



**REFORMED CHURCH UNIVERSITY**

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**FACULTY OF COMMERCE**

**BACHELOR OF COMMERCE HONOURS DEGREE IN  
BUSINESS MANAGEMENT**

**CORPORATE GOVERNANCE**

**HBUM 404**

**PART 4 SEMESTER 1**

**TOTAL MARKS [100]**

**DATE: JUNE 2024**

**Time: 3 Hours**

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**INSTRUCTIONS**

1. This paper has **six (6)** questions
2. Answer question **(1)and** any **other (3) questions**
3. Each question carries **25 marks**
4. Start each question on a new page

1. Citing relevant examples, explain corporate finance and its importance for the overall health and sustainability of a company. (25)
2. With the aid of examples, discuss the differences between the Anglo-American model of corporate governance and the stakeholder-oriented model. (25)
3. Examine the key responsibilities of a board, highlighting how board independence and diversity may contribute to better governance outcomes. (25)
4. 'Executive compensation should be directly tied to long-term company performance. Discuss. (25)
5. Assess the different strategies employed by activist shareholders highlighting their effectiveness in influencing corporate behavior. (25)
6. Examine the components of a robust risk management framework within a corporation of your choice. (25)

**END OF PAPER**