

A STUDY ON CAPITAL STRUCTURE AND COST OF CAPITAL

(AN EVIDENCE FROM JOINT VENTURE BANKS IN NEPAL)

Submitted By:

**SAMBIR NARAYAN SHRESTHA
Makawanpur Multiple Campus
TU Reg. No. : 7-2-242-167-2003**

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RECOMMENDATION

This is to certify that the thesis

Submitted by:

SAMBIR NARAYAN SHRESTHA

Entitled:

A Study on Capital Structure and Cost of Capital
(An Evidence from Joint Venture Banks in Nepal)

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

Mr. Bin Bahadur Raut
(Thesis Supervisor)

Mr. Bachchu Ram Adhikari
(Campus Chief)

VIVA-VOCE SHEET

We have conducted the viva-voce examination of the thesis

Submitted by:

SAMBIR NARAYAN SHRESTHA

Entitled:

A Study on Capital Structure and Cost of Capital

(An Evidence from Joint Venture Banks in Nepal)

And found the thesis to be the original work of the student and written according to the prescribed format of Faculty of Management Tribhuvan University. We recommend the thesis to be accepted as partial fulfillment of the requirement for Master Degree of Business Studies (M.B.S.)

Viva-Voce Committee

Head (Research Department):

Member (Thesis Supervisor):

Member (External Expert):

Date:

DECLARATION

I hereby declare that this thesis entitled “A Study on Capital Structure and Cost of Capital” (An Evidence from Joint Venture Banks in Nepal) submitted to the Research Department of central department of management, Kritipur, Kathmandu, Tribhuvan University is my original done in the form of partial fulfillment of the requirement for the Masters of Business Studies (MBS), under the supervision of Mr. Bin Bahadur Raut.

SAMBIR NARAYAN SHRESTHA

TU Registration no: 7-2-242-167-2003

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Sambir Narayan Shrestha
Researcher
Makawanpur Multiple Campus
Hetauda

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ABBREVIATIONS

NABIL	Nepal Arab Bank Limited
HBL	Himalayan Bank Limited
NIBL	Nepal Investment Bank Limited
SCB	Standard Chartered Bank Limited
NEPSE	Nepal Stock Exchange
JVBs	Joint Venture Banks
ATM	Automatic Teller Machine
Ltd.	Limited
EBIT	Earning before interest and tax
EBT	Earning before tax
DPR	Dividend Payout Ratio
EPS	Earning Price per Share
DPS	Dividend per Share
E.V.	Earning Variability
G	Growth
K_e	Cost of Equity
K_o	Cost of Capital
L_1	Leverage 1
L_2	Leverage 2
Liq.	Liquidity
Logs	Size of firm
LTD	Long Term Debt
STD	Short Term Debt
E.C.	Equity Capital
P.C.	Preference Share Capital
WACC	Weighted Average Cost of Capital
i.e.	That is
St. dev.	Standard deviation