

# **LOAN PORTFOLIO BEHAVIOUR OF NEPALESE COMMERCIAL BANKS**

**A THESIS**

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**VIVA VOCE SHEET**

We have conducted the Viva Voce examination of the Thesis presented by

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Entitled

LOAN PORTFOLIO BEHAVIOUR OF NEPALESE COMMERCIAL BANKS

And found the Thesis to be the original work of the student and written according to the prescribed format. We recommend the Thesis to be accepted as partial fulfillment of the requirements for Masters Degree in Business Studies (M.B.S.)

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**RECOMMENDATION**

This is to certify that the Thesis

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has been prepared as approved by this department in the prescribed format  
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# DECLARATION

I hereby declare that the work reported in this Thesis entitled “Loan Portfolio Behavior of Nepalese Commercial Banks” Submitted to Research Department of Nepal Commerce Campus, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the degree of Masters of Business Studies (MBS) under the supervision of Dr. Bihari Binod Pokharel and Mr. Ramesh Rasik Paudel of Nepal Commerce Campus.

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Portfolio refers to the various sectors of the economy where investments are made. It plays an important role in the entire credit operation of any financial institution and ultimately the profitability of any financial institution. This profitability of financial institution generates a positive feeling to the investors of the expected returns in the investment. Thus, risks form a part and parcel to the entire investment project-to the financial institution as well as to the investor.

The study entitled '**Loan Portfolio Behavior of Nepalese Commercial Banks**', which is a part of partial fulfillment for MBS under the faculty of Management-TU, attempts to address the analysis and management of risk and return on investment and makes the investors aware of their distribution of wealth. This study also analyses the ratio of Non-performing Assets of commercial banks in the investment of investors' wealth.

During the execution of the study, support received from various sectors is highly appreciated. First of all, I regard it as my dispensation and providence to get an opportunity to work under able guidance and supervision of **Dr. Bihari Binod Pokharel**, Chairperson of Research Department and **Mr. Ramesh Rasik Poudel**, lecturer of Nepal Commerce Campus, without whom this study would not have been possible. I also like to thank Mr. Khagendra Adhikari, whose expert suggestions regarding computers in preparing this thesis enhanced my quality of work. My sincere gratitude to the Campus Chief, Mr. Diwaker Pokharel, teachers and the staff members of Nepal Commerce Campus, who helped me reach this place through their wise and expert views.

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# Abbreviations

AD	Anno Domini
BS	Bikram Sambat
CAPM	Capital Asset Pricing Model
df	Degree of Freedom
EBL	Everest Bank Limited
FDR	Fixed Deposit Receipt
Fig	Figure
FY	Fiscal Year
GDP	Gross Domestic Product
Govt	Government
HBL	Himalayan Bank Limited
JVB	Joint Venture Bank
Ltd	Limited
Nabil	Nepal Arab Bank Limited
NIBL	Nepal Investment Bank Ltd.
No	Number
NPA	Non-Performing Loan
NRB	Nepal Rastra Bank
NSBIBL	Nepal SBI Bank Ltd.
Pvt	Private
Rs	Rupees
SCBNL	Standard Chartered Bank Nepal Ltd