

**A STUDY ON CAPITAL STRUCTURE & PROFITABILITY
MANAGEMENT OF MACHHAPUCHCHHRE BANK LIMITED**

A THESIS

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DECLARATION

I, hereby, declare that the work reported in this thesis entitled “A Study on Capital Structure and Profitability Management of Machhapuchchhre Bank Limited” submitted to Nepal Commerce Campus, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment for the Master’s Degree of Business Studies (M.B.S.) under the Supervision of Prof. Dr. Bihari Binod Pokharel & Dr. Prakash Neupane. Nepal Commerce Campus.

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ABBREVIATIONS

ATM	Automatic Teller Machine
BV	Book Value
BVPS	Book Value Per Share
CRO	Company Registrar's Office
CSR	Capital Sufficiency Ratio
D	Market value of debt
D/V	Degree of Leverage
DCR	Debt to total Capital Ratio
DER	Debt to Equity Ratio
E	Earnings available for equity shareholders
EAT	Earning After Tax
EBIT	Earning Before Interest and Tax
EPS	Earning Per Share
GDP	Gross Domestic Product
ICR	Interest Coverage Ratio
IM	Interest Margin
JVB	Joint Venture Bank
K_d	Debt Capitalization Rate
K_e	Equity Capitalization Rate or Cost of Equity
K_m	Required rate of market return
K_o	Cost of Capital, Overall Capitalization Rate
MBL	Machhapuchchhre Bank Limited
MM Approach	Modigliani-Miller Approach
MV	Market Value
MVPS	Market Value Per Share
NBL	Nepal Bank Limited
NEPSE	Nepal Stock Exchange
NI Approach	Net Income Approach
NOI	Net Operating Income Approach
NRB	Nepal Rastra Bank
P/E Ratio	Price Earning Ratio
PE	Probable Error
RBB	Rastriya Banijya Bank
R_f	Required rate of return
ROA	Return on Assets
ROCE	Return on Capital Employed
ROD	Return on Total Deposit
ROSE	Return on Shareholder's Equity
S	Market value of equity
SEBON	Security Board of Nepal
V	Value of Firm

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