



# CORPORATE GOVERNANCE THE STEWARDSHIP OF MANAGEMENT

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As custodians of corporate governance, the board of directors must give effect to corporate governance and ensure that it trickles down to management. Note that the board of directors' role does not involve the operations of a company on a day-to-day, but in ensuring that the strategy of the company is implemented by management. They effectively delegate their role to management. These managers are either executive or senior management.

The day-to-day operations are carried out by management. These are the stewards of corporate governance. They safeguard the company resources and report to the board on compliance with the corporate governance strategy given to them to run with.

- Because management's role is a delegated function of the board,

they must act in the best interest of the company.

- Management usually attends board committee meetings to report and give insight to the board committee members.
- As stewards, they should be trustworthy to the Board of directors and must report accurate information to the board.
- They must carry out the resolutions and instructions given to them by the board and give updates on the said instructions.

The board relies on management to provide accurate information that it would use to make appropriate decisions and develop a strategy for the company. The board also uses the information for its strategic contribution to the company, thus making trust an important aspect of the relationship between the two.

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