# 'A STUDY ON INVESTMENT IN COMMON STOCK INCLUDING RISK AND RETURN ANALYSIS OF THE LISTED COMMERCIAL BANKS'

(With Special Reference to SCBL, and NABIL in NEPSE)

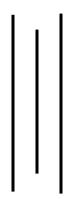
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#### **A THESIS**

#### **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 (MBS)** 

Kathmandu, Nepal December, 2012

#### RECOMMENDATION

This is to certify that the thesis

Submitted by: Bindra Koju

#### **Entitled:**

# 'A STUDY ON INVESTMENT IN COMMON STOCK INCLUDING RISK AND RETURN ANALYSIS OF THE LISTED COMMERCIAL BANKS'

(With Special Reference to SCBL, and NABIL in NEPSE)

has been prepared by this department in the prescribed format of office of the Dean faculty of Management T. U. This Thesis is forwarded for Examination.

Dr. Shilu Manandhar Bajracharya	Prof. Dr. Kamal Deep Dhakal	Asso. Prof. Prakash Singh Pradhan
(Thesis Supervisor)	(Head of Research Department)	(Campus Chief)

#### **VIVA- VOCE SHEET**

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

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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 Master's Degree in Business Studies (MBS)

#### **Viva-Voce Committee**

Head, Research Department: .	
Member (Thesis Supervisor):	
Member (External Expert):	

**DECLARATION** 

I hereby, declare that the work reported in this thesis entitled "Study on the performance of

investment in common stock including risk & return analysis of the listed commercial

banks" (With special reference to listed commercial banks in NEPSE) submitted to the

Shanker Dev Campus, Faculty of Management, Tribhuvan University, is my original done in the

form of partial fulfillment of the requirements for the Masters of Business Studies (M.B.S),

under the supervision of Dr. Shilu Manandhar Bajracharya Shanker dev Campus,

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#### **ABBREVIATIONS**

ATM - Automated Teller Machine

B.S. - Bikram Sambat

CAPM - Capital Asset Pricing Model

CEO - Chief Executive Officer

CML - Capital Market Line

CPI - Consumer Price Index

CS - Common Stock

CV - Coefficient Of Variation

DJIA - Dow Jones Industrial Average

DJTA - Dow Jones Transportation Average

DPS - Dividend Per Share

E(RM) - Expected Market Return

EBI - Emirates Bank International Limited

EPS - Earning Per Share

F/Y - Fiscal Year

GDP - Gross Domestic Product

HBL - Himalayan Bank Limited

i.e - That Is

IPO - Initial Public Offering

KAVG - Average Rate Of Return

LTD. - Limited

MBVR - Market Book Value Ratio

MD - Mediam

MPS - Market Price Per Share

N - Number Of Observations

NABIL - Nabil Bank Limited

NBL - Nepal Bank Limited

NEPSE - Nepal Stock Exchange

NIDC - Nepal Industrial Development Corporation

NIM - New Issue Market

NPV - Net Present Value

NRB - Nepal Rastra Bank

P/E RATIO - Price Earning Ratio

R - Expected Return

ROE - Return On Equity

S.D OR  $\sigma$  - Standard Deviation

SAARC - South Asian Association Of Regional Cooperation

SAPTA - South Asian Preferential Trading Agreement

SCBNL - Standard Chartered Bank Nepal Limited

SEA - Security Exchange Act

SEBON - Security Board Of Nepal

SEC - Security Exchange Centre

SMC - Security Market Centre

SML - Security Market Line

T.U. - Tribhuvan University

β - Beta Coefficient

 $\Sigma$  - Sum