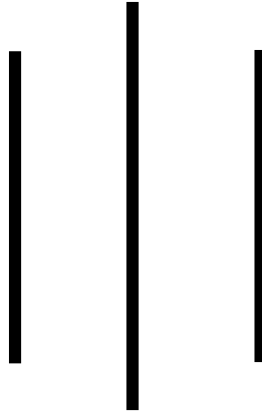


Profit Planning in Public Utility Enterprises of Nepal.

(A Case Study of Nepal Electricity Authority)

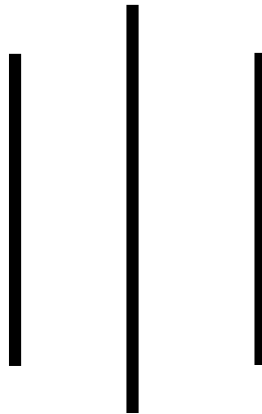


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Submitted To:

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Kirtipur, T.U.

In partial fulfillment of the requirement for

The Master of Business Studies (MBS)

Jan, 2010

Recommendation

i

This is to certify that Mr. Suman Kunwar has prepared this thesis entitled "**Profit Planning in Public Utility Enterprises in Nepal**". A case study of **Nepal Electricity Authority**. For the partial fulfillment of the Master Level under my supervision and guidance. He has successfully completed the course of research methodology.

This thesis has been prepared in the form on required by the faculty of management, Tribhuvan University. I recommended the thesis for approval and acceptance.

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"Profit Planning in Public Utility Enterprises in Nepal"

A Case Study of Nepal Electricity Authority has been accepted as partial fulfillment of the requirement for the Master's Degree in Business Studies.

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Chairman: _____

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Member:_____

Date:-_____

Acknowledgement

This thesis has been prepared as a partial requirement for the Master's Degree in Business Studies. I have selected NEA for this search purpose because NEA has been playing the vital role in the production and distribution of electricity in the country. The need and demand of electricity is increasing day by day and it has become essential things now a days. Viewing this present thesis has tried to analyze NEA's present profit planning situation.

I am very grateful to my respected teacher and the supervisor of this thesis Associate Professor Keshav Raj Pantha, Saraswati Multiple Campus, Thamel, Kathmandu, for his continuous guidance, proper suggestions. Without his help this thesis could not be presented in this form. I would also like to express my gratitude to Mr. Bijaya Prakash Shrestha, Chairman Research Subject Committee and all the staff of NEA, Central Office, Kathmandu and the staff of Saraswati Multiple Campus as well for their co-operations.

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LIST OF ABBREVIATION

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| | |
|-----------|---|
| A/C = | Account |
| ACP= | Average collection Period |
| BEP= | Break Even Profit |
| CVP= | Cost Volume Profit |
| CPPC= | Comprehensive Profit Planning and control |
| CWIP= | Capital Work in Progress. |
| DTR= | Debtors Turnover Ratio |
| e.g = | Example |
| EOQ= | Economic Order Quantity |
| FC= | Fixed Cost |
| Fy= | Fiscal Year |
| GDP= | Gross Domestic Production |
| IBID= | Ibidem |
| Mgmt.= | Management |
| MOS= | Margin of Safety |
| NEA= | Nepal Electricity Authority |
| NEC= | Nepal Electricity Corporation |
| NPV= | Net Present Value |
| Op. Cit = | In the Work Cited |

| | |
|-----------|-----------------------------|
| P.E= | Probable Error |
| P/L = | Profit and Loss |
| P/V= | Profit Volume |
| PEs= | Public Enterprises |
| PP= | Profit Planning |
| PPC= | Profit Planning and Control |
| R and D = | Research and Development |
| S.D = | Standard Deviation |
| V.C = | Variable cost |
| Vs = | Via-a-Vis |

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