

**A COMPARATIVE STUDY OF CASH MANAGEMENT  
IN NEPALESE EXPORT INDUSTRIES  
(A CASE STUDY OF CARPET INDUSTRIES)**

**A THESIS**

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**Submitted to:**

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In Partial Fulfillment of the Requirements for the Master's  
Degree in Business Studies (M.B.S)

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# **RECOMMENDATION**

This is to certify that the Thesis

Submitted by:  
**Bikash Gajurel**

Entitled

**"A Study of Cash Management In Nepalese Export Industries"**  
**(A Case Study of 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 presented by:

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**"A Study of Cash Management In Nepalese Export Industries"  
(A Case Study of 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 in Business Studies (MBS)

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Chairperson, Research Committee: \_\_\_\_\_

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## **DECLARATION**

I hereby declare that this thesis entitled "A Study of cash management in Nepalese Export industries"(A case study of carpet Industries) submitted to Research Department of Nepal Commerce Campus, Faculty of Management, Tribhuvan University, is my original work as partial fulfillment of the requirement of the degree of Master of Business Studies (M.B.S), this is prepared under the supervision of Rima Devi Shrestha, Reader Nepal Commerce Campus.

**Bikash Gajurel**

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## **ACKNOWLEDGEMENTS**

The present study "A comparative study of cash management in Nepalese Export industries", (A case study of carpet industries) has been prepared for the partial fulfillment of the requirement for Master Degree in Business Studies .Export companies are independent legal entity which export goods or services of national identification to the rest of the world. The majority of Nepalese Export enterprises are suffering from poor performance. So, 'cash management' is the most and important approach of today's management system which can considerably contribute to improve performance and to achieve goal of an entity.

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.

Firstly, I would like to express my in-depth gratitude to Dr. Bihari Binod Pokharel, Head of Research Department of Nepal Commerce Campus, for providing me chance to carry-out this research study .I am extremely grateful to my respected teacher and my advisors of this dissertation Rima Devi Shrestha without whose proper guidance and excellence supervision this research report would not have been presented in this form.

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## LIST OF ABBREVIATIONS

B	Market Value of Debt
BEP	Break Even Point
BVPS	Book Value per Share
D/P	Dividend Payout Ratio
DFL	Degree of Financial Leverage
DE	Debt Equity
DPS	Dividend per Share
EAT	Earning Per Share
FY	Fiscal Year
I	Interest Rate
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
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