

Five for Friday- Dividends and Value Part 2

Following up on [Part 1 of our Dividends and Value](#) series, we take a different approach to finding dividend stocks with a value orientation. This second scan starts with the 65 Dividend Aristocrats. To be considered an Aristocrat, the company must have paid and increased its dividend every year for at least 25 consecutive years.

Within this group, we hone it down to 15 stocks which, according to a [MarketWatch article](#), have raised their dividends the most over the last five years.

We then rank these 15 stocks on Dividend Yield, P/E, P/S, and Free Cash Flow Yield. The rank for each of the three valuations is twofold. The first ranking is outright. For instance, the stock with the lowest P/E will rank first, and so on. The second ranking is statistically based. We determine where each valuation is versus its 10-year range. For example, Williams Sonoma (WSM) has a P/E of 7.08. Its minimum and maximum for the last ten years is 7.08 and 25.69. WSM is at the bottom end of the range. WSM's P/E is -2.10 standard deviations below its mean and ranks first in this category.

Screening Criteria

We considered the following factors when screening:

- Dividend Aristocrat
- Member of MarketWatch Dividend Aristocrat Royalty
- Top five average ranking based on dividend and valuations and its current valuation versus its 10-year range

The table below shows the 15 stocks in our screening universe. The stocks highlighted in green ranked in the top five across the seven categories.

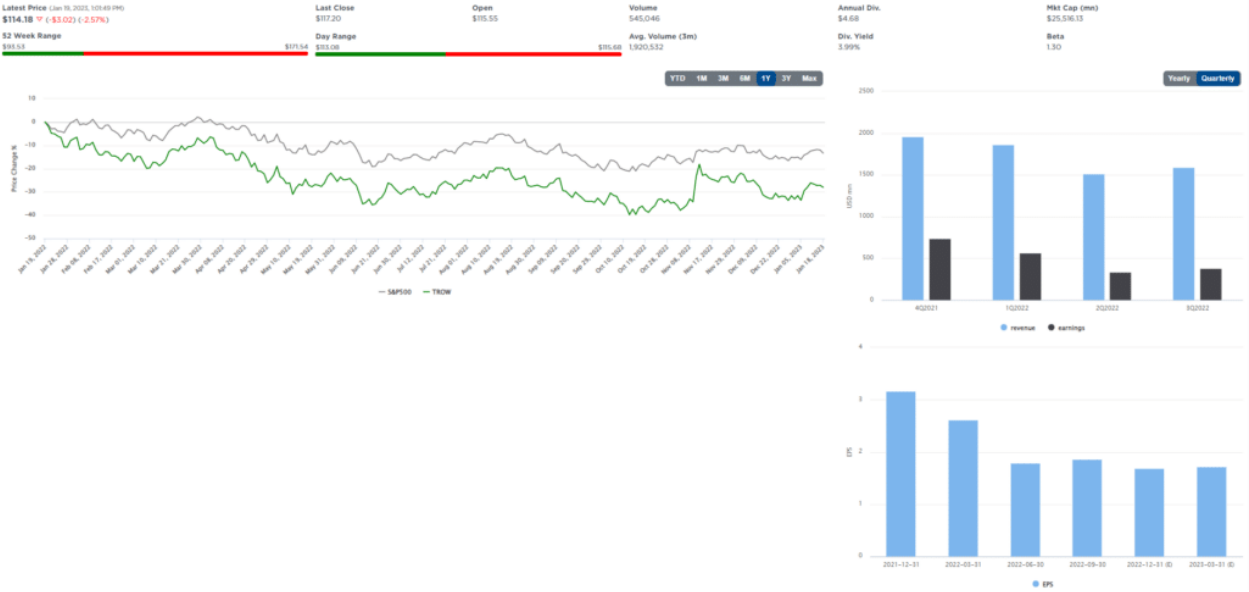
	TROW	ABBV	WSM	ADP	FAST	AFL	TGT	NEE	APD	PB	CFR	MCD	MKC	THG
P/E STD	-1.28	-0.30	-2.10	2.13	-0.17	1.94	2.21	1.26	1.26	-0.30	0.86	1.06	0.94	-0.09
P/E	13.23	11.82	7.08	36.58	27.55	13.35	22.86	30.14	29.79	13.50	19.47	28.01	29.79	14.80
P/S STD	-1.32	1.10	-0.72	2.33	0.48	2.73	0.37	1.55	0.87	0.64	1.37	1.70	0.41	0.68
P/S	4.08	4.95	0.91	6.52	4.34	2.17	0.71	8.45	5.44	5.83	5.75	8.67	3.33	0.99
FCF STD	1.69	-0.07	1.44	-1.04	-0.59	-1.00	-2.73	0.01	-1.21	-0.42	-0.47	-1.36	-2.29	-0.28
FCF	9.26	7.66	10.77	3.20	2.14	8.18	-2.32	-3.53	0.42	8.03	5.89	2.89	2.12	13.84
Dvd Yield	3.99	3.59	2.40	2.04	2.53	2.22	2.72	2.00	2.07	2.99	2.62	2.26	1.87	2.41
RANKS														
P/E STD	2	3	1	13	5	12	14	11	10	4	7	9	8	6
P/E	3	2	1	14	9	4	8	13	12	5	7	10	11	6
P/S STD	1	9	2	13	5	14	3	11	8	6	10	12	4	7
P/S	6	8	2	12	7	4	1	13	9	11	10	14	5	3
FCF STD	1	4	2	10	8	9	14	3	11	6	7	12	13	5
FCF	3	6	2	8	10	4	13	14	12	5	7	9	11	1
Div. Yld	1	2	8	12	6	10	4	13	11	3	5	9	14	7
Average	2.43	4.86	2.57	11.71	7.14	8.14	8.14	11.14	10.43	5.71	7.57	10.71	9.43	5.00
Total Rank	1	3	2	14	6	8	8	13	11	5	7	12	10	4
1yr Perf vs SPX	-20.811	36.304	2.1171	24.351	-3.1797	35.173	-15.679	18.937	24.235	11.569	11.846	22.664	4.2694	18.412

Company Summaries

T. Rowe Price Group, Inc. (TROW)

T. Rowe Price Group, Inc. (TROW) - Asset Management

Description [Read More](#)
T. Rowe Price Group, Inc. is a publicly owned investment manager. The firm provides its services to individuals, institutional investors, retirement plans, financial intermediaries, and institutions. It launches and manages equity and fixed income mutual funds. The firm invests in the public equity and fixed income markets across the globe. It employs fundamental and quantitative analysis with a bottom-up approach. The firm utilizes in-house and external research to make its investments. It employs socially responsible investing with a focus on environmental, social, and governance issues. It makes investment in late-stage venture capital transactions and usually invests between \$3 million and \$5 million. The firm was previously known as T. Rowe Group, Inc. and T. Rowe Price Associates, Inc. T. Rowe Price Group, Inc. was founded in 1937 and is based in Baltimore, Maryland, with additional offices in Colorado Springs, Colorado; Owings Mills, Maryland; San Francisco, California; New York, New York; Philadelphia, Pennsylvania; Tampa, Florida; Toronto, Ontario; Hellerup, Denmark; Amsterdam, The Netherlands; Luxembourg, Grand Duchy of Luxembourg; Zurich, Switzerland; Dubai, United Arab Emirates; London, United Kingdom; Sydney, New South Wales; Hong Kong, Tokyo, Japan; Singapore; Frankfurt, Shanghai, China; Germany; Madrid, Spain; Milan, Italy; Stockholm, Sweden; Melbourne, Australia; Amsterdam, Netherlands and Washington, DC.



AbbVie Inc. (ABBV)

AbbVie Inc. (ABBV) - Drug Manufacturers—General

Description [Read More](#)
AbbVie Inc. discovers, develops, manufactures, and sells pharmaceuticals in the worldwide. The company offers HUMIRA, a therapy administered as an injection for autoimmune and intestinal Behcet's diseases; SKYRIZ to treat moderate to severe plaque psoriasis in adults; RINVOO, a JAK inhibitor for the treatment of moderate to severe active rheumatoid arthritis in adult patients; IMBRUVICA to treat adult patients with chronic lymphocytic leukemia (CLL), and VENCLEXTA, a BCL-2 inhibitor used to treat adults with CLL or SLL; and MAVYRET to treat patients with chronic HCV genotype 1-6 infection. It also provides CREON, a pancreatic enzyme therapy for exocrine pancreatic insufficiency; Synthroid used in the treatment of hypothyroidism; Linzess/Constella to treat irritable bowel syndrome with constipation and chronic idiopathic constipation; Lupron for the palliative treatment of advanced prostate cancer, endometriosis and central precocious puberty, and patients with anemia caused by uterine fibroids; and Botox therapeutic. In addition, the company offers ORELVISA, a nonpeptide viral molecule gossypol-releasing hormone antagonist for women with moderate to severe endometriosis pain; Dupixent and Duodopa, a levodopa-carbidopa intestinal gel to treat Parkinson's disease; Lumigan/Garfort, a bimaleonol epinephrine solution for the reduction of elevated intraocular pressure (IOP) in patients with open angle glaucoma (OAG) or ocular hypertension; Utrivex to treat migraine with or without aura in adults; Alphagan[®] Comban, an alpha-adrenergic receptor agonist for the reduction of IOP in patients with OAG; and Restasis, a calcineurin inhibitor immunosuppressant to increase tear production, as well as other eye care products. AbbVie Inc. has a research collaboration with Dragonfly Therapeutics, Inc. The company was incorporated in 2012 and is headquartered in North Chicago, Illinois.



Williams-Sonoma, Inc. (WSM)

Williams-Sonoma, Inc. (WSM) - Specialty Retail

Description [Show Less](#)

Williams-Sonoma, Inc. operates as an omni-channel specialty retailer of various products for home. It offers cooking, dining, and entertaining products, such as cookware, tools, electrics, cutlery, tabletop and bar, outdoor, furniture, and a library of cookbooks under the Williams Sonoma Home brand, as well as home furnishings and decorative accessories under the Williams Sonoma lifestyle brand, and furniture, bedding, lighting, rugs, table essentials, and decorative accessories under the Pottery Barn brand. The company also provides home decor products under the West Elm brand, kids accessories under the Pottery Barn Kids brand, and an organic bedding to multi-purpose furniture under the Pottery Barn Teen brand. In addition, it offers made-to-order lighting, hardware, furniture, and home decor inspired by history under the Rejuvenation brand and women's and men's accessories, travel, entertaining and bar, home decor, and seasonal items under the Mark and Graham brand, as well as operates a 3-D imaging and augmented reality platform for the home furnishings and decor industry. The company markets its products through e-commerce websites, direct mail catalogs, and retail stores. It operates 544 stores comprising 502 stores in 48 states, Washington, D.C., and Puerto Rico; 20 stores in Canada; 19 stores in Australia; 3 stores in the United Kingdom; and 139 franchised stores, as well as e-commerce websites in various countries in the Middle East, the Philippines, Mexico, South Korea, and India. Williams-Sonoma, Inc. was founded in 1956 and is headquartered in San Francisco, California.

Latest Price (Jan 16, 2025, 1000:04 PM)

\$119.88 ▼ (-\$3.74) (-3.03%)

52 Week Range

\$301.58

Last Close

\$123.62

Open

\$122.47

Volume

372,291

Annual Div.

\$3.05

Div. Yield

2.47%

Mkt Cap (m)

\$7,980.30

Beta

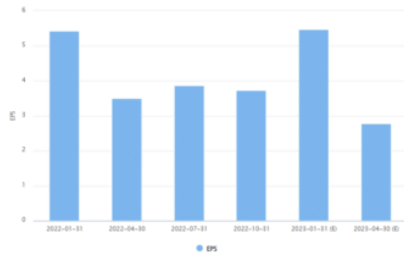
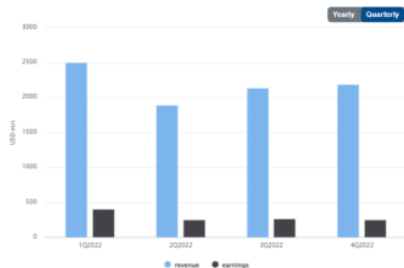
1.56

Day Range

\$126.89

Avg. Volume (3m)

177,049



Prosperity Bancshares, Inc. (PB)

Prosperity Bancshares, Inc. (PB) - Banks—Regional

Description [Show Less](#)

Prosperity Bancshares, Inc. operates as bank holding company for the Prosperity Bank that provides financial products and services to businesses and consumers. It accepts various deposit products, such as demand, savings, money market, and time accounts, as well as certificates of deposit. The company also offers 1-4 family residential mortgage, commercial real estate and multifamily residential, commercial and industrial, agricultural, and non-real estate agricultural loans, as well as construction, land development, and other land loans; consumer loans, including automobile, recreational vehicle, boat, home improvement, personal, and deposit account collateralized loans; and consumer durables and home equity loans, as well as loans for working capital, business expansion, and purchase of equipment and machinery. In addition, it provides internet banking, mobile banking, trust and wealth management, retail brokerage, mortgage services, and treasury management, as well as debit and credit cards. As of December 31, 2023, the company operated 273 full-service banking locations comprising 65 in the Houston area, including The Woodlands; 30 in the South Texas area including Corpus Christi and Victoria; 63 in the Dallas/Fort Worth, Texas area; 22 in the East Texas area; 29 in the Central Texas area, including Austin and San Antonio; 34 in the West Texas area, including Lubbock, Midland-Odessa and Abilene; 96 in the Bryan/Colege Station area; 6 in the Central Oklahoma area; and 8 in the Tulsa, Oklahoma area doing business as LegacyTexas Bank. Prosperity Bancshares, Inc. was founded in 1983 and is based in Houston, Texas.

Latest Price (Jan 16, 2025, 10:09:16 PM)

\$72.54 ▼ (-\$0.36) (-0.49%)

52 Week Range

\$64.69

Last Close

\$72.90

Open

\$72.51

Volume

158,297

Annual Div.

\$2.08

Div. Yield

2.85%

Mkt Cap (m)

\$6,623.52

Beta

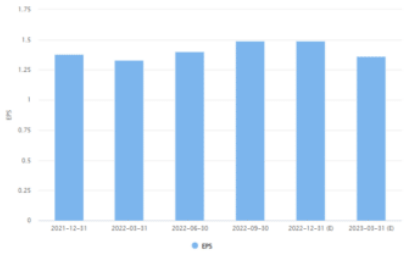
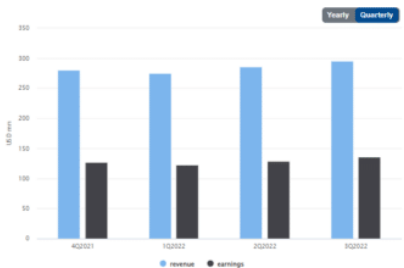
1.00

Day Range

\$76.55

Avg. Volume (3m)

425,593



The Hanover Insurance Group, Inc. (THG)

The Hanover Insurance Group, Inc. (THG) - Insurance—Property & Casualty

Description [Read Less](#)

The Hanover Insurance Group, Inc., through its subsidiaries, provides various property and casualty insurance products and services in the United States. The company operates through three segments: Commercial Lines, Personal Lines, and Other. The Commercial Lines segment offers commercial multiple peril, commercial automobile, and workers' compensation insurance products, as well as management and professional liability, marine, specialty industrial and commercial property, monoline general liability, surety, umbrella, fidelity, crime, and other commercial coverages. The Personal Lines segment provides personal automobile and homeowner's coverages, as well as other personal coverages, such as personal umbrella, inland marine, fire, personal watercraft, personal cyber, and other miscellaneous coverages. The Other segment markets investment management services to institutions, pension funds, and other organizations. The Hanover Insurance Group, Inc. markets its products and services through independent agents and brokers. The company was formerly known as Allmerica Financial Corp. and changed its name to The Hanover Insurance Group, Inc. in December 2005. The Hanover Insurance Group, Inc. was founded in 1852 and is headquartered in Worcester, Massachusetts.

Latest Price (Jan 18, 2023, 3:00:02 PM)

\$131.38 ▼ (-\$1.92) (-1.44%)

52 Week Range

\$123.36

Last Close

\$133.30

Day Range

\$125.55

Open

\$132.84

Volume

128,312

Avg. Volume (3m)

160,518

Annual Div.

\$3.00

Div. Yield

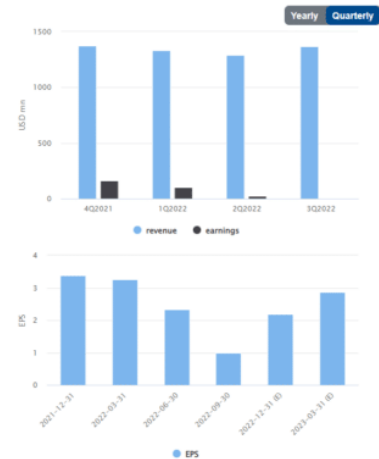
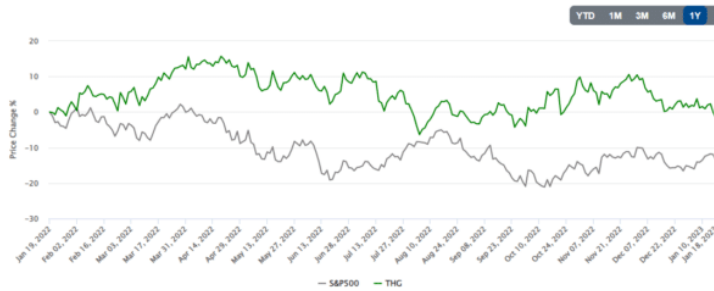
2.25%

Mkt Cap (mn)

\$4,672.18

Beta

0.71



Five for Friday

Five for Friday uses stock screens to produce five stocks that we expect will outperform if a particular investment theme plays out in the future. Investment themes may be relevant to the current or expected market, industry and/or economic trends. Investment themes may not always represent our current forecast.

Disclosure

This report is not a recommendation to buy or sell the named securities. We intend to elicit ideas about stocks meeting specific criteria and investment themes. Please read our [disclosures](#) carefully and do your own research before investing.