



## DIVIDEND DETECTIVE HIGHLIGHTS

DIVIDENDDETECTIVE.COM

June 5, 2013

Order Online [www.DividendDetective.com](http://www.DividendDetective.com)  
 Toll Free (866) 632-1593

### Welcome to the June 2013 Edition of Dividend Detective Highlights

Highlights includes the most popular features of Dividend Detective: the Monthly Commentary, Sample Portfolios, the Top 50 Highest Dividend Yielding Stocks, the Dividend Scoreboard, Dividend Hotshots, and "D.D. At a Glance," which lists all followed stocks and funds, including current yields and our buy/sell recommendations.

#### Important Info on Premium Members Site

Highlights includes **only a smattering of the information available to Premium subscribers on the Dividend Detective site.** Although we give you our buy/sell recommendations in Highlights, we don't have room to fill you in on our analysis that led to those ratings. However, that important information is readily available for each stock or fund in its home portfolio on the Premium Members site.

Thus, for best results, use Highlights as a guide to point to specific sections of the Premium site that interest you.

#### Did You Get Our Mail?

If you were a subscriber on June 4, you should have received an email notification and link regarding this issue of DD Highlights. If you didn't, please contact customer service to confirm that we have your correct email address on file.

#### 24 Hour Customer Service

Call 866-632-1593 (toll free) or 661-621-9660 (direct) for 24 hour customer service regarding your account, to retrieve your user name, password, etc. Our 24/7 email support address is: [dividenddetective@netbillingsupport.com](mailto:dividenddetective@netbillingsupport.com).

#### Question & Comments

For comments or questions about Dividend Detective contents, please contact us directly at (800) 276-7721 or by e-mail at: [support@dividenddetective.com](mailto:support@dividenddetective.com).

#### Tell Us What You Think

Your comments and suggestions have proved invaluable in helping us develop and improve Dividend Detective. Please keep those suggestions coming.

*Thanks for subscribing.*

*Harry Domash*

#### Contents

Commentary .....	2-5
Last Month's Portfolio Returns .....	2
Dividend Scoreboard .....	5
Corporate Bonds .....	6
Dividend Hotshots .....	6
Sample Portfolios .....	7
Top 50 Dividend Yielding Stocks .....	8
D.D. At a Glance .....	9
<i>all followed stocks &amp; funds including buy/sell ratings &amp; yields</i>	

# DIVIDEND DETECTIVE HIGHLIGHTS

DIVIDENDDETECTIVE.COM

## June 2013 Commentary

### Review of May 2013 Results and This Month's Changes

#### WIPEOUT ON DIVIDEND HILL

It wasn't pretty. Although the overall market, at least as gauged by the S&P 500, gained 2% in May, it was a different story for dividend stocks.

Our most beloved and trusty portfolios, Utilities and Real Estate Investment Trusts, lost 8% and 7%, respectively. Only four of our 19 Industry & Specialty Portfolios scored gains. Three of them, Oil Industry, Canada Stocks, and Rural Telecoms, tied for first place with 3% average returns. On the bright side, 12 portfolios are still up double-digits for the year.

All three of our Sample Portfolios recorded losses. Both Growth & Income and High Yield/Speculative averaged 1% losses. Thwarting our best laid plans, Conservative, down 4%, was our biggest loser.

<u>Portfolio</u>	<u>Avg. Returns</u>	
	<u>Last Month</u>	<u>YTD</u>
Oil Industry	3%	15%
Canada Stocks	3%	7%
Rural Telecom	3%	10%
Regional Banks	1%	3%
Business Development Corps.	0%	11%
Insurance Industry	0%	16%
CEF Growth Opportunities	-1%	16%
Preferred Stocks	-1%	4%
Energy: General Partners	-2%	19%
Manufacturing & Services	-2%	17%
Dividend Speculators	-3%	10%
ETF Monthly Income	-3%	-1%
Partnerships: Energy	-3%	23%
Large Banks	-4%	-3%
Monthly Paying Closed-End Funds	-4%	4%
Partnerships: Ex-Energy	-4%	11%
Canada Real Estate Investment Tr.	-5%	3%
US Real Estate Investment Trusts	-7%	18%
Utilities	-8%	12%
Sample #1: Conservative	-4%	8%
Sample #2: Growth & Income	-1%	25%
Sample #3: High Yield/Speculative	-1%	13%
S&P 500	2%	15%

#### What happened?

The source of our problems, as you probably know, was speculation that the Federal Reserve is considering slowing its asset-buying activities, which, in turn, would cause interest rates to move higher. Here's why the market sees that as a problem for dividend stocks.

Currently, owning utility stocks, for example, offers a 4% to 5% income stream in addition to their price appreciation

potential. But, they wouldn't be nearly as attractive if you could earn, say 4%, by putting your cash into a money market fund.

Nobody is expecting the Fed's actions to raise interest rates anywhere near that much. We're probably looking at money market rate and bank CD rates no higher than 2% or so, for at least the next two years.

#### Bargains Abound

We expect interest rate concerns to fade over time as the market realizes that a moderate rate rise is not the end of the world. Hopefully, by then, most of our picks would have recouped last month's losses. But how long that will take is unknown. So, while bargains abound, don't add cash to the market that you're going to need back over the next few months.

#### Adjusting Portfolio Strategies

Raising our portfolio's average yields will help to diminish the damage done when interest rates rise. Also, we can add picks likely to outperform in a rising rate environment. Those are the themes of this month's changes.

We're adding two new picks to our **Preferreds** portfolio. One, credit-rated at below investment grade (junk) is yielding 9.6%, and the other, unrated, is paying 6.7%.

We're selling one fund from our Monthly Paying Closed-End Fund portfolio paying 6.1%, and replacing it with a "floating rate" fund yielding 6.7%. Similarly, we're adding a floating rate fund paying 4.7% to our ETF Monthly Income portfolio and deleting an existing pick paying 2.5%. In theory, the floating rate funds should outperform when rates rise.

We're also adding new picks to our Business Development Corporation and Rural Telecom portfolios paying 8.1% and 10.3%, respectively.

#### NEW BUYS, SELLS & DO NOT ADDS

**Preferred Stocks: Buy** Goodrich Petroleum Series C (GDP-C) and Teekay Offshore Partners Series A (TOO-A). **Do not add (DNA)** to Lexington Realty Trust Series C (LXP-C) and SLM Series A (SLMAP). **Okay to add** to Goldman Sachs (GSF) and Raymond James (RJD).

**Monthly Closed-End Funds: Buy** Invesco Dynamic Credit Opportunities (VTA). **Sell** American Strategic Income (ASP).

**ETF Monthly Income: Buy** PS Senior Loan Portfolio (BKLN). **Sell** Vanguard Total Bond Market (BND).

**Business Development Corp: Buy** Hercules Technology Growth Capital. (HTGC). **DNA:** Main Street Capital (MAIN).

**Dividend Speculators: Sell** Telular (WRLS).

**Energy Partners: DNA:** Crestwood Midstream Partners (CMLP).

**Rural Telecoms:** Buy NTELOS (NTLS)

## SAMPLE (MODEL) PORTFOLIOS

We offer three Sample Portfolios, each containing seven securities. Pick one or more portfolios and invest equal dollar amounts in each of the seven securities. Don't "cherry pick." Every portfolio has its stars and clunkers, but you can't know which is which in advance. Every few months, check the dollar value of your holdings and rebalance if necessary.

When we replace an existing pick, we suggest that you do the same. However, if the security being replaced is still "buy" rated in its home portfolio, it's your option whether or not to sell it, assuming that you have additional funds available.

### Conservative Portfolio (-4.0% return)

Aspen Insurance (AHL-B) preferreds, up 1%, were our only winners. NextEra Energy (NEE) usually a dull utility stock, dropped 7%, making it our biggest loser.

### Growth & Income Portfolio (-0.5% return)

Spurred by a dividend hike, closed-end fund H&Q Life Sciences (HQL), up 9%, was our biggest winner. Alas, Verizon Communications (VZ), down 10%, sunk the portfolio.

### High Yield/Speculative Portfolio (-0.7% return)

Six Flags Entertainment (SIX), up 4%, did the best. Closed-end fund Nuveen Diversified Dividend & Income (JDD), down 4%, did the worst.

## PREFERRED STOCKS

**PORTFOLIO RETURNS: LAST MONTH -1.0%, YEAR TO DATE 4.2%**

Aspen Insurance (AHL-B) and Lexington Realty (LXP-C), both up 1%, did the best. Goldman Sachs (GSF), down 4%, and Armour Residential (ARR-A), down 3%, did the worst.

### New Picks

**Goodrich Petroleum 10.0% Series C Cumulative's** (GDP-C) dividends are subject to the maximum 15%/20% personal tax rate and are eligible for the dividends deduction for corporate holders. Market yield: 9.6%. Rated CCC- (junk).

**Teekay Offshore Partners 7.25% Series A Cumulative's** (TOO-A) dividends are subject to the maximum 15%/20% personal income tax rate, but **not** eligible for dividends deduction for corporate holders. Market yield: 7.1%. Not credit rated.

### Okay to Add

Goldman Sachs 6.125% notes (GSF) and Raymond James 6.90% Senior Notes (RJD).

### New Do Not Adds

Lexington Realty Trust Series C (LXP-C) and SLM Series A (SLMAP) can both be called at any time and are trading near their call prices.

## CEF GROWTH OPPORTUNITIES

**PORTFOLIO RETURNS: LAST MONTH -0.6%, YEAR TO DATE 16.2%**

H&Q Life Sciences (HQL) gained 9%. First Trust/Aberdeen (FEO) fell 6%, and Nuveen Diversified (JDD) lost 4%.

H&Q Life Sciences raised its quarterly dividend by 13%.

## MONTHLY-PAYING CLOSED-END FUNDS

**PORTFOLIO RETURNS: LAST MONTH -4.4%, YEAR TO DATE 4.1%**

Alliance Global High Income (AWF), down 1%, lost the least. Reeve's Utility Income (UTG), down 7%, lost the most.

Guggenheim Strategic Opportunities (GOF) raised its monthly dividend by 8%.

### New Pick

We're adding Invesco Dynamic Credit Opportunities (VTA). Structured to outperform in a rising interest rate environment, the fund holds floating-rate bank loans that adjust their payouts based on prevailing interest rates. Dividend yield: 6.7%.

### Sell American Strategic Income

American Strategic Income (ASP) has consistently underperformed the portfolio.

## ETF MONTHLY INCOME (EXCHANGE-TRADED FUNDS)

**PORTFOLIO RETURNS: LAST MONTH -2.6%, YEAR TO DATE -0.5%**

iShares U.S. Preferreds (PFF), down 1%, lost the least. iShares Emerging Markets (EMB), down 5%, lost the most.

### New Pick

We're adding PowerShares Senior Loan Portfolio (BKLN). It tracks an index of floating rate below-investment-grade bonds (bank senior loans) that is structured to outperform in a rising interest rate environment. Dividend yield is 4.7%.

### Sell Vanguard Total Bond

Vanguard Total Bond Market (BND), tracking the entire bond market, is vulnerable to rising interest rates.

## CORPORATE BONDS

Investment quality bonds dropped around 0.9% during May, and below investment grade bonds dropped around 1.5%.

## BUSINESS DEVELOPMENT CORPORATIONS (BDCs)

**PORTFOLIO RETURNS: LAST MONTH 0.1%, YEAR TO DATE 11.2%**

KCAP Financial (KCAP) and Triangle Capital (TCAP) both returned 2%, but Main Street Capital (MAIN) lost 3%.

Main Street Capital reported strong March quarter growth. KCAP Financial reported mixed, but mostly good numbers, and Triangle Capital recorded lackluster results. Main Street declared a special \$0.20 per share dividend payable in July.

### New Pick

We're adding Hercules Technology Growth Capital (HTGC). Hercules makes loans to, and sometimes takes equity positions in venture capital and private equity-backed companies with high-growth potential involved in the technology, clean tech or life science fields. Dividend yield is 8.1%.

### Do Not Add to Main Street

Main Street Capital seems to be doing everything right, but its shares are in a stubborn downtrend. We're advising against adding to positions until its price chart looks more constructive.

## ENERGY: GENERAL PARTNERS

**PORTFOLIO RETURNS: LAST MONTH -2.3%, YEAR TO DATE 19.1%**

Crosstex Energy (XTXI), up 4%, was our only winner. Targa

Resources (TRGP) fell 2%, Kinder Morgan (KMI) dropped 3%, and Williams (WMB) lost 8%.

Targa Resources reported strong March quarter numbers. Crosstex announced so-so results and Williams reported below year-ago numbers.

Williams raised its quarterly dividend by 4% and said it plans to raise its annual payouts by 20% in 2013, 2014, and 2015.

## **PARTNERSHIPS: ENERGY (MASTER LIMITED PARTNERSHIPS)**

**PORTFOLIO RETURNS: LAST MONTH -2.5%, YEAR TO DATE 22.9%**

MarkWest Energy (MWE), up 6%, and Crestwood Midstream (CMLP), up 3%, were the winners. PAA Natural Gas Storage, down 10%, and Calumet Specialty Products, down 8%, were our biggest losers.

Global Partners (GLP) recorded strong March quarter growth. PAA Natural Gas Storage (PNG) reported more modest growth numbers, and MarkWest Energy and Calumet reported mixed, but mostly below year-ago numbers.

MarkWest is buying Chesapeake Energy's cryogenic gas processing plant, 22 miles of gas gathering pipelines and other assets in Oklahoma (Anadarko Basin).

### **Do Not Add to Crestwood**

Crestwood Midstream reported mixed March quarter numbers, but that news was overshadowed by Crestwood's announcement that it plans to merge with Inergy LP (NRGY) and Inergy Midstream LP (NRGM) in a complex series of transactions. When the smoke clears, Crestwood Midstream will become a part of NRGM. Crestwood Midstream unitholders will receive 1.07 common units of Inergy Midstream plus \$1.03 in cash for each Crestwood unit. We will evaluate whether we want to hold Crestwood through the merger in our next issue. In the meantime, we're **advising against adding to positions.**

## **INSURANCE INDUSTRY**

**PORTFOLIO RETURNS: LAST MONTH 0.3%, YEAR TO DATE 16.2%**

Arthur J. Gallagher (AJG) gained 4%, but Cincinnati Financial (CINF) dropped 3%.

## **LARGE BANKS**

**PORTFOLIO RETURNS: LAST MONTH -3.6%, YEAR TO DATE -3.0%**

Bank of Nova Scotia (BNS) dropped 2%, Canadian Imperial (CM) lost 6%, and the portfolio averaged a 4% loss.

Both banks announced April quarter results. Of the two, Bank of Nova Scotia reported better growth numbers, but Canadian Imperial's report was, on balance, okay.

## **MANUFACTURING & SERVICES**

**PORTFOLIO RETURNS: LAST MONTH -1.6%, YEAR TO DATE 17.1%**

Six Flags Entertainment (SIX) and TAL International (TAL), both up 4%, did the best. Verizon (VZ), down 10%, and B&G Foods (BGS), down 7%, were the biggest losers.

Foot Locker (FL) reported only modest April quarter sales and earnings growth numbers.

B&G Foods is raising \$688 million by selling 4.625% senior notes. It plans to use the money to pay off existing 7.625% notes, so B&G is saving serious cash with this move.

Philip Morris (PM) agreed to acquire the 20% stake of its Mexican unit that was controlled by billionaire Carlos Slim, for \$700 million. Philip Morris expects the deal to add to earnings starting with its December quarter.

## **OIL INDUSTRY**

**PORTFOLIO RETURNS: LAST MONTH 2.6%, YEAR TO DATE 14.7%**

SeaDrill (SDRL), up 5%, led the way. Chevron (CVX) and HollyFrontier (HFC) both gained 1%.

HollyFrontier reported mixed March quarter results. Refinery downtime cut production numbers, but higher profit margins upped earnings anyway.

SeaDrill hiked its quarterly dividend by 6%, kicking its yield up to 8.7% which is high for an oil industry stock.

## **PARTNERSHIPS: EX-ENERGY**

**PORTFOLIO RETURNS: LAST MONTH -4.1%, YEAR TO DATE 11.3%**

Blackstone Group (BX), gained 7%. Carlyle Group (CG) and Rentech Nitrogen (RNF) both dropped 10% and America First Tax Exempt lost 3%.

America First, for the first time in a while, reported strong growth in all categories, including cash flow.

## **REAL ESTATE INVESTMENT TRUSTS (REITs)**

**PORTFOLIO RETURNS: LAST MONTH -6.5%, YEAR TO DATE 17.8%**

STAG Industrial (STAG) at breakeven, did the best. American Capital Agency (AGNC), down 23% was, by far, our biggest loser. Inland Real Estate (IRC), down 9%, came next.

American Capital Agency's drop was triggered by fears that rising interest rates would cut the value of its mortgage portfolio, and hence its book value (per-share assets minus liabilities). That is important because mortgage REITs usually trade near their book values. AGNC's March quarter report showed an 8% drop in book value just since December.

We mailed an update on May 28 describing our take on AGNC. In essence, we said that "we expect continued share price volatility at least until AGNC reports its June quarter results. But, regardless of what happens to interest rates, eventually AGNC's share price will recover. That could be as soon as this summer, or later if AGNC's June quarter report falls short of analysts' expectations." Investors willing to wait as long as a year should continue holding or even add to positions. If not, we're advising selling.

Property REIT American Realty Capital Properties (ARCP) reported March quarter cash flow above analysts' forecasts. But since the portfolio grew from 97 to 721 properties since March 2012, year-over-year comparisons were not meaningful.

But American Realty hasn't stopped growing. In May, it agreed to acquire publicly traded CapLease (LSE), which owns 71 mostly single-tenant properties in 25 states. Then, only a couple

of days later, American inked a deal to buy GE Capital's portfolio of 471 net lease properties.

## REGIONAL BANKS

**PORTFOLIO RETURNS: LAST MONTH 1.0%, YEAR TO DATE 2.8%**

Valley National (VLY) gained 4%, but New York Community (NYCB) dropped 2%.

## RURAL TELECOMS

**PORTFOLIO RETURNS: LAST MONTH 3.4%, YEAR TO DATE 9.8%**

Hickory Tech (HTCO), last month's only portfolio pick, returned 3%.

### New Pick

We're adding NTELOS (NTLS), a wireless only telecom serving Virginia, West Virginia, and parts of neighboring states to the portfolio. Already paying a 10.3% dividend yield, NTELOS recently established a joint venture with DISH Network that could help boost earnings and dividends.

## UTILITIES

**PORTFOLIO RETURNS: LAST MONTH -7.7%, YEAR TO DATE 11.7%**

All of our utilities were in the loss column. Avista (AVA), down 4%, lost the least. Oneok (OKE), down 12%, lost the most.

Westar Energy (WR), our only utility that hadn't already announced March quarter results, reported strong year-over-year growth in all categories. Westar credited "colder weather" for its strong showing.

Oneok said it expects to increase its annual dividends by 55% to 65% between 2012 and 2015.

Westar Energy, down 9%, was May's second biggest loser in terms of share price. Thus, fundamentals didn't matter much in terms of which utilities suffered the most last month.

## DIVIDEND SPECULATORS

**PORTFOLIO RETURNS: LAST MONTH -2.6%, YEAR TO DATE 10.4%**

Old Republic (ORI), up 2%, was our only winner. GEO Group (GEO), down 6%, and Northern Tier Energy (NTI), down 5%, were our biggest losers.

GEO Group reported good March quarter numbers. Northern Tier Energy, which just went public in May 2012, reported strong year-over-year refining production and operating income growth numbers.

Northern declared a \$1.23 per unit March quarter distribution, \$0.03 above our forecast.

### Sell Telular

Last month, Telular (WRLS) agreed to be acquired for \$12.61 per share, but had until May 29 to seek higher offers. No other offers materialized.

## CANADA STOCKS

**PORTFOLIO RETURNS: LAST MONTH 3.4%, YEAR TO DATE 6.7%**

Morneau Shepell (MSI.TO), up 6%, did the best. Liquor Stores (LIQ.TO) gained 3% and Student Transportation (STB) returned 1%.

Liquor Stores and Morneau Shepell both reported good March quarter sales growth, but in both cases, cash flow fell short of year-ago numbers.

## CANADA REAL ESTATE INVESTMENT TRUSTS

**PORTFOLIO RETURNS: LAST MONTH -5.1%, YEAR TO DATE 3.2%**

Artis (AX.UN) dropped 4% and Calloway (CWT.UN) fell 7%.

Artis reported strong March quarter growth, its best report since December 2011. Calloway, for its part, recorded only modest growth numbers. Obviously, last month's sellers didn't see the Artis report.

Calloway sold \$150 million of notes paying around 4% and used half of that cash to retire 8% notes.

*Thanks for subscribing.*

*Harry Domash*

hdomash@dividenddetective.com

## DIVIDEND SCOREBOARD

*Condensed Version: sorted by one-month returns*

Sector	12-Mo % Rtrn	YTD % Rtrn	1-Mo % Rtrn
Shipping: Oil Tankers .....	7	12	13
Consumer Services .....	25	26	11
Technology: Communications Gear .....	35	28	9
Technology: Semiconductor Equipment .....	44	29	5
Energy Ptn: Liquefied Natural Gas (LNG) ..	27	27	5
Aerospace .....	40	19	5
Medical Device & Testing .....	29	14	5
Banks: Regional .....	22	11	4
Shipping: Dry Bulk & Containers .....	25	35	4
Energy Refining Ex MLPs .....	112	23	4
Technology: IT Software & Systems .....	1	6	3
Media & Advertising .....	73	36	3
Energy Ptn: Propane/Heating Oil .....	42	26	3
Manufacturing .....	31	14	3
Retail .....	23	23	3
Business Services & Products .....	36	22	3
Technology: Semiconductors .....	24	12	3
Pharmaceuticals & Biotech .....	32	22	3
Chemicals .....	40	21	3
Canada: Restaurants .....	24	15	2
Insurance .....	46	25	2
Restaurants .....	23	15	2
Canada: Investment Funds/Trusts .....	17	7	2
Canada Energy E&P .....	2	7	2
Technology: Components .....	12	6	2
Shipping: Liquefied Natural Gas (LNG) ..	29	1	2
Energy Partnerships: Coal .....	28	20	2
Canada: Utilities .....	0	-4	2
Canada: Energy Refining & Marketing ..	61	8	1
Tobacco .....	21	15	1
Energy: Services .....	46	18	1
Energy Partnerships: Pipelines .....	29	19	0
Telecom Services: US Based .....	19	12	0
Energy: Exploration & Production .....	21	1	0
Partnerships: Ship Owners .....	26	26	-1
Canada: Retail .....	-12	-11	-1
Real Estate Investment Tr: Lodging .....	32	17	-1
Canada: Telecom .....	24	6	-1
MLP General Partners .....	42	24	-1
Business Development Companies .....	30	6	-1

## DIVIDEND HOTSHOTS

HIGH DIVIDEND PAYERS WITH SOLID DIVIDEND GROWTH TRACK  
RECORDS THAT ARE EXPECTED TO CONTINUE THEIR WINNING WAYS.

	Yld.	Ann. Div.		Yld.	Ann. Div.
AHGP	4.8	3.05	MCY	5.5	2.45
ARLP	6.2	4.52	NCMI	5.0	0.88
APU	7.2	3.36	NHI	4.7	2.94
T	5.1	1.80	NYMT	16.2	1.08
<b>AVA</b>	4.5	1.22	<b>ORI</b>	5.4	0.72
BWP	7.2	2.13	OHI	5.7	1.84
BBEP	10.5	1.90	OLP	5.5	1.40
BPL	6.4	4.20	OKS	5.5	2.86
DLR	5.3	3.12	PPL	5.0	1.47
DUK	4.6	3.06	RGC	4.8	0.84
EPB	6.0	2.48	RAI	5.2	2.52
EEP	7.3	2.17	SNH	6.0	1.56
EPD	4.5	2.68	SEP	5.6	2.01
<b>EXLP</b>	7.4	2.07	<b>SO</b>	4.6	2.03
<b>GLP</b>	6.9	2.33	<b>TAL</b>	6.3	2.64
HEP	5.3	1.91	NGLS	5.9	2.79
KED	7.2	1.74	TE	5.0	0.88
KMP	6.2	5.20	TLP	6.1	2.56
LGCY	8.8	2.30	UBSI	4.7	1.24
<b>MAIN</b>	6.6	1.86	UBA	4.7	1.00
<b>MWE</b>	5.0	3.32	VNR	8.8	2.46

**Bolded:** "Buy" rated in our Industry Portfolios

See the Premium Members website for returns of earlier Hotshot portfolios.

## CORPORATE BONDS

Here are 12 bonds divided into four categories: Conservative, Aggressive, Speculative, and "Walk on the Wild Side." For the first three categories, the bonds were culled from a database of bonds rated investment quality by Standard & Poor's. Bonds in the "Walk on the Wild Side" category are either below investment grade (junk) or not rated.

A deleted listing is not necessarily a "sell" signal. It means that the bond may not be currently available to new buyers, or that we have found a more attractive alternative.

### KEY

Name shown in *italics*: New listing

NR = Not Rated

Rating in green = recent rating upgrade

Rating in red = recent rating downgrade

Rating	CUSIP	Company	Maturity Date	Recent Price	Coupon	Yield to Maturity
<b>Conservative</b>						
AA+	36966R2Z8	GE Capital Internotes	3/15/15	\$106.9	5.700	1.7
A+	94980VAE8	Wells Fargo Bank Natl Assn.	5/16/16	\$113.5	5.750	1.0
AA+	36966RW93	GE Capital Internotes	4/15/19	\$113.6	5.125	2.6
<b>Aggressive</b>						
A-	61747YCT0	Morgan Stanley	11/2/15	\$104.5	3.450	1.5
A-	24240VAM3	Dean Witter Discover & Co.	1/1/16	\$111.0	6.750	2.3
A-	61744YAD0	Morgan Stanley	12/28/17	\$114.8	5.950	2.5
<b>Speculative</b>						
BBB-	459745GM1	International Lease Finance	4/1/15	\$104.0	4.875	2.6
BBB+	29274FAB0	Enersis S.A.	12/1/16	\$116.2	7.400	2.5
BBB-	574599AR7	Masco Corp.	4/15/18	\$112.9	6.625	3.7
<b>Walk on the Wild Side</b>						
BB+	780097AL5	Royal Bank of Scotland	10/1/14	\$103.0	5.000	2.7
BB	780153AR3	Royal Caribbean Cruises	6/15/16	\$112.0	7.250	3.1
BBB-	75913MAB5	Regions Bank	5/15/18	\$120.7	7.500	3.0

## DIVIDEND DETECTIVE SAMPLE (MODEL) PORTFOLIOS

**Too many choices? Here are short lists of stocks to buy now based on three different investing priorities**

- Conservative: for investors whose top priority is minimizing risk
- Growth & Income: growth stocks paying high dividends
- High-Yield/Speculative: for investors who want to maximize dividend yield

**Historical Sample Portfolio returns:** [dividenddetective.com/returns](http://dividenddetective.com/returns)

### How to Use these Portfolios

- Pick one or more portfolios consistent with your investing needs
- Invest equal dollar amounts in each of the seven picks
  - Resist the temptation to cherry pick portfolio selections

### Key

Addition to portfolio this month **looks like this New**

Deletion from Sample Portfolios only (not industry portfolios) **looks-like-this Delete (Sample Port Only)**

**Do not add to positions (not a sell): Do Not Add**

Sells **look-like-this SELL**

### Conservative

These stocks were selected first for the lowest possible risk with diversification between industries, then for the highest dividend yields.

<u>Ticker</u>	<u>Name</u>	<u>Industry Portfolio</u>	<u>Recent Price</u>	<u>Forecast Div. Yield</u>
ACG	AllianceBernstein Income	Closed-End Fund (Government Debt)	7.9	6.1%
AHL-B	Aspen Insurance 7.25%	Preferred (Reinsurance)	27.4	6.6%
CINF	Cincinnati Financial	Insurance (Property & Casualty)	47.3	3.4%
FEO	First Trust/Aberdeen Emerging	Closed-End Fund (Emerging Mkt. Equity/ Debt)	21.3	6.6%
NEE	NextEra Energy	Utility	75.6	3.5%
PM	Philip Morris International	Mfg/Services (Tobacco Products)	90.9	3.7%
PL-C	Protective Life 6.25%	Preferred (Insurance)	25.5	6.1%

### Growth & Income

Dividend paying growth stocks. The main selection criteria are forecast annualized earnings growth with diversification between industries.

<u>Ticker</u>	<u>Name</u>	<u>Industry Portfolio</u>	<u>Recent Price</u>	<u>Forecast Div. Yield</u>
FL	Foot Locker	Mfg/Services (Retail)	34.3	2.3%
HQL	H&Q Life Sciences	Closed-End Fund (Biotech & Pharma)	19.2	7.1%
JNJ	Johnson & Johnson	Mfg/Services (Pharma)	84.2	3.1%
ORI	Old Republic Intl.	Speculators (Insurance)	13.6	5.3%
STAG	STAG Industrial	REITs (Industrial Properties)	22.0	5.5%
TRGP	Targa Resources	Energy General Partners (Nat. Gas Pipelines)	64.4	3.1%
VZ	Verizon Communications	Mfg/Services (Telecom)	48.5	4.7%

### High Yield/Speculative

Highest yielding low to medium risk stocks with diversification between industries.

<u>Ticker</u>	<u>Name</u>	<u>Industry Portfolio</u>	<u>Recent Price</u>	<u>Forecast Div. Yield</u>
AWF	AB Global High Income	Closed-End Fund (Emerging Gov. Debt)	16.4	7.3%
ARI-A	Apollo Commercial	Preferred (Commercial Finance)	26.3	8.2%
GOF	Guggenheim Strategic	Closed-End Fund (Corp. & Gov. Debt)	22.3	9.8%
JDD	Nuveen Diversified Div. & Inc.	Closed-End Fund (Global Stocks & Debt)	13.1	7.6%
OHI	Omega Healthcare Investors	REITs (Healthcare Facilities)	32.4	5.7%
SIX	Six Flags Entertainment	Mfg/Services (Amusement Park)	74.6	4.8%
TCAP	Triangle Capital Resources	Business Development Corp.	28.4	7.6%

*Information believed correct, but accuracy not guaranteed.* Investing in stocks and/or funds **involves risk**. Readers should not assume that recommendations will be profitable or will equal the performance of past recommendations. Before investing, consult with a financial advisor to determine if the stocks and/or funds described here are suitable investments for you.

# DIVIDEND MONSTERS

## The 50 highest dividend yielding of the 800 stocks on the Big List

**Do Your Due Diligence** - The estimated yields may be based on special dividends that will not be repeated. Verify all data before taking action. Unless appearing in our industry portfolios (shown in **bold**), we have no buy/sell recommendation on these stocks or funds.

Ticker		Estimated Annual Dividend \$	Estimated Annual Yield %	Freq.
WHZ	Whiting USA Trust II .....	2.938	22.4	Q
DCIX	Diana Containerships .....	1.200	22.1	Q
NTI	Northern Tier Energy .....	4.450	20.0	Q
AGNC	American Capital Agency .....	5.000	19.3	Q
JMI	Javelin Mortgage Investment .....	2.760	18.4	M
MTGE	American Capital Mortgage Investment .....	3.600	17.4	Q
CHKR	Chesapeake Granite Wash Trust .....	2.600	17.3	Q
NCT	Newcastle Investment .....	0.880	17.3	Q
ARR	ARMOUR Residential REIT .....	0.840	16.7	M
NYMT	New York Mortgage Trust .....	1.080	16.2	Q
PER	SandRidge Permian Trust .....	2.048	13.6	Q
AMTG	Apollo Residential Mortgage .....	2.800	15.3	Q
VOC	VOC Energy Trust .....	1.920	14.7	Q
MITT	AG Mortgage Investment Trust .....	3.200	14.5	Q
LRE	LRR Energy .....	1.930	14.4	Q
OAKS	Five Oaks Investment .....	1.920	14.2	M
IVR	Invesco Mortgage Capital .....	2.600	13.9	Q
EFC	Ellington Financial .....	3.080	13.6	Q
ORC	Orchid Island Capital .....	1.620	13.4	M
NLY	Annaly Capital Management .....	1.800	13.3	Q
RNO	Rhino Resource Partners .....	1.780	13.1	Q
RSO	Resource Capital .....	0.800	12.9	Q
NMM	Navios Maritime Partners .....	1.770	12.8	Q
PSEC	Prospect Capital .....	1.322	12.8	M
AI	Arlington Asset Investment .....	3.500	12.8	Q
WIN	Windstream .....	1.000	12.4	Q
CYS	CYS Investments .....	1.280	12.4	Q
TEU	Box Ships .....	0.480	11.9	Q
FULL	Full Circle Capital .....	0.924	11.9	M
TWO	Two Harbors Investment .....	1.280	11.9	Q
TICC	TICC Capital .....	1.160	11.8	Q
OZM	Och-Ziff Capital Management Group .....	1.290	11.6	Q
DX	Dynex Capital .....	1.160	11.5	Q
QRE	QR Energy .....	1.950	11.5	Q
ALTV	Alteva .....	1.080	11.5	Q
OAK	Oaktree Capital Group .....	5.640	11.0	Q
FSC	Fifth Street Finance .....	1.150	11.0	M
HTS	Hatteras Financial .....	2.800	11.0	Q
SRV	Cushing MLP Total Return Fund .....	0.900	10.9	Q
PDH	PetroLogistics .....	1.420	10.9	Q
SCCO	Southern Copper Corp .....	3.430	10.8	Q
MEMP	Memorial Production Partners .....	2.050	10.8	Q
ANH	Anworth Mortgage Asset .....	0.600	10.7	Q
PMT	PennyMac Mortgage Investment Trust .....	2.280	10.6	Q
KCAP	KCAP Financial .....	1.120	10.5	Q
BBEP	BreitBurn Energy Partners .....	1.900	10.5	Q
BKCC	Blackrock Kelso Capital .....	1.040	10.4	Q
CPLP	Capital Product Partners .....	0.930	10.4	Q
SLRC	Solar Capital .....	2.400	10.4	Q
RNF	Rentech Nitrogen Partners .....	3.270	10.3	Q
NTLS	NTELOS Holdings .....	1.680	10.2	Q



## DIVIDEND DETECTIVE AT A GLANCE

*How did we come up with these ratings? See the portfolio write-ups on the Premium Members site to find out.*

Name	Ticker	Yld.	Rec.	Name	Ticker	Yld.	Rec.
<b>PREFERRED STOCKS</b>				<b>MANUFACTURING &amp; SERVICES</b>			
Ally Financial 8.5% Series A	ALLY-B	7.9%	BUY	B&G Foods	BGS	4.0%	BUY
American Financial 6.375% Senior	AFW	6.1%	BUY	E.I. du Pont Nemours	DD	3.2%	BUY
Annaly Capital Mgmt. 7.625% C	NLY-C	7.6%	BUY	Foot Locker	FL	2.3%	BUY
Apollo Commercial 8.625% A	ARI-A	8.2%	BUY	Genuine Parts	GPC	2.8%	BUY
Armour Residential 8.25% A	ARR-A	8.3%	BUY	Johnson & Johnson	JNJ	3.1%	BUY
Ashford Hospitality Trust 9.00% E	AHT-E	8.1%	DNA	McDonald's	MCD	3.2%	BUY
Aspen Insurance 7.25% Perpet.	AHL-B	6.6%	BUY	Philip Morris International	PM	3.7%	BUY
Endurance Specialty 7.50% B	ENH-B	6.9%	BUY	Six Flags Entertainment	SIX	4.8%	BUY
General Electric 4.875% Notes	GEB	4.8%	BUY	TAL International	TAL	6.2%	BUY
Goldman Sachs 6.125% Notes	GSF	6.0%	<b>BUY</b>	Verizon Communications	VZ	4.2%	BUY
<b>Goodrich Petroleum 10.0% Series C . GDP-C</b>	<b>GDP-C</b>	<b>9.6%</b>	<b>BUY</b>	<b>REGIONAL BANKS</b>			
Hersha Hospitality Trust 8.00% B	HT-B	7.6%	BUY	New York Community Bank	NYCB	7.6%	DNA
Kimco Realty 5.50% J	KIM-J	5.4%	BUY	Valley National Bancorp	VLY	7.4%	DNA
Lexington Realty Trust 6.50% Series C	LXP-C	6.4%	<b>DNA</b>	<b>LARGE BANKS</b>			
Maiden Holdings 8.00% Notes	MHNB	7.4%	BUY	Bank of Nova Scotia	BNS	4.2%	BUY
NorthStar Realty 8.875% Series C	NRF-C	8.8%	BUY	Canadian Imperial Bank of Commerce	CM	5.1%	BUY
PartnerRe 5.875% Series F	PRE-F	5.9%	BUY	<b>REAL ESTATE INVESTMENT TRUSTS</b>			
Pennsylvania REIT 8.25% A	PEI-A	7.8%	BUY	American Capital Agency	AGNC	19.4%	BUY
Protective Life 6.25% Debentures	PL-C	6.1%	BUY	American Realty Capital Properties	ARCP	6.0%	BUY
Qwest Corp. 7.50%	CTW	6.9%	BUY	EPR Properties (Entertainment Properties Tr.)	EPR	6.0%	BUY
Raymond James Fin. 6.90% Senior	RJD	6.4%	<b>BUY</b>	Home Properties	HME	4.6%	BUY
SLM (Sallie Mae) Series A 6.97%	SLMAP	7.0%	<b>DNA</b>	Hospitality Properties Trust	HPT	6.4%	BUY
Summit Hotel 7.875% Series B	INN-B	7.6%	BUY	Inland Real Estate	IRC	5.6%	BUY
<b>Teekay Offshore Partners 7.25% A . TOO-A</b>	<b>TOO-A</b>	<b>7.1%</b>	<b>BUY</b>	Omega Healthcare investors	OHI	5.7%	BUY
Travel Centers of America 8.25%	TANN	7.7%	BUY	STAG Industrial	STAG	5.5%	BUY
Vornado Realty 5.70% K	VNO-K	5.6%	BUY	<b>ENERGY: GENERAL PARTNERS</b>			
<b>MONTHLY-PAYING CLOSED-END FUNDS</b>				Crosstex Energy Inc.	XTXI	2.5%	BUY
AllianceBernstein Glb. High Income	AWF	7.3%	BUY	Kinder Morgan, Inc.	KMI	4.0%	BUY
Alliance Bernstein Income Fund	ACG	6.1%	BUY	Targa Resources Corp.	TRGP	3.1%	BUY
American Strategic Income	ASP	6.1%	<b>SELL</b>	Williams	WMB	+4.0%	BUY
BlackRock Muni Assets	MUA	5.7%	BUY	<b>ENERGY PARTNERSHIPS</b>			
BlackRock Muni Holdings	MUH	6.3%	BUY	Calumet Specialty Products	CLMT	8.0%	BUY
CBRE Clarion Global Real Estate	IGR	5.7%	BUY	Crestwood Midstream	CMLP	8.2%	<b>DNA</b>
Dreyfus High Yield Strategies	DHF	9.7%	BUY	Exterran Partners	EXLP	7.5%	BUY
F&C/Claymore Preferred	FLC	8.0%	BUY	Global Partners	GLP	7.1%	BUY
Guggenheim Strategic Opp	GOF	+9.8%	BUY	MarkWest Energy Partners	MWE	5.0%	BUY
<b>Invesco Dynamic Credit Opp</b>	<b>VTA</b>	<b>6.7%</b>	<b>BUY</b>	PAA Natural Gas Storage	PNG	7.1%	BUY
Reeves Utility Income	UTG	6.1%	BUY	<b>PARTNERSHIPS EX-ENERGY</b>			
<b>CEF GROWTH OPPORTUNITIES</b>				America First Tax Exempt	ATAX	7.2%	BUY
First Trust/Aberdeen Emerging Opp	FEO	6.6%	BUY	Blackstone Group	BX	5.7%	BUY
H&Q Life Sciences	HQL	+7.1%	BUY	Carlyle Group	CG	7.0%	BUY
Nuveen Diversified Dividend & Inc.	JDD	7.6%	BUY	Rentech Nitrogen	RNF	8.0%	BUY
<b>CANADA STOCKS</b>				<b>UTILITIES</b>			
Liquor Stores	LIQ.TO	5.9%	BUY	Avista	AVA	4.6%	BUY
Morneau Shepell	MSI.TO	5.5%	BUY	CenterPoint Energy	CNP	3.6%	BUY
Student Transportation	STB.TO/STB	8.5%	BUY	Dominion Resources	D	4.0%	BUY
<b>CANADA REAL ESTATE INVESTMENT TRUSTS</b>				NextEra Energy	NEE	3.5%	BUY
Artis REIT	AX.UN	6.6%	BUY	Oneok	OKE	3.2%	BUY
Calloway REIT	CWT.UN	5.5%	BUY	Southern Company	SO	4.6%	BUY
<b>DIVIDEND SPECULATORS</b>				Westar Energy	WR	4.3%	BUY
GEO Group	GEO	5.7%	BUY	<b>INSURANCE</b>			
Northern Tier Energy	NTI	18.7%	BUY	Arthur J. Gallagher	AJG	3.1%	BUY
Old Republic International	ORI	5.3%	BUY	Cincinnati Financial	CINF	3.4%	BUY
Sun Communities	SUI	5.0%	BUY	<b>OIL</b>			
Telular	WRLS		<b>SELL</b>	Chevron	CVX	3.3%	BUY
<b>ETF MONTHLY INCOME</b>				HollyFrontier	HFC	6.5%	BUY
iShares High Yield Corporate	HYG	6.5%	BUY	SeaDrill	SDRL	+8.7%	BUY
iShares Invest. Grade Corporate	LQD	3.8%	BUY	<b>BUSINESS DEVELOPMENT CORPS</b>			
iShares JPM Emerging Mkts.	EMB	4.4%	BUY	<b>Hercules Technology Growth</b>	<b>HTGC</b>	<b>8.1%</b>	<b>BUY</b>
iShares S&P U.S. Preferred	PFF	5.8%	BUY	KCAP Financial	KCAP	10.2%	BUY
<b>PShares Senior Loan Portfolio</b>	<b>BKLN</b>	<b>4.7%</b>	<b>BUY</b>	Main Street Capital	MAIN	6.4%	BUY
Vanguard Total Bond Index	BND	2.5%	<b>SELL</b>	Triangle Capital Resources	TCAP	7.6%	BUY
<b>RURAL TELECOMS</b>				<b>+x.x% = dividend hike, -x.x% = dividend cut</b>			
Hickory Tech	HTCO	5.5%	BUY				
<b>NTELOS</b>	<b>NTLS</b>	<b>10.3%</b>	<b>BUY</b>				

**Bold:** New pick or changed recommendation • DNA: Do Not Add