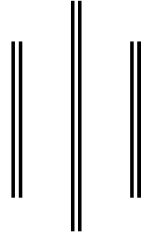


**INVESTMENT POLICY OF COMMERCIAL  
BANKS IN NEPAL**  
(A Comparative Study of Nepal Investment Bank Ltd and  
Siddhartha Bank Ltd)



**A Thesis**

**Submitted By  
Shanti Chhetri**

**Roll No -26**

**T.U. REGISTRATION NO.:7-1-32-517-96**

**Saraswoti Multiple Campus  
Lainchaur, Kathmandu**

**To:**

**The Office of Dean  
Faculty of Management  
Tribhuvan University**

**in Partial Fulfillment of the Requirement for the Degree of  
Masters in Business Studies (M.B.S)**

**Kathmandu, Nepal**

**July 2011 (2068)**

**Tribhuvan University**  
**SARASWATI MULTIPLE CAMPUS**

**RECOMMENDATION**

This is to be certified that the thesis

Submitted by:

**SHANTI CHHETRI**

entitled

**"INVESTMENT POLICY OF COMMERCIAL BANKS IN NEPAL"**  
**(A Comparative Study of Nepal Investment Bank Ltd and**  
**Siddhartha Bank Ltd)**

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

.....  
**Keshav Raj Pantha**

Associate Prof.

(Thesis Supervisor)

.....  
**Bijaya Prakash Shrestha**

Associate Prof.

(Chairman of Research  
Committee)

.....  
**Rajya Laxmi Khadka**

(Campus Chief)

Ref. No.

## VIVA - VOCE SHEET

We have conducted this viva-voce examination of the thesis presented by:

**SHANTI CHHETRI**

entitled

**"INVESTMENT POLICY OF COMMERCIAL BANKS IN NEPAL"  
(A Comparative Study of Nepal Investment Bank Ltd and  
Siddhartha Bank Ltd)**

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

### Viva - voce Committee

1. Head of Research Department : .....
2. Thesis Supervisor : .....
3. External Expert : .....
4. Member : .....
5. Member : .....
6. Member : .....

## DECLARATION

I hereby declare that the work reported in this thesis entitled "**INVESTMENT POLICY OF COMMERCIAL BANKS IN NEPAL**" (A Comparative Study of Nepal Investment Bank Ltd and Siddhartha Bank Ltd) 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 Master's Degree in Business Studies (M.B.S) under the supervision of Lecture Keshav Raj Pantha, Saraswati Multiple Campus.

.....

Shanti Chhetri

T.U. Registration No.: 7-1-32-517-96

Date: .....

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.....

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## ABBREVIATION

ABBS	Anywhere Branch Banking System
BoK	Bank of Kathmandu
CMU	Credit Monitoring Unit
CRR	Compulsory Reserve Ratio
C.V.	Coefficient Variance
EIR	Expected Inflation Rate
ENR	Expected Nominal Return
ERR	Expected Real Return
FY	Fiscal Years
GDP	Gross Domestic Product
IRR	Internal Rate of Return
JVB	Joint Venture Bank
IT	Information Technology
KYC	Know Your Customer
LAU	Loan Administration Unit
LMU	Loan Monitoring Unit
NEPSE	Nepal Stock Exchange
NIBL	Nepal Investment Bank Limited
NIDC	Nepal Industrial Development Corporation
NPV	Net Present Value
NRB	Nepal Rastra Bank
OMOs	Open Market Operations
PIN	Personal Identification Number
r	Correlation Coefficient
RBB	Rastriya Banijya Bank
P.Er	Probable Error
SBL	Siddhartha Bank Limited
S.D.	Standard Deviation