

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

MCom(CS) DEGREE EXAMINATION MAY 2022  
(Fourth Semester)

Branch – CORPORATE SECRETARYSHIP

**CORPORATE GOVERNANCE**

Time: Three Hours

Maximum: 75 Marks

**SECTION-A (10 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks (10 x 1 = 10)

- Indicate the following regarding corporate governance is correct.
  - Corporate governance can temper growth.
  - Good corporate governance can result in excessive risk-taking.
  - Corporate governance often results in prompt and effective decision-making.
  - The aim of corporate governance is to protect the interests of shareholders and the local economies.
- Corporate governance is a form of \_\_\_\_\_. Find.
  - External regulation
  - Self regulation
  - Government control.
  - charitable action
- What should be minimum age of independent director?
  - 21
  - 22
  - 23
  - 24
- Disqualification of directors may result from breaches under the \_\_\_\_\_. Match.
  - Sale of Goods Act 1979
  - Financial Services Act 1986
  - Companies Act 2006 and Insolvency Act 1986
  - Health and Safety at Work Act 1974
- Which of the following Committee was formed by SEBI for improving standards of Corporate Governance of Listed Companies in India?
  - Naresh Chandra Committee
  - N.R. Narayan Murthy Committee
  - Kotak Committee
  - Kumar Mangalam Birla Committee
- During any financial year Corporate Social Responsibility Committees of the Board shall be constituted by every Company having \_\_\_\_\_. Find.
  - Turnover of Rs.5,000 crores or more
  - A Net Profit of Rs.2 crores or more
  - Net Worth of Rs.5 crores or more
  - Authorized capital of Rs.500 crores or more
- Name the legislation relates to the concept of business ethics.
  - Freedom of Information Act
  - Food Act
  - Building regulations
  - All of these
- Which of the following is a basic definition of ethics?
  - Moral guidelines for behavior
  - Rules for acknowledging the spirit of the law
  - Rules or principles that define right and wrong conduct.
  - Principles for legal and moral development
- What is the name of the process in which an employee informs another responsible employee in the company about potentially unethical behavior?
  - Whistle-blowing
  - Purging and releasing
  - Identification
  - Information transfer

Cont...

10. Most companies begin the process of establishing organizational ethics programs by developing \_\_\_\_\_. Indicate.
- (i) Ethics training programs.
  - (ii) Codes of conduct.
  - (iii) Ethics enforcement mechanisms.
  - (iv) Hidden agendas

**SECTION - B (35 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 7 = 35)

- 11 a Explain the corporate governance issues in India.  
OR  
b What are the consequences of poor corporate governance? – Explain.
- 12 a Analyze the role and responsibility of board of directors in corporate governance.  
OR  
b State the power of audit committee.
- 13 a Explain the forms of shareholders activism.  
OR  
b Describe the principles of corporate citizenship.
- 14 a State the purpose of corporate governance forums.  
OR  
b Show the objectives of National Foundation for Corporate Governance (NFCG).
- 15 a Explain the advantages of business ethics.  
OR  
b Analyze the different types of whistle blowing.

**SECTION - C (30 Marks)**

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

- 16 Enumerate the principles of corporate governance.
- 17 How the performance of and effectiveness of the board of directors be assessed? – Discuss.
- 18 Elucidate the role of institutional investors.
- 19 Evaluate the legislative framework of corporate governance in India.
- 20 Differentiate between code of ethics and code of conduct.

Z-Z-Z

END