

Corporate Governance of National Bank Limited.

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Abstract

"Corporate Governance is concerned with holding the balance between economic and social goals and between individual and communal goals. The corporate governance framework is there to encourage the efficient use of resources and equally to require accountability for the stewardship of those resources. The aim is to align as nearly as possible the interests of individuals, corporations and society" (Sir Adrian Cadbury in 'Global Corporate Governance Forum', World Bank, 2000). Corporate governance is a field in economics that investigates how to secure/motivate efficient management of corporations by the use of incentive mechanisms, such as contracts, organizational designs and legislation. This is often limited to the question of improving financial performance, for example, how the corporate owners can secure/motivate that the corporate managers will deliver a competitive rate of return. (Mathiesen, 2002). We are trying to find out whether corporate governance is properly addressing in National Bank Limited or not. Working period on this paper is 15; October 2009 to 15 December 2009. The analysis includes the corporate governance of National Bank Limited, the male female ratio, the bank's corporate social responsibility, whether the bank is maintaining its status or not. After a long analysis procedure we found that the bank is almost totally dominated by the male shareholders. The corporate governance of the bank is truly disclosure, transparent and accountable. They emphasize on their Corporate Governance so strictly that they have a special section on its website for corporate governance. They are creating employment and career opportunities for the country and its citizens by opening branches.

Keywords: Corporate governance; Corporate social responsibility; Disclosure; Transparent, Accountable. JEL classification: G21, G3.G32.

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