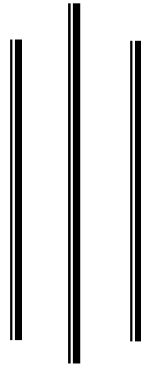


**A Study on**  
**the effect of Capital Structure**  
**in Financial Performance**



*Submitted By:*

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**A THESIS**

*Submitted to:*

**Office of the Dean**  
**Faculty of Management**  
**TRIBHUVAN UNIVERSITY**

In partial fulfillment of the requirements for the degree of  
**MASTER OF BUSINESS STUDIES (M.B.S.)**

**March 2009**  
**Hetauda, Nepal**

## **VIVA - VOCE SHEET**

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

**Bharat Prasad Mainali**

Entitled

**A Study on the effect of Capital Structure in Financial Performance**

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

**Master of Business Studies (M.B.S)**

### **Viva – Voce Committee**

Chairperson, Research Committee : .....

Member (Thesis Supervisor) : .....

Member (Thesis Supervisor) : .....

Member( External Expert) : .....

## **RECOMMENDATION**

This is to certify that the thesis:

Submitted by

**Bharat Prasad Mainali**

Entitled

**A Study on the effect of Capital Structure in Financial Performance**

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 “**A study on the effect of the Financial Performance**” 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. Bin Bahadur Raut & Mr. Jayaram Devkota**, Lecturer of Makwanpur Multiple Campus, T.U.

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Date: March, 2009

## Acknowledgement

I am pleased to present this dissertation for the partial fulfillment of the requirement for the Degree of Master in Business Studies (M.B.S).which could enhance the capabilities of students in the field of research work.

I am highly grateful and indebted to my honorable supervisor Mr Bin Bahadur Raut & Mr. Jaya Ram Devkota, Makwanpur Multiple Campus for his guidance, encouragement and possible help in the smooth conduct of this study. I would also like to thank Mr.Bijaya Kumar Sharma, Head of the Research Department, Makwanpur Multiple Campus for his encouragement, inspiration, valuable comments and special guidance on the preparation of this study. Thanks also due to Tribhuvan University for providing opportunity to conduct this research and managers of Nepal Bitumen and Barrel Udhyog Limited, Nepal Lube Oil Limited, Unilever Nepal Limited and Bottlers Nepal Limited for providing necessary data and information without which the completion of dissertation could be impossible.

I extend my warm thanks to my family member and my friends for their continuous inspiration and support during the entire period of the study.

Finally I would like to express a warm regard to the entire concerned person who helped and directed me for the successful completion of my Thesis.

---

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## **TABLE OF CONTENTS**

<b>CONTENTS</b>	<b>PAGE NO.</b>
<b>Title</b>	
Recommendation	
Viva Voce Sheet	
Deceleration	
Acknowledgement	
Table of Contents	
List of Tables	
<b>CHAPTER I</b>	
<b>INTRODUCTION</b>	
1.1 Background of the study	1
1.1.1 Evolution of Industry in Nepal	3
1.1.2 Meaning of Manufacturing Industry	8
1.2 Statement of the Problem	11
1.3 Objective of the Study	12
1.4 Significance of the Study	12
1.5 Limitation of the Study	12
1.6 Chapter Scheme	13
<b>CHAPTER II</b>	
<b>REVIEW OF LITERATURE</b>	
2.1 Conceptual Framework	15
2.1.2 Concept of Capital Structure	15
2.1.3 Determinants of the Capital Structure	17
2.1.4 Capital Structure Theory	19
2.2 Review of Related Studies	29
2.2.1 Review of International Studies	29
2.2.2 Review of Related Study in the Context of Nepal	31
<b>CHAPTER III</b>	

## **RESEARCH METHODOLOGY**

3.1	Research Design	37
3.2	Nature and Sources of Data	38
3.3	Population and Sample	38
3.4	Analytical Tools Use	39
3.4.1	Leverage	39
3.4.1.1	Operating Leverage	40
3.4.1.2	Measuring the Degree of Operating Leverage	41
3.4.1.3	Financial Leverage	41
3.4.1.4	Measuring the Degree of Financial Leverage	42
3.4.2	Ratio Analysis	42
3.4.2.1	Liquidity Ratio	43
3.4.2.2	Leverage Ratio/Capital Structure Ratio	44
3.4.2.2.1	Long term Debt as Percentage of Total Debt	44
3.4.2.2.2	Debt to Total Assets ratio	45
3.4.2.2.3	Shareholders Equity to Total Assets Ratio	45
3.4.2.2.4	Coverage Ratio	45
3.4.2.3	Profitability Ratio	46
3.4.2.4	Activity Ratio	49
3.4.3	Du –Pont System Analysis	49
3.4.3.1	Return on Equity	49
3.4.3.2	Return on Assets	50
3.4.4	Cost of Capital	50
3.4.4.1	Overall Capitalization Ratio	50
3.4.4.2	Overall Equity Capitalization Ratio	50
3.4.5	Dividend Policy	51
3.5	Statistical Tools	51
3.5.1	Average or Mean	51
3.5.2	Standard Deviation	52
3.5.3	Coefficient of Variation	52

## **CHAPTER IV**

### **PRESENTATION AND ANALYSIS OF DATA**

Analysis of Leverage	53
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4.1.1	Degree of Operating Leverage	53
4.1.2	Degree of Financial Leverage	56
4.2	Ratio Analysis	59
4.2.1	Long Term Debt as Percentage of Total Debt	59
4.2.2	Debt to Total Assets Ratio	61
4.2.3	Shareholders Equity to Total Assets Ratio	64
4.2.4	Interest coverage Ratio	67
4.2.5	Profit Margin	70
4.2.6	Earning Per Share	73
4.3	Du-Pont System of Analysis	77
4.3.1	Return on Equity	77
4.3.2	Return on Assets	80
4.4	Cost of Capital	83
4.4.1	Overall Cost of Capital	83
4.4.2	Equity capitalization Rate	85
4.5	Dividend Policy	87
4.6	Major Finding of the Study	89

## **CHAPTER V**

### **SUMMARY, CONCLUSION AND RECOMMENDATION**

5.1	Summary	93
5.2	Conclusion	94
5.3	Recommendation	95

Bibliography

Appendix

## LIST OF TABLES

<b>No.</b>	<b>Details</b>	<b>PageNo.</b>
4.1	Calculation of Degree of Operating Leverage	54
4.2	Calculation of Degree of Financial Leverage	57
4.3	Calculation of Long Term Debt as a Percentage of Total Debt	60
4.4	Calculation of Debt to Total Assets Ratio	62
4.5	Calculation of Shareholders Equity to Total Assets Ratio	65
4.6	Calculation of Interest Coverage Ratio	68
4.7	Calculation of Profit Margin	71
4.8	Calculation of EPS	74
4.9	Calculation of ROE	78
4.10	Calculation of ROA	81
4.11	Calculation of Overall Cost of Capital	84
4.12	Calculation of Equity Capitalization Rate	86
4.13	Calculation of Dividend Payout Ratio	88
4.14	Data Summary	89

## LIST OF ABBREVIATIONS

BNL	:	Bottler's Nepal Limited
BVS	:	Book Value per Share
Co.	:	Company
DFL	:	Degree of Financial Leverage
DOL	:	Degree of Operating Leverage
EAT	:	Earning After Tax
EBIT	:	Earning Before Interest and Tax
EBT	:	Earning Before Tax
EPS	:	Earning Per Share
FY	:	Fiscal Year
GDP	:	Gross Domestic Product
HMG	:	His Majesty's Government
LTD	:	Long Term Debt
Ltd.	:	Limited
MBS	:	Masters of Business Studies
MOF	:	Ministry of Finance
N R B	:	Nepal Rastra Bank
NBBUL	:	Nepal Bitumen and Barrel Udhyog Limited
NEPSE	:	Nepal Stock Exchange Limited
NI	:	Net Income
NLOL	:	Nepal Lube Oil Limited
NOI	:	Net Operating Income
P E	:	Public Enterprises
Pvt	:	Private
ROA	:	Return on Assets
ROE	:	Return on Equity
T U	:	Tribhuvan University
TD	:	Total Debt
UNL	:	Unilever Nepal Limited