

Dividend Policy in Commercial Banks in Nepal

(With reference to KBL, SBL, MBL, NICBL and LBL)

A THESIS

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RECOMMENDATION

This is to certify that the thesis:

Submitted by

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Entitled

“DIVIDEND POLICY OF COMMERCIAL BANKS IN NEPAL”(With reference to KBL, SBL, MBL, NICBL and LBL)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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“DIVIDEND POLICY OF COMMERCIAL BANKS IN NEPAL”(With reference to KBL, SBL, MBL, NICBL and LBL)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 Master’s Degree in Business Studies (M.B.S.)

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DECLARATION

I hereby declare that the data and work presented in this study entitled “**DIVIDEND POLICY OF COMMERCIAL BANKS IN NEPAL**” (**With reference to KBL, SBL, MBL, NICBL and LBL**) submitted to R.R.M. Campus, Faculty of Management, Tribhuvan University is my original work done for the partial fulfillment of the requirement of the Degree of Master of Business Studies (M.B.S) under the guidance and supervision of Mr. Ram Naresh Thakur, **Assistant Chief** of R.R.M. Campus.

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Thesis is really an appreciable curriculum of T.U. because it helps the students to express their theoretical concept gained during the study period into the practical field. So, being concerned to thesis, I have also got a chance to express my theoretical concept gained from class and library study into this practical field. The present study **“DIVIDEND POLICY OF COMMERCIAL BANKS IN NEPAL”** (With reference to KBL, SBL, MBL, NICBL and LBL) has been prepared for the partial fulfillment of the requirement for Master Degree in Business Studies.

At first, I would like to pay thanks to my parents who headed me towards the light of education and path of truth. Due to their non-stopping effort and guidance, today I come in this position. So I would like to share the credit of my success with them.

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Yogendra Kumar Chaudhary

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ABBREVIATION

NE	-	Net earning
NW	-	Net worth
EPS	-	Earnings per share
DPS	-	Dividend per share
DYR	-	Dividend yield ratio
DPR	-	Dividend payout ratio
MPS	-	Market price per share
P/E ratio	-	Price earnings ratio
MVPS	-	Market value per share
BVPS	-	Book value per share
NEPSE	-	Nepal Stock Exchange Limited
LBL	-	Laxmi Bank Limited
SBL	-	Siddhartha Bank Limited
NIC	-	Nepal Industrial and Commercial Bank
MBL	-	Machhapuchhere Bank Limited
KBL	-	Kumari Bank Limited
GDP	-	Gross Domestic Product
AFO	-	Assistant Finance Officer
VAT	-	Value Added Tax
IRO	-	Inland Revenue Office
NLIC	-	Nepal Life Insurance Company
ROA	-	Return on Assets
ROE	-	Return on Equity
S.D	-	Standard deviation