A

STUDY ON

CAPITAL STRUCTURE MANAGEMENT

OF

SELECTED JOINT VENTURE COMMERCIAL BANKS IN NEPAL

(With Special references to Standard Chartered Bank Nepal Limited And Nepal Investment Bank Limited)

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Office of the Dean Faculty of Management Tribhuvan University

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RECOMMENDATION

This is to certify that the thesis

Submitted by:
Urmila Gurung

Entitled

Capital Structure Management of selected Joint Venture Commercial Banks in Nepal

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

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VIVA-VOCE SHEET

WE HAVE CONDUCTED THE VIVA – VOCE EXAMINATION OF THE THESIS

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Capital Structure Management of Selected Joint Venture Commercial Banks in Nepal

And found the thesis to be the original work of the student written in accordance with the prescribed format. We recommended the thesis to be accepted as partial fulfillment of the requirement for Master's Degree in Business Studies (MBS)

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DECLARATION

I hereby declare that the work reported in this thesis entitled "Capital Structure Management of Selected Joint Venture Commercial Banks in Nepal" submitted to Research department of Tribhuvan University, central faculty of Management, is my original work done in the form of partial fulfillment of the requirements of the Master's Degree of Business studies (M.B.S), this is prepared under the Supervision of Asso. Prof. Pradip Aryal, of Tribhuvan University.

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LIST OF ABBREVIATION

: Summation

CDM : Central Department of Management

C.V. : Coefficient of variation

D/E : Debt equity Ratio

DFL : Degree of financial Leverage

DPR : Dividend Payout Ratio

DPS : Dividend Per Share

EAT : Earning after tax

EBIT : Earning before interest and taxes

EBT : Earning before tax

EPS : Earning per share

Kd : Cost of debt

Ke : Cost of Equity

LTD : Long term Debt

Ltd : Limited

MM : Modigliani Miller

NI : Net Income

NIBL : Nepal Investment Bank Limited

P.E. : Probable error

ROSE : Return on shareholders' equity

ROTA : Return on total assects

S.D. : Standard Deviation

SCBNL : Standard chartered Bank Nepal limited

TD : Total Debt