



## 3 Stocks With Yields of 4-6% to Buy Today

### Description

One of the keys to success in investing is owning dividend-paying stocks, because as history shows, they outperform non-dividend-paying stocks over the long term. With this in mind, let's take a look at three great dividend stocks with yields of 4-6% that you could buy today.

#### 1. First Capital Realty Inc.

**First Capital Realty Inc.** (TSX:FCR) is one of Canada's largest owners, developers, and managers of grocery-anchored commercial real estate with 159 properties that total approximately 24.6 million square feet of gross leasable area. It pays a quarterly dividend of \$0.215 per share, or \$0.86 per share annually, which gives its stock a yield of about 4.4% at today's levels.

It is also important to note that First Capital has raised its annual dividend payment for four consecutive years, and I think its increased amount of funds from operations, including 2% year-over-year growth to an adjusted \$1.03 per share in fiscal 2015, could allow for a slight increase at some point in 2016.

#### 2. Northland Power Inc.

**Northland Power Inc.** ([TSX:NPI](#)) is one of Canada's largest producers of thermal, wind, solar, and hydroelectric power. It pays a monthly dividend of \$0.09 per share, or \$1.08 per share annually, which gives its stock a yield of about 5.8% at today's levels.

Investors must also note that Northland Power has maintained its current annual rate since 2009, and I think its consistent free cash flow generation, including \$0.87 per share in the first nine months of fiscal 2015 and \$0.85 per share in the first nine months of fiscal 2014, could allow it to continue to do so going forward.

#### 3. Bank of Montreal

**Bank of Montreal** ([TSX:BMO](#))([NYSE:BMO](#)) is the fourth-largest bank in Canada and the eighth-largest bank in North America with approximately \$641.9 billion in total assets. It pays a quarterly dividend of \$0.84 per share, or \$3.36 per share annually, which gives its stock a yield of about 4.5% at today's

levels.

It is also important to make two notes.

First, Bank of Montreal has raised its annual dividend payment for three consecutive years, and its recent increases, including its 2.4% hike in December 2015, has it on pace for 2016 to mark the fourth consecutive year with an increase.

Second, the company has a target dividend-payout range of 40-50% of net earnings, so I think its consistent growth, including 5.1% year-over-year growth to an adjusted \$4.68 billion in fiscal 2015, will allow its streak of annual increases to continue going forward.

### **Which of these dividend stocks should you buy?**

First Capital Realty, Northland Power, and Bank of Montreal are three great dividend-paying investment options. Foolish investors should take a closer look at each and consider initiating positions in at least one of them today.

### **CATEGORY**

1. Dividend Stocks
2. Investing

### **TICKERS GLOBAL**

1. NYSE:BMO (Bank of Montreal)
2. TSX:BMO (Bank Of Montreal)
3. TSX:FCR.UN (First Capital Real Estate Investment Trust)
4. TSX:NPI (Northland Power Inc.)

### **Category**

1. Dividend Stocks
2. Investing

### **Date**

2025/08/17

### **Date Created**

2016/02/22

### **Author**

jsolitro

default watermark