



Buy These 4 Monthly-Paying Dividend Stocks to Boost Your Passive Income

Description

Amid the low interest rate environment, the returns on debt instruments have become unattractive. So, investors can buy monthly-paying [dividend stocks](#) to boost their passive income. Meanwhile, here are four stocks that are fundamentally strong and pay monthly dividends at healthier yields.

Pembina Pipeline

Pembina Pipeline ([TSX:PPL](#))([NYSE:PBA](#)) has been consistently paying a monthly dividend since 1997, thanks to its fee-based or take-or-pay contracts that generate stable cash flows. Since its inception, the company has distributed around \$9.8 billion in dividends. Currently, the company pays a monthly dividend of \$0.21 per share, with its forward dividend yield standing at an impressive 6.28%.

Meanwhile, the recovery in oil demand and higher prices could boost Pembina Pipeline's financials in the coming quarters. The company is focusing on acquiring **Inter Pipeline**. The acquisition provides significant expansion opportunities along with savings due to the synergies between the two companies. Meanwhile, the company's management [expects](#) the acquisition could increase its monthly dividend by \$0.01 per share. So, [Pembina Pipeline would be an excellent stock to have in your portfolio](#).

NorthWest Healthcare

NorthWest Healthcare Properties REIT ([TSX:NWH.UN](#)) is my second pick. The company operates diverse healthcare properties across seven countries. Given its high-defensive portfolio and long-term agreements with its tenants, the company enjoys high occupancy and collection rate. Its inflation-indexed rent and government-backed tenants provide stability to its financials.

Meanwhile, the company looks to expand its footprint and has recently raised around \$200 million through a new equity offering. The company hopes to utilize the proceeds to acquire the Australian Unity Healthcare Property Trust, which owns a portfolio of 62 healthcare facilities and has a pipeline of \$500 million projects. So, these initiatives could boost its cash flows, thus allowing the company to pay

its dividend at a healthier yield. Currently, the company pays a monthly dividend, with its forward dividend yield standing at 6.15%.

Keyera

Keyera ([TSX:KEY](#)) could be an excellent choice for income-seeking investors given its strong track record, healthier liquidity position, higher dividend yield, and favourable industry trends. Supported by its fee-for-service and take-or-pay contracts, the company has raised its dividend at a CAGR of 7% since 2008, with its forward dividend yield standing at an attractive 5.78%.

Meanwhile, oil demand is rising amid the reopening of economies worldwide, which could benefit Keyera. The company plans to make a capital investment of \$400 million this year, expanding its asset base. These investments and favourable industry trends could boost its financials in the coming quarters. Its liquidity position and payout ratio stood at \$1.5 billion and 67%, respectively. So, I believe Keyera's dividend is safe.

TransAlta Renewables

Amid the accelerated transition towards clean energy, I have selected **TransAlta Renewables** ([TSX:RNW](#)), which has significant exposure to renewable energy, as my final pick. The company operates diverse energy-producing facilities with a total capacity of 2.5 gigawatts. Its long-term contracts shield its financials from price and volume fluctuations, thus delivering stable cash flows.

These stable cash flows have allowed the company to raise its dividend at a CAGR of 3% since 2013. Meanwhile, the company currently pays a monthly dividend of \$0.0783, with its forward dividend yield standing at 4.38%. Further, the company's pipeline of projects looks healthy, with 2.9 gigawatts of power-generating facilities in the evaluation stages. So, given its healthy growth prospects, TransAlta Renewables is well equipped to continue paying dividends at a healthier rate.

CATEGORY

1. Dividend Stocks
2. Energy Stocks
3. Investing

TICKERS GLOBAL

1. NYSE:PBA (Pembina Pipeline Corporation)
2. TSX:KEY (Keyera Corp.)
3. TSX:NWH.UN (NorthWest Healthcare Properties Real Estate Investment Trust)
4. TSX:PPL (Pembina Pipeline Corporation)
5. TSX:RNW (TransAlta Renewables)

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