

A STUDY OF CAPITAL STRUCTURE OF MANUFACTURING COMPANIES IN NEPAL



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RECOMMENDATION

This is to certify that the thesis

Submitted by:
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Entitled:

A STUDY OF CAPITAL STRUCTURE OF MANUFACTURING COMPANIES IN NEPAL

*has been prepared as approved by this Department in the prescribed format of the
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 presented

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*And found the thesis to be the original work of the student and written
According to the prescribed format. We recommend the thesis to
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Master Degree of Business Studies (M.B.S.)

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DECLARATION

I here by declare that the work reported in this thesis entitled “**A STUDY OF CAPITAL STRUCTURE OF MANUFACTURING COMPANIES IN NEPAL**” submitted to Shankar Dev 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 Study (M.B.S.) under the supervision of Dr. Shilu Bajracharya, Lecturer of Shankar Dev Campus.

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ABBREVIATIONS

A.D	Anno Domini
B.S	Bikram Sambat
BNL	Bottlers Nepal Limited
C.V.	Coefficient of Variation
Cov	Co-Variance
D/E Ratio	Debt Equity Ratio

DCL	Degree of Combined Leverage
DFL	Degree of Financial Leverage
DOL	Degree of Operating Leverage
DPS	Dividend per Share
EAT	Earning After Tax
EBIT	Earning Before Interest and Tax
EBT	Earning Before Tax
EPS	Earning per Share
FY	Fiscal Year
INV	Investment
JSML	Jyoti Spinning Mills Limited
Ke	Cost of Equity
Ko	Overall Cost of Capital
Ltd	Limited
LTD	Long Term Debt
MBA	Masters of Business
	Administration
MM	Modigliani – Miller
MPS	Market Price per Share
NEPSE	Nepal Stock Exchange
NI	Net Income
NIA	Net Income Approach
NLOL	Nepal Lube Oil Limited
No.	Number
NOI	Net Operating Income Approach
NW	Net worth
P.E.	Probable Error
P/E Ratio	Price Earning Ratio
Ref.	Reference
RJML	Raghupati Jute Mills Limited
ROA	Return on Assets
ROE	Return on Equity

Rs.	Rupees
S.D.	Standard Deviation
T	Tax
TD	Total Debt
TU	Tribhuvan University
UNL	Unilever Nepal Limited
V	Value of the Firm
Vol.	Volume
WACC	Weighted Average Cost of Capital