



BCV Asset Management Inc.

# The Dividend Growth Story

## December 2022

**Research. Manage. Communicate**



BCV Asset Management Inc.

## The Dividend Growth Story- Canadian Equity Model Portfolio December 2022

### Dividend Changes in Most Recent Twelve Months:

Increases: 23  
Unchanged: 2  
Decreases: 0  
Implementation: 1

### Portfolio Characteristics (As of December 31<sup>st</sup> 2022):

Dividend Yield: 5.18%

Dividend Growth Rate:  
One Year: +57.9%  
Five Years: +18.2%

The BCV Asset Management Canadian Equity Model Portfolio consisted of twenty-six companies at the end of December 2022. In the twelve months ending December 31<sup>st</sup> 2022, twenty three companies increased their dividend over the amount paid in the preceding twelve months, two companies maintained their dividend at the amount paid in the preceding twelve months, and one company has yet to implement a dividend policy.

The Canadian Equity Model Portfolio was changed during the fourth quarter of 2022, with an increase to an existing position in Algonquin Power & Utilities Corporation and a reduction from an existing position in OpenText Corporation. In addition, Brookfield Asset Management Inc. underwent a name change to Brookfield Corporation to better reflect its diversified ownership of multiple Brookfield public and private investment companies. As part of this process, a twenty five percent ownership stake of Brookfield Asset Management Ltd., an alternative asset manager, was distributed to shareholders of Brookfield Corporation.

Three companies paid an increased dividend in the fourth quarter of 2022. These companies are Fortis Inc., Sun Life Financial Inc., and Tourmaline Oil Corporation. Three companies have announced a dividend increase that will be paid starting in the first quarter of 2023. These companies are Canadian Imperial Bank of Commerce, Canadian Natural Resources Ltd., and Granite Real Estate Investment Trust.

Two companies, Dream Industrial Real Estate Investment Trust and Northland Power Inc. each have not had a recent dividend increase. These companies have elected to forgo dividend increases to have additional capital to invest in their respective businesses.

A full outline of the five year dividend history of the companies in the BCV Asset Management Canadian Equity Model Portfolio is provided on the following pages.

# The Dividend Growth Story- Canadian Equity Model Portfolio

## Summary of Dividends Paid

	Twelve Month Period Ending December 31 <sup>st</sup>						Growth Rate	
	2022	2021	2020	2019	2018	2017	1 Year	5 Years
Algonquin Power & Utilities Corporation (AQN) <sup>1</sup>	0.7028	0.6514	0.5922	0.5384	0.4894	0.4554	7.9%	9.1%
Bank of Montreal (BMO)	5.4400	4.2400	4.2400	4.0600	3.7800	3.5600	28.3%	8.9%
Bank of Nova Scotia (BNS)	4.0600	3.6000	3.6000	3.4900	3.2800	3.0500	12.8%	5.9%
Brookfield Asset Management Inc. (BAM.A)	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	N/A	N/A
Brookfield Corporation (BN) <sup>1, 2</sup>	0.5600	0.5200	0.4800	0.4267	0.4000	0.3733	7.7%	8.4%
Canadian Imperial Bank of Commerce (CM)	3.2700	2.9200	2.9100	2.8000	2.6600	2.5400	12.0%	5.2%
Canadian National Railway Company (CNR)	2.9300	2.4600	2.3000	2.1500	1.8200	1.6500	19.1%	12.2%
Canadian Natural Resources Ltd. (CNQ) <sup>3</sup>	2.8375	1.8350	1.6500	1.4600	1.2800	1.0750	54.6%	21.4%
Dollarama Inc. (DOL)	0.2162	0.1979	0.1760	0.1720	0.1567	0.1433	9.2%	8.6%
Dream Industrial Real Estate Investment Trust (DRI.UN)	0.7000	0.7000	0.7000	0.7000	0.7000	0.7000	0.0%	0.0%
Enbridge Inc. (ENB)	3.4400	3.3400	3.2400	2.9520	2.6840	2.4130	3.0%	7.3%
Fortis Inc. (FTS)	2.1700	2.0500	1.9375	1.8275	1.7250	1.6250	5.9%	6.0%
Granite Real Estate Investment Trust (GRN.UN)	3.0996	3.0000	2.9040	3.0960	2.7240	2.6040	3.3%	3.5%
Intact Financial Corporation (IFC)	4.0000	3.4000	3.3200	3.0400	2.8000	2.5600	17.6%	9.3%
Magna International Inc. (MG) <sup>1</sup>	1.8000	1.7200	1.6000	1.4600	1.3200	1.1000	4.7%	10.4%
Manulife Financial Corporation (MFC)	1.3200	1.1700	1.1200	1.0000	0.9100	0.8200	12.8%	10.0%
Northland Power Inc. (NPI)	1.2000	1.2000	1.2000	1.2000	1.2000	1.0800	0.0%	2.1%
OpenText Corporation (OTEX) <sup>1</sup>	0.9278	0.8434	0.7246	0.6756	0.5874	0.5110	10.0%	12.7%
Parkland Corporation (PKI)	1.2728	1.2280	1.2093	1.1855	1.1672	1.1491	3.6%	2.1%
Royal Bank of Canada (RY)	4.9600	4.3200	4.2900	4.0700	3.7700	3.4800	14.8%	7.3%
Stantec Inc. (STN)	0.7050	0.6500	0.6100	0.5725	0.5375	0.4875	8.5%	7.7%
Sun Life Financial Inc. (SLF)	2.7600	2.3100	2.2000	2.1000	1.9050	1.7450	19.5%	9.6%
TC Energy Corporation (TRP)	3.5700	3.4200	3.1800	2.9400	2.6950	2.4400	4.4%	7.9%
Toronto-Dominion Bank (TD)	3.5600	3.1600	3.1100	2.8900	2.6100	2.3500	12.7%	8.7%
Tourmaline Oil Corporation (TOU) <sup>3</sup>	0.9000	0.6700	0.5000	0.4600	0.0000	0.0000	34.3%	N/A
Tricon Residential Inc. (TCN) <sup>4</sup>	0.3010	0.2800	0.2800	0.2800	0.2750	0.2600	7.5%	3.0%

1 Dividend paid in USD.

2 Cash dividends only. Company has also distributed shares of Trisura Group Ltd. in 2017 and Brookfield Asset Management Reinsurance Partners Ltd. In 2021.

3 Excludes Special Dividends.

4 Dividend paid in USD stating in first quarter of 2022. Dividends reported in CAD in equivalent for comparative purposes.

# The Dividend Growth Story- Canadian Equity Model Portfolio

## Summary of Dividend Increases

### **First Quarter 2022:**

Bank of Montreal: 133 cents (106 cents)  
Bank of Nova Scotia: 100 cents (90 cents)  
Brookfield Corporation: 14 cents (13 cents)\*  
Canadian Imperial Bank of Commerce: 80.5 cents (73 cents)  
Canadian Natural Resources Ltd.: 58.75 cents (47 cents)  
Canadian National Railway Company: 73.25 cents (61.5 cents)  
Enbridge Inc.: 86 cents (83.5 cents)  
Granite Real Estate Investment Trust: 25.83 cents (25 cents)  
Intact Financial Corporation: 100 cents (91 cents)  
Magna International Inc.: 45 cents (43 cents)\*  
Royal Bank of Canada: 120 cents (108 cents)  
Tricon Residential Inc.: 5.8 cents USD (7 cents CAD)\*  
Toronto Dominion Bank: 89 cents (79 cents)  
Tourmaline Oil Corporation: 20 cents (18 cents)

### **Second Quarter 2022:**

Canadian Natural Resources Ltd.: 75 cents (58.75 cents)  
Dollarama Inc.: 5.53 cents (5.03 cents)  
Parkland Corporation: 10.83 cents (10.29 cents)  
Sun Life Financial Inc.: 69 cents (66 cents)  
Stantec Inc.: 18 cents (16.5 cents)  
TC Energy Corporation: 90 cents (87 cents)  
Tourmaline Oil Corporation: 22.5 cents (20 cents)

### **Third Quarter 2022:**

Algonquin Power & Utilities Corporation: 18.08 cents (17.06 cents)\*  
Bank of Montreal: 139 cents (133 cents)  
Bank of Nova Scotia: 103 cents (100 cents)  
Canadian Imperial Bank of Commerce: 83 cents (80.5 cents)  
OpenText Corporation: 0.2430 cents (0.2209 cents) \*  
Parkland Corporation: 32.5 cents (30.87 cents)  
Royal Bank of Canada: 128 cents (120 cents)

### **Fourth Quarter 2022:**

Fortis Inc.: 56.5 cents (53.5 cents)  
Sun Life Financial Inc.: 72 cents (69 cents)  
Tourmaline Oil Corporation: 25 cents (22.5 cents)

### **First Quarter 2023 (Pending):**

Canadian Imperial Bank of Commerce: 85 cents (83 cents)  
Canadian Natural Resources Ltd.: 85 cents (75 cents)  
Granite Real Estate Investment Trust: 26.67 cents (25.83 cents)

\* Dividend paid in USD.



BCV Asset Management Inc.

## The Dividend Growth Story- United States Equity Model Portfolio December 2022

### Dividend Changes in Most Recent Twelve Months:

Increases: 20  
Unchanged: 0  
Decreases: 0  
Implementation: 0

### Portfolio Characteristics (As of December 31<sup>st</sup> 2022):

Dividend Yield: 2.09%

Dividend Growth Rate:  
One Year: +14.7%  
Five Years: +6.5%

The BCV Asset Management United States Equity Model Portfolio consisted of twenty companies at the end of December 2022. In the twelve months ending December 31<sup>st</sup> 2022, all twenty companies increased their dividend over the amount paid in the preceding twelve months.

The United States Equity Model Portfolio was changed during the fourth quarter of 2022 with the addition of a new position in Dominion Energy Inc.

Four companies paid an increased dividend in the fourth quarter of 2022. These companies were Becton Dickinson & Company, Honeywell International Inc., Microsoft Corporation, and Texas Instruments Inc. No companies have announced a dividend increase that will be paid starting in the first quarter of 2023.

A full outline of the five year dividend history of the companies in the BCV Asset Management United States Equity Model Portfolio is provided on the following pages.

# The Dividend Growth Story- United States Equity Model Portfolio

## Summary of Dividends Paid

	Twelve Month Period Ending December 31 <sup>st</sup>						Growth Rate	
	2022	2021	2020	2019	2018	2017	1 Year	5 Years
Analog Devices Inc. (ADI)	3.0400	2.7600	2.4800	2.1600	1.9200	1.8000	10.1%	11.1%
Applied Materials Inc. (AMAT)	1.0200	0.9400	0.8700	0.8300	0.7000	0.4000	8.5%	20.6%
Bank of America Corporation (BAC)	0.8600	0.7800	0.7200	0.6600	0.5400	0.3900	10.3%	17.1%
Becton Dickinson & Company (BDX)	3.5200	3.3600	3.2000	3.1000	3.0200	2.9400	4.8%	3.7%
Cisco Systems Inc. (CSCO)	1.5100	1.4700	1.4300	1.3800	1.2800	1.1300	2.7%	6.0%
CVS Health Corporation (CVS)	2.2000	2.0000	2.0000	2.0000	2.0000	2.0000	10.0%	1.9%
D.R Horton Inc. (DHI)	0.9250	0.8250	0.7250	0.6250	0.5250	0.4250	12.1%	16.8%
Dominion Energy Inc. (D)	2.6700	2.5200	3.4500	3.6700	3.3400	3.0350	6.0%	-2.5%
FedEx Corporation (FDX)	3.8000	2.8000	2.6000	2.6000	2.3000	1.8000	35.7%	16.1%
General Dynamics Corporation (GD)	4.9700	4.6700	4.3200	3.9900	3.6300	3.2800	6.4%	8.7%
Honeywell International Inc. (HON) <sup>1</sup>	3.9700	3.7700	3.6300	3.3600	3.0550	2.7400	5.3%	7.7%
Johnson & Johnson (JNJ)	1.3900	1.0700	1.0400	1.0400	1.0400	1.0000	29.9%	6.8%
Johnson Controls International plc (JCI)	4.4500	4.1900	3.9800	3.7500	3.5400	3.3200	6.2%	6.0%
JPMorgan Chase & Company (JPM)	4.0000	3.7000	3.6000	3.3000	2.4800	2.0400	8.1%	14.4%
Microsoft Corporation (MSFT)	2.5400	2.3000	2.0900	1.8900	1.7200	1.5900	10.4%	9.8%
Raytheon Technologies Corporation (RTX) <sup>2</sup>	2.1600	2.0050	2.1600	2.9400	2.8350	2.7200	7.7%	-4.5%
Stanley Black and Decker Inc. (SWK)	3.1800	2.9800	2.7800	2.7000	2.5800	2.4200	6.7%	5.6%
Texas Instruments Inc. (TXN)	4.6900	4.2100	3.7200	3.2100	2.6300	2.1200	11.4%	17.2%
UnitedHealth Group Inc. (UNH)	6.4000	5.6000	4.8300	4.1400	3.4500	2.8750	14.3%	17.4%
Wells Fargo & Company (WFC)	1.1000	0.6000	1.2200	1.9200	1.6400	1.5400	83.3%	-6.5%

1 Cash dividends only. Company has also distributed shares of Resideo Technologies Inc. in 2018.

2. Cash dividends only. Pre-merger company also distributed shares of Carrier Global Corporation and Otis Worldwide Corporation in 2020.

# The Dividend Growth Story- United States Equity Model Portfolio

## Summary of Dividend Increases

### **First Quarter 2022:**

Analog Devices Inc.: 76 cents (69 cents)  
CVS Health Corporation: 55 cents (50 cents)  
D.R Horton Inc.: 66.75 cents (63 cents)  
Johnson Controls International plc: 34 cents (27 cents)  
Wells Fargo & Company: 25 cents (20 cents)

### **Second Quarter 2022:**

Applied Materials Inc.: 26 cents (24 cents)  
Cisco Systems Inc.: 38 cents (37 cents)  
Dominion Energy Inc.: 66.75 cents (63 cents)  
General Dynamics Corporation: 126 cents (119 cents)  
Johnson Controls International plc: 35 cents (34 cents)  
Johnson & Johnson: 113 cents (106 cents)  
UnitedHealth Group Inc.: 165 cents (145 cents)

### **Third Quarter 2022:**

Bank of America Corporation: 22 cents (21 cents)  
FedEx Corporation: 115 cents (75 cents)  
Stanley Black and Decker Inc.: 80 cents (79 cents)  
Wells Fargo & Company: 30 cents (25 cents)

### **Fourth Quarter 2022:**

Becton Dickinson & Company: 91 cents (87 cents)  
Honeywell International Inc.: 103 cents (98 cents)  
Microsoft Corporation: 68 cents (62 cents)  
Texas Instruments Inc.: 124 cents (115 cents)

### **First Quarter 2023 (Pending):**

None



## BCV Asset Management Inc.

Refinery District  
1-220 Newmarket Boulevard  
Winnipeg, MB R3T 6G7

phone (204) 284-2583  
fax (204) 284-2584  
toll free (888) 645-2583

[www.bcvassetmanagement.com](http://www.bcvassetmanagement.com)

<b>Investment Committee Member</b>	<b>Email Address</b>	<b>Direct Office Number</b>
<b>Tony Demarin</b> , MBA, CFA <sup>®</sup> , CIM, FCSI <i>President</i>	tdemarin@bcvfinancial.com	(204) 560-1489
<b>Todd Johnson</b> , CFA <sup>®</sup> , CIM <i>Chief Investment Officer</i>	tjohnson@bcvfinancial.com	(204) 560-1484
<b>Chris Richard</b> , CFA <sup>®</sup> <i>Head of Fixed Income Investing &amp; Portfolio Manager</i>	crichard@bcvfinancial.com	(204) 560-1487
<b>Paul Girouard</b> , CPA, CA, CFA <sup>®</sup> <i>Portfolio Manager</i>	pgirouard@bcvfinancial.com	(204) 560-1485
<b>Michelle Smith</b> , CFA <sup>®</sup> <i>Portfolio Manager</i>	msmith@bcvfinancial.com	(204) 560-1486
<b>Chris Chernecki</b> , CFA <sup>®</sup> <i>Portfolio Manager</i>	cchernecki@bcvfinancial.com	(204) 560-4258
<b>Mandy Braun</b> , CFA <sup>®</sup> <i>Portfolio Manager</i>	mbraun@bcvfinancial.com	(204) 560-4258
<b>Duncan MacDonald</b> , CPA <i>Associate Portfolio Manager</i>	dmacdonald@bcvfinancial.com	(204) 560-2679
<b>Luke Campbell</b> , CFA <sup>®</sup> <i>Head of Alternatives &amp; Associate Portfolio Manager</i>	lcampbell@bcvfinancial.com	(204) 560-1488

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