

**TREND, STRUCTURE AND PROSPECTS OF FOREIGN
DIRECT INVESTMENT IN NEPAL**

A Thesis

**Submitted to the Central Department of Economics,
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in Partial Fulfillment of the Requirements**

**for the Degree of
MASTER OF ARTS
in
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Submitted By

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LETTER OF RECOMMENDATION

*This thesis entitled **TREND, STRUCTURE AND PROSPECTS OF FOREIGN DIRECT INVESTMENT IN NEPAL** has been prepared by Reshmi Raj Gaire under my supervision. I hereby recommended 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 certify that this thesis entitled **TREND STRUCTURE AND PROSPECTS OF FOREIGN DIRECT INVESTMENT IN NEPAL** submitted by Reshmi Raj Gaire to the Central Department of Economics, Faculty of Humanities and Social Sciences, Tribhuvan University, in partial fulfillment of the requirements 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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This study has been under taken to analysis the **TREND, STRUCTURE AND PROSPECTS OF FOREIGN DIRECT INVESTMENT IN NEPAL** under partial fulfillment of the requirement of MA degree. This thesis mainly covers the study to analyze the status of FDI in Nepal and its prospect.

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Lastly, I take full responsibility for any mistakes and shortcomings in this research work.

Reshmi Raj Gaire

Palpa, Nepal

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LIST OF ABBREVIATIONS/ACRONYMS

BoI	Board of Investment
BPO	Business Process Outsourcing
CAAN	Civil Aviation Authority of Nepal
CBS	Central Bureau of Statistics
DoI	Department of Industry
ESAP	Enhanced Structural Adjustment Program
FDI	Foreign Direct Investment
FITTA	Foreign Investment and Technology Transfer Act
FNCCI	Federation of Nepal Chamber and Commerce Industry
GNI	Gross National Income
GoN	Government of Nepal
GDP	Gross Domestic Product
IB	Insurance Board
IBN	Industrial Board of Nepal
ICT	Information Communication and Technology
IMF	International Monetary Fund
IT	Information Technology
IPB	Industrial Promotion Board
LDCs	Least Developed Countries
MNC	Multi National Company
MoF	Ministry of Finance
MW	Mega Watt
NPR	Nepal Rastra Bank
NTA	Nepal Telecommunication Authority
NPC	National Planning Commission

OECD	Organization for Economic Cooperation and Development
SAARC	South Asian Association for Regional Corporation
SAP	Structural Adjustment Program
UNCITRAL	United Nations Commission on International Trade Law
UNCTAD	United Nations Conference on Trade and Development
UN	United Nations
WTO	World Trade Organization