# 2018

# RELATIONSHIP BETWEEN PUBLIC EXPENDITURE ON EDUCATION AND ECONOMIC GROWTH OF NEPAL

#### **A Thesis**

Submitted to Central Department of Economics
Faculty of Humanities and Social Sciences
Tribhuvan University, Kirtipur, Kathmandu, Nepal
in Partial Fulfillment of the Requirement
for the Degree of
MASTER OF ARTS
in
ECONOMICS

Submitted by SUDIP GHIMIRE Roll No.17/2071

Regd. No.: 7-2-32-176-2010

Central Department of Economics

Tribhuvan University, Kirtipur

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LETTER OF RECOMMENDATION

This thesis entitled Relationship between Public Expenditure on Education and Economic

Growth of Nepal has been prepared by Sudip Ghimire under my supervision for partial

fulfillment of the requirements for the degree of Master of Arts in Economics. I forward it with

recommendation for approval.

Tara Prasad Bhusal

**Associate Professor** 

Thesis Supervisor

Central Department of Economics

Tribhuvan University

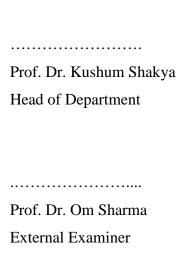
Kritipur, Kathmandu

Date: 27/02/2018 AD

15/11/2074 BS

#### **APPROVAL LETTER**

This thesis entitled Relationship between Public Expenditure on Education and Economic
Growth of Nepal submitted by Sudip Ghimire has been evaluated and accepted as partial
fulfillment of the requirement for the MASTER OF ARTS in ECONOMICS by evaluation
committee comprised of:



Tara Prasad Bhusal
Associate Professor
Thesis Supervisor

Date: 04/03/2018 AD 20/11/2074 BS

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#### ABBREVIATIONS/ACRONYMS

ADF Augmented Dickey Fuller

AIC Akaike Information Criterion

ARDL Autoregressive Distributed Lag

CEE Capital Expenditure on Education

CUSUM Cumulative Sum

CUSUMSQ Cumulative Sum of Square

ECT Error Correction Term

GDP Gross Domestic Product

LM Lagrange Multiplier

NCPI National Consumer Price Index

Nrs. Nepalese Rupees

RCEE Real Capital Expenditure on Education

REE Recurrent Expenditure on Education

RGDP Real Gross Domestic Product

RREE Real Recurrent Expenditure on Education

RTEE Real Total Expenditure on Education

SEE Secondary Education Enrollment

TEE Total Expenditure on Education

VAR Vector Auto Regressive

VECM Vector Error Correction Model