

**POST GRADUATE DIPLOMA IN CORPORATE
GOVERNANCE (PGDICG)**

Term-End Examination

December, 2013

**MCT-002 : ISSUES AND PRACTICES OF
CORPORATE GOVERNANCE**

Time : 3 hours

Maximum Marks : 100

*Note : Attempt **any five** questions. All questions carry **equal** marks.*

1. "The quality of corporate governance largely depends on the way its governance organs are structured" Critically examine this statement. 20

2. Distinguish between **any two** of the following : 10+10=20
 - (a) Concept of 'governance' from 'management'
 - (b) Chairman of the Board from CEO
 - (c) Kurt Lewin's "Model of change" from Kotter's "Process of change".
 - (d) 'Internal whistle blowing' from 'External whistle blowing'.

3. Explain the role of audit committees in ensuring good corporate governance practices. How can their role be made effective ? Also summarise the recommendations of the Blue Ribbon Committee Recommendations in this regard. 8+6+6=20

4. "Role of Remuneration Committee is increasingly becoming important". Do you agree with this statement, if so why and if not, why not. Also explain the various issues relating to compensation governance. $10+10=20$
5. Write short notes on **any four** of the following : 20
- (a) Risk Management
 - (b) The concept of business ethics.
 - (c) Independent Director
 - (d) Investor's Relation Committee
 - (e) Directors Duties
6. (a) Argue why corporations need directors or boards. 10
- (b) What are the liabilities of Directors to the company ? 10
7. What is productivity ? Describe the relationship between technology and productivity. Do you think IT has a role in enhancing productivity. $7+7+6=20$
8. Describe the concept of corporate social responsibility. Discuss various factors which are responsible for influencing CSR. $8+12=20$
9. What do you mean by "code of conduct" ? What is the role of code of conduct and what guidelines should be kept in mind while developing code of conduct for any organisation. $6+6+8=20$
10. What do you understand by the concept of "integrity" and "probity" ? Why is integrity considered essential for the growth of businesses ? $10+10=20$
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