A STUDY ON DIVIDEND POLICY OF SELECTED COMMERCIAL BANK OF NEPAL

BY

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

In partial fulfillment of the requirements for the degree of Master of Business Studies (M.B.S.) Nepalgunj 2013



TRIBHUVAN UNIVERSITY FACULTY OF MANAGEMENT Mahendra Multiple Campus

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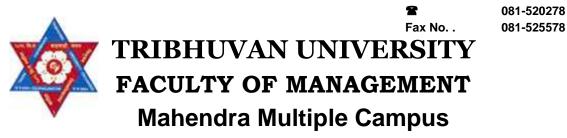
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We have conducted the viva-voce examination of the thesis

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

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DECLARATION

I hereby declare that the work reported in this thesis entitled **A Study on Dividend Policy of Selected Commercial Bank of Nepal** submitted to Office of the Dean, Faculty of Management, Tribhuvan University is my original work done in the form of partial fulfillment of the requirements for the degree of Master of Business Studies (M.B.S.) under the guidance and supervision of Mr. **Nagendra Rijal**, Mahendra Multiple Campus, Nepalgunj. Hence, the sole responsibility would be remained on me regarding this thesis for any positive or negative implication if emerged in future.

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A study on dividend policy of selected commercial bank of Nepal is the output of my sincere effort for the partial fulfillment of the requirement of the Master of Business studies (MBS). And hereby I would like assure that the study is perfectly satisfactory and complete despite the some limitations and shortcomings. Those shortcomings and limitations may be because of limited time frame and resources. I am solely responsible for everything errors, omissions, good work and findings.

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ABBREVIATION

b	=	Retention Ratio
BOK	=	Bank of Kathmandu
BVPS	=	Book Value per Share
C.V.	=	Coefficient of variance
DPR	=	Dividend Pay out Ratio
DPS	=	Dividend Per share
DY	=	Dividend Yield
EBL	=	Everest Bank Limited
EPS	=	Earning Per share
EY	=	Earning Yield
F.Y.	=	Fiscal Year
g	=	Growth Rate
HBL	=	Himalayan Bank Limited
HPR	=	Holding Period Return
IBL	=	Investment Bank Limited
IRR	=	Internal Rate of Return
Ke	=	Cost of Equity
MPS	=	Market Price Per share
MVPS	=	Market Value per Share
NABIL	=	Nepal Arab Bank Limited
NBBL	=	Nepal Bangladesh Bank Limited
No.	=	Number
P.E.	=	Probable Error
P/E ratio	=	Price Earning Ratio
R.	=	coefficient of Correlation
R^2	=	Coefficient of Determination
ROE	=	Return On Equity
SCBL	=	Standard Chartered Bank Nepal
S.D.	=	Standard Deviation
S.E.E.	=	Standard Error Estimate
T.U.	=	Tribhuvan University
%	=	Percentage