

# BMO MSCI Europe Quality Hedged to USD ETF

3165 HK

Data as of August 31, 2017

**IMPORTANT:** BMO MSCI Europe Quality Hedged to USD ETF is established under BMO ETF, an umbrella unit trust. Commissions, management fees and expenses all may be associated with this Sub-Fund. It may not be suitable for all investors and investors should not invest based on this marketing material alone. Investors should exercise caution before investing and read the BMO ETF prospectus (available at [www.bmo.hk/etfs](http://www.bmo.hk/etfs)) for further details, including product features and risk factors. ETFs are not guaranteed and past performance is not indicative of future performance. Investment involves risks. The value of investments and the income from them can go down as well as up as a result of stock market and currency movements, and investors may not get back the original amount invested.

- BMO MSCI Europe Quality Hedged to USD ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the MSCI Europe Quality 100% Hedged to USD Index.
- This Sub-Fund concentrates its investment in European securities and is subject to concentration risk as a result of tracking the performance of a single geographical region (Europe). It is likely to be more volatile than a broad-based fund as it is more susceptible to fluctuations in value resulting from adverse conditions in Europe.
- This Sub-Fund invests in currency forward contracts for hedging purposes. While this approach is designed to minimise the impact of currency fluctuations on the Sub-Fund's returns, there are associated risks involved including costs of hedging, derivative and OTC transactions risks.
- The value of securities in the Sub-Fund's portfolio may change on days when investors will not be able to purchase or sell units of the Sub-Fund as European stock exchanges will be open when units of the Sub-Fund are not priced.
- The units of the Sub-Fund may trade at a substantial premium or discount to their NAV.
- The Sub-Fund is subject to tracking error risks due to factors such as fees and expenses, cost of hedging and the representative sampling strategy that may be adopted by the Manager.

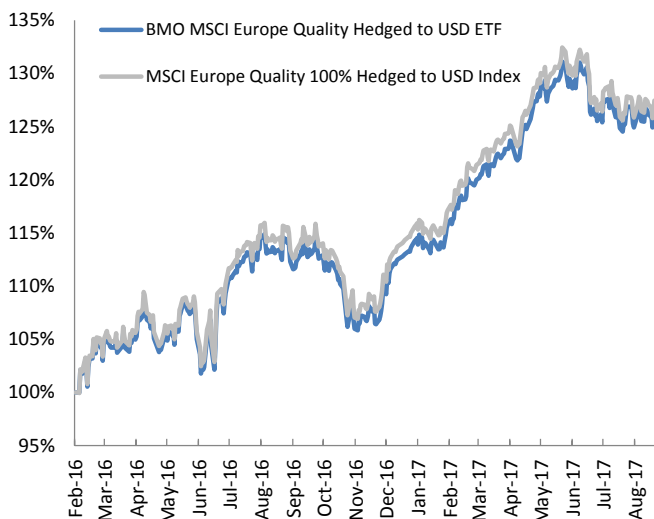
## FUND DETAILS

Manager	BMO Global Asset Management (Asia) Limited
Trustee	Cititrust Limited
Listing Date	February 18, 2016
Exchange	Stock Exchange of Hong Kong
Index	MSCI Europe Quality 100% Hedged to USD Index
Bloomberg Ticker	3165.HK
Index Ticker	M1CXBMEQ
ISIN	HK0000281003
Net Asset (HKD)	68,088,820
Trading Lot Size	200
Ongoing Charges	0.50%
Trading Currency	HKD
Distribution Frequency	Semi-annually

## FUND CHARACTERISTICS

Number of Securities	121
Index Market Cap (US\$B)	2,832
Price/Earnings Ratio	22.36
Price/Book Ratio	5.00
Dividend Yield (%)	2.91

## CUMULATIVE RETURNS



## INVESTMENT OBJECTIVE

The investment objective of the BMO MSCI Europe Quality Hedged to USD ETF is to provide investment results that, before fees and expenses, closely correspond to the performance of the MSCI Europe Quality 100% Hedged to USD Index.

## BENEFITS FOR INVESTORS

FIRST USD hedged European equity ETF in Hong Kong, offering investors:

- Access to a portfolio of high quality, blue-chip European companies with over 120 stocks across 14 European markets
- "Smart beta" investment approach identifies high quality companies with stable earnings growth, low financial leverage and high profitability
- Diversification across a spectrum of sectors, with a focus on consumer and industrials
- Allows investors to gain exposure to European equities without the impact of European currency fluctuations

## INDEX INFORMATION

The Index is a float adjusted modified market capitalisation weighted index which aims to represent the impact of currency hedging on the performance of the MSCI Europe Quality Index, using one-month forwards in the currency market.

The Index invests in large- and mid-capitalisation stocks across the developed market countries in Europe. It is designed to capture the performance of quality growth stocks based on three main fundamental variables: (1) high return on equity ("ROE"), (2) stable year-over-year earnings growth and (3) low financial leverage.

The Index was launched on May 15, 2015 and is denominated in USD. The constituents of the MSCI Europe Quality Index are rebalanced semi-annually. The Fund invests in the constituents of the MSCI Europe Quality Index and hedge the foreign currency exposure using one-month currency forward contracts.

## PERFORMANCE (Cumulative Returns %)

	1 Month	3 Months	6 Months	1 Year	YTD	Since Inception
Fund	1.65%	-2.46%	6.87%	12.23%	12.04%	26.58%
Index	1.48%	-2.73%	6.37%	11.92%	11.49%	27.45%

### Note:

Performance information of less than 1 year is not annualized and is cumulative. Past performance information is not indicative of future performance. Investors may not get back the full amount invested.

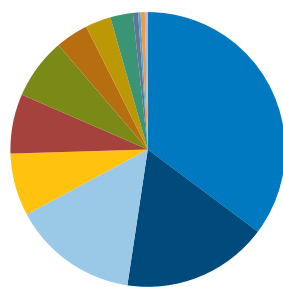
The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested. These figures shown represent how much the fund increased or decreased in value during the calendar year. Performance data has been calculated in HKD, including ongoing charges. Where no past performance is shown, there was insufficient data available in that year to provide performance. The Fund's inception date was February 12, 2016.

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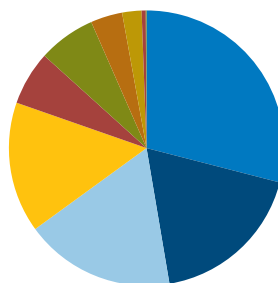
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## GEOGRAPHIC ALLOCATION (%)



United Kingdom	35.2
Switzerland	17.2
Germany	14.8
France	7.4
Netherlands	7.0
Denmark	7.2
Sweden	3.9
Spain	3.0
Finland	2.7
Ireland	0.6
Belgium	0.3
Italy	0.5
Portugal	0.2
Norway	0.1

## SECTOR ALLOCATION (%)



Consumer Staples	29.0
Health Care	18.3
Industrials	17.7
Consumer Discretionary	15.4
Materials	6.3
Information Technology	6.7
Financials	3.7
Telecommunication Services	2.3
Utilities	0.2
Energy	0.1

## TOP 10 HOLDINGS (%)

Nestle	5.2
Roche Holding	4.8
Novo Nordisk B	4.6
British American Tobacco	4.4
Unilever (NL)	4.0
Bayer AG	3.3
SAP	3.3
AstraZeneca	3.2
Unilever (GB)	3.1
Diageo	3.0

## PARTICIPATING DEALERS

BNP Paribas Securities Services  
 Goldman Sachs (Asia) Securities Limited  
 Haitong International Securities Company Limited  
 Macquarie Bank Limited  
 SG Securities (HK) Limited

## MARKET MAKERS

BNP Paribas Securities (Asia) Limited

## Excellence gets rewarded

ETF Manager of the Year for Hong Kong	Asia Asset management 2016 Best of the Best Awards
Best ETF Provider for Hong Kong	The Asset Triple A ETF Awards 2016
Most Innovative ETF Provider (Best-in-Class)	BENCHMARK Fund of the Year Awards 2016
Most Innovative ETF Provider 2016 — Asia	Wealth & Finance 2016 Fund Awards
Best-in-Class for Europe Equity: Currency Hedged	BENCHMARK Fund of the Year Awards 2016

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