

**SECTORAL DISTRIBUTION OF CREDIT OF CALDRON
SAVING AND CREDIT CO-OPERATIVE LIMITED AND ITS
PAYMENT SCENARIO**

A Thesis

Submitted to the Central Department of Economics,
Faculty of Humanities and Social Sciences,
Tribhuvan University, Kathmandu, Nepal,
In Partial Fulfillment of the Requirements

For the Degree of

Master of Arts

in

Economics

Submitted by

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2016

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LETTER OF RECOMMENDATION

This thesis entitled "**Sectoral Distribution of Credit of Caldron Saving and Credit Cooperative Limited and its Payment Scenario**" has been prepared by Ms Manisha Bhattarai under my supervision. I hereby recommend this thesis for examination by the thesis committee as a partial fulfillment of the requirement for the degree of Master of Arts in Economics.

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LETTER OF APPROVAL

We certify that this thesis entitled "**Sectoral Distribution of Credit of Caldron Saving and Credit Co-operative Limited and its Payment Scenario**" submitted by Ms. Manisha Bhattarai to the Central Department of Economics, Faculty of Humanities and Social Sciences, Tribhuvan University in partial fulfillment of the requirement for the degree of Master of Arts in Economics has been found satisfactory in scope and quality. Therefore we accept this thesis as a part of the said degree.

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ACKNOWLEDGEMENT

Initially, I would like to extend my sincere gratitude towards my supervisor Associate Professor Dr. Uma Shankar Prasad for his expert, sincere and valuable guidance and encouragement while carrying out this research work. Without his continuous guidance and persistent help, this dissertation would not have been possible. Dr. Uma Shankar Prasad was always available for my questions and was very generous when it comes to sharing his knowledge and providing time to supervise my work.

I am extremely grateful to Head of the Central Department of Economics Associate Professor Dr. Ram Prasad Gyanwaly, faculty members at the Department, staffers at the Caldron Saving and Credit Co-operative Limited for their invaluable support. I would like to thank especially Mr. Bikash Basnet of the cooperative for his unstinting support and guidance during the research.

I would take this opportunity to express heartiest gratitude towards my friends who offered their helping hands whenever I required. My special thanks go to Mr. Shiva Regmi, Mr. Narayan Guragain, Ms. Manju Basnet, Mr. Suman Gautam who helped me bring this work to this shape.

I am also pleased to express my sincere thanks towards my parents as well as other family members who were always there for me with their unceasing encouragement as well as moral and financial support.

Lastly, I also place on record my sense of gratitude to one and all who directly or indirectly supported me in this venture.

January 2016

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ABSTRACT

This thesis entitled "**Sectoral Distribution of Credit of Caldron Saving and Credit Co-operative Limited and its Payment Scenario**" identifies and analyzes various aspects related to Caldron Saving and Credit Cooperative Limited, particularly its loan distribution and status of payment by its members.

This thesis attempts to analyze the repayment capacity of loan borrowers in various sectors and their impact on their household economy using primary secondary data. The methodology used in this research work is inductive as well as deductive whereas mathematical tools such as mean, percentage, average and correlation were used during study. The findings of the study show that cooperatives can play a vital role for economic empowerment of people in Nepal. In essence, cooperatives have contributed to social inclusion and judicious distribution of benefits and opportunities among members of the community. After involvement in Caldron, members are found to have improved their economic, housing, business, educational conditions.

Still, cooperatives in Nepalese context face various problems such as political interference, lack of specific policy, unscientific planning, controlling and budgeting system, lack of technical knowledge, lack of adequate infrastructure at the grass root level, lack of economic viability, restrictive and rigid cooperative law, inability to withstand competition with financial institutions and issues related to supervisory and regulatory matters.

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ABBREVIATIONS/ACRONYMS

ADB/N	=	Agriculture Development Bank of Nepal
AGM	=	Annual General Meeting
BS	=	Bikram Sambat
CBS	=	Central Bureau of Statistics
CCO	=	Central Cooperative Office
CTC	=	Cooperative Training Centre
DCO	=	Division Cooperative office
DoC	=	Department of Cooperatives
FY	=	Fiscal Year
GoN	=	Government of Nepal
HHS	=	Households
MoF/N	=	Ministry of Finance, Nepal
NCB	=	National Cooperative Bank Ltd.
NCF	=	National Cooperative Federation
NEFSCUN	=	Nepal Federation of Saving and Credit Cooperative unions
NGO	=	Non-Government Organization
NRB	=	Nepal Rastra Bank
NRS	=	Nepalese Rupees
SACCOS	=	Saving and Credit Cooperative Society
SPSS	=	Statistical Package for the Social Science
UN	=	United Nations