

GOVERNANCE ETHICS AND SOCIAL RESPONSIBILITY
B.COM (HONOURS) THIRD YEAR

MULTIPLE CHOICE QUESTIONS

Q1. The primary stakeholders are:

- a. Customers.
- b. Suppliers.
- c. Shareholders.
- d. Creditors.

Q2. The goal of corporate governance and business ethics education is to:

- a. Teach students their professional accountability and to uphold their personal Integrity to society.
- b. Change the way in which ethics is taught to students.
- c. Create more ethics standards by which corporate professionals must operate.
- d. Increase the workload for accounting students.

Q3. The corporate governance structure of a company reflects the individual companies':

- a. Cultural and economic system.
- b. Legal and business system.
- c. Social and regulatory system.
- d. All of the above.

Q4. The internal audit function is least effective when the department:

- a. Is non-independent.
- b. Is competent.
- c. Is objective.
- d. Exhibits integrity

Q5. Under the _____, both internal and external corporate governance mechanisms are intended to induce managerial actions that maximize profit and shareholder value.

- a. Shareholder theory.
- b. Agency theory.
- c. Stakeholder theory.
- d. Corporate governance theory.

Q6. One of the objectives of the Sarbanes-Oxley Act was to:

- a. Increase the cost of compliance with federal regulations.
- b. Force foreign companies to delist from U.S. capital market exchanges.
- c. Improve the quality and transparency of financial reporting.
- d. Increase the compliance burden for small companies.

Q7. An organization's appropriate tone at the top promoting ethical conduct is an example of:

- a. Ethics sensitivity.
- b. Ethics incentives.
- c. Ethical behavior.
- d. Consequentialist.

Q8. 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 relationships with the company other than his or her directorship.
- d. All of the above.

Q9. The chairperson of the board of directors and CEO should be leaders with:

- a. Vision and problem solving skills.
- b. The ability to motivate.
- c. Business acumen.
- d. All of the above.

Q10. A board that is elected in a classified system is known as a:

- a. Diversified board.
- b. Staggered board.
- c. Rotating board.
- d. Declassified board.

SHORT ANSWER TYPE QUESTIONS:-

Q1. Explain corporate governance transparency.

Q2. What is the relationship between corporations and stakeholders, and what is the corporations' role in that relationship?

Q3. Explain the concept of negative liberty in detail.

Q4. Explain the Laski's theory of rights.

Q5. Why moral reasoning is required for business corporations now a days.

LONG ANSWER TYPE QUESTIONS

Q1. Why organizations require business ethics and what are the benefits of ethical organization?

Q2. How politics and ethics are related with each other? Explain in detail.

Q3. What is environmental ethics? Explain various aspects of environmental ethics.

Q4. What do you mean by corporate governance? Why corporate governance has assumed importance these days?

Q5. Discuss the common features that constitute a good society.