**5.** Carrier Company reported net income of $360,000 and paid dividends of $30,000 on its preferred stock during the current year. Other selected financial data for the company includes the following:

|  |  |  |
| --- | --- | --- |
|  | Beginning  of Year | End  of Year |
| Common stock | $900,000 | $1,200,000 |
| Preferred stock | 375,000 | 375,000 |
| Retained earnings | 225,000 | 555,000 |

 What is the company's return on common stockholders' equity for the year?  How may this information be used by managers, investors, or creditors?