

***Problem 11-7A (Part Level Submission)**

On January 1, 2014, Primo Corporation had the following stockholders' equity accounts.

Common Stock (\$12 par value, 84,900 shares issued and outstanding)	\$1,018,800
Paid-in Capital in Excess of Par Value-Common Stock	186,500
Retained Earnings	592,000

During the year, the following transactions occurred.

- Jan. 15 Declared a \$1.20 cash dividend per share to stockholders of record on January 31, payable February 15.
- Feb. 15 Paid the dividend declared in January.
- Apr. 15 Declared a 10% stock dividend to stockholders of record on April 30, distributable May 15. On April 15, the market price of the stock was \$16 per share.
- May 15 Issued the shares for the stock dividend.
- July 1 Announced a 2-for-1 stock split. The market price per share prior to the announcement was \$14. (The new par value is \$6.)
- Dec. 1 Declared a \$0.70 per share cash dividend to stockholders of record on December 15, payable January 10, 2015.
- Dec. 31 Determined that net income for the year was \$267,300.

***(a)**

Your answer is partially correct. Try again.

Journalize the transactions and the closing entries for net income and dividends. **(If no entry is required, select "No entry" for the account titles and enter 0 for the amounts. Credit account titles are automatically indented when the amount is entered. Do not indent manually.)**

Date	Account/Description	Debit	Credit
Jan. 15	Cash Dividends	101880	
	Dividends Payable		101880
Feb. 15	Dividends Payable	101880	
	Cash		101880
Apr. 15	Stock Dividends	135840	
	Common Stock Dividend Distributable		101880

	Paid-in Capital in Excess of Par Value-Common Stock		33960
May 15	Common Stock Dividend Distributable	101880	
	Common Stock		101880
July 1	No Entry	0	
	No Entry		0
Dec.1	Cash Dividends	<input type="text" value="154518"/>	
	Dividends Payable		<input type="text" value="154518"/>
Dec. 31	Income Summary	267300	
	Retained Earnings		267300
	(To close net income.)		
Dec.31	Retained Earnings	<input type="text" value="256398"/>	
	Cash Dividends		<input type="text" value="256398"/>
	(To close cash dividends.)		
Dec. 31	Retained Earnings	135840	
	Stock Dividends		135840
	(To close stock dividends.)		

Attempts: 2 of 3 used

***(b)**

The parts of this question must be completed in order. This part will be available when you complete the part above.

***(c)**