

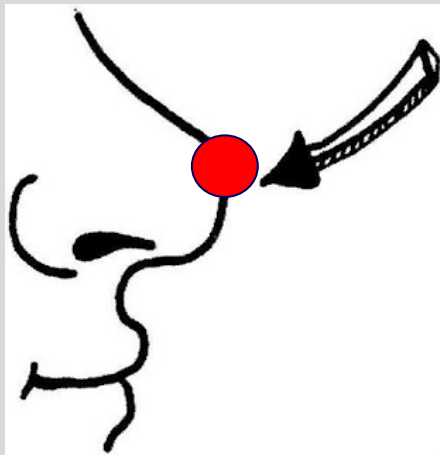
Investing for Successful Retirement

UD Osher – OLLI
Fall 2026

- **Rajeev A. Vaidya**
- **Ron Materniak**

Disclaimer in plain language

Disclaimer – in plain language:



Opinions are like noses, everyone has one !

You are going to see mine in this course !!

We are simply sharing our perspective.

This is not investment advice or recommendation.

Ron, and I are not a financial advisors.

This course is for educational purposes only.

Form your own opinion, make your own investment decisions.

Fourth Class – Sept. 30th

- Current State of the markets
- Dividend Investing

I am in Wilmington, at Arsht Hall.

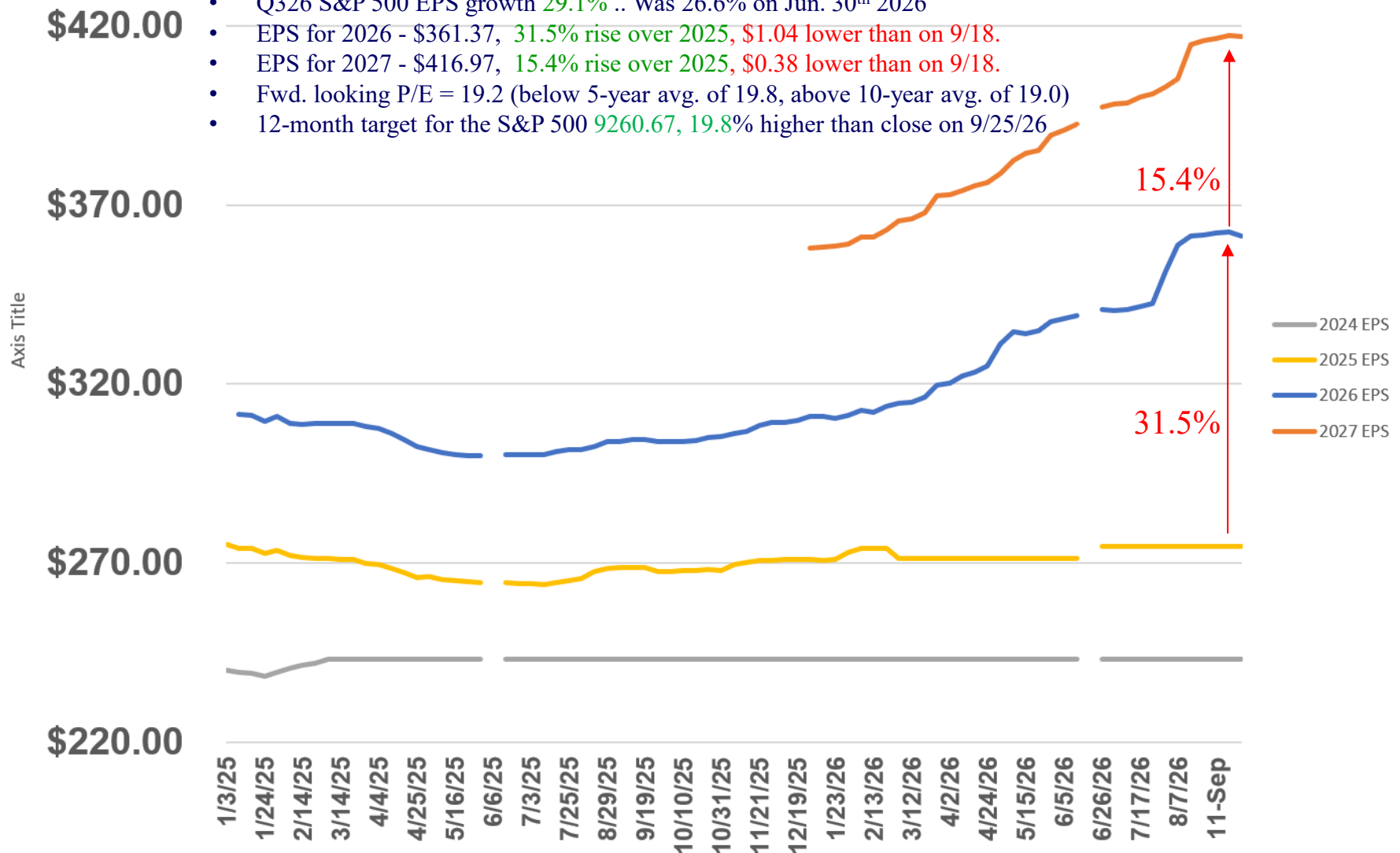
- Class in Arsht Hall – Room 203 (can hold only 50 people).
 - Hybrid
 - I will repeat questions or comments made in the classroom so that those on-line can hear.
- I am in Arsht Hall till 2pm
 - Welcome to come and chat between end of this class (10.15am and start of the next class 12.30pm)

Factset(R) - S&P 500 Calendar year earnings forecast

https://advantage.factset.com/hubfs/Website/Resources%20Section/Research%20Desk/Earnings%20Insight/EarningsInsight_092526.pdf

Factset Earnings Estimates 9/25/26

- Q326 S&P 500 EPS growth 29.1% .. Was 26.6% on Jun. 30th 2026
- EPS for 2026 - \$361.37, 31.5% rise over 2025, \$1.04 lower than on 9/18.
- EPS for 2027 - \$416.97, 15.4% rise over 2025, \$0.38 lower than on 9/18.
- Fwd. looking P/E = 19.2 (below 5-year avg. of 19.8, above 10-year avg. of 19.0)
- 12-month target for the S&P 500 9260.67, 19.8% higher than close on 9/25/26



Earnings achieved & still to go

On Page 31 Factset® Quarterly data does not match annual data.

	Annual Data	Change	Q_Data	Change	Increase forecasted	Achieved through Q2	Needed to achieve Forecast	%YOY remaining change
2025	\$ 274.72		\$ 276.06					
2026	\$ 361.37	31.5%	\$ 364.19	31.9%	\$ 88.13	\$ 50.51	\$ 37.62	25.88%
2027	\$ 416.97	15.4%	\$ 420.22	15.4%	\$ 56.03			

On Page 15 Factset® CY2026 growth is reported at 32%

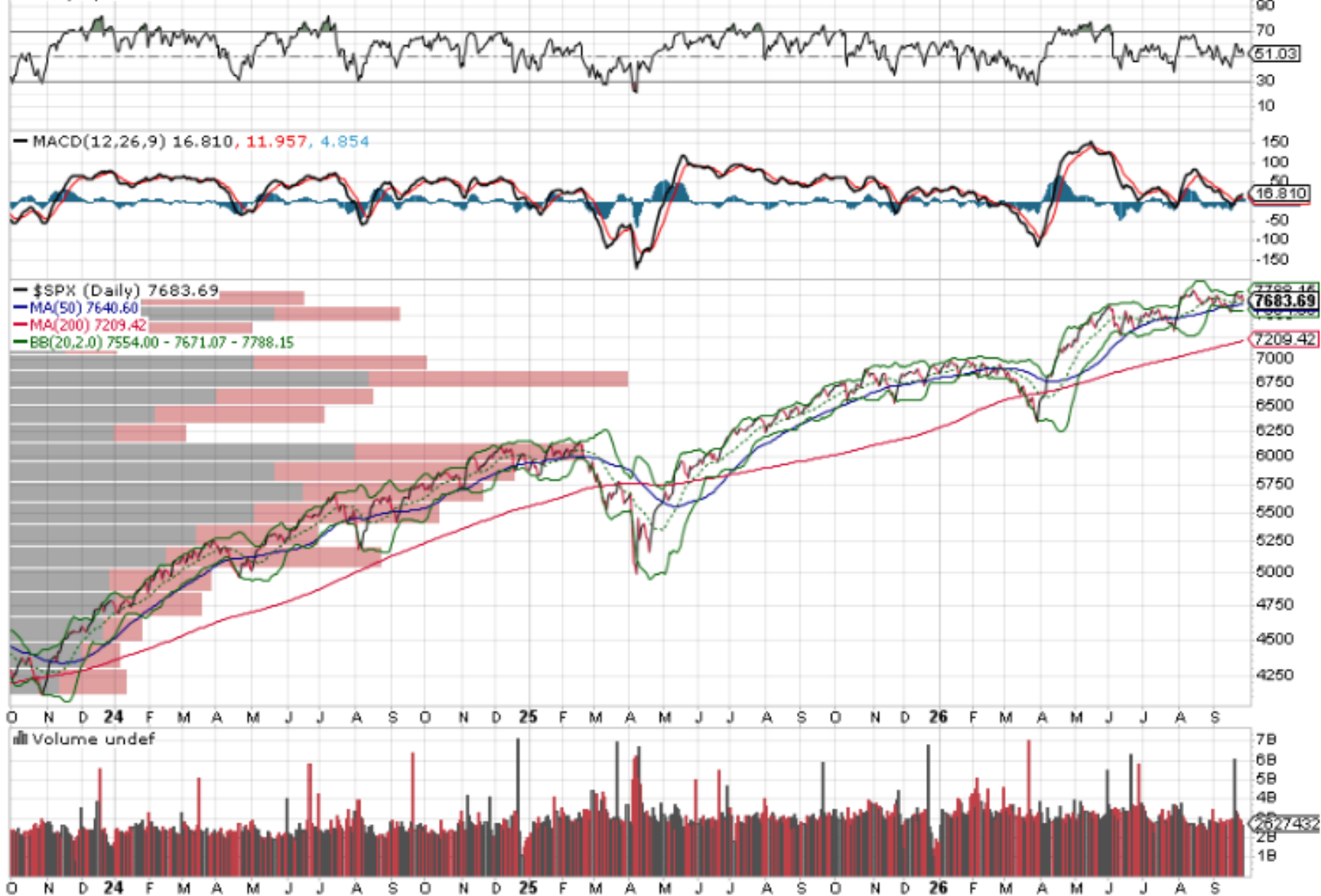
\$SPX S&P 500 Large Cap Index INDX

28-Sep-2026

© StockCharts.com

Open 7721.70 High 7724.15 Low 7666.60 Close 7683.69 Chg -59.72 (-0.77%)

▲ RSI(14) 51.03



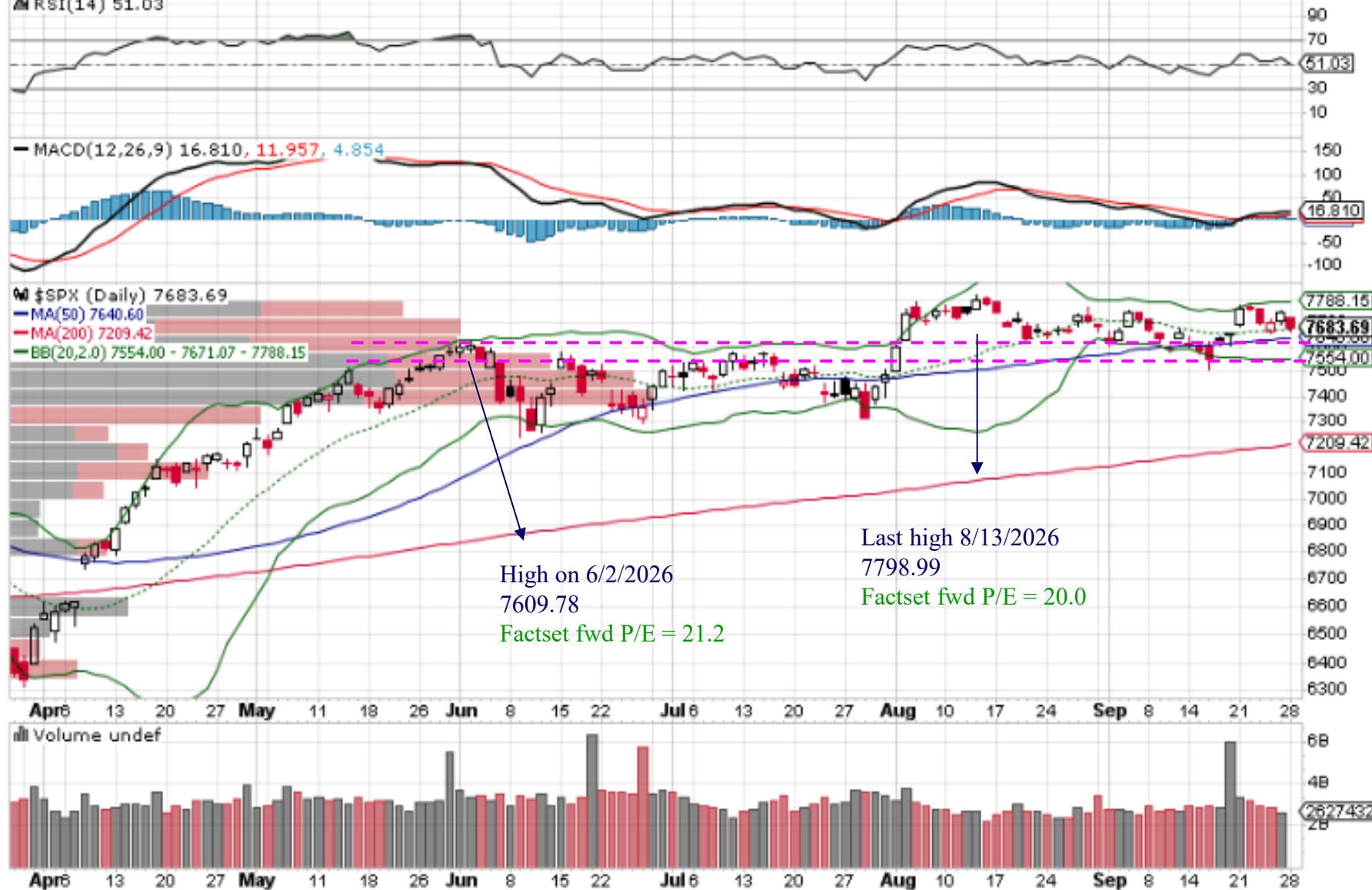
\$SPX S&P 500 Large Cap Index INDX

28-Sep-2026

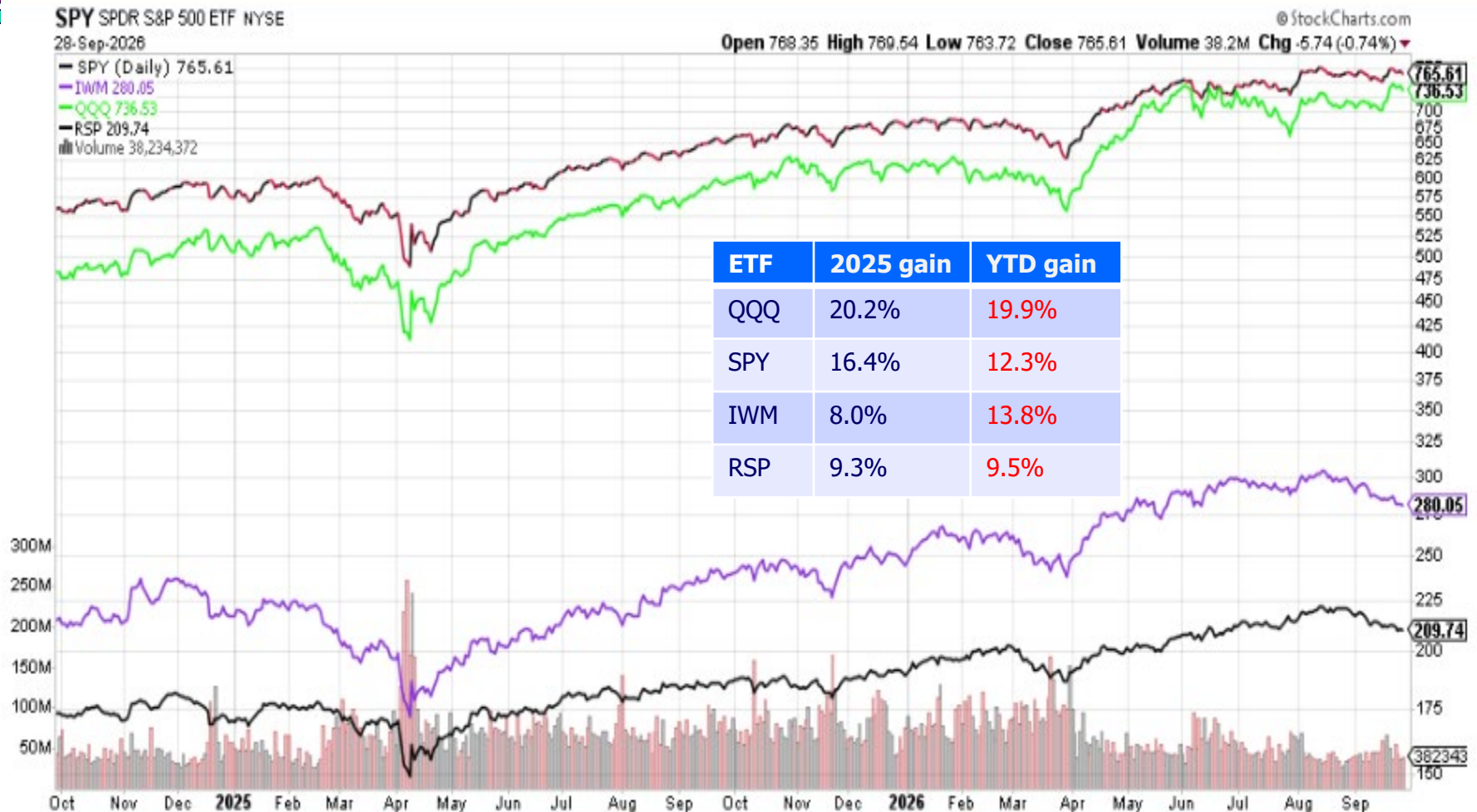
▲ RSI(14) 51.03

Open 7721.70 High 7724.15 Low 7686.80 Close 7683.69 Chg -59.72 (-0.77%) ▼

© StockCharts.com



Market Breadth – another way



\$NYAD NYSE - Advance-Decline Issues INDEX

28-Sep-2026

— \$NYAD Cumulative 54166.00
— MA(50) 61593.40

Open 54166.00 High 54166.00 Low 54166.00 Close 54166.00 Chg -1403.00 (-2.52%)

© StockCharts.com



— \$SPX 7683.69



A/D line on SPY, Russell 2000, NASDAQ and NASDAQ – 100 – no longer in the charts each week

<https://www.marketinout.com/chart/market.php?breadth=advance-decline-line>

Weekly Market direction

guywerner@verizon.net

<https://drive.google.com/drive/folders/1ubPflPWptgWpje7djb3yEDmtGXHXTe6u>

COLUMNS C,D,E BY DAVE (IN THE NORTH) SMITH			DIST DAYS		DOW AVERAGE					S&P 500 TRIPLE SCREEN					NASDAQ TRIPLE SCREEN					STNX YIELD				
	DATE	MARKET PULSE (IBD)	S&P 500	NASDAQ	8-20 EMA	MACD	RSI	CLOSING	Δ	%CHANGE	8-20 EMA	MACD	RSI	CLOSING	Δ	%CHANGE	8-20 EMA	MACD	RSI	CLOSING	Δ	%CHANGE	YIELD BP	Δ % DAY
SAT	09/12/26	FOR THE WEEK						-841	-1.57%					-62	-0.80%					-173	-0.65%		3.99%	
SUN	09/13/26	YTD						4,510	9.38%					811	11.85%					3,092	13.30%		19.51%	
MON	09/14/26	STILL WAGGING THE DOG AGAIN UNDER PRESSURE (40% - 60%)	5	6	F	F	F	52,421	-152	-0.29%	F	F	F	7,619	-37	-0.48%	P	0	F	26,186	50	-0.58%	49.61	-0.28%
TUE	09/15/26	STILL WAGGING THE DOG AGAIN UNDER PRESSURE (40% - 60%)	6	7	F	F	F	52,099	-322	-0.61%	F	F	F	7,585	-34	-0.45%	F	F	F	25,981	-205	-0.78%	49.96	0.70%
WED	09/16/26	STILL WAGGING THE DOG AGAIN UNDER PRESSURE (40% - 60%) FMOC	7	6	F	F	F	51,462	-637	-1.22%	F	F	F	7,551	-34	-0.45%	F	F	F	25,978	-3	-0.01%	50.06	0.20%
THUR	09/17/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	7	6	F	F	F	51,778	316	0.61%	F	F	F	7,637	86	1.14%	P	F	P	26,418	440	1.69%	49.47	-1.19%
FRI	09/18/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	7	6	F	F	F	51,682	-96	-0.19%	F	F	0	7,650	13	0.17%	P	F	P	26,522	104	0.39%	49.98	1.02%
SAT	09/19/26	FOR THE WEEK						-891	-1.69%					-6	-0.08%					189	0.72%		0.46%	
SUN	09/20/26	YTD						3,619	7.53%					805	11.76%					3,281	14.12%		20.06%	
MON	09/21/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	7	6	F	F	F	52,048	366	0.71%	P	0	P	7,764	114	1.49%	P	0	P	27,122	600	2.26%	49.63	-0.71%
TUE	09/22/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	6	4	F	F	F	51,863	-185	-0.36%	P	0	P	7,764	0	0.00%	P	P	P	27,244	122	0.45%	49.68	0.10%
WED	09/23/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	5	4	F	F	F	51,511	-352	-0.68%	P	0	P	7,706	-58	-0.75%	P	P	P	26,936	-308	-1.13%	51.14	2.85%
THUR	09/24/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	5	4	F	F	F	51,349	-162	-0.31%	P	0	P	7,704	-2	-0.03%	P	P	P	26,939	3	0.01%	51.62	0.93%
FRI	09/25/26	STILL WAGGING THE DOG AGAIN (60% - 80%)	5	3	F	F	F	51,828	479	0.93%	P	0	P	7,743	39	0.51%	P	P	P	27,068	129	0.48%	51.84	0.42%
SAT	09/26/26	FOR THE WEEK						146	0.28%					93	1.22%					546	2.06%		3.72%	
SUN	09/27/26	YTD						3,765	7.83%					898	13.12%					3,827	16.47%			
MON	09/28/26				F	F	F	51,481	-347	-0.67%	P	0	P	7,683	-60	-0.77%	P	P	P	26,820	-248	-0.92%	52.40	1.07%

U.S. Dollar

\$USD US Dollar - Cash Settle FOREX

28-Sep-2026 8:22pm

\$USD (Weekly) 101.19

MA(40) 99.35

Volume undef

Open 101.15 High 101.31 Low 100.98 Last 101.19 Chg +0.16 (+0.16%) ▲

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Market Summary – Stockcharts®

Stockcharts.com → Main Screen → Market Analysis

New feature – Market Summary

KELLER MARKET MODELS				CHARTS	
MACRO MODEL				STOCKS MODEL	
	ST	MT	LT		
Stocks (SPY)	↑	↑	↑		
Bonds (TLT)	↓	↓	↓		
Commodities (DBC)	↑	↑	↑		
US Dollar (\$USD)	↑	↑	↑		

KELLER MARKET MODELS				CHARTS	
MACRO MODEL				STOCKS MODEL	
	ST	MT	LT		
S&P 500 (SPY)	↑	↑	↑		
S&P 400 (MDY)	↓	↓	↑		
Russell 2000 (IWM)	↓	↓	↑		
NASDAQ 100 (QQQ)	↑	↑	↑		

Fourth Class – Sep. 30th

- Market Update
- Dividend Investing
- Questions

Investing in Retirement

- Prior to retirement – Accumulation phase
- After retirement
 - Protect and grow the investment portfolio
 - Use the portfolio to produce income for current expenses
 - Draw down the principal as needed and in a way that does not exhaust it prematurely.
- If your plan is to draw down 4% per year from your portfolio
 - If your portfolio produces 2% income
 - You draw down 2% to meet your needs.
 - Helps in both up markets and down markets
- Income produced from dividends is taxed at a lower rate



The Fed and interest rates

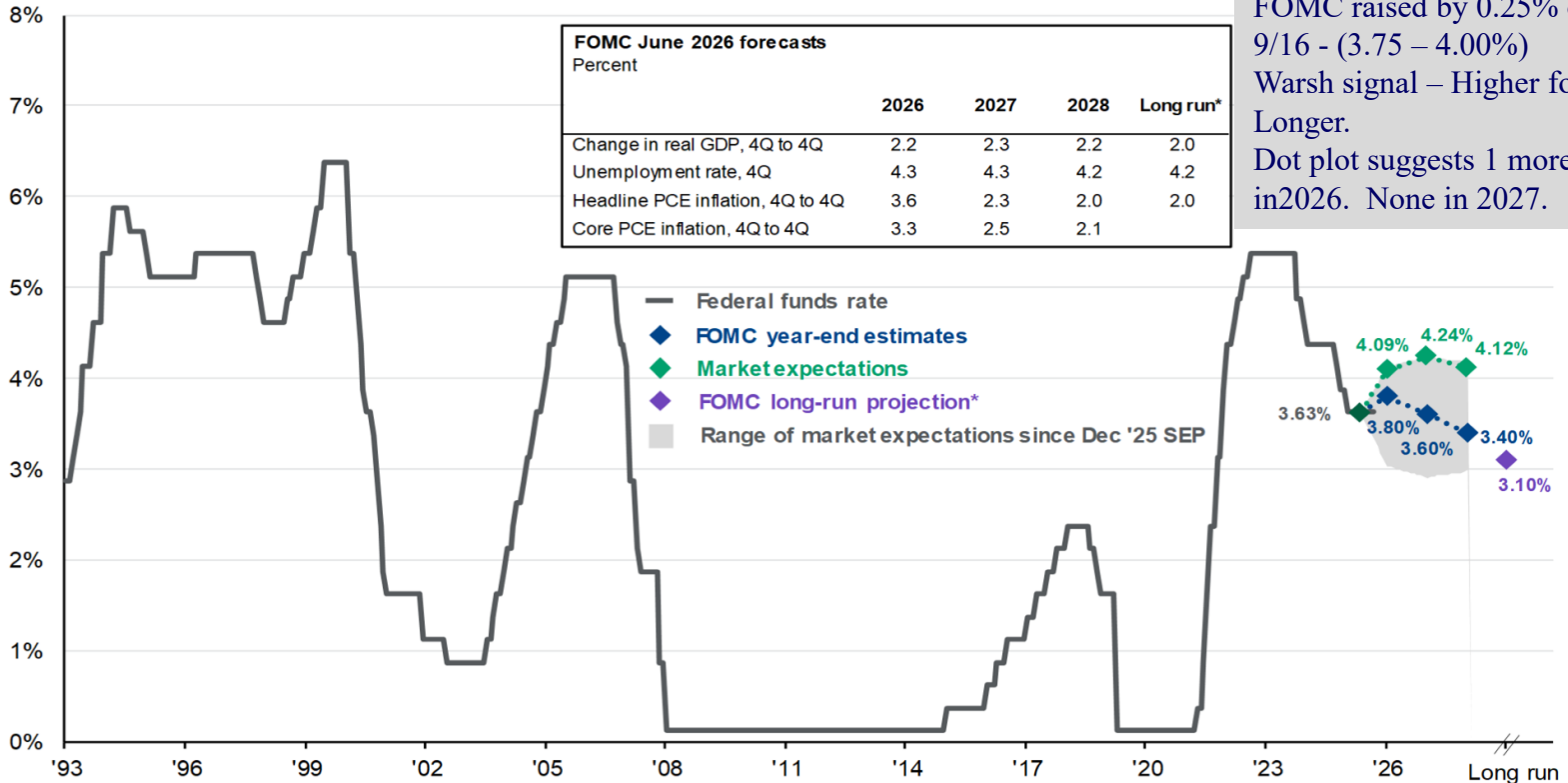
GTM

U.S.

33

Federal funds rate expectations

FOMC and market expectations for the federal funds rate



FOMC raised by 0.25% on 9/16 - (3.75 – 4.00%)
 Warsh signal – Higher for Longer.
 Dot plot suggests 1 more hike in 2026. None in 2027.

Source: Bloomberg, FactSet, Federal Reserve, J.P. Morgan Asset Management.

Market expectations are based off of USD Overnight Index Swaps. *Long-run projections are the rates of growth, unemployment and inflation to which a policymaker expects the economy to converge over the next five to six years in absence of further shocks and under appropriate monetary policy. Forecasts, projections and other forward-looking statements are based upon current beliefs and expectations. They are for illustrative purposes only and serve as an indication of what may occur. Given the inherent uncertainties and risks associated with forecasts, projections or other forward-looking statements, actual events, results or performance may differ materially from those reflected or contemplated.

Guide to the Markets – U.S. Data are as of August 31, 2026.

J.P.Morgan
 ASSET MANAGEMENT

Current Fixed Income Yields

Schwab website data – 9/22

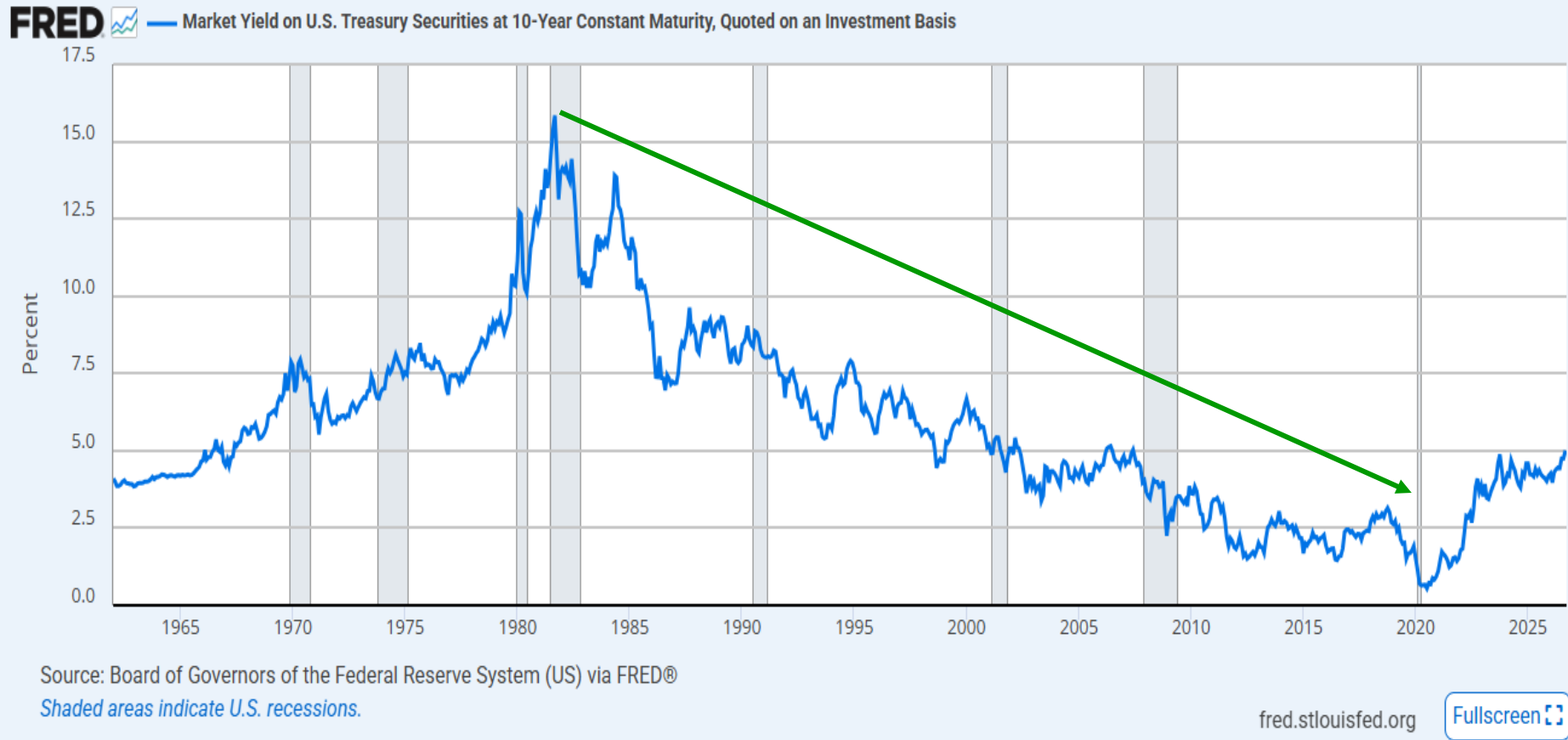
S&P 500 dividend yield on 9/22 = 1.06%
from MS CoPilot

The rates shown below are the best available to Schwab for each maturity range and product based on a \$25,000 face value amount. Click on the individual rates for the bond details. Rates and yields are delayed 15 minutes, and yields displayed are inclusive of transaction fees. [View our pricing schedule.](#)

	3MO	6MO	9MO	1YR	18MO	2YR	3YR	4YR	5YR	10YR	20YR	30YR+
CDs	4.16	4.24	4.32	4.50	4.70	4.75	4.90	5.00	5.10	5.19	--	--
Bonds												
U.S. Treasuries	4.13	4.29	4.40	4.61	4.69	4.75	4.79	4.82	4.83	4.94	5.36	5.28
U.S. Treasury Zeros	--	--	--	4.43	4.62	4.69	4.81	4.85	4.87	5.03	5.50	5.23
Government Agencies	3.84	4.11	4.27	4.61	4.67	5.00	5.25	5.07	5.55	5.75	6.41	6.04
Corporates (AAA)	--	--	4.13	4.32	4.60	4.63	4.75	4.90	5.10	5.31	5.86	6.00
Corporates (AA)	--	3.89	4.34	4.51	4.73	4.90	5.07	5.25	5.64	5.69	6.25	6.58
Corporates (A)	3.50	4.28	4.41	4.72	4.92	5.15	5.38	5.50	5.80	6.53	6.74	7.07
Municipals (AAA)	--	2.86	3.04	3.16	3.45	3.55	3.57	3.79	3.68	5.21	5.41	5.29
Municipals (AA)	2.50	3.04	3.28	3.77	4.00	4.09	4.22	4.46	4.72	5.24	5.61	5.55
Municipals (A)	2.98	3.04	3.32	3.77	4.04	4.09	4.22	4.46	4.93	5.33	5.76	5.58

Powered by BondSource™ | Ratings by Standard & Poor's

US 10 Year treasury Yield



Why Dividends ??

- Historically, Dividends have been a meaningful part of total returns from equity investments.
- Dividend paying companies fare better in downturns than others.
- In a low yield environment, dividends offer better income than govt. bonds. — *Not true now @ the index level*
- Dividends are taxed at a lower rate than income produced from bonds.
 - Depends on your income tax rate and whether the dividends are qualified dividends.

THE VALUE LINE

Investment Survey®

Part 1 Summary & Index

File at the front of the
Ratings & Reports
binder. Last week's
Summary & Index
should be removed.

October 2, 2026

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SCREENS

Industries, in order of Timeliness Rank	24	Stocks with Lowest P/Es	35
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Worst Performing Stocks last 13 Weeks	33	Highest Growth Stocks	39
Widest Discounts from Book Value	34		

The Median of Estimated
PRICE-EARNINGS RATIOS
of all stocks with earnings

17.2

26 Weeks Ago	Market Low 3-23-20	Market High 8-13-26
17.9	11.0	18.1

The Median of Estimated
DIVIDEND YIELDS
(next 12 months) of all dividend
paying stocks

2.0%

26 Weeks Ago	Market Low 3-23-20	Market High 8-13-26
2.1%	3.7%	1.9%

The Median Estimated
**THREE-TO-FIVE YEAR PRICE
APPRECIATION POTENTIAL**
of all stocks in the VL Universe

50%

26 Weeks Ago	Market Low 3-23-20	Market High 8-13-26
55%	145%	40%

The Median Estimated
**18-MONTH APPRECIATION POTENTIAL
TO TARGET PRICE RANGE**
of all stocks in the VL Universe

19%

26 Weeks Ago	Market Low 3-23-20	Market High 8-13-26
19%	72%	16%

Relevant factors in Dividend paying stocks

- Cash flow predictability / consistency
 - Sales / earnings consistency
 - Cash flow growth growing forward
 - Sales and earnings growth drives this
 - Payout ratio
 - Equity valuation
 - Relative to market
 - Relative to peers in industry
 - Relative to history
- Two broad styles
 - High yielders – high quality companies yielding more than the market
 - **Dividend growers** – high quality companies growing their dividends.
 - **Dividend Growers**
 - Kings – 50 years of dividend increases
 - Aristocrats – 25+ years of dividend increases
 - Achievers – 10+ years of dividend increases

Screening for Dividend Stocks

- Value Line – Preset Screens – Summary and Index - Every week
 - Highest Dividend Yielding Stocks
 - Highest 3 to 5 year Dividend Yielding Stocks
 - Highest Dividend Yielding Non-Utility Stocks
- Value Line on-line live screens
 - Safety
 - Safety rank - 1 through 5 ... 1 is the safest
 - Financial Strength - A++ through C
 - Predictability
 - Earnings Predictability - 0 to 100. 100 is best.
 - Growth (5 years)
 - Earnings Growth
 - Cash Flow Growth
 - Dividend Yield
 - Dividend Growth

HIGHEST DIVIDEND YIELDING STOCKS (Based upon estimated year-ahead dividends per share)

Page No.	Stock Name	Recent Price	Time Inness	Safety Rank	P/E Ratio	Current % Est'd Yield	Industry Group	Industry Rank	Page No.	Stock Name	Recent Price	Time Inness	Safety Rank	P/E Ratio	Current % Est'd Yield	Industry Group	Industry Rank
2546	Western Union	6.20	3	3	3.3	15.2	Financial Svcs. (Div.)	36	1976	Brit. Am. Tobacco ADR	55.75	3	2	11.4	6.0	Tobacco	82
1206	Aberdeen Asia-Pac. Fd.	14.16	-	3	NMF	14.0	Investment Co.	-	1185	Clorox Co.	84.88	4	3	14.4	5.9	Household/Personal Care	68
1211	Liberty All-Star	5.92	-	3	NMF	11.7	Investment Co.	-	594	Enterprise Products	38.47	1	1	12.7	5.9	Pipeline MLPs	16
2390	Kimberly Royalty Part.	14.44	3	3	20.3	11.4	Petroleum (Producing)	10	1528	Healthpeak Properties	20.72	3	3	53.1	5.9	R.E.I.T.	87
515	Petroleo Brasileiro ADR	20.63	2	3	4.0	10.4	Petroleum (Integrated)	1	1916	Hormel Foods	20.46	4	2	13.8	5.9	Food Processing	76
2111	Oxford Inds.	28.04	3	3	10.5	10.0	Apparel	66	1623	Sanofi ADR	42.50	3	1	8.3	5.9	Drug	35
2207	AllianceBernstein Hldg.	36.37	4	2	10.0	9.9	Asset Management	28	942	Verizon Communic.	47.68	3	2	9.4	5.9	Telecom. Services	57
2427	Blue Owl Capital Inc	10.02	4	3	23.3	9.2	Public/Private Equity	90	920	BCE Inc.	21.99	3	2	11.5	5.8	Telecom. Services	57
2174	Upbound Group	16.89	2	3	3.9	9.2	Retail (Hardlines)	9	992	Comcast Corp.	22.93	2	2	6.5	5.8	Cable TV	21
1919	JBS N.V.	12.03	-	3	8.1	9.1	Food Processing	76	1518	Crown Castle Inc.	73.22	4	3	31.3	5.8	R.E.I.T.	87
368	Papa John's Int'l	20.29	-	3	15.3	9.1	Restaurant	34	1536	Omega Healthcare Investo	46.83	4	2	23.7	5.8	R.E.I.T.	87
2347	Brightstar Lottery	10.28	-	3	10.7	8.9	Hotel/Gaming	75	1533	Lineage Inc	37.52	4	3	NMF	5.7	R.E.I.T.	87
2129	Monro, Inc.	12.90	5	3	32.3	8.7	Retail Automotive	55	2432	Main Street Capital	56.28	3	2	14.7	5.7	Public/Private Equity	90
1911	Flowers Foods	5.96	3	3	6.9	8.4	Food Processing	76	1540	Realty Income Corp.	56.65	5	1	35.4	5.7	R.E.I.T.	87
373	Wendy's Company	6.70	3	3	10.8	8.4	Restaurant	34	1553	W.P. Carey Inc.	66.20	4	2	22.8	5.7	R.E.I.T.	87
1526	Gaming and Leisure	39.67	4	2	12.3	8.3	R.E.I.T.	87	1940	Albertsons Companies	12.12	3	3	5.3	5.6	Retail/Wholesale Food	13
107	Mercedes-Benz AG	50.25	3	3	5.3	8.2	Automotive	81	580	Enbridge Inc.	67.69	4	2	24.4	5.6	Oil/Gas Distribution	53
600	Western Midstream	46.58	4	3	12.1	8.2	Pipeline MLPs	16	2193	Avista Corp.	36.10	4	2	13.6	5.5	Electric Utility (West)	88
2386	Black Stone Minerals	14.86	3	3	15.3	8.1	Petroleum (Producing)	10	1190	Energizer Holdings	21.63	3	3	6.5	5.5	Household/Personal Care	68
595	Hess Midstream LP	39.58	2	3	14.0	8.0	Pipeline MLPs	16	1799	Lazard Inc.	36.48	4	3	11.8	5.5	Investment Banking	71
1907	The Campbell's Company	19.93	5	3	9.9	7.9	Food Processing	76	1511	Alexandria Real Estate	53.34	5	3	42.7	5.4	R.E.I.T.	87
1594	Vale S.A. ADR	14.15	3	3	8.3	7.9	Metals & Mining (Div.)	77	1519	CubeSmart	39.72	3	3	24.2	5.4	R.E.I.T.	87
599	Suburban Propane	16.95	3	3	9.0	7.7	Pipeline MLPs	16	1527	Healthcare Realty	18.27	4	3	NMF	5.3	R.E.I.T.	87
1980	Universal Corp.	43.31	4	3	9.5	7.7	Tobacco	82	2311	LCI Industries	86.95	-	3	9.7	5.3	Recreation	62
1550	Vici Properties	24.05	4	2	9.0	7.7	R.E.I.T.	87	2149	Sunoco LP	74.42	3	3	8.4	5.3	Retail (Mass)	14
2337	Sinclair, Inc.	13.21	4	4	10.8	7.6	Entertainment	79	1548	UDR, Inc.	33.89	4	2	45.8	5.3	R.E.I.T.	87
1152	Ethan Allen Interiors	20.97	4	3	16.6	7.4	Furn/Home Furnishings	80	2327	Winnebago	27.21	3	3	15.1	5.3	Recreation	62
596	MPLX LP	59.09	3	1	13.7	7.3	Pipeline MLPs	16	380	AGNT, Inc.	3.85	4	4	77.0	5.2	Industrial Services	6
355	Bloomin' Brands	8.43	1	4	9.1	7.1	Restaurant	34	2420	Eastman Chemical	65.09	3	3	14.2	5.2	Chemical (Diversified)	61
597	Plains All Amer. Pipe.	24.99	3	3	14.2	7.1	Pipeline MLPs	16	2520	Fidelity Nat'l Info.	35.19	-	3	5.5	5.2	Financial Svcs. (Div.)	36
1913	Gen'l Mills	35.41	4	2	10.7	7.0	Food Processing	76	1161	Int'l Paper	35.33	5	3	16.0	5.2	Paper/Forest Products	93
1977	Imperial Brands PLC	33.16	3	2	8.0	6.9	Tobacco	82	1193	Kimberly-Clark	97.74	4	1	13.2	5.2	Household/Personal Care	68
315	United Parcel Serv.	94.75	3	3	12.3	6.9	Air Transport	74	978	LKQ Corp.	23.20	3	3	8.3	5.2	Auto Parts	59
991	Cogeco Communic.	57.68	4	3	6.6	6.8	Cable TV	21	1968	Molson Coors Beverage	37.56	2	3	7.2	5.2	Beverage	64
2195	Edison Int'l	54.95	3	3	8.9	6.7	Electric Utility (West)	88	1506	Northwest Bancshares	15.30	3	2	10.4	5.2	Thrift	33
2534	Navient Corp.	9.57	5	3	11.5	6.7	Financial Svcs. (Div.)	36	1165	Sylvamo Corp.	36.11	4	3	13.7	5.2	Paper/Forest Products	93
1920	Kraft Heinz Co.	24.37	4	2	12.2	6.6	Food Processing	76	2370	Deluxe Corp.	23.45	2	3	5.8	5.1	Publishing	32
1537	Park Hotels & Resorts	15.15	3	3	25.3	6.6	R.E.I.T.	87	1535	Mid-America Apt.	118.86	3	2	28.7	5.1	R.E.I.T.	87
593	Energy Transfer LP	20.90	2	3	11.9	6.5	Pipeline MLPs	16	1199	Scotts Miracle-Gro	51.42	3	3	11.0	5.1	Household/Personal Care	68
598	Plains GP Hldgs. L.P.	27.33	2	3	17.5	6.5	Pipeline MLPs	16	306	Copa Holdings, S.A.	137.11	3	3	8.9	5.0	Air Transport	74
341	SFL Corp. Ltd	13.49	4	3	67.5	6.5	Maritime	3	2519	Fidelity Nat'l Fin'l	42.46	4	3	7.9	5.0	Financial Svcs. (Div.)	36
2397	Viper Energy Part.	41.72	4	3	16.2	6.5	Petroleum (Producing)	10	1532	Kimco Realty	22.54	4	2	26.8	5.0	R.E.I.T.	87
1932	Smithfield Foods Inc	19.86	-	3	7.5	6.4	Food Processing	76	1195	Newell Brands	5.60	-	5	6.6	5.0	Household/Personal Care	68
1169	Amcor plc	42.15	4	2	12.9	6.3	Packaging & Container	41	2318	Polaris Inc.	54.41	4	3	31.6	5.0	Recreation	62
342	Star Bulk Carriers Corp.	31.73	2	3	8.1	6.3	Maritime	3	2216	Price (T. Rowe) Group	104.63	3	2	10.4	5.0	Asset Management	28
2325	Vail Resorts	140.43	3	3	22.4	6.3	Recreation	62	1504	Columbia Banking	29.90	3	3	9.6	4.9	Thrift	33
1975	Altria Group	68.53	3	1	12.1	6.2	Tobacco	82	738	Tenaris S.A. ADS	55.97	3	3	13.9	4.9	Metal Fabricating	25
1622	Pfizer, Inc.	27.74	3	2	9.4	6.2	Drug	35	1215	AES Corp.	14.83	-	3	7.3	4.8	Power	92
583	Kinetik Holdings	53.24	3	3	26.4	6.1	Oil/Gas Distribution	53	1753	Brookfield Infrastruc.	35.83	5	3	47.8	4.8	Diversified Co.	26
940	TELUS Corporation	12.20	5	2	18.5	6.1	Telecom. Services	57	132	Eversource Energy	66.89	4	2	13.9	4.8	Electric Utility (East)	89

Why is the yield high ??

- Is the yield high
 - Regularly? ...
 - Now .. Special dividend?
 - Now .. Low stock price?
- Good growing company
 - In a poor market
 - Short term issue with a clear way out?
- Company that is broken
 - Why will the company recover?
 - Is the risk worth the dividend?

History dividend bearing stocks

Exhibit 1 Annualized Risk and Return of U.S. Stocks by Dividend Yield (July 1927–March 2019)

	Dividend-Payers by Yield Quintile					
	No Div	Low 1	2	3	4	High 5
Return (%)	8.81	9.25	10.13	9.85	11.88	10.84
Std Dev (%)	29.51	20.34	18.17	18.51	18.39	20.57
Beta	1.34	1.09	0.97	0.95	0.91	0.89

Source: French Data Library, author's calculations

Exhibit 2 Annualized Risk and Return of U.S. Stocks by Dividend Yield (January 1990–March 2019)

	Dividend-Payers by Yield Quintile					
	No Div	Low 1	2	3	4	High 5
Return (%)	10.24	8.68	10.53	10.70	10.98	9.85
Std Dev (%)	21.02	17.15	15.04	14.13	13.00	14.31
Beta	1.20	1.11	0.98	0.90	0.84	0.80

Source: French Data Library, author's calculations

Source – Morningstar article by Alex Bryan 8/21/2019

Good Dividend stock – Prior Example

□ Like a Synthetic Bond

- Below Par Value
- With a good yielding coupon
- Protect capital

**This is not
investment
advice**

□ Example – Sunoco (SUN)

- 3/25/2021 Buy price \$31.13; Dividend \$3.30; Yield 10.6%
- Not an oil company or a refining company
- Gasoline distribution and convenience stores
- Got beaten up with oil price decline.
- Went higher as oil price went higher.
- Have sell stop above my buy price.

My 1st purchase was on March 25 2021
 My yield at 1st purchase = 10.6%
 Made money on options
 Added to my position
 My average buy price = \$34.82
 Announced of 2026 divd. per share = \$3.90
 Annual Dividend growth = 5%
 Effective yield for me = 11.4%
 Price on 9/28/26 = \$74.82
 Fwd. Yield today = 5.36%
 My Protect capital Sell Stop @ 40.00

2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	© VALUE LINE PUB. LLC	29-31
159.89	117.62	205.58	199.99	128.52	210.30	306.10	273.29	166.58	133.77	224.95	233.95	Revenues per sh	280.40
d.89	1.96	2.90	5.98	4.81	8.38	7.95	6.88	9.06	6.32	14.05	13.35	"Cash Flow" per sh	16.75
d5.26	2.12	d.25	2.82	1.61	5.28	4.68	3.65	6.00	2.28	9.70	8.90	Earnings per sh ^A	12.00
3.27	3.30	3.30	3.30	3.30	3.30	3.30	3.35	3.47	3.61	3.90	4.12	Div'ds Decl'd per sh ^C	4.92
4.47	1.03	1.25	1.78	1.49	2.08	2.21	2.55	2.53	3.06	3.20	3.20	Cap'l Spending per sh	3.30
22.37	19.53	9.48	9.13	7.58	9.69	11.21	11.59	29.86	34.51	44.55	46.70	Book Value per sh	46.50
98.18	99.67	82.67	82.99	83.33	83.67	84.05	84.41	136.23	188.38	188.50	188.50	Common Shs Outst'g ^B	189.00
--	13.8	--	11.0	15.9	6.8	8.8	12.9	9.3	23.7	<i>Bold figures are Value Line estimates</i>		Avg Ann'l P/E Ratio	8.0
--	.69	--	.59	.82	.37	.51	.72	.49	1.23			Relative P/E Ratio	.45
10.8%	11.3%	11.9%	10.7%	12.9%	9.2%	8.1%	7.1%	6.2%	6.7%			Avg Ann'l Div'd Yield	5.1%

STOCKS WITH HIGHEST PROJECTED 3- TO 5-YEAR DIVIDEND YIELD

Based upon the projected dividend per share 3 to 5 years hence divided by the recent price

Page No.	Stock Name	Recent Price	Est'd Future Yield	Time-liness	Safety Rank	Industry Group	Industry Rank	Page No.	Stock Name	Recent Price	Est'd Future Yield	Time-liness	Safety Rank	Industry Group	Industry Rank
2390	Kimbell Royalty Part.	14.44	17%	3	3	Petroleum (Producing)	10	593	Energy Transfer LP	20.90	7%	2	3	Pipeline MLPs	16
2546	Western Union	6.20	16%	3	3	Financial Svcs. (Div.)	36	2520	Fidelity Nat'l Info.	35.19	7%	—	3	Financial Svcs. (Div.)	36
107	Mercedes-Benz AG	50.25	14%	3	3	Automotive	81	1913	Gen'l Mills	35.41	7%	4	2	Food Processing	76
2427	Blue Owl Capital Inc	10.02	13%	4	3	Public/Private Equity	90	1916	Hormel Foods	20.46	7%	4	2	Food Processing	76
515	Petroleo Brasileiro ADR	20.63	13%	2	3	Petroleum (Integrated)	1	1920	Kraft Heinz Co.	24.37	7%	4	2	Food Processing	76
2207	AllianceBernstein Hldg.	36.37	11%	4	2	Asset Management	28	2311	LCI Industries	86.95	7%	—	3	Recreation	62
2386	Black Stone Minerals	14.86	11%	3	3	Petroleum (Producing)	10	978	LKQ Corp.	23.20	7%	3	3	Auto Parts	59
426	Exponent, Inc.	67.12	11%	3	3	Information Services	7	1799	Lazard Inc.	36.48	7%	4	3	Investment Banking	71
2421	Huntsman Corp.	8.86	11%	—	3	Chemical (Diversified)	61	1968	Molson Coors Beverage	37.56	7%	2	3	Beverage	64
1919	JBS N.V.	12.03	11%	—	3	Food Processing	76	2534	Naviem Corp.	9.57	7%	5	3	Financial Svcs. (Div.)	36
2111	Oxford Inds.	28.04	11%	3	3	Apparel	66	2335	Nexstar Media Group	166.15	7%	4	3	Entertainment	79
2337	Sinclair, Inc.	13.21	11%	4	4	Entertainment	79	2216	Price (T. Rowe) Group	104.63	7%	3	2	Asset Management	28
2347	Brightstar Lottery	10.28	10%	—	3	Hotel/Gaming	75	1540	Realty Income Corp.	56.65	7%	5	1	R.E.I.T.	87
1907	The Campbell's Company	19.93	10%	5	3	Food Processing	76	341	SFL Corp. Ltd	13.49	7%	4	3	Maritime	3
1526	Gaming and Leisure	39.67	10%	4	2	R.E.I.T.	87	1623	Sanofi Corp.	42.50	7%	3	1	Drug	35
595	Hess Midstream LP	39.58	10%	2	3	Pipeline MLPs	16	2149	Sunoco LP	74.42	7%	3	3	Retail (Mass)	14
597	Plains All Amer. Pipe.	24.99	10%	3	3	Pipeline MLPs	16	940	TELUS Corporation	12.20	7%	5	2	Telecom. Services	57
1594	Vale S.A. ADR	14.15	10%	3	3	Metals & Mining (Div.)	77	566	Tronox Holding plc	4.31	7%	5	4	Chemical (Specialty)	69
600	Western Midstream	46.58	10%	4	3	Pipeline MLPs	16	1548	UDR, Inc.	33.89	7%	4	2	R.E.I.T.	87
991	Cogeco Commun.	57.68	9%	4	3	Cable TV	21	315	United Parcel Serv.	94.75	7%	3	3	Air Transport	74
1152	Ethan Allen Interiors	20.97	9%	4	3	Furn/Home Furnishings	80	2325	Vail Resorts	140.43	7%	3	3	Recreation	62
596	MPLX LP	59.09	9%	3	1	Pipeline MLPs	16	2397	Viper Energy Part.	41.72	7%	4	3	Petroleum (Producing)	10
2129	Monro, Inc.	12.90	9%	5	3	Retail Automotive	55	1513	Amer. Homes 4 Rent	31.24	6%	2	2	R.E.I.T.	87
598	Plains GP Hldgs. L.P.	27.33	9%	2	3	Pipeline MLPs	16	577	Antero Midstream Corp.	21.04	6%	3	3	Oil/Gas Distribution	53
738	Tenaris S.A. ADS	55.97	9%	3	3	Metal Fabricating	25	2425	Ares Management	126.67	6%	4	3	Public/Private Equity	90
2174	Upbound Group	16.89	9%	2	3	Retail (Hardlines)	9	920	BCE Inc.	21.99	6%	3	2	Telecom. Services	57
373	Wendy's Company	6.70	9%	3	3	Restaurant	34	1516	BXP Inc.	64.13	6%	4	3	R.E.I.T.	87
1975	Altria Group	68.53	8%	3	1	Tobacco	82	1753	Brookfield Infrastruc.	35.83	6%	5	3	Diversified Co.	26
1976	Brit. Am. Tobacco ADR	55.75	8%	3	2	Tobacco	82	1517	Camden Property Trust	98.82	6%	4	2	R.E.I.T.	87
2195	Edison Int'l	54.95	8%	3	3	Electric Utility (West)	88	2429	Carlyle Group	40.86	6%	5	3	Public/Private Equity	90
594	Enterprise Products	38.47	8%	1	1	Pipeline MLPs	16	592	Cheniere Energy Part.	66.01	6%	3	3	Pipeline MLPs	16
1911	Flowers Foods	5.96	8%	3	3	Food Processing	76	1504	Columbia Banking	29.90	6%	3	3	Thrift	33
1977	Imperial Brands PLC	33.16	8%	3	2	Tobacco	82	1910	Del Monte Corp.	31.06	6%	3	2	Food Processing	76
558	LyondellBasell Inds.	60.24	8%	3	3	Chemical (Specialty)	69	2370	Deluxe Corp.	23.45	6%	2	3	Publishing	32
358	Papa John's Int'l	20.29	8%	—	3	Restaurant	34	2420	Eastman Chemical	65.09	6%	3	3	Chemical (Diversified)	61
1537	Park Hotels & Resorts	15.15	8%	3	3	R.E.I.T.	87	580	Enbridge Inc.	67.69	6%	4	2	Oil/Gas Distribution	53
1932	Smithfield Foods Inc	19.86	8%	—	3	Food Processing	76	132	Eversource Energy	66.89	6%	4	2	Electric Utility (East)	89
599	Suburban Propane	16.95	8%	3	3	Pipeline MLPs	16	2519	Fidelity Nat'l Fin'l	42.46	6%	4	3	Financial Svcs. (Div.)	36
1980	Universal Corp.	43.31	8%	4	3	Tobacco	82	1175	Graphic Packaging	9.25	6%	3	3	Packaging & Container	41
1550	VICI Properties	24.05	8%	4	2	R.E.I.T.	87	1527	Healthcare Realty	18.27	6%	4	3	R.E.I.T.	87
1940	Albertsons Companies	12.12	7%	3	3	Retail/Wholesale Food	13	1528	Healthpeak Properties	20.72	6%	3	3	R.E.I.T.	87
1511	Alexandria Real Estate	53.34	7%	5	3	R.E.I.T.	87	105	Honda Motor ADR	32.53	6%	3	2	Automotive	81
1169	Amcor plc	42.15	7%	4	2	Packaging & Container	41	1161	Intl Paper	35.33	6%	5	3	Paper/Forest Products	93
2193	Avista Corp.	36.10	7%	4	2	Electric Utility (West)	88	1530	Invitation Homes	27.08	6%	3	2	R.E.I.T.	87
1185	Clorox Co.	84.88	7%	4	3	Household/Personal Care	68	764	Kemper Corp.	26.55	6%	3	3	Insurance (Prop/Cas.)	19
992	Comcast Corp.	22.93	7%	2	2	Cable TV	21	581	Keyera Corp	53.63	6%	4	2	Oil/Gas Distribution	53
306	Copa Holdings, S.A.	137.11	7%	3	3	Air Transport	74	1193	Kimberly-Clark	97.74	6%	4	1	Household/Personal Care	68
1518	Crown Castle Inc.	73.22	7%	4	3	R.E.I.T.	87	1532	Kimco Realty	22.54	6%	4	2	R.E.I.T.	87
1519	CubeSmart	39.72	7%	3	3	R.E.I.T.	87	583	Kinetik Holdings	53.24	6%	3	3	Oil/Gas Distribution	53
1190	Engerzger Holdings	21.63	7%	3	3	Household/Personal Care	68	1533	Lineage Inc	37.52	6%	4	3	R.E.I.T.	87

This is NOT investment advice

Value Line online stock screener

□ Safe High Yielding Dividend Stocks

- 10 stocks pass screen on 9/28/2026
- All are on US exchanges

Criteria	Value
Safety Rank	1 or 3
Financial Strength	B++ or better
Earnings Predictability	70 or better
Dividend Yield	4-10%
Dividend Growth (5 yr)	5% or better
Earnings per share Growth (5 yr)	5% or better
Cash Flow per share Growth (5 yr)	5% or better

Value Line Screener Results

9/28/2026

This is not
investment
advice

Company Name	Ticker	Dividend Yield	Safety™	Earnings Predictability	Financial Strength Rating	Dividend 5 Yr Growth Rate	EPS 5 Yr Growth Rate	Cash Flow 5 Yr Growth Rate
Bank OZK	OZK	4.10%	3	70	B++	11	15.5	12
Watsco Inc	WSO	4.16%	3	75	B++	10	15	12
PepsiCo Inc	PEP	4.60%	1	100	A	7	7	7.5
Novo Nordisk	NVO	4.63%	3	90	A+	17	20	20
Eversource Energy	ES	4.95%	2	100	A	6	5.5	6
Infosys Limited	INFY	4.99%	2	100	A	8	7	7.5
CubeSmart	CUBE	5.61%	3	80	B++	10	14	9.5
Comcast Corporation	CMCSA	6.03%	2	95	A	8	9	8
United Parcel Service	UPS	6.98%	3	70	A	12.5	7	7.5
MPLX LP	MPLX	7.58%	1	95	A	5.5	16.5	12

These are potential starting points in your search
for dividend stocks

This is NOT investment advice

Dividend focused ETFs

- Let some one else do the analysis
- Benefit from diversification
- ETFs with two main foci
 - Best Dividend Growth
 - Highest Yields

Dividend focused ETFs

□ US Market

- High Dividend – VYM, FDVV
- Growing Dividend – VIG, VIGI, TDVG, DGRO
- Dividend & Value – CGDV, DTD, SCHD
- Small Cap - DGRS

□ International

- ADIV (AP ex JP)
- High Dividend - DEM (EM high div), HDEF,
- Dividend Growers – CGDG
- International hedged – DDWM

These are potential starting points in your search for dividend focused funds

This is NOT investment advice

Enhancing Dividends with covered calls

- Buy a dividend paying stock
- Collect the dividend
- Sell out of the money covered calls – keep the premium
- Risks:
 - Stock gets called – make a profit ... may not get dividend
 - Stock drops in value
- ETFs with this strategy for the S&P 500 **DIVO**
 - Distribution Yield approx. 4.7%, 30 Day SEC Yield = 1.6%
 - Expense ratio = 0.55%
 - Rated 5 stars by Morning Star based on past performance
 - Buy in the market downturn with sell stops ??
 - If you do, raise sell stop above your buy price as the market recovers.

This is NOT investment advice

Enhancing Dividends with covered calls

Other ETFs using a covered call or options strategy

ETF	Strategy	Distribution Yield	Expense Ratio
JEPI	ELN-based covered calls	~7.8%	0.35%
JEPQ	ELN-based covered calls (Nasdaq)	~11.2%	0.35%
DIVO	Direct covered calls	~4.7%	0.55%
XYLD	S&P 500 covered calls	~9.0%	0.60%
QYLD	Nasdaq-100 covered calls	~11.5%	0.60%
RYLD	Russell 2000 covered calls	~12.0%	0.60%
HSPX	S&P 500 covered calls	~7.0%	0.65%
NUSI	Collar (call + protective put)	~7.2%	0.68%
SLVO	Silver covered calls	~13–15%	0.65%
XYLG	Partial covered calls (S&P 500)	~5.0%	0.60%
QYLG	Partial covered calls (Nasdaq)	~6.0%	0.60%
DJIA	Dow 30 covered calls	~6.5%	0.60%

Source – MSCoPilot

Fifth Class – Oct. 7th

- Market Update
- Deep Dive – JP Morgan Monthly Review
- Questions

Thanks !!

- Happy Investing !!

- **My EMail**

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