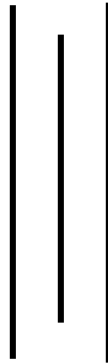


**CAPITAL ADEQUENCY & LOAN LOSS PROVISION
OF COMMERCIAL BANKS
(WITH REFERENCE TO NRB DIRECTIVES)**

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

**Kathmandu, Nepal
January, 2009**

RECOMMENDATION

This is to certify that the Thesis

Submitted by:

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Entitled:

CAPITAL ADEQUENCY & LOAN LOSS PROVISION

OF COMMERCIAL BANKS

(WITH REFERENCE TO NRB DIRECTIVES)

*has been prepared as approved by this Department in the prescribed format of the
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(WITH REFERENCE TO NRB DIRECTIVES)**

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

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Shanker Dev Campus

DECLARATION

I hereby declare that the work reported in this thesis entitled “**CAPITAL ADEQUENCY & LOAN LOSS PROVISION OF COMMERCIAL BANKS (WITH REFERENCE TO NRB DIRECTIVES)** ” 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’s in Business Studies (M.B.S) under the supervision of **Dr. Kamal Das Manandhar** of Shanker Dev Campus.

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Researcher

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ABBREVIATIONS

ADB	=	Agriculture Development Bank
BOKL	=	Bank of Katmandu Limited
CAR	=	Capital Adequacy Ratio
CBS	=	Central Bureau of Statistics
CIC	=	Credit Information Center
CIT	=	Citizen Investment Trust
Co.	=	Company
Contd.	=	Continued
EBL	=	Everest Bank limited
et al.	=	and others
FY	=	Fiscal Year
GDP	=	Gross Domestic Product
HBL	=	Himalayan Bank Limited
LBL	=	Lumbini Bank Ltd
LLP	=	Loan Loss Provision
Ltd.	=	Limited
Mfg.	=	Manufacturing
NABIL	=	Nabil Bank Ltd
NIBL	=	Nepal Investment Bank Ltd
No.	=	Number
NPA	=	Non Performing Assets
NPL	=	Non Performing Loan
NRB	=	Nepal Rastra Bank
NSBI	=	Nepal SBI Bank Ltd.
Rs.	=	Rupees
RWA	=	Risk Weighted Assets

S.N. = Serial Number

SCBNL = Standard Chartered Bank Nepal Ltd.