

ANALYSIS OF RISK AND RETURN ON COMMON STOCK OF THE COMMERCIAL BANKS IN NEPAL



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RECOMMENDATION

This is to certify that the thesis:

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DECLARATION

I hereby declare that the work reported in this thesis entitled “Analysis of risk and return on common stock of the commercial banks in Nepal” submitted to Patan Multiple Campus, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the required for the degree of master’s in business studies (MBS) under the supervision of Mr. Bishnu Gopal Khimbaja & Mr. Soma Raj Khanal, lecturers of Patan Multiple Campus, Patan.

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The present study in the form of a "Thesis Report" has been prepared to fulfill the partial requirement for the Degree of Masters of Business Studies (MBS) program held under Tribhuvan University. This research study on "Analysis of Risk and Return on Common Stock of the Commercial Banks in Nepal" is based on the research involving the use of statistical tools and descriptive analysis to explain the risk and return characters of Commercial Banks. The study states the basic features of stock market in relation with the risk and returns characteristics of Commercial Banks measuring the total risk, systematic risk along with the expected rate of return and required rate of return. It aims to acquaint the readers to analyze risk and return in stock investment too so that they can accomplish their investment goal.

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ABBREVIATION

CM	=	Capital Market
CB	=	Commercial Bank
NEPSE	=	Nepal Security Exchange Center
SEBON	=	Security Board of Nepal
NABIL	=	NABIL Bank Ltd.
HBL	=	Himalayan Bank Ltd.
NIBL	=	Nepal Investment Bank Ltd.
Rs.	=	Rupees
s.d.	=	Standard Deviation
c.v.	=	Coefficient of Variance
i.e.	=	That is
MPS	=	Market Price of Share
DPS	=	Dividend per Share
AGM	=	Annual General Meeting
C.S	=	Common Stock
T.U	=	Tribhuvan University
M	=	Million
No.	=	Number
UN	=	United Nation
NRB	=	Nepal Rastra Bank
GDP	=	Gross Domestic Product
JVBs	=	Joint Venture Banks
IT	=	Information Technology
Vol.	=	Volume
NIDC	=	Nepal Industrial Development Corporation