# RISK AND RETURN ANALYSIS OF COMMERCIAL BANKS IN NEPAL

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In partial fulfillment of the requirements for the degree of
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# RECOMMENDATION

This is to certify that the Thesis

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**RISK AND RETURN ANALYSIS OF COMMERCIAL BANKS IN NEPAL**

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

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and found the thesis to be the original work of the student and written according to the prescribed format. We recommend the thesis to be accepted as partial fulfillment of requirements for the degree of

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# DECLARATION

I hereby declare that the work reported in thesis entitled "RISK AND RETURN ANALYSIS OF COMMERCIAL BANKS IN NEPAL" submitted to office of the dean, Faculty of Management, is my original work done in the form of partial fulfillment of the requirement for Master of Business Studies under the supervision of Khimananda Aryal of Shaheed Smriti Multiple Campus.

Date: September, 2012 Parbati Adhikari

# ACKNOWLEDGEMENT

Risk and return is the foundation of modern investment theory and these are most important factors in order to consider financial assets for possible investment. In this regard, I am hopeful that this study will be beneficial for all the investors, scholars, researchers and professionals.

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# TABLE OF CONTENTS


| | | Page |
|---|---|---|
| Title page | | i |
| Recommendation | | ii |
| Viva – Voce Sheet | | iii |
| Declaration | | iv |
| Acknowledgement | | v |
| Abbreviation | | vi |
| List of tables | | vii |
| List of diagrams | | viii |
| Chapter | | |
| **I.** | **INTRODUCTION** | **1-7** |
| | 1.1 General Background | 1 |
| | 1.2 Statement of the Problem | 3 |
| | 1.3 Objective of the Study | 5 |
| | 1.4 Significance of the Study | 5 |
| | 1.5 Limitation of Study | 6 |
| | 1.6 Organization of Study | 6 |
| **II.** | **REVIEW OF LITERATURE** | **8-40** |
| | 2.1 Conceptual Framework | 8 |
| | 2.2 Reviews from Nepalese Studies | 29 |
| | 2.3 Reviews from Thesis | 32 |

2.4 Reviews from Journals 38
2.5 Research Gap 39

**III. RESEARCH METHODOLOGY 41-50**

3.1 Research Design 41
3.2 Sources of Data 41
3.3 Population and Sample 42
3.4 Data analysis tools 42
3.4.1 Market price of stock (P) 43
3.4.2 Dividend (D) 43
3.4.3 Return on Common Stock (P) 43
3.4.4 Expected Rate of Return on Common Stock $E(R_j)$ 44
3.4.5 Return on Market 44
3.4.6 Expected Return on Market 45
3.4.7 Standard Deviation (S.D.) 45
3.4.8 Coefficient of Variation (C.V) 46
3.4.9 Beta Coefficient (β) 46
3.4.10 Correlation Coefficient ($P_{ij}$) 46
3.4.11 Portfolio Risk and Return 47
3.4.12 Risk Minimization Portfolio 48
3.4.13 Partitioning of Total Risk 48
3.4.14 Optimum Portfolio 49
3.4.15 Regression Analysis 49

**IV. DATA PRESENTATION AND ANALYSIS 51-102**

4.1 Analysis of Individual Commercial Banks 51
4.1.1 Standard Chartered Bank Nepal Limited (SCBNL) 52
4.1.2 Nepal Investment Bank Limited (NIBL) 57
4.1.3 Bank of Kathmandu (BOK) 62
4.1.4 Himalayan Bank Limited (HBL) 67
4.1.5 Nepal SBI Banks (SBI) 73
4.2 Inter – Bank Comparison 78
4.2.1 On the basis of Risk and Return Analysis 78
4.2.2 On the basis of Market Capitalization 79
4.3 Analysis of Market Risk and Return 80
4.4 Comparison of Sample Banks with Market 84
4.4.1 Standard Chartered Bank Nepal Limited (SCBNL) 84
4.4.2 Nepal Investment Bank Limited (NIBL) 86
4.4.3 Bank of Kathmandu (BOK) 87
4.4.4 Himalayan Bank Limited (HBL) 89
4.4.5 Nepal SBI Bank Limited 90
4.5 Price Evaluation of Selected Banks 92
4.6 Portfolio and Risk Diversification Analysis 93
4.7 Correlation between Banks 95
4.8 Regression Analysis 96
4.9 Findings 99

**V. SUMMARY, CONCLUSION AND RECOMMENDATION 103-107**

5.1 Summary

103

5.2 Conclusions

104

5.3 Recommendations

105

**References**

**Appendices**

**LIST OF TABLES** Page No.

4.1 Sample Companies Market Price per Share (MPS) and Dividend per Share (DPS) 52
4.2 MPS and DPS Data of SCBNL 53
4.3 Market Rate of Return, Expected Return, SD and C.V. of the Common Stock of SCBNL 50
4.4 Year wise Expected Rate of Return of SCBNL. 56
4.5 MPS and DPS Data of NIBL 58
4.6 Market Rate of Return, Expected Return, SD and C.V. of the Common Stock of NIBL 60
4.7 Year wise Expected Rate of Return of NIBL. 61
4.8 MPS and DPS Data of BOK 63
4.9 Market Rate of Return, Expected Return, SD and C.V. of the Common Stock of BOK 65
4.10 Year wise Expected Rate of Return of BOK. 66
4.11 MPS and DPS Data of HBL 69
4.12 Market Rate of Return, Expected Return, SD and C.V. of the Common Stock of HBL. 71
4.13 Year wise Expected Rate of Return of HBL. 72
4.14 MPS and DPS Data of Nepal SBI 74
4.15 Market Rate of Return, Expected Return, SD and C.V. of the Common Stock of Nepal SBI 75
4.16 Year wise Expected Rate of Return of Nepal SBI 76
4.17 Expected return, Standard Deviation and CV of Sample Banks 78
4.18 Market Capitalization of Selected Banks at 16th July 2009 79
4.19 Rate of Return, Expected Return, S.D. and C.V. of Market 81
4.20 Year Wise Expected Rate of Return Data of NEPSE Index 82

4.21 Summary of Risk and Return for SCBNL and Market 84
4.22 Summary of Risk and Return for NIBL and Market 86
4.23 Summary of Risk and Return for BOK and Market 87
4.24 Summary of Risk and Return for HBL and Market 89
4.25 Summary of Risk and Return for SBI and Market 90
4.26 Summary of Risk and Return for Sample 92
4.27 Calculation of Required Rate of Returns and Price Evaluation by CAPM Model 93
4.28 Covariance and $W_x$ of Stock X and $W_y$ of stock Y 94
4.29 Correlation Matrix 96
4.30 Regression of Expected Return on Beta Coefficient 97
4.31 Regression of Expected Return on Beta and correlation coefficient 98

**LIST OF DIAGRAM** Page No.

2.1 Security market line 27

2.2 Under price and over-priced stock during temporary market disequilibrium 28

4.1 Market price of share and Dividend per share of SCBNL 54

4.2 Movement of Stock Rate of Return and Trend Line of SCBNL 52

4.3 Market price of Share and Dividend per Share of NIBL 54

4.4 Movement of Stocks Rate of return and Trend Line of NIBL 57

4.5 Market price of Share and Dividend per share of BOK 59

4.6 Movement of Stocks Rate of return and Trend Line of BOK 62

4.7 Market price of Share and Dividend per of HBL 65

4.8 Movement of Stocks Rate of Return and Trend Line of HBL 68

4.9 Market Price of Share and Dividend per Share of SBI 70

4.10 Movement of Stock Rate of Return and Trend Line of SB 72

4.11 Expected return, Standard Deviation and CV of Sample Banks 74

4.12 Market Capitalization of Selected Banks 75

4.13 Movement of Market Rate of Return and Trend Line of Market Return 78

## ABBREVIATIONS

| | |
|---|---|
| A.G.M | -Annual General Meting |
| BOK | -Bank of Kathmandu |
| C.S. | - Common Stock |
| C.V. | -Coefficient of Variation |
| CAPM | -Capital Assets Pricing Model |
| Corr. | -Correlation |
| Cov. | -Covariance |
| Div. | -Dividend |
| DPS | -Dividend per Share |
| E(R) | -Expected Return |
| E(Rj) | -Required Rate of return |
| Fy | -Fiscal Year |
| HBL | -Himalayan Bank Limited |
| Ltd. | -Limited |
| MPS | -Market Price Per share |
| NEPSE | -Nepal Stock Exchange |
| NIBL | -Nepal Investment Bank Limited |
| NRB | -Nepal Rastra Bank |
| S.D. | -Standard Deviation |
| SBI | -State Bank of India |
| SCBNL | -Standard Chartered Bank Nepal Limited |
| SEBO | -Security Board |
| SML | -Security Market Line |