

**RISK AND RETURN ON COMMON STOCK INVESTMENT  
(Special Reference to Finance Companies)**

**A THESIS**

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## **RECOMMENDATION**

This is to certify that the thesis:

Submitted by  
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**Risk and Return on Common Stock Investment**  
**(Special Reference to Finance Companies)**

has been prepared as approved by this department in the prescribed format of Faculty of Management. This 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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we found the thesis to be the original work of the student written according to the prescribed format. We recommend the thesis to be accepted as partial fulfillment of the requirements for Master's Degree in Business Studies (M.B.S.)

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## DECLARATION

I hereby, declare that present thesis entitled "*Risk and Return on Common Stock Investment (Special Reference to Finance Companies)*" is the output of my original research work. I submit this thesis for the partial fulfillment of the requirements for the Degree of Master in Business Studies, Tribhuvan University. I have completed this research work under the regular guidance of my thesis supervisor **Mr. Suresh Sapkota** and **Dr. Bihari Binod Pokharel**.

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## **ABBREVIATIONS**

AT	Appendix Table
C.V.	Coefficient of Variation
CAPM	Capital Market Line
CL	Current Liabilities
Cov.	Covariance
CS	Common Stock
D	Dividend
EPS	Earning Per Share
ERR	Expected Rate of Return
EVM	Earning Valuation Model
HBL	Himalayan Bank Limited
HPR	Holding Period Return
JVB	Joint Venture Bank
KFL	Kathmandu Finance Limited
LTD	Long Term Debt
MPS	Market Price per Share
NABIL	Nepal Arab Bank Limited
NBBL	Nepal Bangladesh Bank Limited
NBL	Bank Limited
NEPSE	Nepal Stock Exchange
NFCL	National Finance Company Limited
NFS	Nepal Finance and Saving Company Limited
NIDC	CM Nepal Industrial Development Corporation Market
NRB	Nepal Rastra Bank
NSMCL	Nepal Share Markets Company Limited
NVAM	Net Asset Value Model
NW	Net Worth
P	Price
P/E	Price Earning Ratio
R.F.	Risk Free Rate
RBB	Rastriya Banijya Bank
RRR	Required Rate of Return
S.D.	Standard Deviation
SEBON	Security Exchange Board of Nepal
T.U.	Tribhuvan University
TA	Total Assets