

VALUE ADDED TAX IN NEPAL: PROBLEMS, PROSPECTS & SUGGESTIONS

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RECOMMENDATION

This is to certify that the thesis

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Value Added Tax in Nepal: Problems, Prospects & Suggestions

has been prepared as approved by this department in the prescribed format of the Faculty of the 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 Master of Business Studies (M.B.S).

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DECLARATION

I hereby declare that the work reported in this entitled **Value Added Tax in Nepal: Problems, Prospects & Suggestions** submitted to the Office of Dean, Faculty of Management, Tribhuvan University is my original work done in the form of partial fulfillment of the requirement for the Master's Degree in Business Studies under the Supervision of Mr. Rajeshwar Pd. Acharya, Associate Professor of TRMC, Birgunj

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I am pleased to present this thesis entitled **Value Added Tax in Nepal: Problems, Prospects & Suggestions** in the partial fulfillment of requirement for the degree Master of Business studies (M.B.S). As per the regulation of The Tribhuvan University, Faculties of the Management M.B.S. level students are required to write thesis within the area of a specialization.

First of all, I am thankful to The Tribhuvan University for providing me such opportunity to experience the partial knowledge of my subject.

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I hope this study will be helpful for those who want to gain knowledge related to the VAT. One can easily envisage the importance of VAT in revenue collection in Nepal, and to find measure difficulties problems come in the implementation of VAT to find the suggestion to make VAT success in Nepal, through this thesis.

This study will definitely of immense help for academicians, student's researcher and other interested person regarding this topic.

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July, 2010

Suresh Kumar Singh
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ABBREVIATIONS

A/C	:	Account
Amt.	:	Amount
CBS	:	Central Bureau of Statistics
CDE	:	Central Department of Economics
CDM	:	Central Department of Management
EC	:	European Community
Edn.	:	Edition
EEC	:	European Economic Community
EU	:	European Union
FNCCI	:	Federation of Nepalese Chamber of Commerce and Industry
F/Y	:	Fiscal Year
GDP	:	Gross Domestic Product
Gvt.	:	Government
GON	:	Government of Nepal
HMG/N	:	His Majesty's the Government of Nepal
IBFD	:	International Bureau of Fiscal Documentation
IMF	:	International Monetary Fund
IRD	:	Inland Revenue Department
Ktm	:	Kathmandu.
LDCs	:	Less Development Countries

Ltd.	:	Limited
MBS	:	Master of Business Studies
MODVAT	:	Modifier Value Added Tax
MOF	:	Ministry of Finance
MST	:	Multi-Stage Sales
NCC	:	Nepal Chamber of Commerce
No.	:	Number
NPC	:	Nepal Planning Commission
HRB	:	Nepal Rastra Bank
Pvt.	:	Private
RST	:	Retail Level Sales Tax
TRTR	:	Total Indirect Tax Revenue
TR	:	Total Revenue
TTR	:	Total Tax Revenue
TU	:	Tribhuvan University
TVR	:	Total VAT Revenue
VAT	:	Value Added Tax
Vol	:	Volume
VS	:	Versus
WBR	:	Word Bank Report
WST	:	Wholesale Level Sales Tax
WTO	:	World Trade Organization.