

Arbitrage Profits In Nepalese Stock Market

By

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RECOMMENDATION

This is to certify that the thesis

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

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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 requirements for the degree of **Masters of Business Studies (M.B.S.)**

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ACKNOWLEDGEMENT

This is a business age with every body running after profits. Some stick to normal profits but others even have higher expectation and go after abnormal or arbitrage profits. And stock market does certainly provide a platform where profit monger human beings can certainly quench their thirst along with proper database maintenance. And Nepalese stock market is not an exception for Nepalese people. So, this research entitled “Arbitrage Profits in Nepalese Stock Market” is an attempt to analyze Nepalese stock market with reference to existence of arbitrage profits through analyzing sampled commercial banks- major determinant of Nepalese stock market.

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ABBREVIATIONS

APT	:	Arbitrage Pricing Theory
AT	:	Annual Turnover
BOK	:	Bank of Kathmandu Limited
CDS	:	Central Depository System
EMH	:	Efficient Market Hypothesis
EMT	:	Efficient Market Theory
HBL	:	Himalayan Bank Limited
K	:	Proportionate difference between actual and expected number of runs
L_n	:	Natural Logarithms
LOG	:	Logarithms
NB	:	Nepal Bangladesh Bank Limited
NBL	:	Nabil Bank Limited
NEPSE	:	Nepal Stock Exchange
NRB	:	Nepal Rastra Bank
NSM	:	Nepalese Stock Market
OTC	:	Over the Counter Market
PI	:	Amount on Public Issue
PV	:	Paid Up Value
RWH	:	Random Walk Hypothesis
SCB	:	Standard Chartered Bank Limited
SEBO/N	:	Security Board of Nepal
SEC	:	Security Exchange Center
SPSS	:	Statistical Package for Social sciences
TU	:	Tribhuvan University
UK	:	United Kingdom
USA	:	United States of America