



**Exam : CIMAPRA17-BA4-1-ENG**

**Title : BA4 - Fundamentals of  
Ethics, Corporate  
Governance and Business  
Law (2017 SYLLABUS)  
(Online)**

**Version : DEMO**

1.How can a company help employees make the right decision when faced with a difficult situation?

- A. Offer guiding values and principles to underpin decision-making
- B. Threaten them with disciplinary procedures
- C. Give them a rule book
- D. Have a strong rules-based culture

**Answer: A**

2.Which of the following statements is incorrect?

- (i) A term may be implied into a contract on the basis of previous dealings between the parties.
- (ii) A term may be implied into a contract by statute.
- (iii) A term may be implied into a contract by a court where it would be reasonable to imply it.

- A. (i) only
- B. (i) and (ii) only
- C. (ii) only
- D. (iii) only

**Answer: D**

3.Although no-one has reason to suspect, you have taken a violent dislike to a particular assurance client. This could severely affect your independence:

- A. Of belief
- B. In appearance
- C. Of mind
- D. In competence

**Answer: C**

4.Which of the following is not valid consideration?

- A. Payment to be made upon delivery of the goods.
- B. Payment handed over at the time of the contract.
- C. Past consideration.
- D. A promise to make an early repayment of a debt.

**Answer: C**

5.Which of the following are TWO reasons why new legislation might be introduced in response to corporate scandals?

- A. To prevent this type of unethical behavior by making it illegal
- B. To punish individuals for adhering to codes of ethics
- C. To encourage companies to make their own decisions about ethical matters
- D. To enforce minimum standards of behavior

**Answer: A,D**