Indicate the effects of the transaction on each of the following: net profit, retained earnings, total stockholders’ equity. Use + to indicate an increase, - to indicate a decrease, and 0 to indicate no effect

1. A stock dividend is declared and paid
2. Merchandise is purchased on credit
3. Marketable securities are sold above cost
4. Account receivable are collected
5. A cash dividend is declared and paid
6. Treasury stock is purchased and recorded at cost
7. Treasury stock is sold above cost
8. Common stock is sold
9. A fixed asset is sold for less than book value
10. Bonds are converted into common stock

 Net Profit Retained earnings Total Stockholders’ equity

(1)

(2)

(3)
(4)

(5)

(6)

(7)

(8)

(9)

(10)

