

**ECONOMIC CONTRIBUTION OF MICROFINANCE IN BIDUR  
MUNICIPALITY OF NUWAKOT DISTRICT**

A Thesis

Submitted to the Central Department of Economics

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In Partial Fulfillment of the Requirements For

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**ECONOMICS**

By

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## **RECOMMENDATION LETTER**

It is certified that thesis entitled **ECONOMIC CONTRIBUTION OF MICROFNANCE (A CASE STUDY OF BIDUR MUNICIPALITY WARD NO. 13, NUWAKOT)** submitted by Gayatri Koirala is an original piece of research work carried out by the candidate under my supervision. Literary presentation is satisfactory and the thesis is in a form suitable for publication. Work evinces the capacity of the candidate for critical examination and independent judgment. The thesis is forwarded for examination.

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# CENTRAL DEPARTMENT OF ECONOMICS

## APPROVAL SHEET

We, the undersigned, have examined the thesis entitled **ECONOMIC CONTRIBUTION OF MICROFINANCE (A CASE STUDY OF BIDUR MUNICIPALTY WARD NO. 13, NUWAKOT)** presented by **Gayatri Koirala** a candidate for the degree of **Master of Economics** and conducted the viva voce examination of the candidate. We hereby certify that the thesis is worthy of acceptance.

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## **DECLARATION**

I certify that the work in this thesis has not previously been submitted for a degree nor has it been submitted as a part of requirements for a degree except as fully acknowledge within the text.

I also certify that the thesis has been written by me. Any help that I have received in my research work and the preparation of the thesis itself has been acknowledged. In addition, I certify that all information sources and literature used are indicated in the bibliography section of the thesis.

Gayatri Koirala

Exam Roll No. 105/2072

## **ACKNOWLEDGEMENTS**

This research study entitled "Economic contribution of Microfinance (A Case Study of Bidur Municipality Ward No. 13, Nuwakot) is written in prescribed form and completed for the partial fulfillment of the requirement for the degree of Master of Economics under the faculty of Humanities and social science Tribhuvan University Nepal.

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## **LIST OF ABBREVIATIONS/ACRONYMS**

RFSAs	Rural Financial Sector Analysis
ADB	Asian development Bank
FINGOs <sub>s</sub>	Financial Intermediary NGOs <sub>s</sub>
GDP	Gross Domestic Product
INB	Intensive Banking Program
MCPW	Micro Credit Project for Women
MFI <sub>s</sub>	Microfinance Institutions
MFDB <sub>s</sub>	Microfinance Development Banks
MFP	Microfinance Program
MOF	Ministry of Finance
MP	Municipality
NBL	Nepal Bank Limited
NGO	Non- government Organization
NRB	Nepal Rastra Bank
OCSSCO <sub>o</sub>	Oromia Credit and Saving Share Company
PCRW	Production Credit for Rural Woman
RBB	Rastriya Banijaya Bank
RFSAs	Rural Financial Sector Analysis

RSRF	Rural self-reliance Fund
SFDP	Small Farmers Development Project
SFDF	Small Farmers Development Finance
SME's	Small and Medium Enterprise
SPSS	Statistical Package for Social Science
VDC	Village Development Comity
WSC	Women support cooperative

## **ABSTRACT**

The development of the country is possible only if women folk are also developed. It has been observed that the social, economic and political status of women in rural areas remains very low. Microfinance program has been introduced for poor of the society targeting especially the women. Nepal is one of the developing countries in world. More than fifty percent population is occupied by women. Microfinance is a type of banking services that provides financial services. Microfinance is a small size financial services which covers micro savings, micro credit and micro insurance.

The main aim of microfinance is to empower women. In economic variables included income, investment, consumption and assets holding. This study is based on primary data through structured questionnaire to the women in Bidur Municipality. Data are analyzed by using appropriate statistical tools and percentage analysis as well as describe by tables and figure.

This study investigates the economic improvement of women after involvement in microfinance services. The changing income percentage in this field is (11.11 percent) to (42.22 percent) so, the results show a positive impact on all variables. The study concludes that a microfinance institution plays a positive role on women by increasing their economic status.