

Canadian Dividend Growth and Income Portfolio

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Basket Investment Strategy

The Radia Canadian Dividend Growth and Income Basket (CDGI) is an investment portfolio that is managed by Radia Wealth on a discretionary basis in your brokerage account. You directly own the underlying securities and receive the dividends.

As the name implies, this basket invests in Canadian companies that 1) have sustainable dividends, and 2) will be able to grow their dividends in the future. Sustainable dividends and the ability to grow the dividends are the two main pillars of our investment process. We believe that a superior total return can be obtained through a combination of the dividend yield and capital gains through finding business that have these two pillars.

We believe that if we invest in companies with sustainable growing dividends, the capital gains will come over the long-term (5 to 10-year time horizon). Thus, we are not focused on short-term price movements of our holdings.

Performance

Portfolio Performance					
	3 months	1 yr	3 yrs	5 yrs	Inception*
Basket Performance	5.61%	23.74%	10.79%	11.01%	12.27%
Benchmark	3.76%	21.65%	8.58%	11.08%	9.16%

Source: Croesus

Value of Basket** December 31, 2024	\$30,818
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***Inception date:** January 1st, 2013 initial value of one basket is \$25,431.80. After the 2 for 1 split, initial cost for one basket is \$12,715.90

** **Value of one basket.** The basket split 2 for 1 on August 19, 2021

Fees: Returns presented are gross of fees.

Source: Croesus

Indices are shown for comparison purpose only.

Composition of the benchmark: S&P/TSX Composite Total Return Index

Performance Data

How do we know how we are doing? It is industry standard to compare a portfolio of stocks to a benchmark. Our benchmark is the S&P/TSX Composite Total Return Index.

We prefer to measure ourselves against our two pillars; 1) have our dividends been sustained, and 2) have we increased the dividends (cash received) at a rate greater than inflation.

Year to date, we have had 11 of our 15 companies increase their dividends. Of the 11 companies that raised their dividends, the average increase was 6.68%.

Holdings

Description	Sector (GIS)	Market Value	Weighting
Brookfield Renewable Corporation	Utilities	\$1,909.44	6.22%
Lundin Gold Inc	Materials	\$2,146.20	6.99%
Exchange Income Corp	Industrials	\$2,354.00	7.67%
Enbridge Inc	Energy	\$2,074.34	6.76%
Secure Energy Svcs Inc	Energy	\$3,024.36	9.86%
Capital Power Corp	Utilities	\$2,039.04	6.64%
Keyera Corp	Energy	\$2,110.08	6.88%
Sun Life Financial Inc	Financials	\$2,048.40	6.68%
Telus Corp	Communication Services	\$1,364.30	4.45%
Manulife Financial Corp	Financials	1,854.72	6.04%
CDN Natural Resources Ltd	Energy	\$1,597.68	5.21%
Purpose Hi Int Svg Fd ETF		\$1,200.24	3.91%
Open Text Corporation	Technology	\$1,627.20	5.30%
Dream Industrial REIT T/U	Real Estate	\$850.32	2.77%
Power Corp Of Canada	Financials	\$1,883.28	6.14%
Altagas Ltd	Utilities	\$2,075.76	6.76%

Source: Croesus

Transactions Performed During the Year 2024

Purchase /Sold	Description	Quantity	Price
Bought	Brookfield Renewable Corporation	30	36.964
Sold	Purpose Hi Int Svg Fd ETF	2	50.04
Sold	Secure Energy Svcs Inc	90	11.401
Sold	Bank of Montreal	12	115.949
Bought	Lundin Gold Inc	70	22.558
Sold	Purpose Hi Int Svg Fd ETF	4	50.09
Sold	BCE Inc	30	40.003
Bought	Purpose Hi Int Svg Fd ETF	24	50.04

Source: Croesus

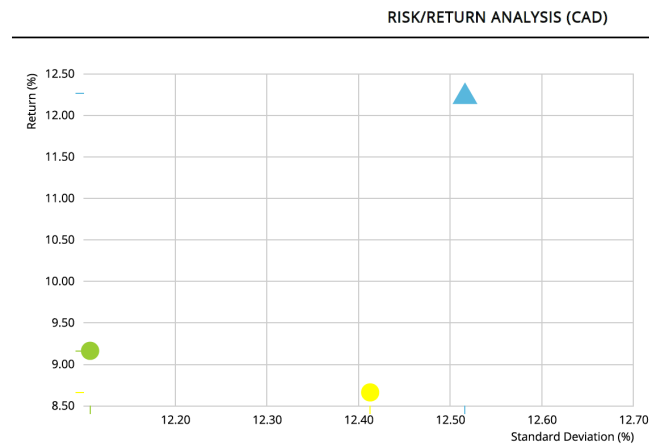
Dividend Growth

Description	Dividend Increases YTD (%)	Dividend Increases Since Purchase
Telus Corporation	6.97%	151.44%
Power Corp of Canada	7.14%	25.70%
Brookfield Renewable Corporation	5.19%	26.49%
Exchange Income Corporation	0%	37.50%
Manulife Financial Corp	9.59%	9.59%
Sun Life Financial Inc	7.69%	84.62%
Capital Power Corporation	6.02%	45.70%
Enbridge Inc	3.10%	9.58%
Altagas Ltd	6.25%	19.05%
Keyera Corp	4.00%	8.33%
Open Text Corp	5.00%	8.03%
CDN Natural Resources Ltd	12.50%	50.00%

Source: Thomson

Risk Reward

Below is the 12-year (since inception) Risk/Reward chart which compares the volatility of our portfolio, as measured by standard deviation and the total return, comparing it to our index, the S&P/TSX Composite Total Return Index. Our portfolio (the blue triangle) has had a considerably higher return with only slightly more volatility than the S&P/TSX Comp T/R (green dot). Ideally, we would like to have the same return metrics but lower risk.



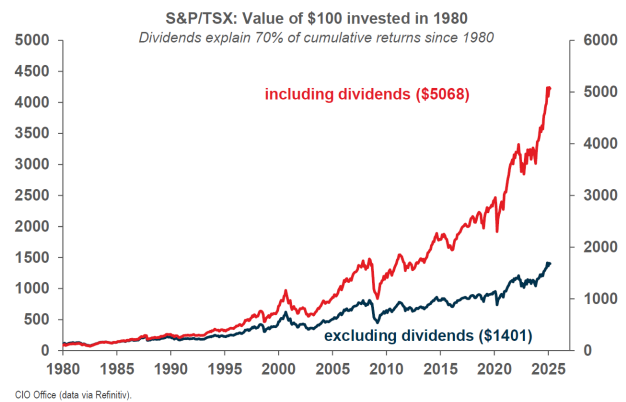
Annualized	Std Dev. (%)	Return (%)
CDGI (Gross)	12.52	12.27
DJ CAD DIV	12.41	8.66
S&P/TSX RT/TR	12.11	9.16

Source: Croesus

The Power Of Dividends In The Long Run

Illustrates the importance that dividends can have on long-term cumulative returns, accounting for nearly 70% of total gains on the Canadian stock market since 1980.

Helpful for investors under the impression that their returns rest entirely on share price fluctuations, when, in reality, compound dividends often explain more than the majority of cumulative gains in the long run



Source: CIO Office – Facts & Fiction February 28, 2025

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