

**CAPITAL STRUCTURE AND ITS EFFECTS
ON VALUE OF FIRM**

By

AMRIT BAHADUR DARJEE

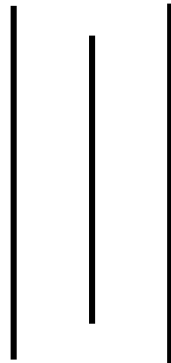
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*In partial fulfillment of the requirement for the degree of
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RECOMMENDATION

This is to certify that the thesis

Submitted by:

AMRIT BAHADUR DARJEE

Entitled:

**CAPITAL STRUCTURE AND ITS EFFECTS
ON VALUE OF FIRM**

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

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VIVA-VOCE SHEET

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ON VALUE OF FIRM**

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 requirement for the degree of

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DECLARATION

I hereby declare that the work reported in this thesis entitled “**Capital Structure and Its Effects on Value of Firm**” submitted to Office of the Dean, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the degree of Master of Business Studies (MBS) under the supervision of **Rishi Raj Gautam** of Shanker Dev Campus, T.U.

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Needless to say, I am alone responsible for any deficiencies that may have remained in this work.

Amrit Bahadur Darjee

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ABBREVIATIONS

&	:	And
B.S.	:	Bikram Sambat
D/E	:	Dividend to Equity
DPR	:	Dividend Payout Ratio
DPS	:	Dividend Per Share
EBIT	:	Earning Before Interest and Tax
EPS	:	Earning Per Share
HMG	:	His Majesty's Government
i.e.	:	That is
Kd	:	Cost of Debt
Ke	:	Cost of Equity
Ko	:	Overall Cost of Capital
Ltd.	:	Limited
M-M	:	Modigliani and Miller
NEPSE	:	Nepal Stock Exchange
NI	:	Net Income
NOI	:	Net Operating Income
S.N.	:	Serial No.
SPSS	:	Statistical Package for Social Science
Yrs.	:	Years