

# **THE EFFECT OF CAPITAL STRUCTURE ON VALUE OF FIRM**

**By:**

DINESH KOIRALA

Exam Roll No: 3093

Campus Roll No: 310/063

T.U. Reg. No: 5-1-37-190-2001

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## **RECOMMENDATION**

This is to certify that the thesis

Submitted by:

**DINESH KOIRALA**

Entitled:

**THE EFFECT OF CAPITAL STRUCTURE ON VALUE OF FIRM**

has been prepared as approved by this department in the prescribed format of the Faculty of Management. This thesis is forwarded for examination.

-----  
Rishi Raj Gautam    Prof. Bisheshwor Man Shrestha    Prof. Dr. Kamal Deep Dhakal  
(Supervisor)        (Head, Research Department)        (Campus Chief)

Date: .....

## **VIVA-VOCE SHEET**

Submitted by:

**DINESH KOIRALA**

Entitled:

**THE EFFECT OF CAPITAL STRUCTURE ON VALUE OF FIRM**

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 the degree of

**Master of Business Studies (M.B.S.)**

Viva-Voce Committee

Head, Research Department: .....

Member (Thesis Supervisor): .....

Member (External Expert): .....

Date: .....

## DECLARATION

I hereby declare that the work reported in this thesis entitled **“THE EFFECT OF CAPITAL STRUCTURE ON VALUE OF FIRM”** submitted to Office of Dean, Faculty of Management, Tribhuvan University is my original work done in the form of partial fulfillment of the requirement of Master’s of Business Studies (M.B.S.) under the supervision of Rishi Raj Gautam of Shanker Dev Campus.

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Dinesh Koirala  
Researcher

Date: .....

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Needless to say, I am alone responsible for any deficiencies that may have remained in this work.

Dinesh Koirala

Researcher

## TABLE OF CONTENTS

	Page
Recommendation	ii
Viva-Voce Sheet	iii
Declaration	iv
Acknowledgement	v
List of Tables	viii
List of Figures	ix
Acronyms	x
CHAPTER I: INTRODUCTION	1-8
1.1 Background of the Study	1
1.2 Statement of the Problem	4
1.3 Objectives of the study	6
1.4 Limitations of the Study	6
1.5 Organization of the Study	7
CHAPTER II: REVIEW OF LITERATURE	9-36
2.1 Review of Capital Structure Theories	9
2.1.1 Behavioural Theory	9
2.1.2 Contemporary Theories	17
2.2 Review of Empirical Studies	23
2.3 Review of Thesis	33

CHAPTER III: RESEARCH METHODOLOGY	37-44
3.1 Research Design	37
3.2 Nature and Source of Data	37
3.3 Population and Sample Size	37
3.4 Period of the Study	38
3.5 Tools Employed	39
3.6 Description of Variables	41
CHAPTER IV: PRESENTATION AND ANALYSIS OF DATA	45-61
4.1 Means and Standard Deviation of Variables	45
4.2 Capital Structure and Value of Firm	47
4.3 Corporate Tax and Value of the Firm	57
4.4 Major Findings	60
CHAPTER V:SUMMARY, CONCLUSION AND RECOMMENDATION	62-65
5.1 Summary	62
5.2 Conclusion	64
5.3 Recommendations	65
Bibliography	66
Appendix	70

## List of Tables

Tables	Page
3.1 Sample Size and Study Period	38
4.1(a) Means and Standard Deviation of the variables for Manufacturing sector	45
4.1(b) Means and Standard Deviation of the variables for Non-Manufacturing sector	46
4.2(a) Correlation Coefficients between Variables for Manufacturing Sector	48
4.2(b) Correlation Coefficients between Variables for Non-Manufacturing Sector	49
4.2(c) Results of Simple Regression Analysis for Manufacturing Sector	52
4.2(d) Results of Simple Regression Analysis for Non-Manufacturing Sector	52
4.2(e) Results of Multiple Regression for Manufacturing Sector	55
4.2(f) Results of Multiple Regression for Non-Manufacturing Sector	55
4.3(a) Results of Multiple Regression for Manufacturing Sector (model III)	58
4.3(b) Results of Multiple Regression for Non-Manufacturing Sector (model III)	58



## List of Figures

Figures	Page
2.1 NI Approach	12
2.2 NI Approach	12
2.3 NOI Approach	14
2.4 NOI Approach	14
2.5 Traditional Approach	16
2.6 Traditional Approach	16
2.7 M-M Theory with Tax: Proposition I	21

## ACRONYMS

&	:	And
B.S.	:	Bikram Sambat
D/E	:	Dividend to Equity
DPR	:	Dividend Payout Ratio
DPS	:	Dividend Per Share
EBIT	:	Earning Before Interest and Tax
EPS	:	Earning Per Share
HMG	:	His Majesty's Government
i.e.	:	That is
Kd	:	Cost of debt
Ke	:	Cost of equity
Ko	:	Overall cost of capital
Ltd.	:	Limited
M-M	:	Modigliani and Miller
NEPSE	:	Nepal Stock Exchange
NI	:	Net Income
NOI	:	Net Operating Income
S.N.	:	Serial No.
SPSS	:	Statistical Package for Social Science
Yrs.	:	Years