ASCERTAINING RELATIONSHIP BETWEEN CAPITAL STRUCTURE AND PROFITABILITY OF BANKS (WITH REFERENCE TO NABIL & NIBL)

By

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> A Thesis Submitted to: Office of the Dean Faculty of Management Tribhuvan University

In partial fulfillment of the requirement for the degree of Master of Business Studies (MBS)

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RECOMMENDATION

This is to certify that the thesis

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

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VIVA-VOCE SHEET

We have conducted the viva -voce of the thesis presented

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

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DECLARATION

I hereby declare that the work reported in this thesis entitled "Ascertaining Relationship Between Capital Structure and Profitability of Banks (With Reference to Nabil & Nibl)" 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 for the degree of Master of Business Studies (MBS) under the supervision of Dr. Shilu Manandhar Bajracharya of Shanker Dev Campus, T.U.

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ABBREVIATIONS

C.V.	:	Coefficient of Variation
CA	:	Current Assets
D/E	:	Debt-Equity Ratio
Dep.	:	Deposit
DR	:	Debt Ratio
EBIT	:	Earning Before Interest and Tax
EPS	:	Earning Per Share
ICR	:	Interest Coverage Ratio
Int.	:	Interest
LTD	:	Long Term Debt
NABIL	:	Nabil Bank Limited
NIBL	:	Nepal Investment Bank Limited
NPAT	:	Net Profit after Tax
P.E.	:	Probable Error
r	:	Coefficient of Correlation
ROA	:	Return on Assets
ROD	:	Return on Deposit
ROE	:	Return on Equity
S.D.	:	Standard Deviation
SE	:	Shareholders' Equity
ТА	:	Total Assets
TD	:	Total Debt