

CASE NO. ICIR-98-41-1  
EXHIBIT NO. AB.226 B  
DATE ADMITTED 27-10-2005  
TENDERED BY DEFENCE  
NAME OF WITNESS BAGOSORA

K0337372

CONFIDENTIEL

DECISIONS TAKEN AT THE CABINET MEETING HELD ON 9 JUNE 1992

The meeting, which was held at the *Hotel du V Juillet* and chaired by the Prime Minister had the following agenda items:

1. Bill amending the law of 2 June 1964 relating to income tax;
2. Economic recovery measures under the structural adjustment programme.

I. Before dealing with the agenda items, the Cabinet was informed of the situation prevailing in Byumba *préfecture* following an RPF attack on 5 June 1992. As there was an urgent restructuring and training exercise to be undertaken within the army and in the spirit of dialogue-programme relating to the administrative restructuring, the Cabinet decided to make the following changes within the Ministry of Defence:

1. Army Headquarters and Schools:

- Colonel Déogratias Nsabimana was appointed Chief of Staff of the Rwandan Army;
- Colonel Augustin Ndindiliyimana was appointed Chief of Staff of the Gendarmerie;
- Colonel Léonidas Rusatira was appointed Commander of *École Supérieur Militaire*;
- Colonel Marcel Gatsinzi was appointed Commander of *École des Sous-Officiers*.

2. Ministry of Defence Departments

- Colonel Théoneste Bagosora's service was extended by one year and he was appointed *Directeur de Cabinet* at the Ministry of Defence;
- Colonel Athanase Gasake was appointed *Directeur General*.....(illegible)
- Colonel François Munyengango was appointed *Directeur General* of Former Combatants and Social Affairs at the Ministry of Defence;
- Lieutenant Colonel Laurent Rutayisire was appointed *Directeur General* of External State Security at the Ministry of Defence;
- Major Cyprien Kayumba was appointed *Directeur General* of Finance at the Ministry of Defence.

3. The following officers were retired:

- Colonel Laurent Serubuga;
- Colonel Bonaventure Buregeya;
- Colonel P. Célestin Rwagafilita;
- Colonel Pontien Hakizimana;
- Lt. Colonel Epimaque Ruhashya;
- Colonel Jean Ngayinteranya.

4. Colonel Anselme Nshizirungu's service was extended by one year and he was appointed Adviser to the Prime Minister on Defence and Security

Moreover, the Cabinet reiterated its support for the Rwandan Armed Forces in its continued efforts to defend the country. However, it deplored the acts of looting involving soldiers in Byumba and appealed to the local authorities to endeavour to bring the looting under control and organize the people in the area of self-defence.

The Minister of the Interior and Communal Development and the Minister of Defence were urged to visit Byumba in order to pledge government support for the stricken people.

## **II. Bill on the amendment of the 2 June 1964 law on income tax:**

The Cabinet adopted the bill subject to the following amendments:

### **1. Preamble**

The preamble is to be amended to reflect only aspects justifying the proposed amendment.

### **3. Reduction of the number of dependants**

The principle of fixing the maximum number of dependants at six was not adopted. The Cabinet held the view that the taxpayer should be able to prove that such and such a person was indeed being taken care of by them.

## **III. Economic recovery measures under the structural adjustment programme:**

After the discussions relevant ministries held with representatives of the World Bank and the International Monetary Fund on continuation of the SAP, the Cabinet adopted the following measures:

1. The abolition of coffee export tax and the maintenance of a 50% flat-tax on net profit of the sector while waiting to implement the proposed taxation and marketing system within the framework of credit pledged by the World Bank for the adjustment of the agricultural sector.  
Deadline: Late June 1992
2. The putting in place of an open import licence issuance system by 30 June latest (OGL) and the abolition of the export licence by 31 December 1992.
3. 25% increase in consumer tax on beer and 33% increase in consumer tax on cigarettes.  
Deadline: End of June 1992
4. Review the revenue tax collection plan in order to ensure maximum collection of revenue.  
Deadline: End of June 1992
5. Reduce credit rates to 9% for deposits of one year or more; reduce Central Bank's (*Banque Nationale du Rwanda*) discount rate to 11% and debit rate to, at least, 15%.  
Deadline: 15 June 1992

6. The Government decided that the military expenditure shall not exceed 12.7 billion Rwandan francs in 1992 and ...
7. For goods and civil services:
  - a) Reintroduce the civilian expenditure programme;
  - b) In accordance with proposals made by the Ministerial Committee for follow-up of SAP:
    - Decrease by 300 million Rwandan francs all expenditure other than those relating to the social security network;
    - Decrease by 530 million Rwandan francs all expenditure relating to social Security;
    - Increase road grants by 20 million.

8. Transfers and subsidies

- a) Decrease the net 604 million Rwandan francs grant;
  - b) Reclassify the 1 billion Rwandan francs for internal funding of the *Caisse D'épargne* du Rwanda.
- Deadline: End of June 1992

9. Decrease by 500 million Rwandan Francs the PIP financing under the development budget

10. Limit recruitment in the health and teaching sectors to a maximum of 500 persons for the 1992-1993 fiscal year.

- Pay newly recruited staff only, that is, those whose employment contracts have been approved by the Ministry of Finance and closely adhere by the rules in force on the matter.
- Deadline: End of June 1992

11. Devalue the national currency by 15% in terms of foreign currency, which is 17.6% in terms of Rwandan francs.

Deadline: 15 June 1992

12. Pass difference in exchange rate to petrol pump price instead of applying a freeze on the 3% annual salary increase.

IV. With respect to communications, the Cabinet listened to the Ministry of Foreign Affairs and Cooperation talk about the outcome of the preliminary negotiations held in Paris with RPF representatives.

Regarding the preparation of negotiations itself, the Cabinet requested that a Committee be set up the national level to be in charge of the negotiations. Its members and other terms of reference should be promptly submitted to the Cabinet for consideration.

Prime Minister:

Dr. Dismas Nsengiyaremeye  
[signed]

Minister of Foreign Affairs and Cooperation	Boniface Ngulinzira [signed]
Minister of the Interior and Communal Development	Faustin Munyazesa [signed]
Minister of Justice	Stanislas Mbonampeka [signed]
Minister of Agriculture and Animal Husbandry	Frédéric Nzamurambaho [signed]
Minister of Primary and Secondary Education	Agathe Uwilingiyimana [signed]
Minister of Finance	Marc Rugenera [signed]
Minister of Public Service	Prosper Mugiraneza [signed]
Ministry and Information	Pascal Ndengejho [signed]
Minister of Planning	Augustin Ngirabatware [signed]
Minister of Health	Dr Casimir Bizimungu [signed]
Minister of Transport and Communications	André Ntagerura [signed]
Minister of Works and Social Affairs	Landoald Ndasingwa [signed]
Ministry of Public Works and Energy	Félicien Gatabazi [signed]

**Minister of Family and  
Promotion of Women**

**Pauline Nyiramasuhuko**  
[signed]

**Minister of Youth and Associative  
Movements**

**Callixte Nzabonimana**  
[signed]

**Minister of Defence**

**James Gasana**  
[signed]

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