### DIVIDEND POLICY OF COMMERCIAL BANKS AND ITS EFFECT ON MARKET VALUE A case of commercial banks in Nepal

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#### DECLARATION

I hereby, declare that the work reported in this thesis entitled "Dividend Policy Of Commercial Banks And Its Effect On Market Value" submitted to Patan Multiple Campus, faculty of Management, Tribhuvan University is the original work done in the form of partial fulfillment of the requirement for the Degree of Masters of Business Studies (M.B.S.) under the supervision of Mr. Bijaya Gopal Shrestha - Lecturer of Patan Multiple Campus, Tribhuvan University.

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Needless to say, I am also no exception from the error of human kind so I alone am responsible for any deficiencies that may have remarked in this work.

Tara Lama Pulchowk, Lalitpur July, 2009

## **VIVA-VOCE SHEET**

We have conducted the viva - voce examination of this thesis

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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 be accepted as partial fulfillment of the requirements for the degree of Masters of Business Studies (MBS)

#### **Viva-Voce Committee**

Date: .....

# **RECOMMENDATION**

This is to certify that the thesis

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has been prepared as approved by this campus in the prescribed format of the faculty of Management.. This thesis is forwarded for examination.

Bijaya Gopal Shrestha Supervisor Patan Multiple Campus Shiva Prasad. Pokhrel Co- Ordinator Faculty of Management

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# Abbreviations used in the study

a	:	Regression Constant
AM	:	Arithmetic Mean
ANOVA	:	Analysis of variance
b	:	Regression Constant
BVPS	:	Book Value Per Share
CA	:	Current Assets
CF	:	Correction Factor
CL	:	Current Liabilities
CR	:	Current Ratio
CV	:	Coefficient of Variation
DF	:	Degree of freedom
DPR (D/P Ratio)	:	Dividend Payout Ratio
DPS	:	Dividend per Share
DY	:	Dividend Yield
EBL	:	Everest Bank Limited
EPS	:	Earning Per Share
EY	:	Earning Yield
NSBIBL		Nepal SBI Bank Limited
MPS	:	Market Price per Share
MSC	:	Mean Sum of Squares of Variations between Banks
MSE	:	Mean Sum of Squares of Variations Due to Error.
MSR	:	Mean Sum of Squares of Variations between Years.
BOK :		Bank of Kathmandu Limited
NBBL	:	Nepal Bangladesh Bank Limited
NO.	:	Number
NRB	:	Nepal Rastra Bank
NWPS	:	Net Worth per Share
P/E Ratio	:	Price Earning Ratio
r	:	Correlation Coefficient
$\mathbf{R}^2$	:	Coefficient of Determination
SCBNL	:	Standard Chartered Bank Nepal Limited
S.D.	:	Standard Deviation