

SIXTH SEMESTER B. Com. DEGREE EXAMINATION, APRIL 2024

(Regular/Improvement/Supplementary)

PROFESSIONAL

GBCP6B29T: CORPORATE GOVERNANCE AND BUSINESS ETHICS

Time: 3 Hours

Maximum Marks: 80

PART A: Answer *all* the questions. Each carries *one* mark.

Choose the correct answer.

1. Director's responsibilities are unlikely to include:-

- A) a fiduciary duty. B) a duty to keep proper accounting records.
 C) a duty to propose high dividends for shareholders. D) a duty to care.

2. Set of ideas that constitute one's goals, expectations and actions is known as _____.

- A) Values B) Beliefs C) Ideology D) Morals

3. Which among the following is not a correct statement with regard to Corporate Governance in India?

- A) Every company must appoint an individual or firm as auditor.
 B) The independent directors must attend at least three meetings a year.
 C) One or more women directors are recommended for certain classes of companies.
 D) The maximum number of permissible directors cannot exceed 15 in a public limited company.

4. A person came public with some material information about abuse or negligence is _____.

- A) Investor protection. B) Whistle blowing.
 C) Corporate Governance. D) Corporate ethics.

5. An independent director is one who:-

- A) Did not attend a school supported by the company.
 B) Does not have outside relationships with other directors.
 C) Does not have any other relationship with the company other than his or her directorship.
 D) All the above.

Fill in the Blanks.

6. The primary stakeholders are _____.
 7. According to clause 49, the maximum tenure of independent director is _____.
 8. 'Kieretsu' means _____.
 9. _____ is a law suit against the company or individual against by plaintiff.
 10. _____ is a systematic life cycle approach for ensuring the sustainability of the business.

(10 x 1 = 10 Marks)
 (PTO)

PART B: Answer any *eight* questions. Each carries *two* marks.

11. Define Corporate Governance.
12. Who are the Stakeholders of the company?
13. What is corporate social responsibility?
14. What is UK Combine Code?
15. Comment on corporate failure.
16. What is ethical governance?
17. What do you mean by Board of Directors.
18. Give an account on 'holistic approach'.
19. What do you mean by clause 49?
20. What is corporate sustainability?

(8 x 2 = 16 Marks)

PART C: Answer any *six* questions. Each carries *four* marks.

21. Critically examine the arguments in favour of CSR.
22. Discuss the importance and the relevance of ethics while conducting business.
23. What do you understand by agency costs? How could these costs be minimised by corporations?
24. What is inside trading? Explain the reasons for controlling inside trading.
25. Write a note on Stakeholder's theory.
26. What do you mean by Corporate Governance? Explain the reasons for mist-governance in India.
27. Write a note on the issues in Satyam Computers.
28. Explain the major recommendations of Cadbury committee.

(6 x 4 = 24 Marks)

PART D. Answer any *two* questions. Each carries *fifteen* marks.

29. Discuss major Corporate Governance failure in India.
30. Define Business Ethics. Explain its importance, advantages and disadvantages.
31. Explain the models of Corporate Governance.

(2 x 15 = 30 Marks)