TRIBHUVAN UNIVERSITY

INTERNATIONAL LABOUR MIGRATION AND ITS IMPACT ON LIVELIHOOD

(A Study of Prithvinagar VDC, Jhapa)

A Thesis Submitted to the Central Department of Rural

Development at the Faculty of Humanities and Social Sciences in
the partial fulfillment of the

Requirements for the Master's Degree in Rural Development

Ву

Lok Prasad Dahal

Central Department of Rural Development

Tribhuvan University, Kirtipur

Kathmandu, Nepal

May, 2011

Date: 15-05-2011

LETTER OF RECOMMENDATION

This is to certify that the thesis entitled *International Labour Migration and its Impact on Livelihood (A Study of Prithvinagar VDC, Jhapa)*, in the partial fulfillment of the requirements for the Degree of Master of Arts in Rural Development, submitted by Mr. Lok Prasad Dahal has been prepared under my supervision and guidance. I forward it with recommendation for approval.

Prof. Dr. Ram Kumar Dahal
Professor
Central Department of Rural Development
Tribhuvan Universuty, Kirtipur,
Kathmandu

Date: 15 May, 2011

Date: 15-05-2011

APPROVAL LETTER

The thesis entitled *International Labour Migration and its Impact on Livelihood (A Study of Prithvinagar VDC, Jhapa)*, prepared by Mr. Lok Prasad Dahal has been accepted in the partial fulfillment of the requirements for the Degree of Master of Arts in Rural Development.

Thesis Committee:	
Prof. Dr. Pradeep Kumar Khadka Head of the Department	
External Examiner	
Prof. Dr. Ram Kumar Dahal Supervisor	

Date: 15 May, 2011

ACKNOWLEDGEMENTS

In writing this thesis, I have mostly relied upon my thesis proposal approved at the Central Department of Rural Development, TU, Kirtipur. But various persons and institutions continuously supported my work.

I am pleased to take this opportunity to express my deep sense of gratitude to my thesis supervisor Prof. Dr. Ram Kumar Dahal, Professor at Central Department of Rural Development, for his most competent guidance, encouragement and constructive suggestions throughout my work. Similarly, I am grateful to Prof. Dr. Pradeep Kumar Khadka, Head of the Central Department of Rural Development, for his invaluable suggestions and guidance. I sincerely express my gratitude to all the teachers and fellow colleagues of Central Department of Rural Development for their gracious response to my queries.

I would like to thank all the non-teaching staff members of the Central Department of Rural Development and all the staff members of Central Library, T.U., Kirtipur, for their good cooperation during this study in various ways.

I am equally indebted to Mr. Phanindra Dahal, Mrs. Bimala Dahal, and Mr. Narapati Limbu for their great assistance in data collection. Thanks are also due to all emigrants and their families who provided the support to me by answering all my questions in the interview.

It is my most pleasant opportunity to express my gratitude to my wife and parents, friends, well-wishers who encouraged me in this study with all the warmth and affection.

Last but not least, I would like to extend my hearty thankfulness to Christian Action, Hong Kong for providing me encouragement, support and special leave from job to complete this Thesis.

Lok Prasad Dahal

ABSTRACT

The study under the title "International Labour Migration and its Impact on Livelihood (A Study of Prithvinagar VDC, Jhapa)" has been carried out with the view to evaluating the Nepalese government's policies and programmes, consumerism of the emigrants' households, incapability of the households in utilizing the remittance in the productive sectors and other matters related to the regulation and management of foreign employment. Simultaneously, this study, seeks to identify the issues and challenges created by international labour migration, nature of labour, migration trend and the number of socio-economic and demographic aspects related to the migration of Nepali migrant workers through the study of a VDC. Similarly, this study has also evaluated the internationally recognized policies and programmes to protect the rights of the migrant workers.

House to house survey was conducted through the random sampling procedure. The data was collected through the questionnaire and direct interview with the respondents. Comments, suggestions and remarks of the villagers are elaborated through the tables and figures to draw the exact picture of the VDC. Emphasis is given on better utilization of the income from the remittance. The threats posed by international labour migration to the norms, values, culture and traditions of our society are also discussed. The emigrants' families are economically better than those who are not going overseas for employment however they live separately for many years and they do not get close family affection and guidance. The emigrants become individualist and the rest of the members too are adversely affected by such notion. But the families who do not go abroad for employment live together with their members and get more close affection, guidance and caring however these families are economically weaker than the emigrants' families. It is found that, migrant workers have faced problems both in the home country and the country of destination, whereas the problems in abroad are harder as compared to the problems in home country.

Both qualitative and quantitative information have been incorporated to the completion of this study. So the trend analysis of Nepali labour migrants by fiscal year and the concentration of people in different countries in different period of time are also observed. Nepalese government policies are not able enough to properly

implement rules and regulation for better management of international labour migration. At the same time Nepalese government has not done enough for the implication of international provisions to protect the rights of the migrant workers. Government mechanisms are not found very much effective to assure safe migration of potential labour migrants.

Finally the study has concluded that the foreign labour migration can be regulated with the proper implementation of government policies and programmes. The foreign employment profession should also be accepted as a dignified occupation but the government should bring some measures to better utilize the remittance in the productive fields in our country so that it can boost the national economy and can also engage young people in some sorts of income generating activities even in the difficult period of the country. Flooding of Nepalese youths mainly in the Gulf and the West in the name of international employment has caused cultural degradation and now the true identity of all the Nepalese is at a greater risk. The habit of copying foreign culture and the livelihood pattern in the direct-indirect effort of the emigrants knowingly or unknowingly to replace our culture with the foreign one is dangerous from the view of national interest. International Labour Migration should not only help to upgrade the economy but also should help to protect Nepalese norms, values, culture, tradition and identity. Hence, the emigrants, the government and the stake holders should work together towards making foreign employment a strategy not only to earn for living and but also a strategy to promote national culture, norms and values in the international level and more than that a strategy to form capital for investment in productive sectors in the place of origin.

CONTENTS

	Page
LETTER OF RECOMMENDATION	I
APPROVAL LETTER	II
ACKNOWLEDGEMENT	III
TABLE OF CONTENTS	IV-VII
LIST OF TABLES	VIII
LIST OF FIGURES	VIII
LIST OF MAPS	VIII
ABBREVIATION	IX
ABSTRACT	X-XI
CHAPTER-I	
INTRODUCTION	1- 14
1.1 Background	1
1.2 Statement of the Problem	9
1.3 Objectives of the Study	11
1.4 Significance of the Study	11
1.5 Limitation of the Study	13
1.6 Organization of the study	13
CHAPTER-II	
LITERATURE REVIEW	15 - 36
2.1 An Overview of International Labour Migration and Remittance	15
2.2 Review of Theoretical Models	17
2.3 Empirical Research on Migration: Global Context	18
2.4 Related Literature to Migration: Nepalese Context	23
2.5 Past Migration History of Prithvinagar	27

2.6 Present Migration Pattern	
2.7 International Conventions and Policies for Migration	
2.7.1 The UN International Convention on the Protection of the	
Rights of all Migrant Workers and Members of Their Familie	s 29
2.7.2 Other International Conventions and Conferences	31
2.7.3 International Labor Migration from Nepal	32
2.8 Some Government Policies regarding International Labour Migration:	35
2.8.1 National Labour Policy (NLP) 1999	35
2.8.2 The foreign Employment Act, 2008	35
CHAPTER-III	
RESEARCH METHODOLOGY	37-40
3.1 Background	37
3.2 Selection of the Study Area	37
3.3 Research Design	37
3.4 Nature and Sources of Data	38
3.5 Sampling Procedure	38
3.6 Tools of Data Collection	38
3.6.1 Questionnaire	39
3.6.2 Group Discussion	39
3.6.3 Key Informant Interview	39
3.6.4 Observation	39
3.7 Data processing and analysis	39

CHAPTER-IV

DESCRIPTION OF STUDY AREA	41-46
4.1 Introduction to the Study Area	41
4.2 Infrastructure Setting	42
4.3 Socio-economic Setting of Prithvinagar	45
CHAPTER-V	
DATA ANALYSIS	47 - 63
5.1 Selection of Study Area	47
5.2 Demographic and Socio- Economic Characteristics of Emigrants	47
5.2.1 Age and Sex Composition of Respondents	47
5.2.2: Age and Sex Composition of the Emigrants and their Familie	es 48
5.2.3 Caste/Ethnic Composition of Emigrants	48
5.2.4: Educational Status of the Emigrants	49
5.2.5: Marital Status of the Emigrants	50
5.2.6: Occupational Structure of the Respondent Households	51
5.2.7: Religious Structure of the Respondent Households	52
5.2.8: Landholding Pattern of Emigrant Households	52
5.2.9: Size of emigrants from Households	53
5.2.10: Major Destinations of the Emigrants	54
5.2.11: Remittance Received per Year	54
5.2.12: Remittance Utilization Areas by the Households	55
5.2.13: Households Assets	56
5.2.14: Reasons of Emigration	56
5.2.15: Factors Associated with Origin (Push Factors)	57
5.2.16: Factors Associated with Destination (Pull Factors)	58
5. 3 Impact of Emigration	59
5.3.1 Positive Impact of Emigration at Origin	60

(a) Income Increment	60
(b) Improve Living Standard	60
(c) Respect of Work	60
(d) Opportunities to Develop Skill	60
(e) Economic Support for Nation	61
(f) Reduction in Deforestation	61
5.3.2 Negative Impact of Emigration at Origin	61
(a) Lack of Labor Force	61
(b) School Drop Out	61
(c) Rural Desertification	61
5.4 Attitude towards Labor Migration from the View of the People	62
5.4.1 Household Attitude of Emigrants	62
5.4.2 Emigrant's Attitude	
CHAPTER-VI	
SUMMARY, CONCLUSION AND RECOMMENDATIONS	64 - 67
6.1 Summary	64
6.2 Conclusion	64
6.3 Issues and Recommendations	66
6.3.1 Major Issues of Nepalese Foreign Employment	66
6.3.2 Recommendations on International Labour Migration	66
Bibliography	68 - 71
Appendix	

LIST OF TABLES

Table No.	Title	Page
Table 1.1: Nepa	llese Trend of Foreign Employment	3
Table 1.2: Majo	or Destination of Nepalese Emigrant (worker)	5
Table 1.3: Remittance income till fiscal year 2008/09		6
Table 3.1: Samp	ple Size of Households	40
Table 5.1: Age a	and Sex Composition of the Respondents	48
Table 5.2: Age a	and Sex Composition of the Emigrants and their Families	48
Table 5.3: Educ	eational Status of the Emigrants	50
Table 5.4: Land	l Holding Size of Households	53
Table 5.5: Size	of emigrants from Households	53
Table 5.6: Remi	ittance Utilization Areas by the Households	56
Table 5.7: Households Assets		56
	LIST OF FIGURES	
Figure No.	Title	Page
Figure 1.1: Nep	alese Trend of Foreign Employment in 2010	4
_	te / Ethnic Composition of the Respondent Households	49
Figure 5.2: Mar	rital Status of the Emigrants	50
Figure 5.3: Occ	upational Structure of the emigrants' Households	51
Figure 5.4: Reli	gious Structure of the Respondent Households	52
Figure 5.5: Maj	or Destinations of the emigrants	54
Figure 5.6: Rem	nittance Received per Year	55
Figure 5.7: Mai	n Causes of Emigration - Push factors	58
Figure 5.8: Mai	n Causes of Emigration - Pull factors	59
	LIST OF MAPS	
Map No.	Title	Page
Map 4.1: Nepal	population absent abroad, percentage per district	43

ABBREVIATIONS

CBS Central Bureau of Statistics

CEDA Center for Economic Development and Administration

DDC District Development Committee

e.g. For Example

ECA Economic Commission for Asia

ESCAP Economic and Social Commission for Asia and the Pacific

Fig. Figure

GON Government of Nepal

i.e. That is

ILO International Labour Organization

INGO International Non-Governmental Organization

MA Master of Arts

MOFA Ministry of Foreign Affairs

MOL Ministry of Labour

MOLT Ministry of Labor and Transport

NCP National Commission of Population

NIDS National Institute of Development Studies

No. Number

NPC National Planning Commission

NRs Nepalese Rupees

SFCL Small Farmer Cooperative Limited

T. U. Tribhuvan University

UAE United Arab Emirates

UK United Kingdom

UN United Nations

USA United States of America

VDC Village Development Committee

Vol. Volume