

**ECONOMIC IMPACTS OF FOREIGN EMPLOYMENT AND  
UTILIZATION OF REMITTANCE IN HOUSEHOLD LEVEL IN  
DHUNIBESHI MUNICIPALITY, DHADING**

**A Thesis**

**Submitted to Department of Rural Development, Tribhuvan University,  
Faculty of Humanities and Social Sciences, Tribhuvan University, Nepal**

**in Partial Fulfillment of the Requirements for the Degree of**

**MASTER OF ARTS**

**in**

**RURAL DEVELOPMENT**

**By**

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**April, 2019**

## **DECLARATION**

I hereby declare that the thesis entitled “**Economic Impacts of Foreign Employment and Utilization of Remittance in Household Level in Dhunibesi Municipality, Dhading**” submitted to the Central Department of Rural Development, Tribhuvan University, is entirely my original work prepared under the guidance and supervision of my supervisor. I have made due acknowledgements to all ideas and information borrowed from different sources in the course of preparing this thesis. The results of this thesis have not been presented or submitted anywhere else for the award of any degree or for any other purposes. I assure that no part of the content of this thesis has been published in any form before.

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Date: 2075-12-20 B.S (2019-04-03 A.D)

## LETTER OF RECOMMENDATION

The thesis entitled "**Economic Impacts of Foreign Employment and Utilization of Remittance in Household Level in Dhunibesi Municipality, Dhading**" has been completed by Mrs. Rama Pandey under my supervision and guidance. I hereby recommend it for examination by thesis committee as partial fulfillment of the requirements for the Degree of Master of Arts in Rural Development.

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## LETTER OF APPROVAL

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Rama Pandey

Date: April, 2019

## ABSTRACT

This thesis entitled **“Economic Impacts of Foreign Employment and Utilization of Remittance in Household Level in Dhunibesi Municipality, Dhading”** has been carried out. The prime purpose of the research is to identify the consumption patterns and use of remittance in recipient households. This is a descriptive as well as analytical type of research design. Field survey is conducted to generate data on consumption patterns of remittance in the study area. Primary data is collected by questionnaire method whereas secondary data is used when it is needed. Remittances are a very important factor for the economic development of developing countries. Nepal is a huge labor surplus country and is an important supplier of migrant workers to those countries which are suffering from labor shortages or can afford to hire cheap labor. A large number of Nepalese migrant workers are going to almost all countries of the world, especially to gulf countries.

There is no doubt remittance has played vital role to change socio-economic condition, living standard, poverty reduction of the people and nation as a whole. But, due to lack of knowledge, sufficient capital, positive attitude, effective plan and policy and encouragement to use of remittance on productive sector, most of the part of remittance is used on unproductive sectors which could be diverted to solve the existing problems of unemployment and poverty. Similarly, people are unaware about MPAs. They are compelled to take credit from landlords and merchants in local level.

Remittance has been a burning issue of Nepalese economy. Its contribution on GDP is 28.2 percent in 2013/14. But there are many problems in the process of foreign employment and getting remittances. The government should make effective plan and policy to establish various employment opportunities by developing industrial sectors to control the human resource to go for foreign employment. It is concluded that if we really want to make prosperous economy of Nepal, awareness program and skill oriented training should be launched the flow of remittance on unproductive sectors should be diverted to the creative and productive field as well as it is needed to assist the people financially in an easy and cheap way.

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## ACRONYMS/ABBREVIATION

AD	:	Amino Domini
ADB	:	Asian Development Bank
BOP	:	Balance of Payment
CBS	:	Central Bureau of Statistic
CFE	:	Convertible Foreign Exchange
GDP	:	Gross Domestic Product
GNP	:	Gross National Product
GON	:	Government of Nepal
IMF	:	International Monetary Fund
LDCs	:	Least Developed Countries
MPAs	:	Manpower Agencies
NLSS	:	Nepal Living Standard Survey
NRB	:	Nepal Rastra Bank
TU	:	TribhuvanUniversity
UAE	:	United Arab Emirates
UK	:	United Kingdom
UNDP	:	United Nation Development Program
USA	:	United State of America

WB : World Bank

WTO : World Trade Organization