Dry Dock Container Corporation began operations in early 20X5, when it issued 200,000 shares of \$3 par value common stock for \$10 per share. The following additional equity-related transactions occurred during 20X5.

Transaction A:

Issued 50,000 shares of \$100 par value, 6%, cumulative preferred at \$102 per share.

Transaction B:

Reacquired 10,000 common shares for treasury at \$12 per share.

Transaction C:

Declared the full cash dividend on the preferred and \$0.10 per share on the outstanding common shares.

Transaction D:

Paid the previously declared dividends.

Transaction E:

Sold 10,000 treasury shares at \$15 per share.

Transaction F:

Declared and issued a 2% common stock dividend. The dividend occurred subsequent to the above described treasury stock transactions. The market value of the stock was \$13 per share.

Transaction G:

Reacquired 20,000 common shares for treasury at \$11 per share.

Transaction H:

Closed the annual net income of \$800,000 from Income Summary to Retained Earnings.

- (a) Prepare journal entries for the above described transactions.
- (b) Prepare the 20X5 statement of stockholders' equity reflecting the above described transactions.
- (c) Prepare the stockholders' equity section of Dry Dock's balance sheet at December 31, 20X5.