rating and specific risks that can affect an ETF's returns, see the BMO ETFs' prospectus.

# ZWH BMO US High Dividend Covered Call ETF

DATA AS OF DEC 31, 2024

## MSCI ESG Score and Rating*

As of Jan 1, 2025

6.8

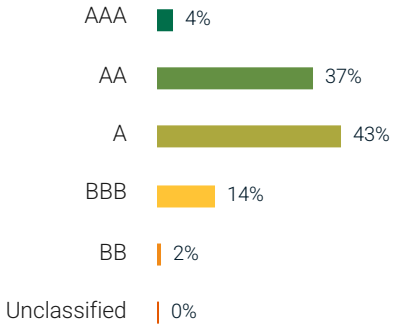
Average




| | |
|---|---|
| Environmental | 6.1 |
| Social | 5.0 |
| Governance | 5.6 |
| **ESG Total Score** | **6.8** |
| **ESG Rating** | **A** |

## MSCI ESG Rating Distribution

As of Jan 1, 2025




## ESG Characteristics

As of Jan 1, 2025

| | |
|---|---|
| MSCI ESG % Coverage[1] | 99.02% |
| MSCI Peer Rank[2] | 71 |
| Funds in Peer Group[3] | 397 |
| Fund Lipper Global Classification[4] | Equity US Income |

| | |
|---|---|
| MSCI Low Carbon Transition Score[5] | 5.95 |
| MSCI Weighted Average Carbon Intensity (tons CO2)[6] | 156.91 |
| MSCI Weighted Average Carbon Intensity (% coverage)[7] | 99.66% |
| MSCI Implied Temperature Rise (0-3.0+ °C)[8] | 2.90 |
| MSCI Implied Temperature (% coverage)[9] | 99.66% |

To be included in MSCI ESG Fund Ratings, 65% of the fund's gross weight must come from covered securities. Cash positions and other asset types not relevant for ESG analysis are removed prior to calculating a fund's gross weight. The absolute values of short positions are included in a fund's gross weight calculation, but are treated as uncovered for ESG data Security asset type must have recourse to the rated issuer. The fund holdings date must be less than one year old and must have at least ten securities. For newly launched funds, ESG information is typically available 6 months after launch. See footnote 1 below.

*The MSCI ESG Quality Score (0 - 10) for funds is calculated using the weighted average of the ESG scores of fund holdings. The Score also considers ESG Rating trend of holdings and the fund exposure to holdings in the laggard category. MSCI rates underlying holdings according to their exposure to industry specific ESG risks and their ability to manage those risks relative to peers.
The MSCI ESG Rating is calculated as a direct mapping of ESG Quality Scores to letter rating categories (e.g. AAA = 8.6-10). The ESG Ratings range from leader (AAA, AA), average (A, BBB, BB) to laggard (B, CCC). See footnote 1 below.

[1] Percentage of the fund's holdings for which the MSCI ESG ratings data is available. The MSCI ESG Fund Rating, MSCI ESG Quality Score, and MSCI ESG Quality Score - Peer Percentile metrics are displayed for funds with at least 65% coverage. See footnote 1 below.
[2] Peer rank refers to fund's ESG percentile compared to its Lipper peer group. Where 100 percentile indicates the highest ranking within the peer group.
[3] Indicates the number of relevant funds from Lipper Global Classification peer group and included in ESG Coverage.
[4] Indicates the fund classification defined by the Lipper Global Classification. See footnote 2 for more details at the bottom of the ESG Information Section.
[5] MSCI Low Carbon Transition Score is built to assess current and potential exposure to transition risks and opportunities thought both companies' operations and business model. See footnote 3 below.
[6] The MSCI Weighted Average Carbon Intensity measures a fund's exposure to carbon intensive companies. This figure represents the estimated greenhouse gas emissions per $1 million in sales across the fund's holdings. This allows for comparisons between funds of different sizes. See footnote 3 below.
[7] Percentage of the fund's holdings for which MSCI Carbon Intensity data is available. The MSCI Weighted Average Carbon Intensity metric is displayed for funds with any coverage. Funds with low coverage may not fully represent the fund's carbon characteristics given the lack of coverage. See footnote 3 below.
[8] The Implied Temperature Rise (ITR) metric provides an indication of how companies and investment portfolios align to global climate targets. See footnote 4 below.
[9] MSCI % coverage of available Implied Temperature Rise (ITR) data for the fund's holdings. See footnote 4 below.

ESG Metrics can be used alongside other traditional financial metrics and information, and enable investors to evaluate funds on environmental, social and governance characteristics. ESG metrics are not an indication of current or future performance and do they represent the potential risk and reward profile of a fund. They do not evaluate the ESG-related investment objectives of, or any ESG strategies used by the fund and is not indicative of how well ESG factors are integrated by the fund. They are provided for transparency and for information purposes only. ESG characteristics and performance may be different from time to time. The metrics are provided across our range of investment solutions and do not indicate whether or not ESG factors will be integrated into the portfolio construction of a fund. Unless otherwise stated in fund documentation and included within a fund's investment objective, the metrics do not change a fund's investment objective or constrain the fund's investable universe. Fund-level ESG rating, score or ranking is updated by the MSCI on a monthly basis but may change without any prior notice. There are other providers may also prepare fund-level ESG ratings or scores using their own methodologies, which may differ from the methodology used by our provider MSCI.

1) To learn more about MSCI's methodology, link to MSCI ESG Fund Ratings Summary and ESG Ratings.
2) For more details Fund Lipper Global Classification link to Lipper Global Classification Category Definitions.
3) For further details regarding MSCI Low Carbon Transition Score methodology, link to Climate Data & Metrics and MSCI Climate Change Indexes.
4) For more details link to Implied Temperature Rise.

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Distribution yields are calculated by using the most recent regular distribution, or expected distribution, (which may be based on income, dividends, return of capital, and option premiums, as applicable) and excluding additional year end distributions, and special reinvested distributions annualized for frequency, divided by current net asset value (NAV). The yield calculation does not include reinvested distributions. **Distributions are not guaranteed, may fluctuate and are subject to change and/or elimination. Distribution rates may change without notice (up or down) depending on market conditions and NAV fluctuations.** The payment of distributions should not be confused with the BMO ETF's performance, rate of return or yield. If distributions paid by a BMO ETF are greater than the performance of the investment fund, your original investment will shrink. Distributions paid as a result of capital gains realized by a BMO ETF, and income and dividends earned by a BMO ETF, are taxable in your hands in the year they are paid.**Your adjusted cost base will be reduced by the amount of any returns of capital. If your adjusted cost base goes below zero, you will have to pay capital gains tax on the amount below zero.**

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