INVESTMENT POLICY OF COMMERCIAL BANKS IN NEPAL (A Comparative Study of Himalayan Bank Limited and NABIL Bank Limited)

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 (MBS)

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RECOMMENDATION

This is to certify that the Thesis

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DECLARATION

I hereby declare that the work reported in this thesis entitled "INVESTMENT POLICY OF COMMERCIAL BANKS IN NEPAL (A Comparative Study of Himalayan Bank Limited and NABIL Bank Limited)" submitted to Office of the Dean, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the Degree of Master of Business Studies (MBS) under the supervision of Prof. Dr. Kamal Das Manandhar and Kiran Thapa of Shanker Dev Campus.

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Bhuwan K.C.

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ABBREVIATIONS

6.P.Er	:	Six times of the Probable Error
AD	:	Anno Domini, after the Death of Christ
ADB	:	Agriculture Development Bank
B.S.	:	Bikram Sambat
BFI	:	Banks and Financial Institution
BFI's	:	Bank and Financial Institutions
C.V.	:	Coefficient of Variation
CAR	:	Capital Adequacy Ratio
CBs	:	Commercial Banks
CRR	:	Cash Reserve Ratio
Etc.	:	et. Cetera
Ex.	:	Example
GDP	:	Gross Reserve Ratio
Govt.	:	Government
HBL	:	Himalayan Bank Limited
i.e.	:	That is
Invest.	:	Investment
JVB	:	Joint Venture Bank
L.C.	:	Letter of Credit
LLP	:	Loan Loss Provision
Ltd.	:	Limited
NABIL	:	NABIL Bank Limited
NBBL	:	Nepal Bangladesh Bank Limited
NGBL	:	Nepal Grindlays Bank Limited
NIBL	:	Nepal Indosuez Bank Limited
NPL	:	Non-performing Loans

NRB	:	Nepal Rastra Bank
PL	:	Performing Loans
r	:	Correlation Coefficient
r^2	:	Coefficient of Determination
Rs.	:	Rupees