

**BINDURA UNIVERSITY OF SCIENCE EDUCATION**

**FACULTY OF COMMERCE**

**DEPARTMENT OF BANKING AND FINANCE**

**CORPORATE GOVERNANCE (BS 410)**

**DURATION: 3 HOURS**

OCT 2024

**INSTRUCTIONS TO CANDIDATES**

1. Answer any **four** questions altogether.
  2. All questions carry 25 marks each.
  3. Start answering each question on a new page.
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**QUESTION ONE**

- a) Assess the role of the board of directors in risk management. (10)
- b) Discuss the core pillars of corporate governance in Zimbabwe. (15)

**[25 marks]**

**QUESTION TWO**

- a) Explain the role of the following committees in an organization of your choice;
  - (i) Audit committee
  - (ii) Remuneration committee
  - (iii) Risk committee
  - (iv) Nomination committee
  - (v) Social and Ethics committee (10)
- b) Discuss the role of industry expert independent directors in an organization as a remedy to board capture. (15)

**[25 marks]**

### **QUESTION THREE**

In terms of King IV report, integrated reporting and disclosure should be integrated with the company's financial reporting as a way of enhancing transparency. Discuss the benefits of integrated reporting to companies. (25)

**[25 marks]**

### **QUESTION FOUR**

- a) Discuss the principal-agent problem in corporate governance in Zimbabwe. (10)
- b) Using examples, explain the basis for disqualification of directors. (15)

**[25 marks]**

### **QUESTION FIVE**

- a) Discuss the role of industry expert independent directors in an organization as a remedy to board capture. (10)
- b) Assess the contribution of independent non-executive directors in improving corporate governance in Zimbabwe. (15)

**[25 marks]**

### **QUESTION SIX**

- a) Explain why the roles of the CEO are separated from that of the chairman of the board of directors. (10)
- b) Explain the importance of a corporate secretary in ensuring sound and effective corporate governance in Zimbabwe. (15)

**[25 marks]**

**END OF EXAMINATION**