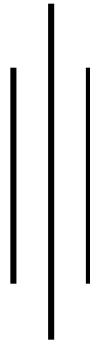


# **NON-PERFORMING ASSETS (NPA) IN NEPALESE FINANCIAL SECTOR**



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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**

Masters of Business Studies (M.B.S.)

Kathmandu

April, 2009

## **RECOMMENDATION**

**This is to certify that this thesis:**

Submitted by:

**Shushan Shrestha**

Entitled:

## **NON-PERFORMING ASSETS (NPA) IN NEPALESE FINANCIAL SECTOR**

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

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

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and found the thesis to be 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

**Masters in Business Studies (M. B. S.)**

### **Viva-Voce Committee**

Chairperson (Research Committee) .....

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Member (Thesis Supervisor) .....

Member (External Expert) .....

Date:.....

## **DECLARATION**

I hereby declare that the work reported in this project work entitled “**Non-Performing Assets (NPA) In Nepalese Financial Sector** ” submitted to Shanker Dev Campus, Tribhuvan University is my original work done in the form of partial Fulfillment of the requirement of the Master of Business Studies (MBS) under the supervision of **Dr. Shilu Manandhar Bhjracharya** of Shanker Dev Campus.

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## **ACKNOWLEDGEMENT**

It is very pleasure to experience own creation that adds value to others. Actually this project work is the partial fulfillment of requirements for Masters Degree of Business Studies (MBS) and I gain a lot of knowledge while doing it. This project work is of course the result of my self endeavor and hard working but this would not have been completed with our helpful hand of intellectuals.

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## ABBREVEATIONS

C. V.	:	Coefficient of Variation.
CAPM	:	Capital Assets Pricing Model.
CML	:	Capital Market Line.
COV	:	Covariance.
DPS	:	Dividend per Share.
DY	:	Dividend Yield.
EB	:	Everest Bank Limited.
EBL	:	Everest Bank Ltd.
EMH	:	Efficient Market Hypothesis.
EPS	:	Earning per Share.
ERR	:	Expected Rate of Return.
F/Y	:	Fiscal Year.
HBL	:	Himalayan Bank Limited.
HBL	:	Himalayan Bank Ltd.
HPR	:	Holding Period Return.
JV	:	Joint Venture
Ltd.	:	Limited.
LUBL	:	Lumbini Bank Ltd.
MPS	:	Market Price per Share.

MV/BV Ratio	:	Market Value to Book Value Ratio.
NABIL	:	Nabil Bank Ltd.
NBA	:	Non Banking Assets
NBB	:	Nepal Bangladesh Bank Ltd.
NBBL	:	Nepal Bangladesh Bank Limited.
NBL	:	Nepal Bank Limited.
NIB	:	Nepal Investment Bank Limited.
NIDC	:	Nepal Industrial & Development Bank.
NPA	:	Non Performing Assets
NPL	:	Non Performing Loan
NRB	:	Nepal Rastra Bank.
NSBI	:	Nepal SBI Bank
P/E Ratio	:	Price Earning Ratio.
RRR	:	Required Rate of Return.
S.D.	:	Standard Deviation.
T-Bill	:	Treasury Bills.
TU	:	Tribhuvan University.

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