## A STUDY OF CAPITAL STRUCTURE MANAGEMENT OF COMMERCIAL BANKS

(WITH REFERENCE TO NABIL BANK LIMITED, NEPAL SBI BANK LIMITED AND EVEREST BANK LIMITED)

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### A Thesis Submitted To:

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### RECOMMENDATION

This is to certify that the thesis

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#### A STUDY OF CAPITAL STRUCTURE MANAGEMENT OF COMMERCIAL BANKS

(With reference to Nabil Bank Limited, Nepal SBI Bank Limited and **Everest Bank Limited**)

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

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And found the thesis to be the original work of the student and written according to the prescribed format. We recommended the thesis to be accepted as partial fulfillment of the requirement for the degree of *Master of Business Studies (MBS)* 

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#### DECLARATION

I hereby declare that the work reported in this thesis entitled "A Study of Capital Structure Management of Commercial Banks (With Reference to Nabil Bank Limited, Nepal SBI Bank Limited and Everest 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 **Asso. Prof. Mr. Achyut Raj Bhattarai and Mr. Kiran Thapa** of Shanker Dev Campus, T.U.

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## **ABBREVIATIONS**

A.D	=Anno Domini
AGM	=Annual General Meeting
В	=Value of Debt
B.S	=Bikram Sambat
C.V	=Coefficient of Variation
CA	=Current Assets
DER	=Debt Equity Ratio
DFL	=Degree of Financial Leverage
DPS	=Dividend per Share
DR	=Debt Ratio
EBIT	=Earning Before Income and Taxes
EBL	=Everest Bank Limited
EBT	=Earnings before Taxes
EPS	=Earnings per Share
FY	=Fiscal Year
ICR	=Interest Coverage Ratio
INT	=Interest
Κ	=Overall Capitalization Rate
Ke	=Equity Capitalization Rate
LTD	=Long Term Debt
MPS	=Market Price per Share
MVS	=Market value of Share
NABIL	=Nabil Bank Limited
NI	=Net Income
NOI	=Net Operating Income
NPAT	=Net Profit After Tax

NRB	=Nepal Rastra Bank
NSBI	=Nepal SBI Bank Limited
P.E	=Probable Error
P/E	=Price Earnings
r	=Correlation coefficient
ROA	=Return on Assets
ROD	=Return on Deposits
ROE	=Return on Equity
S.D	=Standard Deviation
S.E	=Shareholder's Equity
STD	=Short Term Debt
ТА	=Total Assets
TD	=Total Debt
V	=Value of the firm