

# **ROLE OF AGRICULTURAL FOREIGN AID IN AGRICULTURAL GDP OF NEPAL**

**A Thesis**

Submitted to the Central Department of Economics  
Tribhuvan University, Kirtipur, Kathmandu, Nepal  
in Partial Fulfillment of the Requirements  
for the Degree of

**MASTER OF ARTS**

in

**ECONOMICS**

By

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Roll No.115/2068

Regd. No. 6-2-37-161-2008

Central Department of Economics

Tribhuvan University, Kirtipur

Kathmandu, Nepal

August, 2016

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## LETTER OF RECOMMENDATION

This thesis entitled *Role of Agricultural Foreign Aid in Agricultural GDP of Nepal* has been prepared by **Mr. Lok Raj Dhungana** under my supervision. I hereby recommend this thesis for examination to the Thesis Committee as a partial fulfillment of the requirements for the degree of **Master of Arts in Economics**.

---

**Yogesh Ranjit (Ph. D.)**  
Associate Professor  
Central Department of Economics  
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Date : 18-04-2073

## APPROVAL LETTER

We certify that this thesis entitled *Role of Agricultural Foreign Aid on Agricultural GDP of Nepal* submitted by **Lok Raj Dhungana** to the Central Department of Economics, Faculty of Humanities and Social Sciences, Tribhuvan University, in partial fulfillment of the requirements for the degree of **Masters of Arts in Economics** has been found satisfactory in scope and quality. Therefore, we accept this thesis as a part of the said degree.

### Thesis Committee

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(Head of the Department)

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**Prof. Dr. R.K. Shah**  
(External Examiner)

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**Yogesh Ranjit (Ph. D)**  
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Date: 02/08/2016 A.D.

18/04/2073 B.S.

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I bear sole responsibility for any errors and discrepancies that might have occurred in this research report.

**Lok Raj Dhungana**

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## LIST OF ACRONYMS

ADB	-	Asian Development Bank
ADF	-	Augmented Dickey-Fuller
AIC	-	Akaike Information Criterion
APP	-	Agricultural Perspective Plan
ARDL	-	Auto Regressive Distributed Lag Model
CBS	-	Central Bureau of Statistics
DAC	-	Development Assistance Committee
FA	-	Foreign Aid
FY	-	Fiscal Year
FDI	-	Foreign Direct Investment
GDP	-	Gross Domestic Product
INGOs	-	International Non-governmental Organizations
JB	-	Jarque Berra Test
LDC	-	Least-Developed Country
LM	-	Lagrange Multiplier Test
IMF	-	International Monetary Fund
MDG	-	Millennium Development Goal
MOAD	-	Ministry of Agricultural Development
MOF	-	Ministry of Finance
NPC	-	National Planning Commission
ODA	-	Official Development Assistance
OECD	-	Organization for Economic Cooperation and Development
OLS	-	Ordinary Least Squares
NRB	-	Nepal Rastra Bank
RESET	-	Regression Specification Error Test
SBC	-	Schwarz Bayesian Criterion
UK	-	United Kingdom
UN	-	United Nations
UNDP	-	United Nation Developmental Program
USA	-	United States of America