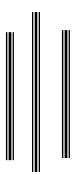
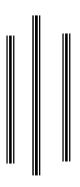
ANALYSIS OF RISK AND RETURN ON COMMON STOCK OF THE COMMERCIAL BANKS IN NEPAL



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A Thesis Submitted to

Office of the Dean Faculty of Management Tribhuvan University Kathmandu

In partial fulfillment of requirements for the Degree of Masters in Business Studies (MBS)

> Kathmandu March, 2012

RECOMMENDATION

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I his	18	to	certify	that	the	thesis
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Submitted by

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Entitled:

Analysis Of Risk And Return On Common Stock Of The Commercial Banks In Nepal

has been prepared as approv	ed by this Department in the preso	cribed format of the Faculty of
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Analysis Of Risk And Return On Common Stock Of The Commercial Banks In Nepal 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 requirement for

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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

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The present study is 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.

I would like to express my profound gratitude to my respectable guides Mr. Bishnu

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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