

LLM  
FIRST SEMESTER  
CORPORATE GOVERNANCE  
LLM – 1.4 CCL-I  
(USE OMR SHEET FOR OBJECTIVE PART)

**SET  
A**

Duration: 3 hrs.

Full Marks: 70

Time: 30 min.

Marks: 20

[ Objective ]

*Choose the correct answer from the following:*

*1 × 20 = 20*

1. Good corporate governance simply means \_\_\_\_\_.  
a. Good business  
b. Good team  
c. Good office  
d. Good planning
2. Kautilya's Arthashastra maintains \_\_\_\_\_.  
a. Good governance  
b. Good ethics  
c. Good value  
d. Good energy
3. \_\_\_\_\_ is the major issue in corporate governance.  
a. Accountability  
b. Transparency  
c. Stability  
d. Loyalty
4. Corporate Governance means-  
a. Government interference in business  
b. Self governance of business  
c. Action of governing, the manner of managing, administering businesses  
d. None of the above
5. Corporate Governance is the interaction between various participants, namely-  
a. Shareholders  
b. Directors  
c. Stakeholders  
d. All of the above
6. Anglo American model followed in \_\_\_\_\_.  
a. Collection of mechanism  
b. Code of standard  
c. Indian corporate  
d. Consumer protection laws
7. \_\_\_\_\_ is used to understand the relation between agents and principal  
a. Stakeholder's theory  
b. Shareholder's theory  
c. Director's theory  
d. Agency theory
8. Corporate governance involve the full set of relationship between a company management and \_\_\_\_\_.  
a. Economy  
b. Board of directors  
c. Technology  
d. Services
9. Ethics in business refers to a \_\_\_\_\_.  
a. Code of standard  
b. Rules and regulation  
c. Rights and obligations  
d. Good mechanism

10. The \_\_\_\_\_ of a company elect a Board of Directors to control the business resources for them.
  - a. Director
  - b. Owner
  - c. Shareholder
  - d. Employees
11. \_\_\_\_\_ Protect the interest of the investors
  - a. Business ethics
  - b. Companies Act
  - c. SEBI
  - d. CSR
12. Anglo-American model of corporate governance is also known as
  - a. Anglo U.S model
  - b. American model
  - c. Northern American model
  - d. Anglo-Saxon model
13. \_\_\_\_\_ and values are important for the successful development of a business organisation.
  - a. Business ethics
  - b. Business power
  - c. Business energy
  - d. Business activity
14. Who is the owner of a company as per the Agency Theory of corporate governance?
  - a. Directors
  - b. Shareholders
  - c. CEO
  - d. Managers
15. Stewardship Theory has its roots in psychology and \_\_\_\_\_
  - a. Economy
  - b. History
  - c. Commerce
  - d. Sociology
16. Stewards are company executives and managers working for the \_\_\_\_\_
  - a. Directors
  - b. Owners
  - c. Shareholders
  - d. Lenders
17. Stakeholders can be
  - a. Owners
  - b. Directors
  - c. Employees
  - d. All of the above
18. Compared to shareholders, stakeholders have a \_\_\_\_\_ relationship with a company
  - a. Short term
  - b. Mutual relation
  - c. Beneficiary relation
  - d. Long term
19. Stakeholders can be of the following types
  - a. Internal
  - b. External
  - c. Both A & B
  - d. None of the above
20. Any individual trained to review and verify accounting data and recognized as a Chartered Accountant (CA) under the Chartered Accountant Act, 1949 is deemed to be \_\_\_\_\_
  - a. Auditor
  - b. Director
  - c. Employee
  - d. None of the above

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**(Descriptive)**

Time : 2 hrs. 30 min.

Marks : 50

*[ Answer question no.1 & any four (4) from the rest ]*

1. Explain in detail the concept of corporate governance. Why is it needed? 6+4=10
2. Explain Agency theory of corporate governance along with its pros and cons. 10
3. Write a detailed note on Stewardship theory and Stakeholders theory of corporate governance. 5+5=10
4. Differentiate between shareholders and stakeholders of a company. 10
5. Write a short note on the following: 5+5=10
  - a. German model of corporate governance
  - b. Japanese model of corporate governance
6. Discuss the types, roles and rights of stakeholders of a company. 10
7. Who is an auditor? Discuss the procedure for appointment of auditors of a company 5+5=10
8. Discuss the rights and responsibilities of an auditor. 10

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