

**NON –PERFORMING ASSETS & PROFITABILITY  
OF  
NEPALESE COMMERCIAL BANKS**

**(With Reference to Kumari Bank, Nepal Investment Bank and  
Machhapuchchhre Bank)**

**A THESIS**

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Tribhuvan University

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

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# **RECOMMENDATION**

This is to Certify that the Thesis

Submitted by

**Laxmi Poudel**

**Entitled**

**Non - Performing Assets and Profitability of Nepalese**

**Commercial Banks**

**(With Reference to Kumari Bank, Nepal Investment Bank and Machhapuchchhre  
Bank)**

has been prepared as approved by this Department in the prescribed format of Faculty of  
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## **VIVA - VOCE SHEET**

We have conducted a Viva - Voce examination of the thesis

Presented by

**Laxmi Poudel**

Entitled

**Non - Performing Assets and Profitability of Nepalese  
Commercial Banks**

**(With Reference to Kumari Bank, Nepal Investment Bank and  
Machhapuchchhre Bank)**

And found the thesis to be original work of student written according to the prescribed format. We recommend the thesis to be accepted as the partial fulfillment of the requirements for the Master's Degree of Business Studies (M.B.S.)

Viva - Voce Committee:

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## DECLARATION

I hereby declare that the work reported in this thesis entitled "**Non Performing Assets and Profitability of Nepalese Commercial Banks (With Reference to Kumari Bank, Nepal Investment Bank and Machhapuchchhre Bank)**" submitted to Office of the Dean, Faculty of Management, Tribhuvan University is my original work done for the partial fulfillment of the requirements for the Master's Degree of Business Studies (MBS) under the supervision of Prof Dr. Prakash Singh Pradhan,, Shanker Dev Campus.

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Needless to say 'to err is human' and I cannot to the expectation. For any remaining error in the calculation and the description reported in this dissertation are, of course, entirely my responsibilities. I hope the possible errors would be covered by the subsequent studies in this field in this future.

Laxmi Poudel

Researcher

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## List of Abbreviation

BL	:	Bad loan
DL	:	Doubtful loan
F/Y	:	Fiscal Year
KBL	:	Kumari Bank Limited
LBL	:	Lumbini Bank Limited
MBL	:	Machhapuchchhre Bank Limited
NBL	:	Nepal Bank Limited
NIBL	:	Nepal Investment Bank Limited
NPA	:	Non Performing Assets
NRB	:	Nepal Rastra Bank
PA	:	Performing Assets
PE	:	Probable Error
PL	:	Pass loan
RBB	:	Rastriya Banijya Bank
RL	:	Restricted loan
ROA	:	Returns on Assets
SE	:	Standard Error
SL	:	Sub standard loan
TA	:	Total Assets
TD	:	Total Deposit
TL	:	Total Lending

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