

**IMPACT OF CAPITAL STRUCTURE ON COST OF CAPITAL OF  
JOINT VENTURE BANKS IN NEPAL**

**A Thesis**

**Submitted By**

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**Office of the Dean**

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**In Partial Fulfillment of the Requirements for the Master's Degree of Business  
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**VIVE- VOCE SHEET**

We have conducted the Viva-Voce examination of thesis

Submitted by

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Entitled

Impact of Capital Structure on Cost of Capital of Joint Venture Banks in Nepal

and found the thesis to be original work of the student written according to the prescribed format. We recommend this thesis to be accepted as partial fulfillment of the requirements for Master's Degree of Business Studies (M.B.S)

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**RECOMMENDATION**

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

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## **DECLARATION**

I hereby declare that the work reported in this thesis entitled 'Impact of Capital Structure on Cost of Capital of Joint Venture Banks in Nepal' have submitted to Nepal Commerce Campus, Faculty of Management, Tribhuvan University is my original work it is done in the form of Partial Fulfillment for the Master's Degree of Business Studies (M.B.S). Under the supervision of Dr. Prakash Neupane of Nepal Commerce Campus, Tribhuvan University.

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## ABBREVIATIONS

\$	:	Dollar
%	:	Percentage
A.D.	:	Anno Domini
B.S.	:	Bikram Sambat
D/E	:	Debt to equity
DFL	:	Degree of Financial Leverage
DPS	:	Dividend per share
EBIL	:	Earning Before Interest and Tax
EBL	:	Earning Before Tax
EBL	:	Everest Bank Limited
EPS	:	Earning per share
HBL	:	Himalaya Bank Limited
i.e.	:	That is
JVBs	:	Joint Venture Banks
$K_d$	:	Cost of Debt
$K_e$	:	Cost of Equity
$K_o$	:	Average cost of capital
Ltd.	:	Limited
MBS	:	Master of Business Studies
MM	:	Modigliani and Miller
NABIL	:	Nabil Bank Limited
NI	:	Net Income
No.	:	Number
NOI	:	Net Operation Income
NRB	:	Nepal Rastra Bank

P.E.	:	Probable Error
P/E	:	Price Earning
RBB	:	Rastriya Banijya Bank
ROA	:	Return on Total Assets
ROSE	:	Return on shareholders' Equity
Rs.	:	Rupees
S.D.	:	Standard Deviation
SVBNL	:	Standard Chartered Bank Nepal Limited
T.U.	:	Tribhuvan University
U.S.	:	United States
WACC	:	Weighted Average Cost of Capital