

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
MCom(CS) DEGREE EXAMINATION MAY 2024  
(Fourth Semester)

Branch – CORPORATE SECRETARYSHIP

**CORPORATE GOVERNANCE**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 What is the primary objective of corporate governance?  
(i) Maximizing shareholder wealth (ii) Maximizing stakeholder wealth  
(iii) Maximizing CEO compensation (iv) Maximizing market share
- 2 Indicate the purpose of establishing board committees.  
(i) To reduce the authority of the Board of Directors  
(ii) To increase the workload of board members  
(iii) To delegate specific responsibilities and tasks  
(iv) To exclude certain members from decision-making
- 3 Find the primary mechanism through which shareholders exert their influence in shareholder activism.  
(i) By selling their shares  
(ii) By attending company-sponsored events  
(iii) By voting on corporate resolutions and proposals  
(iv) By purchasing additional shares
- 4 What is the primary legislative framework governing corporate governance in India?  
(i) Companies Act, 2013  
(ii) Securities and Exchange Board of India (SEBI) Act, 1992  
(iii) Reserve Bank of India Act, 1934  
(iv) Competition Act, 2002
- 5 How does an ethics committee contribute to corporate governance?  
(i) By maximizing shareholder profits  
(ii) By ensuring compliance with environmental regulations  
(iii) By minimizing transparency and accountability  
(iv) By promoting ethical decision-making and reducing corporate misconduct

**SECTION - B (15 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Explain the need and scope of corporate governance in modern business environments.
- OR
- b Show the roots of corporate governance in Indian ethos.

Cont...

- 7 a Discuss the composition and types of boards of directors in modern corporations.  
OR  
b State the importance and role of independent directors on corporate boards.
- 8 a Explain the beneficiaries of corporate governance in Indian companies.  
OR  
b Analyze the concept of the Investor Education and Protection Fund (IEPF) and its role in corporate governance in India.
- 9 a Explain the objectives and activities of the Commonwealth Association for Corporate Governance (CACG).  
OR  
b Evaluate the role of the National Foundation for Corporate Governance (NFCG) in India.
- 10 a Discuss the advantages of practicing business ethics in organizations.  
OR  
b Explain the concept of ethical dilemmas in business decision-making.

**SECTION -C (30 Marks)**Answer **ALL** questions**ALL** questions carry **EQUAL** Marks

(5 x 6 = 30)

- 11 a Enumerate the OECD principles of corporate governance and their significance.  
OR  
b Elucidate the consequences of inefficient corporate governance on businesses and society.
- 12 a Analysis the duties and powers of the board of directors in corporate governance.  
OR  
b Differentiate between mandatory and non-mandatory board committees and their functions.
- 13 a Assess the rights of shareholders in Indian companies and the mechanisms for their protection.  
OR  
b Analysis the role of internal control and risk management in corporate governance.
- 14 a Enumerate the impact of the International Corporate Governance Network (ICGN) in promoting global governance standards.  
OR  
b Analysis the role and objectives of the Asian Corporate Governance Association (ACGA) in promoting governance reforms in Asian markets.
- 15 a Elucidate the role and functions of an ethics committee in overseeing ethical practices in organizations.  
OR  
b Enumerate the concept of a whistleblower policy and its importance in promoting transparency and accountability in organizations.

Z-Z-Z

END