The Co-operative University of Kenya

END OF SEMESTER EXAMINATIONS DECEMBER-2019

EXAMINATION FOR THE DEGREE OF BACHELOR OF CO-OPERATIVE BUSINESS (YR IV SEM II)

UNIT CODE: COCC 2203

UNIT TITLE: CORPORATE GOVERNANCE AND ETHICS

DATE: 9th DECEMBER 2019 **TIME: 9:00 AM – 11:00 AM**

INSTRUCTIONS:

- Answer question **ONE (compulsory)** and any other **TWO** questions

QUESTION ONE

(a) Identify and explain FIVE ethical issues that a business is likely to face. (10 Marks)

(b) Managers often take risks when managing their organizations. Explain FIVE factors that influence their risk – taking attitudes. (10 Marks)

(c) By identifying any FIVE stakeholders, explain the extent of their claim in a business. (10 Marks)

QUESTION TWO

(a) Explain FIVE factors that effect decision making. (10 Marks)

(b) Explain what a directors ‘duty of skill and care entails in an organization. (5 Marks)

(c) Describe any FIVE main principles relevant to corporate governance in the public sector. (5 Marks)

QUESTION THREE

(a) Explain guidelines for managing ethics at work place. (10 Marks)

(b) Explain any FIVE benefits of corporate social responsibility (CSR) for companies. (10 Marks)

QUESTION FOUR

(a) Explain any FIVE characteristics of good corporate governance. (10 Marks)

(b) Code of conduct contains standards of business conduct that guides decisions of the Board of Directors. Explain any FIVE elements of code of conduct. (10 Marks)

QUESTION FIVE

(a) Identify and explain any FIVE internal corporate governance controls. (10 Marks)

(b) Whistle blowing mechanism has been promoted by various legal and voluntary initiatives. Explain how a company can implement the mechanism to protect whistle blowers. (10 Marks)