PAN AFRICA CHRISTIAN UNIVERSITY

BACHELORS OF BUSINESS LEADERSHIP

END TERM EXAMINATION-ONLINE

DEPARTMENT: BUSINESS

COURSE CODE: BUS 4013 CORPORATE GOVERNANCE

ANSWER FOUR QUESTIONS ONLY {10 MARKS EACH}

SECTION A

QUESTION ONE { COMPULSORY} {10 MARKS}

a) Briefly discuss **Two** types of shareholder meetings **(2mks)**

b) You are the newly appointed Chief Executive Officer (CEO) of Mazuri Corporation Inc. The reason behind your new appointment is that the Board of directors and the shareholders of the have unanimously agreed that there is a need to have a new CEO in place for the achievement of the company objectives. They are not happy with the way the corporation was run under the leadership of Makofi the former CEO.

i) Discuss **Four** Corporate governance issues which could have made the Mazuri Corporation Board of directors relieve Makofi of duties **(4mks)**

ii) Explain **Two** responsibilities you would have in Mazuri Corporation **(4mks)**

SECTION B: ANSWER THREE QUESTIONS ONLY {10 MARKS EACH}

QUESTION TWO 10 MARKS

a) Mark is one of the ordinary shareholders with Kenya Airways. Discuss **Four** rights he has as an investor with that Company **(4mks)**

b) You are one of the Stockholders with XYZ Corporation and together with the rest of stockholders have realized that your agents are not acting in your interests. Explain **Three** ways you would put in place to change the state of affairs and save the loss of your Investments **(6mks)**

QUESTION THREE 10MARKS

a) Describe **Two** positive effects of organizational business activities **(2mks).**

b) Shoplifting is one of the Human risks facing the fast moving goods companies. Discuss **Two** ways you would put in place to reduce this risk **(4mks)**

c) Explain **Two** powers vested on the Audit committee by the Board of directors in an organization **(4mks)**

QUESTION FOUR 10 MARKS

a) Discuss **Four** types of economic risks business organizations are likely to face **(4mks)**

b) Martin was a member of the development committee in Wazuri corporation, explain **Three** roles he would play in that position **(6mks)**

QUESTION FIVE 10 MARKS

a) Discuss **Two** objectives of good Corporate Governance in Kenya **(2mks)**

b) Describe **Four** current trends in corporate governance today **(4mks)**.

c) Jack was the Chairperson of the Corporate Board in XTS Company. Explain **Two** roles he was playing in that position **(4mks)**

QUESTION SIX 10 MARKS

a) Discuss **Two** long term benefits of corporate governance to the banking Industry **(2mks)**

b) You are one of the shareholders in XYZ company. A survey on the skills required for members of the company Board of directors was being carried out. Discuss **Four** skills required for a Board member you would pen down in the questionnaire **(4mks)**

c) Explain **Two** challenges facing Corporate governance reforms efforts in Kenya **(4mks)**