Comparative statements of retained earnings for Renn-Dever Corporation were reported in its 2016 annual report as follows.



At December 31, 2013, common shares consisted of the following:

Common stock, 1,855,000 shares at $1 par $1,855,000

Paid-in capital—excess of par 7,420,000

Infer from the reports the events and transactions that affected Renn-Dever Corporation’s retained earnings during 2014, 2015, and 2016. Prepare the journal entries that reflect those events and transactions.