# A STUDY ON FINANCIAL ANALYSIS OF NABIL BANK LIMITED

By

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> A Thesis Submitted to: Office of the Dean Faculty of Management Tribhuvan University

In partial fulfillment of the requirement for the Degree of Master's in Business Studies (M.B.S.) Kathmandu, Nepal March,2010

# RECOMMENDATION

This is to certify that the Thesis

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#### **Entitled:**

### A STUDY ON FINANCIAL ANALYSIS OF NABIL 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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We have conducted the viva - voce examination of the Thesis presented

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

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#### DECLARATION

I here by declare that the work reported in this thesis entitled "A study on Financial Analysis of Nabil 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 Master's Degree in Business Study (M.B.S.) under the supervision of Asso. Prof. Ruchila Pandey of Shanker Dev Campus.

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# **Table of Contents**

Acknowledgement		
Table of contents		
List of Tables		
List of Figures		
Abbreviation		

# Chapter 1

## Page No.

1	Introduction	1
1.1	General Background of Banking	5
1.2	Origin of Banking in Nepal	5
1.3	Introduction to NABIL Bank	7
1.4	Operating System of NABIL Bank	9
1.5	Branches of NABIL Bank	10
1.6	Performance of NABIL Bank	10
1.7	Banking Services & Products Rendering by NABIL Bank	11
1.8	Adapting of Modern Technology	11
1.9	Statement of Problem	12
1.10	Objective of the study	13
1.11	Importance of the study	13
1.12	Organization of the Study	14
1.13	Limitation of the study	15

## Chapter 2

2	Review of Literature	16
2.1	Conceptual Framework	16
2.2	Concept of Commercial Bank	16
2.3	Concept of Joint Venture Bank	18

2.4	Concept of Financial Performance	19
2.5	Concept of Financial Analysis	21
2.6	Objective of Financial Analysis	23
2.7	Review of Related Study	23
2.7.1	Review of Journals & Articles	23
2.7.2	Review of Thesis	27

## Chapter 3

3	Research Methodology	31
3.1	Research Design	31
3.2	Sources and Types of Data	31
3.3	Population and Sample	32
3.4	Data procedure	32
3.5	Method of Data Analysis	32
3.6	Financial Tools	32
3.7	Income and Expenditure Analysis	44
3.8	Statistical Tools	44

## Chapter 4

4	Data Analysis and Presentation	49
4.1	Ratio Analysis	49
4.2	Liquidity Ratios	49
4.2.1	Current Ratio	50
4.2.2	Cash and bank balance to total deposit ratio	50
4.2.3	Current and saving deposit ratio	51
4.2.4	Cash and bank balance to current and saving deposits ratio	52
4.2.5	Fixed deposit to total deposit ratio	53
4.3	Activity Ratios	54
4.3.1	Investment to Total Deposits ratio	54
4.3.2	Loans and Advances to Total Deposits Ratios	55
4.3.3	Loan Advances Total Assets Ratio	56

4.3.4	Total income generating assets to total assets ratio		
4.4	Capital Adequacy Ratios		
4.4.1	Net Worth to Total Assets Ratio		
4.4.2	Net Worth to Total Deposit Ratio	58	
4.5	Capital Structure Ratios	60	
4.5.1	Debt to Equity Ratio	60	
4.5.2	Total Debt to Total Assets Ratio	60	
4.5.3	Interest Coverage Ratio	61	
4.6	Profitability Ratios	62	
4.6.1	Return on Total Assets Ratio	63	
4.6.2	Return on Equity Ratio	63	
4.6.3	Interest Earned to Total Assets Ratio	64	
4.6.4	Total Interest Expenses to Total Interest Income Ratio	65	
4.6.5	Return on Total Deposits Ratio	66	
4.7	Invisibility Ratios	67	
4.7.1	Earning Per Share	67	
4.7.2	Dividend per Share	68	
4.7.3	Tax per Share	69	
4.7.4	Dividend Pay Out Ratio	69	
4.8	Income and Expenditure Analysis	71	
4.8.1	Income Analysis	71	
4.8.2	Expenditure Analysis	74	
4.9	Correlations Analysis	77	
4.9.1	Correlation between Total Deposit and Investment	77	
4.9.2	Correlation between Total Deposit and Loan & Advance	79	
4.9.3	Correlation between Loan & Advances & Net Profit	80	
4.10	Least Square Linear Trend Analysis	82	
4.10.1	Least Square of Linear Trend of Total Deposits	82	
4.10.2	Least Square of Linear Trend of Loan & Advances	84	
4.10.3	Least Square of Linear Trend of Investment	86	
4.10.4	Least Square of Linear Trend of Net Profit	88	
4.11	Findings of the Study	90	

## Chapter 5

5.1	Summary of the study	97
5.2	Conclusion	98
5.3	Recommendation	100

## Bibliography

## Appendix

i –vii

#### **ABBREVIATION**

A.D.	=	Anno Domini
B.S.	=	Bikram Sambat
NBL	=	Nabil Bank Limited
EBL	=	Emirates Bank International
NMB	=	Nepal Merchant Bank
ATM	=	Automatic Teller Machine
A/C	=	Account
SWIFT	=	Society of Worldwide Inter Bank Financial Tele Communication
i.e.	=	That is
MBS	=	Master of Business Studies
U.S.	=	United State
JVBs	=	Joint Venture Banks
GDP	=	Gross Domestic Product
HBL	=	Himalayan Bank Limited
NBB	=	Nepal Bangladesh Bank
EPS	=	Earning Per Share
DPS	=	Dividend Per Share
NRB	=	Nepal Rastra Bank
SBI	=	State Bank of India
BOK	=	Bank of Kathmandu
NBA	=	Non Banking Assets

CRR	=	Cash Reservation Requirements
CR	=	Current Ration
CBBTDR	=	Cash and Bank Balance to Total Deposit Ration
CSDR	=	Current and Saving Deposit Ration
CBBCSDR	=	Cash and Bank Balance to Current and Saving Deposit Ration
FDTDR	=	Fixed Deposit to Total Deposit Ration
ITDR	=	Investment to Total Deposit Ration
LATDR	=	Loans and Advance to Total Deposit Ratio
LATAR	=	Loans and Advance to Total Assets Ratio
TIGATAR	=	Total Income Generating Assets to Total Assets Raion
NWTAR	=	Net Worth to Total Assets Ratio
NWTDR	=	Net Worth to Total Deposit Ratio
DER	=	Debt. to Equity Ratio
ICR	=	Interest Coverage Ratio
EBIT	=	Earning Before Interest and Tax
ROTA	=	Return on Total Assets Ratio
NPAT	=	Net Profit After Tax
ROE	=	Return on Equity Ratio
IETAR	=	Interest on to Total Assets Ratio
TIETIIR	=	Total Interest Expenditure to Total Interest Income Ratio
RTDR	=	Return on Total Deposit Ration
TPS	=	Tax Per Share

WWW	=	World Wide Page
DPR	=	Dividend Payout Ratio
PE	=	Probable Error
Rs	=	Rupees