

**THE STOCK PRICE DETERMINATION OF COMMERCIAL
BANKS IN NEPSE**

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By

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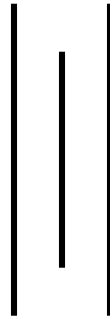
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A Thesis Submitted to:

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Tribhuvan University



***In the Partial Fulfillment of the Requirement for the Degree of
Master of Business Studies (M.B.S.)***

Kathmandu, Nepal

July, 2009

RECOMMENDATION

This is to certify that the Thesis

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**THE STOCK PRICE DETERMINATION OF COMMERCIAL
BANKS IN NEPSE**

*has been prepared as approved by this Department in the prescribed format
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VIVA-VOCE SHEET

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And found the thesis to be the original work of the student and written
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DECLARATION

I, hereby, declare that the work reported in this thesis entitled **“THE STOCK PRICE DETERMINATION OF COMMERCIAL BANKS IN NEPSE”** submitted to office of the Dean, Faculty of Management, Tribhuvan University, is my original work done for the partial fulfillment of the requirement for the Masters of Business Studies (MBS) under the supervision of Dr. Shilu Manandhar (Bajracharya) and Mr. Priti Raj Adhikari, Lecturer of Shanker Dev Campus.

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Date:- July 2009

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This is an attempt to present thesis entitled “A STUDY OF STOCK PRICE DETERMINATION OF COMMERCIAL BANKS IN NEPSE”, prepared for partial fulfillment of the requirement for the Degree of Master of Business Studies (MBS) is an outcome of continuous and immeasurable cooperation and support of several hands. I would like to express my heartfelt gratitude to all for their support.

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Finally, due to limitations of resources constraint and others the study may be shortcoming. So I do not heart to declare that the study is comprehensive. I hereby, take responsibility of any defects of analysis or error in this thesis.

Bhuban Prasad Bhatt
Balkhu, Kathmandu
July 2009

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LIST OF ABBREVIATION

AGM	:	Annual General Meeting
AMEX	:	American Stock Exchange
b	:	Retention Ratio
BOKL	:	Bank of Kathmandu Limited
BVPS	:	Book value per Share
CAT's	:	Computer Assisted Trading system
CR	:	Current Ratio
CV	:	Coefficient of Variation
DPR	:	Dividend Payout Ratio
DPS	:	Dividend per Share
DR	:	Debt Ratio
EBL	:	Everest Bank Limited
EPS	:	Earning per Share
g	:	growth rate
G/N	:	Government of Nepal
IMF	:	International Monetary Fund
IPO's	:	Initial Public Offerings
k	:	Cost of Capital
Ke	:	Cost of Equity
MOF	:	Ministry Of Finance
MPS	:	Market Price per Share
Nabil	:	Nabil Bank Limited
NEPSE	:	Nepal Stock Exchange Limited
NRB	:	Nepal Rastra Bank
NYSE	:	New York Stock Exchange
OE	:	Organized Securities Exchange
OTC	:	Over the Counter Market
P	:	Price
R	:	Internal rate of return
RPS	:	Retained Earning per Share
RWH	:	Random Walk Hypothesis
SBL	:	Siddhartha Bank Limited
SCBNL	:	Standard Chartered Bank Nepal Limited
SD	:	Standard Deviation
SEBO/N	:	Security Board of Nepal
SEC	:	Securities Exchange Center
T/O	:	Turnover Ratio
TU	:	Tribhuvan University
WSE	:	Warsaw Stock Exchange