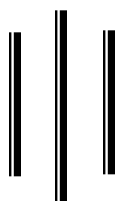
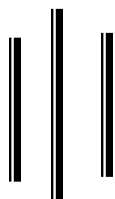


ANALYSIS OF RISK AND RETURN
IN
NEPALESE FINANCIAL INSTITUTIONS



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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
Master's Degree in Business Studies (MBS)

Bhairahawa, Rupandehi
March 2009

DECLARATION

I hereby declare that the work reported in this thesis entitled "ANALYSIS OF RISK AND RETURN IN NEPALESE FINANCIAL INSTITUTIONS" Submitted to Bhairahawa Multiple campus, faculty of management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the Masters Degree in Business Studies under the supervision of Keshave Raj Joshi of Bhairahawa Multiple Campus.

Date: March 2009

Ram Banjade

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I would like to thanks all my friends and colleagues who have provided great assistance in the course of my study.

Needless to say, to error is human kind and I am also no exception, so I am alone responsible for any deficiencies that may have remained in this work.

.....

Bhairahawa – 12

March –2009

RECOMMENDATION

This is to certify that the thesis
submitted by

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ANALYSIS OF RISK AND RETURN IN NEPALESE FINANCIAL INSTITUTIONS

has been prepared as approved by this department in the prescribed format of faculty of management. This thesis is forwarded for examination.

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Mr. Keshave Raj Joshi
(Thesis supervisor)

.....
(Head of Department)

.....
(Chairman, Research Committee)

Date:

VIVA VOCE SHEET

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

Ram Banjade

entitled

ANALYSIS OF RISK AND RETURN IN NEPALESE FINANCIAL INSTITUTIONS

and found the thesis to be the original work of the student and written according to the prescribed format. We recommended the thesis to be accepted as partial fulfillment of the requirement for Master's Degree in Business studies (M.B.S)

Viva – Voce Committee

Head of Research Department:

Member (Thesis Supervisor):

Member (External Expert):

Date:-

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LIST OF ABBREVIATIONS

ACFC	Ace Finance Company
AFC	Annapurna Finance Company
CAPM	Capital Assets Pricing Model
Com.	Company
C.V	Coefficient of Variation
etc.	etcetera
Es	Enterprises
F/Y	Fiscal Year
HBL	Himalayan Bank Limited
HGIC	Himalayan General Insurance Company
i.e.	that is
KFC	Kathmandu Finance Company
NBL	Nabil Bank Limited
NEPSE	Nepal Stock Exchange Ltd.
NFC	National Finance Company
NIB	Nepal Investment Bank Limited
NRB	Nepal Rastra Bank
No	Number
PFC	Paschimanchal Finance Company
PIC	Premier Insurance Company
ROA	Return on assets
ROE	Return on Equity
SBI	SBI Bank Limited
SCBL	Standard Chartered Bank Limited
SEBON	Security Board of Nepal
S.N	Serial Number
T.U.	Tribhuwan University
UIC	United Insurance Company