

**TREND, STRUCTURE AND EFFECTS OF PUBLIC EXPENDITURE  
IN THE ECONOMIC GROWTH OF NEPAL**

**A Thesis**

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**the Central Department of Economics  
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Master of Arts in Economics**

**By**

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## **LETTER OF RECOMMENDATION**

This thesis entitled **Trend, Structure and Effects of Public Expenditure in the Economic Growth of Nepal** has been prepared by Mr. Tek Hari Aryal under my supervision. I hereby recommend this thesis for examination by the Thesis Committee as a partial fulfillment of the requirements for the Degree of Master of Arts in Economics.

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## **APPROVAL LETTER**

We member of thesis committee, evaluated the thesis entitled **Trend, Structure and Effects of Public Expenditure in the Economic Growth of Nepal** prepared by Mr. Tek Hari Aryal to the Central Department of Economics, Faculty of Humanities and Social Sciences in partial fulfillment of the requirements of the Degree of Master of Arts in Economics and found satisfactory in scope and quality. Therefore, we accept this thesis as a part of the Degree.

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It is my great pleasure to submit this thesis on **Trend, Structure and Effects of Public Expenditure in the Economic Growth of Nepal**. In the present context, public expenditure programs are the main instrument of the government to achieve the desired objectives. The growth of public expenditure in Nepal is taking a rapid tempo. So, the study on the effects of public expenditure on GDP is very useful to planners, researchers and policy makers especially in Nepalese public expenditure management.

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## **ABBREVIATIONS/ ACRONYMS**

ADB	: Asian Development Bank
BOP	: Balance of Payment
CBS	: Central Bureau of Statistics
CEDA	: Centre for Economic Development and Planning
CEDECON	: Central Department of Economics
DE	: Development Expenditure
FY	: Fiscal Year
GDP	: Gross Domestic Product
GNP	: Gross National Product
IDS	: Integrated Development System
IMF	: International Monetary Fund
LDCs	: Least Development Countries
MoF	: Ministry of Finance
NPC	: National Planning Commission
NRB	: Nepal Rastra Bank
OLS	: Ordinary Least Square
ORG	: Overall Resource Gap
RE	: Regular Expenditure
SAP	: Structural Adjustment Program
TE	: Total Expenditure
TU	: Tribhuvan University
UDCs	: Under Development Countries
UNDP	: United Nations Development Program

UN : United Nations  
USA : United States of America  
WB : World Bank  
WTO : World Trade Organization