

# **CREDIT RISK MANAGEMENT OF JOINT VENTURE BANKS**

*(With Special Reference to Standard Chartered Bank Ltd.,  
Nabil Bank Ltd., Himalayan Bank Ltd. & Everest Bank Ltd.)*

**By:**

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**A Thesis submitted to Office of the Dean  
Faculty of Management, Tribhuvan University**

**In partial fulfillment of the requirement for the degree  
of Master of Business Studies (M.B.S.)**

**2069**



# TRIBHUVAN UNIVERSITY

POST GRADUATE CAMPUS

Biratnagar Morang, Nepal.

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## *RECOMMENDATION*

This is to certify that the thesis

*Submitted by:*

**Shambhu Prasad Parajuli**

*Entitled:*

**Credit Risk Management of Joint Venture Banks**

*(With Special Reference to Standard Chartered Bank Ltd., Nabil Bank Ltd.,  
Himalayan Bank Ltd. & Everest Bank Ltd.)*

has been prepared as approved by this Department in the prescribed format of the Faculty of Management. This project report is forwarded for examination.

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## VIVA-VOCE SHEET

*We have conducted the Viva-voce examination of the thesis*

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**Credit Risk Management of Joint Venture Banks**

*(With Special Reference to Standard Chartered Bank Ltd., Nabil Bank Ltd.,  
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*and found the thesis to be the original work of student and written according to the prescribed format. We recommend the thesis to be accepted as partial fulfillment of the requirements for Master's Degree in Business Studies (M.B.S.)*

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*Date: /12/2069*

## DECLARATION

I hereby declare that the work reported in this thesis entitled Credit Risk Management of Joint Venture Banks (*With Special Reference to Standard Chartered Bank Ltd., Nabil Bank Ltd., Himalayan Bank Ltd. & Everest Bank Ltd.*) submitted to Post Graduate campus, Faculty of Management, Tribhuwan University is my original work done for the partial fulfillment of the requirements for the Master's Degree of Business Studies (M.B.S.) under the strict supervision of Dr. Shankar Prasad Dahal Associate Professor of Post Graduate Campus, Biratnagar, Morang, Nepal.

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## LIST OF ABBREVIATIONS

<b>NRB</b>	<b>:</b>	<b>Nepal Rastra Bank</b>
<b>EBL</b>	<b>:</b>	<b>Everest Bank Limited</b>
<b>NANIL</b>	<b>:</b>	<b>Nabil Bank Limited</b>
<b>HBL</b>	<b>:</b>	<b>Himalayan Bank Limited</b>
<b>SCB</b>	<b>:</b>	<b>Standard Chartered Bank Limited</b>
<b>RBB</b>	<b>:</b>	<b>Rastriya Banijaya Bank</b>
<b>NBL</b>	<b>:</b>	<b>Nepal Bank Limited</b>
<b>JVB</b>	<b>:</b>	<b>Joint Venture Bank</b>
<b>ATM</b>	<b>:</b>	<b>Automated Teller Machine</b>
<b>PD</b>	<b>:</b>	<b>Probability of Default</b>
<b>GDP</b>	<b>:</b>	<b>Gross Domestic Product</b>
<b>NPL</b>	<b>:</b>	<b>Non Performing Loan</b>
<b>BL</b>	<b>:</b>	<b>Bad Loan</b>
<b>DL</b>	<b>:</b>	<b>Doubtful Loan</b>
<b>PL</b>	<b>:</b>	<b>Pass Loan/Good Loan</b>
<b>SL</b>	<b>:</b>	<b>Sub Standard Loan</b>
<b>DL</b>	<b>:</b>	<b>Doubtful Loan</b>
<b>BL</b>	<b>:</b>	<b>Bad Loan</b>
<b>TD</b>	<b>:</b>	<b>Total Deposit</b>
<b>TL</b>	<b>:</b>	<b>Total Lending</b>
<b>CIB</b>	<b>:</b>	<b>Credit Information Bureau</b>
<b>CDR</b>	<b>:</b>	<b>Credit Deposit Ratio</b>
<b>FDR</b>	<b>:</b>	<b>Fixed Deposit Receipt</b>
<b>LLP</b>	<b>:</b>	<b>Loan Loss Provision</b>
<b>VAR</b>	<b>:</b>	<b>Value at Risk</b>
<b>KYC</b>	<b>:</b>	<b>Know your customer</b>
<b>AML</b>	<b>:</b>	<b>Anti money laundering</b>