

ACC – Law

T043

Tuesday, 20/11/2018

08:30 – 11:30 AM

WORKFORCE DEVELOPMENT AUTHORITY



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**ADVANCED LEVEL NATIONAL EXAMINATIONS, 2018,
TECHNICAL AND PROFESSIONAL STUDIES**

EXAM TITLE: LAW

OPTION: Accountancy (ACC)

DURATION: 3 hours

INSTRUCTIONS:

The paper is composed of **three (3) main Sections** as follows:

Section I: Seventeen (17) compulsory questions. 55 marks

Section II: Attempt any three (3) out of five questions. 35 marks

Section III: Attempt any one (1) out of three questions. 15 marks

Note:

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

Section I. Seventeen (17) Compulsory questions**55 marks**

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- 01.** Explain the characteristics of Law (legal rule). **(4 marks)**
- 02.** Differentiate the onerous contract from the gratuitous contract. **(3 marks)**
- 03.** In case of death, one's eligible survivor will be entitled to either a survivor's monthly pension or a survivor's lump sum settlement. What are three requirements to benefit from the survivor's pension as eligible survivors? **(3 marks)**
- 04.** The purchaser to whom the guarantee against the latent defects has an option between two actions namely the *actio redhibitoria* and the *actio quanti minoris*. Discuss the difference between these two actions. **(3 marks)**
- 05.** In relation to the law of property, explain the difference between the ownership and possession. **(4 marks)**
- 06.** An employee with 27 years of experience in the same organization was dismissed while his average monthly salary during that period is 1,200,000 FRW. What is the dismissal compensation? **(2 marks)**
- 07.** Write short notes on the following auxiliary or subsidiary sources of law.
- a) Decided cases/jurisprudence
 - b) Legal doctrine
 - c) Equity **(3 marks)**
- 08.** Differentiate the following:
- a) Difference between Condition and Warranty
 - b) Contract for indefinite period from the contract for a definite period. **(4 marks)**
- 09.** Distinguish between tax evasion and tax avoidance. **(2 marks)**
- 10.** In relation to the performance of the sales contract, mention any two (2) rights and duties of the buyers. **(2 marks)**
- 11.** Distinguish the following:
- (i) Public and Private Law
 - (ii) Substantive Law and Procedural Law **(4 marks)**
- 12.** Explain the meaning of the following terms as appearing in the respective tax legislation: a) Excise duty; b) Zero-rated; **(3 marks)**
- 13.** Discuss four (4) obligations of the commission agent. **(4 marks)**
- 14.** Why accounting income is different from taxable income? **(4 marks)**
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- 21.** SAMURE owns 2 houses located in GASABO district. For the year ended 2017, he received rental income of 10,000,000 FRW for each house. He also owns fourteen houses located in Nyarugenge District for which he received 4,000,000 Frw for only 4 houses being occupied.

Required:

Calculate the tax on rent payable for the revenues received in year 2017 and indicate the deadline of the tax declaration and the payment thereon. **(10 marks)**

- 22.** a) Discuss the different sanctions applied to employers in respect of Pension and Occupational Hazard benefits for late payment of contributions.
b) Highlight four (4) reasons that can make a contract voidable. **(10 marks)**

Section III. Choose and answer any one (1) question

15 marks

- 23.** Suppose that the person with the pension gets the monthly pension totalling 3,308,000FRW. He died while he had three children aged below eighteen years (18) and wife.

Required:

1. Compute the amount related to the monthly pension for his wife and his children after his death?
2. Total of pension for the remaining family.
3. Determine whether there is any excess of the monthly pension.
4. Referring to three (3) above, compute the reduction in pension for the widow and the children.
5. Referring to 4 above, calculate the updated pension amount for the widow and the children.

(15 marks)

- 24.** a) Explain any six (6) legal principles governing insurance.
b) In relation to the Sale of Goods contract, explain any three circumstances when a buyer may reject the goods and repudiate the contract.

(15 marks)

- 25.** Discuss any five limitations on the effectiveness of law. **(15 marks)**

Infrastruktur