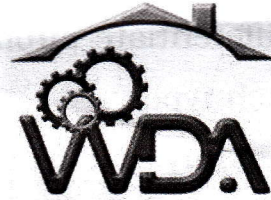


**ACC - Law**

**T059**

**Wednesday, 30/10/2013  
8: 30 - 11: 30 AM**

WORKFORCE DEVELOPMENT AUTHORITY



P.O. BOX 2707 Kigali, Rwanda Tel: (+250) 255113365

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**ADVANCED LEVEL NATIONAL EXAMINATIONS, 2013,  
TECHNICAL AND PROFESSIONAL TRADES**

**EXAM TITLE: Law**

**OPTION: Accountancy (ACC)**

**DURATION: 3hours**

**INSTRUCTIONS:**

The paper contains **two (2)** sections :

Section I: Fifteen **(15)** questions, all **Compulsory**. **55marks**

Section II: Five **(5)** questions, **choose any three (3)**. **45marks**

**Section I: Answer all the questions.**

**55marks**

01. Differentiate public from private law in Rwanda. Give an example for each type. **4marks**
02. Identify and explain four major sources of law in Rwanda. **4marks**
03. Using examples, explain the difference between public and private goods. **4marks**
04. Explain the difference between ownership and possession of goods. **4marks**
05. Using an example, explain what you understand by third party insurance. **3marks**
06. Explain what you understand by goodwill in a business enterprise. **2marks**
07. Describe at least one risk run by each party to a cheque. **3marks**
08. Explain two main obligations of each party to an employment contract. **4marks**
09. Yusuf Kagina is a technician at Fit Metal Industries Limited, receiving a monthly salary of 200,000 francs. What are the statutory deductions to be made from his salary and how much will be deducted? **6marks**
10. Suggest 3 bases that should be used to determine the amount to be paid as import duty on goods. **3marks**
11. Kazungu has a grocery shop in Biryogo and claims that Yusuf owes him 20,000 RWF for food items, but Yusuf says he has already settled that debt. Kazungu takes the case to the Abunzi court for mediation. What will the mediators require from each of them to resolve the problem? **3marks**
12. Distinguish between an individual's taxable income and personal disposable income. **4marks**
13. What are the main types of income tax in Rwanda? **3marks**

14. Mention 5 main categories of imports into Rwanda on which customs duty is paid. **5marks**

15. What is value added tax? Who is liable to pay it? **3marks**

**Section II: Answer only 3 questions of your choice. 45marks**

16. Mariam Kadari and Fabien Fashaho have been employees in the same company, respectively for 15 and 25 years. They have respectively attained the age of 55 and 65 years and wish to retire from employment. Mariam's average salary for the last 3 years is 100,000 RWF per month and Fashaho's is 150,000 RWF. Advise each on the benefits and amounts she/he is entitled to. **15marks**

17. a) What is the difference between taxable profit and net profit? **5marks**

b) BIRASHOBOKA Company Ltd made a net profit of 44 million francs last year. The depreciation for the year was 15 million francs and capital allowances amounted to 18 million francs. Corporation tax is at 30% of taxable profit. Calculate the amount for taxable profit and the tax paid in that year. **10marks**

18. Identify the general conditions for any contract to be valid and discuss the circumstances under which its obligations may be considered as discharged. **15marks**

19. Explain the procedures for issuing and accepting a bill of exchange.

Give an example of such a bill and discuss its possible advantages and disadvantages. **15marks**

20. (a) Explain the difference between the lapse and the revocation of an offer. **4marks**

b) Explain 4 circumstances where an offer may lapse. **8marks**

c) When is revocation of an offer effective? Give 2 circumstances where the revocation of an offer is ineffective. **3marks**