

**AN EFFECT OF CAPITAL STRUCTURE ON COST OF
CAPITAL IN NEPALESE BANKING SECTOR**



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RECOMMENDATION

This is to certify that the thesis

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CAPITAL IN NEPALESE BANKING SECTOR**

**has been prepared as approved by this Shankar Dev Campus in the
prescribed format of the faculty of Management. This thesis is
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VIVA-VOCE SHEET

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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 the requirements for the degree of

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DECLARATION

I here by declare that the work reported in this thesis entitled “An effect of Capital Structure on Cost of Capital in Nepalese Banking Sectors” submitted to Shankar Dev Campus, Faculty of Management, Tribhuvan University is my original work done in the form of partial fulfillment of the requirement of the degree of Masters In Business Studies (M. B. S.) prepared under the supervision of Dr. Geeta Pradhan, Associate Proffessor and Mr. Rishi Raj Gautam, Lecturer of Shankar Dev Campus.

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LIST OF ABBREVIATION AND SYMBOLS

CE	Capital Employed
Co	Company
DPR	Dividend Payout Ratio
EBIT	Earning Before Interest and Tax
EV	Earning Variability
FY	Fiscal Year
G	Growth in Total Assets
i. e.	That is
Kd	Cost of Debt
Ke	Cost of Equity
Ko	Average Cost of Capital
Liq	Liquidity
Los S	Natural logarithm of Size of the Firm i.e. Total Assets
LTD	Limited
MM	Modigliani and Miller
NEPSE	Nepal Stock Exchange
NI	Net Income
NOI	Net Operating Income
PVT	Private
SEBO/N	Security Board of Nepal
SEE	Standard Error of Estimate
TD	Total Debt
USA	United States of America
V	Value of the Firm
VL	Value of Levered Firm
Vu	Value of Un-levered Firm
WACC	Weighted Average Cost of Capital

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