

IMPACT OF CREDIT RISK ON BANK'S PROFITABILITY



A Thesis

Submitted By:

Rajan Manandhar

Campus Roll No: 20/2072

TU Regd No: 7-2-431-40-2012

People's Campus

Paknajol, Kathmandu

Submitted To:

Office of the Dean

Faculty of Management

Tribhuvan University

*In the partial fulfillment of the requirements for the degree of
Master of Business Studies (MBS)*

Kathmandu, Nepal
December, 2019

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RECOMMENDATION

This is to certify that the Thesis

Submitted By:
Rajan Manandhar
Entitled:

Impact of Credit Risk on Bank's Profitability

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

.....

Mr.Bikash Shrestha

(Thesis Supervisor)

.....

Dr.Gopal Krishna Shrestha

(Head of Research Department)

.....

Mr.ChhatraMangalBajracharya

(Campus Chief)

VIVA-VOCE SHEET

We have conducted the viva-voce of the thesis presented

By:

Rajan Manandhar

Entitled:

Impact of Credit Risk on Bank's Profitability

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

Viva- Voce Committee

Head, Research Department

Member (Thesis Supervisor)

Member (External Expert)

DECLARATION

I, Rajan Manandhar, hereby declare that the thesis work entitled '**Impact of Credit Risk on Bank's Profitability**' submitted to office of the Dean, Faculty of Management, Tribhuvan University, is my original work done as partial fulfillment of the requirement for the degree of Master of Business Studies (MBS) under the supervision and guidance of Mr. Bikash Shrestha, Lecturer of People's Campus, Kathmandu, Nepal.

.....
Rajan Manandhar

T.U. Reg No: 7-2-431-40-2012

Campus Roll No: 20/2072

People's Campus

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Finally, I would like to take the responsibility of any errors in this study. I will be thankful to all those who provided valuable suggestion for its improvements.

.....
Rajan Manandhar
(Researcher)

ABBREVIATION

CRM	: Credit Risk Management
NRB	: Nepal Rastra Bank
NICA	: NIC ASIA Bank Limited
NABIL	: Nabil Bank Limited
SCB	: Standard Chartered Bank
HBL	: Himalayan Bank Limited
NIB	: Nepal Investment Bank
NSBI	: Nepal SBI Bank Limited
EBL	: Everest Bank Limited
RBB	: RastriyaBanijya Bank
NBL	: Nepal Bank Limited
ADB	: Agriculture Development Bank
NPLR	: Non Performing Loan Ratio
CPLR	: Cost Per Loan Ratio
CAR	: Capital Adequacy Ratio
LAR	: Loan and Advances Ratio
ROE	: Return on Equity
ROA	: Return on Assets

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