**Solution:**

(1)

The entries are as follows:

|  |  |  |
| --- | --- | --- |
| JOURNAL ENTRIES (in millions of $) | | |
| Particulars | Debit | Credit |
| Unearned Revenue  To Sales Revenue  (Being delivery of magazines) | 30 | 30 |
| Cash  To Unearned Revenue  (Being subscription of magazines by readers.) | 35 | 35 |

(2)

As shown from the above, there is a net increase of $5 million in the Unearned Revenue account. Since there was $340.4 million already, the final value will be $345.4 million.