

**DETERMINANTS OF NET INTEREST MARGIN OF  
COMMERCIAL BANKS IN NEPAL**

**A Thesis**

**Submitted to**

**Central Department of Economics**

**Faculty of Humanities and Social Sciences, Tribhuvan University**

**In partial Fulfillment of Requirements for the Degree of**

**Master of Arts**

**in**

**Economics**

**By**

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## LETTER OF RECOMMENDATION

This thesis entitled **Determinants of Net Interest Margin of Commercial Banks in Nepal** has been prepared by **Mr. Dinesh Thapa** under my supervision. I hereby recommend this thesis for final examination by the Thesis Committee as a partial fulfilment of the requirements for the Degree of MASTER OF ARTS in ECONOMICS.

.....

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Associate Professor

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## APPROVAL LETTER

We certify that this thesis entitled **Determinants of Net Interest Margin of Commercial Banks in Nepal**, Submitted by **Mr. Dinesh Thapa** to the Central Department of Economics, Faculty of Humanities and Social Sciences in partial fulfilment of the requirement of the Degree of Master of Arts in Economics have found satisfactory in scope and quality. Therefore, we accept this thesis as a part of the Degree.

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## ABBREVIATIONS

NIM	-	Net Interest Margin.
NRB	-	Nepal Rastra Bank
RGDP	-	Real GDP
INF	-	Inflation
GD	-	Growth in deposits
FY	-	Fiscal year
LAR	-	Loan and advances to total assets
CIR	-	Cost to income ratio
GDP	-	Gross Domestic Product
Amt.	-	Amount
BFI	-	Banks and financial institutions
A.D.	-	Anna Domini
RAO	-	Return on Assets
ROE	-	Return on Equity
S.No.	-	Serial Number
Adj.	-	Adjusted