

July 12, 2016

The Brexit vote across the pond caught investors around the world by surprise and added to market volatility at the end of June. The global economic impact of the British referendum will take time to sort out and that uncertainty, along with an election year here at home, could make this summer's markets anything but dull. As always, we continue to focus on companies with strong cash flow and a track record of increasing dividends, despite the current market conditions. During the 2nd quarter of this year, the following companies in your portfolio announced an increase/decrease in their dividend payments.

QUALCOMM Inc.

On 4/7/16 QUALCOMM Inc. announced an increase in its quarterly dividend payable 6/22/16. The annual rate is now \$2.12 per share, up from \$1.92 per share, an increase of 10.4% and represents the company's 13th consecutive annual dividend increase.

Proctor & Gamble Co.

On 4/8/16 Proctor & Gamble Co. announced an increase in its quarterly dividend payable 5/16/16. The annual rate is now \$2.678 per share, up from \$2.6516 per share, an increase of 1.0% and represents the company's 60th consecutive annual dividend increase.

United Technologies Corp.

On 4/25/16 United Technologies Corp. announced an increase in its quarterly dividend payable 6/10/16. The annual rate is now \$2.64 per share, up from \$2.56 per share, an increase of 3.1% and represents the company's 21st consecutive annual dividend increase.

Apple Inc.

On 4/26/16 Apple Inc. announced an increase in its quarterly dividend payable 5/12/16. The annual rate is now \$2.28 per share, up from \$2.08 per share, an increase of 9.6% over the previous quarterly dividend.

IBM Corp.

On 4/26/16 IBM Corp. announced an increase in its quarterly dividend payable 6/10/16. The annual rate is now \$5.60 per share, up from \$5.20 per share, an increase of 7.7% and represents the company's 21st consecutive annual dividend increase.

Gilead Sciences, Inc.

On 4/27/16 Gilead Sciences, Inc. announced an increase in its quarterly dividend payable 6/29/16. The annual rate is now \$1.88 per share, up from \$1.72 per share, an increase of 9.3% over the previous quarterly dividend.

Johnson & Johnson

On 4/28/16 Johnson & Johnson announced an increase in its quarterly dividend payable 6/7/16. The annual rate is now \$3.20 per share, up from \$3.00 per share, an increase of 6.7% and represents the company's 54th consecutive annual dividend increase.

PepsiCo Inc.

On 5/3/16 PepsiCo Inc. announced an increase in its quarterly dividend payable 6/30/16. The annual rate is now \$3.01 per share, up from \$2.81 per share, an increase of 7.1% and represents the company's 44th consecutive annual dividend increase.

Expeditors International

On 5/4/16 Expeditors International announced an increase in its semi-annual dividend payable 6/15/16. The annual rate is now \$0.80 per share, up from \$0.72 per share, an increase of 11.1% and represents the company's 21st consecutive annual dividend increase.

Cardinal Health, Inc.

On 5/4/16 Cardinal Health Inc. announced an increase in its quarterly dividend payable 7/15/16. The annual rate is now \$1.7956 per share, up from \$1.548 per share, an increase of 16.0% and represents the company's 11th consecutive annual dividend increase.

JPMorgan Chase & Co.

On 5/17/16 JPMorgan Chase & Co. announced an increase in its quarterly dividend payable 7/31/16. The annual rate is now \$1.92 per share, up from \$1.76 per share, an increase of 9.1% over the previous quarterly dividend.

Lowe's Companies, Inc.

On 5/27/16 Lowe's Companies Inc. announced an increase in its quarterly dividend payable 8/3/16. The annual rate is now \$1.40 per share, up from \$1.12 per share, an increase of 25.0% and represents the company's 54th consecutive annual dividend increase.

FedEx Corp.

On 6/6/16 FedEx Corp. announced an increase in its quarterly dividend payable 7/1/16. The annual rate is now \$1.60 per share, up from \$1.00 per share, an increase of 60.0% over the previous quarterly dividend.

UnitedHealth Group Inc.

On 6/8/16 UnitedHealth Group Inc. announced an increase in its quarterly dividend payable 6/28/16. The annual rate is now \$2.50 per share, up from \$2.00 per share, an increase of 25.0% over the previous quarterly dividend.

Target Corp.

On 6/8/16 Target Corp. announced an increase in its quarterly dividend payable 9/10/16. The annual rate is now \$2.40 per share, up from \$2.24 per share, an increase of 7.1% and represents the company's 45th consecutive annual dividend increase.

Medtronic PLC

On 6/24/16 Medtronic PLC announced an increase in its quarterly dividend payable 7/27/16. The annual rate is now \$1.72 per share, up from \$1.52 per share, an increase of 13.2% and represents the company's 39th consecutive annual dividend increase.

As always, please feel free to contact us at any time to hear our thoughts on the markets or review your portfolio(s).

Oak Asset Management

Past performance is not a guarantee of future results. Dividends are not guaranteed and are subject to change or elimination at any time.