



DIVIDEND ASSETS CAPITAL, LLC

INVESTMENT ADVISORS

DAC Insights: Enhance A Retirement Portfolio's Income With Dividends

DIVIDEND ASSETS CAPITAL – INVESTMENT STRATEGIES FOR RISING INCOME & GROWTH

Incorporating securities that consistently pay dividends with sustainable growth rates into an overall retirement investment plan may help investors achieve their income needs and reduce the possibility of outliving their assets.

This illustration represents a theoretical investment of \$1 million into the S&P 500® Index and the Dow Jones U.S. Select Dividend™ Index on 12/29/2000. It assumes an annual withdrawal rate of 6.00% of the initial investment (\$60,000/year) beginning on 12/31/2001, taken at the end of each year and adjusted using an annual inflation rate of 3.00%.

NOTE: It is not possible to invest in an index. This is for illustrative purposes only. The S&P 500® Index was used as a proxy for an investment portfolio of large cap, U.S. growth stocks that may or may not pay dividends. Comparatively, the Dow Jones U.S. Select Dividend™ Index was used as a proxy for an investment portfolio of the U.S.'s leading stocks by dividend yield.

On a risk-adjusted basis, dividend growth stocks have historically generated higher returns at a lower risk level than other large cap growth stocks. As this analysis illustrates, the S&P 500® would have run out of money after only 16 years of withdrawals. Whereas the stocks in the Dow Jones U.S. Select Dividend™, would have maintained an adequate portfolio value to generate increasing income throughout the period.

S&P 500® Index		
Year End	Investment Value	Withdrawals
2000	\$1,000,000	
2001	\$821,140	\$60,000
2002	\$577,865	\$61,800
2003	\$679,968	\$63,654
2004	\$688,399	\$65,564
2005	\$654,681	\$67,531
2006	\$688,528	\$69,556
2007	\$654,710	\$71,643
2008	\$338,691	\$73,792
2009	\$352,316	\$76,006
2010	\$327,101	\$78,286
2011	\$253,374	\$80,635
2012	\$210,868	\$83,054
2013	\$193,619	\$85,546
2014	\$132,010	\$88,112
2015	\$43,081	\$90,755
2016	\$0	\$48,234
2017	\$0	\$0
2018	\$0	\$0
2019	\$0	\$0
2020	\$0	\$0
Totals (a/o 12/31/20)	\$0	\$1,164,169

Dow Jones U.S. Select Dividend™ Index		
Year End	Investment Value	Withdrawals
2000	\$1,000,000	
2001	\$1,070,897	\$60,000
2002	\$966,858	\$61,800
2003	\$1,194,767	\$63,654
2004	\$1,345,905	\$65,564
2005	\$1,329,329	\$67,531
2006	\$1,519,586	\$69,556
2007	\$1,369,496	\$71,643
2008	\$871,540	\$73,792
2009	\$892,531	\$76,006
2010	\$977,732	\$78,286
2011	\$1,018,504	\$80,635
2012	\$1,045,844	\$83,054
2013	\$1,264,235	\$85,546
2014	\$1,370,297	\$88,112
2015	\$1,257,070	\$90,755
2016	\$1,439,922	\$93,478
2017	\$1,565,905	\$96,282
2018	\$1,373,649	\$99,171
2019	\$1,588,913	\$102,146
2020	\$1,411,245	\$105,210
Totals (a/o 12/31/20)	\$1,411,245	\$1,612,222

Source: S&P Dow Jones Indices LLC.

Dividend Assts Capital, LLC is an independent, employee owned wealth advisor specializing in high quality companies with a history of consistently increasing dividends. Built on a pioneering legacy, our goal is straightforward; achieve our clients desired outcomes through investments that provide sustainable and rising income with long-term capital appreciation. We partner with successful families, advisors and institutions delivering tailored services that adhere to fiduciary principles to provide...

Clarity: A transparent and understandable approach to portfolio management.

Simplicity: Dividends are the best indicator of the future price performance of a stock.

Devotion: We build confidence through a disciplined process and strong devotion to our investment philosophy and clients.

Past performance is not indicative of future results. Results are hypothetical and do not reflect trading in actual accounts and are prepared with the benefit of hindsight.

The S&P 500® Index is a market capitalization weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

The Dow Jones U.S. Select Dividend™ Index aims to represent the U.S.'s leading stocks by dividend yield. The index screens all dividend-paying stocks in the Dow Jones U.S. Index, excluding REITs, by dividend per share growth rate, dividend payout percentage rate, and average daily dollar trading volume. 100 companies are selected based on dividend yield.

The index comparisons herein are provided for informational purposes only and should not be used as the basis for making an investment decision. There are significant differences between client accounts and the indices referenced including, but not limited to, risk profile, liquidity, volatility and asset composition. You cannot invest directly in an index, which also does not take into account trading commissions and costs.

DAC does not assume any responsibility for the accuracy or completeness of information provided by third party data sources.

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