

Further pressures to adopt good corporate governance practices

The Public Sector and Commonwealth Superannuation Schemes (PSS/CSS), the second largest superannuation investor in Australia, is to take a more active role in combating corporate governance problems. The PSS/CSS has warned it may sell out of companies who have a poor corporate governance record or use its voting power to vote against “questionable company resolutions or unfair executive salary and options package ‘ (Beveridge, 2003, p.73). The Chief Executive of the PSS/CSS noted that Australian superannuation funds’ voting is lower in Australia when compared to UK and USA and he is talking to other superannuation funds encouraging them to take similar action.

Reference

Beveridge John, “Funds to keep watch”, *Herald Sun*, 21 April 2003, p. 7.