# COMPARATIVE STUDY ON RISK & RETURN ON COMMON STOCK INVESTMENT OF SOME LISTED COMPANIES IN NEPAL

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Office of the Dean Faculty of Management Tribhuvan University

In partial fulfillment of requirements for the degree of

Masters of Business Studies (M.B.S.)

Makawanpur Multiple Campus Hetauda, Makawanpur April 2010

# **RECOMMENDATION**

This is to certify that the thesis

submitted by

# Hari Krishna Paudel

Entitled

#### COMPARATIVE STUDY ON RISK & RETURN ON COMMON STOCK INVESTMENT OF SOME LISTED COMPANIES IN NEPAL

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

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# **VIVA-VOCE SHEET**

We have conducted the viva-voce examination of the thesis presented by

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#### COMPARATIVE STUDY ON RISK & RETURN ON COMMON STOCK INVESTMENT OF SOME LISTED COMPANIES IN NEPAL

and found the thesis to be original work of the student written according to the presented format. We recommend the thesis to be accepted as partial fulfillment for

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

Viva-voce Committee

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#### TRIBHUVAN UNIVERSITY Makawanpur Multiple Campus

## **DECLARATION**

I hereby declare that in this thesis entitled "Comparative Study On Risk & Return on Common Stock Investment of Some Listed Companies 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 of Master of Business Studies (M.B.S.) under the guidance and supervision of Bin Bahadur Raut and Uddav Sapkota.

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(Signature) April, 2010

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# ABBREVIATIONS

APT	=	Arbitrage pricing Theory
BBCL	=	Bishal Bazar Company Ltd.
BNL	=	Bottlers Nepal Ltd.
САРМ	=	Capital Asset Pricing Model
CML	=	Capital Market Line
Corrl <sup>n</sup>	=	Correlation Co-efficient
COV	=	Co-variance
СР	=	Closing Price of Share
CV	=	Co-efficient of Variation
DPS	=	Dividend Per Share
e.g.	=	For Example
ed.	=	Edition
etc.	=	Etcetera
FY	=	Fiscal Year
HGIC(L)	=	Himilayan General Insurance Company Ltd.
HMG/N	=	His Majesty's Government of Nepal
HP	=	Higher Price of Share
i.e.	=	That is
IDC	=	Institutional Development Center
ILIC	=	Indian Life Insurance Company
KFCL	=	Kathmandu Finance Company Ltd
KTM	=	Kathmandu
LP	=	Lower Price of Share
Ltd.	=	Limited
MPS	=	Market Price of Share

MPS	=	Market Price Per Share
NBL	=	Nabil Bank Limited
NEPSE	=	Nepal Stock Exchange Ltd.
NICL	=	Neco Insurance Company Ltd.
NIDC	=	Nepal Industrial and Development Corporation
NLL	=	Nepal Liver Ltd.
No.	=	Number
NYSE	=	New York Stock Exchange Ltd.
Re	=	Rupee
S.D.	=	Standard Deviation
S.No.	=	Serial Number
SCBL	=	Standard Chartered Bank (Nepal) Ltd.
SEBO/N	=	Security Board, Nepal
SEC	=	Stock Exchange Center
SML	=	Security Market Line
SR	=	Systematic Risk
STCL	=	Salt Trading Company Ltd.
TR	=	Total Risk
TU	=	Tribhuvan University
USR	=	Unsystematic Risk
Vol.	=	Volume
YFCL	=	Yeti Finance Company Ltd.