

RISK AND RETURN ON COMMON STOCK INVESTMENT

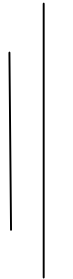
(Special Reference to Insurance Companies)

Submitted By:

**Jeetendra Shrestha
Patan Multiple Campus
TU Regd. No. : 7-2-22-1308-99
Campus Roll No.: 72/061
MBS 2nd Year Roll No.: 1331**

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Faculty of Management
Tribhuvan University**



*In partial fulfilment of the requirement for the degree of
Master of Business Studies (M.B.S)*

**Kathmandu, Nepal
April, 2013**

RECOMMENDATION

This is to certify that the Thesis

Submitted by:
Jeetendra Shrestha

Entitled:

**Risk and Return on Common Stock Investment
(Special Reference to Insurance Companies)**

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

Arjun Pd. Shrestha
Thesis Supervisor
Faculty of management

Dinesh Malego
Head, MBS Program
Faculty of management

Babu Ram Singh Thapa
Asst. Campus Chief

VIVA-VOCE SHEET

We have conducted the viva-voce examination of the thesis

Submitted by:

Jeetendra Shrestha

Entitled:

**Risk and Return on Common Stock Investment
(Special Reference to Insurance Companies)**

and found the thesis to be the original work of the student and written according to the prescribed format. We recommend the thesis to be accepted as the partial fulfillment of the requirements for

Master's Degree in Business Studies (M.B.S.)

Viva-Voce Committee

Head, Research Committee:

Member (Thesis Supervisor):

Member (External Expert):

DECLARATION

I hereby declare that the work reported in this thesis entitled “**Risk and Return on Common Stock Investment: Special Reference To Insurance Companies**” submitted to Patan Multiple Campus, 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 Mr. Arjun Pd. Shrestha, Lecturer, Patan Multiple Campus, Patan Dhoka. This study is conducted within the academic framework and conclusions are derived out of limited data and financial and statistical operations.

Date:

Jeetendra Shrestha
Researcher
Patan Multiple Campus

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Jeetendra Shrestha

Researcher

Patan Multiple Campus

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ABBREVIATIONS

C.V	=	Coefficient of Variance
CAPM	=	Capital Assets Pricing Model
CS	=	Common Stock
DPS	=	Dividend Per Share
EIC	=	Everest Insurance Company
EPS	=	Earning Per Share
ERR	=	Expected Rate of Return
GDP	=	Gross Domestic Product
HGICL	=	Himalayan General Insurance Company Limited
IMF	=	International Monetary Fund
KBL	=	Kumari Bank Limited
MPS	=	Market Price per Share
NCCB	=	Nepal Credit & Commerce Bank
NEPSE	=	Nepal Stock Exchange
NICL	=	Nepal Insurance Company Limited
NRB	=	Nepal Rastra Bank
PIC	=	Premier Insurance Company
SEBON	=	Security Exchange Board of Nepal
SML	=	Security Market Line
UICNL	=	United Insurance Co (Nepal) Limited