



UNIVERSITY OF THE PUNJAB

B.S. 4 Years Program / Sixth Semester – 2019

Paper: Corporate Governance

Course Code: BBA-311 Part – I (Compulsory)

Time: 15 Min. Marks: 10

Roll No. in Fig.

Roll No. in Words.

Signature of Supdt.:

ATTEMPT THIS PAPER ON THIS QUESTION SHEET ONLY.

Division of marks is given in front of each question.

This Paper will be collected back after expiry of time limit mentioned above.

Q.1. Encircle the correct choice.

(1x10=10)

1. In Pakistan, Joint Stock Company is formed under the ordinance.
a. 1978 b. 1982 c. 1984 d. 1990
2. The person who manage the affairs of company are called
a. Shareholders b. Debenture holders c. Promoters d. Director
3. The minimum number of directors in a Public Ltd. Company are
a. Nine b. Seven c. Eleven d. Two
4. The approach in which Board of Directors to work for the best interest of shareholders, but without damaging the interest of other stakeholders is called
a. Shareholders b. Enlightened c. Stakeholders d. None of these
5. The issues are discussed in Cadbury report which are related to
a. Financial Aspect of CG b. Director's remuneration
c. Director's responsibilities d. None of these
6. What does a company issue to get loan from the public
a. Shares b. Debentures c. Dividend d. All the three
7. The board which comprises of people who have a big name in the society but have no acumen for conducting a company's business
a. Yes men board b. Paper board c. Trophy board d. Country Club board
8. The board composition in which only a part of the board retires at the end of a stated tenure while the duration of each director remains fixed
a. Common tenure board c. staggered board
b. Unitary board d. None of these
9. The persons who are members of the board and also an employee of the company
a. Executive director b. Non-executive director c. Independent director d. None of these
10. Revised Code of Corporate Governance issued by SECP in
a. 2001 b. 2004 c. 2008 d. 2012



ATTEMPT THIS (SUBJECTIVE) ON THE SEPARATE ANSWER SHEET PROVIDED

Q. No. 2: Give short answer to the following questions: (20 Marks)

- i. What do you understand by "Corporate Governance"?
- ii. What is the difference between a shareholder and a stakeholder?
- iii. Which is the best approach to corporate governance and why?
- iv. What is difference between unitary board and Two-tier board?
- v. How is corporate governance linked with the agency theory?
- vi. What is an ineffective board? Give example?
- vii. Describe the sources from which the powers of board of directors can be determined?
- viii. What are the responsibilities of Audit Committee?
- ix. What is Creative accounting?
- x. Who are the real owners of the company?

Q. No. 3: What is the importance of corporate governance? Explain some of the corporate wrongs over the past few years. Also discuss corporate sins and some of the key issues related to corporate governance. (10)

Q. No. 4: Discuss the types of directors in detail. (10)

Q. No. 5: What are stakeholders? Classify them on the basis of their role in the company and explain why corporate governance is important for stakeholders. (10)