

IMPACT OF MONETARY POLICY ON FINANCIAL PERFORMANCE; EVIDENCE FROM THE BANKING SECTOR OF PAKISTAN

BY

ARSHMA MEMON	64980
KAINAT MUSTAFA	64930
WAQAS JABBAR	64977

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1st Half Semester Progress Report

Name of Student(s)	Ashna Memon, Kainat Mustafa, Waqas Jabbar.
Enrolment No.	02-112192-071 ; 02-112192-011 ; 02-112192-067 .
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Supervisor Student Meeting Record

No.	Date	Place of Meeting	Topic Discussed	Signature of Student
1	10/04	Cubide-10	Introduction.	<i>Ashna Memon</i>
2	17/04	Cubide-10	Introduction	<i>Ashna Memon</i>
3	24/04	Cubide-10	Literature Review	<i>Ashna Memon</i>
4	8/05	Cubide-10	Literature Review	<i>Ashna Memon</i>

Progress Satisfactory

Progress Unsatisfactory

Remarks: Satisfactory

Signature of Supervisor: *Asad Ali*

Date: 26/07/2023

Name of Supervisor: Asad Ali

Note: Students must attach 1st & 2nd half progress report at the end of FYP spiral copies.

PROJECT APPROVAL STATEMENT

APPROVAL FOR EXAMINATION

Candidate's Name: Kainat Mustafa

Enrollment No.: 02-112192-011

Candidate's Name: Arshma Memon

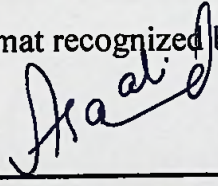
Enrollment No.: 02-112192-071

Candidate's Name: Waqas Jabbar

Enrollment No.: 02-112192-067

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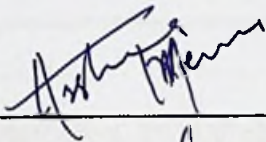
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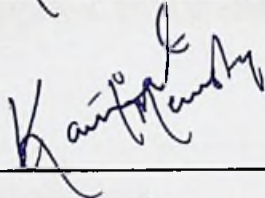
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I, hereby, declare that no portion of the work referred to in this project has been submitted in support of any application for another degree or qualification of this university or any other institution of learning.

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2.  _____

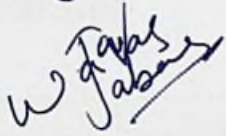
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ABSTRACT

The purpose of this study is to enlighten the impact of monetary policy on the financial performance banking sector. The secondary time series data was gathered from 2000-2023 from the financial data stream websites. The sample consists of twenty Conventional Banks registered on the Pakistan Stock Exchange. The simple linear regression technique was used to test the cause-and-effect relationship between monetary policy and financial performance. Furthermore, the moderating role of firm size is also investigated between exogenous and endogenous variables. The findings suggest that there is a positive significant impact of monetary policy on financial performance. However, the size of the firm moderates the relationship between monetary policy and financial performance. The fluctuation in monetary policy rate is managed effectively by the strategic decision-making of Corporate Governance of conventional banks. The larger banks can earn more profit as compare to small banks.

Keywords: Monetary Policy, Corporate Governance, & Conventional Banks

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