

Corporate Scandals

Name

Institution

Date

In the recent past, particularly in the early years of 200-2003, the world of business experienced major scandals. The scandals shook the business world as it caught many unaware. Most notably, it was an effect it had on investor confidence (Thomas, 2006). However, long term solutions were thought to have been sort with eventual introduction of a set of laws, such as Sarbanes-Oxley Act and other related laws.

Sadly, malpractices still exist for many companies, and this shows that companies have done very little internally to change. My reasoning is based on the assumption that even after 2003, companies are still found in major scandals. These are for instance case of companies such as Dynegy and their fraud in subsidiary, Washington mutual and AIG both cases in 2008 (Boyd, 2011). All of these scandals happened after the laws are in implementation. These can insinuate the unethical behaviors still in companies. Many companies in reality are just getting smarter around the laws. Many companies are striving to hire competent legal advisers to help them evade federal laws and regulations. Moreover, there are rising cases of corruption amongst agents implementing the laws. If I was working in this companies I won't quit but rather through those likeminded individuals in the companies, would change the culture of operation basing on fact that some of the scandals start from junior officers to top managers.

References

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