



Cooperative Education Report

Title: Investment Analysis and Portfolio Management for  
GG Investments in Nepal

Written by:

Mr. Girish Lakhey

Student ID: 5808040054

This Report Submitted in Partial Fulfillment of the Requirements for Cooperative Education,  
Faculty of Business Administration

Academic Semester 2/2018

Siam University

**Title:** Investment Analysis and Portfolio Management for GG Investments in Nepal

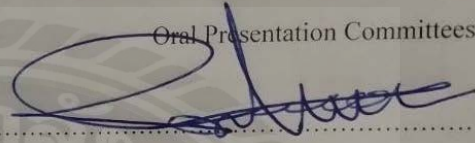
**Written by:** Girish Lakhey

**Department:** Bachelor of Business Administration (Finance)

**Academic Advisor:** Yhing Sawheny

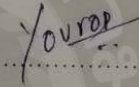
We have approved this cooperative report as a partial fulfillment of the cooperative education program semester 2/2018

Oral Presentation Committees



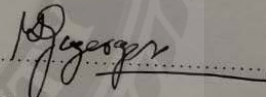
(Dr. Parham Poruahan, Ph.D.)

Academic Advisor



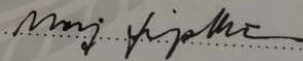
(Mr Yurop Shrestha)

Job Supervisor



(Dr. Duminda Jayaranjan )

Cooperative Committee



(Asst. Prof. Maruj Limpawattana, Ph.D.)

Assistant President

And Director of Cooperative Education

Investment Analysis and Portfolio Management for GG Investments in Nepal

Project Title: " Investment Analysis and Portfolio Management for GG Investments in Nepal'

Credits□: 6

By: Girish Lakhey 5808040054

Advisor□: Yhing Sawheny

Degree□: Bachelors

Major: Finance

Faculty□: Bachelors of Business Administration

Academic year: 2015/2019

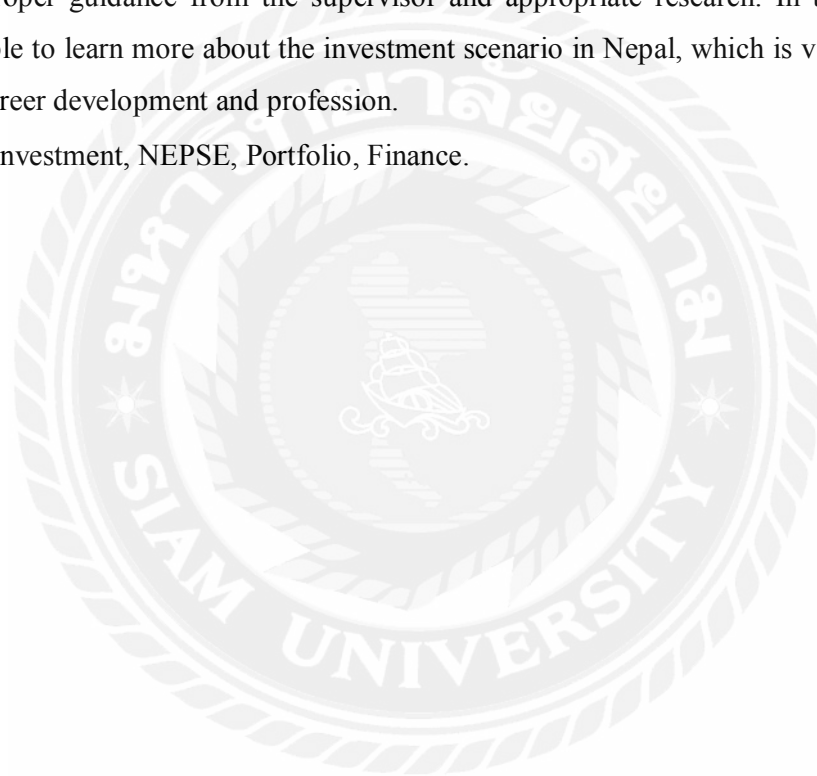


**Abstract**

This cooperative report entitled “Investment Analysis and Portfolio Management for GG Investments in Nepal” has the goals to investigate/study/examine the experience of Mr. Girish Lakhey in his internship period in GG Investments. Objectives of the study include: (1) to share the internship experience (2) to learn about Nepalese Investment Environment (3) to manage an investment portfolio. With the company, the student was assigned to work as a Junior Analyst in the Department of Finance. The main responsibilities are to research and analyze listed companies in NEPSE.

Upon the completion of the internship, it found that the problem was resolved by means of proper guidance from the supervisor and appropriate research. In this matter, a student is able to learn more about the investment scenario in Nepal, which is very important for future career development and profession.

Keywords: Investment, NEPSE, Portfolio, Finance.



### **Acknowledgment**

I am very thankful to Siam University & Kathmandu College of Management for giving me this opportunity to gain valuable experience in the internship program.

I am also thankful to the following persons for their valuable guidance, co-operation & support in making this training successful: Yhing Sawheny and Maria Shrestha. I also express my sincere thanks to all those who have directly/indirectly helped me in this internship & in the preparation of my project report.

I would also like to thank my supervisors who have constantly guided me and supported me to learn new things and make the most out of my internship period.



**Table of Contents**

List of Figures	4
Abstract	6
Acknowledgment	7
Chapter 1: Introduction	8
1.1 Company Profile	8
1.2 Organizational Structure	9
1.3 Statement of the report	10
1.4 Objectives of the study	10
1.5 Roles and responsibility of the student	11
Chapter 2: Internship Activities	12
2.1 Assignments and responsibilities of the student	12
Chapter 3: Identification of Problems Encountering during the Internship	12
3.1 Indicate how you successfully solved the problems	12
Chapter 4: Contribution and Learning Process	13
4.1 Contributions made during the internship	13
Chapter 5: Conclusion	13
5.1 Self-assessment as a professional	13
Appendices	15
Bibliography	17

**List of Figures**

Figure 1: Organizational Structure..... 9  
Figure 2 GG Investment Office ..... 15  
Figure 3 Shared working space..... 16



## **Chapter 1: Introduction**

### **1.1 Company Profile**

GG Investments is an investment services firm helping clients to create or preserve their wealth. We provide access to various investment products that may not be available to the clients easily. In addition to providing access, our work for the client includes advisory, portfolio management, and execution. We are committed to excellence in service at all levels and work only for the client at all times. We deliver innovative investment solutions to meet the varying needs of a diverse clientele. No other firm in Nepal has such a comprehensive suite of investment products and services under one roof. All of our solutions are rigorously researched and executed flawlessly. The solutions we provide reflect the innovative nature and insights that come from a team with a global background, encompassing traditional asset classes such as real estate to the best in modern finance like commodities derivatives and venture capital. (Gahana Griha, 2019). An investment company is a corporation or trust engaged in the business of investing the pooled capital of investors in financial securities. This is most often done either through a closed-end fund or an open-end fund (Investopedia, 2017).



## 1.2 Organizational Structure

Gahana Griha is an uprising investment company with a small team of 3 consisting of Research head, Senior Analyst and Junior Analyst. The team has good experience in the investment field and has a keen interest in growing its investment operations.

The respective team members and their job titles are

1. Yurop Shrestha (Research Head)
2. Rakesh Kayastha (Senior Analyst)
3. Girish Lakhey (Junior Analyst)

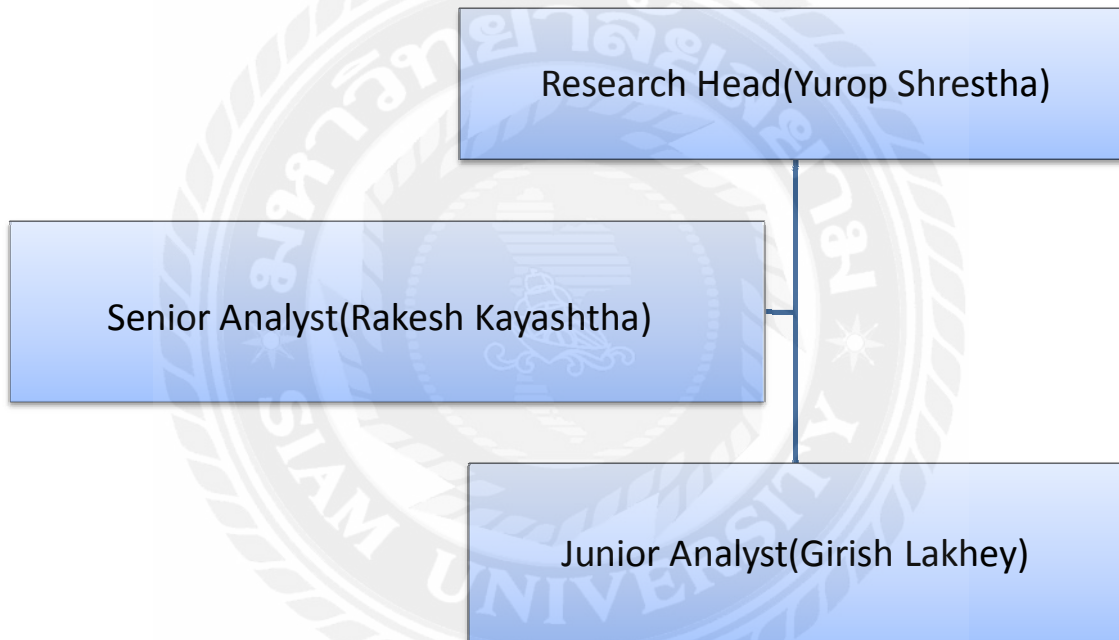


Figure 1: Organizational Structure

Talking about the organizational structure of GG Investment; it starts from Owner of Company Yurop Shrestha who is also the Research Head of the company. After the owner, there is senior analyst which looks after the research work and provides information to the research head. Under him their Junior Analyst who is an intern.

### **1.3 Statement of the report**

The report is written to know the experience and the factors learned during the internship period conducted during these 4 months. It is important to write this report to make the student as well as the faculty aware of the information and experience acquired by the student. This report is also written to better the communication and writing skills of the student. With this help of this report, the student will be able to reflect on the skills learned.

In this report, the details about the duties and responsibilities of the student will be clarified. In addition, the problems encountered and solved by the student will also be explained in detail.

### **1.4 Objectives of the study**

The writing of this report contains two objectives: General objective and Specific objective.

General Objective:

The general objective of this report is to complete the internship program. As per the requirement of the BBA program of SIAM University, a student needs to work in a business organization for three and a half months to acquire practical knowledge about the real business operations of a company.

Specific objectives: The specific objectives of this report are to analyze the financial performance of listed companies in the Nepal Stock exchange. To complete this report requires the internet to understand and analyze companies and find the intrinsic value of a business.

### **1.5 Roles and responsibility of the student**

I was assigned as the Junior Research Analyst intern. So, the primary responsibility is to analyze the listed companies in the Nepal Stock Exchange. Nepal Stock Exchange, in short NEPSE, is established under the company act, operating under Securities Exchange Act, 1983. The basic objective of NEPSE is to impart free marketability and liquidity to the government and corporate securities by facilitating transactions in its trading floor through member, market intermediaries, such as broker, market makers etc. NEPSE opened its trading floor on 13th January 1994 (NEPSE, 2019). Investment analysis is key to any sound portfolio-management strategy. Investors not comfortable doing their own investment analysis can seek professional advice from a financial advisor. During my internship in GG Investments, various research reports were made and submitted to the senior analyst and the research head.

During my internship tenure, I was also given the opportunity to invest Rs.15,00,000 of the company's fund and make an investment portfolio. The art and science of making decisions about investment mix and policy, matching investments to objectives, asset allocation for individuals and institutions, and balancing risk against performance. Portfolio management is all about strengths, weaknesses, opportunities, and threats in the choice of debt vs. equity, domestics. international, growth vs. safety and many other trade-offs encountered in the attempt to maximize return at a given appetite for risk. there are two forms of portfolio management: passive and active. Passive management simply tracks a market index, commonly referred to as indexing or index investing which is currently not available in Nepal. Active management involves a single manager, co-managers, or a team of managers who attempt to beat the market return by actively managing a fund's portfolio through investment decisions based on research and decisions on individual holdings. Closed-end funds are generally actively managed. In the case of Nepal, there are currently only closed-end mutual funds.

## **Chapter 2: Internship Activities**

### **2.1 Assignments and responsibilities of the student**

I was assigned as the Junior Analyst intern. So, my assignments included providing a research report on any investment opportunities which were available to the company. This includes most of the investment options like Equity & real estate. We used to propose the investment pattern which suits their risk appetite and which will help them to achieve their short term and long term goals. While this time period we found that people are less aware of these investment patterns and they failed to maintain the systematic investment which leads them to a big loss. One of my goals was also to provide investment advice to the clients. We tried to provide financial education to different sections of the public with the help of presentations, stalls, etc.

## **Chapter 3: Identification of Problems Encountering during the Internship**

### **3.1 Indicate how you successfully solved the problems**

During the internship period, I had learned many things and as an intern. During my internship tenure, I got to study a course of Value Investing from “Columbia Business Scholl”. I applied the teachings from the course into the theoretical world. I solved the given problems in the course and helped in the investment decision using metrics from the course. Furthermore, the data retrieving process in the company was done manually on which I found solutions to automate it, which saved time for the company. As the saying goes “Time is money”, more time was left to research and make more money for the company.

#### **Some Examples**

The data retrieving process in the company was done manually on which I found solutions to automate it, which saved time for the company.

Another problem that I encountered of time management and tasks delegation. Before I joined the internship tasks were not delegated on a periodic basis like daily tasks, weekly tasks that made research reports to be produced inconsistently and inefficiently. I gave the idea to set goals and make a layout of what were the tasks to be completed within the given day and week. It saved us time and made our work effectively.

## **Chapter 4: Contribution and Learning Process**

### **4.1 Contributions made during the internship**

I gave my insights on the management of the portfolio of the fund. Changes to the stock profile of the investment company were made which were more attractive than the already existing stocks. This could result in a good performance of the portfolio.

Details of the related learning process and new knowledge student have received

I am very passionate about investing and have been investing in the stock markets on my own for the past 3 years. During my internship, I clearly learned the process of a stock selection, how the stocks were screened before getting in the depth of a particular stock. The company taught me to be a more systematic and organized stock picker.

Also, the company followed the value investing approach of investing which is an investment tactic where stocks are selected which appear to trade for less than their intrinsic, or book, values. Value investors actively seek out the stocks they believe the market has undervalued. Investors who use this strategy think the market overreacts to good and bad news, resulting in stock price movements that do not correspond to a company's long-term fundamentals. This overreaction gives the value investor an opportunity to profit buy stocks at a deflated price.

## **Chapter 5: Conclusion**

### **5.1 Self-assessment as a professional**

Overall, this internship experience has been very productive for me. I had the opportunity to learn and experience many new things in the practical field. Joining a company as an intern gives you the opportunity to work for hands-on in a professional environment. Internships help by teaching you more about the career path you are pursuing. Think of it like this – internships are a way to test drive possible jobs and explore different career options. The investment community and the whole experience was wonderful and will hopefully continue my journey in this field.

As an intern, you'll become a master of time management. I have also learned the skill of time management through the internship, making priorities and allotting the time accordingly. This will not only help in my further work setting but also in my personal life.

Internships allow you to gain experience by watching, learning and participating in the work. I have learned a lot from interacting with my supervisor and the research head and have found a path as to how I want to become going forward in my career.



## **Bibliography**

*Gahana Griha*. (2019, Apr 9). Retrieved from Gahana Griha:

<http://gahanagriha.com/our-companies/gg-investments/>

*Investopedia*. (2017, 12 29). Retrieved from Investopedia:

<https://www.investopedia.com/terms/i/investmentcompany.asp>

*NEPSE*. (2019, 12 1). Retrieved from NEPSE: <http://www.nepalstock.com/aboutus/introduction>



## Appendices



Figure 2 GG Investment Office





Figure 3 Shared working space

