



Own Canada's Most Valuable Brands

Description

Of the top 10 brands in Canada, nine are publicly available on the Toronto Stock Exchange. You can become the part owner of Canada's most valuable brands by buying their shares today.

The 100 most valuable brands in Canada are listed on the Brand Finance website, and the list was compiled in partnership with the *Globe and Mail* earlier this year.

Canada's most valuable brands

Canada's most valuable brands include the Big Five Canadian banks: **Royal Bank of Canada** ([TSX:RY](#))([NYSE:RY](#)), **Toronto-Dominion Bank** ([TSX:TD](#))([NYSE:TD](#)), **Bank of Nova Scotia** ([TSX:BNS](#))([NYSE:BNS](#)), **Bank of Montreal** ([TSX:BMO](#))([NYSE:BMO](#)), and **Canadian Imperial Bank of Commerce** ([TSX:CM](#))([NYSE:CM](#)).

The Big Three telecoms are a part of the top 10 as well. The telecoms include **BCE Inc.** ([TSX:BCE](#))([NYSE:BCE](#)), **Rogers Communications Inc.** ([TSX:RCI.B](#))([NYSE:RCI](#)), and **Telus Corporation** ([TSX:T](#))([NYSE:TU](#)).

Enbridge Inc. ([TSX:ENB](#))([NYSE:ENB](#)) stands as the lone energy company in the pack, and McCain Foods is privately owned by the McCain family.

Here are the top 10 brands with their brand values, share prices, and yields.

Company		Brand Value	Share Price* Yield*	
		(US\$ Millions)		
1	Royal Bank of Canada	12,473	\$75.6	4.2%
2	Toronto-Dominion Bank	11,127	\$55	3.7%
3	BCE Inc.	7,638	\$54	4.8%
4	Bank of Nova Scotia	7,028	\$58	4.8%

5	Bank of Montreal	6,930	\$78.7	4.3%
6	Rogers Communications Inc.	4,814	\$48.5	4%
7	Canadian Imperial Bank of Commerce	4,851	\$93	4.9%
8	Telus Corporation	4,798	\$39.1	4.5%
9	Enbridge Inc.	4,340	\$46.4	4.6%
10	McCain Foods	3,927		

** Share prices and yields as of closing on December 24, 2015.*

What's in it for shareholders?

You might notice that all of these brands pay dividends. Moreover, most pay at least a 4% yield. Investors not only get to own a part of a valuable brand, but they also get to share profits in the form of dividends, a regular income.

Companies aren't obligated to pay dividends, but all of these companies have a history of paying dividends. Bank of Nova Scotia has increased its dividend for 43 of the last 45 years. Enbridge has paid a growing dividend for 19 consecutive years. Telus has paid a growing dividend for 11 consecutive years.

With a strong culture of paying dividends, these valuable brands are likely to continue paying and even increasing them. As these brands continue to turn a profit, shareholders should also see steady price appreciation in their stakes.

Which are good buys today?

Canadian banks have pulled back this year due to a weakened economy and energy and mining woes. Of the Big Five banks, Bank of Nova Scotia has the biggest discount compared with its historical normal multiple. Canadian Imperial Bank of Commerce is the second cheapest, followed by Royal Bank of Canada.

Bank of Nova Scotia and Canadian Imperial Bank of Commerce also give the highest yields among the Big Five banks, paying out yields of 4.8% and 4.9%, respectively.

There are also some good deals in the telecoms. BCE is fairly valued and provides a stable income. Telus Corporation is priced at a multiple that's similar to 2013's pullback when there was a rumour that **Verizon** was entering the Canadian market.

The recent news that **Shaw Communications Inc.** is buying Wind Mobile is a big factor for Telus's pullback. That said, Shaw ranks 12th on the most valuable brand list and Telus ranks higher at the eighth place. So, it's compelling to buy Telus, which yields 4.5% at a discount multiple.

Along with other energy companies, Enbridge has fallen in price. Yet it just increased its dividend by 14%. The price decline allows investors to buy for a 4.6% yield instead of the 3.1% yield it had at the start of 2015.

Conclusion

The most valuable brands are great additions to any diversified portfolio, particularly one that's focused on income and income growth. However, investors should keep risk in check as well. Don't allocate more than 3-5% in any company, and don't allocate more than 20% in any sector.

CATEGORY

1. Bank Stocks
2. Dividend Stocks
3. Investing

POST TAG

1. Editor's Choice

TICKERS GLOBAL

1. NYSE:BCE (BCE Inc.)
2. NYSE:BMO (Bank of Montreal)
3. NYSE:BNS (The Bank of Nova Scotia)
4. NYSE:CM (Canadian Imperial Bank of Commerce)
5. NYSE:ENB (Enbridge Inc.)
6. NYSE:RY (Royal Bank of Canada)
7. NYSE:TD (The Toronto-Dominion Bank)
8. NYSE:TU (TELUS)
9. TSX:BCE (BCE Inc.)
10. TSX:BMO (Bank Of Montreal)
11. TSX:BNS (Bank Of Nova Scotia)
12. TSX:CM (Canadian Imperial Bank of Commerce)
13. TSX:ENB (Enbridge Inc.)
14. TSX:RCI.B (Rogers Communications Inc.)
15. TSX:RY (Royal Bank of Canada)
16. TSX:T (TELUS)
17. TSX:TD (The Toronto-Dominion Bank)

Category

1. Bank Stocks
2. Dividend Stocks
3. Investing

Tags

1. Editor's Choice

Date

2025/07/24

Date Created

2015/12/30

Author
kayng

default watermark

default watermark