

IMPACT OF NON-PERFORMING LOAN ON PROFITABILITY OF RASTRIYA BANIJYA BANK

A THESIS

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VIVA VOCE SHEET

We have conducted the viva voce examination of the thesis presented

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Impact of Non-Performing Loan on Profitability of Rastriya Banijya Bank

and found the thesis to be the original work of the student written in accordance with the prescribed format. The committee recommends the thesis to be accepted as partial fulfillment of the requirements for the degree of Master of Business Studies (M.B.S.)

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RECOMMENDATION

This is to certify that the thesis

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DECLARATION

I here by, would like to declare that work of thesis entitled "Impact of Non-Performing Loan on Profitability of Rastriya Banijya Bank " Submitted to R.R.M. Campus, Faculty of Management T.U. is the original work done in the form of partial fulfillment of the requirement of the degree of Master of Business Studies (M.B.S.). This is the prepared under supervision of Mr. Binod Shah, Lecturer R.R.M. Campus, Janakpur Dham.

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If the financial discipline is weak in the system, there will be lapses either in lending or recovery and there will be a reflection of it in the form of weak portfolio, i.e. high level of non-performing loans (NPL). The high level of NPL in the system is an indicator of financial crisis and it should be resolved as soon as possible. This is a serious problem of all commercial banks so this study may contribute by investigating the issues more systematically.

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Needless to say, I am alone, responsible for any deficiencies that may have remained in this work.

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ABBREVIATIONS

ADB	Asian Development Bank
ADB/N	Agricultural Development Bank, Nepal
ATM	Automatic Trailer Machine
CAR	Capital Adequacy Ratio
CBPASS	Commercial Banking Problem Analysis and Strategy
CRR	Cash Reserve Ratio
DFID	Department for International Development
EPS	Earning Per Share
ESAF	Enhanced Structural Adjustment Program
FS	Financial Sector
FSRP	Financial Sector Reform Program
FY	Fiscal Year
GATTS	General Agreements on Trade and Services
GDP	General Agreements on Trade and Services
HMG/N	His Majesty's Government of Nepal
HRD	Human Resource Development
i.e.	That is
IMF	International Monetary Fund
KPMG	International Audit organization
Ltd	Limited
NBA	Non-Banking Asset
NBL	Nepal Bank Limited
NGO	Non Governmental Organization
NIDS	Nepal Industrial Development Corporation
NPA	Non Performing Assets
NRB	Nepal Rastra Bank
PSU	Public Sector Unit
RBB	Rastriya Banijya Bank
RRDB	Regional Rural Development Bank
SEC	Security Exchange Centre
UK	United Kingdom
UNDP	United Nation Development Program
VRS	Voluntary retirement schemes
WTO	World Trade Organization