

**FUNDAMENTALS OF STOCK RETURNS IN NEPAL:
A STUDY OF SELECTED COMPANIES**

A Thesis

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RECOMMENDATION

This is to certify that the thesis work

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Fundamentals of Stock Returns in Nepal: A study of Selected Companies

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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DECLARATION

I hereby declare that the thesis report entitled, “Fundamentals of Stock Returns in Nepal : A Study of Selected Companies” submitted to Global College of Management is my original work undertaken for the partial fulfillment of the requirements for the degree of Masters of Business Studies (M.B.S) under the supervision of Santosh Mainali of Global College of Management, Mid Baneshwor, Kathmandu.

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LIST OF ABBREVIATIONS

ADBL	Ace Development Bank Limited
AFCL	Annapurna Finance Company Limited
AICNL	Alliance Insurance Company (Nepal) Limited
AMEX	American Stock Exchange
B/M	Book to Market Equity ratio
BNL	Bottlers Nepal Limited (Balaju)
BOK	Bank of Kathmandu Limited
C/P	Cash Flow Yield/Cash flow to price ratio
CAPM	Capital Asset Pricing Model
Co.	Company
Cov.	Covariance
CY	Capital Gain Yield
D/P	Dividend Payout ratio
DPS	Dividend per Share
DY	Dividend Yield
E/P	Earning Price Ratio (Earning Yield)
EBL	Everest Bank Limited
EICL	Everest Insurance Company Limited
EPS	Earnings per Share
FY	Fiscal Year
GoN	Government of Nepal
HBL	Himalayan Bank Limited
ICFCFL	ICFC Finance Limited
IMEFIL	IME Financial Institution Limited
IRR	Internal Rate of Return
ISE	Istanbul Stock Exchange
KBL	Kumari Bank Limited
KMFL	Kuber Merchant Finance Limited
LXBL	Laxmi Bank Limited
LS	Size or Market Capitalization

MBL	Machapuchhre Bank Limited
ME	Market Value of Equity
MPS	Market Price per share
NABIL	Nabil Bank Limited
NASDAQ	National Association of Securities Dealers Automated Quotations
NEPSE	Nepal Stock Exchange
NFL	Navadurga Finance Limited
NIB	Nepal Investment Bank Limited
NLIC	Nepal Life Insurance Company Limited
NYSE	New York Stock Exchange
OHL	Oriental Hotel Limited
P/E	Price Earnings ratio
PFL	Pokhara Finance Limited
PFCL	Prabhu Finance Company Limited
PICNL	Premier Insurance Company (Nepal) Limited
ROE	Return on Equity
SBBL	Sanima Bikash Bank Limited
SBL	Siddhartha Bank Limited
SCBNL	Standard Chartered Bank Nepal Limited
SDBL	Siddhartha Development Bank Limited
SEBO/N	Security Board of Nepal
SEE	Standard Error of Estimate
SFL	Standard Finance Limited
SICL	Siddhartha Insurance Company Limited
S/P	Sales-Price Ratio
S&P 500	Standard & Poor's 500 index
TRH	Taragoan Regency Hotel Limited
TSE	Tokyo Stock Exchange
T.U	Tribhuvan University
TY	Total Yield
UNL	Uniliver Nepal Limited
	Alpha Coefficient
	Beta Coefficient