Littlehousecapital.com

Product Recap and Comments
Dividend Income+
Q2 2026

Our Founder

Robert C. Stimson, CPA
Founder, Chief Executive Officer
And Chief Investment Officer

Company Overview

Little House Capital, LLC is an SEC Registered Investment Advisor. The firm was established to redefine the wealth management experience by integrating investment management, financial planning, and complex estate and tax strategies. We provide seamless and comprehensive goal-based solutions that seek to achieve desired outcomes for individuals, families, trusts and institutions.

Contact Info

Little House Capital
35 Braintree Hill Park, #100 Braintree, MA 02184
Phone: 617-545-5600
Email: LHC@littlehousecapital.com

Overview

In Q2 2026, Little House Capital's Dividend Income+ product returned 10.1% (9.8% net), bringing the year-to-date return to 12.0% (11.5% net) against the blended benchmark return (50% S&P 500 and 50% Russell 1000 Value) of 13.2%. The trailing twelve-month return stands at 24.2% (23.0% net). At quarter-end, Dividend Income+ held 46 stocks across all 11 economic sectors.

The product’s positioning continued to deliver on its core objective: generating a dividend yield 1.5x that of the S&P 500, at 1.82% vs 1.07%. Overweights to Financials, Real Estate, and Industrials tilted the portfolio toward higher-yielding areas of the market and supported that income advantage.

Stock selection was constructive across Consumer Discretionary, Financials, Real Estate, and Energy, with each adding to relative results. Garrett Motion, Caterpillar, and Williams Companies were among the leading contributors. Verizon and CME Group weighed on results, reflecting the rotation away from defensive, income-oriented businesses, while Microsoft, Alibaba, and Oracle also detracted.

The backdrop was a challenging one for income-oriented strategies. The S&P 500 gained roughly 15%, led by AI-related semiconductor companies and other higher-beta technology shares, as investors favored businesses positioned most directly to benefit from AI infrastructure spending. Lower oil prices and easing geopolitical concerns supported risk appetite.

The product invests exclusively in dividend-paying equities. It participated meaningfully in the rally but trailed the benchmark for the quarter, as its emphasis on dividend-paying, quality-oriented companies limited exposure to the market’s narrowest leadership group—a small number of names that do not meet the product’s income requirements.

Garrett Motion (+99.9%) was the product’s strongest performer, benefiting from renewed automotive demand, followed by Cisco Systems (+52.2%), ASML Holding (+51.0%), and Caterpillar (+50.6%), which reflected continued strength in industrial activity. General Electric (+31.7%) and Host Hotels & Resorts (+28.5%) also added meaningfully.

Dow (-31.7%) and Lockheed Martin (-15.1%) detracted from performance, as Dow faced weak chemical demand and margin pressure while Lockheed was impacted by program costs and production delays.

Listed below are the major position changes we made during the quarter.

New/Added Positions: Dow (DOW), Texas Instruments (TXN), Emerson Electric (EMR), Microsoft (MSFT), Alibaba (BABA), Omega Healthcare (OHI), Meta (META)

Sold/Trimmed Positions: CRH plc (CRH), Allstate (ALL), Caterpillar (CAT), Garrett Motion (GTX), International Business Machines (IBM), CME Group (CME), Manulife Financial (MFC), Procter & Gamble (PG), Walmart (WMT)