

**RISK AND RETURN ANALYSIS ON COMMON STOCK
INVESTMENT OF COMMERCIAL BANKS
(A Case Study on two Banks)**

Submitted by:

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RECOMMENDATION

This is to certify that thesis submitted

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Entitled

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has been prepared as approved by this campus in the prescribed format of Faculty of Management. This thesis is forwarded for examination.

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We have conducted the viva-voce examination of the thesis presented

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and found the thesis to be original working of the student and written according to the prescribed format. We recommend the thesis to be accepted as a partial fulfillment of the requirement for the Master's Degree of Business Studies (MBS)

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DECLARATION

I hereby declared that the work reported in this thesis "**RISK AND RETURN ANALYSIS ON COMMON STOCK INVESTMENT OF COMMERCIAL BANKS**" (A Case Study on two Banks)" submitted to Padma Kanya Multiple Campus, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirements for Master's Degree of Business Studies under the supervision of Lecturer Ms. Neera Shrestha and Lecturer Mr. Pitambar Lamichhane, Padma Kanya Multiple Campus Bagbazar, Kathmandu, Nepal.

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ABBREVIATIONS

| | | |
|-------|---|---|
| C.S. | = | Common Stock |
| AGM | = | Annual General Meeting |
| CAPM | = | Capital Assets Pricing Model |
| SML | = | Security Market Line |
| C.V. | = | Coefficient of Variation |
| FY | = | Fiscal Year |
| DPS | = | Dividend Per Share |
| EPS | = | Earning Per Share |
| MPS | = | Market Price of Stock |
| NRB | = | Nepal Rastra Bank |
| NIBL | = | Nepal Investment Bank Limited |
| EBL | = | Everest Bank Limited |
| NEPSE | = | Nepal Stock Exchange Limited |
| S.D. | = | Standard Deviation |
| S.R | = | Systematic Risk |
| USR | = | Unsystematic Risk |
| RRR | = | Required Rate of Return |
| R_m | = | Return of Market |
| | = | Beta Coefficient |
| R_f | = | Risk Free Rate |
| R_p | = | Return of Portfolio |
| D_t | = | Total Dividend |
| SSB | = | Sum of Square of Variation between Samples |
| SSE | = | Sum of Square of Variation within Samples |
| SST | = | Sum of Square of Total |
| MSB | = | Mean Sum of Square of Variation between Samples |
| MSW | = | Mean Sum of Square of Variation within Samples |

