

ACC – Law

T034

Wednesday, 09/11/2016

08:30 – 11:30

WORKFORCE DEVELOPMENT AUTHORITY



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

**ADVANCED LEVEL NATIONAL EXAMINATIONS, 2016,
TECHNICAL AND PROFESSIONAL STUDIES**

EXAM TITLE: Law

OPTION: Accountancy (ACC)

DURATION: 3hours

INSTRUCTIONS:

The paper is composed of **two (2) main Sections** as follows:

Section I: Sixteen (16) compulsory questions.

55 marks

Section II: Attempt any three (3) out of five questions.

45 marks

Note:

Every candidate is required to carefully comply with the above instructions. Penalty measures will be applied on their strict consideration.

Section I. Sixteen (16) Compulsory questions**55marks**

01. Distinguish the subjective law from the objective law. **2marks**
02. Discuss any four fundamental principles of taxation. **4marks**
03. Distinguish "tax evasion" from "tax avoidance". **2marks**
04. Discuss the procedure of settlement of tax related disputes. **4marks**
05. Mention the most common method utilized by countries to avoid double taxation. **2marks**
06. Name three supplies (goods/services) exempted from Value Added Tax in Rwanda. **3marks**
07. Explain three rights of taxpayers vis-a-vis the Tax Administration (RRA) in Rwanda. **3marks**
08. What is the meaning of "dishonour by non-acceptance" of a bill of exchange? Name the effect of dishonour of a bill of exchange once presented for payment. **2marks**
09. Discuss the required elements for the formation of insurance contract. **6marks**
10. Fill the table below to distinguish between cheque and bill of exchange. **4marks**

	Cheque	Bill of exchange
The person on whom the bill/cheque is drawn
Payment time
Acceptance
Crossing of the document

11. Define the following concepts used in the insurance contracts:
 - a) Hazard;
 - b) Peril;
 - c) Policy;
 - d) Premium.**4marks**
12. State the main mutual obligations of the parties to the contract of insurance. **2marks**
13. Using examples, give the meaning of an "insurable interest" in the insurance contract. **3marks**
14. Name the main obligations of traders (merchants). **4marks**
15. Distinguish a crossed cheque from a certified cheque. **4marks**
16. Discuss the liability of the agent to third parties on contracts. **6marks**

Section II. Choose and answer any three (3) questions.**45marks**

17. Discuss briefly the branches of private law. **15marks**
18. Discuss the main duties of an agent towards the principal. **15marks**
19. Discuss the methods used by the government for settlement of bankruptcy/ insolvency. **15marks**
20. Discuss the classification of insurance contracts. **15marks**
21. Mr. MULISA has worked for KIMARANZARA Bar & Restaurant since January, 2006. After seven years, Mr. MULISA was given a notice, then after, his employment contract was terminated due to economic problems of the company. He had received the total salary worth four million eight hundred thousand Rwandan francs (4,800,000 FRW) for the last twelve months exclusive of allowances paid to him for discharging his duties. Calculate the dismissal compensation that must be allocated to Mr. MULISA. **15marks**