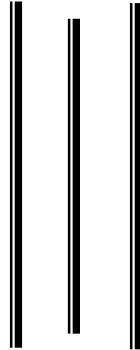


LENDING STRENGTH OF HIMALAYAN BANK



A Thesis

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Submitted to:

Office of the Dean

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Tribhuvan University,

Kathmandu, Nepal.

In partial fulfillment of the requirement for the Degree of

MASTER OF BUSINESS STUDIES (M.B.S.)

September, 2012

RECOMMENDATION

This is to certify that the thesis:

Submitted by

Sajan Krishna Shrestha

Entitled

LENDING STRENGTH OF HIMALAYAN BANK LIMITED

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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DECLARATION

I hereby declare that this thesis entitled **LENDING STRENGTH OF HIMALAYAN BANK LIMITED** submitted to the office of dean, Faculty of management, Tribhuvan University is my original research work which is prepared as the partial fulfillment of the requirement for Degree of Master of Business Studies (M.B.S) under the guidance and supervision of **Mr. Uddhab Prasad Sapkota**, Thesis Supervisor, Makawanpur Multiple Campus, Hetauda.

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ACKNOWLEDGEMENT

Banking has become a basic need for people. Nowadays no business transaction is possible without a bank. Even an individual also need a bank for his own financial transactions. Modern banks have made everyone's life easier by providing various services out of their circle. In the context of Nepal, we can tell that banks is consequent to the entry of Nepal to WTO, are also preparing themselves to compete with large and international banks which may establish their business in the country in near future.

Being on the banking profession, I get attracted to conduct a study on the related sector. This is a result of that. Now, it is the time to acknowledge my deep indebtedness to the host of friends, family members and different individuals with whom I have had privilege of interacting over many years, a period drawing which I learnt many things about reality of life and my profession. Interdependence is certainly more valuable than independence. I learnt to work with support of various people. It is a pleasant aspect that I have now the opportunity to express my gratitude for all of them.

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September, 2012

.....

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ACCONYMS AND ABBREVIATIONS

\$: Dollar
†	: Standard Deviation
r	: Karl Pearson's Correlation Coefficient
r ²	: Coefficient of Determination
ADB	: Asian Development Bank
ADB/N	: Agricultural Development Bank of Nepal
ATM	: Automated Teller Machine
BOK	: Bank of Kathmandu
BR Act	: Banking Regulations Act
B.S.	: Bikram Sambat (Nepalese Calendar)
CIB	: Credit Information Bureau
CV	: Coefficient of Variation
EBL	: Everest Bank Limited
EPS	: Earning Per Share
F/Y	: Fiscal Year
GDP	: Gross Domestic Product
GNP	: Gross National Product
GNI	: Gross National Income
GON	: Government of Nepal
HBL	: Himalayan Bank Limited
I.M.F.	: International Monetary Fund
LLP	: Loan Loss Provision
M	: Million
NABIL	: Nabil Bank Limited
NBL	: Nepal Bank Limited
NBBL	: Nepal Bangladesh Bank Limited
NGO	: Non Government Organization
NIBL	: Nepal Investment Bank

NIDC	: Nepal Industrial Development Corporation
NPA	: Non Performing Assets
NPL	: Non Performing Loan
NRB	: Nepal Rastra Bank
P.Er.	: Probability of Error
Rs.	: Rupees (Nepalese Monetary Unit)
RBB	: Rastriya Banijya Bank
RDB	: Rural Development Bank
SCBNL	: Standard Chartered Bank (Nepal) Limited
TU	: Tribhuvan University
USA	: United States Of America
USD	: United State Dollar
UK	: United Kingdom