FINANCIAL PERFORMANCE OF LIFE INSURANCE COMPANIES IN NEPAL

(With reference to Nepal Life Insurance Company Ltd. and Life Insurance Corporation Nepal Ltd.)

A THESIS

Submitted by
Biva Koirala
T.U. Regd.: 7-2-271-48-2006
Roll No: 40/067
Master of Business Studies
People's Campus

Submitted to
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Faculty of Management
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Submitted

In partial fulfillment of the requirements for the degree of

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RECOMMENDATION

This is to certify that the thesis

Submitted by

Biva Koirala

Entitled

Financial Performance of Life Insurance Companies in Nepal

(With reference to Nepal Life Insurance Company Ltd. and Life Insurance Corporation Nepal Ltd.)

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

Gopal Shrestha	Nirmal M. Panthi	Nirmal M. Panthi
(Thesis Supervisor)	(Head of Research Department)	(Campus Chief)

Date:

VIVA-VOCE SHEET

We have conducted the viva-voce examination of the thesis presented

By

BIVA KOIRALA

Entitled

Financial Performance of Life Insurance Companies in Nepal

(With reference to Nepal Life Insurance Company Ltd. and Life Insurance Corporation Nepal Ltd.)

And found the thesis to be original work of the student written according to prescribed format. We recommended the thesis to be accepted as partial fulfillment of the requirements of the degree of Master Degree of Business Studies (M.B.S.)

Viva-Voce Committee

Head of Research Department	
Member (Thesis Supervisor)	
Member (External Expert)	
Date:	

DECLARATION

I, Biva Koirala, hereby declare that the work reported in this thesis entitled Financial

Performance of Life Insurance Companies in Nepal (With reference to Nepal Life

Insurance Company Ltd. and Life Insurance Corporation Nepal Ltd.) submitted to People's

Campus, Kathmandu, 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 closer guidance and supervision of my supervisor Mr. Gopal

Shrestha, lecturer of People's Campus and the same thesis has not been submitted elsewhere

for the award of any degree.

Biva Koirala

People's Campus

Roll No.: 40/067

T.U. Regd. No. 7-2-271-48-2006

AKNOWLEDGEMENT

This research study is conducted on the topic Financial Performance of Life

Insurance Companies in Nepal (With reference to Nepal Life Insurance Company

Ltd. and Life Insurance Corporation Nepal Ltd.) as a partial fulfillment of the requirement of the

degree of Master of Business Studies (MBS) from Tribhuvan University. The main contribution

of the study lies in explaining and exploring the facts related to key insurance indicators and

financial performance of selected companies. In addition, this study will enhance the existing

investor's knowledge and gives framework for the new investors. Furthermore, it provides

guideline to the insurer, insured, investors and stakeholders, mainly, the investors who are

interested in insurance business.

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Researcher

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ABBREVIATION

Govt. : Government

NGO: Non-Governmental Organization

INGO: International Non-Governmental Organization

BS: Bikram Sambat

RBS : Rastriya Beema Sansthan

NLIC: Nepal Life Insurance Company

LIC : Life Insurance Corporation

GDP: Gross Domestic Production

BVPS: Book Value Per Share

EPS : Earning Per Share

DPS : Dividend Per Share

MPPS: Market Price Per Share

EYR : Earning Yield Ratio

ME : Management Expenditure

AE : Agent Expenditure

EE : Employee Expenditure

TP : Total Premium

O/s : Outstanding Claim

LTd. : Limited