

**CASH MANAGEMENT  
IN  
NEPALESE EXPORT INDUSTRIES**  
(A Case Study of Nirvana and Snow Land Carpet Industries)

**A THESIS**

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In Partial Fulfillment of the Requirements for the  
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New Baneshwor, Kathmandu  
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# **RECOMMENDATION**

This is to certify that the Thesis

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Entitled

**CASH MANAGEMENT IN NEPALESE EXPORT INDUSTRIES**  
(A Case Study of Nirvana and Snow Land Carpet Industries)

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

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# VIVA- VOCE SHEET

We have conducted the viva voce examination of the thesis

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**CASH MANAGEMENT IN NEPALESE EXPORT INDUSTRIES**  
(A Case Study of Nirvana and Snow Land Carpet Industries)

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 requirements for Master's Degree of Business Studies (MBS)

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## **DECLARATION**

I hereby declare that this thesis entitled **A Comparative Study of Cash Management in Nepalese Export Industries (A Case Study of Nirvana and Snow Land Carpet Industries)** submitted to Research Department of Nepal Commerce Campus, Faculty of Management, Tribhuvan University, is my original work as partial fulfillment of the requirements of the Master's Degree of Business Studies (M.B.S), this is prepared under the supervision of Dr. Prakash Neupane of Nepal Commerce Campus.

May, 2009

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## **ACKNOWLEDGEMENTS**

As the partial fulfillment of the MBS degree, I have prepared this report. During the course, I worked with sincerity, honesty and diligently, as far as possible. But beside my continual efforts, I also got unforgettable support from different people and parties. I am extremely grateful and overwhelmed by their support while completing my work.

Export companies has played very important role for the development of Nepalese market in the rest of the world. It has been providing market to the mainly handicraft products and Nepalese art and culture, some of them are below the cost of production. Export companies has dual responsibility i.e. providing international market and to maintain Nepalese art and culture, making reasonable profit. So, Export companies are selected for this research for viewing present planning premises, existing strength and weakness and possible threats and opportunities within the limitation of the research topic as well as the time and resources availed to me. With best wishing the companies will progress and contribute for the Nepalese market of Nepalese products in the future in a more efficient manner.

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# ABBREVIATIONS

B	Market Value of Debt
BEP	Break Even Point
BVPS	Book Value per Share
CCC	Cash Conversion Cycle
CCIA	Central Carpet Industries Association
D/P	Dividend Payout Ratio
DE	Debt Equity
DFL	Degree of Financial Leverage
DPS	Dividend per Share
EAT	Earning Per Share
FY	Fiscal Year
I	Interest Rate
ILO	International Labour Origination
Kd	Cost of Debt
Ke	Cost of equity
Km	Required Rate of Return
Ko	Overall Cost of Capital
LTD	Long Term Debt
L-U	Levered to Unlevered
MM	Modigliani- Miller
MPS	Market Price per Share
NI	Net Income
NOI	Net Operating Income Approach
P.E	Probable Error
PEs	Public Enterpriser
Po	Current Market Price
R	Correlation Co-efficient
RF	Risk Free Rate of Return
ROA	Return on Assets
ROE	Return on Equity
S	Market Value of Equity
T	Tax Rate
TD	Total Debt
TU	Tribhuvan University
V	Value of Firm
WACC	Weighted Average Cost of Capital