

# **FOREIGN TRADE AND ECONOMIC GROWTH IN NEPAL**

**A Thesis**

**Submitted to the**

**Faculty of Humanities and Social Sciences,**

**Central Department of Economics,**

**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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**August 2017**



Tribhuvan University  
Faculty of Humanities and Social Sciences  
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This thesis entitled **FOREIGN TRADE AND ECONOMIC GROWTH IN NEPAL** has been prepared by Mr. Bashu Puri under my supervision. I hereby recommend this thesis for the internal 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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**APPROVAL SHEET**

We certify that this thesis entitled **FOREIGN TRADE AND ECONOMIC GROWTH IN NEPAL** Submitted by Mr. Bashu Puri 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.

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## **ACKNOWLEDGEMENTS**

This research would not come to this shape without the kindly cooperation and generous help of many individuals. First of all I would like to express my sincere gratitude to my supervisor Mr. Khagendra Katuwal, Central Department of Economics, Tribhuvan University, Kirtipur, Kathmandu, Nepal for his immense help, valuable guidance, regular encouragement and balanced criticism in planning and executing the work in time.

I would like to share this moment of happiness with my parents, brothers and relatives. I would also like to thank all my friends, colleagues and well-wishers who supported me directly and indirectly.

Bashu Puri

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## LIST OF ABBRIVATIONS AND ACRONYMS

ADF	:	Augmented Dickey Fuller Test
AIC	:	Akaike info criterion
AR (1)	:	Autoregressive of First Order
ARCH	:	Autoregressive Heterocesticity
CBS	:	Central Bureau of Statistics
DW	:	Durbin-Watson
EC	:	Error Correction
ECM	:	Error Correction Medeling
EXP	:	Exports
FY	:	Fiscal Year
GDP	:	Gross Domestic Product
GNP	:	Gross National Product
GON	:	Government of Neal
HN	:	Null Hypothesis
HOS	:	Hecksher-Ohlin-Samuelson
IMP	:	Imports
LR LDCs	:	Least Developing Countries
MOF	:	Ministry of Finance
NRB	:	Nepal Rastra Bank
OLS	:	Ordinary Least Squares
PPF	:	Production Possibility Curve
RGDP	:	Real Gross Domestic Product
Rs.	:	Rupees
VAR	:	Vector Autoregressive