ABSTRACT

THE EVALUATION FOR THE COMPANIES THAT TAKE PLACE IN ISE NATIONAL 30 INDEX COMPLYING TO THE CORPORATE GOVERNANCE PRINCIPLES OF CMB

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To maintain the sustainable growth that we have recent years, both the rise of the economic integration and with the removal of economical limitations, the rise of quality and quantity of international capital stock is very important. Investors focused on the corporate governance more and more because the situations of financial crisis that were recently experienced, the reality that bad management causes most of the company scandals and the rise of the role of private sector. Investors, realized that as long as they use their rights easy and effective, they can protect these rights with the same effectiveness. Especially transparency, attaining knowledge and participating general assemblies and have a voice in these, reaching to financial reports, assurance of cumulative voting rights become an indispensable element for capital based expanding. Because of that reason, national companies that adopt corporate governance principles, perceived as less risky by international investors. Therefore, the rise of the interest to our country brings some advantages like low capital cost and rise in financing opportunities. Because there is a rise in economic dependence among countries, international competition and the investors need safe market, made pioneer OECD and other organizations start to establish corporate governance principles.

In the evaluation, it is seen that the companies, that take place in ISE National 30 Index, accommodate to the corporate governance principles in average of 65%. This compliance level is determined as, 69% for shareholders, 74% for public disclosure and transparency, 52% for stakeholders and 57% for board of directors.