

Solution:

(1)

JOURNAL ENTRIES FOR R&D EXPENDITURES (in thousands of \$)			
Name: Microsoft Inc.			
Date	Particulars	Debit	Credit
31 Dec, 2017	R&D Expenses To Cash	900	900
1 July, 2018	R&D Expense To Cash	400	400
31 Dec, 2018	R&D To R&D Expense To Cash	3300	1300 2000

(2)

No, they won't because there is no R&D expense after 2018.