

**RISK & RETURN ON COMMON STOCK  
INVESTMENT OF LISTED  
COMMERCIAL BANKS & FINANCE COMPANIES**

**By**

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T.U. Regd. No: 14406 – 95

Second year Symbol No. 1495

**A Thesis Submitted to:**

The Office of the Dean

Faculty of Management

Tribhuvan University

In the partial fulfillment of the requirement for the degree of

**Masters in Business Studies (M.B.S.)**

Patan Dhoka, Lalitpur

August, 2009

## **RECOMMENDATION**

This is to certify that the Thesis submitted by:

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**“RISK AND RETURN ON COMMON STOCK INVESTMENT OF LISTED COMMERCIAL BANKS & FINANCE COMPANIES”**

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## **DECLARATION**

I, hereby, declare that the work reported in the thesis entitled “Risk and Return on Common Stock Investment of Listed Commercial Banks & Finance Companies”, submitted to Patan Multiple Campus, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirements of Master’s Degree in Business Studies (M.B.S) under the supervision and guidance of Mr. Baburam Singh Thapa, Lecturer of Patan Multiple Campus, Tribhuvan University.

Date: August 17, 2009

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## **ACKNOWLEDGEMENT**

This thesis entitled, “**RISK AND RETURN ON COMMON STOCK INVESTMENT OF LISTED COMMERCIAL BANKS & FINANCE COMPANIES**” has been prepared in partial fulfillment for the degree of Master of Business Studies (M.B.S) under the supervision of Babu Ram Singh Thapa. It is my privilege of getting helps and co-operation from different persons and sources.

First and foremost, I would like to offer special thanks to Babu Ram Singh Thapa I also thank Patan Multiple Campus, Patan Dhoka the platform to implement my learning of MBS. I am deeply thankful to Krishna Badan Nakarmi Chief of Patan Multiple Campus for providing various facilities to prepare this thesis. I would like to thank the entire management and the staffs of Nepal Investment Bank Limited, Himalayan Bank Limited, Everest Bank Limited, Kathmandu Finance Limited, and National Finance Company Limited. I am very thankful to my friends Laxmi Shrestha, Lokendra Maharjan, Shree Krishna Shrestha, Bikash Shrestha and Sunil Shrestha for providing necessary suggestion during the preparation of thesis report. I could not remain without thanking to my teachers and lectures that all helped me during my study of MBS and during the preparation of this thesis report.

I especially appreciate my wife Mrs. Indra Kamal Shrestha and my father and mother who created the environment for my success.

I am very thankful to the librarians of Patan Multiple Campus, Central Library, TU Kirtipur for their kind co-operation. I am alone responsible for whatever weakness it may still contain.

**Ravi Kumar Shrestha**  
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## TABLE OF CONTENTS

Acknowledgement	
Table of Contents	
List of Tables	
List of Figures	
Abbreviations	
	<b>Page No.</b>
<b>CHAPTER – I</b>	<b>INTRODUCTION</b>
1.1 General Background of the Study	1
1.2 Significance of the Study	7
1.3 Statement of the Problem	8
1.4 Objectives of the Study	9
1.5 Limitation of the Study	10
1.6 Organization of the Study	10
<b>CHAPTER – II</b>	<b>REVIEW OF LITERATURE</b>
2.1 Conceptual / Theoretical Review	12
2.1.1 Investment	12
2.1.2 Common Stock	13
2.1.3 The Risk of Common Stock	16
2.1.4 The Risk on Common Stock	21
2.1.5 Relationship between Risk and Return	22
2.1.6 Portfolio	23
2.1.7 Systematic Risk and Unsystematic Risk	25
2.1.8 Capital Asset Pricing Model (CAPM)	27
2.2 Reviews from Journals	31
2.3 Review of Other Independence Studies in Nepal	35
2.4 Reviews from Thesis	38
2.6 Research Gap	45

### **CHAPTER – III RESEARCH METHODOLOGY**

3.1 Introduction	46
3.2 Research Design	46
3.3 Sources of Data	46
3.4 Population and Sample	47
3.5 Factors and Methods of Analysis	47
3.5.1 Factors for Analysis	48
3.5.2 Financial Tools	49
3.5.3 Statistical Tools	55
3.6 Methods of Analysis and Presentation	57

### **CHAPTER – IV DATA PRESENTATION AND ANALYSIS**

4.1 Analysis of Individual Commercial Banks	58
4.1.1 Nepal Investment Bank Ltd. (NIBL)	59
4.1.2 Himalayan Bank Ltd. (HBL)	62
4.1.3 Everest Bank Ltd.(EBL)	66
4.1.4 Kathmandu Finance Limited (KFL)	69
4.1.5 National Finance Company Limited. (NFCL)	72
4.2 Inter Banks and Finance Companies Comparison	75
4.3 Market Capitalization	77
4.4 Comparison with Market	78
4.4.1 Market Risk and Return Analysis	78
4.4.2 Market Sensitivity Analysis	81
4.4.3 Required Rate of Return, Expected Rate of Return and Price Evaluation Analysis	86
4.5 Portfolio Analysis	88
4.5.1 Analysis or Risk Diversification	88
4.6 Correlation between Banks Finance Companies	98
4.7 Systematic and Unsystematic Risk	99
4.7.1 Systematic Risk	99

4.7.2 Unsystematic Risk	100
4.7.3 Systematic and Unsystematic Risk of NIBL with Market	100
4.7.4 Systematic and Unsystematic Risk of HBL with Market	101
4.7.5 Systematic and Unsystematic Risk of EBL with Market	101
4.7.6 Systematic and Unsystematic Risk of KFL with Market	102
4.7.7 Systematic and Unsystematic Risk of NFCL with Market	103
4.8 Testing of Hypothesis	104
4.8.1 Testing of Hypothesis Expected Return of NIBL with overall Market Return	104
4.8.2 Testing of Hypothesis Expected Return of HBL with overall Market Return	105
4.8.3 Testing of Hypothesis Expected Return of EBL with overall Market Return	107
4.8.4 Testing of Hypothesis Expected Return of KFL with overall Market Return	108
4.8.5 Testing of Hypothesis Expected Return of NFCL with overall Market Return	110
4.9 Major Findings of the Study	111

## **CHAPTER – V SUMMARY, CONCLUSION AND RECOMMENDATIONS**

5.1 Summary	115
5.2 Conclusion	116
5.3 Recommendations	117

### **Bibliography**

### **Appendix**

## LIST OF TABLES

<b>Table No.</b>	<b>Title</b>	<b>Page</b>
<b>No.</b>		
4.1	MPS, Dividend, EPS and P/E Ratio of NIBL	60
4.2	Expected Return, S.D. and C.V. of C.S. of NIBL	61
4.3	MPS, Dividend, EPS and P/E Ratio of HBL	63
4.4	Expected Return, S.D. and C.V. of C.S. of HBL	64
4.5	MPS, Dividend, EPS and P/E Ratio of EBL	66
4.6	Expected Return, S.D. and C.V. of C.S. of EBL	68
4.7	MPS, Dividend, EPS and P/E Ratio of KFL	70
4.8	Expected Return, S.D. and C.V. of C.S of KFL	71
4.9	MPS, Dividend, EPS and P/E Ratio of NFCL	73
4.10	Expected Return, S.D. and C.V. of C.S of NFCL	74
4.11	Expected Return, S.D. and C. V. of each Bank and Finance Company	75
4.12	Market Capitalization of listed Banks and Finance Companies at July 16, 2007 to July 15, 2008	77
4.13	Calculation of Return, S.D. and C.V. of Overall Market	79
4.14	Beta coefficient of C.S. of NIBL	81
4.15	Beta Coefficient of the C.S. of HBL	82
4.16	Beta Coefficient of the C.S. of EBL	83
4.17	Beta Coefficient of each Bank	83
4.18	Beta Coefficient of the C.S of KFL	84
4.19	Beta Coefficient of the C.S. of NFCL	85
4.20	Beta Coefficient of each Finance Company	85
4.21	Interest Rate of T-bills issued for 91 days 2007/2008	86
4.22	Required Rates of Return, Expected Return and Price Evaluation of selected commercial banks	87
4.23	Required Rates of Return, Expected Return and Price Evaluation of selected Finance Companies	87

4.24	Portfolio Risk and Return	98
4.25	Correlation Matrix	99
4.26	Proportion of SR and USR	103

## LIST OF FIGURES

<b>Figure No.</b>	<b>Title</b>	<b>Page</b>
<b>No.</b>		
4.1	Year and Price movement of the Common Stock of NIBL	60
4.2	Annual Rate of Return of C.S. of NIBL	62
4.3	Year and Price movement of C.S. of HBL	64
4.4	Annual Rate of Return of C.S. of HBL	65
4.5	Year and Market Price Movement of the C.S. of EBL	67
4.6	Annual Return of C.S. of EBL	69
4.7	Year and Market Price Movement of the C.S. of KFL	70
4.8	Annual Return of C.S. of KFL	72
4.9	Year and Market Price Movement of the C.S. of NFCL	73
4.10	Annual Return of C.S. of NFCL	75
4.11	Expected Return, S.D. and C.V. of each Commercial banks Finance Companies	76
4.12	Comparative Proportion of Market Capitalization of Listed Commercial Banks & Finance Companies	78
4.13	NEPSE Index Movements	80
4.14	Market Return Movement	80

## **ABBREVIATIONS**

AGM	=	Annual General Meeting
BOKL	=	Bank of Kathmandu Limited
CAPM	=	Capital Assets Pricing Model
CS	=	Common Stock
CV	=	Coefficient of Variation
DPS	=	Dividend per Share
EBL	=	Everest Bank Limited
EMH	=	Efficient Market Hypothesis
EPS	=	Earning per Share
FY	=	Fiscal Year
HBL	=	Himalayan Bank Limited
HPR	=	Holding Period Return
JV	=	Joint Venture
MPS	=	Market Price of Share
NB Bank	=	Nepal Bangladesh Bank
NBL	=	Nepal Bank Limited
NEPSE	=	Nepal Stock Exchange
NIBL	=	Nepal Investment Bank Limited
HBL	=	Himalayan Bank Limited
EBL	=	Everest Bank Limited
KFL	=	Kathmandu Finance Limited
NFCL	=	National Finance Company Limited
NRB	=	Nepal Rastra Bank
SBI Nepal	=	State Bank of India Nepal
SCB	=	Standard Chartered Bank
SD	=	Standard Deviation
SML	=	Security Market Line
SR	=	Systematic Risk
TU	=	Tribhuwan University
USR	=	Unsystematic Risk