

**A Thesis**  
**on**  
**Effect of Capital Structure in Profitability**  
**of**  
**Selected Joint Venture Banks of Nepal**  
(with reference to HBL, EBL, NBBL, NSBL and Nabil)

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Master of Business Studies

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## **RECOMMENDATION**

This is to certify that the thesis

Submitted by:

**SUNITA DUWAL**

Entitled

**EFFECT OF CAPITAL STRUCTURE IN PROFITABILITY**

**OF**

**SELECTED JOINT VENTURE BANKS OF NEPAL**

(with reference to HBL, EBL, NBBL, NSBL and Nabil)

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 presented by

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**EFFECT OF CAPITAL STRUCTURE IN PROFITABILITY**

**OF**

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(with reference to HBL, EBL, NBBL, NSBL and Nabil)

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  
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## DECLARATION

The thesis titled “**Effect of Capital Structure in Profitability of Selected Joint Venture Banks of Nepal (with reference to HBL, EBL, NBBL, NSBL and Nabil)**” submitted to Bhaktapur Multiple Campus affiliated to Tribhuvan University as per the requirement in partial fulfillment of Master of Business Studies, Faculty of Management, Tribhuvan University, Kirtipur is the original work of the researcher undertaken under the supervision of Dilip Parajuli.

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## ABBREVIATIONS

AD	: Anno Domini
CAPM	: Capital Assets Pricing Model
CSM	: Capital Structure Management
e.g	: example
EBIT	: Earnings before Interest & Tax
EBL	: Everest Bank Limited
etc	: etcetera
F.Y	: Fiscal Year
HBL	: Himalayan Bank Limited
i.e	: that is
JVCBs	: Joint Venture Commercial Banks
MM	: Modigliani & Miller
Nabil	: Nabil Bank Limited
NBBL	: Nepal Bangladesh Bank Limited
NITC	: Net Income to Total Capital
NRB	: Nepal Rastra Bank
NSBL	: Nepal SBI Bank Limited
OITC	: Operating Income to Total Capital
P.E	: Probable Error
ROSE	: Return on Shareholders' Equity
TIE	: Times Interest Earned
WACC	: Weighted Average Cost of Capital