RIGHTS SHARE ISSUE IN NEPALESE MARKET AND ITS IMPACT ON MARKET PRICE OF STOCK

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RECOMMENDATION

This is to certify that the Thesis

Submitted by:

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RIGHTS SHARE ISSUE IN NEPALESE MARKET AND

ITS IMPACT ON MARKET PRICE OF STOCK

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

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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

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DECLARATION

I here by declare that the work reported in this thesis entitled "RIGHTS SHARE ISSUE IN NEPALESE MARKET AND ITS IMPACT ON MARKET PRICE OF STOCK" 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 Master's Degree in Business Studies (M.B.S.) under the supervision of Dr. Geeta Pradhan, Associate Professor and Mr. Ghanendra Fago of Shanker Dev Campus.

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This thesis entitled "Rights Share Issue in Nepalese Market and Its Impact on Market Price of Stock" has been prepared as a partial fulfillment of the requirement for the Degree of Master of Business Studies (M.B.S.). As the practice of issuing rights share is comparatively a new phenomenon and is in increasing trend in Nepalese capital market, this study has explored the problems and impacts of rights issue in Nepalese context.

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ABBREVIATIONS

A.D. : Anno Domini

ADBL : Ace Development Bank Ltd.

AGM : Annual General Meeting

B.S. : Bikram Sambat

BoD : Board of Director

CIT : Citizen Investment Trust.

Co. : Company

CRO : Company Registrar's Office

DCBL : Development Credit Bank Ltd.

DPR : Dividend Payout Ratio

DPS : Dividend Per Share

EPS : Earning Per Share

etc. : et cetera

FY: Fiscal Year

i.e. : That is

IMEFIL: IME Financial Institution Ltd.

IPO : Initial Public Offering

KBL : Kumari Bank Ltd.

LSPD : London Share Price Database

Ltd. : Limited

MBS : Master of Business Studies

Mfg. : Manufacturing

MPS : Market Price of Share/Stock

NCML : NIDC Capital Markets Ltd.

NEFINSCO: Nepal Finance & Savings Co. Ltd.

NEPSE : Nepal Stock Exchange

NFCL: National Finance Co. Ltd.

NIBL : Nepal Investment Bank Ltd.

NICBL : Nepal Industrial & Commercial Bank Ltd.

NIDC : Nepal Industrial Development Corporation

NMBFL : Nepal Merchant Banking & Finance Ltd.

No. : Number

NRB : Nepal Rastra Bank

NSMFL : Nepal Share Markets & Finance Ltd.

OTC : Over the Counter

Pvt. : Private

S.N : Serial Number

SDBL : Siddhartha Development Bank Ltd.

SEBI : Securities and Exchange Board of India

SEBON : Securities Board of Nepal

SEC : Security Exchange Center

SICL : Sagarmatha Insurance Co. Ltd.

SMC : Security Market Center

T.U : Tribhuvan University

UFL: United Finance Ltd.

US : United States

Viz. : Namely

Vs : Versus

WTO : World Trade Organization