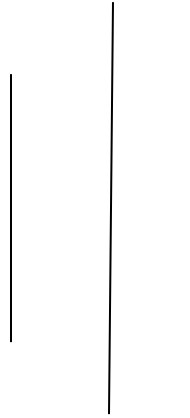


**A STUDY ON
CAPITAL STRUCTURE AND ITS DETERMINANTS IN
NEPALESE MANUFACTURING COMPANIES**



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Declaration

I hereby declare that this thesis entitled "Capital Structure and its Determinants in Nepalese Manufacturing Companies" submitted to the office of the Dean, Faculty of Management, Tribhuvan University is my original work done in the partial fulfillment of the requirement of Master of Business Studies (MBS) under the supervision of Lecturer Mr. Deepak Paudel and Lecturer Mr. Roopak Joshi of Khwopa College.

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List of Abbreviations

CVA	= Collateral value of Assets
FS	= Firm size
GR	= Growth opportunities
Lev ₁	= Leverage 1 (Ratio of Short-term Debt to Total Assets)
Lev ₂	= Leverage 2 (Ratio of Long-term Debt to Total Assets)
Lev ₃	= Leverage 3 (Ratio of Total Debt to Total Assets)
LQD	= Liquidity position
NDST	= Non-debt tax shields
NPV	= Net Present Value
POT	= Pecking Order Theory
PFT	= Profitability
TOT	= Trade-off Theory
VOL	= Volatility of earnings