



## Got \$5,000? These 3 Canadian Companies Could Help You Retire Rich

### Description

The Canadian market is close to reaching the exact same point that it began this year. After an extremely volatile eight months, the **S&P/TSX Composite Index** is now down just 3% on the year.

The extreme levels of volatility led to a 35% drop in just over one month, which was then followed by an incredible run of close to 50% over the next five months.

There's no question that there's plenty of uncertainty in the near term for the Canadian market. But for long-term Foolish investors that have time on their side, there will be companies that exit this tumultuous year with a stronger market position than when they had entered 2020.

I've covered three top TSX stocks trading in the Canadian market today. I believe that each has the potential to deliver market-beating returns for patient buy-and-hold investors.

### Cargojet

Travel stocks have unsurprisingly not fared particularly well throughout this pandemic. Canadian travel companies, such as **Air Canada**, have seen share prices get slashed, as the majority of air travel abruptly came to a halt earlier this year. **Cargojet** ([TSX:CJT](#)), however, has [grown close to 75% since the beginning of the year](#).

The \$3 billion company is an air cargo service provider to both consumers and businesses across North America, with a specialization in providing time-sensitive overnight shipments.

Year to date, the company has seen a drop in demand from the business-to-business division. The drop has been largely offset, though, by an increase in consumer shipments from the healthcare and e-commerce segments.

### Enbridge

**Enbridge** ([TSX:ENB](#))([NYSE:ENB](#)) has not enjoyed the same type of bull run that Cargojet has over the past several months. The energy company has seen its stock price take a major hit from the

headwinds in the oil and gas sector this year.

The stock may be down 15% on the year, but I see this as a buying opportunity for long-term investors. The company is extremely well diversified within its business mix and is in a [strong financial position with regards to its balance sheet](#).

Enbridge can also provide investors with a dividend equal to a yield of close to 7.5% at today's stock price. The stock currently pays shareholders an annual total of \$3.24 per share.

## Royal Bank of Canada

To round out my three picks I've reviewed Canada's largest bank, **Royal Bank of Canada** ([TSX:RY](#))([NYSE:RY](#)). Valued at a market cap of \$140 billion, RBC was the largest company in Canada until **Shopify** claimed the number one spot earlier this year.

Similar to Enbridge, RBC benefits from having a well-diversified portfolio of revenue streams. The company not only offers a wide range of products and services to its consumers, but it also offers shareholders diversification geographically as well.

Although this dividend yield might not be as high as 7.5%, a yield of 4.4% is nothing to complain about. RBC is also one of the most reliable dividend payers you'll find on the Canadian market. The Dividend Aristocrat currently pays shareholders \$4.32 annually per share.

## Foolish bottom line

You could definitely argue that there is lots of uncertainty within the short-term view of the Canadian market. But for long-term investors, that shouldn't stop you from buying quality market-leading companies today.

### CATEGORY

1. Bank Stocks
2. Energy Stocks
3. Investing

### POST TAG

1. cargojet
2. cargojet stock
3. Editor's Choice
4. enbridge
5. enbridge stock
6. RBC
7. RBC stock
8. royal bank of canada

### TICKERS GLOBAL

1. NYSE:ENB (Enbridge Inc.)
2. NYSE:RY (Royal Bank of Canada)
3. TSX:CJT (Cargojet Inc.)
4. TSX:ENB (Enbridge Inc.)
5. TSX:RY (Royal Bank of Canada)

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