IMPACT OF DIVIDEND, LEVERAGE AND NET WORTH ON STOCK PRICES OF COMMERCIAL BANKS IN NEPAL

By

Deepak Man Shrestha Shanker Dev Campus

T.U. Regd.:- :: 20649-94 Campus Roll No.:- 609/060

Second Year Symbol No.:- 7353

A Thesis Submitted to:
Office of the Dean
Faculty of Management
Tribhuvan University

In partial fulfillment of the requirement for the Degree of Master of Business Studies (M.B.S)

Kathmandu, Nepal March, 2010

RECOMMENDATION

This is to certify that the Thesis

Submitted by:

Deepak Man Shrestha Entitled:

IMPACT OF DIVIDEND, LEVERAGE AND NET WORTH ON STOCK PRICES OF COMMERCIAL BANKS 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.

Dr.Shilu Bajracharya	Prof. Bishweshor Man Shrestha	Prof. Dr. Kamal Deep Dhakal
(Thesis Supervisor)	(Head of Research Department)	(Campus Chief)

VIVA-VOCE SHEET

We have conducted the viva –voce of the thesis presented

 $\mathbf{B}\mathbf{y}$

Deepak Man Shrestha

Entitled:

IMPACT OF DIVIDEND, LEVERAGE AND NET WORTH ON STOCK PRICES OF 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 the

Degree of Master's in Business Studies (M.B.S.)

Viva-Voce Committee

Head, Research Department	
Member (Thesis Supervisor)	
Member (External Expert)	

DECLARATION

I hereby declare that the work reported in this thesis entitled IMPACT OF DIVIDEND, LEVERAGE AND NET WORTH ON STOCK PRICES OF COMMERCIAL BANKS IN NEPAL submitted to Office of the Dean, 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 of Shanker Dev Campus.

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Deepak Man Shrestha Shanker Dev Campus

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In the Financial Management firm position or wealth is shown by stock price. This may

affect the arrears such as dividend policy, leverage, net worth and many more. And people

easily know about firm condition. Therefore, it is expected that there are impact of dividend,

leverage, and net worth on stock price.

I would like to first and foremost wish to thank my supervisor Dr. Shilu Bajracharya,

Shanker Dev Campus, Tribhuvan University for her valuable guidance and help in preparing

this thesis. This thesis has been appeared in this form only because of their valuable

suggestions and supervision.

I would like to thank my friend especially Mr. Ashok Pant for helping me in many ways for

preparing this thesis.

I express my sincerely thanks to my parents, Mr. Lok Man Shrestha, Mrs. Ganga Shrestha,

my brother Mr. Raju Man Shrestha and my sisters Mrs. Bunu Shrestha and Mrs. Binu

Shrestha who provided me valuable suggestion for the completion of this thesis.

I am responsible for all the errors and omissions.

Deepak Man Shrestha

Researcher

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List of Abbreviation

BOK Bank of Kathmandu Limited
CAPM Capital Assets Pricing Model

DPS Dividend per Share
EBL Everest Bank Limited
EPS Earning per Share

HBL Himalayan Bank Limited
MPS Market Price per Share
NABIL Nabil Bank Limited
NEPSE Nepal Stock Exchange

NIBL Nepal Investment Bank Limited

NIC Nepal Industrial & Commercial Bank Limited

NWTA Net Worth to Total Assets

 $\begin{array}{ccc} P/E \ Ratio & Price \ Earning \ Ratio \\ R_i & Return \ on \ Security \ i \\ R_m & Return \ on \ Market \\ ROA & Return \ on \ Assets \\ ROE & Return \ on \ Equity \\ \end{array}$

SBI Nepal SBI Bank Limited

SCBNL Standard Chartered Bank Nepal Limited

SEBO Security Board

SEBO /N Security Board of Nepal
SEC Security Exchange Centre

SODTA Subordinate Debt to Total Assets

SPSS Statistical Package for Social Science Research

TDER Total Debt to Equity Ratio

TDTA Ratio Total Debt to Total Assets Ratio